



Orange County, Florida



Comprehensive Annual Financial Report

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Accounting

Year Ended
September 30, 2016

ORANGE COUNTY, FLORIDA

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**For The Year Ended
September 30, 2016**

**Prepared by:
Phil Diamond, CPA
County Comptroller**

ORANGE COUNTY, FLORIDA

BOARD OF COUNTY COMMISSIONERS

Teresa Jacobs, County Mayor

Victoria P. Siplin, Vice MayorDistrict 6
Betsy VanderLeyDistrict 1
Bryan NelsonDistrict 2
Pete ClarkeDistrict 3
Jennifer ThompsonDistrict 4
Emily BonillaDistrict 5

ELECTED COUNTY OFFICERS

Tiffany Moore Russell Clerk of the Circuit and County Courts
Phil Diamond..... County Comptroller
Rick Singh Property Appraiser
Jerry L. Demings Sheriff
Bill Cowles Supervisor of Elections
Scott Randolph Tax Collector

ORANGE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
for the year ended September 30, 2016

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Introductory Section



Letter of Transmittal
Organizational Chart
Certificate of Achievement for Excellence in Financial Reporting



OFFICE OF COMPTROLLER

**ORANGE
COUNTY
FLORIDA**

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Web site: www.occompt.com

March 17, 2017

To the Citizens of Orange County, Florida:

The Comprehensive Annual Financial Report (CAFR) of Orange County, Florida (the "County") for the fiscal year ended September 30, 2016 is hereby submitted. This is Orange County's fiscal report. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation (including all disclosures) rests with management. To the best of our knowledge and belief, the information presented herein is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of County operations. All disclosures necessary to enable readers to gain an understanding of the County's financial activities have been included.

Users of this CAFR are the residents and businesses of our community that pay for governmental services. Creditors and investors are equally concerned with the County's financial stability. Recognizing these primary users, we have attempted to provide information to satisfy their need to evaluate the County.

State statutes and the Rules of the Florida Auditor General require that a countywide set of financial statements be published within nine months after fiscal year end. The statements must be presented in conformance with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. The statements must be audited in accordance with generally accepted auditing standards by licensed independent certified public accountants. This report is intended to fulfill these requirements.

Also, due to the special needs of federal grantor agencies, the County is required to undergo an annual "Single Audit" in conformity with the provisions of the Single Audit Act of 1984, the Single Audit Act Amendments of 1996, and the Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Furthermore, with respect to certain grants funded by the State of Florida, the County is required to comply with the requirements of the Florida Single Audit Act and the related Rules of the Florida Auditor General. All schedules and reports required under these federal and state regulations are included in the compliance and internal control section of this report.

Florida law also requires separate audited financial reports for each constitutional officer. In addition, separate audited financial reports are prepared for the Board of County Commissioners

(the “Board”) and for the enterprise funds activities operated by the Board. The separate enterprise funds are the Convention Center, Solid Waste System, and Water Utilities System. For conciseness, and to avoid substantial duplication, these financial reports are not presented in their separate forms; instead, their financial data are included in the CAFR. The general operating funds of each constitutional officer and the Board are combined and reported in the CAFR as one County general fund. This combining effort eliminates amounts that have been transferred between the general operating funds to further prevent duplicate reporting. The County’s eight discrete component units also prepare separate audited financial reports. All of the separate reports disclose more detail with respect to their respective activities and are available upon request.

Additionally, the Securities and Exchange Commission (SEC) requires governmental debt issuers to provide continuing disclosure information. As an issuer of taxable and tax-exempt debt, the County must annually make financial and other supplemental information available to beneficial owners and potential purchasers of County debt in the secondary market, dealers, security analysts, rating agencies, and other interested parties. Also, this financial and other supplemental information must be electronically filed with the Electronic Municipal Market Access (EMMA) System of the Municipal Securities Rulemaking Board. This CAFR and a companion document, the Orange County Florida Bond Disclosure Supplement, serve to fulfill these continuing disclosure requirements of the SEC.

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

As a recipient of federal and state financial assistance, the County also is responsible for establishing an adequate internal control system to ensure compliance with applicable laws and regulations related to those programs. This internal control system is subject to periodic evaluation by management and the audit staff of the County Comptroller, an elected constitutional officer. As part of the County’s Single Audit, tests are made to determine the adequacy of the internal control system, including that portion related to federal and state financial assistance programs, as well as to determine that the County has complied with applicable laws and regulations. The results of the County’s Single Audit for the fiscal year ended September 30, 2016 provided no instances of material weaknesses in the internal control system or significant violations of applicable laws and regulations related to federal or state financial assistance programs.

Pursuant to the requirements of Florida law, the County uses a competitive process to select the independent audit firm. An audit committee composed of two citizens, one representative of the County Mayor, one representative of the County Comptroller, and one representative of the other constitutional officers developed the selection of the firm. Firms are ranked and the top three are presented to the Board. The Board selects the highest ranked firm for contract negotiation or must publicly document the reason for selecting a lower ranked firm. This method seeks to meet the County’s needs while providing a degree of independence in the selection process. Pursuant

to this process, the County's financial statements have been audited by Cherry Bekaert LLP, a firm of licensed certified public accountants. The audit was performed to provide reasonable assurance that the financial statements are free of material misstatement. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering unmodified opinions that the County's financial statements for the fiscal year ended September 30, 2016 are fairly presented in conformity with GAAP. The Report of the Independent Auditor is presented as the first component of the CAFR's financial section. Beginning with the 2006 fiscal year, the opinions of the independent auditor were rendered on the financial statements of each individual fund. In previous years, the opinions were rendered on the more highly summarized basic financial statements, with an "in relation to" opinion on the combining fund-level financial statements.

The County Comptroller's Audit Division performs financial, compliance, and operational/performance audits of the Board, the six constitutional officers, and outside organizations receiving significant funding from the Board. Those audits provide greater access and closer scrutiny than the external audit process. Their efforts assist the external auditor in its audit of County financial statements.

This Letter of Transmittal is designed to complement, and should be read in conjunction with, the narrative introduction, overview, and analysis provided in the Management's Discussion and Analysis, which can be found immediately following the Report of the Independent Auditor, within the Financial Section of the CAFR.

County Profile

Orange County is located near the center of the State of Florida and is about 1,000 square miles. Orlando, the County seat, is its principal city. Including Orlando, there are 13 incorporated cities throughout the County. The County's population increased 2.2% in 2016, compared to the State's 1.7% increase. The 2016 population estimate was 1,280,387. Orange County is the fifth most populated county in Florida. Nearly two-thirds of the County's population resides in its unincorporated areas.

The County was established in 1824 and currently operates under a charter that was originally enacted by the voters effective January 1, 1987. The charter was amended by the voters in 1988, 1992, 1996, 1998, 2004, 2008, 2012, 2014, and 2016. Charter powers address self-government and cannot conflict with general law or special law approved by the voters. The established legislative body of the County is the Board of County Commissioners, which consists of the County Mayor elected at-large and six single-member district Commissioners. Specifically designated governmental functions are performed by separately-elected constitutional officers, who are elected countywide. The constitutional officers are the Clerk of the Courts, County Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. All elected officials serve four-year terms and the current incumbents are identified at the front of this CAFR. The collective operations of the Board and the constitutional officers comprise the Orange County primary government.

The County provides its citizens with a wide range of services including law enforcement, corrections facilities, civil and criminal justice, fire and EMS services, health and social services, housing assistance, animal services, library and cultural services, parks and recreation operations, children's programs, environmental regulation and protection, road, bridge and drainage maintenance and construction, and other general and administrative support services. Additionally, the County owns and operates a water and wastewater utility, a solid waste landfill and recycling program, and the Orange County Convention Center. Many services are provided countywide, while others are focused primarily in the unincorporated areas.

The countywide financial reporting entity consists of the primary government and component units. Component units are legally separate organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion from the reporting entity's financial statements would be misleading or incomplete. For purposes of determining whether financial accountability exists, a primary government must appoint a voting majority of the organization's governing body and either be able to impose its will on that organization or have the potential to receive specific financial benefits or burdens from the organization.

Blended component units, although legally separate, function in essence as County departments and their data are therefore included with the primary government's data. The operating funds of the blended component units are treated as special revenue funds, since the respective revenue sources are legally restricted as to purpose of expenditure. The County has six blended component units: the Orange Blossom Trail Local Government Neighborhood Improvement District (NID), Pine Hills Local Government NID, Lake Conway Water and Navigation Control District, Windermere Water and Navigation Control District, International Drive Community Redevelopment Agency (CRA), and the Orange Blossom Trail CRA.

Discrete component units are more distinctly separate from the primary government and are therefore reported in a separate column in the government-wide financial statements. The County has eight component units requiring discrete presentation: the Orange County Housing Finance Authority, Orange County Library District, Orange County Research and Development Authority, International Drive Master Transit and Improvement District, Orange County Health Facilities Authority, Orange County Industrial Development Authority, Orange Blossom Trail Development Board, Inc., and the Orange County Educational Facilities Authority. Services included in this CAFR due to the inclusion of discretely presented component units are: financing for affordable housing, library services, conduit financing for hospitals and related facilities, facilities for institutions of higher education and industrial development, economic development and redevelopment, and mass transit. Additional information on the financial reporting entity, including the component units, can be found in Note A of the notes to financial statements.

Examples of governmental units that do not meet the criteria for inclusion in this report include the Central Florida Regional Transportation Authority, the Greater Orlando Aviation Authority, the Central Florida Expressway Authority, Orange County Schools, the Orange Soil and Water Conservation District, the South Seminole-North Orange County Wastewater Transmission Authority, and the West Orange Healthcare District.

Budgetary controls are maintained by the County. Except for a portion of the Clerk of the Circuit and County Courts (the "Clerk"), each constitutional officer is required by law to file tentative budgets with the Board. In addition, the Board reviews and approves its own proposed budget as prepared by the County Mayor, and then adopts the County's budget as a whole, subject to two

public hearings, in the month of September. The Clerk's budget for State court operations is annually submitted for approval to the State Clerk of Courts Operations Corporation. Florida law prohibits the expenditure of public funds in excess of budgetary amounts and requires that budgets be balanced.

The County adopts annual budgets for all governmental funds on a modified accrual basis. Annual budgets for proprietary funds are adopted on substantially an accrual basis. Budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is established at the department level within each fund. Encumbrance accounting (under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded as a reservation of budget) also strengthens budgetary control.

Department heads may make transfers of appropriations within a department. However, transfers of appropriations between funds/departments or to and from reserves, and changes in total appropriations, require Board approval. Budget-to-actual comparisons are provided in the CAFR for each fund for which an appropriated annual budget has been adopted. Original and final budgets for major governmental funds are also provided.

The County also maintains a five-year Capital Improvement Program that is updated annually. Proposed projects are prioritized and available funds are allocated accordingly.

Factors Affecting Financial Condition

Local Economy. A diverse mix of goods-producing and service-providing sectors supports Orange County's economy. Goods-producing industries include construction and manufacturing. Service-providing industries include trade, transportation, and utilities; leisure and hospitality; professional and business; government; and education and healthcare. High technology, health care and social assistance, and leisure and hospitality are considered the major economic engines in the County. According to the Metro Orlando Economic Development Commission, these three industries alone generate annual payroll of more than \$18.8 billion.

High Technology. High technology industries include military defense, space exploration, modeling and simulation, flight training, scientific research, power generation, and biotechnology. During 2016, Lockheed Martin and other high-tech manufacturers announced they had won contracts with a potential value of \$1.58 billion to build and supply military defense systems. The University of Central Florida (UCF) plays a key role in this sector. Adjacent to UCF's main campus in East Orlando is one of the top ten research parks in the nation. The Central Florida Research Park's tenants include UCF's Institute for Simulation and Training, Technology Incubator, and NanoScience Technology Center. The Research Park houses 126 high-tech companies employing approximately 10,000 individuals. The UCF Center for Emerging Media is the educational centerpiece of what will be the Creative Village in downtown Orlando. The Creative Village is expected to be a 68-acre transit oriented hub for high-technology companies, educational institutions, retail and commercial businesses, and residential living.

Health Care and Social Assistance. The health care industry in Orange County is rapidly growing due in part to the development of "Medical City" in the southeast part of the County. Included in this research center are the University of Central Florida College of Medicine, University of Florida Research and Academic Center, Veterans Administration Medical Center, Nemours Children's Hospital, and Sanford Burnham Prebys Medical Discovery Institute. In April 2015, Florida Hospital broke ground on the future site of Florida Hospital Apopka. The hospital will

include 120 private patient rooms, an emergency department, surgical services, a women's center and a diagnostic cath lab. The new facility will include a seven-story hospital and four-story medical building. The project will cost an estimated \$203 million and generate up to 300 new jobs. The hospital is expected to open in the fall of 2017.

Leisure and Hospitality. The leisure and hospitality industry had a strong year, as evidenced by a 5.9% increase in tourist development tax collections. The increase in revenues reflected a 3.5% increase in average daily room rates. For calendar year 2016, hotel occupancy rates in the Orlando area of Orange, Seminole, and Osceola Counties fell slightly to 75.5% from 76.7% in 2015. The decline in occupancy rates was due in part to growth in hotel room inventory, as the number of available rooms increased by 2.1% to 119,815. The Orlando area room supply remains the largest in Florida and among the largest in the United States.

Universal Orlando opened its fifth on-property resort, Sapphire Falls, in July 2016. The Caribbean-themed hotel includes 1,000 rooms, bringing onsite capacity up to 5,200 rooms. Guests at this hotel are provided with transportation via water taxi and bus to Universal CityWalk and both Universal theme parks. The pool area includes two beaches, a hot tub, children's play area, and waterslides. The resort offers a variety of restaurants and lounges, retail shops, game room, fitness center, and walking and jogging paths.

The largest renovation in the history of the Walt Disney World Resort was nearing completion at the end of Fiscal Year 2016. The overhaul of the Disney Springs property, formerly known as Downtown Disney, doubled the number of dining, entertainment, and shopping options for visitors. The complex has the character of Florida's waterfront towns, historic architecture, and natural environment. Disney Springs has four distinct areas: Town Center, The Landing, Marketplace, and West Side.

Walt Disney World, SeaWorld Orlando, and Universal Orlando opened new attractions in 2016. In June, Disney opened *Frozen Ever After*, a water ride based on the movie *Frozen*, at its Epcot theme park. The ride features scenes re-created from the movie set to the original soundtrack. Also in June, SeaWorld Orlando launched the *Mako* roller coaster. This roller coaster reaches 73 mph and peaks at 200 feet, making it the tallest roller coaster in Orlando. In July, Universal Orlando opened a new King Kong attraction at Islands of Adventure. *Skull Island: Reign of Kong* is a multi-dimensional, multi-sensory experience. The 3-D ride takes guests on a 1930s jungle expedition for prehistoric predators.

Construction. An increase in residential construction and several large nonresidential construction projects contributed to the local economy. The US Census Bureau reported that approximately 11,761 single and multi-family residential building permits, with an estimated construction cost of \$2.3 billion, were issued during the year. The number of building permits issued increased 25.9% from 2015 and estimated construction costs rose 27.7%. Nonresidential building construction was active during the year. Some of the larger projects included hotels, resorts, hospital facilities, sports stadiums, and transportation infrastructure.

Transportation. Following its designation as the thirteenth busiest airport in the United States, as well as second busiest in the state, passenger traffic at Orlando International Airport (OIA) increased 9.9% from Fiscal Year 2015 to 41.6 million passengers. OIA is currently engaged in a \$3.1 billion capital improvement plan. The Greater Orlando Aviation Authority Board approved a spending plan that allowed construction to begin on a \$1.8 billion southern terminal. Construction of the south terminal could begin in 2017 and be operational by 2020. The capital improvement

plan also includes the expansion and renovation of the northern terminal, which will increase the terminal's capacity to 45 million passengers per year. Road transportation throughout the County is being enhanced by widening approximately 10.1 miles of surface streets at an estimated cost of \$40.3 million.

Employment. Employment in Orange County increased 3.9% to 687,794 persons by the end of the fiscal year, according to the Florida Research and Economic Information Database. Comparatively, employment rose 2.1% statewide and 2.0% nationwide. In the Orlando metropolitan area, construction employment increased 18.5%, manufacturing employment rose 5.5%, and service-producing employment grew 3.8%.

Forecast. The local economy will benefit from new construction in the tourism industry, two large rail projects, the I-4 Ultimate Improvement Project, construction on the second phase of the Performing Arts Center, construction of a new soccer stadium, and growth in health care and technology. The positive outlook for the economy is reflected in employment projections. The Florida Department of Economic Opportunity forecasts employment to rise by 13.7% over the next eight years.

Universal Orlando has a new \$80 million water theme park, *Volcano Bay*, under construction at the Universal Orlando Resort. The centerpiece of the Polynesian inspired park will be a 200-foot volcano, *Krakatau*. The volcano will feature three waterfalls during the day and shoot illuminating lava into the night sky after dark. The park will include water slides, a multidirectional wave pool, multi-passenger raft rides, a lazy river, and children's play area. The park is scheduled to open in May 2017.

Walt Disney World and Universal Orlando are planning to open new attractions in 2017. In May, Disney is scheduled to open a new themed land based on the movie *Avatar* at Animal Kingdom. *Pandora – the World of Avatar* will be an immersive experience for guests and feature two rides: *Avatar: Flight of Passage* will be a Banshee-themed motion simulator that takes guests on a trip over the world of Pandora and *Na'vi River Journey* is a family-friendly water ride through the bioluminescent rainforest. Universal Orlando will debut *Race Through New York Starring Jimmy Fallon* in April 2017. The attraction will have guests racing against Jimmy Fallon through midtown Manhattan, down into the subway system, over skyscrapers and into the East River. The attraction will be located in the Universal Studios theme park.

Transportation construction projects will include All Aboard Florida, SunRail, and road work expansion in Orange County. All Aboard Florida is a \$3.1 billion rail project that will provide train service between Orlando and Miami with stops in Fort Lauderdale and West Palm Beach. The link between Miami and West Palm Beach is expected to open in 2017. The extension to Orlando will follow after the completion of the Intermodal Transportation Facility at OIA, which is scheduled to open in 2018.

SunRail is extending the southern leg of its commuter rail by 17.2 miles from Sand Lake Road to Poinciana. This \$186 million project, Phase II South, will add four train stations and is expected to be operational by early 2018. Construction on this phase of the \$1.3 billion commuter rail project began in April 2016. The Phase II North extension has been delayed because the federal government did not approve \$35 million in financing in October 2015 due to low ridership forecasts. Government officials are exploring potential funding sources for the \$77 million project. The North extension would add 12 miles of rail from Debary to Deland in Volusia County.

The Florida Department of Transportation launched a \$2.3 billion road expansion and improvement project in 2015. The I-4 Ultimate Improvement Project will remake the 21-mile stretch of Interstate 4 from west of Kirkman Road in Orange County to east of State Road 434 in Seminole County. The project includes the reconstruction of 15 interchanges, 53 new bridges, 74 bridge replacements, 13 bridge modifications, reconstruction of general use lanes, and the addition of two express lanes in each direction. The express lanes will utilize restricted access points and variable toll pricing. Two temporary bridges will also be built during construction to maintain the flow of traffic. The project is expected to be completed by 2021. Separately, the Central Florida Expressway Authority's five-year plan indicates it will add approximately 47 miles of improvements to its roadways at an estimated cost of \$558 million.

In November 2014, the first phase of the Dr. Phillips Center for the Performing Arts opened. It includes the 2,700-seat Disney Theater for large productions and the 300-seat Jim & Alexis Pugh Community Theater for theater, dance, and music performances. The second phase, with an estimated cost of \$203.5 million, will include a 1,700-seat theater for ballet and orchestral performances. Subsequent to the end of the fiscal year, the Board provided an additional \$45 million of tourist development tax funds to fully fund the second phase of the arts center. The board also approved a resolution to restructure the venues debt. Construction of the new theatre is expected to begin in 2017 and be completed in early 2020.

On March 5, 2017, the Orlando City Lions opened the Major League Soccer (MLS) season in a new 25,500 seat stadium. The \$155 million stadium, which will also be home to the National Women's Soccer League team, the Orlando Pride, is a privately financed facility featuring a full roof canopy, an all-natural grass playing surface, and a fan plaza spanning 10,000 square feet. The venue is the third largest stadium in MLS built specifically for soccer, and is located within walking distance of downtown Orlando.

The development of Innovation Way as a center for technology and healthcare facilities is diversifying Orange County's economic base outside of the core leisure and hospitality industry. The Innovation Way corridor encompasses the University of Central Florida, a Valencia College campus, Central Florida Research Park, International Corporate Park, Orlando International Airport, the University of Florida Research and Academic Center, and Medical City at Lake Nona.

Long-term financial planning. The County maintains an active program of capital improvements in all phases of its operation. A five-year capital improvements plan and a model for projecting operating expenses five years in advance are maintained and utilized. Capital construction and acquisition planning entails an evaluation and ranking process that begins in advance of the operating budget process, with the operating impact of a proposed project being a required element. It is the County's philosophy that new projects are undertaken only if current and future operating revenues are sufficient to fund the associated operating costs. The current capital improvements plan totals \$1.66 billion over the five fiscal years ending in 2021. With economic indicators continuing to highlight positive economic gains, the County recognizes the importance of adequate infrastructure to maintain quality of life and the area's economic vitality. To accomplish this, the County has launched the INVEST in Our Home for Life multi-year initiative. This \$300 million capital investment project will expand and improve roads, parks, pedestrian safety, public and fire safety facilities, and affordable housing developments throughout Orange County. Highlights of current County capital initiatives and their expected operating impacts are as follows.

Governmental Activities. Orange County operates one of the largest county jails in the state. The first phase of the Medical Management and Inmate Management Systems project was completed during Fiscal Year 2012. Required customizations for this system will continue during Fiscal Year 2016 prior to design and testing for subsequent phases of the project. These systems will require on-going maintenance costs which should be offset by increased efficiencies, reduced liability issues, and enhanced information interface with arresting authorities and other agencies.

The “perimeter security project” continued during Fiscal Year 2016 to replace electronic locks and security controls throughout the entire jail complex which is expected to reduce personal services costs. A \$2.1 million project to extend safety rails throughout the jail’s housing areas to prevent injuries, reduce medical costs and liability is expected to continue through Fiscal Year 2018. An \$11.8 million full renovation of the kitchen and laundry facilities was completed in March 2016 with the staff dining facility scheduled for completion in January 2017.

During 2016, the County continued to proceed with the renovation of existing fire stations and construction of new stations in response to growing needs. Operating efficiency and rehabilitation improvements were completed on 13 Fire Stations and facilities. Construction to replace Fire Station #28 with a new 1,740 square foot trailer was completed in March 2016. Operating budget impacts relative to these projects are expected to be minimal. Work to construct a new 3-bay fire station in east Orange County began in late Fiscal Year 2016, with completion scheduled for 2018. Design and construction on two new 2-bay fire stations in east Orange County also began in late 2016 with completion scheduled in 2019. These new stations represent new assets for the County and will have an impact on the County’s operating budget in future years.

With regard to Public Works projects, design or construction is underway on numerous major road and bridge widening or extension projects. These projects include All American Boulevard, Boggy Creek Road, Destination Parkway, Econlockhatchee Trail, Fenton Street, Holden Avenue, International Drive, John Young Parkway, Kennedy Boulevard, Lake Underhill Road, Reams Road, Richard Crotty Parkway, Taft Vineland Road, and Texas Avenue. Under the oversight of the County’s Public Works Department, major road widening projects completed in Fiscal Year 2016 include Ficquette Road and Wetherbee Road. One intersection improvement was completed and 429 miles of roadway were either paved or resurfaced. Additionally, 20 sidewalk projects totaling eight miles were completed during the year. New roads, road lanes, and sidewalks are now assets and will have some impact on the County’s operating budget. The County continues to allocate additional funds in this area to augment dedicated transportation resources.

In the area of parks and recreation, the County completed the Deputy Brandon Coates Community Park (known formerly as Young Pine Park), the John Young Community Park, and the Deputy Jonathan “Scott” Pine Community Park (known formerly as the Dorman Property) projects. These new parks represent new assets to the County and will impact the County’s operating budget.

The Environmental Protection Division (EPD) completed the Lake Price water quality improvement project with the construction of a wet detention pond. The project will provide better stormwater capture for storage and treatment to filter out sediments, excess nutrients, and pollutants entering the lake. EPD currently has seventeen water quality improvement projects in progress. Construction plans in Fiscal Year 2016 include a picnic pavilion at the Johns Lake Conservation Area, a shade structure for the observation pier at Eagles Roost, a boardwalk

through the wetland adjacent to the Back to Nature Wildlife Refuge at Eagles Roost, and a parking area at the Lake Lucie Conservation Area.

The Housing Division completed construction in August 2016 of Harbor House, a 104 bed shelter facility for victims of domestic abuse. This facility provides emergency shelter for approximately 162 victims of domestic abuse annually. A new affordable housing project, Goldenrod Point Apartments, is under construction with the help of \$1 million of INVEST funds, with expected completion in May 2017.

Finally, the Public Safety Communication Division began to replace generators at county radio tower sites and upgrade microwave radios. Further enhancements to the 911 system will continue during Fiscal Year 2017. There are also future plans for a National Mutual Aid Radio Upgrade.

Business-type activities. The Water Utilities System (the “System”) has several water and wastewater projects in various stages of development. These improvements will provide additional capacity to accommodate future customer growth and allow the system to function more efficiently and effectively. Water distribution system modifications were completed during Fiscal Year 2016 at the Eastern Regional Water Supply Facility and East Service Area Storage and Re-pumping Facility. Water distribution system modifications continue at the Western Regional Water Supply Facility, with completion expected in January 2017. In addition, five additional wells are being drilled at the Malcolm Road Water Supply Facility, which are also expected to be completed in 2017.

With regard to wastewater treatment, construction began to install a force main along Lee Vista Boulevard to Conway Road and is expected to be completed in March 2019. This project will provide additional capacity to accommodate future customer growth. In addition, construction on the expansion of the Eastern Water Reclamation Facility began in May 2015 and is expected to be completed in 2018. The expansion will increase the facility’s wastewater treatment capacity by five million gallons per day and includes improvements to the treatment process in order to produce higher quality effluent suitable for public access reuse.

The System operates solely on user charges and capital contributions from new customers. All capital costs, including their operating expense impacts, are recovered through established rates and fees.

Future plans in the Solid Waste System call for vertical and lateral expansion of Cell 2, including expansion of the Landfill Gas collection and stormwater management systems as waste placement continues in Cell 2. Design of a planned replacement for the McLeod Road Transfer Station is underway with a new station that will be more efficient to operate. Operational costs for maintenance of the side slopes and stormwater system of Cell 9 should decrease after 33 acres were capped with a final cover system in November 2016. The Western Borrow Pit began operation in March 2016. That significantly reduced the haul distance for cover soil to the Class I landfill and is expected to reduce operational costs.

The Solid Waste System operates solely on user charges from customers. All capital costs, including their operating expense impacts, are recovered through established rates and fees.

The Orange County Convention Center (the “Center”) is a multipurpose building designed for conventions, trade shows, exhibits, meetings, and consumer shows. The Center is the second

largest convention center in the U.S. in terms of prime exhibition space. The facility contains approximately seven million gross square feet of enclosed building space, including approximately 2.1 million gross square feet of exhibit space and over one-half million square feet of meeting room space. Support facilities include an auditorium of performing arts quality seating 2,643, a multipurpose room, multiple fully equipped kitchens, concession and administrative spaces, dressing rooms, and storage areas. During Fiscal Year 2016, the Center completed an extensive renovation to the Valencia Ballroom, a 62,000 square foot multiple-purpose room. Other completed projects during the year include the West Building Vision Gardens, Halls E and F Hardscape, West Lobby Concourse Flooring and Tile Replacement, West Building Dock 7 Air Handling Unit Upgrade and Dock 7 Ventilation Upgrade, North-South Building Projectors, and Destination Lounge Build-out. The current capital improvement plan, totaling \$191.5 million over the five fiscal years ending 2021, is primarily for renovations to the existing facility.

The primary mission of the Center is economic development. The Center currently has 726 future events booked that are anticipated to have an economic impact of approximately \$19.2 billion. The Center's operating revenues largely offset its operating expenses. In accordance with the County's tourist development plan, the Center will continue to utilize a portion of the County's tourist development tax revenues as an operating subsidy. Debt service payments for outstanding bond issues used to finance the construction of the Center will continue to come from the tourist development tax as well. Facility renovation costs will be initially funded by reserves on hand.

Cash management policies and practices. Cash management is exercised independently by each constitutional officer and the discrete component units. With respect to the Board, the County Comptroller deposits, invests, and disburses funds on their behalf as required by law. Available cash is invested according to investment policies adopted by the Board pursuant to Florida law following four specific objectives. The policies' objectives are safety of principal, provision of sufficient liquidity, maximizing yield, and diversification of the portfolio to control risk. Investment types were relatively conservative in nature (so as to prevent losses occurring from market risks and default) and included U.S. Treasury securities, federal agency securities, money market mutual funds investing only in treasury and agency securities, certificates of deposit, and commercial paper.

The average effective rate of return for Board funds was approximately 0.87% for the fiscal year, and countywide investment income recognized was approximately \$12.8 million, which helped to reduce the tax burden to citizens. Investment income reported includes changes in the fair value of investments. Additional information on the County's investment program can be found in Note B in the notes to financial statements.

Risk management. The County maintains a risk management loss prevention and self-insurance program for property, liability, and workers' compensation coverage. Participants include the Board and constitutional officers. However, the Sheriff is enrolled in the Florida Sheriffs' Self-Insurance Fund for all general liability and automobile claims and certain worker's compensation claims.

The County's risk management program covered claims on losses during Fiscal Year 2016 for workers' compensation, property damage, and general liability. Additional insurance coverage in excess of the self-insured retention limits for property damage and general liability is in force to reduce the risk of catastrophic loss. With regard to employee health insurance coverage, the County converted to a self-insured basis in January 2007. Also, the Sheriff is self-insured with

respect to employee health insurance coverage. Additional information regarding the County's risk management and insurance programs can be found in Note G in the notes to financial statements.

Pension and other post-employment benefits. Substantially all County employees participate in the Florida Retirement System (FRS), administered by the Florida Department of Management Services. Employees elect participation in either the defined benefit plan, a multiple-employer cost-sharing defined benefit retirement plan, or the defined contribution plan. The Plan was substantially changed during Fiscal Year 2011, affecting benefits for new employees hired after June 30, 2011, and requiring Plan members to contribute three percent of their salary. These changes served to significantly reduce the County's required contributions to the FRS. Additional information on this Plan can be found in Note H in the notes to the financial statements.

The Board and each of the constitutional officers provide other postemployment benefits (OPEB) to certain retirees to subsidize their health care insurance costs. The County established a qualifying trust and began funding its OPEB Plan obligation in September 2007, with the Clerk of the Circuit and County Courts following suit by establishing its own trust in June 2009. The County and Clerk combined required contribution for Fiscal Year 2016 was \$8.1 million and the actual contribution was \$12.1 million. The most recent actuarial reports were prepared as of September 30, 2016, for the County and October 1, 2015, for the Clerk. They reflect that the actuarial value of assets is 54.5% and 83.6% of the actuarial accrued liability for the County and Clerk, respectively.

Funding the actuarially determined OPEB costs of the County and the Clerk has not had a significant impact on operating costs or financial position. Additional information on the County's and the Clerk's OPEB plans can be found in Notes I and J in the notes to financial statements.

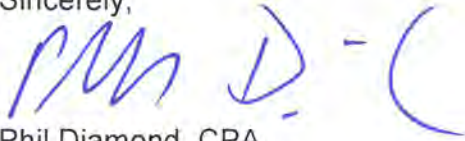
Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Orange County for its comprehensive annual financial report for the fiscal year ended September 30, 2015. This was the 34th consecutive year that the County has earned this prestigious award (fiscal years ended 1982-2015). In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Orange County also received the GFOA's Award for Distinguished Budget Presentation for its annual appropriated budget dated October 1, 2015. This marks the 26th consecutive time that the County has received this award, with four of the awards being biennial awards for multi-year budgets for Fiscal Years 2000 through 2007. To qualify for the Distinguished Budget Presentation Award, the government's budget document must be judged proficient in several categories including policy documentation, financial planning, operational guidelines, and public communications.

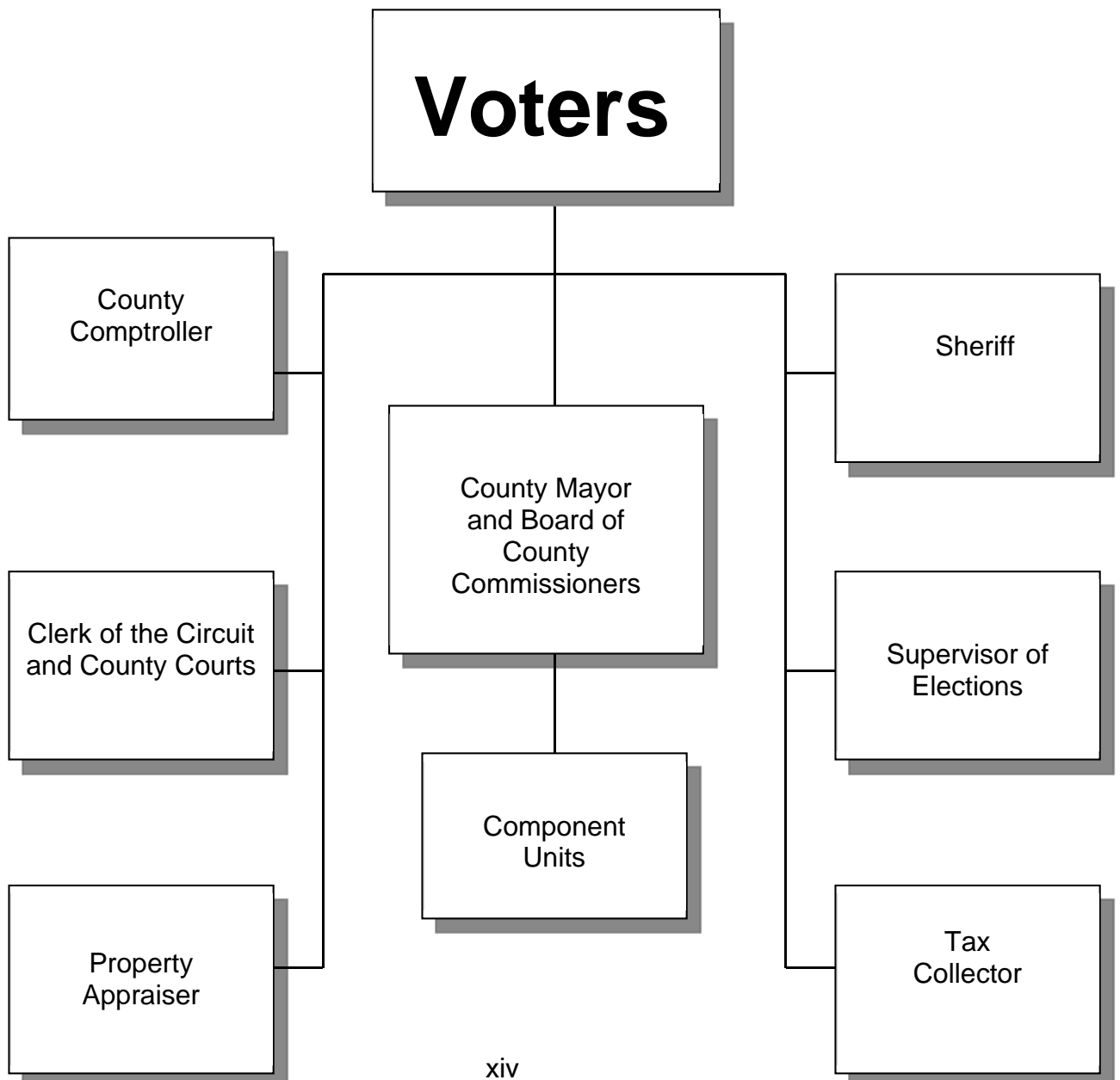
Your elected County officials and their staffs are dedicated to providing responsive, efficient service to the citizens of Orange County. The financial results of one year of those efforts are shown in this report. On behalf of the County Comptroller's Office, we extend our appreciation to the County Mayor, the County Commissioners, the constitutional officers, and their respective staffs for their assistance and cooperation throughout the year. Finally, we extend thanks to the accounting firm of Cherry Bekaert LLP for its cooperation with this report.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Phil Diamond', followed by a large, stylized blue parenthesis '('.

Phil Diamond, CPA
County Comptroller

Orange County Organizational Chart





Government Finance Officers Association

**Certificate of
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For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2015

Executive Director/CEO



Financial Section



Financial Section

Report of Independent Auditor
Management's Discussion & Analysis
Basic Financial Statements

Required Supplementary Information
Other Supplementary Information

Report of Independent Auditor

To the Honorable Mayor and Board of County
Commissioners of Orange County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Orange County, Florida (the "County"), as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the County's nonmajor governmental, internal service and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended September 30, 2016, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Orange County Housing Finance Authority, Orange County Research and Development Authority, Orange County Industrial Development Authority, and Orange Blossom Trail Development Board, Inc., whose statements reflect 89%, 56%, and 37%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion on the aggregate discretely presented component units, insofar as it relates to the amounts included for the Orange County Housing Finance Authority, Orange County Research and Development Authority, Orange County Industrial Development Authority, and Orange Blossom Trail Development Board, Inc., is based solely upon the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of September 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and Fire Protection MSTU Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, internal service and fiduciary funds of the County as of September 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and pension and other postemployment benefits disclosures on pages 4 through 13 and 107 through 110 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, supplemental schedules, and statistical section, as listed in the foregoing table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Chapter 10.550, Rules of the Auditor General, and are also not a required part of the basic financial statements.

The supplemental schedules, including the schedules of expenditures of federal awards and state financial assistance, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and

other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, and the reports of other auditors, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 17, 2017, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Cheryl Behrman" followed by a stylized set of initials.

Orlando, Florida
March 17, 2017

Management's Discussion and Analysis

Orange County's discussion and analysis offers readers of the County's financial statements a narrative overview and analysis of the County's financial activities for the fiscal year ended September 30, 2016. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, and in the financial statements and notes to the financial statements.

The government-wide financial statements include not only Orange County and its blended component units (known as the primary government), but also legally separate discrete component units for which the County is financially accountable. Information included in this discussion and analysis focuses on the activities of the primary government. Accordingly, information provided does not include the activities of discretely-presented component units.

Financial Highlights

- Orange County's assets exceeded its liabilities at September 30, 2016 by \$6,274.1 million (net position). Of this amount, \$365.7 million (unrestricted net position) may be used to meet the County's ongoing obligations to citizens, creditors and enterprise fund customers.
- The County's total net position increased by \$269.6 million over the previous year, with \$177.7 million of the increase resulting from governmental activities and \$91.9 million resulting from business-type activities.
- At September 30, 2016 the County's governmental fund balance sheet reported a combined ending fund balance of \$946.4 million, an increase of \$71.2 million compared to the previous fiscal year balance. Of the combined governmental fund balances, \$122.7 million remains in the General fund of the County as unassigned.
- The General fund reported a fund balance of \$142.3 million, an increase of \$30.5 million from last fiscal year. This ending fund balance equates to 17.9% of General fund expenditures and transfers out for the year.
- Total bonded debt increased by \$37.2 million in Fiscal Year 2016, due to issuance of new debt offset by current refundings and scheduled payments of principal on outstanding bonds.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The 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 in addition to the basic financial statements themselves.

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 statement of net position presents information on all of the County's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related

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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 earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The County's governmental activities include general government, public safety, physical environment, transportation, economic environment, human services, and culture/recreation. The County's business-type activities include a convention center facility, a solid waste system, and a water/wastewater utility system. Financial information in the government-wide financial statements distinguishes discretely-presented component units from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 14 through 16 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Orange 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 of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The County maintains 49 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General fund, Fire Protection MSTU fund, and Sales Tax Trust fund, each of which are considered to be major funds for Fiscal Year 2016. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its governmental funds. Budgetary comparison statements have been provided for governmental funds to demonstrate compliance with the budget.

The basic governmental funds financial statements can be found on pages 17 through 22 of this report.

Proprietary funds. The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its convention center facility, solid waste system, and water/wastewater utility system. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its risk management, fleet management, and employee health benefits and insurance services. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Financial statements of proprietary funds provide the same type of information as the government-wide financial statements, but in greater detail. The proprietary fund financial statements provide separate information for the Orange County Convention Center, Solid Waste System, and Water Utilities System, each of which are considered to be major funds of the County. Individual fund data for the County's five internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 23 through 27 of this report.

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 the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 28 and 29 of this report.

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. The notes to the financial statements can be found on pages 31 through 106 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's proportionate share of its liability of the Florida Retirement System Pension Plans and progress in funding its obligation to provide other postemployment benefits for employees of the County and the Clerk of Circuit and County Courts. Required supplementary information can be found on pages 107 through 110 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 111 through 193 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Orange County's assets exceeded liabilities by \$6,274.1 million at the close of the most recent fiscal year, representing an increase in total net position for the year amounting to \$269.6 million.

The largest portion of the County's net position (85.0%) reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery and equipment, and intangibles), less any related outstanding debt used to acquire those assets. The County uses these capital assets

to provide services to citizens; consequently, they 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.

Orange County's Net Position
(in millions)

	Governmental Activities		Business-type Activities		Totals	
	2016	2015	2016	2015	2016	2015
Assets:						
Current and other assets	\$ 1,235.8	\$ 1,170.6	\$ 585.3	\$ 471.9	\$ 1,821.1	\$ 1,642.5
Capital assets	3,919.1	3,803.3	2,568.8	2,506.6	6,487.9	6,309.9
Total assets	5,154.9	4,973.9	3,154.1	2,978.5	8,309.0	7,952.4
Deferred outflows of resources:	289.8	86.4	53.9	50.1	343.7	136.5
Liabilities:						
Long-term liabilities						
outstanding	1,168.5	885.1	960.8	873.2	2,129.3	1,758.3
Other liabilities	98.6	110.7	130.1	118.6	228.7	229.3
Total liabilities	1,267.1	995.8	1,090.9	991.8	2,358.0	1,987.6
Deferred inflows of resources:	19.5	84.1	1.1	12.7	20.6	96.8
Net position:						
Net investment in capital						
assets	3,597.8	3,470.8	1,734.7	1,729.1	5,332.5	5,199.9
Restricted	407.6	380.1	168.4	124.4	576.0	504.5
Unrestricted	152.7	129.5	212.9	170.6	365.6	300.1
Total net position	\$ 4,158.1	\$ 3,980.4	\$ 2,116.0	\$ 2,024.1	\$ 6,274.1	\$ 6,004.5

An additional portion of the County's net position (9.2%) represents resources that are subject to restrictions on how they may be used, most of which are restrictions imposed from external sources. The remaining 5.8% of total net position (\$365.6 million) represents unrestricted amounts that may be used to meet the government's ongoing obligations to citizens, creditors, and customers within the respective governmental and business-type activities.

At the end of the current fiscal year, as in the prior year, the County is able to report positive balances in all three categories of net position as a whole and individually within the governmental and business-type activities. Overall the County experienced an increase of \$269.6 million (4.5%) in total net position from the prior year. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.

Governmental activities accounted for \$177.7 million of the County's increase in net position. This consists of a \$127.0 million increase in the net investment in capital assets; a \$23.2 million increase in unrestricted net position and an increase of \$27.5 million in restricted net position compared with the prior year. Total revenues increased by \$63.5 million, largely consisting of increases in tax revenues of \$61.6 million in ad valorem property taxes. Decreases in program revenues (\$9.3 million), are mainly attributable to a decrease in quantity of miles of donated roadways (\$46.7 million) offset by increases in charges for services in public safety and increases in operating grants. Expenses increased by \$132.0 million primarily in the areas of general government (\$17.5 million), public safety (\$79.7 million), and physical environment (\$17.4 million), the result of providing additional services related to rising revenues.

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Business-type activities increased the County's net position by \$91.9 million as compared to \$98.4 million in Fiscal Year 2015. A \$21.5 million increase in revenues is largely due to charges for services in the Water Utilities System (\$10.0 million) and related to the Convention Center, tourist development taxes (\$13.3 million). A \$27.4 million dollar increase in expenses is partially the result of payments to tourism related agencies that are directly related to the increase in tourist development tax collections.

The changes in net position displayed below shows the governmental and business-type activities during the previous two fiscal years. The increase in net position for each year represents the extent to which revenues exceeded expenses during the year.

**Orange County's Change in Net Position
(in millions)**

	Governmental Activities		Business-type Activities		Totals	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Revenues:						
Program revenues:						
Charges for services	\$ 248.3	\$ 229.1	\$ 261.2	\$ 251.2	\$ 509.5	\$ 480.3
Operating grants and contributions	164.0	156.6	-	-	164.0	156.6
Capital grants and contributions	151.2	187.1	83.4	84.4	234.6	271.5
General revenues:						
Ad valorem property taxes	645.4	583.8	-	-	645.4	583.8
Other taxes	125.0	122.6	239.5	226.2	364.5	348.8
State shared	205.7	198.1	-	-	205.7	198.1
Interest	11.1	13.3	3.9	4.2	15.0	17.5
Other	14.7	11.3	6.1	6.6	20.8	17.9
Total revenues	<u>1,565.4</u>	<u>1,501.9</u>	<u>594.1</u>	<u>572.6</u>	<u>2,159.5</u>	<u>2,074.5</u>
Expenses:						
General government	239.7	222.2	-	-	239.7	222.2
Public safety	596.2	516.5	-	-	596.2	516.5
Physical environment	94.1	76.7	-	-	94.1	76.7
Transportation	203.1	199.0	-	-	203.1	199.0
Economic environment	39.4	37.9	-	-	39.4	37.9
Human services	172.4	165.6	-	-	172.4	165.6
Culture and recreation	40.0	36.5	-	-	40.0	36.5
Interest on long-term debt	12.6	11.1	-	-	12.6	11.1
Convention Center	-	-	261.2	251.6	261.2	251.6
Solid Waste System	-	-	28.0	27.5	28.0	27.5
Water Utilities System	-	-	203.2	185.9	203.2	185.9
Total expenses	<u>1,397.5</u>	<u>1,265.5</u>	<u>492.4</u>	<u>465.0</u>	<u>1,889.9</u>	<u>1,730.5</u>
Change in net position before transfers	167.9	236.4	101.7	107.6	269.6	344.0
Transfers in (out)	9.8	9.2	(9.8)	(9.2)	-	-
Change in net position	<u>177.7</u>	<u>245.6</u>	<u>91.9</u>	<u>98.4</u>	<u>269.6</u>	<u>344.0</u>
Net position, beginning of year	<u>3,980.4</u>	<u>3,734.8</u>	<u>2,024.1</u>	<u>1,925.7</u>	<u>6,004.5</u>	<u>5,660.5</u>
Net position, end of year	<u>\$ 4,158.1</u>	<u>\$ 3,980.4</u>	<u>\$ 2,116.0</u>	<u>\$ 2,024.1</u>	<u>\$ 6,274.1</u>	<u>\$ 6,004.5</u>

Financial Analysis of Orange County's Funds

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

Governmental funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular,

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unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of September 30, 2016, Orange County governmental funds reported combined fund balances of \$946.4 million, an increase of \$71.2 million compared with the prior year. Approximately 13% of this total amount (\$122.7 million) constitutes unassigned fund balance, which is available for spending at the County's discretion. The remainder of fund balance falls into the categories of either not in spendable form, restricted, committed or assigned. These categories indicate that the funds are not available for new spending because they have already been designated for a specific purpose either by action of the County, statutory or debt based requirements.

The General fund is the chief operating fund of the County. At September 30, 2016, total fund balance in the General fund was \$142.3 million, of which \$122.7 million was unassigned. As a measure of the General fund's liquidity, the total and unassigned fund balance amounts equate to approximately 18% and 15% of total fund expenditures and transfers out, respectively. The fund balance of the General fund increased \$30.5 million during the current fiscal year largely due to increases in ad valorem property tax revenue, charges for services and transfers from other funds which were offset with increases in general government and public safety expenditures.

The Fire Protection MSTU special revenue fund has a total committed fund balance of \$42.9 million. This fund balance increased \$12.1 million during the current fiscal year, compared to an increase of \$2.3 million in the prior fiscal year. This is primarily due to an increase in ad valorem taxes and emergency medical transportation services combined with a slight increase in expense.

The Sales Tax Trust debt service fund has a total fund balance of \$198.3 million, of which \$51.1 million is restricted for payment of debt service. The \$31.2 million decrease in fund balance for the year is the net result of an increase in sales tax revenue and increased interfund transfers to the general fund.

Proprietary funds. The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in greater detail. At September 30, 2016, total net position amounted to \$2,116.0 million for enterprise funds, as compared to \$2,024.1 million at September 30, 2015. Total net position of the Convention Center fund of \$675.2 million recognized a \$37.6 million increase for the year, representing a \$4.0 million increase over Fiscal Year 2015. This is largely due to an increase in Tourist development tax collections and a decrease in expenses compared with the prior year.

Total net position of the Solid Waste System amounted to \$144.3 million at the end of the fiscal year, representing a \$5.0 million increase for the year compared to a \$6.8 million increase for Fiscal Year 2015. This decrease in earnings is primarily due to decrease in operating revenue coupled with a slight increase in operating expenses. Unrestricted net position stands at \$51.2 million, and the System continues to have no outstanding bonded debt.

The Water Utilities System total net position rose by \$49.3 million during the year, to \$1,296.5 million from \$1,247.2 million. Although the System's net investment in capital assets decreased by a net \$32.4 million as a result of the issuance of new debt, it remains the largest portion of System's net position (89.6%) reflecting its investment in capital assets, less any related outstanding debt used to acquire those assets. Total restricted net position increased by \$37.7 million as a result of issuance of new debt and scheduled debt service payments on outstanding loans. Unrestricted net position of the System also increased by \$44.1 million as a result of issuance of new debt.

General Fund Budgetary Highlights

A budget to actual statement is provided for the General Fund. Columns for both the original budget adopted for Fiscal Year 2016 as well as the final budget are presented. During the year, the budget for fund balance brought forward from the prior year was increased by \$14.6 million to more closely reflect the final actual amount. Revenue budgets were increased slightly, with increases as well in budgets for current expenditures and an increase in the budgetary reserve for contingencies.

Budgeted taxes revenue represents the full levy of ad valorem property taxes for the year, while actual results reflect early payment discounts allowed by State statute. Negative revenue variances totaling approximately \$23.4 million were largely offset by the legally-mandated statutory deduction. Expenditures for general government, public safety, physical environment, economic environment and human services were under budget by a sum total of \$58.3 million due to conservative spending practices. During the year, overall revenues exceeded the total budgetary estimate and actual expenditures were less than budgetary estimates in every category.

Capital Asset and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activities as of September 30, 2016 amounts to \$6,487.9 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, improvements other than buildings, infrastructure, machinery and equipment, and intangible items. The overall net increase in the County's capital assets for the current fiscal year was 2.8% (increases of 3.0% for governmental activities and an increase of 2.5% for business-type activities for the year). Major capital asset events in the current year included the following:

- Approximately 7 road widening and extension projects were continued or completed at a combined cost of \$26.6 million during the fiscal year.
- Capital assets valued at \$147.5 million were received as capital contributions - \$110.9 million for governmental activities and \$36.6 million for business-type activities.
- At fiscal year-end, the County had outstanding construction contracts for various projects totaling approximately \$272.0 million.

Orange County Capital Assets (Net)
(in millions)

	Governmental Activities		Business-type Activities		Total	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Non depreciable assets:						
Land	\$ 1,171.6	\$ 1,145.9	\$ 247.7	\$ 245.7	\$ 1,419.3	\$ 1,391.6
Construction in progress	226.1	209.1	172.7	259.7	398.8	468.8
Depreciable assets:						
Buildings and improvements	472.8	476.9	984.4	934.3	1,457.2	1,411.2
Improvements other than buildings	-	-	1,043.2	955.2	1,043.2	955.2
Infrastructure	1,606.2	1,601.0	-	-	1,606.2	1,601.0
Machinery and equipment	109.0	98.4	53.1	52.5	162.1	150.9
Intangible	333.4	272.0	67.7	59.2	401.1	331.2
Total capital assets	<u>\$ 3,919.1</u>	<u>\$ 3,803.3</u>	<u>\$ 2,568.8</u>	<u>\$ 2,506.6</u>	<u>\$ 6,487.9</u>	<u>\$ 6,309.9</u>

Additional information on the County's capital assets can be found in note E on pages 55 and 56 of this report.

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding (net of unamortized costs) of \$1,094.8 million, entirely comprised of debt that is secured by specified revenue sources (i.e., revenue bonds). Of these revenue bonds, \$740.9 million, or 73%, is secured by the first five cents of the County's tourist development tax levy for the financing of the various expansion phases of the Orange County Convention Center.

Orange County Outstanding Debt
Revenue Bonds
(in millions)

	Governmental Activities		Business-type Activities		Total	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Revenue bonds	<u>\$ 294.6</u>	<u>\$ 316.7</u>	<u>\$ 800.2</u>	<u>\$ 740.9</u>	<u>\$ 1,094.8</u>	<u>\$ 1,057.6</u>

The County's total bonded debt increased by \$37.2 million during the 2016 fiscal year – consisting of a decrease of \$22.1 million for governmental activities bonds, and an increase of \$59.3 million for the business-type activities. The reduction in governmental activities were associated with current refundings and scheduled principal payments on maturing debt obligations. The increase in business-type was due to issuance of new debt.

As of September 30, 2016, the County had no outstanding general obligation debt. Capacity for pledging existing revenue sources is still available with respect to public service taxes, sales tax revenue, state revenue sharing revenue, tourist development tax revenue, gas tax

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revenue, and utility systems revenue, as well as property taxes. Bonds backed by any of these sources, with the exception of property taxes, could still be issued and would not require voter approval. Any property tax bonds would be a general obligation issue requiring voter approval.

Additional information on the County's bonded debt and other long-term liabilities can be found in notes K through N on pages 79 through 99 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Orange County decreased to 4.4% from a rate of 4.8% a year ago. This is better than both the state's average unemployment rate of 4.9% and the national average of 4.9% at September 30, 2016.
- Taxable property valuation increased approximately 11.2% from \$90.1 billion in 2015 to \$100.3 billion in 2016.
- Countywide taxable sales increased from \$43.0 billion in 2015 to \$45.3 billion in 2016.
- Countywide motor fuel sales increased from 730 million gallons in 2015 to 769 million gallons in 2016.

All of these factors were considered in preparing the County's budget for Fiscal Year 2017.

During the year ended September 30, 2016, unassigned fund balance in the General fund increased to \$122.7 million. The County has appropriated this amount in the Fiscal Year 2017 budget in accordance with the requirements of State statute. Ad valorem property tax rates remain unchanged for Fiscal Year 2017, however, they have been affected in recent years as follows.

In 2007, the Florida Legislature adopted property tax limiting legislation that impacted all counties, cities, and special districts. This action imposed statutory changes on how property tax millage rates are adopted, and it resulted in Orange County adopting rates in the 2008 fiscal year that were five percent below the roll-back rate (except for Fire/EMS at three percent). Going forward, annual millage rates may be levied up to the roll-back rate or to a rate approximating the roll-back rate based on certain allowed adjustments. Rate increases beyond such limitations require either a super-majority or unanimous vote of the governing body, depending on the magnitude of the increase.

This legislative action also placed a constitutional amendment on the ballot, which was approved by Florida voters in January 2008. Referred to as "Amendment 1", it made four changes affecting taxable assessed value. First, with respect to homestead property, it increased the current \$25,000 homestead exemption by another \$25,000 (for property values between \$50,000 - \$75,000), except for school district taxes. Second, Amendment 1 allows property owners to transfer (make portable) up to \$500,000 of their "Save Our Homes" benefits to their next homestead when they move. "Save Our Homes", a 1995 amendment to the Florida Constitution, limits the annual increase in assessed value for homestead property to the lesser of three percent or the percentage change in the Consumer Price Index. Third, the amendment limits the annual increase in assessed value for non-homestead property (businesses, industrial property, rental property, second homes, etc.) to 10%, except for school district taxes. And fourth, it provides a \$25,000 exemption for tangible personal property. Amendment 1 was effective for property taxes collected for the 2009 fiscal year, except for the 10% assessment cap on non-homestead property, which became effective for the 2010 fiscal year.

For the 2016 and 2017 fiscal years, the County's property tax millage rate levies remained unchanged from the reduced rates adopted in 2008. For Fiscal Year 2016, taxable assessed values increased by 11.2% from 2015, continuing the upward trend, taxable assessed values

for 2017 are up 8.5% from 2016. Based on the revised statutory methodology and the Fiscal Year 2016 increase in assessed values, the County's "roll-back" millage rate was about seven percent higher than the actual rate adopted, and the maximum rate allowed with a simple majority vote was about 69% higher than the "roll-back" rate. Although the economy is strengthening and taxable property values are inching up, the County chose to reduce its budget for Fiscal Year 2017 rather than upwardly adjust property tax millage rates to compensate for the reduction in taxable values from that of previous years. Thus, under the provisions of the 2007 legislation, the County retains the option for millage rate adjustments in future fiscal years that could mitigate reductions in property tax receipts due to reduced assessed values, without the requirement of a super-majority vote.

As for the County's business-type activities, the Water Utilities System automatic three percent rate increase for all categories of the water and wastewater rate schedules, was not repealed for Fiscal Year 2016 or Fiscal Year 2017. In the Solid Waste System, a phased approach for tipping fee increases which began with 6.5% and 39.5% increases for Class I and Class III refuse in December 2008, respectively, continued with 6.5% increases in Class I and Class III tipping fees in December 2009, and finished with an additional 6.5% increase in Class I tipping fees in December 2010. Effective April 1, 2013, further revisions to the fee schedule were adopted which decreased Class I tipping fees for residential and commercial waste by 9.4% and 15.6%, respectively. The Class III rate remained the same, except that Class III waste delivered to a transfer station would be charged at the Class I rate. Further, this resolution eliminated the provision for automatic rate increases.

Requests for Information

This financial report is designed to provide a general overview of Orange County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Phil Diamond, County Comptroller, Post Office Box 38, Orlando, Florida 32802-0038. Complete financial statements for each of the individual component units may be obtained at each respective administrative office as reflected in note A on page 35 of this report.

BASIC FINANCIAL STATEMENTS

- **Government-wide Financial Statements**
- **Fund Financial Statements**
- **Notes to Financial Statements**

ORANGE COUNTY, FLORIDA
STATEMENT OF NET POSITION
September 30, 2016

	Primary Government			Component
	Governmental	Business-type	Total	Units
	Activities	Activities		
<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>				
Assets:				
Cash and investments	\$ 1,084,374,773	\$ 314,634,626	\$ 1,399,009,399	\$ 19,044,716
Other investments	4,353,411	-	4,353,411	12,622,494
Receivables, net	71,032,527	42,225,882	113,258,409	425,413,617
Due from other governmental agencies	46,000,435	13,261,789	59,262,224	492,394
Inventories and prepaid costs	4,234,323	16,602,459	20,836,782	409,200
Restricted assets	-	198,656,402	198,656,402	22,744,828
Net OPEB asset	25,803,575	-	25,803,575	228,841
Nondepreciable capital assets	1,397,628,700	420,411,358	1,818,040,058	13,507,081
Depreciable capital assets, net	2,521,436,737	2,148,346,212	4,669,782,949	36,028,298
Total assets	5,154,864,481	3,154,138,728	8,309,003,209	530,491,469
Deferred outflows of resources:				
Deferred amount on debt refunding	9,599,684	33,081,715	42,681,399	-
Related to pensions	280,186,993	20,780,957	300,967,950	4,547,784
Total deferred outflows of resources	289,786,677	53,862,672	343,649,349	4,547,784
Total assets and deferred outflows of resources	\$ 5,444,651,158	\$ 3,208,001,400	\$ 8,652,652,558	\$ 535,039,253
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</u>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 71,923,321	\$ 44,359,754	\$ 116,283,075	\$ 6,524,633
Due to other governmental agencies	18,065,623	50,393,990	68,459,613	124,366
Unearned revenue	1,540,989	9,977,827	11,518,816	12,697
Accrued interest payable	6,995,068	15,958,121	22,953,189	1,518,883
Customer deposits	-	9,414,530	9,414,530	-
Long-term liabilities:				
Portion due within one year	119,806,481	48,424,815	168,231,296	2,369,054
Portion due after one year	1,048,735,550	912,386,549	1,961,122,099	400,399,818
Total liabilities	1,267,067,032	1,090,915,586	2,357,982,618	410,949,451
Deferred inflows of resources:				
Related to pensions	19,456,057	1,054,701	20,510,758	1,277,973
Common area maintenance fees	-	-	-	636,754
Total deferred inflows of resources	19,456,057	1,054,701	20,510,758	1,914,727
Net position:				
Net investment in capital assets	3,597,825,262	1,734,652,758	5,332,478,020	49,506,229
Restricted for:				
Debt service	69,497,466	119,310,253	188,807,719	1,403,077
General government	9,155,838	-	9,155,838	-
Public safety	98,247,102	-	98,247,102	-
Physical environment	15,139,929	29,397,307	44,537,236	-
Transportation	165,827,743	-	165,827,743	1,145,044
Economic environment	29,398,790	19,720,564	49,119,354	-
Human services	1,837,004	-	1,837,004	-
Culture and recreation	18,498,547	-	18,498,547	657,517
Unrestricted	152,700,388	212,950,231	365,650,619	69,463,208
Total net position	4,158,128,069	2,116,031,113	6,274,159,182	122,175,075
Total liabilities, deferred inflows of resources and net position	\$ 5,444,651,158	\$ 3,208,001,400	\$ 8,652,652,558	\$ 535,039,253

See accompanying notes to the financial statements.

ORANGE COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
for the year ended September 30, 2016

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:					
Governmental activities:					
General government	\$ 264,906,333	\$ (25,202,681)	\$ 79,948,932	\$ 3,660,248	\$ (60,125)
Public safety	590,258,938	5,916,609	94,178,308	12,125,039	5,236,584
Physical environment	93,704,134	392,534	50,374,814	4,205,107	265,128
Transportation	198,147,039	4,911,505	18,933,106	17,352,863	138,344,076
Economic environment	39,424,706	-	-	32,687,639	70,307
Human services	172,425,985	-	1,226,479	93,939,251	(169)
Culture and recreation	34,788,223	5,222,424	3,601,467	727	7,391,150
Interest on long-term debt	12,568,570	-	-	-	-
Total governmental activities	1,406,223,928	(8,759,609)	248,263,106	163,970,874	151,246,951
Business-type activities:					
Convention Center	259,280,643	1,989,095	58,995,753	-	-
Solid Waste System	27,012,783	965,474	31,488,458	-	-
Water Utilities System	197,389,694	5,805,040	170,731,611	-	83,401,984
Total business-type activities	483,683,120	8,759,609	261,215,822	-	83,401,984
Total primary government	\$ 1,889,907,048	\$ -	\$ 509,478,928	\$ 163,970,874	\$ 234,648,935
Component units	\$ 70,502,447		\$ 29,264,879	\$ 2,102,613	\$ 500,000

General revenues:

Taxes:

Ad valorem tax
Tourist development tax
Public service tax
Communications services tax
Local option gas tax
Business tax

Unrestricted state shared revenues:

Sales tax
Revenue sharing
Unrestricted investment earnings

Miscellaneous

Transfers

Total general revenues and transfers

Change in net position

Net position, October 1, 2015

Restatement

Net position, October 1, 2015, as restated

Net position, September 30, 2016

Net (Expense) Revenue and Changes in Net Position

Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (156,154,597)	\$ -	\$ (156,154,597)	\$ -
(484,635,616)	-	(484,635,616)	-
(39,251,619)	-	(39,251,619)	-
(28,428,499)	-	(28,428,499)	-
(6,666,760)	-	(6,666,760)	-
(77,260,424)	-	(77,260,424)	-
(29,017,303)	-	(29,017,303)	-
(12,568,570)	-	(12,568,570)	-
(833,983,388)	-	(833,983,388)	-
-	(202,273,985)	(202,273,985)	-
-	3,510,201	3,510,201	-
-	50,938,861	50,938,861	-
-	(147,824,923)	(147,824,923)	-
(833,983,388)	(147,824,923)	(981,808,311)	-
-	-	-	(38,634,955)
645,409,628	-	645,409,628	39,677,953
-	239,528,483	239,528,483	-
73,186,128	-	73,186,128	-
20,376,762	-	20,376,762	-
28,529,121	-	28,529,121	-
2,879,527	-	2,879,527	-
166,337,860	-	166,337,860	-
39,343,563	-	39,343,563	-
11,095,023	3,897,644	14,992,667	201,726
14,749,166	6,074,176	20,823,342	304,435
9,778,847	(9,778,847)	-	-
1,011,685,625	239,721,456	1,251,407,081	40,184,114
177,702,237	91,896,533	269,598,770	1,549,159
3,980,425,832	2,024,134,580	6,004,560,412	116,620,444
-	-	-	4,005,472
3,980,425,832	2,024,134,580	6,004,560,412	120,625,916
<u>\$ 4,158,128,069</u>	<u>\$ 2,116,031,113</u>	<u>\$ 6,274,159,182</u>	<u>\$ 122,175,075</u>

See accompanying notes to financial statements.

**ORANGE COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2016**

	Major Funds			Other	
	General	Fire Protection MSTU	Sales Tax Trust	Governmental Funds	Totals
<u>ASSETS</u>					
Cash and investments	\$ 167,535,042	\$ 43,803,248	\$ 171,360,125	\$ 583,454,028	\$ 966,152,443
Other investments	-	-	-	4,353,411	4,353,411
Receivables:					
Taxes	-	-	-	11,841,534	11,841,534
Accounts	890,295	58,069,126	-	2,589,278	61,548,699
Notes and loans	-	-	-	61,268,127	61,268,127
Special assessments	-	-	-	56,751	56,751
Accrued interest	683,579	169,269	336,255	1,341,821	2,530,924
Less allowance for doubtful accounts	(85,457)	(20,502,359)	-	(51,585,213)	(72,173,029)
Due from other funds	1,166,602	1,299,669	-	2,573,306	5,039,577
Due from other governmental agencies	1,455,063	-	26,650,287	17,740,788	45,846,138
Assets held for resale	-	-	-	2,081,627	2,081,627
Deposits and prepaid costs	1,407,259	-	-	193,259	1,600,518
Advances to other funds	3,200,000	-	-	-	3,200,000
Total assets	\$ 176,252,383	\$ 82,838,953	\$ 198,346,667	\$ 635,908,717	\$ 1,093,346,720
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable and accrued liabilities	\$ 24,674,681	\$ 4,995,895	\$ -	\$ 35,639,288	\$ 65,309,864
Matured bonds and notes payable	-	-	-	9,285,051	9,285,051
Matured interest payable	-	-	-	4,486,228	4,486,228
Due to other funds	2,897,375	-	-	2,373,112	5,270,487
Due to other governmental agencies	4,441,736	4,740	-	13,619,147	18,065,623
Due to individuals	1,339,267	-	-	91,219	1,430,486
Unearned revenue	525,169	-	-	1,015,820	1,540,989
Advances from other funds	-	-	-	3,200,000	3,200,000
Total liabilities	33,878,228	5,000,635	-	69,709,865	108,588,728
Deferred inflows of resources:					
Unavailable revenues	25,233	34,925,686	-	3,450,275	38,401,194
Total deferred inflows of resources	25,233	34,925,686	-	3,450,275	38,401,194
Fund balances:					
Nonspendable	4,607,259	-	-	317,625	4,924,884
Restricted	1,166,822	-	51,080,350	301,772,312	354,019,484
Committed	27,863	42,912,632	-	142,583,052	185,523,547
Assigned	13,881,417	-	147,266,317	118,075,588	279,223,322
Unassigned	122,665,561	-	-	-	122,665,561
Total fund balances	142,348,922	42,912,632	198,346,667	562,748,577	946,356,798
Total liabilities, deferred inflows of resources and fund balances	\$ 176,252,383	\$ 82,838,953	\$ 198,346,667	\$ 635,908,717	\$ 1,093,346,720

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
September 30, 2016

Total fund balances for governmental funds \$ 946,356,798

Total net position reported for governmental activities in the statement of net position is different because:

1. Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of:

Land	\$ 1,171,567,531
Construction in progress	226,061,169
Buildings and improvements, net of \$299,182,752 accumulated depreciation	472,837,512
Infrastructure, net of \$925,036,579 accumulated depreciation	1,606,222,094
Machinery and equipment, net of \$270,503,270 accumulated depreciation	109,027,767
Intangibles, net of \$25,294,128 accumulated depreciation	<u>333,349,364</u>

Total capital assets, net 3,919,065,437

2. The net OPEB asset resulting from contributions in excess of the annual required contribution in previous years is not a financial resource and therefore is not reported in the funds.

25,803,575

3. Internal service funds are used by management to charge costs associated with risk management, fleet maintenance, and employee medical benefits. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. This is the internal service fund net position, net of amounts for capital assets accounted for in item 1 above.

60,811,877

4. Amounts to be collected under long-term receivables are not available to pay for the current period's expenditures, and therefore are reported as deferred inflows in the funds.

38,401,194

5. Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities, except for portions payable early in the following year for which sufficient resources have been accumulated in the funds to liquidate the liabilities. These liabilities (net of portions accounted for in internal service funds) consist of:

Bonds payable (net of unamortized costs, and net of \$9,285,051 reported as fund liabilities)	(285,311,653)
Deferred loss on debt refunding	9,599,684
Accreted interest payable	(12,034,694)
Notes payable	(9,490,000)
Capital leases	(9,220,501)
Compensated absences (net of \$570,889 in internal service funds)	(74,281,506)
Landfill closure costs payable	(2,682,691)
Deferred outflows related to pensions (net of \$1,339,401 in internal service funds)	278,847,592
Deferred inflows related to pensions (net of \$67,531 in internal service funds)	(19,388,526)
Net pension liability (net of \$3,869,323 in internal service funds)	<u>(705,839,677)</u>

Total long-term liabilities (829,801,972)

6. Interest payable on long-term debt is not accrued in governmental funds; rather, it is recognized as an expenditure when due. These liabilities are reported in the statement of net position.

(2,508,840)

Total net position of governmental activities \$ 4,158,128,069

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
for the year ended September 30, 2016

	Major Funds			Other Governmental Funds	Totals
	General	Fire Protection MSTU	Sales Tax Trust		
Revenues:					
Taxes	\$ 393,108,087	\$ 115,550,125	\$ -	\$ 261,722,954	\$ 770,381,166
Special assessments	-	-	-	180,151	180,151
Licenses and permits	1,230,009	1,912,018	-	24,506,135	27,648,162
Intergovernmental	3,726,446	386,478	166,337,860	138,363,820	308,814,604
Charges for services	118,557,725	21,679,663	-	176,498,693	316,736,081
Fines and forfeitures	8,836,887	27,556	-	9,526,211	18,390,654
Interest	2,873,131	681,286	1,203,646	5,317,316	10,075,379
Miscellaneous	11,286,946	164,403	-	9,811,358	21,262,707
Total revenues	539,619,231	140,401,529	167,541,506	625,926,638	1,473,488,904
Expenditures:					
Current:					
General government	232,818,255	-	-	20,774,038	253,592,293
Public safety	397,600,922	128,698,501	-	33,658,233	559,957,656
Physical environment	7,021,712	-	-	87,454,676	94,476,388
Transportation	43,141,240	-	-	144,657,713	187,798,953
Economic environment	3,730,761	-	-	34,689,388	38,420,149
Human services	78,336,785	-	-	91,725,686	170,062,471
Culture and recreation	3,711,508	-	-	32,576,797	36,288,305
Capital outlay:					
General government	-	-	-	6,539,642	6,539,642
Public safety	-	-	-	9,768,886	9,768,886
Physical environment	-	-	-	2,117,997	2,117,997
Transportation	-	-	-	17,682,425	17,682,425
Economic environment	-	-	-	3,849	3,849
Human services	-	-	-	85,327	85,327
Culture and recreation	-	-	-	5,471,716	5,471,716
Debt service:					
Principal retirement	6,685,348	-	7,865,000	9,292,794	23,843,142
Interest and fiscal charges	114,696	-	9,973,540	5,681,266	15,769,502
Total expenditures	773,161,227	128,698,501	17,838,540	502,180,433	1,421,878,701
Excess (deficiency) of revenues over (under) expenditures	(233,541,996)	11,703,028	149,702,966	123,746,205	51,610,203
Other financing sources (uses):					
Transfers in	274,536,967	1,299,669	879,411	194,189,109	470,905,156
Transfers out	(22,741,480)	(877,828)	(179,255,960)	(258,251,041)	(461,126,309)
Issuance of capital lease debt	12,258,486	-	-	12,683	12,271,169
Long-term debt issued	-	-	30,110,000	-	30,110,000
Payment to refunding escrow agent	-	-	(32,606,218)	-	(32,606,218)
Total other financing sources (uses)	264,053,973	421,841	(180,872,767)	(64,049,249)	19,553,798
Net change in fund balances	30,511,977	12,124,869	(31,169,801)	59,696,956	71,164,001
Fund balances, October 1, 2015	111,836,945	30,787,763	229,516,468	503,051,621	875,192,797
Fund balances, September 30, 2016	\$ 142,348,922	\$ 42,912,632	\$ 198,346,667	\$ 562,748,577	\$ 946,356,798

See accompanying notes to financial statements.

ORANGE 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, 2016

Total net change in fund balances for governmental funds	\$ 71,164,001
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The change in net position reported for governmental activities in the statement of activities is different because:

1. 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 (\$103,986,370) exceeds depreciation (\$99,386,703) in the current period, excluding amounts recorded in the internal service funds.	4,599,667
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2. Donations of capital assets increase net position in the statement of activities, but are not reported in the governmental funds because they are not financial resources.	110,855,465
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3. In the statement of activities, a gain or loss on sales, trade-ins, or other dispositions of capital assets is reported, whereas in the governmental funds, the proceeds received from dispositions of capital assets increases financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of capital assets disposed.	374,096
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4. Proceeds of certain long-term debt are reported as financing sources in governmental funds and thus contribute to the increase in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net position. This is the amount by which payment of principal on this debt exceeds the proceeds from issuance of new debt.										
	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;">Bonds</td> <td style="width: 10%; text-align: right;">\$</td> <td style="width: 30%; text-align: right;">18,421,269</td> </tr> <tr> <td>Notes</td> <td></td> <td style="text-align: right;">1,225,000</td> </tr> <tr> <td>Capital leases</td> <td></td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">(5,578,078)</td> </tr> </table>	Bonds	\$	18,421,269	Notes		1,225,000	Capital leases		(5,578,078)
Bonds	\$	18,421,269								
Notes		1,225,000								
Capital leases		(5,578,078)								
	14,068,191									

5. Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are used.																			
The net changes associated with these expenses/expenditures are as follows:																			
	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;">Compensated absences</td> <td style="width: 10%;"></td> <td style="width: 30%; text-align: right;">1,278,720</td> </tr> <tr> <td>Accrued/accreted interest</td> <td></td> <td style="text-align: right;">1,550,146</td> </tr> <tr> <td>Amortization of bond costs</td> <td></td> <td style="text-align: right;">1,650,786</td> </tr> <tr> <td>Closure costs</td> <td></td> <td style="text-align: right;">(23,929)</td> </tr> <tr> <td>Net OPEB assets</td> <td></td> <td style="text-align: right;">4,392,420</td> </tr> <tr> <td>Net Pension liabilities</td> <td></td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">(34,011,824)</td> </tr> </table>	Compensated absences		1,278,720	Accrued/accreted interest		1,550,146	Amortization of bond costs		1,650,786	Closure costs		(23,929)	Net OPEB assets		4,392,420	Net Pension liabilities		(34,011,824)
Compensated absences		1,278,720																	
Accrued/accreted interest		1,550,146																	
Amortization of bond costs		1,650,786																	
Closure costs		(23,929)																	
Net OPEB assets		4,392,420																	
Net Pension liabilities		(34,011,824)																	
	(25,163,681)																		

6. Under the modified accrual basis of accounting used in the governmental funds, revenues are not recognized until funds are measurable and available to finance current expenditures. In the statement of activities, however, which is presented on the accrual basis, revenues are reported regardless of when financial resources are available. This is the net adjustment to current year revenue in converting to the full accrual basis.	7,586,933
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7. Internal service funds are used by management to charge costs associated with risk management, fleet maintenance, and employee medical benefits. In the statement of activities, the net revenue (expense) of internal service funds is reported with governmental activities.	(5,782,435)
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Change in net position of governmental activities	\$ 177,702,237
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See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND
for the year ended September 30, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 410,279,127	\$ 410,279,127	\$ 393,108,087	\$ (17,171,040)
Licenses and permits	936,400	936,400	1,230,009	293,609
Intergovernmental	1,741,719	1,979,821	3,726,446	1,746,625
Charges for services	122,607,785	124,815,938	118,557,725	(6,258,213)
Fines and forfeitures	1,242,700	1,242,700	8,836,887	7,594,187
Interest	1,053,000	1,053,000	2,873,131	1,820,131
Miscellaneous	7,056,069	7,136,945	11,286,946	4,150,001
Less statutory deduction	(23,867,605)	(23,867,605)	-	23,867,605
Total revenues	521,049,195	523,576,326	539,619,231	16,042,905
Expenditures:				
Current:				
General government	252,886,928	253,260,880	232,764,696	20,496,184
Public safety	394,948,069	402,802,494	385,395,995	17,406,499
Physical environment	7,851,982	8,216,000	7,021,712	1,194,288
Transportation	43,870,219	43,870,219	43,141,240	728,979
Economic environment	8,822,945	8,822,945	3,730,761	5,092,184
Human services	92,415,887	92,455,380	78,336,785	14,118,595
Culture and recreation	4,199,337	4,199,337	3,711,508	487,829
Reserve for contingencies	61,182,690	69,340,668	-	69,340,668
Debt service:				
Principal retirement	6,695,522	6,694,022	6,685,348	8,674
Interest and fiscal charges	113,220	114,720	114,696	24
Total expenditures	872,986,799	889,776,665	760,902,741	128,873,924
Excess (deficiency) of revenues over (under) expenditures	(351,937,604)	(366,200,339)	(221,283,510)	144,916,829
Other financing sources (uses):				
Transfers in	282,027,139	281,832,026	274,536,967	(7,295,059)
Transfers out	(27,322,839)	(27,461,309)	(22,741,480)	4,719,829
Total other financing sources (uses)	254,704,300	254,370,717	251,795,487	(2,575,230)
Net change in fund balance	(97,233,304)	(111,829,622)	30,511,977	142,341,599
Fund balance, October 1, 2015	97,233,304	111,829,622	111,836,945	7,323
Fund balance, September 30, 2016	\$ -	\$ -	\$ 142,348,922	\$ 142,348,922

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
FIRE PROTECTION MSTU FUND
for the year ended September 30, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 120,574,431	\$ 120,574,431	\$ 115,550,125	\$ (5,024,306)
Licenses and permits	1,225,000	1,225,000	1,912,018	687,018
Intergovernmental	395,000	395,000	386,478	(8,522)
Charges for services	18,715,817	18,715,817	21,679,663	2,963,846
Fines and forfeitures	-	-	27,556	27,556
Interest	256,000	256,000	681,286	425,286
Miscellaneous	54,000	54,000	164,403	110,403
Less statutory deduction	(7,105,106)	(7,105,106)	-	7,105,106
Total revenues	134,115,142	134,115,142	140,401,529	6,286,387
Expenditures:				
Current:				
Public safety	142,852,395	144,730,728	128,698,501	16,032,227
Reserve for contingencies	19,159,537	20,172,250	-	20,172,250
Total expenditures	162,011,932	164,902,978	128,698,501	36,204,477
Excess (deficiency) of revenues over (under) expenditures	(27,896,790)	(30,787,836)	11,703,028	42,490,864
Other financing sources:				
Transfers in	881,880	881,880	1,299,669	417,789
Transfers out	(940,000)	(881,807)	(877,828)	3,979
Total other financing sources	(58,120)	73	421,841	421,768
Net change in fund balance	(27,954,910)	(30,787,763)	12,124,869	42,912,632
Fund balance, October 1, 2015	27,954,910	30,787,763	30,787,763	-
Fund balance, September 30, 2016	\$ -	\$ -	\$ 42,912,632	\$ 42,912,632

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2016

	Business-type Activities -- Enterprise Funds				Governmental Activities -- Internal Service Funds
	Convention Center	Solid Waste System	Water Utilities System	Totals	
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
Current assets:					
Cash and investments	\$ 130,909,453	\$ 89,383,669	\$ 94,341,504	\$ 314,634,626	\$ 118,222,330
Receivables:					
Taxes	17,125,207	-	-	17,125,207	-
Accounts	2,620,449	2,990,041	18,273,650	23,884,140	5,671,170
Accrued interest	302,745	239,307	246,294	788,346	288,678
Less allowance for doubtful accounts	(105,617)	(299)	(121,483)	(227,399)	(327)
Due from other funds	-	-	-	-	238,198
Due from other governmental agencies	-	-	761,789	761,789	154,297
Inventories and prepaid costs	-	363,293	2,902,191	3,265,484	552,178
Cash and investments, restricted	55,170,823	293,918	34,708,811	90,173,552	-
Accrued interest receivable, restricted	25,988	-	-	25,988	-
Total current assets	206,049,048	93,269,929	151,112,756	450,431,733	125,126,524
Noncurrent assets:					
Cash and investments, restricted	7,677,051	-	31,512,511	39,189,562	-
Other investments, restricted	69,267,300	-	-	69,267,300	-
Accounts receivable	-	-	655,588	655,588	-
Prepaid costs	-	-	13,336,975	13,336,975	-
Due from other governmental agencies	12,500,000	-	-	12,500,000	-
Nondepreciable capital assets	138,715,990	39,875,337	241,820,031	420,411,358	-
Depreciable capital assets, net	1,018,136,675	54,459,441	1,075,750,096	2,148,346,212	975,675
Total noncurrent assets	1,246,297,016	94,334,778	1,363,075,201	2,703,706,995	975,675
Total assets	1,452,346,064	187,604,707	1,514,187,957	3,154,138,728	126,102,199
Deferred outflows of resources:					
Deferred amount on debt refunding	33,081,715	-	-	33,081,715	-
Related to pensions	6,403,653	1,910,547	12,466,757	20,780,957	1,339,401
Total deferred outflows of resources	39,485,368	1,910,547	12,466,757	53,862,672	1,339,401
Total assets and deferred outflows of resources	\$ 1,491,831,432	\$ 189,515,254	\$ 1,526,654,714	\$ 3,208,001,400	\$ 127,441,600

See accompanying notes to the financial statements.

Continued

ORANGE COUNTY, FLORIDA
STATEMENT OF NET POSITION, Continued
PROPRIETARY FUNDS
September 30, 2016

	Business-type Activities -- Enterprise Funds				Governmental Activities -- Internal Service Funds
	Convention Center	Solid Waste System	Water Utilities System	Totals	
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</u>					
Current liabilities:					
Accounts payable and accrued liabilities \$	16,417,870	\$ 3,468,870	\$ 30,345,284	\$ 50,232,024	\$ 5,601,034
Claims payable	-	-	-	-	22,631,570
Due to other funds	-	-	-	-	7,288
Due to other governmental agencies	49,919,222	3,389	471,379	50,393,990	-
Unearned revenue	9,977,827	-	-	9,977,827	-
Landfill closure costs	-	1,963,594	-	1,963,594	-
Net pension liability	195,336	61,982	390,296	647,614	43,200
Payable from restricted assets:					
Accrued interest payable	14,828,709	-	1,129,412	15,958,121	-
Loans payable	-	-	2,361,337	2,361,337	-
Revenue bonds payable	37,580,000	-	-	37,580,000	-
Customer deposits	-	293,918	9,120,612	9,414,530	-
Total current liabilities	128,918,964	5,791,753	43,818,320	178,529,037	28,283,092
Noncurrent liabilities:					
Compensated absences payable	831,375	169,163	1,378,011	2,378,549	152,826
Claims payable	-	-	-	-	33,324,476
Loans payable	-	-	54,745,806	54,745,806	-
Revenue bonds payable (net of unamortized costs)	668,486,849	-	94,176,939	762,663,788	-
Landfill closure costs	-	33,674,529	-	33,674,529	-
Net pension liability	18,075,413	5,464,666	35,383,798	58,923,877	3,826,123
Total noncurrent liabilities	687,393,637	39,308,358	185,684,554	912,386,549	37,303,425
Total liabilities	816,312,601	45,100,111	229,502,874	1,090,915,586	65,586,517
Deferred inflows of resources:					
Related to pensions	326,305	96,216	632,180	1,054,701	67,531
Total liabilities and deferred inflows of resources	816,638,906	45,196,327	230,135,054	1,091,970,287	65,654,048
Net position:					
Net investment in capital assets	479,280,850	93,075,734	1,162,296,174	1,734,652,758	975,675
Restricted for:					
Debt service	110,091,889	-	9,218,364	119,310,253	-
Contractual obligations	19,720,564	-	29,397,307	49,117,871	-
Unrestricted	66,099,223	51,243,193	95,607,815	212,950,231	60,811,877
Total net position	675,192,526	144,318,927	1,296,519,660	2,116,031,113	61,787,552
Total liabilities, deferred inflows of resources and net position	\$ 1,491,831,432	\$ 189,515,254	\$ 1,526,654,714	\$ 3,208,001,400	\$ 127,441,600

See accompanying notes to the financial statements.

ORANGE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
for the year ended September 30, 2016

	Business-type Activities -- Enterprise Funds				Governmental Activities -- Internal Service Funds
	Convention Center	Solid Waste System	Water Utilities System	Totals	
Operating revenues:					
Charges for services	\$ 58,995,753	\$ 31,488,458	\$ 170,731,611	\$ 261,215,822	\$ 156,227,525
Miscellaneous	797,900	593,596	4,682,680	6,074,176	2,023,536
Total operating revenues	59,793,653	32,082,054	175,414,291	267,289,998	158,251,061
Operating and maintenance expenses:					
Personal services	29,845,748	7,952,537	46,213,348	84,011,633	5,461,025
Contractual services	8,044,860	4,674,029	33,612,259	46,331,148	7,610,406
Materials and supplies	1,884,897	1,380,544	6,408,495	9,673,936	9,600,694
Utilities	12,994,876	321,573	12,949,531	26,265,980	96,348
Repairs and maintenance	8,766,249	2,985,539	17,907,946	29,659,734	933,944
Provision for landfill closure costs	-	3,551,705	-	3,551,705	-
Liability claims and expenses	-	-	-	-	19,630,049
Health and life insurance expenses	-	-	-	-	121,102,921
Other expenses	6,375,640	1,937,615	6,868,492	15,181,747	379,761
Pension liability adjustment expense	388,061	224,323	907,788	1,520,172	99,986
Total operating and maintenance expenses	68,300,331	23,027,865	124,867,859	216,196,055	164,915,134
Operating income (loss) before depreciation and amortization	(8,506,678)	9,054,189	50,546,432	51,093,943	(6,664,073)
Depreciation and amortization	39,422,368	5,087,388	75,448,387	119,958,143	136,892
Operating income (loss)	(47,929,046)	3,966,801	(24,901,955)	(68,864,200)	(6,800,965)
Nonoperating revenues (expenses):					
Tourist development tax	239,528,483	-	-	239,528,483	-
Interest revenue	1,918,072	905,234	1,074,338	3,897,644	1,019,642
Interest expense and fiscal charges	(28,224,756)	-	(1,116,091)	(29,340,847)	-
Gain (loss) on disposal of assets	(10,867)	136,996	(421,193)	(295,064)	(1,112)
Payments to other agencies	(124,232,576)	-	-	(124,232,576)	-
Debt issuance costs	(548,721)	-	(1,341,204)	(1,889,925)	-
Tax collection expense	(530,119)	-	-	(530,119)	-
Total net nonoperating revenues (expenses)	87,899,516	1,042,230	(1,804,150)	87,137,596	1,018,530
Income (loss) before contributions and transfers	39,970,470	5,009,031	(26,706,105)	18,273,396	(5,782,435)
Capital contributions	-	-	83,401,984	83,401,984	-
Transfers out	(2,378,847)	-	(7,400,000)	(9,778,847)	-
Change in net position	37,591,623	5,009,031	49,295,879	91,896,533	(5,782,435)
Total net position, October 1, 2015	637,600,903	139,309,896	1,247,223,781	2,024,134,580	67,569,987
Total net position, September 30, 2016	\$ 675,192,526	\$ 144,318,927	\$ 1,296,519,660	\$ 2,116,031,113	\$ 61,787,552

See accompanying notes to the financial statements.

