

LEVY COUNTY, FLORIDA
FINANCIAL STATEMENTS
FISCAL YEAR ENDED SEPTEMBER 30, 2022

**LEVY COUNTY, FLORIDA
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SEPTEMBER 30, 2022**

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INDEPENDENT AUDITORS' REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Levy County, Florida (the County), as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements 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 the County as of September 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements. The combining and individual nonmajor fund financial statements and other schedules, 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*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 29, 2023 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's 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, flowing style.

Gainesville, Florida
March 29, 2023

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, 2022. 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 \$91,095,125 (net position). Of this amount, \$14,381,039 is unrestricted net position while \$65,050,075 represents net investment in capital assets. The remaining \$11,664,011 is restricted net position.
- Net position of business-type activities increased by \$237,742 over the previous year. Net position of governmental activities increased \$15,769,306. Accordingly, net position of both business-type and governmental activities increased a total of \$16,007,048.
- At September 30, 2022, the Capital Project Funds balances, including the Road Improvement and Restoration Fund, increased by \$3,635,467, primarily due to transfers into these funds that invests in the future of the County and Intergovernmental Revenues. There were \$4,125,405 of capital outlays in these funds.
- At September 30, 2022, the County's governmental funds reported a combined fund balance of \$55,155,774, representing an increase of \$11.3 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, Emergency Medical Services Fund, Capital Projects Fund, and ARPA (American Rescue Plan Act) State and Local Fiscal Recovery 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

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Employer Contributions, and the Schedules of Changes in the Total OPEB Liability and Related Ratios. Following the required supplementary information can be found combining balance sheets and combining statements of revenues, expenditures, and changes in fund balances for the non-major governmental funds, and schedules of expenditures of federal and state awards.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Levy County, assets and deferred outflows exceeded liabilities and deferred inflows by \$91,095,125 at the close of the fiscal year ended September 30, 2022. The County had unrestricted funds of \$14,381,039 at September 30, 2022.

	Net Position					
	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 63,420,498	\$ 47,689,835	\$ 6,696,951	\$ 5,737,826	\$ 70,117,449	\$ 53,427,661
Capital assets	62,061,306	61,775,841	4,090,788	4,239,904	66,152,094	66,015,745
Total assets	125,481,804	109,456,676	10,787,739	9,977,730	136,269,543	119,443,406
Deferred outflows	9,723,487	8,538,896	381,831	343,190	10,105,318	8,882,086
Current and other liabilities	3,948,571	3,407,496	233,684	202,912	4,182,255	3,610,408
Long-term liabilities	37,532,185	18,449,553	8,057,669	6,850,301	45,589,854	25,299,854
Total liabilities	41,480,756	21,857,049	8,291,353	7,053,213	49,772,109	28,910,262
Deferred inflows	5,258,418	23,450,712	249,209	876,441	5,507,627	24,327,153
Net position:						
Net investment in capital						
assets	60,959,287	59,829,238	4,090,788	4,239,904	65,050,075	64,069,142
Restricted	11,664,011	10,660,667	-	-	11,664,011	10,660,667
Unrestricted	15,842,819	2,206,906	(1,461,780)	(1,848,638)	14,381,039	358,268
Total net position	\$ 88,466,117	\$ 72,696,811	\$ 2,629,008	\$ 2,391,266	\$ 91,095,125	\$ 75,088,077

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

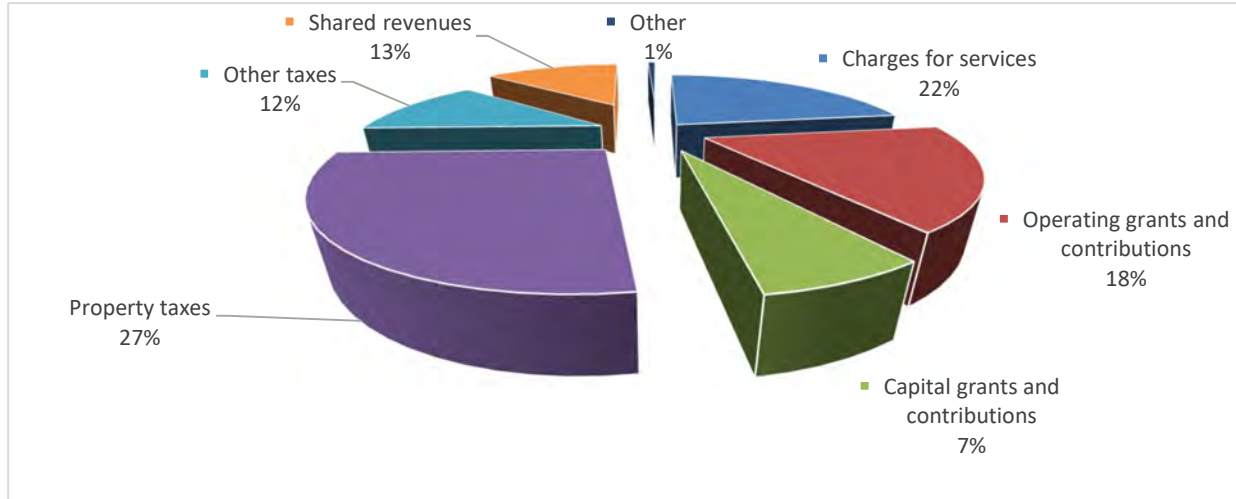
The following schedule provides a summary of the changes in net position.

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues						
Program revenues:						
Charges for services	\$ 16,585,578	\$ 15,430,135	\$ 3,754,823	\$ 3,544,153	\$ 20,340,401	\$ 18,974,288
Operating grants and contributions	13,368,121	6,509,133	-	93,750	13,368,121	6,602,883
Capital grants and contributions	4,950,306	1,635,070	-	21,660	4,950,306	1,656,730
General revenues:						
Property taxes	19,699,168	18,328,741	-	-	19,699,168	18,328,741
Other taxes	8,683,706	7,579,680	-	-	8,683,706	7,579,660
Shared revenues	9,499,004	7,674,335	-	-	9,499,004	7,674,335
Other	515,225	539,258	61,744	23,046	576,980	562,304
Total Revenues	73,301,108	57,696,352	3,816,578	3,682,609	77,117,686	61,378,961
Expenses						
General government	10,540,895	10,067,657	-	-	10,540,895	10,067,657
Public safety	28,118,418	2,217,944	-	-	28,118,418	22,217,944
Physical environment	938,780	1,037,088	3,578,836	2,985,613	4,517,616	4,022,701
Transportation	11,591,229	8,182,984	-	-	11,591,229	8,182,984
Economic environment	1,008,544	690,370	-	-	1,008,544	690,370
Human services	2,043,719	1,921,582	-	-	2,043,719	1,921,582
Culture and recreation	823,961	683,453	-	-	823,961	683,453
Court related	2,415,153	2,093,546	-	-	2,415,153	2,093,546
Interest on long-term debt	51,103	92,724	-	-	51,103	92,724
Total Expenses	57,531,802	46,987,348	3,578,836	2,985,613	61,110,638	49,972,961
Change in net position before transfers	15,769,306	10,709,004	237,742	696,996	16,007,048	11,406,000
Transfers	-	-	-	-	-	-
Change in net position	15,769,306	10,709,004	237,742	696,996	16,007,048	11,406,000
Net position - beg of year, as previously reported	72,696,811	61,987,807	2,391,266	1,601,730	75,088,077	63,589,537
Restatement	-	-	-	92,540	0	92,540
Net position - beginning of year, as restated	72,696,811	61,987,807	2,391,266	1,694,270	75,088,077	63,682,077
Net position - end of year	\$ 88,466,117	\$ 72,696,811	\$ 2,629,008	\$ 2,391,266	\$ 91,095,125	\$ 75,088,077

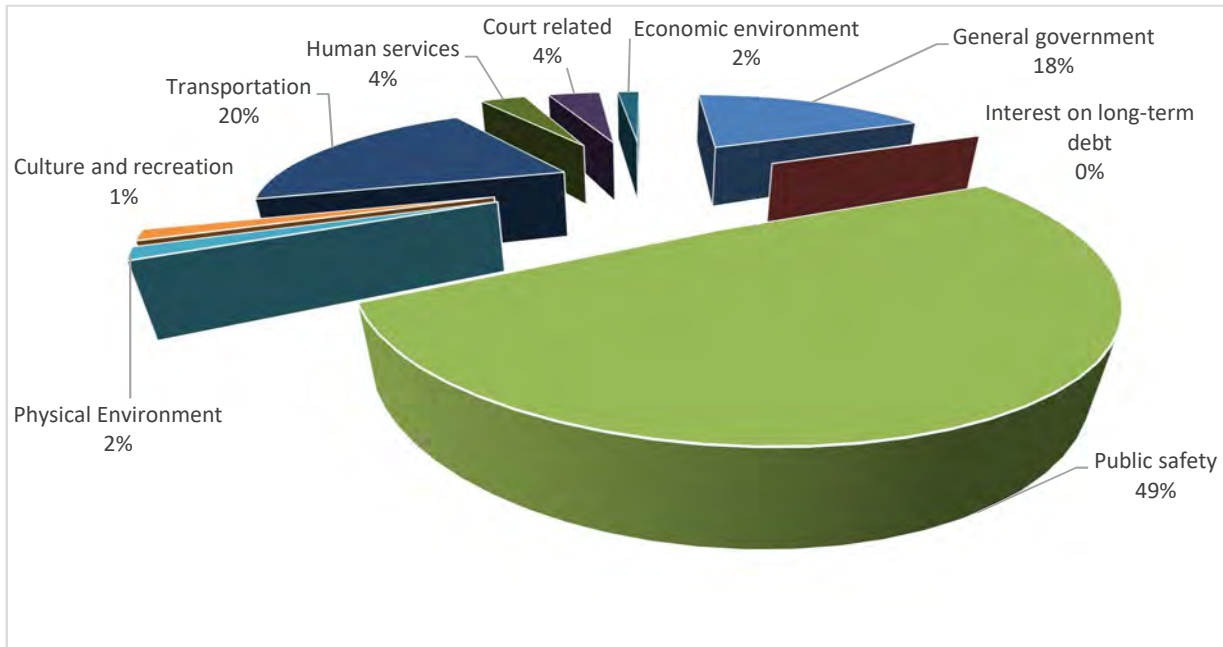
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Fiscal Year Ended September 2022

Revenues – Governmental Activities



Expenses – Governmental Activities



MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

The most significant change in revenues was seen in operating grants and contributions, which increased \$6.8 million, primarily related to an ARPA (American Rescue Plan Act) Grant that had occurred in Fiscal Year 2021. The grant was used to support revenue replacement for regular salary and benefits of County employees and other eligible government services expenditures required due to the COVID-19 outbreak. Levy County government, while receiving various ARPA and COVID-19 related funds 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 \$15.8 million, while business-type activities revenue were more than expenses and net transfers by \$0.2 million. Total expenses increased approximately 22.3% (\$11.1 million) from the previous year.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental Funds

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

During Fiscal Year 2022, the County has five major governmental funds. They are: 1) General Fund; 2) Road & Bridge Fund; 3) Emergency Medical Services Fund; 4) Capital Projects Fund, and 5) the ARPA State and Local Fiscal Recovery Fund.

The General Fund is the chief operating fund of the County. The General Fund includes the General Fund of the Board of County Commissioners and the General Funds of each Constitutional Officer. The General Fund had an increase in fund balance of \$8,433,266. The total fund balance was \$19,519,466, of which \$5,956,799 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 \$2,201,992 at year-end. This was an increase of \$287,498 from the prior year.

The Emergency Medical Services Fund accounts for emergency transport and medical services. The fund had a total fund balance of \$2,991,784. This was an increase of \$1,096,036 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 \$15,162,436. This was an increase of \$1,096,554 from the prior year.

The ARPA State and Local Fiscal Recovery Fund had no balance at the beginning of the year. It ended the year with a \$(4,030,736) balance. This is because transfers out to other funds exceeded the received revenues, but reimbursement from the Federal government was certain for this fund in the near future to fund this the deficit after the end of the fiscal year.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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 \$3,754,823 in the current year. This amount consists of \$1,422,736 generated by tipping and recycling fees and \$2,332,087 from landfill assessments. As of September 30, 2022, total net position was \$2,629,008, an increase of \$237,742 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 \$4,347,000. Budgeted expenditures exceeded actual by approximately \$2,002,000 primarily due to \$1,354,000 of unexpended general government appropriations, \$261,000 of unexpended capital outlay appropriations, and \$438,000 of unexpended public safety appropriations, \$318,000 of unexpended appropriations in other categories, offset by \$369,000 of expenditures over budget in Court related Expenses.

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	
	2022	2021	2022	2021	2022	2021
Land	\$ 5,903,091	\$ 5,403,986	\$ 239,648	\$ 239,648	\$ 6,142,739	\$ 5,643,634
Buildings & Equipment	12,155,147	12,509,647	2,898,253	2,987,137	15,053,400	15,496,784
Infrastructure	7,106,871	7,071,357	952,887	1,013,119	8,059,758	8,084,476
Construction in progress	35,382,591	34,827,081	-	-	35,382,591	34,827,081
	1,513,606	1,963,770	-	-	1,513,606	1,963,770
Capital assets, net	\$ 62,061,306	\$ 61,775,841	\$ 4,090,788	\$ 4,239,904	\$ 66,152,094	\$ 66,015,745

The County's total investment in capital assets for both its governmental and business type activities as of September 30, 2022, was \$66,152,094 (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.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Non-Current Liabilities

On September 30, 2022, the County's governmental outstanding non-current liabilities were \$37,532,185 and the business-type non-current liabilities were \$8,057,669. Approximately \$0.6 million of the governmental liabilities represents bonds secured by specific revenue sources as a method of repayment. The majority of the remaining balance, \$36.9 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 non-current and long-term liabilities.

NEXT YEAR'S BUDGET AND SIGNIFICANT FINANCIAL CONDITIONS

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

The Board of County Commissioners adopted a General Fund millage rate of 9.000 mills for fiscal year 2023, equal to the millage rate adopted for fiscal year 2022.

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, 2022

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and equivalents	\$ 16,254,707	\$ 2,854,538	\$ 19,109,245
Investments	38,166,343	3,714,228	41,880,571
Accounts receivable, net	1,450,721	166,363	1,617,084
Due from other governments	3,219,751	3,096	3,222,847
Internal balances	4,165,503	(41,274)	4,124,229
Due from fiduciary funds	105,476	-	105,476
Prepaid expenses	57,997	-	57,997
Capital assets:			
Non-depreciable	7,416,697	239,648	7,656,345
Depreciable, net	54,644,609	3,851,140	58,495,749
Total assets	<u>\$ 125,481,804</u>	<u>\$ 10,787,739</u>	<u>\$ 136,269,543</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on bond refunding	\$ 24,320	\$ -	\$ 24,320
Deferred outflows related to pensions	9,044,793	327,338	9,372,131
Deferred outflows related to OPEB	654,374	54,493	708,867
Total deferred outflows	<u>\$ 9,723,487</u>	<u>\$ 381,831</u>	<u>\$ 10,105,318</u>
LIABILITIES			
Accounts payable and accrued liabilities	\$ 2,785,055	\$ 233,099	\$ 3,018,154
Deposits	41,670	500	42,170
Due to other governments	1,086,953	85	1,087,038
Accrued interest payable	7,830	-	7,830
Unearned revenue	27,063	-	27,063
Noncurrent liabilities:			
Due within one year	1,530,436	998,432	2,528,868
Due in more than one year	1,503,014	5,763,166	7,266,180
Total OPEB liability	1,645,540	107,092	1,752,632
Net pension liability	32,853,195	1,188,979	34,042,174
Total liabilities	<u>\$ 41,480,756</u>	<u>\$ 8,291,353</u>	<u>\$ 49,772,109</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	\$ 3,838,929	\$ 138,934	\$ 3,977,863
Deferred inflows related to OPEB	1,419,489	110,275	1,529,764
Total deferred inflows	<u>\$ 5,258,418</u>	<u>\$ 249,209</u>	<u>\$ 5,507,627</u>
NET POSITION			
Net investment in capital assets	\$ 60,959,287	\$ 4,090,788	\$ 65,050,075
Restricted for:			
Law enforcement	1,045,184	-	1,045,184
Fire and EMS	1,533,565	-	1,533,565
Roads and transportation	3,483,656	-	3,483,656
Economic environment	2,014,250	-	2,014,250
Mosquito control	21,276	-	21,276
Parks and recreation	151,204	-	151,204
Building department	678,771	-	678,771
Court costs	2,736,105	-	2,736,105
Unrestricted	15,842,819	(1,461,780)	14,381,039
Total net position	<u>\$ 88,466,117</u>	<u>\$ 2,629,008</u>	<u>\$ 91,095,125</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, 2022**

