

LEVY COUNTY, FLORIDA
FINANCIAL STATEMENTS
FISCAL YEAR ENDED SEPTEMBER 30, 2021

**LEVY COUNTY, FLORIDA
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SEPTEMBER 30, 2021**

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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, 2021, 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.

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, 2021, 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.

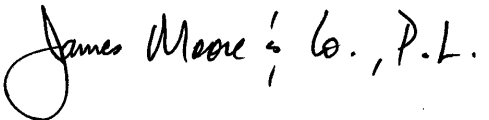
Other Information

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 25, 2022, 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.

A handwritten signature in black ink that reads "James Moore & Co., P.L.". The signature is written in a cursive style with a large, looped initial "J" and a stylized "Co." followed by "P.L.".

Gainesville, Florida
March 25, 2022

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, 2021. 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 \$75,088,077 (net position). Of this amount, \$358,268 is unrestricted net position while \$64,069,142 represents net investment in capital assets. The remaining \$10,660,667 is restricted net position.
- Net position of business-type activities increased by \$696,966 over the previous year. Net position of governmental activities increased \$10,709,004. Accordingly, net position of both business-type and governmental activities increased a total of \$11,406,000.
- At September 30, 2021, the Capital Project Funds balances, including the Road Improvement and Restoration Fund, increased by \$10,603,371, primarily due to transfers into these funds that invests in the future of the County.
- At September 30, 2021, the County's governmental funds reported a combined fund balance of \$43,832,117, representing an increase of \$11.6 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.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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 \$75,088,077 at the close of the fiscal year ended September 30, 2021. The County had an unrestricted funds of \$358,258 at September 30, 2021.

	Net Position					
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 47,689,835	\$ 41,941,119	\$ 5,737,826	\$ 4,951,481	\$ 53,427,661	\$ 46,892,600
Capital assets	61,775,841	61,569,769	4,329,904	3,970,460	66,015,745	65,540,229
Total assets	109,456,676	103,510,888	9,977,730	8,921,941	119,443,406	112,432,829
Deferred outflows	8,538,896	13,559,596	343,190	511,847	8,882,086	14,071,443
Current and other liabilities	3,407,496	6,799,583	202,912	782,965	3,610,408	7,582,548
Long-term liabilities	18,449,553	46,299,073	6,850,301	6,957,988	25,299,854	53,257,061
Total liabilities	21,857,049	53,098,656	7,053,213	7,740,953	28,910,262	60,839,609
Deferred inflows	23,450,712	1,984,021	876,441	91,105	24,327,153	2,075,126
Net position:						
Net investment in capital						
assets	59,829,238	59,390,774	4,239,904	3,970,460	64,069,142	63,361,234
Restricted	10,660,667	8,776,302	-	-	10,660,667	8,776,302
Unrestricted	2,206,906	(6,179,269)	(1,848,638)	(2,368,730)	358,268	(8,547,999)
Total net position	\$ 72,696,811	\$ 61,987,807	\$ 2,391,266	\$ 1,601,730	\$ 75,088,077	\$ 63,589,537

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.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Changes in Net Position

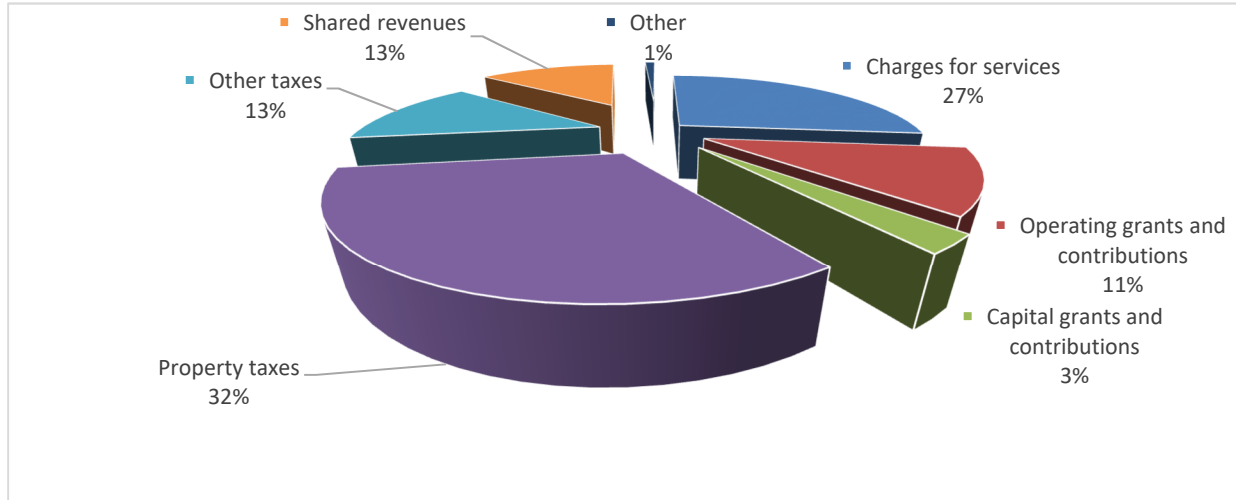
The following schedule provides a summary of the changes in net position.

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Program revenues:						
Charges for services	\$ 15,430,135	\$ 13,545,085	\$ 3,544,153	\$ 3,215,084	\$ 18,974,288	\$ 16,760,169
Operating grants and contributions	6,509,133	11,144,516	93,750	127,720	6,602,883	
Capital grants and contributions	1,635,070	2,659,321	21,660	-	1,656,730	2,659,321
General revenues:						
Property taxes	18,328,741	17,180,340	-	-	18,328,741	17,180,340
Other taxes	7,674,355	6,632,001	-	-	7,674,355	6,632,001
Shared revenues	7,579,660	6,500,488	-	-	7,579,660	6,500,488
Other	539,258	712,001	23,046	49,769	562,304	761,770
Total Revenues	57,696,352	58,373,752	3,682,609	3,392,573	61,378,961	61,766,325
Expenses						
General government	10,067,657	8,690,073	-	-	10,067,65	8,690,973
Public safety	22,217,944	27,164,957	-	-	22,217,944	27,164,957
Physical environment	1,037,088	50,957	2,985,613	3,207,953	4,022,701	3,258,910
Transportation	8,182,984	11,721,978	-	-	8,182,984	11,721,978
Economic environment	690,370	871,191	-	-	690,370	871,191
Human services	1,921,582	2,301,015	-	-	1,921,582	2,301,015
Culture and recreation	683,453	1,569,746	-	-	683,453	1,567,746
Court related	2,093,546	2,224,272	-	-	2,093,546	2,224,272
Interest on long-term debt	92,724	64,723	-	-	92,724	
Total Expenses	46,987,348	54,659,922	2,985,613	3,207,953	49,972,961	57,867,875
Change in net position before transfers	10,709,004	3,713,830	696,996	184,620	11,406,000	3,898,450
Transfers	-	-	-	-	-	-
Change in net position	10,709,004	3,713,830	696,996	184,620	11,406,000	3,898,450
Net position - beg of year, as previously reported	61,987,807	58,273,977	1,601,730	1,417,110	63,589,537	59,691,087
Restatement	-	-	92,540	-	92,540	-
Net position - beginning of year, as restated	61,987,807	58,273,977	1,694,270	1,417,110	63,682,077	59,691,087
Net position - end of year	\$ 72,696,811	\$ 61,987,807	\$ 2,391,266	\$ 1,601,730	\$ 75,088,077	\$ 63,589,537

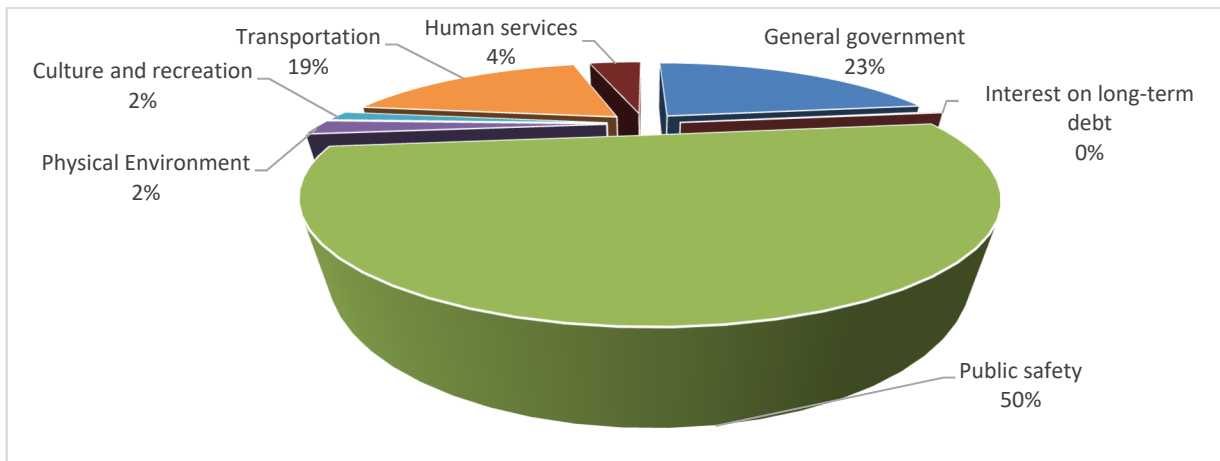
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Fiscal Year Ended September 2021

Revenues – Governmental Activities



Expenses – Governmental Activities



The most significant change in revenues was seen in operating grants and contributions, which decreased \$4.6 million, primarily related to a CARES Act Grant that had occurred in Fiscal Year 2020. 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 \$10.7 million, while business-type activities revenue were more than expenses and net transfers by \$0.7 million. Total expenses decreased approximately 13.6% (\$7.9 million) from the previous year.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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 2021, the County has six major governmental funds. They are: 1) General Fund; 2) Road & Bridge Fund; 3) Emergency Medical Services Fund; 4) 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 a decrease in fund balance of \$2,653,453. The total fund balance was \$11,086,200, of which \$1,162,916 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 \$1,914,494 at year-end. This was an increase of \$205,484 from the prior year.

The Emergency Medical Services Fund accounts for emergency transport and medical services. The fund had a total fund balance of \$1,895,748. This was an increase of \$852,391 from the prior year.

The Capital Projects Fund accounts for larger capital projects and purchases for the County. This project had a fund balance of \$14,098,729. This was an increase of \$8,871,709 from the prior year.

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 \$3,544,153 in the current year. This amount consists of \$1,251,748 generated by tipping and recycling fees and \$2,292,405 from landfill assessments. As of September 30, 2021, total net position was \$2,391,266, an increase of \$789,536 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 \$2,090,000. Budgeted expenditures exceeded actual by approximately \$878,000 primarily due to \$489,000 of

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

unexpended general government appropriations, \$259,000 of unexpended capital outlay appropriations, and \$723,000 of unexpended public safety appropriations offset by \$310,000 of expenditures over budget in Court related Expenses and \$280,000 of unbudgeted principal and interest for debt service.

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	
	2021	2020	2021	2020	2021	2020
Land	\$ 5,403,986	\$ 5,403,986	\$ 239,648	\$ 239,648	\$ 5,643,634	\$ 5,643,634
Buildings & Equipment	12,509,647	13,041,249	2,987,137	3,030,351	15,496,784	16,071,600
Infrastructure	7,071,357	6,395,625	1,013,119	700,461	8,084,476	7,096,086
Construction in progress	34,827,081	36,532,847	-	-	34,827,081	36,532,847
Capital assets, net	1,963,770	196,062	-	-	1,963,770	196,062
	\$ 61,775,841	\$ 61,569,769	\$ 4,239,904	\$ 3,970,460	\$ 66,015,745	\$ 65,540,229

The County's total investment in capital assets for both its governmental and business type activities as of September 30, 2021, was \$66,015,745 (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 approximately 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, 2021, the County's governmental outstanding long-term liabilities were \$18,449,553 and the business-type long-term liabilities were \$6,850,301. Approximately \$1.2 million of the governmental liabilities represents bonds secured by specific revenue sources as a method of repayment. The majority of the remaining balance, \$17.2 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.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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 2021.

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, 2021

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and equivalents	\$ 13,717,353	\$ 1,450,180	\$ 15,167,533
Investments	29,987,250	4,138,555	34,125,805
Accounts receivable, net	831,885	163,783	995,668
Due from other governments	2,857,282	6,155	2,863,437
Internal balances	20,847	(20,847)	-
Due from fiduciary funds	250,692	-	250,692
Prepaid expenses	24,526	-	24,526
Capital assets:			
Non-depreciable	7,367,756	239,648	7,607,404
Depreciable, net	54,408,085	4,000,256	58,408,341
Total assets	<u>\$ 109,465,676</u>	<u>\$ 9,977,730</u>	<u>\$ 119,443,406</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on bond refunding	\$ 48,680	\$ -	\$ 48,680
Deferred outflows related to pensions	7,782,944	283,965	8,066,909
Deferred outflows related to OPEB	707,272	59,225	766,497
Total deferred outflows	<u>\$ 8,538,896</u>	<u>\$ 343,190</u>	<u>\$ 8,882,086</u>
LIABILITIES			
Accounts payable and accrued liabilities	\$ 2,213,110	\$ 199,490	\$ 2,412,600
Deposits	33,069	500	33,569
Due to other governments	1,125,195	2,185	1,127,380
Accrued interest payable	11,402	-	11,402
Unearned revenue	24,720	737	25,457
Noncurrent liabilities:			
Due within one year	1,506,562	784,313	2,290,875
Due in more than one year	2,090,470	5,443,181	7,533,651
Total OPEB liability	2,397,616	168,384	2,566,000
Net pension liability	12,454,905	454,423	12,909,328
Total liabilities	<u>\$ 21,857,049</u>	<u>\$ 7,053,213</u>	<u>\$ 28,910,262</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	\$ 22,911,191	\$ 835,926	\$ 23,747,117
Deferred inflows related to OPEB	539,521	40,515	580,036
Total deferred inflows	<u>\$ 23,450,712</u>	<u>\$ 876,441</u>	<u>\$ 24,327,153</u>
NET POSITION			
Net investment in capital assets	\$ 59,829,238	\$ 4,239,904	\$ 64,069,142
Restricted for:			
Law enforcement	948,295	-	948,295
Fire and EMS	1,371,301	-	1,371,301
Roads and transportation	3,508,927	-	3,508,927
Economic environment	1,534,941	-	1,534,941
Mosquito control	27,109	-	27,109
Parks and recreation	168,516	-	168,516
Building department	384,976	-	384,976
Court costs	2,716,602	-	2,716,602
Unrestricted	2,206,906	(1,848,638)	358,268
Total net position	<u>\$ 72,696,811</u>	<u>\$ 2,391,266</u>	<u>\$ 75,088,077</u>

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, 2021**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 10,067,657	\$ 2,575,776	\$ 237,256	\$ -	\$ (7,254,625)	\$ -	\$ (7,254,625)
Public safety	22,217,944	11,067,579	1,017,296	23,315	(10,109,754)	-	(10,109,754)
Physical environment	1,037,088	24,902	660,547	-	(351,639)	-	(351,639)
Transportation	8,182,984	346,515	2,730,180	1,559,031	(3,547,258)	-	(3,547,258)
Economic environment	690,370	-	1,682,226	-	991,856	-	991,856
Human services	1,921,582	-	106,763	-	(1,814,819)	-	(1,814,819)
Culture and recreation	683,453	129,864	62,765	52,724	(438,100)	-	(438,100)
Court related	2,093,546	1,285,499	12,100	-	(795,947)	-	(795,947)
Interest on long-term debt	92,724	-	-	-	(92,724)	-	(92,724)
Total	46,987,348	15,430,135	6,509,133	1,635,070	(23,413,010)	-	(23,413,010)
Business-type activities:							
Landfill	2,985,613	3,544,153	93,750	21,660	-	673,950	673,950
Total primary government	<u>\$ 49,972,961</u>	<u>\$ 18,974,288</u>	<u>\$ 6,602,883</u>	<u>\$ 1,656,730</u>	<u>(23,413,010)</u>	<u>673,950</u>	<u>(22,739,060)</u>
General revenues:							
Property taxes					18,328,741	-	18,328,741
Sales taxes					4,706,832	-	4,706,832
Gas taxes					2,080,175	-	2,080,175
Tourist development tax					653,480	-	653,480
Communications service tax					139,193	-	139,193
Intergovernmental					7,674,335	-	7,674,335
Investment income					246,194	-	246,194
Miscellaneous					293,064	23,046	316,110
Total general revenues					<u>34,122,014</u>	<u>23,046</u>	<u>34,145,060</u>
Change in net position					<u>10,709,004</u>	<u>696,996</u>	<u>11,406,000</u>
Net position - beginning of year, as restated					<u>61,987,807</u>	<u>1,694,270</u>	<u>63,682,077</u>
Net position - end of year					<u>\$ 72,696,811</u>	<u>\$ 2,391,266</u>	<u>\$ 75,088,077</u>