ORANGE COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
for the year ended September 30, 2016

	Business-type Activities -- Enterprise Funds				Governmental Activities -- Internal Service Funds
	Convention Center	Solid Waste System	Water Utilities System	Totals	
Cash flows from operating activities:					
Cash received from customers	\$ 60,532,384	\$ 31,932,450	\$ 173,255,229	\$ 265,720,063	\$ -
Cash received from internal customers	-	-	-	-	164,084,123
Cash payments to suppliers for goods and services	(40,719,097)	(19,776,802)	(82,554,823)	(143,050,722)	(165,282,860)
Cash payments to employees for services	(30,732,601)	(8,155,391)	(47,436,652)	(86,324,644)	(5,628,348)
Other operating receipts	797,900	-	-	797,900	2,068,190
Net cash provided (used) by operating activities	(10,121,414)	4,000,257	43,263,754	37,142,597	(4,758,895)
Cash flows from noncapital financing activities:					
Tourist development tax received	238,641,273	-	-	238,641,273	-
Payments to other agencies	(115,839,417)	-	-	(115,839,417)	-
Transfers out	(2,378,847)	-	(7,400,000)	(9,778,847)	-
Tax collection fees paid	(530,119)	-	-	(530,119)	-
Net cash provided (used) by noncapital financing activities	119,892,890	-	(7,400,000)	112,492,890	-
Cash flows from capital and related financing activities:					
Proceeds from sale of refunding bonds	72,628,990	-	94,530,461	167,159,451	-
Payment into escrow for defeased debt	(74,344,823)	-	-	(74,344,823)	-
Acquisition and construction of capital assets	(35,725,440)	(6,088,344)	(97,614,232)	(139,428,016)	(73,182)
Principal paid on long-term debt	(28,635,000)	-	(1,870,215)	(30,505,215)	-
Interest and fees paid on long-term debt	(31,304,421)	-	(793,494)	(32,097,915)	-
Capital contributions	-	-	46,783,497	46,783,497	-
Proceeds from state revolving fund loan	-	-	14,385,846	14,385,846	-
Proceeds from capital grant	-	-	706,107	706,107	-
Proceeds from disposition of assets	21,886	149,805	226,714	398,405	(1,112)
Net cash provided (used) by capital and related financing activities	(97,358,808)	(5,938,539)	56,354,684	(46,942,663)	(74,294)
Cash flows from investing activities:					
Purchase of investments	(69,241,683)	-	-	(69,241,683)	-
Proceeds from sale of investments	69,991,937	-	-	69,991,937	-
Interest on investments	1,685,335	848,703	993,787	3,527,825	985,449
Net cash provided by investing activities	2,435,589	848,703	993,787	4,278,079	985,449
Net increase (decrease) in cash and cash equivalents	14,848,257	(1,089,579)	93,212,225	106,970,903	(3,847,740)
Cash and cash equivalents, October 1, 2015	178,909,070	90,767,166	67,350,601	337,026,837	122,070,070
Cash and cash equivalents, September 30, 2016	\$ 193,757,327	\$ 89,677,587	\$ 160,562,826	\$ 443,997,740	\$ 118,222,330
Classified as:					
Current assets	\$ 130,909,453	\$ 89,383,669	\$ 94,341,504	\$ 314,634,626	\$ 118,222,330
Current assets, restricted	55,170,823	293,918	34,708,811	90,173,552	-
Noncurrent assets, restricted	7,677,051	-	31,512,511	39,189,562	-
Totals	\$ 193,757,327	\$ 89,677,587	\$ 160,562,826	\$ 443,997,740	\$ 118,222,330

See accompanying notes to the financial statements.

Continued

ORANGE COUNTY, FLORIDA
STATEMENT OF CASH FLOWS, Continued
PROPRIETARY FUNDS
for the year ended September 30, 2016

	Business-type Activities -- Enterprise Funds				Governmental Activities -- Internal Service Funds
	Convention Center	Solid Waste System	Water Utilities System	Totals	
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	\$ (47,929,046)	\$ 3,966,801	\$ (24,901,955)	\$ (68,864,200)	\$ (6,800,965)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization	39,422,368	5,087,388	75,448,387	119,958,143	136,892
Pension liability adjustment expense	388,061	224,323	907,788	1,520,172	99,986
Decrease (increase) in assets:					
Accounts receivable	(1,241,852)	(158,078)	(2,372,982)	(3,772,912)	(1,312,039)
Allowance for doubtful accounts	100,779	97	(145,011)	(44,135)	-
Due from other funds	-	-	-	-	205,216
Due from other governmental agencies	-	-	(221,100)	(221,100)	40,628
Inventories and prepaid costs	-	16,162	(2,552,103)	(2,535,941)	35,103
Increase (decrease) in liabilities:					
Accounts payable and accrued liabilities	(3,408,696)	(3,971)	(3,730,015)	(7,142,682)	2,658,855
Claims payable	-	-	-	-	283,191
Due to other funds	-	-	-	-	(105,762)
Due to other governmental agencies	-	2,207	245,907	248,114	-
Unearned revenue	2,546,972	-	-	2,546,972	-
Landfill closure costs	-	(5,143,049)	-	(5,143,049)	-
Customer deposits	-	8,377	584,838	593,215	-
Total adjustments	37,807,632	33,456	68,165,709	106,006,797	2,042,070
Net cash provided (used) by operating activities	\$ (10,121,414)	\$ 4,000,257	\$ 43,263,754	\$ 37,142,597	\$ (4,758,895)
Noncash capital activities:					
Capital asset donations received	\$ -	\$ -	\$ 36,618,487	\$ 36,618,487	\$ -

See accompanying notes to the financial statements.

ORANGE COUNTY, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
September 30, 2016

	Other Postemployment Benefit Trust	Private Purpose Trust	Agency
<u>ASSETS</u>			
Cash and investments	\$ 6,664,518	\$ 472,760	\$ 97,584,262
Other investments:			
Domestic equity securities and mutual funds	30,945,357	-	-
International equity securities and mutual funds	23,834,977	-	-
Money market accounts and mutual funds	386,834	-	-
Fixed income mutual funds	6,809,673	-	-
Total other investments	61,976,841	-	-
Accounts receivable	-	-	440
Due from individuals	-	-	17,201
Total assets	68,641,359	472,760	<u>\$ 97,601,903</u>
<u>LIABILITIES</u>			
Accounts payable	5,295,639	-	\$ -
Due to other governmental agencies	-	-	28,619,542
Due to individuals	-	-	62,433,403
Deposits	-	-	6,548,958
Total liabilities	5,295,639	-	<u>\$ 97,601,903</u>
<u>NET POSITION</u>			
Held in trust for other postemployment benefits	63,345,720	-	
Held for other purposes	-	472,760	
Total net position	<u>\$ 63,345,720</u>	<u>\$ 472,760</u>	

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
for the year ended September 30, 2016

	Other Postemployment Benefit Trust	Private Purpose Trust
Additions:		
Employer contributions	\$ 7,622,859	\$ -
Net investment income	<u>6,218,380</u>	<u>487</u>
Total additions	<u>13,841,239</u>	<u>487</u>
Deductions:		
Benefits paid to participants	6,875,456	-
Administrative expenses	<u>34,020</u>	<u>-</u>
Total deductions	<u>6,909,476</u>	<u>-</u>
Increase in net position	6,931,763	487
Net position, October 1, 2015	<u>56,413,957</u>	<u>472,273</u>
Net position, September 30, 2016	<u><u>\$ 63,345,720</u></u>	<u><u>\$ 472,760</u></u>

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA
INDEX TO THE NOTES TO FINANCIAL STATEMENTS
for the year ended September 30, 2016

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ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements of Orange County, Florida (County) were prepared in accordance with accounting principles generally accepted in the United States of America for governmental entities (GAAP). The following summary of the more significant accounting policies of the County is presented to assist the reader in interpreting these financial statements, and should be viewed as an integral part of this report.

Reporting Entity:

Entity status for financial reporting purposes is governed by Statement No. 14 of the Governmental Accounting Standards Board (GASB), as amended. The GASB is the standard-setting body for the establishment of GAAP in governmental entities. Determination of the financial reporting entity of the County is founded upon the objective of accountability. Therefore, these financial statements include the County government (the primary government) and two types of legally separate component units (blended and discrete) for which operational or financial responsibility rests with the elected officials of the County or for which the nature and significance of their relationship to the County are such that exclusion would cause the financial statements to be misleading or incomplete.

Operational or financial responsibility is considered to have been met if the primary government appoints a voting majority of the component unit's governing board and it is able to impose its will on the unit or there is potential for the unit to provide specific financial benefits or impose specific financial burdens on the primary government. All component units of the County have a September 30 fiscal year end.

The County is governed under the authority of the County Charter (Charter), which provides for home rule and is derived from the Florida Constitution. Under the Charter, the principal legislative body of the County is the Board of County Commissioners (Board), a seven-member elected body consisting of six Commissioners elected by district and the County Mayor elected at-large. The County Mayor also serves as the principal executive officer. In addition, certain designated governmental functions are performed by constitutional officers who are elected at-large. The constitutional officers are the Clerk of the Circuit and County Courts, County Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. Although these six officers are operationally autonomous, they do not hold sufficient corporate powers of their own to be considered legally separate component units for financial reporting purposes. Therefore, they are reported together with the Board as part of the primary government.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Blended component units are legally separate entities that are in substance part of the County's operation, as they either have governing bodies that are substantively the same as the Board and there is a financial benefit or burden relationship between the Board and the component unit, or they provide their services exclusively or almost exclusively to the County government. The financial transactions of these component units are merged in with transactions of the County as part of the primary government. The blended component units of the County are as follows:

Orange Blossom Trail (OBT) Local Government Neighborhood Improvement District (NID) – The District serves to provide for improvements in public safety in a designated area adjacent to Orange Blossom Trail. The governing body of the District is the Board of County Commissioners, which provides substantial funding of operations. The District is presented as a special revenue fund.

Pine Hills Local Government Neighborhood Improvement District (NID) – The District serves to provide for improvements in public safety in a designated area within Pine Hills. The governing body of the District is the Board of County Commissioners, which provides substantial funding of operations. The District is presented as a special revenue fund.

Water and Navigation Control Districts (2) - The Lake Conway Water and Navigation Control District and the Windermere Water and Navigation Control District each serve to provide for the regulation of shoreline alteration, aquatic plant management, and lake patrol activities for their designated areas. The governing board of each District is the Board of County Commissioners. The primary revenue source is ad valorem property taxes levied by the Board and the annual budgets of each District must be approved by the Board. These Districts are presented together as a special revenue fund.

International Drive Community Redevelopment Agency (CRA) – The Agency serves to provide improved transportation and roadway conditions in the International Drive corridor. The governing body of the Agency is the Board of County Commissioners, which provides substantial funding of operations. The Agency is presented as a special revenue fund.

Orange Blossom Trail (OBT) Community Redevelopment Agency (CRA) – The Agency serves to renew economic interest and improve the commercial diversity and viability of a redevelopment area adjacent to Orange Blossom Trail. The governing body of the Agency is the Board of County Commissioners, which provides substantial funding of operations. The Agency is presented as a special revenue fund.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Discretely-presented component units are legally separate entities which do not meet the criteria for blending. They are reported in separate columns to emphasize that they are legally separate from the County. The discrete component units of the County are as follows:

Orange County Housing Finance Authority – The Authority serves to finance dwelling accommodations for low, moderate, and middle income persons in Orange County and three other adjacent counties. Its five-member board is appointed by the Board of County Commissioners. There is no budget approval required by the Board, although there is an approval requirement for any bonded debt issuance. The County has no obligation to pay the outstanding debt of the Authority; however, the Board does have the power to remove an Authority board member without cause.

Orange County Library District – The District serves to provide comprehensive library services and serves County residents except for those within the cities of Winter Park and Maitland. The governing board of the District is composed of the Board of County Commissioners plus one member appointed by the City Council of the City of Orlando. This governing board levies the property taxes necessary to operate the District, adopts the annual budget, and approves debt issuances. However, the County is not legally responsible for funding the operations or repayment of debt of the District and there is no financial benefit or burden relationship between the County and the District.

Orange County Research and Development Authority – The Authority serves to establish, develop, and operate, in cooperation with the Board of County Commissioners and the University of Central Florida, a research and development park known as "Central Florida Research Park." Six positions on its seven-member board are appointed by the Board of County Commissioners. The annual budget and amendments, as well as all bonded debt issues, must be approved by the Board. Although the County is not legally responsible for funding the operations or repayment of debt of the Authority, it has given economic assistance in prior fiscal years.

International Drive Master Transit and Improvement District - The District serves to administer transportation and capital planning projects along certain segments of International Drive. Two of the three board members are members of the Board of County Commissioners. There is no budget approval required by the Board; however, a major portion of the District's funding is derived from Municipal Service Taxing Units (MSTUs) of the County. Tax revenues from these MSTUs are committed to the activities of the District. During the 2016 fiscal year, \$6.0 million was paid to the District from the County's MSTUs.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Orange County Health Facilities Authority - The Authority serves to assist health facilities in the acquisition, construction, financing and refinancing of capital projects within the County and, under certain circumstances, outside the geographic limits of the County. Its five-member board is appointed by the Board of County Commissioners. The Authority is not legally required to adopt a budget; however, the Board must authorize the issuance of bonded debt. Neither the Authority nor the County has any legal obligation for repayment of the revenue bonds issued through the Authority. The Authority is an issuer of "conduit" debt obligations.

Orange County Industrial Development Authority – The Authority serves to assist in financing and refinancing capital projects which will foster economic development in the County. Its five-member board is appointed by the Board of County Commissioners. The Authority is not legally required to adopt a budget; however, the Board must authorize the issuance of bonded debt. Neither the Authority nor the County has any legal obligation for repayment of the revenue bonds issued through the Authority. As an issuer of "conduit" debt obligations, the Authority has no assets or liabilities.

Orange Blossom Trail Development Board, Inc. - This not-for-profit corporation, established by interlocal agreement between the Board of County Commissioners and the City of Orlando, serves to provide management services for redevelopment of a section of Orange Blossom Trail. Six positions of the nine-member board of directors are appointed by the Board, and they may be removed without cause. There is no budget approval requirement nor responsibility for deficit funding on the part of the County; however, a major portion of the Corporation's revenues are derived from grants and reimbursements from the County.

Orange County Educational Facilities Authority – The Authority serves to assist institutions for higher education in the construction, financing, and refinancing of capital projects within the County. Its seven-member board is appointed by the Board of County Commissioners. The Authority is not legally required to adopt a budget; however, the Board must authorize the issuance of bonded debt. Neither the Authority nor the County has any legal obligation for repayment of the revenue bonds issued through the Authority. As an issuer of "conduit" debt obligations, the Authority has no assets, liabilities, revenues, or expenses.

None of the blended component units prepare individual financial statements. Individual audited financial statements for the discretely-presented component units can be obtained directly from their administrative offices as follows:

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Orange County Housing Finance Authority
2211 Hillcrest Street
Orlando, FL 32803-4905

Orange County Health Facilities Authority
c/o Lowndes, Drosdick, Doster, Kantor & Reed, P.A.
215 N. Eola Drive
Orlando, FL 32801

Orange County Library District
101 East Central Boulevard
Orlando, FL 32801

Orange County Industrial Development Authority
301 E. Pine Street, Suite 900
Orlando, FL 32801

Orange County Research and Development Authority
12424 Research Parkway, Suite 100
Orlando, FL 32826

Orange Blossom Trail Development Board, Inc.
2719 S. Orange Blossom Trail
Orlando, FL 32805

International Drive Master Transit and Improvement District
7081 Grand National Drive, Suite 105
Orlando, FL 32819

Orange County Educational Facilities Authority
c/o Lowndes, Drosdick, Doster, Kantor & Reed, P.A.
215 N. Eola Drive
Orlando, FL 32801

The remainder of these notes provides disclosures for both the primary government and discretely-presented component units. In cases essential to fair presentation, GAAP requires special or separate note references for discretely-presented component units. Such disclosures are correspondingly noted and are displayed to the extent disclosed in the individual audited financial statements of the applicable component unit.

Financial Statement Presentation:

Government-wide financial statements – The statement of net position and the statement of activities report information about the nonfiduciary activities of the primary government and its discretely-presented component units. Adjustments have been made to minimize the double-counting of interfund activity. These statements distinguish between governmental activities and business-type activities. Governmental activities are primarily financed through taxes and intergovernmental revenues, while business-type activities are primarily financed through charges for services to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities, and for each of the business-type activities. Direct expenses are those that are clearly identified with a specific program or segment. Indirect expense allocations are displayed separately from the direct expenses. Program revenues include (a) fees, fines, and charges for service, and (b) grants and contributions that are restricted for the operating or capital requirements of a specific program. All taxes and other revenues not meeting the criteria for classification as program revenues are reported as general revenues.

Fund financial statements - The fund financial statements report information about the County's funds, including fiduciary funds. Separate columns are presented for each major governmental and enterprise fund.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

The County reports the following major governmental funds:

General Fund - This is the County's primary operating fund; it accounts for all financial transactions not required to be accounted for in another fund.

Fire Protection MSTU - This fund accounts for fire protection and emergency medical services financed with ad valorem taxes levied in the MSTU, as well as service fee revenues. The MSTU encompasses the unincorporated area of the County.

Sales Tax Trust - This fund accounts for receipt of the County's share of state sales tax, and debt service payments for the County's outstanding sales tax revenue bonds.

The County reports the following major enterprise funds:

Convention Center - This fund accounts for the operation of the Orange County Convention Center, and the payment of debt service on the outstanding tourist development tax revenue bonds. Major revenues are charges for services and tourist development taxes.

Solid Waste System - This fund accounts for the County's solid waste disposal (landfill) operation, primarily financed through user charges.

Water Utilities System - This fund accounts for costs associated with residential and commercial sewer and water services provided to various sections of the County, primarily financed through user charges.

Additionally, the County reports the following fund types:

Internal service funds - These funds account for risk management, fleet management, and employee medical benefits services provided to other County departments on a cost-reimbursement basis, as well as Sheriff's health insurance and workers' compensation claims.

Other postemployment benefit trust funds - These funds account for the receipt and disbursement of assets held in trust for participants of other postemployment benefit plans of the County and the Clerk of the Circuit and County Courts.

Private purpose trust fund - This fund accounts for assets held in trust for the benefit of the St. Johns River Water Management District, pursuant to a trust agreement dated February 21, 2006.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Agency funds - These funds account for assets held on behalf of third parties. Examples include developers' escrows held pending satisfactory performance on construction projects, escrows for the Sanford-Burnham Institute grant from the County and other funding parties, funds held for the Community Venues County Reserve, and taxes, fees and fines collected on behalf of other governments

Measurement Focus and Basis of Accounting:

The government-wide, proprietary fund and trust fund financial statements use a flow of economic resources measurement focus to determine net income and financial position. The accounting principles used are similar to those applicable to businesses in the private sector and, thus, these funds are maintained on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

Governmental fund financial statements use a current financial resources measurement focus, and are maintained on the modified accrual basis of accounting. Revenues are recognized when they become susceptible to accrual; that is, when they become both "measurable" and "available to finance expenditures of the current period." The County considers amounts collected on grants within 120 days after year-end, and amounts collected within 60 days after year-end on all other governmental funds, to be available and thus recognizes them as revenues of the current year. Expenditures are recognized in the accounting period in which the related fund liability is incurred, if measurable. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early the following year.

Revenues of the County which are susceptible to accrual under the modified accrual basis include property taxes, gas taxes, public service taxes, grant revenues, interest revenue, and charges for services. In applying the "susceptible to accrual" concept to intergovernmental revenues (grants, entitlements and shared revenues), the legal and contractual requirements of the numerous individual programs are used as guidance. There are essentially two types of these revenues. In one, moneys must be expended on the specific purpose or project before any amounts will be earned by the County; therefore, revenues are recognized based upon when the expenditures are made if they meet the criterion of availability. In the other, moneys are essentially unrestricted as to purpose of expenditure and revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if they meet the criterion of availability. Agency funds do not measure results of operations, but assets and liabilities are measured on the accrual basis of accounting.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Fund Balance Presentation:

Fund balances of the governmental funds are classified as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Restricted: This classification includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

Committed: This classification includes amounts that can be spent only for specific purposes pursuant to constraints imposed by formal action of the highest level of decision making authority, the Board of County Commissioners. Such formal action may be in the form of an ordinance or resolution which, dependent upon the nature of the matter, may be equally binding and may only be modified or rescinded by a subsequent formal action.

Assigned: This classification includes amounts that are intended by the Board to be used for specific purposes, but are neither restricted nor committed. The Board has not granted any specific individual the authority to assign amounts, thus assignments may be made only by the Board.

Unassigned: This classification represents the residual positive balance within the General Fund, which has not been restricted, committed or assigned. In funds other than the General Fund, unassigned fund balances are limited to negative residual balances.

The County uses restricted amounts first when both restricted and unrestricted fund balances are available. Additionally, the County first uses committed, then assigned, and then unassigned amounts of fund balance when expenditures are made.

Budgets and Budgetary Accounting:

Chapter 129, Florida Statutes, requires that the annual fiscal year budget be legally adopted by the Board at the fund level, and that any expenditures or contract for expenditure in the fiscal year for an amount greater than the total fund budget is unlawful. Pursuant to this legal requirement, an annual appropriated budget is adopted by resolution subject to public hearing. Such resolution sets the budget appropriations in total by fund for each governmental fund and each proprietary fund of the Board. Budgets for the trust funds and agency funds are not legally required or adopted. Budgetary information

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

presented in this report is in a categorized format by revenue source, expenditure function, and expenditure reserves, which represents a detail level greater than the statutory level of control. At the close of the fiscal year, all budget appropriations lapse to the extent that they have not been expended. Outstanding encumbrances also lapse, but are re-established in the succeeding fiscal year against the newly adopted budget.

In addition to the statutory requirements discussed above, the County has adopted management control and approval guidelines for expenditures and budget amendments. Key components of these management guidelines are as follows:

1. Each fund contains allocations by object of expenditure, and for reserves for various purposes.
2. No expenditure or encumbrance may occur without a sufficient budgetary balance.
3. Allocations within a fund may be transferred within a department by action of the County's budget officer or between departments by action of the Board.
4. Available balances to or from reserves may be used to modify an expenditure allocation in the same fund upon approval of the Board.
5. A revenue or other financing source which was originally unanticipated may be appropriated by action of the Board.
6. Increased revenues for proprietary funds may be appropriated by action of the Board.

Since transfers of budget allocations between departments must be approved by the Board, the department level is deemed the legal level of budgetary control. Such legal level of budgetary control corresponds to the categorical breakdowns reflected in the financial statements, except for the General Fund, the Grants special revenue fund and the Miscellaneous Construction Projects capital projects fund. These funds contain multiple operating departments requiring Board approval for budget transfers. Schedules showing budgeted and actual expenditures at the department level for these three funds are presented as supplementary information at the end of this Financial Section.

In instances where total fund appropriations are amended by revenues or other financing sources unanticipated in the existing budget, an amending budget resolution is adopted which indicates the revised budget appropriation for each affected fund. Amendments to overall appropriations for any other reasons also require a public hearing prior to adoption.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Budget appropriations presented in this report include all legally adopted appropriations as amended during the fiscal year. During the 2016 fiscal year, appropriation increases of approximately \$418 million were approved by the Board, primarily due to the issuance of refunding Sales Tax debt, refunding Tourist Development Tax debt, new State Revolving Loan debt, new grant awards, reappropriation of unexpended grant award balances and encumbrances outstanding at the end of the 2015 fiscal year. The original adopted budget for the 2016 fiscal year totaled \$3.60 billion and the final amended budget totaled \$4.02 billion, representing an 11.6% increase during the year.

All governmental fund budgets are prepared on a basis consistent with GAAP, except that capital outlay expenditures and other financing sources related to the acquisition of assets through capital leases are not budgeted. For Fiscal Year 2016, the following adjustments were necessary to present the actual data on a budgetary basis for the General Fund:

	<u>Expenditures</u>	<u>Other Financing Sources (Uses)</u>
GAAP basis	\$ 773,161,227	\$ 264,053,973
Non-budgeted capital lease transactions	<u>(12,258,486)</u>	<u>(12,258,486)</u>
Non-GAAP budgetary basis	<u><u>\$ 760,902,741</u></u>	<u><u>\$ 251,795,487</u></u>

The budgets for the proprietary funds are prepared on an accrual basis and are consistent with GAAP except that pension liability adjustment expense, depreciation, amortization, noncash capital contributions, and gains/losses on the disposal of assets are not budgeted; capitalized net interest costs on funds borrowed to finance the construction of capital assets are budgeted as interest income and interest expense; capital outlays are budgeted as expense; and debt proceeds and principal payments are respectively budgeted as revenue and expense. Insurance liability claims in the Risk Management internal service fund are budgeted according to the loss reserves available for disbursement rather than by new liabilities incurred during the fiscal year.

Annual budgets are prepared according to the following procedures:

During the month of July, the County Mayor, after working with the County's budget officer to establish proposed funding priorities for the ensuing fiscal year, presents a tentative budget for each fund which includes all estimated receipts, taxes to be levied, all other financing sources and all estimated expenditures and reserves.

The Board examines these tentative budgets in work sessions throughout the month of July. Pursuant to law, the budgets of each fund are balanced (i.e., all revenues and other financing sources equal all expenditures, reserves, and other financing uses). Subject to

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

hearing and notice requirements, the budgets may be revised as deemed necessary provided they remain in balance.

In September, public hearings are held to adopt tentative and final budgets. The hearings are held primarily to explain the budget and obtain public input. In accordance with statutory requirements, the annual budgets are enacted prior to October 1 through passage of a resolution. If for some reason a budget is not enacted by October 1, Florida Statutes provide for continued operation under the previous year's budget subject to any amendments.

Encumbrances:

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of moneys are recorded as a reservation of budget, is employed as an extension of the statutorily required budgetary process. Under Florida Statutes, appropriations, even if encumbered, lapse at fiscal year end. Encumbrances outstanding at September 30, 2016 represented by purchase orders and other executory contracts, were approximately \$147.8 million. It is the County's intention to substantially honor these encumbrances under authority provided in the subsequent year's budget.

Cash and Cash Equivalents:

Cash balances from the majority of funds are pooled for investment purposes. Earnings from such investments are allocated to the respective funds based on applicable cash participation by each fund. The investment pools are managed such that all participating funds have the ability to deposit and withdraw cash as if they were demand deposit accounts, and therefore all balances representing participants' equity in the investment pools are classified as cash equivalents for purposes of the statement of cash flows. For investments which are held separately from the pools, those which are highly liquid (including restricted assets) with an original or remaining maturity of 90 days or less when purchased are also considered to be cash equivalents for the statement of cash flows.

Investments:

All investments are stated at fair value or at amortized cost, which approximates fair value. Investment fair values are based on quoted market prices, except for bankers' acceptances and commercial paper, which are based on amortized cost. Investments in Florida PRIME, a SEC 2a-7 like investment pool, and money market mutual funds are stated at amortized cost which is substantially the same as fair value.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Accounts Receivable:

Amounts due from private individuals, organizations, or other governments which pertain to charges for services rendered by County departments are reported as accounts receivable.

Receivables are reviewed periodically to establish or update the provisions for uncollectible amounts. These provisions are estimated based on an analysis of the age of the various accounts. The County records the amount of earned but unbilled service revenues for the Water Utilities System enterprise fund.

Notes and Loans Receivable:

The County has several agreements with other agencies under which cash has been advanced to those agencies for the purpose of financing loans to developers for multi-family affordable housing projects. These noninterest-bearing advances will be repaid to the County over varying terms of up to 30 years. The outstanding principal balance is reported as Notes and Loans Receivable in the Local Housing Assistance (SHIP) special revenue fund, with a corresponding amount in Restricted Fund Balance, as future use of collected proceeds remain restricted. With the exception of an allowance established for one note to recognize a reduction from the amount due for compliance with conditions of the agreement, no uncollectible allowance has been established for these receivables, based upon management's evaluation of the loans.

Also included in the Local Housing Assistance (SHIP) and the Grants special revenue funds are loans receivable associated with the County's Down Payment Assistance, Neighborhood Stabilization and Housing Rehabilitation Programs. Loans are collateralized by personal residences and are forgiven over periods up to 20 years, provided that the program participant complies with the terms of the loan. An allowance is also established equal to the value of the loans as the County does not expect to collect on them.

Interfund Balances and Activity:

During the course of normal operations, the County has numerous transactions between funds. Examples of these transactions include providing services, constructing assets or servicing debt. These transactions are generally recorded as interfund transfers, except for internal service fund charges which are reflected as revenues to internal service funds and expenses or expenditures to the funds receiving the services. Additionally, short-term interfund loans are recorded from time to time as cash flow needs arise. As of fiscal year-end, any unpaid amounts related to these transactions are reported as "due from other funds" or "due to other funds" on the fund financial statements. Interfund loans not expected to be repaid within one year are reported as advances. In governmental funds,

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

advances are offset equally by a nonspendable fund balance which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation. Interfund balances and transfers are consolidated for government-wide financial reporting, and residual balances between governmental activities and business-type activities, if any, are reported on the government-wide financial statements.

Inventories:

Inventories in proprietary fund types consist of materials and supplies held for consumption and are valued at the lower of cost or market. Cost is determined by the Solid Waste System and the Water Utilities System enterprise funds using the weighted average and the moving average methods, respectively. The Fleet Management internal service fund values inventory using the first-in, first-out method.

Assets Held for Resale:

The County administers a program whereby it purchases residential properties with the express intent of resale. Properties purchased are rehabilitated and offered for sale to purchasers meeting certain criteria. Properties held for resale are reported at lower of cost or net realizable value in the governmental funds.

Restricted Assets:

The use of certain assets of enterprise funds is restricted by specific provisions of bond resolutions and agreements with various parties. Assets so designated are identified as restricted assets on the statement of net position. When both restricted and unrestricted resources are available for use, the County's policy is to use restricted resources first, then unrestricted resources as they are needed. Restricted assets are classified as noncurrent if they are for acquisition or construction of capital assets, for liquidation of long-term debt, or are for other than current operations.

Capital Assets:

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Constructed or purchased assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at acquisition value on the date of donation. The thresholds for capitalization of assets range from \$500 to \$1 million, depending on the asset class. Costs of maintenance and repairs that do not add to the value of assets or extend their useful lives are not capitalized.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

All capital assets except land and construction in progress are depreciated using the straight-line method over the following estimated useful lives:

Buildings	25 to 50 years
Improvements other than buildings	10 to 50 years
Machinery and equipment	3 to 15 years
Infrastructure – roadways	20 to 50 years
Infrastructure – drainage	20 to 75 years
Intangible	3 to 40 years

Capitalization of Interest:

The enterprise funds capitalize net interest costs on funds borrowed to finance the construction of capital assets. Interest cost information for the enterprise funds for the fiscal year ended September 30, 2016 is as follows:

	<u>Convention Center</u>	<u>Water Utilities System</u>
Total interest cost	\$ 30,358,187	\$ 1,111,055
Net amount capitalized	\$ 2,139,757	\$ 655,469

Accounts Payable and Accrued Liabilities:

Liabilities reported as accounts payable and accrued liabilities on the government-wide statement of net position are comprised of the following components:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Current payables due to vendors	\$ 58,973,919	\$ 34,514,276
Salaries and wages payable	10,333,122	1,244,872
Retainage on contracts payable	<u>2,616,280</u>	<u>8,600,606</u>
Total accounts payable and accrued liabilities	<u>\$ 71,923,321</u>	<u>\$ 44,359,754</u>

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Deferred Outflows/Inflows of Resources and Unearned Revenue:

Deferred outflows of resources represent a consumption of net position that applies to a future period and therefore will not be recognized as expended until then. The County presents deferred outflows in business-type activities associated with pensions, amortized over future periods, and losses charged on the refunding of debt, amortized over the life of the debt.

In instances where assets have been received by the County for services to be rendered in future periods, asset balances have been offset by an unearned revenue liability account in the financial statements. Unearned revenues of the County's business-type activities at September 30, 2016 are associated with cash received to secure future bookings at the Convention Center. Unearned revenue included in governmental activities are deposits held from builders for future building permit issuance, where revenue will be earned in future periods.

Deferred inflows of resources are reported in governmental activities to offset receivables and deposits that do not meet the availability criterion under the modified accrual basis of accounting. Primary examples of the County's deferred inflows are amounts associated with pensions, outstanding receivables for grants, EMS transport services and 911 system service provider fees, where payments will be received in cash over future periods. The County also presents amounts associated with pensions as deferred inflows of resources.

Landfill Closure Costs:

Under the terms of current state and federal regulations, the County is required to place a final cover on closed landfill areas, and to perform certain monitoring and maintenance functions for a period of up to 30 years after closure. In accordance with GASB Statement No. 18, the County is recognizing these costs of closure and postclosure maintenance over the active life of each landfill area, based on landfill capacity used during the period. Required obligations for these costs are recognized in the governmental activities for internal landfill operations and in the Solid Waste System enterprise fund for public landfill operations.

Accretion of Original Issue Discount on Bonds:

The original issue discount on compound interest bonds is being accreted to maturity using the interest method.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Obligation for Bond Arbitrage Rebate:

Pursuant to Section 148(f) of the U. S. Internal Revenue Code, the County must rebate to the United States Government the excess of interest earned from the investment of certain debt proceeds and pledged revenues over the yield rate of the applicable debt. Arbitrage rebate, if any, is due and payable on each five-year anniversary of the respective debt issue. As of September 30, 2016, the County had no outstanding arbitrage rebate liability.

Operating and Nonoperating Revenues and Expenses:

The proprietary fund financial statements distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses are those that result from providing services associated with the principal activities of the respective fund. Primary examples of operating revenues are charges for hall and room rentals of the Convention Center, landfill tipping fees of the Solid Waste System, and charges for water and wastewater treatment services of the Water Utilities System. Operating expenses include the cost of sales and services, administrative costs, and depreciation expense. Nonoperating revenues and expenses are all those that do not meet the criteria described above, and include interest and tax revenues and debt service expenses.

Compensated Absences:

It is the policy of the County to permit employees to accumulate a limited amount of earned but unused leave benefits which will be paid to employees upon separation from service. Unpaid compensated absences are recorded as a liability when the benefits are earned in the proprietary fund financial statements. For governmental funds, there is no legal requirement to accumulate expendable available financial resources to liquidate the obligation; thus expenditures are recognized in the governmental funds when payments are made to employees. The valuation of accrued leave benefits is calculated in accordance with GASB Statement No. 16. The liability is typically liquidated with resources of the same fund that has paid the applicable employee's regular salaries and fringe benefits which include the General, Special Revenue, Internal Service and Enterprise funds. The current portion of the accrued compensated absences liability is based on the average annual amount of leave paid over the preceding three years.

Net Position:

The government-wide statement of net position reports a total of \$407,602,419 of restricted net position for governmental activities, of which \$260,753,795 is restricted by enabling legislation.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Pension Expense:

The County expenses required pension contributions as a component of personal services expense. Additionally, in accordance with GASB Statement No. 68, the County expenses its proportionate share of actuarially determined changes in the net pension liability as pension liability adjustment expense.

Bond Amortization Costs:

In the proprietary fund financial statements, bond premium and discount are amortized over the life of the bonds using the interest method. Also, in accordance with GASB Statement No. 23, the difference between the reacquisition price and the net carrying amount of refunded debt is being amortized over the shorter of the life of the old debt or the life of the new debt using the interest method. Amortization of bond premium or discount and the deferred amounts on refundings which are not capitalized are recorded as components of interest expense.

Indirect Expenses Allocation:

General administrative overhead costs are charged to all County functions, based on the proportionate benefit to each function, as determined through the County's annually-prepared cost allocation plan. These indirect expenses are identified in a separate column on the government-wide statement of activities.

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Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Property Tax Revenues:

Ad valorem property taxes levied in September 2016 are for the purpose of financing the budget of the 2017 fiscal year. Property tax revenues recognized for the 2016 fiscal year were levied in September 2015. Virtually all unpaid taxes are collected via the sale of tax certificates prior to fiscal year end; thus there is no receivable reported for property taxes in the financial statements.

Key dates in the property tax cycle are as follows:

	<u>Revenues for fiscal year ended September 30, 2016</u>
Lien date	January 1, 2015
Assessment roll certified	August 25, 2015
Property taxes levied	September 17, 2015
Beginning of fiscal year for which taxes have been levied	October 1, 2015
Tax bills rendered	November 1, 2015
Property taxes payable:	
Maximum discount (latest date)	November 30, 2015
Delinquent	April 1, 2016
Tax certificates sold on unpaid taxes	May 31, 2016

Use of Estimates:

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the financial statement date and the reported amounts of revenues and expenses or expenditures during the reporting period. Actual results could differ from those estimates.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

New Accounting Pronouncements:

Effective October 1, 2015, the County adopted the provisions of GASB Statement No. 72, *Fair Value Measurement and Application* and GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. The effect of adopting these standards is to provide enhanced disclosures regarding investment valuation. The investments held by the County are measured and recorded using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Unadjusted quoted prices for identical assets or liabilities in active markets
- Level 2: Observable other than quoted market prices
- Level 3: Unobservable and significant

B. DEPOSITS AND INVESTMENTS

Primary Government:

As of September 30, 2016, the carrying values of the County's deposits and investments, with their respective Standard & Poor's (S&P) and Moody's Investors Service credit ratings, were as follows:

Investment Type	Fair Value	Credit Rating
Demand and time deposits	\$ 188,351,023	NA
Florida PRIME	145,000,000	AAAm
FL CLASS	25,000,000	AAAm
U.S. Treasury Bills	9,970,500	A-1+/P-1
U.S. Treasury Notes	1,140,203,503	AA+/Aaa
Federal instrumentalities:		
Discount notes	60,169,103	A-1+/P-1
Notes and bonds	54,643,804	AA+/Aaa
Money market mutual funds	76,712,313	AAAm/Aaa-mf
Total deposits and investments	<u>\$ 1,700,050,246</u>	

The County's fair value measurement for U.S. Treasury Bills, U.S. Treasury Notes and Federal Instrumentalities uses observable inputs other than quoted prices in active markets (Level 2 inputs). Florida PRIME, time deposits and money market mutual funds are valued at amortized cost. There are no restrictions or limitations on withdrawals;

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

B. DEPOSITS AND INVESTMENTS, Continued

however, Florida PRIME may, on the occurrence of an event that has a material impact on liquidity or operations, impose restrictions on withdrawals for up to 48 hours. The County's investments in the Florida Cooperative Liquid Assets Securities System (FL Class), a public entity investment trust organized under the laws of the State of Florida, are presented at Net Asset Value (NAV), which reflects fair value. The objectives of the FL Class are to generate investment income while maintaining safety and liquidity. There are no restrictions or terms and conditions on the County in redeeming the investment and the County has no unfunded commitments related to this investment.

Credit Risk:

The Board's Investment Policy (Policy), as well as the separate investment policies of the constitutional officers, limits credit risk by restricting authorized investments to the following: obligations issued or explicitly guaranteed by the U.S. Government (Treasuries), obligations of certain U.S. Government-sponsored Federal instrumentalities (Instrumentalities), direct obligations of states and municipalities, repurchase agreements comprised of Treasuries or Instrumentalities, Florida PRIME administered by Florida's State Board of Administration (a 2a7-like pool), FL CLASS, an independent local government investment pool, commercial paper, bankers' acceptances, bank certificates of deposit or savings accounts, and money market mutual funds (Money Markets). The Policy requires that investments in Instrumentality debt be guaranteed by the full faith and credit of the U.S. Government-sponsored agency, and that investments in Money Markets have an S&P rating of AAAm or AAAG, and limits eligible Money Markets to those comprised of Treasuries. For arbitrage compliance only, Money Markets may be comprised of state and local government taxable and tax-exempt debt.

Concentration of Credit Risk:

Except for Treasuries, the Policy establishes limitations on portfolio composition for all permitted investments, both by investment type and by issuer, in order to control concentration of credit risk. The Policy provides that a maximum of 45% of the portfolio may be invested in any of four specified Instrumentalities, with a limit of 15% in any one issuer; and that a maximum of 25% of the portfolio may be invested in Money Markets, with a limit of 10% of the portfolio invested in any one issuer. At September 30, 2016, the County's investment pool portfolio included investments in three authorized Instrumentalities, each of which represented three percent or less of the pool portfolio.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

B. DEPOSITS AND INVESTMENTS, Continued

Custodial Credit Risk:

The Policy requires that bank demand and time deposits be secured as provided by Chapter 280, Florida Statutes. This law requires local governments to deposit funds only in financial institutions designated as qualified public depositories by the Chief Financial Officer of the State of Florida. At September 30, 2016, all of the County's bank deposits were in qualified public depositories.

The Policy requires execution of a third-party custodial safekeeping agreement for all purchased securities, and requires that securities be held in the Board's name. As of September 30, 2016, all of the County's investments were held in a bank's trust department in the County's name.

Interest Rate Risk:

For all investment types, the Policy limits the investment of current operating funds to 13 months. To increase returns and provide diversity, the Policy also provides for the investment of noncurrent (13 months) operating funds in investments with maturities no longer than 60 months. Noncurrent operating funds are invested in the intermediate term portfolio with a maximum maturity of 36 months, and a noncurrent operating portfolio with a maximum maturity of 60 months. Bond reserves, construction funds, and other nonoperating funds may be invested for up to 10 years, subject to debt covenant restrictions and liquidity needs.

As of September 30, 2016, the County's investments have the following weighted average maturities by investment type: U.S. Treasury Bills – 7.9 months; U.S. Treasury Notes – 22.8 months; Federal instrumentalities – 5.5 months; Money Markets – not more than 60 days. The portfolio did not contain any callable securities.

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ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

B. DEPOSITS AND INVESTMENTS, Continued

Orange County OPEB Retirement Health Benefit Plan:

Investments in the Orange County OPEB Trust are managed in accordance with the Trustee's Retiree Health Care Benefit Trust Investment Policy. The OPEB Retirement Health Benefit Plan investments, other than \$16,828 of uninvested cash deposits and \$51,928,624 in index funds investing in equity securities, were as follows at September 30, 2016:

<u>Fund/Investment</u>	<u>Type</u>	<u>Credit Rating</u>	<u>Average Maturity (years)</u>	<u>Fair Value</u>
Prime Money Market Fund	Money Market	Not rated	<60 days	\$ 386,834
International Bond Index Fund	Fixed Income	Not rated	9.5	2,851,710
Bond Market Index Fund	Fixed Income	Not rated	8.0	6,809,673
Total Fixed Income				<u>\$ 10,048,217</u>

The County's fair value measurement for investments in index funds uses quoted prices in active markets for identical assets (Level 1 inputs); PRIME money market funds maintain stable net asset values and are valued at amortized cost.

Clerk of the Circuit and County Courts OPEB Retirement Health Benefit Plan:

Cash and cash equivalents of the Clerk of the Circuit and County Courts OPEB Trust are managed in accordance with Florida Statutes. As of September 30, 2016, \$6,647,690 was deposited in an interest bearing checking account.

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ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

C. RESTRICTED ASSETS

The use of certain assets is restricted by specific provisions of bond resolutions and agreements with various outside parties. Restricted assets at September 30, 2016 consist of the following:

	Cash and Cash Equivalents	Investments	Accrued Interest Receivable	Totals
<u>Convention Center</u>				
Bond interest	\$ 14,844,742	\$ -	\$ 25,988	\$ 14,870,730
Bond principal	37,580,000	-	-	37,580,000
Bond reserve	456,487	69,267,300	-	69,723,787
Bond issuance costs	18,978	-	-	18,978
Sixth cent TDT	2,727,103	-	-	2,727,103
Hotel surcharge	7,220,564	-	-	7,220,564
Fund totals	<u>62,847,874</u>	<u>69,267,300</u>	<u>25,988</u>	<u>132,141,162</u>
<u>Solid Waste System</u>				
Customer deposits	293,918	-	-	293,918
Fund totals	<u>293,918</u>	<u>-</u>	<u>-</u>	<u>293,918</u>
<u>Water Utilities System</u>				
Operation and maintenance fund	23,156,764	-	-	23,156,764
Series 2016 construction fund	17,355,627	-	-	17,355,627
Revenue fund	68,391	-	-	68,391
Bond interest account	1,009,144	-	-	1,009,144
Bond cost of issuance	15,115	-	-	15,115
Bond renewal and replacement fund	8,000,000	-	-	8,000,000
Bond reserve account	6,156,884	-	-	6,156,884
Loan debt service	578,645	-	-	578,645
Loan repayment reserve	760,140	-	-	760,140
Customer deposits	9,120,612	-	-	9,120,612
Fund totals	<u>66,221,322</u>	<u>-</u>	<u>-</u>	<u>66,221,322</u>
Total restricted assets	129,363,114	69,267,300	25,988	198,656,402
Less: Current portion	(90,173,552)	-	(25,988)	(90,199,540)
Restricted assets, noncurrent portion	<u><u>\$ 39,189,562</u></u>	<u><u>\$ 69,267,300</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 108,456,862</u></u>

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

D. NOTES AND LOANS RECEIVABLE

Notes and loans receivable of the primary government at September 30, 2016 were as follows:

Governmental activities:

SHIP-Assisted grant loan due from Grand Avenue Economic Community Development Corporation dated 2010; to be reduced annually by 1/20th of the original amount	\$ 595,000
Multi-Family Affordable Housing Agreements with Florida Community Capital Corporation and Neighborhood Lending Partners dated 1997 through 2014; secured by an equitable ownership of the underlying mortgages; noninterest bearing; repayment of principal is made quarterly over the life of the underlying mortgages, with final maturities ranging from 2018 to 2039	9,813,776
SHIP-Assisted and Grant Assisted loans due from individual participants in the County's down payment assistance, neighborhood stabilization and rehabilitation programs. Loans are collateralized by liens on personal residences and are forgiven after periods of up to 20 years provided the program participant complies with terms of the loan.	<u>50,859,351</u>
	61,268,127
Less allowance for uncollectible accounts	<u>(51,454,351)</u>
Governmental activities notes and loans receivable, net	<u><u>\$ 9,813,776</u></u>

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Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

E. CAPITAL ASSETS

During the year ended September 30, 2016, the following changes in capital assets occurred:

	Balance 10/1/2015	Additions	Reductions	Balance 9/30/2016
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 1,145,918,513	\$ 25,649,018	\$ -	\$ 1,171,567,531
Construction in progress	209,104,466	68,977,053	(52,020,350)	226,061,169
Total capital assets, not being depreciated	1,355,022,979	94,626,071	(52,020,350)	1,397,628,700
Capital assets, being depreciated/amortized:				
Buildings and improvements	757,014,760	15,037,229	(31,725)	772,020,264
Infrastructure	2,476,185,593	55,488,181	(415,101)	2,531,258,673
Machinery and equipment	372,047,575	39,803,841	(32,320,379)	379,531,037
Intangible	296,043,299	62,601,401	(1,208)	358,643,492
Total capital assets, being depreciated/amortized	3,901,291,227	172,930,652	(32,768,413)	4,041,453,466
Less accumulated depreciation/amortization for:				
Buildings and improvements	(280,158,727)	(19,034,510)	10,485	(299,182,752)
Infrastructure	(875,150,242)	(50,165,509)	279,172	(925,036,579)
Machinery and equipment	(273,685,542)	(29,048,017)	32,230,289	(270,503,270)
Intangible	(24,019,777)	(1,275,559)	1,208	(25,294,128)
Total accumulated depreciation and amortization	(1,453,014,288)	(99,523,595)	32,521,154	(1,520,016,729)
Total capital assets, being depreciated/amortized, net	2,448,276,939	73,407,057	(247,259)	2,521,436,737
Governmental activities capital assets, net	\$ 3,803,299,918	\$ 168,033,128	\$ (52,267,609)	\$ 3,919,065,437
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 245,663,003	\$ 2,010,701	\$ -	\$ 247,673,704
Construction in progress	259,655,853	132,561,576	(219,479,775)	172,737,654
Total capital assets, not being depreciated	505,318,856	134,572,277	(219,479,775)	420,411,358
Capital assets, being depreciated/amortized:				
Buildings	1,417,794,137	85,912,404	-	1,503,706,541
Improvements other than buildings	1,998,323,173	159,282,525	-	2,157,605,698
Machinery and equipment	169,401,934	12,429,099	(5,464,224)	176,366,809
Intangible	74,657,084	9,460,305	(275,830)	83,841,559
Total capital assets, being depreciated/amortized	3,660,176,328	267,084,333	(5,740,054)	3,921,520,607
Less accumulated depreciation/amortization for:				
Buildings	(483,447,676)	(35,881,736)	-	(519,329,412)
Improvements other than buildings	(1,043,097,273)	(71,267,580)	-	(1,114,364,853)
Machinery and equipment	(116,935,763)	(11,797,428)	5,440,772	(123,292,419)
Intangible	(15,452,142)	(1,011,399)	275,830	(16,187,711)
Total accumulated depreciation and amortization	(1,658,932,854)	(119,958,143)	5,716,602	(1,773,174,395)
Total capital assets, being depreciated/amortized, net	2,001,243,474	147,126,190	(23,452)	2,148,346,212
Business-type activities capital assets, net	\$ 2,506,562,330	\$ 281,698,467	\$ (219,503,227)	\$ 2,568,757,570

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

E. CAPITAL ASSETS, Continued

Depreciation expense was charged to functions/programs as follows:

General government	\$ 14,543,089
Public safety	29,102,180
Physical environment	2,925,351
Transportation	44,200,840
Economic environment	717,549
Human services	1,786,817
Culture and recreation	<u>6,247,769</u>
Total depreciation expense - governmental activities	<u><u>\$ 99,523,595</u></u>
Business-type activities:	
Convention Center	\$ 39,422,368
Solid Waste System	5,087,388
Water Utilities System	<u>75,448,387</u>
Total depreciation expense - business-type activities	<u><u>\$ 119,958,143</u></u>

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Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

F. GOVERNMENTAL FUND BALANCES

At September 30, 2016, the County's governmental fund balances were classified as follows:

	Major Funds			Other
	General	Fire Protection MSTU	Sales Tax Trust	Governmental Funds
Nonspendable:				
Deposits and prepaids	\$ 1,407,259	\$ -	\$ -	\$ 193,259
Interfund loan	3,200,000	-	-	124,366
Restricted for:				
Protection of people and property	-	-	-	61,536,796
Court programs	-	-	-	6,852,667
Physical environment	255,365	-	-	14,978,255
Transportation projects	-	-	-	157,782,648
Economic environment	-	-	-	29,294,138
Human services	-	-	-	1,052,705
Parks and recreation	-	-	-	17,526,500
Public donations	911,457	-	-	-
Administrative operations	-	-	-	1,107,698
Debt service	-	-	51,080,350	11,640,905
Committed to:				
Construction projects	-	-	-	33,140,141
Protection of people and property	27,863	42,912,632	-	15,504,946
Physical environment	-	-	-	31,403,958
Transportation projects	-	-	-	27,795,306
Human services	-	-	-	1,172,225
Parks and recreation	-	-	-	33,566,476
Assigned to:				
Administrative operations	5,752,372	-	-	-
Court programs	-	-	-	131,018
Protection of people and property	5,433,232	-	66,117,659	3,956,967
Physical environment	44,756	-	-	-
Transportation projects	-	-	80,810,472	46,976,009
Human services	2,651,057	-	-	158,382
Debt service	-	-	338,186	66,853,212
Unassigned:				
General government	122,665,561	-	-	-
Total fund balances	<u>\$ 142,348,922</u>	<u>\$ 42,912,632</u>	<u>\$ 198,346,667</u>	<u>\$ 562,748,577</u>

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

G. RISK MANAGEMENT AND INSURANCE COVERAGE

Risk Management Program:

The County maintains the Risk Management internal service fund which reports the costs and benefits of a mutual risk management, loss prevention, and self-insurance program for property, liability, and workers' compensation losses. The self-insurance program covers the operations of the Board and the constitutional officers with the exception of the Sheriff, which elects to assume responsibility for general liability, automobile, and workers' compensation losses related to its operations.

The Risk Management fund covers claims on losses up to the following limits:

<u>Amount</u> <u>Per Occurrence</u>	<u>Type of Coverage</u>
\$1,000,000	Public Liability, including Terrorism
500,000	Property
500,000	Cyber Liability
2% of unit value	Named Windstorm
250,000	Environmental and Storage Tank Liability
50,000	Money and Securities Theft
50,000	Employee Fidelity
50,000	Boiler and Machinery Breakdown
25,000	Sabotage and Terrorism
250,000	Vehicle and Mobile Equipment
Self-Insured	Workers' Compensation

The County has excess insurance coverage in place for instances where losses exceed the above-stated limits.

With regard to insurance coverages for the Sheriff, all general liability and automobile claims incurred subsequent to September 30, 1996, except for Fiscal Year 2000 claims covered by a commercial insurance carrier, are covered by the Florida Sheriff's Self-Insurance Fund, a risk management pool to which risk is transferred in exchange for annual premium payments. These payments are accounted for as General fund expenditures.

Sheriff's workers' compensation claims since October 1, 1999 are covered by commercial insurance carriers, subject to a \$250,000 per claim deductible. Effective October 1, 2004, the Sheriff became self-insured for workers' compensation, subject to a \$600,000 deductible. The Sheriff has been self-insured for health claims since October 1, 2003. The worker's compensation and health insurance liabilities described here are accounted

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

G. RISK MANAGEMENT AND INSURANCE COVERAGE, Continued

for through internal service funds. In addition to certain bank deposits administered by the Sheriff's third party administrators, the Sheriff has an unused \$380,761 letter of credit outstanding to secure payment for workers' compensation claims incurred since October 1, 1999. There have been no claims made against the letter of credit.

Overall, there have been no claim settlements in excess of insurance coverage during the three fiscal years ended September 30, 2016. Coverage limits for flood and earthquake damages, damages from named windstorms, and damages from other wind or hail events, are set at \$50 million, \$100 million, and \$500 million, respectively.

The claims liability reported in the Risk Management, Sheriff's Health Insurance and Workers' Compensation Internal Service funds at September 30, 2016 and 2015 is based on an actuarial review of claims pending and past experience. The liability is recorded on a present value basis, excluding nonincremental claims adjustment expenses and using a discount factor of 3.5%. The undiscounted liability as of September 30, 2016 was \$58,961,030. Changes in the fund's claims liability amount during Fiscal Years 2016 and 2015 were:

	Year ended September 30	
	<u>2016</u>	<u>2015</u>
Liability beginning balance	\$ 48,769,086	\$ 48,261,972
Claims and changes in estimates	47,876,559	44,104,657
Claim payments	<u>(47,011,007)</u>	<u>(43,597,543)</u>
Liability ending balance	<u>\$ 49,634,638</u>	<u>\$ 48,769,086</u>

Self-Insurance – Employee Medical Benefits:

Effective January 1, 2007, the County converted from a fully-insured to a self-insured plan for employee medical benefits. The plan covers all regular employees and certain retirees and former employees of the County and their eligible dependents. Pursuant to interlocal agreements, all of the constitutional officers except for the Sheriff, as well as four other small local governmental agencies, are participating in the County's plan. In accordance with GASB Statement No. 10, the plan is accounted for through the County's Employee Benefits internal service fund.

The self-insurance plan covers claims up to \$800,000 per individual per year. The County has purchased an insurance policy to cover claims in excess of this amount, up to an

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

G. RISK MANAGEMENT AND INSURANCE COVERAGE, Continued

additional \$2 million per individual per year. In accordance with the Affordable Care Act, the lifetime maximum for a covered individual is unlimited.

The claims liability reported in the Employee Benefits internal service fund is the actuarially determined undiscounted amount. The change in the fund's claims liability amount during Fiscal Years 2016 and 2015 was:

	Year ended September 30	
	<u>2016</u>	<u>2015</u>
Liability beginning balance	\$ 6,903,769	\$ 7,873,933
Claims incurred	83,024,023	79,549,564
Claim payments	<u>(83,606,384)</u>	<u>(80,519,728)</u>
Liability ending balance	<u>\$ 6,321,408</u>	<u>\$ 6,903,769</u>

H. RETIREMENT PLANS

Florida Retirement System:

General Information - All of the County's employees of the primary government participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan ("Investment Plan") alternative to the FRS Pension Plan, which is administered by the State Board of Administration ("SBA"). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida State Legislature.

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement,

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

H. RETIREMENT PLANS, Continued

Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000,
or from the Web site:

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

Pension Plan

Plan Description – The Pension Plan is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (“DROP”) for eligible employees.

Benefits Provided - Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Special Risk Administrative Support class members who retire at or after age 55 with at least six years of credited service or 25 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Special Risk class members (sworn law enforcement officers, firefighters, and correctional officers) who retire at or after age 55 with at least six years of credited service, or with 25 years of service regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 3.0% of their final average compensation based on the five highest years of salary for each year of credited service. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five highest years of salary for each year of credited service. Elected Officers’ class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary for each year of credited service.

For Plan members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of credited service for all these members and increasing normal retirement to age 65 or 33 years of service regardless of age for Regular, Senior Management Service, and Elected Officers’ class members, and to age 60 or 30 years of service regardless of

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

H. RETIREMENT PLANS, Continued

age for Special Risk and Special Risk Administrative Support class members. Also, the final average compensation for all these members will be based on the eight highest years of salary.

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the Pension Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is three percent per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of three percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by three percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

In addition to the above benefits, the DROP program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

Contributions – Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute three percent of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2015 through June 30, 2016 and from July 1, 2016 through September 30, 2016, respectively, were as follows: Regular--7.26% and 7.52%; Special Risk Administrative Support--32.95% and 28.06%; Special Risk--22.04% and 22.57%; Senior Management Service--21.43% and 21.77%; Elected Officers'--42.27% and 42.47%; and DROP participants--12.88% and 12.99%. These employer contribution rates include a 1.66% HIS Plan subsidy for the period covering October 1, 2015 through September 30, 2016.

The County's contributions to the Pension Plan totaled \$59,465,980 for the fiscal year ended September 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At September 30, 2016, the County reported a liability of \$572,354,121 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

H. RETIREMENT PLANS, Continued

as of July 1, 2016. The County's proportionate share of the net pension liability was based on the County's 2015-16 fiscal year contributions relative to the 2014-15 fiscal year contributions of all participating members. At June 30, 2016, the County's proportionate share was 2.27%, which was an increase of 0.15% from its proportionate share measured as of June 30, 2015.

For the fiscal year ended September 30, 2016, the County recognized pension expense of \$82,942,570. In addition the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 43,823,833	\$ 5,329,003
Change of assumptions	34,625,710	-
Net difference between projected and actual earnings on Pension Plan investments	147,946,564	-
Changes in proportion and differences between County Pension Plan contributions and proportionate share of contributions	20,671,338	14,258,903
County Pension Plan contributions subsequent to the measurement date	16,928,880	-
Total	<u>\$ 263,996,325</u>	<u>\$ 19,587,906</u>

The deferred outflows of resources related to the Pension Plan, totaling \$16,928,880 resulting from County contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

H. RETIREMENT PLANS, Continued

Fiscal Year Ending <u>September 30:</u>	<u>Amount</u>
2017	\$ 30,309,459
2018	30,309,459
2019	87,988,213
2020	62,620,066
2021	12,121,358
Thereafter	4,130,984

Actuarial Assumptions – The total pension liability in the July 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Investment rate of return	7.60%, net of pension plan investment expense, including inflation

Mortality rates were based on the Generational RP-2000 with Projection Scale BB tables.

The actuarial assumptions used in the July 1, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

The long-term expected rate of return on Pension Plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. 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. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

H. RETIREMENT PLANS, Continued

<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Arithmetic Return</u>	<u>(Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.0%	3.0%	3.0%	1.7%
Fixed income	18.0%	4.7%	4.6%	4.6%
Global equity	53.0%	8.1%	6.8%	17.2%
Real estate (property)	10.0%	6.4%	5.8%	12.0%
Private equity	6.0%	11.5%	7.8%	30.0%
Strategic investments	12.0%	6.1%	5.6%	11.1%
Total	<u>100.0%</u>			

Assumed Inflation - Mean	2.6%	1.9%
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(1) As outlined in the Pension Plan's investment policy

Discount Rate - The discount rate used to measure the total pension liability was 7.60%, which is a decrease from 7.65% used to determine the total pension liability in the prior year. The Pension 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 calculation of the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the County's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following represents the County's proportionate share of the net pension liability calculated using the discount rate of 7.60%, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	<u>1% Decrease (6.60%)</u>	<u>Current Discount Rate (7.60%)</u>	<u>1% Increase (8.60%)</u>
County's proportionate share of the net pension liability at September 30, 2016	\$1,053,742,687	\$572,354,121	\$ 171,661,715

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

H. RETIREMENT PLANS, Continued

Pension Plan Fiduciary Net Position - Detailed information regarding the Pension Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report.

Payables to the Pension Plan - At September 30, 2016, the County reported de minimis amounts payable for outstanding contributions to the Pension Plan required for the fiscal year ended September 30, 2016.

HIS Plan

Plan Description – The HIS Plan is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided – For the fiscal year ended September 30, 2016, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month. To be eligible to receive these benefits, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Contributions – The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2016, the HIS rate was 1.66%. The County contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled.

The County's contributions to the HIS Plan totaled \$8,986,389 for the fiscal year ended September 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At September 30, 2016, the County reported a liability of \$196,926,370 for its proportionate share of the HIS Plan's net pension liability.

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ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

H. RETIREMENT PLANS, Continued

The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. The County's proportionate share of the net pension liability was based on the County's 2015-16 fiscal year contributions relative to the 2014-15 fiscal year contributions of all participating members. At June 30, 2016, the County's proportionate share was 1.69%, which was an increase of 0.02% from its proportionate share measured as of June 30, 2015.

For the fiscal year ended September 30, 2016, the County recognized pension expense of \$16,628,261. In addition the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 448,526
Change of assumptions	30,902,754	-
Net difference between projected and actual earnings on HIS Plan investments	99,571	-
Changes in proportion and differences between County HIS Plan contributions and proportionate share of contributions	3,662,954	474,326
County HIS Plan contributions subsequent to the measurement date	<u>2,306,346</u>	<u>-</u>
Total	<u>\$ 36,971,625</u>	<u>\$ 922,852</u>

The deferred outflows of resources related to the HIS Plan, totaling \$2,306,346 resulting from County contributions to the HIS Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

H. RETIREMENT PLANS, Continued

Fiscal Year Ending <u>September 30:</u>	<u>Amount</u>
2017	\$ 6,063,038
2018	6,063,038
2019	6,044,078
2020	6,034,977
2021	5,206,563
Thereafter	4,330,733

Actuarial Assumptions – The total pension liability in the July 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Municipal bond rate	2.85%

Mortality rates were based on the Generational RP-2000 with Projection Scale BB tables.

The actuarial assumptions used in the July 1, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

Discount Rate - The discount rate used to measure the total pension liability was 2.85%, which is a decrease from 3.80% used to determine the total pension liability in the prior year. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Sensitivity of the County's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following represents the County's proportionate share of the net pension liability calculated using the discount rate of 2.85%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

H. RETIREMENT PLANS, Continued

	1% Decrease (1.85%)	Current Discount Rate (2.85%)	1% Increase (3.85%)
County's proportionate share of the HIS Plan liability at September 30, 2016	\$225,919,284	\$ 196,926,370	\$ 172,863,830

HIS Plan Fiduciary Net Position - Detailed information regarding the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report.

Payables to the HIS Plan - At September 30, 2016, the County reported de minimis amounts payable for outstanding contributions to the HIS Plan required for the fiscal year ended September 30, 2016.

The aggregate amount of net pension liabilities, related deferred outflows of resources and deferred inflows of resources and pension expense for the County's defined benefit pension plans are summarized below:

	Pension Plan	HIS Plan	Total
Net pension liabilities	\$ 572,354,121	\$ 196,926,370	\$ 769,280,491
Deferred outflows of resources related to defined benefit plans	263,996,325	36,971,625	300,967,950
Deferred inflows of resources related to defined benefit plans	19,587,906	922,852	20,510,758
Pension expense	82,942,570	16,628,261	99,570,831

Investment Plan

The SBA administers the defined contribution plan officially titled the FRS Investment Plan. The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

H. RETIREMENT PLANS, Continued

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. County employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the Pension Plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution and by forfeited benefits of plan members. The employer contribution for the periods from October 1, 2015 through June 30, 2016 and July 1, 2016 through September 30, 2016 were 0.04% and 0.06% of payroll, respectively. Allocations to the investment member's accounts during the 2015-16 fiscal year, as established by Section 121.72, Florida Statutes, are based on a percentage of gross compensation, by class, as follows: Regular class--6.30%, Special Risk Administrative Support class--7.95%, Special Risk class--14.00%, Senior Management Service class--7.67% and County Elected Officers class--11.34%.

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the Pension Plan is transferred to the Investment Plan, the member must have the years of service required for Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five-year period, the employee will regain control over their account. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended September 30, 2016, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the County.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

H. RETIREMENT PLANS, Continued

transfer the account balance to the Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The County's Investment Plan pension expense totaled \$10,761,851 for the fiscal year ended September 30, 2016.

Orange County Housing Finance Authority Defined Benefit Pension Plans:

The Orange County Housing Finance Authority (Authority), a discretely presented component unit of the Board, participates in the cost-sharing, multiple employer defined benefit pension plans administered by the Florida Retirement System (FRS). Further information on the effect of participation in the FRS plans is included in the Authority's Annual Financial Report and can be obtained from the Authority's administrative office whose address is indicated on page 35 of this report.

Orange County Library District Defined Benefit Pension Plan:

The Orange County Library District (District), a discretely presented component unit of the Board, administers a single employer defined benefit pension plan (Plan). A complete description of the Plan is included in the District's Comprehensive Annual Financial Report and can be obtained from the District's administrative office whose address is indicated on page 35 of this report.

I. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

Orange County Other Postemployment Benefit Plan:

Plan Description - The Board and all constitutional officers, except for the Clerk of the Circuit and County Courts, administer a single-employer defined other postemployment benefit plan (OPEB Plan) and can amend the benefit provisions. In accordance with its Personnel Policies and Collective Bargaining Agreements, the Board offers an OPEB Plan that subsidizes the cost of health care for its retirees and eligible dependents. Board employees with at least 10 years of combined service under the Board and/or the Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, or Tax Collector who retire and immediately begin receiving benefits from the Florida Retirement System (FRS) are eligible to receive a monthly health care subsidy payment of three dollars per year of service up to a maximum of \$90 per month. If combined service is at least 20 years and receipt of FRS benefits is deferred to a later date, this monthly benefit may be vested for commencement at such deferral date. Additionally, in accordance with State statute, Board employees who retire and immediately begin receiving benefits from the FRS have the option of continuing in the County health insurance plan at the same group rate as for

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

I. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS, Continued

active employees. Benefit provisions for the Comptroller and Supervisor of Elections are essentially the same as the Board. Benefit provisions for the Sheriff, Property Appraiser (if employed prior to October 1, 2005) and Tax Collector differ in that the monthly health care subsidy payment is five dollars per year of service up to a maximum of \$150 per month. Also, there are differences in the service reciprocity and vesting features of their respective plans.

In September 2007, the County established the Orange County Health Care Benefit Trust (Trust), a qualifying trust, and began funding its OPEB Plan obligation. The Clerk of the Circuit and County Courts was excluded from participation in the Trust, and benefit provisions of constitutional officers that exceed those of the Board are excluded from the Trust. Separate stand-alone financial statements for the Trust are not prepared.

At September 30, 2016, the date of the latest actuarial valuation, plan participation consisted of:

OPEB plan participants	9,475
Retirees receiving benefits	3,109

Funding Policy - The County has the authority to establish and amend funding policy. For the year ended September 30, 2016, the County contributed \$11,457,046 to the OPEB Plan, including a contribution of \$7,247,859 to the Trust. It is the County's intent to base future Trust contributions on the annual OPEB cost (AOC) in subsequent annual actuarial reports; however, no Trust contributions are legally or contractually required.

Annual OPEB Cost and Net OPEB Asset - The annual cost of the County's OPEB Plan is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liability over a period not to exceed 30 years. The following table shows the components of the County's annual OPEB cost (expense) for the year, as calculated based on the ARC, the amount actually contributed, and the changes in the net OPEB Plan obligation (asset).

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

I. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS, Continued

Annual Required Contribution (ARC)	\$ 7,610,205
Interest on net OPEB asset	(1,343,181)
Adjustment to ARC	<u>980,835</u>
Annual OPEB cost (AOC)	7,247,859
Contributions made	<u>(11,457,046)</u>
Increase in net OPEB asset (contribution greater than AOC)	(4,209,187)
Net OPEB asset (cumulative net contribution in excess of AOC) - beginning of year	<u>(17,909,081)</u>
Net OPEB asset (cumulative net contribution in excess of AOC) - end of year	<u><u>\$ (22,118,268)</u></u>

Three Year Trend Information:

<u>Year Ended September 30</u>	<u>Annual OPEB Cost (AOC)</u>	<u>AOC Contributed</u>	<u>Net OPEB Asset</u>
2014	\$7,610,799	137%	(\$15,383,104)
2015	\$7,852,896	132%	(\$17,909,081)
2016	\$7,247,859	158%	(\$22,118,268)

The County's net OPEB asset is reported as an asset in the government-wide statement of net position.

Funded Status and Funding Progress - As of the September 30, 2016 actuarial valuation date, the OPEB Plan was 54.5% funded, the actuarial accrued liability for benefits was \$104.1 million, and the actuarial value of assets was \$56.7 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$47.4 million. The annual covered payroll was \$516.0 million, and the ratio of the UAAL to the covered payroll was 9.2%. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions - Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

I. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS, Continued

funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

The actuarial methods are:

Actuarial cost method	Entry Age cost method
Amortization method	Level percent of payroll projected to grow 3.5% per year
Amortization period (closed)	21 years
Asset valuation method	Fair value

The actuarial assumptions are:

Investment rate of return	7.5%
Projected annual salaries increase	4.5%
Inflation rate	2.5%
Healthcare cost trend rate	Increase of 7.0% pre Medicare for Fiscal Year 2016 grading to an ultimate rate of 5.0% for Fiscal Year 2023

Clerk of the Circuit and County Courts Other Postemployment Benefit Plan

Plan Description - The Clerk of the Circuit and County Courts (Clerk) administers a single-employer defined other postemployment benefit plan (OPEB Plan) that subsidizes the cost of health care for its retirees and eligible dependents. Retirees with at least 10 years of service under the Clerk who are receiving benefits from the FRS are eligible to receive a monthly benefit of five dollars per year of service up to a maximum of \$150 per month. Additionally, in accordance with State statute, Clerk employees who retire and immediately begin receiving benefits from the FRS have the option of continuing in the County health insurance plan at the same group rate as for active employees.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

I. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS, Continued

In June 2009, the Clerk established the Orange County Clerk of the Circuit and County Courts Retiree Health Insurance Subsidy Trust ("Trust"), a qualifying trust, and began funding its OPEB Plan obligation. Separate stand-alone financial statements for the Trust are not prepared.

At October 1, 2015, the date of the latest actuarial valuation, plan participation consisted of:

OPEB plan participants	443
Retirees receiving benefits	136

Funding Policy – The Clerk has the authority to establish and amend its funding policy. For the year ended September 30, 2016, the Clerk contributed \$677,275 to the OPEB Plan, including a contribution of \$375,000 to the Trust. It is the Clerk's intent to base future contributions on annual subsidy requirements of participants, supplemented by amounts, if available, to ensure the Trust is fully funded. However, no Trust contributions are legally or contractually required.

Annual OPEB Cost and Net OPEB Asset – The Clerk engaged an actuarial firm to determine the estimated asset associated with OPEB as of September 30, 2015 and September 30, 2016, as well as the annual required contribution (ARC) for funding this obligation. Based on this report, including assumptions that the ARC is funded and has an average return on investment of 3.5%, the ARC for the Clerk's office in Fiscal Year 2016 was \$499,880. The annual cost (expense) of the OPEB Plan is calculated based on the ARC. The Clerk's annual OPEB cost, actual contributions made, and change in the net OPEB obligation (asset) for 2016 are as follows:

Annual Required Contribution (ARC)	\$ 499,880
Interest on net OPEB asset	(122,573)
Adjustment to ARC	<u>116,736</u>
Annual OPEB cost (AOC)	494,043
Contributions made	<u>(677,275)</u>
Increase in net OPEB asset	(183,232)
Net OPEB asset - beginning of year	<u>(3,502,075)</u>
Net OPEB asset - end of year	<u><u>\$ (3,685,307)</u></u>

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

I. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS, Continued

Three Year Trend Information:

<u>Year Ended September 30</u>	<u>Annual OPEB Cost (AOC)</u>	<u>Percentage of Annual OPEB AOC Contributed</u>	<u>Net OPEB Asset</u>
2014	\$602,430	501%	\$ (3,290,885)
2015	\$443,561	148%	\$ (3,502,075)
2016	\$494,043	137%	\$ (3,685,307)

The Clerk's net OPEB asset is presented as an asset on the government-wide statement of net position.

Funded Status and Funding Progress – As of the October 1, 2015, the most recent actuarial valuation date of the Clerk's OPEB Plan was 83.6% funded, the actuarial accrued liability for benefits was \$7.5 million and the actuarial value of assets was \$6.3 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$1.2 million. The annual covered payroll was \$20.0 million, and the ratio of the UAAL to the covered payroll was 6.1%. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

I. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS, Continued

The actuarial methods are:

Actuarial cost method	Entry Age cost method
Amortization method	Level percent of payroll projected to grow 3.5% per year
Amortization period (closed)	23 years
Asset valuation method	Fair value

The actuarial assumptions are:

Investment rate of return	3.5%
Projected annual salaries increase	4.5%
Inflation rate	2.5%
Healthcare cost trend rate	Increase of 8.0% pre Medicare for Fiscal Year 2015 grading to an ultimate rate of 5.0% for Fiscal Year 2023

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Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

J. ORANGE COUNTY AND CLERK OF CIRCUIT AND COUNTY COURTS OTHER POSTEMPLOYMENT BENEFIT TRUST FUND FINANCIAL STATEMENTS

Statement of Net Position: at September 30, 2016	County OPEB	Clerk OPEB	Totals
Assets			
Cash and investments	\$ 16,828	\$ 6,647,690	\$ 6,664,518
Other investments:			
Domestic equity securities and mutual funds	30,945,357	-	30,945,357
International equity securities and mutual funds	23,834,977	-	23,834,977
Money market accounts and mutual funds	386,834	-	386,834
Fixed income mutual funds	6,809,673	-	6,809,673
Total other investments	61,976,841	-	61,976,841
Total assets	61,993,669	6,647,690	68,641,359
Liabilities			
Accounts payable	5,295,639	-	5,295,639
Total liabilities	5,295,639	-	5,295,639
Net position			
Held in trust for other postemployment benefits	\$ 56,698,030	\$ 6,647,690	\$ 63,345,720
Statement of Changes in Net Position: year ended September 30, 2016			
Additions:			
Employer contributions	\$ 7,247,859	\$ 375,000	\$ 7,622,859
Net investment income	6,214,491	3,889	6,218,380
Total additions	13,462,350	378,889	13,841,239
Deductions:			
Benefits paid to participants	6,875,456	-	6,875,456
Administrative expenses	34,020	-	34,020
Total deductions	6,909,476	-	6,909,476
Increase in net position	6,552,874	378,889	6,931,763
Net position - beginning of year	50,145,156	6,268,801	56,413,957
Net position - end of year	\$ 56,698,030	\$ 6,647,690	\$ 63,345,720

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

K. LONG-TERM LIABILITIES

A summary of the changes in long-term liabilities (current and noncurrent portions) of the County for the year ended September 30, 2016 is as follows:

	Balance 10/1/15	Additions	Reductions	Balance 9/30/16	Due Within One Year
Governmental activities:					
Revenue bonds payable	\$ 293,136,564	\$ 30,110,000	\$ (48,149,513)	\$ 275,097,051	\$ 19,475,051
Less unamortized costs:					
Bond premium (discount)	23,527,390	-	(4,027,737)	19,499,653	-
Total revenue bonds payable, net of unamortized costs	316,663,954	30,110,000	(52,177,250)	294,596,704	19,475,051
Accreted interest payable	13,675,353	-	(1,640,659)	12,034,694	-
Notes payable	10,715,000	-	(1,225,000)	9,490,000	1,255,000
Liability, health and workers' compensation claims payable	55,672,855	136,772,498	(136,489,307)	55,956,046	22,631,570
Capital leases	3,642,423	12,271,169	(6,693,091)	9,220,501	2,474,006
Compensated absences payable	76,198,030	56,031,087	(57,376,722)	74,852,395	68,851,728
Landfill closure costs payable	2,658,762	23,929	-	2,682,691	89,423
Net pension liability	405,872,842	303,836,158	-	709,709,000	5,029,703
Governmental activity long-term liabilities	<u>\$ 885,099,219</u>	<u>\$ 539,044,841</u>	<u>\$ (255,602,029)</u>	<u>\$ 1,168,542,031</u>	<u>\$ 119,806,481</u>
Business-type activities:					
Revenue bonds payable	\$ 701,740,000	\$ 152,060,000	\$ (101,270,000)	\$ 752,530,000	\$ 37,580,000
Less unamortized costs:					
Bond premium (discount)	39,158,909	15,099,451	(6,544,572)	47,713,788	-
Total revenue bonds payable, net of unamortized costs	740,898,909	167,159,451	(107,814,572)	800,243,788	37,580,000
Landfill closure costs payable	40,781,172	12,115,006	(17,258,055)	35,638,123	1,963,594
Compensated absences payable	8,748,235	5,648,915	(6,146,331)	8,250,819	5,872,270
Loans payable	44,100,816	16,660,947	(3,654,620)	57,107,143	2,361,337
Net pension liability	38,628,561	20,942,930	-	59,571,491	647,614
Business-type activities long-term liabilities	<u>\$ 873,157,693</u>	<u>\$ 222,527,249</u>	<u>\$ (134,873,578)</u>	<u>\$ 960,811,364</u>	<u>\$ 48,424,815</u>

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE

Summary of Bonded Indebtedness:

The following is a summary of bonded indebtedness of the primary government as of September 30, 2016:

	<u>Amount Outstanding</u>
<u>Governmental Activities:</u>	
Taxable Sales Tax Revenue Refunding Bonds, Series 2012A	\$ 7,500,000
Sales Tax Revenue Refunding Bonds, Series 2012B	96,425,000
Sales Tax Revenue Refunding Bonds, Series 2012C	87,385,000
Sales Tax Revenue Bond, Series 2015	5,465,000
Sales Tax Revenue Refunding Bond, Series 2015A	30,110,000
Capital Improvement Refunding Revenue Bonds, Series 2009	16,935,000
Public Facilities Revenue Bonds, Series 1994A (excludes \$12,034,694 accreted interest on capital appreciation bonds)	3,832,051
Public Service Tax Refunding Revenue Bonds, Series 2013	<u>27,445,000</u>
Total Governmental Activities Revenue Bonds	<u><u>\$ 275,097,051</u></u>

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Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

	<u>Amount Outstanding</u>
<u>Business-type Activities:</u>	
Tourist Development Tax Refunding Revenue Bonds, Series 2007	\$ 133,700,000
Tourist Development Tax Refunding Revenue Bonds, Series 2007A	126,970,000
Tourist Development Tax Refunding Revenue Bonds, Series 2009	28,465,000
Tourist Development Tax Refunding Revenue Bonds, Series 2010	144,395,000
Tourist Development Tax Refunding Revenue Bond, Series 2013	12,745,000
Tourist Development Tax Refunding Revenue Bonds, Series 2015	154,195,000
Tourist Development Tax Refunding Revenue Bonds, Series 2016	63,025,000
Water and Wastewater Utility Revenue Bonds, Series 2016	<u>89,035,000</u>
Total Business-type Activities Revenue Bonds	<u><u>\$ 752,530,000</u></u>

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Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

Principal and Interest Requirements to Maturity:

The following represents the debt service requirements to maturity for primary government bonded indebtedness as of September 30, 2016 (in thousands):

<u>Year Ending</u> <u>September 30</u>	<u>Governmental Activities</u>			<u>Business-type Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016*	\$ 8,030	\$ 4,364	\$ 12,394	\$ 37,580	\$ 15,838	\$ 53,418
2017	18,134	14,992	33,126	39,020	32,577	71,597
2018	18,763	14,352	33,115	44,050	30,816	74,866
2019	21,995	13,597	35,592	46,060	28,806	74,866
2020	20,480	9,165	29,645	48,230	26,635	74,865
2021-2025	91,450	31,947	123,397	247,800	94,940	342,740
2026-2030	64,765	15,200	79,965	182,715	45,368	228,083
2031-2035	31,480	1,351	32,831	101,085	8,042	109,127
2036	-	-	-	5,990	180	6,170
Totals	<u>\$ 275,097</u>	<u>\$ 104,968</u>	<u>\$ 380,065</u>	<u>\$ 752,530</u>	<u>\$ 283,202</u>	<u>\$ 1,035,732</u>

*Requirements shown for year ending September 30, 2016 relate to payments due on October 1, 2016.

On December 10, 2015, the County issued a \$30,110,000 Sales Tax Revenue Refunding Bond, Series 2015A, to refund on a current basis all of the \$31,945,000 of outstanding Sales Tax Revenue Refunding Bonds, Series 2006, and to pay expenses of issuance of the Series 2015A Bond. The current refunding transaction resulted in a cash flow savings of \$4,363,632 over the life of the refunded maturities and a net present value debt service savings of \$3,825,320, discounted at 2.13%. The refunded Series 2006 Bonds were called on January 1, 2016.

On May 26, 2016, the County issued Water and Wastewater Utility Revenue Bonds, Series 2016, in the amount of \$89,035,000 to finance certain costs relating to the acquisition, construction, and equipping of various capital improvements to the System, fund a deposit to the Reserve Account equal to the reserve account requirement, and to pay expenses of issuance of the Series 2016 Bonds.

On July 14, 2016, the County issued \$63,025,000 of Tourist Development Tax Refunding Revenue Bonds, Series 2016, to refund on a current basis all of the \$72,635,000 of outstanding Tourist Development Tax Refunding Revenue Bonds, Series 2006, maturing on or after October 1, 2016. The current refunding transaction resulted in a cash flow savings of \$22,926,707 over the life of the refunded maturities and a net present

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

value debt service savings of \$17,391,145, discounted at 2.328%. The refunded Series 2006 Bonds were called on October 1, 2016.

Summary of Defeased Debt Outstanding:

The amount of primary government defeased debt still outstanding and not reported on the statements of net position as of September 30, 2016 is as follows:

	Year Defeased	Original Amount Defeased	Defeased Amount Outstanding
Sales Tax Revenue Bonds, Series 1989	1993	\$ 14,170,000	\$ 14,170,000
Tourist Development Tax Revenue Bonds, Series 1990	2000	17,045,000	4,210,000
Tourist Development Tax Revenue Bonds, Series 2006	2016	<u>72,635,000</u>	<u>72,635,000</u>
Totals		<u>\$ 103,850,000</u>	<u>\$ 91,015,000</u>

Summary of Bond Resolutions:

The following is a summary of primary government bond resolutions pertaining to debt reflected in the September 30, 2016 financial statements. Bond covenants of enterprise fund issues require supplemental disclosures in addition to those mentioned below. The supplemental disclosures are found in the separate annual financial reports of each enterprise fund. Also, other required secondary market disclosures for all bonds outstanding are found in the separate Orange County, Florida Bond Disclosure Supplement for the year ended September 30, 2016.

\$16,805,000 Taxable Sales Tax Revenue Refunding Bonds, Series 2012A

Type: Governmental Activities Revenue Bonds

Dated: April 2012

Final maturity: Year 2018

Principal payment date: January 1

Interest payment dates: January 1 and July 1

Interest rate: 5.00%

Reserve requirement: None, so long as annual pledged revenues exceed three times the maximum annual debt service for all outstanding Sales Tax bonds.

Revenue pledged: All of the Half-cent State Sales Tax accruing to Orange County. The total principal and interest remaining to be paid on this series is \$7,759,500. For the

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

fiscal year, principal and interest paid on this series was \$5,069,500 and total pledged revenue was \$166,337,860.

Purpose: Together with certain funds provided by the County, current refunding of all outstanding Sales Tax Revenue Refunding Bonds, Series 1999, in the total principal amount of \$27,725,000.

Call provisions: Series 2012A bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$97,295,000 Sales Tax Revenue Refunding Bonds, Series 2012B

Type: Governmental Activities Revenue Bonds

Dated: April 2012

Final maturity: Year 2032

Principal payment date: January 1

Interest payment dates: January 1 and July 1

Interest rates: 4.00% to 5.00%

Reserve requirement: None, so long as annual pledged revenues exceed three times the maximum annual debt service for all outstanding Sales Tax bonds.

Revenue pledged: All of the Half-cent State Sales Tax accruing to Orange County. The total principal and interest remaining to be paid on this series is \$154,438,500. For the fiscal year, no principal was due and interest paid on this series was \$4,660,000 and total pledged revenue was \$166,337,860.

Purpose: Together with certain funds provided by the County, advance refunding of all outstanding Sales Tax Revenue Bonds, Series 2002B, in the total principal amount of \$104,495,000.

Call provisions: Bonds maturing on or after January 1, 2025 are subject to redemption prior to their maturity, at the option of the County in whole or in part by lot on any date on or after January 1, 2022, with no premium.

\$96,195,000 Sales Tax Revenue Refunding Bonds, Series 2012C

Type: Governmental Activities Revenue Bonds

Dated: October 2012

Final maturity: Year 2024

Principal payment date: January 1

Interest payment dates: January 1 and July 1

Interest rates: 3.00% to 5.00%

Reserve requirement: None, so long as annual pledged revenues exceed three times the maximum annual debt service for all outstanding Sales Tax bonds.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

Revenue pledged: All of the Half-cent State Sales Tax accruing to Orange County. The total principal and interest remaining to be paid on this series is \$107,685,825. For the fiscal year, principal and interest paid on this series was \$7,609,625 and total pledged revenue was \$166,337,860.

Purpose: Together with certain funds provided by the County, current refunding of all outstanding Sales Tax Revenue Refunding Bonds, Series 2002A, in the total principal amount of \$120,065,000.

Call provisions: Series 2012C bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$5,465,000 Sales Tax Revenue Bond, Series 2015

Type: Governmental Activities Revenue Bond (not publicly placed)

Dated: September 2015

Final maturity: Year 2021

Principal payment date: January 1

Interest payment dates: January 1 and July 1

Interest rate: 1.47%

Reserve requirement: None, so long as annual pledged revenues exceed three times the maximum annual debt service for all outstanding Sales Tax bonds.

Revenue pledged: All of the Half-cent State Sales Tax accruing to Orange County. The total principal and interest remaining to be paid on this series is \$5,668,265. For the fiscal year, principal and interest paid on this series was \$66,723 and total pledged revenue was \$166,337,860.

Purpose: Finance the acquisition of various fire rescue equipment and vehicles.

Call provisions: The Series 2015 bond is not subject to redemption prior to its stated date of maturity.

\$30,110,000 Sales Tax Revenue Refunding Bond, Series 2015A

Type: Governmental Activities Revenue Bond (not publicly placed)

Dated: December 2015

Final Maturity: Year 2028

Principal payment date: January 1

Interest payment dates: January 1 and July 1

Interest rate: 2.13%

Reserve requirement: None, so long as annual pledged revenues exceed three times the maximum annual debt service for all outstanding Sales Tax bonds.

Revenue pledged: All of the Half-cent State Sales Tax accruing to Orange County. The total principal and interest remaining to be paid on this series is \$34,123,027. For the

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

fiscal year, principal and interest paid on this series was \$358,083 and total pledged revenue was \$166,337,860.

Purpose: Together with certain funds provided by the County, current refunding of all outstanding Sales Tax Revenue Refunding Bonds, Series 2006, in the total principal amount of \$31,945,000.

Call provisions: Series 2015A bond is not subject to redemption prior to its stated date of maturity.

\$25,480,000 Capital Improvement Refunding Revenue Bonds, Series 2009

Type: Governmental Activities Revenue Bonds

Dated: May 2009

Final maturity: Year 2022

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rates: 4.00% to 5.25%

Reserve requirement: None

Revenue pledged: County receipts from the State Revenue Sharing Trust Fund provided by Chapter 218, Florida Statutes in an amount equal to fifty percent (50%) of the revenue received from this source in the immediately preceding fiscal year. The total principal and interest remaining to be paid on this series is \$19,852,281. For the fiscal year, principal and interest paid on this series was \$3,098,038 and total pledged revenue was \$18,961,191.

Purpose: Together with certain funds provided by the County, current refunding of all outstanding Capital Improvement Refunding Revenue Bonds, Series 1998, in the total principal amount of \$27,715,000.

Call provisions: Series 2009 bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$33,843,803 Public Facilities Revenue Bonds, Series 1994A

Type: Governmental Activities Revenue Bonds

Dated: June 1994

Final maturity: Year 2019

Principal payment date: October 1

Interest payment dates: October 1 – only capital appreciation bonds remain outstanding.

Interest rates: 6.40% to 6.50% yield

Reserve requirement: The lesser of (1) 125% of the average annual debt service, (2) the maximum annual debt service, or (3) 10% of the initial total principal of the bonds, \$4,355,000.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

Revenue pledged: All of certain non-ad valorem revenues of the County. Among these are state sources of license revenues, local license and permit fees, local charges for service, and miscellaneous local revenue. The total principal and interest remaining to be paid on this series is \$17,420,000. For the fiscal year, principal and interest paid on this series was \$4,355,000 and total pledged revenue was \$46,838,942.

Purpose: To finance costs of construction and improvements to various County facilities and to redeem \$20,818,000 of commercial paper used for correctional facilities and telecommunication systems.

Call provisions: Series 1994A bonds that remain outstanding are not subject to redemption prior to their stated dates of maturity.

\$37,895,000 Public Service Tax Refunding Revenue Bonds, Series 2013

Type: Governmental Activities Revenue Bonds

Dated: July 2013

Final Maturity: Year 2025

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rate: 5.00%

Reserve requirement: None

Revenue pledged: All of the Public Service tax levied by the County. The total principal and interest remaining to be paid on this series is \$33,117,625. For the fiscal year, principal and interest paid on this series was \$6,380,450 and total pledged revenue was \$73,186,128.

Purpose: Current refunding of outstanding Public Service Tax Refunding and Improvement Revenue Bonds, Series 2003.

Call provisions: Series 2013 bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$139,635,000 Tourist Development Tax Refunding Revenue Bonds, Series 2007

Type: Business-type Activities Revenue Bonds

Dated: June 2007

Final maturity: Year 2030

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rates: 4.00% to 4.75%

Reserve requirement: The maximum annual debt service requirement for all outstanding series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the County, Convention Center net operating revenues, and investment earnings. The total

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

principal and interest remaining to be paid on this series is \$203,269,173. For the fiscal year, principal and interest paid on this series was \$7,829,842 and total pledged revenue was \$196,983,397.