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	\$ 10,540,895	\$ 2,340,492	\$ 4,510,587	\$ -	\$ (3,689,816)	\$ -	\$ (3,689,816)
Public safety	28,118,418	12,367,900	5,148,158	25,275	(10,577,085)	-	(10,577,085)
Physical environment	938,780	26,220	128,068	-	(784,492)	-	(784,492)
Transportation	11,591,229	369,634	2,875,291	4,875,762	(3,470,542)	-	(3,470,542)
Economic environment	1,008,544	-	588,491	-	(420,053)	-	(420,053)
Human services	2,043,719	-	40,573	-	(2,003,146)	-	(2,003,146)
Culture and recreation	823,961	154,486	66,846	49,269	(553,360)	-	(553,360)
Court related	2,415,153	1,326,846	10,107	-	(1,078,200)	-	(1,078,200)
Interest on long-term debt	51,103	-	-	-	(51,103)	-	(51,103)
Total	57,531,802	16,585,578	13,368,121	4,950,306	(22,627,797)	-	(22,627,797)
Business-type activities:							
Landfill	3,578,836	3,754,823	-	-	-	175,987	175,987
Total primary government	<u>\$ 61,110,638</u>	<u>\$ 20,340,401</u>	<u>\$ 13,368,121</u>	<u>\$ 4,950,306</u>	<u>(22,627,797)</u>	<u>175,987</u>	<u>(22,451,810)</u>
General revenues:							
Property taxes					19,699,168	-	19,699,168
Sales taxes					5,613,015	-	5,613,015
Gas taxes					2,182,993	-	2,182,993
Tourist development tax					746,485	-	746,485
Communications service tax					141,213	-	141,213
Intergovernmental					9,499,004	-	9,499,004
Investment income					(119,465)	-	(119,465)
Miscellaneous					634,690	61,755	696,445
Total general revenues					<u>38,397,103</u>	<u>61,755</u>	<u>38,458,858</u>
Change in net position					15,769,306	237,742	16,007,048
Net position - beginning of year					72,696,811	2,391,266	75,088,077
Net position - end of year					<u>\$ 88,466,117</u>	<u>\$ 2,629,008</u>	<u>\$ 91,095,125</u>

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

**LEVY COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022**

	General Fund	Road and Bridge	Emergency Medical Services	Capital Projects	ARPA State and Local Fiscal Recovery Fund	Nonmajor Governmental Funds	Total
ASSETS							
Cash and cash equivalents	\$ 3,120,402	\$ 514,969	\$ 953,087	\$ 757,547	\$ -	\$ 10,908,702	\$ 16,254,707
Investments	11,668,545	1,072,863	1,352,126	14,455,714	-	9,617,095	38,166,343
Accounts receivable	318,072	-	1,118,143	-	-	12,241	1,448,456
Due from other governments	1,858,776	659,246	-	-	4,030,736	703,994	7,252,752
Prepaid items	55,976	90	-	-	-	1,931	57,997
Due from other funds	4,664,217	114,691	5,626	-	-	64,144	4,848,678
Total assets	<u>\$ 21,685,988</u>	<u>\$ 2,361,859</u>	<u>\$ 3,428,982</u>	<u>\$ 15,213,261</u>	<u>\$ 4,030,736</u>	<u>\$ 21,308,107</u>	<u>\$ 68,028,933</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ 1,699,411	\$ 159,174	\$ 130,166	\$ 50,825	\$ -	\$ 745,479	\$ 2,785,055
Deposits	-	-	-	-	-	41,670	41,670
Due to other governments	334,118	683	2,792	-	-	749,360	1,086,953
Unearned revenue	27,063	-	-	-	-	-	27,063
Due to other funds	105,930	10	11,593	-	4,030,736	460,166	4,608,435
Total liabilities	<u>2,166,522</u>	<u>159,867</u>	<u>144,551</u>	<u>50,825</u>	<u>4,030,736</u>	<u>1,996,675</u>	<u>8,549,176</u>
Deferred inflows							
Unavailable revenues	-	-	292,647	-	4,030,736	600	4,323,983
Total deferred inflows	<u>-</u>	<u>-</u>	<u>292,647</u>	<u>-</u>	<u>4,030,736</u>	<u>600</u>	<u>4,323,983</u>
Fund balances							
Nonspendable:							
Prepays	55,976	90	-	-	-	1,931	57,997
Restricted for:							
Law enforcement	-	-	-	-	-	1,045,184	1,045,184
Fire and EMS	-	-	-	-	-	1,533,565	1,533,565
Roads and transportation	-	-	-	-	-	3,483,656	3,483,656
Economic environment	-	-	-	-	-	2,014,250	2,014,250
Mosquito control	-	-	-	-	-	21,276	21,276
Parks and recreation	-	-	-	-	-	151,204	151,204
Building department	-	-	-	-	-	678,771	678,771
Court costs	-	-	-	-	-	2,736,105	2,736,105
Assigned to:							
Law enforcement	-	-	-	-	-	55,689	55,689
Fire and EMS	-	-	2,991,784	-	-	1,009,798	4,001,582
Utility system	-	-	-	-	-	82,530	82,530
Roads and transportation	-	2,201,902	-	-	-	1,024,861	3,226,763
Debt service	-	-	-	-	-	402,330	402,330
Capital improvements	-	-	-	15,162,436	-	5,196,731	20,359,167
Court costs	62,374	-	-	-	-	-	62,374
American Rescue Plan Act	4,030,736	-	-	-	-	-	4,030,736
Subsequent year's budget	1,863,689	-	-	-	-	-	1,863,689
Unassigned	13,506,691	-	-	-	(4,030,736)	(127,049)	9,348,906
Total fund balances	<u>19,519,466</u>	<u>2,201,992</u>	<u>2,991,784</u>	<u>15,162,436</u>	<u>(4,030,736)</u>	<u>19,310,832</u>	<u>55,155,774</u>
Total Liabilities, Deferred Inflows, and Fund Balances	<u>\$ 21,685,988</u>	<u>\$ 2,361,859</u>	<u>\$ 3,428,982</u>	<u>\$ 15,213,261</u>	<u>\$ 4,030,736</u>	<u>\$ 21,308,107</u>	<u>\$ 68,028,933</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, 2022

Total fund balances - Governmental Funds \$ 55,155,774

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	276,657,708	
Less: accumulated depreciation	<u>(214,596,402)</u>	62,061,306

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	(32,853,195)	
Deferred outflows related to pensions	9,044,793	
Deferred inflows related to pensions	<u>(3,838,929)</u>	(27,647,331)

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	(1,645,540)	
Deferred outflows related to OPEB	654,374	
Deferred inflows related to OPEB	<u>(1,419,489)</u>	(2,410,655)

Because some property taxes and other revenues will not be collected for several months after the close of the County's fiscal year end, they are not considered as "available" revenues in the governmental funds, and therefore, reported as deferred inflows of unavailable revenues. In the statement of net position, which is presented on an accrual basis, no deferral is reported since the revenue is fully recognized in the statement of activities.

4,323,983

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	24,320	
Notes payable	(587,784)	
Leases payable	(538,555)	
Accrued interest	(7,830)	
Compensated absences	<u>(1,907,111)</u>	(3,016,960)

Net position of governmental activities

\$ 88,466,117

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, 2022

	General Fund	Road and Bridge	Emergency Medical Services	Capital Projects	ARPA State and Local Fiscal Recovery Fund	Nonmajor Governmental Funds	Total
Revenues							
Taxes	\$ 25,066,968	\$ 2,365,622	\$ -	\$ -	\$ -	\$ 746,485	\$ 28,179,075
Permit, fees, and special assessments	-	17,800	3,644,227	-	-	4,248,606	7,910,633
Intergovernmental	9,214,956	3,388,660	3,565	-	4,030,735	7,027,500	23,665,416
Charges for services	4,873,743	-	3,208,391	-	-	1,718,938	9,801,072
Fines and forfeitures	7,956	-	-	-	-	198,901	206,857
Miscellaneous revenues	709,282	941,018	60,316	(278,137)	-	172,612	1,605,091
Total revenues	<u>39,872,905</u>	<u>6,713,100</u>	<u>6,916,499</u>	<u>(278,137)</u>	<u>4,030,735</u>	<u>14,113,042</u>	<u>71,368,144</u>
Expenditures							
Current:							
General government	10,555,588	-	-	330,856	-	33,053	10,919,497
Public safety	16,612,788	-	5,584,080	359,047	-	3,900,076	26,455,991
Physical environment	579,453	-	-	-	-	315,267	894,720
Economic environment	228,619	-	-	-	-	776,661	1,005,280
Transportation	-	6,121,485	-	-	-	1,639,575	7,761,060
Human services	1,959,521	-	-	38,893	-	43,861	2,042,275
Culture and recreation	620,557	-	-	-	-	164,482	785,039
Court related	627,420	-	-	-	-	1,462,633	2,090,053
Capital outlay	1,271,526	1,054,117	12,308	1,314,334	-	3,321,454	6,973,739
Debt service:							
Principal	-	-	205,674	90,486	-	560,000	856,160
Interest	-	-	18,401	2,893	-	24,698	45,992
Total expenditures	<u>32,455,472</u>	<u>7,175,602</u>	<u>5,820,463</u>	<u>2,136,509</u>	<u>-</u>	<u>12,241,760</u>	<u>59,829,806</u>
Excess (deficiency) of revenues over expenditures	<u>7,417,433</u>	<u>(462,502)</u>	<u>1,096,036</u>	<u>(2,414,646)</u>	<u>4,030,735</u>	<u>1,871,282</u>	<u>11,538,338</u>
Other financing sources (uses)							
Transfers in	9,566,058	1,000,000	-	4,619,944	-	3,177,053	18,363,055
Transfers out	(8,546,997)	(250,000)	-	(1,108,744)	(8,061,471)	(395,843)	(18,363,055)
Other external reversion	(3,228)	-	-	-	-	(211,453)	(214,681)
Total other financing sources (uses)	<u>1,015,833</u>	<u>750,000</u>	<u>-</u>	<u>3,511,200</u>	<u>(8,061,471)</u>	<u>2,569,757</u>	<u>(214,681)</u>
Net change in fund balances	<u>8,433,266</u>	<u>287,498</u>	<u>1,096,036</u>	<u>1,096,554</u>	<u>(4,030,736)</u>	<u>4,441,039</u>	<u>11,323,657</u>
Fund balance, beginning of year	<u>11,086,200</u>	<u>1,914,494</u>	<u>1,895,748</u>	<u>14,065,882</u>	<u>-</u>	<u>14,869,793</u>	<u>43,832,117</u>
Fund balance, end of year	<u>\$ 19,519,466</u>	<u>\$ 2,201,992</u>	<u>\$ 2,991,784</u>	<u>\$ 15,162,436</u>	<u>\$ (4,030,736)</u>	<u>\$ 19,310,832</u>	<u>\$ 55,155,774</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, 2022

Net change in fund balances-total governmental funds	\$ 11,323,657
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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	6,973,739
Gain/(loss) on disposal of capital assets	(27,462)
Depreciation expense	(6,660,812)

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	856,160
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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	3,862,359
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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	(305,362)
Accrued interest payable	3,572
Net amortization of premiums (discounts) on long-term debt	(11,576)
Total OPEB liability and deferred outflows and inflows	(180,790)
Net pension liability and and deferred outflows and inflows	(64,179)

Change in net position of governmental activities	\$ 15,769,306
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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, 2022

	Landfill Fund
ASSETS	
Cash and cash equivalents	\$ 176,762
Investments	3,714,228
Accounts receivable, net	166,363
Due from other governments	3,096
Due from other funds	2,735
Restricted current assets	
Cash and cash equivalents	955,153
Total current assets	<u>5,018,337</u>
Noncurrent assets:	
Restricted cash and cash equivalents	1,722,623
Capital assets:	
Land	239,648
Building and improvements	4,157,087
Machinery and equipment	3,247,560
Accumulated depreciation	(3,553,507)
Total capital assets, net	<u>4,090,788</u>
Total noncurrent assets	5,813,411
Total assets	<u><u>\$ 10,831,748</u></u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions	\$ 327,338
Deferred outflows related to OPEB	54,493
Total deferred outflows of resources	<u><u>\$ 381,831</u></u>
LIABILITIES	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 233,099
Deposits	500
Due to other governments	85
Due to other funds	44,009
Compensated absences	43,279
Landfill closure and long-term care liability	955,153
Total current liabilities	<u>1,276,125</u>
Noncurrent liabilities:	
Compensated absences	66,333
Total OPEB liability	107,092
Net pension liability	1,188,979
Landfill closure and long-term care liability	5,696,833
Total noncurrent liabilities	<u>7,059,237</u>
Total liabilities	<u><u>\$ 8,335,362</u></u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions	\$ 138,934
Deferred inflows related to OPEB	110,275
Total deferred inflows of resources	<u><u>\$ 249,209</u></u>
NET POSITION	
Net investment in capital assets	\$ 4,090,788
Unrestricted	(1,461,780)
Total net position	<u><u>\$ 2,629,008</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, 2022

	Landfill Fund
Operating revenues	
Charges for services	\$ 1,422,736
Landfill assessments	2,332,087
Total operating revenues	<u>3,754,823</u>
Operating expenses	
Personal services	1,119,512
Operating expenses	1,656,042
Physical Environment	9,837
Closure and long-term costs	508,924
Depreciation	284,521
Total operating expenses	<u>3,578,836</u>
Operating income (loss)	<u>175,987</u>
Nonoperating revenues (expenses)	
Interest earnings	31,276
Miscellaneous income	30,479
Total nonoperating revenues (expenses)	<u>61,755</u>
Change in net position	<u>237,742</u>
Net position, beginning of year	2,391,266
Net position, end of year	<u><u>\$ 2,629,008</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, 2022

	Landfill Fund
Cash flows from operating activities	
Cash received from customers	\$ 3,754,565
Cash paid to employees	(1,086,941)
Cash paid to suppliers	(1,634,370)
Other receipts	30,479
Net cash provided by (used in) operating activities	<u>1,063,733</u>
Cash flows from noncapital financing activities	
Interfund loans	<u>20,427</u>
Net cash provided by (used in) noncapital financing activities	<u>20,427</u>
Cash flows from capital and related financing activities	
Acquisition and construction of capital assets	<u>(135,405)</u>
Net cash provided by (used in) capital and related financing activities	<u>(135,405)</u>
Cash flows from investing activities	
Interest received	3,607
Sales of investments	<u>451,996</u>
Net cash provided by (used in) investing activities	<u>455,603</u>
Net change in cash and cash equivalents	<u>1,404,358</u>
Cash and cash equivalents, beginning of year	1,450,180
Cash and cash equivalents, end of year	<u><u>\$ 2,854,538</u></u>
Cash and cash equivalents classified as:	
Unrestricted	\$ 176,762
Restricted	<u>2,677,776</u>
Total cash and cash equivalents	<u><u>\$ 2,854,538</u></u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating income (loss)	\$ 175,987
Adjustments to reconcile net operating income (loss) to net cash provided by (used in) operating activities:	
Depreciation	284,521
Nonoperating revenues (expenses)	30,479
Changes in assets and liabilities:	
Accounts receivable	(2,580)
Due from other governments	3,059
Accounts payable and accrued liabilities	31,509
Unearned revenue	(737)
Compensated absences	25,180
Net pension liability	(5,809)
Landfill closure and long-term care liability	508,924
Total OPEB liability	<u>13,200</u>
Net cash provided by (used in) operating activities	<u><u>\$ 1,063,733</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, 2022

	<u>Custodial Funds</u>
ASSETS	
Cash and equivalents	\$ 4,515,283
Receivables	21,220
Due from other governments	164
Due from other funds	441
Due from other County agencies	1,565
Total assets	<u><u>\$ 4,538,673</u></u>
LIABILITIES	
Accounts payable and accrued expenses	\$ 234,077
Deposits and escrow	8
Due to other funds	105,917
Due to other governments	3,042,528
Due to other County agencies	95,058
Total liabilities	<u><u>\$ 3,477,588</u></u>
NET POSITION	<u><u>\$ 1,061,085</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
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Custodial Funds
Additions	
Taxes	\$ 51,562,458
Charges for services	334,383
Permits, fees, and special assessments	14,512,405
Court related	6,702,393
Total additions	<u>73,111,639</u>
Deductions	
Court related payments	6,234,704
Payments to individuals	3,692,781
Payments to other governments	33,365,241
Payments to BOCC	27,672,281
Payments to constitutional officers	1,851,917
Total deductions	<u>72,816,924</u>
Net change in fiduciary net position	<u>294,715</u>
Net position, beginning of year	766,370
Net position, end of year	<u><u>\$ 1,061,085</u></u>

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

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

(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, 2022

(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, 2022

(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.

ARPA State and Local Fiscal Recovery Fund – The American Rescue Plan Act (ARPA) State and Local Fiscal Recovery fund (a special revenue fund) is used to account for the County's ARPA activities.

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, 2022

(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, 2022

(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 assets 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, 2022

(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) **Net position flow assumption**—Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to determine amounts reported as restricted and unrestricted net position, it is the County's policy to consider restricted net position to have been used before unrestricted net position is applied.

(o) **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.

(p) **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, 2022

(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, 2022, 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 29 days. A copy of FLGIT's most recent financial statements can be found at <http://floridatrustononline.com>. At September 30, 2022, the County had \$41,871,610 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, 2022, 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 21 days. At September 30, 2022, the County had \$8,961 invested with Florida PRIME.