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

**LEVY COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021**

	General Fund	Road and Bridge	Emergency Medical Services	Capital Projects	Nonmajor Governmental Funds	Total
ASSETS						
Cash and cash equivalents	\$ 3,794,479	\$ 298,221	\$ 391,073	\$ 414,781	\$ 8,818,799	\$ 13,717,353
Investments	7,201,222	1,065,621	1,161,255	13,683,948	6,875,204	29,987,250
Accounts receivable	1,183	105	821,673	-	8,924	831,885
Due from other governments	1,615,441	590,061	-	-	651,780	2,857,282
Prepaid items	13,617	-	10,500	-	409	24,526
Due from other funds	273,494	70,509	13,437	-	77,307	434,747
Total assets	<u>\$ 12,899,436</u>	<u>\$ 2,024,517</u>	<u>\$ 2,397,938</u>	<u>\$ 14,098,729</u>	<u>\$ 16,432,423</u>	<u>\$ 47,853,043</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES						
Liabilities						
Accounts payable and accrued expenses	\$ 1,454,503	\$ 109,355	\$ 88,014	\$ 32,847	\$ 528,391	\$ 2,213,110
Deposits	-	-	-	-	33,069	33,069
Due to other governments	212,175	619	2,530	-	909,871	1,125,195
Unearned revenue	24,720	-	-	-	-	24,720
Due to other funds	119,875	49	5,520	-	37,764	163,208
Total liabilities	<u>1,811,273</u>	<u>110,023</u>	<u>96,064</u>	<u>32,847</u>	<u>1,509,095</u>	<u>3,559,302</u>
Deferred inflows						
Unavailable revenues	1,963	-	406,126	-	53,535	461,624
Total deferred inflows	<u>1,963</u>	<u>-</u>	<u>406,126</u>	<u>-</u>	<u>53,535</u>	<u>461,624</u>
Fund balances						
Nonspendable:						
Prepays	13,617	-	10,500	-	409	24,526
Restricted for:						
Law enforcement	-	-	-	-	948,295	948,295
Fire and EMS	-	-	-	-	1,371,301	1,371,301
Roads and transportation	-	238,284	-	-	3,270,643	3,508,927
Economic environment	-	-	-	-	1,534,941	1,534,941
Mosquito control	-	-	-	-	27,109	27,109
Parks and recreation	-	-	-	-	168,516	168,516
Building department	-	-	-	-	384,976	384,976
Court costs	-	-	-	-	2,716,602	2,716,602
Assigned to:						
Law enforcement	-	-	-	-	44,175	44,175
Fire and EMS	-	-	1,885,248	-	783,923	2,669,171
Utility system	-	-	-	-	51,193	51,193
Roads and transportation	-	1,676,210	-	-	666,562	2,342,772
Debt service	-	-	-	-	389,454	389,454
Capital improvements	-	-	-	14,065,882	2,657,818	16,723,700
Court costs	62,916	-	-	-	-	62,916
Subsequent year's budget	1,110,000	-	-	-	-	1,110,000
Unassigned	9,899,667	-	-	-	(146,124)	9,753,543
Total fund balances	<u>11,086,200</u>	<u>1,914,494</u>	<u>1,895,748</u>	<u>14,065,882</u>	<u>14,869,793</u>	<u>43,832,117</u>
Total Liabilities, Deferred Inflows, and Fund Balances	<u>\$ 12,899,436</u>	<u>\$ 2,024,517</u>	<u>\$ 2,397,938</u>	<u>\$ 14,098,729</u>	<u>\$ 16,432,423</u>	<u>\$ 47,853,043</u>

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, 2021

Total fund balances - Governmental Funds **\$ 43,832,117**

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	270,452,336	
Less: accumulated depreciation	<u>(208,676,495)</u>	61,775,841

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	(12,454,905)	
Deferred outflows related to pensions	7,782,944	
Deferred inflows related to pensions	<u>(22,911,191)</u>	(27,583,152)

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	(2,397,616)	
Deferred outflows related to OPEB	707,272	
Deferred inflows related to OPEB	<u>(539,521)</u>	(2,229,865)

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.

461,624

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	48,680	
Notes payable	(1,160,568)	
Capital leases	(834,715)	
Accrued interest	(11,402)	
Compensated absences	<u>(1,601,749)</u>	(3,559,754)

Net position of governmental activities		<u><u>\$ 72,696,811</u></u>
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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, 2021

	General Fund	Road and Bridge	Emergency Medical Services	Capital Projects	Nonmajor Governmental Funds	Total
Revenues						
Taxes	\$ 22,794,087	\$ 2,282,967	\$ -	\$ -	\$ 653,480	\$ 25,730,534
Permit, fees, and special assessments	-	19,350	3,620,381	-	3,949,421	7,589,152
Intergovernmental	11,444,848	2,148,729	23,520	-	5,995,514	19,612,611
Charges for services	4,518,442	-	2,738,125	-	1,525,094	8,781,661
Fines and forfeitures	5,557	-	-	-	185,656	191,213
Miscellaneous revenues	538,893	723,448	877	3,393	153,914	1,420,525
Total revenues	<u>39,301,827</u>	<u>5,174,494</u>	<u>6,382,903</u>	<u>3,393</u>	<u>12,463,079</u>	<u>63,325,696</u>
Expenditures						
Current:						
General government	9,705,984	-	-	305,678	1,218,055	11,229,717
Public safety	15,101,635	-	5,385,795	265,829	3,248,109	24,001,368
Physical environment	551,619	-	-	-	472,643	1,024,262
Economic environment	190,202	-	-	-	514,626	704,828
Transportation	-	5,118,470	-	-	2,200,856	7,319,326
Human services	1,905,136	-	-	-	47,666	1,952,802
Culture and recreation	526,324	-	-	17,615	123,980	667,919
Court related	541,111	-	-	-	1,264,924	1,806,035
Capital outlay	416,183	-	866,659	346,249	712,920	2,342,011
Debt service:						
Principal	266,491	-	89,751	176,686	545,000	1,077,928
Interest	15,323	-	22,287	8,550	41,047	87,207
Total expenditures	<u>29,220,008</u>	<u>5,118,470</u>	<u>6,364,492</u>	<u>1,120,607</u>	<u>10,389,826</u>	<u>52,213,403</u>
Excess (deficiency) of revenues over expenditures	<u>10,081,819</u>	<u>56,024</u>	<u>18,411</u>	<u>(1,117,214)</u>	<u>2,073,253</u>	<u>11,112,293</u>
Other financing sources (uses)						
Transfers in	188,656	599,460	-	10,027,439	2,895,734	13,711,289
Transfers out	(12,921,690)	(450,000)	-	-	(339,599)	(13,711,289)
Other external reversion	(2,238)	-	-	-	(329,877)	(332,115)
Issuance of debt and capital leases	-	-	833,980	-	-	833,980
Total other financing sources (uses)	<u>(12,735,272)</u>	<u>149,460</u>	<u>833,980</u>	<u>10,027,439</u>	<u>2,226,258</u>	<u>501,865</u>
Net change in fund balances	<u>(2,653,453)</u>	<u>205,484</u>	<u>852,391</u>	<u>8,910,225</u>	<u>4,299,511</u>	<u>11,614,158</u>
Fund balance, beginning of year	13,739,653	1,709,010	1,043,357	5,155,657	10,570,282	32,217,959
Fund balance, end of year	<u>\$ 11,086,200</u>	<u>\$ 1,914,494</u>	<u>\$ 1,895,748</u>	<u>\$ 14,065,882</u>	<u>\$ 14,869,793</u>	<u>\$ 43,832,117</u>

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, 2021

Net change in fund balances-total governmental funds **\$ 11,614,158**

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	5,756,628
Gain/(loss) on disposal of capital assets	(10,574)
Depreciation expense	(5,539,982)

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	1,077,928
Issuance of long-term debt	(833,980)

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	(4,090,949)
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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	(33,691)
Accrued interest payable	(2,511)
Net amortization of premiums (discounts) on long-term debt	(11,556)
Total OPEB liability and related items	(214,624)
Net pension liability and related items	2,998,157

Change in net position of governmental activities	\$ 10,709,004
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The accompanying notes to financial statements
are an integral part of this statement.

**LEVY COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUND
SEPTEMBER 30, 2021**

	Landfill Fund
ASSETS	
Cash and cash equivalents	\$ 427,962
Investments	2,486,559
Accounts receivable, net	163,783
Due from other governments	6,155
Due from other funds	8,865
Restricted current assets	
Cash and cash equivalents	747,622
Total current assets	<u>3,840,946</u>
Noncurrent assets:	
Restricted investments	1,651,996
Restricted cash and cash equivalents	274,596
Capital assets:	
Land	239,648
Building and improvements	4,157,087
Machinery and equipment	3,176,648
Accumulated depreciation	(3,333,479)
Total capital assets, net	<u>4,239,904</u>
Total noncurrent assets	<u>6,166,496</u>
Total assets	<u><u>\$ 10,007,442</u></u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions	\$ 283,965
Deferred outflows related to OPEB	59,225
Total deferred outflows of resources	<u><u>\$ 343,190</u></u>
LIABILITIES	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 199,490
Deposits	500
Due to other governments	2,185
Unearned revenue	737
Due to other funds	29,712
Compensated absences	36,691
Landfill closure and long-term care liability	747,622
Total current liabilities	<u>1,016,937</u>
Noncurrent liabilities:	
Compensated absences	47,741
Total OPEB liability	168,384
Net pension liability	454,423
Landfill closure and long-term care liability	5,395,440
Total noncurrent liabilities	<u>6,065,988</u>
Total liabilities	<u><u>\$ 7,082,925</u></u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions	\$ 835,926
Deferred inflows related to OPEB	40,515
Total deferred inflows of resources	<u><u>\$ 876,441</u></u>
NET POSITION	
Net investment in capital assets	\$ 4,239,904
Unrestricted	(1,848,638)
Total net position	<u><u>\$ 2,391,266</u></u>

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, 2021

	Landfill Fund
Operating revenues	
Charges for services	\$ 1,251,748
Landfill assessments	2,292,405
Total operating revenues	<u>3,544,153</u>
Operating expenses	
Personal services	976,974
Operating expenses	1,453,703
Closure and long-term costs	268,056
Depreciation	286,880
Total operating expenses	<u>2,985,613</u>
Operating income (loss)	<u>558,540</u>
Nonoperating revenues (expenses)	
Interest earnings	7,452
Intergovernmental grants	93,750
Miscellaneous income	15,594
Total nonoperating revenues (expenses)	<u>116,796</u>
Income (loss) before contributions and transfers	<u>675,336</u>
Capital grants	21,660
Change in net position	<u>696,996</u>
Net position , beginning of year, as restated	1,694,270
Net position , end of year	<u><u>\$ 2,391,266</u></u>

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, 2021**

	Landfill Fund
Cash flows from operating activities	
Cash received from customers	\$ 3,543,673
Cash paid to employees	(1,041,718)
Cash paid to suppliers	(1,391,999)
Other receipts	15,594
Net cash provided by (used in) operating activities	<u>1,125,550</u>
Cash flows from noncapital financing activities	
Intergovernmental grant proceeds	93,750
Interfund loans	17,643
Net cash provided by (used in) noncapital financing activities	<u>111,393</u>
Cash flows from capital and related financing activities	
Acquisition and construction of capital assets	(556,324)
Capital grants	21,660
Net cash provided by (used in) capital and related financing activities	<u>(534,664)</u>
Cash flows from investing activities	
Interest received	6,171
Purchases of investments	(604,786)
Net cash provided by (used in) investing activities	<u>(598,615)</u>
Net change in cash and cash equivalents	<u>103,664</u>
Cash and cash equivalents, beginning of year	1,253,976
Cash and cash equivalents, end of year	<u><u>\$ 1,357,640</u></u>
Cash and cash equivalents classified as:	
Unrestricted	\$ 427,962
Restricted	1,022,218
Total cash and cash equivalents	<u><u>\$ 1,450,180</u></u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating income (loss)	\$ 558,540
Adjustments to reconcile net operating income (loss) to net cash provided by (used in) operating activities:	
Depreciation	286,880
Nonoperating revenues (expenses)	15,594
Changes in assets and liabilities:	
Accounts receivable	3,878
Due from other governments	(5,595)
Accounts payable and accrued liabilities	61,704
Deposits	500
Unearned revenue	737
Compensated absences	(9,945)
Net pension liability	(78,649)
Landfill closure and long-term care liability	268,056
Total OPEB liability	23,850
Net cash provided by (used in) operating activities	<u><u>\$ 1,125,550</u></u>

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, 2021

	<u>Custodial Funds</u>
ASSETS	
Cash and equivalents	\$ 3,875,515
Due from other funds	312
Total assets	<u><u>\$ 3,875,827</u></u>
LIABILITIES	
Accounts payable and accrued expenses	\$ 159,694
Due to other funds	251,004
Due to other governments	2,698,759
Total liabilities	<u><u>\$ 3,109,457</u></u>
NET POSITION	<u><u>\$ 766,370</u></u>

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

LEVY COUNTY, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2021

	<u>Custodial Funds</u>
Additions	
Taxes	\$ 49,578,417
Charges for services	355,762
Permits, fees, and special assessments	10,715,633
Court related	7,092,373
Total additions	<u>67,742,185</u>
Deductions	
Court related payments	7,109,953
Payments to individuals	4,566,391
Payments to other governments	28,239,465
Payments to BOCC	26,182,722
Payments to constitutional officers	1,747,649
Total deductions	<u>67,846,180</u>
Net change in fiduciary net position	<u>(103,995)</u>
Net position, beginning of year	870,365
Net position, end of year	<u><u>\$ 766,370</u></u>

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

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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.

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:

Custodial Funds - Custodial funds are used to account for assets held by the County in a custodial or trustee capacity. Custodial 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.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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:

<u>Assets</u>	<u>Years</u>
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.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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, 2021, 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 48 days. A copy of FLGIT's most recent financial statements can be found at <http://floridatrustonline.com>. At September 30, 2021, the County had \$26,061,756 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, 2021, 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 49 days. At September 30, 2021, the County had \$8,886 invested with Florida PRIME.

As of September 30, 2021, the County held \$8,055,163 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.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(4) Interfund Balances and Transfers:

The County makes routine transfers between its funds in the course of the fiscal year. The principal 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, 2021, interfund balances consisted of:

Due to Other Funds	Due from Other Funds						Total
	General Fund	Road and Bridge	Emergency Medical Services	Nonmajor Governmental	Landfill	Fiduciary Funds	
Governmental Funds							
General Fund	\$ -	\$ 19,954	\$ 13,437	\$ 77,307	\$ 8,865	\$ 312	\$ 119,875
Road and Bridge	49	-	-	-	-	-	49
Emergency Medical Services	-	5,520	-	-	-	-	5,520
Nonmajor Governmental	22,441	15,323	-	-	-	-	37,764
Proprietary Funds							
Landfill	-	29,712	-	-	-	-	29,712
Fiduciary Funds	251,004	-	-	-	-	-	251,004
Total	<u>\$ 273,494</u>	<u>\$ 70,509</u>	<u>\$ 13,437</u>	<u>\$ 77,307</u>	<u>\$ 8,865</u>	<u>\$ 312</u>	<u>\$ 443,924</u>

Transfers from/to other funds for the year ended September 30, 2021, were as follows:

Transfers Out	Transfers In				Total
	General Fund	Road and Bridge	Capital Projects	Nonmajor Governmental	
Governmental Funds					
General Fund	\$ -	\$ 599,460	\$ 10,027,439	\$ -	\$ 10,626,899
Road and Bridge	-	-	-	2,350,000	2,350,000
Nonmajor Governmental	188,656	-	-	545,734	734,390
Total	<u>\$ 188,656</u>	<u>\$ 599,460</u>	<u>\$ 10,027,439</u>	<u>\$ 2,895,734</u>	<u>\$ 13,711,289</u>

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.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(5) Capital Assets:

Capital asset activity for the fiscal year ended September 30, 2021, was as follows:

Governmental activities:	Balance 09/30/20	Increases	Decreases	Balance 09/30/21
Capital assets not being depreciated:				
Land	\$ 5,403,986	\$ -	\$ -	\$ 5,403,986
Construction in progress	196,062	1,767,708	-	1,963,770
Total assets not being depreciated	<u>5,600,048</u>	<u>1,767,708</u>	<u>-</u>	<u>7,367,756</u>
Capital assets being depreciated:				
Buildings and Improvements	23,455,121	7,735	(8,054)	23,454,802
Infrastructure	211,103,820	2,047,874	-	213,151,694
Machinery and Equipment	<u>24,963,770</u>	<u>1,933,311</u>	<u>(418,997)</u>	<u>26,478,084</u>
Total assets being depreciated	<u>259,522,711</u>	<u>3,988,920</u>	<u>(427,051)</u>	<u>263,084,580</u>
Less accumulated depreciation for:				
Buildings and Improvements	(10,413,872)	(537,055)	5,772	(10,945,155)
Infrastructure	(174,570,973)	(3,753,640)	-	(178,324,613)
Machinery and Equipment	<u>(18,568,145)</u>	<u>(1,249,287)</u>	<u>410,705</u>	<u>(19,406,727)</u>
Less: accumulated depreciation	<u>(203,552,990)</u>	<u>(5,539,982)</u>	<u>416,477</u>	<u>(208,676,495)</u>
Total capital assets being depreciated, net	<u>55,969,721</u>	<u>(1,551,062)</u>	<u>(10,574)</u>	<u>54,408,085</u>
Governmental activities capital assets, net	<u>\$ 61,569,769</u>	<u>\$ 216,646</u>	<u>\$ (10,574)</u>	<u>\$ 61,775,841</u>
Business-type activities:				
	Balance 09/30/20	Increases	Decreases	Balance 09/30/21
Capital assets not being depreciated:				
Land	\$ 239,648	\$ -	\$ -	\$ 239,648
Total assets not being depreciated	<u>239,648</u>	<u>-</u>	<u>-</u>	<u>239,648</u>
Capital assets being depreciated:				
Buildings and Improvements	4,102,119	58,600	(3,632)	4,157,087
Machinery and Equipment	<u>2,993,440</u>	<u>558,233</u>	<u>(375,025)</u>	<u>3,176,648</u>
Total assets being depreciated	<u>7,095,559</u>	<u>616,833</u>	<u>(378,657)</u>	<u>7,333,735</u>
Less accumulated depreciation for:				
Buildings and Improvements	(1,071,768)	(98,182)	-	(1,169,950)
Machinery and Equipment	<u>(2,292,979)</u>	<u>(239,835)</u>	<u>369,285</u>	<u>(2,163,529)</u>
Less: accumulated depreciation	<u>(3,364,747)</u>	<u>(338,017)</u>	<u>369,285</u>	<u>(3,333,479)</u>
Total capital assets being depreciated, net	<u>3,730,812</u>	<u>278,816</u>	<u>(9,372)</u>	<u>4,000,256</u>
Business-type activities capital assets, net	<u>\$ 3,970,460</u>	<u>\$ 278,816</u>	<u>\$ (9,372)</u>	<u>\$ 4,239,904</u>

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(5) Capital Assets: (Continued)

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

Governmental activities	
General Government	\$ 925,906
Public Safety	503,098
Transportation	4,056,378
Human Services	42,325
Culture and Recreation	12,275
Total depreciation expense-governmental activities	<u>\$ 5,539,982</u>
Business-type activities	
Landfill	\$ 286,880
Total depreciation expense-business-type activities	<u>\$ 286,880</u>

(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, 2021:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable	\$ 2,225,000	\$ -	\$ 545,000	\$ 1,135,000	\$ 560,000
Less deferred amount:					
Bond premium	38,352	-	12,784	25,568	-
Total bonds payable	1,718,352	-	557,784	1,160,568	560,000
Capital leases	533,663	833,980	532,928	834,715	296,160
Compensated absences	1,568,058	1,839,192	1,805,501	1,601,749	650,402
Governmental activities - Total Long-Term Liabilities	<u>\$ 3,820,073</u>	<u>\$ 2,673,172</u>	<u>\$ 2,896,213</u>	<u>\$ 3,597,032</u>	<u>\$ 1,506,562</u>
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Business-type activities:					
Accrued landfill closure and long-term care costs	\$ 5,875,006	\$ 268,056	\$ -	\$ 6,143,062	\$ 747,622
Compensated absences	94,377	58,393	68,338	84,432	36,691
Business-type activities - Total Long-Term Liabilities	<u>\$ 5,969,383</u>	<u>\$ 326,449</u>	<u>\$ 68,338</u>	<u>\$ 6,227,494</u>	<u>\$ 784,313</u>

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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 \$1,172,634. During 2021, \$2,246,142 of half-cent sales tax revenue was recognized and \$586,047 was paid for debt service.

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

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 560,000	\$ 24,697	\$ 584,697
2023	575,000	12,937	587,937
Total	<u><u>\$ 1,135,000</u></u>	<u><u>\$ 37,634</u></u>	<u><u>\$ 1,172,634</u></u>

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, 2021, are as follows:

<u>Year Ending September 30,</u>	<u>Payment</u>
2022	\$ 317,454
2023	224,076
2024	224,076
2025	112,038
Total Minimum Lease Payments	877,644
Less: Amount Representing Interest	42,929
Present Value of Minimum Lease Payments	<u><u>\$ 834,715</u></u>

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

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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, 2021, the County has accrued \$747,622 for such estimated costs for the Class III Landfill Trench 2. These closure costs have been accrued based on 44% 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 \$6,143,062 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, 2021, cash and investments of approximately \$2,674,214 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.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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, 2021, as follows (contribution rates are in agreement with the actuarially determined rates):

<u>FRS Membership Plan & Class</u>	<u>Through June 30, 2021</u>	<u>After June 30, 2021</u>
Regular Class	10.00%	10.82%
Senior Management (SMSC)	27.29%	29.01%
Special Risk	24.45%	25.89%
Elected Official Class	49.18%	51.42%

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

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(8) Employees' Retirement Plans: (Continued)

For the plan year ended June 30, 2021, actual contributions made for employees participating in FRS and HIS were as follows:

Entity Contributions – FRS	\$ 3,028,444
Entity Contributions – HIS	330,850
Employee Contributions – FRS	597,921

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

At September 30, 2021, the entity reported a liability related to FRS and HIS as follows:

<u>Plan</u>	<u>Net Pension Liability</u>
FRS	\$ 6,005,000
HIS	6,904,328
Total	<u>\$ 12,909,328</u>

The net pension liability was measured as of June 30, 2021, 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, 2021 and June 30, 2020, the County's proportionate share of the FRS and HIS net pension liabilities were as follows:

<u>Plan</u>	<u>2021</u>	<u>2020</u>
FRS	0.079495745%	0.084952899%
HIS	0.056286031%	0.054282997%

For the year ended June 30, 2021, pension expense was recognized related to the FRS and HIS plans as follows:

FRS	\$ (182,664)
HIS	569,396
Total	<u>\$ 386,732</u>

Deferred outflows/inflows related to pensions:

At September 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>FRS</u>		<u>HIS</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,029,267	\$ -	\$ 231,036	\$ (2,892)
Changes of assumptions	4,108,919	-	542,526	(284,476)
Net different between projected and actual investment earnings	-	(20,949,936)	7,198	-
Change in proportionate share	810,811	(2,274,341)	444,802	(235,472)
Contributions subsequent to measurement date	809,643	-	82,707	-
	<u>\$ 6,758,640</u>	<u>\$(23,224,277)</u>	<u>\$ 1,308,269</u>	<u>\$ (522,840)</u>

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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, 2022.

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:

	FRS	HIS	Total
2022	\$ (3,084,268)	\$ 194,393	\$ (2,889,875)
2023	(3,576,312)	80,133	(3,496,179)
2024	(4,606,969)	125,984	(4,480,985)
2025	(5,832,409)	156,260	(5,676,149)
2026	(175,322)	116,336	(58,986)
Thereafter	-	29,616	29,616
Total	\$ (17,275,280)	\$ 702,722	\$ (16,572,558)

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%. 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 2.16% was used to determine the total pension for the program. This rate decreased from the prior year rate, which was 2.21%. 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 2021, 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.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Annual Arithmetic Expected Rate of Return</u>
Cash	1.0%	2.1%
Fixed income	20.0%	3.8%
Global equities	54.2%	8.2%
Real estate	10.3%	7.1%
Private equity	10.8%	11.7%
Strategic investments	3.7%	5.7%
Total	<u>100.0%</u>	

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:

<u>Plan</u>	<u>Current Discount Rate</u>	<u>NPL with 1% Decrease</u>	<u>NPL at Current Discount Rate</u>	<u>NPL with 1% Increase</u>
FRS	6.80%	\$ 26,854,763	\$ 6,005,000	\$ (11,423,064)
HIS	2.16%	7,982,072	6,904,328	6,021,358

(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, 2021, the date of the latest actuarial valuation, plan participation consisted of the following:

Active Employees	255
Inactive Employees	0
	<u>255</u>

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

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

Total OPEB Liability—The County's total OPEB liability of \$1,966,000 was measured as of September 30, 2021, and was determined by an actuarial valuation at September 30, 2021.

Actuarial Assumptions and Other Inputs—The total OPEB liability at the September 30, 2021 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 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, 2021.

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, 2021, were as follows:

	Total OPEB Liability
Balance at September 30, 2020	\$ 1,750,182
Changes for a year:	
Service cost	151,499
Interest	41,782
Differences between expected and actual experience	-
Changes of assumptions	26,395
Benefit payments – implicit rate subsidy	(4,072)
Net changes	215,804
Balance at September 30, 2021	\$ 1,965,986

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 2.15%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1% lower (1.15%) or 1% higher (3.15%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	\$ 2,484,000	\$ 1,965,986	\$ 1,575,000

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 (4.50%) or 1% higher (6.50%) than the current healthcare cost trend rates (5.50%):

	1% Decrease	Current Trend Rates	1% Increase
Total OPEB Liability	\$ 1,499,000	\$ 1,965,986	\$ 2,618,000

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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, 2021, the County recognized OPEB expense of \$210,000. At September 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of assumptions	\$ 691,497	\$ 100,642
Differences between expected and actual experience	-	372,394
Total	<u>\$ 691,497</u>	<u>\$ 473,036</u>

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

<u>Year ended September 30:</u>	<u>Amortization</u>
2022	\$ 16,869
2023	16,869
2024	16,869
2025	16,869
2026	16,869
Thereafter	134,116

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 Sheriff's Office. 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, 2020, the date of the latest actuarial valuation, plan participation consisted of the following:

Active Employees	164
Inactive Employees	6
	<u>170</u>

Total OPEB Liability—The Office's total OPEB liability of \$600,000 was measured as of September 30, 2021, and was determined by an actuarial valuation at October 1, 2020.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

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

Actuarial Assumptions and Other Inputs—The total OPEB liability at the September 30, 2021 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	2.41%
Healthcare cost trend rate	6.75%
Retirees' share of benefit-related costs	100.00%

The County does not 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, 2021.

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-2020.

Changes in the OPEB liability for the fiscal year ended September 30, 2021, were as follows:

	Total OPEB Liability
Balance at September 30, 2020	\$ 533,000
Changes for a year:	
Service cost	57,000
Interest	16,000
Differences between expected and actual experience	11,000
Contributions - employer	(34,000)
Changes of assumptions	17,000
Net changes	67,000
Balance at September 30, 2021	\$ 600,000

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 2.41%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1% lower (1.41%) or 1% higher (3.41%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	\$ 651,000	\$ 600,000	\$ 552,000

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 (5.75%) or 1% higher (7.75%) than the current healthcare cost trend rates (6.75%):

	1% Decrease	Current Trend Rates	1% Increase
Total OPEB Liability	\$ 525,000	\$ 600,000	\$ 690,000

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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, 2021, the County recognized OPEB expense of \$6,000. At September 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 25,000	\$ 96,000
Changes of assumptions	50,000	11,000
Total	<u>\$ 75,000</u>	<u>\$ 107,000</u>

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

<u>Year ended September 30:</u>	<u>Amortization</u>
2022	\$ (7,000)
2023	(7,000)
2024	(7,000)
2025	(7,000)
2026	(7,000)
Thereafter	3,000

(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. 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.
- (b) GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*, in May 2020. provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The provisions in GASB 96 are effective for periods beginning after June 15, 2022.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(11) Prior Period Restatement:

Subsequent to issuance of the September 30, 2020, financial statements, management became aware of prior year expenditures which were not included in construction in progress (CIP). The impact of the overstatement of expenditures had the effects on beginning net position and fund balance as follows:

	<u>Fund Balance</u>	<u>Net Position</u>
	<u>Landfill Fund</u>	<u>Business-Type Activities</u>
Net position / fund balance – 9/30/20, originally reported	\$ 1,601,730	\$ 1,601,730
CIP expenditure adjustment	92,540	92,540
Net position / fund balance – 9/30/20, as restated	<u>\$ 1,694,270</u>	<u>\$ 1,694,270</u>

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, 2021
(UNAUDITED)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Taxes	\$ 22,296,980	\$ 22,296,980	\$ 22,794,087	\$ 497,107
Intergovernmental	5,658,235	10,529,683	11,444,848	915,165
Charges for services	3,843,240	4,054,094	4,518,442	464,348
Fines and forfeitures	5,300	5,300	5,557	257
Miscellaneous revenues	329,858	329,858	538,893	209,035
Total revenues	32,133,613	37,215,915	39,301,827	2,085,912
Expenditures				
Current:				
General government	9,907,327	10,194,987	9,705,984	489,003
Public safety	15,765,788	15,825,075	15,101,635	723,440
Physical environment	650,723	560,723	551,619	9,104
Economic environment	246,755	200,755	190,202	10,553
Human services	2,055,587	1,808,587	1,905,136	(96,549)
Culture and recreation	633,710	601,709	526,324	75,385
Court related	222,762	230,901	541,111	(310,210)
Capital outlay	73,717	675,604	416,183	259,421
Debt service:				
Principal	-	-	266,491	(266,491)
Interest	-	-	15,323	(15,323)
Total expenditures	29,556,369	30,098,341	29,220,008	878,333
Excess (deficiency) of revenues over expenditures	2,577,244	7,117,574	10,081,819	2,964,245
Other financing sources (uses)				
Transfers in	-	-	188,656	188,656
Transfers out	(3,618,069)	(12,909,016)	(12,921,690)	(12,674)
Other external reversion	-	-	(2,238)	(2,238)
Issuance of debt and capital leases	-	-	-	-
Total other financing sources (uses)	(3,618,069)	(12,909,016)	(12,735,272)	173,744
Net change in fund balance	(1,040,825)	(5,791,442)	(2,653,453)	3,137,989
Fund balance, beginning of year	13,739,653	13,739,653	13,739,653	-
Fund balance, end of year	\$ 12,698,828	\$ 7,948,211	\$ 11,086,200	\$ 3,137,989

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, 2021
(UNAUDITED)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Taxes	\$ 2,070,000	\$ 2,070,000	\$ 2,282,967	\$ 212,967
Permit, fees, and special assessments	10,000	10,000	19,350	9,350
Intergovernmental	3,232,375	3,252,495	2,148,729	(1,103,766)
Miscellaneous revenues	806,000	806,000	723,448	(82,552)
Total revenues	<u>6,118,375</u>	<u>6,138,495</u>	<u>5,174,494</u>	<u>(964,001)</u>
Expenditures				
Current:				
Transportation	5,361,432	5,369,432	5,118,470	250,962
Capital outlay	1,138,250	1,150,370	-	1,150,370
Total expenditures	<u>6,499,682</u>	<u>6,519,802</u>	<u>5,118,470</u>	<u>1,401,332</u>
Excess (deficiency) of revenues over expenditures	<u>(381,307)</u>	<u>(381,307)</u>	<u>56,024</u>	<u>437,331</u>
Other financing sources (uses)				
Transfers in	600,000	600,000	599,460	(540)
Transfers out	(200,000)	(450,000)	(450,000)	-
Total other financing sources (uses)	<u>400,000</u>	<u>150,000</u>	<u>149,460</u>	<u>(540)</u>
Net change in fund balance	<u>18,693</u>	<u>(231,307)</u>	<u>205,484</u>	<u>436,791</u>
Fund balance, beginning of year	1,709,010	1,709,010	1,709,010	-
Fund balance, end of year	<u>\$ 1,727,703</u>	<u>\$ 1,477,703</u>	<u>\$ 1,914,494</u>	<u>\$ 436,791</u>

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, 2021
(UNAUDITED)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Licenses and permits	\$ 3,757,028	\$ 3,757,028	\$ 3,620,381	\$ (136,647)
Intergovernmental	-	24,629	23,520	(1,109)
Charges for services	2,410,000	2,449,591	2,738,125	288,534
Miscellaneous revenues	9,700	9,700	877	(8,823)
Total revenues	<u>6,176,728</u>	<u>6,240,948</u>	<u>6,382,903</u>	<u>141,955</u>
Expenditures				
Current:				
Public safety	5,533,249	5,857,069	5,385,795	471,274
Capital outlay	100,000	957,380	866,659	90,721
Debt service:				
Principal	199,533	199,533	89,751	109,782
Interest	26,800	26,800	22,287	4,513
Total expenditures	<u>5,859,582</u>	<u>7,040,782</u>	<u>6,364,492</u>	<u>676,290</u>
Excess (deficiency) of revenues over (under) expenditures	<u>317,146</u>	<u>(799,834)</u>	<u>18,411</u>	<u>818,245</u>
Other financing sources (uses)				
Issuance of debt	-	833,980	833,980	-
Total other financing sources (uses)	<u>-</u>	<u>833,980</u>	<u>833,980</u>	<u>-</u>
Net change in fund balance	<u>317,146</u>	<u>34,146</u>	<u>852,391</u>	<u>818,245</u>
Fund balance, beginning of year	1,043,357	1,043,357	1,043,357	-
Fund balance, end of year	<u>\$ 1,360,503</u>	<u>\$ 1,077,503</u>	<u>\$ 1,895,748</u>	<u>\$ 818,245</u>