Purpose: Advance refunding of all outstanding Tourist Development Tax Revenue Bonds, Series 2002, maturing or subject to mandatory call on or after October 1, 2013 in the total principal amount of \$136,380,000.

Call provisions: Series 2007 bonds maturing on or after October 1, 2018 are subject to redemption prior to their maturity, at the option of the County, in whole or in part by lot on any date on or after October 1, 2017, with no premium.

\$167,800,000 Tourist Development Tax Refunding Revenue Bonds, Series 2007A

Type: Business-type Activities Revenue Bonds

Dated: July 2007

Final maturity: Year 2021

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rate: 5.00%

Reserve requirement: The maximum annual debt service requirement for all outstanding series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the County, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$148,877,500. For the fiscal year, principal and interest paid on this series was \$14,845,750 and total pledged revenue was \$196,983,397.

Purpose: Current refunding of all outstanding Tourist Development Tax Refunding Revenue Bonds, Series 1997, in the total principal amount of \$176,345,000.

Call provisions: Series 2007A bonds maturing on or after October 1, 2018 are subject to redemption prior to their maturity, at the option of the County, in whole or in part by lot on any date on or after October 1, 2017, with no premium.

\$83,405,000 Tourist Development Tax Refunding Revenue Bonds, Series 2009

Type: Business-type Activities Revenue Bonds

Dated: September 2009

Final maturity: Year 2018

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rates: 4.00% to 5.00%

Reserve requirement: The maximum annual debt service requirement for all outstanding series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the County, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$29,943,125. For the fiscal year, principal and interest paid on this series was \$17,232,875 and total pledged revenue was \$196,983,397.

Purpose: Current refunding \$43,630,000 of the outstanding Tourist Development Tax Refunding Revenue Bonds, Series 1998A and \$45,300,000 of the outstanding Tourist Development Tax Revenue Bonds, Series 1998B.

Call provisions: Series 2009 bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$144,395,000 Tourist Development Tax Refunding Revenue Bonds, Series 2010

Type: Business-type Activities Revenue Bonds

Dated: September 2010

Final maturity: Year 2024

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rate: 5.00%

Reserve requirement: The maximum annual debt service requirement for all outstanding series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the County, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$195,651,625. For the fiscal year, no principal was due and interest paid on this series was \$7,219,750 and total pledged revenue was \$196,983,397.

Purpose: Current refunding \$115,590,000 of the outstanding Tourist Development Tax Refunding Revenue Bonds, Series 1998A and \$46,775,000 of the outstanding Tourist Development Tax Revenue Bonds, Series 1998B.

Call provisions: Series 2010 bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$16,015,000 Tourist Development Tax Refunding Revenue Bond, Series 2013

Type: Business-type Activities Revenue Bond (not publicly placed)

Dated: July 2013

Final maturity: Year 2019

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rate: 1.537%

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

Reserve requirement: The maximum annual debt service requirement for all outstanding series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the County, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$13,140,585. For the fiscal year, principal and interest paid on this series was \$3,289,484 and total pledged revenue was \$196,983,397.

Purpose: Current refunding of all outstanding Tourist Development Tax Refunding Revenue Bonds, Series 2003A, in the total principal amount of \$16,280,000.

Call provisions: The Series 2013 bond is not subject to optional redemption prior to its stated date of maturity.

The Series 2013 bond is subject to mandatory sinking fund redemption on the dates and in the following principal amounts stated in the years specified:

<u>Date</u>	<u>Principal Amount</u>
October 1, 2016	\$ 3,110,000
October 1, 2017	3,165,000
October 1, 2018	3,210,000
October 1, 2019 (final maturity)	3,260,000

\$154,195,000 Tourist Development Tax Refunding Revenue Bonds, Series 2015

Type: Business-type Activities Revenue Bonds

Dated: July 2015

Final maturity: Year 2031

Principal payment dates: October 1

Interest payment dates: April 1 and October 1

Interest rate: 2.00% to 5.00%

Reserve requirement: The maximum annual debt service requirement for all outstanding Series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the County, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$221,166,350. For the fiscal year, principal and interest paid on this series was \$5,378,560 and total pledged revenue was \$196,983,397.

Purpose: Current refunding of all outstanding Tourist Development Tax Refunding Revenue Bonds, Series 2005, in the total principal amount of \$185,950,000.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

Call provisions: Series 2015 bonds maturing on or after October 1, 2026 are subject to redemption prior to their maturity, at the option of the County, in whole or in part by lot on any date after October 1, 2025 with no premium.

\$63,025,000 Tourist Development Tax Refunding Revenue Bonds, Series 2016

Type: Business-type Activities Revenue Bonds

Dated: July 2016

Final maturity: Year 2032

Principal payment dates: October 1

Interest payment dates: April 1 and October 1

Interest rates: 4.00% to 5.00%

Reserve requirement: The maximum annual debt service requirement for all outstanding series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the County, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$102,514,092. For the fiscal year, no principal or interest was paid on this series and total pledged revenue was \$196,983,397.

Purpose: Current refunding of all outstanding Tourist Development Tax Refunding Revenue Bonds, Series 2006, in the total principal amount of \$72,635,000.

Call provisions: Series 2016 bonds maturing after October 1, 2026 are subject to redemption prior to their maturity, at the option of the County, in whole or in part by lot on any date on or after October 1, 2026 with no premium.

\$89,035,000 Water and Wastewater Utility Revenue Bonds, Series 2016

Type: Business-type Activities Revenue Bonds

Dated: May 2016

Final maturity: Year 2036

Principal payment dates: October 1

Interest payment dates: April 1 and October 1

Interest rates: 2.00% to 5.00%

Reserve requirement: The maximum annual debt service requirement for the outstanding Series 2016 Bonds, \$6,173,644.

Revenue pledged: All of the Water Utilities System net revenues and investment earnings. The total principal and interest remaining to be paid on this series is \$121,169,060. For the fiscal year, no principal or interest was paid on this series and total pledged revenue was \$50,581,774.

Purpose: Finance the acquisition, construction, and equipping of various capital improvements to the System, and to fund a deposit to the Reserve Account.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

Call provisions: Series 2016 bonds maturing on or after October 1, 2025 are subject to redemption prior to their maturity, at the option of the County, in whole or in part by lot on any date on or after October 1, 2024 with no premium.

Bonded Indebtedness - Discretely-Presented Component Units:

Orange County Housing Finance Authority:

Bonds and other obligations issued by the Authority are payable, both as to principal and interest, solely from the assets of the various housing programs which are pledged under the resolutions authorizing the particular issues. These issues do not constitute an obligation, either general or special, of the Board, the State of Florida or of any local government therein. Neither the faith, credit and revenues nor the taxing power of the Board, the State of Florida or any local government therein shall be pledged to the payment of the principal or interest on the obligations. During the year ended September 30, 2016, the Authority issued \$21,891,014 in housing bonds. The aggregate principal amount outstanding is \$398,683,986 at September 30, 2016.

Orange County Industrial Development Authority, Orange County Health Facilities Authority, and Orange County Educational Facilities Authority:

These Authorities serve to assist in the financing and refinancing of certain types of capital projects for third parties. Revenue bonds issued are payable solely from moneys and other assets pledged under the indentures of trust with the bond trustees and do not constitute debt of the Authorities. The Authorities serve only as "conduit" agents for their respective bond issues. The County also has no financial obligation for bonds issued by the Authorities. Therefore, the bonds outstanding are not reported in the accompanying financial statements since neither the Authorities nor the County has any commitment for their repayment.

The Industrial Development Authority assists with capital projects which will foster economic development. From inception through the end of Fiscal Year 2016, approximately \$958 million in revenue bonds have been issued by the Authority. During the year ended September 30, 2016, the Authority issued \$13 million in industrial development revenue bonds. The aggregate principal amount outstanding for the bonds issued after October 1, 1996, is approximately \$313 million at September 30, 2016.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

L. BONDS PAYABLE, Continued

The Health Facilities Authority assists with capital projects which serve to improve health-related facilities. At September 30, 2016, the total outstanding principal of revenue bonds issued by the Authority was approximately \$1.6 billion.

The Educational Facilities Authority assists with capital projects which serve to improve higher educational facilities. At September 30, 2016, the total outstanding principal of revenue bonds issued by the Authority was approximately \$21.7 million.

M. NOTES AND LOANS PAYABLE

Orange County Promissory Note – Series 2010:

On December 15, 2010, the County entered into a loan agreement with Branch Banking and Trust Company for issuance of the Orange County Promissory Note, Series 2010 (Note), for the purpose of funding upgrades and improvements to the County's public safety radio system. The total amount of the Note, which matures on October 1, 2022, was \$15,395,000 and the primary pledged revenue for the loan is the locally adopted traffic surcharge revenue authorized by Florida Statutes. As needed, legally available non-ad valorem funds are also pledged. Semi-annual interest payments at the rate of 2.57% began on October 1, 2011 and are due on April 1 and October 1. Annual principal payments began on October 1, 2011 and the principal balance outstanding was \$9,490,000 as of September 30, 2016. Note proceeds were accounted for in the County's 2010 Promissory Note capital project fund and were fully expended during Fiscal Year 2013. The total principal and interest remaining to be paid on the Note is \$10,368,425. For the fiscal year, principal and interest paid was \$1,484,634 and total primary pledged revenue was \$1,200,829.

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Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

M. NOTES AND LOANS PAYABLE, Continued

Future principal and interest payments (in thousands) required on the Note are as follows as of September 30, 2016:

<u>September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016*	\$ 1,255	\$ 122	\$ 1,377
2017	1,285	212	1,497
2018	1,320	179	1,499
2019	1,355	145	1,500
2020	1,390	110	1,500
2021-2022	<u>2,885</u>	<u>110</u>	<u>2,995</u>
Totals	<u>\$ 9,490</u>	<u>\$ 878</u>	<u>\$ 10,368</u>

*Requirement shown for year ending September 30, 2016 relates to payment due on October 1, 2016.

State Revolving Fund Loans – Water Utilities System:

In June 2002, the County began participation in the Clean Water State Revolving Fund Construction Loan Program with the State of Florida Department of Environmental Protection. Loan proceeds are being utilized by the Water Utilities System to finance various construction projects of the water and wastewater system. Pledged revenues are those pledged as security by the County in its bond resolution, after payment of operation and maintenance expenses and satisfaction of the yearly payment obligation for outstanding System revenue bonds. The County has covenanted to maintain rates and charges for System services which will be sufficient in each fiscal year, after payment of senior and parity obligations, to provide pledged revenues of at least 1.15 times the sum of all Loan Program payments due in the fiscal year. Following is a description of each of the loans outstanding as of September 30, 2016.

In June 2002, the initial loan for construction of a central wastewater collection system in the Holden Heights area was approved in the initial amount of \$8,457,900. This was reduced in Fiscal Year 2008 to \$6,241,215 to reflect the final project cost. The principal balance outstanding was \$3,169,520 as of September 30, 2016. Semiannual payments of \$193,774, including interest at 3.09%, are due on March 15 and September 15 of each year through March 15, 2026.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

M. NOTES AND LOANS PAYABLE, Continued

In August 2006, a loan was approved for a subsequent phase of the Holden Heights project, in the initial amount of \$8,339,312. This was reduced in Fiscal Year 2011 to \$6,540,920 to reflect the final project cost. The principal balance outstanding was \$4,476,788 as of September 30, 2016. Semiannual payments of \$204,412, including interest at 2.63%, are due on January 15 and July 15 of each year through July 15, 2029.

In March 2011, a loan was approved for the Lake Lawne Gravity Sewer Rehabilitation Project in the initial amount of \$1,756,255. This was reduced in Fiscal Year 2013 to \$1,734,755 to reflect the final project cost. The principal balance outstanding was \$1,397,181 as of September 30, 2016. Semiannual payments of \$54,765, including interest of 2.53%, are due on February 15 and August 15 of each year through February 15, 2032.

In January 2012, a loan was approved for the West Southwood Gravity Sewer and Water System Project in the initial amount of \$2,655,957. This was reduced in Fiscal Year 2013 to \$2,068,169 to reflect the final project cost. The principal balance outstanding was \$1,688,840 as of September 30, 2016. Semiannual payments of \$63,771, including interest of 2.38%, are due March 15 and September 15 of each year through September 15, 2032.

In January 2012, a loan was approved for the Huggins Street Pump Station Project in the initial amount of \$3,981,328. This was increased in Fiscal Year 2014 to \$6,545,876 due to additional approved rehabilitation. The principal balance outstanding was \$5,604,721 as of September 30, 2016. For this loan, semiannual payments of \$210,343, including interest of 2.38%, will be due on March 15 and September 15 of each year through March 15, 2033.

In January 2012, a loan was approved for the South and Eastern Area Reclaimed Water Main Project in the initial amount of \$5,064,998. This was reduced in Fiscal Year 2012 to \$3,405,560 to reflect the final project cost. The principal balance outstanding was \$1,364,692 as of September 30, 2016. Semiannual payments of \$107,500, including interest of 2.38%, are due on March 15 and September 15 of each year through September 15, 2033.

In January 2012, a loan was approved for the East Southwood Gravity Sewer and Water System Project in the initial amount of \$4,360,690. This was reduced in Fiscal Year 2015 to \$2,946,957 to reflect the final project cost. The principal balance outstanding was \$2,455,939 as of September 30, 2016. Semiannual payments of \$88,252, including interest of 2.38%, are due on March 15 and September 15 of each year through September 15, 2033.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

M. NOTES AND LOANS PAYABLE, Continued

In December 2012, a loan was approved for the South and Eastern Area Water Main Project in the initial amount of \$10,807,569. The principal balance outstanding was \$8,296,688 as of September 30, 2016. Semiannual payments of \$328,839, including interest of 1.99%, will be due on March 15 and September 15 of each year, for a 20-year period that began September 2016.

In December 2012, a loan was approved for the Hidden Springs Water Facility Improvements Project in the initial amount of \$4,196,246. The principal balance outstanding was \$3,438,277 as of September 30, 2016. Semiannual payments of \$127,678, including interest of 1.99%, are due on January 15 and July 15 of each year, through July 15, 2034.

In September 2013, a loan was approved for the I-Drive Forcemain and Reclaimed Water Main Improvements Project in the initial amount of \$7,571,449. The principal balance outstanding was \$6,228,790 as of September 30, 2016. Semiannual payments of \$228,846, including interest of 0.96%, are due on April 15 and October 15 of each year, for a 20-year period that began April 2016.

In May 2014, a loan was approved for the Eastern Water Reclamation Facility Phase V Improvements Project in the initial amount of \$30,139,180. This was increased in Fiscal Year 2015 to \$61,985,280 and in Fiscal Year 2016 to \$73,003,611 to reflect the additional approved construction costs of the project. The first draw on this loan was received in June 2015 and the principal balance outstanding was \$18,985,707 as of September 30, 2016. For this loan, semiannual payments of \$2,232,470, including interest of 2.26%, on the original amount and 1.91% on the first additional amount and 1.82% on the second additional amount, are due on February 15 and August 15 of each year, for a 20-year period beginning February 2019.

The total principal and interest remaining to be paid on these loans was \$64,865,001 as of September 30, 2016. For the fiscal year, principal and interest paid was \$2,658,673 and total available pledged revenue was \$49,572,783. Future principal and interest payments (in thousands) required on the State Revolving Loans are as follows as of September 30, 2016:

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

M. NOTES AND LOANS PAYABLE, Continued

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 2,361	\$ 855	\$ 3,216
2018	2,539	800	3,339
2019	6,927	1,115	8,042
2020	6,873	974	7,847
2021	6,822	828	7,650
2022-2026	19,153	2,344	21,497
2027-2031	10,875	812	11,687
2032-2033	1,557	30	1,587
Totals	<u>\$ 57,107</u>	<u>\$ 7,758</u>	<u>\$ 64,865</u>

Commercial Paper Notes:

The County has established a commercial paper program whereby Commercial Paper Notes issued are secured by a pledge of the County's non-ad valorem tax revenues. Proceeds from Note issuances may be used on various capital projects according to the specific authorizing resolutions. Total active Notes authorized were \$332,000,000 as of September 30, 2016. Of that, Notes in the total amount of \$125,536,000 were issued, all of which were redeemed by the end of Fiscal Year 2008.

The County's commercial paper debt program is administered as follows: The Notes mature within 270 days of issuance, with interest payable at maturity based on market rates not to exceed 10%. The Notes are not subject to redemption prior to maturity. As each block of Notes matures, new Notes are issued to refinance the principal amount, and current eligible revenues of the County are used to pay the interest amount due. The County deactivated use of this program during Fiscal Year 2009 upon the expiration of its broker/dealer and backup line of credit agreements and the termination of its issuance and paying agent agreement.

N. LEASE COMMITMENTS

Capital Leases:

The County has entered into various leasing agreements for vehicles, machinery and equipment. The terms of these leases are such that the County capitalized the leases and reported the obligations in the government-wide statement of net position.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

N. LEASE COMMITMENTS, Continued

The following is a schedule of future minimum lease payments applicable to governmental activities for \$15,945,223 of assets (all equipment assets) capitalized under lease agreements, and the present value of future minimum lease payments as of September 30, 2016:

<u>Year Ending September 30</u>	<u>Amount</u>
2017	\$ 2,635,469
2018	2,602,127
2019	1,835,771
2020	648,634
2021	648,634
2022-2023	<u>1,297,269</u>
Total minimum lease payments	9,667,904
Less amount representing interest	<u>(447,403)</u>
Present value of future minimum lease payments	<u><u>\$ 9,220,501</u></u>

There are no capital lease obligations outstanding at September 30, 2016 for business-type activities.

Operating Leases:

The primary government leases office facilities and equipment under various operating lease agreements which have noncancelable lease terms in excess of one year. The following is a schedule by years of future minimum rentals on such leases as of September 30, 2016:

<u>Year Ending September 30</u>	<u>Amount</u>
2017	\$ 9,500,665
2018	8,853,403
2019	7,181,971
2020	4,484,265
2021	2,793,686
Thereafter	<u>1,091,411</u>
Total future minimum rentals	<u><u>\$ 33,905,401</u></u>

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

N. LEASE COMMITMENTS, Continued

Rental expenditures on operating leases amounted to approximately \$9.7 million for the year ended September 30, 2016. The primary government also leases other office facilities and equipment on a monthly basis.

O. INTERFUND RECEIVABLE AND PAYABLE BALANCES

Interfund receivable and payable balances as of September 30, 2016, are detailed below:

Due to/from other funds:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General fund	Nonmajor governmental funds	\$ 1,159,314
Fire Protection MSTU	General fund	1,299,669
Nonmajor governmental funds	General fund	1,359,508
Nonmajor governmental funds	Nonmajor governmental funds	1,213,798
Internal service funds	General fund	238,198
General fund	Internal service funds	<u>7,288</u>
Total due to/from other funds		<u><u>\$ 5,277,775</u></u>

Advances to/from other funds:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General fund	Nonmajor governmental funds	<u><u>\$ 3,200,000</u></u>

The primary purpose of these interfund receivables and payables is to provide temporary loans for cash flow needs, primarily associated with reimbursable grant programs.

P. TRANSFERS TO/FROM OTHER FUNDS

Significant transfers between funds of the County included excess amounts from debt service funds. Pledged revenues are placed in debt service funds when initially received. After debt service requirements are fulfilled, the excess amounts are then transferred to other funds for operating expenditure purposes. Additionally, the Special Tax Equalization District special revenue fund collects the revenues necessary for certain programs or functions, and then transfers them out for expenditure purposes. The Convention Center enterprise fund records the transfer of available Tourist Development Tax monies to the General Fund for certain cultural tourism functions. The Water Utilities System enterprise fund transfers certain available funds annually to the General fund pursuant to Board resolution.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

P. TRANSFERS TO/FROM OTHER FUNDS, Continued

Interfund transfers for the 2016 fiscal year were as follows:

	Transfers to:				Totals
	General Fund	Fire Protection MSTU	Sales Tax Trust Fund	Nonmajor Governmental Funds	
Transfers from:					
General fund	\$ -	\$ 1,299,669	\$ -	\$ 21,441,811	\$ 22,741,480
Fire Protection MSTU	-	-	877,828	-	877,828
Sales Tax Trust	65,755,960	-	-	113,500,000	179,255,960
Nonmajor governmental funds	199,052,160	-	1,583	59,197,298	258,251,041
Convention Center	2,328,847	-	-	50,000	2,378,847
Water Utilities System	7,400,000	-	-	-	7,400,000
Totals	<u>\$ 274,536,967</u>	<u>\$ 1,299,669</u>	<u>\$ 879,411</u>	<u>\$ 194,189,109</u>	<u>\$ 470,905,156</u>

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Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

Q. COMMUNITY REDEVELOPMENT AGENCIES

As explained in Note A, the International Drive Community Redevelopment Agency and the Orange Blossom Trail Community Redevelopment Agency (CRA) are blended component units of the County and each is presented as a nonmajor special revenue fund. As required by State statute, additional CRA financial information during Fiscal Year 2016 is as follows:

	<u>International Drive CRA</u>	<u>Orange Blossom Trail CRA</u>
<u>Source of Deposits</u>		
County tax increment	\$ 10,725,799	\$ 140,549
City of Orlando tax increment	699,034	119,917
Interest income	<u>454,033</u>	<u>1,556</u>
Total deposits	<u>\$ 11,878,866</u>	<u>\$ 262,022</u>
<u>Purpose of Withdrawals</u>		
CRA administration	\$ 235	\$ 182,738
Residential and commercial development	-	4,903
Roadway improvements	16,927,842	11,641
Neighborhood enhancements	<u>-</u>	<u>83,935</u>
Total withdrawals	<u>\$ 16,928,077</u>	<u>\$ 283,217</u>

CRA Indebtedness

Neither CRA has pledged incremental revenues or incurred any debt to carry out its activities.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

R. COMMITMENTS AND CONTINGENCIES

Encumbrances:

As of September 30, 2016, the County had significant encumbrance commitments in the Governmental Funds as follows:

Encumbrances: (in thousands)

Major Funds

General Fund	\$ 13,881
Fire Protection MSTU	<u>1,341</u>
Total Major Funds	<u>15,222</u>

Non-Major Funds

Court Facilities Fee	287
Court Technology	73
Local Court Programs	56
Building Safety	279
Crime Prevention	52
911 Fee	294
Inmate Commissary	105
Mandatory Refuse Collection	81
Air Pollution	16
Water and Navigation Control Districts	585
Aquatic Weed Taxing District	22
Conservation Trust	158
Municipal Service Districts	105
Local Option Gas Tax	2,729
Constitutional Gas Tax	2,280
Transportation Trust	6,255
International Drive Community Redevelopment Agency	14,245
Local Housing Assistance (SHIP)	1,083
Parks	1,102
Grants	13,556
Law Enforcement Impact Fees	23
Fire Impact Fees	967
Transportation Impact Fees	1,830
Parks and Recreation Impact Fees	1,516
Miscellaneous Construction Projects	<u>17,691</u>
Total Non-Major Funds	<u>65,390</u>
Total Encumbrances	<u>\$ 80,612</u>

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

R. COMMITMENTS AND CONTINGENCIES, Continued

Commitments Under Construction Contracts:

At September 30, 2016, the County had outstanding construction and operating contracts for various projects totaling approximately \$481 million.

Grants:

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. If any expenditures are disallowed as a result of these audits, the claims for reimbursement to the grantor agency would reduce receivables and/or become a liability of the County. In the opinion of management, any such adjustments would not be material to the County's operating results or fund balances.

Litigation:

The County is a party in various lawsuits and other claims incidental to the ordinary course of its operation, some of which are covered by the County's risk management program (see Note G). While the results of litigation and claims cannot be predicted with certainty, management believes the final outcome will not have a material adverse impact on the County's financial position.

Secondary Pledge of Constitutional Gas Tax:

The County had pledged its share of the 80% portion of the two-cent Constitutional Gas Tax to repayment of the 1990 series bonded debt (Bonds) of the Central Florida Expressway Authority (Authority), a legally separate entity. The Bonds matured annually through July 1, 2016, with semiannual interest payments. In accordance with Florida law and under the terms of an Interlocal Agreement between the County and the Authority, from the inception of the Agreement through June 2016, the County remitted to the Authority on a monthly basis, the pledged revenues for the purpose of funding its debt service obligations on the Bonds. Florida law provides that any funds borrowed from the County by the Authority for these obligations will be repaid with interest at such time as the Authority deems practical. The County paid \$7,013,750 during Fiscal Year 2016 to the Authority. The Authority made its final payment on the bonds July 1, 2016, thus fulfilling the County's obligation under the terms of the Interlocal Agreement.

Community Redevelopment Agencies:

Pursuant to State statute, various local jurisdictions have created 13 Community Redevelopment Agencies (CRAs) within the County, including two formed by the County and reported as blended component units. Funding for these agencies is derived from

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

R. COMMITMENTS AND CONTINGENCIES, Continued

incremental ad valorem tax proceeds generated by improvements made within the CRA. The County is obligated to pay to each CRA from its current year's ad valorem tax the increment related to taxable property improvements made since the designated "base year." Other jurisdictions which have created CRAs are the Cities of Orlando, Winter Park, Ocoee, Maitland, Eatonville, Apopka, and Winter Garden. The total amount paid to CRAs by the County amounted to \$29,440,092 for Fiscal Year 2016.

Orange Blossom Trail Improvements:

In 1987, the County created two municipal service taxing units (MSTUs) for properties situated on and in the immediate environs of South Orange Blossom Trail (US 441), from Interstate 4 to the Beach Line Expressway. These MSTUs are reported as a part of the Municipal Service Districts special revenue fund. The purpose of the MSTUs was to fund capital costs and ongoing maintenance for enhanced improvements to a US 441 road widening project by the State of Florida, and thereby stimulate economic revitalization. The enhanced improvements consisted of streetscape/landscape features and undergrounding of utilities for the segment of US 441 noted above. When the State initiated the widening project in 1993, the MSTUs had not raised sufficient funds to pay for all of the planned enhancements. At that time, the County elected to use Local Option Gas Taxes and Public Service Taxes in the combined amount of \$8.8 million to cover the difference, with an understanding that the MSTUs would be able to reimburse this amount in subsequent fiscal years.

Due to the ongoing maintenance costs of the completed project, less than expected growth in MSTU revenues and property tax reform, actual project reimbursements from the MSTUs have totaled only \$630 thousand. Reimbursements from unspent project funds totaled an additional \$759 thousand, leaving an unreimbursed total of approximately \$7.4 million as of the end of Fiscal Year 2016. Reimbursements from the MSTUs in subsequent fiscal years will be made as funds are available; however, management's current expectation is that most of the amount outstanding will remain unreimbursed at the time the MSTUs are scheduled to sunset in Fiscal Year 2018. There is no repayment schedule, and the unreimbursed amounts are not shown in the financial statements.

Transportation Impact Fee Credits:

The County has entered into a number of agreements with developers under which the developer donates transportation infrastructure improvements or rights of way to the County and receives credit for future transportation impact fee payments. As of September 30, 2016, credit balances for future impact fees total approximately \$46.1 million.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

S. BUDGETARY LEGAL COMPLIANCE AND FUND DEFICITS

For the fiscal year ended September 30, 2016, no excess of expenditures over appropriations at the legal level of budgetary control occurred. The Sheriff's Workers' Compensation internal service fund had a deficit fund balance of \$8,096,238 at September 30, 2016. The Sheriff intends to eliminate the deficit balance in this fund through effective claims management, charges to the General fund and, to the extent necessary, funding from future excess fees.

T. PROVISION FOR CLOSURE COSTS

As explained in Note A, current regulations of the U.S. Environmental Protection Agency (EPA) and the Florida Department of Environmental Protection (FDEP) require municipal solid waste landfills to place a final cover on closed landfill areas, and to maintain those areas for up to 30 years after closure. The County periodically obtains updated and revised estimates of total future closure and postclosure costs from its consulting engineers. All amounts recognized are based on what it would cost to perform closure and postclosure functions in current dollars. Actual costs may be different due to inflation, changes in technology, or changes in laws and regulations.

The internal landfills have ceased operation. Required closure work is complete and the entire estimated \$2.7 million future cost for postclosure maintenance is reported as a long-term liability of the governmental activities on the government-wide statement of net position. These costs are recognized as governmental fund expenditures as they become obligations to be liquidated with available financial resources, using resources in the Transportation Trust and the Miscellaneous Construction Projects funds.

For the public landfill, accounted for in the Solid Waste System (System) enterprise fund, expenses associated with final closure and postclosure maintenance of landfill areas are recognized over the active life of those areas. These costs are recognized in each operating period based on the amount of waste received during that period, regardless of when cash disbursements are made for these costs. The cumulative effect of updated and revised estimates of closure-related costs is recognized in the period of the change to the extent it relates to current and past operations.

The total unrecognized closure and postclosure costs attributable to the currently active areas of the public landfill are approximately \$184 million. These costs will be recognized in future periods as the remaining capacity of approximately 44 million tons is filled. As of September 30, 2016, the active landfill areas were filled to approximately 5% and 28% of capacity for subbasins 2A-cell 2, and 9-12, respectively. The current landfill facilities are expected to provide the needed capacity through 2088.

Continued

ORANGE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

T. PROVISION FOR CLOSURE COSTS, Continued

The County is required by FDEP annually to show proof of ability to finance closure and postclosure costs, and has done so for the internal landfills by providing a standby letter of credit and trust account. For the public landfill, the County has fulfilled the requirements of the financial test provision of the regulation. In addition, the County is making deposits to closure costs account in the System enterprise fund to provide for the financing of future closure activities of the public landfill. The balance in this account as of September 30, 2016 was approximately \$37.8 million. The liability for closure and post-closure activities, calculated in accordance with GASB Statement No. 18 and reported on the System's statement of net position, was approximately \$35.6 million as of September 30, 2016.

U. SUBSEQUENT EVENTS

Tourist Development Tax Revenue Bonds, Series 2016A and
Tourist Development Tax Refunding Revenue Bonds, Series 2016B

On December 21, 2016, the County issued \$88,940,000 Tourist Development Tax Revenue Bonds, Series 2016A and \$202,745,000 Tourist Development Tax Refunding Revenue Bonds, Series 2016B. The proceeds of the 2016A Bonds, together with other cash on hand will be used to pay \$115.5 million of the cost to complete the Stage II project of the Performing Arts Center and to fund increases to the debt service reserve account. The proceeds of the 2016B Bonds, together with other cash on hand, will be used to advance refund the City of Orlando Contract Tourist Development Tax Payments Revenue Bonds, Series 2014A. The combination of these bond issues completes the County's obligation for annual payments from the first four cents of Tourist Development Tax Proceeds to the City.

The advance refunding of the City of Orlando Contract Tourist Development Tax Payments Revenue Bonds, Series 2014A, released the Center's current liability of \$46.7 million due to the City of Orlando. The amount paid for the refunding was approximately \$218.8 million. Together with the \$115.5 million payment noted above, reduced by the \$46.7 million released liability, the transaction will result in the recognition of a special charge of approximately \$287.6 million to the Center in Fiscal Year 2017.

Orange County Health Facilities Authority

On October 1, 2016 and December 1, 2016, the Authority issued tax-exempt bonds in the amount of \$18,555,000 and \$160,365,000, respectively.

ORANGE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
for the year ended September 30, 2016

Schedule of the County's Proportionate Share of Net Pension Plan Liability
Florida Retirement System Pension Plan

	Year ended June 30			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
County's proportion of the net pension liability	2.27%	2.12%	2.11%	2.24%
County's proportionate share of the net pension liability	\$ 572,354,121	\$ 273,968,826	\$ 129,054,334	\$ 386,125,135
County's covered-employee payroll (1)	\$ 487,856,620	\$ 427,813,912	\$ 409,719,037	\$ 403,363,362
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	117.32%	64.04%	31.50%	95.73%
Plan fiduciary net position as a percentage of the total pension liability	85%	92%	96.09%	N/A

Note: Data was unavailable prior to 2013

(1) Information for Years 2013 through 2015 has been updated from that previously reported.

Schedule of the County's Contributions to the Florida Retirement System Pension Plan

	Year ended September 30	
	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 52,251,364	\$ 48,150,262
Contributions in relation to the contractually required contribution	<u>59,465,980</u>	<u>52,688,667</u>
Contribution deficiency (excess)	<u>(7,214,616)</u>	<u>\$ (4,538,405)</u>
County's covered-employee payroll (1)	\$ 474,698,486	\$ 433,044,229
Contributions as a percentage of covered-employee payroll	12.5%	12.2%

Note: Data was unavailable prior to 2015

(1) Information for Fiscal Year 2015 has been updated from that previously reported.

Continued

ORANGE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION, Continued
for the year ended September 30, 2016

**Schedule of the County's Proportionate Share of Net Pension Plan Liability
Health Insurance Subsidy Plan**

	Year ended June 30			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
County's proportion of the net pension liability	1.69%	1.67%	1.65%	1.64%
County's proportionate share of the net pension liability	\$ 196,926,370	\$ 170,532,577	\$ 154,519,346	\$ 143,028,200
County's covered-employee payroll	\$ 529,042,980	\$ 520,961,900	\$ 498,927,226	\$ 491,187,730
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	37.22%	32.73%	30.97%	29.12%
Plan fiduciary net position as a percentage of the total pension liability	0.97%	0.50%	0.99%	N/A

Note: Data was unavailable prior to 2013

Schedule of the County's Contributions to the Health Insurance Subsidy Plan

	Year ended September 30	
	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 8,950,958	\$ 8,215,413
Contributions in relation to the contractually required contribution	<u>8,986,389</u>	<u>6,925,587</u>
Contribution deficiency (excess)	<u>\$ (35,431)</u>	<u>\$ 1,289,826</u>
County's covered-employee payroll	\$ 529,613,633	\$ 527,331,014
Contributions as a percentage of covered-employee payroll	1.69%	1.56%

Note: Data was unavailable prior to 2015

Continued

ORANGE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION, Continued
for the year ended September 30, 2016

Orange County
Other Postemployment Benefit Plan

Schedule of Funding Progress

	Actuarial Valuation Dates		
	<u>09/30/16</u>	<u>09/30/15</u>	<u>09/30/14</u>
Actuarial Value of Assets [a]	\$ 56,704,113	\$ 50,149,291	\$ 49,121,302
Actuarial Accrued Liability (AAL) - Entry Age [b]	\$ 104,079,723	\$ 98,855,963	\$ 111,658,353
Unfunded AAL (UAAL) [b-a]	\$ 47,375,610	\$ 48,706,672	\$ 62,537,051
Funded Ratio [a/b]	54.48%	50.73%	43.99%
Covered Payroll [c]	\$ 515,972,104	\$ 506,887,275	\$ 485,741,332
UAAL as a Percentage of Covered Payroll [(b-a)/c]	9.18%	9.61%	12.87%

Schedule of Employer Contributions

Year Ended September 30	Employer Contributions	
	Annual Required Contribution (ARC)	Percentage of ARC Contributed
2016	\$ 7,610,205	151%
2015	\$ 8,164,136	127%
2014	\$ 7,864,464	133%

Continued

ORANGE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION, Continued
for the year ended September 30, 2016

Clerk of the Circuit and County Courts
Other Postemployment Benefit Plan

Schedule of Funding Progress

	<u>Actuarial Valuation Dates</u>		
	<u>09/30/15</u>	<u>09/30/14</u>	<u>09/30/13</u>
Actuarial Value of Assets [a]	\$ 6,268,801	\$ 5,913,900	3,169,170
Actuarial Accrued Liability (AAL) - Entry Age [b]	\$ 7,494,561	\$ 6,540,383	8,961,748
Unfunded AAL (UAAL) [b-a]	\$ 1,225,760	\$ 626,483	5,792,578
Funded Ratio [a/b]	83.64%	90.42%	35.36%
Covered Payroll [c]	\$ 19,989,642	\$ 19,334,261	20,057,017
UAAL as a Percentage of Covered Payroll [(b-a)/c]	6.13%	3.24%	28.88%

No actuarial valuation was performed on 9/30/16

Schedule of Employer Contributions

<u>Year Ended</u> <u>September 30</u>	<u>Employer Contributions</u>	
	<u>Annual</u> <u>Required</u> <u>Contribution (ARC)</u>	<u>Percentage of</u> <u>ARC</u> <u>Contributed</u>
2016	\$ 499,880	135%
2015	\$ 449,046	146%
2014	\$ 603,889	500%

OTHER SUPPLEMENTARY INFORMATION

**Combining and Individual Fund
Financial Statements and Schedules**

**ORANGE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Totals
<u>ASSETS</u>				
Cash and investments	\$ 273,178,528	\$ 80,542,145	\$ 229,733,355	\$ 583,454,028
Other investments	-	4,353,411	-	4,353,411
Receivables:				
Taxes	4,555,629	7,285,905	-	11,841,534
Accounts	2,006,581	-	582,697	2,589,278
Notes and loans	61,268,127	-	-	61,268,127
Special assessments	56,751	-	-	56,751
Accrued interest	758,055	83,935	499,831	1,341,821
Less allowance for doubtful accounts	(51,585,213)	-	-	(51,585,213)
Due from other funds	2,573,306	-	-	2,573,306
Due from other governmental agencies	17,708,775	-	32,013	17,740,788
Assets held for resale	2,081,627	-	-	2,081,627
Deposits and prepaid costs	193,259	-	-	193,259
Total assets	<u>\$ 312,795,425</u>	<u>\$ 92,265,396</u>	<u>\$ 230,847,896</u>	<u>\$ 635,908,717</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 27,608,318	\$ -	\$ 8,030,970	\$ 35,639,288
Matured bonds and notes payable	-	9,285,051	-	9,285,051
Matured interest payable	-	4,486,228	-	4,486,228
Due to other funds	2,373,112	-	-	2,373,112
Due to other governmental agencies	13,619,147	-	-	13,619,147
Due to individuals	91,219	-	-	91,219
Unearned revenue	1,015,820	-	-	1,015,820
Advances from other funds	3,200,000	-	-	3,200,000
Total liabilities	<u>47,907,616</u>	<u>13,771,279</u>	<u>8,030,970</u>	<u>69,709,865</u>
Deferred inflows of resources:				
Unavailable revenues	3,450,275	-	-	3,450,275
Total deferred inflows of resources	<u>3,450,275</u>	<u>-</u>	<u>-</u>	<u>3,450,275</u>
Fund balances:				
Nonspendable	317,625	-	-	317,625
Restricted	156,546,876	11,640,905	133,584,531	301,772,312
Committed	53,350,657	-	89,232,395	142,583,052
Assigned	51,222,376	66,853,212	-	118,075,588
Total fund balances	<u>261,437,534</u>	<u>78,494,117</u>	<u>222,816,926</u>	<u>562,748,577</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 312,795,425</u>	<u>\$ 92,265,396</u>	<u>\$ 230,847,896</u>	<u>\$ 635,908,717</u>

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
for the year ended September 30, 2016

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Totals
Revenues:				
Taxes	\$ 166,827,254	\$ 73,186,128	\$ 21,709,572	\$ 261,722,954
Special assessments	180,151	-	-	180,151
Licenses and permits	24,506,135	-	-	24,506,135
Intergovernmental	99,020,257	39,343,563	-	138,363,820
Charges for services	141,485,845	45,239	34,967,609	176,498,693
Fines and forfeitures	8,325,382	1,200,829	-	9,526,211
Interest	3,140,651	335,624	1,841,041	5,317,316
Miscellaneous	9,451,428	538	359,392	9,811,358
Total revenues	452,937,103	114,111,921	58,877,614	625,926,638
Expenditures:				
Current:				
General government	20,645,773	128,265	-	20,774,038
Public safety	33,608,808	49,425	-	33,658,233
Physical environment	87,454,676	-	-	87,454,676
Transportation	144,657,713	-	-	144,657,713
Economic environment	34,689,388	-	-	34,689,388
Human services	91,725,686	-	-	91,725,686
Culture and recreation	32,576,797	-	-	32,576,797
Capital outlay:				
General government	-	-	6,539,642	6,539,642
Public safety	-	-	9,768,886	9,768,886
Physical environment	-	-	2,117,997	2,117,997
Transportation	-	-	17,682,425	17,682,425
Economic environment	-	-	3,849	3,849
Human services	-	-	85,327	85,327
Culture and recreation	-	-	5,471,716	5,471,716
Debt service:				
Principal retirement	7,743	9,285,051	-	9,292,794
Interest and fiscal charges	1,886	5,679,380	-	5,681,266
Total expenditures	445,368,470	15,142,121	41,669,842	502,180,433
Excess of revenues over expenditures	7,568,633	98,969,800	17,207,772	123,746,205
Other financing sources (uses):				
Transfers in	149,834,109	4,355,000	40,000,000	194,189,109
Transfers out	(162,794,016)	(95,455,442)	(1,583)	(258,251,041)
Issuance of capital lease debt	12,683	-	-	12,683
Total other financing sources (uses)	(12,947,224)	(91,100,442)	39,998,417	(64,049,249)
Net change in fund balances	(5,378,591)	7,869,358	57,206,189	59,696,956
Fund balances, October 1, 2015	266,816,125	70,624,759	165,610,737	503,051,621
Fund balances, September 30, 2016	\$ 261,437,534	\$ 78,494,117	\$ 222,816,926	\$ 562,748,577

SPECIAL REVENUE FUNDS

Special Revenue Funds account for the proceeds of certain revenue sources that are legally designated to finance particular functions or activities.

SPECIAL REVENUE FUNDS

Special Tax Equalization District is for public safety services financed with revenues generated from ad valorem property taxes levied in the Municipal Service Taxing Unit (MSTU) which encompasses the unincorporated area of the County, the County's communications services tax and operating transfers from other funds.

Court Facilities Fee is for certain court service fees and surcharges earmarked to be used for court facilities.

Teen Court is for certain court fees and fines to be used for operating costs of the Teen Court program.

Court Technology is for a portion of the service fees for recording documents in the County's Official Records, to be used for court-related technology needs.

Local Court Programs is for certain court fees to be used to fund various court-related programs including legal aid programs, a law library, juvenile court programs, and other local court programs.

Building Safety is to ensure public safety through the enforcement of construction codes, financed primarily from building permits and inspections.

Crime Prevention is for court fines collected which are dedicated for the use of crime prevention programs within the County.

Law Enforcement Education is for statutorily defined law enforcement education expenditures financed by fines levied in accordance with State statute and local ordinance.

Law Enforcement Trust is for law enforcement expenditures financed with forfeited funds originating from illegal activities.

911 Fee is for fees collected on telephone lines in the County, and for fees distributed from the State as collected from wireless telephone subscribers within the County. The funds are used for 911 emergency telephone systems.

OBT Local Government Neighborhood Improvement District (NID) is for specified revenues used for public safety improvements in a designated area adjacent to Orange Blossom Trail (OBT). The District is a blended component unit of the County.

Pine Hills Local Government Neighborhood Improvement District (NID) is for specified revenues used for public safety improvements in a designated area within Pine Hills. The District is a blended component unit of the County.

Inmate Commissary is for funds generated by the County's jail commissary operation, held and expended for the benefit of inmates, pursuant to the requirements of State statute.

Continued

SPECIAL REVENUE FUNDS, Continued

Mandatory Refuse Collection is for collection of assessments for charges for services and expenditures of funds relating to the refuse collection and recycling for specified residential units in the unincorporated areas of the County.

Air Pollution Control is for funds received by the County from the 50-cent fee charged on the sale of each vehicle registration, and 80% of the inspection fees charged by the State for asbestos removal projects. The funds are used for local air pollution control and asbestos removal programs.

Water and Navigation Control Districts are for boating regulation and control of lakes Conway and Windermere, financed by special ad valorem property taxes levied on properties surrounding these lakes. These Districts are blended component units of the County.

Aquatic Weed Taxing Districts are for lake weed control financed by special ad valorem property taxes levied on properties surrounding certain lakes.

Aquatic Weed Non-tax Districts are for lake weed control projects operated on a contributory basis.

Conservation Trust is for moneys collected as compensation for habitat loss in conjunction with land development and used for the purchase, improvement, creation, restoration and replacement of natural habitats within the County.

Pollutant Storage Tank is for penalties collected from violators of regulations relating to above ground and below ground storage tanks. The funds are used for administration of the program.

Municipal Service Districts are for assessments for minor capital improvements, and for charges for services providing for streetlighting, right-of-way maintenance, recreation, and retention pond maintenance.

Local Option Gas Tax is for specific road improvements and maintenance utilizing the County's portion of the six-cent local option gas tax.

Constitutional Gas Tax is for acquisition, construction, and maintenance of roads, utilizing the 80% portion of constitutional gas tax proceeds.

Transportation Trust is for road system expenditures which are financed by the 20% portion of constitutional gas tax, the county gas tax allocated to the County, a portion of the County's half-cent sales tax revenues, and other designated revenues.

International Drive Community Redevelopment Agency is for incremental ad valorem property tax revenues generated by new or expanded development within the International Drive redevelopment area. Moneys are designated to be used for revitalization projects in the area. The Agency is a blended component unit of the County.

Continued

SPECIAL REVENUE FUNDS, Continued

Local Housing Assistance (SHIP) is for funds distributed from the State under the State Housing Initiatives Partnership Act. The purpose of this program is to provide for the creation and preservation of affordable housing and to assist with affordable housing recovery efforts needed as a result of hurricane damage.

OBT Community Redevelopment Agency is for incremental ad valorem property tax revenues generated by new or expanded development within the redevelopment area surrounding the Orange Blossom Trail. Moneys are designated to be used for revitalization projects in the area. The Agency is a blended component unit of the County.

School Impact Fees is for fees collected countywide for growth-related capital improvements to the public school system. The public school system is not a part of the County government entity.

Drug Abuse Trust is for court fees from cases involving drug-related misdemeanor crimes, to be used for drug abuse treatment and education programs.

Driver Education Safety is for certain fines collected from civil traffic violations. The funds are used to support driver education programs in schools within the County.

Animal Services Trust is for public and private donations, and collections from a \$2 surcharge on civil penalties imposed by the courts, used respectively for providing for the welfare of animals and the training of animal services officers.

Parks is for certain countywide ad valorem property tax revenues and a portion of public service tax revenues that are dedicated for parks improvements and programs pursuant to the requirements established by the County in the ad valorem property tax levy resolution and public service tax ordinance.

Boating Improvement Program is for boat registration fees collected by the State and distributed to the County for the purpose of providing recreational channel marking, public launching facilities and other boating-related improvements.

Grants is for projects and programs which are financed in whole or in part by agencies of the Federal Government, State of Florida, and local governments.

Public Records Modernization is for specified portions of Official Records recording fees collected by the County Comptroller which are earmarked for modernization of the recording service systems of the County Comptroller and the Clerk of the Circuit and County Courts (Clerk), and for technology needs of the Clerk's Office.

Mortgage Foreclosure Education is for service charges resulting from mortgage foreclosure sales collected by the Clerk of the Circuit and County Courts which are designated to educate the public as to the rights of homeowners regarding foreclosure proceedings.

Fire Protection MSTU is presented as a major fund in the governmental fund financial statements and, as such, is not included in these supplementary combining statements and schedules. The fund accounts for expenditures for fire protection and emergency medical services financed with revenues generated from ad valorem property taxes levied in the MSTU, as well as service fee revenues.



**ORANGE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2016**

	<u>Special Tax Equalization District</u>	<u>Court Facilities Fee</u>	<u>Teen Court</u>	<u>Court Technology</u>
<u>ASSETS</u>				
1 Cash and investments	\$ 287,654	\$ 2,943,219	\$ 715,911	\$ 346,839
Receivables:				
2 Taxes	-	-	-	-
3 Accounts	-	-	-	-
4 Notes and loans	-	-	-	-
5 Special assessments	-	-	-	-
6 Accrued interest	10,025	6,374	1,848	814
7 Less allowance for doubtful accounts	-	-	-	-
8 Due from other funds	981,592	-	-	-
9 Due from other governmental agencies	2,873,228	-	-	-
10 Assets held for resale	-	-	-	-
11 Deposits and prepaid costs	-	-	-	-
Total assets	<u>\$ 4,152,499</u>	<u>\$ 2,949,593</u>	<u>\$ 717,759</u>	<u>\$ 347,653</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>				
Liabilities:				
12 Accounts payable and accrued liabilities	\$ -	\$ 408,382	\$ 14,865	\$ 274,305
13 Due to other funds	-	-	-	-
14 Due to other governmental agencies	195,532	-	-	-
15 Due to individuals	-	-	-	-
16 Unearned revenue	-	-	-	-
17 Advances from other funds	-	-	-	-
Total liabilities	<u>195,532</u>	<u>408,382</u>	<u>14,865</u>	<u>274,305</u>
Deferred inflows of resources:				
18 Unavailable revenues	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
19 Nonspendable	-	-	-	-
20 Restricted	-	2,541,211	702,894	-
21 Committed	-	-	-	-
22 Assigned	3,956,967	-	-	73,348
Total fund balances	<u>3,956,967</u>	<u>2,541,211</u>	<u>702,894</u>	<u>73,348</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,152,499</u>	<u>\$ 2,949,593</u>	<u>\$ 717,759</u>	<u>\$ 347,653</u>

	Local Court Programs	Building Safety	Crime Prevention	Law Enforcement Education	Law Enforcement Trust	911 Fee	OBT Local Government NID
¹	\$ 130,174	\$ 26,940,347	\$ 96,837	\$ 325,531	\$ 2,345,091	\$ 16,641,055	\$ 18,491
²	-	-	-	-	-	-	-
³	-	241,591	-	50	-	-	-
⁴	-	-	-	-	-	-	-
⁵	-	-	-	-	-	-	-
⁶	561	59,689	320	901	4,467	-	57
⁷	-	(1,017)	-	-	-	-	-
⁸	-	-	-	-	-	-	-
⁹	-	-	-	1,818	-	1,418,423	24,366
¹⁰	-	-	-	-	-	-	-
¹¹	-	-	-	-	-	-	-
	<u>\$ 130,735</u>	<u>\$ 27,240,610</u>	<u>\$ 97,157</u>	<u>\$ 328,300</u>	<u>\$ 2,349,558</u>	<u>\$ 18,059,478</u>	<u>\$ 42,914</u>
¹²	\$ 73,065	\$ 435,056	\$ 396	\$ 329	\$ -	\$ 134,872	\$ 16,439
¹³	-	-	-	-	-	198,554	-
¹⁴	-	205,824	-	-	-	174,207	-
¹⁵	-	-	-	-	-	-	-
¹⁶	-	943,570	-	-	-	-	-
¹⁷	-	-	-	-	-	-	-
	<u>73,065</u>	<u>1,584,450</u>	<u>396</u>	<u>329</u>	<u>-</u>	<u>507,633</u>	<u>16,439</u>
¹⁸	-	-	-	-	-	944,074	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>944,074</u>	<u>-</u>
¹⁹	-	-	-	-	-	-	24,366
²⁰	-	25,656,160	96,761	327,971	2,349,558	16,607,771	2,109
²¹	-	-	-	-	-	-	-
²²	57,670	-	-	-	-	-	-
	<u>57,670</u>	<u>25,656,160</u>	<u>96,761</u>	<u>327,971</u>	<u>2,349,558</u>	<u>16,607,771</u>	<u>26,475</u>
	<u>\$ 130,735</u>	<u>\$ 27,240,610</u>	<u>\$ 97,157</u>	<u>\$ 328,300</u>	<u>\$ 2,349,558</u>	<u>\$ 18,059,478</u>	<u>\$ 42,914</u>

Continued

ORANGE COUNTY, FLORIDA
COMBINING BALANCE SHEET, Continued
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2016

		Pine Hills Local Government NID	Inmate Commissary	Mandatory Refuse Collection	Air Pollution Control
	<u>ASSETS</u>				
1	Cash and investments	\$ 258,584	\$ 2,090,945	\$ 9,772,203	\$ 523,379
	Receivables:				
2	Taxes	-	-	-	-
3	Accounts	-	30,739	220,631	2,500
4	Notes and loans	-	-	-	-
5	Special assessments	-	-	-	-
6	Accrued interest	511	4,794	65,318	994
7	Less allowance for doubtful accounts	-	-	(110,693)	-
8	Due from other funds	-	-	-	-
9	Due from other governmental agencies	-	-	-	-
10	Assets held for resale	-	-	-	-
11	Deposits and prepaid costs	-	-	-	-
	Total assets	\$ 259,095	\$ 2,126,478	\$ 9,947,459	\$ 526,873
	<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>				
	Liabilities:				
12	Accounts payable and accrued liabilities	\$ 2,400	\$ 62,559	\$ 914,816	\$ 45,609
13	Due to other funds	-	-	-	-
14	Due to other governmental agencies	-	63	-	50
15	Due to individuals	-	-	-	-
16	Unearned revenue	-	-	-	-
17	Advances from other funds	-	-	-	-
	Total liabilities	2,400	62,622	914,816	45,659
	Deferred inflows of resources:				
18	Unavailable revenues	-	-	68,037	-
	Total deferred inflows of resources	-	-	68,037	-
	Fund balances:				
19	Nonspendable	-	-	-	-
20	Restricted	256,695	2,063,856	-	481,214
21	Committed	-	-	8,964,606	-
22	Assigned	-	-	-	-
	Total fund balances	256,695	2,063,856	8,964,606	481,214
	Total liabilities, deferred inflows of resources and fund balances	\$ 259,095	\$ 2,126,478	\$ 9,947,459	\$ 526,873

	Water and Navigation Control Districts	Aquatic Weed Taxing Districts	Aquatic Weed Non-tax Districts	Conservation Trust	Pollutant Storage Tank	Municipal Service Districts	Local Option Gas Tax
1	\$ 8,922,735	\$ 3,663,808	\$ 271,294	\$ 6,526,538	\$ 43,504	\$ 22,129,051	\$ 7,362,363
2	-	-	-	-	-	-	4,555,629
3	-	-	-	-	-	-	-
4	-	-	-	-	-	-	-
5	-	-	-	-	-	56,751	-
6	23,745	9,818	661	16,755	124	70,999	20,661
7	-	-	-	-	-	-	-
8	1,018	7,967	-	-	-	74,343	-
9	3,675	-	-	-	-	100,000	192,360
10	-	-	-	-	-	-	-
11	-	-	-	-	-	-	-
	<u>\$ 8,951,173</u>	<u>\$ 3,681,593</u>	<u>\$ 271,955</u>	<u>\$ 6,543,293</u>	<u>\$ 43,628</u>	<u>\$ 22,431,144</u>	<u>\$ 12,131,013</u>
12	\$ 116,939	\$ 15,009	\$ 12,181	\$ 59,451	\$ 66	\$ 1,695,270	\$ 2,177,078
13	-	-	-	-	-	-	-
14	-	-	-	-	-	-	-
15	-	-	-	-	-	-	-
16	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-
	<u>116,939</u>	<u>15,009</u>	<u>12,181</u>	<u>59,451</u>	<u>66</u>	<u>1,695,270</u>	<u>2,177,078</u>
18	-	-	-	-	-	56,751	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,751</u>	<u>-</u>
19	-	-	-	-	-	100,000	-
20	8,834,234	3,666,584	259,774	-	-	-	-
21	-	-	-	6,483,842	43,562	20,579,123	-
22	-	-	-	-	-	-	9,953,935
	<u>8,834,234</u>	<u>3,666,584</u>	<u>259,774</u>	<u>6,483,842</u>	<u>43,562</u>	<u>20,679,123</u>	<u>9,953,935</u>
	<u>\$ 8,951,173</u>	<u>\$ 3,681,593</u>	<u>\$ 271,955</u>	<u>\$ 6,543,293</u>	<u>\$ 43,628</u>	<u>\$ 22,431,144</u>	<u>\$ 12,131,013</u>

Continued

ORANGE COUNTY, FLORIDA
COMBINING BALANCE SHEET, Continued
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2016

		Constitutional Gas Tax	Transportation Trust	International Drive Community Redevelopment Agency	Local Housing Assistance (SHIP)
	<u>ASSETS</u>				
1	Cash and investments	\$ 20,445,210	\$ 40,914,819	\$ 41,133,157	\$ 9,713,002
	Receivables:				
2	Taxes	-	-	-	-
3	Accounts	13,843	96,886	-	-
4	Notes and loans	-	-	-	36,377,360
5	Special assessments	-	-	-	-
6	Accrued interest	53,125	182,499	124,857	24,703
7	Less allowance for doubtful accounts	-	(12,300)	-	(26,563,584)
8	Due from other funds	-	1,220,822	-	-
9	Due from other governmental agencies	1,811,942	1,511,993	-	-
10	Assets held for resale	-	-	-	-
11	Deposits and prepaid costs	-	-	-	-
	Total assets	\$ 22,324,120	\$ 43,914,719	\$ 41,258,014	\$ 19,551,481
	<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>				
	Liabilities:				
12	Accounts payable and accrued liabilities	\$ 2,618,042	\$ 7,692,211	\$ 3,033,365	\$ 184,944
13	Due to other funds	-	-	-	-
14	Due to other governmental agencies	-	200,434	-	-
15	Due to individuals	-	-	-	-
16	Unearned revenue	-	-	-	-
17	Advances from other funds	-	-	-	-
	Total liabilities	2,618,042	7,892,645	3,033,365	184,944
	Deferred inflows of resources:				
18	Unavailable revenues	-	-	-	-
	Total deferred inflows of resources	-	-	-	-
	Fund balances:				
19	Nonspendable	-	-	-	-
20	Restricted	18,706,078	-	38,224,649	19,366,537
21	Committed	-	-	-	-
22	Assigned	1,000,000	36,022,074	-	-
	Total fund balances	19,706,078	36,022,074	38,224,649	19,366,537
	Total liabilities, deferred inflows of resources and fund balances	\$ 22,324,120	\$ 43,914,719	\$ 41,258,014	\$ 19,551,481

	OBT Community Redevelopment Agency	School Impact Fees	Drug Abuse Trust	Driver Education Safety	Animal Services Trust	Parks	Boating Improvement Program
¹	\$ 117,658	\$ 11,423,719	\$ 166,664	\$ 537,850	\$ 160,581	\$ 18,085,702	\$ 1,122,248
²	-	-	-	-	-	-	-
³	-	1,368,518	-	-	135	18,890	7,530
⁴	-	-	-	-	-	-	-
⁵	-	-	-	-	-	-	-
⁶	404	-	318	655	378	68,909	2,771
⁷	-	-	-	-	-	(2,868)	-
⁸	-	-	-	-	-	-	-
⁹	-	-	-	-	-	7,198	-
¹⁰	-	-	-	-	-	-	-
¹¹	-	-	-	-	-	-	-
	<u>\$ 118,062</u>	<u>\$ 12,792,237</u>	<u>\$ 166,982</u>	<u>\$ 538,505</u>	<u>\$ 161,094</u>	<u>\$ 18,177,831</u>	<u>\$ 1,132,549</u>
¹²	\$ 10,104	\$ 23,526	\$ 8,600	\$ 498,634	\$ 1,088	\$ 892,660	\$ -
¹³	-	-	-	-	-	-	-
¹⁴	-	12,768,711	-	-	-	8,883	-
¹⁵	-	-	-	-	-	-	-
¹⁶	-	-	-	-	-	-	-
¹⁷	-	-	-	-	-	-	-
	<u>10,104</u>	<u>12,792,237</u>	<u>8,600</u>	<u>498,634</u>	<u>1,088</u>	<u>901,543</u>	<u>-</u>
¹⁸	-	-	-	-	-	7,198	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,198</u>	<u>-</u>
¹⁹	-	-	-	-	-	-	-
²⁰	107,958	-	-	39,871	149,572	-	1,132,549
²¹	-	-	-	-	10,434	17,269,090	-
²²	-	-	158,382	-	-	-	-
	<u>107,958</u>	<u>-</u>	<u>158,382</u>	<u>39,871</u>	<u>160,006</u>	<u>17,269,090</u>	<u>1,132,549</u>
	<u>\$ 118,062</u>	<u>\$ 12,792,237</u>	<u>\$ 166,982</u>	<u>\$ 538,505</u>	<u>\$ 161,094</u>	<u>\$ 18,177,831</u>	<u>\$ 1,132,549</u>

Continued

ORANGE COUNTY, FLORIDA
COMBINING BALANCE SHEET, Continued
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2016

	<u>Grants</u>	<u>Public Records Modernization</u>	<u>Mortgage Foreclosure Education</u>	<u>Totals</u>
<u>ASSETS</u>				
1 Cash and investments	\$ 12,125,525	\$ 4,845,872	\$ 30,968	1 \$ 273,178,528
Receivables:				
2 Taxes	-	-	-	2 4,555,629
3 Accounts	3,984	1,284	-	3 2,006,581
4 Notes and loans	24,890,767	-	-	4 61,268,127
5 Special assessments	-	-	-	5 56,751
6 Accrued interest	-	-	-	6 758,055
7 Less allowance for doubtful accounts	(24,894,751)	-	-	7 (51,585,213)
8 Due from other funds	287,564	-	-	8 2,573,306
9 Due from other governmental agencies	9,763,722	50	-	9 17,708,775
10 Assets held for resale	2,081,627	-	-	10 2,081,627
11 Deposits and prepaid costs	-	193,259	-	11 193,259
Total assets	\$ 24,258,438	\$ 5,040,465	\$ 30,968	\$ 312,795,425
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>				
Liabilities:				
12 Accounts payable and accrued liabilities	\$ 6,091,755	\$ 92,519	\$ 1,783	12 \$ 27,608,318
13 Due to other funds	2,104,807	69,751	-	13 2,373,112
14 Due to other governmental agencies	65,443	-	-	14 13,619,147
15 Due to individuals	91,219	-	-	15 91,219
16 Unearned revenue	72,250	-	-	16 1,015,820
17 Advances from other funds	3,200,000	-	-	17 3,200,000
Total liabilities	11,625,474	162,270	1,783	47,907,616
Deferred inflows of resources:				
18 Unavailable revenues	2,374,215	-	-	18 3,450,275
Total deferred inflows of resources	2,374,215	-	-	3,450,275
Fund balances:				
19 Nonspendable	-	193,259	-	19 317,625
20 Restricted	10,258,749	4,684,936	29,185	20 156,546,876
21 Committed	-	-	-	21 53,350,657
22 Assigned	-	-	-	22 51,222,376
Total fund balances	10,258,749	4,878,195	29,185	261,437,534
Total liabilities, deferred inflows of resources and fund balances	\$ 24,258,438	\$ 5,040,465	\$ 30,968	\$ 312,795,425



ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

	Special Tax Equalization District	Court Facilities Fee	Teen Court	Court Technology
Revenues:				
1 Taxes	\$ 113,303,715	\$ -	\$ -	\$ -
2 Special assessments	-	-	-	-
3 Licenses and permits	-	-	-	-
4 Intergovernmental	-	-	-	-
5 Charges for services	-	5,147,425	504,770	2,949,322
6 Fines and forfeitures	-	-	-	-
7 Interest	39,018	24,215	6,724	3,259
8 Miscellaneous	-	40	-	370
Total revenues	113,342,733	5,171,680	511,494	2,952,951
Expenditures:				
Current:				
9 General government	-	4,952,002	547,330	4,673,354
10 Public safety	-	-	-	-
11 Physical environment	-	-	-	-
12 Transportation	-	-	-	-
13 Economic environment	-	-	-	-
14 Human services	-	-	-	-
15 Culture and recreation	-	-	-	-
Debt service:				
16 Principal retirement	-	-	-	-
17 Interest and fiscal charges	-	-	-	-
Total expenditures	-	4,952,002	547,330	4,673,354
Excess (deficiency) of revenues over				
18 (under) expenditures	113,342,733	219,678	(35,836)	(1,720,403)
Other financing sources (uses):				
19 Transfers in	45,689,594	-	-	1,713,282
20 Transfers out	(158,903,000)	-	-	-
21 Issuance of capital lease debt	-	-	-	-
Total other financing sources (uses)	(113,213,406)	-	-	1,713,282
22 Net change in fund balances	129,327	219,678	(35,836)	(7,121)
23 Fund balances, October 1, 2015	3,827,640	2,321,533	738,730	80,469
Fund balances, September 30, 2016	\$ 3,956,967	\$ 2,541,211	\$ 702,894	\$ 73,348

	Local Court Programs	Building Safety	Crime Prevention	Law Enforcement Education	Law Enforcement Trust	911 Fee	OBT Local Government NID
1	\$ -	\$ 175,202	\$ -	\$ -	\$ -	\$ -	\$ -
2	-	-	-	-	-	-	-
3	-	22,243,298	-	-	-	-	-
4	-	-	-	-	-	5,541,907	-
5	1,018,227	306,615	-	-	-	-	-
6	-	11,759	106,744	620,837	829,274	-	125,000
7	1,986	228,761	1,037	1,993	14,712	131,606	239
8	-	25,154	-	5,509	-	3,511	-
	<u>1,020,213</u>	<u>22,990,789</u>	<u>107,781</u>	<u>628,339</u>	<u>843,986</u>	<u>5,677,024</u>	<u>125,239</u>
9	2,247,040	-	-	-	-	-	-
10	-	17,114,376	37,936	620,457	1,245,368	3,989,800	140,257
11	-	-	-	-	-	-	-
12	-	-	-	-	-	-	-
13	-	-	-	-	-	-	-
14	95,418	-	-	-	-	-	-
15	-	-	-	-	-	-	-
16	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-
	<u>2,342,458</u>	<u>17,114,376</u>	<u>37,936</u>	<u>620,457</u>	<u>1,245,368</u>	<u>3,989,800</u>	<u>140,257</u>
18	<u>(1,322,245)</u>	<u>5,876,413</u>	<u>69,845</u>	<u>7,882</u>	<u>(401,382)</u>	<u>1,687,224</u>	<u>(15,018)</u>
19	1,341,833	-	-	-	-	-	-
20	-	-	-	-	-	-	-
21	-	-	-	-	-	-	-
	<u>1,341,833</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
22	19,588	5,876,413	69,845	7,882	(401,382)	1,687,224	(15,018)
23	<u>38,082</u>	<u>19,779,747</u>	<u>26,916</u>	<u>320,089</u>	<u>2,750,940</u>	<u>14,920,547</u>	<u>41,493</u>
	<u>\$ 57,670</u>	<u>\$ 25,656,160</u>	<u>\$ 96,761</u>	<u>\$ 327,971</u>	<u>\$ 2,349,558</u>	<u>\$ 16,607,771</u>	<u>\$ 26,475</u>

Continued

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

	Pine Hills Local Government NID	Inmate Commissary	Mandatory Refuse Collection	Air Pollution Control
Revenues:				
1 Taxes	\$ -	\$ -	\$ -	\$ -
2 Special assessments	-	-	-	-
3 Licenses and permits	-	-	-	39,170
4 Intergovernmental	-	-	-	900,971
5 Charges for services	-	1,564,326	40,561,976	-
6 Fines and forfeitures	125,000	-	-	-
7 Interest	2,035	21,071	180,093	3,150
8 Miscellaneous	-	1	132,021	18,602
Total revenues	127,035	1,585,398	40,874,090	961,893
Expenditures:				
Current:				
9 General government	-	-	-	-
10 Public safety	99,005	1,150,948	-	-
11 Physical environment	-	-	60,664,345	854,396
12 Transportation	-	-	-	-
13 Economic environment	-	-	-	-
14 Human services	-	-	-	-
15 Culture and recreation	-	-	-	-
Debt service:				
16 Principal retirement	-	-	-	-
17 Interest and fiscal charges	-	-	-	-
Total expenditures	99,005	1,150,948	60,664,345	854,396
Excess (deficiency) of revenues over				
18 (under) expenditures	28,030	434,450	(19,790,255)	107,497
Other financing sources (uses):				
19 Transfers in	-	-	-	-
20 Transfers out	-	-	-	-
21 Issuance of capital lease debt	-	-	-	-
Total other financing sources (uses)	-	-	-	-
22 Net change in fund balances	28,030	434,450	(19,790,255)	107,497
23 Fund balances, October 1, 2015	228,665	1,629,406	28,754,861	373,717
Fund balances, September 30, 2016	\$ 256,695	\$ 2,063,856	\$ 8,964,606	\$ 481,214

	Water and Navigation Control Districts	Aquatic Weed Taxing Districts	Aquatic Weed Non-tax Districts	Conservation Trust	Pollutant Storage Tank	Municipal Service Districts	Local Option Gas Tax
1	\$ 1,492,296	\$ 558,430	\$ -	\$ -	\$ -	\$ 6,790,354	\$ 27,353,210
2	-	-	61,687	-	-	118,464	-
3	-	-	-	-	-	-	-
4	-	-	-	-	-	-	192,359
5	112,315	1,211	25,246	747,098	500	18,086,435	21,000
6	-	-	-	-	1,000	-	-
7	86,488	36,669	2,680	65,182	417	261,127	65,646
8	20,000	7,288	-	5,085	-	11,556	75,881
	<u>1,711,099</u>	<u>603,598</u>	<u>89,613</u>	<u>817,365</u>	<u>1,917</u>	<u>25,267,936</u>	<u>27,708,096</u>
9	-	-	-	-	-	1,969,307	-
10	-	-	-	-	-	-	-
11	1,124,468	352,895	31,685	218,892	6,724	8,188,798	6,048,489
12	-	-	-	45,113	-	14,427,447	27,756,460
13	-	-	-	-	-	-	-
14	-	-	-	-	-	-	-
15	-	-	-	-	-	-	-
16	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-
	<u>1,124,468</u>	<u>352,895</u>	<u>31,685</u>	<u>264,005</u>	<u>6,724</u>	<u>24,585,552</u>	<u>33,804,949</u>
18	<u>586,631</u>	<u>250,703</u>	<u>57,928</u>	<u>553,360</u>	<u>(4,807)</u>	<u>682,384</u>	<u>(6,096,853)</u>
19	1,018	7,968	3	-	-	194,343	6,123,590
20	-	(3)	-	-	-	(23,590)	-
21	-	-	-	-	-	-	-
	<u>1,018</u>	<u>7,965</u>	<u>3</u>	<u>-</u>	<u>-</u>	<u>170,753</u>	<u>6,123,590</u>
22	587,649	258,668	57,931	553,360	(4,807)	853,137	26,737
23	<u>8,246,585</u>	<u>3,407,916</u>	<u>201,843</u>	<u>5,930,482</u>	<u>48,369</u>	<u>19,825,986</u>	<u>9,927,198</u>
	<u>\$ 8,834,234</u>	<u>\$ 3,666,584</u>	<u>\$ 259,774</u>	<u>\$ 6,483,842</u>	<u>\$ 43,562</u>	<u>\$ 20,679,123</u>	<u>\$ 9,953,935</u>

Continued

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

	Constitutional Gas Tax	Transportation Trust	International Drive Community Redevelopment Agency	Local Housing Assistance (SHIP)
Revenues:				
1 Taxes	\$ -	\$ 1,175,911	\$ -	\$ -
2 Special assessments	-	-	-	-
3 Licenses and permits	-	2,223,667	-	-
4 Intergovernmental	10,039,354	7,755,880	-	4,743,835
5 Charges for services	-	2,136,087	-	-
6 Fines and forfeitures	-	4,800,917	-	-
7 Interest	202,426	714,537	454,033	144,740
8 Miscellaneous	522,176	1,039,770	699,034	559,212
Total revenues	10,763,956	19,846,769	1,153,067	5,447,787
Expenditures:				
Current:				
9 General government	-	-	-	-
10 Public safety	-	201,200	-	-
11 Physical environment	-	7,108,663	-	-
12 Transportation	13,047,483	70,874,633	16,928,077	-
13 Economic environment	-	-	-	5,278,032
14 Human services	-	-	-	-
15 Culture and recreation	-	-	-	-
Debt service:				
16 Principal retirement	-	7,743	-	-
17 Interest and fiscal charges	-	1,886	-	-
Total expenditures	13,047,483	78,194,125	16,928,077	5,278,032
Excess (deficiency) of revenues over				
18 (under) expenditures	(2,283,527)	(58,347,356)	(15,775,010)	169,755
Other financing sources (uses):				
19 Transfers in	-	67,400,000	10,725,799	-
20 Transfers out	-	(120,000)	-	-
21 Issuance of capital lease debt	-	12,683	-	-
Total other financing sources (uses)	-	67,292,683	10,725,799	-
22 Net change in fund balances	(2,283,527)	8,945,327	(5,049,211)	169,755
23 Fund balances, October 1, 2015	21,989,605	27,076,747	43,273,860	19,196,782
Fund balances, September 30, 2016	\$ 19,706,078	\$ 36,022,074	\$ 38,224,649	\$ 19,366,537

	OBT Community Redevelopment Agency	School Impact Fees	Drug Abuse Trust	Driver Education Safety	Animal Services Trust	Parks	Boating Improvement Program
1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,978,136	\$ -
2	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-
4	-	-	-	-	-	-	-
5	-	60,312,717	106,652	491,431	2,300	3,456,317	137,952
6	-	-	-	-	-	-	-
7	1,556	62,083	1,116	2,243	1,554	269,193	8,672
8	119,917	-	12,585	-	44,488	77,731	-
	<u>121,473</u>	<u>60,374,800</u>	<u>120,353</u>	<u>493,674</u>	<u>48,342</u>	<u>19,781,377</u>	<u>146,624</u>
9	-	-	-	-	-	-	-
10	-	-	-	-	-	-	-
11	-	-	-	-	-	-	-
12	-	-	-	-	-	-	-
13	206,360	-	-	-	-	-	-
14	76,857	59,559,571	269,022	498,634	10,481	-	-
15	-	-	-	-	-	30,762,262	22,679
16	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-
	<u>283,217</u>	<u>59,559,571</u>	<u>269,022</u>	<u>498,634</u>	<u>10,481</u>	<u>30,762,262</u>	<u>22,679</u>
18	<u>(161,744)</u>	<u>815,229</u>	<u>(148,669)</u>	<u>(4,960)</u>	<u>37,861</u>	<u>(10,980,885)</u>	<u>123,945</u>
19	140,549	-	120,900	-	-	14,395,703	-
20	-	(815,229)	-	-	-	-	-
21	-	-	-	-	-	-	-
	<u>140,549</u>	<u>(815,229)</u>	<u>120,900</u>	<u>-</u>	<u>-</u>	<u>14,395,703</u>	<u>-</u>
22	(21,195)	-	(27,769)	(4,960)	37,861	3,414,818	123,945
23	129,153	-	186,151	44,831	122,145	13,854,272	1,008,604
	<u>\$ 107,958</u>	<u>\$ -</u>	<u>\$ 158,382</u>	<u>\$ 39,871</u>	<u>\$ 160,006</u>	<u>\$ 17,269,090</u>	<u>\$ 1,132,549</u>

Continued

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

	Grants	Public Records Modernization	Mortgage Foreclosure Education	Totals
Revenues:				
1 Taxes	\$ -	\$ -	\$ -	\$ 166,827,254
2 Special assessments	-	-	-	180,151
3 Licenses and permits	-	-	-	24,506,135
4 Intergovernmental	69,845,951	-	-	99,020,257
5 Charges for services	37	3,785,162	10,724	141,485,845
6 Fines and forfeitures	-	1,704,851	-	8,325,382
7 Interest	64,642	35,748	-	3,140,651
8 Miscellaneous	6,071,497	-	-	9,451,428
Total revenues	75,982,127	5,525,761	10,724	452,937,103
Expenditures:				
Current:				
9 General government	580,903	5,668,137	7,700	20,645,773
10 Public safety	9,009,461	-	-	33,608,808
11 Physical environment	2,855,321	-	-	87,454,676
12 Transportation	1,578,500	-	-	144,657,713
13 Economic environment	29,204,996	-	-	34,689,388
14 Human services	31,215,703	-	-	91,725,686
15 Culture and recreation	1,791,856	-	-	32,576,797
Debt service:				
16 Principal retirement	-	-	-	7,743
17 Interest and fiscal charges	-	-	-	1,886
Total expenditures	76,236,740	5,668,137	7,700	445,368,470
Excess (deficiency) of revenues over				
18 (under) expenditures	(254,613)	(142,376)	3,024	7,568,633
Other financing sources (uses):				
19 Transfers in	1,979,527	-	-	149,834,109
20 Transfers out	(2,932,194)	-	-	(162,794,016)
21 Issuance of capital lease debt	-	-	-	12,683
Total other financing sources (uses)	(952,667)	-	-	(12,947,224)
22 Net change in fund balances	(1,207,280)	(142,376)	3,024	(5,378,591)
23 Fund balances, October 1, 2015	11,466,029	5,020,571	26,161	266,816,125
Fund balances, September 30, 2016	\$ 10,258,749	\$ 4,878,195	\$ 29,185	\$ 261,437,534



ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

Special Tax Equalization District			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ 118,467,079	\$ 113,303,715	\$ (5,163,364)
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	-	-	-
6 Fines and forfeitures	-	-	-
7 Interest	20,000	39,018	19,018
8 Miscellaneous	-	-	-
9 Less statutory deduction	(5,956,854)	-	5,956,854
Total revenues	112,530,225	113,342,733	812,508
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	-	-	-
12 Physical environment	-	-	-
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	-	-	-
16 Culture and recreation	-	-	-
17 Reserve for contingencies	796,640	-	796,640
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	796,640	-	796,640
Excess (deficiency) of revenues over			
20 (under) expenditures	111,733,585	113,342,733	1,609,148
Other financing sources (uses):			
21 Transfers in	45,358,002	45,689,594	331,592
22 Transfers out	(160,919,227)	(158,903,000)	2,016,227
23 Issuance of capital lease debt	-	-	-
Total other financing sources (uses)	(115,561,225)	(113,213,406)	2,347,819
24 Net change in fund balances	(3,827,640)	129,327	3,956,967
25 Fund balances, October 1, 2015	3,827,640	3,827,640	-
Fund balances, September 30, 2016	\$ -	\$ 3,956,967	\$ 3,956,967

Court Facilities Fee			Teen Court			
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	-	-	-	-	-	-
3	-	-	-	-	-	-
4	-	-	-	-	-	-
5	5,300,000	5,147,425	(152,575)	500,000	504,770	4,770
6	-	-	-	-	-	-
7	10,000	24,215	14,215	5,000	6,724	1,724
8	-	40	40	-	-	-
9	(265,500)	-	265,500	(25,250)	-	25,250
	5,044,500	5,171,680	127,180	479,750	511,494	31,744
	-	-	-	-	-	-
10	7,337,255	4,952,002	2,385,253	684,945	547,330	137,615
11	-	-	-	-	-	-
12	-	-	-	-	-	-
13	-	-	-	-	-	-
14	-	-	-	-	-	-
15	-	-	-	-	-	-
16	-	-	-	-	-	-
17	28,778	-	28,778	533,535	-	533,535
18	-	-	-	-	-	-
19	-	-	-	-	-	-
	7,366,033	4,952,002	2,414,031	1,218,480	547,330	671,150
	-	-	-	-	-	-
20	(2,321,533)	219,678	2,541,211	(738,730)	(35,836)	702,894
	-	-	-	-	-	-
21	-	-	-	-	-	-
22	-	-	-	-	-	-
23	-	-	-	-	-	-
	-	-	-	-	-	-
24	(2,321,533)	219,678	2,541,211	(738,730)	(35,836)	702,894
25	2,321,533	2,321,533	-	738,730	738,730	-
	\$ -	\$ 2,541,211	\$ 2,541,211	\$ -	\$ 702,894	\$ 702,894

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

Court Technology			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	2,300,000	2,949,322	649,322
6 Fines and forfeitures	-	-	-
7 Interest	5,000	3,259	(1,741)
8 Miscellaneous	-	370	370
9 Less statutory deduction	(115,250)	-	115,250
Total revenues	2,189,750	2,952,951	763,201
Expenditures:			
Current:			
10 General government	5,403,982	4,673,354	730,628
11 Public safety	-	-	-
12 Physical environment	-	-	-
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	-	-	-
16 Culture and recreation	-	-	-
17 Reserve for contingencies	-	-	-
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	5,403,982	4,673,354	730,628
Excess (deficiency) of revenues over			
20 (under) expenditures	(3,214,232)	(1,720,403)	1,493,829
Other financing sources (uses):			
21 Transfers in	3,133,763	1,713,282	(1,420,481)
22 Transfers out	-	-	-
23 Issuance of capital lease debt	-	-	-
Total other financing sources (uses)	3,133,763	1,713,282	(1,420,481)
24 Net change in fund balances	(80,469)	(7,121)	73,348
25 Fund balances, October 1, 2015	80,469	80,469	-
Fund balances, September 30, 2016	\$ -	\$ 73,348	\$ 73,348

Local Court Programs			Building Safety				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -		\$ 250,000	\$ 175,202	\$ (74,798)
2	-	-	-		-	-	-
3	-	-	-		14,026,927	22,243,298	8,216,371
4	-	-	-		-	-	-
5	1,050,000	1,018,227	(31,773)		265,000	306,615	41,615
6	-	-	-		-	11,759	11,759
7	2,900	1,986	(914)		65,827	228,761	162,934
8	-	-	-		4,900	25,154	20,254
9	(52,645)	-	52,645		(730,633)	-	730,633
	1,000,255	1,020,213	19,958		13,882,021	22,990,789	9,108,768
10	2,492,602	2,247,040	245,562		-	-	-
11	-	-	-		18,282,825	17,114,376	1,168,449
12	-	-	-		-	-	-
13	-	-	-		-	-	-
14	-	-	-		-	-	-
15	95,418	95,418	-		-	-	-
16	-	-	-		-	-	-
17	21,242	-	21,242		15,378,943	-	15,378,943
18	-	-	-		-	-	-
19	-	-	-		-	-	-
	2,609,262	2,342,458	266,804		33,661,768	17,114,376	16,547,392
20	(1,609,007)	(1,322,245)	286,762		(19,779,747)	5,876,413	25,656,160
21	1,570,925	1,341,833	(229,092)		-	-	-
22	-	-	-		-	-	-
23	-	-	-		-	-	-
	1,570,925	1,341,833	(229,092)		-	-	-
24	(38,082)	19,588	57,670		(19,779,747)	5,876,413	25,656,160
25	38,082	38,082	-		19,779,747	19,779,747	-
	\$ -	\$ 57,670	\$ 57,670		\$ -	\$ 25,656,160	\$ 25,656,160

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

				Crime Prevention		
				Final Budget	Actual	Variance Positive (Negative)
Revenues:						
1	Taxes	\$	-	\$	-	\$ -
2	Special assessments		-		-	-
3	Licenses and permits		-		-	-
4	Intergovernmental		-		-	-
5	Charges for services		-		-	-
6	Fines and forfeitures		81,229		106,744	25,515
7	Interest		-		1,037	1,037
8	Miscellaneous		-		-	-
9	Less statutory deduction		(4,061)		-	4,061
Total revenues				77,168	107,781	30,613
Expenditures:						
Current:						
10	General government		-		-	-
11	Public safety		104,084		37,936	66,148
12	Physical environment		-		-	-
13	Transportation		-		-	-
14	Economic environment		-		-	-
15	Human services		-		-	-
16	Culture and recreation		-		-	-
17	Reserve for contingencies		-		-	-
Debt service:						
18	Principal retirement		-		-	-
19	Interest and fiscal charges		-		-	-
Total expenditures				104,084	37,936	66,148
Excess (deficiency) of revenues over						
20	(under) expenditures		(26,916)		69,845	96,761
Other financing sources (uses):						
21	Transfers in		-		-	-
22	Transfers out		-		-	-
23	Issuance of capital lease debt		-		-	-
Total other financing sources (uses)				-	-	-
24	Net change in fund balances		(26,916)		69,845	96,761
25	Fund balances, October 1, 2015		26,916		26,916	-
Fund balances, September 30, 2016				\$ -	\$ 96,761	\$ 96,761

Law Enforcement Education			Law Enforcement Trust				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-
4	-	-	-	-	-	-	-
5	-	-	-	-	-	-	-
6	650,000	620,837	(29,163)	500,000	829,274	329,274	
7	7,000	1,993	(5,007)	20,000	14,712	(5,288)	
8	-	5,509	5,509	-	-	-	
9	(32,850)	-	32,850	(26,000)	-	26,000	
	624,150	628,339	4,189	494,000	843,986	349,986	
10	-	-	-	-	-	-	
11	952,905	620,457	332,448	3,244,940	1,245,368	1,999,572	
12	-	-	-	-	-	-	
13	-	-	-	-	-	-	
14	-	-	-	-	-	-	
15	-	-	-	-	-	-	
16	-	-	-	-	-	-	
17	-	-	-	-	-	-	
18	-	-	-	-	-	-	
19	-	-	-	-	-	-	
	952,905	620,457	332,448	3,244,940	1,245,368	1,999,572	
20	(328,755)	7,882	336,637	(2,750,940)	(401,382)	2,349,558	
21	-	-	-	-	-	-	
22	-	-	-	-	-	-	
23	-	-	-	-	-	-	
	-	-	-	-	-	-	
24	(328,755)	7,882	336,637	(2,750,940)	(401,382)	2,349,558	
25	328,755	320,089	(8,666)	2,750,940	2,750,940	-	
	\$ -	\$ 327,971	\$ 327,971	\$ -	\$ 2,349,558	\$ 2,349,558	

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

		911 Fee		
		Final Budget	Actual	Variance Positive (Negative)
Revenues:				
1	Taxes	\$ -	\$ -	\$ -
2	Special assessments	-	-	-
3	Licenses and permits	-	-	-
4	Intergovernmental	6,000,000	5,541,907	(458,093)
5	Charges for services	-	-	-
6	Fines and forfeitures	-	-	-
7	Interest	110,000	131,606	21,606
8	Miscellaneous	-	3,511	3,511
9	Less statutory deduction	(305,500)	-	305,500
Total revenues		5,804,500	5,677,024	(127,476)
Expenditures:				
Current:				
10	General government	-	-	-
11	Public safety	20,725,047	3,989,800	16,735,247
12	Physical environment	-	-	-
13	Transportation	-	-	-
14	Economic environment	-	-	-
15	Human services	-	-	-
16	Culture and recreation	-	-	-
17	Reserve for contingencies	-	-	-
Debt service:				
18	Principal retirement	-	-	-
19	Interest and fiscal charges	-	-	-
Total expenditures		20,725,047	3,989,800	16,735,247
20	Excess (deficiency) of revenues over (under) expenditures	(14,920,547)	1,687,224	16,607,771
Other financing sources (uses):				
21	Transfers in	-	-	-
22	Transfers out	-	-	-
23	Issuance of capital lease debt	-	-	-
Total other financing sources (uses)		-	-	-
24	Net change in fund balances	(14,920,547)	1,687,224	16,607,771
25	Fund balances, October 1, 2015	14,920,547	14,920,547	-
Fund balances, September 30, 2016		\$ -	\$ 16,607,771	\$ 16,607,771

OBT Local Government NID			Pine Hills Local Government NID				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -
2	-	-	-		-	-	-
3	-	-	-		-	-	-
4	-	-	-		-	-	-
5	-	-	-		-	-	-
6	131,579	125,000	(6,579)		131,579	125,000	(6,579)
7	-	239	239		-	2,035	2,035
8	-	-	-		-	-	-
9	(6,579)	-	6,579		(6,579)	-	6,579
	125,000	125,239	239		125,000	127,035	2,035
10	-	-	-		-	-	-
11	166,493	140,257	26,236		308,665	99,005	209,660
12	-	-	-		-	-	-
13	-	-	-		-	-	-
14	-	-	-		-	-	-
15	-	-	-		-	-	-
16	-	-	-		-	-	-
17	-	-	-		45,000	-	45,000
18	-	-	-		-	-	-
19	-	-	-		-	-	-
	166,493	140,257	26,236		353,665	99,005	254,660
20	(41,493)	(15,018)	26,475		(228,665)	28,030	256,695
21	-	-	-		-	-	-
22	-	-	-		-	-	-
23	-	-	-		-	-	-
	-	-	-		-	-	-
24	(41,493)	(15,018)	26,475		(228,665)	28,030	256,695
25	41,493	41,493	-		228,665	228,665	-
	\$ -	\$ 26,475	\$ 26,475		\$ -	\$ 256,695	\$ 256,695

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

Inmate Commissary			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	1,227,600	1,564,326	336,726
6 Fines and forfeitures	-	-	-
7 Interest	-	21,071	21,071
8 Miscellaneous	-	1	1
9 Less statutory deduction	(61,380)	-	61,380
Total revenues	1,166,220	1,585,398	419,178
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	2,795,626	1,150,948	1,644,678
12 Physical environment	-	-	-
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	-	-	-
16 Culture and recreation	-	-	-
17 Reserve for contingencies	-	-	-
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	2,795,626	1,150,948	1,644,678
Excess (deficiency) of revenues over			
20 (under) expenditures	(1,629,406)	434,450	2,063,856
Other financing sources (uses):			
21 Transfers in	-	-	-
22 Transfers out	-	-	-
23 Issuance of capital lease debt	-	-	-
Total other financing sources (uses)	-	-	-
24 Net change in fund balances	(1,629,406)	434,450	2,063,856
25 Fund balances, October 1, 2015	1,629,406	1,629,406	-
Fund balances, September 30, 2016	\$ -	\$ 2,063,856	\$ 2,063,856

Mandatory Refuse Collection			Air Pollution Control				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	-	-	-	-	-	-	-
3	-	-	-	17,000	39,170	22,170	
4	-	-	-	840,420	900,971	60,551	
5	43,556,720	40,561,976	(2,994,744)	40	-	(40)	
6	-	-	-	-	-	-	
7	167,298	180,093	12,795	3,000	3,150	150	
8	26,749	132,021	105,272	-	18,602	18,602	
9	(2,187,538)	-	2,187,538	(43,023)	-	43,023	
	41,563,229	40,874,090	(689,139)	817,437	961,893	144,456	
10	-	-	-	-	-	-	
11	-	-	-	-	-	-	
12	60,970,753	60,664,345	306,408	1,137,064	854,396	282,668	
13	-	-	-	-	-	-	
14	-	-	-	-	-	-	
15	-	-	-	-	-	-	
16	-	-	-	-	-	-	
17	9,347,337	-	9,347,337	54,090	-	54,090	
18	-	-	-	-	-	-	
19	-	-	-	-	-	-	
	70,318,090	60,664,345	9,653,745	1,191,154	854,396	336,758	
20	(28,754,861)	(19,790,255)	8,964,606	(373,717)	107,497	481,214	
21	-	-	-	-	-	-	
22	-	-	-	-	-	-	
23	-	-	-	-	-	-	
	-	-	-	-	-	-	
24	(28,754,861)	(19,790,255)	8,964,606	(373,717)	107,497	481,214	
25	28,754,861	28,754,861	-	373,717	373,717	-	
	\$ -	\$ 8,964,606	\$ 8,964,606	\$ -	\$ 481,214	\$ 481,214	