As of September 30, 2022, the County held no amount 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, 2022

(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, 2022, 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	\$ -	\$ 31,456	\$ 5,626	\$ 64,144	\$ 2,735	\$ 1,969	\$ 105,930
Road and Bridge	10	-	-	-	-	-	10
Emergency Medical Services	-	11,572	-	-	-	21	11,593
ARPA	4,030,736	-	-	-	-	-	4,030,736
Nonmajor Governmental	432,496	27,670	-	-	-	-	460,166
Proprietary Funds							
Landfill	-	43,993	-	-	-	16	44,009
Fiduciary Funds	200,975	-	-	-	-	-	200,975
Total	\$ 4,664,217	\$ 114,691	\$ 5,626	\$ 64,144	\$ 2,735	\$ 2,006	\$ 4,853,419

Transfers from/to other funds for the year ended September 30, 2022, were as follows:

Transfers Out	Transfers In				
	General Fund	Road and Bridge	Capital Projects	Nonmajor Governmental	Total
Governmental Funds					
General Fund	\$ -	\$ 1,000,000	\$ 4,619,944	\$ 2,927,053	\$ 8,546,997
ARPA	8,061,471	-	-	-	8,061,471
Road and Bridge	-	-	-	250,000	250,000
Capital Projects	1,108,744	-	-	-	1,108,744
Nonmajor Governmental	395,843	-	-	-	395,843
Total	\$ 9,566,058	\$ 1,000,000	\$ 4,619,944	\$ 3,177,053	\$ 18,363,055

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, 2022

(5) Capital Assets:

Capital asset activity for the fiscal year ended September 30, 2022, was as follows:

Governmental activities:	Balance 09/30/21	Increases	Decreases	Balance 09/30/22
Capital assets not being depreciated:				
Land	\$ 5,403,986	\$ 499,105	\$ -	\$ 5,903,091
Construction in progress	1,963,770	4,317,367	(4,767,531)	1,513,606
Total assets not being depreciated	<u>7,367,756</u>	<u>4,816,472</u>	<u>(4,767,531)</u>	<u>7,416,697</u>
Capital assets being depreciated:				
Buildings and Improvements	23,454,802	185,770	-	23,640,572
Infrastructure	213,151,694	4,581,761	-	217,733,455
Machinery and Equipment	26,478,084	2,157,267	(768,367)	27,866,984
Total assets being depreciated	<u>263,084,580</u>	<u>6,924,798</u>	<u>(768,367)</u>	<u>269,241,011</u>
Less accumulated depreciation for:				
Buildings and Improvements	(10,945,155)	(540,270)	-	(11,485,425)
Infrastructure	(178,324,613)	(4,026,251)	-	(182,350,864)
Machinery and Equipment	(19,406,727)	(2,094,291)	740,905	(20,760,113)
Less: accumulated depreciation	<u>(208,676,495)</u>	<u>(6,660,812)</u>	<u>740,905</u>	<u>(214,596,402)</u>
Total capital assets being depreciated, net	54,408,085	263,986	(27,462)	54,644,609
Governmental activities capital assets, net	<u>\$ 61,775,841</u>	<u>\$ 5,080,458</u>	<u>\$ (4,794,993)</u>	<u>\$ 62,061,306</u>
Business-type activities:				
	Balance 09/30/21	Increases	Decreases	Balance 09/30/22
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	4,157,087	-	-	4,157,087
Machinery and Equipment	3,176,648	135,405	(64,493)	3,247,560
Total assets being depreciated	<u>7,333,735</u>	<u>135,405</u>	<u>(64,493)</u>	<u>7,404,647</u>
Less accumulated depreciation for:				
Buildings and Improvements	(1,169,950)	(88,884)	-	(1,258,834)
Machinery and Equipment	(2,163,529)	(195,637)	64,493	(2,294,673)
Less: accumulated depreciation	<u>(3,333,479)</u>	<u>(284,521)</u>	<u>64,493</u>	<u>(3,553,507)</u>
Total capital assets being depreciated, net	4,000,256	(149,116)	-	3,851,140
Business-type activities capital assets, net	<u>\$ 4,239,904</u>	<u>\$ (149,116)</u>	<u>\$ -</u>	<u>\$ 4,090,788</u>

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

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

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

Governmental activities		
General Government	\$	926,479
Public Safety		1,273,953
Transportation		4,414,129
Human Services		36,978
Culture and Recreation		9,273
Total depreciation expense-governmental activities	\$	<u>6,660,812</u>
Business-type activities		
Landfill	\$	284,521
Total depreciation expense-business-type activities	\$	<u>284,521</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, 2022:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable	\$ 1,135,000	\$ -	\$ 560,000	\$ 575,000	\$ 575,000
Less deferred amount:					
Bond premium	25,568	-	12,784	12,784	-
Total bonds payable	1,160,568	-	572,784	587,784	575,000
Leases payable	834,715	-	296,160	538,555	211,171
Compensated absences	1,601,749	2,408,419	2,103,057	1,907,111	744,265
Governmental activities - Total Long-Term Liabilities	<u>\$ 3,597,032</u>	<u>\$ 2,408,419</u>	<u>\$ 2,972,001</u>	<u>\$ 3,033,450</u>	<u>\$ 1,530,436</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	\$ 6,143,062	\$ 508,924	\$ -	\$ 6,651,986	\$ 955,153
Compensated absences	84,432	138,471	113,291	109,612	43,279
Business-type activities - Total Long-Term Liabilities	<u>\$ 6,227,494</u>	<u>\$ 647,395</u>	<u>\$ 113,291</u>	<u>\$ 6,761,598</u>	<u>\$ 998,432</u>

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

(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 \$587,937. During 2022, \$2,705,361 of half-cent sales tax revenue was recognized and \$584,698 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>
2023	\$ 575,000	\$ 12,937	\$ 587,937
Total	<u>\$ 575,000</u>	<u>\$ 12,937</u>	<u>\$ 587,937</u>

Leases payable

The County leases heavy equipment under agreements that are classified as leases payable. 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, 2022, are as follows:

<u>Year Ending September 30,</u>	<u>Payment</u>
2023	\$ 224,076
2024	224,076
2025	112,038
Total Minimum Lease Payments	<u>560,190</u>
Less: Amount Representing Interest	<u>21,635</u>
Present Value of Minimum Lease Payments	<u>\$ 538,555</u>

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

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

(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, 2022, the County has accrued \$955,153 for such estimated costs for the Class III Landfill Trench 2. These closure costs have been accrued based on 54% 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 \$6,651,986 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, 2022, cash and investments of approximately \$2,677,776 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, 2022

(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, 2022

(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, 2022, as follows (contribution rates are in agreement with the actuarially determined rates):

<u>FRS Membership Plan & Class</u>	<u>Through June 30, 2022</u>	<u>After June 30, 2022</u>
Regular Class	10.82%	11.91%
Senior Management (SMSC)	29.01%	31.57%
Special Risk	25.89%	27.83%
Elected Official Class	51.42%	57.00%

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, 2022

(8) Employees' Retirement Plans: (Continued)

For the plan year ended June 30, 2022, actual contributions made for employees participating in FRS and HIS were as follows:

Entity Contributions – FRS	\$ 3,238,758
Entity Contributions – HIS	331,436
Employee Contributions – FRS	598,981

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

At September 30, 2022, the entity reported a liability related to FRS and HIS as follows:

<u>Plan</u>	<u>Net Pension Liability</u>
FRS	\$ 28,240,609
HIS	5,801,565
Total	<u>\$ 34,042,174</u>

The net pension liability was measured as of June 30, 2022, 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, 2022 and June 30, 2021, the County's proportionate share of the FRS and HIS net pension liabilities were as follows:

<u>Plan</u>	<u>2022</u>	<u>2021</u>
FRS	0.075899218%	0.079495745%
HIS	0.054775167%	0.056286031%

For the year ended June 30, 2022, pension expense was recognized related to the FRS and HIS plans as follows:

FRS	\$ 3,486,824
HIS	331,744
Total	<u>\$ 3,818,568</u>

Deferred outflows/inflows related to pensions:

At September 30, 2022, 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	\$ 1,341,266	\$ -	\$ 176,091	\$ (25,527)
Changes of assumptions	3,477,949	-	332,549	(897,498)
Net different between projected and actual investment earnings	1,864,724	-	8,399	-
Change in proportionate share	732,931	(2,704,609)	355,865	(350,229)
Contributions subsequent to measurement date	985,094	-	97,263	-
	<u>\$ 8,401,964</u>	<u>\$(2,704,609)</u>	<u>\$ 970,167</u>	<u>\$(1,273,254)</u>

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

(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, 2023.

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
2023	\$ 1,108,023	\$ (87,275)	\$ 1,020,748
2024	125,057	(42,661)	82,396
2025	(1,045,613)	(13,169)	(1,058,782)
2026	4,360,550	(52,290)	4,308,260
2027	164,244	(138,070)	26,174
Thereafter	-	(66,885)	(66,885)
Total	<u>\$ 4,712,261</u>	<u>\$ (400,350)</u>	<u>\$ 4,311,911</u>

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 6.70%. This rate decreased from the prior year rate of 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 3.54% was used to determine the total pension for the program. This rate increased from the prior year rate of 2.16%. 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 2022, 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, 2022

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Annual Arithmetic Expected Rate of Return</u>
Cash	1.0%	2.6%
Fixed income	19.8%	4.4%
Global equities	54.0%	8.8%
Real estate	10.3%	7.4%
Private equity	11.1%	12.0%
Strategic investments	3.8%	6.2%
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	6.70%	\$ 48,840,191	\$ 28,240,609	\$ 11,016,907
HIS	3.54%	6,637,467	5,801,565	5,109,874

(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	264
Inactive Employees	0
	<u>264</u>

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

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

Total OPEB Liability—The County’s total OPEB liability of \$1,250,000 was measured as of September 30, 2022, and was determined by an actuarial valuation at September 30, 2021.

Actuarial Assumptions and Other Inputs—The total OPEB liability at the September 30, 2022 measurement date was determined using the following actuarial assumptions and other inputs, applied to all periods in the measurement, unless otherwise specified:

Salary increases	3.00%
Discount rate	4.02%
Healthcare cost trend rate	7.0% reduced 0.25% each year until reaching ultimate trend rate of 4.0%
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, 2022.

Mortality rates were based on the Pub-2010 mortality table with generational scale using MP-2021.

Changes in the OPEB liability for the fiscal year ended September 30, 2022, were as follows:

	Total OPEB Liability
Balance at September 30, 2021	\$ 1,965,986
Changes for a year:	
Service cost	157,650
Interest	45,579
Differences between expected and actual experience	(215,285)
Changes of assumptions	(696,906)
Benefit payments – implicit rate subsidy	(7,392)
Net changes	(716,354)
Balance at September 30, 2022	\$ 1,249,632

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 4.02%, as well as what the County’s total OPEB liability would be if it were calculated using a discount rate that is 1% lower (3.02%) or 1% higher (5.02%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	\$ 1,530,000	\$ 1,250,000	\$ 1,032,000

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 (7.00%) or 1% higher (8.00%) than the current healthcare cost trend rates (7.00%):

	1% Decrease	Current Trend Rates	1% Increase
Total OPEB Liability	\$ 992,000	\$ 1,250,000	\$ 1,597,000

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

(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, 2022, the County recognized OPEB expense of \$160,000. At September 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 635,867	\$ 743,064
Differences between expected and actual experience	-	543,700
Total	<u>\$ 635,867</u>	<u>\$ 1,286,764</u>

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

Year ended September 30:	Amortization
2023	\$ (42,833)
2024	(42,833)
2025	(42,833)
2026	(42,833)
2027	(42,833)
Thereafter	(436,732)

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	125
Inactive Employees	<u>2</u>
	<u>127</u>

Total OPEB Liability—The Office's total OPEB liability of \$503,000 was measured as of October 1, 2021, and was determined by an actuarial valuation at October 1, 2021.

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

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

Actuarial Assumptions and Other Inputs—The total OPEB liability at the September 30, 2022, measurement date was determined using the following actuarial assumptions and other inputs, applied to all periods in the measurement, unless otherwise specified:

Salary increases	2.50%
Discount rate	2.19%
Healthcare cost trend rate	6.50%, decreasing 0.25% per year to an ultimate rate of 5.00%
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-2021.

Changes in the OPEB liability for the fiscal year ended September 30, 2022, were as follows:

	Total OPEB Liability
Balance at September 30, 2021	\$ 600,000
Changes for a year:	
Service cost	63,000
Interest	16,000
Differences between expected and actual experience	(171,000)
Contributions - employer	(14,000)
Changes of assumptions	9,000
Net changes	(97,000)
Balance at September 30, 2022	\$ 503,000

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 2.19%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1% lower (1.19%) or 1% higher (3.19%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	\$ 548,000	\$ 503,000	\$ 462,000

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 (5.50%) or 1% higher (7.50%) than the current healthcare cost trend rates (6.50%):

	1% Decrease	Current Trend Rates	1% Increase
Total OPEB Liability	\$ 441,000	\$ 503,000	\$ 578,000

LEVY COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

(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, 2022, the County recognized OPEB expense of \$6,000. At September 30, 2022, 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	\$ 22,000	\$ 234,000
Changes of assumptions	51,000	9,000
Total	<u>\$ 73,000</u>	<u>\$ 243,000</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>
2023	\$ (24,000)
2024	(24,000)
2025	(24,000)
2026	(24,000)
2027	(23,000)
Thereafter	(51,000)

(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. 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.
- (b) GASB issued Statement No. 101, *Compensated Absences*, in June 2022. GASB Statement No. 101 amends the existing guidance related to the calculation and disclosures surrounding the liability for compensated absences. The provisions for GASB 101 are effective for fiscal years beginning after December 15, 2023.

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, 2022
(UNAUDITED)

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 24,384,727	\$ 24,384,727	\$ 25,066,968	\$ 682,241
Intergovernmental	6,499,735	6,796,103	9,214,956	2,418,853
Charges for services	3,891,492	4,065,277	4,873,743	808,466
Fines and forfeitures	5,300	5,300	7,956	2,656
Miscellaneous revenues	239,726	274,726	709,282	434,556
Total revenues	35,020,980	35,526,133	39,872,905	4,346,772
Expenditures				
Current:				
General government	11,474,743	11,909,510	10,555,588	1,353,922
Public safety	16,150,063	17,050,363	16,612,788	437,575
Physical environment	676,556	676,556	579,453	97,103
Economic environment	258,665	270,665	228,619	42,046
Human services	2,041,373	2,071,999	1,959,521	112,478
Culture and recreation	653,410	688,010	620,557	67,453
Court related	244,429	258,082	627,420	(369,338)
Capital outlay	1,339,254	1,532,288	1,271,526	260,762
Total expenditures	32,838,493	34,457,473	32,455,472	2,002,001
Excess (deficiency) of revenues over expenditures	2,182,487	1,068,660	7,417,433	6,348,773
Other financing sources (uses)				
Transfers in	-	8,061,471	9,566,058	1,504,587
Transfers out	(3,385,819)	(8,585,819)	(8,546,997)	38,822
Other external reversion	-	-	(3,228)	(3,228)
Issuance of debt and leases payable	-	-	-	-
Total other financing sources (uses)	(3,385,819)	(524,348)	1,015,833	1,540,181
Net change in fund balance	(1,203,332)	544,312	8,433,266	7,888,954
Fund balance, beginning of year	11,086,200	11,086,200	11,086,200	-
Fund balance, end of year	\$ 9,882,868	\$ 11,630,512	\$ 19,519,466	\$ 7,888,954

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, 2022
(UNAUDITED)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Taxes	\$ 2,220,000	\$ 2,220,000	\$ 2,365,622	\$ 145,622
Permit, fees, and special assessments	16,000	16,000	17,800	1,800
Intergovernmental	3,374,370	3,374,370	3,388,660	14,290
Miscellaneous revenues	739,600	839,600	941,018	101,418
Total revenues	<u>6,349,970</u>	<u>6,449,970</u>	<u>6,713,100</u>	<u>263,130</u>
Expenditures				
Current:				
Transportation	5,523,141	6,433,391	6,121,485	311,906
Capital outlay	1,158,370	1,054,120	1,054,117	3
Total expenditures	<u>6,681,511</u>	<u>7,487,511</u>	<u>7,175,602</u>	<u>311,909</u>
Excess (deficiency) of revenues over expenditures	<u>(331,541)</u>	<u>(1,037,541)</u>	<u>(462,502)</u>	<u>575,039</u>
Other financing sources (uses)				
Transfers in	1,000,000	1,000,000	1,000,000	-
Transfers out	(750,000)	(250,000)	(250,000)	-
Total other financing sources (uses)	<u>250,000</u>	<u>750,000</u>	<u>750,000</u>	<u>-</u>
Net change in fund balance	<u>(81,541)</u>	<u>(287,541)</u>	<u>287,498</u>	<u>575,039</u>
Fund balance, beginning of year	1,914,494	1,914,494	1,914,494	-
Fund balance, end of year	<u>\$ 1,832,953</u>	<u>\$ 1,626,953</u>	<u>\$ 2,201,992</u>	<u>\$ 575,039</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, 2022
(UNAUDITED)