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, 2021
(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)

	2021	2020	2019	2018
County and All Officers (Except Sheriff) Plan				
Total OPEB Liability				
Service cost	\$ 151,499	\$ 83,758	\$ 51,797	\$ 49,719
Interest	41,982	47,521	50,601	52,895
Difference between expected and actual experience	-	(432,172)	-	(136,131)
Changes of assumptions	26,395	348,962	455,245	-
Benefit payments - implicit rate subsidy	(4,072)	(1,300)	(25,979)	(20,947)
Net change in total OPEB liability	215,804	46,769	531,664	(54,464)
Total OPEB liability - beginning of year	1,750,182	1,703,413	1,171,749	1,226,213
Total OPEB liability - end of year	\$ 1,965,986	\$ 1,750,182	\$ 1,703,413	\$ 1,171,749
Covered payroll	\$ 11,184,000	\$ 10,858,403	\$ 9,942,000	\$ 9,652,280
Total OPEB liability as a percentage of covered payroll	17.58%	16.12%	17.13%	12.14%
Sheriff Plan				
Total OPEB Liability				
Service cost	\$ 57,000	\$ 36,000	\$ 35,000	\$ 33,000
Interest	16,000	23,000	19,000	18,000
Difference between expected and actual experience	11,000	(126,000)	21,000	-
Changes of assumptions	17,000	45,000	-	-
Benefit payments - implicit rate subsidy	(34,000)	(3,000)	(6,000)	(30,000)
Other changes	-	-	(17,000)	-
Net change in total OPEB liability	67,000	(25,000)	52,000	21,000
Total OPEB liability - beginning of year	533,000	558,000	506,000	485,000
Total OPEB liability - end of year	\$ 600,000	\$ 533,000	\$ 558,000	\$ 506,000
Covered payroll	\$ 7,281,000	\$ 7,251,000	\$ 5,653,000	\$ 5,653,000
Total OPEB liability as a percentage of covered payroll	8.24%	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	2.15%	2.21%	2.66%	3.63%
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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	2.41%	2.75%	3.83%	3.50%
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*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,						
	2021	2020	2019	2018	2017	2016	2015
Florida Retirement System (FRS)							
Proportion of the net pension liability	0.079495745%	0.084952899%	0.085883231%	0.084683157%	0.085023408%	0.086861752%	0.080476893%
Proportionate share of the net pension liability	\$ 6,005,000	\$ 36,819,838	\$ 29,576,989	\$ 25,507,006	\$ 25,157,986	\$ 21,932,661	\$ 10,394,670
Covered payroll	19,930,709	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	30.13%	195.39%	160.96%	143.56%	146.93%	137.18%	69.56%
Plan fiduciary net position as a percentage of the total pension liability	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%
Health Insurance Subsidy Program (HIS)							
Proportion of the net pension liability	0.056286031%	0.054282997%	0.054930918%	0.054060612%	0.054061523%	0.054435820%	0.052796169%
Proportionate share of the net pension liability	\$ 6,904,328	\$ 6,627,866	\$ 6,146,220	\$ 5,721,836	\$ 5,780,508	\$ 6,344,269	\$ 5,384,379
Covered payroll	19,930,709	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	34.64%	35.17%	33.45%	32.20%	33.76%	39.68%	36.03%
Plan fiduciary net position as a percentage of the total pension liability	3.56%	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)

	For the Fiscal Year Ended September 30,						
	2021	2020	2019	2018	2017	2016	2015
Florida Retirement System (FRS)							
Contractually required contribution	\$ 3,128,949	\$ 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	(3,128,949)	(2,822,608)	(2,663,000)	(2,207,043)	(2,250,503)	(2,198,265)	(1,942,425)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 20,155,830	\$ 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	15.52%	14.98%	14.49%	12.42%	13.14%	13.75%	13.00%
Health Insurance Subsidy Program (HIS)							
Contractually required contribution	\$ 334,587	\$ 312,807	\$ 305,026	\$ 294,934	\$ 284,238	\$ 265,407	\$ 188,297
Contributions in relation to the contractually required contribution	(334,587)	(312,807)	(305,026)	(294,934)	(284,238)	(265,407)	(188,297)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 20,155,830	\$ 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%	1.66%	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, 2021**

	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	\$ 1,933,142	\$ 228,903	\$ 1,297,889	\$ 141,526	\$ 165,897	\$ 27,122	\$ 3,794,479	\$ -	\$ 3,794,479
Investments	7,201,222	-	-	-	-	-	7,201,222	-	7,201,222
Accounts receivable	106	-	-	-	1,077	-	1,183	-	1,183
Due from other governments	1,555,334	13,923	44,241	665	-	1,278	1,615,441	-	1,615,441
Prepaid items	2,857	-	-	-	10,760	-	13,617	-	13,617
Due from constitutional officers	1,072,942	-	7,596	-	-	-	1,080,538	(1,080,538)	-
Due from other funds	-	23,451	-	80,471	-	-	103,922	169,572	273,494
Total assets	<u>\$ 11,765,603</u>	<u>\$ 266,277</u>	<u>\$ 1,349,726</u>	<u>\$ 222,662</u>	<u>\$ 177,734</u>	<u>\$ 28,400</u>	<u>\$ 13,810,402</u>	<u>\$ (910,966)</u>	<u>\$ 12,899,436</u>
LIABILITIES AND FUND BALANCES									
Liabilities									
Accounts payable and accrued expenses	\$ 513,577	\$ 27,225	\$ 894,301	\$ 4,994	\$ 68	\$ 14,338	\$ 1,454,503	\$ -	\$ 1,454,503
Deposits	-	-	-	-	-	-	-	-	-
Due to other governments	205,542	-	-	2,238	4,395	-	212,175	-	212,175
Due to Board of County Commissioners	1,348	176,136	455,425	190,710	173,271	14,062	1,010,952	(1,010,952)	-
Unearned revenue	-	-	-	24,720	-	-	24,720	-	24,720
Due to other funds	19,889	-	-	-	-	-	19,889	99,986	119,875
Total liabilities	<u>740,356</u>	<u>203,361</u>	<u>1,349,726</u>	<u>222,662</u>	<u>177,734</u>	<u>28,400</u>	<u>2,722,239</u>	<u>(910,966)</u>	<u>1,811,273</u>
Deferred inflows of resources									
Unavailable revenues	1,963	-	-	-	-	-	1,963	-	1,963
Total deferred inflows	<u>1,963</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,963</u>	<u>-</u>	<u>1,963</u>
Fund Balances									
Nonspendable:									
Prepays	2,857	-	-	-	10,760	-	13,617	-	13,617
Assigned to:									
Court costs	-	62,916	-	-	-	-	62,916	-	62,916
Subsequent year's budget	1,110,000	-	-	-	-	-	1,110,000	-	1,110,000
Unassigned	9,910,427	-	-	-	(10,760)	-	9,899,667	-	9,899,667
Total fund balances	<u>11,023,284</u>	<u>62,916</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,086,200</u>	<u>-</u>	<u>11,086,200</u>
Total Liabilities and Fund Balances	<u><u>\$ 11,763,640</u></u>	<u><u>\$ 266,277</u></u>	<u><u>\$ 1,349,726</u></u>	<u><u>\$ 222,662</u></u>	<u><u>\$ 177,734</u></u>	<u><u>\$ 28,400</u></u>	<u><u>\$ 13,808,439</u></u>	<u><u>\$ (910,966)</u></u>	<u><u>\$ 12,897,473</u></u>

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, 2021

	Board of County Commissioners	Clerk of Circuit Court	Sheriff	Tax Collector	Property Appraiser	Supervisor of Elections	Subtotals	Interfund Eliminations	Totals
Revenues									
Taxes	\$ 22,794,087	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,794,087	\$ -	\$ 22,794,087
Intergovernmental	11,240,837	78,479	58,728	-	-	66,804	11,444,848	-	11,444,848
Charges for services	1,835,110	297,275	732,076	1,628,071	25,910	-	4,518,442	-	4,518,442
Fines and forfeitures	5,557	-	-	-	-	-	5,557	-	5,557
Miscellaneous revenues	449,157	2,571	83,059	247	343	3,516	538,893	-	538,893
Total revenues	<u>36,324,748</u>	<u>378,325</u>	<u>873,863</u>	<u>1,628,318</u>	<u>26,253</u>	<u>70,320</u>	<u>39,301,827</u>	<u>-</u>	<u>39,301,827</u>
Expenditures									
Current:									
General government	5,783,689	1,026,791	-	1,389,745	902,372	603,387	9,705,984	-	9,705,984
Public safety	980,158	-	14,121,477	-	-	-	15,101,635	-	15,101,635
Physical environment	551,619	-	-	-	-	-	551,619	-	551,619
Economic environment	190,202	-	-	-	-	-	190,202	-	190,202
Human services	1,905,136	-	-	-	-	-	1,905,136	-	1,905,136
Culture and recreation	526,324	-	-	-	-	-	526,324	-	526,324
Court related	146,066	65,716	329,329	-	-	-	541,111	-	541,111
Capital outlay	21,426	1,117	280,847	46,004	14,809	51,980	416,183	-	416,183
Debt service:									
Principal	-	-	266,491	-	-	-	266,491	-	266,491
Interest	-	-	15,323	-	-	-	15,323	-	15,323
Total expenditures	<u>10,104,620</u>	<u>1,093,624</u>	<u>15,013,467</u>	<u>1,435,749</u>	<u>917,181</u>	<u>655,367</u>	<u>29,220,008</u>	<u>-</u>	<u>29,220,008</u>
Excess (deficiency) of revenues over expenditures	<u>26,220,128</u>	<u>(715,299)</u>	<u>(14,139,604)</u>	<u>192,569</u>	<u>(890,928)</u>	<u>(585,047)</u>	<u>10,081,819</u>	<u>-</u>	<u>10,081,819</u>
Other financing sources (uses)									
Transfers in	-	-	-	-	-	-	-	188,656	188,656
Transfers out	(12,909,016)	-	-	-	-	-	(12,909,016)	(12,674)	(12,921,690)
Appropriations to constitutional officers	(16,730,328)	888,221	14,371,820	-	1,059,943	599,000	188,656	(188,656)	-
Other external reversion	-	-	-	(2,238)	-	-	(2,238)	-	(2,238)
Reversions from constitutional officers	768,868	(176,027)	(232,216)	(190,331)	(169,015)	(13,953)	(12,674)	12,674	-
Issuance of debt	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>(28,870,476)</u>	<u>712,194</u>	<u>14,139,604</u>	<u>(192,569)</u>	<u>890,928</u>	<u>585,047</u>	<u>(12,735,272)</u>	<u>-</u>	<u>(12,735,272)</u>
Net change in fund balances	<u>(2,650,348)</u>	<u>(3,105)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,653,453)</u>	<u>-</u>	<u>(2,653,453)</u>
Fund balances, beginning of year	13,673,632	66,021	-	-	-	-	13,739,653	-	13,739,653
Fund balances, end of year	<u>\$ 11,023,284</u>	<u>\$ 62,916</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,086,200</u>	<u>\$ -</u>	<u>\$ 11,086,200</u>

See accompanying notes to financial statements.

**LEVY COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021
(CONTINUED)**

	SHIP	Mosquito Control	Technology and Crime Prevention	Public Transit	E911	Court Facilities	Grants	Fire Control	Judicial Grant	Tourist Development	Utilities	Law Enforcement Trust	Intergovernmental Communications
ASSETS													
Cash and cash equivalents	\$ 616,176	\$ 28,513	\$ 137,976	\$ 661,968	\$ 98,409	\$ 193,504	\$ 30,577	\$ 225,190	\$ 1,335,411	\$ 61,575	\$ 107,522	\$ -	\$ 61,442
Investments	-	-	-	-	-	464,540	-	2,321,604	-	779,245	-	-	-
Accounts receivable	-	-	-	4,594	-	-	-	-	-	-	4,330	-	-
Due from other governments	-	-	-	207,125	45,924	2,802	203,942	600	-	85,597	-	-	-
Prepaid items	-	-	-	159	-	-	-	250	-	-	-	-	-
Due from other funds	-	-	8,794	-	13,214	11,014	1,235	22,682	-	-	-	-	3,150
Total assets	<u>\$ 616,176</u>	<u>\$ 28,513</u>	<u>\$ 146,770</u>	<u>\$ 873,846</u>	<u>\$ 157,547</u>	<u>\$ 671,860</u>	<u>\$ 235,754</u>	<u>\$ 2,570,326</u>	<u>\$ 1,335,411</u>	<u>\$ 926,417</u>	<u>\$ 111,852</u>	<u>\$ -</u>	<u>\$ 64,592</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES													
Liabilities													
Accounts payable and accrued expenses	\$ -	\$ 957	\$ -	\$ 9,129	\$ -	\$ 13,784	\$ 128,155	\$ 237,787	\$ 387	\$ 7,514	\$ 49,479	\$ -	\$ 20,417
Deposits	-	-	-	-	-	-	-	-	-	-	9,158	-	-
Due to other governments	-	-	12,918	64	-	376	113	265,859	-	138	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	447	-	9,124	-	-	551	1,965	-	-	2,022	-	-
Total liabilities	<u>-</u>	<u>1,404</u>	<u>12,918</u>	<u>18,317</u>	<u>-</u>	<u>14,160</u>	<u>128,819</u>	<u>505,611</u>	<u>387</u>	<u>7,652</u>	<u>60,659</u>	<u>-</u>	<u>20,417</u>
Deferred inflows of resources													
Unavailable revenues	-	-	-	-	-	-	53,535	-	-	-	-	-	-
Total deferred inflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>53,535</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances													
Nonspendable													
Prepays	-	-	-	159	-	-	-	250	-	-	-	-	-
Restricted for:													
Law enforcement	-	-	133,852	-	157,547	-	-	-	-	-	-	-	-
Fire and EMS	-	-	-	-	-	-	-	1,280,542	-	-	-	-	-
Roads and transportation	-	-	-	188,808	-	-	-	-	-	-	-	-	-
Economic environment	616,176	-	-	-	-	-	-	-	-	918,765	-	-	-
Mosquito control	-	27,109	-	-	-	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	53,400	-	-	-	-	-	-
Building department	-	-	-	-	-	-	-	-	-	-	-	-	-
Court costs	-	-	-	-	-	657,700	-	-	1,335,024	-	-	-	-
Assigned to:													
Law enforcement	-	-	-	-	-	-	-	-	-	-	-	-	44,175
Fire and EMS	-	-	-	-	-	-	-	783,923	-	-	-	-	-
Utility system	-	-	-	-	-	-	-	-	-	-	51,193	-	-
Roads and transportation	-	-	-	666,562	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital improvements	-	-	-	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-	-	-	-
Total fund balances	<u>616,176</u>	<u>27,109</u>	<u>133,852</u>	<u>855,529</u>	<u>157,547</u>	<u>657,700</u>	<u>53,400</u>	<u>2,064,715</u>	<u>1,335,024</u>	<u>918,765</u>	<u>51,193</u>	<u>-</u>	<u>44,175</u>
Total Liabilities, Deferred Inflows, and Fund Balances	<u>\$ 616,176</u>	<u>\$ 28,513</u>	<u>\$ 146,770</u>	<u>\$ 873,846</u>	<u>\$ 157,547</u>	<u>\$ 671,860</u>	<u>\$ 235,754</u>	<u>\$ 2,570,326</u>	<u>\$ 1,335,411</u>	<u>\$ 926,417</u>	<u>\$ 111,852</u>	<u>\$ -</u>	<u>\$ 64,592</u>

See accompanying notes to financial statements.