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

Water and Navigation Control Districts			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ 1,543,921	\$ 1,492,296	\$ (51,625)
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	80,000	112,315	32,315
6 Fines and forfeitures	-	-	-
7 Interest	47,700	86,488	38,788
8 Miscellaneous	50	20,000	19,950
9 Less statutory deduction	(85,076)	-	85,076
Total revenues	1,586,595	1,711,099	124,504
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	-	-	-
12 Physical environment	2,338,689	1,124,468	1,214,221
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	-	-	-
16 Culture and recreation	-	-	-
17 Reserve for contingencies	7,524,333	-	7,524,333
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	9,863,022	1,124,468	8,738,554
Excess (deficiency) of revenues over			
20 (under) expenditures	(8,276,427)	586,631	8,863,058
Other financing sources (uses):			
21 Transfers in	29,842	1,018	(28,824)
22 Transfers out	-	-	-
23 Issuance of capital lease debt	-	-	-
Total other financing sources (uses)	29,842	1,018	(28,824)
24 Net change in fund balances	(8,246,585)	587,649	8,834,234
25 Fund balances, October 1, 2015	8,246,585	8,246,585	-
Fund balances, September 30, 2016	\$ -	\$ 8,834,234	\$ 8,834,234

Aquatic Weed Taxing Districts			Aquatic Weed Non-tax Districts			
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ 577,210	\$ 558,430	\$ (18,780)	\$ -	\$ -	\$ -
2	-	-	-	64,199	61,687	(2,512)
3	-	-	-	-	-	-
4	-	-	-	-	-	-
5	50,000	1,211	(48,789)	30,000	25,246	(4,754)
6	-	-	-	-	-	-
7	26,838	36,669	9,831	1,344	2,680	1,336
8	33,000	7,288	(25,712)	-	-	-
9	(34,894)	-	34,894	(4,775)	-	4,775
	652,154	603,598	(48,556)	90,768	89,613	(1,155)
10	-	-	-	-	-	-
11	-	-	-	-	-	-
12	1,907,053	352,895	1,554,158	103,245	31,685	71,560
13	-	-	-	-	-	-
14	-	-	-	-	-	-
15	-	-	-	-	-	-
16	-	-	-	-	-	-
17	2,166,836	-	2,166,836	189,369	-	189,369
18	-	-	-	-	-	-
19	-	-	-	-	-	-
	4,073,889	352,895	3,720,994	292,614	31,685	260,929
20	(3,421,735)	250,703	3,672,438	(201,846)	57,928	259,774
21	13,822	7,968	(5,854)	3	3	-
22	(3)	(3)	-	-	-	-
23	-	-	-	-	-	-
	13,819	7,965	(5,854)	3	3	-
24	(3,407,916)	258,668	3,666,584	(201,843)	57,931	259,774
25	3,407,916	3,407,916	-	201,843	201,843	-
	\$ -	\$ 3,666,584	\$ 3,666,584	\$ -	\$ 259,774	\$ 259,774

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

Conservation Trust			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	584,844	747,098	162,254
6 Fines and forfeitures	-	-	-
7 Interest	30,100	65,182	35,082
8 Miscellaneous	1,050	5,085	4,035
9 Less statutory deduction	(30,800)	-	30,800
Total revenues	585,194	817,365	232,171
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	-	-	-
12 Physical environment	1,309,401	218,892	1,090,509
13 Transportation	1,294,902	45,113	1,249,789
14 Economic environment	-	-	-
15 Human services	-	-	-
16 Culture and recreation	-	-	-
17 Reserve for contingencies	3,911,373	-	3,911,373
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	6,515,676	264,005	6,251,671
Excess (deficiency) of revenues over			
20 (under) expenditures	(5,930,482)	553,360	6,483,842
Other financing sources (uses):			
21 Transfers in	-	-	-
22 Transfers out	-	-	-
23 Issuance of capital lease debt	-	-	-
Total other financing sources (uses)	-	-	-
24 Net change in fund balances	(5,930,482)	553,360	6,483,842
25 Fund balances, October 1, 2015	5,930,482	5,930,482	-
Fund balances, September 30, 2016	\$ -	\$ 6,483,842	\$ 6,483,842

Pollutant Storage Tank				Municipal Service Districts		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ 7,215,984	\$ 6,790,354	\$ (425,630)
2	-	-	-	130,646	118,464	(12,182)
3	-	-	-	-	-	-
4	-	-	-	-	-	-
5	1,000	500	(500)	17,616,678	18,086,435	469,757
6	1,000	1,000	-	-	-	-
7	300	417	117	130,760	261,127	130,367
8	-	-	-	-	11,556	11,556
9	(115)	-	115	(1,254,706)	-	1,254,706
	2,185	1,917	(268)	23,839,362	25,267,936	1,428,574
10	-	-	-	1,992,369	1,969,307	23,062
11	-	-	-	-	-	-
12	50,554	6,724	43,830	9,488,032	8,188,798	1,299,234
13	-	-	-	15,349,849	14,427,447	922,402
14	-	-	-	-	-	-
15	-	-	-	-	-	-
16	-	-	-	-	-	-
17	-	-	-	16,930,972	-	16,930,972
18	-	-	-	-	-	-
19	-	-	-	-	-	-
	50,554	6,724	43,830	43,761,222	24,585,552	19,175,670
20	(48,369)	(4,807)	43,562	(19,921,860)	682,384	20,604,244
21	-	-	-	120,000	194,343	74,343
22	-	-	-	(24,126)	(23,590)	536
23	-	-	-	-	-	-
	-	-	-	95,874	170,753	74,879
24	(48,369)	(4,807)	43,562	(19,825,986)	853,137	20,679,123
25	48,369	48,369	-	19,825,986	19,825,986	-
	\$ -	\$ 43,562	\$ 43,562	\$ -	\$ 20,679,123	\$ 20,679,123

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

				Local Option Gas Tax		
				Final Budget	Actual	Variance Positive (Negative)
Revenues:						
1	Taxes	\$	25,000,000	\$	27,353,210	\$ 2,353,210
2	Special assessments		-		-	-
3	Licenses and permits		-		-	-
4	Intergovernmental		-		192,359	192,359
5	Charges for services		-		21,000	21,000
6	Fines and forfeitures		-		-	-
7	Interest		35,000		65,646	30,646
8	Miscellaneous		-		75,881	75,881
9	Less statutory deduction		(1,251,750)		-	1,251,750
Total revenues				23,783,250	27,708,096	3,924,846
Expenditures:						
Current:						
10	General government		-		-	-
11	Public safety		-		-	-
12	Physical environment		7,034,314		6,048,489	985,825
13	Transportation		30,890,648		27,756,460	3,134,188
14	Economic environment		-		-	-
15	Human services		-		-	-
16	Culture and recreation		-		-	-
17	Reserve for contingencies		1,909,612		-	1,909,612
Debt service:						
18	Principal retirement		-		-	-
19	Interest and fiscal charges		-		-	-
Total expenditures				39,834,574	33,804,949	6,029,625
Excess (deficiency) of revenues over						
20	(under) expenditures		(16,051,324)		(6,096,853)	9,954,471
Other financing sources (uses):						
21	Transfers in		6,124,126		6,123,590	(536)
22	Transfers out		-		-	-
23	Issuance of capital lease debt		-		-	-
Total other financing sources (uses)				6,124,126	6,123,590	(536)
24	Net change in fund balances		(9,927,198)		26,737	9,953,935
25	Fund balances, October 1, 2015		9,927,198		9,927,198	-
Fund balances, September 30, 2016				\$ -	\$ 9,953,935	\$ 9,953,935

Constitutional Gas Tax			Transportation Trust				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$	1,050,000	\$ 1,175,911	\$ 125,911
2	-	-	-		-	-	-
3	-	-	-		1,983,500	2,223,667	240,167
4	8,800,000	10,039,354	1,239,354		7,098,000	7,755,880	657,880
5	-	-	-		1,074,080	2,136,087	1,062,007
6	-	-	-		3,262,500	4,800,917	1,538,417
7	80,250	202,426	122,176		101,050	714,537	613,487
8	-	522,176	522,176		38,500	1,039,770	1,001,270
9	(444,013)	-	444,013		(730,382)	-	730,382
	8,436,237	10,763,956	2,327,719		13,877,248	19,846,769	5,969,521
10	-	-	-		-	-	-
11	-	-	-		2,991,672	201,200	2,790,472
12	-	-	-		8,224,890	7,108,663	1,116,227
13	18,515,190	13,047,483	5,467,707		87,143,818	70,874,633	16,269,185
14	-	-	-		-	-	-
15	-	-	-		-	-	-
16	-	-	-		-	-	-
17	11,910,652	-	11,910,652		9,863,709	-	9,863,709
18	-	-	-		7,859	7,743	116
19	-	-	-		2,047	1,886	161
	30,425,842	13,047,483	17,378,359		108,233,995	78,194,125	30,039,870
20	(21,989,605)	(2,283,527)	19,706,078		(94,356,747)	(58,347,356)	36,009,391
21	-	-	-		67,400,000	67,400,000	-
22	-	-	-		(120,000)	(120,000)	-
23	-	-	-		-	12,683	12,683
	-	-	-		67,280,000	67,292,683	12,683
24	(21,989,605)	(2,283,527)	19,706,078		(27,076,747)	8,945,327	36,022,074
25	21,989,605	21,989,605	-		27,076,747	27,076,747	-
	\$ -	\$ 19,706,078	\$ 19,706,078	\$	-	\$ 36,022,074	\$ 36,022,074

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

International Drive Community Redevelopment Agency			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	-	-	-
6 Fines and forfeitures	-	-	-
7 Interest	100,000	454,033	354,033
8 Miscellaneous	619,214	699,034	79,820
9 Less statutory deduction	(35,961)	-	35,961
Total revenues	683,253	1,153,067	469,814
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	-	-	-
12 Physical environment	-	-	-
13 Transportation	32,413,175	16,928,077	15,485,098
14 Economic environment	-	-	-
15 Human services	-	-	-
16 Culture and recreation	-	-	-
17 Reserve for contingencies	22,446,622	-	22,446,622
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	54,859,797	16,928,077	37,931,720
Excess (deficiency) of revenues over 20 (under) expenditures	(54,176,544)	(15,775,010)	38,401,534
Other financing sources (uses):			
21 Transfers in	10,902,684	10,725,799	(176,885)
22 Transfers out	-	-	-
23 Issuance of capital lease debt	-	-	-
Total other financing sources (uses)	10,902,684	10,725,799	(176,885)
24 Net change in fund balances	(43,273,860)	(5,049,211)	38,224,649
25 Fund balances, October 1, 2015	43,273,860	43,273,860	-
Fund balances, September 30, 2016	\$ -	\$ 38,224,649	\$ 38,224,649

Local Housing Assistance (SHIP)			OBT Community Redevelopment Agency				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -
2	-	-	-		-	-	-
3	-	-	-		-	-	-
4	-	4,743,835	4,743,835		-	-	-
5	-	-	-		-	-	-
6	-	-	-		-	-	-
7	50,000	144,740	94,740		1,000	1,556	556
8	150,000	559,212	409,212		119,917	119,917	-
9	(10,000)	-	10,000		(6,046)	-	6,046
	-						
	190,000	5,447,787	5,257,787		114,871	121,473	6,602
10	-	-	-		-	-	-
11	-	-	-		-	-	-
12	-	-	-		-	-	-
13	-	-	-		-	-	-
14	9,026,323	5,278,032	3,748,291		270,071	206,360	63,711
15	-	-	-		114,502	76,857	37,645
16	-	-	-		-	-	-
17	-	-	-		-	-	-
18	-	-	-		-	-	-
19	-	-	-		-	-	-
	9,026,323	5,278,032	3,748,291		384,573	283,217	101,356
20	(8,836,323)	169,755	9,006,078		(269,702)	(161,744)	107,958
21	-	-	-		140,549	140,549	-
22	-	-	-		-	-	-
23	-	-	-		-	-	-
	-	-	-		140,549	140,549	-
24	(8,836,323)	169,755	9,006,078		(129,153)	(21,195)	107,958
25	8,836,323	19,196,782	10,360,459		129,153	129,153	-
	\$ -	\$ 19,366,537	\$ 19,366,537		\$ -	\$ 107,958	\$ 107,958

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

School Impact Fees			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	90,000,000	60,312,717	(29,687,283)
6 Fines and forfeitures	-	-	-
7 Interest	20,000	62,083	42,083
8 Miscellaneous	-	-	-
9 Less statutory deduction	(4,501,000)	-	4,501,000
Total revenues	85,519,000	60,374,800	(25,144,200)
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	-	-	-
12 Physical environment	-	-	-
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	84,594,000	59,559,571	25,034,429
16 Culture and recreation	-	-	-
17 Reserve for contingencies	-	-	-
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	84,594,000	59,559,571	25,034,429
Excess (deficiency) of revenues over			
20 (under) expenditures	925,000	815,229	(109,771)
Other financing sources (uses):			
21 Transfers in	-	-	-
22 Transfers out	(925,000)	(815,229)	109,771
23 Issuance of capital lease debt	-	-	-
Total other financing sources (uses)	(925,000)	(815,229)	109,771
24 Net change in fund balances	-	-	-
25 Fund balances, October 1, 2015	-	-	-
Fund balances, September 30, 2016	\$ -	\$ -	\$ -

Drug Abuse Trust			Driver Education Safety				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-
4	-	-	-	-	-	-	-
5	125,000	106,652	(18,348)	600,000	491,431	(108,569)	
6	-	-	-	-	-	-	-
7	1,000	1,116	116	100	2,243	2,143	
8	-	12,585	12,585	-	-	-	-
9	(6,300)	-	6,300	(30,005)	-	30,005	
	119,700	120,353	653	570,095	493,674	(76,421)	
10	-	-	-	-	-	-	-
11	-	-	-	-	-	-	-
12	-	-	-	-	-	-	-
13	-	-	-	-	-	-	-
14	-	-	-	-	-	-	-
15	426,751	269,022	157,729	614,926	498,634	116,292	
16	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-
18	-	-	-	-	-	-	-
19	-	-	-	-	-	-	-
	426,751	269,022	157,729	614,926	498,634	116,292	
20	(307,051)	(148,669)	158,382	(44,831)	(4,960)	39,871	
21	120,900	120,900	-	-	-	-	-
22	-	-	-	-	-	-	-
23	-	-	-	-	-	-	-
	120,900	120,900	-	-	-	-	-
24	(186,151)	(27,769)	158,382	(44,831)	(4,960)	39,871	
25	186,151	186,151	-	44,831	44,831	-	
	\$ -	\$ 158,382	\$ 158,382	\$ -	\$ 39,871	\$ 39,871	

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

Animal Services Trust			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	1,800	2,300	500
6 Fines and forfeitures	-	-	-
7 Interest	598	1,554	956
8 Miscellaneous	35,000	44,488	9,488
9 Less statutory deduction	(1,870)	-	1,870
Total revenues	35,528	48,342	12,814
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	-	-	-
12 Physical environment	-	-	-
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	157,673	10,481	147,192
16 Culture and recreation	-	-	-
17 Reserve for contingencies	-	-	-
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	157,673	10,481	147,192
Excess (deficiency) of revenues over			
20 (under) expenditures	(122,145)	37,861	160,006
Other financing sources (uses):			
21 Transfers in	-	-	-
22 Transfers out	-	-	-
23 Issuance of capital lease debt	-	-	-
Total other financing sources (uses)	-	-	-
24 Net change in fund balances	(122,145)	37,861	160,006
25 Fund balances, October 1, 2015	122,145	122,145	-
Fund balances, September 30, 2016	\$ -	\$ 160,006	\$ 160,006

Parks				Boating Improvement Program		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ 16,713,931	\$ 15,978,136	\$ (735,795)	\$ -	\$ -	\$ -
2	-	-	-	-	-	-
3	-	-	-	-	-	-
4	-	-	-	-	-	-
5	3,174,260	3,456,317	282,057	135,344	137,952	2,608
6	-	-	-	-	-	-
7	210,000	269,193	59,193	10,003	8,672	(1,331)
8	231,821	77,731	(154,090)	-	-	-
9	(1,016,501)	-	1,016,501	(7,267)	-	7,267
	19,313,511	19,781,377	467,866	138,080	146,624	8,544
10	-	-	-	-	-	-
11	-	-	-	-	-	-
12	-	-	-	-	-	-
13	-	-	-	-	-	-
14	-	-	-	-	-	-
15	-	-	-	-	-	-
16	38,299,804	30,762,262	7,537,542	1,146,684	22,679	1,124,005
17	9,263,682	-	9,263,682	-	-	-
18	-	-	-	-	-	-
19	-	-	-	-	-	-
	47,563,486	30,762,262	16,801,224	1,146,684	22,679	1,124,005
20	(28,249,975)	(10,980,885)	17,269,090	(1,008,604)	123,945	1,132,549
21	14,395,703	14,395,703	-	-	-	-
22	-	-	-	-	-	-
23	-	-	-	-	-	-
	14,395,703	14,395,703	-	-	-	-
24	(13,854,272)	3,414,818	17,269,090	(1,008,604)	123,945	1,132,549
25	13,854,272	13,854,272	-	1,008,604	1,008,604	-
	\$ -	\$ 17,269,090	\$ 17,269,090	\$ -	\$ 1,132,549	\$ 1,132,549

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

		Grants		
		Final Budget	Actual	Variance Positive (Negative)
Revenues:				
1	Taxes	\$ -	\$ -	\$ -
2	Special assessments	-	-	-
3	Licenses and permits	-	-	-
4	Intergovernmental	126,439,419	69,845,951	(56,593,468)
5	Charges for services	-	37	37
6	Fines and forfeitures	-	-	-
7	Interest	-	64,642	64,642
8	Miscellaneous	14,918,413	6,071,497	(8,846,916)
9	Less statutory deduction	(13,660,710)	-	13,660,710
Total revenues		127,697,122	75,982,127	(51,714,995)
Expenditures:				
Current:				
10	General government	1,613,842	580,903	1,032,939
11	Public safety	12,635,121	9,009,461	3,625,660
12	Physical environment	7,510,203	2,855,321	4,654,882
13	Transportation	4,053,539	1,578,500	2,475,039
14	Economic environment	50,322,953	29,204,996	21,117,957
15	Human services	44,906,880	31,215,703	13,691,177
16	Culture and recreation	9,701,098	1,791,856	7,909,242
17	Reserve for contingencies	554,299	-	554,299
Debt service:				
18	Principal retirement	-	-	-
19	Interest and fiscal charges	-	-	-
Total expenditures		131,297,935	76,236,740	55,061,195
Excess (deficiency) of revenues over				
20	(under) expenditures	(3,600,813)	(254,613)	3,346,200
Other financing sources (uses):				
21	Transfers in	2,657,686	1,979,527	(678,159)
22	Transfers out	(4,967,563)	(2,932,194)	2,035,369
23	Issuance of capital lease debt	-	-	-
Total other financing sources (uses)		(2,309,877)	(952,667)	1,357,210
24	Net change in fund balances	(5,910,690)	(1,207,280)	4,703,410
25	Fund balances, October 1, 2015	5,910,690	11,466,029	5,555,339
Fund balances, September 30, 2016		\$ -	\$ 10,258,749	\$ 10,258,749

Public Records Modernization			Mortgage Foreclosure Education			
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	-	-	-	-	-	-
3	-	-	-	-	-	-
4	-	-	-	-	-	-
5	3,240,000	3,785,162	545,162	12,000	10,724	(1,276)
6	1,700,000	1,704,851	4,851	-	-	-
7	500	35,748	35,248	-	-	-
8	15,000	-	(15,000)	-	-	-
9	-	-	-	-	-	-
	4,955,500	5,525,761	570,261	12,000	10,724	(1,276)
10	7,078,841	5,668,137	1,410,704	35,000	7,700	27,300
11	-	-	-	-	-	-
12	-	-	-	-	-	-
13	-	-	-	-	-	-
14	-	-	-	-	-	-
15	-	-	-	-	-	-
16	-	-	-	-	-	-
17	-	-	-	-	-	-
18	-	-	-	-	-	-
19	-	-	-	-	-	-
	7,078,841	5,668,137	1,410,704	35,000	7,700	27,300
20	(2,123,341)	(142,376)	1,980,965	(23,000)	3,024	26,024
21	-	-	-	-	-	-
22	-	-	-	-	-	-
23	-	-	-	-	-	-
	-	-	-	-	-	-
24	(2,123,341)	(142,376)	1,980,965	(23,000)	3,024	26,024
25	2,123,341	5,020,571	2,897,230	23,000	26,161	3,161
	\$ -	\$ 4,878,195	\$ 4,878,195	\$ -	\$ 29,185	\$ 29,185

DEBT SERVICE FUNDS

Debt Service Funds account for the accumulation of resources for, and the payment of, general government long-term debt principal and interest.

DEBT SERVICE FUNDS

Capital Improvement Bonds is for debt service payments on the Capital Improvement Refunding Revenue Bonds, Series 2009. Pledged revenue for debt service on the bonds is County receipts from the State Revenue Sharing Trust Fund provided by Chapter 218, Florida Statutes, in an amount equal to 50% of revenue received from this source in the immediately preceding fiscal year.

Public Facilities Bonds is for debt service payments on the Public Facilities Revenue Bonds, Series 1994A. The primary revenue source is miscellaneous designated revenues of the General Fund, transferred in for required debt service payments.

Public Service Tax Bonds is for debt service payments on the Public Service Tax Refunding Revenue Bonds, Series 2013. The primary revenue source is the public service tax levied by the County on utilities services sold or consumed in the unincorporated area.

Orange County Promissory Note is for debt service payments on the Series 2010 Promissory Note. The primary revenue source is from a surcharge on traffic violations within the County.

Sales Tax Trust is presented as a major fund in the governmental fund financial statements and, as such, is not included in these supplementary combining statements. The budgetary comparison schedule is included in this section to demonstrate compliance with budgetary restrictions. The fund accounts for debt service payments on the Taxable Sales Tax Revenue Refunding Bonds, Series 2012A; the Sales Tax Revenue Refunding Bonds, Series 2012B, Series 2012C, Series 2015A; and the Sales Tax Revenue Bond, Series 2015. The primary revenue source is the County's one-half cent share of the State sales tax collected in Orange County.

ORANGE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
September 30, 2016

	<u>Capital Improvement Bonds</u>	<u>Public Facilities Bonds</u>	<u>Public Service Tax Bonds</u>
<u>ASSETS</u>			
1 Cash and investments	\$ 10,042,627	\$ 4,399,349	\$ 62,612,446
2 Other investments	-	4,353,411	-
Receivables:			
3 Taxes	-	-	7,285,905
4 Accrued interest	-	1,918	74,529
	<u>-</u>	<u>1,918</u>	<u>74,529</u>
Total assets	<u>\$ 10,042,627</u>	<u>\$ 8,754,678</u>	<u>\$ 69,972,880</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
5 Matured bonds and notes payable	\$ 2,360,000	\$ 1,060,051	\$ 4,610,000
6 Matured interest payable	383,207	3,294,949	686,125
	<u>383,207</u>	<u>3,294,949</u>	<u>686,125</u>
Total liabilities	<u>2,743,207</u>	<u>4,355,000</u>	<u>5,296,125</u>
Fund balances:			
7 Restricted	-	4,355,000	7,285,905
8 Assigned	7,299,420	44,678	57,390,850
	<u>7,299,420</u>	<u>44,678</u>	<u>57,390,850</u>
Total fund balances	<u>7,299,420</u>	<u>4,399,678</u>	<u>64,676,755</u>
Total liabilities and fund balances	<u>\$ 10,042,627</u>	<u>\$ 8,754,678</u>	<u>\$ 69,972,880</u>

Orange County Promissory Note		Totals
¹	\$ 3,487,723	\$ 80,542,145
²	-	4,353,411
³	-	7,285,905
⁴	<u>7,488</u>	<u>83,935</u>
	<u>\$ 3,495,211</u>	<u>\$ 92,265,396</u>
⁵	\$ 1,255,000	\$ 9,285,051
⁶	<u>121,947</u>	<u>4,486,228</u>
	<u>1,376,947</u>	<u>13,771,279</u>
⁷	-	11,640,905
⁸	<u>2,118,264</u>	<u>66,853,212</u>
	<u>2,118,264</u>	<u>78,494,117</u>
	<u>\$ 3,495,211</u>	<u>\$ 92,265,396</u>

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
for the year ended September 30, 2016

	Capital Improvement Bonds	Public Facilities Bonds	Public Service Tax Bonds
Revenues:			
1 Taxes	\$ -	\$ -	\$ 73,186,128
2 Intergovernmental	39,343,563	-	-
3 Charges for services	-	-	-
4 Fines and forfeitures	-	-	-
5 Interest	5,916	17,412	285,965
6 Miscellaneous	-	-	-
Total revenues	<u>39,349,479</u>	<u>17,412</u>	<u>73,472,093</u>
Expenditures:			
Current:			
7 General government	-	-	128,265
8 Public safety	-	-	-
Debt service:			
9 Principal retirement	2,360,000	1,060,051	4,610,000
10 Interest and fiscal charges	<u>766,413</u>	<u>3,296,824</u>	<u>1,372,250</u>
Total expenditures	<u>3,126,413</u>	<u>4,356,875</u>	<u>6,110,515</u>
Excess (deficiency) of revenues			
11 over (under) expenditures	<u>36,223,066</u>	<u>(4,339,463)</u>	<u>67,361,578</u>
Other financing sources (uses):			
12 Transfers in	-	4,355,000	-
13 Transfers out	<u>(36,401,737)</u>	<u>-</u>	<u>(59,053,705)</u>
Total other financing sources (uses)	<u>(36,401,737)</u>	<u>4,355,000</u>	<u>(59,053,705)</u>
14 Net change in fund balances	(178,671)	15,537	8,307,873
15 Fund balances, October 1, 2015	<u>7,478,091</u>	<u>4,384,141</u>	<u>56,368,882</u>
Fund balances, September 30, 2016	<u><u>\$ 7,299,420</u></u>	<u><u>\$ 4,399,678</u></u>	<u><u>\$ 64,676,755</u></u>

Orange County Promissory		
Note	Totals	
1 \$ -	\$ 73,186,128	
2 -	39,343,563	
3 45,239	45,239	
4 1,200,829	1,200,829	
5 26,331	335,624	
6 538	538	
<u>1,272,937</u>	<u>114,111,921</u>	
7 -	128,265	
8 49,425	49,425	
9 1,255,000	9,285,051	
10 <u>243,893</u>	<u>5,679,380</u>	
<u>1,548,318</u>	<u>15,142,121</u>	
11 <u>(275,381)</u>	<u>98,969,800</u>	
12 -	4,355,000	
13 <u>-</u>	<u>(95,455,442)</u>	
<u>-</u>	<u>(91,100,442)</u>	
14 (275,381)	7,869,358	
15 <u>2,393,645</u>	<u>70,624,759</u>	
<u>\$ 2,118,264</u>	<u>\$ 78,494,117</u>	

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR DEBT SERVICE FUNDS
for the year ended September 30, 2016

Capital Improvement Bonds			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Intergovernmental	36,635,000	39,343,563	2,708,563
3 Charges for services	-	-	-
4 Fines and forfeitures	-	-	-
5 Interest	2,000	5,916	3,916
6 Miscellaneous	-	-	-
7 Less statutory deduction	(1,831,850)	-	1,831,850
Total revenues	<u>34,805,150</u>	<u>39,349,479</u>	<u>4,544,329</u>
Expenditures:			
Current:			
8 General government	-	-	-
9 Public safety	-	-	-
Debt service:			
10 Principal retirement	2,370,000	2,360,000	10,000
11 Interest and fiscal charges	786,413	766,413	20,000
12 Sinking fund reserve	2,725,091	-	2,725,091
Total expenditures	<u>5,881,504</u>	<u>3,126,413</u>	<u>2,755,091</u>
Excess (deficiency) of revenues over			
13 (under) expenditures	<u>28,923,646</u>	<u>36,223,066</u>	<u>7,299,420</u>
Other financing sources (uses):			
14 Transfers in	-	-	-
15 Transfers out	(36,401,737)	(36,401,737)	-
Total other financing sources (uses)	<u>(36,401,737)</u>	<u>(36,401,737)</u>	<u>-</u>
16 Net change in fund balances	(7,478,091)	(178,671)	7,299,420
17 Fund balances, October 1, 2015	<u>7,478,091</u>	<u>7,478,091</u>	<u>-</u>
Fund balances, September 30, 2016	<u><u>\$ -</u></u>	<u><u>\$ 7,299,420</u></u>	<u><u>\$ 7,299,420</u></u>

Public Facilities Bonds			Public Service Tax Bonds		
Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1 \$ -	\$ -	\$ -	\$ 64,908,960	\$ 73,186,128	\$ 8,277,168
2 -	-	-	-	-	-
3 -	-	-	-	-	-
4 -	-	-	-	-	-
5 1,000	17,412	16,412	16,000	285,965	269,965
6 -	-	-	-	-	-
7 (50)	-	50	(3,246,248)	-	3,246,248
950	17,412	16,462	61,678,712	73,472,093	11,793,381
8 -	-	-	128,265	128,265	-
9 -	-	-	-	-	-
10 1,061,000	1,060,051	949	4,620,000	4,610,000	10,000
11 3,300,000	3,296,824	3,176	1,392,250	1,372,250	20,000
12 4,368,541	-	4,368,541	52,853,374	-	52,853,374
8,729,541	4,356,875	4,372,666	58,993,889	6,110,515	52,883,374
13 (8,728,591)	(4,339,463)	4,389,128	2,684,823	67,361,578	64,676,755
14 4,355,000	4,355,000	-	-	-	-
15 (10,550)	-	10,550	(59,053,705)	(59,053,705)	-
4,344,450	4,355,000	10,550	(59,053,705)	(59,053,705)	-
16 (4,384,141)	15,537	4,399,678	(56,368,882)	8,307,873	64,676,755
17 4,384,141	4,384,141	-	56,368,882	56,368,882	-
\$ -	\$ 4,399,678	\$ 4,399,678	\$ -	\$ 64,676,755	\$ 64,676,755

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR DEBT SERVICE FUNDS
for the year ended September 30, 2016

Orange County Promissory Note			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Intergovernmental	-	-	-
3 Charges for services	45,300	45,239	(61)
4 Fines and forfeitures	1,350,000	1,200,829	(149,171)
5 Interest	8,000	26,331	18,331
6 Miscellaneous	-	538	538
7 Less statutory deduction	(70,165)	-	70,165
Total revenues	<u>1,333,135</u>	<u>1,272,937</u>	<u>(60,198)</u>
Expenditures:			
Current:			
8 General government	-	-	-
9 Public safety	66,000	49,425	16,575
Debt service:			
10 Principal retirement	1,255,000	1,255,000	-
11 Interest and fiscal charges	243,893	243,893	-
12 Sinking fund reserve	2,161,887	-	2,161,887
Total expenditures	<u>3,726,780</u>	<u>1,548,318</u>	<u>2,178,462</u>
Excess (deficiency) of revenues over			
13 (under) expenditures	<u>(2,393,645)</u>	<u>(275,381)</u>	<u>2,118,264</u>
Other financing sources (uses):			
14 Transfers in	-	-	-
15 Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
16 Net change in fund balances	(2,393,645)	(275,381)	2,118,264
17 Fund balances, October 1, 2015	<u>2,393,645</u>	<u>2,393,645</u>	<u>-</u>
Fund balances, September 30, 2016	<u><u>\$ -</u></u>	<u><u>\$ 2,118,264</u></u>	<u><u>\$ 2,118,264</u></u>

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
SALES TAX TRUST FUND
for the year ended September 30, 2016

	Budget			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
Revenues:				
Intergovernmental	\$ 160,680,000	\$ 160,680,000	\$ 166,337,860	\$ 5,657,860
Interest	102,000	102,000	1,203,646	1,101,646
Less statutory deduction	(8,039,100)	(8,039,100)	-	8,039,100
Total revenues	152,742,900	152,742,900	167,541,506	14,798,606
Expenditures:				
Current:				
Reserve for contingencies	153,628,355	162,421,413	-	162,421,413
Debt service:				
Principal retirement	14,605,000	14,605,000	7,865,000	6,740,000
Interest and fiscal charges	11,058,359	11,058,359	9,973,540	1,084,819
Total expenditures	179,291,714	188,084,772	17,838,540	170,246,232
Excess (deficiency) of revenues over (under) expenditures	(26,548,814)	(35,341,872)	149,702,966	185,044,838
Other financing uses:				
Transfers in	940,000	881,807	879,411	(2,396)
Transfers out	(192,485,186)	(192,485,186)	(179,255,960)	13,229,226
Long-term debt issued	-	30,110,000	30,110,000	-
Payment to refunding escrow agent	-	(32,681,217)	(32,606,218)	74,999
Total other financing uses	(191,545,186)	(194,174,596)	(180,872,767)	13,301,829
Net change in fund balance	(218,094,000)	(229,516,468)	(31,169,801)	198,346,667
Fund balance, October 1, 2015	218,094,000	229,516,468	229,516,468	-
Fund balance, September 30, 2016	\$ -	\$ -	\$ 198,346,667	\$ 198,346,667

CAPITAL PROJECTS FUNDS

Capital Projects Funds account for the financial resources used for the acquisition or construction of major capital facilities.

CAPITAL PROJECTS FUNDS

Law Enforcement Impact Fees is for fees collected in the unincorporated areas of the County to be used for growth-related law enforcement capital expenditures.

Fire Impact Fees is for fees collected in the unincorporated areas of the County to be used for growth-related improvements to fire protection facilities and equipment.

Sales Tax 2015 Equipment Acquisition is for the use of proceeds from the Sales Tax Revenue Bond, Series 2015, primarily for costs associated with the purchase of fire rescue equipment and vehicles. During the 2016 fiscal year, the remaining balance in this fund was expended for eligible costs and the fund was closed out.

Transportation Impact Fees is for fees collected in the unincorporated areas of the County to be expended on the acquisition or expansion of growth-related transportation capital assets.

Parks and Recreation Impact Fees is for fees collected countywide for growth-related capital improvements to the parks and recreation facilities throughout the County.

Miscellaneous Construction Projects is for the acquisition and construction of various minor projects and facilities which are funded by a portion of the countywide ad valorem property tax levy.

**ORANGE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
September 30, 2016**

	<u>Law Enforcement Impact Fees</u>	<u>Fire Impact Fees</u>	<u>Sales Tax 2015 Equipment Acquisition</u>	<u>Transportation Impact Fees</u>
<u>ASSETS</u>				
1 Cash and investments	\$ 8,963,548	\$ 5,360,572	\$ -	\$ 101,702,324
Receivables:				
2 Accounts	99,518	64,022	-	197,665
3 Accrued interest	20,399	13,089	-	248,483
4 Due from other governmental agencies	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,013</u>
Total assets	<u><u>\$ 9,083,465</u></u>	<u><u>\$ 5,437,683</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 102,180,485</u></u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
5 Accounts payable and accrued liabilities	<u>\$ 2,159</u>	<u>\$ 361,732</u>	<u>\$ -</u>	<u>\$ 422,296</u>
Total liabilities	<u>2,159</u>	<u>361,732</u>	<u>-</u>	<u>422,296</u>
Fund balances:				
6 Restricted	9,081,306	5,075,951	-	101,758,189
7 Committed	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>9,081,306</u>	<u>5,075,951</u>	<u>-</u>	<u>101,758,189</u>
Total liabilities and fund balances	<u><u>\$ 9,083,465</u></u>	<u><u>\$ 5,437,683</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 102,180,485</u></u>

	Parks and Recreation Impact Fees	Miscellaneous Construction Projects	Totals
1	\$ 17,899,705	\$ 95,807,206	\$ 229,733,355
2	221,492	-	582,697
3	43,679	174,181	499,831
4	-	-	32,013
	<u>\$ 18,164,876</u>	<u>\$ 95,981,387</u>	<u>\$ 230,847,896</u>
5	\$ 495,791	\$ 6,748,992	\$ 8,030,970
	<u>495,791</u>	<u>6,748,992</u>	<u>8,030,970</u>
6	17,669,085	-	133,584,531
7	-	89,232,395	89,232,395
	<u>17,669,085</u>	<u>89,232,395</u>	<u>222,816,926</u>
	<u>\$ 18,164,876</u>	<u>\$ 95,981,387</u>	<u>\$ 230,847,896</u>

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR CAPITAL PROJECTS FUNDS
for the year ended September 30, 2016

	Law Enforcement Impact Fees	Fire Impact Fees	Sales Tax 2015 Equipment Acquisition	Transportation Impact Fees
Revenues:				
1 Taxes	\$ -	\$ -	\$ -	\$ -
2 Charges for services	2,863,351	2,190,272	-	23,048,548
3 Interest	81,801	51,664	-	926,402
4 Miscellaneous	-	348	-	34,391
Total revenues	<u>2,945,152</u>	<u>2,242,284</u>	<u>-</u>	<u>24,009,341</u>
Expenditures:				
Capital outlay:				
5 General government	-	-	-	-
6 Public safety	454,106	1,486,744	2,543,609	-
7 Physical environment	-	-	-	-
8 Transportation	-	-	-	6,942,848
9 Economic environment	-	-	-	-
10 Human services	-	-	-	-
11 Culture and recreation	-	-	-	-
Total expenditures	<u>454,106</u>	<u>1,486,744</u>	<u>2,543,609</u>	<u>6,942,848</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,491,046</u>	<u>755,540</u>	<u>(2,543,609)</u>	<u>17,066,493</u>
Other financing sources (uses):				
12 Transfers in	-	-	-	-
13 Transfers out	-	-	(1,583)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(1,583)</u>	<u>-</u>
Net change in fund balances	2,491,046	755,540	(2,545,192)	17,066,493
Fund balances, October 1, 2015	<u>6,590,260</u>	<u>4,320,411</u>	<u>2,545,192</u>	<u>84,691,696</u>
Fund balances, September 30, 2016	<u>\$ 9,081,306</u>	<u>\$ 5,075,951</u>	<u>\$ -</u>	<u>\$ 101,758,189</u>

	Parks and Recreation Impact Fees	Miscellaneous Construction Projects	Totals
1	\$ -	\$ 21,709,572	\$ 21,709,572
2	6,865,438	-	34,967,609
3	158,191	622,983	1,841,041
4	2,910	321,743	359,392
	<u>7,026,539</u>	<u>22,654,298</u>	<u>58,877,614</u>
5	-	6,539,642	6,539,642
6	-	5,284,427	9,768,886
7	-	2,117,997	2,117,997
8	-	10,739,577	17,682,425
9	-	3,849	3,849
10	-	85,327	85,327
11	<u>5,196,054</u>	<u>275,662</u>	<u>5,471,716</u>
	<u>5,196,054</u>	<u>25,046,481</u>	<u>41,669,842</u>
	<u>1,830,485</u>	<u>(2,392,183)</u>	<u>17,207,772</u>
12	-	40,000,000	40,000,000
13	<u>-</u>	<u>-</u>	<u>(1,583)</u>
	<u>-</u>	<u>40,000,000</u>	<u>39,998,417</u>
	1,830,485	37,607,817	57,206,189
	<u>15,838,600</u>	<u>51,624,578</u>	<u>165,610,737</u>
	<u>\$ 17,669,085</u>	<u>\$ 89,232,395</u>	<u>\$ 222,816,926</u>

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR CAPITAL PROJECTS FUNDS
for the year ended September 30, 2016

Law Enforcement Impact Fees			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Charges for services	1,450,000	2,863,351	1,413,351
3 Interest	12,000	81,801	69,801
4 Miscellaneous	-	-	-
5 Less statutory deduction	(73,100)	-	73,100
Total revenues	1,388,900	2,945,152	1,556,252
Expenditures:			
Capital outlay:			
6 General government	-	-	-
7 Public safety	7,979,160	454,106	7,525,054
8 Physical environment	-	-	-
9 Transportation	-	-	-
10 Economic environment	-	-	-
11 Human services	-	-	-
12 Culture and recreation	-	-	-
13 Reserve for contingencies	-	-	-
Total expenditures	7,979,160	454,106	7,525,054
Excess (deficiency) of revenues over (under) expenditures	(6,590,260)	2,491,046	9,081,306
Other financing sources (uses):			
14 Transfers in	-	-	-
15 Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	(6,590,260)	2,491,046	9,081,306
Fund balances, October 1, 2015	6,590,260	6,590,260	-
Fund balances, September 30, 2016	\$ -	\$ 9,081,306	\$ 9,081,306

Fire Impact Fees			Sales Tax 2015 Equipment Acquisition				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -
2	1,442,000	2,190,272	748,272		-	-	-
3	15,000	51,664	36,664		-	-	-
4	-	348	348		-	-	-
5	(72,850)	-	72,850		-	-	-
	<u>1,384,150</u>	<u>2,242,284</u>	<u>858,134</u>		<u>-</u>	<u>-</u>	<u>-</u>
6	-	-	-		-	-	-
7	4,460,364	1,486,744	2,973,620		2,543,609	2,543,609	-
8	-	-	-		-	-	-
9	-	-	-		-	-	-
10	-	-	-		-	-	-
11	-	-	-		-	-	-
12	-	-	-		-	-	-
13	<u>1,244,197</u>	<u>-</u>	<u>1,244,197</u>		<u>-</u>	<u>-</u>	<u>-</u>
	<u>5,704,561</u>	<u>1,486,744</u>	<u>4,217,817</u>		<u>2,543,609</u>	<u>2,543,609</u>	<u>-</u>
	<u>(4,320,411)</u>	<u>755,540</u>	<u>5,075,951</u>		<u>(2,543,609)</u>	<u>(2,543,609)</u>	<u>-</u>
14	-	-	-		-	-	-
15	<u>-</u>	<u>-</u>	<u>-</u>		<u>(1,583)</u>	<u>(1,583)</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>		<u>(1,583)</u>	<u>(1,583)</u>	<u>-</u>
	<u>(4,320,411)</u>	<u>755,540</u>	<u>5,075,951</u>		<u>(2,545,192)</u>	<u>(2,545,192)</u>	<u>-</u>
	<u>4,320,411</u>	<u>4,320,411</u>	<u>-</u>		<u>2,545,192</u>	<u>2,545,192</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ 5,075,951</u>	<u>\$ 5,075,951</u>		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR CAPITAL PROJECTS FUNDS
for the year ended September 30, 2016

Transportation Impact Fees			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Charges for services	8,602,000	23,048,548	14,446,548
3 Interest	591,306	926,402	335,096
4 Miscellaneous	120,000	34,391	(85,609)
5 Less statutory deduction	(465,665)	-	465,665
Total revenues	8,847,641	24,009,341	15,161,700
Expenditures:			
Capital outlay:			
6 General government	-	-	-
7 Public safety	8,281	-	8,281
8 Physical environment	-	-	-
9 Transportation	30,237,878	6,942,848	23,295,030
10 Economic environment	-	-	-
11 Human services	-	-	-
12 Culture and recreation	-	-	-
13 Reserve for contingencies	63,293,178	-	63,293,178
Total expenditures	93,539,337	6,942,848	86,596,489
Excess (deficiency) of revenues over (under) expenditures	(84,691,696)	17,066,493	101,758,189
Other financing sources (uses):			
14 Transfers in	-	-	-
15 Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	(84,691,696)	17,066,493	101,758,189
Fund balances, October 1, 2015	84,691,696	84,691,696	-
Fund balances, September 30, 2016	\$ -	\$ 101,758,189	\$ 101,758,189

Parks and Recreation Impact Fees			Miscellaneous Construction Projects			
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ 22,709,145	\$ 21,709,572	\$ (999,573)
2	3,600,000	6,865,438	3,265,438	-	-	-
3	60,000	158,191	98,191	306,500	622,983	316,483
4	-	2,910	2,910	2,500,000	321,743	(2,178,257)
5	(183,000)	-	183,000	(1,275,782)	-	1,275,782
	3,477,000	7,026,539	3,549,539	24,239,863	22,654,298	(1,585,565)
6	-	-	-	33,386,461	6,539,642	26,846,819
7	-	-	-	24,381,082	5,284,427	19,096,655
8	-	-	-	4,508,128	2,117,997	2,390,131
9	-	-	-	45,936,547	10,739,577	35,196,970
10	-	-	-	1,026,412	3,849	1,022,563
11	-	-	-	1,593,805	85,327	1,508,478
12	15,597,226	5,196,054	10,401,172	7,000,409	275,662	6,724,747
13	3,718,374	-	3,718,374	11,260,823	-	11,260,823
	19,315,600	5,196,054	14,119,546	129,093,667	25,046,481	104,047,186
	(15,838,600)	1,830,485	17,669,085	(104,853,804)	(2,392,183)	102,461,621
14	-	-	-	53,229,226	40,000,000	(13,229,226)
15	-	-	-	-	-	-
	-	-	-	53,229,226	40,000,000	(13,229,226)
	(15,838,600)	1,830,485	17,669,085	(51,624,578)	37,607,817	89,232,395
	15,838,600	15,838,600	-	51,624,578	51,624,578	-
	\$ -	\$ 17,669,085	\$ 17,669,085	\$ -	\$ 89,232,395	\$ 89,232,395

ENTERPRISE FUNDS

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

ENTERPRISE FUNDS

Convention Center is for the operation of the Orange County Convention Center and its functions. It also serves to administer debt service payments on all outstanding Tourist Development Tax Revenue and Refunding Revenue Bonds, which were issued to construct and expand the Center. The primary revenue sources are Center operating revenues and pledged tourist development taxes.

Solid Waste System is for the facilities and administration relating to the sanitary disposal of solid waste (refuse). The primary revenue source is System operating revenues.

Water Utilities System is for the facilities and administration relating to residential and commercial water and wastewater services provided to various sections of the County, including debt service payments on all outstanding Water and Wastewater Utility Revenue Bonds and the State Revolving Loans. Bond and loan proceeds have been used to construct system assets. The primary revenue source is System operating revenues.

The three enterprise funds are presented as major funds of the County; thus, the Statements of Net Position, Statements of Revenues, Expenses, and Changes in Fund Net Position, and the Statements of Cash Flows are included in the basic financial statements. The budgetary comparisons for these funds are presented as supplementary information in this sub-section to demonstrate compliance with budgetary restrictions.

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES AND EXPENSES-
BUDGET AND ACTUAL (BUDGETARY BASIS*)
ENTERPRISE FUNDS
for the year ended September 30, 2016

		Convention Center	
		Final Budget	Variance Positive (Negative)
		Actual	
Operating revenues:			
1	Charges for services	\$ 55,133,246	\$ 3,862,507
2	Miscellaneous	966,000	(168,100)
	Total operating revenues	56,099,246	3,694,407
Operating and maintenance expenses:			
3	Personal services	31,206,459	1,360,711
4	Contractual services	8,111,313	66,453
5	Materials and supplies	1,904,643	19,746
6	Utilities	18,134,092	5,139,216
7	Repairs and maintenance	9,465,764	699,515
8	Provision for landfill closure costs	-	-
9	Other expenses	7,124,447	748,807
	Total operating and maintenance expenses	75,946,718	8,034,448
10	Operating income (loss), budgetary basis*	(19,847,472)	11,728,855
Nonoperating revenues (expenses):			
11	Tourist development tax	230,700,000	8,828,483
12	Interest revenue	1,014,154	903,918
13	Interest expense and fiscal charges	(32,134,397)	490,884
14	Payments to other agencies	(127,505,402)	3,272,826
15	Debt issuance costs	(562,669)	13,948
16	Tax collection expense	(530,119)	-
	Total net nonoperating revenues (expenses)	84,491,626	13,510,059
17	Income before contributions and transfers, budgetary basis*	51,134,095	25,238,914
18	Capital contributions	-	-
19	Transfers out	(2,900,000)	521,153
	Change in net position, budgetary basis*	\$ 48,234,095	\$ 25,760,067

*Budgetary basis, for purposes of this schedule, includes all budgeted items except for capital and landfill closure cost outlays, debt principal and other non-expense transactions, beginning net position, non-cash developer donations, and expense reserves.

Solid Waste System			Water Utilities System			
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ 33,250,272	\$ 31,488,458	\$ (1,761,814)	\$ 161,997,116	\$ 170,731,611	\$ 8,734,495
2	676,187	593,596	(82,591)	4,010,986	4,682,680	671,694
	33,926,459	32,082,054	(1,844,405)	166,008,102	175,414,291	9,406,189
3	7,952,710	7,952,537	173	48,979,380	46,213,348	2,766,032
4	4,733,144	4,674,029	59,115	37,753,929	33,612,259	4,141,670
5	1,422,993	1,380,544	42,449	6,554,510	6,408,495	146,015
6	362,035	321,573	40,462	13,996,370	12,949,531	1,046,839
7	3,117,440	2,985,539	131,901	19,249,215	17,907,946	1,341,269
8	4,914,391	3,551,705	1,362,686	-	-	-
9	1,942,168	1,937,615	4,553	6,887,724	6,868,492	19,232
	24,444,881	22,803,542	1,641,339	133,421,128	123,960,071	9,461,057
10	9,481,578	9,278,512	(203,066)	32,586,974	51,454,220	18,867,246
11	-	-	-	-	-	-
12	549,314	905,234	355,920	506,065	1,074,338	568,273
13	-	-	-	(4,542,114)	(1,771,560)	2,770,554
14	-	-	-	-	-	-
15	-	-	-	-	-	-
16	-	-	-	-	-	-
	549,314	905,234	355,920	(4,036,049)	(697,222)	3,338,827
17	10,030,892	10,183,746	152,854	28,550,925	50,756,998	22,206,073
18	-	-	-	24,370,268	46,783,497	22,413,229
19	-	-	-	(7,400,000)	(7,400,000)	-
	\$ 10,030,892	\$ 10,183,746	\$ 152,854	\$ 45,521,193	\$ 90,140,495	\$ 44,619,302

INTERNAL SERVICE FUNDS

Internal Service Funds account for the financing of goods or other services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost reimbursement basis.

INTERNAL SERVICE FUNDS

Risk Management is for self-insured workers' compensation, public liability, and comprehensive property coverage for the Board and all constitutional officers, except for the Sheriff. Revenues are generated from user fees and charges.

Fleet Management is for services relating to a scheduled preventive maintenance program and the repair of vehicles with revenues generated from user fees and charges.

Employee Benefits is for medical, life, and disability insurance for employees and qualified retirees of the Board, four other small local governmental agencies, and all constitutional officers except for the Sheriff. The cost of group insurance is jointly paid by employees, employers, and retirees. Health insurance claims incurred since January 1, 2007 are on a self-insurance basis.

Sheriff Health Insurance is for health self-insurance claims activities for employees of the Sheriff, for claims incurred since October 1, 2003.

Sheriff Workers' Compensation is for workers' compensation claims activities for employees of the Sheriff for claims incurred since October 1, 1999. Claims incurred since October 1, 2005 are on a self-insurance basis.

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
September 30, 2016

	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Employee Benefits</u>
<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>			
Current assets:			
1 Cash and investments	\$ 50,826,658	\$ 3,525,161	\$ 55,822,320
Receivables:			
2 Accounts	12,387	333,923	5,296,501
3 Accrued interest	145,549	6,191	136,938
4 Less allowance for doubtful accounts	(327)	-	-
5 Due from other funds	-	259	237,939
6 Due from other governmental agencies	140,942	-	13,355
7 Inventories and prepaid costs	-	552,178	-
Total current assets	<u>51,125,209</u>	<u>4,417,712</u>	<u>61,507,053</u>
Noncurrent assets:			
8 Depreciable capital assets, net	<u>29,492</u>	<u>946,183</u>	<u>-</u>
Total assets	<u>51,154,701</u>	<u>5,363,895</u>	<u>61,507,053</u>
Deferred outflows of resources:			
9 Related to pensions	<u>454,549</u>	<u>884,852</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>\$ 51,609,250</u>	<u>\$ 6,248,747</u>	<u>\$ 61,507,053</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</u>			
Current liabilities:			
10 Accounts payable and accrued liabilities	\$ 1,529,042	\$ 875,216	\$ 3,196,776
11 Claims payable	8,145,605	-	6,321,408
12 Due to other funds	-	-	7,288
13 Net pension liability	<u>13,148</u>	<u>30,052</u>	<u>-</u>
Total current liabilities	<u>9,687,795</u>	<u>905,268</u>	<u>9,525,472</u>
Noncurrent liabilities:			
14 Compensated absences payable	49,000	103,826	-
15 Claims payable	30,479,934	-	-
16 Net pension liability	<u>1,269,116</u>	<u>2,557,007</u>	<u>-</u>
Total noncurrent liabilities	<u>31,798,050</u>	<u>2,660,833</u>	<u>-</u>
Total liabilities	<u>41,485,845</u>	<u>3,566,101</u>	<u>9,525,472</u>
Deferred inflows of resources:			
17 Related to pensions	<u>23,383</u>	<u>44,148</u>	<u>-</u>
Net position:			
18 Net investment in capital assets	29,492	946,183	-
19 Unrestricted	<u>10,070,530</u>	<u>1,692,315</u>	<u>51,981,581</u>
Total net position (deficit)	<u>10,100,022</u>	<u>2,638,498</u>	<u>51,981,581</u>
Total liabilities, deferred inflows of resources and net position (deficit)	<u>\$ 51,609,250</u>	<u>\$ 6,248,747</u>	<u>\$ 61,507,053</u>

	<u>Sheriff Health Insurance</u>	<u>Sheriff Workers' Compensation</u>	<u>Totals</u>
1	\$ 7,201,429	\$ 846,762	\$ 118,222,330
2	28,359	-	5,671,170
3	-	-	288,678
4	-	-	(327)
5	-	-	238,198
6	-	-	154,297
7	-	-	552,178
	<u>7,229,788</u>	<u>846,762</u>	<u>125,126,524</u>
8	-	-	975,675
	<u>7,229,788</u>	<u>846,762</u>	<u>126,102,199</u>
9	-	-	1,339,401
	<u>\$ 7,229,788</u>	<u>\$ 846,762</u>	<u>\$ 127,441,600</u>
10	\$ -	\$ -	\$ 5,601,034
11	2,066,099	6,098,458	22,631,570
12	-	-	7,288
13	-	-	43,200
	<u>2,066,099</u>	<u>6,098,458</u>	<u>28,283,092</u>
14	-	-	152,826
15	-	2,844,542	33,324,476
16	-	-	3,826,123
	<u>-</u>	<u>2,844,542</u>	<u>37,303,425</u>
	<u>2,066,099</u>	<u>8,943,000</u>	<u>65,586,517</u>
17	-	-	67,531
18	-	-	975,675
19	<u>5,163,689</u>	<u>(8,096,238)</u>	<u>60,811,877</u>
	<u>5,163,689</u>	<u>(8,096,238)</u>	<u>61,787,552</u>
	<u>\$ 7,229,788</u>	<u>\$ 846,762</u>	<u>\$ 127,441,600</u>

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
for the year ended September 30, 2016

	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Employee Benefits</u>
Operating revenues:			
¹ Charges for services	\$ 19,634,181	\$ 14,039,605	\$ 87,449,416
² Miscellaneous	<u>1,360,749</u>	<u>17,221</u>	<u>645,566</u>
Total operating revenues	<u>20,994,930</u>	<u>14,056,826</u>	<u>88,094,982</u>
Operating and maintenance expenses:			
³ Personal services	1,671,123	3,789,902	-
⁴ Contractual services	3,285,905	67,152	4,257,349
⁵ Materials and supplies	275,045	9,318,262	7,387
⁶ Utilities	4,499	84,205	7,644
⁷ Repairs and maintenance	350,000	583,944	-
⁸ Liability claims and expenses	15,503,555	-	-
⁹ Health and life insurance expenses	-	-	91,506,334
¹⁰ Other expenses	232,465	145,409	1,887
¹¹ Pension liability adjustment expense	<u>39,258</u>	<u>60,728</u>	<u>-</u>
Total operating and maintenance expenses	<u>21,361,850</u>	<u>14,049,602</u>	<u>95,780,601</u>
¹² Operating income before depreciation	(366,920)	7,224	(7,685,619)
¹³ Depreciation	<u>10,971</u>	<u>125,921</u>	<u>-</u>
¹⁴ Operating gain (loss)	<u>(377,891)</u>	<u>(118,697)</u>	<u>(7,685,619)</u>
Nonoperating revenues:			
¹⁵ Interest revenue	538,524	24,330	456,210
¹⁶ Loss on disposal of assets	<u>-</u>	<u>(1,112)</u>	<u>-</u>
Total nonoperating revenues	<u>538,524</u>	<u>23,218</u>	<u>456,210</u>
Change in net position	160,633	(95,479)	(7,229,409)
Total net position, October 1, 2015	<u>9,939,389</u>	<u>2,733,977</u>	<u>59,210,990</u>
Total net position, September 30, 2016	<u><u>\$ 10,100,022</u></u>	<u><u>\$ 2,638,498</u></u>	<u><u>\$ 51,981,581</u></u>

	Sheriff Health Insurance	Sheriff Workers' Compensation	Totals
¹	\$ 31,335,233	\$ 3,769,090	\$ 156,227,525
²	-	-	2,023,536
	<u>31,335,233</u>	<u>3,769,090</u>	<u>158,251,061</u>
³	-	-	5,461,025
⁴	-	-	7,610,406
⁵	-	-	9,600,694
⁶	-	-	96,348
⁷	-	-	933,944
⁸	-	4,126,494	19,630,049
⁹	29,596,587	-	121,102,921
¹⁰	-	-	379,761
¹¹	-	-	99,986
	<u>29,596,587</u>	<u>4,126,494</u>	<u>164,915,134</u>
¹²	1,738,646	(357,404)	(6,664,073)
¹³	-	-	136,892
¹⁴	<u>1,738,646</u>	<u>(357,404)</u>	<u>(6,800,965)</u>
¹⁵	-	578	1,019,642
¹⁶	-	-	(1,112)
	<u>-</u>	<u>578</u>	<u>1,018,530</u>
	1,738,646	(356,826)	(5,782,435)
	<u>3,425,043</u>	<u>(7,739,412)</u>	<u>67,569,987</u>
	<u>\$ 5,163,689</u>	<u>\$ (8,096,238)</u>	<u>\$ 61,787,552</u>

ORANGE COUNTY, FLORIDA
SCHEDULE OF REVENUES AND EXPENSES-
BUDGET AND ACTUAL (BUDGETARY BASIS*)
INTERNAL SERVICE FUNDS
for the year ended September 30, 2016

		Risk Management	
		Final Budget	Variance Positive (Negative)
		Actual	
Operating revenues:			
¹ Charges for services	\$ 19,595,375	\$ 19,634,181	\$ 38,806
² Miscellaneous	600,000	1,360,749	760,749
Total operating revenues	20,195,375	20,994,930	799,555
Operating and maintenance expenses:			
³ Personal services	1,677,341	1,671,123	6,218
⁴ Contractual services	7,269,704	3,285,905	3,983,799
⁵ Materials and supplies	342,568	275,045	67,523
⁶ Utilities	4,500	4,499	1
⁷ Repairs and maintenance	510,662	350,000	160,662
⁸ Liability claims and expenses	58,957,468	15,503,555	43,453,913
⁹ Health and life insurance expenses	-	-	-
¹⁰ Other expenses	233,740	232,465	1,275
Total operating and maintenance expenses	68,995,983	21,322,592	47,673,391
Operating income (loss), budgetary basis*	(48,800,608)	(327,662)	48,472,946
Nonoperating revenues:			
¹¹ Interest revenue	300,000	538,524	238,524
Total nonoperating revenues	300,000	538,524	238,524
Change in net position, budgetary basis*	\$ (48,500,608)	\$ 210,862	\$ 48,711,470

* Budgetary basis, for purposes of this schedule, includes all budgeted items except for capital outlay, debt principal transactions, beginning net position, and expense reserves.

Fleet Management			Employee Benefits				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ 17,527,206	\$ 14,039,605	\$ (3,487,601)		\$ 86,633,000	\$ 87,449,416	\$ 816,416
2	100	17,221	17,121		230,000	645,566	415,566
	17,527,306	14,056,826	(3,470,480)		86,863,000	88,094,982	1,231,982
3	3,942,631	3,789,902	152,729		-	-	-
4	95,946	67,152	28,794		4,432,429	4,257,349	175,080
5	12,882,412	9,318,262	3,564,150		54,500	7,387	47,113
6	132,000	84,205	47,795		8,000	7,644	356
7	851,360	583,944	267,416		10,500	-	10,500
8	-	-	-		-	-	-
9	-	-	-		101,804,000	91,506,334	10,297,666
10	163,197	145,409	17,788		2,000	1,887	113
	18,067,546	13,988,874	4,078,672		106,311,429	95,780,601	10,530,828
	(540,240)	67,952	608,192		(19,448,429)	(7,685,619)	11,762,810
11	1,000	24,330	23,330		360,500	456,210	95,710
	1,000	24,330	23,330		360,500	456,210	95,710
	\$ (539,240)	\$ 92,282	\$ 631,522		\$ (19,087,929)	\$ (7,229,409)	\$ 11,858,520

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
for the year ended September 30, 2016

	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Employee Benefits</u>
Cash flows from operating activities:			
1 Cash received from internal customers	\$ 19,610,743	\$ 14,067,328	\$ 91,603,177
2 Cash payments to suppliers for good and services	(18,175,865)	(10,552,718)	(99,451,448)
3 Cash payments to employees for services	(1,695,355)	(3,932,993)	-
4 Other operating receipts	<u>1,405,403</u>	<u>17,221</u>	<u>645,566</u>
Net cash provided (used) by operating activities	<u>1,144,926</u>	<u>(401,162)</u>	<u>(7,202,705)</u>
Cash flows from capital and related financing activities:			
5 Acquisition and construction of capital assets	-	(73,182)	-
6 Proceeds from disposition of assets	<u>-</u>	<u>(1,112)</u>	<u>-</u>
Net cash used by capital and related financing activities	<u>-</u>	<u>(74,294)</u>	<u>-</u>
Cash flows from investing activities:			
7 Interest on investments	<u>509,098</u>	<u>22,222</u>	<u>453,551</u>
Net cash provided by investing activities	<u>509,098</u>	<u>22,222</u>	<u>453,551</u>
8 Net increase (decrease) in cash and cash equivalents	1,654,024	(453,234)	(6,749,154)
Cash and cash equivalents, October 1, 2015	<u>49,172,634</u>	<u>3,978,395</u>	<u>62,571,474</u>
Cash and cash equivalents, September 30, 2016	<u><u>\$ 50,826,658</u></u>	<u><u>\$ 3,525,161</u></u>	<u><u>\$ 55,822,320</u></u>

	Sheriff Health Insurance	Sheriff Workers' Compensation	Totals
1	\$ 32,882,277	\$ 5,920,598	\$ 164,084,123
2	(31,004,371)	(6,098,458)	(165,282,860)
3	-	-	(5,628,348)
4	-	-	2,068,190
	<u>1,877,906</u>	<u>(177,860)</u>	<u>(4,758,895)</u>
5	-	-	(73,182)
6	-	-	(1,112)
	<u>-</u>	<u>-</u>	<u>(74,294)</u>
7	-	578	985,449
	<u>-</u>	<u>578</u>	<u>985,449</u>
8	1,877,906	(177,282)	(3,847,740)
	<u>5,323,523</u>	<u>1,024,044</u>	<u>122,070,070</u>
	<u>\$ 7,201,429</u>	<u>\$ 846,762</u>	<u>\$ 118,222,330</u>

Continued

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS, Continued
INTERNAL SERVICE FUNDS
for the year ended September 30, 2016

	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Employee Benefits</u>
Reconciliation of operating loss to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (377,891)	\$ (118,697)	\$ (7,685,619)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:			
1 Depreciation	10,971	125,921	-
2 Pension liability adjustment expense	39,258	60,728	-
Decrease (increase) in assets:			
3 Accounts receivable	(2,778)	27,662	(1,336,923)
4 Due from other funds	-	61	205,155
5 Due from other governmental agencies	44,654	-	(4,026)
6 Inventories and prepaid costs	-	35,103	-
Increase (decrease) in liabilities:			
7 Accounts payable and accrued liabilities	883,964	(531,940)	2,306,831
8 Claims payable	546,748	-	(582,361)
9 Due to other funds	-	-	(105,762)
Total adjustments	<u>1,522,817</u>	<u>(282,465)</u>	<u>482,914</u>
Net cash provided (used) by operating activities	<u><u>\$ 1,144,926</u></u>	<u><u>\$ (401,162)</u></u>	<u><u>\$ (7,202,705)</u></u>

	Sheriff Health Insurance	Sheriff Workers' Compensation	Totals
	<u>\$ 1,738,646</u>	<u>\$ (357,404)</u>	<u>\$ (6,800,965)</u>
1	-	-	136,892
2	-	-	99,986
3	-	-	(1,312,039)
4	-	-	205,216
5	-	-	40,628
6	-	-	35,103
7	-	-	2,658,855
8	139,260	179,544	283,191
9	<u>-</u>	<u>-</u>	<u>(105,762)</u>
	<u>139,260</u>	<u>179,544</u>	<u>2,042,070</u>
	<u>\$ 1,877,906</u>	<u>\$ (177,860)</u>	<u>\$ (4,758,895)</u>

AGENCY FUNDS

Agency Funds account for assets held by the County as agent for individuals or other governmental units.

AGENCY FUNDS

Board of County Commissioners is for amounts held in a fiduciary or escrow capacity on behalf of third parties, such as deposits from developers held pending satisfactory performance on specific construction projects, grant funds for the Sanford Burnham Prebys Medical Discovery Institute, reserve funds held for the Community Venues and personal funds of inmates in County correctional programs.

Tax Collector is for property taxes and fees for licenses collected by the Tax Collector and distributed during the fiscal year to taxing authorities.

Sheriff accounts for funds received and disbursed for writs, sales, and auctions.

Clerk of the Circuit and County Courts is for assets collected and held by the Clerk as agent for other governmental agencies from the collection of fines and forfeitures and various filing fees, and for individuals from the collection of support payments, jury and witness services, and bail bond deposits.

Comptroller is for taxes and fees collected by the County Comptroller on behalf of other governmental agencies, such as State documentary stamps and intangible taxes, and for amounts held on behalf of individual taxpayers, such as lien escrow deposits and tax deed auction proceeds.

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
for the year ended September 30, 2016

	<u>Balances October 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balances September 30, 2016</u>
<u>BOARD OF COUNTY COMMISSIONERS</u>				
ASSETS				
Cash and investments	\$ 24,616,279	\$ 16,609,149	\$ 13,775,467	\$ 27,449,961
Accounts receivable	<u>-</u>	<u>440</u>	<u>-</u>	<u>440</u>
Total assets	<u>\$ 24,616,279</u>	<u>\$ 16,609,589</u>	<u>\$ 13,775,467</u>	<u>\$ 27,450,401</u>
LIABILITIES				
Due to other governmental agencies	\$ 14,722,516	\$ 5,330,521	\$ 4,666,227	\$ 15,386,810
Due to individuals	<u>9,893,763</u>	<u>11,279,068</u>	<u>9,109,240</u>	<u>12,063,591</u>
Total liabilities	<u>\$ 24,616,279</u>	<u>\$ 16,609,589</u>	<u>\$ 13,775,467</u>	<u>\$ 27,450,401</u>
<u>TAX COLLECTOR</u>				
ASSETS				
Cash and investments	<u>\$ 11,169,041</u>	<u>\$ 1,425,855,684</u>	<u>\$ 1,426,275,195</u>	<u>\$ 10,749,530</u>
LIABILITIES				
Due to other governmental agencies	\$ 3,728,259	\$ 1,354,397,817	\$ 1,354,902,211	\$ 3,223,865
Due to individuals	1,133,132	56,403,469	56,559,894	976,707
Deposits	<u>6,307,650</u>	<u>15,054,398</u>	<u>14,813,090</u>	<u>6,548,958</u>
Total liabilities	<u>\$ 11,169,041</u>	<u>\$ 1,425,855,684</u>	<u>\$ 1,426,275,195</u>	<u>\$ 10,749,530</u>

Continued

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES, Continued
ALL AGENCY FUNDS
for the year ended September 30, 2016

	<u>Balances October 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balances September 30, 2016</u>
<u>SHERIFF</u>				
ASSETS				
Cash and investments	\$ 1,288,623	\$ 3,957,078	\$ 3,907,357	\$ 1,338,344
LIABILITIES				
Due to individuals	\$ 1,288,623	\$ 2,892,560	\$ 2,842,839	\$ 1,338,344

CLERK OF THE CIRCUIT AND COUNTY COURTS

ASSETS				
Cash and investments	\$ 46,770,418	\$ 353,161,348	\$ 355,581,672	\$ 44,350,094
Due from individuals	6,672	-	2,786	3,886
Total assets	<u>\$ 46,777,090</u>	<u>\$ 353,161,348</u>	<u>\$ 355,584,458</u>	<u>\$ 44,353,980</u>
LIABILITIES				
Due to other governmental agencies	\$ 2,964,181	\$ 38,864,427	\$ 38,935,839	\$ 2,892,769
Due to individuals	43,812,909	314,296,921	316,648,619	41,461,211
Total liabilities	<u>\$ 46,777,090</u>	<u>\$ 353,161,348</u>	<u>\$ 355,584,458</u>	<u>\$ 44,353,980</u>

Continued

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES, Continued
ALL AGENCY FUNDS
for the year ended September 30, 2016

	Balances October 1, 2015	Additions	Deductions	Balances September 30, 2016
<u>COMPTROLLER</u>				
ASSETS				
Cash and investments	\$ 15,634,923	\$ 200,787,762	\$ 202,726,352	\$ 13,696,333
Due from individuals	22,842	249,714	259,241	13,315
Total assets	<u>\$ 15,657,765</u>	<u>\$ 201,037,476</u>	<u>\$ 202,985,593</u>	<u>\$ 13,709,648</u>
LIABILITIES				
Due to other governmental agencies	\$ 5,553,288	\$ 194,123,163	\$ 192,560,353	\$ 7,116,098
Due to individuals	10,104,477	6,592,882	10,103,809	6,593,550
Total liabilities	<u>\$ 15,657,765</u>	<u>\$ 200,716,045</u>	<u>\$ 202,664,162</u>	<u>\$ 13,709,648</u>
<u>TOTAL ALL AGENCY FUNDS</u>				
ASSETS				
Cash and investments	\$ 99,479,284	\$ 2,000,371,021	\$ 2,002,266,043	\$ 97,584,262
Accounts receivable	-	440	-	440
Due from individuals	29,514	249,714	262,027	17,201
Total assets	<u>\$ 99,508,798</u>	<u>\$ 2,000,621,175</u>	<u>\$ 2,002,528,070</u>	<u>\$ 97,601,903</u>
LIABILITIES				
Due to other governmental agencies	\$ 26,968,244	\$ 1,592,715,928	\$ 1,591,064,630	\$ 28,619,542
Due to individuals	66,232,904	391,464,900	395,264,401	62,433,403
Deposits	6,307,650	15,054,398	14,813,090	6,548,958
Total liabilities	<u>\$ 99,508,798</u>	<u>\$ 1,999,235,226</u>	<u>\$ 2,001,142,121</u>	<u>\$ 97,601,903</u>

COMPONENT UNITS

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF NET POSITION
NONMAJOR COMPONENT UNITS
September 30, 2016

	Orange County Housing Finance Authority	Orange County Library District	Orange County Research and Development Authority	International Drive Master Transit and Improvement District
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Current assets:				
1 Cash and investments	\$ 8,563,086	\$ 5,592,468	\$ 2,197,983	\$ 2,220,808
2 Other investments	-	12,622,494	-	-
3 Accounts receivable	336,866	662,130	80,456	152,252
4 Accrued interest receivable	214,645	-	-	-
5 Due from other governmental agencies	-	429,366	-	-
6 Inventories	-	162,025	-	-
7 Deposits and prepaid costs	33,262	174,017	13,178	13,177
8 Restricted accrued interest receivable	708,172	-	-	-
Total current assets	9,856,031	19,642,500	2,291,617	2,386,237
Noncurrent assets:				
9 Restricted cash and investments	22,036,656	-	-	-
10 Notes and loans receivable, net	423,967,268	-	-	-
11 Net OPEB asset	-	228,841	-	-
12 Nondepreciable capital assets	112,000	4,811,879	8,583,202	-
13 Depreciable capital assets, net	197,358	28,401,199	7,174,101	253,364
Total noncurrent assets	446,313,282	33,441,919	15,757,303	253,364
Deferred outflows of resources:				
14 Related to pensions	423,432	4,124,352	-	-
Total assets and deferred outflows of resources	\$ 456,592,745	\$ 57,208,771	\$ 18,048,920	\$ 2,639,601
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION				
Current liabilities:				
15 Accounts payable and accrued liabilities	\$ 321,285	\$ 2,027,092	\$ 279,651	\$ 355,463
16 Due to other governmental agencies	-	-	-	-
17 Current portion of long-term liabilities	-	973,235	-	7,461
18 Unearned revenue	-	6,010	-	6,687
Payable from restricted assets:				
19 Accounts payable and accrued liabilities	3,479,970	-	-	-
20 Accrued interest payable	1,518,883	-	-	-
21 Revenue bonds payable	1,320,000	-	-	-
Total current liabilities	6,640,138	3,006,337	279,651	369,611
Noncurrent liabilities:				
22 Revenue bonds payable (net of unamortized costs)	397,363,986	-	-	-
23 Accrued compensated absences	-	588,609	-	-
24 Loans payable	-	-	-	19,413
25 Net pension liability	843,364	1,584,446	-	-
Total noncurrent liabilities	398,207,350	2,173,055	-	19,413
Total liabilities	404,847,488	5,179,392	279,651	389,024
Deferred inflows of resources:				
26 Related to pensions	32,514	1,245,459	-	-
27 Common area maintenance fees	-	-	636,754	-
Total deferred inflows of resources	32,514	1,245,459	636,754	-
Net Position:				
28 Net investment in capital assets	309,358	33,213,078	15,757,303	226,490
29 Restricted for other purposes	1,403,077	657,517	-	1,145,044
30 Unrestricted	50,000,308	16,913,325	1,375,212	879,043
Total net position	51,712,743	50,783,920	17,132,515	2,250,577
Total liabilities, deferred inflows of resources and net position	\$ 456,592,745	\$ 57,208,771	\$ 18,048,920	\$ 2,639,601

	Orange County Health Facilities Authority	Orange County Industrial Development Authority	Orange Blossom Trail Development Board, Inc	Totals
1	\$ 255,781	\$ -	\$ 214,590	\$ 19,044,716
2	-	-	-	12,622,494
3	-	-	-	1,231,704
4	-	-	-	214,645
5	-	-	63,028	492,394
6	-	-	-	162,025
7	-	-	13,541	247,175
8	-	-	-	708,172
	<u>255,781</u>	<u>-</u>	<u>291,159</u>	<u>34,723,325</u>
9	-	-	-	22,036,656
10	-	-	-	423,967,268
11	-	-	-	228,841
12	-	-	-	13,507,081
13	-	-	2,276	36,028,298
	<u>-</u>	<u>-</u>	<u>2,276</u>	<u>495,768,144</u>
14	-	-	-	4,547,784
	<u>\$ 255,781</u>	<u>\$ -</u>	<u>\$ 293,435</u>	<u>\$ 535,039,253</u>
15	\$ -	\$ -	\$ 61,172	\$ 3,044,663
16	-	-	124,366	124,366
17	-	-	68,358	1,049,054
18	-	-	-	12,697
19	-	-	-	3,479,970
20	-	-	-	1,518,883
21	-	-	-	1,320,000
	<u>-</u>	<u>-</u>	<u>253,896</u>	<u>10,549,633</u>
22	-	-	-	397,363,986
23	-	-	-	588,609
24	-	-	-	19,413
25	-	-	-	2,427,810
	<u>-</u>	<u>-</u>	<u>-</u>	<u>400,399,818</u>
	<u>-</u>	<u>-</u>	<u>253,896</u>	<u>410,949,451</u>
26	-	-	-	1,277,973
27	-	-	-	636,754
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,914,727</u>
28	-	-	-	49,506,229
29	-	-	-	3,205,638
30	255,781	-	39,539	69,463,208
	<u>255,781</u>	<u>-</u>	<u>39,539</u>	<u>122,175,075</u>
	<u>\$ 255,781</u>	<u>\$ -</u>	<u>\$ 293,435</u>	<u>\$ 535,039,253</u>

ORANGE COUNTY, FLORIDA
COMBINING STATEMENT OF ACTIVITIES
NONMAJOR COMPONENT UNITS
for the year ended September 30, 2016

		<u>Program Revenues</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Orange County Housing Finance Authority				
Economic environment	\$ 20,746,330	\$ 22,888,371	\$ -	\$ -
Orange County Library District				
Culture and recreation	38,110,043	1,377,878	1,151,860	500,000
Orange County Research and Development Authority				
Economic environment	3,118,043	2,780,070	-	-
International Drive Master Transit and Improvement District				
General government	2,833,081	-	-	-
Transportation	4,672,388	2,154,192	-	-
Total I-Drive Master Transit and Improvement District	7,505,469	-	-	-
Orange County Health Facilities Authority				
Economic environment	44,973	21,000	-	-
Orange County Industrial Development Authority				
Economic environment	43,368	43,368	-	-
Orange Blossom Trail Development Board, Inc.				
Economic environment	934,221	-	950,753	-
Total nonmajor component units	<u>\$ 70,502,447</u>	<u>\$ 29,264,879</u>	<u>\$ 2,102,613</u>	<u>\$ 500,000</u>

General revenues:

Ad valorem tax
Unrestricted investment earnings
Miscellaneous

Total general revenues

Change in net position

Net position, October 1, 2015

Restatement

Net position, October 1, 2015, as restated

Net position, September 30, 2016

Net (Expense) Revenue and Changes in Net Position							
Orange County Housing Finance Authority	Orange County Library District	Orange County Research and Development Authority	International Drive Master Transit and Improvement District	Orange County Health Facilities Authority	Orange County Industrial Development Authority	Orange Blossom Trail Development Board, Inc.	Totals
\$ 2,142,041	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,142,041
-	(35,080,305)	-	-	-	-	-	(35,080,305)
-	-	(337,973)	-	-	-	-	(337,973)
-	-	-	(2,833,081)	-	-	-	(2,833,081)
-	-	-	(2,518,196)	-	-	-	(2,518,196)
-	-	-	(5,351,277)	-	-	-	(5,351,277)
-	-	-	-	(23,973)	-	-	(23,973)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	16,532	16,532
2,142,041	(35,080,305)	(337,973)	(5,351,277)	(23,973)	-	16,532	(38,634,955)
-	33,714,713	-	5,963,240	-	-	-	39,677,953
-	172,626	-	283	28,813	-	4	201,726
-	302,935	1,500	-	-	-	-	304,435
-	34,190,274	1,500	5,963,523	28,813	-	4	40,184,114
2,142,041	(890,031)	(336,473)	612,246	4,840	-	16,536	1,549,159
49,570,702	47,668,479	17,468,988	1,638,331	250,941	-	23,003	116,620,444
-	4,005,472	-	-	-	-	-	4,005,472
49,570,702	51,673,951	17,468,988	1,638,331	250,941	-	23,003	120,625,916
<u>\$ 51,712,743</u>	<u>\$ 50,783,920</u>	<u>\$ 17,132,515</u>	<u>\$ 2,250,577</u>	<u>\$ 255,781</u>	<u>\$ -</u>	<u>\$ 39,539</u>	<u>\$ 122,175,075</u>

SUPPLEMENTAL SCHEDULES

Supplemental schedules, although not necessary for fair presentation in conformity with generally accepted accounting principles, are presented to provide greater detail information.

ORANGE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES BY DEPARTMENT
-- BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND
for the year ended September 30, 2016

Department	Original Budget	Final Budget	Actual	Variance with Final Budget
COUNTY DEPARTMENTS:				
Administrative Services	\$ 86,167,678	\$ 86,356,087	\$ 77,587,228	\$ 8,768,859
Community, Environmental and Development Services	29,063,826	29,420,844	23,563,392	5,857,452
Corrections	145,266,713	145,266,713	140,697,227	4,569,486
Fire Rescue	1,063,627	1,063,627	956,151	107,476
Health Services	107,156,887	108,860,827	93,137,875	15,722,952
OTHER BUDGETS:				
Fiscal and Business Services	446,809	431,809	390,272	41,537
Office of Management and Budget	1,409,794	1,409,794	1,262,727	147,067
Government Call Center	1,631,885	1,631,885	1,497,206	134,679
Public Safety Office	4,855,037	4,855,037	4,203,065	651,972
Agenda Development	224,972	239,972	234,746	5,226
Communications	2,183,685	2,204,512	2,150,551	53,961
County Administrator	1,938,707	1,963,707	1,898,560	65,147
County Attorney	4,911,563	4,911,563	3,900,683	1,010,880
Economic Trade and Tourism Development	9,064,838	9,064,838	4,083,446	4,981,392
Human Resources and Labor Relations	4,721,754	4,721,754	4,078,189	643,565
Office of Professional Standards	920,168	920,168	831,970	88,198
Intergovernmental Affairs	571,280	571,280	400,664	170,616
Graphic Reproduction	1,059,230	1,038,403	987,414	50,989
OTHER APPROPRIATIONS:				
Charter Review Commission	215,389	307,389	243,873	63,516
East Central Florida Regional Planning Council	204,995	204,995	204,995	-
LYNX / Transit Authority	41,446,208	41,431,799	41,431,799	-
Metropolitan Planning Organization	463,345	463,345	463,345	-
Non-Departmental Expenditures	27,288,469	28,514,207	27,356,738	1,157,469
Human Services Agencies	3,332,471	3,332,471	2,972,873	359,598
Reserve for Contingencies	61,182,690	69,340,668	-	69,340,668
ELECTED OFFICIALS:				
County Mayor	704,054	704,054	654,249	49,805
Board of County Commissioners	1,954,301	1,954,301	1,736,375	217,926
Constitutional Officers	332,304,890	337,344,082	322,803,577	14,540,505
Court Administration	813,955	813,955	768,705	45,250
Public Defender	52,380	52,380	52,281	99
State Attorney	365,199	380,199	352,565	27,634
Totals	\$ 872,986,799	\$ 889,776,665	\$ 760,902,741	\$ 128,873,924

ORANGE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES BY DEPARTMENT
-- BUDGET AND ACTUAL
GRANTS SPECIAL REVENUE FUND
for the year ended September 30, 2016

Department	Final Budget	Actual	Variance
Health Services	\$ 21,076,418	\$ 13,467,292	\$ 7,609,126
Family Services	32,113,482	23,039,595	9,073,887
Public Works	4,053,539	1,578,538	2,475,001
Sheriff	4,653,561	4,142,993	510,568
Community, Environmental and Development Services	61,848,866	29,850,959	31,997,907
Court Administration	1,404,421	371,482	1,032,939
Fire Rescue	5,173,465	3,392,545	1,780,920
Corrections	210,463	183,915	26,548
Supervisor of Elections	209,421	209,421	-
Reserve for Contingencies	554,299	-	554,299
Totals	\$ 131,297,935	\$ 76,236,740	\$ 55,061,195

ORANGE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES BY DEPARTMENT
-- BUDGET AND ACTUAL
MISCELLANEOUS CONSTRUCTION PROJECTS CAPITAL PROJECTS FUND
for the year ended September 30, 2016

<u>Department</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Board of County Commissioners	\$ 15,000,000	\$ 135,637	\$ 14,864,363
Corrections	9,999,393	2,517,066	7,482,327
Administrative Services	20,070,760	6,499,951	13,570,809
Public Works	40,188,851	11,289,178	28,899,673
Community, Environmental and Development Services	12,223,660	1,888,016	10,335,644
Health Services	1,225,000	20,681	1,204,319
Family Services	335,000	38,470	296,530
County Administration	7,673,090	26,177	7,646,913
Fire Rescue	11,117,090	2,631,305	8,485,785
Reserve for Contingencies	11,260,823	-	11,260,823
Totals	<u>\$ 129,093,667</u>	<u>\$ 25,046,481</u>	<u>\$ 104,047,186</u>

ORANGE COUNTY, FLORIDA
SCHEDULE OF INTERFUND TRANSFERS
for the year ended September 30, 2016

<u>TRANSFERS IN</u>		<u>TRANSFERS OUT</u>	
GENERAL FUND:			
from Special Tax Equalization District	\$ 158,903,000	to Fire Protection MSTU	\$ 1,299,669
from School Impact Fees	815,229	to Special Tax Equalization District	981,592
from Grants	2,932,194	to Court Technology	1,713,282
from Sales Tax Trust	65,755,960	to Local Court Programs	1,341,833
from Capital Improvement Bonds	36,401,737	to Water and Navigation Control Districts	1,018
from Convention Center	2,328,847	to Aquatic Weed Taxing Districts	7,968
from Water Utilities System	7,400,000	to Municipal Service Districts	74,343
		to International Drive CRA	10,725,799
		to OBT Community Redevelopment Agency	140,549
		to Drug Abuse Trust	120,900
		to Grants	1,979,527
		to Public Facilities Bonds	4,355,000
Total General Fund	<u>274,536,967</u>		<u>22,741,480</u>
SPECIAL REVENUE FUNDS:			
Fire Protection MSTU:			
from General Fund	1,299,669	to Sales Tax Trust Fund	877,828
Special Tax Equalization District:			
from General Fund	981,592	to General Fund	158,903,000
from Public Service Tax Bonds	44,708,002		
Court Technology:			
from General Fund	1,713,282		
Local Court Programs:			
from General Fund	1,341,833		
Water and Navigation Control Districts:			
from General Fund	1,018		
Aquatic Weed Taxing Districts:			
from General Fund	7,968	to Aquatic Weed Non-taxing	3
Aquatic Weed Nontaxing Districts:			
from Aquatic Weed Taxing Districts	3		
Municipal Service Districts:			
from General Fund	74,343		
from Transportation Trust	120,000	to Local Option Gas Tax	23,590
Local Option Gas Tax:			
from Municipal Service Districts	23,590		
from Sales Tax Trust	6,100,000		
Transportation Trust:			
from Sales Tax Trust	67,400,000	to Municipal Service Districts	120,000
International Drive Community Redevelopment Agency:			
from General Fund	10,725,799		
OBT Community Redevelopment Agency:			
from General Fund	140,549		
School Impact Fees:		to General Fund	815,229
Drug Abuse Trust:			
from General Fund	120,900		
Parks:			
from Public Service Tax Bonds	14,345,703		
from Convention Center	50,000		

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF INTERFUND TRANSFERS, Continued
for the year ended September 30, 2016

TRANSFERS IN

TRANSFERS OUT

SPECIAL REVENUE FUNDS, Continued:

Grants:			
from General Fund	\$ 1,979,527	to General Fund	\$ 2,932,194
Total Special Revenue Funds	151,133,778		163,671,844

DEBT SERVICE FUNDS:

Sales Tax Trust:			
from Fire Protection MSTU	877,828	to General Fund	65,755,960
from Sales Tax 2015 Equipment Acquisition	1,583	to Local Option Gas Tax	6,100,000
		to Transportation Trust	67,400,000
		to Misc Construction Projects	40,000,000
Capital Improvement Bonds:			
		to General Fund	36,401,737
Public Facilities Bonds:			
from General Fund	4,355,000		
Public Service Tax Bonds:			
		to Special Tax Equalization District	44,708,002
		to Parks	14,345,703
Total Debt Service Funds	5,234,411		274,711,402

CAPITAL PROJECTS FUNDS:

Sales Tax 2015 Equipment Acquisition:			
		to Sales Tax Trust	1,583
Miscellaneous Construction Projects:			
from Sales Tax Trust	40,000,000		
Total Capital Projects Funds	40,000,000		1,583

ENTERPRISE FUNDS:

Convention Center:			
		to General Fund	2,328,847
		to Parks	50,000
Water Utilities System:			
		to General Fund	7,400,000
Total Enterprise Funds	-		9,778,847

Total Transfers In	\$ 470,905,156	Total Transfers Out	\$ 470,905,156
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**ORANGE COUNTY, FLORIDA
SCHEDULE OF LONG-TERM DEBT
PRIMARY GOVERNMENT
September 30, 2016**

Issue Date	Issue Title	Amount Issued	Final Maturity Date	Amount to be Paid Over Remaining Life		Source of Funds Pledged for Payment
				Principal	Interest	
	BONDS:					
06/28/94	Public Facilities Revenue Bonds, Series 1994A	\$ 33,843,803	10/01/19	\$ 3,832,051	\$ 13,587,949	Other Designated County Revenues
06/06/07	Tourist Development Tax Refunding Revenue Bonds, Series 2007	139,635,000	10/01/30	133,700,000	69,569,173	First five cents of Tourist Development Tax and Operating Revenues
07/11/07	Tourist Development Tax Refunding Revenue Bonds, Series 2007A	167,800,000	10/01/21	126,970,000	21,907,500	First five cents of Tourist Development Tax and Operating Revenues
05/07/09	Capital Improvement Refunding Revenue Bonds, Series 2009	25,480,000	10/01/22	16,935,000	2,917,281	Fifty percent of the amount of State Revenue Sharing Moneys received in the previous fiscal year
09/01/09	Tourist Development Tax Refunding Revenue Bonds, Series 2009	83,405,000	10/01/18	28,465,000	1,478,125	First five cents of Tourist Development Tax and Operating Revenues
09/28/10	Tourist Development Tax Refunding Revenue Bonds, Series 2010	144,395,000	10/01/24	144,395,000	51,256,625	First five cents of Tourist Development Tax and Operating Revenues
04/26/12	Taxable Sales Tax Revenue Refunding Bonds, Series 2012A	16,805,000	01/01/18	7,500,000	259,500	Local Government Half-Cent Sales Tax
04/26/12	Sales Tax Revenue Refunding Bonds, Series 2012B	97,295,000	01/01/32	96,425,000	58,013,500	Local Government Half-Cent Sales Tax
10/03/12	Sales Tax Revenue Refunding Bonds, Series 2012C	96,195,000	01/01/24	87,385,000	20,300,825	Local Government Half-Cent Sales Tax
07/09/13	Public Service Tax Refunding Revenue Bonds, Series 2013	37,895,000	10/01/25	27,445,000	5,672,625	Public Service Tax
07/16/13	Tourist Development Tax Refunding Revenue Bond, Series 2013	16,015,000	10/01/19	12,745,000	395,585	First five cents of Tourist Development Tax and Operating Revenues
07/07/15	Tourist Development Tax Refunding Revenue Bonds, Series 2015	154,195,000	10/01/31	154,195,000	66,971,350	First five cents of Tourist Development Tax and Operating Revenues
09/02/15	Sales Tax Revenue Bond, Series 2015	5,465,000	01/01/21	5,465,000	203,265	Local Government Half-Cent Sales Tax
12/10/15	Sales Tax Revenue Refunding Bond, Series 2015A	30,110,000	01/01/28	30,110,000	4,013,027	Local Government Half-Cent Sales Tax
05/11/16	Water and Wastewater Utility Revenue Bonds, Series 2016	89,035,000	10/01/36	89,035,000	32,134,060	System operations
07/14/16	Tourist Development Tax Refunding Revenue Bonds, Series 2016	63,025,000	10/01/32	63,025,000	39,489,092	First five cents of Tourist Development Tax and Operating Revenues
Total bonds		\$ 1,200,593,803		\$ 1,027,627,051	\$ 388,169,482	

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF LONG-TERM DEBT, Continued
PRIMARY GOVERNMENT
September 30, 2016

Issue Date	Issue Title	Amount Issued	Final Maturity Date	Amount to be Paid Over Remaining Life		Source of Funds Pledged for Payment
				Principal	Interest	
NOTES AND LOANS:						
06/01/02	State Revolving Fund Construction Loan Agreements - Water Utilities System	\$ 128,429,842	04/15/36	\$ 57,107,143	\$ 7,757,858	System Operations
12/15/10	Orange County Promissory Note, Series 2010	15,395,000	10/01/22	9,490,000	878,425	Traffic Surcharge Revenues and other non ad-valorem sources
Total notes and loans		<u>\$ 143,824,842</u>		<u>\$ 66,597,143</u>	<u>\$ 8,636,283</u>	
CAPITAL LEASES:						
09/14/14	Graphics - Copier	13,908	08/30/18	8,884	3,248	Operating Revenues
12/01/14	Graphics - Copier	14,814	11/30/17	5,934	122	Operating Revenues
12/01/14	Graphics - Copier	24,528	11/30/17	10,349	605	Operating Revenues
04/01/15	Graphics - Copier	26,884	03/31/18	14,368	1,069	Operating Revenues
04/01/15	Graphics - Copier	30,214	03/30/18	16,148	1,201	Operating Revenues
05/01/15	Graphics - Copier	27,388	04/01/18	14,938	3,248	Operating Revenues
06/01/15	Graphics - Copier	12,471	05/31/18	7,353	606	Operating Revenues
07/01/15	Graphics - Copier	27,480	06/30/18	16,945	1,464	Operating Revenues
10/01/15	Public Works - Copier	12,683	10/01/18	8,838	873	Operating Revenues
05/01/16	Graphics - Copier	36,860	05/01/19	35,081	5,170	Operating Revenues
Various	Sheriff's Office - Automobiles	<u>15,717,993</u>	08/25/17	<u>9,081,663</u>	<u>439,088</u>	Operating Revenues
Total capital leases		<u>\$ 15,945,223</u>		<u>\$ 9,220,501</u>	<u>\$ 456,694</u>	

ORANGE COUNTY, FLORIDA
SCHEDULE OF BONDED DEBT AND INTEREST
PRIMARY GOVERNMENT
September 30, 2016

<u>Year Ending</u> <u>September 30</u>	<u>Interest</u> <u>Rate (%)</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u> <u>Debt Service</u>
<u>Public Facilities Revenue Bonds, Series 1994A:</u>				
2016	-	\$ 1,060,051	\$ 3,294,949 *	\$ 4,355,000
2017	-	983,707	3,371,293 *	4,355,000
2018	-	922,737	3,432,263 *	4,355,000
2019	-	865,556	3,489,444 *	4,355,000
Totals		\$ 3,832,051	\$ 13,587,949	\$ 17,420,000

* Accreted interest to maturity on Capital Appreciation Bonds.