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Licenses and permits	\$ 3,824,699	\$ 3,824,699	\$ 3,644,227	\$ (180,472)
Intergovernmental	-	8,877	3,565	(5,312)
Charges for services	2,660,000	2,713,800	3,208,391	494,591
Miscellaneous revenues	6,000	6,000	60,316	54,316
Total revenues	<u>6,490,699</u>	<u>6,553,376</u>	<u>6,916,499</u>	<u>363,123</u>
Expenditures				
Current:				
Public safety	6,091,863	6,284,540	5,584,080	700,460
Capital outlay	80,000	80,000	12,308	67,692
Debt service:				
Principal	352,000	352,000	205,674	146,326
Interest	31,000	31,000	18,401	12,599
Total expenditures	<u>6,554,863</u>	<u>6,747,540</u>	<u>5,820,463</u>	<u>927,077</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(64,164)</u>	<u>(194,164)</u>	<u>1,096,036</u>	<u>1,290,200</u>
Other financing sources (uses)				
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(64,164)</u>	<u>(194,164)</u>	<u>1,096,036</u>	<u>1,290,200</u>
Fund balance, beginning of year	1,895,748	1,895,748	1,895,748	-
Fund balance, end of year	<u>\$ 1,831,584</u>	<u>\$ 1,701,584</u>	<u>\$ 2,991,784</u>	<u>\$ 1,290,200</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 - ARPA STATE AND LOCAL FISCAL RECOVERY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2022
(UNAUDITED)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$ -	\$ 8,061,471	\$ 4,030,735	\$ (4,030,736)
Total revenues	-	8,061,471	4,030,735	(4,030,736)
Excess (deficiency) of revenues over expenditures	-	8,061,471	4,030,735	(4,030,736)
Other financing sources (uses)				
Transfers out	-	(8,061,471)	(8,061,471)	-
Total other financing sources (uses)	-	(8,061,471)	(8,061,471)	-
Net change in fund balance	-	-	(4,030,736)	(4,030,736)
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,030,736)</u>	<u>\$ (4,030,736)</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, 2022
(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)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
County and All Officers (Except Sheriff) Plan					
Total OPEB Liability					
Service cost	\$ 157,650	\$ 151,499	\$ 83,758	\$ 51,797	\$ 49,719
Interest	45,579	41,982	47,521	50,601	52,895
Difference between expected and actual experience	(215,285)	-	(432,172)	-	(136,131)
Changes of assumptions	(696,906)	26,395	348,962	455,245	-
Benefit payments - implicit rate subsidy	(7,392)	(4,072)	(1,300)	(25,979)	(20,947)
Net change in total OPEB liability	(716,354)	215,804	46,769	531,664	(54,464)
Total OPEB liability - beginning of year	1,434,322	1,218,518	1,171,749	1,171,749	1,226,213
Total OPEB liability - end of year	<u>\$ 717,968</u>	<u>\$ 1,434,322</u>	<u>\$ 1,218,518</u>	<u>\$ 1,703,413</u>	<u>\$ 1,171,749</u>
Covered employee payroll	\$ 10,990,256	\$ 11,184,000	\$ 10,858,403	\$ 9,942,000	\$ 9,652,280
Total OPEB liability as a percentage of covered employee payroll	6.53%	12.82%	11.22%	17.13%	12.14%
Sheriff Plan					
Total OPEB Liability					
Service cost	\$ 63,000	\$ 57,000	\$ 36,000	\$ 35,000	\$ 33,000
Interest	16,000	16,000	23,000	19,000	18,000
Difference between expected and actual experience	(171,000)	11,000	(126,000)	21,000	-
Changes of assumptions	9,000	17,000	45,000	-	-
Benefit payments - implicit rate subsidy	(14,000)	(34,000)	(3,000)	(6,000)	(30,000)
Other changes	-	-	-	(17,000)	-
Net change in total OPEB liability	(97,000)	67,000	(25,000)	52,000	21,000
Total OPEB liability - beginning of year	600,000	533,000	558,000	506,000	485,000
Total OPEB liability - end of year	<u>\$ 503,000</u>	<u>\$ 600,000</u>	<u>\$ 533,000</u>	<u>\$ 558,000</u>	<u>\$ 506,000</u>
Covered employee payroll	\$ 5,810,000	\$ 7,281,000	\$ 7,251,000	\$ 5,653,000	\$ 5,653,000
Total OPEB liability as a percentage of covered employee payroll	866.00%	8.24%	7.35%	9.87%	8.95%

Notes to Schedule:

County and All Officers (Except Sheriff) Plan

Valuation Date	9/30/2022	9/30/2021	9/30/2020	9/30/2018	9/30/2018
Measurement Date	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018

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	4.02%	2.15%	2.21%	2.66%	3.63%
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Sheriff Plan

Valuation Date	10/1/2021	10/1/2019	10/1/2019	10/1/2017	10/1/2017
Measurement Date	10/1/2021	10/1/2020	10/1/2019	10/1/2018	10/1/2018

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	2.19%	2.41%	2.75%	3.83%	3.50%
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No assets are being accumulated in a trust to pay for OPEB benefits. Therefore, the County only reports a total OPEB liability.

*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)

	2022	2021	2020	As of the Plan Year Ended June 30,		2017	2016	2015
				2019	2018			
Florida Retirement System (FRS)								
Proportion of the net pension liability	0.075899218%	0.079495745%	0.084952899%	0.085883231%	0.084683157%	0.085023408%	0.086861752%	0.080476893%
Proportionate share of the net pension liability	\$ 28,240,609	\$ 6,005,000	\$ 36,819,838	\$ 29,576,989	\$ 25,507,006	\$ 25,157,986	\$ 21,932,661	\$ 10,394,670
Covered payroll	19,966,017	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	141.44%	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	82.89%	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	0.054775167%	0.056286031%	0.054282997%	0.054930918%	0.054060612%	0.054061523%	0.054435820%	0.052796169%
Proportionate share of the net pension liability	\$ 5,801,565	\$ 6,904,328	\$ 6,627,866	\$ 6,146,220	\$ 5,721,836	\$ 5,780,508	\$ 6,344,269	\$ 5,384,379
Covered payroll	19,966,017	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	29.06%	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	4.81%	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,							
	2022	2021	2020	2019	2018	2017	2016	2015
Florida Retirement System (FRS)								
Contractually required contribution	\$ 3,414,209	\$ 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	3,414,209	(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>	<u>\$ -</u>
Covered payroll	\$ 20,842,883	\$ 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	16.38%	15.52%	14.98%	14.49%	12.42%	13.14%	13.75%	13.00%
Health Insurance Subsidy Program (HIS)								
Contractually required contribution	\$ 345,992	\$ 334,587	\$ 312,807	\$ 305,026	\$ 294,934	\$ 284,238	\$ 265,407	\$ 188,297
Contributions in relation to the contractually required contribution	(345,992)	(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>	<u>\$ -</u>
Covered payroll	\$ 20,842,883	\$ 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%	1.66%	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, 2022**

	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	\$ 1,309,993	\$ 141,701	\$ 1,249,585	\$ 283,633	\$ 121,155	\$ 14,335	\$ 3,120,402	\$ -	\$ 3,120,402
Investments	11,668,545	-	-	-	-	-	11,668,545	-	11,668,545
Accounts receivable	22,464	-	295,608	-	-	-	318,072	-	318,072
Due from other governments	1,805,208	16,355	34,210	738	2,265	-	1,858,776	-	1,858,776
Prepaid items	3,426	-	-	-	52,550	-	55,976	-	55,976
Due from constitutional officers	1,117,065	-	-	-	-	-	1,117,065	(1,117,065)	-
Due from other funds	4,430,736	19,881	10,765	76,883	-	-	4,538,265	125,952	4,664,217
Total assets	<u>\$ 20,357,437</u>	<u>\$ 177,937</u>	<u>\$ 1,590,168</u>	<u>\$ 361,254</u>	<u>\$ 175,970</u>	<u>\$ 14,335</u>	<u>\$ 22,677,101</u>	<u>\$ (991,113)</u>	<u>\$ 21,685,988</u>
LIABILITIES AND FUND BALANCES									
Liabilities									
Accounts payable and accrued expenses	\$ 538,480	\$ 56,925	\$ 1,060,660	\$ 39,096	\$ 1,949	\$ 2,301	\$ 1,699,411	\$ -	\$ 1,699,411
Due to other governments	326,608	-	-	3,228	4,282	-	334,118	-	334,118
Due to Board of County Commissioners	2,403	58,638	529,508	293,948	169,739	12,034	1,066,270	(1,066,270)	-
Unearned revenue	2,081	-	-	24,982	-	-	27,063	-	27,063
Due to other funds	30,773	-	-	-	-	-	30,773	75,157	105,930
Total liabilities	<u>900,345</u>	<u>115,563</u>	<u>1,590,168</u>	<u>361,254</u>	<u>175,970</u>	<u>14,335</u>	<u>3,157,635</u>	<u>(991,113)</u>	<u>2,166,522</u>
Fund Balances									
Nonspendable:									
Prepays	3,426	-	-	-	52,550	-	55,976	-	55,976
Assigned to:									
Court costs	-	62,374	-	-	-	-	62,374	-	62,374
American Rescue Plan Act	4,030,736	-	-	-	-	-	4,030,736	-	4,030,736
Subsequent year's budget	1,863,689	-	-	-	-	-	1,863,689	-	1,863,689
Unassigned	13,559,241	-	-	-	(52,550)	-	13,506,691	-	13,506,691
Total fund balances	<u>19,457,092</u>	<u>62,374</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,519,466</u>	<u>-</u>	<u>19,519,466</u>
Total Liabilities and Fund Balances	<u>\$ 20,357,437</u>	<u>\$ 177,937</u>	<u>\$ 1,590,168</u>	<u>\$ 361,254</u>	<u>\$ 175,970</u>	<u>\$ 14,335</u>	<u>\$ 22,677,101</u>	<u>\$ (991,113)</u>	<u>\$ 21,685,988</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, 2022

	Board of County Commissioners	Clerk of Circuit Court	Sheriff	Tax Collector	Property Appraiser	Supervisor of Elections	Subtotals	Interfund Eliminations	Totals
Revenues									
Taxes	\$ 25,066,968	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,066,968	\$ -	\$ 25,066,968
Intergovernmental	8,974,908	78,585	70,833	-	1,165	89,465	9,214,956	-	9,214,956
Charges for services	2,079,314	309,737	732,076	1,727,242	25,374	-	4,873,743	-	4,873,743
Fines and forfeitures	7,956	-	-	-	-	-	7,956	-	7,956
Miscellaneous revenues	699,483	2,490	-	169	96	7,044	709,282	-	709,282
Total revenues	<u>36,828,629</u>	<u>390,812</u>	<u>802,909</u>	<u>1,727,411</u>	<u>26,635</u>	<u>96,509</u>	<u>39,872,905</u>	<u>-</u>	<u>39,872,905</u>
Expenditures									
Current:									
General government	6,329,513	1,194,449	-	1,445,384	834,999	751,243	10,555,588	-	10,555,588
Public safety	758,891	-	15,853,897	-	-	-	16,612,788	-	16,612,788
Physical environment	579,453	-	-	-	-	-	579,453	-	579,453
Economic environment	228,619	-	-	-	-	-	228,619	-	228,619
Human services	1,959,521	-	-	-	-	-	1,959,521	-	1,959,521
Culture and recreation	620,557	-	-	-	-	-	620,557	-	620,557
Court related	168,587	69,336	389,497	-	-	-	627,420	-	627,420
Capital outlay	-	-	1,056,311	-	151,235	63,980	1,271,526	-	1,271,526
Total expenditures	<u>10,645,141</u>	<u>1,263,785</u>	<u>17,299,705</u>	<u>1,445,384</u>	<u>986,234</u>	<u>815,223</u>	<u>32,455,472</u>	<u>-</u>	<u>32,455,472</u>
Excess (deficiency) of revenues over expenditures	<u>26,183,488</u>	<u>(872,973)</u>	<u>(16,496,796)</u>	<u>282,027</u>	<u>(959,599)</u>	<u>(718,714)</u>	<u>7,417,433</u>	<u>-</u>	<u>7,417,433</u>
Other financing sources (uses)									
Transfers in	8,261,471	-	-	-	-	-	8,261,471	1,304,587	9,566,058
Transfers out	(8,535,819)	-	-	-	-	-	(8,535,819)	(11,178)	(8,546,997)
Appropriations to constitutional officers	(18,079,840)	931,000	16,593,955	-	1,128,783	730,689	1,304,587	(1,304,587)	-
Other external reversion	-	-	-	(3,228)	-	-	(3,228)	-	(3,228)
Reversions from constitutional officers	604,508	(58,569)	(97,159)	(278,799)	(169,184)	(11,975)	(11,178)	11,178	-
Total other financing sources (uses)	<u>(17,749,680)</u>	<u>872,431</u>	<u>16,496,796</u>	<u>(282,027)</u>	<u>959,599</u>	<u>718,714</u>	<u>1,015,833</u>	<u>-</u>	<u>1,015,833</u>
Net change in fund balances	<u>8,433,808</u>	<u>(542)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,433,266</u>	<u>-</u>	<u>8,433,266</u>
Fund balances, beginning 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>
Fund balances, end of year	<u>\$ 19,457,092</u>	<u>\$ 62,374</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,519,466</u>	<u>\$ -</u>	<u>\$ 19,519,466</u>

See accompanying notes to financial statements.

**LEVY COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022**

	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	\$ 632,481	\$ 30,570	\$ 194,464	\$ 1,016,613	\$ 109,531	\$ 108,445	\$ 103,495	\$ 512,955	\$ 1,335,182	\$ 134,332	\$ 99,591	\$ -	\$ 52,523
Investments	-	-	-	-	-	548,732	-	2,291,803	-	1,186,785	-	-	-
Accounts receivable	-	-	-	8,248	-	-	-	600	-	-	2,466	-	-
Due from other governments	-	-	-	134,420	31,569	2,478	86,763	700	-	89,188	-	-	-
Prepaid items	-	-	-	-	-	-	1,806	125	-	-	-	-	-
Due from other funds	-	-	6,586	-	11,178	11,296	1,481	16,737	-	-	-	-	3,166
Total assets	<u>\$ 632,481</u>	<u>\$ 30,570</u>	<u>\$ 201,050</u>	<u>\$ 1,159,281</u>	<u>\$ 152,278</u>	<u>\$ 670,951</u>	<u>\$ 193,545</u>	<u>\$ 2,822,920</u>	<u>\$ 1,335,182</u>	<u>\$ 1,410,305</u>	<u>\$ 102,057</u>	<u>\$ -</u>	<u>\$ 55,689</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES													
Liabilities													
Accounts payable and accrued expenses	\$ 16,585	\$ 2,584	\$ -	\$ 18,117	\$ -	\$ 30,144	\$ 118,368	\$ 32,408	\$ -	\$ 11,731	\$ 4,967	\$ -	\$ -
Deposits	-	-	-	-	-	-	-	-	-	-	11,510	-	-
Due to other governments	-	-	23,130	67	-	409	116	354,877	-	220	-	-	-
Due to other funds	-	6,710	-	8,946	-	-	200,304	7,594	-	-	3,050	-	-
Total liabilities	<u>16,585</u>	<u>9,294</u>	<u>23,130</u>	<u>27,130</u>	<u>-</u>	<u>30,553</u>	<u>318,788</u>	<u>394,879</u>	<u>-</u>	<u>11,951</u>	<u>19,527</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources													
Unavailable revenues	-	-	-	-	-	-	-	600	-	-	-	-	-
Total deferred inflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances													
Nonspendable													
Prepays	-	-	-	-	-	-	1,806	125	-	-	-	-	-
Restricted for:													
Law enforcement	-	-	177,920	-	152,278	-	-	-	-	-	-	-	-
Fire and EMS	-	-	-	-	-	-	-	1,417,518	-	-	-	-	-
Roads and transportation	-	-	-	107,290	-	-	-	-	-	-	-	-	-
Economic environment	615,896	-	-	-	-	-	-	-	-	1,398,354	-	-	-
Mosquito control	-	21,276	-	-	-	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-	-	-	-	-	-	-
Building department	-	-	-	-	-	-	-	-	-	-	-	-	-
Court costs	-	-	-	-	-	640,398	-	-	1,335,182	-	-	-	-
Assigned to:													
Law enforcement	-	-	-	-	-	-	-	-	-	-	-	-	55,689
Fire and EMS	-	-	-	-	-	-	-	1,009,798	-	-	-	-	-
Utility system	-	-	-	-	-	-	-	-	-	-	82,530	-	-
Roads and transportation	-	-	-	1,024,861	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital improvements	-	-	-	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	(127,049)	-	-	-	-	-	-
Total fund balances	<u>615,896</u>	<u>21,276</u>	<u>177,920</u>	<u>1,132,151</u>	<u>152,278</u>	<u>640,398</u>	<u>(125,243)</u>	<u>2,427,441</u>	<u>1,335,182</u>	<u>1,398,354</u>	<u>82,530</u>	<u>-</u>	<u>55,689</u>
Total Liabilities, Deferred Inflows, and Fund Balances	<u>\$ 632,481</u>	<u>\$ 30,570</u>	<u>\$ 201,050</u>	<u>\$ 1,159,281</u>	<u>\$ 152,278</u>	<u>\$ 670,951</u>	<u>\$ 193,545</u>	<u>\$ 2,822,920</u>	<u>\$ 1,335,182</u>	<u>\$ 1,410,305</u>	<u>\$ 102,057</u>	<u>\$ -</u>	<u>\$ 55,689</u>

See accompanying notes to financial statements.