**LEVY COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021
(CONTINUED)**

	Special Revenue												
	Additional Court Costs	Building Inspections and Safety	EMS Impact Fees	Parks Impact Fees	Road Impact Fees	Restore Act Deepwater Horizon Fund	Federal Forfeiture	Law Enforcement Trust - Spec Law	Law Enforcement Trust - Investigation	Law Enforcement Trust - Crime Prevention	Law Enforcement Trust - Local Law	CARES Relief	CARES Act Housing
ASSETS													
Cash and cash equivalents	\$ 87,768	\$ 397,017	\$ 90,759	\$ 115,116	\$ 1,496,163	\$ 2	\$ 151,592	\$ 16,624	\$ 9,739	\$ 95,782	\$ 26,800	\$ -	\$ -
Investments	-	-	-	-	1,000,000	-	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-	-	-	-	-	-	-
Due from other funds	3,599	-	-	-	-	-	-	-	-	1,401	597	-	-
Total assets	<u>\$ 91,367</u>	<u>\$ 397,017</u>	<u>\$ 90,759</u>	<u>\$ 115,116</u>	<u>\$ 2,496,163</u>	<u>\$ 2</u>	<u>\$ 151,592</u>	<u>\$ 16,624</u>	<u>\$ 9,739</u>	<u>\$ 97,183</u>	<u>\$ 27,397</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES													
Liabilities													
Accounts payable and accrued expenses	\$ 1,843	\$ 9,728	\$ -	\$ -	\$ -	\$ -	\$ 3,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other governments	2,546	1,171	-	-	-	146,126	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	1,142	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	<u>4,389</u>	<u>12,041</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>146,126</u>	<u>3,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources													
Unavailable revenues	-	-	-	-	-	-	-	-	-	-	-	-	-
Total deferred inflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances													
Nonspendable													
Prepays	-	-	-	-	-	-	-	-	-	-	-	-	-
Restricted for:													
Law enforcement	-	-	-	-	-	-	148,592	16,624	9,739	97,183	27,397	-	-
Fire and EMS	-	-	90,759	-	-	-	-	-	-	-	-	-	-
Roads and transportation	-	-	-	-	2,496,163	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-	-	-	-
Mosquito control	-	-	-	-	-	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	115,116	-	-	-	-	-	-	-	-	-
Building department	-	384,976	-	-	-	-	-	-	-	-	-	-	-
Court costs	86,978	-	-	-	-	-	-	-	-	-	-	-	-
Assigned to:													
Law enforcement	-	-	-	-	-	-	-	-	-	-	-	-	-
Fire and EMS	-	-	-	-	-	-	-	-	-	-	-	-	-
Utility system	-	-	-	-	-	-	-	-	-	-	-	-	-
Roads and transportation	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital improvements	-	-	-	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(146,124)	-	-	-	-	-	-	-
Total fund balances	<u>86,978</u>	<u>384,976</u>	<u>90,759</u>	<u>115,116</u>	<u>2,496,163</u>	<u>(146,124)</u>	<u>148,592</u>	<u>16,624</u>	<u>9,739</u>	<u>97,183</u>	<u>27,397</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows, and Fund Balances	<u>\$ 91,367</u>	<u>\$ 397,017</u>	<u>\$ 90,759</u>	<u>\$ 115,116</u>	<u>\$ 2,496,163</u>	<u>\$ 2</u>	<u>\$ 151,592</u>	<u>\$ 16,624</u>	<u>\$ 9,739</u>	<u>\$ 97,183</u>	<u>\$ 27,397</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to financial statements.

**LEVY COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021
(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
	MTSU								
ASSETS									
Cash and cash equivalents	\$ 585,672	\$ 619,639	\$ 510,447	\$ -	\$ 356,893	\$ 608	\$ 391,954	\$ 307,961	\$ 8,818,799
Investments	-	5,649	-	-	-	-	-	2,304,166	6,875,204
Accounts receivable	-	-	-	-	-	-	-	-	8,924
Due from other governments	-	-	20,204	-	-	-	-	85,586	651,780
Prepaid items	-	-	-	-	-	-	-	-	409
Due from other funds	-	11,183	438	-	-	-	-	-	77,307
Total assets	<u>\$ 585,672</u>	<u>\$ 636,471</u>	<u>\$ 531,089</u>	<u>\$ -</u>	<u>\$ 356,893</u>	<u>\$ 608</u>	<u>\$ 391,954</u>	<u>\$ 2,697,713</u>	<u>\$ 16,432,423</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES									
Liabilities									
Accounts payable and accrued expenses	\$ -	\$ 105	\$ 3,711	\$ -	\$ -	\$ -	\$ 2,500	\$ 39,895	\$ 528,391
Deposits	-	-	23,911	-	-	-	-	-	33,069
Due to other governments	-	-	480,560	-	-	-	-	-	909,871
Unearned revenue	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	22,373	-	140	-	-	-	37,764
Total liabilities	<u>-</u>	<u>105</u>	<u>530,555</u>	<u>-</u>	<u>140</u>	<u>-</u>	<u>2,500</u>	<u>39,895</u>	<u>1,509,095</u>
Deferred inflows of resources									
Unavailable revenues	-	-	-	-	-	-	-	-	53,535
Total deferred inflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>53,535</u>
Fund balances									
Nonspendable									
Prepays	-	-	-	-	-	-	-	-	409
Restricted for:									
Law enforcement	-	-	-	-	356,753	608	-	-	948,295
Fire and EMS	-	-	-	-	-	-	-	-	1,371,301
Roads and transportation	585,672	-	-	-	-	-	-	-	3,270,643
Economic environment	-	-	-	-	-	-	-	-	1,534,941
Mosquito control	-	-	-	-	-	-	-	-	27,109
Parks and recreation	-	-	-	-	-	-	-	-	168,516
Building department	-	-	-	-	-	-	-	-	384,976
Court costs	-	636,366	534	-	-	-	-	-	2,716,602
Assigned to:									
Law enforcement	-	-	-	-	-	-	-	-	44,175
Fire and EMS	-	-	-	-	-	-	-	-	783,923
Utility system	-	-	-	-	-	-	-	-	51,193
Roads and transportation	-	-	-	-	-	-	-	-	666,562
Debt service	-	-	-	-	-	-	389,454	-	389,454
Capital improvements	-	-	-	-	-	-	-	2,657,818	2,657,818
Unassigned	-	-	-	-	-	-	-	-	(146,124)
Total fund balances	<u>585,672</u>	<u>636,366</u>	<u>534</u>	<u>-</u>	<u>356,753</u>	<u>608</u>	<u>389,454</u>	<u>2,657,818</u>	<u>14,869,793</u>
Total Liabilities, Deferred Inflows, and Fund Balances	<u>\$ 585,672</u>	<u>\$ 636,471</u>	<u>\$ 531,089</u>	<u>\$ -</u>	<u>\$ 356,893</u>	<u>\$ 608</u>	<u>\$ 391,954</u>	<u>\$ 2,697,713</u>	<u>\$ 16,432,423</u>

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021
(CONTINUED)

	SHIP	Mosquito Control	Technology and Crime Prevention	Public Transit	E911	Court Facilities	Grants	Fire Control	Judicial Grant	Tourist Development	Utilities	Law Enforcement Trust	Intergovernmental Communications
Revenues													
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 653,480	\$ -	\$ -	\$ -
Permit, fees, and special assessments	-	-	-	-	-	-	17,505	2,528,191	-	-	-	-	-
Intergovernmental	350,000	36,960	-	1,031,578	193,403	12,100	1,408,459	1,963	-	-	-	-	-
Charges for services	-	-	93,376	117,656	-	140,876	-	-	-	-	79,572	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	20,469	39,826
Miscellaneous revenues	45,705	11	38	330	16,604	342	42	4,565	466	290	27	47	14
Total revenues	<u>395,705</u>	<u>36,971</u>	<u>93,414</u>	<u>1,149,564</u>	<u>210,007</u>	<u>153,318</u>	<u>1,426,006</u>	<u>2,534,719</u>	<u>466</u>	<u>653,770</u>	<u>79,599</u>	<u>20,516</u>	<u>39,840</u>
Expenditures													
Current:													
General government	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	285,306	2,160,607	-	-	-	5,409	41,026
Physical environment	-	-	-	-	-	-	-	-	-	-	191,495	-	-
Economic environment	232,696	-	-	-	-	-	-	-	-	226,494	-	-	-
Transportation	-	-	-	711,795	-	-	167,142	-	-	-	-	-	-
Human services	-	47,666	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	123,980	-	-	-	-	-	-
Court related	-	-	51,041	-	-	144,147	-	-	388	-	-	-	-
Capital outlay	-	-	-	82,746	-	-	286,932	224,780	-	-	-	-	-
Debt service:													
Principal	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	<u>232,696</u>	<u>47,666</u>	<u>51,041</u>	<u>794,541</u>	<u>-</u>	<u>144,147</u>	<u>863,360</u>	<u>2,385,387</u>	<u>388</u>	<u>226,494</u>	<u>191,495</u>	<u>5,409</u>	<u>41,026</u>
Excess (deficiency) of revenues over expenditures	<u>163,009</u>	<u>(10,695)</u>	<u>42,373</u>	<u>355,023</u>	<u>210,007</u>	<u>9,171</u>	<u>562,646</u>	<u>149,332</u>	<u>78</u>	<u>427,276</u>	<u>(111,896)</u>	<u>15,107</u>	<u>(1,186)</u>
Other financing sources (uses)													
Transfers in	-	-	-	-	13,214	-	-	220,577	-	-	82,000	-	15,000
Transfers out	-	-	-	-	(188,656)	-	-	-	-	-	-	(150,943)	-
Other external reversion	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(175,442)</u>	<u>-</u>	<u>-</u>	<u>220,577</u>	<u>-</u>	<u>-</u>	<u>82,000</u>	<u>(150,943)</u>	<u>15,000</u>
Net change in fund balance	<u>163,009</u>	<u>(10,695)</u>	<u>42,373</u>	<u>355,023</u>	<u>34,565</u>	<u>9,171</u>	<u>562,646</u>	<u>369,909</u>	<u>78</u>	<u>427,276</u>	<u>(29,896)</u>	<u>(135,836)</u>	<u>13,814</u>
Fund balance, beginning of year	453,167	37,804	91,479	500,506	122,982	648,529	(509,246)	1,694,806	1,334,946	491,489	81,089	135,836	30,361
Fund balance, end of year	<u>\$ 616,176</u>	<u>\$ 27,109</u>	<u>\$ 133,852</u>	<u>\$ 855,529</u>	<u>\$ 157,547</u>	<u>\$ 657,700</u>	<u>\$ 53,400</u>	<u>\$ 2,064,715</u>	<u>\$ 1,335,024</u>	<u>\$ 918,765</u>	<u>\$ 51,193</u>	<u>\$ -</u>	<u>\$ 44,175</u>

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021
(CONTINUED)

	Special Revenue												
	Additional Court Costs	Building Inspections and Safety	EMS Impact Fees	Parks Impact Fees	Road Impact Fees	Restore Act Deepwater Horizon Fund	Federal Forfeiture	Law Enforcement Trust - Spec Law	Law Enforcement Trust - Investigations	Law Enforcement Trust - Crime Prevention	Law Enforcement Trust - Local Law	CARES Relief	MTSU
Revenues													
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Permit, fees, and special assessments	-	684,047	23,315	52,724	513,702	-	-	-	-	-	-	-	129,937
Intergovernmental	-	-	-	-	-	135,022	-	-	-	-	-	1,197,204	-
Charges for services	27,792	-	-	-	-	-	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous revenues	29	2,451	26	32	752	-	21	-	-	-	-	-	-
Total revenues	<u>27,821</u>	<u>686,498</u>	<u>23,341</u>	<u>52,756</u>	<u>514,454</u>	<u>135,022</u>	<u>21</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,197,204</u>	<u>129,937</u>
Expenditures													
Current:													
General government	-	-	-	-	-	-	-	-	-	-	-	1,197,204	-
Public safety	-	642,508	-	-	-	-	16,525	-	-	-	-	-	-
Physical environment	-	-	-	-	-	281,148	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-	-	206,359
Human services	-	-	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-	-	-
Court related	22,090	-	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt service:													
Principal	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	<u>22,090</u>	<u>642,508</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>281,148</u>	<u>16,525</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,197,204</u>	<u>206,359</u>
Excess (deficiency) of revenues over expenditures	<u>5,731</u>	<u>43,990</u>	<u>23,341</u>	<u>52,756</u>	<u>514,454</u>	<u>(146,126)</u>	<u>(16,504)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(76,422)</u>
Other financing sources (uses)													
Transfers in	-	64,000	-	-	-	-	-	16,624	9,739	97,183	27,397	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Other external reversion	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>64,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,624</u>	<u>9,739</u>	<u>97,183</u>	<u>27,397</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>5,731</u>	<u>107,990</u>	<u>23,341</u>	<u>52,756</u>	<u>514,454</u>	<u>(146,126)</u>	<u>(16,504)</u>	<u>16,624</u>	<u>9,739</u>	<u>97,183</u>	<u>27,397</u>	<u>-</u>	<u>(76,422)</u>
Fund balance, beginning of year	81,247	276,986	67,418	62,360	1,981,709	2	165,096	-	-	-	-	-	662,094
Fund balance, end of year	<u>\$ 86,978</u>	<u>\$ 384,976</u>	<u>\$ 90,759</u>	<u>\$ 115,116</u>	<u>\$ 2,496,163</u>	<u>\$ (146,124)</u>	<u>\$ 148,592</u>	<u>\$ 16,624</u>	<u>\$ 9,739</u>	<u>\$ 97,183</u>	<u>\$ 27,397</u>	<u>\$ -</u>	<u>\$ 585,672</u>

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021
(CONTINUED)

	Clerk Records Modernization	Clerk Fines and Forfeitures	Sheriff Federal Forfeiture	Sheriff Inmate Welfare	Sheriff Donations Fund	Debt Service Debt Service	Capital Projects Road Improvement & Restoration	Total
Revenues								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 653,480
Permit, fees, and special assessments	-	-	-	-	-	-	-	3,949,421
Intergovernmental	-	436,543	-	-	-	600,000	536,846	5,995,514
Charges for services	119,563	778,872	-	167,387	-	-	-	1,525,094
Fines and forfeitures	-	125,361	-	-	-	-	-	185,656
Miscellaneous revenues	233	36,537	-	44,114	600	211	427	153,914
Total revenues	<u>119,796</u>	<u>1,377,313</u>	<u>-</u>	<u>211,501</u>	<u>600</u>	<u>600,211</u>	<u>537,273</u>	<u>12,463,079</u>
Expenditures								
Current:								
General government	18,351	-	-	-	-	2,500	-	1,218,055
Public safety	-	-	-	87,128	9,600	-	-	3,248,109
Physical environment	-	-	-	-	-	-	-	472,643
Economic environment	-	-	-	-	-	-	-	514,626
Transportation	-	-	-	-	-	-	1,115,560	2,200,856
Human services	-	-	-	-	-	-	-	47,666
Culture and recreation	-	-	-	-	-	-	-	123,980
Court related	-	1,047,258	-	-	-	-	-	1,264,924
Capital outlay	-	-	-	-	-	-	118,462	712,920
Debt service:								
Principal	-	-	-	-	-	545,000	-	545,000
Interest	-	-	-	-	-	41,047	-	41,047
Total expenditures	<u>18,351</u>	<u>1,047,258</u>	<u>-</u>	<u>87,128</u>	<u>9,600</u>	<u>588,547</u>	<u>1,234,022</u>	<u>10,389,826</u>
Excess (deficiency) of revenues over expenditures	<u>101,445</u>	<u>330,055</u>	<u>-</u>	<u>124,373</u>	<u>(9,000)</u>	<u>11,664</u>	<u>(696,749)</u>	<u>2,073,253</u>
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	2,350,000	2,895,734
Transfers out	-	-	-	-	-	-	-	(339,599)
Other external reversion	-	(329,877)	-	-	-	-	-	(329,877)
Total other financing sources (uses)	<u>-</u>	<u>(329,877)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,350,000</u>	<u>2,226,258</u>
Net change in fund balance	<u>101,445</u>	<u>178</u>	<u>-</u>	<u>124,373</u>	<u>(9,000)</u>	<u>11,664</u>	<u>1,653,251</u>	<u>4,299,511</u>
Fund balance, beginning of year	534,921	356	-	232,380	9,608	377,790	1,004,567	10,570,282
Fund balance, end of year	<u>\$ 636,366</u>	<u>\$ 534</u>	<u>\$ -</u>	<u>\$ 356,753</u>	<u>\$ 608</u>	<u>\$ 389,454</u>	<u>\$ 2,657,818</u>	<u>\$ 14,869,793</u>

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2021

	Clerk of Circuit Court	Sheriff	Tax Collector	Total Agency Funds
ASSETS				
Cash and equivalents	\$ 1,485,038	\$ 99,306	\$ 2,291,171	\$ 3,875,515
Due from other funds	-	-	312	312
Total assets	<u>\$ 1,485,038</u>	<u>\$ 99,306</u>	<u>\$ 2,291,483</u>	<u>\$ 3,875,827</u>
LIABILITIES				
Assets held for others				
Accounts payable and accrued expenses	\$ 6,905	\$ -	\$ 152,789	\$ 159,694
Due to other funds	42,817	-	208,187	251,004
Due to other governments	768,252	-	1,930,507	2,698,759
Total liabilities	<u>\$ 817,974</u>	<u>\$ -</u>	<u>\$ 2,291,483</u>	<u>\$ 3,109,457</u>
NET POSITION	<u>\$ 667,064</u>	<u>\$ 99,306</u>	<u>\$ -</u>	<u>\$ 766,370</u>