Tourist Development Tax Refunding Revenue Bonds, Series 2007:

2016	4.00	\$ 1,750,000	\$ 3,055,572	\$ 4,805,572
2017	4.00	1,825,000	6,041,144	7,866,144
2018	4.00	1,900,000	5,968,144	7,868,144
2019	4.00	1,980,000	5,892,144	7,872,144
2020	4.00	2,060,000	5,812,944	7,872,944
2021	4.125	2,140,000	5,730,544	7,870,544
2022	4.125	2,235,000	5,642,269	7,877,269
2023	4.25	180,000	5,550,075	5,730,075
2024	4.25	190,000	5,542,425	5,732,425
2025	4.50	17,710,000	5,534,350	23,244,350
2026	4.50	18,530,000	4,737,400	23,267,400
2027	4.50	19,380,000	3,903,550	23,283,550
2028	4.75	20,275,000	3,031,450	23,306,450
2029	4.75	21,255,000	2,068,387	23,323,387
2030	4.75	22,290,000	1,058,775	23,348,775
Totals		\$ 133,700,000	\$ 69,569,173	\$ 203,269,173

Tourist Development Tax Refunding Revenue Bonds, Series 2007A:

2016	5.00	\$ 6,010,000	\$ 3,174,250	\$ 9,184,250
2017	5.00	21,890,000	6,048,000	27,938,000
2018	5.00	22,990,000	4,953,500	27,943,500
2019	5.00	24,130,000	3,804,000	27,934,000
2020	5.00	25,345,000	2,597,500	27,942,500
2021	5.00	26,605,000	1,330,250	27,935,250
Totals		\$ 126,970,000	\$ 21,907,500	\$ 148,877,500

Capital Improvement Refunding Revenue Bonds, Series 2009:

2016	4.00	\$ 2,360,000	\$ 383,206	\$ 2,743,206
2017	4.00	2,330,000	672,012	3,002,012
2018	4.25	2,240,000	578,813	2,818,813
2019	4.00	2,335,000	483,612	2,818,612
2020	5.00	2,435,000	390,213	2,825,213
2021	5.00	2,550,000	268,462	2,818,462
2022	5.25	2,685,000	140,963	2,825,963
Totals		\$ 16,935,000	\$ 2,917,281	\$ 19,852,281

Tourist Development Tax Refunding Revenue Bonds, Series 2009:

2016	5.00	\$ 16,260,000	\$ 680,375	\$ 16,940,375
2017	5.00	5,955,000	547,750	6,502,750
2018	4.00	6,250,000	250,000	6,500,000
Totals		\$ 28,465,000	\$ 1,478,125	\$ 29,943,125

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF BONDED DEBT AND INTEREST, Continued
PRIMARY GOVERNMENT
September 30, 2016

<u>Year Ending September 30</u>	<u>Interest Rate (%)</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
<u>Tourist Development Tax Refunding Revenue Bonds, Series 2010:</u>				
2016	-	\$ -	\$ 3,609,875	\$ 3,609,875
2017	-	-	7,219,750	7,219,750
2018	-	-	7,219,750	7,219,750
2019	5.00	4,580,000	7,219,750	11,799,750
2020	5.00	8,525,000	6,990,750	15,515,750
2021	5.00	8,955,000	6,564,500	15,519,500
2022	5.00	38,805,000	6,116,750	44,921,750
2023	5.00	40,750,000	4,176,500	44,926,500
2024	5.00	42,780,000	2,139,000	44,919,000
Totals		\$ 144,395,000	\$ 51,256,625	\$ 195,651,625
<u>Taxable Sales Tax Revenue Refunding Bonds, Series 2012A:</u>				
2017	5.00	\$ 6,060,000	\$ 223,500	\$ 6,283,500
2018	5.00	1,440,000	36,000	1,476,000
Totals		\$ 7,500,000	\$ 259,500	\$ 7,759,500
<u>Sales Tax Revenue Refunding Bonds, Series 2012B:</u>				
2017	-	\$ -	\$ 4,660,000	\$ 4,660,000
2018	-	-	4,660,000	4,660,000
2019	-	-	4,660,000	4,660,000
2020	-	-	4,660,000	4,660,000
2021	-	-	4,660,000	4,660,000
2022	-	-	4,660,000	4,660,000
2023	-	-	4,660,000	4,660,000
2024	-	-	4,660,000	4,660,000
2025	5.00	8,445,000	4,448,875	12,893,875
2026	5.00	8,865,000	4,016,125	12,881,125
2027	5.00	9,310,000	3,561,750	12,871,750
2028	5.00	9,770,000	3,084,750	12,854,750
2029	5.00	13,930,000	2,492,250	16,422,250
2030	5.00	14,625,000	1,778,375	16,403,375
2031	5.00	15,355,000	1,028,875	16,383,875
2032	4.00	16,125,000	322,500	16,447,500
Totals		\$ 96,425,000	\$ 58,013,500	\$ 154,438,500
<u>Sales Tax Revenue Refunding Bonds, Series 2012C:</u>				
2017	4.00	\$ 2,130,000	\$ 4,232,750	\$ 6,362,750
2018	4.00	7,260,000	4,044,950	11,304,950
2019	5.00	11,755,000	3,605,875	15,360,875
2020	5.00	12,340,000	3,003,500	15,343,500
2021	5.00	12,960,000	2,371,000	15,331,000
2022	5.00	13,605,000	1,706,875	15,311,875
2023	5.00	14,285,000	1,009,625	15,294,625
2024	5.00	13,050,000	326,250	13,376,250
Totals		\$ 87,385,000	\$ 20,300,825	\$ 107,685,825
<u>Public Service Tax Refunding Revenue Bonds, Series 2013:</u>				
2016	5.00	\$ 4,610,000	\$ 686,125	\$ 5,296,125
2017	5.00	3,375,000	1,141,750	4,516,750
2018	5.00	3,545,000	973,000	4,518,000
2019	5.00	3,615,000	795,750	4,410,750
2020	5.00	2,220,000	615,000	2,835,000
2021	5.00	2,070,000	504,000	2,574,000
2022	5.00	2,075,000	400,500	2,475,500
2023	5.00	2,190,000	296,750	2,486,750
2024	5.00	2,295,000	187,250	2,482,250
2025	5.00	1,450,000	72,500	1,522,500
Totals		\$ 27,445,000	\$ 5,672,625	\$ 33,117,625

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF BONDED DEBT AND INTEREST, Continued
PRIMARY GOVERNMENT
September 30, 2016

<u>Year Ending September 30</u>	<u>Interest Rate (%)</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
<u>Tourist Development Tax Refunding Revenue Bond, Series 2013:</u>				
2016	1.537	\$ 3,110,000 *	\$ 97,945	\$ 3,207,945
2017	1.537	3,165,000 *	148,090	3,313,090
2018	1.537	3,210,000 *	99,444	3,309,444
2019	1.537	3,260,000 *	50,106	3,310,106
Totals		\$ 12,745,000	\$ 395,585	\$ 13,140,585

* Mandatory redemption of \$15,815,000 Bond due October 1, 2019.

<u>Tourist Development Tax Refunding Revenue Bonds, Series 2015:</u>				
2016	2.00	\$ 10,450,000	\$ 3,667,200	14,117,200
2017	4.00	6,185,000	7,125,400	13,310,400
2018	5.00	6,435,000	6,878,000	13,313,000
2019	5.00	8,680,000	6,556,250	15,236,250
2020	5.00	8,700,000	6,122,250	14,822,250
2021	5.00	9,140,000	5,687,250	14,827,250
2022	5.00	8,125,000	5,230,250	13,355,250
2023	5.00	8,525,000	4,824,000	13,349,000
2024	5.00	8,950,000	4,397,750	13,347,750
2025	5.00	9,820,000	3,950,250	13,770,250
2026	5.00	10,280,000	3,459,250	13,739,250
2027	5.00	10,810,000	2,945,250	13,755,250
2028	5.00	11,250,000	2,404,750	13,654,750
2029	5.00	11,815,000	1,842,250	13,657,250
2030	5.00	12,435,000	1,251,500	13,686,500
2031	5.00	12,595,000	629,750	13,224,750
Totals		\$ 154,195,000	\$ 66,971,350	\$ 221,166,350

<u>Sales Tax Revenue Bond, Series 2015:</u>				
2017	1.47	\$ 1,060,000 *	\$ 72,545	\$ 1,132,545
2018	1.47	1,075,000 *	56,852	1,131,852
2019	1.47	1,095,000 *	40,903	1,135,903
2020	1.47	1,110,000 *	24,696	1,134,696
2021	1.47	1,125,000 *	8,269	1,133,269
Totals		\$ 5,465,000	\$ 203,265	\$ 5,668,265

* Mandatory redemption of \$5,465,000 Bond due January 1, 2021.

<u>Sales Tax Revenue Refunding Bond, Series 2015A:</u>				
2017	2.13	\$ 2,195,000	\$ 617,966	\$ 2,812,966
2018	2.13	2,280,000	570,308	2,850,308
2019	2.13	2,330,000	521,211	2,851,211
2020	2.13	2,375,000	471,103	2,846,103
2021	2.13	2,430,000	419,930	2,849,930
2022	2.13	2,480,000	367,638	2,847,638
2023	2.13	2,530,000	314,281	2,844,281
2024	2.13	2,585,000	259,807	2,844,807
2025	2.13	2,640,000	204,160	2,844,160
2026	2.13	2,695,000	147,343	2,842,343
2027	2.13	2,755,000	89,300	2,844,300
2028	2.13	2,815,000	29,980	2,844,980
Totals		\$ 30,110,000	\$ 4,013,027	\$ 34,123,027

* Mandatory redemption of \$30,110,000 Bond due January 1, 2028.

Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF BONDED DEBT AND INTEREST, Continued
PRIMARY GOVERNMENT
September 30, 2016

<u>Year Ending</u> <u>September 30</u>	<u>Interest</u> <u>Rate (%)</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u> <u>Debt Service</u>
<u>Water and Wastewater Utility Revenue Bonds, Series 2016:</u>				
2016	-	\$ -	\$ 1,008,991	\$ 1,008,991
2017	-	-	2,905,894	2,905,894
2018	5.00	3,265,000	2,905,894	6,170,894
2019	5.00	3,430,000	2,742,644	6,172,644
2020	5.00	3,600,000	2,571,144	6,171,144
2021	5.00	3,780,000	2,391,144	6,171,144
2022	5.00	3,970,000	2,202,144	6,172,144
2023	5.00	4,170,000	2,003,643	6,173,643
2024	5.00	4,375,000	1,795,144	6,170,144
2025	2.00	4,595,000	1,576,394	6,171,394
2026	2.00	4,685,000	1,484,494	6,169,494
2027	2.00	4,780,000	1,390,794	6,170,794
2028	2.00	4,875,000	1,295,193	6,170,193
2029	2.125	4,975,000	1,197,693	6,172,693
2030	2.250	5,080,000	1,091,975	6,171,975
2031	2.50	5,195,000	977,675	6,172,675
2032	3.00	5,325,000	847,800	6,172,800
2033	3.00	5,485,000	688,050	6,173,050
2034	3.00	5,645,000	523,500	6,168,500
2035	3.00	5,815,000	354,150	6,169,150
2036	3.00	5,990,000	179,700	6,169,700
Totals		\$ 89,035,000	\$ 32,134,060	\$ 121,169,060
<u>Tourist Development Tax Refunding Revenue Bonds, Series 2016:</u>				
2016	-	\$ -	\$ 543,492	\$ 543,492
2017	-	-	2,541,000	2,541,000
2018	-	-	2,541,000	2,541,000
2019	-	-	2,541,000	2,541,000
2020	-	-	2,541,000	2,541,000
2021	-	-	2,541,000	2,541,000
2022	-	-	2,541,000	2,541,000
2023	5.00	1,000,000	2,541,000	3,541,000
2024	5.00	1,000,000	2,491,000	3,491,000
2025	-	-	2,441,000	2,441,000
2026	-	-	2,441,000	2,441,000
2027	-	-	2,441,000	2,441,000
2028	-	-	2,441,000	2,441,000
2029	-	-	2,441,000	2,441,000
2030	-	-	2,441,000	2,441,000
2031	4.00	21,510,000	2,441,000	23,951,000
2032	4.00	39,515,000	1,580,600	41,095,600
Totals		\$ 63,025,000	\$ 39,489,092	\$ 102,514,092



Statistical Section



**ORANGE COUNTY, FLORIDA
STATISTICAL SECTION CONTENTS
for the year ended September 30, 2016**

The Statistical Section of the Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information indicates about Orange County's overall financial health. Below is a summary of the components and purpose for the tables provided herein.

Pages

Financial Trends

206-215

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

Revenue Capacity

216-220

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

Debt Capacity

221-233

These schedules present information to help the reader assess the affordability of Orange County's current levels of outstanding debt, the County's ability to issue additional debt in the future, and related historical trend data.

Demographic and Economic Information

234-237

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

Operating Information

238-242

These schedules contain service levels and capital asset data to help the reader understand how the information in the County's financial report relates to the services the County provides to its citizens and visitors.

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**NET POSITION BY COMPONENT - LAST TEN FISCAL YEARS
(Unaudited)**

		As of September 30,			
		<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities					
¹	Net investment in capital assets	\$ 3,597,825,262	\$ 3,470,795,997	\$ 3,297,965,017	\$ 3,155,931,976
²	Restricted	407,602,419	380,131,402	342,326,657	322,317,056
³	Unrestricted	<u>152,700,388</u>	<u>129,498,433</u>	<u>94,479,017</u>	<u>548,461,899</u>
Total governmental activities net position		<u>\$ 4,158,128,069</u>	<u>\$ 3,980,425,832</u>	<u>\$ 3,734,770,691</u>	<u>\$ 4,026,710,931</u>
Business-type activities					
⁴	Net investment in capital assets	\$ 1,734,652,758	\$ 1,729,101,373	\$ 1,583,274,525	\$ 1,511,510,668
⁵	Restricted	168,428,124	124,453,619	170,695,574	169,991,396
⁶	Unrestricted	<u>212,950,231</u>	<u>170,579,588</u>	<u>171,781,265</u>	<u>216,120,946</u>
Total business-type activities net position		<u>\$ 2,116,031,113</u>	<u>\$ 2,024,134,580</u>	<u>\$ 1,925,751,364</u>	<u>\$ 1,897,623,010</u>
Primary government					
⁷	Net investment in capital assets	\$ 5,332,478,020	\$ 5,199,897,370	\$ 4,881,239,542	\$ 4,667,442,644
⁸	Restricted	576,030,543	504,585,021	513,022,231	492,308,452
⁹	Unrestricted	<u>365,650,619</u>	<u>300,078,021</u>	<u>266,260,282</u>	<u>764,582,845</u>
Total primary government net position		<u>\$ 6,274,159,182</u>	<u>\$ 6,004,560,412</u>	<u>\$ 5,660,522,055</u>	<u>\$ 5,924,333,941</u>

Notes: This data is presented on the accrual basis of accounting.

With the implementation of GASB Statement No. 61, the Library District has been excluded from reporting effective in Fiscal Year 2012.

With the implementation of GASB Statement No. 68 and Statement No. 71 in Fiscal Year 2015, Fiscal Year 2014 was restated, Fiscal Years 2007 through 2013 were not.

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
1	\$ 3,056,915,326	\$ 2,990,287,347	\$ 2,982,891,952	\$ 2,904,041,775	\$ 2,816,573,044	\$ 2,673,288,362
2	331,057,972	354,148,788	648,595,267	612,829,266	554,375,605	493,414,199
3	541,385,099	560,733,882	263,899,326	268,378,190	289,653,866	254,910,397
	<u>\$ 3,929,358,397</u>	<u>\$ 3,905,170,017</u>	<u>\$ 3,895,386,545</u>	<u>\$ 3,785,249,231</u>	<u>\$ 3,660,602,515</u>	<u>\$ 3,421,612,958</u>
4	\$ 1,460,089,988	\$ 1,462,252,701	\$ 1,425,198,263	\$ 1,394,291,948	\$ 1,325,809,990	\$ 1,317,286,812
5	157,350,299	152,303,200	154,404,669	154,826,276	90,497,717	81,582,279
6	222,143,269	184,786,404	142,376,273	159,362,403	299,726,125	275,185,465
	<u>\$ 1,839,583,556</u>	<u>\$ 1,799,342,305</u>	<u>\$ 1,721,979,205</u>	<u>\$ 1,708,480,627</u>	<u>\$ 1,716,033,832</u>	<u>\$ 1,674,054,556</u>
7	\$ 4,517,005,314	\$ 4,452,540,048	\$ 4,408,090,215	\$ 4,298,333,723	\$ 4,142,383,034	\$ 3,990,575,174
8	488,408,271	506,451,988	802,999,936	767,655,542	644,873,322	574,996,478
9	763,528,368	745,520,286	406,275,599	427,740,593	589,379,991	530,095,862
	<u>\$ 5,768,941,953</u>	<u>\$ 5,704,512,322</u>	<u>\$ 5,617,365,750</u>	<u>\$ 5,493,729,858</u>	<u>\$ 5,376,636,347</u>	<u>\$ 5,095,667,514</u>

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**CHANGES IN NET POSITION - LAST TEN FISCAL YEARS
(Unaudited)**

		Fiscal Year Ended September 30,			
		<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Expenses					
Governmental activities:					
1	General government	\$ 239,703,652	\$ 222,203,751	\$ 209,367,687	\$ 197,090,123
2	Public safety	596,175,547	516,465,618	524,973,413	500,750,105
3	Physical environment	94,096,668	76,690,629	72,723,532	67,057,770
4	Transportation	203,058,544	198,996,526	184,156,097	184,685,084
5	Economic environment	39,424,706	37,891,068	35,996,905	37,447,572
6	Human services	172,425,985	165,620,205	160,061,851	141,834,264
7	Culture and recreation	40,010,647	36,485,981	36,738,267	36,815,181
8	Interest on long-term debt	12,568,570	11,098,158	10,659,900	13,939,397
	Total governmental activities	<u>1,397,464,319</u>	<u>1,265,451,936</u>	<u>1,234,677,652</u>	<u>1,179,619,496</u>
Business-type activities:					
9	Convention Center	261,269,738	251,615,185	222,438,362	204,688,947
10	Solid Waste System	27,978,257	27,529,434	19,825,209	24,923,208
11	Water Utilities System	203,194,734	185,900,049	181,004,903	174,172,376
	Total business-type activities	<u>492,442,729</u>	<u>465,044,668</u>	<u>423,268,474</u>	<u>403,784,531</u>
	Total primary government	<u>\$ 1,889,907,048</u>	<u>\$ 1,730,496,604</u>	<u>\$ 1,657,946,126</u>	<u>\$ 1,583,404,027</u>
Program Revenues					
Governmental activities:					
Charges for services:					
12	General government	\$ 79,948,932	\$ 78,752,604	\$ 79,785,749	\$ 62,596,782
13	Public safety	94,178,308	72,697,593	64,626,471	60,781,975
14	Physical environment	50,374,814	55,670,751	54,520,751	53,412,431
15	Transportation	18,933,106	16,835,436	15,475,765	14,371,257
16	Economic environment	-	-	240	72
17	Human services	1,226,479	1,256,825	1,205,346	1,393,718
18	Culture and recreation	3,601,467	3,843,704	3,492,052	3,317,073
19	Operating grants and contributions	163,970,874	156,577,381	148,968,085	166,753,036
20	Capital grants and contributions	151,246,951	187,089,374	139,110,203	75,136,121
	Total governmental activities	<u>563,480,931</u>	<u>572,723,668</u>	<u>507,184,662</u>	<u>437,762,465</u>
Business-type activities:					
Charges for services:					
21	Convention Center	58,995,753	57,928,626	47,544,989	54,021,285
22	Solid Waste System	31,488,458	32,619,946	30,462,743	28,487,754
23	Water Utilities System	170,731,611	160,638,162	155,042,258	153,177,819
24	Operating grants and contributions	-	-	-	-
25	Capital grants and contributions	83,401,984	84,435,380	57,444,970	47,299,327
	Total business-type activities	<u>344,617,806</u>	<u>335,622,114</u>	<u>290,494,960</u>	<u>282,986,185</u>
	Total primary government	<u>\$ 908,098,737</u>	<u>\$ 908,345,782</u>	<u>\$ 797,679,622</u>	<u>\$ 720,748,650</u>
Net Expense					
26	Governmental activities	\$ (833,983,388)	\$ (692,728,268)	\$ (727,492,990)	\$ (741,857,031)
27	Business-type activities	<u>(147,824,923)</u>	<u>(129,422,554)</u>	<u>(132,773,514)</u>	<u>(120,798,346)</u>
	Total primary government net expense	<u>\$ (981,808,311)</u>	<u>\$ (822,150,822)</u>	<u>\$ (860,266,504)</u>	<u>\$ (862,655,377)</u>

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
1	\$ 194,547,610	\$ 220,742,850	\$ 210,702,032	\$ 247,228,854	\$ 232,050,826	\$ 221,894,361
2	486,802,998	506,962,181	521,315,593	523,533,695	523,920,514	496,945,355
3	66,628,715	67,535,953	68,380,406	61,989,875	52,877,442	52,711,427
4	177,930,923	194,502,971	181,334,464	189,420,941	176,009,837	172,983,120
5	38,110,392	45,530,719	40,008,569	59,498,058	60,702,183	39,269,217
6	136,905,949	125,221,595	127,210,133	119,312,112	139,825,322	153,746,439
7	35,856,820	66,386,042	73,895,375	77,355,990	81,761,483	73,279,083
8	17,053,311	21,770,431	24,610,697	22,066,341	24,033,617	24,891,960
	<u>1,153,836,718</u>	<u>1,248,652,742</u>	<u>1,247,457,269</u>	<u>1,300,405,866</u>	<u>1,291,181,224</u>	<u>1,235,720,962</u>
9	190,995,404	196,422,307	179,438,864	180,483,154	206,670,378	193,677,466
10	26,804,928	16,688,213	21,047,437	28,944,372	35,488,554	50,783,552
11	173,458,332	170,839,774	167,847,333	168,468,627	163,236,840	150,909,307
	<u>391,258,664</u>	<u>383,950,294</u>	<u>368,333,634</u>	<u>377,896,153</u>	<u>405,395,772</u>	<u>395,370,325</u>
	<u>\$ 1,545,095,382</u>	<u>\$ 1,632,603,036</u>	<u>\$ 1,615,790,903</u>	<u>\$ 1,678,302,019</u>	<u>\$ 1,696,576,996</u>	<u>\$ 1,631,091,287</u>
12	\$ 49,988,827	\$ 52,446,514	\$ 40,920,216	\$ 71,849,837	\$ 81,657,415	\$ 86,817,612
13	53,560,221	47,755,637	47,020,573	48,191,611	53,556,584	55,958,808
14	52,865,945	52,604,457	52,632,909	52,359,501	40,454,858	39,553,535
15	12,703,227	11,320,009	12,256,846	10,719,431	13,358,951	12,749,242
16	-	-	22	53	61	68
17	1,479,769	1,489,097	1,688,280	1,651,884	1,310,590	1,281,763
18	3,091,259	4,887,121	4,333,174	4,366,646	4,160,759	3,949,350
19	160,214,282	157,968,059	176,122,029	129,596,616	148,963,493	141,596,184
20	64,267,821	64,261,704	48,938,887	74,018,691	107,132,410	105,895,647
	<u>398,171,351</u>	<u>392,732,598</u>	<u>383,912,936</u>	<u>392,754,270</u>	<u>450,595,121</u>	<u>447,802,209</u>
21	48,979,917	47,019,525	40,919,052	41,609,878	56,811,061	49,050,679
22	28,460,912	27,399,187	27,743,275	28,655,384	31,178,101	31,083,184
23	150,612,529	151,643,665	142,692,126	138,271,639	142,283,756	138,978,722
24	-	-	-	226,994	185,420	1,471,264
25	28,832,133	19,221,442	17,653,049	18,704,418	34,963,685	73,122,644
	<u>256,885,491</u>	<u>245,283,819</u>	<u>229,007,502</u>	<u>227,468,313</u>	<u>265,422,023</u>	<u>293,706,493</u>
	<u>\$ 655,056,842</u>	<u>\$ 638,016,417</u>	<u>\$ 612,920,438</u>	<u>\$ 620,222,583</u>	<u>\$ 716,017,144</u>	<u>\$ 741,508,702</u>
26	\$ (755,665,367)	\$ (855,920,144)	\$ (863,544,333)	\$ (907,651,596)	\$ (840,586,103)	\$ (787,918,753)
27	(134,373,173)	(138,666,475)	(139,326,132)	(150,427,840)	(139,973,749)	(101,663,832)
	<u>\$ (890,038,540)</u>	<u>\$ (994,586,619)</u>	<u>\$ (1,002,870,465)</u>	<u>\$ (1,058,079,436)</u>	<u>\$ (980,559,852)</u>	<u>\$ (889,582,585)</u>

Continued

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**CHANGES IN NET POSITION - LAST TEN FISCAL YEARS, Continued
(Unaudited)**

		Fiscal Year Ended September 30,			
		<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes:					
1	Ad valorem tax	\$ 645,409,628	\$ 583,818,182	\$ 544,008,763	\$ 525,265,311
2	Public service tax	73,186,128	70,017,620	70,091,457	65,689,638
3	Communications services tax	20,376,762	22,554,764	24,033,314	24,873,213
4	Local option gas tax	28,529,121	27,243,237	26,329,713	25,718,460
5	Business tax	2,879,527	2,809,951	2,662,906	2,462,484
Unrestricted state shared revenues:					
6	Sales tax	166,337,860	160,187,901	150,154,118	140,650,247
7	Revenue sharing	39,343,563	37,922,381	34,508,790	32,046,096
8	Unrestricted investment earnings	11,095,023	13,321,474	4,818,106	1,192,688
9	Miscellaneous	14,749,166	11,271,132	12,128,418	11,509,687
10	Transfers	<u>9,778,847</u>	<u>9,236,767</u>	<u>9,734,822</u>	<u>9,801,741</u>
Total governmental activities		<u>1,011,685,625</u>	<u>938,383,409</u>	<u>878,470,407</u>	<u>839,209,565</u>
Business-type activities:					
11	Tourist development tax	239,528,483	226,178,591	201,400,252	186,962,039
12	Unrestricted investment earnings	3,897,644	4,242,334	1,404,474	832,170
13	Miscellaneous	6,074,176	6,621,612	7,923,511	6,403,922
14	Transfers	<u>(9,778,847)</u>	<u>(9,236,767)</u>	<u>(9,734,822)</u>	<u>(9,801,741)</u>
Total business-type activities		<u>239,721,456</u>	<u>227,805,770</u>	<u>200,993,415</u>	<u>184,396,390</u>
Total primary government		<u>\$ 1,251,407,081</u>	<u>\$ 1,166,189,179</u>	<u>\$ 1,079,463,822</u>	<u>\$ 1,023,605,955</u>
Change in Net Position					
15	Governmental activities	\$ 177,702,237	\$ 245,655,141	\$ 150,977,417	\$ 97,352,534
16	Business-type activities	<u>91,896,533</u>	<u>98,383,216</u>	<u>68,219,901</u>	<u>63,598,044</u>
Total primary government		<u>\$ 269,598,770</u>	<u>\$ 344,038,357</u>	<u>\$ 219,197,318</u>	<u>\$ 160,950,578</u>

Notes: This data is presented on the accrual basis of accounting.
With the implementation of GASB Statement No. 61, the Library District has been excluded from reporting effective in Fiscal Year 2012.

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
1	\$ 528,299,900	\$ 570,156,100	\$ 654,009,826	\$ 732,631,519	\$ 736,889,097	\$ 734,856,608
2	62,847,510	67,046,930	68,782,487	60,019,912	58,606,962	57,719,964
3	24,959,148	25,044,439	27,047,574	28,548,896	30,589,862	30,871,726
4	24,611,131	23,783,013	23,772,252	23,704,729	24,511,333	24,992,763
5	2,425,973	2,363,476	2,261,868	2,140,102	2,593,766	81,858
6	131,052,699	124,823,259	115,978,290	113,182,774	125,664,792	127,663,844
7	29,907,252	27,820,310	26,687,880	26,136,558	28,492,161	30,453,957
8	5,974,886	8,133,279	14,098,658	19,295,216	45,562,596	58,353,653
9	11,316,450	10,988,171	34,209,183	16,413,929	16,096,167	16,498,390
10	8,807,270	8,536,568	6,833,629	10,224,677	10,568,924	8,838,623
	<u>830,202,219</u>	<u>868,695,545</u>	<u>973,681,647</u>	<u>1,032,298,312</u>	<u>1,079,575,660</u>	<u>1,090,331,386</u>
11	175,302,639	175,854,576	147,757,970	142,209,730	168,159,461	163,024,183
12	2,173,182	2,029,017	5,281,826	4,670,148	17,405,318	22,741,777
13	5,945,873	6,808,981	6,618,543	6,219,434	6,957,170	7,613,878
14	(8,807,270)	(8,536,568)	(6,833,629)	(10,224,677)	(10,568,924)	(8,838,623)
	<u>174,614,424</u>	<u>176,156,006</u>	<u>152,824,710</u>	<u>142,874,635</u>	<u>181,953,025</u>	<u>184,541,215</u>
	<u>\$ 1,004,816,643</u>	<u>\$ 1,044,851,551</u>	<u>\$ 1,126,506,357</u>	<u>\$ 1,175,172,947</u>	<u>\$ 1,261,528,685</u>	<u>\$ 1,274,872,601</u>
15	\$ 74,536,852	\$ 12,775,401	\$ 110,137,314	\$ 124,646,716	\$ 238,989,557	\$ 302,412,633
16	40,241,251	37,489,531	13,498,578	(7,553,205)	41,979,276	82,877,383
	<u>\$ 114,778,103</u>	<u>\$ 50,264,932</u>	<u>\$ 123,635,892</u>	<u>\$ 117,093,511</u>	<u>\$ 280,968,833</u>	<u>\$ 385,290,016</u>

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**FUND BALANCES, GOVERNMENTAL FUNDS - LAST 10 FISCAL YEARS
(Unaudited)**

Post-GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions"

		As of September 30,			
		<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Fund					
1	Nonspendable	\$ 4,525,903	\$ 4,063,022	\$ 3,642,881	\$ 3,705,242
2	Restricted	1,166,822	1,155,935	1,187,951	1,711,238
3	Committed	27,863	20,107	18,956	16,276
4	Assigned	13,881,417	11,525,818	11,404,335	10,634,688
5	Unassigned	122,746,917	95,072,063	99,920,932	116,664,173
Total General Fund		<u>\$ 142,348,922</u>	<u>\$ 111,836,945</u>	<u>\$ 116,175,055</u>	<u>\$ 132,731,617</u>
All Other Governmental Funds					
6	Nonspendable	\$ 317,625	\$ 419,003	\$ 391,466	\$ 461,719
7	Restricted	352,852,662	331,233,208	307,699,340	297,403,550
8	Committed	185,495,684	150,734,430	160,382,601	186,622,245
9	Assigned	265,341,905	280,969,211	256,074,397	234,212,212
10	Unassigned	-	-	-	-
Total all other governmental funds		<u>\$ 804,007,876</u>	<u>\$ 763,355,852</u>	<u>\$ 724,547,804</u>	<u>\$ 718,699,726</u>

Pre-GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions"

		As of September 30,			
		<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Fund					
1	Reserved	\$ 3,652,435	\$ 1,621,325	\$ 1,605,927	\$ 1,605,927
2	Unreserved	142,410,820	140,370,723	160,022,413	169,475,297
Total General Fund		<u>\$ 146,063,255</u>	<u>\$ 141,992,048</u>	<u>\$ 161,628,340</u>	<u>\$ 171,081,224</u>
All Other Governmental Funds					
3	Reserved	\$ 88,666,530	\$ 78,755,466	\$ 74,162,308	\$ 73,742,277
Unreserved, reported in:					
4	Special revenue funds	531,150,083	558,048,546	550,454,522	492,154,608
5	Debt service funds	158,774,463	118,587,328	77,280,970	47,120,546
6	Capital projects funds	6,452,086	6,428,745	6,119,527	2,165,562
Total all other governmental funds		<u>\$ 785,043,162</u>	<u>\$ 761,820,085</u>	<u>\$ 708,017,327</u>	<u>\$ 615,182,993</u>

Notes: With the implementation of GASB Statement No. 54 in Fiscal Year 2011, Fiscal Year 2010 data was restated for comparison presentation.

With the implementation of GASB Statement No. 61, the Library District has been excluded from reporting effective in Fiscal Year 2012.

	<u>2012</u>	<u>2011</u>	<u>2010</u>
¹ \$	3,691,110	\$ 3,667,616	\$ 3,652,435
²	2,840,519	2,565,476	905,424
³	14,006	9,856	5,032
⁴	9,719,476	8,113,540	8,880,811
⁵	116,302,633	106,915,398	132,649,491
	<u>\$ 132,567,744</u>	<u>\$ 121,271,886</u>	<u>\$ 146,093,193</u>
⁶ \$	544,139	\$ 1,338,867	\$ 1,330,182
⁷	301,641,781	321,077,738	318,826,641
⁸	212,952,403	234,475,885	265,280,023
⁹	211,186,926	224,807,232	196,584,449
¹⁰	-	(1,930)	-
	<u>\$ 726,325,249</u>	<u>\$ 781,697,792</u>	<u>\$ 782,021,295</u>

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS - LAST 10 FISCAL YEARS
(Unaudited)**

		Fiscal Year Ended September 30,			
		<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Revenues:					
1	Taxes	\$ 770,381,166	\$ 706,443,754	\$ 667,126,153	\$ 644,009,106
2	Special assessments	180,151	181,878	177,694	176,058
3	Licenses and permits	27,648,162	19,415,554	19,440,426	17,662,685
4	Intergovernmental	308,814,604	302,511,529	283,427,560	315,848,904
5	Charges for services	316,736,081	283,929,476	277,571,811	237,089,566
6	Fines and forfeitures	18,390,654	17,438,079	15,147,497	7,857,110
7	Interest	10,075,379	11,856,862	4,321,824	1,041,382
8	Miscellaneous	21,262,707	16,449,927	16,848,759	17,128,951
	Total revenues	<u>1,473,488,904</u>	<u>1,358,227,059</u>	<u>1,284,061,724</u>	<u>1,240,813,762</u>
Expenditures:					
Current:					
9	General government	253,592,293	240,915,118	233,541,417	223,741,747
10	Public safety	559,957,656	523,579,486	512,420,361	488,501,639
11	Physical environment	94,476,388	80,152,192	74,140,762	67,723,979
12	Transportation	187,798,953	172,878,228	159,552,096	166,225,046
13	Economic environment	38,420,149	37,255,873	35,440,170	36,859,928
14	Human services	170,062,471	166,918,433	159,741,716	141,260,501
15	Culture and recreation	36,288,305	33,038,353	31,558,489	34,433,467
16	Capital outlay	41,669,842	51,141,760	61,860,984	58,034,868
Debt service:					
17	Principal retirement	23,843,142	24,425,354	19,155,747	8,656,616
18	Interest and fiscal charges	15,769,502	17,166,102	17,524,538	18,950,365
19	Payment to refunding escrow agent	-	-	-	-
	Total expenditures	<u>1,421,878,701</u>	<u>1,347,470,899</u>	<u>1,304,936,280</u>	<u>1,244,388,156</u>
Excess (deficiency) of revenues					
20	over (under) expenditures	<u>51,610,203</u>	<u>10,756,160</u>	<u>(20,874,556)</u>	<u>(3,574,394)</u>
Other financing sources (uses):					
21	Transfers in	470,905,156	400,055,669	381,313,293	351,470,471
22	Transfers out	(461,126,309)	(390,818,902)	(371,578,471)	(341,668,730)
23	Issuance of capital lease debt	12,271,169	6,512,240	3,044,640	6,197,926
24	Long-term debt issued	30,110,000	5,465,000	-	134,090,000
25	Premium (discount) on long-term debt	-	-	-	25,777,964
26	Payment to refunding escrow agent	(32,606,218)	-	-	(179,754,887)
	Total other financing sources (uses)	<u>19,553,798</u>	<u>21,214,007</u>	<u>12,779,462</u>	<u>(3,887,256)</u>
	Net change in fund balances	<u>\$ 71,164,001</u>	<u>\$ 31,970,167</u>	<u>\$ (8,095,094)</u>	<u>\$ (7,461,650)</u>
Debt service as a percentage					
	of noncapital expenditures	3.0%	3.3%	3.0%	2.4%

Notes: This data is presented on the modified accrual basis of accounting.
With the implementation of GASB Statement No. 61, the Library District has been excluded from reporting effective in Fiscal Year 2012.

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
1	\$ 643,143,662	\$ 688,393,958	\$ 776,946,715	\$ 848,049,643	\$ 854,306,761	\$ 849,735,371
2	104,619	84,977	65,688	48,805	82,262	66,511
3	13,373,368	10,502,140	9,384,000	10,059,096	17,094,156	23,992,549
4	295,805,555	305,545,806	301,634,815	253,307,244	266,646,688	258,610,350
5	212,847,373	196,270,373	197,491,742	227,256,908	271,124,690	294,842,584
6	6,714,463	5,838,680	5,395,743	9,515,017	13,311,803	13,114,866
7	5,156,162	7,520,252	12,678,428	17,326,192	41,267,119	53,268,361
8	15,154,911	16,337,926	22,714,472	25,698,761	28,556,244	20,685,548
	<u>1,192,300,113</u>	<u>1,230,494,112</u>	<u>1,326,311,603</u>	<u>1,391,261,666</u>	<u>1,492,389,723</u>	<u>1,514,316,140</u>
9	215,244,238	215,420,224	233,525,057	249,228,171	265,047,996	245,509,867
10	477,042,551	494,320,611	520,722,028	534,739,623	525,720,402	506,448,514
11	67,493,123	69,574,287	72,761,803	76,644,526	57,942,695	67,366,830
12	149,779,137	149,620,335	190,552,389	209,363,166	231,904,705	221,338,649
13	38,459,947	47,005,736	42,542,689	59,905,729	62,817,768	39,969,947
14	135,998,649	124,511,752	126,694,548	118,429,863	139,824,995	160,894,680
15	30,867,061	61,365,422	75,431,719	75,904,414	73,312,062	85,639,825
16	57,223,432	73,069,903	-	-	171,962	26,130,602
17	23,869,807	22,631,459	20,640,339	24,978,400	44,332,497	29,691,535
18	21,671,589	23,309,148	23,186,171	21,809,589	23,572,449	24,337,605
19	31,184,455	-	-	739,316	-	-
	<u>1,248,833,989</u>	<u>1,280,828,877</u>	<u>1,306,056,743</u>	<u>1,371,742,797</u>	<u>1,424,647,531</u>	<u>1,407,328,054</u>
20	<u>(56,533,876)</u>	<u>(50,334,765)</u>	<u>20,254,860</u>	<u>19,518,869</u>	<u>67,742,192</u>	<u>106,988,086</u>
21	355,589,434	313,905,664	330,776,151	310,231,302	352,128,709	367,402,710
22	(346,782,164)	(305,369,096)	(323,942,522)	(300,006,625)	(341,559,785)	(358,564,087)
23	4,516,971	1,258,387	205,795	905,546	5,070,334	-
24	114,100,000	15,395,000	-	28,593,520	-	25,737,324
25	12,327,087	-	-	2,141,961	-	-
26	(106,696,726)	-	-	(27,218,107)	-	-
	<u>33,054,602</u>	<u>25,189,955</u>	<u>7,039,424</u>	<u>14,647,597</u>	<u>15,639,258</u>	<u>34,575,947</u>
	<u>\$ (23,479,274)</u>	<u>\$ (25,144,810)</u>	<u>\$ 27,294,284</u>	<u>\$ 34,166,466</u>	<u>\$ 83,381,450</u>	<u>\$ 141,564,033</u>
	6.6%	3.8%	3.6%	3.8%	5.3%	4.4%

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**TAXABLE ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST 10 FISCAL YEARS
(Unaudited)**

		Real Property					
		Residential		Commercial		Other	
Fiscal Year (1)		Taxable Assessed Value	Estimated Actual Value	Taxable Assessed Value	Estimated Actual Value	Taxable Assessed Value	Estimated Actual Value
¹ 2016		\$ 44,665,683,354	\$ 64,863,031,306	\$ 38,238,470,188	\$ 44,868,812,545	\$ 8,046,996,183	\$ 24,158,283,540
² 2015		47,366,886,826	63,620,456,259	26,760,649,920	27,796,768,176	7,371,751,956	21,905,162,813
³ 2014		43,172,817,555	55,404,730,307	25,499,392,367	26,330,814,255	7,162,598,086	20,913,623,664
⁴ 2013		41,150,011,974	52,459,589,477	24,775,598,746	26,007,211,854	7,079,333,989	20,304,408,474
⁵ 2012		41,206,224,495	52,972,981,267	24,607,430,945	25,569,270,171	7,463,578,361	20,489,230,989
⁶ 2011		44,099,036,005	56,950,608,061	23,794,973,166	24,574,601,379	7,575,101,548	20,585,192,643
⁷ 2010		51,369,002,745	68,221,401,045	26,913,648,640	27,669,198,190	9,133,983,094	22,446,137,895
⁸ 2009		59,438,556,436	84,315,362,133	28,485,158,065	29,223,187,159	10,896,844,950	24,141,143,040
⁹ 2008		62,615,317,165	88,055,809,228	25,740,618,195	26,278,511,060	10,668,461,808	22,894,128,055
¹⁰ 2007		51,101,418,531	71,741,442,108	23,235,670,473	23,618,947,807	9,691,619,444	21,533,405,182

(1) Information is reported based on the fiscal year in which associated tax revenue is recognized - e.g., the 2015 tax roll data is reported here for Fiscal Year 2016, as that is the period of collection and revenue recognition.

(2) Centrally Assessed Property consists of railroad property assessed by the State of Florida. Prior to Fiscal Year 2009, the taxable assessed value equaled the estimated actual value.

(3) Direct countywide tax rate excludes rates for non-countywide special taxing districts. The rate as stated is imposed per \$1,000 of taxable assessed value.

Source: Orange County Property Appraiser

	Personal Property		Centrally Assessed Property (2)		Totals		Ratio of Total Taxable Assessed Value to Total Estimated Actual Value	Direct Rate / Countywide (3)
	Taxable Assessed Value	Estimated Actual Value	Taxable Assessed Value	Estimated Actual Value	Taxable Assessed Value	Estimated Actual Value		
1	\$ 9,278,525,759	\$ 13,352,808,260	\$ 25,232,027	\$ 26,860,613	\$ 100,254,907,511	\$ 147,269,796,264	0.68	4.4347
2	8,623,319,056	12,712,213,762	23,632,177	25,198,204	90,146,239,935	126,059,799,214	0.72	4.4347
3	8,234,617,790	12,329,007,421	23,361,435	24,961,688	84,092,787,233	115,003,137,335	0.73	4.4347
4	8,033,864,168	12,082,049,023	21,634,788	23,091,636	81,060,443,665	110,876,350,464	0.73	4.4347
5	7,991,129,432	11,887,068,346	22,076,031	24,196,765	81,290,439,264	110,942,747,538	0.73	4.4347
6	8,105,120,427	11,737,286,869	12,538,415	14,049,385	83,586,769,561	113,861,738,337	0.73	4.4347
7	8,151,483,913	11,578,402,686	17,078,383	19,436,909	95,585,196,775	129,934,576,725	0.74	4.4347
8	8,178,483,028	11,576,389,998	15,826,598	17,362,074	107,014,869,077	149,273,444,404	0.72	4.4347
9	8,266,008,576	10,980,225,018	5,865,402	5,865,402	107,296,271,146	148,214,538,763	0.72	4.4347
10	7,760,807,928	10,493,742,807	22,241,400	22,241,400	91,811,757,776	127,409,779,304	0.72	5.1639

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**PROPERTY TAX RATES FOR DIRECT AND OVERLAPPING GOVERNMENTS
LAST 10 FISCAL YEARS (1)
(rate per \$1,000 of assessed value)
(Unaudited)**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
DIRECT RATES-Countywide										
General	4.0441	4.0441	4.0441	4.0441	4.0441	4.0441	4.0441	4.0441	4.0441	4.7299
Capital Projects	0.2250	0.2250	0.2250	0.2250	0.2250	0.2250	0.2250	0.2250	0.2250	0.2500
Parks	0.1656	0.1656	0.1656	0.1656	0.1656	0.1656	0.1656	0.1656	0.1656	0.1840
Total Direct Rates- Countywide	<u>4.4347</u>	<u>4.4347</u>	<u>4.4347</u>	<u>4.4347</u>	<u>4.4347</u>	<u>4.4347</u>	<u>4.4347</u>	<u>4.4347</u>	<u>4.4347</u>	<u>5.1639</u>
DIRECT RATES/Non-countywide										
Unincorporated Area (2):										
Special Tax Equalization District (3)	1.8043	1.8043	1.8043	1.8043	1.8043	1.8043	1.8043	1.8043	1.8043	2.1234
Fire Protection & EMS	<u>2.2437</u>	<u>2.2437</u>	<u>2.2437</u>	<u>2.2437</u>	<u>2.2437</u>	<u>2.2437</u>	<u>2.2437</u>	<u>2.2437</u>	<u>2.2437</u>	<u>2.5862</u>
Total Unincorporated Area	<u>4.0480</u>	<u>4.0480</u>	<u>4.0480</u>	<u>4.0480</u>	<u>4.0480</u>	<u>4.0480</u>	<u>4.0480</u>	<u>4.0480</u>	<u>4.0480</u>	<u>4.7096</u>
Orange County Library District(4)	0.3748	0.3748	0.3748	0.3748	0.3748	0.3748	0.3748	0.3748	0.3748	0.4325
Other Special Districts	.1378 to 2.5337	.1378 to 2.5337	.1378 to 2.5337	.1378 to 2.5337	.1378 to 2.5337	.1378 to 2.5337	.1378 to 2.5337	.1378 to 2.5337	.0872 to 2.5337	.1000 to 3.0000
OVERLAPPING										
Orange County School Board	8.2180	8.3620	8.3620	8.4780	8.5450	7.8940	7.6730	7.1500	7.1210	7.1690
Municipalities:										
Apopka	3.2876	3.2876	3.4727	3.5161	3.5164	3.5166	3.5168	3.5168	3.1738	3.7619
Bay Lake	1.0111	1.0779	1.0200	1.0900	1.1394	1.1819	1.1467	1.0767	1.0693	1.1316
Belle Isle	4.4018	4.4018	4.4018	4.4018	4.4018	4.4018	3.7432	3.5378	3.4068	3.6655
Eatonville	7.2938	7.2938	7.2938	7.2938	6.9040	6.9040	6.9040	6.9040	6.9040	6.9040
Edgewood	4.9500	4.7000	4.7000	4.7000	4.7000	3.9500	3.9500	3.9500	4.7000	4.7000
Lake Buena Vista	1.1179	1.2482	1.2821	1.2924	1.1986	1.1688	1.0545	1.0545	0.9328	1.0500
Maitland	4.5400	4.5400	4.3600	4.3200	4.3800	4.3800	4.2850	4.2400	4.1900	4.3000
Oakland	6.7500	6.7500	6.7500	6.7500	6.7500	6.7500	6.8883	5.9245	4.9245	4.9245
Ocoee	5.9104	5.6371	5.7855	5.8460	5.8460	5.5574	5.4974	4.8252	4.2919	4.6295
Orlando	6.6500	6.6500	5.6500	5.6500	5.6500	5.6500	5.6500	5.6500	4.9307	5.6916
Windermere	3.2500	3.7896	3.7896	3.7896	3.7896	3.2280	3.2280	3.2280	3.1739	3.9500
Winter Garden	4.2500	4.2500	4.2500	4.2500	4.2500	4.2500	3.7500	3.3866	3.3866	4.3040
Winter Park	4.3673	4.3907	4.4019	4.4183	4.4166	4.4336	4.3980	4.3858	4.3073	5.0900
Water Management Districts:										
South Florida	0.3551	0.3842	0.4110	0.4289	0.4363	0.6240	0.6240	0.6240	0.2549	0.2840
St. Johns River	0.3023	0.3164	0.3283	0.3313	0.3313	0.4158	0.4158	0.4158	0.4158	0.4620
Other Special Districts	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000

(1) Information is reported based on the fiscal year in which associated tax revenue is recognized - e.g., the 2015 tax roll data is reported here for Fiscal Year 2016, as that is the period of collection and revenue recognition.

(2) Includes only millages assessed throughout entire unincorporated area.

(3) Created by County Ordinance #79-4 for funding of law enforcement services.

(4) The Library District is an independent special district and is reported as a discrete nonmajor component unit in the Financial Section.

Source: Orange County Property Appraiser

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

PRINCIPAL TAXPAYERS

**CURRENT YEAR AND NINE YEARS AGO
(Unaudited)**

Taxpayer	Type of Business	Fiscal Year 2016				Fiscal Year 2007			
		Taxable Assessed Value (1) (millions)	Rank	Percentage of Total Taxable Assessed Value		Taxable Assessed Value (1) (millions)	Rank	Percentage of Total Taxable Assessed Value	
Walt Disney World	Tourism	\$ 8,200	1	8.18 %		\$ 5,747	1	6.26 %	
Universal Studios	Tourism	2,100	2	2.09		1,565	2	1.71	
Marriott Corporation	Tourism	1,600	3	1.60		1,009	3	1.10	
Hilton Resorts	Tourism	1,200	4	1.20		-		-	
Hyatt Resorts	Tourism	947	5	0.94		-		-	
Orange Lake Country Club	Tourism	778	6	0.78		-		-	
Duke Energy/Progress Energy	Electric Utility	736	7	0.73		432	5	0.47	
Wyndham Resorts	Tourism	574	8	0.57		-		-	
Westgate Resorts	Tourism	561	9	0.56		329	8	0.36	
Vistana Development	Tourism	508	10	0.51		581	4	0.63	
CNL Grand Lakes Resort	Tourism	-		-		355	6	0.39	
Bellsouth Telecommunications	Communications	-		-		351	7	0.38	
Sea World of Florida, Inc.	Tourism	-		-		285	9	0.31	
Sprint	Communications	-		-		268	10	0.29	
Total taxable assessed value of 10 largest taxpayers		17,204		17.16		10,922		11.90	
Total taxable assessed value of all other taxpayers		83,051		82.84		80,890		88.10	
Total taxable assessed value of all taxpayers		\$ 100,255		100.00 %		\$ 91,812		100.00 %	

(1) Information is reported based on the fiscal year in which associated tax revenue is recognized - e.g., the 2015 tax roll data is reported here for Fiscal Year 2016, as that is the period of collection and revenue recognition.

Source: Orange County Property Appraiser

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**PROPERTY TAXES LEVIED AND COLLECTED - LAST 10 FISCAL YEARS
(Unaudited)**

Fiscal Year (1)	Real Estate Tax Levy	Tangible Tax Levy	Total Tax Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years (2)	Total Collections to Date	
				Amount	Percentage of Levy		Amount	Percentage of Levy
2016	\$ 675,775,513	\$ 59,059,345	\$ 734,834,858	\$ 702,283,020	95.57%	\$ -	\$ 702,283,020	95.57%
2015	616,072,394	55,155,155	671,227,549	645,615,578	96.18	190,859	645,806,437	96.21
2014	577,503,518	53,272,862	630,776,380	605,637,417	96.01	1,052,404	606,689,821	96.18
2013	558,224,715	52,083,525	610,308,240	586,284,226	96.06	920,839	587,205,065	96.21
2012	558,889,391	51,808,561	610,697,952	586,785,382	96.08	3,366,064	590,151,446	96.64
2011	574,779,052	52,301,708	627,080,760	601,624,589	95.94	2,305,761	603,930,350	96.31
2010	655,340,613	52,409,642	707,750,255	679,472,262	96.00	1,910,166	681,382,428	96.27
2009	732,102,637	52,092,701	784,195,338	752,278,159	95.93	2,358,115	754,636,274	96.23
2008	720,805,321	52,992,387	773,797,708	742,181,903	95.91	5,078,572	747,260,475	96.57
2007	711,584,728	58,026,522	769,611,250	737,887,660	95.88	3,891,002	741,778,662	96.38

Note: Tax levy and collection data includes all amounts appearing on property tax bills, which includes ad valorem and non-ad valorem assessments.

(1) Information is reported based on the fiscal year in which associated tax revenue is recognized - e.g., the 2015 tax roll data is reported here for Fiscal Year 2016, as that is the period of collection and revenue recognition.

(2) Information for Fiscal Years 2007 through 2015 has been updated from that previously reported.

Source: Orange County Tax Collector



**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**RATIOS OF OUTSTANDING DEBT BY TYPE - LAST 10 FISCAL YEARS
(Unaudited)**

Fiscal Year	Revenue Bonds (1)	Notes	Capital Leases	Totals
¹ 2016	\$ 294,596,704	\$ 9,490,000	\$ 9,220,501	\$ 313,307,205
² 2015	316,663,954	10,715,000	3,642,423	331,021,377
³ 2014	332,161,000	11,910,000	4,691,024	348,762,024
⁴ 2013	346,711,436	13,075,000	3,646,737	363,433,173
⁵ 2012	375,825,605	14,210,000	151,892	390,187,497
⁶ 2011	396,240,543	15,395,000	204,460	411,840,003
⁷ 2010	415,312,490	2,113,520	288,638	417,714,648
⁸ 2009	434,075,070	3,513,063	258,699	437,846,832
⁹ 2008	452,813,201	786,220	5,181,783	458,781,204
¹⁰ 2007	468,709,512	21,160,445	7,721,573	497,591,530

(1) Information for Fiscal Years 2010 through 2014 has been updated from that previously reported.

With the implementation of GASB Statement No. 65 in Fiscal Year 2013, information for Fiscal Years 2007 through 2011 was not restated.

(2) See Demographic and Economic Statistics table, elsewhere in this section, for population and personal income data.

Note: Details regarding outstanding debt can be found in the notes to the financial statements.

Business-type Activities				Total Primary Government	Percentage of Personal Income (2)	Per Capita (2)
	Revenue Bonds (1)	Loans	Totals			
1	\$ 800,243,788	\$ 57,107,143	\$ 857,350,931	\$ 1,170,658,136	N/A	\$914
2	740,898,909	44,100,816	784,999,725	1,116,021,102	2.19%	891
3	796,597,445	23,825,151	820,422,596	1,169,184,620	2.45%	952
4	837,361,635	14,152,897	851,514,532	1,214,947,705	2.74%	1,010
5	877,197,591	11,044,584	888,242,175	1,278,429,672	2.97%	1,087
6	848,226,952	10,334,012	858,560,964	1,270,400,967	3.06%	1,098
7	877,929,326	10,896,603	888,825,929	1,306,540,577	3.36%	1,140
8	906,845,788	11,020,897	917,866,685	1,355,713,517	3.43%	1,223
9	951,846,571	10,163,461	962,010,032	1,420,791,236	3.49%	1,274
10	975,111,245	6,574,050	981,685,295	1,479,276,825	3.76%	1,338

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO TAXABLE ESTIMATED ACTUAL VALUE
AND NET BONDED DEBT PER CAPITA - LAST 10 FISCAL YEARS
(Unaudited)**

The County has had no outstanding General Obligation debt for the Fiscal Years 2007 through 2016.

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

**September 30, 2016
(Unaudited)**

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to Orange County (3)</u>	<u>Amount Applicable to Orange County</u>
County Direct Debt:			
Revenue bonds			\$294,596,704
Notes			9,490,000
Capital leases			<u>9,220,501</u>
		Total County Direct Debt	<u>313,307,205</u>
Overlapping:			
Reedy Creek Improvement District (1)	\$606,390,000	93.77%	568,611,903
City of Winter Park (2)	3,725,000	100%	<u>3,725,000</u>
		Total Overlapping Debt	<u>572,336,903</u>
		Total Direct and Overlapping Governmental Activities Debt	<u><u>\$885,644,108</u></u>

Notes: (1) Bond issues of 2011A, 2013A, 2013B, 2015A and 2016A.

Assessed value data used to estimate the applicable percentage was provided by Reedy Creek Improvement District.

(2) General Obligation Bonds, Series 2011

The City of Winter Park lies completely within the boundaries of Orange County.

(3) The percentage of overlapping debt applicable is estimated using taxable assessed property values, by determining the amount of the overlapping government's taxable assessed value that is within the County's boundaries and dividing by the total taxable assessed value of the overlapping government.

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**LEGAL DEBT MARGIN
(Unaudited)**

Neither the Orange County Board of County Commissioners nor the Florida Statutes provide for a limit on the amount of ad valorem taxes Orange County may levy for voted bonds.

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**REVENUE BOND COVERAGE - LAST 10 FISCAL YEARS
SALES TAX REVENUE BONDS,
SALES TAX REVENUE REFUNDING BONDS, AND
TAXABLE SALES TAX REVENUE REFUNDING BONDS
ALL OUTSTANDING SERIES
(Unaudited)**

Fiscal Year	Pledged Revenue			Debt Service Requirements			Coverage
	Source (1)	Interest	Revenue Available for Debt Service	Principal	Interest	Total	
2016	\$166,337,860	\$1,203,646	\$167,541,506	\$7,865,000	\$9,898,931	\$17,763,931	9.43
2015	160,187,901	1,649,949	161,837,850	7,300,000	11,097,349	18,397,349	8.80
2014	150,154,118	595,508	150,749,626	6,965,000	11,361,565	18,326,565	8.23
2013	140,650,247	(51,644)	140,598,603	2,195,000	10,376,382	12,571,382	11.18
2012	131,052,699	1,339,793	132,392,492	9,475,000	12,040,308	21,515,308	6.15
2011	124,823,259	302,291	125,125,550	9,075,000	14,684,759	23,759,759	5.27
2010	115,978,290	1,826,746	117,805,036	8,690,000	15,080,108	23,770,108	4.96
2009	113,182,774	1,575,132	114,757,906	8,405,000	15,414,461	23,819,461	4.82
2008	125,664,792	1,095,679	126,760,471	6,605,000	15,708,610	22,313,610	5.68
2007	127,663,844	1,249,742	128,913,586	6,305,000	16,006,535	22,311,535	5.78

(1) Source of revenue: Proceeds of the Local Government Half-Cent Sales Tax Program.
Chapter 218, Part IV, Florida Statutes.

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**REVENUE BOND COVERAGE - LAST 10 FISCAL YEARS
CAPITAL IMPROVEMENT REVENUE BONDS,
CAPITAL IMPROVEMENT REVENUE REFUNDING BONDS,
CAPITAL IMPROVEMENT REFUNDING REVENUE BONDS, AND
CAPITAL IMPROVEMENT AND REFUNDING REVENUE BONDS
ALL OUTSTANDING SERIES
(Unaudited)**

Pledged Revenue					
	Fiscal Year	Source (1)	Less Non- Pledged Portion (1)	Interest	Revenue Available for Debt Service
1	2016	\$39,343,563	\$20,382,372	\$5,916	\$18,967,107
2	2015	37,922,381	20,667,986	986	17,255,381
3	2014	34,508,790	18,485,742	364	16,023,412
4	2013	32,046,096	17,092,470	758	14,954,384
5	2012	29,907,252	15,997,097	813	13,910,968
6	2011	27,820,310	14,476,370	1,134	13,345,074
7	2010	26,687,880	13,619,601	872	13,069,151
8	2009	26,136,558	11,890,477	7,559	14,253,640
9	2008	28,492,161	23,043,286	101,651	5,550,526
10	2007	30,453,957	25,005,082	212,396	5,661,271

(1) Source of pledged revenue: For Fiscal Year 2009 and thereafter, an amount equal to 50% of State Revenue Sharing received under Section 218.215, Florida Statutes, in the immediately preceding fiscal year, pursuant to the amended bond resolution associated with the issuance of the Series 2009 bonds.

For Fiscal Year 2008 and prior, guaranteed portions of State Revenue Sharing, of which the Guaranteed Entitlement portion is \$1,632,765 and the Second Guaranteed Entitlement portion is \$3,816,110, per Section 218.215, Florida Statutes.

Debt Service Requirements

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Coverage</u>
1	\$2,360,000	\$766,413	\$3,126,413	6.07
2	2,300,000	829,663	3,129,663	5.51
3	2,240,000	885,663	3,125,663	5.13
4	1,299,097	2,820,765	4,119,862	3.63
5	1,327,043	2,791,420	4,118,463	3.38
6	1,752,348	2,366,064	4,118,412	3.24
7	1,738,780	2,379,883	4,118,663	3.17
8	1,153,093	2,380,867	3,533,960	4.03
9	993,148	3,245,441	4,238,589	1.31
10	1,013,186	3,221,203	4,234,389	1.34

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**REVENUE BOND COVERAGE - LAST 10 FISCAL YEARS
PUBLIC FACILITIES REVENUE BONDS, SERIES 1994A
(Unaudited)**

Fiscal Year	Pledged Revenue			Debt Service Requirements			Coverage
	Source (1)	Interest	Revenue Available for Debt Service	Principal	Interest	Total	
2016	\$46,838,942	\$17,412	\$46,856,354	\$ 1,060,051	\$ 3,294,949	\$4,355,000	10.76
2015	38,403,171	10,443	38,413,614	1,129,513	3,225,487	4,355,000	8.82
2014	39,303,316	2,860	39,306,176	1,215,393	3,139,607	4,355,000	9.03
2013	35,966,256	6,777	35,973,033	1,294,437	3,060,563	4,355,000	8.26
2012	30,695,727	3,760	30,699,487	1,403,225	2,951,775	4,355,000	7.05
2011	30,542,469	12,081	30,554,550	1,493,025	2,861,975	4,355,000	7.02
2010	31,224,510	12,031	31,236,541	1,601,159	2,753,841	4,355,000	7.17
2009	28,045,902	26,077	28,071,979	-	-	-	(2) -
2008	43,871,804	236,257	44,108,061	-	-	-	(2) -
2007	46,373,777	281,432	46,655,209	-	-	-	(2) -

(1) Source of revenue: Specified non-ad valorem revenues of the County derived from state sources, local sources, and charges for services.

(2) Only capital appreciation bonds remain outstanding; no current year debt service requirements.

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**REVENUE BOND COVERAGE - LAST 10 FISCAL YEARS
PUBLIC SERVICE TAX REFUNDING AND IMPROVEMENT REVENUE BONDS, SERIES 2003 AND
PUBLIC SERVICE TAX REFUNDING REVENUE BONDS, SERIES 2013
(Unaudited)**

Fiscal Year	Pledged Revenue			Debt Service Requirements			Coverage
	Source (1)	Interest	Revenue Available for Debt Service	Principal	Interest	Total	
2016	\$73,186,128	\$285,965	\$73,472,093	\$4,610,000	\$1,372,250	\$5,982,250	12.28
2015	70,017,620	281,595	70,299,215	4,910,000	1,568,650	6,478,650	10.85
2014	70,091,457	56,593	70,148,050	5,540,000	1,734,850	7,274,850	9.64
2013	65,689,638	(16,769)	65,672,869	-	1,520,770	1,520,770	43.18
2012	62,847,510	122,633	62,970,143	5,960,000	2,452,369	8,412,369	7.49
2011	67,046,930	(209,121)	66,837,809	5,670,000	2,735,869	8,405,869	7.95
2010	68,782,487	314,884	69,097,371	7,035,000	2,946,919	9,981,919	6.92
2009	60,019,912	43,206	60,063,118	9,205,000	3,407,169	12,612,169	4.76
2008	58,606,962	950,953	59,557,915	8,750,000	3,844,669	12,594,669	4.73
2007	57,719,898	1,105,371	58,825,269	8,345,000	4,261,919	12,606,919	4.67

(1) Source of revenue: Public Service Tax levied by the County pursuant to Section 166.231, Florida Statutes.

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**REVENUE BOND COVERAGE - LAST 10 FISCAL YEARS
TOURIST DEVELOPMENT TAX REVENUE BONDS AND
TOURIST DEVELOPMENT TAX REFUNDING REVENUE BONDS
ALL OUTSTANDING SERIES
(Unaudited)**

Fiscal Year	Pledged Revenue			Debt Service Requirements			
	Gross Revenue (1)	Less Operating Expenses	Revenue Available for Debt Service	Principal	Interest	Total	Coverage (2)
2016	\$261,318,795	\$68,300,331	\$193,018,464	\$37,580,000	\$30,860,757	\$68,440,757	2.82
2015	249,325,478	70,351,804	178,973,674	28,635,000	32,324,437	60,959,437	2.94
2014	217,019,614	64,237,816	152,781,798	35,475,000	36,952,026	72,427,026	2.11
2013	211,360,365	62,004,652	149,355,713	32,955,000	38,648,039	71,603,039	2.09
2012	197,051,680	58,938,685	138,112,995	31,490,000	40,571,359	72,061,359	1.92
2011	195,446,121	59,362,937	136,083,184	29,985,000	42,139,942	72,124,942	1.89
2010	166,774,971	56,371,602	110,403,369	29,285,000	40,452,464	69,737,464	1.58
2009	163,088,990	58,314,020	104,774,970	28,035,000	43,220,460	71,255,460	1.47
2008	205,630,137	67,321,035	138,309,102	26,845,000	46,520,768	73,365,768	1.89
2007	194,273,777	60,859,947	133,413,830	22,800,000	44,787,917	67,587,917	1.97

(1) Includes Convention Center gross operating revenue, pledged tourist development taxes, and interest income stated at gross, prior to reduction of amounts for capitalization.

(2) Intended to demonstrate historic trends only. Refer to the Orange County Bond Disclosure Supplement for further information.



**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**REVENUE BOND COVERAGE - LAST 10 FISCAL YEARS
WATER UTILITIES SYSTEM REFUNDING REVENUE BONDS, SERIES 1998 AND
WATER AND WASTEWATER UTILITY REVENUE BONDS, SERIES 2016
ALL OUTSTANDING SERIES
(Unaudited)**

Pledged Revenue					
Fiscal Year	Gross Operating Revenues	Less Operating Expenses	Net Operating Revenues	Interest Income (1)	Revenue Available For Debt Service
¹ 2016	\$ 175,414,291	\$ 124,867,859	\$ 50,546,432	\$ 1,004,354	\$ 51,550,786
² 2014	161,220,387	113,275,838	47,944,549	381,260	48,325,809
³ 2013	157,578,827	108,335,693	49,243,134	268,131	49,511,265
⁴ 2012	154,489,904	106,677,449	47,812,455	766,683	48,579,138
⁵ 2011	155,242,891	104,572,308	50,670,583	922,533	51,593,116
⁶ 2010	146,037,133	103,434,308	42,602,825	2,998,959	45,601,784
⁷ 2009	141,476,371	107,493,122	33,983,249	485,930	34,469,179
⁸ 2008	145,929,357	102,042,974	43,886,383	3,895,898	47,782,281
⁹ 2007	143,468,814	97,199,906	46,268,908	10,015,201	56,284,109

(1) Stated at gross, prior to reduction of amounts for capitalization, and excludes connection fee earnings.

(2) Intended to demonstrate historic trends only, and does not represent the complete test of bond coverage as prescribed by the bond resolution.

(3) In addition to this required principal payment, the County used Water Utility System cash on hand to currently refund an additional \$18,955,000 of bonds maturing in 2010, 2011, and 2017.

Note: There was no Water Utilities System bonded debt outstanding at September 30, 2015.

Debt Service Requirements

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Coverage Without Interest (2)</u>	<u>Coverage With Interest (2)</u>
¹	\$ -	\$ 1,008,991	\$ 1,008,991	50.10	51.09
²	3,800,000	180,500	3,980,500	12.04	12.14
³	3,620,000	361,500	3,981,500	12.37	12.44
⁴	3,445,000	533,750	3,978,750	12.02	12.21
⁵	-	533,750	533,750	94.93	96.66
⁶	-	533,750	533,750	79.82	85.44
⁷	2,985,000	664,344	3,649,344	9.31	9.45
⁸	2,855,000 (3)	1,750,846	4,605,846	9.53	10.37
⁹	2,740,000	1,865,926	4,605,926	10.05	12.22

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**DEMOGRAPHIC AND ECONOMIC STATISTICS - LAST 10 YEARS
(Unaudited)**

<u>Year</u>	<u>Estimated Population of Orange County (1)</u>	<u>Personal Income * (2)</u>	<u>Per Capita Personal Income (2)</u>	<u>Labor Force (Estimated) (3)</u>			<u>Unemployment Rate</u>
				<u>Civilian Labor Force</u>	<u>Employed</u>	<u>Unemployed</u>	
2016	1,280,387	\$ N/A	\$ N/A	719,253	687,794	31,459	4.4%
2015	1,252,396	50,998,452	39,591	694,695	661,690	33,005	4.8
2014	1,227,995	47,707,425	37,969	687,652	647,803	39,849	5.8
2013	1,202,978	44,350,093	36,127	674,201	629,906	44,295	6.6
2012	1,175,941	42,982,515	35,744	665,098	612,345	52,753	7.9
2011	1,157,342	41,549,582	35,498	652,988	590,078	62,910	9.6
2010	1,145,956	38,854,318	33,821	647,914	577,682	70,232	10.8
2009	1,108,882	39,547,967	36,400	598,875	533,022	65,853	11.0
2008	1,114,979	40,677,307	37,813	609,678	568,661	41,017	6.7
2007	1,105,603	39,363,867	36,923	601,253	576,147	25,106	4.2

* Stated in thousands of dollars.

- (1) Source: University of Florida, Bureau of Economic and Business Research (BEBR)
For years 2011 through 2016: Florida Office of Economic and Demographic Research
U.S. Department of Commerce, Bureau of the Census (2010 population data only)
- (2) Source: University of Florida, Bureau of Economic and Business Research (BEBR)
For Fiscal Years 2007 through 2009: "Florida Statistical Abstract 2011"
For Fiscal Years 2010 through 2016: Florida Office of Economic and Demographic Research
Information for Fiscal Years 2010 through 2015 have been updated from that previously reported.
Data is not available for the most recent year.
- (3) Source: Florida Department of Economic Opportunity, Labor Market Statistics,
Local Area Unemployment Statistics Program, in cooperation with
the U. S. Department of Labor, Bureau of Labor Statistics
Information for Fiscal Years 2011 through 2015 have been updated from that previously reported.

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)**

Employer	2016			2007		
	Employees (1)	Rank	Percentage of Total County Employment (2)	Employees (3)	Rank	Percentage of Total County Employment (2)
Walt Disney World Co.	74,000	1	10.76 %	59,500	1	10.33 %
Orange County Public Schools	22,347	2	3.24	26,000	2	4.51
Universal Orlando Resort	21,000	3	3.05	13,000	4	2.26
Florida Hospital/Adventist Health System	20,413	4	2.97	16,002	3	2.78
Orlando International Airport	18,000	5	2.62	-		-
Orlando Health	16,828	6	2.45	10,000	6	1.73
University of Central Florida	11,833	7	1.72	9,537	7	1.65
Orange County Government (4)	10,532	8	1.53	11,040	5	1.92
Aircraft Service International	6,800	9	0.99	-		-
Darden Restaurants, Inc.	-		-	5,950	10	1.03
SeaWorld Orlando	6,032	10	0.88	-		-
Lockheed Martin	-		-	7,200	8	1.25
Westgate Resorts	-		-	6,155	9	1.07
Totals	<u>207,785</u>		<u>30.21 %</u>	<u>164,384</u>		<u>28.53 %</u>

(1) Source: Economic Development Commission of Mid-Florida, Inc., Orange County Statistics

(2) This calculation uses the Employed Labor Force numbers reported for Orange County in the Demographic and Economic Statistics Table.

(3) Source: Orlando Business Journal: 2008 Book of Lists, Central Florida

(4) Orange County Government numbers are adjusted upwards from original source information to include employees of the six constitutional officers, which are included in the primary government.

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

MISCELLANEOUS STATISTICS

**ECONOMIC STATISTICS - LAST 10 YEARS
(Unaudited)**

Fiscal Year	Consumer Price Index (1982-84=100) (1)	Avg Wk Earn (Seasonally Adj) 1982 Dollars (1)(3)	Countywide Gross Retail Sales (2)	Countywide Taxable Fuel Sales in Gallons (2)
2016	241.4	\$310	\$95,346,787	769,380
2015	237.9	307	91,548,888	729,704
2014	238.0	298	84,940,260	725,835
2013	234.1	296	77,976,615	674,998
2012	231.4	292	72,886,935	654,276
2011	226.9	293	67,268,869	661,396
2010	218.4	299	61,082,631	673,781
2009	216.0	293	61,334,654	666,968
2008	218.8	285	67,236,534	702,948
2007	208.5	291	72,371,022	704,615

(1) Source: U. S. Department of Labor, Bureau of Labor Statistics
Based on fiscal years ending September 30

(2) Source: Florida Department of Revenue, Office of Tax Research
Based on fiscal years ending June 30
Valuations in 1,000's.

(3) Information for Fiscal Year 2015 has been updated from
that previously reported.

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

MISCELLANEOUS STATISTICS

**TOURISM FOR ORANGE COUNTY
ESTIMATED NUMBER OF ARRIVING AIR VISITORS AND HOTELS / MOTELS - LAST 10 YEARS
(Unaudited)**

<u>Year</u>	<u>Total Disembarked Air Visitors (1)</u>	<u>Licensed Hotels and Motels (2)</u>	<u>Total Hotel and Motel Units (2)</u>
2016	20,825,649	294	89,333
2015	18,981,831	286	87,717
2014	17,704,897	282	87,662
2013	17,393,070	280	86,571
2012	17,636,397	277	86,007
2011	17,782,615	275	83,529
2010	17,157,601	276	83,021
2009	16,849,421	265	78,472
2008	17,859,105	269	79,297
2007	18,302,943	267	78,698

Source: (1) Greater Orlando Aviation Authority, Office of Community Relations
Information through 2008 is based on the calendar year.
Information for 2009 through 2016 is based on the fiscal year.

(2) State of Florida, Department of Business and Professional Regulation;
as of June 30 each year.

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**EMPLOYEES BY FUNCTION - LAST 10 FISCAL YEARS
(Unaudited)**

Fiscal Year	General Government	Public Safety	Physical Environment	Transportation	Economic Environment	Human Services	Culture and Recreation	Totals
2016	1,934	5,506	1,146	449	471	718	308	10,532
2015	1,934	5,370	1,126	437	516	701	308	10,392
2014	1,934	5,469	1,117	431	465	693	307	10,416
2013	1,883	5,426	1,061	490	472	696	297	10,325
2012	1,881	5,420	1,071	482	479	700	298	10,331
2011	1,847	5,535	1,111	466	424	708	573	10,664
2010	1,906	5,455	1,068	484	483	727	582	10,705
2009	1,909	5,578	1,079	491	545	743	637	10,982
2008	2,078	5,578	1,090	535	517	782	569	11,149
2007	2,065	5,404	1,054	577	546	815	579	11,040

Sources: Orange County Comptroller/Payroll Department
Orange County Annual Adopted Budget Document
Orange County Clerk of Courts
Orange County Sheriff
With the implementation of GASB Statement No. 61, the Library District has been excluded from reporting beginning in Fiscal Year 2012.



**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**OPERATING INDICATORS BY FUNCTION - LAST 10 FISCAL YEARS
(Unaudited)**

Function		Fiscal Year			
		<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Government					
1	Labor hours spent on general facilities maintenance	137,728	126,711	136,678	141,613
Public Safety					
2	Code Enforcement inspections	101,204	97,916	103,700	103,516
3	Arrestees booked	39,077	44,460	45,881	46,285
4	Average daily inmate population	2,688	2,805	2,983	3,098
5	Fire and rescue dispatch calls processed	119,101	111,607	103,919	99,726
6	Emergency medical services (EMS) transports	62,399	59,654	56,368	54,432
7	Emergency medical services (EMS) alarms	84,162	80,770	87,144	82,883
8	Fire-related responses	28,902	27,313	14,610	14,884
9	Fire and Rescue Department service related responses	6,037	3,524	2,165	1,959
10	Calls for Sheriff's Office assistance	1,309,512	1,317,908	1,259,910	1,190,663
Physical Environment					
11	Hazardous waste and storage tank facilities inspected	9,147	8,525	10,340	10,779
12	Tonnage delivered to the landfill	939,135	961,333	903,167	809,404
13	Recycling processed (tons)	29,190	37,880	37,312	38,185
14	Water production (billions of gallons)	21.6	21.1	21.0	21.7
15	Wastewater treatment (billions of gallons)	22.5	21.6	19.9	18.7
Transportation					
16	Arterial lane miles maintained	1,677	1,670	1,670	1,298
17	Subdivision lane miles maintained	4,044	4,000	3,976	4,372
Economic Environment					
Convention Center:					
18	Number of events	114	84	86	94
19	Number of event attendees	217,598	270,096	252,694	242,907
20	Number of conventions and trade shows	119	92	110	113
21	Number of convention and trade show delegates	1,198,314	1,126,295	1,104,893	1,019,088
Human Services					
22	Patients served in Health Services	N/A	N/A	N/A	N/A
23	Number of patient visits	104,232	101,453	125,066	127,152
24	Children served by Head Start programs	1,536	1,536	1,536	1,536
25	Acres sprayed for mosquitoes	128,432	123,481	135,117	97,864
Culture and Recreation					
26	Park sites maintained	100	100	100	100
27	Regional History Center - number of visitors	80,066	65,437	77,924	100,727
28	Library District - circulation (1)	N/A	N/A	N/A	N/A

(1) With the implementation of GASB Statement No. 61, the Library District has been excluded from reporting from Fiscal Year 2012 and forward.

Sources: Orange County Annual Adopted Budget Document
Orange County Office of Management and Budget; Performance Management System Data
Orange County Convention Center
Orange County Public Utilities Department
Orange County Sheriff's Office
Orange County Library District

	Fiscal Year					
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
1	137,124	123,918	121,260	114,063	135,799	124,642
2	105,260	109,936	116,712	121,524	120,041	134,248
3	47,187	50,125	53,910	59,117	63,101	59,780
4	3,093	3,487	3,611	4,075	4,352	4,133
5	93,928	86,573	98,280	96,708	101,316	100,893
6	49,699	39,980	39,581	40,374	20,763	20,224
7	77,968	70,180	71,054	70,142	74,010	72,224
8	11,613	11,631	9,198	10,224	10,481	9,622
9	4,347	4,762	6,300	7,264	8,543	7,749
10	1,236,154	1,242,250	1,244,942	1,204,204	1,133,108	1,125,725
11	10,588	10,678	9,562	8,368	7,690	6,055
12	765,624	780,199	823,821	916,030	1,105,344	1,139,758
13	35,918	35,170	34,022	28,773	30,092	29,412
14	21.4	21.6	20.8	20.9	21.5	23.2
15	18.8	19.5	18.7	18.6	19.7	18.6
16	1,298	1,298	1,298	1,298	1,296	1,295
17	4,372	4,372	4,372	4,372	4,363	4,359
18	79	84	104	137	142	148
19	233,147	210,233	243,209	310,597	330,576	363,132
20	95	91	95	85	105	105
21	1,087,086	1,023,522	834,752	833,792	1,034,075	1,003,965
22	N/A	N/A	N/A	154,439	110,065	93,532
23	135,614	130,717	133,762	145,205	N/A	N/A
24	1,536	1,536	1,536	1,536	1,536	1,536
25	170,198	214,326	144,777	205,162	498,997	295,687
26	99	96	95	93	93	93
27	148,008	92,827	100,729	126,638	83,331	111,748
28	N/A	14,829,483	14,236,419	13,262,020	11,792,546	9,370,266

**ORANGE COUNTY, FLORIDA
STATISTICAL DATA**

**CAPITAL ASSETS BY FUNCTION - LAST 10 FISCAL YEARS
(Unaudited)**

Function		Fiscal Year				
		<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Public Safety						
	Fire Department:					
1	Fire stations	38	38	38	39	39
	Emergency equipment:					
2	Fire trucks	90	88	83	83	82
3	Ambulances	60	58	58	58	57
	Sheriff's Office:					
4	Vehicles	2,110	1,864	1,824	1,883	1,579
5	Computers	3,539	3,556	3,607	4,152	3,841
Physical Environment						
6	Stormwater retention ponds	1,831	1,723	1,723	1,668	1,638
	Water Utilities System:					
7	Water mains (miles)	1,840	1,800	1,762	1,729	1,707
8	Wastewater mains (miles)	1,908	1,868	1,827	1,796	1,781
9	Reclaimed water mains (miles)	532	495	458	427	414
Transportation						
10	Arterial roadways (lane miles)	1,677	1,670	1,670	1,298	1,298
11	Subdivision roadways (lane miles)	4,044	4,000	3,976	4,372	4,372
Economic Environment						
	Convention Center:					
12	Exhibit space (1,000 sq. ft.)	2,054	2,054	2,054	2,054	2,054
13	Meeting room space (1,000 sq. ft.)	479	479	479	479	479
Human Services						
14	Head Start facilities	8	8	8	8	8
15	Community centers	11	11	11	11	10
Culture and Recreation						
16	Ballfields	102	102	102	102	102
17	Playgrounds	118	118	118	118	112
18	Parks	102	101	100	100	100

Note: No capital asset indicators are available for the general government function.

Source: Orange County Comptroller/Property Accounting Department
Orange County Sheriff's Office
Orange County Convention Center
Orange County Public Works Department
Orange County Public Utilities Department

	Fiscal Year				
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
1	38	38	38	37	38
2	81	90	98	94	98
3	59	51	53	54	46
4	1,954	1,697	1,717	1,659	2,022
5	3,937	3,791	3,940	3,670	3,540
6	1,640	1,630	1,616	1,548	1,542
7	1,703	1,703	1,703	1,700	1,680
8	1,776	1,770	1,758	1,748	1,682
9	410	392	369	356	315
10	1,298	1,298	1,298	1,295	1,295
11	4,372	4,372	4,372	4,360	4,329
12	2,054	2,054	2,054	2,054	2,054
13	479	479	479	479	479
14	8	8	8	8	8
15	10	10	10	10	11
16	102	102	101	100	100
17	110	95	94	94	93
18	90	90	88	88	88



Compliance & Internal Control Section



**Report of Independent Auditor on Internal Control over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards***

To the Honorable Mayor and Board of County
Commissioners of Orange 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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Orange County, Florida (the "County"), as of and for the year ended September 30, 2016, 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 17, 2017. We have also audited the financial statements of each of the County's nonmajor governmental, internal service and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended September 30, 2016. Our report includes a reference to other auditors who audited the financial statements of the Orange County Housing Finance Authority, Orange County Research and Development Authority, Orange County Industrial Development Authority, and Orange Blossom Trail Development Board, Inc., whose statements reflect 89%, 56%, and 37%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units, as described in our report on the County's financial statements. This report does not include the results of other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

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

Compliance and Other Matters

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

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, reading "Cheryl Behrman" followed by a stylized monogram or initials.

Orlando, Florida
March 17, 2017

**Report of Independent Auditor on Compliance for Each Major Federal
Awards Program and State Financial Assistance Project and on Internal
Control Over Compliance Required by the Uniform Guidance and
Chapter 10.550, Rules of the Auditor General**

To the Honorable Mayor and Board of County
Commissioners of Orange County, Florida

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

We have audited Orange County, Florida (the "County") compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* and the requirements described in the State of 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 financial assistance projects for the year ended September 30, 2016. The County's major federal programs and state financial assistance projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal awards programs and state financial assistance projects.

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program and State Financial Assistance Project

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal awards programs and state financial assistance projects for the year ended September 30, 2016.

Report on Internal Control over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of 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, appearing to read "Cheryl Behrman" followed by a stylized flourish or initials.

Orlando, Florida
March 17, 2017

ORANGE COUNTY, FLORIDA**SCHEDULE OF FINDINGS AND QUESTIONED COSTS –****FEDERAL AWARDS PROGRAMS AND STATE FINANCIAL ASSISTANCE PROJECTS***YEAR ENDED SEPTEMBER 30, 2016*

Part I - Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

 yes x no

Significant deficiency(ies) identified?

 yes x none reportedNoncompliance material to financial
statements noted?

 yes x no**Federal Awards and State Projects Section**

Internal control over major programs:

Material weakness(es) identified?

 yes x no

Significant deficiency(ies) identified?

 yes x none reportedType of auditor's report on compliance for
major federal programs and state projects:

UnmodifiedAny audit findings disclosed that are
required to be reported in accordance with
2CFR 200.516(a) and/or Chapter 10.550

 yes x no

ORANGE COUNTY, FLORIDA**SCHEDULE OF FINDINGS AND QUESTIONED COSTS –****FEDERAL AWARDS PROGRAMS AND STATE FINANCIAL ASSISTANCE PROJECTS***YEAR ENDED SEPTEMBER 30, 2016***Part I - Summary of Auditor's Results (continued)****Federal Awards and State Projects Section (continued)**

Identification of major federal programs and state projects:

Federal Programs:

Name of Program or Cluster	CFDA Numbers
Department of Housing and Urban Development	
Community Development Block Grants/Entitlement Grants	14.218
Department of Housing and Urban Development	
Section 8 Housing Choice Vouchers	14.871
Department of Health and Human Services	
Head Start	93.600

State Projects:

Name of Project	CSFA Numbers
Florida Department of Environmental Protection	
Local Government Cleanup Contracting	37.024
Florida Department of Environmental Protection	
Florida Springs Grant Program	37.052
Florida Housing Finance Corporation	
State Housing Initiatives Partnership (SHIP) Program	52.901
Florida Department of Children and Families	
Criminal Justice, Mental Health, and Substance Abuse Reinvestment Grant Program	60.115

Dollar threshold used to determine Type A programs:

Federal	\$ 3,000,000
State	\$ 351,379

Auditee qualified as low-risk auditee for federal purposes?