**LEVY COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022
(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	Special LE Trust	Investigations LE Trust	Crime Prevention LE Trust	Local LE Trust	CARES Relief	CARES Act Housing
ASSETS													
Cash and cash equivalents	\$ 86,574	\$ 191,712	\$ 115,995	\$ 151,204	\$ 2,056,481	\$ -	\$ 89,196	\$ 17,341	\$ 10,758	\$ 100,281	\$ 32,581	\$ -	\$ -
Investments	-	704,106	-	-	909,242	-	-	-	-	-	-	-	-
Accounts receivable	-	927	-	-	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	52	-	-	-	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-	-	-	-	-	-	-
Due from other funds	2,286	-	-	-	-	-	-	-	411	787	1,294	-	-
Total assets	<u>\$ 88,860</u>	<u>\$ 896,745</u>	<u>\$ 116,047</u>	<u>\$ 151,204</u>	<u>\$ 2,965,723</u>	<u>\$ -</u>	<u>\$ 89,196</u>	<u>\$ 17,341</u>	<u>\$ 11,169</u>	<u>\$ 101,068</u>	<u>\$ 33,875</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES													
Liabilities													
Accounts payable and accrued expenses	\$ 2,047	\$ 11,255	\$ -	\$ -	\$ 103,650	\$ -	\$ -	\$ -	\$ -	\$ 2,913	\$ -	\$ -	\$ -
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other governments	1,856	5,502	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	201,217	-	-	-	-	-	716	-	-	-	-	-
Total liabilities	<u>3,903</u>	<u>217,974</u>	<u>-</u>	<u>-</u>	<u>103,650</u>	<u>-</u>	<u>-</u>	<u>716</u>	<u>-</u>	<u>2,913</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	-	-	-	-	-	-	89,196	16,625	11,169	98,155	33,875	-	-
Fire and EMS	-	-	116,047	-	-	-	-	-	-	-	-	-	-
Roads and transportation	-	-	-	-	2,862,073	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-	-	-	-
Mosquito control	-	-	-	-	-	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	151,204	-	-	-	-	-	-	-	-	-
Building department	-	678,771	-	-	-	-	-	-	-	-	-	-	-
Court costs	84,957	-	-	-	-	-	-	-	-	-	-	-	-
Assigned to:													
Law enforcement	-	-	-	-	-	-	-	-	-	-	-	-	-
Fire and EMS	-	-	-	-	-	-	-	-	-	-	-	-	-
Utility system	-	-	-	-	-	-	-	-	-	-	-	-	-
Roads and transportation	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital improvements	-	-	-	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-	-	-	-
Total fund balances	<u>84,957</u>	<u>678,771</u>	<u>116,047</u>	<u>151,204</u>	<u>2,862,073</u>	<u>-</u>	<u>89,196</u>	<u>16,625</u>	<u>11,169</u>	<u>98,155</u>	<u>33,875</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows, and Fund Balances	<u>\$ 88,860</u>	<u>\$ 896,745</u>	<u>\$ 116,047</u>	<u>\$ 151,204</u>	<u>\$ 2,965,723</u>	<u>\$ -</u>	<u>\$ 89,196</u>	<u>\$ 17,341</u>	<u>\$ 11,169</u>	<u>\$ 101,068</u>	<u>\$ 33,875</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to financial statements.

**LEVY COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022
(CONTINUED)**

	American Rescue Plan Act 2021		Clerk Records Modernization	Clerk Fines and Forfeitures	Sheriff Federal Forfeiture	Sheriff Inmate Welfare	Sheriff Donations Fund	Debt Service	Capital Projects Road Improvement & Restoration	Total
		MTSU						Debt Service		
ASSETS										
Cash and cash equivalents	\$ -	\$ 514,293	\$ 660,777	\$ 383,287	\$ -	\$ 475,455	\$ 1,416	\$ 402,330	\$ 1,288,839	\$ 10,908,702
Investments	-	-	5,697	-	-	-	-	-	3,970,730	9,617,095
Accounts receivable	-	-	-	-	-	-	-	-	-	12,241
Due from other governments	-	-	-	38,772	-	-	-	-	320,052	703,994
Prepaid items	-	-	-	-	-	-	-	-	-	1,931
Due from other funds	-	-	8,536	386	-	-	-	-	-	64,144
Total assets	<u>\$ -</u>	<u>\$ 514,293</u>	<u>\$ 675,010</u>	<u>\$ 422,445</u>	<u>\$ -</u>	<u>\$ 475,455</u>	<u>\$ 1,416</u>	<u>\$ 402,330</u>	<u>\$ 5,579,621</u>	<u>\$ 21,308,107</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES										
Liabilities										
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ 7,820	\$ -	\$ -	\$ -	\$ -	\$ 382,890	\$ 745,479
Deposits	-	-	-	30,160	-	-	-	-	-	41,670
Due to other governments	-	-	-	363,183	-	-	-	-	-	749,360
Due to other funds	-	-	-	20,724	-	10,905	-	-	-	460,166
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>421,887</u>	<u>-</u>	<u>10,905</u>	<u>-</u>	<u>-</u>	<u>382,890</u>	<u>1,996,675</u>
Deferred inflows of resources										
Unavailable revenues	-	-	-	-	-	-	-	-	-	600
Total deferred inflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>600</u>
Fund balances										
Nonspendable										
Prepays	-	-	-	-	-	-	-	-	-	1,931
Restricted for:										
Law enforcement	-	-	-	-	-	464,550	1,416	-	-	1,045,184
Fire and EMS	-	-	-	-	-	-	-	-	-	1,533,565
Roads and transportation	-	514,293	-	-	-	-	-	-	-	3,483,656
Economic environment	-	-	-	-	-	-	-	-	-	2,014,250
Mosquito control	-	-	-	-	-	-	-	-	-	21,276
Parks and recreation	-	-	-	-	-	-	-	-	-	151,204
Building department	-	-	-	-	-	-	-	-	-	678,771
Court costs	-	-	675,010	558	-	-	-	-	-	2,736,105
Assigned to:										
Law enforcement	-	-	-	-	-	-	-	-	-	55,689
Fire and EMS	-	-	-	-	-	-	-	-	-	1,009,798
Utility system	-	-	-	-	-	-	-	-	-	82,530
Roads and transportation	-	-	-	-	-	-	-	-	-	1,024,861
Debt service	-	-	-	-	-	-	-	402,330	-	402,330
Capital improvements	-	-	-	-	-	-	-	-	5,196,731	5,196,731
Unassigned	-	-	-	-	-	-	-	-	-	(127,049)
Total fund balances	<u>-</u>	<u>514,293</u>	<u>675,010</u>	<u>558</u>	<u>-</u>	<u>464,550</u>	<u>1,416</u>	<u>402,330</u>	<u>5,196,731</u>	<u>19,310,832</u>
Total Liabilities, Deferred Inflows, and Fund Balances	<u>\$ -</u>	<u>\$ 514,293</u>	<u>\$ 675,010</u>	<u>\$ 422,445</u>	<u>\$ -</u>	<u>\$ 475,455</u>	<u>\$ 1,416</u>	<u>\$ 402,330</u>	<u>\$ 5,579,621</u>	<u>\$ 21,308,107</u>

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 746,485	\$ -	\$ -	\$ -
Permit, fees, and special assessments	-	-	-	-	-	-	17,212	2,585,542	-	-	-	-	-
Intergovernmental	422,117	38,025	-	1,087,535	178,383	10,107	976,955	3,111	-	-	118,475	-	-
Charges for services	-	-	94,724	143,278	-	151,394	-	-	-	-	84,979	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	42,730
Miscellaneous revenues	79,807	3	20	105	1,013	4,309	14,001	20,237	158	7,561	4	-	5
Total revenues	<u>501,924</u>	<u>38,028</u>	<u>94,744</u>	<u>1,230,918</u>	<u>179,396</u>	<u>165,810</u>	<u>1,008,168</u>	<u>2,608,890</u>	<u>158</u>	<u>754,046</u>	<u>203,458</u>	<u>-</u>	<u>42,735</u>
Expenditures													
Current:													
General government	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	619,071	2,459,731	-	-	-	-	41,221
Physical environment	-	-	-	-	-	-	42,896	-	-	-	252,121	-	-
Economic environment	502,204	-	-	-	-	-	-	-	-	274,457	-	-	-
Transportation	-	-	-	775,106	-	-	184,599	-	-	-	-	-	-
Human services	-	43,861	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	151,285	-	-	-	-	-	-
Court related	-	-	50,676	-	-	183,112	-	-	-	-	-	-	-
Capital outlay	-	-	-	179,190	-	-	188,960	12,308	-	-	-	-	-
Debt service:													
Principal	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	<u>502,204</u>	<u>43,861</u>	<u>50,676</u>	<u>954,296</u>	<u>-</u>	<u>183,112</u>	<u>1,186,811</u>	<u>2,472,039</u>	<u>-</u>	<u>274,457</u>	<u>252,121</u>	<u>-</u>	<u>41,221</u>
Excess (deficiency) of revenues over expenditures	<u>(280)</u>	<u>(5,833)</u>	<u>44,068</u>	<u>276,622</u>	<u>179,396</u>	<u>(17,302)</u>	<u>(178,643)</u>	<u>136,851</u>	<u>158</u>	<u>479,589</u>	<u>(48,663)</u>	<u>-</u>	<u>1,514</u>
Other financing sources (uses)													
Transfers in	-	-	-	-	11,178	-	-	225,875	-	-	80,000	-	10,000
Transfers out	-	-	-	-	(195,843)	-	-	-	-	-	-	-	-
Other external reversion	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(184,665)</u>	<u>-</u>	<u>-</u>	<u>225,875</u>	<u>-</u>	<u>-</u>	<u>80,000</u>	<u>-</u>	<u>10,000</u>
Net change in fund balance	<u>(280)</u>	<u>(5,833)</u>	<u>44,068</u>	<u>276,622</u>	<u>(5,269)</u>	<u>(17,302)</u>	<u>(178,643)</u>	<u>362,726</u>	<u>158</u>	<u>479,589</u>	<u>31,337</u>	<u>-</u>	<u>11,514</u>
Fund balance, beginning of year	616,176	27,109	133,852	855,529	157,547	657,700	53,400	2,064,715	1,335,024	918,765	51,193	-	44,175
Fund balance, end of year	<u>\$ 615,896</u>	<u>\$ 21,276</u>	<u>\$ 177,920</u>	<u>\$ 1,132,151</u>	<u>\$ 152,278</u>	<u>\$ 640,398</u>	<u>\$ (125,243)</u>	<u>\$ 2,427,441</u>	<u>\$ 1,335,182</u>	<u>\$ 1,398,354</u>	<u>\$ 82,530</u>	<u>\$ -</u>	<u>\$ 55,689</u>

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022
(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	Special LE Trust	Investigations LE Trust	Crime Prevention LE Trust	Local LE Trust	CARES Relief	American Rescue Plan Act 2021
Revenues													
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Permit, fees, and special assessments	-	987,591	25,275	49,269	460,140	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	166,374	4,959	-	-	-	-	-	13,926
Charges for services	28,192	124,133	-	-	-	-	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	1,429	11,164	8,066	-	-
Miscellaneous revenues	10	4,483	13	16	9,420	-	17	1	1	10	3	-	-
Total revenues	28,202	1,116,207	25,288	49,285	469,560	166,374	4,976	1	1,430	11,174	8,069	-	13,926
Expenditures													
Current:													
General government	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	622,412	-	-	-	-	64,372	-	-	10,202	1,591	-	13,926
Physical environment	-	-	-	-	-	20,250	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	13,197	-	-	-	-	-	-	-	-	-
Court related	30,223	-	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	103,650	-	-	-	-	-	-	-	-
Debt service:													
Principal	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	30,223	622,412	-	13,197	103,650	20,250	64,372	-	-	10,202	1,591	-	13,926
Excess (deficiency) of revenues over expenditures	(2,021)	493,795	25,288	36,088	365,910	146,124	(59,396)	1	1,430	972	6,478	-	-
Other financing sources (uses)													
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	(200,000)	-	-	-	-	-	-	-	-	-	-	-
Other external reversion	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	(200,000)	-	-	-	-	-	-	-	-	-	-	-
Net change in fund balance	(2,021)	293,795	25,288	36,088	365,910	146,124	(59,396)	1	1,430	972	6,478	-	-
Fund balance, beginning of year	86,978	384,976	90,759	115,116	2,496,163	(146,124)	148,592	16,624	9,739	97,183	27,397	-	-
Fund balance, end of year	\$ 84,957	\$ 678,771	\$ 116,047	\$ 151,204	\$ 2,862,073	\$ -	\$ 89,196	\$ 16,625	\$ 11,169	\$ 98,155	\$ 33,875	\$ -	\$ -

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022
(CONTINUED)

						Debt Service	Capital Projects	
		Clerk Records	Clerk Fines and Forfeitures	Sheriff Federal Forfeiture	Sheriff Inmate Welfare	Sheriff Donations Fund	Debt Improvement & Restoration	Total
	MTSU	Modernization						
Revenues								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 746,485
Permit, fees, and special assessments	123,577	-	-	-	-	-	-	4,248,606
Intergovernmental	-	-	439,240	-	-	600,000	2,968,293	7,027,500
Charges for services	-	121,460	795,946	-	174,832	-	-	1,718,938
Fines and forfeitures	-	-	135,512	-	-	-	-	198,901
Miscellaneous revenues	-	121	13,292	-	-	1,323	16,605	172,612
Total revenues	<u>123,577</u>	<u>121,581</u>	<u>1,383,990</u>	<u>-</u>	<u>174,832</u>	<u>1,323</u>	<u>2,984,898</u>	<u>14,113,042</u>
Expenditures								
Current:								
General government	-	30,553	-	-	-	-	2,500	33,053
Public safety	-	-	-	-	67,035	515	-	3,900,076
Physical environment	-	-	-	-	-	-	-	315,267
Economic environment	-	-	-	-	-	-	-	776,661
Transportation	194,956	-	-	-	-	-	484,914	1,639,575
Human services	-	-	-	-	-	-	-	43,861
Culture and recreation	-	-	-	-	-	-	-	164,482
Court related	-	26,109	1,172,513	-	-	-	-	1,462,633
Capital outlay	-	26,275	-	-	-	-	2,811,071	3,321,454
Debt service:								
Principal	-	-	-	-	-	-	560,000	560,000
Interest	-	-	-	-	-	-	24,698	24,698
Total expenditures	<u>194,956</u>	<u>82,937</u>	<u>1,172,513</u>	<u>-</u>	<u>67,035</u>	<u>515</u>	<u>3,295,985</u>	<u>12,241,760</u>
Excess (deficiency) of revenues over expenditures	<u>(71,379)</u>	<u>38,644</u>	<u>211,477</u>	<u>-</u>	<u>107,797</u>	<u>808</u>	<u>(311,087)</u>	<u>1,871,282</u>
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	2,850,000	3,177,053
Transfers out	-	-	-	-	-	-	-	(395,843)
Other external reversion	-	-	(211,453)	-	-	-	-	(211,453)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(211,453)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,850,000</u>	<u>2,569,757</u>
Net change in fund balance	<u>(71,379)</u>	<u>38,644</u>	<u>24</u>	<u>-</u>	<u>107,797</u>	<u>808</u>	<u>2,538,913</u>	<u>4,441,039</u>
Fund balance, beginning of year	585,672	636,366	534	-	356,753	608	389,454	14,869,793
Fund balance, end of year	<u>\$ 514,293</u>	<u>\$ 675,010</u>	<u>\$ 558</u>	<u>\$ -</u>	<u>\$ 464,550</u>	<u>\$ 1,416</u>	<u>\$ 5,196,731</u>	<u>\$ 19,310,832</u>

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2022

	Clerk of Circuit Court	Sheriff	Tax Collector	Total Agency Funds
ASSETS				
Cash and equivalents	\$ 2,373,759	\$ 102,084	\$ 2,039,440	\$ 4,515,283
Receivables	-	-	21,220	21,220
Due from other governments	-	-	164	164
Due from other funds	-	-	441	441
Due from other County agencies	1,301	-	264	1,565
Total assets	<u>\$ 2,375,060</u>	<u>\$ 102,084</u>	<u>\$ 2,061,529</u>	<u>\$ 4,538,673</u>
LIABILITIES				
Assets held for others				
Accounts payable and accrued expenses	\$ 6,744	\$ -	\$ 227,333	\$ 234,077
Deposits and escrow	-	-	8	8
Due to other funds	28,593	-	77,324	105,917
Due to other governments	1,369,808	-	1,672,720	3,042,528
Due to other County agencies	6,552	4,362	84,144	95,058
Total liabilities	<u>\$ 1,411,697</u>	<u>\$ 4,362</u>	<u>\$ 2,061,529</u>	<u>\$ 3,477,588</u>
NET POSITION	<u>\$ 963,363</u>	<u>\$ 97,722</u>	<u>\$ -</u>	<u>\$ 1,061,085</u>