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION
AGENCY FUNDS
SEPTEMBER 30, 2021

	Clerk of Circuit Court	Sheriff	Tax Collector	Total Agency Funds
Additions				
Taxes	\$ -	\$ -	\$ 49,578,417	\$ 49,578,417
Charges for services	-	355,762	-	355,762
Permits, fees, and special assessments	-	-	10,715,633	10,715,633
Court related	6,925,518	166,855	-	7,092,373
Total additions	<u>6,925,518</u>	<u>522,617</u>	<u>60,294,050</u>	<u>67,742,185</u>
Deductions				
Court related payments	7,109,953	-	-	7,109,953
Payments to individuals	-	211,920	4,354,471	4,566,391
Payments to other governments	-	36,312	28,203,153	28,239,465
Payments to BOCC	-	128,061	26,054,661	26,182,722
Payments to constitutional officers	-	65,884	1,681,765	1,747,649
Total deductions	<u>7,109,953</u>	<u>442,177</u>	<u>60,294,050</u>	<u>67,846,180</u>
Net change in fiduciary net position	<u>(184,435)</u>	<u>80,440</u>	<u>-</u>	<u>(103,995)</u>
Net position, beginning of year	851,499	18,866	-	870,365
Net position, end of year	<u>\$ 667,064</u>	<u>\$ 99,306</u>	<u>\$ -</u>	<u>\$ 766,370</u>

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, 2021

Federal/State Grantor/Pass Through Grantor/Program Title	ALN/ CSFA Number	Contract Number	Expenditures
FEDERAL AGENCY			
Department of the Interior			
Direct:			
Payments in Lieu of Taxes	15.226	N/A	\$ 134,342
Total Department of the Interior			<u>134,342</u>
Department of Justice			
Passed through the Florida Attorney General:			
Equitable Sharing/Asset Forfeiture Program 2020-2021	16.922	N/A	16,525
Equitable Sharing/Asset Forfeiture Program 2019-2020	16.922	N/A	47,642
Equitable Sharing/Asset Forfeiture Program 2018-2019	16.922	N/A	14,750
Total Department of Justice			<u>78,917</u>
Department of Transportation			
Passed through the Florida Department of Transportation:			
(Section 5311) - Formula Grants for Other than Urbanized Areas - COVID-19	20.509	G1M33	614,288
Total Department of Transportation			<u>614,288</u>
Department of State			
Passed through Florida Department of State, Division of Elections			
Help America Vote	90.401	MOA #2017-2018-0001-LEV	31,089
Elections Security Grant	90.401	MOA #2018-2019-001-LEV	34,437
Albert Network Monitoring Solution Grant	90.401	MOA #2018-2019-002-LEV	1,278
Total Highway Planning & Construction Cluster			<u>66,804</u>
Total Department of State			<u>66,804</u>
Department of Health and Human Services			
Passed through Florida Department of Revenue			
Child Support Enforcement Title IV-D	93.563	COC38	53,516
Total Department of Health and Human Services			<u>53,516</u>
Department of Homeland Security			
Passed through Department of Economic Opportunity			
Emergency Management Performance Grant	97.042	G0128	9,102
Emergency Management Performance Grant	97.042	G0335	21,487
Emergency Management Performance Grant	97.042	G0112	36,905
Total Department of Homeland Security			<u>67,494</u>
Department of the Treasury			
Direct			
Restore Act - Cedar Key Aquarium	21.015	1RDCGR150075-01-00	26,973
Restore Act - Withlacoochee Gulf Area Chamber of Commerce Kiosk	21.015	RDCGR150079	34,175
Restore Act - University of Florida, Nature Coast Biological Station	21.015	RDCGR150075	220,000
			<u>281,148</u>
Passed through Florida Division of Emergency Management:			
CARES - Phase II & III Sheriff Salaries	21.019	Y2293	4,262,733
COVID 19 - FDEM - CARES Small Business Relief Act	21.019	Y2293	1,195,460
			<u>5,458,193</u>
Total Department of the Treasury			<u>5,739,341</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 6,754,702</u>

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, 2021
(CONTINUED)

Federal/State Grantor/Pass Through Grantor/Program Title	ALN/ CSFA Number	Contract Number	Expenditures
STATE AGENCY			
Executive Office of the Governor			
Direct:			
Emergency Management Projects	31.063	A0129	\$ 69,681
Emergency Management Projects	31.063	A0224	32,048
Total Executive Office of the Governor			<u>101,729</u>
Florida Department of Environmental Protection			
Direct:			
Small County Landfill Grant	37.012	SC120	93,750
Total Florida Department of Environmental Protection			<u>93,750</u>
Florida Department of Agriculture and Consumer Services			
Bureau of Entomology and Pest Control			
Mosquito Control State Aid	42.003	2019-2020	10553
Mosquito Control State Aid	42.003	2020-2021	34,497
Total Bureau of Entomology and Pest Control			<u>45,050</u>
Total Florida Department of Agriculture and Consumer Services			<u>45,050</u>
Department of State, Secretary of State			
Direct:			
State Aid to Libraries	45.030	21-ST-52	33,963
State Aid to Libraries	45.030	20-ST-52	93,127
Total State Aid to Libraries			<u>127,090</u>
Library Services and Technology Act Grant	45.310	20-LSTA-B-16	1,505
Total Department of State			<u>128,595</u>
Florida Department of Transportation			
Direct:			
Trip/Equipment Grant	55.001	G1008	246,461
Trip/Equipment Grant	55.001	G1X4807	88,083
Total			<u>334,544</u>
Aviation Grant Program	55.004	G0Z75	285,345
Aviation Grant Program	55.004	G1K12	138,267
Total Aviation Grant Programs			<u>423,612</u>
Small County Outreach Program	55.009	G1703	307,527
Small County Outreach Program	55.009	G0U30	26,838
Total Small County Outreach Program			<u>334,365</u>
Small County Road Assistance Program	55.016	G1G09	202,483
Small County Road Assistance Program	55.016	G0V62	6,670
Total Small County Road Assistance Program			<u>209,153</u>
Total Florida Department of Transportation			<u>1,301,674</u>
Florida Department of Health			
Direct:			
Emergency Medical Services County Grant	64.005	C8038	1,109
Emergency Medical Services County Grant	64.005	C9038	4,801
Total Emergency Medical Services County Grant			<u>5,910</u>
Emergency Medical Services Matching Grant	64.003	M9022	17,550
Total Florida Department of Health			<u>23,460</u>
Florida Housing Finance Corporation			
Direct:			
State Housing Initiatives Partnership Program	40.901	2018-2019	92,100
State Housing Initiatives Partnership Program	40.901	2019-2020	80,596
State Housing Initiatives Partnership Program	40.901	2020-2021	60,000
Total Florida Housing Finance Corporation			<u>232,696</u>
Florida Department of Management Services			
Direct:			
Enhanced 911 Emergency Telephone System	72.001	21-04-19	7,596
Enhanced 911 System & Mapflex Maintenance	72.001	20-04-22	29,892
Total Enhanced 911 Emergency Telephone System			<u>37,488</u>
Enhanced 911 Emergency Telephone System	72.002	S14-19-12-08	44,523
Enhanced 911 GIS Data Support	72.003	S17-21-02-25	34,073
Total Department of Management Services			<u>116,084</u>
Florida Fish & Wildlife Commission			
Pass thru grant:			
Florida Animal Friend, Inc. License Plate Program 2019-2020	76.076	1869	15,000
Total Florida Fish & Wildlife Commission			<u>15,000</u>
Florida Commission for the Transportation Disadvantaged			
Shirley Conroy Rural Area Capital Assistance Program	55.001	G1P83	82,746
Total Florida Commission for the Transportation Disadvantaged			<u>82,746</u>
Division of Emergency Management			
Hazardous Materials Planning & Protection 2020-2021	31.067	T0080	1,433
Total Division of Emergency Management			<u>1,433</u>
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE			<u>\$ 2,142,217</u>

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, 2021

(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, 2021, 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, 2021**

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 ☒ no

Significant deficiency(ies) identified? ☒ yes ☐ none reported

Noncompliance material to financial statements noted? ☐ yes ☒ no

Federal Awards:

Internal control over major Federal programs:

Material weakness(es) identified? ☐ yes ☒ no

Significant deficiency(ies) identified? ☐ yes ☒ 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 ☒ none reported

Auditee qualified as a low-risk auditee? ☐ yes ☒ no

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

Identification of major Federal programs:

<u>CFDA Number</u>	<u>Program Name</u>
21.019	COVID-19 – Coronavirus Relief Fund

State Financial Assistance:

Internal control over major State projects:

Material weakness(es) identified? ☐ yes ☒ no

Significant deficiency(ies) identified? ☐ yes ☒ 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:

<u>CSFA Number</u>	<u>Program Name</u>
55.001	Trip and Equipment Grant Program (TRIP)
55.004	Aviation Grant Programs
55.009	Small County Outreach Program (SCOP)

B. Financial Statement Findings:

2021-001 – Prior Period Adjustment

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 capital assets monitoring processes and decentralized reconciliation systems in various departments, generally with one individual performing all aspects of certain transactions. This resulted in expenditures which should have been recorded in the year ended September 30, 2020, being capitalized in the current year, understating net position.

Cause: The County has a limited number of personnel in the Finance Department and a decentralized asset management system.

Effect: Risk of misstatement of financial information is elevated.

Recommendation: We recommend that whenever possible, duties should be segregated so that purchases of capital items performed by one individual are reviewed and flagged by another individual separate from that function, with that review being documented. The systems used for decentralized capital assets monitoring should be assessed for security and consistency.

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.

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, 2021. 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, 2021.

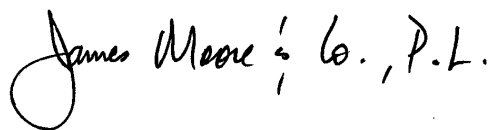
Report on Internal Control over Compliance

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022

**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, 2021, 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 25, 2022.

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 2021-001, that we consider to be a significant deficiency.

Compliance and Other Matters

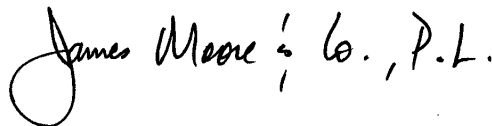
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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.

A handwritten signature in black ink that reads "James Moore & Co., P.L.". The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022



**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, 2021, and have issued our report thereon dated March 25, 2022.

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 25, 2022, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

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

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.

Special District Component Units

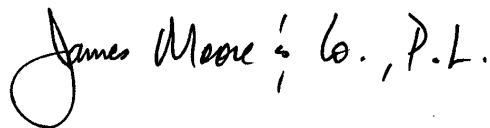
Section 10.554(1)(i)5.c., Rules of the Auditor General, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units; therefore, we did not note any such component units that failed to provide the necessary information, nor is any specific special district information required to be reported.

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022




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, 2021. 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, 2021, 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, 2021.

 James Moore & Co., P.L.

Gainesville, Florida
March 25, 2022

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 Clerk & Comptroller

STATE OF FLORIDA
COUNTY OF LEVY

SWORN TO AND SUBSCRIBED before me this 29th day of March, 2022.



NOTARY PUBLIC
Print Name Melinda Bass

Personally known X or produced identification _____

Type of identification produced: _____

My Commission Expires:



**LEVY COUNTY, FLORIDA
SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Summary Schedule of Prior Audit Findings

2020-001 – Segregation of Duties: Corrective action taken.

**LEVY COUNTY, FLORIDA
MANAGEMENT'S RESPONSE TO CURRENT YEAR FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Management's Response to Current Year Findings

2021-001 – Prior Period Adjustment

The County agrees it needs sufficient internal controls over capital assets monitoring processes. Limited staff and resources make timing of asset capitalization challenging, but the acquisition of a new software should be able to help monitor the issue. Even without the software the additional steps of a notice to departments to remind them to submit the items that should be capitalized per policy in a timely manner will be sent out and a periodic review of purchases during the year will be performed by the Finance Department to monitor that purchases are capitalized in a timely manner.

Individual Responsible: Jared Blanton, Finance Officer
Estimated Completion Date: July 31, 2022

LEVY COUNTY SHERIFF
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT
SEPTEMBER 30, 2021

LEVY COUNTY SHERIFF
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT
SEPTEMBER 30, 2021

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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, 2021, 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.

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, 2021, 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, 2021, 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.

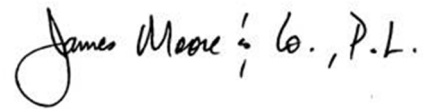
Other Information

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022

**LEVY COUNTY SHERIFF
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021**

	General Fund	Special Revenue Inmate Welfare Fund	Donations Fund	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 1,297,889	\$ 356,893	\$ 608	\$ 1,655,390
Due from other governments	44,241	-	-	44,241
Due from Board of County Commissioners	7,596	-	-	7,596
Total assets	<u>\$ 1,349,726</u>	<u>\$ 356,893</u>	<u>\$ 608</u>	<u>\$ 1,707,227</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable and accrued expenditures	\$ 894,301	\$ -	\$ -	\$ 894,301
Due to Board of County Commissioners	455,425	140	-	455,565
Total Liabilities	<u>1,349,726</u>	<u>140</u>	<u>-</u>	<u>1,349,866</u>
Fund Balances				
Restricted for:				
Law enforcement	-	356,753	608	357,361
Total Fund Balances	<u>-</u>	<u>356,753</u>	<u>608</u>	<u>357,361</u>
Total Liabilities and Fund Balances	<u>\$ 1,349,726</u>	<u>\$ 356,893</u>	<u>\$ 608</u>	<u>\$ 1,707,227</u>

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, 2021

	General Fund	Special Revenue Inmate Welfare Fund	Donations Fund	Total Governmental Funds
Revenues				
Intergovernmental	\$ 58,728	\$ -	\$ -	\$ 58,728
Charges for services	732,076	167,387	-	899,463
Miscellaneous revenue	83,059	44,114	600	127,773
Total revenues	<u>873,863</u>	<u>211,501</u>	<u>600</u>	<u>1,085,964</u>
Expenditures				
Current:				
Public safety	14,121,477	87,128	9,600	14,218,205
Court-related	329,329	-	-	329,329
Capital outlay	280,847	-	-	280,847
Debt service				
Principal	266,491	-	-	266,491
Interest	15,323	-	-	15,323
Total expenditures	<u>15,013,467</u>	<u>87,128</u>	<u>9,600</u>	<u>15,110,195</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(14,139,604)</u>	<u>124,373</u>	<u>(9,000)</u>	<u>(14,024,231)</u>
Other financing sources (uses)				
Appropriations from board of county commissioners	14,371,820	-	-	14,371,820
Reversion to board of county commissioners	(232,216)	-	-	(232,216)
Total other financing sources (uses)	<u>14,139,604</u>	<u>-</u>	<u>-</u>	<u>14,139,604</u>
Net change in fund balance	<u>-</u>	<u>124,373</u>	<u>(9,000)</u>	<u>115,373</u>
Fund balances, beginning of year	-	232,380	9,608	241,988
Fund balances, end of year	<u>\$ -</u>	<u>\$ 356,753</u>	<u>\$ 608</u>	<u>\$ 357,361</u>

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

**LEVY COUNTY SHERIFF
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ 99,306
Total Assets	<u><u>\$ 99,306</u></u>
Net Position	
Restricted for:	
Other individuals and organizations	\$ 99,306
Total net position	<u><u>\$ 99,306</u></u>

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

LEVY COUNTY SHERIFF
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Custodial Funds</u>
Additions	
Charges for services	\$ 355,762
Court related	166,855
Total additions	<u>522,617</u>
Deductions	
Payments to individuals	211,920
Payments to other governments	36,312
Payments to BOCC	128,061
Payments to constitutional officers	65,884
Total deductions	<u>442,177</u>
Net change in fiduciary net position	<u>80,440</u>
Net position, beginning of year	18,866
Net position, end of year	<u><u>\$ 99,306</u></u>

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

LEVY COUNTY SHERIFF
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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:

Custodial Funds – Custodial 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.

LEVY COUNTY SHERIFF
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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:

<u>Assets</u>	<u>Years</u>
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.

LEVY COUNTY SHERIFF
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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) Restatement of Net Position:

For the fiscal year ended September 30, 2021, the Office implemented GASB Statement No. 84, *Fiduciary Activities*. Beginning net position in the custodial funds was restated from \$-0- to \$18,866, as a result of this implementation.