☒ yes ☐ no

ORANGE COUNTY, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS –

FEDERAL AWARDS PROGRAMS AND STATE FINANCIAL ASSISTANCE PROJECTS

YEAR ENDED SEPTEMBER 30, 2016

Part II - Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements, and abuse related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

There were no financial statement findings required to be reported in accordance with *Government Auditing Standards*.

Part III - Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and material instances of noncompliance, including questioned costs, as well as any material abuse findings, related to the audit of major federal programs, as required to be reported by 2 CFR 200.516(a)

There were no findings required to be reported by 2 CFR 200.516(a).

Part IV - State Project Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and material instances of noncompliance, including questioned costs, as well as any material abuse findings, related to the audit of major state projects, as required to be reported by Chapter 10.550, *Rules of the Auditor General - Local Governmental Entity Audits*.

There were no findings required to be reported by Chapter 10.550, *Rules of the Auditor General - Local Governmental Entity Audits*.

ORANGE COUNTY, FLORIDA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS AND CORRECTIVE ACTION PLAN FEDERAL AWARDS PROGRAMS AND STATE FINANCIAL ASSISTANCE PROJECTS

YEAR ENDED SEPTEMBER 30, 2016

FINANCIAL STATEMENTS

There were no financial statement findings required to be reported in accordance with *Government Auditing Standards* in the prior year.

FEDERAL AWARD PROGRAMS

There were no findings required to be reported by Uniform Guidance in the prior year.

STATE FINANCIAL ASSISTANCE PROJECTS

There were no findings required to be reported in by Chapter 10.550, *Rules of the Auditor General – Local Governmental Entity Audits* in the prior year.

CORRECTIVE ACTION PLAN

There were no audit findings in the current year independent auditor's reports that required corrective action.

ORANGE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
for the year ended September 30, 2016

Funding Agency//Grant Name/Contract Number	Federal CFDA #	Expenditures		
		County	Subrecipient	Total
Department of Health and Human Services				
Drug-Free Communities Support Program Grants	93.276			
SAMSHA-Drug Free Community/5H79SP014775-07		\$ (7,062)	\$ -	\$ (7,062)
SAMSHA-Drug Free Community/5H79SP014775-08		141,922	-	141,922
		134,860	-	134,860
Head Start	93.600			
04CH010230-01-00		12,734,338	-	12,734,338
HIV Emergency Relief Project Grants	93.914			
6H89HA00030-22-03		3,264,472	1,029,080	4,293,552
6H89HA00030-23-01		3,561,380	1,160,134	4,721,514
		6,825,852	2,189,214	9,015,066
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	93.104			
5U79SM0590398-06		105	-	105
5U79SM0590398-06 (CARRY-OVER)		112,747	591,480	704,227
1U79SM062453-01		394,650	432,986	827,636
		507,502	1,024,466	1,531,968
Passed Through Florida Department of Children and Families: Social Services Block Grant	93.667			
Emergency Shelter Residential Group Care/GJ502		929,942	-	929,942
Passed Through Florida Department of Economic Opportunity: Community Services Block Grant	93.569			
16SB-0D-12-00-01-019		715,255	-	715,255
15SB-0D-12-00-01-019		3,807	-	3,807
		719,062	-	719,062
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243			
SAMHSA-Drug Court/1H79TI024188-03 Revised		71,357	-	71,357
SAMHSA-Adult Drug Court/1H79TI025427-02		(11,790)	-	(11,790)
SAMHSA-Adult Drug Court/1H79TI025427-03		16,729	-	16,729
SAMHSA-Adult Drug Court/1H79TI025427-03 (carry-over)		176,057	-	176,057
SAMHSA-Stop Underage Drinking Act/1H79SP019355-02		981	-	981
SAMHSA-Stop Underage Drinking Act/1H79SP019355-03 Revised		47,122	-	47,122
		300,456	-	300,456
Passed Through Florida Department of Economic Opportunity: Low-Income Home Energy Assistance	93.568			
LIHEAP/15EA-OF-12-00-01-022		1,493,029	-	1,493,029
LIHEAP/16EA-OF-12-00-01-022		1,757,947	-	1,757,947
Weatherization-LIHEAP/16WX-0G-06-58-08-025		19,071	-	19,071
		3,270,047	-	3,270,047
Passed through Florida Department of Children and Families and Passed Through Lead Agency Community Based Care of Central Florida (CBCCF): Promoting Safe and Stable Families	93.556			
Family Preservation Stabilization Program/OROSO16-1415		49,242	-	49,242
Family Preservation Stabilization Program/OROSO16-1617		14,785	-	14,785
Court Liaison/OROSO35-1415		12,477	-	12,477
		76,504	-	76,504
Passed through Florida Department of Children and Families and Passed Through Lead Agency Community Based Care of Central Florida (CBCCF): Temporary Assistance for Needy Families	93.558			
Family Preservation Stabilization Program/OROSO16-1415		308,915	-	308,915
Family Preservation Stabilization Program/OROSO16-1617		68,494	-	68,494
		377,409	-	377,409
Passed through Florida Department of Children and Families: Foster Care Title IV-E Recovery	93.658			
Emergency Shelter Residential Group Care/GJ502		1,757,021	-	1,757,021

See accompanying notes to this schedule
Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, Continued
for the year ended September 30, 2016

Funding Agency//Grant Name/Contract Number	Federal CFDA #	Expenditures		
		County	Subrecipient	Total
<u>Department of Health and Human Services, Continued</u>				
Passed through Florida Department of Children and Families and Passed Through Lead Agency Community Based Care of Central Florida (CBCCF): Child Abuse and Neglect State Grants	93.669			
Family Preservation Stabilization Program/OROS0016-1415		\$ 6,937	\$ -	\$ 6,937
Passed through Florida Department of Children and Families: Block Grants For Prevention and Treatment of Substance Abuse Partnership For Success (PFS) YR4/LD974	93.959	210,457	-	210,457
Passed through Florida Department of Revenue: Child Support Enforcement Clerk of the Court Cooperative Agreement/C0C48	93.563	1,316,697	-	1,316,697
Total-Department of Health and Human Services		29,167,084	3,213,680	32,380,764
<u>Department of Housing and Urban Development</u>				
Community Development Block Grant-Entitlement Grants	14.218			
B10-UC-12-0003		19,503	-	19,503
B11-UC-12-0003		22,173	-	22,173
B12-UC-12-0003		207,432	-	207,432
B13-UC-12-0003		5,350	-	5,350
B14-UC-12-0003		1,531,745	2,118	1,533,863
B15-UC-12-0003		2,666,293	782,795	3,449,088
B08-UN-12-0012- Escrow (Program Income)		275,966	-	275,966
		4,728,462	784,913	5,513,375
Emergency Solutions Grant Program (ESG)	14.231			
E-14-UC-12-0015		-	(1,583)	(1,583)
E-15-UC-12-0015		-	410,621	410,621
		-	409,038	409,038
Continuum of Care Program	14.267			
FL0106L4H071508		225,070	-	225,070
FL0106L4H071307		316,190	-	316,190
		541,260	-	541,260
HOME Investment Partnerships Program (HOME Program)	14.239			
M09-UC-12-0213		104,227	-	104,227
M10-UC-12-0213		68,331	-	68,331
M11-UC-12-0213		402,500	-	402,500
M12-UC-12-0213		755,478	-	755,478
M13-UC-12-0213		1,184,012	-	1,184,012
M14-UC-12-0213		145,171	-	145,171
		2,659,719	-	2,659,719
Section 8 Housing Choice Vouchers	14.871			
FL093VO FY14		(32)	-	(32)
FL093VO FY15		10,076,418	-	10,076,418
Passed through other Governmental Agencies		5,511,970	-	5,511,970
		15,588,356	-	15,588,356
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii B-11-UN-12-0012 (Escrow)	14.228	916,490	-	916,490
Total-Department of Housing and Urban Development		24,434,287	1,193,951	25,628,238
<u>Department of Justice</u>				
State Criminal Alien Assistance Program SCAAP/2015-AP-BX-0289	16.606	58,851	-	58,851
Public Safety Partnership and Community Policing Grants Recovery COPS-Hiring Program/ 2015ULWX0014	16.710	438,243	-	438,243

See accompanying notes to this schedule
Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, Continued
for the year ended September 30, 2016

Funding Agency//Grant Name/Contract Number	Federal CFDA #	Expenditures		
		County	Subrecipient	Total
<u>Department of Justice, Continued</u>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738			
2012-DJ-BX-1167		\$ 639	\$ -	\$ 639
2013-DJ-BX-1047		12,048	-	12,048
2014-DJ-BX-0823		156,913	-	156,913
2015-DJ-BX-0493		202,084	-	202,084
		<u>371,684</u>	<u>-</u>	<u>371,684</u>
Passed Through Florida Department of Law Enforcement:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738			
Education Awareness and Training/2015-JAGC-ORAN-11-R3-211		35,821	-	35,821
HDT EOD Underwater Dive Component/2015-JAGC-ORAN-10-R3-160		4,566	-	4,566
Media Relations Upgrade/2015-JAGC-ORAN-9-R3-208		455	-	455
XTS Portable Radio Replacement/2016-JAGC-ORAN-4-H3-019		145,995	-	145,995
		<u>186,837</u>	<u>-</u>	<u>186,837</u>
Total CFDA 16.738		<u>558,521</u>	<u>-</u>	<u>558,521</u>
Drug Court Discretionary Grant Program				
2013-DC-BX-0065	16.585	71,498	-	71,498
2015-DC-BX-0013		47,632	-	47,632
		<u>119,130</u>	<u>-</u>	<u>119,130</u>
Federal Forfeiture Program	16.000			
Federal Forfeiture Funds		390,927	-	390,927
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742			
2015-CD-BX-0048		3,345	-	3,345
Passed Through Florida Department of Justice Delinquency Prevention:				
Juvenile Justice and Delinquency Prevention Allocation to States	16.540			
Federal #Title II 2011JFFX034/subgrant 10313		27,116	-	27,116
Passed Through Florida Office of Attorney General:				
Crime Victim Assistance	16.575			
Victims of Crime Assistance/V047-14212		10,928	-	10,928
Total-Department of Justice		<u>1,607,061</u>	<u>-</u>	<u>1,607,061</u>
<u>Department of Transportation</u>				
Passed Through Florida Department of Transportation:				
Highway Planning and Construction	20.205			
JPA OC Advance Traffic Management System (ATMS) EQUIP/435529-1-54-01-ARF34		1,084,441	-	1,084,441
LAP Shingle Creek Trail/430225-2-38-01-4043-123-C,AQ022		119,830	-	119,830
LAP Pine Hills Multi-Use Trail/4208047-1-58-01,G0191		1,663,611	-	1,663,611
LAP Vineland Ave/435554-1-3801-4043-137-C,ARH62		148,791	-	148,791
LAP Alafaya Trail/435526-1-3801-4043-136-C,ARH60		97,097	-	97,097
		<u>3,113,770</u>	<u>-</u>	<u>3,113,770</u>
Passed Through Florida Department of Transportation:				
National Priority Safety Programs	20.616			
Tracs/M3DS-16-18-17/DOT No.G0632		126,637	-	126,637
Total-Department of Transportation		<u>3,240,407</u>	<u>-</u>	<u>3,240,407</u>
<u>Department of Agriculture</u>				
Passed Through Florida Department of Health:				
Child and Adult Care Food Program	10.558			
USDA S734		1,501,858	-	1,501,858
Total-Department of Agriculture		<u>1,501,858</u>	<u>-</u>	<u>1,501,858</u>

See accompanying notes to this schedule
Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, Continued
for the year ended September 30, 2016

Funding Agency//Grant Name/Contract Number	Federal CFDA #	Expenditures		
		County	Subrecipient	Total
<u>Department of Homeland Security</u>				
Assistance to Firefighters Grant	97.044			
EMW-2014-FO-05426		\$ 11,713	\$ -	\$ 11,713
EMW-2014-FP-00789		91,595	-	91,595
		103,308	-	103,308
Staffing for Adequate Fire and Emergency Response (SAFER)	97.083			
EMW2013FH00573-01		2,815,265	-	2,815,265
Passed Through Florida Department of Emergency Management:				
Emergency Management Performance Grants	97.042			
EMPG- Performance Grant/16-FG-5A-06-59-01-115		166,243	-	166,243
Citizen Corps Program/16-CC-S9-05-58-01-356		9,158	-	9,158
Citizen Emergency Response Team (CERT)/16-CI-S9-05-58-01-357		9,144	-	9,144
		184,545	-	184,545
Passed Through Florida Department of Financial Services and				
Passed Through Florida Department of Emergency Management:				
Homeland Security Grant Program	97.067			
State Homeland Security Grant-Issue #7/15-DS-P4-06-58-01-460		4,737	-	4,737
State Homeland Security Grant-Issue #16/15-DS-P4-06-58-01-469		16,280	-	16,280
State Homeland Security Grant-Issue #15/16-DS-T9-06-58-01-330		143,577	-	143,577
State Homeland Security Grant-Issue #6 &7/16-DS-T9-06-58-01-332		1,588	-	1,588
		166,182	-	166,182
Passed Through Florida Department of Emergency Management:				
Homeland Security Grant Program	97.067			
Urban Area Security Initiative/15-DS-P8-06-58-02-311		444,063	-	444,063
State Homeland Security Grant-Issue #4,5,8,9,10,16,19/16-DS-T9-06-58-02-297		525,362	-	525,362
State Homeland Security Grant-Issue #5,9,11/15-DS-P4-06-58-02-281		110,170	-	110,170
		1,079,595	-	1,079,595
Passed Through Florida Department of Law Enforcement:				
Homeland Security Grant Program	97.067			
Law Enforcement Terrorism Prevention/2015-LETP-ORAN-1-L9-001		30,000	-	30,000
		30,000	-	30,000
Total CFDA 97.067		1,275,777	-	1,275,777
Total-Department of Homeland Security		4,378,895	-	4,378,895
<u>Environmental Protection Agency</u>				
Air Pollution Control Program Support	66.001			
EPA 105 YEAR 6/A-95450415-5		245,167	-	245,167
Surveys, Studies, Research, Investigations, Demonstrations, and				
Special Purpose Activities Relating to the Clean Air Act	66.034			
Ambient Air EPA 103 Near Road Site Monitor/XA-95495512		125,114	-	125,114
Passed Through Florida Department of Environmental Protection:				
Surveys, Studies, Research, Investigations, Demonstrations, and				
Special Purpose Activities Relating to the Clean Air Act	66.034			
Ambient Air EPA 103/PM-95477715		46,920	-	46,920
		46,920	-	46,920
Total CFDA 66.034		172,034	-	172,034
Passed Through Florida Department of Environmental Protection:				
ARRA Capitalization Grants for Clean Water State Revolving Funds Recovery	66.458			
ARRA Huggins Street Pump Station State Revolving Loan/WW480380		2,893	-	2,893
ARRA South/East Service Area Water State Revolving Loan/DW4803A0		201,724	-	201,724
ARRA Eastern Water Reclamation Facility Phase V State Revolving Loan/WW4803EO		33,039,490	-	33,039,490
		33,244,107	-	33,244,107
Passed Through Florida Department of Environmental Protection:				
Source Reduction Assistance	66.717			
Green Lodging Initiative/ X9-95480211		959	-	959
		959	-	959
Total-Environmental Protection Agency		33,662,267	-	33,662,267

See accompanying notes to this schedule
Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, Continued
for the year ended September 30, 2016

Funding Agency//Grant Name/Contract Number	Federal CFDA #	Expenditures		
		County	Subrecipient	Total
<u>Department of Energy</u>				
Energy Efficiency and Renewable Information Dissemination, Outreach, Training and Technical Analysis/Assistance Go Solar/DE-EE0006309/Brevard County contract	81.117	\$ 136,815	\$ -	\$ 136,815
Total-Department of Energy		136,815	-	136,815
<u>Election Assistance Commission</u>				
Passed Through Florida Department of State, Division of Elections: Help America Vote Act Requirements Payments Federal Elections Activity Fund FY 14/15	90.401	172,145	-	172,145
Total-Election Assistance Commission		172,145	-	172,145
<u>Executive Office of the President</u>				
High Intensity Drug Trafficking Areas Programs G15CF0001A G14CF0001A	95.001 07.I7PCFP501Z 07.I7PCFP501Z	72,349 111,892 184,241	- - -	72,349 111,892 184,241
Total-Executive Office of the President		184,241	-	184,241
<u>U.S. Marshals Service</u>				
District Fugitive Task Force (MOU) #14-JLEO-14-0275 #16-FWB3000F (Silent Shield)	07.5042X 07.5042X	206,232 36,431 242,663	- - -	206,232 36,431 242,663
Total-U.S. Marshals Service		242,663	-	242,663
Total Expenditures of Federal Awards		\$ 98,727,723	\$ 4,407,631	\$ 103,135,354

See accompanying notes to this schedule

ORANGE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
for the year ended September 30, 2016

Funding Agency//Grant Name/Contract Number	State CSFA #	Expenditures		
		County	Subrecipient	Total
<u>Executive Office of the Governor</u>				
Emergency Management Programs	31.063			
EMPA Base/17-BG-83-06-58-01-055		\$ 17,427	\$ -	\$ 17,427
EMPA Base/16-BG-83-06-58-01-048		94,644	-	94,644
		<u>112,071</u>	<u>-</u>	<u>112,071</u>
Emergency Management Projects	31.067			
Hazmat 14-15/15-CP-11-06-58-01-213		4,908	-	4,908
Hazmat 15-16/16-CP-11-06-58-01-189		6,644	-	6,644
Hazmat 13-14/14-CP-11-06-58-01-356		(377)	-	(377)
		<u>11,175</u>	<u>-</u>	<u>11,175</u>
Total-Executive Office of the Governor		<u>123,246</u>	<u>-</u>	<u>123,246</u>
<u>Florida Department of Children and Families</u>				
Criminal Justice, Mental Health, and Substance Abuse Reinvestment Grant Program	60.115			
CJ Mental Health Substance Abuse Reinvest 2-3yr/LHZ42		5,800	202,689	208,489
CJ Mental Health Substance Abuse Reinvest 3-3yr/LHZ42		3,200	167,449	170,649
		<u>9,000</u>	<u>370,138</u>	<u>379,138</u>
Total-Florida Department of Children and Families		<u>9,000</u>	<u>370,138</u>	<u>379,138</u>
<u>Florida Department of Transportation</u>				
Economic Development Transportation Projects- Road Fund	55.032			
Wyndham EDTPF-SEA Harbor/432514-1-58-01,ARE08		248,171	-	248,171
Total-Florida Department of Transportation		<u>248,171</u>	<u>-</u>	<u>248,171</u>
<u>Florida Department of Juvenile Justice</u>				
Contracted Intensive Probation	80.019			
Oaks Community-Based Supervision Program/X1601		537,190	-	537,190
Passed Through Florida Network of Youth and Family Services:				
Children and Families in Need of Services (CINS/FINS)	80.005			
CINS/FINS/No Number		1,562,172	-	1,562,172
Total-Florida Department of Juvenile Justice		<u>2,099,362</u>	<u>-</u>	<u>2,099,362</u>
<u>Florida Department of Environmental Protection</u>				
Delegated Title V Air Pollution Control Activities	37.043			
Title V Air Pollution FY15/S0701 No.2		45,004	-	45,004
Florida Springs Grant Program	37.052			
SJRWMD Wekiva Spring/28143		700,000	-	700,000
Wastewater Treatment Facility Construction	37.077			
I Drive Forcemain and Reclaimed Water/WW4803DO		77,941	-	77,941
Local Government Cleanup Contracting	37.024			
Task 5/S0484		268,428	-	268,428
Task 6/S0484		96,060	-	96,060
Task 7/S0484		869,011	-	869,011
		<u>1,233,499</u>	<u>-</u>	<u>1,233,499</u>
Statewide Surface Water Restoration and Wastewater Projects	37.039			
Boggy Creek Basin Baffle Boxes/LP4803F		141,679	-	141,679
Little Wekiva Water Quality Improvement Phase II/LP6839		98,449	-	98,449
Little Egypt Project/LP4803H		31,666	-	31,666
		<u>271,794</u>	<u>-</u>	<u>271,794</u>
Total-Florida Department of Environmental Protection		<u>2,328,238</u>	<u>-</u>	<u>2,328,238</u>

See accompanying notes to this schedule
Continued

ORANGE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE, Continued
for the year ended September 30, 2016

Funding Agency//Grant Name/Contract Number	State CSFA #	Expenditures		
		County	Subrecipient	Total
<u>Florida Department of Economic Opportunity</u>				
Division of Community Development East Orange Recreational Center/HL047	40.038	\$ 8,415	\$ -	\$ 8,415
Total-Florida Department of Economic Opportunity		8,415	-	8,415
<u>Florida Department of Health</u>				
County Grant Awards	64.005			
Emergency Medical Services/C2048		152,629	-	152,629
Emergency Medical Services/C3048		(9,432)	-	(9,432)
		<u>143,197</u>	<u>-</u>	<u>143,197</u>
Total-Florida Department of Health		143,197	-	143,197
<u>Florida Department of Agriculture and Consumer Services</u>				
Mosquito Control	42.003			
FY98-15/No Number		31,177	-	31,177
Total-Florida Department of Agriculture and Consumer Services		31,177	-	31,177
<u>Agency for Workforce Innovation</u>				
Passed Through Early Learning Coalition of Orange County: Voluntary Pre-Kindergarten Education Program	48.108			
2015-16 Fiscal Year/No Number		867,047	-	867,047
2016-17 Fiscal Year/No Number		181,711	-	181,711
		<u>1,048,758</u>	<u>-</u>	<u>1,048,758</u>
Total-Agency for Workforce Innovation		1,048,758	-	1,048,758
<u>Florida Housing Finance Corporation</u>				
State Housing Initiatives Partnership (SHIP) Program	52.901	5,278,032	-	5,278,032
Total-Florida Housing Finance Corporation		5,278,032	-	5,278,032
<u>Florida Department of Law Enforcement</u>				
Assistance with Investigative Operations/ESST# EST23	71.010	2,233	-	2,233
Total-Department of Law Enforcement		2,233	-	2,233
<u>Florida Fish and Wildlife Conservation Commission</u>				
Florida Boating Improvement Program	77.006	22,678	-	22,678
Total-Florida Fish and Wildlife Conservation Commission		22,678	-	22,678
Total Expenditures of State Financial Assistance		\$ 11,342,507	\$ 370,138	\$ 11,712,645

See accompanying notes to this schedule

ORANGE COUNTY, FLORIDA

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND THE
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**

for the year ended September 30, 2016

BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards and the Schedule of Expenditures of State Financial Assistance (SEFA) are prepared on the modified accrual or accrual basis of accounting, depending on the type of fund in which the grant is reported, in accordance with accounting principles generally accepted in the United States of America.

REPORTING ENTITY

For purposes of reporting, the SEFA includes only the activities of the primary government and thus excludes discretely presented component units.

INDIRECT COST RATE

The County did not elect to utilize the 10% de minimis indirect cost rate.

Independent Auditor's Management Letter

To the Honorable Mayor and Board of County,
Commissioners of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Orange County, Florida (the "County") as of and for the year ended September 30, 2016, and have issued our report thereon dated March 17, 2017. We also have audited the financial statements of each of the County's nonmajor governmental, internal service and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended September 30, 2016. Our report includes a reference to other auditors who audited the financial statements of the Orange County Housing Finance Authority, Orange County Research and Development Authority, Orange County Industrial Development Authority, and Orange Blossom Trail Development Board, Inc., whose statements reflect 89%, 56%, and 37%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units, as described in our report on the County's financial statements. This report does not include the results of other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Auditor's Responsibility

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

Other Reports and Schedule

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Report of Independent Auditor on Compliance for Each Major Federal Awards Program and State Financial Assistance Project and on Internal Control over Compliance Required by Uniform Guidance and Chapter 10.550, Rules of the Auditor General; Schedule of Findings and Questioned Costs; and Report of Independent Accountant on Compliance with Local Government Investment Policies and E911 Requirements of Sections 365.172 and 365.173, Florida Statutes. Disclosures in those reports and schedule, which are dated March 17, 2017, 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. Reference to whether corrective actions have been taken is provided in separate management letters for each County agency, where 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. Such disclosure is included in notes to the financial statements.

Financial Condition

Section 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, requires that we report the results of our determination as to whether or not the County has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit of the financial statements of the County, the results of our tests did not indicate the County met any of the specified conditions of a financial emergency contained in Section 218.503(1), Florida Statutes.

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

Annual Financial Report

Section 10.554(1)(i)5.b. and 10.556(7), Rules of the Auditor General, requires that we report the results of our determination as to whether the annual financial report for the County for the fiscal year ended September 30, 2016, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2016. Our comparison of these two reports resulted in no material differences.

Other Matters

Section 10.554(1)(i)2, Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. Reference to such matters is provided in separate management letters for each County agency, where applicable.

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read "Cheryl Behrman" followed by a stylized flourish or initials.

Orlando, Florida
March 17, 2017

**Report of Independent Accountant on Compliance
With Local Government Investment Policies and E911 Requirements of
Sections 365.172 and 365.173, Florida Statutes**

To the Honorable Mayor and Board of County
Commissioners of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida's (the "County's") compliance with the local government investment policy requirements of 218.415, Florida Statutes, and E911 requirements of Sections 365.172 and 365.173, Florida Statutes, for the year ended September 30, 2016. Management is responsible for the County's compliance with those requirements. Our responsibility is to express an opinion on the County's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the County's compliance with specified requirements.

Opinion

In our opinion, the County complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
March 17, 2017

Independent Auditor's Management Letter

To the Honorable Mayor and Board of County,
Commissioners of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of each major fund, the aggregate discretely presented component units, and aggregate remaining fund information of the Orange County, Florida Board of County Commissioners (the "Board") as of and for the year ended September 30, 2016, and have issued our report thereon dated March 17, 2017. We also have audited the financial statements of each of the Board's nonmajor governmental, internal service and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended September 30, 2016. We did not audit the financial statements of the Orange County Housing Finance Authority, Orange County Research and Development Authority, Orange County Industrial Development Authority, and Orange Blossom Trail Development Board, Inc., whose statements reflect 89%, 56%, and 37%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion on the aggregate discretely presented component units, insofar as it relates to the amounts included for the Orange County Housing Finance Authority, Orange County Research and Development Authority, Orange County Industrial Development Authority, and Orange Blossom Trail Development Board, Inc., is based solely upon the reports of the other auditors.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards*; and Chapter 10.550, Rules of Auditor General.

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, as well as our Report of Independent Accountant on Compliance with Local Government Investment Policies. Disclosures in those reports, which are dated March 17, 2017, 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 the findings and recommendations made in the preceding annual financial report.

Official Title and Legal Authority

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

Other Matters

Section 10.554(1)(i)2, Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. Our recommendations can be found in Appendix A of this report. We did not audit the Board's responses to the recommendations, which are also provided in Appendix A, and, accordingly, we express no opinion on them.

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, reading "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
March 17, 2017

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
APPENDIX A – MANAGEMENT LETTER COMMENTS

YEAR ENDED SEPTEMBER 30, 2016

Transfer of Projects from Construction in Process

Statement of Condition 2016-A: As documented in Statement of Condition 2015-B in the fiscal year 2015 audit, certain construction in process (“CIP”) included in governmental capital assets was not transferred out of CIP on a timely basis. Though County personnel have spent time addressing the situation, corrective action remains in progress. This resulted in an overstatement of CIP and net position and an understatement of depreciation expense and accumulated depreciation for governmental activities on the government-wide financial statements.

Criteria: In accordance with accounting principles generally accepted in the United States of America, capital assets should be transferred out of CIP during the year in which they are placed in service, with depreciation beginning at that time, if applicable.

Effect of Condition: Based on our review of larger projects in CIP, the County's CIP and net position was overstated and other capital asset categories were understated at September 30, 2016. Depreciation for fiscal year 2016 and accumulated depreciation were also understated.

Cause of Condition: While the County does have policies in place to ensure that construction in process projects are tracked, it appears that certain projects, mostly predating fiscal year 2011, were not monitored as closely as they should, and, therefore, remained in CIP beyond respective in-service dates.

Recommendation: We continue to recommend that fiscal management complete its review of projects in CIP that have not had significant cost activity in the last fiscal year to determine the current status, in addition to those identified through our review of large CIP projects. In particular, we recommend that fiscal management prioritize the CIP review and focus on the higher valued projects first in an effort to minimize errors introduced to the financial statements. Additionally, we recommend the overall tracking process be evaluated to assure proper transfers from CIP to respective capital asset categories when available for service.

Management Response: We concur. We will evaluate the County's current policies and procedures to ensure that CIP projects are transferred to the respective capital asset categories once the assets are placed in service. Each year, the current status of all CIP projects is jointly reviewed by County management and the Comptroller's Office to determine which projects should be closed out and transferred to capital asset categories. Apparently, these policies and procedures were not always followed prior to fiscal year 2010. We plan to take the steps necessary to properly record all CIP projects, focusing on the higher valued projects first.

**Report of Independent Accountant on Compliance
With Local Government Investment Policies and E911 Requirements of
Sections 365.172 and 365.173, Florida Statutes**

To the Honorable Mayor and Board of County
Commissioners of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Board of County Commissioners (the "Board") compliance with the local government investment policy requirements of 218.415, Florida Statutes, and E911 requirements of Sections 365.172 and 365.173, Florida Statutes, for the year ended September 30, 2016. Management is responsible for the Board's compliance with those requirements. Our responsibility is to express an opinion on the Board's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Board's compliance with specified requirements.

Opinion

In our opinion, the Board complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
March 17, 2017

Independent Auditor's Management Letter

To the Honorable Martha O. Haynie,
Comptroller of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Comptroller (the "Comptroller") as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated December 30, 2016.

Auditor's Responsibility

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

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and Report of Independent Accountant on Compliance with Local Government Investment Policies regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated December 30, 2016, 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 recommendations made in the preceding audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Comptroller is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Comptroller.

Other Matters

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

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, reading "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
December 30, 2016

**Report of Independent Accountant on Compliance
with Local Government Investment Policies**

To the Honorable Martha O. Haynie,
Comptroller of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Comptroller's (the "Comptroller's") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2016. Management is responsible for the Comptroller's compliance with those requirements. Our responsibility is to express an opinion on the Comptroller's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Comptroller's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Comptroller's compliance with specified requirements.

Opinion

In our opinion, the Comptroller complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
December 30, 2016

Independent Auditor's Management Letter

To the Honorable Rick Singh,
Property Appraiser of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Property Appraiser (the "Property Appraiser"), as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated January 6, 2017.

Auditor's Responsibility

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

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and Report of Independent Accountant on Compliance with Local Government Investment Policies regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated January 6, 2017, 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. The prior year comment and recommendation regarding year-end closing and related journal entries was corrected during the fiscal year ended September 30, 2016.

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 Property Appraiser is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Property Appraiser.

Other Matters

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

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink that reads "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
January 6, 2017

**Report of Independent Accountant on Compliance
with Local Government Investment Policies**

To the Honorable Rick Singh,
Property Appraiser of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Property Appraiser's (the "Property Appraiser's") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2016. Management is responsible for the Property Appraiser's compliance with those requirements. Our responsibility is to express an opinion on the Property Appraiser's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Property Appraiser's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Property Appraiser's compliance with specified requirements.

Opinion

In our opinion, the Property Appraiser complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
January 6, 2017

Independent Auditor's Management Letter

To the Honorable Jerry L. Demings,
Sheriff of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Sheriff (the "Sheriff"), as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated February 14, 2017.

Auditor's Responsibility

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

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards* and Report of Independent Accountant on Compliance with Local Government Investment Policies regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated February 14, 2017, 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 recommendations made in the preceding annual financial audit report.

Official Title and Legal Authority

Section 10.554(1)(e)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 Sheriff is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Sheriff.

Other Matters

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

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read "Cheryl Behr" followed by a stylized flourish or initials.

Orlando, Florida
February 14, 2017

**Report of Independent Accountant on Compliance
with Local Government Investment Policies**

To the Honorable Jerry L. Demings,
Sheriff of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Sheriff's (the "Sheriff's") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, for the year ended September 30, 2016. Management is responsible for the Sheriff's compliance with those requirements. Our responsibility is to express an opinion on the Sheriff's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Sheriff's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Sheriff's compliance with specified requirements.

Opinion

In our opinion, the Sheriff complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
February 14, 2017

Independent Auditor's Management Letter

To the Honorable Bill Cowles,
Supervisor of Elections of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Supervisor of Elections (the "Supervisor of Elections") as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated January 23, 2017.

Auditor's Responsibility

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

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, Report of Independent Accountant on Compliance with Local Government Investment Policies and Schedule of Findings and Responses regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in the Schedule of Findings and Responses and in those reports, which are dated January 23, 2017, 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 recommendations made in the preceding audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Supervisor of Elections is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Supervisor of Elections.

Other Matters

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

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, reading "Cheryl Behrman" followed by a stylized monogram or initials.

Orlando, Florida
January 23, 2017

**Report of Independent Accountant on Compliance
with Local Government Investment Policies**

To the Honorable Bill Cowles,
Supervisor of Elections of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Supervisor of Elections' (the "Supervisor of Elections'") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2016. Management is responsible for the Supervisor of Elections' compliance with those requirements. Our responsibility is to express an opinion on the Supervisor of Elections' compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Supervisor of Elections' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Supervisor of Elections' compliance with specified requirements.

Opinion

In our opinion, the Supervisor of Elections complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
January 23, 2016

Independent Auditor's Management Letter

To the Honorable Scott Randolph,
Tax Collector of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Tax Collector (the "Tax Collector") as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated January 23, 2017.

Auditor's Responsibility

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

Other Reports

We have issued our Report on Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards* and Report of Independent Accountant on Compliance with Local Government Investment Policies regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated January 23, 2017, 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 recommendations made in the preceding audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Tax Collector is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Tax Collector.

Other Matters

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. Our comments are provided in Appendix A. We did not audit the Tax Collector's response and, accordingly, we express no opinion on it.

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read "Cheryl Behr", followed by a stylized flourish or set of initials.

Orlando, Florida
January 23, 2017

**ORANGE COUNTY, FLORIDA
TAX COLLECTOR**

APPENDIX A – MANAGEMENT LETTER COMMENTS

YEAR ENDED SEPTEMBER 30, 2016

FINANCE DEPARTMENT

Year-End Closing and Related Journal Entries

Comment 2016-001:

Criteria: The calculation of business tax revenue should be prepared based only on costs relevant to the business tax collection function.

Condition: The calculation of business tax revenue initially included an excel spreadsheet formula error, resulting in an overstatement of revenues and excess fees of approximately \$101,000.

Effect: Adjustments were required to revise revenue, unearned revenue and excess fees.

Cause: The excel spreadsheet for the business tax revenue contained a formula error, which was not detected prior to audit.

Recommendation: We recommend there be a formal review of all journal entries and related support, including the calculation for business tax revenue.

Management's Response: The Orange County Tax Collector has developed a process to validate all spreadsheets prior to posting. This includes a formal review by another individual of all journal entries and related supporting documentation.

**Report of Independent Accountant on Compliance
With Local Government Investment Policies**

To the Honorable Scott Randolph,
Tax Collector of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Tax Collector's (the "Tax Collector's") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2016. Management is responsible for the Tax Collector's compliance with those requirements. Our responsibility is to express an opinion on the Tax Collector's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Tax Collector's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Tax Collector's compliance with specified requirements.

Opinion

In our opinion, the Tax Collector complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
January 23, 2017

Independent Auditor's Management Letter

To the Honorable Tiffany Moore Russell,
Clerk of the Circuit and County Courts of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Clerk of the Circuit and County Courts (the "Clerk") as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated February 9, 2017.

Auditor's Responsibility

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

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and Report of Independent Accountant on Compliance with Local Government Investment Policies, Article V Requirements and Depository Requirements of Sections 218.415, 28.35, 28.36 and 61.181, Florida Statutes, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated February 9, 2017, 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 recommendations made in the preceding audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Clerk is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Clerk.

Other Matters

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

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, reading "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
February 9, 2017

**Report of Independent Accountant on Compliance
With Local Government Investment Policies, Article V Requirements
and Depository Requirements of Sections 218.415, 28.35, 28.36 and 61.181, Florida Statutes**

To the Honorable Tiffany Moore Russell,
Clerk of the Circuit and County Courts of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Clerk of the Circuit and County Courts' (the "Clerk's") compliance with the local government investment policy requirements of 218.415, Florida Statutes, Article V requirements of Sections 28.35 and 28.36, Florida Statutes, and depository requirements for alimony transactions, support, maintenance and support payments of Section 61.181, Florida Statutes, for the year ended September 30, 2016. Management is responsible for the Clerk's compliance with those requirements. Our responsibility is to express an opinion on the Clerk's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Clerk's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Clerk's compliance with specified requirements.

Opinion

In our opinion, the Clerk complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
February 9, 2017

**FINANCIAL STATEMENTS AND COMPLIANCE
REPORTS FOR SEPARATELY-AUDITED COUNTY
AGENCIES**

BOARD OF COUNTY COMMISSIONERS

ORANGE COUNTY, FLORIDA

FINANCIAL STATEMENTS

Year Ended September 30, 2016

Report of Independent Auditor

To the Honorable Mayor and Board of County
Commissioners of Orange County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund, the aggregate discretely presented component units, and the aggregate remaining fund information of the Orange County, Florida Board of County Commissioners (the "Board") as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the Board's nonmajor governmental, internal service and fiduciary funds presented as supplementary information in the accompanying, combining and individual fund financial statements as of and for the year ended September 30, 2016, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Orange County Housing Finance Authority, Orange County Research and Development Authority, Orange County Industrial Development Authority, and Orange Blossom Trail Development Board, Inc., whose statements reflect 89%, 56%, and 37%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion on the aggregate discretely presented component units, insofar as it relates to the amounts included for the Orange County Housing Finance Authority, Orange County Research and Development Authority, Orange County Industrial Development Authority, and Orange Blossom Trail Development Board, Inc., is based solely upon the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the major funds, the aggregate discretely presented component units, and the aggregate remaining fund information of the Board as of September 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund and Fire Protection MSTU Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each of the Board's nonmajor governmental, internal service and fiduciary funds as of September 30, 2016, and respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Other Information

As described in Note A, the financial statements referred to are not intended to be a complete presentation of the financial position, changes in financial position and cash flows, where applicable, of the Board. Additionally, the financial statements present only the Board and are not intended to present the financial position and the changes in financial position and cash flows, where applicable, of Orange County, Florida, taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 17, 2017, on our consideration of the Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Board's internal control over financial reporting and compliance.

A handwritten signature in cursive script, appearing to read "Cheryl Behrman", followed by a stylized flourish or set of initials.

Orlando, Florida
March 17, 2017

BASIC FINANCIAL STATEMENTS

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2016**

	Major Funds			Other Governmental Funds	Totals
	General	Fire Protection MSTU	Sales Tax Trust		
<u>ASSETS</u>					
Cash and investments	\$ 129,838,503	\$ 43,595,387	\$ 171,360,125	\$ 575,670,611	\$ 920,464,626
Other investments	-	-	-	4,353,411	4,353,411
Receivables:					
Taxes	-	-	-	11,841,534	11,841,534
Accounts	749,530	58,069,126	-	2,587,994	61,406,650
Notes and loans	-	-	-	61,268,127	61,268,127
Special assessments	-	-	-	56,751	56,751
Accrued interest	683,579	169,269	336,255	1,341,821	2,530,924
Less allowance for doubtful accounts	(85,457)	(20,502,359)	-	(51,585,213)	(72,173,029)
Due from other funds	-	-	-	1,508,386	1,508,386
Due from constitutional officers	28,521,563	1,507,530	-	2,484,749	32,513,842
Due from other governmental agencies	1,436,945	-	26,650,287	16,696,979	44,784,211
Assets held for resale	-	-	-	2,081,627	2,081,627
Deposits and prepaid costs	1,263,839	-	-	-	1,263,839
Advances to other funds	3,200,000	-	-	-	3,200,000
Total assets	\$ 165,608,502	\$ 82,838,953	\$ 198,346,667	\$ 628,306,777	\$ 1,075,100,899
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable and accrued liabilities	\$ 19,779,845	\$ 4,995,895	\$ -	\$ 35,110,363	\$ 59,886,103
Matured bonds and notes payable	-	-	-	9,285,051	9,285,051
Matured interest payable	-	-	-	4,486,228	4,486,228
Due to other funds	287,564	-	-	1,220,822	1,508,386
Due to constitutional officers	3,166,740	-	-	248,461	3,415,201
Due to other governmental agencies	198	4,740	-	13,619,147	13,624,085
Due to individuals	-	-	-	91,219	91,219
Unearned revenue	-	-	-	943,570	943,570
Advances from other funds	-	-	-	3,200,000	3,200,000
Total liabilities	23,234,347	5,000,635	-	68,204,861	96,439,843
Deferred inflows of resources:					
Unavailable revenues	25,233	34,925,686	-	3,450,275	38,401,194
Total deferred inflows of resources	25,233	34,925,686	-	3,450,275	38,401,194
Fund balances:					
Nonspendable	4,463,839	-	-	124,366	4,588,205
Restricted	1,166,822	-	51,080,350	295,868,635	348,115,807
Committed	27,863	42,912,632	-	142,583,052	185,523,547
Assigned	13,881,417	-	147,266,317	118,075,588	279,223,322
Unassigned	122,808,981	-	-	-	122,808,981
Total fund balances	142,348,922	42,912,632	198,346,667	556,651,641	940,259,862
Total liabilities, deferred inflows of resources and fund balances	\$ 165,608,502	\$ 82,838,953	\$ 198,346,667	\$ 628,306,777	\$ 1,075,100,899

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
for the year ended September 30, 2016

	Major Funds			Other	
	General	Fire Protection MSTU	Sales Tax Trust	Governmental Funds	Totals
Revenues:					
Taxes	\$ 393,108,087	\$ 115,550,125	\$ -	\$ 261,722,954	\$ 770,381,166
Special assessments	-	-	-	180,151	180,151
Licenses and permits	1,230,009	1,912,018	-	24,506,135	27,648,162
Intergovernmental	2,290,554	386,478	166,337,860	135,798,504	304,813,396
Charges for services	39,120,206	21,679,663	-	172,702,807	233,502,676
Fines and forfeitures	1,065,807	27,556	-	7,287,804	8,381,167
Interest	2,805,823	681,286	1,203,646	5,281,522	9,972,277
Miscellaneous	10,685,994	164,403	-	9,897,934	20,748,331
Total revenues	450,306,480	140,401,529	167,541,506	617,377,811	1,375,627,326
Expenditures:					
Current:					
General government	194,629,250	-	-	14,888,780	209,518,030
Public safety	371,051,067	128,698,501	-	29,896,845	529,646,413
Physical environment	7,021,712	-	-	87,454,676	94,476,388
Transportation	43,141,240	-	-	144,657,713	187,798,953
Economic environment	3,730,761	-	-	34,689,388	38,420,149
Human services	78,336,785	-	-	91,725,686	170,062,471
Culture and recreation	3,711,508	-	-	32,576,797	36,288,305
Capital outlay:					
General government	-	-	-	6,539,642	6,539,642
Public safety	-	-	-	9,768,886	9,768,886
Physical environment	-	-	-	2,117,997	2,117,997
Transportation	-	-	-	17,682,425	17,682,425
Economic environment	-	-	-	3,849	3,849
Human services	-	-	-	85,327	85,327
Culture and recreation	-	-	-	5,471,716	5,471,716
Debt service:					
Principal retirement	64,975	-	7,865,000	9,292,794	17,222,769
Interest and fiscal charges	15,701	-	9,973,540	5,681,266	15,670,507
Total expenditures	701,702,999	128,698,501	17,838,540	492,533,787	1,340,773,827
Excess (deficiency) of revenues over (under) expenditures	(251,396,519)	11,703,028	149,702,966	124,844,024	34,853,499
Other financing sources (uses):					
Transfers in	274,536,967	-	879,411	192,055,743	467,472,121
Transfers out	(19,308,445)	(877,828)	(179,255,960)	(258,251,041)	(457,693,274)
Issuance of capital lease debt	53,559	-	-	12,683	66,242
Long-term debt issued	-	-	30,110,000	-	30,110,000
Payment to refunding escrow agent	-	-	(32,606,218)	-	(32,606,218)
Transfers from constitutional officers	26,626,416	1,299,669	-	1,064,921	28,991,006
Total other financing sources (uses)	281,908,497	421,841	(180,872,767)	(65,117,694)	36,339,877
Net change in fund balances	30,511,978	12,124,869	(31,169,801)	59,726,330	71,193,376
Fund balances, October 1, 2015	111,836,944	30,787,763	229,516,468	496,925,311	869,066,486
Fund balances, September 30, 2016	\$ 142,348,922	\$ 42,912,632	\$ 198,346,667	\$ 556,651,641	\$ 940,259,862

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
for the year ended September 30, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 410,279,127	\$ 410,279,127	\$ 393,108,087	\$ (17,171,040)
Licenses and permits	936,400	936,400	1,230,009	293,609
Intergovernmental	1,741,719	1,979,821	2,290,554	310,733
Charges for services	37,357,588	39,565,741	39,120,206	(445,535)
Fines and forfeitures	1,242,700	1,242,700	1,065,807	(176,893)
Interest	1,035,000	1,035,000	2,805,823	1,770,823
Miscellaneous	6,809,569	6,890,445	10,685,994	3,795,549
Less statutory deduction	(23,867,605)	(23,867,605)	-	23,867,605
Total revenues	435,534,498	438,061,629	450,306,480	12,244,851
Expenditures:				
Current:				
General government	208,816,205	209,190,157	194,629,250	14,560,907
Public safety	378,533,294	386,387,719	371,051,067	15,336,652
Physical environment	7,851,982	8,216,000	7,021,712	1,194,288
Transportation	43,870,219	43,870,219	43,141,240	728,979
Economic environment	8,822,945	8,822,945	3,730,761	5,092,184
Human services	92,415,887	92,455,380	78,336,785	14,118,595
Culture and recreation	4,199,337	4,199,337	3,711,508	487,829
Reserve for contingencies	61,182,690	69,340,668	-	69,340,668
Debt service:				
Principal retirement	75,149	73,649	64,975	8,674
Interest and fiscal charges	14,225	15,725	15,701	24
Total expenditures	805,781,933	822,571,799	701,702,999	120,868,800
Excess (deficiency) of revenues over (under) expenditures	(370,247,435)	(384,510,170)	(251,396,519)	133,113,651
Other financing sources (uses):				
Transfers in	278,953,936	278,758,823	274,536,967	(4,221,856)
Transfers out	(23,889,805)	(24,028,275)	(19,308,445)	4,719,830
Issuance of capital lease debt	-	-	53,559	53,559
Transfers from constitutional officers	17,950,000	17,950,000	26,626,416	8,676,416
Total other financing sources (uses)	273,014,131	272,680,548	281,908,497	9,227,949
Net change in fund balance	(97,233,304)	(111,829,622)	30,511,978	142,341,600
Fund balance, October 1, 2015	97,233,304	111,829,622	111,836,944	7,322
Fund balance, September 30, 2016	\$ -	\$ -	\$ 142,348,922	\$ 142,348,922

See accompanying notes to financial statements.

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
FIRE PROTECTION MSTU FUND
for the year ended September 30, 2016**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 120,574,431	\$ 120,574,431	\$ 115,550,125	\$ (5,024,306)
Licenses and permits	1,225,000	1,225,000	1,912,018	687,018
Intergovernmental	395,000	395,000	386,478	(8,522)
Charges for services	18,715,817	18,715,817	21,679,663	2,963,846
Fines and forfeitures	-	-	27,556	27,556
Interest	256,000	256,000	681,286	425,286
Miscellaneous	54,000	54,000	164,403	110,403
Less statutory deduction	(7,105,106)	(7,105,106)	-	7,105,106
Total revenues	134,115,142	134,115,142	140,401,529	6,286,387
Expenditures:				
Current:				
Public safety	142,852,395	144,730,728	128,698,501	16,032,227
Reserve for contingencies	19,159,537	20,172,250	-	20,172,250
Total expenditures	162,011,932	164,902,978	128,698,501	36,204,477
Excess (deficiency) of revenues over (under) expenditures	(27,896,790)	(30,787,836)	11,703,028	42,490,864
Other financing sources:				
Transfers out	(940,000)	(881,807)	(877,828)	3,979
Transfers from constitutional officers	881,880	881,880	1,299,669	417,789
Total other financing sources	(58,120)	73	421,841	421,768
Net change in fund balance	(27,954,910)	(30,787,763)	12,124,869	42,912,632
Fund balance, October 1, 2015	27,954,910	30,787,763	30,787,763	-
Fund balance, September 30, 2016	\$ -	\$ -	\$ 42,912,632	\$ 42,912,632

See accompanying notes to financial statements.

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2016**

	Business-type Activities -- Enterprise Funds				Governmental Activities -- Internal Service Funds
	Convention Center	Solid Waste System	Water Utilities System	Totals	
<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>					
Current assets:					
Cash and investments	\$ 130,909,453	\$ 89,383,669	\$ 94,314,932	\$ 314,608,054	\$ 109,895,045
Receivables:					
Taxes	17,125,207	-	-	17,125,207	-
Accounts	2,620,449	2,990,041	18,300,222	23,910,712	5,642,811
Accrued interest	302,745	239,307	246,294	788,346	288,678
Less allowance for doubtful accounts	(105,617)	(299)	(121,483)	(227,399)	(327)
Due from constitutional officers	-	-	-	-	238,198
Due from other governmental agencies	-	-	761,789	761,789	154,297
Inventories and prepaid costs	-	363,293	2,902,191	3,265,484	552,178
Cash and investments, restricted	55,170,823	293,918	34,708,811	90,173,552	-
Accrued interest receivable, restricted	25,988	-	-	25,988	-
Total current assets	206,049,048	93,269,929	151,112,756	450,431,733	116,770,880
Noncurrent assets:					
Cash and investments, restricted	7,677,051	-	31,512,511	39,189,562	-
Other investments, restricted	69,267,300	-	-	69,267,300	-
Accounts receivable	-	-	655,588	655,588	-
Prepaid costs	-	-	13,336,975	13,336,975	-
Due from other governmental agencies	12,500,000	-	-	12,500,000	-
Nondepreciable capital assets	138,715,990	39,875,337	241,820,031	420,411,358	-
Depreciable capital assets, net	1,018,136,675	54,459,441	1,075,750,096	2,148,346,212	975,675
Total noncurrent assets	1,246,297,016	94,334,778	1,363,075,201	2,703,706,995	975,675
Total assets	1,452,346,064	187,604,707	1,514,187,957	3,154,138,728	117,746,555
Deferred outflows of resources:					
Deferred amount on debt refunding	33,081,715	-	-	33,081,715	-
Related to pensions	6,403,653	1,910,547	12,466,757	20,780,957	1,339,401
Total deferred outflows of resources	39,485,368	1,910,547	12,466,757	53,862,672	1,339,401
Total assets and deferred outflows of resources	\$ 1,491,831,432	\$ 189,515,254	\$ 1,526,654,714	\$ 3,208,001,400	\$ 119,085,956

See accompanying notes to the financial statements.

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
STATEMENT OF NET POSITION, Continued
PROPRIETARY FUNDS
September 30, 2016

	Business-type Activities -- Enterprise Funds				Governmental Activities -- Internal Service Funds
	Convention Center	Solid Waste System	Water Utilities System	Totals	
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</u>					
Current liabilities:					
Accounts payable and accrued liabilities \$	16,417,870	\$ 3,468,870	\$ 30,345,284	\$ 50,232,024	\$ 5,601,034
Claims payable	-	-	-	-	14,435,544
Due to constitutional officers	-	-	-	-	7,288
Due to other governmental agencies	49,919,222	3,389	471,379	50,393,990	-
Unearned revenue	9,977,827	-	-	9,977,827	-
Landfill closure costs	-	1,963,594	-	1,963,594	-
Net pension liability	195,336	61,982	390,296	647,614	43,200
Payable from restricted assets:					
Accrued interest payable	14,828,709	-	1,129,412	15,958,121	-
Loans payable	-	-	2,361,337	2,361,337	-
Revenue bonds payable	37,580,000	-	-	37,580,000	-
Customer deposits	-	293,918	9,120,612	9,414,530	-
Total current liabilities	128,918,964	5,791,753	43,818,320	178,529,037	20,087,066
Noncurrent liabilities:					
Compensated absences payable	831,375	169,163	1,378,011	2,378,549	152,826
Claims payable	-	-	-	-	30,395,403
Loans payable	-	-	54,745,806	54,745,806	-
Revenue bonds payable (net of unamortized costs)	668,486,849	-	94,176,939	762,663,788	-
Landfill closure costs	-	33,674,529	-	33,674,529	-
Net pension liability	18,075,413	5,464,666	35,383,798	58,923,877	3,826,123
Total noncurrent liabilities	687,393,637	39,308,358	185,684,554	912,386,549	34,374,352
Total liabilities	816,312,601	45,100,111	229,502,874	1,090,915,586	54,461,418
Deferred inflows of resources:					
Related to pensions	326,305	96,216	632,180	1,054,701	67,531
Total liabilities and deferred inflows of resources	816,638,906	45,196,327	230,135,054	1,091,970,287	54,528,949
Net position:					
Net investment in capital assets	479,280,850	93,075,734	1,162,296,174	1,734,652,758	975,675
Restricted for:					
Debt service	110,091,889	-	9,218,364	119,310,253	-
Contractual obligations	19,720,564	-	29,397,307	49,117,871	-
Unrestricted	66,099,223	51,243,193	95,607,815	212,950,231	63,581,332
Total net position	675,192,526	144,318,927	1,296,519,660	2,116,031,113	64,557,007
Total liabilities, deferred inflows of resources and net position	\$ 1,491,831,432	\$ 189,515,254	\$ 1,526,654,714	\$ 3,208,001,400	\$ 119,085,956

See accompanying notes to the financial statements.

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
for the year ended September 30, 2016

	Business-type Activities -- Enterprise Funds				Governmental Activities -- Internal Service Funds
	Convention Center	Solid Waste System	Water Utilities System	Totals	
Operating revenues:					
Charges for services	\$ 58,995,753	\$ 31,488,458	\$ 170,731,611	\$ 261,215,822	\$ 121,101,909
Miscellaneous	797,900	593,596	4,682,680	6,074,176	2,023,536
Total operating revenues	59,793,653	32,082,054	175,414,291	267,289,998	123,125,445
Operating and maintenance expenses:					
Personal services	29,845,748	7,952,537	46,213,348	84,011,633	5,461,025
Contractual services	8,044,860	4,674,029	33,612,259	46,331,148	7,610,406
Materials and supplies	1,884,897	1,380,544	6,408,495	9,673,936	9,600,694
Utilities	12,994,876	321,573	12,949,531	26,265,980	96,348
Repairs and maintenance	8,766,249	2,985,539	17,907,946	29,659,734	933,944
Provision for landfill closure costs	-	3,551,705	-	3,551,705	-
Liability claims and expenses	-	-	-	-	15,503,555
Health and life insurance expenses	-	-	-	-	91,506,334
Other expenses	6,375,640	1,937,615	6,868,492	15,181,747	379,761
Pension liability adjustment expense	388,061	224,323	907,788	1,520,172	99,986
Total operating and maintenance expenses	68,300,331	23,027,865	124,867,859	216,196,055	131,192,053
Operating income (loss) before depreciation and amortization	(8,506,678)	9,054,189	50,546,432	51,093,943	(8,066,608)
Depreciation and amortization	39,422,368	5,087,388	75,448,387	119,958,143	136,892
Operating income (loss)	(47,929,046)	3,966,801	(24,901,955)	(68,864,200)	(8,203,500)
Nonoperating revenues (expenses):					
Tourist development tax	239,528,483	-	-	239,528,483	-
Interest revenue	1,918,072	905,234	1,074,338	3,897,644	1,019,064
Interest expense and fiscal charges	(28,224,756)	-	(1,116,091)	(29,340,847)	-
Gain (loss) on disposal of assets	(10,867)	136,996	(421,193)	(295,064)	(1,112)
Payments to other agencies	(124,232,576)	-	-	(124,232,576)	-
Debt issuance costs	(548,721)	-	(1,341,204)	(1,889,925)	-
Tax collection expense	(530,119)	-	-	(530,119)	-
Total net nonoperating revenues (expenses)	87,899,516	1,042,230	(1,804,150)	87,137,596	1,017,952
Income (loss) before contributions and transfers	39,970,470	5,009,031	(26,706,105)	18,273,396	(7,185,548)
Capital contributions	-	-	83,401,984	83,401,984	-
Transfers out	(2,378,847)	-	(7,400,000)	(9,778,847)	-
Change in net position	37,591,623	5,009,031	49,295,879	91,896,533	(7,185,548)
Total net position, October 1, 2015	637,600,903	139,309,896	1,247,223,781	2,024,134,580	71,742,555
Total net position, September 30, 2016	\$ 675,192,526	\$ 144,318,927	\$ 1,296,519,660	\$ 2,116,031,113	\$ 64,557,007

See accompanying notes to the financial statements.

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
for the year ended September 30, 2016

	Business-type Activities -- Enterprise Funds				Governmental Activities -- Internal Service Funds
	Convention Center	Solid Waste System	Water Utilities System	Totals	
Cash flows from operating activities:					
Cash received from customers	\$ 60,532,384	\$ 31,932,450	\$ 173,228,657	\$ 265,693,491	\$ -
Cash received from internal customers	-	-	-	-	125,280,615
Cash payments to suppliers for goods and services	(40,719,097)	(19,776,802)	(82,554,823)	(143,050,722)	(128,148,562)
Cash payments to employees for services	(30,732,601)	(8,155,391)	(47,436,652)	(86,324,644)	(5,628,348)
Other operating receipts	797,900	-	-	797,900	2,068,190
Net cash provided (used) by operating activities	(10,121,414)	4,000,257	43,237,182	37,116,025	(6,428,105)
Cash flows from noncapital financing activities:					
Tourist development tax received	238,641,273	-	-	238,641,273	-
Payments to other agencies	(115,839,417)	-	-	(115,839,417)	-
Transfers out	(2,378,847)	-	(7,400,000)	(9,778,847)	-
Tax collection fees paid	(530,119)	-	-	(530,119)	-
Net cash provided (used) by noncapital financing activities	119,892,890	-	(7,400,000)	112,492,890	-
Cash flows from capital and related financing activities:					
Proceeds from sale of refunding bonds	72,628,990	-	94,530,461	167,159,451	-
Payment into escrow for defeased debt	(74,344,823)	-	-	(74,344,823)	-
Acquisition and construction of capital assets	(35,725,440)	(6,088,344)	(97,614,232)	(139,428,016)	(73,182)
Principal paid on long-term debt	(28,635,000)	-	(1,870,215)	(30,505,215)	-
Interest and fees paid on long-term debt	(31,304,421)	-	(793,494)	(32,097,915)	-
Capital contributions	-	-	46,783,497	46,783,497	-
Proceeds from state revolving fund loan	-	-	14,385,846	14,385,846	-
Proceeds from capital grant	-	-	706,107	706,107	-
Proceeds from disposition of assets	21,886	149,805	226,714	398,405	(1,112)
Net cash provided (used) by capital and related financing activities	(97,358,808)	(5,938,539)	56,354,684	(46,942,663)	(74,294)
Cash flows from investing activities:					
Purchase of investments	(69,241,683)	-	-	(69,241,683)	-
Proceeds from sale of investments	69,991,937	-	-	69,991,937	-
Interest on investments	1,685,335	848,703	993,787	3,527,825	984,871
Net cash provided by investing activities	2,435,589	848,703	993,787	4,278,079	984,871
Net increase (decrease) in cash and cash equivalents	14,848,257	(1,089,579)	93,185,653	106,944,331	(5,517,528)
Cash and cash equivalents, October 1, 2015	178,909,070	90,767,166	67,350,601	337,026,837	115,412,573
Cash and cash equivalents, September 30, 2016	\$ 193,757,327	\$ 89,677,587	\$ 160,536,254	\$ 443,971,168	\$ 109,895,045
Classified as:					
Current assets	\$ 130,909,453	\$ 89,383,669	\$ 94,314,932	\$ 314,608,054	\$ 109,895,045
Current assets, restricted	55,170,823	293,918	34,708,811	90,173,552	-
Noncurrent assets, restricted	7,677,051	-	31,512,511	39,189,562	-
Totals	\$ 193,757,327	\$ 89,677,587	\$ 160,536,254	\$ 443,971,168	\$ 109,895,045

See accompanying notes to the financial statements.

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
STATEMENT OF CASH FLOWS, Continued
PROPRIETARY FUNDS
for the year ended September 30, 2016

	Business-type Activities -- Enterprise Funds				Governmental Activities -- Internal Service Funds
	Convention Center	Solid Waste System	Water Utilities System	Totals	
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	\$ (47,929,046)	\$ 3,966,801	\$ (24,901,955)	\$ (68,864,200)	\$ (8,203,500)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization	39,422,368	5,087,388	75,448,387	119,958,143	136,892
Pension liability adjustment expense	388,061	224,323	907,788	1,520,172	99,986
Decrease (increase) in assets:					
Accounts receivable	(1,241,852)	(158,078)	(2,399,554)	(3,799,484)	(1,312,039)
Allowance for doubtful accounts	100,779	97	(145,011)	(44,135)	-
Due from constitutional officers	-	-	-	-	205,216
Due from other governmental agencies	-	-	(221,100)	(221,100)	40,628
Inventories and prepaid costs	-	16,162	(2,552,103)	(2,535,941)	35,103
Increase (decrease) in liabilities:					
Accounts payable and accrued liabilities	(3,408,696)	(3,971)	(3,730,015)	(7,142,682)	2,658,855
Claims payable	-	-	-	-	16,516
Due to constitutional officers	-	-	-	-	(105,762)
Due to other governmental agencies	-	2,207	245,907	248,114	-
Unearned revenue	2,546,972	-	-	2,546,972	-
Landfill closure costs	-	(5,143,049)	-	(5,143,049)	-
Customer deposits	-	8,377	584,838	593,215	-
Total adjustments	37,807,632	33,456	68,139,137	105,980,225	1,775,395
Net cash provided (used) by operating activities	\$ (10,121,414)	\$ 4,000,257	\$ 43,237,182	\$ 37,116,025	\$ (6,428,105)
Noncash capital activities:					
Capital asset donations received	\$ -	\$ -	\$ 36,618,487	\$ 36,618,487	\$ -

See accompanying notes to the financial statements.

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
September 30, 2016

	<u>Private Purpose Trust</u>	<u>Agency</u>
<u>ASSETS</u>		
Cash and investments	\$ 472,760	\$ 27,449,961
Accounts receivable	<u>-</u>	<u>440</u>
Total assets	<u>472,760</u>	<u>\$ 27,450,401</u>
<u>LIABILITIES</u>		
Due to other governmental agencies	-	\$ 15,386,810
Due to individuals	<u>-</u>	<u>12,063,591</u>
Total liabilities	<u>-</u>	<u>\$ 27,450,401</u>
<u>NET POSITION</u>		
Held for other purposes	<u>472,760</u>	
Total net position	<u>\$ 472,760</u>	

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
for the year ended September 30, 2016

	Private Purpose Trust
	<hr/>
Additions:	
Net investment income	\$ 487
	<hr/>
Total additions	487
	<hr/>
Deductions:	
Total deductions	-
	<hr/>
Increase in net position	487
Net position, October 1, 2015	472,273
	<hr/>
Net position, September 30, 2016	\$ 472,760
	<hr/>

See accompanying notes to financial statements.

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
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for the year ended September 30, 2016**

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**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following summary of the more significant accounting policies of the Orange County Board of County Commissioners (Board) is presented to assist the reader in interpreting these financial statements, and should be viewed as an integral part of this report.

Reporting Entity:

The Board is the principal legislative and governing body of Orange County, Florida (County), as provided by Article VIII, Section 1 of the Florida Constitution, Section 125 of the Florida Statutes, and the Orange County Charter. These financial statements include all funds of the Board and its “blended” and “discrete” component units. “Component units” are legally separate entities for which operational or financial responsibility rests with the Board or for which the nature and significance of their relationship to the Board is such that exclusion would cause the financial statements to be misleading or incomplete. These statements do not include the County Comptroller, Property Appraiser, Tax Collector, Clerk of the Circuit and County Courts, Sheriff, and Supervisor of Elections (collectively known as “constitutional officers”).

Entity status for financial reporting purposes is governed by Statement No. 14 of the Governmental Accounting Standards Board (GASB), as amended. The GASB is the standard-setting body for the establishment of accounting principles generally accepted in the United States of America for governmental entities (GAAP). The financial statements of the Board, when combined with all five of its blended component units and the constitutional officers constitute the “primary government” of Orange County according to GAAP. The primary government, together with all eight of the Board’s discretely-presented component units, constitute the complete GAAP basis financial reporting entity of the County which is presented in the Orange County, Florida Comprehensive Annual Financial Report.

Since this report excludes the constitutional officers, these Board financial statements do not purport to reflect the financial position or the results of operations of Orange County, Florida taken as a whole. Rather, they have been prepared to provide information at this level of detail greater than what is available in the County’s financial statements.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

The legal authority by which each of the blended and discrete component units were created is as follows:

Blended Component Units:

Orange Blossom Trail Local Government Neighborhood Improvement District - Section 163.504, F.S.; County Ord. No. 90-24.

Pine Hills Local Government Neighborhood Improvement District - Section 163.506, F.S.; County Ord. No. 2011-21.

Water and Navigation Control Districts (2) - Lake Conway - Chapter 57-1643, Laws of Florida; Windermere - Chapter 63-1711, Laws of Florida.

International Drive Community Redevelopment Agency - Section 163.356, F.S.; County Resolution No. 98-M-07.

Orange Blossom Trail Community Redevelopment Agency - Section 163.356, F.S.; County Resolution No. 90-M-24.

Discretely-Presented Component Units:

Orange County Housing Finance Authority - Section 159.604, F.S.; County Ord. No. 78-18.

Orange County Library District - Chapter 80-555, Laws of Florida.

Orange County Research and Development Authority - Section 159.703, F.S.; County Ord. No. 80-13.

International Drive Master Transit and Improvement District - Section 125.01, F.S.; County Ord. No. 92-37.

Orange County Health Facilities Authority - Section 154.207, F.S.; County Ord. No. 77-13.

Orange County Industrial Development Authority - Section 159.45, F.S.; County Resolution dated January 30, 1979.

Orange Blossom Trail Development Board, Inc. - Chapter 617, F.S.; Articles of Incorporation, filed January 9, 1985.

Orange County Educational Facilities Authority - Section 243.21, F.S., County Ord. No. 96-07.

Blended component units are legally separate entities that are in substance part of the Board's operation, as they either have governing bodies that are substantively the same as the Board and there is a financial benefit or burden relationship between the Board and the component unit, or they provide their services exclusively or almost exclusively to the Board. The financial transactions of these component units are merged in with transactions of the Board as part of the primary government. The blended component units of the Board are as follows:

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Orange Blossom Trail (OBT) Local Government Neighborhood Improvement District (NID) – The District serves to provide for improvements in public safety in a designated area adjacent to Orange Blossom Trail. The governing body of the District is the Board of County Commissioners, which provides substantial funding of operations. The District is presented as a special revenue fund.

Pine Hills Local Government Neighborhood Improvement District (NID) – The District serves to provide for improvements in public safety in a designated area within Pine Hills. The governing body of the District is the Board of County Commissioners, which provides substantial funding of operations. The District is presented as a special revenue fund.

Water and Navigation Control Districts (2) - The Lake Conway Water and Navigation Control District and the Windermere Water and Navigation Control District each serve to provide for the regulation of shoreline alteration, aquatic plant management, and lake patrol activities for their designated areas. The governing board of each District is the Board of County Commissioners. The primary revenue source is ad valorem property taxes levied by the Board and the annual budgets of each District must be approved by the Board. These Districts are presented together as a special revenue fund.

International Drive Community Redevelopment Agency (CRA) – The Agency serves to provide improved transportation and roadway conditions in the International Drive corridor. The governing body of the Agency is the Board of County Commissioners, which provides substantial funding of operations. The Agency is presented as a special revenue fund.

Orange Blossom Trail (OBT) Community Redevelopment Agency (CRA) – The Agency serves to renew economic interest and improve the commercial diversity and viability of a redevelopment area adjacent to Orange Blossom Trail. The governing body of the Agency is the Board of County Commissioners, which provides substantial funding of operations. The Agency is presented as a special revenue fund.

Discretely-presented component units are legally separate entities which do not meet the criteria for blending. They are reported in separate columns to emphasize that they are legally separate from the Board. The discrete component units of the Board are as follows:

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Orange County Housing Finance Authority – The Authority serves to finance dwelling accommodations for low, moderate, and middle income persons in Orange County and three other adjacent counties. Its five-member board is appointed by the Board of County Commissioners. There is no budget approval required by the Board, although there is an approval requirement for any bonded debt issuance. The Board has no obligation to pay the outstanding debt of the Authority; however, it does have the power to remove an Authority board member without cause.

Orange County Library District – The District serves to provide comprehensive library services and serves County residents except for those within the cities of Winter Park and Maitland. The governing board of the District is composed of the Board of County Commissioners plus one member appointed by the City Council of the City of Orlando. This governing board levies the property taxes necessary to operate the District, adopts the annual budget, and approves debt issuances. However, the Board is not legally responsible for funding the operations or repayment of debt of the District and there is no financial benefit or burden relationship between the Board and the District.

Orange County Research and Development Authority – The Authority serves to establish, develop, and operate, in cooperation with the Board of County Commissioners and the University of Central Florida, a research and development park known as "Central Florida Research Park." Six positions on its seven-member board are appointed by the Board of County Commissioners. The annual budget and amendments, as well as all bonded debt issues, must be approved by the Board. Although the Board is not legally responsible for funding the operations or repayment of debt of the Authority, it has given economic assistance in prior fiscal years.

International Drive Master Transit and Improvement District - The District serves to administer transportation and capital planning projects along certain segments of International Drive. Two of the three board members are members of the Board of County Commissioners. There is no budget approval required by the Board; however, a major portion of the District's funding is derived from Municipal Service Taxing Units (MSTUs) of the Board. Tax revenues from these MSTUs are committed to the activities of the District. During the 2016 fiscal year, \$6.0 million was paid to the District from the Board's MSTUs.

Orange County Health Facilities Authority - The Authority serves to assist health facilities in the acquisition, construction, financing and refinancing of capital projects within the County and, under certain circumstances, outside the geographic limits of the County. Its five-member board is appointed by the Board of County Commissioners. The Authority is not legally required to adopt a budget; however, the

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Board must authorize the issuance of bonded debt. Neither the Authority nor the Board has any legal obligation for repayment of the revenue bonds issued through the Authority. The Authority is an issuer of "conduit" debt obligations.

Orange County Industrial Development Authority – The Authority serves to assist in financing and refinancing capital projects which will foster economic development in the County. Its five-member board is appointed by the Board of County Commissioners. The Authority is not legally required to adopt a budget; however, the Board must authorize the issuance of bonded debt. Neither the Authority nor the Board has any legal obligation for repayment of the revenue bonds issued through the Authority. As an issuer of "conduit" debt obligations, the Authority has no assets or liabilities.

Orange Blossom Trail Development Board, Inc. - This not-for-profit corporation, established by interlocal agreement between the Board of County Commissioners and the City of Orlando, serves to provide management services for redevelopment of a section of Orange Blossom Trail. Six positions of the nine-member board of directors are appointed by the Board, and they may be removed without cause. There is no budget approval requirement nor responsibility for deficit funding on the part of the Board; however, a major portion of the Corporation's revenues are derived from grants and reimbursements from the Board.

Orange County Educational Facilities Authority – The Authority serves to assist institutions for higher education in the construction, financing, and refinancing of capital projects within the County. Its seven-member board is appointed by the Board of County Commissioners. The Authority is not legally required to adopt a budget; however, the Board must authorize the issuance of bonded debt. Neither the Authority nor the Board has any legal obligation for repayment of the revenue bonds issued through the Authority. As an issuer of "conduit" debt obligations, the Authority has no assets, liabilities, revenues, or expenses.

None of the blended component units prepare individual financial statements. Individual audited financial statements for the discretely-presented component units can be obtained directly from their administrative offices as follows:

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Orange County Housing Finance Authority
2211 Hillcrest Street
Orlando, FL 32803-4905

Orange County Health Facilities Authority
c/o Lowndes, Drosdick, Doster, Kantor & Reed, P.A.
215 N. Eola Drive
Orlando, FL 32801

Orange County Library District
101 East Central Boulevard
Orlando, FL 32801

Orange County Industrial Development Authority
301 E. Pine Street, Suite 900
Orlando, FL 32801

Orange County Research and Development Authority
12424 Research Parkway, Suite 100
Orlando, FL 32826

Orange Blossom Trail Development Board, Inc.
2719 S. Orange Blossom Trail
Orlando, FL 32805

International Drive Master Transit and Improvement District
7081 Grand National Drive, Suite 105
Orlando, FL 32819

Orange County Educational Facilities Authority
c/o Lowndes, Drosdick, Doster, Kantor & Reed, P.A.
215 N. Eola Drive
Orlando, FL 32801

The remainder of these notes provides disclosures for both the primary government and discretely-presented component units. In cases essential to fair presentation, GAAP requires special or separate note references for discretely-presented component units. Such disclosures are correspondingly noted and are displayed to the extent disclosed in the individual audited financial statements of the applicable component unit.

Financial Statement Presentation:

The Board's financial statements are prepared in accordance with Chapter 10.550, *Rules of the Auditor General – Local Governmental Entity Audits* (The "Rules"), which do not require separate financial statements for the Board but which specify certain requirements if such financial statements are presented. Requirements include presentation of fund-level and component unit financial statements. Government-wide financial statements, related disclosures and management's discussion and analysis are not required by the Rules and are not presented. As such, these statements report information about the Board's funds, including fiduciary funds, but do not present a complete presentation of the Board's financial position and changes in financial position. Separate columns are presented for each major governmental and enterprise fund.

The Board reports the following major governmental funds:

General Fund - This is the Board's primary operating fund; it accounts for all financial transactions not required to be accounted for in another fund.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Fire Protection MSTU - This fund accounts for fire protection and emergency medical services financed with ad valorem taxes levied in the MSTU, as well as service fee revenues. The MSTU encompasses the unincorporated area of the County.

Sales Tax Trust - This fund accounts for receipt of the Board's share of state sales tax, and debt service payments for the Board's outstanding sales tax revenue bonds.

The Board reports the following major enterprise funds:

Convention Center - This fund accounts for the operation of the Orange County Convention Center, and the payment of debt service on the outstanding tourist development tax revenue bonds. Major revenues are charges for services and tourist development taxes.

Solid Waste System - This fund accounts for the Board's solid waste disposal (landfill) operation, primarily financed through user charges.

Water Utilities System - This fund accounts for costs associated with residential and commercial sewer and water services provided to various sections of the County, primarily financed through user charges.

Additionally, the Board reports the following fund types:

Internal service funds - These funds account for risk management, fleet management, and employee medical benefits services provided to other Board departments on a cost-reimbursement basis.

Private purpose trust fund - This fund accounts for assets held in trust for the benefit of the St. Johns River Water Management District, pursuant to a trust agreement dated February 21, 2006.

Agency funds - These funds account for assets held on behalf of third parties. Examples include developers' escrows held pending satisfactory performance on construction projects, escrows for the Sanford-Burnham Institute grant from the County and other funding parties, funds held for the Community Venues County Reserve, and funds held on behalf of inmates in the Board's correctional facilities.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Measurement Focus and Basis of Accounting:

Governmental fund financial statements use a current financial resources measurement focus, and are maintained on the modified accrual basis of accounting. Revenues are recognized when they become susceptible to accrual; that is, when they become both "measurable" and "available to finance expenditures of the current period." The Board considers amounts collected on grants within 120 days after year-end, and amounts collected within 60 days after year-end on all other governmental funds, to be available and thus recognizes them as revenues of the current year. Expenditures are recognized in the accounting period in which the related fund liability is incurred, if measurable. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early the following year.

Revenues of the Board which are susceptible to accrual under the modified accrual basis include property taxes, gas taxes, public service taxes, grant revenues, interest revenue, and charges for services. In applying the "susceptible to accrual" concept to intergovernmental revenues (grants, entitlements and shared revenues), the legal and contractual requirements of the numerous individual programs are used as guidance. There are essentially two types of these revenues. In one, moneys must be expended on the specific purpose or project before any amounts will be earned by the Board; therefore, revenues are recognized based upon when the expenditures are made if they meet the criterion of availability. In the other, moneys are essentially unrestricted as to purpose of expenditure and revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if they meet the criterion of availability.

The proprietary fund and private purpose trust fund financial statements use a flow of economic resources measurement focus to determine net income and financial position. The accounting principles used are similar to those applicable to businesses in the private sector and, thus, these funds are maintained on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. Agency funds do not measure results of operations, but assets and liabilities are measured on the accrual basis of accounting.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Fund Balance Presentation:

Fund balances of the governmental funds are classified as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Restricted: This classification includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

Committed: This classification includes amounts that can be spent only for specific purposes pursuant to constraints imposed by formal action of the highest level of decision making authority, the Board of County Commissioners. Such formal action may be in the form of an ordinance or resolution which, dependent upon the nature of the matter, may be equally binding and may only be modified or rescinded by a subsequent formal action.

Assigned: This classification includes amounts that are intended by the Board to be used for specific purposes, but are neither restricted nor committed. The Board has not granted any specific individual the authority to assign amounts, thus assignments may be made only by the Board.

Unassigned: This classification represents the residual positive balance within the General Fund, which has not been restricted, committed or assigned. In funds other than the General Fund, unassigned fund balances are limited to negative residual balances.

The Board uses restricted amounts first when both restricted and unrestricted fund balances are available. Additionally, the Board first uses committed, then assigned, and then unassigned amounts of fund balance when expenditures are made.

Budgets and Budgetary Accounting:

Chapter 129, Florida Statutes, requires that the annual fiscal year budget be legally adopted at the fund level, and that any expenditures or contract for expenditure in the fiscal year for an amount greater than the total fund budget is unlawful. Pursuant to this legal requirement, an annual appropriated budget is adopted by resolution subject to public hearing. Such resolution sets the budget appropriations in total by fund for each governmental fund and each proprietary fund. Budgets for the trust funds and agency funds are not legally required or adopted. Budgetary information presented in this

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

report is in a categorized format by revenue source, expenditure function, and expenditure reserves, which represents a detail level greater than the statutory level of control. At the close of the fiscal year, all budget appropriations lapse to the extent that they have not been expended. Outstanding encumbrances also lapse, but are re-established in the succeeding fiscal year against the newly adopted budget.

In addition to the statutory requirements discussed above, the Board has adopted management control and approval guidelines for expenditures and budget amendments. Key components of these management guidelines are as follows:

1. Each fund contains allocations by object of expenditure, and for reserves for various purposes.
2. No expenditure or encumbrance may occur without a sufficient budgetary balance.
3. Allocations within a fund may be transferred within a department by action of the Board's budget officer or between departments by action of the Board.
4. Available balances to or from reserves may be used to modify an expenditure allocation in the same fund upon approval of the Board.
5. A revenue or other financing source which was originally unanticipated may be appropriated by action of the Board.
6. Increased revenues for proprietary funds may be appropriated by action of the Board.

Since transfers of budget allocations between departments must be approved by the Board, the department level is deemed the legal level of budgetary control. Such legal level of budgetary control corresponds to the categorical breakdowns reflected in the financial statements, except for the General Fund, the Grants special revenue fund and the Miscellaneous Construction Projects capital projects fund. These funds contain multiple operating departments requiring Board approval for budget transfers. Schedules showing budgeted and actual expenditures at the department level for these three funds are presented as supplementary information at the end of the Financial Section of the County's Comprehensive Annual Financial Report.

In instances where total fund appropriations are amended by revenues or other financing sources unanticipated in the existing budget, an amending budget resolution is adopted which indicates the revised budget appropriation for each affected fund. Amendments to overall appropriations for any other reasons also require a public hearing prior to adoption.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Budget appropriations presented in this report include all legally adopted appropriations as amended during the fiscal year. During the 2016 fiscal year, appropriation increases of approximately \$418 million were approved by the Board, primarily due to the issuance of refunding Sales Tax debt, refunding Tourist Development Tax debt, new State Revolving Loan debt, new grant awards, reappropriation of unexpended grant award balances and encumbrances outstanding at the end of the 2015 fiscal year. The original adopted budget for the 2016 fiscal year totaled \$3.60 billion and the final amended budget totaled \$4.02 billion, representing an 11.6% increase during the year.

All governmental fund budgets are prepared on a basis consistent with GAAP. The budgets for the proprietary funds are prepared on an accrual basis and are consistent with GAAP except that pension liability adjustment expense, depreciation, amortization, noncash capital contributions, and gains/losses on the disposal of assets are not budgeted; capitalized net interest costs on funds borrowed to finance the construction of capital assets are budgeted as interest income and interest expense; capital outlays are budgeted as expense; and debt proceeds and principal payments are respectively budgeted as revenue and expense. Insurance liability claims in the Risk Management internal service fund are budgeted according to the loss reserves available for disbursement rather than by new liabilities incurred during the fiscal year.

Annual budgets are prepared according to the following procedures:

During the month of July, the County Mayor, after working with the Board's budget officer to establish proposed funding priorities for the ensuing fiscal year, presents a tentative budget for each fund which includes all estimated receipts, taxes to be levied, all other financing sources and all estimated expenditures and reserves.

The Board examines these tentative budgets in work sessions throughout the month of July. Pursuant to law, the budgets of each fund are balanced (i.e., all revenues and other financing sources equal all expenditures, reserves, and other financing uses). Subject to hearing and notice requirements, the budgets may be revised as deemed necessary provided they remain in balance.

In September, public hearings are held to adopt tentative and final budgets. The hearings are held primarily to explain the budget and obtain public input. In accordance with statutory requirements, the annual budgets are enacted prior to October 1 through passage of a resolution. If for some reason a budget is not enacted by October 1, Florida Statutes provide for continued operation under the previous year's budget subject to any amendments.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Encumbrances:

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of moneys are recorded as a reservation of budget, is employed as an extension of the statutorily required budgetary process. Under Florida Statutes, appropriations, even if encumbered, lapse at fiscal year end. Encumbrances outstanding at September 30, 2016 represented by purchase orders and other executory contracts, were approximately \$147.8 million. It is the Board's intention to substantially honor these encumbrances under authority provided in the subsequent year's budget.

Cash and Cash Equivalents:

Cash balances from the majority of funds are pooled for investment purposes. Earnings from such investments are allocated to the respective funds based on applicable cash participation by each fund. The investment pools are managed such that all participating funds have the ability to deposit and withdraw cash as if they were demand deposit accounts, and therefore all balances representing participants' equity in the investment pools are classified as cash equivalents for purposes of the statement of cash flows. For investments which are held separately from the pools, those which are highly liquid (including restricted assets) with an original or remaining maturity of 90 days or less when purchased are also considered to be cash equivalents for the statement of cash flows.

Investments:

All investments are stated at fair value or at amortized cost, which approximates fair value. Investment fair values are based on quoted market prices, except for bankers' acceptances and commercial paper, which are based on amortized cost. Investments in Florida PRIME, a SEC 2a-7 like investment pool, and money market mutual funds are stated at amortized cost which is substantially the same as fair value.

Accounts Receivable:

Amounts due from private individuals, organizations, or other governments which pertain to charges for services rendered by Board departments are reported as accounts receivable.

Receivables are reviewed periodically to establish or update the provisions for uncollectible amounts. These provisions are estimated based on an analysis of the age of the various accounts. The Board records the amount of earned but unbilled service revenues for the Water Utilities System enterprise fund.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Notes and Loans Receivable:

The Board has several agreements with other agencies under which cash has been advanced to those agencies for the purpose of financing loans to developers for multi-family affordable housing projects. These noninterest-bearing advances will be repaid to the Board over varying terms of up to 30 years. The outstanding principal balance is reported as Notes and Loans Receivable in the Local Housing Assistance (SHIP) special revenue fund, with a corresponding amount in Restricted Fund Balance, as future use of collected proceeds remain restricted. With the exception of an allowance established for one note to recognize a reduction from the amount due for compliance with conditions of the agreement, no uncollectible allowance has been established for these receivables, based upon management's evaluation of the loans.

Also included in the Local Housing Assistance (SHIP) and the Grants special revenue funds are loans receivable associated with the Board's Down Payment Assistance, Neighborhood Stabilization and Housing Rehabilitation Programs. Loans are collateralized by personal residences and are forgiven over periods up to 20 years, provided that the program participant complies with the terms of the loan. An allowance is also established equal to the value of the loans as the Board does not expect to collect on them.

Interfund Balances and Activity:

During the course of normal operations, the Board has numerous transactions between funds. Examples of these transactions include providing services, constructing assets or servicing debt. These transactions are generally recorded as interfund transfers, except for internal service fund charges which are reflected as revenues to internal service funds and expenses or expenditures to the funds receiving the services. Additionally, short-term interfund loans are recorded from time to time as cash flow needs arise. As of fiscal year-end, any unpaid amounts related to these transactions are reported as "due from other funds" or "due to other funds" on the fund financial statements. Interfund loans not expected to be repaid within one year are reported as advances. In governmental funds, advances are offset equally by a nonspendable fund balance which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation. Interfund balances and transfers are consolidated for government-wide financial reporting, and residual balances between governmental activities and business-type activities, if any, are reported on the government-wide statements of the County.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Inventories:

Inventories in proprietary fund types consist of materials and supplies held for consumption and are valued at the lower of cost or market. Cost is determined by the Solid Waste System and the Water Utilities System enterprise funds using the weighted average and the moving average methods, respectively. The Fleet Management internal service fund values inventory using the first-in, first-out method.

Assets Held for Resale:

The Board administers a program whereby it purchases residential properties with the express intent of resale. Properties purchased are rehabilitated and offered for sale to purchasers meeting certain criteria. Properties held for resale are reported at lower of cost or net realizable value in the governmental funds.

Restricted Assets:

The use of certain assets of enterprise funds is restricted by specific provisions of bond resolutions and agreements with various parties. Assets so designated are identified as restricted assets on the statement of net position. When both restricted and unrestricted resources are available for use, the Board's policy is to use restricted resources first, then unrestricted resources as they are needed. Restricted assets are classified as noncurrent if they are for acquisition or construction of capital assets, for liquidation of long-term debt, or are for other than current operations.

Capital Assets:

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements of the County. Constructed or purchased assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at acquisition value on the date of donation. The thresholds for capitalization of assets range from \$500 to \$1 million, depending on the asset class. Costs of maintenance and repairs that do not add to the value of assets or extend their useful lives are not capitalized.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

All capital assets except land and construction in progress are depreciated using the straight-line method over the following estimated useful lives:

Buildings	25 to 50 years
Improvements other than buildings	10 to 50 years
Machinery and equipment	3 to 15 years
Infrastructure – roadways	20 to 50 years
Infrastructure – drainage	20 to 75 years
Intangible	3 to 40 years

Capitalization of Interest:

The enterprise funds capitalize net interest costs on funds borrowed to finance the construction of capital assets. Interest cost information for the enterprise funds for the fiscal year ended September 30, 2016 is as follows:

	<u>Convention Center</u>	<u>Water Utilities System</u>
Total interest cost	\$ 30,358,187	\$ 1,111,055
Net amount capitalized	\$ 2,139,757	\$ 655,469

Deferred Outflows/Inflows of Resources and Unearned Revenue:

Deferred outflows of resources represent a consumption of net position that applies to a future period and therefore will not be recognized as expended until then. The Board presents deferred outflows in business-type activities associated with pensions, amortized over future periods, and losses charged on the refunding of debt, amortized over the life of the debt.

In instances where assets have been received by the Board for services to be rendered in future periods, asset balances have been offset by an unearned revenue liability account in the financial statements. Unearned revenues of the Board's business-type activities at September 30, 2016 are associated with cash received to secure future bookings at the Convention Center. Unearned revenue included in governmental activities are deposits held from builders for future building permit issuance, where revenue will be earned in future periods.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Deferred inflows of resources are reported in governmental activities to offset receivables and deposits that do not meet the availability criterion under the modified accrual basis of accounting. Primary examples of the Board's deferred inflows are amounts associated with outstanding receivables for grants, EMS transport services and 911 system service provider fees, where payments will be received in cash over future periods. The Board presents deferred inflows associated with pensions in its business-type activities.

Landfill Closure Costs:

Under the terms of current state and federal regulations, the Board is required to place a final cover on closed landfill areas, and to perform certain monitoring and maintenance functions for a period of up to 30 years after closure. In accordance with GASB Statement No. 18, the Board is recognizing these costs of closure and postclosure maintenance over the active life of each landfill area, based on landfill capacity used during the period. Required obligations for these costs are recognized in the governmental activities for internal landfill operations and in the Solid Waste System enterprise fund for public landfill operations.

Accretion of Original Issue Discount on Bonds:

The original issue discount on compound interest bonds is being accreted to maturity using the interest method.

Obligation for Bond Arbitrage Rebate:

Pursuant to Section 148(f) of the U. S. Internal Revenue Code, the Board must rebate to the United States Government the excess of interest earned from the investment of certain debt proceeds and pledged revenues over the yield rate of the applicable debt. Arbitrage rebate, if any, is due and payable on each five-year anniversary of the respective debt issue. As of September 30, 2016, the Board had no outstanding arbitrage rebate liability.