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2022

	Clerk of Circuit Court	Sheriff	Tax Collector	Total Agency Funds
Additions				
Taxes	\$ -	\$ -	\$ 51,562,458	\$ 51,562,458
Charges for services	-	334,383	-	334,383
Permits, fees, and special assessments	-	-	14,512,405	14,512,405
Court related	6,531,003	171,390	-	6,702,393
Total additions	<u>6,531,003</u>	<u>505,773</u>	<u>66,074,863</u>	<u>73,111,639</u>
Deductions				
Court related payments	6,234,704	-	-	6,234,704
Payments to individuals	-	274,525	3,418,256	3,692,781
Payments to other governments	-	50,694	33,314,547	33,365,241
Payments to BOCC	-	128,404	27,543,877	27,672,281
Payments to constitutional officers	-	53,734	1,798,183	1,851,917
Total deductions	<u>6,234,704</u>	<u>507,357</u>	<u>66,074,863</u>	<u>72,816,924</u>
Net change in fiduciary net position	<u>296,299</u>	<u>(1,584)</u>	<u>-</u>	<u>294,715</u>
Net position, beginning of year	667,064	99,306	-	766,370
Net position, end of year	<u><u>\$ 963,363</u></u>	<u><u>\$ 97,722</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,061,085</u></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, 2022

Federal/State Grantor/Pass Through Grantor/Program Title	ALN/ CSFA	Contract Number	Expenditures
FEDERAL AGENCY			
Department of the Interior			
Direct:			
Payments in Lieu of Taxes	15.226	N/A	\$ 133,256
Total Department of the Interior			<u>133,256</u>
Department of Justice			
Passed through the Florida Attorney General			
Equitable Sharing/Asset Forfeiture Program 2019-2020	16.922	N/A	64,374
Passed through Florida Dept of Law Enforcement			
Edward Byrne Memorial Justice Assistance Grant - Camera System	16.738	2022-JAGC-LEVY-1-5R-176	213,504
Total Department of Justice			<u>277,878</u>
Department of Transportation			
Passed through the Florida Department of Transportation:			
(Section 5311) CARES Act 2020	20.509	G1M33	482,668
(Section 5311) - Formula Grants for Other than Urbanized Areas	20.509	G1L06	143,477
			<u>626,145</u>
Passed through the Florida Department of Transportation:			
(Section 5339) - Bus and Bus Facilities Grant FY 2020	20.526	1001-2019-14	87,672
Total Federal Transit Cluster			<u>87,672</u>
Passed through the Florida Department of Management Services:			
E-911 Grant Program	20.615	S18-21-05-05	203,277
E-911 Grant Program	20.615	S18-21-05-06	26,190
			<u>229,467</u>
Total Department of Transportation			<u>943,284</u>
Department of State			
Passed through Florida Department of State, Division of Elections:			
2018 HAVA Election Security Grants	90.404	22.e.es.300.037	59,105
Total Department of State			<u>59,105</u>
Department of Health and Human Services			
Passed through Florida Department of Revenue			
Child Support Enforcement Title IV-D	93.563	COC38	78,585
Total Department of Health and Human Services			<u>78,585</u>
Department of Homeland Security			
Passed through Department of Economic Opportunity			
Emergency Management Performance Grant	97.042	G0325	11,087
Emergency Management Performance Grant-ARPA	97.042	G0338	13,926
Total Department of Homeland Security			<u>25,013</u>
Department of the Treasury			
Direct			
Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economic	21.015	1RDCGR150075-01-00	20,250
Direct			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	SLT10547	8,061,471
Total Department of the Treasury			<u>8,081,721</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 9,598,842</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, 2022
(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 Program:	31.063	A0224	\$ 73,758
			<u>73,758</u>
Passed through Florida Division of Emergency Management			
Emergency Management Program:	31.063	A0289	31,933
			<u>31,933</u>
Total Executive Office of the Governor			<u>105,691</u>
Florida Department of Environmental Protection			
Direct:			
Small County Consolidated Grants:	37.012	SC120	512
			<u>512</u>
Direct:			
Statewide Surface Water Restoration and Wastewater Project:	37.039	LPA0182	42,896
Total Florida Department of Environmental Protection			<u>43,408</u>
Florida Department of Agriculture and Consumer Services			
Direct:			
Mosquito Control State Aid	42.003	2021-2022	43,861
Total Florida Department of Agriculture and Consumer Services			<u>43,861</u>
Department of State, Secretary of State			
Direct:			
State Aid to Libraries	45.030	21-ST-52	27,297
State Aid to Libraries	45.030	22-ST-52	66,846
Total Department of State			<u>94,143</u>
Florida Department of Transportation			
Direct:			
Trip/Equipment Grant	55.001	G1X4807	353,851
Trip/Equipment Grant	55.001	G1Y93	91,515
Total			<u>445,366</u>
Aviation Grant Program	55.004	G2428	137,096
Aviation Grant Program	55.004	G1K12	47,503
Total Aviation Grant Programs			<u>184,599</u>
Small County Outreach Program:	55.009	G1703	48,281
Small County Outreach Program:	55.009	G2168	31,321
Small County Outreach Program:	55.009	G0U30	2,797,970
Total Small County Outreach Program:			<u>2,877,572</u>
Small County Road Assistance Program:	55.016	G1V84	59,428
Small County Road Assistance Program:	55.016	G0V62	1,143,765
Total Small County Road Assistance Program:			<u>1,203,193</u>
Total Florida Department of Transportation			<u>4,710,730</u>
Florida Department of Health			
Direct:			
County Grant Awards	64.005	C8038	6,812
County Grant Awards	64.005	C9038	1,169
Total Florida Department of Health			<u>7,981</u>
Florida Housing Finance Corporation			
Direct:			
State Housing Initiatives Partnership Program:	40.901	2018-2019	26,000
State Housing Initiatives Partnership Program:	40.901	2019-2020	237,779
State Housing Initiatives Partnership Program:	40.901	2020-2021	34,106
State Housing Initiatives Partnership Program:	40.901	2021-2022	204,319
Total Florida Housing Finance Corporation			<u>502,204</u>
Florida Department of Management Services			
Direct:			
Prepaid Next Generation 911 (NG911) State Grant Program	72.003	S17-21-02-25	102,219
Prepaid Next Generation 911 (NG911) State Grant Program	72.003	S21-22-05-05	69,416
Total Prepaid Next Generation 911 (NG911) State Grant Program			<u>171,635</u>
Wireless 911 Emergency Telephone System Rural County Grant Program	72.001	21-04-19	32,889
Wireless 911 Emergency Telephone System Rural County Grant Program	72.001	22-06-25	8,391
Total Wireless 911 System			<u>41,280</u>
Total Department of Management Services			<u>442,382</u>
Florida Fish & Wildlife Commission			
Direct:			
FL Boating Improvement Program	77.006	21103	58,821
Total Florida Fish & Wildlife Commission			<u>58,821</u>
Department of Financial Services			
Direct:			
Fire Decontamination Equipment Grant Program	43.013	FM675	1,275
Total Department of Financial Services			<u>1,275</u>
Department of Law Enforcement			
Direct:			
Law Enforcement Salary Assistance for Fiscally Constrained Counties	71.067	7G034	206,250
Total Department of Law Enforcement			<u>206,250</u>
Division of Highway Safety & Motor Vehicles			
Direct:			
Florida Arts License Plate Project	76.041	2021	352
Florida Arts License Plate Project	76.041	2022	410
Total Division of Highway Safety & Motor Vehicles			<u>762</u>
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE			<u>\$ 6,217,508</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, 2022

(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, 2022, 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, 2022**

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 auditors' 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>AL Number</u>	<u>Program Name</u>
21.027	COVID-19 - Coronavirus State and Local Fiscal Recovery Funds

State Financial Assistance:

Internal control over major State projects:

Material weakness(es) identified? ☐ yes ☒ no

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

Type of auditors' 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>
55.009	Small County Outreach Program (SCOP)
55.016	Small County Road Assistance Program (SCRAP)

- B. **Financial Statement Findings:** None
- 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:** Not applicable as there are no current year comments related to internal control and/or compliance over financial reporting or federal and state awards.

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 State Project

Opinion on Each Major Federal Program and 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 *Compliance Supplement* and the requirements described in the 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 programs and state projects for the year ended September 30, 2022. The County's major federal programs and state projects are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended September 30, 2022.

Basis for Opinion on Each Major Federal Program and State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program and state project. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the County's federal programs and state projects.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program and state project as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

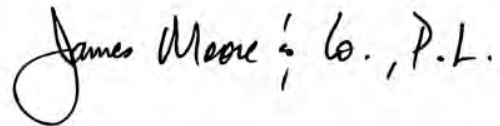
Report on Internal Control over Compliance

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 a 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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses, or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 29, 2023



**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, 2022, 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 29, 2023.

Report on 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 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.

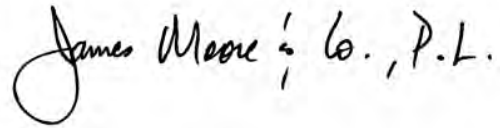
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Report on 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*.

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 29, 2023

**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, 2022, and have issued our report thereon dated March 29, 2023.

Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* 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 29, 2023, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no such findings and recommendations.

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 noted the following recommendation:

2022-001 – Unexpended Balance – Building Permits

Section 553.80(7)(a) of Florida Statutes has been updated to limit the amount of unexpended building permit funds carried forward to future fiscal years to no more than the County's average operating budget for enforcing the Florida Building Code for the previous four (4) fiscal years. A local government must use any funds in excess of this limitation to rebate or reduce fees. The County's unexpended building permit funds at September 30, 2022, exceeded the County's average operating budget for enforcing the Florida Building Code for the previous four fiscal years by approximately \$104,000. The County should identify how it intends to reduce the amount of unexpended building code balances in order to comply with Section 553.80(7)(a) of Florida Statutes. Such action may require the County to modify subsequent fiscal year budgets.

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

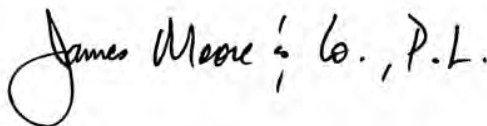
Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants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

Management's Response to Findings

The City's response to the findings identified in our audit is outlined as listed in the table of contents. The City'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 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 29, 2023



INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

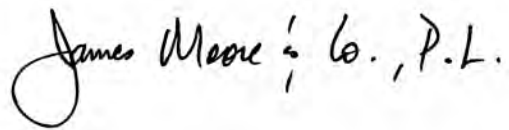
To the Honorable Board of County Commissioners,
Levy County, Florida

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* (the Statutes), for the year ended September 30, 2022. County's Management is responsible for the compliance with those requirements. Our responsibility is to obtain reasonable assurance by evaluating against aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation based on our examination.

Our examination was conducted in accordance with the attestation standards for a direct examination engagement established by the AICPA. Those standards require that we obtain reasonable assurance by evaluating against aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our measurement or evaluation of County's compliance. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks that were not in accordance with those requirements in all material respects, 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.

We are required to be independent of the County, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our examination engagement.

In our opinion, the County complied for the year ended September 30, 2022, was in accordance with the aforementioned requirements in all material respects.



Gainesville, Florida
March 29, 2023

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. To my knowledge, 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 29 day of March, 2023.



NOTARY PUBLIC
Print Name _____

Personally known ☒ or produced identification _____

Type of identification produced: _____

My Commission Expires:



**LEVY COUNTY, FLORIDA
SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2022**

Summary Schedule of Prior Audit Findings

2021-001 – Prior Period Adjustment: Corrective action taken.

**LEVY COUNTY, FLORIDA
MANAGEMENT'S RESPONSE TO CURRENT YEAR FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2022**

Management's Response to Current Year Findings

2022-001 – Unexpended Balance – Building Permits

Due to current staffing vacancies in hard-to-fill positions, the inability to acquire equipment in a timely way, and the ever-increasing volume and activity in the Building and Zoning functions, the Building Fund built a larger-than-expected balance, but at a heavy burden upon existing staff. If, after filling the needed positions, and replacing backlogged equipment needs, the fund is still accumulating excessive balance, then at 9/30/2023 management will reassess fees and the need to comply with Section 553.80(7)(a) of Florida Statutes.

**LEVY COUNTY CLERK OF COURTS AND
COMPTROLLER**

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

SEPTEMBER 30, 2022

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER

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

SEPTEMBER 30, 2022

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INDEPENDENT AUDITORS' REPORT

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

Report on the Audit of the Financial Statements

Opinions

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, 2022, 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.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the each major fund, and the aggregate remaining fund information of the Office as of September 30, 2022, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Office, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 and aggregate remaining fund information, only for that portion of the major funds and aggregate remaining fund information, of Levy County, Florida (the County), 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, 2022, 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Office's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Office's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Office's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

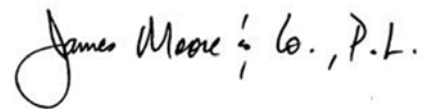
Accounting principles generally accepted in the United States of America require that the required supplementary information, as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Office's 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. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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 29, 2023, on our consideration of the Office'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Office's 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 29, 2023

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022

	General Fund	Fine and Forfeiture Fund	Records Modernization Trust Fund	Total Governmental Funds
Assets				
Cash and cash equivalents	\$ 141,701	\$ 383,287	\$ 666,474	\$ 1,191,462
Due from other governments	16,355	38,772	-	55,127
Due from other funds	19,881	386	8,536	28,803
Total Assets	<u>\$ 177,937</u>	<u>\$ 422,445</u>	<u>\$ 675,010</u>	<u>\$ 1,275,392</u>
Liabilities and Fund Balances				
Liabilities				
Accounts payable and accrued expenses	\$ 56,925	\$ 7,820	\$ -	\$ 64,745
Deposits	-	30,160	-	30,160
Due to other governments	-	363,183	-	363,183
Due to other funds	-	210	-	210
Due to Board of County Commissioners	58,638	20,514	-	79,152
Total liabilities	<u>115,563</u>	<u>421,887</u>	<u>-</u>	<u>537,450</u>
Fund Balances				
Restricted for:				
Court operations	-	558	-	558
Records modernization	-	-	675,010	675,010
Assigned to:				
Court costs	62,374	-	-	62,374
Total fund balances	<u>62,374</u>	<u>558</u>	<u>675,010</u>	<u>737,942</u>
Total Liabilities and Fund Balances	<u>\$ 177,937</u>	<u>\$ 422,445</u>	<u>\$ 675,010</u>	<u>\$ 1,275,392</u>

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

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	General Fund	Fine and Forfeiture Fund	Records Modernization Trust Fund	Total Governmental Funds
Revenues				
Intergovernmental	\$ 78,585	\$ 439,240	\$ -	\$ 517,825
Charges for services	309,737	795,946	121,460	1,227,143
Fines and forfeitures	-	135,512	-	135,512
Miscellaneous	2,490	13,292	121	15,903
Total revenues	<u>390,812</u>	<u>1,383,990</u>	<u>121,581</u>	<u>1,896,383</u>
Expenditures				
Current:				
General government	1,194,449	-	30,553	1,225,002
Court related	69,336	1,172,513	26,109	1,267,958
Capital outlay	-	-	26,275	26,275
Total expenditures	<u>1,263,785</u>	<u>1,172,513</u>	<u>82,937</u>	<u>2,519,235</u>
Excess (deficiency) of revenues over expenditures	<u>(872,973)</u>	<u>211,477</u>	<u>38,644</u>	<u>(622,852)</u>
Other financing sources (uses)				
Appropriations from Board of County Commissioners	931,000	-	-	931,000
Reversion to Board of County Commissioners	(58,569)	-	-	(58,569)
Article V Reversion	-	(211,453)	-	(211,453)
Total other financing sources (uses)	<u>872,431</u>	<u>(211,453)</u>	<u>-</u>	<u>660,978</u>
Net change in fund balance	<u>(542)</u>	<u>24</u>	<u>38,644</u>	<u>38,126</u>
Fund balance, beginning of year	62,916	534	636,366	699,816
Fund balance, end of year	<u>\$ 62,374</u>	<u>\$ 558</u>	<u>\$ 675,010</u>	<u>\$ 737,942</u>

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

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2022

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ 2,373,759
Total Assets	<u><u>\$ 2,375,060</u></u>
Liabilities	
Accounts payable and accrued expenses	\$ 6,744
Due to other governments	1,369,808
Due to other funds	28,593
Due to other County agencies	6,552
Total Liabilities	<u><u>\$ 1,411,697</u></u>
Net Position	
Restricted for:	
Other individuals and organizations	\$ 963,363
Total Net Position	<u><u>\$ 963,363</u></u>

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

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Custodial Funds</u>
Additions	
Court related	\$ 6,531,003
Total additions	<u>6,531,003</u>
Deductions	
Court related payments	6,234,704
Total deductions	<u>6,234,704</u>
Net change in fiduciary net position	<u>296,299</u>
Net position, beginning of year	667,064
Net position, end of year	<u><u>\$ 963,363</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, 2022

(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, 2022

(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, 2022

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

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

(3) **Investments:**

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

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

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

(4) **Risk Management:**

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

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

A summary of changes in long-term liabilities of the Office for the fiscal year ended September 30, 2022, follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated absences	\$ 141,977	\$ 200,588	\$ (161,913)	\$ 180,652	\$ 101,839

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

(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, 2022, 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, 2022.