(5) 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.

**LEVY COUNTY SHERIFF
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

(6) 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.

(7) Long-term Liabilities:

A summary of changes in long-term liabilities of the Office for the fiscal year ended September 30, 2021, follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated absences	\$ 640,455	\$ 753,515	\$ (731,822)	\$ 662,148	\$ 206,553

(8) 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, 2021, 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, 2021.

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, 2021

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$ -	\$ -	\$ 58,728	\$ 58,728
Charges for services	1,036,635	1,036,635	732,076	(304,559)
Miscellaneous revenue	-	-	83,059	83,059
Total revenues	<u>1,036,635</u>	<u>1,036,635</u>	<u>873,863</u>	<u>(162,772)</u>
Expenditures				
Current:				
Public safety	14,932,777	14,724,564	14,121,477	603,087
Court-related	-	-	329,329	(329,329)
Capital outlay	-	521,119	280,847	240,272
Debt service				
Principal	-	-	266,491	(266,491)
Interest	-	-	15,323	(15,323)
Total expenditures	<u>14,932,777</u>	<u>15,245,683</u>	<u>15,013,467</u>	<u>232,216</u>
Excess (deficiency) of revenues over expenditures	<u>(13,896,142)</u>	<u>(14,209,048)</u>	<u>(14,139,604)</u>	<u>69,444</u>
Other financing sources (uses)				
Appropriations from board of county commissioners	13,896,142	14,209,048	14,371,820	162,772
Capital leases	-	-	-	-
Reversion to board of county commissioners	-	-	(232,216)	(232,216)
Total other financing sources (uses)	<u>13,896,142</u>	<u>14,209,048</u>	<u>14,139,604</u>	<u>(69,444)</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2021**

(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 STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2021**

	<u>Inmate Trust Fund</u>	<u>Civil and Suspense Fund</u>	<u>Evidence Fund</u>	<u>Total Custodial Funds</u>
Assets				
Cash and cash equivalents	\$ 19,820	\$ 12,520	\$ 66,966	\$ 99,306
Total Assets	<u>\$ 19,820</u>	<u>\$ 12,520</u>	<u>\$ 66,966</u>	<u>\$ 99,306</u>
Net Position				
Restricted for:				
Other individuals and organizations	\$ 19,820	\$ 12,520	\$ 66,966	\$ 99,306
Total Net Position	<u>\$ 19,820</u>	<u>\$ 12,520</u>	<u>\$ 66,966</u>	<u>\$ 99,306</u>

See accompanying notes to financial statements.

LEVY COUNTY SHERIFF
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Inmate Trust Fund	Civil and Suspense Fund	Evidence Fund	Total Custodial Funds
Additions				
Charges for services	\$ 355,762	\$ -	\$ -	\$ 355,762
Court related	-	98,131	68,724	166,855
Total additions	<u>355,762</u>	<u>98,131</u>	<u>68,724</u>	<u>522,617</u>
Deductions				
Payments to individuals	182,463	28,723	734	211,920
Payments to other governments	36,312	-	-	36,312
Payments to BOCC	53,387	74,674	-	128,061
Payments to constitutional officers	64,456	404	1,024	65,884
Total deductions	<u>336,618</u>	<u>103,801</u>	<u>1,758</u>	<u>442,177</u>
Net change in fiduciary net position	<u>19,144</u>	<u>(5,670)</u>	<u>66,966</u>	<u>80,440</u>
Net position, beginning of year, as restated	676	18,190	-	18,866
Net position, end of year	<u><u>\$ 19,820</u></u>	<u><u>\$ 12,520</u></u>	<u><u>\$ 66,966</u></u>	<u><u>\$ 99,306</u></u>

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, 2021, 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 25, 2022, which was modified to refer to a basis of accounting required for compliance with state filing requirements.

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.

Compliance and Other Matters

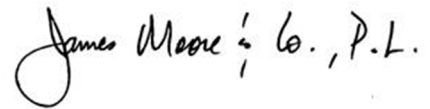
As part of obtaining reasonable assurance about whether the Office's special-purpose financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct 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*.

Office's Response to Findings

The Office's response to the findings identified in our audit are described starting on page 24. 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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022



**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, 2021, and have issued our report thereon dated March 25, 2022.

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 25, 2022, 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.

Financial Management

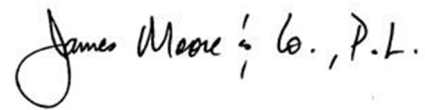
Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive style with a large, looping initial 'J'.

Gainesville, Florida
March 25, 2022



INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

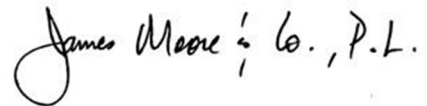
The Honorable Robert B. McCallum, Sheriff,
Levy County, Florida:

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, 2021. 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, 2021, 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, 2021.

Gainesville, Florida
March 25, 2022

James Moore & Co., P.L.

**LEVY COUNTY PROPERTY APPRAISER
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT**

SEPTEMBER 30, 2021

LEVY COUNTY PROPERTY APPRAISER
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2021

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INDEPENDENT AUDITORS' REPORT

The Honorable Randall Rutter, Assistant 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, 2021, 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.

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, 2021, 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, 2021, 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.

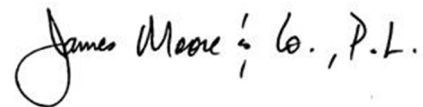
Other Matters

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.



Gainesville, Florida
March 25, 2022

**LEVY COUNTY PROPERTY APPRAISER
BALANCE SHEET
GOVERNMENTAL FUND
SEPTEMBER 30, 2021**

	<u>General Fund</u>
ASSETS	
Cash and equivalents	\$ 165,897
Accounts receivable	1,077
Prepays	<u>10,760</u>
Total Assets	<u><u>\$ 177,734</u></u>
 LIABILITIES AND FUND BALANCE	
Liabilities:	
Accounts payable and accrued expenditures	\$ 68
Due to other governments	4,395
Due to Board of County Commissioners	<u>173,271</u>
Total Liabilities	<u>177,734</u>
 Fund Balance:	
Unassigned	-
 Total Liabilities and Fund Balance	<u><u>\$ 177,734</u></u>

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, 2021**

	General Fund
Revenues	
Charges for services	\$ 25,910
Miscellaneous revenue	343
Total revenues	<u>26,253</u>
Expenditures	
Current:	
General government	902,372
Capital outlay	14,809
Total expenditures	<u>917,181</u>
Excess (deficiency) of revenues over expenditures	<u>(890,928)</u>
Other financing sources (uses)	
Appropriations from board of county commissioners	1,059,943
Reversion to board of county commissioners	(169,015)
Total other financing sources (uses)	<u>890,928</u>
Net change in fund balance	-
Fund balance, beginning of year	-
Fund balance, end of year	<u>\$ -</u>

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

LEVY COUNTY PROPERTY APPRAISER
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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.

LEVY COUNTY PROPERTY APPRAISER
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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.

**LEVY COUNTY PROPERTY APPRAISER
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

(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 Depositary 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, 2021, follows:

	<u>Beginning Balance</u>		<u>Additions</u>		<u>Reductions</u>		<u>Ending Balance</u>		<u>Due Within One Year</u>
Compensated absences	\$ 79,992	\$	55,291	\$	(35,147)	\$	100,136	\$	15,020

**LEVY COUNTY PROPERTY APPRAISER
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

(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, 2021, 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, 2021.

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, 2021**

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for services	\$ 28,818	\$ 28,818	\$ 25,910	\$ (2,908)
Miscellaneous revenue	-	-	343	343
Total revenues	<u>28,818</u>	<u>28,818</u>	<u>26,253</u>	<u>(2,565)</u>
Expenditures				
Current:				
General government	1,128,821	1,136,204	902,372	233,832
Capital outlay	-	-	14,809	(14,809)
Total expenditures	<u>1,128,821</u>	<u>1,136,204</u>	<u>917,181</u>	<u>219,023</u>
Excess (deficiency) of revenues over expenditures	<u>(1,100,003)</u>	<u>(1,107,386)</u>	<u>(890,928)</u>	<u>216,458</u>
Other financing sources (uses)				
Appropriations from board of county commissioners	1,100,003	1,107,386	1,059,943	(47,443)
Reversion to board of county commissioners	-	-	(169,015)	(169,015)
Total other financing sources (uses)	<u>1,100,003</u>	<u>1,107,386</u>	<u>890,928</u>	<u>(216,458)</u>
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2021**

(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 Randall Rutter, Assistant 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, 2021, 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 25, 2022, 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.

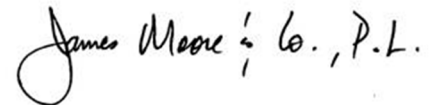
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given 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.

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022



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

The Honorable Randall Rutter, Assistant 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, 2021, and have issued our report thereon dated March 25, 2022.

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 25, 2022, 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.

Financial Management

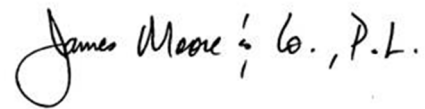
Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022



INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

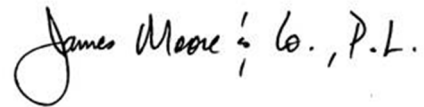
The Honorable Randall Rutter, Assistant Property Appraiser,
Levy County, Florida:

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, 2021. 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, 2021, 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, 2021.

Gainesville, Florida
March 25, 2022

James Moore & Co., P.L.

LEVY COUNTY SUPERVISOR OF ELECTIONS
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT
SEPTEMBER 30, 2021

LEVY COUNTY SUPERVISOR OF ELECTIONS
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2021

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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, 2021, 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.

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, 2021, 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, 2021, 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.

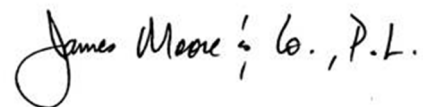
Other Matters

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.



Gainesville, Florida
March 25, 2022

**LEVY COUNTY SUPERVISOR OF ELECTIONS
BALANCE SHEET
GOVERNMENTAL FUND
SEPTEMBER 30, 2021**

	<u>General Fund</u>
ASSETS	
Cash and equivalents	\$ 27,122
Due from other governments	<u>1,278</u>
Total Assets	<u><u>\$ 28,400</u></u>
 LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts payable and accrued expenditures	\$ 14,338
Due to Board of County Commissioners	<u>14,062</u>
Total Liabilities	<u>28,400</u>
 Fund Balance	
Unassigned	-
 Total Liabilities and Fund Balance	<u><u>\$ 28,400</u></u>

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, 2021**

	<u>General Fund</u>
Revenues	
Intergovernmental	\$ 66,804
Miscellaneous	3,516
Total revenues	<u>70,320</u>
Expenditures	
Current:	
General government	603,387
Capital outlay	51,980
Total expenditures	<u>655,367</u>
Excess (deficiency) of revenues over expenditures	<u>(585,047)</u>
Other financing sources (uses)	
Appropriations from Board of County Commissioners	599,000
Reversion to Board of County Commissioners	(13,953)
Total other financing sources (uses)	<u>585,047</u>
Net change in fund balance	<u>-</u>
Fund balance, beginning of year	-
Fund balance, end of year	<u><u>\$ -</u></u>

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

LEVY COUNTY SUPERVISOR OF ELECTIONS
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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.

LEVY COUNTY SUPERVISOR OF ELECTIONS
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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.

**LEVY COUNTY SUPERVISOR OF ELECTIONS
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

(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 Depositary 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, 2021, follows:

	<u>Beginning Balance</u>		<u>Additions</u>		<u>Reductions</u>		<u>Ending Balance</u>		<u>Due Within One Year</u>
Compensated absences	\$ 20,365	\$	5,756	\$	(6,234)	\$	19,887	\$	2,983

**LEVY COUNTY SUPERVISOR OF ELECTIONS
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

(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, 2021, 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, 2021.

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, 2021

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$ -	\$ 65,715	\$ 66,804	\$ 1,089
Miscellaneous	-	-	3,516	3,516
Total revenues	<u>-</u>	<u>65,715</u>	<u>70,320</u>	<u>4,605</u>
Expenditures				
Current:				
General government	577,610	608,888	603,387	5,501
Capital outlay	20,112	54,549	51,980	2,569
Total expenditures	<u>597,722</u>	<u>663,437</u>	<u>655,367</u>	<u>8,070</u>
Excess (deficiency) of revenues over expenditures	<u>(597,722)</u>	<u>(597,722)</u>	<u>(585,047)</u>	<u>12,675</u>
Other financing sources (uses)				
Appropriations from Board of County Commissioners	597,722	597,722	599,000	1,278
Reversion to Board of County Commissioners	-	-	(13,953)	(13,953)
Total other financing sources (uses)	<u>597,722</u>	<u>597,722</u>	<u>585,047</u>	<u>(12,675)</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying 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, 2021**

(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, 2021, 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 25, 2022, 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.

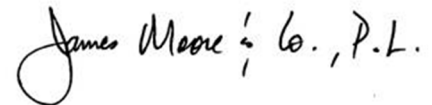
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given 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.

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022



**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, 2021, and have issued our report thereon dated March 25, 2022.

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 25, 2022, 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.

Financial Management

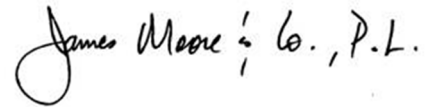
Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L.". The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022



INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

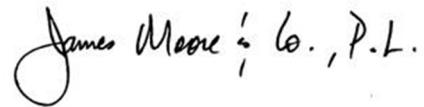
The Honorable Tammy Jones, Supervisor of Elections,
Levy County, Florida:

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, 2021. 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, 2021, 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, 2021.

Gainesville, Florida
March 25, 2022

James Moore & Co., P.L.

LEVY COUNTY TAX COLLECTOR
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT
SEPTEMBER 30, 2021

LEVY COUNTY TAX COLLECTOR
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2021

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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, 2021, 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.

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, 2021, 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, 2021, 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.

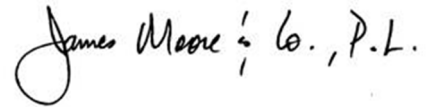
Other Information

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022

**LEVY COUNTY TAX COLLECTOR
BALANCE SHEET
GOVERNMENTAL FUND
SEPTEMBER 30, 2021**

	<u>General Fund</u>
Assets	
Cash and equivalents	\$ 141,526
Due from other governments	665
Due from fiduciary funds	<u>80,471</u>
Total Assets	<u><u>\$ 222,662</u></u>
 Liabilities and Fund Balance	
 Liabilities	
Accounts payable and accrued expenses	\$ 7,232
Unearned revenue	24,720
Due to Board of County Commissioners	<u>190,710</u>
	222,662
 Fund balance	
Unassigned	-
 Total Liabilities and Fund Balance	<u><u>\$ 222,662</u></u>

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, 2021

	<u>General Fund</u>
Revenues	
Charges for services	\$ 1,628,071
Miscellaneous revenue	247
Total revenues	<u>1,628,318</u>
Expenditures	
Current:	
General government	1,389,745
Capital outlay	46,004
Total expenditures	<u>1,435,749</u>
Excess (deficiency) of revenues over expenditures	<u>192,569</u>
Other financing sources (uses)	
Reversion to Board of County Commissioners	(190,331)
Reversion to other taxing authorities	(2,238)
Total other financing sources (uses)	<u>(192,569)</u>
Net change in fund balance	<u>-</u>
Fund balance, beginning of year	-
Fund balance, end of year	<u><u>\$ -</u></u>

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

**LEVY COUNTY TAX COLLECTOR
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ 2,291,171
Due from other funds	84
Due from other County agencies	228
Total Assets	<u><u>\$ 2,291,483</u></u>
Liabilities	
Accounts payable and accrued expenses	\$ 152,789
Due to other governments	1,930,507
Due to other funds	80,555
Due to other County agencies	127,632
Total Liabilities	<u><u>\$ 2,291,483</u></u>
Net Position	<u><u>\$ -</u></u>

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

**LEVY COUNTY TAX COLLECTOR
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Custodial Funds</u>
Additions	
Taxes	\$ 49,578,417
Permits, fees, and special assessments	10,715,633
Total additions	<u>60,294,050</u>
Deductions	
Payments to individuals	4,354,471
Payments to other governments	28,203,153
Payments to BOCC	26,054,661
Payments to constitutional officers	1,681,765
Total deductions	<u>60,294,050</u>
Net change in fiduciary net position	<u>-</u>
Net Position, beginning of year	-
Net Position, end of year	<u><u>\$ -</u></u>

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

LEVY COUNTY TAX COLLECTOR
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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:

Custodial Funds - Used to account for assets held by the Office as an agent for individuals, private organizations, other governments, and/or other funds. The Tax Collector’s Custodial 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.