Operating and Nonoperating Revenues and Expenses:

The proprietary fund financial statements distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses are those that result from providing services associated with the principal activities of the respective fund. Primary examples of operating revenues are charges for hall and room rentals of the Convention Center, landfill tipping fees of the Solid Waste System, and charges for water and wastewater treatment services of the Water Utilities System. Operating expenses include

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

the cost of sales and services, administrative costs, and depreciation expense. Nonoperating revenues and expenses are all those that do not meet the criteria described above, and include interest and tax revenues and debt service expenses.

Compensated Absences:

It is the policy of the Board to permit employees to accumulate a limited amount of earned but unused leave benefits which will be paid to employees upon separation from service. Unpaid compensated absences are recorded as a liability when the benefits are earned in the proprietary fund financial statements. For governmental funds, there is no legal requirement to accumulate expendable available financial resources to liquidate the obligation; thus expenditures are recognized in the governmental funds when payments are made to employees. The valuation of accrued leave benefits is calculated in accordance with GASB Statement No. 16. The liability is typically liquidated with resources of the same fund that has paid the applicable employee's regular salaries and fringe benefits which include the General, Special Revenue, Internal Service and Enterprise funds. The current portion of the accrued compensated absences liability is based on the average annual amount of leave paid over the preceding three years.

Pension Expense:

The Board expenses required pension contributions as a component of personal services expense. Additionally, in accordance with GASB Statement No. 68, the proprietary funds expense their proportionate share of actuarially determined changes in the net pension liability as pension liability adjustment expense.

Bond Amortization Costs:

In the proprietary fund financial statements, bond premium and discount are amortized over the life of the bonds using the interest method. Also, in accordance with GASB Statement No. 23, the difference between the reacquisition price and the net carrying amount of refunded debt is being amortized over the shorter of the life of the old debt or the life of the new debt using the interest method. Amortization of bond premium or discount and the deferred amounts on refundings which are not capitalized are recorded as components of interest expense.

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**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Property Tax Revenues:

Ad valorem property taxes levied in September 2016 are for the purpose of financing the budget of the 2017 fiscal year. Property tax revenues recognized for the 2016 fiscal year were levied in September 2015. Virtually all unpaid taxes are collected via the sale of tax certificates prior to fiscal year end; thus there is no receivable reported for property taxes in the financial statements.

Key dates in the property tax cycle are as follows:

	<u>Revenues for fiscal year ended September 30, 2016</u>
Lien date	January 1, 2015
Assessment roll certified	August 25, 2015
Property taxes levied	September 17, 2015
Beginning of fiscal year for which taxes have been levied	October 1, 2015
Tax bills rendered	November 1, 2015
Property taxes payable:	
Maximum discount (latest date)	November 30, 2015
Delinquent	April 1, 2016
Tax certificates sold on unpaid taxes	May 31, 2016

Use of Estimates:

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the financial statement date and the reported amounts of revenues and expenses or expenditures during the reporting period. Actual results could differ from those estimates.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

New Accounting Pronouncements:

Effective October 1, 2015, the Board adopted the provisions of GASB Statement No. 72, *Fair Value Measurement and Application* and GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. The effect of adopting these standards is to provide enhanced disclosures regarding investment valuation. The investments held by the County are measured and recorded using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Unadjusted quoted prices for identical assets or liabilities in active markets
- Level 2: Observable other than quoted market prices
- Level 3: Unobservable and significant

B. DEPOSITS AND INVESTMENTS

Primary Government:

As of September 30, 2016, the carrying values of the Board's deposits and investments, with their respective Standard & Poor's (S&P) and Moody's Investors Service credit ratings, were as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Credit Rating</u>
Demand and time deposits	\$ 100,549,410	NA
Florida PRIME	145,000,000	AAAm
U.S. Treasury Bills	9,970,500	A-1+/P-1
U.S. Treasury Notes	1,140,203,503	AA+/Aaa
Federal instrumentalities:		
Discount notes	60,169,103	A-1+/P-1
Notes and bonds	54,643,804	AA+/Aaa
Money market mutual funds	65,337,951	AAAm/Aaa-mf
Total deposits and investments	<u>\$ 1,575,874,271</u>	

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

B. DEPOSITS AND INVESTMENTS, Continued

The Board's fair value measurement for U.S. Treasury Bills, U.S. Treasury Notes and Federal Instrumentalities uses observable inputs other than quoted prices in active markets (Level 2 inputs). Florida PRIME, time deposits and money market mutual funds maintain stable net asset value and are valued at amortized cost. There are no restrictions or limitations on withdrawals; however, Florida PRIME may, on the occurrence of an event that has a material impact on liquidity or operations, impose restrictions on withdrawals for up to 48 hours.

Credit Risk:

The Board's Investment Policy (Policy) limits credit risk by restricting authorized investments to the following: obligations issued or explicitly guaranteed by the U.S. Government (Treasuries), obligations of certain U.S. Government-sponsored Federal instrumentalities (Instrumentalities), direct obligations of states and municipalities, repurchase agreements comprised of Treasuries or Instrumentalities, Florida PRIME administered by Florida's State Board of Administration (a 2a7-like pool), commercial paper, bankers' acceptances, bank certificates of deposit or savings accounts, and money market mutual funds (Money Markets). The Policy requires that investments in Instrumentality debt be guaranteed by the full faith and credit of the U.S. Government-sponsored agency, and that investments in Money Markets have an S&P rating of AAAm or AAAG, and limits eligible Money Markets to those comprised of Treasuries. For arbitrage compliance only, Money Markets may be comprised of state and local government taxable and tax-exempt debt.

Concentration of Credit Risk:

Except for Treasuries, the Policy establishes limitations on portfolio composition for all permitted investments, both by investment type and by issuer, in order to control concentration of credit risk. The Policy provides that a maximum of 45% of the portfolio may be invested in any of four specified Instrumentalities, with a limit of 15% in any one issuer; and that a maximum of 25% of the portfolio may be invested in Money Markets, with a limit of 10% of the portfolio invested in any one issuer. At September 30, 2016, the Board's investment pool portfolio included investments in three authorized Instrumentalities, each of which represented three percent or less of the pool portfolio.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

B. DEPOSITS AND INVESTMENTS, Continued

Custodial Credit Risk:

The Policy requires that bank demand and time deposits be secured as provided by Chapter 280, Florida Statutes. This law requires local governments to deposit funds only in financial institutions designated as qualified public depositories by the Chief Financial Officer of the State of Florida. At September 30, 2016, all of the Board's bank deposits were in qualified public depositories.

The Policy requires execution of a third-party custodial safekeeping agreement for all purchased securities, and requires that securities be held in the Board's name. As of September 30, 2016, all of the Board's investments were held in a bank's trust department in the Board's name.

Interest Rate Risk:

For all investment types, the Policy limits the investment of current operating funds to 13 months. To increase returns and provide diversity, the Policy also provides for the investment of noncurrent (13 months) operating funds in investments with maturities no longer than 60 months. Noncurrent operating funds are invested in the intermediate term portfolio with a maximum maturity of 36 months, and a noncurrent operating portfolio with a maximum maturity of 60 months. Bond reserves, construction funds, and other nonoperating funds may be invested for up to 10 years, subject to debt covenant restrictions and liquidity needs.

As of September 30, 2016, the Board's investments have the following weighted average maturities by investment type: U.S. Treasury Bills – 7.9 months; U.S. Treasury Notes – 22.8 months; Federal instrumentalities – 5.5 months; Money Markets – not more than 60 days. The portfolio did not contain any callable securities.

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**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

C. RESTRICTED ASSETS

The use of certain assets is restricted by specific provisions of bond resolutions and agreements with various outside parties. Restricted assets at September 30, 2016 consist of the following:

	Cash and Cash Equivalents	Investments	Accrued Interest Receivable	Totals
<u>Convention Center</u>				
Bond interest	\$ 14,844,742	\$ -	\$ 25,988	\$ 14,870,730
Bond principal	37,580,000	-	-	37,580,000
Bond reserve	456,487	69,267,300	-	69,723,787
Bond issuance costs	18,978	-	-	18,978
Sixth cent TDT	2,727,103	-	-	2,727,103
Hotel surcharge	7,220,564	-	-	7,220,564
	<hr/>	<hr/>	<hr/>	<hr/>
Fund totals	62,847,874	69,267,300	25,988	132,141,162
	<hr/>	<hr/>	<hr/>	<hr/>
<u>Solid Waste System</u>				
Customer deposits	293,918	-	-	293,918
	<hr/>	<hr/>	<hr/>	<hr/>
Fund totals	293,918	-	-	293,918
	<hr/>	<hr/>	<hr/>	<hr/>
<u>Water Utilities System</u>				
Operation and maintenance fund	23,156,764	-	-	23,156,764
Series 2016 construction fund	17,355,627	-	-	17,355,627
Revenue fund	68,391	-	-	68,391
Bond interest account	1,009,144	-	-	1,009,144
Bond cost of issuance	15,115	-	-	15,115
Bond renewal and replacement fund	8,000,000	-	-	8,000,000
Bond reserve account	6,156,884	-	-	6,156,884
Loan debt service	578,645	-	-	578,645
Loan repayment reserve	760,140	-	-	760,140
Customer deposits	9,120,612	-	-	9,120,612
	<hr/>	<hr/>	<hr/>	<hr/>
Fund totals	66,221,322	-	-	66,221,322
	<hr/>	<hr/>	<hr/>	<hr/>
Total restricted assets	129,363,114	69,267,300	25,988	198,656,402
	<hr/>	<hr/>	<hr/>	<hr/>
Less: Current portion	(90,173,552)	-	(25,988)	(90,199,540)
	<hr/>	<hr/>	<hr/>	<hr/>
Restricted assets, noncurrent portion	<u>\$ 39,189,562</u>	<u>\$ 69,267,300</u>	<u>\$ -</u>	<u>\$ 108,456,862</u>

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

D. NOTES AND LOANS RECEIVABLE

Notes and loans receivable of the primary government at September 30, 2016 were as follows:

Governmental activities:

SHIP-Assisted grant loan due from Grand Avenue Economic Community Development Corporation dated 2010; to be reduced annually by 1/20th of the original amount	\$ 595,000
Multi-Family Affordable Housing Agreements with Florida Community Capital Corporation and Neighborhood Lending Partners dated 1997 through 2014; secured by an equitable ownership of the underlying mortgages; noninterest bearing; repayment of principal is made quarterly over the life of the underlying mortgages, with final maturities ranging from 2018 to 2039	9,813,776
SHIP-Assisted and Grant Assisted loans due from individual participants in the Board's down payment assistance, neighborhood stabilization and rehabilitation programs. Loans are collateralized by liens on personal residences and are forgiven after periods of up to 20 years provided the program participant complies with terms of the loan.	<u>50,859,351</u>
	61,268,127
Less allowance for uncollectible accounts	<u>(51,454,351)</u>
Governmental activities notes and loans receivable, net	<u><u>\$ 9,813,776</u></u>

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Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

E. CAPITAL ASSETS

During the year ended September 30, 2016, the following changes in capital assets occurred:

	Balance 10/1/2015	Additions	Reductions	Balance 9/30/2016
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 1,145,918,513	\$ 25,649,018	\$ -	\$ 1,171,567,531
Construction in progress	209,104,466	68,977,053	(52,020,350)	226,061,169
Total capital assets, not being depreciated	1,355,022,979	94,626,071	(52,020,350)	1,397,628,700
Capital assets, being depreciated/amortized:				
Buildings and improvements	757,014,760	15,037,229	(31,725)	772,020,264
Infrastructure	2,476,185,593	55,488,181	(415,101)	2,531,258,673
Machinery and equipment	288,994,604	23,927,701	(29,532,168)	283,390,137
Intangible	296,043,299	62,601,401	(1,208)	358,643,492
Total capital assets, being depreciated/amortized	3,818,238,256	157,054,512	(29,980,202)	3,945,312,566
Less accumulated depreciation/amortization for:				
Buildings and improvements	(280,158,727)	(19,034,510)	10,485	(299,182,752)
Infrastructure	(875,150,242)	(50,165,509)	279,172	(925,036,579)
Machinery and equipment	(216,510,122)	(20,120,090)	29,487,552	(207,142,660)
Intangible	(24,019,777)	(1,275,559)	1,208	(25,294,128)
Total accumulated depreciation and amortization	(1,395,838,868)	(90,595,668)	29,778,417	(1,456,656,119)
Total capital assets, being depreciated/amortized, net	2,422,399,388	66,458,844	(201,785)	2,488,656,447
Governmental activities capital assets, net	\$ 3,777,422,367	\$ 161,084,915	\$ (52,222,135)	\$ 3,886,285,147
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 245,663,003	\$ 2,010,701	\$ -	\$ 247,673,704
Construction in progress	259,655,853	132,561,576	(219,479,775)	172,737,654
Total capital assets, not being depreciated	505,318,856	134,572,277	(219,479,775)	420,411,358
Capital assets, being depreciated/amortized:				
Buildings	1,417,794,137	85,912,404	-	1,503,706,541
Improvements other than buildings	1,998,323,173	159,282,525	-	2,157,605,698
Machinery and equipment	169,401,934	12,429,099	(5,464,224)	176,366,809
Intangible	74,657,084	9,460,305	(275,830)	83,841,559
Total capital assets, being depreciated/amortized	3,660,176,328	267,084,333	(5,740,054)	3,921,520,607
Less accumulated depreciation/amortization for:				
Buildings	(483,447,676)	(35,881,736)	-	(519,329,412)
Improvements other than buildings	(1,043,097,273)	(71,267,580)	-	(1,114,364,853)
Machinery and equipment	(116,935,763)	(11,797,428)	5,440,772	(123,292,419)
Intangible	(15,452,142)	(1,011,399)	275,830	(16,187,711)
Total accumulated depreciation and amortization	(1,658,932,854)	(119,958,143)	5,716,602	(1,773,174,395)
Total capital assets, being depreciated/amortized, net	2,001,243,474	147,126,190	(23,452)	2,148,346,212
Business-type activities capital assets, net	\$ 2,506,562,330	\$ 281,698,467	\$ (219,503,227)	\$ 2,568,757,570

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

E. CAPITAL ASSETS, Continued

Depreciation expense was charged to functions/programs as follows:

General government (includes internal service funds)	\$ 14,543,089
Public safety	20,174,253
Physical environment	2,925,351
Transportation	44,200,840
Economic environment	717,549
Human services	1,786,817
Culture and recreation	<u>6,247,769</u>
Total depreciation expense - governmental activities	<u><u>\$ 90,595,668</u></u>
Business-type activities:	
Convention Center	\$ 39,422,368
Solid Waste System	5,087,388
Water Utilities System	<u>75,448,387</u>
Total depreciation expense - business-type activities	<u><u>\$ 119,958,143</u></u>

Amounts associated with the Board's governmental activities capital assets, related accumulated depreciation, and depreciation expense are reported on the government-wide financial statements of the County rather than on the financial statements of the Board except for those presented in the internal service fund statements included in this report. Depreciation expense of the internal service funds are included in the general government function above.

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**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

F. GOVERNMENTAL FUND BALANCES

At September 30, 2016, the Board's governmental fund balances were classified as follows:

	Major Funds			Other
	General	Fire Protection MSTU	Sales Tax Trust	Governmental Funds
Nonspendable:				
Deposits and prepaids	\$ 1,263,839	\$ -	\$ -	\$ -
Interfund loan	3,200,000	-	-	124,366
Restricted for:				
Protection of people and property	-	-	-	60,349,379
Court programs	-	-	-	3,244,105
Physical environment	255,365	-	-	14,978,255
Transportation projects	-	-	-	157,782,648
Economic environment	-	-	-	29,294,138
Human services	-	-	-	1,052,705
Parks and recreation	-	-	-	17,526,500
Public donations	911,457	-	-	-
Debt service	-	-	51,080,350	11,640,905
Committed to:				
Construction projects	-	-	-	33,140,141
Protection of people and property	27,863	42,912,632	-	15,504,946
Physical environment	-	-	-	31,403,958
Transportation projects	-	-	-	27,795,306
Human services	-	-	-	1,172,225
Parks and recreation	-	-	-	33,566,476
Assigned to:				
Administrative operations	5,752,372	-	-	-
Court programs	-	-	-	131,018
Protection of people and property	5,433,232	-	66,117,659	3,956,967
Physical environment	44,756	-	-	-
Transportation projects	-	-	80,810,472	46,976,009
Human services	2,651,057	-	-	158,382
Debt services	-	-	338,186	66,853,212
Unassigned:				
General government	122,808,981	-	-	-
Total fund balances	<u>\$ 142,348,922</u>	<u>\$ 42,912,632</u>	<u>\$ 198,346,667</u>	<u>\$ 556,651,641</u>

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

G. RISK MANAGEMENT AND INSURANCE COVERAGE

Risk Management Program:

The Board maintains the Risk Management internal service fund which reports the costs and benefits of a mutual risk management, loss prevention, and self-insurance program for property, liability, and workers' compensation losses. The self-insurance program covers the operations of the Board and the constitutional officers with the exception of the Sheriff, which elects to assume responsibility for general liability, automobile, and workers' compensation losses related to its operations.

The Risk Management fund covers claims on losses up to the following limits:

<u>Amount Per Occurrence</u>	<u>Type of Coverage</u>
\$1,000,000	Public Liability, including Terrorism
500,000	Property
500,000	Cyber Liability
2% of unit value	Named Windstorm
250,000	Environmental and Storage Tank Liability
50,000	Money and Securities Theft
50,000	Employee Fidelity
50,000	Boiler and Machinery Breakdown
25,000	Sabotage and Terrorism
250,000	Vehicle and Mobile Equipment
Self-Insured	Workers' Compensation

The Board has excess insurance coverage in place for instances where losses exceed the above-stated limits. There have been no claim settlements in excess of insurance coverage during the three fiscal years ended September 30, 2016. Coverage limits for flood and earthquake damages, damages from named windstorms, and damages from other wind or hail events, are set at \$50 million, \$100 million, and \$500 million, respectively.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

G. RISK MANAGEMENT AND INSURANCE COVERAGE, Continued

The claims liability reported in the Risk Management fund at September 30, 2016 and 2015 is based on an actuarial review of claims pending and past experience. The liability is recorded on a present value basis, excluding nonincremental claims adjustment expenses and using a discount factor of 3.5%. The undiscounted liability as of September 30, 2016 was \$45,902,931. Changes in the fund's claims liability amount during Fiscal Years 2016 and 2015 were:

	Year ended September 30	
	<u>2016</u>	<u>2015</u>
Liability beginning balance	\$ 37,910,662	\$ 37,350,275
Claims and changes in estimates	10,475,586	9,049,113
Claim payments	<u>(9,876,709)</u>	<u>(8,488,726)</u>
Liability ending balance	<u>\$ 38,509,539</u>	<u>\$ 37,910,662</u>

Self-Insurance – Employee Medical Benefits:

Effective January 1, 2007, the Board converted from a fully-insured to a self-insured plan for employee medical benefits. The plan covers all regular employees and certain retirees and former employees of the Board and their eligible dependents. Pursuant to interlocal agreements, all of the constitutional officers except for the Sheriff, as well as four other small local governmental agencies, are participating in the Board's plan. In accordance with GASB Statement No. 10, the plan is accounted for through the Board's Employee Benefits internal service fund.

The self-insurance plan covers claims up to \$800,000 per individual per year. The Board has purchased an insurance policy to cover claims in excess of this amount, up to an additional \$2 million per individual per year. In accordance with the Affordable Care Act, the lifetime maximum for a covered individual is unlimited.

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**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

G. RISK MANAGEMENT AND INSURANCE COVERAGE, Continued

The claims liability reported in the Employee Benefits internal service fund is the actuarially determined undiscounted amount. The change in the fund's claims liability amount during Fiscal Years 2016 and 2015 was:

	Year ended September 30	
	<u>2016</u>	<u>2015</u>
Liability beginning balance	\$ 6,903,769	\$ 7,873,933
Claims incurred	83,024,023	79,549,564
Claim payments	<u>(83,606,384)</u>	<u>(80,519,728)</u>
Liability ending balance	<u>\$ 6,321,408</u>	<u>\$ 6,903,769</u>

H. RETIREMENT PLANS

Florida Retirement System:

General Information - All of the Board's employees participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan ("Investment Plan") alternative to the FRS Pension Plan, which is administered by the State Board of Administration ("SBA"). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida State Legislature.

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000, or from the Web site:

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

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

Pension Plan

Plan Description – The Pension Plan is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (“DROP”) for eligible employees.

Benefits Provided - Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Special Risk Administrative Support class members who retire at or after age 55 with at least six years of credited service or 25 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Special Risk class members (sworn law enforcement officers, firefighters, and correctional officers) who retire at or after age 55 with at least six years of credited service, or with 25 years of service regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 3.0% of their final average compensation based on the five highest years of salary for each year of credited service. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five highest years of salary for each year of credited service. Elected Officers’ class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary for each year of credited service.

For Plan members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of credited service for all these members and increasing normal retirement to age 65 or 33 years of service regardless of age for Regular, Senior Management Service, and Elected Officers’ class members, and to age 60 or 30 years of service regardless of age for Special Risk and Special Risk Administrative Support class members. Also, the final average compensation for all these members will be based on the eight highest years of salary.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the Pension Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is three percent per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of three percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by three percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

In addition to the above benefits, the DROP program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

Contributions – Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute three percent of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2015 through June 30, 2016 and from July 1, 2016 through September 30, 2016, respectively, were as follows: Regular--7.26% and 7.52%; Special Risk Administrative Support--32.95% and 28.06%; Special Risk--22.04% and 22.57%; Senior Management Service--21.43% and 21.77%; Elected Officers'--42.27% and 42.47%; and DROP participants--12.88% and 12.99%. These employer contribution rates include a 1.66% HIS Plan subsidy for the period covering October 1, 2015 through September 30, 2016.

The Board's contributions to the Pension Plan totaled \$37,109,365 for the fiscal year ended September 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – The Board's governmental funds, which utilize the current resources measurement basis of accounting, generally recognize pension expense as amounts are paid. Pension liabilities are recognized at the fund level only to the extent expected to be liquidated with expendable available financial resources. Amounts associated with long-term pension liabilities and related deferred outflows of resources and deferred inflows of resources are reported on the government-wide financial statements of the County, rather than the financial statements of the Board.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

The Board's enterprise and internal service funds recognize pension liabilities, pension expense and deferred outflows of resources and deferred inflows of resources related to pensions on the accrual basis of accounting. At September 30, 2016, the Board's enterprise and internal service funds reported a liability of \$39,478,913 for their proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. The Board's proportionate share of the net pension liability was based on the Board's 2015-16 fiscal year contributions relative to the 2014-15 fiscal year contributions of all participating members. At June 30, 2016, the Board's proportionate share for all funds was 1.42%, which was an increase of 0.07% percent from its proportionate share measured as of June 30, 2015. Approximately 11.0% of the Board's proportionate share of the net pension liability was allocated to the enterprise and internal service funds of the Board based on their proportionate share of the Board's pension plan contributions.

For the fiscal year ended September 30, 2016, the Board's enterprise and internal service funds recognized pension expense of \$5,716,364. In addition, these activities reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,022,810	\$ 367,576
Change of assumptions	2,388,357	-
Net difference between projected and actual earnings on Pension Plan investments	10,204,818	-
Changes in proportion and differences between Pension Plan contributions and proportionate share of contributions	926,371	700,079
Pension Plan contributions subsequent to the measurement date	<u>1,153,585</u>	<u>-</u>
Total	<u>\$ 17,695,941</u>	<u>\$ 1,067,655</u>

The Pension Plan's deferred outflows of resources related to the Board's enterprise and internal service funds contributions to the Plan subsequent to the measurement date, totaling \$1,153,585, will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense of the enterprise and internal service funds as follows:

Fiscal Year Ending September 30:	Amount
2017	\$ 2,062,494
2018	2,062,494
2019	6,040,966
2020	4,262,813
2021	780,810
Thereafter	265,124

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

Actuarial Assumptions – The total pension liability in the July 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Investment rate of return	7.60%, net of pension plan investment expense, including inflation

Mortality rates were based on the Generational RP-2000 with Projection Scale BB tables.

The actuarial assumptions used in the July 1, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

The long-term expected rate of return on Pension Plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. 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. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Arithmetic Return</u>	<u>(Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.0%	3.0%	3.0%	1.7%
Fixed income	18.0%	4.7%	4.6%	4.6%
Global equity	53.0%	8.1%	6.8%	17.2%
Real estate (property)	10.0%	6.4%	5.8%	12.0%
Private equity	6.0%	11.5%	7.8%	30.0%
Strategic investments	12.0%	6.1%	5.6%	11.1%
Total	<u>100.0%</u>			
Assumed Inflation - Mean		2.6%		1.9%

(1) As outlined in the Pension Plan's investment policy

Discount Rate - The discount rate used to measure the total pension liability was 7.60%, which is a decrease from 7.65% used to determine the total pension liability in the prior year. The Pension 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 calculation of the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the Board's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following represents the Board's enterprise and internal services funds proportionate share of the net pension liability calculated using the discount rate of 7.60%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.60%) or one percentage point higher (8.60%) than the current rate:

	<u>1% Decrease (6.60%)</u>	<u>Current Discount Rate (7.60%)</u>	<u>1% Increase (8.60%)</u>
Enterprise and internal service funds proportionate share of the Net Pension Plan liability	\$ 72,683,351	\$ 39,478,913	\$ 11,840,603

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

Pension Plan Fiduciary Net Position - Detailed information regarding the Pension Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report.

Payables to the Pension Plan - At September 30, 2016, the Board's enterprise and internal service funds reported de minimis amounts payable for outstanding contributions to the Pension Plan required for the fiscal year ended September 30, 2016.

HIS Plan

Plan Description – The HIS Plan is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided – For the fiscal year ended September 30, 2016, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month. To be eligible to receive these benefits, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Contributions – The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2016, the HIS rate was 1.66%. The Board contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

The Board's contributions to the HIS Plan totaled \$5,950,245 for the fiscal year ended September 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – The basis of accounting and financial reporting of the Board's HIS Plan is identical to that of the Board's Pension Plan. At September 30, 2016, the Board's enterprise and internal service funds reported a liability of \$23,961,901 for their proportionate share of the Board's HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. The Board's proportionate share of the net pension liability was based on the Board's 2015-16 fiscal year contributions relative to the 2014-15 fiscal year contributions of all participating members. At June 30, 2016, the Board's proportionate share for all funds was 1.12%, which was an increase of 0.01% percent from its proportionate share measured as of June 30, 2015. Approximately 18.4% of the Board's proportionate share of the net pension liability was allocated to the enterprise and internal service funds of the Board based on their proportionate share of the Board's HIS Plan contributions

For the fiscal year ended September 30, 2016, the Board's enterprise and internal service funds recognized pension expense of \$2,024,914. In addition, these activities reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 54,577
Change of assumptions	3,760,231	-
Net difference between projected and actual earnings on HIS Plan investments	12,116	-
Changes in proportion and differences between HIS Plan contributions and proportionate share of contributions	369,380	-
HIS Plan contributions subsequent to the measurement date	282,690	-
Total	<u>\$ 4,424,417</u>	<u>\$ 54,577</u>

The deferred outflows of resources related to the HIS Plan resulting from the Board's enterprise and internal service funds contributions to the HIS Plan subsequent to the measurement date, totaling \$282,690, will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2017. Other amounts reported as deferred outflows of resources related to the HIS Plan will be recognized as pension expense in the enterprise and internal service funds as follows:

Fiscal Year Ending <u>September 30:</u>	<u>Amount</u>
2017	\$ 740,134
2018	740,134
2019	737,827
2020	736,719
2021	618,511
Thereafter	513,825

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**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

Actuarial Assumptions – The total pension liability in the July 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Municipal bond rate	2.85%

Mortality rates were based on the Generational RP-2000 with Projection Scale BB tables.

The actuarial assumptions used in the July 1, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

Discount Rate - The discount rate used to measure the total pension liability was 2.85%, which is a decrease from 3.80% used to determine the total pension liability in the prior year. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Sensitivity of the Board's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following represents the Board's enterprise and internal service funds proportionate share of the net pension liability calculated using the discount rate of 2.85%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (1.85%) or one percentage point higher (3.85%) than the current rate:

	<u>1% Decrease (1.85%)</u>	<u>Current Discount Rate (2.85%)</u>	<u>1% Increase (3.85%)</u>
Enterprise and internal service funds proportionate share of the HIS Plan liability	\$ 27,489,744	\$ 23,961,901	\$ 21,033,984

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

HIS Plan Fiduciary Net Position - Detailed information regarding the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report.

Payables to the HIS Plan - At September 30, 2016, the Board's enterprise and internal service funds reported de minimis amounts payable for outstanding contributions to the HIS Plan required for the fiscal year ended September 30, 2016.

The aggregate amount of net pension liabilities, related deferred outflows of resources and deferred inflows of resources and pension expense for the Board's enterprise and internal service funds defined benefit pension plans are summarized below:

	<u>Pension Plan</u>	<u>HIS Plan</u>	<u>Total</u>
Net pension liabilities	\$ 39,478,913	\$ 23,961,901	\$ 63,440,814
Deferred outflows of resources related to defined benefit plans	17,695,941	4,424,417	22,120,358
Deferred inflows of resources related to defined benefit plans	1,067,655	54,577	1,122,232
Pension expense	5,716,364	2,024,914	7,741,278

Investment Plan

The SBA administers the defined contribution plan officially titled the FRS Investment Plan. The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. Board employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee

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**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the Pension Plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution and by forfeited benefits of plan members. The employer contribution for the periods from October 1, 2015 through June 30, 2016 and July 1, 2016 through September 30, 2016 were 0.04% and 0.06% of payroll, respectively. Allocations to the investment member's accounts during the 2015-16 fiscal year, as established by Section 121.72, Florida Statutes, are based on a percentage of gross compensation, by class, as follows: Regular class--6.30%, Special Risk Administrative Support class--7.95%, Special Risk class--14.00%, Senior Management Service class--7.67% and County Elected Officers class--11.34%.

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the Pension Plan is transferred to the Investment Plan, the member must have the years of service required for Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five-year period, the employee will regain control over their account. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended September 30, 2016, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the Board.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The Board's Investment Plan pension expense totaled \$5,888,452 for the fiscal year ended September 30, 2016.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

H. RETIREMENT PLANS, Continued

Orange County Housing Finance Authority Defined Benefit Pension Plans:

The Orange County Housing Finance Authority (Authority), a discretely presented component unit of the Board, participates in the cost-sharing, multiple employer defined benefit pension plans administered by the Florida Retirement System (FRS). Further information on the effect of participation in the FRS plans is included in the Authority's Annual Financial Report and can be obtained from the Authority's administrative office whose address is indicated on page 20 of this report.

Orange County Library District Defined Benefit Pension Plan:

The Orange County Library District (District), a discretely presented component unit of the Board, administers a single employer defined benefit pension plan (Plan). A complete description of the Plan is included in the District's Comprehensive Annual Financial Report and can be obtained from the District's administrative office whose address is indicated on page 20 of this report.

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Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

I. LONG-TERM LIABILITIES

A summary of the changes in long-term liabilities (current and noncurrent portions) of the Board for the year ended September 30, 2016 is as follows:

	Balance 10/1/15	Additions	Reductions	Balance 9/30/16	Due Within One Year
Governmental activities:					
Revenue bonds payable	\$ 293,136,564	\$ 30,110,000	\$ (48,149,513)	\$ 275,097,051	\$ 19,475,051
Less unamortized costs:					
Bond premium (discount)	23,527,390	-	(4,027,737)	19,499,653	-
Total revenue bonds payable, net of unamortized costs	316,663,954	30,110,000	(52,177,250)	294,596,704	19,475,051
Accreted interest payable	13,675,353	-	(1,640,659)	12,034,694	-
Notes payable	10,715,000	-	(1,225,000)	9,490,000	1,255,000
Liability, health and workers' compensation claims payable	44,814,431	99,371,525	(99,355,009)	44,830,947	14,435,544
Capital leases	145,314	66,242	(72,718)	138,838	79,489
Compensated absences payable	36,540,366	28,883,568	(31,488,598)	33,935,336	31,214,853
Landfill closure costs payable	2,658,762	23,929	-	2,682,691	89,423
Net pension liability	2,519,119	1,350,204	-	3,869,323	43,200
Governmental activity long-term liabilities	<u>\$ 427,732,299</u>	<u>\$ 159,805,468</u>	<u>\$ (185,959,234)</u>	<u>\$ 401,578,533</u>	<u>\$ 66,592,560</u>
Business-type activities:					
Revenue bonds payable	\$ 701,740,000	\$ 152,060,000	\$ (101,270,000)	\$ 752,530,000	\$ 37,580,000
Less unamortized costs:					
Bond premium (discount)	39,158,909	15,099,451	(6,544,572)	47,713,788	-
Total revenue bonds payable, net of unamortized costs	740,898,909	167,159,451	(107,814,572)	800,243,788	37,580,000
Landfill closure costs payable	40,781,172	12,115,006	(17,258,055)	35,638,123	1,963,594
Compensated absences payable	8,748,235	5,648,915	(6,146,331)	8,250,819	5,872,270
Loans payable	44,100,816	16,660,947	(3,654,620)	57,107,143	2,361,337
Net pension liability	38,628,561	20,942,930	-	59,571,491	647,614
Business-type activities long-term liabilities	<u>\$ 873,157,693</u>	<u>\$ 222,527,249</u>	<u>\$ (134,873,578)</u>	<u>\$ 960,811,364</u>	<u>\$ 48,424,815</u>

Amounts associated with long-term liabilities of governmental activities are reported on the government-wide statement of net position of the County rather than on the financial statements of the Board except for those presented in the internal service fund statements included in this report.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE

Summary of Bonded Indebtedness:

The following is a summary of bonded indebtedness of the primary government as of September 30, 2016:

	<u>Amount Outstanding</u>
<u>Governmental Activities:</u>	
Taxable Sales Tax Revenue Refunding Bonds, Series 2012A	\$ 7,500,000
Sales Tax Revenue Refunding Bonds, Series 2012B	96,425,000
Sales Tax Revenue Refunding Bonds, Series 2012C	87,385,000
Sales Tax Revenue Bond, Series 2015	5,465,000
Sales Tax Revenue Refunding Bond, Series 2015A	30,110,000
Capital Improvement Refunding Revenue Bonds, Series 2009	16,935,000
Public Facilities Revenue Bonds, Series 1994A (excludes \$12,034,694 accreted interest on capital appreciation bonds)	3,832,051
Public Service Tax Refunding Revenue Bonds, Series 2013	<u>27,445,000</u>
Total Governmental Activities Revenue Bonds	<u><u>\$ 275,097,051</u></u>

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Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

	<u>Amount Outstanding</u>
<u>Business-type Activities:</u>	
Tourist Development Tax Refunding Revenue Bonds, Series 2007	\$ 133,700,000
Tourist Development Tax Refunding Revenue Bonds, Series 2007A	126,970,000
Tourist Development Tax Refunding Revenue Bonds, Series 2009	28,465,000
Tourist Development Tax Refunding Revenue Bonds, Series 2010	144,395,000
Tourist Development Tax Refunding Revenue Bond, Series 2013	12,745,000
Tourist Development Tax Refunding Revenue Bonds, Series 2015	154,195,000
Tourist Development Tax Refunding Revenue Bonds, Series 2016	63,025,000
Water and Wastewater Utility Revenue Bonds, Series 2016	<u>89,035,000</u>
Total Business-type Activities Revenue Bonds	<u><u>\$ 752,530,000</u></u>

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Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

Principal and Interest Requirements to Maturity:

The following represents the debt service requirements to maturity for primary government bonded indebtedness as of September 30, 2016 (in thousands):

<u>Year Ending September 30</u>	<u>Governmental Activities</u>			<u>Business-type Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016*	\$ 8,030	\$ 4,364	\$ 12,394	\$ 37,580	\$ 15,838	\$ 53,418
2017	18,134	14,992	33,126	39,020	32,577	71,597
2018	18,763	14,352	33,115	44,050	30,816	74,866
2019	21,995	13,597	35,592	46,060	28,806	74,866
2020	20,480	9,165	29,645	48,230	26,635	74,865
2021-2025	91,450	31,947	123,397	247,800	94,940	342,740
2026-2030	64,765	15,200	79,965	182,715	45,368	228,083
2031-2035	31,480	1,351	32,831	101,085	8,042	109,127
2036	-	-	-	5,990	180	6,170
Totals	<u>\$ 275,097</u>	<u>\$ 104,968</u>	<u>\$ 380,065</u>	<u>\$ 752,530</u>	<u>\$ 283,202</u>	<u>\$ 1,035,732</u>

*Requirements shown for year ending September 30, 2016 relate to payments due on October 1, 2016.

On December 10, 2015, the Board issued a \$30,110,000 Sales Tax Revenue Refunding Bond, Series 2015A, to refund on a current basis all of the \$31,945,000 of outstanding Sales Tax Revenue Refunding Bonds, Series 2006, and to pay expenses of issuance of the Series 2015A Bond. The current refunding transaction resulted in a cash flow savings of \$4,363,632 over the life of the refunded maturities and a net present value debt service savings of \$3,825,320, discounted at 2.13%. The refunded Series 2006 Bonds were called on January 1, 2016.

On May 26, 2016, the Board issued Water and Wastewater Utility Revenue Bonds, Series 2016 in the amount of \$89,035,000 to finance certain costs relating to the acquisition, construction, and equipping of various capital improvements to the System, fund a deposit to the Reserve Account equal to the reserve account requirement, and to pay expenses of issuance of the Series 2016 Bonds.

On July 14, 2016, the Board issued \$63,025,000 of Tourist Development Tax Refunding Revenue Bonds, Series 2016 to refund on a current basis all of the \$72,635,000 of outstanding Tourist Development Tax Refunding Revenue Bonds, Series 2006 maturing on or after October 1, 2016. The current refunding transaction resulted in a cash flow savings of \$22,926,707 over the life of the refunded maturities and a net present

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

value debt service savings of \$17,391,145 discounted at 2.328%. The refunded Series 2006 Bonds were called on October 1, 2016.

Summary of Defeased Debt Outstanding:

The amount of primary government defeased debt still outstanding and not reported on the statements of net position as of September 30, 2016 is as follows:

	Year Defeased	Original Amount Defeased	Defeased Amount Outstanding
Sales Tax Revenue Bonds, Series 1989	1993	\$ 14,170,000	\$ 14,170,000
Tourist Development Tax Revenue Bonds, Series 1990	2000	17,045,000	4,210,000
Tourist Development Tax Revenue Bonds, Series 2006	2016	<u>72,635,000</u>	<u>72,635,000</u>
Totals		<u>\$ 103,850,000</u>	<u>\$ 91,015,000</u>

Summary of Bond Resolutions:

The following is a summary of primary government bond resolutions pertaining to debt reflected in the September 30, 2016 financial statements. Bond covenants of enterprise fund issues require supplemental disclosures in addition to those mentioned below. The supplemental disclosures are found in the separate annual financial reports of each enterprise fund. Also, other required secondary market disclosures for all bonds outstanding are found in the separate Orange County, Florida Bond Disclosure Supplement for the year ended September 30, 2016.

\$16,805,000 Taxable Sales Tax Revenue Refunding Bonds, Series 2012A

Type: Governmental Activities Revenue Bonds

Dated: April 2012

Final maturity: Year 2018

Principal payment date: January 1

Interest payment dates: January 1 and July 1

Interest rate: 5.00%

Reserve requirement: None, so long as annual pledged revenues exceed three times the maximum annual debt service for all outstanding Sales Tax bonds.

Revenue pledged: All of the Half-cent State Sales Tax accruing to Orange County. The total principal and interest remaining to be paid on this series is \$7,759,500. For the

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

fiscal year, principal and interest paid on this series was \$5,069,500 and total pledged revenue was \$166,337,860.

Purpose: Together with certain funds provided by the Board, current refunding of all outstanding Sales Tax Revenue Refunding Bonds, Series 1999, in the total principal amount of \$27,725,000.

Call provisions: Series 2012A bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$97,295,000 Sales Tax Revenue Refunding Bonds, Series 2012B

Type: Governmental Activities Revenue Bonds

Dated: April 2012

Final maturity: Year 2032

Principal payment date: January 1

Interest payment dates: January 1 and July 1

Interest rates: 4.00% to 5.00%

Reserve requirement: None, so long as annual pledged revenues exceed three times the maximum annual debt service for all outstanding Sales Tax bonds.

Revenue pledged: All of the Half-cent State Sales Tax accruing to Orange County. The total principal and interest remaining to be paid on this series is \$154,438,500. For the fiscal year, no principal was due and interest paid on this series was \$4,660,000 and total pledged revenue was \$166,337,860.

Purpose: Together with certain funds provided by the Board, advance refunding of all outstanding Sales Tax Revenue Bonds, Series 2002B, in the total principal amount of \$104,495,000.

Call provisions: Bonds maturing on or after January 1, 2025 are subject to redemption prior to their maturity, at the option of the Board in whole or in part by lot on any date on or after January 1, 2022, with no premium.

\$96,195,000 Sales Tax Revenue Refunding Bonds, Series 2012C

Type: Governmental Activities Revenue Bonds

Dated: October 2012

Final maturity: Year 2024

Principal payment date: January 1

Interest payment dates: January 1 and July 1

Interest rates: 3.00% to 5.00%

Reserve requirement: None, so long as annual pledged revenues exceed three times the maximum annual debt service for all outstanding Sales Tax bonds.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

Revenue pledged: All of the Half-cent State Sales Tax accruing to Orange County. The total principal and interest remaining to be paid on this series is \$107,685,825. For the fiscal year, principal and interest paid on this series was \$7,609,625 and total pledged revenue was \$166,337,860.

Purpose: Together with certain funds provided by the Board, current refunding of all outstanding Sales Tax Revenue Refunding Bonds, Series 2002A, in the total principal amount of \$120,065,000.

Call provisions: Series 2012C bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$5,465,000 Sales Tax Revenue Bond, Series 2015

Type: Governmental Activities Revenue Bond (not publicly placed)

Dated: September 2015

Final maturity: Year 2021

Principal payment date: January 1

Interest payment dates: January 1 and July 1

Interest rate: 1.47%

Reserve requirement: None, so long as annual pledged revenues exceed three times the maximum annual debt service for all outstanding Sales Tax bonds.

Revenue pledged: All of the Half-cent State Sales Tax accruing to Orange County. The total principal and interest remaining to be paid on this series is \$5,668,265. For the fiscal year, principal and interest paid on this series was \$66,723 and total pledged revenue was \$166,337,860.

Purpose: Finance the acquisition of various fire rescue equipment and vehicles.

Call provisions: The Series 2015 bond is not subject to redemption prior to its stated date of maturity.

\$30,110,000 Sales Tax Revenue Refunding Bond, Series 2015A

Type: Governmental Activities Revenue Bond (not publicly placed)

Dated: December 2015

Final Maturity: Year 2028

Principal payment date: January 1

Interest payment dates: January 1 and July 1

Interest rate: 2.13%

Reserve requirement: None, so long as annual pledged revenues exceed three times the maximum annual debt service for all outstanding Sales Tax bonds.

Revenue pledged: All of the Half-cent State Sales Tax accruing to Orange County. The total principal and interest remaining to be paid on this series is \$34,123,027. For the

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

fiscal year, principal and interest paid on this series was \$358,083 and total pledged revenue was \$166,337,860.

Purpose: Together with certain funds provided by the Board, current refunding of all outstanding Sales Tax Revenue Refunding Bonds, Series 2006, in the total principal amount of \$31,945,000.

Call provisions: Series 2015A bond is not subject to redemption prior to its stated date of maturity.

\$25,480,000 Capital Improvement Refunding Revenue Bonds, Series 2009

Type: Governmental Activities Revenue Bonds

Dated: May 2009

Final maturity: Year 2022

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rates: 4.00% to 5.25%

Reserve requirement: None

Revenue pledged: County receipts from the State Revenue Sharing Trust Fund provided by Chapter 218, Florida Statutes in an amount equal to fifty percent (50%) of the revenue received from this source in the immediately preceding fiscal year. The total principal and interest remaining to be paid on this series is \$19,852,281. For the fiscal year, principal and interest paid on this series was \$3,098,038 and total pledged revenue was \$18,961,191.

Purpose: Together with certain funds provided by the Board, current refunding of all outstanding Capital Improvement Refunding Revenue Bonds, Series 1998 in the total principal amount of \$27,715,000.

Call provisions: Series 2009 bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$33,843,803 Public Facilities Revenue Bonds, Series 1994A

Type: Governmental Activities Revenue Bonds

Dated: June 1994

Final maturity: Year 2019

Principal payment date: October 1

Interest payment dates: October 1 – only capital appreciation bonds remain outstanding.

Interest rates: 6.40% to 6.50% yield

Reserve requirement: The lesser of (1) 125% of the average annual debt service, (2) the maximum annual debt service, or (3) 10% of the initial total principal of the bonds, \$4,355,000.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

Revenue pledged: All of certain non-ad valorem revenues of the Board. Among these are state sources of license revenues, local license and permit fees, local charges for service, and miscellaneous local revenue. The total principal and interest remaining to be paid on this series is \$17,420,000. For the fiscal year, principal and interest paid on this series was \$4,355,000 and total pledged revenue was \$46,838,942.

Purpose: To finance costs of construction and improvements to various County facilities and to redeem \$20,818,000 of commercial paper used for correctional facilities and telecommunication systems.

Call provisions: Series 1994A bonds that remain outstanding are not subject to redemption prior to their stated dates of maturity.

\$37,895,000 Public Service Tax Refunding Revenue Bonds, Series 2013

Type: Governmental Activities Revenue Bonds

Dated: July 2013

Final Maturity: Year 2025

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rate: 5.00%

Reserve requirement: None

Revenue pledged: All of the Public Service tax levied by the Board. The total principal and interest remaining to be paid on this series is \$33,117,625. For the fiscal year, principal and interest paid on this series was \$6,380,450 and total pledged revenue was \$73,186,128.

Purpose: Current refunding of outstanding Public Service Tax Refunding and Improvement Revenue Bonds, Series 2003.

Call provisions: Series 2013 bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$139,635,000 Tourist Development Tax Refunding Revenue Bonds, Series 2007

Type: Business-type Activities Revenue Bonds

Dated: June 2007

Final maturity: Year 2030

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rates: 4.00% to 4.75%

Reserve requirement: The maximum annual debt service requirement for all outstanding series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the Board, Convention Center net operating revenues, and investment earnings. The total

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

principal and interest remaining to be paid on this series is \$203,269,173. For the fiscal year, principal and interest paid on this series was \$7,829,842 and total pledged revenue was \$196,983,397.

Purpose: Advance refunding of all outstanding Tourist Development Tax Revenue Bonds, Series 2002 maturing or subject to mandatory call on or after October 1, 2013 in the total principal amount of \$136,380,000.

Call provisions: Series 2007 bonds maturing on or after October 1, 2018 are subject to redemption prior to their maturity, at the option of the Board, in whole or in part by lot on any date on or after October 1, 2017, with no premium.

\$167,800,000 Tourist Development Tax Refunding Revenue Bonds, Series 2007A

Type: Business-type Activities Revenue Bonds

Dated: July 2007

Final maturity: Year 2021

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rate: 5.00%

Reserve requirement: The maximum annual debt service requirement for all outstanding series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the Board, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$148,877,500. For the fiscal year, principal and interest paid on this series was \$14,845,750 and total pledged revenue was \$196,983,397.

Purpose: Current refunding of all outstanding Tourist Development Tax Refunding Revenue Bonds, Series 1997, in the total principal amount of \$176,345,000.

Call provisions: Series 2007A bonds maturing on or after October 1, 2018 are subject to redemption prior to their maturity, at the option of the Board, in whole or in part by lot on any date on or after October 1, 2017, with no premium.

\$83,405,000 Tourist Development Tax Refunding Revenue Bonds, Series 2009

Type: Business-type Activities Revenue Bonds

Dated: September 2009

Final maturity: Year 2018

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rates: 4.00% to 5.00%

Reserve requirement: The maximum annual debt service requirement for all outstanding series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the Board, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$29,943,125. For the fiscal year, principal and interest paid on this series was \$17,232,875 and total pledged revenue was \$196,983,397.

Purpose: Current refunding \$43,630,000 of the outstanding Tourist Development Tax Refunding Revenue Bonds, Series 1998A and \$45,300,000 of the outstanding Tourist Development Tax Revenue Bonds, Series 1998B.

Call provisions: Series 2009 bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$144,395,000 Tourist Development Tax Refunding Revenue Bonds, Series 2010

Type: Business-type Activities Revenue Bonds

Dated: September 2010

Final maturity: Year 2024

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rate: 5.00%

Reserve requirement: The maximum annual debt service requirement for all outstanding series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the Board, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$195,651,625. For the fiscal year, no principal was due and interest paid on this series was \$7,219,750 and total pledged revenue was \$196,983,397.

Purpose: Current refunding \$115,590,000 of the outstanding Tourist Development Tax Refunding Revenue Bonds, Series 1998A and \$46,775,000 of the outstanding Tourist Development Tax Revenue Bonds, Series 1998B.

Call provisions: Series 2010 bonds are not subject to optional or mandatory redemption prior to their stated dates of maturity.

\$16,015,000 Tourist Development Tax Refunding Revenue Bond, Series 2013

Type: Business-type Activities Revenue Bond (not publicly placed)

Dated: July 2013

Final maturity: Year 2019

Principal payment date: October 1

Interest payment dates: April 1 and October 1

Interest rate: 1.537%

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

Reserve requirement: The maximum annual debt service requirement for all outstanding series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the Board, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$13,140,585. For the fiscal year, principal and interest paid on this series was \$3,289,484 and total pledged revenue was \$196,983,397.

Purpose: Current refunding of all outstanding Tourist Development Tax Refunding Revenue Bonds, Series 2003A in the total principal amount of \$16,280,000.

Call provisions: The Series 2013 bond is not subject to optional redemption prior to its stated date of maturity.

The Series 2013 bond is subject to mandatory sinking fund redemption on the dates and in the following principal amounts stated in the years specified:

<u>Date</u>	<u>Principal Amount</u>
October 1, 2016	\$ 3,110,000
October 1, 2017	3,165,000
October 1, 2018	3,210,000
October 1, 2019 (final maturity)	3,260,000

\$154,195,000 Tourist Development Tax Refunding Revenue Bonds, Series 2015

Type: Business-type Activities Revenue Bonds

Dated: July 2015

Final maturity: Year 2031

Principal payment dates: October 1

Interest payment dates: April 1 and October 1

Interest rate: 2.00% to 5.00%

Reserve requirement: The maximum annual debt service requirement for all outstanding Series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the Board, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$221,166,350. For the fiscal year, principal and interest paid on this series was \$5,378,560 and total pledged revenue was \$196,983,397.

Purpose: Current refunding of all outstanding Tourist Development Tax Refunding Revenue Bonds, Series 2005 in the total principal amount of \$185,950,000.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

Call provisions: Series 2015 bonds maturing on or after October 1, 2026 are subject to redemption prior to their maturity, at the option of the Board, in whole or in part by lot on any date after October 1, 2025 with no premium.

\$63,025,000 Tourist Development Tax Refunding Revenue Bonds, Series 2016

Type: Business-type Activities Revenue Bonds

Dated: July 2016

Final maturity: Year 2032

Principal payment dates: October 1

Interest payment dates: April 1 and October 1

Interest rates: 4.00% to 5.00%

Reserve requirement: The maximum annual debt service requirement for all outstanding Series of Tourist Development Tax Revenue Bonds taken as a whole, \$68,695,269.

Revenue pledged: All of the first five cents of the Tourist Development Tax levied by the Board, Convention Center net operating revenues, and investment earnings. The total principal and interest remaining to be paid on this series is \$102,514,092. For the fiscal year, no principal or interest was paid on this series and total pledged revenue was \$196,983,397.

Purpose: Current refunding of all outstanding Tourist Development Tax Refunding Revenue Bonds, Series 2006 in the total principal amount of \$72,635,000.

Call provisions: Series 2016 bonds maturing after October 1, 2026 are subject to redemption prior to their maturity, at the option of the Board, in whole or in part by lot on any date on or after October 1, 2026 with no premium.

\$89,035,000 Water and Wastewater Utility Revenue Bonds, Series 2016

Type: Business-type Activities Revenue Bonds

Dated: May 2016

Final maturity: Year 2036

Principal payment dates: October 1

Interest payment dates: April 1 and October 1

Interest rates: 2.00% to 5.00%

Reserve requirement: The maximum annual debt service requirement for the outstanding Series 2016 Bonds, \$6,173,644.

Revenue pledged: All of the Water Utilities System net revenues and investment earnings. The total principal and interest remaining to be paid on this series is \$121,169,060. For the fiscal year, no principal or interest was paid on this series and total pledged revenue was \$50,581,774.

Purpose: Finance the acquisition, construction, and equipping of various capital improvements to the System, and to fund a deposit to the Reserve Account.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

Call provisions: Series 2016 bonds maturing on or after October 1, 2025 are subject to redemption prior to their maturity, at the option of the Board, in whole or in part by lot on any date on or after October 1, 2024 with no premium.

Bonded Indebtedness - Discretely-Presented Component Units:

Orange County Housing Finance Authority:

Bonds and other obligations issued by the Authority are payable, both as to principal and interest, solely from the assets of the various housing programs which are pledged under the resolutions authorizing the particular issues. These issues do not constitute an obligation, either general or special, of the Board, the State of Florida or of any local government therein. Neither the faith, credit and revenues nor the taxing power of the Board, the State of Florida or any local government therein shall be pledged to the payment of the principal or interest on the obligations. During the year ended September 30, 2016, the Authority issued \$21,891,014 in housing bonds. The aggregate principal amount outstanding is \$398,683,986 at September 30, 2016.

Orange County Industrial Development Authority, Orange County Health Facilities Authority, and Orange County Educational Facilities Authority:

These Authorities serve to assist in the financing and refinancing of certain types of capital projects for third parties. Revenue bonds issued are payable solely from moneys and other assets pledged under the indentures of trust with the bond trustees and do not constitute debt of the Authorities. The Authorities serve only as "conduit" agents for their respective bond issues. The Board also has no financial obligation for bonds issued by the Authorities. Therefore, the bonds outstanding are not reported in the accompanying financial statements since neither the Authorities nor the Board has any commitment for their repayment.

The Industrial Development Authority assists with capital projects which will foster economic development. From inception through the end of Fiscal Year 2016, approximately \$958 million in revenue bonds have been issued by the Authority. During the year ended September 30, 2016, the Authority issued \$13 million in industrial development revenue bonds. The aggregate principal amount outstanding for the bonds issued after October 1, 1996, is approximately \$313 million at September 30, 2016.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

J. BONDS PAYABLE, Continued

The Health Facilities Authority assists with capital projects which serve to improve health-related facilities. At September 30, 2016, the total outstanding principal of revenue bonds issued by the Authority was approximately \$1.6 billion.

The Educational Facilities Authority assists with capital projects which serve to improve higher educational facilities. At September 30, 2016, the total outstanding principal of revenue bonds issued by the Authority was approximately \$21.7 million.

K. NOTES AND LOANS PAYABLE

Orange County Promissory Note – Series 2010:

On December 15, 2010, the Board entered into a loan agreement with Branch Banking and Trust Company for issuance of the Orange County Promissory Note, Series 2010 (Note), for the purpose of funding upgrades and improvements to the Board's public safety radio system. The total amount of the Note, which matures on October 1, 2022, was \$15,395,000 and the primary pledged revenue for the loan is the locally adopted traffic surcharge revenue authorized by Florida Statutes. As needed, legally available non-ad valorem funds are also pledged. Semi-annual interest payments at the rate of 2.57% began on October 1, 2011 and are due on April 1 and October 1. Annual principal payments began on October 1, 2011 and the principal balance outstanding was \$9,490,000 as of September 30, 2016. Note proceeds were accounted for in the Board's 2010 Promissory Note capital project fund and were fully expended during Fiscal Year 2013. The total principal and interest remaining to be paid on the Note is \$10,368,425. For the fiscal year, principal and interest paid was \$1,484,634 and total primary pledged revenue was \$1,200,829.

Future principal and interest payments (in thousands) required on the Note are as follows as of September 30, 2016:

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

K. NOTES AND LOANS PAYABLE, Continued

<u>September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016*	\$ 1,255	\$ 122	\$ 1,377
2017	1,285	212	1,497
2018	1,320	179	1,499
2019	1,355	145	1,500
2020	1,390	110	1,500
2021-2022	2,885	110	2,995
Totals	<u>\$ 9,490</u>	<u>\$ 878</u>	<u>\$ 10,368</u>

*Requirement shown for year ending September 30, 2016 relates to payment due on October 1, 2016.

State Revolving Fund Loans – Water Utilities System:

In June 2002, the Board began participation in the Clean Water State Revolving Fund Construction Loan Program with the State of Florida Department of Environmental Protection. Loan proceeds are being utilized by the Water Utilities System to finance various construction projects of the water and wastewater system. Pledged revenues are those pledged as security by the Board in its bond resolution, after payment of operation and maintenance expenses and satisfaction of the yearly payment obligation for outstanding System revenue bonds. The Board has covenanted to maintain rates and charges for System services which will be sufficient in each fiscal year, after payment of senior and parity obligations, to provide pledged revenues of at least 1.15 times the sum of all Loan Program payments due in the fiscal year. Following is a description of each of the loans outstanding as of September 30, 2016.

In June 2002, the initial loan for construction of a central wastewater collection system in the Holden Heights area was approved in the initial amount of \$8,457,900. This was reduced in Fiscal Year 2008 to \$6,241,215 to reflect the final project cost. The principal balance outstanding was \$3,169,520 as of September 30, 2016. Semiannual payments of \$193,774, including interest at 3.09%, are due on March 15 and September 15 of each year through March 15, 2026.

In August 2006, a loan was approved for a subsequent phase of the Holden Heights project, in the initial amount of \$8,339,312. This was reduced in Fiscal Year 2011 to \$6,540,920 to reflect the final project cost. The principal balance outstanding was \$4,476,788 as of September 30, 2016. Semiannual payments of \$204,412, including interest at 2.63%, are due on January 15 and July 15 of each year through July 15, 2029.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

K. NOTES AND LOANS PAYABLE, Continued

In March 2011, a loan was approved for the Lake Lawne Gravity Sewer Rehabilitation Project in the initial amount of \$1,756,255. This was reduced in Fiscal Year 2013 to \$1,734,755 to reflect the final project cost. The principal balance outstanding was \$1,397,181 as of September 30, 2016. Semiannual payments of \$54,765, including interest of 2.53%, are due on February 15 and August 15 of each year through February 15, 2032.

In January 2012, a loan was approved for the West Southwood Gravity Sewer and Water System Project in the initial amount of \$2,655,957. This was reduced in Fiscal Year 2013 to \$2,068,169 to reflect the final project cost. The principal balance outstanding was \$1,688,840 as of September 30, 2016. Semiannual payments of \$63,771, including interest of 2.38%, are due March 15 and September 15 of each year through September 15, 2032.

In January 2012, a loan was approved for the Huggins Street Pump Station Project in the initial amount of \$3,981,328. This was increased in Fiscal Year 2014 to \$6,545,876 due to additional approved rehabilitation. The principal balance outstanding was \$5,604,721 as of September 30, 2016. For this loan, semiannual payments of \$210,343, including interest of 2.38%, will be due on March 15 and September 15 of each year through March 15, 2033.

In January 2012, a loan was approved for the South and Eastern Area Reclaimed Water Main Project in the initial amount of \$5,064,998. This was reduced in Fiscal Year 2012 to \$3,405,560 to reflect the final project cost. The principal balance outstanding was \$1,364,692 as of September 30, 2016. Semiannual payments of \$107,500, including interest of 2.38%, are due on March 15 and September 15 of each year through September 15, 2033.

In January 2012, a loan was approved for the East Southwood Gravity Sewer and Water System Project in the initial amount of \$4,360,690. This was reduced in Fiscal Year 2015 to \$2,946,957 to reflect the final project cost. The principal balance outstanding was \$2,455,939 as of September 30, 2016. Semiannual payments of \$88,252, including interest of 2.38%, are due on March 15 and September 15 of each year through September 15, 2033.

In December 2012, a loan was approved for the South and Eastern Area Water Main Project in the initial amount of \$10,807,569. The principal balance outstanding was \$8,296,688 as of September 30, 2016. Semiannual payments of \$328,839, including interest of 1.99%, will be due on March 15 and September 15 of each year, for a 20-year period that began September 2016.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

K. NOTES AND LOANS PAYABLE, Continued

In December 2012, a loan was approved for the Hidden Springs Water Facility Improvements Project in the initial amount of \$4,196,246. The principal balance outstanding was \$3,438,277 as of September 30, 2016. Semiannual payments of \$127,678, including interest of 1.99%, are due on January 15 and July 15 of each year, through July 15, 2034.

In September 2013, a loan was approved for the I-Drive Forcemain and Reclaimed Water Main Improvements Project in the initial amount of \$7,571,449. The principal balance outstanding was \$6,228,790 as of September 30, 2016. Semiannual payments of \$228,846, including interest of 0.96%, are due on April 15 and October 15 of each year, for a 20-year period that began April 2016.

In May 2014, a loan was approved for the Eastern Water Reclamation Facility Phase V Improvements Project in the initial amount of \$30,139,180. This was increased in Fiscal Year 2015 to \$61,985,280 and in Fiscal Year 2016 to \$73,003,611 to reflect the additional approved construction costs of the project. The first draw on this loan was received in June 2015 and the principal balance outstanding was \$18,985,707 as of September 30, 2016. For this loan, semiannual payments of \$2,232,470, including interest of 2.26%, on the original amount and 1.91% on the first additional amount and 1.82% on the second additional amount, are due on February 15 and August 15 of each year, for a 20-year period beginning February 2019.

The total principal and interest remaining to be paid on these loans was \$64,865,000 as of September 30, 2016. For the fiscal year, principal and interest paid was \$2,658,673 and total available pledged revenue was \$49,572,783. Future principal and interest payments (in thousands) required on the State Revolving Loans are as follows as of September 30, 2016:

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 2,361	\$ 855	\$ 3,216
2018	2,539	800	3,339
2019	6,927	1,115	8,042
2020	6,873	974	7,847
2021	6,822	828	7,650
2022-2026	19,153	2,344	21,497
2027-2031	10,875	812	11,687
2032-2033	1,557	30	1,587
Totals	<u>\$ 57,107</u>	<u>\$ 7,758</u>	<u>\$ 64,865</u>

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

K. NOTES AND LOANS PAYABLE, Continued

Commercial Paper Notes:

The Board has established a commercial paper program whereby Commercial Paper Notes issued are secured by a pledge of the Board's non-ad valorem tax revenues. Proceeds from Note issuances may be used on various capital projects according to the specific authorizing resolutions. Total active Notes authorized were \$332,000,000 as of September 30, 2016. Of that, Notes in the total amount of \$125,536,000 were issued, all of which were redeemed by the end of Fiscal Year 2008.

The Board's commercial paper debt program is administered as follows: The Notes mature within 270 days of issuance, with interest payable at maturity based on market rates not to exceed 10%. The Notes are not subject to redemption prior to maturity. As each block of Notes matures, new Notes are issued to refinance the principal amount, and current eligible revenues of the Board are used to pay the interest amount due. The Board deactivated use of this program during Fiscal Year 2009 upon the expiration of its broker/dealer and backup line of credit agreements and the termination of its issuance and paying agent agreement.

L. LEASE COMMITMENTS

Capital Leases:

The Board has entered into various leasing agreements for vehicles, machinery and equipment. The terms of these leases are such that the Board capitalized the leases and reported the obligations in the government-wide statement of net position of the County.

The following is a schedule of future minimum lease payments applicable to governmental activities for \$227,230 of assets (all equipment assets) capitalized under lease agreements, and the present value of future minimum lease payments as of September 30, 2016:

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

L. LEASE COMMITMENTS, Continued

<u>Year Ending September 30</u>	<u>Amount</u>
2017	\$ 91,618
2018	54,769
2019	<u>8,288</u>
Total minimum lease payments	154,675
Less amount representing interest	<u>(15,837)</u>
Present value of future minimum lease payments	<u><u>\$ 138,838</u></u>

There are no capital lease obligations outstanding at September 30, 2016 for business-type activities.

Operating Leases:

The primary government leases office facilities and equipment under various operating lease agreements which have noncancelable lease terms in excess of one year. The following is a schedule by years of future minimum rentals on such leases as of September 30, 2016:

<u>Year Ending September 30</u>	<u>Amount</u>
2017	\$ 8,419,337
2018	7,750,893
2019	6,414,979
2020	4,140,086
2021	2,461,298
Thereafter	<u>51,536</u>
Total future minimum rentals	<u><u>\$ 29,238,129</u></u>

Rental expenditures on operating leases amounted to approximately \$8.3 million for the year ended September 30, 2016. The primary government also leases other office facilities and equipment on a monthly basis.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

M. INTERFUND RECEIVABLE AND PAYABLE BALANCES

Interfund receivable and payable balances as of September 30, 2016, are detailed below:

Due to/from other funds:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
Nonmajor governmental funds	General fund	\$ 287,564
Nonmajor governmental funds	Nonmajor governmental funds	<u>1,220,822</u>
Total due to/from other funds		<u><u>\$ 1,508,386</u></u>

Advances to/from other funds:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General fund	Nonmajor governmental funds	<u><u>\$ 3,200,000</u></u>

The primary purpose of these interfund receivables and payables is to provide temporary loans for cash flow needs, primarily associated with reimbursable grant programs.

N. TRANSFERS TO/FROM OTHER FUNDS

Significant transfers between funds of the Board included excess amounts from debt service funds. Pledged revenues are placed in debt service funds when initially received. After debt service requirements are fulfilled, the excess amounts are then transferred to other funds for operating expenditure purposes. Additionally, the Special Tax Equalization District special revenue fund collects the revenues necessary for certain programs or functions, and then transfers them out for expenditure purposes. The Convention Center enterprise fund records the transfer of available Tourist Development Tax monies to the General Fund for certain cultural tourism functions. The Water Utilities System enterprise fund transfers certain available funds annually to the General fund pursuant to Board resolution.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

N. TRANSFERS TO/FROM OTHER FUNDS, Continued

Interfund transfers for the 2016 fiscal year were as follows:

	Transfers to:			Totals
	General Fund	Sales Tax Trust Fund	Nonmajor Governmental Funds	
Transfers from:				
General fund	\$ -	\$ -	\$ 19,308,445	\$ 19,308,445
Fire Protection MSTU	-	877,828	-	877,828
Sales Tax Trust	65,755,960	-	113,500,000	179,255,960
Nonmajor governmental funds	199,052,160	1,583	59,197,298	258,251,041
Convention Center	2,328,847	-	50,000	2,378,847
Water Utilities System	7,400,000	-	-	7,400,000
Totals	<u>\$ 274,536,967</u>	<u>\$ 879,411</u>	<u>\$ 192,055,743</u>	<u>\$ 467,472,121</u>

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**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

O. COMMUNITY REDEVELOPMENT AGENCIES

As explained in Note A, the International Drive Community Redevelopment Agency and the Orange Blossom Trail Community Redevelopment Agency (CRA) are blended component units of the Board and each is presented as a nonmajor special revenue fund. As required by State statute, additional CRA financial information during Fiscal Year 2016 is as follows:

	<u>International Drive CRA</u>	<u>Orange Blossom Trail CRA</u>
<u>Source of Deposits</u>		
County tax increment	\$ 10,725,799	\$ 140,549
City of Orlando tax increment	699,034	119,917
Interest income	<u>454,033</u>	<u>1,556</u>
Total deposits	<u>\$ 11,878,866</u>	<u>\$ 262,022</u>
<u>Purpose of Withdrawals</u>		
CRA administration	\$ 235	\$ 182,738
Residential and commercial development	-	4,903
Roadway improvements	16,927,842	11,641
Neighborhood enhancements	<u>-</u>	<u>83,935</u>
Total withdrawals	<u>\$ 16,928,077</u>	<u>\$ 283,217</u>

CRA Indebtedness

Neither CRA has pledged incremental revenues or incurred any debt to carry out its activities.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

P. COMMITMENTS AND CONTINGENCIES

Encumbrances:

As of September 30, 2016, the Board had significant encumbrance commitments in the Governmental Funds as follows:

Encumbrances: (in thousands)

Major Funds

General Fund	\$ 13,881
Fire Protection MSTU	<u>1,341</u>
Total Major Funds	<u>15,222</u>

Non-Major Funds

Court Facilities Fee	287
Court Technology	73
Local Court Programs	56
Building Safety	279
Crime Prevention	52
911 Fee	294
Inmate Commissary	105
Mandatory Refuse Collection	81
Air Pollution	16
Water and Navigation Control Districts	585
Aquatic Weed Taxing District	22
Conservation Trust	158
Municipal Service Districts	105
Local Option Gas Tax	2,729
Constitutional Gas Tax	2,280
Transportation Trust	6,255
International Drive Community Redevelopment Agency	14,245
Local Housing Assistance (SHIP)	1,083
Parks	1,102
Grants	13,556
Law Enforcement Impact Fees	23
Fire Impact Fees	967
Transportation Impact Fees	1,830
Parks and Recreation Impact Fees	1,516
Miscellaneous Construction Projects	<u>17,691</u>
Total Non-Major Funds	<u>65,390</u>
Total Encumbrances	\$ <u><u>80,612</u></u>

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

P. COMMITMENTS AND CONTINGENCIES, Continued

Commitments Under Construction Contracts:

At September 30, 2016, the Board had outstanding construction and operating contracts for various projects totaling approximately \$481 million.

Grants:

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. If any expenditures are disallowed as a result of these audits, the claims for reimbursement to the grantor agency would reduce receivables and/or become a liability of the Board. In the opinion of management, any such adjustments would not be material to the Board's operating results or fund balances.

Litigation:

The Board is a party in various lawsuits and other claims incidental to the ordinary course of its operation, some of which are covered by the Board's risk management program (see Note G). While the results of litigation and claims cannot be predicted with certainty, management believes the final outcome will not have a material adverse impact on the Board's financial position.

Secondary Pledge of Constitutional Gas Tax:

The Board had pledged its share of the 80% portion of the two-cent Constitutional Gas Tax to repayment of the 1990 series bonded debt (Bonds) of the Central Florida Expressway Authority (Authority), a legally separate entity. The Bonds matured annually through July 1, 2016, with semiannual interest payments. In accordance with Florida law and under the terms of an Interlocal Agreement between the Board and the Authority, from the inception of the Agreement through June 2016, the Board remitted to the Authority on a monthly basis, the pledged revenues for the purpose of funding its debt service obligations on the Bonds. Florida law provides that any funds borrowed from the Board by the Authority for these obligations will be repaid with interest at such time as the Authority deems practical. The Board paid \$7,013,750 during Fiscal Year 2016 to the Authority. The Authority made its final payment on the bonds July 1, 2016, thus fulfilling the Board's obligation under the terms of the Interlocal Agreement.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

P. COMMITMENTS AND CONTINGENCIES, Continued

Community Redevelopment Agencies:

Pursuant to State statute, various local jurisdictions have created 13 Community Redevelopment Agencies (CRAs) within the County, including two formed by the Board and reported as blended component units. Funding for these agencies is derived from incremental ad valorem tax proceeds generated by improvements made within the CRA. The Board is obligated to pay to each CRA from its current year's ad valorem tax the increment related to taxable property improvements made since the designated "base year." Other jurisdictions which have created CRAs are the Cities of Orlando, Winter Park, Ocoee, Maitland, Eatonville, Apopka, and Winter Garden. The total amount paid to CRAs by the Board amounted to \$29,440,092 for Fiscal Year 2016.

Orange Blossom Trail Improvements:

In 1987, the Board created two municipal service taxing units (MSTUs) for properties situated on and in the immediate environs of South Orange Blossom Trail (US 441), from Interstate 4 to the Beach Line Expressway. These MSTUs are reported as a part of the Municipal Service Districts special revenue fund. The purpose of the MSTUs was to fund capital costs and ongoing maintenance for enhanced improvements to a US 441 road widening project by the State of Florida, and thereby stimulate economic revitalization. The enhanced improvements consisted of streetscape/landscape features and undergrounding of utilities for the segment of US 441 noted above. When the State initiated the widening project in 1993, the MSTUs had not raised sufficient funds to pay for all of the planned enhancements. At that time, the Board elected to use Local Option Gas Taxes and Public Service Taxes in the combined amount of \$8.8 million to cover the difference, with an understanding that the MSTUs would be able to reimburse this amount in subsequent fiscal years.

Due to the ongoing maintenance costs of the completed project, less than expected growth in MSTU revenues and property tax reform, actual project reimbursements from the MSTUs have totaled only \$630 thousand. Reimbursements from unspent project funds totaled an additional \$759 thousand, leaving an unreimbursed total of approximately \$7.4 million as of the end of Fiscal Year 2016. Reimbursements from the MSTUs in subsequent fiscal years will be made as funds are available; however, management's current expectation is that most of the amount outstanding will remain unreimbursed at the time the MSTUs are scheduled to sunset in Fiscal Year 2018. There is no repayment schedule, and the unreimbursed amounts are not shown in the financial statements.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

P. COMMITMENTS AND CONTINGENCIES, Continued

Transportation Impact Fee Credits:

The Board has entered into a number of agreements with developers under which the developer donates transportation infrastructure improvements or rights of way to the Board and receives credit for future transportation impact fee payments. As of September 30, 2016, credit balances for future impact fees total approximately \$46.1 million.

Q. BUDGETARY LEGAL COMPLIANCE AND FUND DEFICITS

For the fiscal year ended September 30, 2016, no excess of expenditures over appropriations at the legal level of budgetary control occurred. As of fiscal year end, no funds of the Board were in a deficit fund balance position.

R. PROVISION FOR CLOSURE COSTS

As explained in Note A, current regulations of the U.S. Environmental Protection Agency (EPA) and the Florida Department of Environmental Protection (FDEP) require municipal solid waste landfills to place a final cover on closed landfill areas, and to maintain those areas for up to 30 years after closure. The Board periodically obtains updated and revised estimates of total future closure and postclosure costs from its consulting engineers. All amounts recognized are based on what it would cost to perform closure and postclosure functions in current dollars. Actual costs may be different due to inflation, changes in technology, or changes in laws and regulations.

The internal landfills have ceased operation. Required closure work is complete and the entire estimated \$2.7 million future cost for postclosure maintenance is reported as a long-term liability of the governmental activities on the government-wide statement of net position. These costs are recognized as governmental fund expenditures as they become obligations to be liquidated with available financial resources, using resources in the Transportation Trust and the Miscellaneous Construction Projects funds.

For the public landfill, accounted for in the Solid Waste System (System) enterprise fund, expenses associated with final closure and postclosure maintenance of landfill areas are recognized over the active life of those areas. These costs are recognized in each operating period based on the amount of waste received during that period, regardless of when cash disbursements are made for these costs. The cumulative effect of updated and revised estimates of closure-related costs is recognized in the period of the change to the extent it relates to current and past operations.

The total unrecognized closure and postclosure costs attributable to the currently active areas of the public landfill are approximately \$184 million. These costs will be recognized

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

R. PROVISION FOR CLOSURE COSTS, Continued

in future periods as the remaining capacity of approximately 44 million tons is filled. As of September 30, 2016, the active landfill areas were filled to approximately 5% and 28% of capacity for subbasins 2A-cell 2, and 9-12, respectively. The current landfill facilities are expected to provide the needed capacity through 2088.

The Board is required by FDEP annually to show proof of ability to finance closure and postclosure costs, and has done so for the internal landfills by providing a standby letter of credit and trust account. For the public landfill, the Board has fulfilled the requirements of the financial test provision of the regulation. In addition, the Board is making deposits to closure costs account in the System enterprise fund to provide for the financing of future closure activities of the public landfill. The balance in this account as of September 30, 2016 was approximately \$37.8 million. The liability for closure and post-closure activities, calculated in accordance with GASB Statement No. 18 and reported on the System's statement of net position, was approximately \$35.6 million as of September 30, 2016.

S. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

The Board offers a postemployment benefit plan (OPEB Plan) that subsidizes the cost of health care for its retirees and eligible dependents. Board employees with at least 10 years of combined service under the Board and/or the Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, or Tax Collector who retire and immediately begin receiving benefits from the Florida Retirement System (FRS) are eligible to receive a monthly benefit of three dollars per year of service up to a maximum of \$90 per month. If combined service is at least 20 years and receipt of FRS benefits is deferred to a later date, the monthly benefit may be vested for commencement at such deferral date. Additionally, in accordance with State statute, Board employees who retire and immediately begin receiving benefits from the FRS have the option of continuing in the Board's health insurance plan at the same group rate as for active employees.

The Board has established the Orange County Retiree Health Care Benefit Trust (Trust) for the Board and the County officers noted above and engages an actuarial firm to determine each participant's actuarially determined annual required contribution (ARC), annual OPEB cost (AOC), and unfunded obligation in accordance with GASB Statement No. 45. The Fiscal Year 2016 AOC amount for the Board and County officers was paid into the Trust by the Board, and included the amount of \$3,388,218 attributable to the Board. For the Board, this AOC payment was 0.98% of the Board's covered payroll of \$346,509,717. A full presentation of the Trust and OPEB Plan assets, liabilities, funding status, and actuarial methods and assumptions is included in the Orange County, Florida Comprehensive Annual Financial Report.

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

T. SUBSEQUENT EVENTS

Tourist Development Tax Revenue Bonds, Series 2016A and Tourist Development Tax Refunding Revenue Bonds, Series 2016B

On December 21, 2016, the Board issued \$88,940,000 Tourist Development Tax Revenue Bonds, Series 2016A and \$202,745,000 Tourist Development Tax Refunding Revenue Bonds, Series 2016B. The proceeds of the 2016A Bonds, together with other cash on hand will be used to pay \$115.5 million of the cost to complete the Stage II project of the Performing Arts Center and to fund increases to the debt service reserve account. The proceeds of the 2016B Bonds, together with other cash on hand, will be used to advance refund the City of Orlando Contract Tourist Development Tax Payments Revenue Bonds, Series 2014A. The combination of these bond issues completes the Board's obligation for annual payments from the first four cents of Tourist Development Tax Proceeds to the City.

The advance refunding of the City of Orlando Contract Tourist Development Tax Payments Revenue Bonds, Series 2014A, released the Convention Center's current liability of \$46.7 million due to the City of Orlando. The amount paid for the refunding was approximately \$218.8 million. Together with the \$115.5 million payment noted above, reduced by the \$46.7 million released liability, the transaction will result in the recognition of a special charge of approximately \$287.6 million to the Center in Fiscal Year 2017.

Orange County Health Facilities Authority

On October 1, 2016 and December 1, 2016, the Authority issued tax-exempt bonds in the amount of \$18,555,000 and \$160,365,000, respectively.

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SUPPLEMENTARY INFORMATION
for the year ended September 30, 2016**

**Schedule of the Board's Proportionate Share of Net Pension Plan Liability
Florida Retirement System Pension Plan**

	Year ended June 30			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Board's proportion of the net pension liability	1.42%	1.35%	1.36%	1.42%
Board's proportionate share of the net pension liability	\$ 359,225,776	\$ 174,596,539	\$ 82,676,127	\$ 244,755,562
Board's covered-employee payroll (1)	\$ 306,202,888	\$ 285,262,894	\$ 275,609,441	\$ 267,967,523
Board's proportionate share of the net pension liability as a percentage of its covered-employee payroll (1)	117.32%	61.21%	30.00%	91.34%
Plan fiduciary net position as a percentage of the total pension liability	85.00%	92.00%	96.09%	N/A

Note: Data was unavailable prior to 2013

(1) Information for Years 2013 through 2015 has been updated from that previously reported.

Schedule of the Board's Contributions to the Florida Retirement System Pension Plan

	Year ended September 30		
	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 32,426,989	\$ 31,540,630	\$ 29,627,829
Contributions in relation to the contractually required contribution	<u>37,109,365</u>	<u>33,542,063</u>	<u>29,680,681</u>
Contribution deficiency (excess)	<u>\$ (4,682,376)</u>	<u>\$ (2,001,433)</u>	<u>\$ (52,852)</u>
Board's covered-employee payroll (1)	\$ 291,594,570	\$ 287,442,861	\$ 278,722,996
Contributions as a percentage of covered-employee payroll (1)	11.1%	11.0%	10.6%

Note: Data was unavailable prior to 2014

(1) Information for Fiscal Years 2014 through 2015 has been updated from that previously reported.

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SUPPLEMENTARY INFORMATION, Continued
for the year ended September 30, 2016**

**Schedule of the Board's Proportionate Share of Net Pension Plan Liability
Health Insurance Subsidy Plan**

	Year Ended June 30			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Board's proportion of the net pension liability	1.12%	1.11%	1.10%	1.08%
Board's proportionate share of the net pension liability	\$ 130,298,538	\$ 113,228,614	\$ 103,011,165	\$ 94,502,883
Board's covered-employee payroll	\$ 347,389,248	\$ 347,373,228	\$ 335,617,926	\$ 326,312,132
Board's proportionate share of the net pension liability as a percentage of its covered-employee payroll	37.51%	32.60%	30.69%	28.96%
Plan fiduciary net position as a percentage of the total pension liability	0.97%	0.50%	0.99%	N/A

Note: Data was unavailable prior to 2013

Schedule of the Board's Contributions to the Health Insurance Subsidy Plan

	Year ended September 30		
	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 5,890,085	\$ 4,734,263	\$ 4,149,682
Contributions in relation to the contractually required contribution	<u>5,950,245</u>	<u>4,602,979</u>	<u>3,774,036</u>
Contribution deficiency (excess)	<u>\$ (60,160)</u>	<u>\$ 131,284</u>	<u>\$ 375,646</u>
Board's covered-employee payroll	\$ 346,509,717	\$ 350,027,838	\$ 339,409,396
Contributions as a percentage of covered-employee payroll	1.70%	1.35%	1.22%

Note: Data was unavailable prior to 2014

OTHER SUPPLEMENTARY INFORMATION

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Totals
<u>ASSETS</u>				
Cash and investments	\$ 265,521,893	\$ 80,451,000	\$ 229,697,718	\$ 575,670,611
Other investments	-	4,353,411	-	4,353,411
Receivables:				
Taxes	4,555,629	7,285,905	-	11,841,534
Accounts	2,005,297	-	582,697	2,587,994
Notes and loans	61,268,127	-	-	61,268,127
Special assessments	56,751	-	-	56,751
Accrued interest	758,055	83,935	499,831	1,341,821
Less allowance for doubtful accounts	(51,585,213)	-	-	(51,585,213)
Due from other funds	1,508,386	-	-	1,508,386
Due from constitutional officers	2,357,967	91,145	35,637	2,484,749
Due from other governmental agencies	16,664,966	-	32,013	16,696,979
Assets held for resale	2,081,627	-	-	2,081,627
Total assets	\$ 305,193,485	\$ 92,265,396	\$ 230,847,896	\$ 628,306,777
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 27,079,393	\$ -	\$ 8,030,970	\$ 35,110,363
Matured bonds and notes payable	-	9,285,051	-	9,285,051
Matured interest payable	-	4,486,228	-	4,486,228
Due to other funds	1,220,822	-	-	1,220,822
Due to constitutional officers	248,461	-	-	248,461
Due to other governmental agencies	13,619,147	-	-	13,619,147
Due to individuals	91,219	-	-	91,219
Unearned revenue	943,570	-	-	943,570
Advances from other funds	3,200,000	-	-	3,200,000
Total liabilities	46,402,612	13,771,279	8,030,970	68,204,861
Deferred inflows of resources:				
Unavailable revenues	3,450,275	-	-	3,450,275
Total deferred inflows of resources	3,450,275	-	-	3,450,275
Fund balances:				
Nonspendable	124,366	-	-	124,366
Restricted	150,643,199	11,640,905	133,584,531	295,868,635
Committed	53,350,657	-	89,232,395	142,583,052
Assigned	51,222,376	66,853,212	-	118,075,588
Total fund balances	255,340,598	78,494,117	222,816,926	556,651,641
Total liabilities, deferred inflows of resources and fund balances	\$ 305,193,485	\$ 92,265,396	\$ 230,847,896	\$ 628,306,777

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
for the year ended September 30, 2016**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Totals
Revenues:				
Taxes	\$ 166,827,254	\$ 73,186,128	\$ 21,709,572	\$ 261,722,954
Special assessments	180,151	-	-	180,151
Licenses and permits	24,506,135	-	-	24,506,135
Intergovernmental	96,454,941	39,343,563	-	135,798,504
Charges for services	137,689,959	45,239	34,967,609	172,702,807
Fines and forfeitures	6,086,975	1,200,829	-	7,287,804
Interest	3,104,857	335,624	1,841,041	5,281,522
Miscellaneous	9,538,004	538	359,392	9,897,934
Total revenues	<u>444,388,276</u>	<u>114,111,921</u>	<u>58,877,614</u>	<u>617,377,811</u>
Expenditures:				
Current:				
General government	14,760,515	128,265	-	14,888,780
Public safety	29,847,420	49,425	-	29,896,845
Physical environment	87,454,676	-	-	87,454,676
Transportation	144,657,713	-	-	144,657,713
Economic environment	34,689,388	-	-	34,689,388
Human services	91,725,686	-	-	91,725,686
Culture and recreation	32,576,797	-	-	32,576,797
Capital outlay:				
General government	-	-	6,539,642	6,539,642
Public safety	-	-	9,768,886	9,768,886
Physical environment	-	-	2,117,997	2,117,997
Transportation	-	-	17,682,425	17,682,425
Economic environment	-	-	3,849	3,849
Human services	-	-	85,327	85,327
Culture and recreation	-	-	5,471,716	5,471,716
Debt service:				
Principal retirement	7,743	9,285,051	-	9,292,794
Interest and fiscal charges	1,886	5,679,380	-	5,681,266
Total expenditures	<u>435,721,824</u>	<u>15,142,121</u>	<u>41,669,842</u>	<u>492,533,787</u>
Excess of revenues over expenditures	<u>8,666,452</u>	<u>98,969,800</u>	<u>17,207,772</u>	<u>124,844,024</u>
Other financing sources (uses):				
Transfers in	147,700,743	4,355,000	40,000,000	192,055,743
Transfers out	(162,794,016)	(95,455,442)	(1,583)	(258,251,041)
Issuance of capital lease debt	12,683	-	-	12,683
Transfers from constitutional officers	1,064,921	-	-	1,064,921
Total other financing sources (uses)	<u>(14,015,669)</u>	<u>(91,100,442)</u>	<u>39,998,417</u>	<u>(65,117,694)</u>
Net change in fund balances	(5,349,217)	7,869,358	57,206,189	59,726,330
Fund balances, October 1, 2015	<u>260,689,815</u>	<u>70,624,759</u>	<u>165,610,737</u>	<u>496,925,311</u>
Fund balances, September 30, 2016	<u>\$ 255,340,598</u>	<u>\$ 78,494,117</u>	<u>\$ 222,816,926</u>	<u>\$ 556,651,641</u>

SPECIAL REVENUE FUNDS

Special Tax Equalization District is for public safety services financed with revenues generated from ad valorem property taxes levied in the Municipal Service Taxing Unit (MSTU) which encompasses the unincorporated area of the County, the County's communications services tax, and operating transfers from other funds.

Court Facilities Fee is for certain court service fees and surcharges earmarked to be used for court facilities.

Teen Court is for certain court fees and fines to be used for operating costs of the Teen Court program.

Court Technology is for a portion of the service fees for recording documents in the County's Official Records, to be used for court-related technology needs.

Local Court Programs is for certain court fees to be used to fund various court-related programs including legal aid programs, a law library, juvenile court programs, and other local court programs.

Building Safety is to ensure public safety through the enforcement of construction codes, financed primarily from building permits and inspections.

Crime Prevention is for court fines collected which are dedicated for the use of crime prevention programs within the County.

Law Enforcement Education is for statutorily defined law enforcement education expenditures financed by fines levied in accordance with State statute and local ordinance.

Law Enforcement Trust is for law enforcement expenditures financed with forfeited funds originating from illegal activities.

911 Fee is for fees collected on telephone lines in the County, and for fees distributed from the State as collected from wireless telephone subscribers within the County. The funds are used for 911 emergency telephone systems.

OBT Local Government Neighborhood Improvement District (NID) is for specified revenues used for public safety improvements in a designated area adjacent to Orange Blossom Trail (OBT). The District is a blended component unit of the Board.

Pine Hills Local Government Neighborhood Improvement District (NID) is for specified revenues used for public safety improvements in a designated area within Pine Hills. The District is a blended component unit of the Board.

Inmate Commissary is for funds generated by the Board's jail commissary operation, held and expended for the benefit of inmates, pursuant to the requirements of Florida Statutes.

Continued

SPECIAL REVENUE FUNDS, Continued

Mandatory Refuse Collection is for collection of assessments for charges for services and expenditures of funds relating to the refuse collection and recycling for specified residential units in the unincorporated areas of the County.

Air Pollution Control is for funds received by the Board from the 50-cent fee charged on the sale of each vehicle registration, and 80% of the inspection fees charged by the State for asbestos removal projects. The funds are used for local air pollution control and asbestos removal programs.

Water and Navigation Control Districts are for boating regulation and control of lakes Conway and Windermere, financed by special ad valorem property taxes levied on properties surrounding these lakes. These Districts are blended component units of the Board.

Aquatic Weed Taxing Districts are for lake weed control financed by special ad valorem property taxes levied on properties surrounding certain lakes.

Aquatic Weed Non-tax Districts are for lake weed control projects operated on a contributory basis.

Conservation Trust is for moneys collected as compensation for habitat loss in conjunction with land development and used for the purchase, improvement, creation, restoration and replacement of natural habitats within the County.