REQUIRED SUPPLEMENTARY INFORMATION

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$ 71,300	\$ 71,300	\$ 78,585	\$ 7,285
Charges for services	246,450	304,450	309,737	5,287
Miscellaneous	761	761	2,490	1,729
Total revenues	<u>318,511</u>	<u>376,511</u>	<u>390,812</u>	<u>14,301</u>
Expenditures				
Current:				
General government	1,208,661	1,272,161	1,194,449	77,712
Court related	73,850	74,350	69,336	5,014
Total expenditures	<u>1,294,011</u>	<u>1,352,011</u>	<u>1,263,785</u>	<u>88,226</u>
Excess (deficiency) of revenues over expenditures	<u>(975,500)</u>	<u>(975,500)</u>	<u>(872,973)</u>	<u>102,527</u>
Other financing sources (uses)				
Appropriations from Board of County Commissioners	931,000	931,000	931,000	-
Reversion to Board of County Commissioners	-	-	(58,569)	(58,569)
Total other financing sources (uses)	<u>931,000</u>	<u>931,000</u>	<u>872,431</u>	<u>(58,569)</u>
Net change in fund balance	<u>(44,500)</u>	<u>(44,500)</u>	<u>(542)</u>	<u>43,958</u>
Fund balance, beginning of year	62,916	62,916	62,916	-
Fund balance, end of year	<u>\$ 18,416</u>	<u>\$ 18,416</u>	<u>\$ 62,374</u>	<u>\$ 43,958</u>

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

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FINE AND FORFEITURE FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$ 396,985	\$ 396,985	\$ 439,240	\$ 42,255
Charges for services	618,450	618,450	795,946	177,496
Fines and forfeitures	168,520	168,520	135,512	(33,008)
Miscellaneous	11,330	11,330	13,292	1,962
Total revenues	<u>1,195,285</u>	<u>1,195,285</u>	<u>1,383,990</u>	<u>188,705</u>
Expenditures				
Current:				
Court related	1,195,285	1,195,285	1,172,513	22,772
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>211,477</u>	<u>211,477</u>
Other financing sources (uses)				
Article V Reversion	-	-	(211,453)	(211,453)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(211,453)</u>	<u>(211,453)</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>24</u>	<u>24</u>
Fund balance, beginning of year	534	534	534	-
Fund balance, end of year	<u><u>\$ 534</u></u>	<u><u>\$ 534</u></u>	<u><u>\$ 558</u></u>	<u><u>\$ 24</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 CLERK OF COURTS AND COMPTROLLER
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
RECORDS MODERNIZATION TRUST FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for services	\$ 103,000	\$ 103,000	\$ 121,460	\$ 18,460
Miscellaneous	280	280	121	(159)
Total revenues	<u>103,280</u>	<u>103,280</u>	<u>121,581</u>	<u>18,301</u>
Expenditures				
Current:				
General government	158,080	158,080	30,553	127,527
Court related	301,200	301,200	26,109	275,091
Capital outlay	200,000	200,000	26,275	173,725
Total expenditures	<u>659,280</u>	<u>659,280</u>	<u>82,937</u>	<u>576,343</u>
Net change in fund balance	<u>(556,000)</u>	<u>(556,000)</u>	<u>38,644</u>	<u>594,644</u>
Fund balance, beginning of year	636,366	636,366	636,366	-
Fund balance, end of year	<u>\$ 80,366</u>	<u>\$ 80,366</u>	<u>\$ 675,010</u>	<u>\$ 594,644</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 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, 2022**

(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 COURTS AND COMPTROLLER
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2022

	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	\$ 739	\$ 903,504	\$ 1,409,657	\$ 5,516	\$ 54,343	\$ 2,373,759
Total Assets	<u>\$ 739</u>	<u>\$ 903,504</u>	<u>\$ 1,410,958</u>	<u>\$ 5,516</u>	<u>\$ 54,343</u>	<u>\$ 2,375,060</u>
Liabilities						
Accounts payable and accrued expenses	\$ -	\$ -	\$ 6,744	\$ -	\$ -	\$ 6,744
Due to other governments	353	-	1,369,455	-	-	1,369,808
Due to other funds	386	-	28,207	-	-	28,593
Due to other County agencies	-	-	6,552	-	-	6,552
Total Liabilities	<u>\$ 739</u>	<u>\$ -</u>	<u>\$ 1,410,958</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,411,697</u>
Net Position						
Restricted for:						
Other individuals and organizations	\$ -	\$ 903,504	\$ -	\$ 5,516	\$ 54,343	\$ 963,363
Total Net Position	<u>\$ -</u>	<u>\$ 903,504</u>	<u>\$ -</u>	<u>\$ 5,516</u>	<u>\$ 54,343</u>	<u>\$ 963,363</u>

See accompanying notes to financial statements.

LEVY COUNTY CLERK OF COURTS AND COMPTROLLER
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2022

	Domestic Relations Fund	Registry of Court Fund	General Trust Fund	Jury and Witness Fund	Cash Bond Fund	Total Custodial Funds
Additions						
Court related	\$ 11,654	\$ 2,890,831	\$ 3,392,302	\$ 4,462	\$ 231,754	\$ 6,531,003
Total additions	<u>11,654</u>	<u>2,890,831</u>	<u>3,392,302</u>	<u>4,462</u>	<u>231,754</u>	<u>6,531,003</u>
Deductions						
Court related payments	11,654	2,586,637	3,392,302	6,988	237,123	6,234,704
Total deductions	<u>11,654</u>	<u>2,586,637</u>	<u>3,392,302</u>	<u>6,988</u>	<u>237,123</u>	<u>6,234,704</u>
Net change in fiduciary net position	<u>-</u>	<u>304,194</u>	<u>-</u>	<u>(2,526)</u>	<u>(5,369)</u>	<u>296,299</u>
Net position, beginning of year	-	599,310	-	8,042	59,712	667,064
Net position, end of year	<u>\$ -</u>	<u>\$ 903,504</u>	<u>\$ -</u>	<u>\$ 5,516</u>	<u>\$ 54,343</u>	<u>\$ 963,363</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 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, 2022, 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 29, 2023, which was modified to refer to a basis of accounting required for compliance with state filing requirements, and for other reasons.

Report on 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 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.

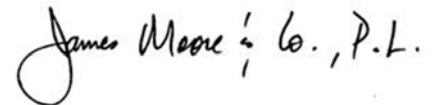
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given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

Report on 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 29, 2023



**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, 2022, and have issued our report thereon dated March 29, 2023.

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 29, 2023, 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

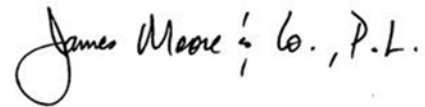
Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

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 29, 2023



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, 2022. The Office's management is responsible for the Office's compliance with those requirements. Our responsibility is to obtain reasonable assurance by evaluating against the aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation based on our examination.

Our examination was conducted in accordance with the attestation standards for a direct examination engagement established by the AICPA. Those standards require that we obtain reasonable assurance by evaluating against aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our measurement or evaluation of Office's compliance. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks that were not in accordance with those requirements in all material respects, 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.

We are required to be independent of the Office, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our examination engagement.

In our opinion, for the year ended September 30, 2022, the Office complied with the aforementioned requirements, in all material respects.

Gainesville, Florida
March 29, 2023

LEVY COUNTY PROPERTY APPRAISER
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT
SEPTEMBER 30, 2022

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

SEPTEMBER 30, 2022

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INDEPENDENT AUDITORS' REPORT

The Honorable Jason Whistler, Property Appraiser,
Levy County, Florida:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the general fund of the Levy County Property Appraiser (the Office), as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the Office's financial statements, as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of each major fund of the Office as of September 30, 2022, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Office, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 (the County), 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, 2022, 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Office's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Office's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Office's ability to continue as a going concern for a reasonable period of time.

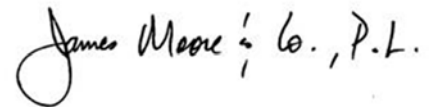
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2023 on our consideration of the Office'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Office's 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 29, 2023

**LEVY COUNTY PROPERTY APPRAISER
BALANCE SHEET
GOVERNMENTAL FUND
SEPTEMBER 30, 2022**

	<u>General Fund</u>
ASSETS	
Cash and equivalents	\$ 121,155
Due from other governments	2,265
Prepays	52,550
Total Assets	<u><u>\$ 175,970</u></u>
LIABILITIES AND FUND BALANCE	
Liabilities:	
Accounts payable and accrued expenditures	\$ 1,949
Due to other governments	4,282
Due to Board of County Commissioners	169,739
Total Liabilities	<u>175,970</u>
Fund Balance:	
Unassigned	-
Total Liabilities and Fund Balance	<u><u>\$ 175,970</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, 2022**

	General Fund
Revenues	
Charges for services	\$ 25,374
Intergovernmental revenue	1,165
Miscellaneous revenue	96
Total revenues	<u>26,635</u>
Expenditures	
Current:	
General government	834,999
Capital outlay	151,235
Total expenditures	<u>986,234</u>
Excess (deficiency) of revenues over expenditures	<u>(959,599)</u>
Other financing sources (uses)	
Appropriations from board of county commissioners	1,128,783
Reversion to board of county commissioners	(169,184)
Total other financing sources (uses)	<u>959,599</u>
Net change in fund balance	-
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 PROPERTY APPRAISER
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

(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, 2022

(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, 2022**

(2) Budgets and Budgetary Accounting:

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

(3) Investments:

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

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

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

(4) Risk Management:

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

(5) Long-term Liabilities:

A summary of changes in long-term liabilities for the fiscal year ended September 30, 2022, follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated absences	\$ 100,136	\$ 85,132	\$ (57,438)	\$ 127,830	\$ 19,175

**LEVY COUNTY PROPERTY APPRAISER
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

(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, 2022, 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, 2022.

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, 2022**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Charges for services	\$ -	\$ -	\$ 25,374	\$ 25,374
Intergovernmental revenue	-	-	1,165	1,165
Miscellaneous revenue	-	-	96	96
Total revenues	<u>-</u>	<u>-</u>	<u>26,635</u>	<u>26,635</u>
Expenditures				
Current:				
General government	1,131,235	1,015,699	834,999	180,700
Capital outlay	-	141,672	151,235	(9,563)
Total expenditures	<u>1,131,235</u>	<u>1,157,371</u>	<u>986,234</u>	<u>171,137</u>
Excess (deficiency) of revenues over expenditures	<u>(1,131,235)</u>	<u>(1,157,371)</u>	<u>(959,599)</u>	<u>197,772</u>
Other financing sources (uses)				
Appropriations from board of county commissioners	1,131,235	1,157,371	1,128,783	(28,588)
Reversion to board of county commissioners	-	-	(169,184)	(169,184)
Total other financing sources (uses)	<u>1,131,235</u>	<u>1,157,371</u>	<u>959,599</u>	<u>(197,772)</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, 2022**

(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 Jason Whistler, 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, 2022, 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 29, 2023, which was modified to refer to a basis of accounting required for compliance with state filing requirements, and for other reasons.

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 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.

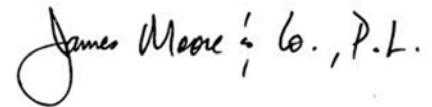
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given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

Report on 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 29, 2023



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

The Honorable Jason Whistler, 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, 2022, and have issued our report thereon dated March 29, 2023.

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 29, 2023, 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

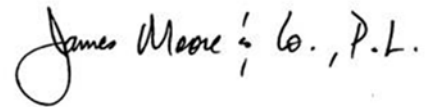
Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

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 29, 2023



INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

The Honorable Jason Whistler, 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* (the Statute), for the year ended September 30, 2022. Office's management is responsible for the Office's compliance with those requirements. Our responsibility is to obtain reasonable assurance by evaluating against the aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation based on our examination.

Our examination was conducted in accordance with the attestation standards for a direct examination engagement established by the AICPA. Those standards require that we obtain reasonable assurance by evaluating against aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our measurement or evaluation of Office's compliance. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks that were not in accordance with those requirements in all material respects, 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.

We are required to be independent of the Office, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our examination engagement.

In our opinion, for the year ended September 30, 2022, the Office complied with the aforementioned requirements, in all material respects.

Gainesville, Florida
March 29, 2023

 James Moore & Co., P.L.

LEVY COUNTY SHERIFF
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT
SEPTEMBER 30, 2022

LEVY COUNTY SHERIFF
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT
SEPTEMBER 30, 2022

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INDEPENDENT AUDITORS' REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of each major fund and the aggregate remaining fund information of the of the Levy County Sheriff (the Office), as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the Office's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the major fund and the aggregate remaining fund information of the Office as of September 30, 2022, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Office, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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, and aggregate remaining fund information only for that portion of the major funds and aggregate remaining fund information, 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, 2022, 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Office's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Office's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Office's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

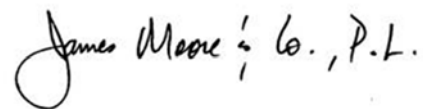
Accounting principles generally accepted in the United States of America require that the required supplementary information, as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Office's 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. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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 29, 2023 on our consideration of the Office'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Office's 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 29, 2023

**LEVY COUNTY SHERIFF
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022**

	General Fund	Special Revenue Inmate Welfare Fund	Donations Fund	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 1,249,585	\$ 475,455	\$ 1,416	\$ 1,726,456
Accounts receivable	295,608	-	-	295,608
Due from other governments	34,210	-	-	34,210
Due from other funds	10,765	-	-	10,765
Total assets	<u>\$ 1,590,168</u>	<u>\$ 475,455</u>	<u>\$ 1,416</u>	<u>\$ 2,067,039</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable and accrued expenditures	\$ 1,060,660	\$ -	\$ -	\$ 1,060,660
Due to other funds	-	10,765	-	10,765
Due to Board of County Commissioners	529,508	140	-	529,648
Total Liabilities	<u>1,590,168</u>	<u>10,905</u>	<u>-</u>	<u>1,601,073</u>
Fund Balances				
Restricted for:				
Law enforcement	-	464,550	1,416	465,966
Total Fund Balances	<u>-</u>	<u>464,550</u>	<u>1,416</u>	<u>465,966</u>
Total Liabilities and Fund Balances	<u>\$ 1,590,168</u>	<u>\$ 475,455</u>	<u>\$ 1,416</u>	<u>\$ 2,067,039</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, 2022

	General Fund	Special Revenue Inmate Welfare Fund	Donations Fund	Total Governmental Funds
Revenues				
Intergovernmental	\$ 70,833	\$ -	\$ -	\$ 70,833
Charges for services	732,076	174,832	-	906,908
Miscellaneous revenue	-	-	1,323	1,323
Total revenues	<u>802,909</u>	<u>174,832</u>	<u>1,323</u>	<u>979,064</u>
Expenditures				
Current:				
Public safety	15,853,897	67,035	515	15,921,447
Court-related	389,497	-	-	389,497
Capital outlay	1,056,311	-	-	1,056,311
Total expenditures	<u>17,299,705</u>	<u>67,035</u>	<u>515</u>	<u>17,367,255</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(16,496,796)</u>	<u>107,797</u>	<u>808</u>	<u>(16,388,191)</u>
Other financing sources (uses)				
Appropriations from board of county commissioners	16,593,955	-	-	16,593,955
Reversion to board of county commissioners	(97,159)	-	-	(97,159)
Total other financing sources (uses)	<u>16,496,796</u>	<u>-</u>	<u>-</u>	<u>16,496,796</u>
Net change in fund balance	<u>-</u>	<u>107,797</u>	<u>808</u>	<u>108,605</u>
Fund balances, beginning of year	-	356,753	608	357,361
Fund balances, end of year	<u>\$ -</u>	<u>\$ 464,550</u>	<u>\$ 1,416</u>	<u>\$ 465,966</u>

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

**LEVY COUNTY SHERIFF
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2022**

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ 102,084
Total Assets	<u><u>\$ 102,084</u></u>
Liabilities	
Due to other funds	\$ -
Due to other County agencies	4,362
Total liabilities	<u><u>\$ 4,362</u></u>
Net Position	
Restricted for:	
Other individuals and organizations	\$ 97,722
Total net position	<u><u>\$ 102,084</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, 2022

	<u>Custodial Funds</u>
Additions	
Charges for services	\$ 334,383
Court related	171,390
Total additions	<u>522,617</u>
Deductions	
Payments to individuals	274,525
Payments to other governments	50,694
Payments to BOCC	128,404
Payments to constitutional officers	<u>53,734</u>
Total deductions	442,177
Net change in fiduciary net position	<u>(1,584)</u>
Net position, beginning of year	99,306
Net position, end of year	<u><u>\$ 97,722</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, 2022

(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, 2022

(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, 2022

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

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

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

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

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

(3) **Investments:**

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

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

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

(4) **Risk Management:**

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

(5) **Capital Assets:**

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

**LEVY COUNTY SHERIFF
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

(6) Long-term Liabilities:

A summary of changes in long-term liabilities of the Office for the fiscal year ended September 30, 2022, follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated absences	\$ 662,148	\$ 914,935	\$ (792,004)	\$ 785,079	\$ 244,901

(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, 2022, 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, 2022.