LEVY COUNTY TAX COLLECTOR
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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.

LEVY COUNTY TAX COLLECTOR
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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 Depositary 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, 2021, follows:

	<u>Beginning Balance</u>		<u>Additions</u>		<u>Reductions</u>		<u>Ending Balance</u>		<u>Due Within One Year</u>
Compensated absences	\$ 33,716	\$	105,731	\$	(83,569)	\$	55,878	\$	8,089

LEVY COUNTY TAX COLLECTOR
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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, 2021, 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, 2021.

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, 2021

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for services	\$ 1,373,771	\$ 1,514,625	\$ 1,628,071	\$ 113,446
Miscellaneous revenue	-	-	247	247
Total Revenues	<u>1,373,771</u>	<u>1,514,625</u>	<u>1,628,318</u>	<u>113,693</u>
Expenditures				
Current:				
General government	1,368,176	1,468,620	1,389,745	78,875
Capital outlay	5,595	46,005	46,004	1
Total expenditures	<u>1,373,771</u>	<u>1,514,625</u>	<u>1,435,749</u>	<u>78,876</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>192,569</u>	<u>192,569</u>
Other financing sources (uses)				
Reversion to Board of County Commissioners	-	-	(190,331)	(190,331)
Reversion to other taxing authorities	-	-	(2,238)	(2,238)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(192,569)</u>	<u>(192,569)</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying 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, 2021**

(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 STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2021**

	Tax Fund	Tag Fund	Game and Wildlife Fund	Total Custodial Funds
Assets				
Cash and cash equivalents	\$ 1,405,965	\$ 881,621	\$ 3,585	\$ 2,291,171
Due from other funds	-	84	-	84
Due from other County agencies	-	228	-	228
Total Assets	<u>\$ 1,405,965</u>	<u>\$ 881,933</u>	<u>\$ 3,585</u>	<u>\$ 2,291,483</u>
Liabilities				
Accounts payable and accrued expenses	\$ 152,567	\$ 222	\$ -	\$ 152,789
Due to other governments	1,090,313	838,465	1,729	1,930,507
Due to other funds	36,532	42,167	1,856	80,555
Due to other County agencies	126,553	1,079	-	127,632
Total liabilities	<u>\$ 1,405,965</u>	<u>\$ 881,933</u>	<u>\$ 3,585</u>	<u>\$ 2,291,483</u>
Net Position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to financial statements.

LEVY COUNTY TAX COLLECTOR
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2021

	Tax Fund	Tag Fund	Game and Wildlife Fund	Total Custodial Funds
Additions				
Taxes	\$ 49,578,417	\$ -	\$ -	\$ 49,578,417
Permits, fees, and special assessments	-	10,483,160	232,473	10,715,633
Total additions	<u>49,578,417</u>	<u>10,483,160</u>	<u>232,473</u>	<u>60,294,050</u>
Deductions				
Payments to individuals	4,329,545	24,817	109	4,354,471
Payments to other governments	18,127,812	9,881,190	194,151	28,203,153
Payments to BOCC	26,037,170	17,491	-	26,054,661
Payments to constitutional officers	1,083,890	559,662	38,213	1,681,765
Total deductions	<u>49,578,417</u>	<u>10,483,160</u>	<u>232,473</u>	<u>60,294,050</u>
Net change in fiduciary net position	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Position, beginning of year				
Net Position, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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 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, 2021, 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 25, 2022, 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.

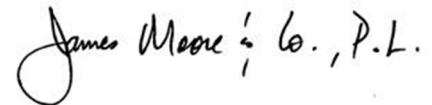
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given 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.

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022



**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, 2021, and have issued our report thereon dated March 25, 2022.

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 25, 2022, 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.

Financial Management

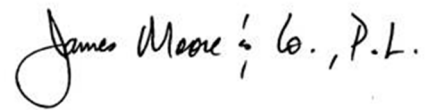
Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022



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, 2021. 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, 2021, 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, 2021.

Gainesville, Florida
March 25, 2022

**LEVY COUNTY CLERK OF COURTS AND
COMPTROLLER**

**SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT**

SEPTEMBER 30, 2021

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER

**SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT**

SEPTEMBER 30, 2021

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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 Courts and Comptroller (the Office), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the Levy County Clerk of Courts and Comptroller'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.

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 Courts and Comptroller as of September 30, 2021, 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 Courts and Comptroller. They do not purport to, and do not, present fairly the financial position of Levy County, Florida as of September 30, 2021, 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.

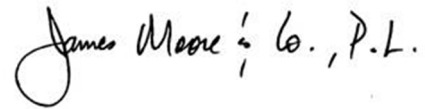
Other Information

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 Courts and Comptroller'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 Courts and Comptroller's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	<u>General Fund</u>	<u>Fine and Forfeiture Fund</u>	<u>Records Modernization Trust Fund</u>	<u>Total Governmental Funds</u>
Assets				
Cash and cash equivalents	\$ 228,903	\$ 510,447	\$ 625,288	\$ 1,364,638
Due from other governments	13,923	20,204	-	34,127
Due from other funds	23,451	438	11,183	35,072
Total Assets	<u>\$ 266,277</u>	<u>\$ 531,089</u>	<u>\$ 636,471</u>	<u>\$ 1,433,837</u>
Liabilities and Fund Balances				
Liabilities				
Accounts payable and accrued expenses	\$ 27,225	\$ 3,711	\$ 105	\$ 31,041
Deposits	-	23,911	-	23,911
Due to other governments	-	480,560	-	480,560
Due to other funds	-	111	-	111
Due to Board of County Commissioners	176,136	22,262	-	198,398
Total liabilities	<u>203,361</u>	<u>530,555</u>	<u>105</u>	<u>734,021</u>
Fund Balances				
Restricted for:				
Court operations	-	534	-	534
Records modernization	-	-	636,366	636,366
Assigned to:				
Court costs	62,916	-	-	62,916
Total fund balances	<u>62,916</u>	<u>534</u>	<u>636,366</u>	<u>699,816</u>
Total Liabilities and Fund Balances	<u>\$ 266,277</u>	<u>\$ 531,089</u>	<u>\$ 636,471</u>	<u>\$ 1,433,837</u>

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, 2021

	General Fund	Fine and Forfeiture Fund	Records Modernization Trust Fund	Total Governmental Funds
Revenues				
Intergovernmental	\$ 78,479	\$ 436,543	\$ -	\$ 515,022
Charges for services	297,275	778,872	119,563	1,195,710
Fines and forfeitures	-	125,361	-	125,361
Miscellaneous	2,571	36,537	233	39,341
Total revenues	<u>378,325</u>	<u>1,377,313</u>	<u>119,796</u>	<u>1,875,434</u>
Expenditures				
Current:				
General government	1,026,791	-	18,351	1,045,142
Court related	65,716	1,047,258	-	1,112,974
Capital outlay	1,117	-	-	1,117
Total expenditures	<u>1,093,624</u>	<u>1,047,258</u>	<u>18,351</u>	<u>2,159,233</u>
Excess (deficiency) of revenues over expenditures	<u>(715,299)</u>	<u>330,055</u>	<u>101,445</u>	<u>(283,799)</u>
Other financing sources (uses)				
Appropriations from Board of County Commissioners	888,221	-	-	888,221
Reversion to Board of County Commissioners	(176,027)	-	-	(176,027)
Article V Reversion	-	(329,877)	-	(329,877)
Total other financing sources (uses)	<u>712,194</u>	<u>(329,877)</u>	<u>-</u>	<u>382,317</u>
Net change in fund balance	<u>(3,105)</u>	<u>178</u>	<u>101,445</u>	<u>98,518</u>
Fund balance, beginning of year	66,021	356	534,921	601,298
Fund balance, end of year	<u><u>\$ 62,916</u></u>	<u><u>\$ 534</u></u>	<u><u>\$ 636,366</u></u>	<u><u>\$ 699,816</u></u>

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
CUSTODIAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ 1,485,038
Total Assets	<u><u>\$ 1,485,038</u></u>
Liabilities	
Accounts payable and accrued expenses	\$ 6,905
Due to other governments	768,252
Due to other funds	34,961
Due to other County agencies	7,856
Total Liabilities	<u><u>\$ 817,974</u></u>
Net Position	
Restricted for:	
Other individuals and organizations	\$ 667,064
Total Net Position	<u><u>\$ 667,064</u></u>

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

LEVY COUNTY CLERK OF THE CIRCUIT COURT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Custodial Funds</u>
Additions	
Court related	\$ 6,925,518
Total additions	<u>6,925,518</u>
Deductions	
Court related payments	7,109,953
Total deductions	<u>7,109,953</u>
Net change in fiduciary net position	<u>(184,435)</u>
Net position, beginning of year, as restated	851,499
Net position, end of year	<u><u>\$ 667,064</u></u>

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

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(1) Summary of Significant Accounting Policies:

The accounting policies of the Levy County Clerk of Courts and Comptroller (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:

Custodial Funds - Used to account for assets held by the Office as an agent for individuals, private organizations, other governments, and/or other funds.

(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.

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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 Clerk of Courts and Comptroller.

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.

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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) Restatement of Net Position:

For the fiscal year ended September 30, 2021, the Office implemented GASB Statement No. 84, *Fiduciary Activities*. Beginning net position in the custodial funds was restated from \$-0- to \$400,223, as a result of this implementation.

(5) 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.

(6) Long-term Liabilities:

A summary of changes in long-term liabilities of the Office for the fiscal year ended September 30, 2021, follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated absences	\$ 142,270	\$ 128,224	\$ (128,517)	\$ 141,977	\$ 83,603

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

(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, 2021, 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, 2021.

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, 2021

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$ 60,000	\$ 60,000	\$ 78,479	\$ 18,479
Charges for services	213,650	213,650	297,275	83,625
Miscellaneous	1,000	1,000	2,571	1,571
Total revenues	<u>274,650</u>	<u>274,650</u>	<u>378,325</u>	<u>103,675</u>
Expenditures				
Current:				
General government	1,107,538	1,107,538	1,026,791	80,747
Court related	67,600	69,100	65,716	3,384
Total expenditures	<u>1,209,138</u>	<u>1,209,138</u>	<u>1,093,624</u>	<u>115,514</u>
Excess (deficiency) of revenues over expenditures	<u>(934,488)</u>	<u>(934,488)</u>	<u>(715,299)</u>	<u>219,189</u>
Other financing sources (uses)				
Appropriations from Board of County Commissioners	888,221	888,221	888,221	-
Reversion to Board of County Commissioners	-	-	(176,027)	(176,027)
Total other financing sources (uses)	<u>888,221</u>	<u>888,221</u>	<u>712,194</u>	<u>(176,027)</u>
Net change in fund balance	<u>(46,267)</u>	<u>(46,267)</u>	<u>(3,105)</u>	<u>43,162</u>
Fund balance, beginning of year	66,021	66,021	66,021	-
Fund balance, end of year	<u>\$ 19,754</u>	<u>\$ 19,754</u>	<u>\$ 62,916</u>	<u>\$ 43,162</u>

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, 2021

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$ 496,084	\$ 496,084	\$ 436,543	\$ (59,541)
Charges for services	437,650	437,650	778,872	341,222
Fines and forfeitures	139,020	139,020	125,361	(13,659)
Miscellaneous	5,500	5,500	36,537	31,037
Total revenues	<u>1,078,254</u>	<u>1,078,254</u>	<u>1,377,313</u>	<u>299,059</u>
Expenditures				
Current:				
Court related	1,078,254	1,078,254	1,047,258	30,996
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>330,055</u>	<u>330,055</u>
Other financing sources (uses)				
Article V Reversion	-	-	(329,877)	(329,877)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(329,877)</u>	<u>(329,877)</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>178</u>	<u>178</u>
Fund balance, beginning of year	356	356	356	-
Fund balance, end of year	<u>\$ 356</u>	<u>\$ 356</u>	<u>\$ 534</u>	<u>\$ 178</u>

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, 2021

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for services	\$ 87,000	\$ 87,000	\$ 119,563	\$ 32,563
Miscellaneous	400	400	233	(167)
Total revenues	<u>87,400</u>	<u>87,400</u>	<u>119,796</u>	<u>32,396</u>
Expenditures				
Current:				
General government	142,200	142,200	18,351	123,849
Court related	305,200	305,200	-	305,200
Capital outlay	180,000	180,000	-	180,000
Total expenditures	<u>627,400</u>	<u>627,400</u>	<u>18,351</u>	<u>609,049</u>
Net change in fund balance	<u>(540,000)</u>	<u>(540,000)</u>	<u>101,445</u>	<u>641,445</u>
Fund balance, beginning of year	534,921	534,921	534,921	-
Fund balance, end of year	<u><u>\$ (5,079)</u></u>	<u><u>\$ (5,079)</u></u>	<u><u>\$ 636,366</u></u>	<u><u>\$ 641,445</u></u>

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

**LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
NOTE TO SCHEDULES OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

(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
CUSTODIAL FUNDS
SEPTEMBER 30, 2021

	Domestic Relations Fund	Registry of Court Fund	General Trust Fund	Jury and Witness Fund	Cash Bond Fund	Total Custodial Funds
Assets						
Cash and cash equivalents	\$ 815	\$ 599,310	\$ 817,159	\$ 8,042	\$ 59,712	\$ 1,485,038
Total Assets	<u>\$ 815</u>	<u>\$ 599,310</u>	<u>\$ 817,159</u>	<u>\$ 8,042</u>	<u>\$ 59,712</u>	<u>\$ 1,485,038</u>
Liabilities						
Accounts payable and accrued expenses	\$ -	\$ -	\$ 6,905	\$ -	\$ -	\$ 6,905
Due to other governments	377	-	767,875	-	-	768,252
Due to other funds	438	-	34,523	-	-	34,961
Due to other County agencies	-	-	7,856	-	-	7,856
Total Liabilities	<u>\$ 815</u>	<u>\$ -</u>	<u>\$ 817,159</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 817,974</u>
Net Position						
Restricted for:						
Other individuals and organizations	\$ -	\$ 599,310	\$ -	\$ 8,042	\$ 59,712	\$ 667,064
Total Net Position	<u>\$ -</u>	<u>\$ 599,310</u>	<u>\$ -</u>	<u>\$ 8,042</u>	<u>\$ 59,712</u>	<u>\$ 667,064</u>

See accompanying notes to financial statements.

LEVY COUNTY CLERK OF THE CIRCUIT COURT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2021

	Domestic Relations Fund	Registry of Court Fund	General Trust Fund	Jury and Witness Fund	Cash Bond Fund	Total Custodial Funds
Additions						
Court related	\$ 7,024	\$ 3,567,794	\$ 2,925,097	\$ 6,007	\$ 419,596	\$ 6,925,518
Total additions	<u>7,024</u>	<u>3,567,794</u>	<u>2,925,097</u>	<u>6,007</u>	<u>419,596</u>	<u>6,925,518</u>
Deductions						
Court related payments	7,024	3,793,432	2,925,097	4,904	379,496	7,109,953
Total deductions	<u>7,024</u>	<u>3,793,432</u>	<u>2,925,097</u>	<u>4,904</u>	<u>379,496</u>	<u>7,109,953</u>
Net change in fiduciary net position	<u>-</u>	<u>(225,638)</u>	<u>-</u>	<u>1,103</u>	<u>40,100</u>	<u>(184,435)</u>
Net position, beginning of year, as restated	-	824,948	-	6,939	19,612	851,499
Net position, end of year	<u>\$ -</u>	<u>\$ 599,310</u>	<u>\$ -</u>	<u>\$ 8,042</u>	<u>\$ 59,712</u>	<u>\$ 667,064</u>

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 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 Courts and Comptroller (the Office) as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the Levy County Clerk of Courts and Comptroller's special-purpose financial statements, and have issued our report thereon dated March 25, 2022, 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 Courts and Comptroller'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.

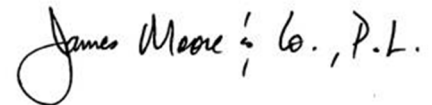
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Levy County Clerk of Courts and Comptroller'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.

A handwritten signature in black ink that reads "James Moore & Co., P.L.". The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022



**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 Courts and Comptroller (the Office), as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated March 25, 2022.

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 25, 2022, 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 Courts and Comptroller to be disclosed as required by accounting principles generally accepted in the United States of America.

Financial Management

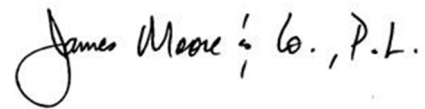
Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

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 Courts and Comptroller, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "James Moore & Co., P.L.". The signature is written in a cursive, flowing style.

Gainesville, Florida
March 25, 2022



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 Courts and Comptroller'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, 2021. 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, 2021, 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 Courts and Comptroller complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

Gainesville, Florida
March 25, 2022