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, 2022

	Budgeted Amounts		Variance with
	Original	Final	Final Budget -
			Positive
			(Negative)
Revenues			
Intergovernmental	\$ -	\$ -	\$ 70,833
Charges for services	732,076	732,076	-
Total revenues	<u>732,076</u>	<u>732,076</u>	<u>70,833</u>
Expenditures			
Current:			
Public safety	15,367,287	16,194,487	340,590
Court-related	-	-	(389,497)
Capital outlay	1,291,744	1,291,744	235,433
Total expenditures	<u>16,659,031</u>	<u>17,486,231</u>	<u>186,526</u>
Excess (deficiency) of revenues over expenditures	<u>(15,926,955)</u>	<u>(16,754,155)</u>	<u>257,359</u>
Other financing sources (uses)			
Appropriations from board of county commissioners	15,926,955	16,754,155	(160,200)
Reversion to board of county commissioners	-	-	(97,159)
Total other financing sources (uses)	<u>15,926,955</u>	<u>16,754,155</u>	<u>(257,359)</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<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, 2022**

(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, 2022

	Inmate Trust Fund	Civil and Suspense Fund	Evidence Fund	Total Custodial Funds
Assets				
Cash and cash equivalents	\$ 18,285	\$ 5,826	\$ 77,973	\$ 102,084
Total Assets	<u>\$ 18,285</u>	<u>\$ 5,826</u>	<u>\$ 77,973</u>	<u>\$ 102,084</u>
Liabilities				
Due to other County agencies	\$ 4,362	\$ -	\$ -	\$ 4,362
Total liabilities	<u>\$ 4,362</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,362</u>
Net Position				
Restricted for:				
Other individuals and organizations	\$ 13,923	\$ 5,826	\$ 77,973	\$ 97,722
Total Net Position	<u>\$ 13,923</u>	<u>\$ 5,826</u>	<u>\$ 77,973</u>	<u>\$ 97,722</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, 2022

	Inmate Trust Fund	Civil and Suspense Fund	Evidence Fund	Total Custodial Funds
Additions				
Charges for services	\$ 334,383	\$ -	\$ -	\$ 334,383
Court related	-	140,354	31,036	171,390
Total additions	<u>334,383</u>	<u>140,354</u>	<u>31,036</u>	<u>505,773</u>
Deductions				
Payments to individuals	182,844	71,652	20,029	274,525
Payments to other governments	50,694	-	-	50,694
Payments to BOCC	53,878	74,526	-	128,404
Payments to constitutional officers	52,864	870	-	53,734
Total deductions	<u>340,280</u>	<u>147,048</u>	<u>20,029</u>	<u>507,357</u>
Net change in fiduciary net position	<u>(5,897)</u>	<u>(6,694)</u>	<u>11,007</u>	<u>(1,584)</u>
Net position, beginning of year	19,820	12,520	66,966	99,306
Net position, end of year	<u><u>\$ 13,923</u></u>	<u><u>\$ 5,826</u></u>	<u><u>\$ 77,973</u></u>	<u><u>\$ 97,722</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, 2022, 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 29, 2023, which was modified to refer to a basis of accounting required for compliance with state filing requirements, and for other reasons.

Report on 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 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.

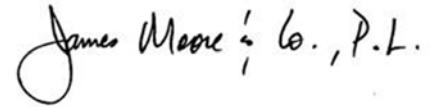
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given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

Report on 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 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 29, 2023



**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, 2022, and have issued our report thereon dated March 29, 2023.

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 29, 2023, 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 noted the following recommendations:

2022-001 Issues with Capital Asset Software, General Ledger Detail, and Budget Management

We note issues within the accounting software related to the capital asset module, general ledger detail, and budget management. Specifically, we found several issues within the capital asset software that were required to be corrected during the audit, we noted discrepancies between the general ledger detail and the final general ledger balances, and we noted that the approved budget and related amendment did not agree to budget entered into the general ledger. We recommend management implement procedures to ensure accurate capital asset records, perform regular reconciliations between general ledger detail and final general ledger amounts, and establish controls to ensure the approved budget is accurately reflected in the general ledger.

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.

Management's Response to Findings

The Office's responses to the findings identified in our audit are described in the letter titled Management's Response to the Auditors' Comments, as listed in the table of contents. 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 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.



Gainesville, Florida
March 29, 2023



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* (the Statute), for the year ended September 30, 2022. The Office's management is responsible for the compliance with those requirements. Our responsibility is to obtain reasonable assurance by evaluating against the aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation based on our examination.

Our examination was conducted in accordance with the attestation standards for a direct examination engagement established by the AICPA. Those standards require that we obtain reasonable assurance by evaluating against aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our measurement or evaluation of Office's compliance. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks that were not in accordance with those requirements in all material respects, 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.

We are required to be independent of the Office, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our examination engagement.

In our opinion, for the year ended September 30, 2022, the Office complied with the aforementioned requirements, in all material respects.

Gainesville, Florida
March 29, 2023

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

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



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

March 30, 2023

James Moore & Co., P.L.
5931 NW 1st Place
Gainesville, FL 32607

James Moore & Co.,

Please accept this letter as my response to recommendation 2022-001 in our 2021-2022 fiscal year financial audit regarding issues with capital asset software, general ledger detail and budget management. My Finance Division staff and I have recently requested quotes from other accounting and fixed assets software companies. We are working towards replacing our current program so that these issues do not continue. In the interim, we have implemented additional quarterly audits regarding general ledger and fixed assets reports. We are also working with our current accounting program support to make modification until our new program can be put in place.

Respectfully,

A handwritten signature in blue ink that reads "Robert B. McCallum, Jr." with a stylized flourish at the end.

Robert B. McCallum, Jr.
Sheriff

LEVY COUNTY SUPERVISOR OF ELECTIONS
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT
SEPTEMBER 30, 2022

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

SEPTEMBER 30, 2022

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INDEPENDENT AUDITORS' REPORT

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

Report on the Audit of the Financial Statements

Opinion

We have audited 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, 2022, and the related notes to the financial statements, which collectively comprise the Office's financial statements, as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the general fund for the Office as of September 30, 2022, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Office, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 fund, of Levy County, Florida (the County), 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, 2022, 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Office's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Office's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Office's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

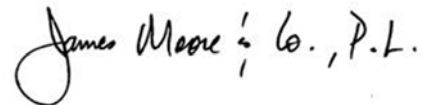
Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2023 on our consideration of the Office'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Office's 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 29, 2023

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

**LEVY COUNTY SUPERVISOR OF ELECTIONS
BALANCE SHEET
GOVERNMENTAL FUND
SEPTEMBER 30, 2022**

	<u>General Fund</u>
ASSETS	
Cash and equivalents	\$ 14,335
Total Assets	<u>\$ 14,335</u>
 LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts payable and accrued expenditures	\$ 2,301
Due to Board of County Commissioners	<u>12,034</u>
Total Liabilities	14,335
 Fund Balance	
Unassigned	-
 Total Liabilities and Fund Balance	<u>\$ 14,335</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, 2022**

	<u>General Fund</u>
Revenues	
Intergovernmental	\$ 89,465
Miscellaneous	7,044
Total revenues	<u>96,509</u>
Expenditures	
Current:	
General government	751,243
Capital outlay	63,980
Total expenditures	<u>815,223</u>
Excess (deficiency) of revenues over expenditures	<u>(718,714)</u>
Other financing sources (uses)	
Appropriations from Board of County Commissioners	730,689
Reversion to Board of County Commissioners	(11,975)
Total other financing sources (uses)	<u>718,714</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, 2022

(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, 2022

(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, 2022

(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, 2022, follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated absences	\$ 19,887	\$ 8,912	\$ (12,866)	\$ 15,933	\$ 2,390

LEVY COUNTY SUPERVISOR OF ELECTIONS
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

(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, 2022, 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, 2022.

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, 2022**

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$ -	\$ 89,918	\$ 89,465	\$ (453)
Miscellaneous	-	-	7,044	7,044
Total revenues	<u>-</u>	<u>89,918</u>	<u>96,509</u>	<u>6,591</u>
Expenditures				
Current:				
General government	661,000	739,245	751,243	(11,998)
Capital outlay	24,000	81,362	63,980	17,382
Total expenditures	<u>685,000</u>	<u>820,607</u>	<u>815,223</u>	<u>5,384</u>
Excess (deficiency) of revenues over expenditures	<u>(685,000)</u>	<u>(730,689)</u>	<u>(718,714)</u>	<u>11,975</u>
Other financing sources (uses)				
Appropriations from Board of County Commissioners	685,000	730,689	730,689	-
Reversion to Board of County Commissioners	-	-	(11,975)	(11,975)
Total other financing sources (uses)	<u>685,000</u>	<u>730,689</u>	<u>718,714</u>	<u>(11,975)</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, 2022**

(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, 2022, 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 29, 2023, which was modified to refer to a basis of accounting required for compliance with state filing requirements, and for other reasons.

Report on 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 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.

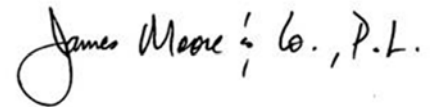
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given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

Report on 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 29, 2023



**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, 2022, and have issued our report thereon dated March 29, 2023.

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 29, 2023, 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

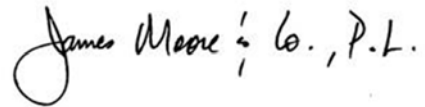
Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

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 29, 2023



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* (the Statute), for the year ended September 30, 2022. The Office's management is responsible for the Office's compliance with those requirements. Our responsibility is to obtain reasonable assurance by evaluating against the aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation based on our examination.

Our examination was conducted in accordance with the attestation standards for a direct examination engagement established by the AICPA. Those standards require that we obtain reasonable assurance by evaluating against aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our measurement or evaluation of Office's compliance. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks that were not in accordance with those requirements in all material respects, 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.

We are required to be independent of the Office, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our examination engagement.

In our opinion, for the year ended September 30, 2022, the Office complied with the aforementioned requirements, in all material respects.

Gainesville, Florida
March 29, 2023

James Moore & Co., P.L.

LEVY COUNTY TAX COLLECTOR
SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT
SEPTEMBER 30, 2022

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

SEPTEMBER 30, 2022

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INDEPENDENT AUDITORS' REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the 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, 2022, 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.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the Office as of September 30, 2022, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Office, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 and aggregate remaining fund information, only for that portion of the major funds and aggregate remaining fund information, 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, 2022, 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Office's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Office's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Office's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

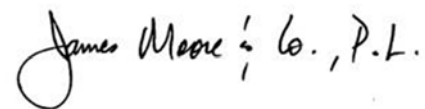
Accounting principles generally accepted in the United States of America require that the required supplementary information, as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Office's 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. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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 29, 2023 on our consideration of the Office'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Office's 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 29, 2023

**LEVY COUNTY TAX COLLECTOR
BALANCE SHEET
GOVERNMENTAL FUND
SEPTEMBER 30, 2022**

	<u>General Fund</u>
Assets	
Cash and equivalents	\$ 283,633
Due from other governments	738
Due from fiduciary funds	<u>76,883</u>
Total Assets	<u><u>\$ 361,254</u></u>
 Liabilities and Fund Balance	
Liabilities	
Accounts payable and accrued expenses	\$ 42,324
Unearned revenue	24,982
Due to Board of County Commissioners	<u>293,948</u>
	361,254
 Fund balance	
Unassigned	-
 Total Liabilities and Fund Balance	<u><u>\$ 361,254</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, 2022

	<u>General Fund</u>
Revenues	
Charges for services	\$ 1,727,242
Miscellaneous revenue	169
Total revenues	<u>1,727,411</u>
Expenditures	
Current:	
General government	1,445,384
Total expenditures	<u>1,445,384</u>
Excess (deficiency) of revenues over expenditures	<u>282,027</u>
Other financing sources (uses)	
Reversion to Board of County Commissioners	(278,799)
Reversion to other taxing authorities	(3,228)
Total other financing sources (uses)	<u>(282,027)</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
SEPTEMBER 30, 2022**

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ 2,039,440
Receivables	21,220
Due from other governments	164
Due from other funds	441
Due from other County agencies	264
Total Assets	<u><u>\$ 2,061,529</u></u>
Liabilities	
Accounts payable and accrued expenses	\$ 227,333
Due to other governments	1,672,720
Due to other funds	77,324
Due to other County agencies	84,144
Total Liabilities	<u><u>\$ 2,061,521</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, 2022

	<u>Custodial Funds</u>
Additions	
Taxes	\$ 51,562,458
Permits, fees, and special assessments	14,512,405
Total additions	<u>66,074,863</u>
Deductions	
Payments to individuals	3,418,256
Payments to other governments	33,314,547
Payments to BOCC	27,543,877
Payments to constitutional officers	1,798,183
Total deductions	<u>66,074,863</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, 2022

(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, 2022

(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, 2022

(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, 2022, follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated absences	\$ 55,878	\$ 72,377	\$ (78,056)	\$ 50,199	\$ 7,267

LEVY COUNTY TAX COLLECTOR
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

(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, 2022, 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, 2022.

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, 2022

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for services	\$ 1,531,694	\$ 1,587,479	\$ 1,727,242	\$ 139,763
Miscellaneous revenue	-	-	169	169
Total Revenues	<u>1,531,694</u>	<u>1,587,479</u>	<u>1,727,411</u>	<u>139,932</u>
Expenditures				
Current:				
General government	<u>1,531,694</u>	<u>1,587,479</u>	<u>1,445,384</u>	<u>142,095</u>
Total expenditures	<u>1,531,694</u>	<u>1,587,479</u>	<u>1,445,384</u>	<u>142,095</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>282,027</u>	<u>282,027</u>
Other financing sources (uses)				
Reversion to Board of County Commissioners	-	-	(278,799)	(278,799)
Reversion to other taxing authorities	<u>-</u>	<u>-</u>	<u>(3,228)</u>	<u>(3,228)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(282,027)</u>	<u>(282,027)</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>	<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, 2022**

(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, 2022

	Tax Fund	Tag Fund	Game and Wildlife Fund	Total Custodial Funds
Assets				
Cash and cash equivalents	\$ 1,349,608	\$ 686,798	\$ 3,034	\$ 2,039,440
Receivables	19,945	1,275	-	21,220
Due from other governments	107	-	57	164
Due from other funds	369	72	-	441
Due from other County agencies	-	264	-	264
Total Assets	\$ 1,370,029	\$ 688,409	\$ 3,091	\$ 2,061,529
Liabilities				
Accounts payable and accrued expenses	\$ 226,894	\$ 332	\$ 107	\$ 227,333
Deposits and escrow	8	-	-	8
Due to other governments	1,022,524	649,167	1,029	1,672,720
Due to other funds	37,668	37,701	1,955	77,324
Due to other County agencies	82,935	1,209	-	84,144
Total liabilities	\$ 1,370,029	\$ 688,409	\$ 3,091	\$ 2,061,529
Net Position	\$ -	\$ -	\$ -	\$ -

See accompanying notes to financial statements.

LEVY COUNTY TAX COLLECTOR
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Tax Fund	Tag Fund	Game and Wildlife Fund	Total Custodial Funds
Additions				
Taxes	\$ 51,562,458	\$ -	\$ -	\$ 51,562,458
Permits, fees, and special assessments	-	14,349,862	162,543	14,512,405
Total additions	<u>51,562,458</u>	<u>14,349,862</u>	<u>162,543</u>	<u>66,074,863</u>
Deductions				
Payments to individuals	3,370,566	47,690	-	3,418,256
Payments to other governments	19,491,300	13,706,986	116,261	33,314,547
Payments to BOCC	27,526,911	16,966	-	27,543,877
Payments to constitutional officers	1,173,681	578,220	46,282	1,798,183
Total deductions	<u>51,562,458</u>	<u>14,349,862</u>	<u>162,543</u>	<u>66,074,863</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 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, 2022, 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 29, 2023, which was modified to refer to a basis of accounting required for compliance with state filing requirements, and for other reasons.

Report on 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 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.

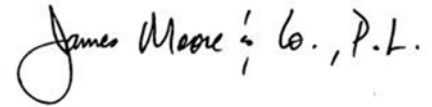
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given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

Report on 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 29, 2023



**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, 2022, and have issued our report thereon dated March 29, 2023.

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 29, 2023, 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

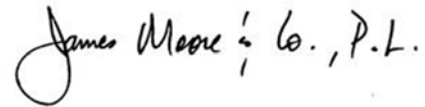
Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

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 29, 2023



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* (the Statute), for the year ended September 30, 2022. Office's management is responsible for the Office's compliance with those requirements. Our responsibility is to obtain reasonable assurance by evaluating against the aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation based on our examination.

Our examination was conducted in accordance with the attestation standards for a direct examination engagement established by the AICPA. Those standards require that we obtain reasonable assurance by evaluating against aforementioned statutes and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our measurement or evaluation of Office's compliance. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks that were not in accordance with those requirements in all material respects, 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.

We are required to be independent of the Office, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our examination engagement.

In our opinion, for the year ended September 30, 2022, the Office complied with the aforementioned requirements, in all material respects.

Gainesville, Florida
March 29, 2023

James Moore & Co., P.L.