Pollutant Storage Tank is for penalties collected from violators of regulations relating to above ground and below ground storage tanks. The funds are used for administration of the program.

Municipal Service Districts are for assessments for minor capital improvements, and for charges for services providing for streetlighting, right-of-way maintenance, recreation, and retention pond maintenance.

Local Option Gas Tax is for specific road improvements and maintenance utilizing the Board's portion of the six-cent local option gas tax.

Constitutional Gas Tax is for acquisition, construction, and maintenance of roads, utilizing the 80% portion of constitutional gas tax proceeds.

Transportation Trust is for road system expenditures which are financed by the 20% portion of constitutional gas tax, the county gas tax allocated to the County, a portion of the Board's half-cent sales tax revenues, and other designated revenues.

International Drive Community Redevelopment Agency is for incremental ad valorem property tax revenues generated by new or expanded development within the International Drive redevelopment area. Moneys are designated to be used for revitalization projects in the area. The Agency is a blended component unit of the Board.

Continued

SPECIAL REVENUE FUNDS, Continued

Local Housing Assistance (SHIP) is for funds distributed from the State under the State Housing Initiatives Partnership Act. The purpose of this program is to provide for the creation and preservation of affordable housing and to assist with affordable housing recovery efforts needed as a result of hurricane damage.

OBT Community Redevelopment Agency is for incremental ad valorem property tax revenues generated by new or expanded developments within the redevelopment area surrounding the Orange Blossom Trail. Moneys are designated to be used for revitalization projects in the area. The Agency is a blended component unit of the Board.

School Impact Fees is for fees collected countywide for growth-related capital improvements to the public school system. The public school system is not a part of the Board government entity.

Drug Abuse Trust is for court fees from cases involving drug-related misdemeanor crimes, to be used for drug abuse treatment and education programs.

Driver Education Safety is for certain fines collected from civil traffic violations. The funds are used to support driver education programs in schools within the County.

Animal Services Trust is for public and private donations, and collections from a \$2 surcharge on civil penalties imposed by the courts, used respectively for providing for the welfare of animals and the training of animal services officers.

Parks is for certain countywide ad valorem property tax revenues and a portion of public service tax revenues dedicated for parks improvements and programs pursuant to the requirements established by the Board in the ad valorem property tax levy resolution and the public service tax ordinance .

Boating Improvement Program is for boat registration fees collected by the State and distributed to the Board for the purpose of providing recreational channel marking, public launching facilities and other boating-related improvements.

Grants is for projects and programs which are financed in whole or in part by agencies of the Federal Government, State of Florida, and local governments.

Fire Protection MSTU is presented as a major fund in the governmental fund financial statements and, as such, is not included in these supplementary combining statements and schedules. The fund accounts for expenditures for fire protection and emergency medical services financed with revenues generated from ad valorem property taxes levied in the MSTU, as well as service fee revenues.



**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2016**

	Special Tax Equalization District	Court Facilities Fee	Teen Court	Court Technology
<u>ASSETS</u>				
1 Cash and investments	\$ 117,315	\$ 2,553,471	\$ 678,149	\$ 84,775
Receivables:				
2 Taxes	-	-	-	-
3 Accounts	-	-	-	-
4 Notes and loans	-	-	-	-
5 Special assessments	-	-	-	-
6 Accrued interest	10,025	6,374	1,848	814
7 Less allowance for doubtful accounts	-	-	-	-
8 Due from other funds	-	-	-	-
9 Due from constitutional officers	1,151,931	389,748	37,762	262,064
10 Due from other governmental agencies	2,873,228	-	-	-
11 Assets held for resale	-	-	-	-
Total assets	\$ 4,152,499	\$ 2,949,593	\$ 717,759	\$ 347,653
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>				
Liabilities:				
12 Accounts payable and accrued liabilities	\$ -	\$ 408,382	\$ 14,865	\$ 274,305
13 Due to other funds	-	-	-	-
14 Due to constitutional officers	-	-	-	-
15 Due to other governmental agencies	195,532	-	-	-
16 Due to individuals	-	-	-	-
17 Unearned revenue	-	-	-	-
18 Advances from other funds	-	-	-	-
Total liabilities	195,532	408,382	14,865	274,305
Deferred inflows of resources:				
19 Unavailable revenues	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances:				
20 Nonspendable	-	-	-	-
21 Restricted	-	2,541,211	702,894	-
22 Committed	-	-	-	-
23 Assigned	3,956,967	-	-	73,348
Total fund balances	3,956,967	2,541,211	702,894	73,348
Total liabilities, deferred inflows of resources and fund balances	\$ 4,152,499	\$ 2,949,593	\$ 717,759	\$ 347,653

	Local Court Programs	Building Safety	Crime Prevention	Law Enforcement Education	Law Enforcement Trust	911 Fee	OBT Local Government NID
1	\$ 58,710	\$ 26,940,347	\$ 71,431	\$ 283,368	\$ 1,202,507	\$ 16,641,055	\$ 18,491
2	-	-	-	-	-	-	-
3	-	241,591	-	50	-	-	-
4	-	-	-	-	-	-	-
5	-	-	-	-	-	-	-
6	561	59,689	320	901	4,467	-	57
7	-	(1,017)	-	-	-	-	-
8	-	-	-	-	-	-	-
9	71,464	-	25,406	47,237	-	-	-
10	-	-	-	1,818	-	1,418,423	24,366
11	-	-	-	-	-	-	-
	<u>\$ 130,735</u>	<u>\$ 27,240,610</u>	<u>\$ 97,157</u>	<u>\$ 333,374</u>	<u>\$ 1,206,974</u>	<u>\$ 18,059,478</u>	<u>\$ 42,914</u>
12	\$ 73,065	\$ 435,056	\$ 396	\$ 329	\$ -	\$ 134,872	\$ 16,439
13	-	-	-	-	-	-	-
14	-	-	-	5,074	44,833	198,554	-
15	-	205,824	-	-	-	174,207	-
16	-	-	-	-	-	-	-
17	-	943,570	-	-	-	-	-
18	-	-	-	-	-	-	-
	<u>73,065</u>	<u>1,584,450</u>	<u>396</u>	<u>5,403</u>	<u>44,833</u>	<u>507,633</u>	<u>16,439</u>
19	-	-	-	-	-	944,074	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>944,074</u>	<u>-</u>
20	-	-	-	-	-	-	24,366
21	-	25,656,160	96,761	327,971	1,162,141	16,607,771	2,109
22	-	-	-	-	-	-	-
23	57,670	-	-	-	-	-	-
	<u>57,670</u>	<u>25,656,160</u>	<u>96,761</u>	<u>327,971</u>	<u>1,162,141</u>	<u>16,607,771</u>	<u>26,475</u>
	<u>\$ 130,735</u>	<u>\$ 27,240,610</u>	<u>\$ 97,157</u>	<u>\$ 333,374</u>	<u>\$ 1,206,974</u>	<u>\$ 18,059,478</u>	<u>\$ 42,914</u>

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING BALANCE SHEET, Continued
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2016

		Pine Hills Local Government NID	Inmate Commissary	Mandatory Refuse Collection	Air Pollution Control
	<u>ASSETS</u>				
1	Cash and investments	\$ 258,584	\$ 2,090,945	\$ 9,668,970	\$ 523,379
	Receivables:				
2	Taxes	-	-	-	-
3	Accounts	-	30,739	220,631	2,500
4	Notes and loans	-	-	-	-
5	Special assessments	-	-	-	-
6	Accrued interest	511	4,794	65,318	994
7	Less allowance for doubtful accounts	-	-	(110,693)	-
8	Due from other funds	-	-	-	-
9	Due from constitutional officers	-	-	103,233	-
10	Due from other governmental agencies	-	-	-	-
11	Assets held for resale	-	-	-	-
	Total assets	\$ 259,095	\$ 2,126,478	\$ 9,947,459	\$ 526,873
	<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>				
	Liabilities:				
12	Accounts payable and accrued liabilities	\$ 2,400	\$ 62,559	\$ 914,816	\$ 45,609
13	Due to other funds	-	-	-	-
14	Due to constitutional officers	-	-	-	-
15	Due to other governmental agencies	-	63	-	50
16	Due to individuals	-	-	-	-
17	Unearned revenue	-	-	-	-
18	Advances from other funds	-	-	-	-
	Total liabilities	2,400	62,622	914,816	45,659
	Deferred inflows of resources:				
19	Unavailable revenues	-	-	68,037	-
	Total deferred inflows of resources	-	-	68,037	-
	Fund balances:				
20	Nonspendable	-	-	-	-
21	Restricted	256,695	2,063,856	-	481,214
22	Committed	-	-	8,964,606	-
23	Assigned	-	-	-	-
	Total fund balances	256,695	2,063,856	8,964,606	481,214
	Total liabilities, deferred inflows of resources and fund balances	\$ 259,095	\$ 2,126,478	\$ 9,947,459	\$ 526,873

	Water and Navigation Control Districts	Aquatic Weed Taxing Districts	Aquatic Weed Non-tax Districts	Conservation Trust	Pollutant Storage Tank	Municipal Service Districts	Local Option Gas Tax
1	\$ 8,921,571	\$ 3,663,791	\$ 271,294	\$ 6,526,538	\$ 43,504	\$ 22,121,371	\$ 7,362,363
2	-	-	-	-	-	-	4,555,629
3	-	-	-	-	-	-	-
4	-	-	-	-	-	-	-
5	-	-	-	-	-	56,751	-
6	23,745	9,818	661	16,755	124	70,999	20,661
7	-	-	-	-	-	-	-
8	-	-	-	-	-	-	-
9	2,182	7,984	-	-	-	82,023	-
10	3,675	-	-	-	-	100,000	192,360
11	-	-	-	-	-	-	-
	<u>\$ 8,951,173</u>	<u>\$ 3,681,593</u>	<u>\$ 271,955</u>	<u>\$ 6,543,293</u>	<u>\$ 43,628</u>	<u>\$ 22,431,144</u>	<u>\$ 12,131,013</u>

12	\$ 116,939	\$ 15,009	\$ 12,181	\$ 59,451	\$ 66	\$ 1,695,270	\$ 2,177,078
13	-	-	-	-	-	-	-
14	-	-	-	-	-	-	-
15	-	-	-	-	-	-	-
16	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-
18	-	-	-	-	-	-	-
	<u>116,939</u>	<u>15,009</u>	<u>12,181</u>	<u>59,451</u>	<u>66</u>	<u>1,695,270</u>	<u>2,177,078</u>

19	-	-	-	-	-	56,751	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,751</u>	<u>-</u>

20	-	-	-	-	-	100,000	-
21	8,834,234	3,666,584	259,774	-	-	-	-
22	-	-	-	6,483,842	43,562	20,579,123	-
23	-	-	-	-	-	-	9,953,935
	<u>8,834,234</u>	<u>3,666,584</u>	<u>259,774</u>	<u>6,483,842</u>	<u>43,562</u>	<u>20,679,123</u>	<u>9,953,935</u>
	<u>\$ 8,951,173</u>	<u>\$ 3,681,593</u>	<u>\$ 271,955</u>	<u>\$ 6,543,293</u>	<u>\$ 43,628</u>	<u>\$ 22,431,144</u>	<u>\$ 12,131,013</u>

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING BALANCE SHEET, Continued
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2016

		Constitutional Gas Tax	Transportation Trust	International Drive Community Redevelopment Agency	Local Housing Assistance (SHIP)
<u>ASSETS</u>					
1	Cash and investments	\$ 20,445,210	\$ 40,814,314	\$ 41,133,157	\$ 9,713,002
	Receivables:				
2	Taxes	-	-	-	-
3	Accounts	13,843	96,886	-	-
4	Notes and loans	-	-	-	36,377,360
5	Special assessments	-	-	-	-
6	Accrued interest	53,125	182,499	124,857	24,703
7	Less allowance for doubtful accounts	-	(12,300)	-	(26,563,584)
8	Due from other funds	-	1,220,822	-	-
9	Due from constitutional officers	-	100,505	-	-
10	Due from other governmental agencies	1,811,942	1,511,993	-	-
11	Assets held for resale	-	-	-	-
	Total assets	\$ 22,324,120	\$ 43,914,719	\$ 41,258,014	\$ 19,551,481
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>					
Liabilities:					
12	Accounts payable and accrued liabilities	\$ 2,618,042	\$ 7,692,211	\$ 3,033,365	\$ 184,944
13	Due to other funds	-	-	-	-
14	Due to constitutional officers	-	-	-	-
15	Due to other governmental agencies	-	200,434	-	-
16	Due to individuals	-	-	-	-
17	Unearned revenue	-	-	-	-
18	Advances from other funds	-	-	-	-
	Total liabilities	2,618,042	7,892,645	3,033,365	184,944
Deferred inflows of resources:					
19	Unavailable revenues	-	-	-	-
	Total deferred inflows of resources	-	-	-	-
Fund balances:					
20	Nonspendable	-	-	-	-
21	Restricted	18,706,078	-	38,224,649	19,366,537
22	Committed	-	-	-	-
23	Assigned	1,000,000	36,022,074	-	-
	Total fund balances	19,706,078	36,022,074	38,224,649	19,366,537
	Total liabilities, deferred inflows of resources and fund balances	\$ 22,324,120	\$ 43,914,719	\$ 41,258,014	\$ 19,551,481

	OBT Community Redevelopment Agency	School Impact Fees	Drug Abuse Trust	Driver Education Safety	Animal Services Trust	Parks	Boating Improvement Program
1	\$ 117,658	\$ 11,423,719	\$ 158,525	\$ 499,947	\$ 160,460	\$ 18,059,478	\$ 1,118,207
2	-	-	-	-	-	-	-
3	-	1,368,518	-	-	135	18,890	7,530
4	-	-	-	-	-	-	-
5	-	-	-	-	-	-	-
6	404	-	318	655	378	68,909	2,771
7	-	-	-	-	-	(2,868)	-
8	-	-	-	-	-	-	-
9	-	-	8,139	37,903	121	26,224	4,041
10	-	-	-	-	-	7,198	-
11	-	-	-	-	-	-	-
	<u>\$ 118,062</u>	<u>\$ 12,792,237</u>	<u>\$ 166,982</u>	<u>\$ 538,505</u>	<u>\$ 161,094</u>	<u>\$ 18,177,831</u>	<u>\$ 1,132,549</u>
12	\$ 10,104	\$ 23,526	\$ 8,600	\$ 498,634	\$ 1,088	\$ 892,660	\$ -
13	-	-	-	-	-	-	-
14	-	-	-	-	-	-	-
15	-	12,768,711	-	-	-	8,883	-
16	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-
18	-	-	-	-	-	-	-
	<u>10,104</u>	<u>12,792,237</u>	<u>8,600</u>	<u>498,634</u>	<u>1,088</u>	<u>901,543</u>	<u>-</u>
19	-	-	-	-	-	7,198	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,198</u>	<u>-</u>
20	-	-	-	-	-	-	-
21	107,958	-	-	39,871	149,572	-	1,132,549
22	-	-	-	-	10,434	17,269,090	-
23	-	-	158,382	-	-	-	-
	<u>107,958</u>	<u>-</u>	<u>158,382</u>	<u>39,871</u>	<u>160,006</u>	<u>17,269,090</u>	<u>1,132,549</u>
	<u>\$ 118,062</u>	<u>\$ 12,792,237</u>	<u>\$ 166,982</u>	<u>\$ 538,505</u>	<u>\$ 161,094</u>	<u>\$ 18,177,831</u>	<u>\$ 1,132,549</u>

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING BALANCE SHEET, Continued
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2016

	<u>Grants</u>	<u>Totals</u>
<u>ASSETS</u>		
1 Cash and investments	\$ 11,776,287	\$ 265,521,893
Receivables:		
2 Taxes	-	4,555,629
3 Accounts	3,984	2,005,297
4 Notes and loans	24,890,767	61,268,127
5 Special assessments	-	56,751
6 Accrued interest	-	758,055
7 Less allowance for doubtful accounts	(24,894,751)	(51,585,213)
8 Due from other funds	287,564	1,508,386
9 Due from constitutional officers	-	2,357,967
10 Due from other governmental agencies	8,719,963	16,664,966
11 Assets held for resale	2,081,627	2,081,627
	<u>22,865,441</u>	<u>305,193,485</u>
Total assets	<u>\$ 22,865,441</u>	<u>\$ 305,193,485</u>
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>		
Liabilities:		
12 Accounts payable and accrued liabilities	\$ 5,657,132	\$ 27,079,393
13 Due to other funds	1,220,822	1,220,822
14 Due to constitutional officers	-	248,461
15 Due to other governmental agencies	65,443	13,619,147
16 Due to individuals	91,219	91,219
17 Unearned revenue	-	943,570
18 Advances from other funds	3,200,000	3,200,000
	<u>10,234,616</u>	<u>46,402,612</u>
Total liabilities	<u>10,234,616</u>	<u>46,402,612</u>
 Deferred inflows of resources:		
19 Unavailable revenues	2,374,215	3,450,275
	<u>2,374,215</u>	<u>3,450,275</u>
Total deferred inflows of resources	<u>2,374,215</u>	<u>3,450,275</u>
 Fund balances:		
20 Nonspendable	-	124,366
21 Restricted	10,256,610	150,643,199
22 Committed	-	53,350,657
23 Assigned	-	51,222,376
	<u>10,256,610</u>	<u>255,340,598</u>
Total fund balances	<u>10,256,610</u>	<u>255,340,598</u>
 Total liabilities, deferred inflows of resources and fund balances	 <u>\$ 22,865,441</u>	 <u>\$ 305,193,485</u>



ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

	Special Tax Equalization District	Court Facilities Fee	Teen Court	Court Technology
Revenues:				
1 Taxes	\$ 113,303,715	\$ -	\$ -	\$ -
2 Special assessments	-	-	-	-
3 Licenses and permits	-	-	-	-
4 Intergovernmental	-	-	-	-
5 Charges for services	-	5,147,425	504,770	2,949,322
6 Fines and forfeitures	-	-	-	-
7 Interest	39,018	24,215	6,724	3,259
8 Miscellaneous	-	40	-	370
Total revenues	113,342,733	5,171,680	511,494	2,952,951
Expenditures:				
Current:				
9 General government	-	4,952,002	547,330	4,673,354
10 Public safety	-	-	-	-
11 Physical environment	-	-	-	-
12 Transportation	-	-	-	-
13 Economic environment	-	-	-	-
14 Human services	-	-	-	-
15 Culture and recreation	-	-	-	-
Debt service:				
16 Principal retirement	-	-	-	-
17 Interest and fiscal charges	-	-	-	-
Total expenditures	-	4,952,002	547,330	4,673,354
Excess (deficiency) of revenues over				
18 (under) expenditures	113,342,733	219,678	(35,836)	(1,720,403)
Other financing sources (uses):				
19 Transfers in	44,708,002	-	-	1,713,282
20 Transfers out	(158,903,000)	-	-	-
21 Issuance of capital lease debt	-	-	-	-
22 Transfers from constitutional officers	981,592	-	-	-
Total other financing sources (uses)	(113,213,406)	-	-	1,713,282
23 Net change in fund balances	129,327	219,678	(35,836)	(7,121)
24 Fund balances, October 1, 2015	3,827,640	2,321,533	738,730	80,469
Fund balances, September 30, 2016	\$ 3,956,967	\$ 2,541,211	\$ 702,894	\$ 73,348

	Local Court Programs	Building Safety	Crime Prevention	Law Enforcement Education	Law Enforcement Trust	911 Fee	OBT Local Government NID
1	\$ -	\$ 175,202	\$ -	\$ -	\$ -	\$ -	\$ -
2	-	-	-	-	-	-	-
3	-	22,243,298	-	-	-	-	-
4	-	-	-	-	-	5,541,907	-
5	1,018,227	306,615	-	-	-	-	-
6	-	11,759	106,744	620,837	295,718	-	125,000
7	1,986	228,761	1,037	1,993	14,712	131,606	239
8	-	25,154	-	5,509	-	3,511	-
	<u>1,020,213</u>	<u>22,990,789</u>	<u>107,781</u>	<u>628,339</u>	<u>310,430</u>	<u>5,677,024</u>	<u>125,239</u>
9	2,247,040	-	-	-	-	-	-
10	-	17,114,376	37,936	620,457	854,442	3,989,800	140,257
11	-	-	-	-	-	-	-
12	-	-	-	-	-	-	-
13	-	-	-	-	-	-	-
14	95,418	-	-	-	-	-	-
15	-	-	-	-	-	-	-
16	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-
	<u>2,342,458</u>	<u>17,114,376</u>	<u>37,936</u>	<u>620,457</u>	<u>854,442</u>	<u>3,989,800</u>	<u>140,257</u>
18	<u>(1,322,245)</u>	<u>5,876,413</u>	<u>69,845</u>	<u>7,882</u>	<u>(544,012)</u>	<u>1,687,224</u>	<u>(15,018)</u>
19	1,341,833	-	-	-	-	-	-
20	-	-	-	-	-	-	-
21	-	-	-	-	-	-	-
22	-	-	-	-	-	-	-
	<u>1,341,833</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
23	19,588	5,876,413	69,845	7,882	(544,012)	1,687,224	(15,018)
24	<u>38,082</u>	<u>19,779,747</u>	<u>26,916</u>	<u>320,089</u>	<u>1,706,153</u>	<u>14,920,547</u>	<u>41,493</u>
	<u>\$ 57,670</u>	<u>\$ 25,656,160</u>	<u>\$ 96,761</u>	<u>\$ 327,971</u>	<u>\$ 1,162,141</u>	<u>\$ 16,607,771</u>	<u>\$ 26,475</u>

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

	Pine Hills Local Government NID	Inmate Commissary	Mandatory Refuse Collection	Air Pollution Control
Revenues:				
1 Taxes	\$ -	\$ -	\$ -	\$ -
2 Special assessments	-	-	-	-
3 Licenses and permits	-	-	-	39,170
4 Intergovernmental	-	-	-	900,971
5 Charges for services	-	1,564,326	40,561,976	-
6 Fines and forfeitures	125,000	-	-	-
7 Interest	2,035	21,071	180,093	3,150
8 Miscellaneous	-	1	132,021	18,602
Total revenues	<u>127,035</u>	<u>1,585,398</u>	<u>40,874,090</u>	<u>961,893</u>
Expenditures:				
Current:				
9 General government	-	-	-	-
10 Public safety	99,005	1,150,948	-	-
11 Physical environment	-	-	60,664,345	854,396
12 Transportation	-	-	-	-
13 Economic environment	-	-	-	-
14 Human services	-	-	-	-
15 Culture and recreation	-	-	-	-
Debt service:				
16 Principal retirement	-	-	-	-
17 Interest and fiscal charges	-	-	-	-
Total expenditures	<u>99,005</u>	<u>1,150,948</u>	<u>60,664,345</u>	<u>854,396</u>
Excess (deficiency) of revenues over				
18 (under) expenditures	<u>28,030</u>	<u>434,450</u>	<u>(19,790,255)</u>	<u>107,497</u>
Other financing sources (uses):				
19 Transfers in	-	-	-	-
20 Transfers out	-	-	-	-
21 Issuance of capital lease debt	-	-	-	-
22 Transfers from constitutional officers	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
23 Net change in fund balances	28,030	434,450	(19,790,255)	107,497
24 Fund balances, October 1, 2015	<u>228,665</u>	<u>1,629,406</u>	<u>28,754,861</u>	<u>373,717</u>
Fund balances, September 30, 2016	<u><u>\$ 256,695</u></u>	<u><u>\$ 2,063,856</u></u>	<u><u>\$ 8,964,606</u></u>	<u><u>\$ 481,214</u></u>

	Water and Navigation Control Districts	Aquatic Weed Taxing Districts	Aquatic Weed Non-tax Districts	Conservation Trust	Pollutant Storage Tank	Municipal Service Districts	Local Option Gas Tax
1	\$ 1,492,296	\$ 558,430	\$ -	\$ -	\$ -	\$ 6,790,354	\$ 27,353,210
2	-	-	61,687	-	-	118,464	-
3	-	-	-	-	-	-	-
4	-	-	-	-	-	-	192,359
5	112,315	1,211	25,246	747,098	500	18,086,435	21,000
6	-	-	-	-	1,000	-	-
7	86,488	36,669	2,680	65,182	417	261,127	65,646
8	20,000	7,288	-	5,085	-	11,556	75,881
	<u>1,711,099</u>	<u>603,598</u>	<u>89,613</u>	<u>817,365</u>	<u>1,917</u>	<u>25,267,936</u>	<u>27,708,096</u>
9	-	-	-	-	-	1,969,307	-
10	-	-	-	-	-	-	-
11	1,124,468	352,895	31,685	218,892	6,724	8,188,798	6,048,489
12	-	-	-	45,113	-	14,427,447	27,756,460
13	-	-	-	-	-	-	-
14	-	-	-	-	-	-	-
15	-	-	-	-	-	-	-
16	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-
	<u>1,124,468</u>	<u>352,895</u>	<u>31,685</u>	<u>264,005</u>	<u>6,724</u>	<u>24,585,552</u>	<u>33,804,949</u>
18	<u>586,631</u>	<u>250,703</u>	<u>57,928</u>	<u>553,360</u>	<u>(4,807)</u>	<u>682,384</u>	<u>(6,096,853)</u>
19	-	-	3	-	-	120,000	6,123,590
20	-	(3)	-	-	-	(23,590)	-
21	-	-	-	-	-	-	-
22	1,018	7,968	-	-	-	74,343	-
	<u>1,018</u>	<u>7,965</u>	<u>3</u>	<u>-</u>	<u>-</u>	<u>170,753</u>	<u>6,123,590</u>
23	587,649	258,668	57,931	553,360	(4,807)	853,137	26,737
24	<u>8,246,585</u>	<u>3,407,916</u>	<u>201,843</u>	<u>5,930,482</u>	<u>48,369</u>	<u>19,825,986</u>	<u>9,927,198</u>
	<u>\$ 8,834,234</u>	<u>\$ 3,666,584</u>	<u>\$ 259,774</u>	<u>\$ 6,483,842</u>	<u>\$ 43,562</u>	<u>\$ 20,679,123</u>	<u>\$ 9,953,935</u>

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

	Constitutional Gas Tax	Transportation Trust	International Drive Community Redevelopment Agency	Local Housing Assistance (SHIP)
Revenues:				
1 Taxes	\$ -	\$ 1,175,911	\$ -	\$ -
2 Special assessments	-	-	-	-
3 Licenses and permits	-	2,223,667	-	-
4 Intergovernmental	10,039,354	7,755,880	-	4,743,835
5 Charges for services	-	2,136,087	-	-
6 Fines and forfeitures	-	4,800,917	-	-
7 Interest	202,426	714,537	454,033	144,740
8 Miscellaneous	522,176	1,039,770	699,034	559,212
Total revenues	10,763,956	19,846,769	1,153,067	5,447,787
Expenditures:				
Current:				
9 General government	-	-	-	-
10 Public safety	-	201,200	-	-
11 Physical environment	-	7,108,663	-	-
12 Transportation	13,047,483	70,874,633	16,928,077	-
13 Economic environment	-	-	-	5,278,032
14 Human services	-	-	-	-
15 Culture and recreation	-	-	-	-
Debt service:				
16 Principal retirement	-	7,743	-	-
17 Interest and fiscal charges	-	1,886	-	-
Total expenditures	13,047,483	78,194,125	16,928,077	5,278,032
Excess (deficiency) of revenues over				
18 (under) expenditures	(2,283,527)	(58,347,356)	(15,775,010)	169,755
Other financing sources (uses):				
19 Transfers in	-	67,400,000	10,725,799	-
20 Transfers out	-	(120,000)	-	-
21 Issuance of capital lease debt	-	12,683	-	-
22 Transfers from constitutional officers	-	-	-	-
Total other financing sources (uses)	-	67,292,683	10,725,799	-
23 Net change in fund balances	(2,283,527)	8,945,327	(5,049,211)	169,755
24 Fund balances, October 1, 2015	21,989,605	27,076,747	43,273,860	19,196,782
Fund balances, September 30, 2016	\$ 19,706,078	\$ 36,022,074	\$ 38,224,649	\$ 19,366,537

	OBT Community Redevelopment Agency	School Impact Fees	Drug Abuse Trust	Driver Education Safety	Animal Services Trust	Parks	Boating Improvement Program
1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,978,136	\$ -
2	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-
4	-	-	-	-	-	-	-
5	-	60,312,717	106,652	491,431	2,300	3,456,317	137,952
6	-	-	-	-	-	-	-
7	1,556	62,083	1,116	2,243	1,554	269,193	8,672
8	119,917	-	12,585	-	44,488	77,731	-
	<u>121,473</u>	<u>60,374,800</u>	<u>120,353</u>	<u>493,674</u>	<u>48,342</u>	<u>19,781,377</u>	<u>146,624</u>
9	-	-	-	-	-	-	-
10	-	-	-	-	-	-	-
11	-	-	-	-	-	-	-
12	-	-	-	-	-	-	-
13	206,360	-	-	-	-	-	-
14	76,857	59,559,571	269,022	498,634	10,481	-	-
15	-	-	-	-	-	30,762,262	22,679
16	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-
	<u>283,217</u>	<u>59,559,571</u>	<u>269,022</u>	<u>498,634</u>	<u>10,481</u>	<u>30,762,262</u>	<u>22,679</u>
18	<u>(161,744)</u>	<u>815,229</u>	<u>(148,669)</u>	<u>(4,960)</u>	<u>37,861</u>	<u>(10,980,885)</u>	<u>123,945</u>
19	140,549	-	120,900	-	-	14,395,703	-
20	-	(815,229)	-	-	-	-	-
21	-	-	-	-	-	-	-
22	-	-	-	-	-	-	-
	<u>140,549</u>	<u>(815,229)</u>	<u>120,900</u>	<u>-</u>	<u>-</u>	<u>14,395,703</u>	<u>-</u>
23	(21,195)	-	(27,769)	(4,960)	37,861	3,414,818	123,945
24	129,153	-	186,151	44,831	122,145	13,854,272	1,008,604
	<u>\$ 107,958</u>	<u>\$ -</u>	<u>\$ 158,382</u>	<u>\$ 39,871</u>	<u>\$ 160,006</u>	<u>\$ 17,269,090</u>	<u>\$ 1,132,549</u>

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

	<u>Grants</u>	<u>Totals</u>
Revenues:		
1 Taxes	\$ -	\$ 166,827,254
2 Special assessments	-	180,151
3 Licenses and permits	-	24,506,135
4 Intergovernmental	67,280,635	96,454,941
5 Charges for services	37	137,689,959
6 Fines and forfeitures	-	6,086,975
7 Interest	64,596	3,104,857
8 Miscellaneous	6,158,073	9,538,004
	<u>73,503,341</u>	<u>444,388,276</u>
Total revenues	<u>73,503,341</u>	<u>444,388,276</u>
Expenditures:		
Current:		
9 General government	371,482	14,760,515
10 Public safety	5,638,999	29,847,420
11 Physical environment	2,855,321	87,454,676
12 Transportation	1,578,500	144,657,713
13 Economic environment	29,204,996	34,689,388
14 Human services	31,215,703	91,725,686
15 Culture and recreation	1,791,856	32,576,797
Debt service:		
16 Principal retirement	-	7,743
17 Interest and fiscal charges	-	1,886
	<u>72,656,857</u>	<u>435,721,824</u>
Total expenditures	<u>72,656,857</u>	<u>435,721,824</u>
Excess (deficiency) of revenues over		
18 (under) expenditures	<u>846,484</u>	<u>8,666,452</u>
Other financing sources (uses):		
19 Transfers in	911,082	147,700,743
20 Transfers out	(2,932,194)	(162,794,016)
21 Issuance of capital lease debt	-	12,683
22 Transfers from constitutional officers	-	1,064,921
	<u>(2,021,112)</u>	<u>(14,015,669)</u>
Total other financing sources (uses)	<u>(2,021,112)</u>	<u>(14,015,669)</u>
23 Net change in fund balances	(1,174,628)	(5,349,217)
24 Fund balances, October 1, 2015	<u>11,431,238</u>	<u>260,689,815</u>
Fund balances, September 30, 2016	<u>\$ 10,256,610</u>	<u>\$ 255,340,598</u>



**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016**

Special Tax Equalization District			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ 118,467,079	\$ 113,303,715	\$ (5,163,364)
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	-	-	-
6 Fines and forfeitures	-	-	-
7 Interest	20,000	39,018	19,018
8 Miscellaneous	-	-	-
9 Less statutory deduction	(5,956,854)	-	5,956,854
Total revenues	112,530,225	113,342,733	812,508
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	-	-	-
12 Physical environment	-	-	-
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	-	-	-
16 Culture and recreation	-	-	-
17 Reserve for contingencies	796,640	-	796,640
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	796,640	-	796,640
Excess (deficiency) of revenues over 20 (under) expenditures	111,733,585	113,342,733	1,609,148
Other financing sources (uses):			
21 Transfers in	44,708,002	44,708,002	-
22 Transfers out	(160,919,227)	(158,903,000)	2,016,227
23 Issuance of capital lease debt	-	-	-
24 Transfers from constitutional officers	650,000	981,592	331,592
Total other financing sources (uses)	(115,561,225)	(113,213,406)	2,347,819
25 Net change in fund balances	(3,827,640)	129,327	3,956,967
26 Fund balances, October 1, 2015	3,827,640	3,827,640	-
Fund balances, September 30, 2016	\$ -	\$ 3,956,967	\$ 3,956,967

Court Facilities Fee			Teen Court			
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	-	-	-	-	-	-
3	-	-	-	-	-	-
4	-	-	-	-	-	-
5	5,300,000	5,147,425	(152,575)	500,000	504,770	4,770
6	-	-	-	-	-	-
7	10,000	24,215	14,215	5,000	6,724	1,724
8	-	40	40	-	-	-
9	(265,500)	-	265,500	(25,250)	-	25,250
	5,044,500	5,171,680	127,180	479,750	511,494	31,744
	-					
10	7,337,255	4,952,002	2,385,253	684,945	547,330	137,615
11	-	-	-	-	-	-
12	-	-	-	-	-	-
13	-	-	-	-	-	-
14	-	-	-	-	-	-
15	-	-	-	-	-	-
16	-	-	-	-	-	-
17	28,778	-	28,778	533,535	-	533,535
18	-	-	-	-	-	-
19	-	-	-	-	-	-
	7,366,033	4,952,002	2,414,031	1,218,480	547,330	671,150
20	(2,321,533)	219,678	2,541,211	(738,730)	(35,836)	702,894
21	-	-	-	-	-	-
22	-	-	-	-	-	-
23	-	-	-	-	-	-
24	-	-	-	-	-	-
	-	-	-	-	-	-
25	(2,321,533)	219,678	2,541,211	(738,730)	(35,836)	702,894
26	2,321,533	2,321,533	-	738,730	738,730	-
	\$ -	\$ 2,541,211	\$ 2,541,211	\$ -	\$ 702,894	\$ 702,894

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

Court Technology			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	2,300,000	2,949,322	649,322
6 Fines and forfeitures	-	-	-
7 Interest	5,000	3,259	(1,741)
8 Miscellaneous	-	370	370
9 Less statutory deduction	(115,250)	-	115,250
Total revenues	2,189,750	2,952,951	763,201
Expenditures:			
Current:			
10 General government	5,403,982	4,673,354	730,628
11 Public safety	-	-	-
12 Physical environment	-	-	-
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	-	-	-
16 Culture and recreation	-	-	-
17 Reserve for contingencies	-	-	-
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	5,403,982	4,673,354	730,628
Excess (deficiency) of revenues over			
20 (under) expenditures	(3,214,232)	(1,720,403)	1,493,829
Other financing sources (uses):			
21 Transfers in	3,133,763	1,713,282	(1,420,481)
22 Transfers out	-	-	-
23 Issuance of capital lease debt	-	-	-
24 Transfers from constitutional officers	-	-	-
Total other financing sources (uses)	3,133,763	1,713,282	(1,420,481)
25 Net change in fund balances	(80,469)	(7,121)	73,348
26 Fund balances, October 1, 2015	80,469	80,469	-
Fund balances, September 30, 2016	\$ -	\$ 73,348	\$ 73,348

Local Court Programs			Building Safety			
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ 250,000	\$ 175,202	\$ (74,798)
2	-	-	-	-	-	-
3	-	-	-	14,026,927	22,243,298	8,216,371
4	-	-	-	-	-	-
5	1,050,000	1,018,227	(31,773)	265,000	306,615	41,615
6	-	-	-	-	11,759	11,759
7	2,900	1,986	(914)	65,827	228,761	162,934
8	-	-	-	4,900	25,154	20,254
9	(52,645)	-	52,645	(730,633)	-	730,633
	1,000,255	1,020,213	19,958	13,882,021	22,990,789	9,108,768
10	2,492,602	2,247,040	245,562	-	-	-
11	-	-	-	18,282,825	17,114,376	1,168,449
12	-	-	-	-	-	-
13	-	-	-	-	-	-
14	-	-	-	-	-	-
15	95,418	95,418	-	-	-	-
16	-	-	-	-	-	-
17	21,242	-	21,242	15,378,943	-	15,378,943
18	-	-	-	-	-	-
19	-	-	-	-	-	-
	2,609,262	2,342,458	266,804	33,661,768	17,114,376	16,547,392
20	(1,609,007)	(1,322,245)	286,762	(19,779,747)	5,876,413	25,656,160
21	1,570,925	1,341,833	(229,092)	-	-	-
22	-	-	-	-	-	-
23	-	-	-	-	-	-
24	-	-	-	-	-	-
	1,570,925	1,341,833	(229,092)	-	-	-
25	(38,082)	19,588	57,670	(19,779,747)	5,876,413	25,656,160
26	38,082	38,082	-	19,779,747	19,779,747	-
	\$ -	\$ 57,670	\$ 57,670	\$ -	\$ 25,656,160	\$ 25,656,160

Continued

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016**

Crime Prevention			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	-	-	-
6 Fines and forfeitures	81,229	106,744	25,515
7 Interest	-	1,037	1,037
8 Miscellaneous	-	-	-
9 Less statutory deduction	(4,061)	-	4,061
Total revenues	77,168	107,781	30,613
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	104,084	37,936	66,148
12 Physical environment	-	-	-
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	-	-	-
16 Culture and recreation	-	-	-
17 Reserve for contingencies	-	-	-
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	104,084	37,936	66,148
Excess (deficiency) of revenues over			
20 (under) expenditures	(26,916)	69,845	96,761
Other financing sources (uses):			
21 Transfers in	-	-	-
22 Transfers out	-	-	-
23 Issuance of capital lease debt	-	-	-
24 Transfers from constitutional officers	-	-	-
Total other financing sources (uses)	-	-	-
25 Net change in fund balances	(26,916)	69,845	96,761
26 Fund balances, October 1, 2015	26,916	26,916	-
Fund balances, September 30, 2016	\$ -	\$ 96,761	\$ 96,761

Law Enforcement Education			Law Enforcement Trust				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -
2	-	-	-		-	-	-
3	-	-	-		-	-	-
4	-	-	-		-	-	-
5	-	-	-		-	-	-
6	650,000	620,837	(29,163)		500,000	295,718	(204,282)
7	7,000	1,993	(5,007)		20,000	14,712	(5,288)
8	-	5,509	5,509		-	-	-
9	(32,850)	-	32,850		(26,000)	-	26,000
	<u>624,150</u>	<u>628,339</u>	<u>4,189</u>		<u>494,000</u>	<u>310,430</u>	<u>(183,570)</u>
10	-	-	-		-	-	-
11	952,905	620,457	332,448		2,200,153	854,442	1,345,711
12	-	-	-		-	-	-
13	-	-	-		-	-	-
14	-	-	-		-	-	-
15	-	-	-		-	-	-
16	-	-	-		-	-	-
17	-	-	-		-	-	-
18	-	-	-		-	-	-
19	-	-	-		-	-	-
	<u>952,905</u>	<u>620,457</u>	<u>332,448</u>		<u>2,200,153</u>	<u>854,442</u>	<u>1,345,711</u>
20	(328,755)	7,882	336,637		(1,706,153)	(544,012)	1,162,141
21	-	-	-		-	-	-
22	-	-	-		-	-	-
23	-	-	-		-	-	-
24	-	-	-		-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>	<u>-</u>	<u>-</u>
25	(328,755)	7,882	336,637		(1,706,153)	(544,012)	1,162,141
26	<u>328,755</u>	<u>320,089</u>	<u>(8,666)</u>		<u>1,706,153</u>	<u>1,706,153</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ 327,971</u>	<u>\$ 327,971</u>		<u>\$ -</u>	<u>\$ 1,162,141</u>	<u>\$ 1,162,141</u>

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

				911 Fee		
				Final Budget	Actual	Variance Positive (Negative)
Revenues:						
1	Taxes	\$	-	\$	-	\$ -
2	Special assessments		-		-	-
3	Licenses and permits		-		-	-
4	Intergovernmental		6,000,000		5,541,907	(458,093)
5	Charges for services		-		-	-
6	Fines and forfeitures		-		-	-
7	Interest		110,000		131,606	21,606
8	Miscellaneous		-		3,511	3,511
9	Less statutory deduction		(305,500)		-	305,500
Total revenues				5,804,500	5,677,024	(127,476)
Expenditures:						
Current:						
10	General government		-		-	-
11	Public safety		20,725,047		3,989,800	16,735,247
12	Physical environment		-		-	-
13	Transportation		-		-	-
14	Economic environment		-		-	-
15	Human services		-		-	-
16	Culture and recreation		-		-	-
17	Reserve for contingencies		-		-	-
Debt service:						
18	Principal retirement		-		-	-
19	Interest and fiscal charges		-		-	-
Total expenditures				20,725,047	3,989,800	16,735,247
Excess (deficiency) of revenues over						
20	(under) expenditures		(14,920,547)		1,687,224	16,607,771
Other financing sources (uses):						
21	Transfers in		-		-	-
22	Transfers out		-		-	-
23	Issuance of capital lease debt		-		-	-
24	Transfers from constitutional officers		-		-	-
Total other financing sources (uses)				-	-	-
25	Net change in fund balances		(14,920,547)		1,687,224	16,607,771
26	Fund balances, October 1, 2015		14,920,547		14,920,547	-
Fund balances, September 30, 2016				\$ -	\$ 16,607,771	\$ 16,607,771

OBT Local Government NID			Pine Hills Local Government NID				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -
2	-	-	-		-	-	-
3	-	-	-		-	-	-
4	-	-	-		-	-	-
5	-	-	-		-	-	-
6	131,579	125,000	(6,579)		131,579	125,000	(6,579)
7	-	239	239		-	2,035	2,035
8	-	-	-		-	-	-
9	(6,579)	-	6,579		(6,579)	-	6,579
	<u>125,000</u>	<u>125,239</u>	<u>239</u>		<u>125,000</u>	<u>127,035</u>	<u>2,035</u>
10	-	-	-		-	-	-
11	166,493	140,257	26,236		308,665	99,005	209,660
12	-	-	-		-	-	-
13	-	-	-		-	-	-
14	-	-	-		-	-	-
15	-	-	-		-	-	-
16	-	-	-		-	-	-
17	-	-	-		45,000	-	45,000
18	-	-	-		-	-	-
19	-	-	-		-	-	-
	<u>166,493</u>	<u>140,257</u>	<u>26,236</u>		<u>353,665</u>	<u>99,005</u>	<u>254,660</u>
20	<u>(41,493)</u>	<u>(15,018)</u>	<u>26,475</u>		<u>(228,665)</u>	<u>28,030</u>	<u>256,695</u>
21	-	-	-		-	-	-
22	-	-	-		-	-	-
23	-	-	-		-	-	-
24	-	-	-		-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>	<u>-</u>	<u>-</u>
25	(41,493)	(15,018)	26,475		(228,665)	28,030	256,695
26	<u>41,493</u>	<u>41,493</u>	<u>-</u>		<u>228,665</u>	<u>228,665</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ 26,475</u>	<u>\$ 26,475</u>		<u>\$ -</u>	<u>\$ 256,695</u>	<u>\$ 256,695</u>

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

				Inmate Commissary		
				Final Budget	Actual	Variance Positive (Negative)
Revenues:						
1	Taxes	\$	-	\$	-	\$ -
2	Special assessments		-		-	-
3	Licenses and permits		-		-	-
4	Intergovernmental		-		-	-
5	Charges for services		1,227,600		1,564,326	336,726
6	Fines and forfeitures		-		-	-
7	Interest		-		21,071	21,071
8	Miscellaneous		-		1	1
9	Less statutory deduction		(61,380)		-	61,380
Total revenues				1,166,220	1,585,398	419,178
Expenditures:						
Current:						
10	General government		-		-	-
11	Public safety		2,795,626		1,150,948	1,644,678
12	Physical environment		-		-	-
13	Transportation		-		-	-
14	Economic environment		-		-	-
15	Human services		-		-	-
16	Culture and recreation		-		-	-
17	Reserve for contingencies		-		-	-
Debt service:						
18	Principal retirement		-		-	-
19	Interest and fiscal charges		-		-	-
Total expenditures				2,795,626	1,150,948	1,644,678
Excess (deficiency) of revenues over						
20	(under) expenditures		(1,629,406)		434,450	2,063,856
Other financing sources (uses):						
21	Transfers in		-		-	-
22	Transfers out		-		-	-
23	Issuance of capital lease debt		-		-	-
24	Transfers from constitutional officers		-		-	-
Total other financing sources (uses)				-	-	-
25	Net change in fund balances		(1,629,406)		434,450	2,063,856
26	Fund balances, October 1, 2015		1,629,406		1,629,406	-
Fund balances, September 30, 2016				\$ -	\$ 2,063,856	\$ 2,063,856

Mandatory Refuse Collection			Air Pollution Control			
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	-	-	-	-	-	-
3	-	-	-	17,000	39,170	22,170
4	-	-	-	840,420	900,971	60,551
5	43,556,720	40,561,976	(2,994,744)	40	-	(40)
6	-	-	-	-	-	-
7	167,298	180,093	12,795	3,000	3,150	150
8	26,749	132,021	105,272	-	18,602	18,602
9	(2,187,538)	-	2,187,538	(43,023)	-	43,023
	41,563,229	40,874,090	(689,139)	817,437	961,893	144,456
10	-	-	-	-	-	-
11	-	-	-	-	-	-
12	60,970,753	60,664,345	306,408	1,137,064	854,396	282,668
13	-	-	-	-	-	-
14	-	-	-	-	-	-
15	-	-	-	-	-	-
16	-	-	-	-	-	-
17	9,347,337	-	9,347,337	54,090	-	54,090
18	-	-	-	-	-	-
19	-	-	-	-	-	-
	70,318,090	60,664,345	9,653,745	1,191,154	854,396	336,758
20	(28,754,861)	(19,790,255)	8,964,606	(373,717)	107,497	481,214
21	-	-	-	-	-	-
22	-	-	-	-	-	-
23	-	-	-	-	-	-
24	-	-	-	-	-	-
	-	-	-	-	-	-
25	(28,754,861)	(19,790,255)	8,964,606	(373,717)	107,497	481,214
26	28,754,861	28,754,861	-	373,717	373,717	-
	\$ -	\$ 8,964,606	\$ 8,964,606	\$ -	\$ 481,214	\$ 481,214

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

Water and Navigation Control Districts			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ 1,543,921	\$ 1,492,296	\$ (51,625)
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	80,000	112,315	32,315
6 Fines and forfeitures	-	-	-
7 Interest	47,700	86,488	38,788
8 Miscellaneous	50	20,000	19,950
9 Less statutory deduction	(85,076)	-	85,076
Total revenues	1,586,595	1,711,099	124,504
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	-	-	-
12 Physical environment	2,338,689	1,124,468	1,214,221
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	-	-	-
16 Culture and recreation	-	-	-
17 Reserve for contingencies	7,524,333	-	7,524,333
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	9,863,022	1,124,468	8,738,554
Excess (deficiency) of revenues over			
20 (under) expenditures	(8,276,427)	586,631	8,863,058
Other financing sources (uses):			
21 Transfers in	-	-	-
22 Transfers out	-	-	-
23 Issuance of capital lease debt	-	-	-
24 Transfers from constitutional officers	29,842	1,018	(28,824)
Total other financing sources (uses)	29,842	1,018	(28,824)
25 Net change in fund balances	(8,246,585)	587,649	8,834,234
26 Fund balances, October 1, 2015	8,246,585	8,246,585	-
Fund balances, September 30, 2016	\$ -	\$ 8,834,234	\$ 8,834,234

Aquatic Weed Taxing Districts				Aquatic Weed Non-tax Districts		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ 577,210	\$ 558,430	\$ (18,780)	\$ -	\$ -	\$ -
2	-	-	-	64,199	61,687	(2,512)
3	-	-	-	-	-	-
4	-	-	-	-	-	-
5	50,000	1,211	(48,789)	30,000	25,246	(4,754)
6	-	-	-	-	-	-
7	26,838	36,669	9,831	1,344	2,680	1,336
8	33,000	7,288	(25,712)	-	-	-
9	(34,894)	-	34,894	(4,775)	-	4,775
	652,154	603,598	(48,556)	90,768	89,613	(1,155)
10	-	-	-	-	-	-
11	-	-	-	-	-	-
12	1,907,053	352,895	1,554,158	103,245	31,685	71,560
13	-	-	-	-	-	-
14	-	-	-	-	-	-
15	-	-	-	-	-	-
16	-	-	-	-	-	-
17	2,166,836	-	2,166,836	189,369	-	189,369
18	-	-	-	-	-	-
19	-	-	-	-	-	-
	4,073,889	352,895	3,720,994	292,614	31,685	260,929
20	(3,421,735)	250,703	3,672,438	(201,846)	57,928	259,774
21	-	-	-	3	3	-
22	(3)	(3)	-	-	-	-
23	-	-	-	-	-	-
24	13,822	7,968	(5,854)	-	-	-
	13,819	7,965	(5,854)	3	3	-
25	(3,407,916)	258,668	3,666,584	(201,843)	57,931	259,774
26	3,407,916	3,407,916	-	201,843	201,843	-
	\$ -	\$ 3,666,584	\$ 3,666,584	\$ -	\$ 259,774	\$ 259,774

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

Conservation Trust			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	584,844	747,098	162,254
6 Fines and forfeitures	-	-	-
7 Interest	30,100	65,182	35,082
8 Miscellaneous	1,050	5,085	4,035
9 Less statutory deduction	(30,800)	-	30,800
Total revenues	585,194	817,365	232,171
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	-	-	-
12 Physical environment	1,309,401	218,892	1,090,509
13 Transportation	1,294,902	45,113	1,249,789
14 Economic environment	-	-	-
15 Human services	-	-	-
16 Culture and recreation	-	-	-
17 Reserve for contingencies	3,911,373	-	3,911,373
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	6,515,676	264,005	6,251,671
Excess (deficiency) of revenues over			
20 (under) expenditures	(5,930,482)	553,360	6,483,842
Other financing sources (uses):			
21 Transfers in	-	-	-
22 Transfers out	-	-	-
23 Issuance of capital lease debt	-	-	-
24 Transfers from constitutional officers	-	-	-
Total other financing sources (uses)	-	-	-
25 Net change in fund balances	(5,930,482)	553,360	6,483,842
26 Fund balances, October 1, 2015	5,930,482	5,930,482	-
Fund balances, September 30, 2016	\$ -	\$ 6,483,842	\$ 6,483,842

Pollutant Storage Tank			Municipal Service Districts				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$	7,215,984	\$ 6,790,354	\$ (425,630)
2	-	-	-		130,646	118,464	(12,182)
3	-	-	-		-	-	-
4	-	-	-		-	-	-
5	1,000	500	(500)		17,616,678	18,086,435	469,757
6	1,000	1,000	-		-	-	-
7	300	417	117		130,760	261,127	130,367
8	-	-	-		-	11,556	11,556
9	(115)	-	115		(1,254,706)	-	1,254,706
	<u>2,185</u>	<u>1,917</u>	<u>(268)</u>		<u>23,839,362</u>	<u>25,267,936</u>	<u>1,428,574</u>
10	-	-	-		1,992,369	1,969,307	23,062
11	-	-	-		-	-	-
12	50,554	6,724	43,830		9,488,032	8,188,798	1,299,234
13	-	-	-		15,349,849	14,427,447	922,402
14	-	-	-		-	-	-
15	-	-	-		-	-	-
16	-	-	-		-	-	-
17	-	-	-		16,930,972	-	16,930,972
18	-	-	-		-	-	-
19	-	-	-		-	-	-
	<u>50,554</u>	<u>6,724</u>	<u>43,830</u>		<u>43,761,222</u>	<u>24,585,552</u>	<u>19,175,670</u>
20	<u>(48,369)</u>	<u>(4,807)</u>	<u>43,562</u>		<u>(19,921,860)</u>	<u>682,384</u>	<u>20,604,244</u>
21	-	-	-		120,000	120,000	-
22	-	-	-		(24,126)	(23,590)	536
23	-	-	-		-	-	-
24	-	-	-		-	74,343	74,343
	<u>-</u>	<u>-</u>	<u>-</u>		<u>95,874</u>	<u>170,753</u>	<u>74,879</u>
25	(48,369)	(4,807)	43,562		(19,825,986)	853,137	20,679,123
26	<u>48,369</u>	<u>48,369</u>	<u>-</u>		<u>19,825,986</u>	<u>19,825,986</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ 43,562</u>	<u>\$ 43,562</u>	<u>\$</u>	<u>-</u>	<u>\$ 20,679,123</u>	<u>\$ 20,679,123</u>

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ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

				Local Option Gas Tax		
				Final Budget	Actual	Variance Positive (Negative)
Revenues:						
1	Taxes	\$	25,000,000	\$	27,353,210	\$ 2,353,210
2	Special assessments		-		-	-
3	Licenses and permits		-		-	-
4	Intergovernmental		-		192,359	192,359
5	Charges for services		-		21,000	21,000
6	Fines and forfeitures		-		-	-
7	Interest		35,000		65,646	30,646
8	Miscellaneous		-		75,881	75,881
9	Less statutory deduction		(1,251,750)		-	1,251,750
Total revenues				23,783,250	27,708,096	3,924,846
Expenditures:						
Current:						
10	General government		-		-	-
11	Public safety		-		-	-
12	Physical environment		7,034,314		6,048,489	985,825
13	Transportation		30,890,648		27,756,460	3,134,188
14	Economic environment		-		-	-
15	Human services		-		-	-
16	Culture and recreation		-		-	-
17	Reserve for contingencies		1,909,612		-	1,909,612
Debt service:						
18	Principal retirement		-		-	-
19	Interest and fiscal charges		-		-	-
Total expenditures				39,834,574	33,804,949	6,029,625
Excess (deficiency) of revenues over						
20	(under) expenditures		(16,051,324)		(6,096,853)	9,954,471
Other financing sources (uses):						
21	Transfers in		6,124,126		6,123,590	(536)
22	Transfers out		-		-	-
23	Issuance of capital lease debt		-		-	-
24	Transfers from constitutional officers		-		-	-
Total other financing sources (uses)				6,124,126	6,123,590	(536)
25	Net change in fund balances		(9,927,198)		26,737	9,953,935
26	Fund balances, October 1, 2015		9,927,198		9,927,198	-
Fund balances, September 30, 2016				\$ -	\$ 9,953,935	\$ 9,953,935

Constitutional Gas Tax			Transportation Trust			
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ 1,050,000	\$ 1,175,911	\$ 125,911
2	-	-	-	-	-	-
3	-	-	-	1,983,500	2,223,667	240,167
4	8,800,000	10,039,354	1,239,354	7,098,000	7,755,880	657,880
5	-	-	-	1,074,080	2,136,087	1,062,007
6	-	-	-	3,262,500	4,800,917	1,538,417
7	80,250	202,426	122,176	101,050	714,537	613,487
8	-	522,176	522,176	38,500	1,039,770	1,001,270
9	(444,013)	-	444,013	(730,382)	-	730,382
	8,436,237	10,763,956	2,327,719	13,877,248	19,846,769	5,969,521
10	-	-	-	-	-	-
11	-	-	-	2,991,672	201,200	2,790,472
12	-	-	-	8,224,890	7,108,663	1,116,227
13	18,515,190	13,047,483	5,467,707	87,143,818	70,874,633	16,269,185
14	-	-	-	-	-	-
15	-	-	-	-	-	-
16	-	-	-	-	-	-
17	11,910,652	-	11,910,652	9,863,709	-	9,863,709
18	-	-	-	7,859	7,743	116
19	-	-	-	2,047	1,886	161
	30,425,842	13,047,483	17,378,359	108,233,995	78,194,125	30,039,870
20	(21,989,605)	(2,283,527)	19,706,078	(94,356,747)	(58,347,356)	36,009,391
21	-	-	-	67,400,000	67,400,000	-
22	-	-	-	(120,000)	(120,000)	-
23	-	-	-	-	12,683	12,683
24	-	-	-	-	-	-
	-	-	-	67,280,000	67,292,683	12,683
25	(21,989,605)	(2,283,527)	19,706,078	(27,076,747)	8,945,327	36,022,074
26	21,989,605	21,989,605	-	27,076,747	27,076,747	-
	\$ -	\$ 19,706,078	\$ 19,706,078	\$ -	\$ 36,022,074	\$ 36,022,074

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ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

				International Drive Community Redevelopment Agency		
				Final Budget	Actual	Variance Positive (Negative)
Revenues:						
1	Taxes	\$	-	\$	-	\$ -
2	Special assessments		-		-	-
3	Licenses and permits		-		-	-
4	Intergovernmental		-		-	-
5	Charges for services		-		-	-
6	Fines and forfeitures		-		-	-
7	Interest		100,000		454,033	354,033
8	Miscellaneous		619,214		699,034	79,820
9	Less statutory deduction		(35,961)		-	35,961
Total revenues				683,253	1,153,067	469,814
Expenditures:						
Current:						
10	General government		-		-	-
11	Public safety		-		-	-
12	Physical environment		-		-	-
13	Transportation		32,413,175		16,928,077	15,485,098
14	Economic environment		-		-	-
15	Human services		-		-	-
16	Culture and recreation		-		-	-
17	Reserve for contingencies		22,446,622		-	22,446,622
Debt service:						
18	Principal retirement		-		-	-
19	Interest and fiscal charges		-		-	-
Total expenditures				54,859,797	16,928,077	37,931,720
Excess (deficiency) of revenues over						
20	(under) expenditures		(54,176,544)		(15,775,010)	38,401,534
Other financing sources (uses):						
21	Transfers in		10,902,684		10,725,799	(176,885)
22	Transfers out		-		-	-
23	Issuance of capital lease debt		-		-	-
24	Transfers from constitutional officers		-		-	-
Total other financing sources (uses)				10,902,684	10,725,799	(176,885)
25	Net change in fund balances		(43,273,860)		(5,049,211)	38,224,649
26	Fund balances, October 1, 2015		43,273,860		43,273,860	-
Fund balances, September 30, 2016				\$ -	\$ 38,224,649	\$ 38,224,649

Local Housing Assistance (SHIP)			OBT Community Redevelopment Agency			
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	-	-	-	-	-	-
3	-	-	-	-	-	-
4	-	4,743,835	4,743,835	-	-	-
5	-	-	-	-	-	-
6	-	-	-	-	-	-
7	50,000	144,740	94,740	1,000	1,556	556
8	150,000	559,212	409,212	119,917	119,917	-
9	(10,000)	-	10,000	(6,046)	-	6,046
	-					
	190,000	5,447,787	5,257,787	114,871	121,473	6,602
10	-	-	-	-	-	-
11	-	-	-	-	-	-
12	-	-	-	-	-	-
13	-	-	-	-	-	-
14	9,026,323	5,278,032	3,748,291	270,071	206,360	63,711
15	-	-	-	114,502	76,857	37,645
16	-	-	-	-	-	-
17	-	-	-	-	-	-
18	-	-	-	-	-	-
19	-	-	-	-	-	-
	9,026,323	5,278,032	3,748,291	384,573	283,217	101,356
20	(8,836,323)	169,755	9,006,078	(269,702)	(161,744)	107,958
21	-	-	-	140,549	140,549	-
22	-	-	-	-	-	-
23	-	-	-	-	-	-
24	-	-	-	-	-	-
	-	-	-	140,549	140,549	-
25	(8,836,323)	169,755	9,006,078	(129,153)	(21,195)	107,958
26	8,836,323	19,196,782	10,360,459	129,153	129,153	-
	\$ -	\$ 19,366,537	\$ 19,366,537	\$ -	\$ 107,958	\$ 107,958

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**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016**

School Impact Fees			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	90,000,000	60,312,717	(29,687,283)
6 Fines and forfeitures	-	-	-
7 Interest	20,000	62,083	42,083
8 Miscellaneous	-	-	-
9 Less statutory deduction	(4,501,000)	-	4,501,000
Total revenues	<u>85,519,000</u>	<u>60,374,800</u>	<u>(25,144,200)</u>
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	-	-	-
12 Physical environment	-	-	-
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	84,594,000	59,559,571	25,034,429
16 Culture and recreation	-	-	-
17 Reserve for contingencies	-	-	-
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	<u>84,594,000</u>	<u>59,559,571</u>	<u>25,034,429</u>
Excess (deficiency) of revenues over			
20 (under) expenditures	<u>925,000</u>	<u>815,229</u>	<u>(109,771)</u>
Other financing sources (uses):			
21 Transfers in	-	-	-
22 Transfers out	(925,000)	(815,229)	109,771
23 Issuance of capital lease debt	-	-	-
24 Transfers from constitutional officers	-	-	-
Total other financing sources (uses)	<u>(925,000)</u>	<u>(815,229)</u>	<u>109,771</u>
25 Net change in fund balances	-	-	-
26 Fund balances, October 1, 2015	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, September 30, 2016	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Drug Abuse Trust			Driver Education Safety				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -
2	-	-	-		-	-	-
3	-	-	-		-	-	-
4	-	-	-		-	-	-
5	125,000	106,652	(18,348)		600,000	491,431	(108,569)
6	-	-	-		-	-	-
7	1,000	1,116	116		100	2,243	2,143
8	-	12,585	12,585		-	-	-
9	(6,300)	-	6,300		(30,005)	-	30,005
	119,700	120,353	653		570,095	493,674	(76,421)
10	-	-	-		-	-	-
11	-	-	-		-	-	-
12	-	-	-		-	-	-
13	-	-	-		-	-	-
14	-	-	-		-	-	-
15	426,751	269,022	157,729		614,926	498,634	116,292
16	-	-	-		-	-	-
17	-	-	-		-	-	-
18	-	-	-		-	-	-
19	-	-	-		-	-	-
	426,751	269,022	157,729		614,926	498,634	116,292
20	(307,051)	(148,669)	158,382		(44,831)	(4,960)	39,871
21	120,900	120,900	-		-	-	-
22	-	-	-		-	-	-
23	-	-	-		-	-	-
24	-	-	-		-	-	-
	120,900	120,900	-		-	-	-
25	(186,151)	(27,769)	158,382		(44,831)	(4,960)	39,871
26	186,151	186,151	-		44,831	44,831	-
	\$ -	\$ 158,382	\$ 158,382		\$ -	\$ 39,871	\$ 39,871

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**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016**

Animal Services Trust			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Special assessments	-	-	-
3 Licenses and permits	-	-	-
4 Intergovernmental	-	-	-
5 Charges for services	1,800	2,300	500
6 Fines and forfeitures	-	-	-
7 Interest	598	1,554	956
8 Miscellaneous	35,000	44,488	9,488
9 Less statutory deduction	(1,870)	-	1,870
Total revenues	35,528	48,342	12,814
Expenditures:			
Current:			
10 General government	-	-	-
11 Public safety	-	-	-
12 Physical environment	-	-	-
13 Transportation	-	-	-
14 Economic environment	-	-	-
15 Human services	157,673	10,481	147,192
16 Culture and recreation	-	-	-
17 Reserve for contingencies	-	-	-
Debt service:			
18 Principal retirement	-	-	-
19 Interest and fiscal charges	-	-	-
Total expenditures	157,673	10,481	147,192
Excess (deficiency) of revenues over			
20 (under) expenditures	(122,145)	37,861	160,006
Other financing sources (uses):			
21 Transfers in	-	-	-
22 Transfers out	-	-	-
23 Issuance of capital lease debt	-	-	-
24 Transfers from constitutional officers	-	-	-
Total other financing sources (uses)	-	-	-
25 Net change in fund balances	(122,145)	37,861	160,006
26 Fund balances, October 1, 2015	122,145	122,145	-
Fund balances, September 30, 2016	\$ -	\$ 160,006	\$ 160,006

Parks				Boating Improvement Program		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ 16,713,931	\$ 15,978,136	\$ (735,795)	\$ -	\$ -	\$ -
2	-	-	-	-	-	-
3	-	-	-	-	-	-
4	-	-	-	-	-	-
5	3,174,260	3,456,317	282,057	135,344	137,952	2,608
6	-	-	-	-	-	-
7	210,000	269,193	59,193	10,003	8,672	(1,331)
8	231,821	77,731	(154,090)	-	-	-
9	(1,016,501)	-	1,016,501	(7,267)	-	7,267
	19,313,511	19,781,377	467,866	138,080	146,624	8,544
10	-	-	-	-	-	-
11	-	-	-	-	-	-
12	-	-	-	-	-	-
13	-	-	-	-	-	-
14	-	-	-	-	-	-
15	-	-	-	-	-	-
16	38,299,804	30,762,262	7,537,542	1,146,684	22,679	1,124,005
17	9,263,682	-	9,263,682	-	-	-
18	-	-	-	-	-	-
19	-	-	-	-	-	-
	47,563,486	30,762,262	16,801,224	1,146,684	22,679	1,124,005
20	(28,249,975)	(10,980,885)	17,269,090	(1,008,604)	123,945	1,132,549
21	14,395,703	14,395,703	-	-	-	-
22	-	-	-	-	-	-
23	-	-	-	-	-	-
24	-	-	-	-	-	-
	14,395,703	14,395,703	-	-	-	-
25	(13,854,272)	3,414,818	17,269,090	(1,008,604)	123,945	1,132,549
26	13,854,272	13,854,272	-	1,008,604	1,008,604	-
	\$ -	\$ 17,269,090	\$ 17,269,090	\$ -	\$ 1,132,549	\$ 1,132,549

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR SPECIAL REVENUE FUNDS
for the year ended September 30, 2016

		Grants		
		Final Budget	Actual	Variance Positive (Negative)
Revenues:				
1	Taxes	\$ -	\$ -	\$ -
2	Special assessments	-	-	-
3	Licenses and permits	-	-	-
4	Intergovernmental	126,439,419	67,280,635	(59,158,784)
5	Charges for services	-	37	37
6	Fines and forfeitures	-	-	-
7	Interest	-	64,596	64,596
8	Miscellaneous	14,918,413	6,158,073	(8,760,340)
9	Less statutory deduction	(13,660,710)	-	13,660,710
Total revenues		127,697,122	73,503,341	(54,193,781)
Expenditures:				
Current:				
10	General government	1,404,421	371,482	1,032,939
11	Public safety	9,264,659	5,638,999	3,625,660
12	Physical environment	7,510,203	2,855,321	4,654,882
13	Transportation	4,053,539	1,578,500	2,475,039
14	Economic environment	50,322,953	29,204,996	21,117,957
15	Human services	44,906,880	31,215,703	13,691,177
16	Culture and recreation	9,701,098	1,791,856	7,909,242
17	Reserve for contingencies	554,299	-	554,299
Debt service:				
18	Principal retirement	-	-	-
19	Interest and fiscal charges	-	-	-
Total expenditures		127,718,052	72,656,857	55,061,195
Excess (deficiency) of revenues over				
20	(under) expenditures	(20,930)	846,484	867,414
Other financing sources (uses):				
21	Transfers in	2,657,686	911,082	(1,746,604)
22	Transfers out	(4,967,563)	(2,932,194)	2,035,369
23	Issuance of capital lease debt	-	-	-
24	Transfers from constitutional officers	-	-	-
Total other financing sources (uses)		(2,309,877)	(2,021,112)	288,765
25	Net change in fund balances	(2,330,807)	(1,174,628)	1,156,179
26	Fund balances, October 1, 2015	2,330,807	11,431,238	9,100,431
Fund balances, September 30, 2016		\$ -	\$ 10,256,610	\$ 10,256,610

DEBT SERVICE FUNDS

Capital Improvement Bonds is for debt service payments on the Capital Improvement Refunding Revenue Bonds, Series 2009. Pledged revenue for debt service on the bonds is Board receipts from the State Revenue Sharing Trust Fund provided by Chapter 218, Florida Statutes, in an amount equal to 50% of revenue received from this source in the immediately preceding fiscal year.

Public Facilities Bonds is for debt service payments on the Public Facilities Revenue Bonds, Series 1994A. The primary revenue source is miscellaneous designated revenues of the General Fund, transferred in for required debt service payments.

Public Service Tax Bonds is for debt service payments on the Public Service Tax Refunding Revenue Bonds, Series 2013. The primary revenue source is the public service tax levied by the Board on utilities services sold or consumed in the unincorporated area.

Orange County Promissory Note is for debt service payments on the Series 2010 Promissory Note. The primary revenue source is from a surcharge on traffic violations within the County.

Sales Tax Trust is presented as a major fund in the governmental fund financial statements and, as such, is not included in these supplementary combining statements. The budgetary comparison schedule is included in this section, to demonstrate compliance with budgetary restrictions. The fund accounts for debt service payments on the Taxable Sales Tax Revenue Refunding Bonds, Series 2012A; the Sales Tax Revenue Refunding Bonds, Series 2012B, Series 2012C, Series 2015A; and the Sales Tax Revenue Bond, Series 2015. The primary revenue source is the Board's one-half cent share of the State sales tax collected in Orange County.

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
September 30, 2016

	<u>Capital Improvement Bonds</u>	<u>Public Facilities Bonds</u>	<u>Public Service Tax Bonds</u>
<u>ASSETS</u>			
1 Cash and investments	\$ 10,042,627	\$ 4,399,349	\$ 62,612,446
2 Other investments	-	4,353,411	-
Receivables:			
3 Taxes	-	-	7,285,905
4 Accrued interest	-	1,918	74,529
5 Due from constitutional officers	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u><u>\$ 10,042,627</u></u>	<u><u>\$ 8,754,678</u></u>	<u><u>\$ 69,972,880</u></u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
6 Matured bonds and notes payable	\$ 2,360,000	\$ 1,060,051	\$ 4,610,000
7 Matured interest payable	383,207	3,294,949	686,125
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>2,743,207</u>	<u>4,355,000</u>	<u>5,296,125</u>
Fund balances:			
8 Restricted	-	4,355,000	7,285,905
9 Assigned	7,299,420	44,678	57,390,850
	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>7,299,420</u>	<u>4,399,678</u>	<u>64,676,755</u>
Total liabilities and fund balances	<u><u>\$ 10,042,627</u></u>	<u><u>\$ 8,754,678</u></u>	<u><u>\$ 69,972,880</u></u>

Orange County Promissory Note		Totals
1	\$ 3,396,578	\$ 80,451,000
2	-	4,353,411
3	-	7,285,905
4	7,488	83,935
5	91,145	91,145
	<u>\$ 3,495,211</u>	<u>\$ 92,265,396</u>
6	\$ 1,255,000	\$ 9,285,051
7	121,947	4,486,228
	<u>1,376,947</u>	<u>13,771,279</u>
8	-	11,640,905
9	2,118,264	66,853,212
	<u>2,118,264</u>	<u>78,494,117</u>
	<u>\$ 3,495,211</u>	<u>\$ 92,265,396</u>

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
for the year ended September 30, 2016

	Capital Improvement Bonds	Public Facilities Bonds	Public Service Tax Bonds
Revenues:			
1 Taxes	\$ -	\$ -	\$ 73,186,128
2 Intergovernmental	39,343,563	-	-
3 Charges for services	-	-	-
4 Fines and forfeitures	-	-	-
5 Interest	5,916	17,412	285,965
6 Miscellaneous	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>39,349,479</u>	<u>17,412</u>	<u>73,472,093</u>
Expenditures:			
Current:			
7 General government	-	-	128,265
8 Public safety	-	-	-
Debt service:			
9 Principal retirement	2,360,000	1,060,051	4,610,000
10 Interest and fiscal charges	766,413	3,296,824	1,372,250
	<u>3,126,413</u>	<u>4,356,875</u>	<u>6,110,515</u>
Total expenditures	<u>3,126,413</u>	<u>4,356,875</u>	<u>6,110,515</u>
Excess (deficiency) of revenues			
11 over (under) expenditures	<u>36,223,066</u>	<u>(4,339,463)</u>	<u>67,361,578</u>
Other financing sources (uses):			
12 Transfers in	-	4,355,000	-
13 Transfers out	(36,401,737)	-	(59,053,705)
	<u>(36,401,737)</u>	<u>4,355,000</u>	<u>(59,053,705)</u>
Total other financing sources (uses)	<u>(36,401,737)</u>	<u>4,355,000</u>	<u>(59,053,705)</u>
14 Net change in fund balances	(178,671)	15,537	8,307,873
15 Fund balances, October 1, 2015	<u>7,478,091</u>	<u>4,384,141</u>	<u>56,368,882</u>
Fund balances, September 30, 2016	<u><u>\$ 7,299,420</u></u>	<u><u>\$ 4,399,678</u></u>	<u><u>\$ 64,676,755</u></u>

	Orange County Promissory Note	Totals
1	\$ -	\$ 73,186,128
2	-	39,343,563
3	45,239	45,239
4	1,200,829	1,200,829
5	26,331	335,624
6	<u>538</u>	<u>538</u>
	<u>1,272,937</u>	<u>114,111,921</u>
7	-	128,265
8	49,425	49,425
9	1,255,000	9,285,051
10	<u>243,893</u>	<u>5,679,380</u>
	<u>1,548,318</u>	<u>15,142,121</u>
11	<u>(275,381)</u>	<u>98,969,800</u>
12	-	4,355,000
13	<u>-</u>	<u>(95,455,442)</u>
	<u>-</u>	<u>(91,100,442)</u>
14	(275,381)	7,869,358
15	<u>2,393,645</u>	<u>70,624,759</u>
	<u>\$ 2,118,264</u>	<u>\$ 78,494,117</u>

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR DEBT SERVICE FUNDS
for the year ended September 30, 2016

	Capital Improvement Bonds		
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
1 Taxes	\$ -	\$ -	\$ -
2 Intergovernmental	36,635,000	39,343,563	2,708,563
3 Charges for services	-	-	-
4 Fines and forfeitures	-	-	-
5 Interest	2,000	5,916	3,916
6 Miscellaneous	-	-	-
7 Less statutory deduction	(1,831,850)	-	1,831,850
Total revenues	34,805,150	39,349,479	4,544,329
Expenditures:			
Current:			
8 General government	-	-	-
9 Public safety	-	-	-
Debt service:			
10 Principal retirement	2,370,000	2,360,000	10,000
11 Interest and fiscal charges	786,413	766,413	20,000
12 Sinking fund reserve	2,725,091	-	2,725,091
Total expenditures	5,881,504	3,126,413	2,755,091
Excess (deficiency) of revenues over			
13 (under) expenditures	28,923,646	36,223,066	7,299,420
Other financing sources (uses):			
14 Transfers in	-	-	-
15 Transfers out	(36,401,737)	(36,401,737)	-
Total other financing sources (uses)	(36,401,737)	(36,401,737)	-
16 Net change in fund balances	(7,478,091)	(178,671)	7,299,420
17 Fund balances, October 1, 2015	7,478,091	7,478,091	-
Fund balances, September 30, 2016	\$ -	\$ 7,299,420	\$ 7,299,420

Public Facilities Bonds			Public Service Tax Bonds				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$	64,908,960	\$ 73,186,128	\$ 8,277,168
2	-	-	-		-	-	-
3	-	-	-		-	-	-
4	-	-	-		-	-	-
5	1,000	17,412	16,412		16,000	285,965	269,965
6	-	-	-		-	-	-
7	(50)	-	50		(3,246,248)	-	3,246,248
	950	17,412	16,462		61,678,712	73,472,093	11,793,381
8	-	-	-		128,265	128,265	-
9	-	-	-		-	-	-
10	1,061,000	1,060,051	949		4,620,000	4,610,000	10,000
11	3,300,000	3,296,824	3,176		1,392,250	1,372,250	20,000
12	4,368,541	-	4,368,541		52,853,374	-	52,853,374
	8,729,541	4,356,875	4,372,666		58,993,889	6,110,515	52,883,374
13	(8,728,591)	(4,339,463)	4,389,128		2,684,823	67,361,578	64,676,755
14	4,355,000	4,355,000	-		-	-	-
15	(10,550)	-	10,550		(59,053,705)	(59,053,705)	-
	4,344,450	4,355,000	10,550		(59,053,705)	(59,053,705)	-
16	(4,384,141)	15,537	4,399,678		(56,368,882)	8,307,873	64,676,755
17	4,384,141	4,384,141	-		56,368,882	56,368,882	-
	\$ -	\$ 4,399,678	\$ 4,399,678	\$	-	\$ 64,676,755	\$ 64,676,755

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR DEBT SERVICE FUNDS
for the year ended September 30, 2016

Orange County Promissory Note			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
¹ Taxes	\$ -	\$ -	\$ -
² Intergovernmental	-	-	-
³ Charges for services	45,300	45,239	(61)
⁴ Fines and forfeitures	1,350,000	1,200,829	(149,171)
⁵ Interest	8,000	26,331	18,331
⁶ Miscellaneous	-	538	538
⁷ Less statutory deduction	(70,165)	-	70,165
Total revenues	<u>1,333,135</u>	<u>1,272,937</u>	<u>(60,198)</u>
Expenditures:			
Current:			
⁸ General government	-	-	-
⁹ Public safety	66,000	49,425	16,575
Debt service:			
¹⁰ Principal retirement	1,255,000	1,255,000	-
¹¹ Interest and fiscal charges	243,893	243,893	-
¹² Sinking fund reserve	2,161,887	-	2,161,887
Total expenditures	<u>3,726,780</u>	<u>1,548,318</u>	<u>2,178,462</u>
Excess (deficiency) of revenues over			
¹³ (under) expenditures	<u>(2,393,645)</u>	<u>(275,381)</u>	<u>2,118,264</u>
Other financing sources (uses):			
¹⁴ Transfers in	-	-	-
¹⁵ Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
¹⁶ Net change in fund balances	(2,393,645)	(275,381)	2,118,264
¹⁷ Fund balances, October 1, 2015	<u>2,393,645</u>	<u>2,393,645</u>	<u>-</u>
Fund balances, September 30, 2016	<u><u>\$ -</u></u>	<u><u>\$ 2,118,264</u></u>	<u><u>\$ 2,118,264</u></u>

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
SALES TAX TRUST FUND
for the year ended September 30, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ 160,680,000	\$ 160,680,000	\$ 166,337,860	\$ 5,657,860
Interest	102,000	102,000	1,203,646	1,101,646
Less statutory deduction	(8,039,100)	(8,039,100)	-	8,039,100
Total revenues	152,742,900	152,742,900	167,541,506	14,798,606
Expenditures:				
Current:				
Reserve for contingencies	153,628,355	162,421,413	-	162,421,413
Debt service:				
Principal retirement	14,605,000	14,605,000	7,865,000	6,740,000
Interest and fiscal charges	11,058,359	11,058,359	9,973,540	1,084,819
Total expenditures	179,291,714	188,084,772	17,838,540	170,246,232
Excess (deficiency) of revenues over (under) expenditures	(26,548,814)	(35,341,872)	149,702,966	185,044,838
Other financing uses:				
Transfers in	940,000	881,807	879,411	(2,396)
Transfers out	(192,485,186)	(192,485,186)	(179,255,960)	13,229,226
Long-term debt issued	-	30,110,000	30,110,000	-
Payment to refunding escrow agent	-	(32,681,217)	(32,606,218)	74,999
Total other financing uses	(191,545,186)	(194,174,596)	(180,872,767)	13,301,829
Net change in fund balance	(218,094,000)	(229,516,468)	(31,169,801)	198,346,667
Fund balance, October 1, 2015	218,094,000	229,516,468	229,516,468	-
Fund balance, September 30, 2016	\$ -	\$ -	\$ 198,346,667	\$ 198,346,667



CAPITAL PROJECTS FUNDS

Law Enforcement Impact Fees is for fees collected in the unincorporated areas of the County to be used for growth-related law enforcement capital expenditures.

Fire Impact Fees is for fees collected in the unincorporated areas of the County to be used for growth-related improvements to fire protection facilities and equipment.

Sales Tax 2015 Equipment Acquisition is for the use of proceeds from the Sales Tax Revenue Bond, Series 2015, primarily for costs associated with the purchase of fire rescue equipment and vehicles. During the 2016 fiscal year, the remaining balance in this fund was expended for eligible costs and the fund was closed out.

Transportation Impact Fees is for fees collected in the unincorporated areas of the County to be expended on the acquisition or expansion of growth-related transportation capital assets.

Parks and Recreation Impact Fees is for fees collected countywide for growth-related capital improvements to the parks and recreation facilities throughout the County.

Miscellaneous Construction Projects is for the acquisition and construction of various minor projects and facilities which are funded by a portion of the countywide ad valorem property tax levy.

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
September 30, 2016**

	Law Enforcement Impact Fees	Fire Impact Fees	Sales Tax 2015 Equipment Acquisition	Transportation Impact Fees
<u>ASSETS</u>				
¹ Cash and investments	\$ 8,963,548	\$ 5,360,572	\$ -	\$ 101,702,324
Receivables:				
² Accounts	99,518	64,022	-	197,665
³ Accrued interest	20,399	13,089	-	248,483
⁴ Due from constitutional officers	-	-	-	-
⁵ Due from other governmental agencies	-	-	-	32,013
Total assets	<u>\$ 9,083,465</u>	<u>\$ 5,437,683</u>	<u>\$ -</u>	<u>\$ 102,180,485</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
⁶ Accounts payable and accrued liabilities	\$ 2,159	\$ 361,732	\$ -	\$ 422,296
Total liabilities	<u>2,159</u>	<u>361,732</u>	<u>-</u>	<u>422,296</u>
Fund balances:				
⁷ Restricted	9,081,306	5,075,951	-	101,758,189
⁸ Committed	-	-	-	-
Total fund balances	<u>9,081,306</u>	<u>5,075,951</u>	<u>-</u>	<u>101,758,189</u>
Total liabilities and fund balances	<u>\$ 9,083,465</u>	<u>\$ 5,437,683</u>	<u>\$ -</u>	<u>\$ 102,180,485</u>

	Parks and Recreation Impact Fees	Miscellaneous Construction Projects	Totals
1	\$ 17,899,705	\$ 95,771,569	\$ 229,697,718
2	221,492	-	582,697
3	43,679	174,181	499,831
4	-	35,637	35,637
5	<u>-</u>	<u>-</u>	<u>32,013</u>
	<u>\$ 18,164,876</u>	<u>\$ 95,981,387</u>	<u>\$ 230,847,896</u>
6	\$ 495,791	\$ 6,748,992	\$ 8,030,970
	<u>495,791</u>	<u>6,748,992</u>	<u>8,030,970</u>
7	17,669,085	-	133,584,531
8	<u>-</u>	<u>89,232,395</u>	<u>89,232,395</u>
	<u>17,669,085</u>	<u>89,232,395</u>	<u>222,816,926</u>
	<u>\$ 18,164,876</u>	<u>\$ 95,981,387</u>	<u>\$ 230,847,896</u>

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR CAPITAL PROJECTS FUNDS
for the year ended September 30, 2016

	Law Enforcement Impact Fees	Fire Impact Fees	Sales Tax 2015 Equipment Acquisition	Transportation Impact Fees
Revenues:				
¹ Taxes	\$ -	\$ -	\$ -	\$ -
² Charges for services	2,863,351	2,190,272	-	23,048,548
³ Interest	81,801	51,664	-	926,402
⁴ Miscellaneous	-	348	-	34,391
Total revenues	<u>2,945,152</u>	<u>2,242,284</u>	<u>-</u>	<u>24,009,341</u>
Expenditures:				
Capital outlay:				
⁵ General government	-	-	-	-
⁶ Public safety	454,106	1,486,744	2,543,609	-
⁷ Physical environment	-	-	-	-
⁸ Transportation	-	-	-	6,942,848
⁹ Economic environment	-	-	-	-
¹⁰ Human services	-	-	-	-
¹¹ Culture and recreation	-	-	-	-
Total expenditures	<u>454,106</u>	<u>1,486,744</u>	<u>2,543,609</u>	<u>6,942,848</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,491,046</u>	<u>755,540</u>	<u>(2,543,609)</u>	<u>17,066,493</u>
Other financing sources (uses):				
¹² Transfers in	-	-	-	-
¹³ Transfers out	-	-	(1,583)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(1,583)</u>	<u>-</u>
Net change in fund balances	2,491,046	755,540	(2,545,192)	17,066,493
Fund balances, October 1, 2015	<u>6,590,260</u>	<u>4,320,411</u>	<u>2,545,192</u>	<u>84,691,696</u>
Fund balances, September 30, 2016	<u>\$ 9,081,306</u>	<u>\$ 5,075,951</u>	<u>\$ -</u>	<u>\$ 101,758,189</u>

	Parks and Recreation Impact Fees	Miscellaneous Construction Projects	Totals
1	\$ -	\$ 21,709,572	\$ 21,709,572
2	6,865,438	-	34,967,609
3	158,191	622,983	1,841,041
4	<u>2,910</u>	<u>321,743</u>	<u>359,392</u>
	<u>7,026,539</u>	<u>22,654,298</u>	<u>58,877,614</u>
5	-	6,539,642	6,539,642
6	-	5,284,427	9,768,886
7	-	2,117,997	2,117,997
8	-	10,739,577	17,682,425
9	-	3,849	3,849
10	-	85,327	85,327
11	<u>5,196,054</u>	<u>275,662</u>	<u>5,471,716</u>
	<u>5,196,054</u>	<u>25,046,481</u>	<u>41,669,842</u>
	<u>1,830,485</u>	<u>(2,392,183)</u>	<u>17,207,772</u>
12	-	40,000,000	40,000,000
13	<u>-</u>	<u>-</u>	<u>(1,583)</u>
	<u>-</u>	<u>40,000,000</u>	<u>39,998,417</u>
	1,830,485	37,607,817	57,206,189
	<u>15,838,600</u>	<u>51,624,578</u>	<u>165,610,737</u>
	<u>\$ 17,669,085</u>	<u>\$ 89,232,395</u>	<u>\$ 222,816,926</u>

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR CAPITAL PROJECTS FUNDS
for the year ended September 30, 2016

Law Enforcement Impact Fees			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
¹ Taxes	\$ -	\$ -	\$ -
² Charges for services	1,450,000	2,863,351	1,413,351
³ Interest	12,000	81,801	69,801
⁴ Miscellaneous	-	-	-
⁵ Less statutory deduction	(73,100)	-	73,100
Total revenues	<u>1,388,900</u>	<u>2,945,152</u>	<u>1,556,252</u>
Expenditures:			
Capital outlay:			
⁶ General government	-	-	-
⁷ Public safety	7,979,160	454,106	7,525,054
⁸ Physical environment	-	-	-
⁹ Transportation	-	-	-
¹⁰ Economic environment	-	-	-
¹¹ Human services	-	-	-
¹² Culture and recreation	-	-	-
¹³ Reserve for contingencies	-	-	-
Total expenditures	<u>7,979,160</u>	<u>454,106</u>	<u>7,525,054</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,590,260)</u>	<u>2,491,046</u>	<u>9,081,306</u>
Other financing sources (uses):			
¹⁴ Transfers in	-	-	-
¹⁵ Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(6,590,260)	2,491,046	9,081,306
Fund balances, October 1, 2015	<u>6,590,260</u>	<u>6,590,260</u>	<u>-</u>
Fund balances, September 30, 2016	<u><u>\$ -</u></u>	<u><u>\$ 9,081,306</u></u>	<u><u>\$ 9,081,306</u></u>

Fire Impact Fees			Sales Tax 2015 Equipment Acquisition			
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	1,442,000	2,190,272	748,272	-	-	-
3	15,000	51,664	36,664	-	-	-
4	-	348	348	-	-	-
5	(72,850)	-	72,850	-	-	-
	1,384,150	2,242,284	858,134	-	-	-
6	-	-	-	-	-	-
7	4,460,364	1,486,744	2,973,620	2,543,609	2,543,609	-
8	-	-	-	-	-	-
9	-	-	-	-	-	-
10	-	-	-	-	-	-
11	-	-	-	-	-	-
12	-	-	-	-	-	-
13	1,244,197	-	1,244,197	-	-	-
	5,704,561	1,486,744	4,217,817	2,543,609	2,543,609	-
	(4,320,411)	755,540	5,075,951	(2,543,609)	(2,543,609)	-
14	-	-	-	-	-	-
15	-	-	-	(1,583)	(1,583)	-
	-	-	-	(1,583)	(1,583)	-
	(4,320,411)	755,540	5,075,951	(2,545,192)	(2,545,192)	-
	4,320,411	4,320,411	-	2,545,192	2,545,192	-
	\$ -	\$ 5,075,951	\$ 5,075,951	\$ -	\$ -	\$ -

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL, Continued
NONMAJOR CAPITAL PROJECTS FUNDS
for the year ended September 30, 2016

Transportation Impact Fees			
	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
¹ Taxes	\$ -	\$ -	\$ -
² Charges for services	8,602,000	23,048,548	14,446,548
³ Interest	591,306	926,402	335,096
⁴ Miscellaneous	120,000	34,391	(85,609)
⁵ Less statutory deduction	(465,665)	-	465,665
Total revenues	<u>8,847,641</u>	<u>24,009,341</u>	<u>15,161,700</u>
Expenditures:			
Capital outlay:			
⁶ General government	-	-	-
⁷ Public safety	8,281	-	8,281
⁸ Physical environment	-	-	-
⁹ Transportation	30,237,878	6,942,848	23,295,030
¹⁰ Economic environment	-	-	-
¹¹ Human services	-	-	-
¹² Culture and recreation	-	-	-
¹³ Reserve for contingencies	63,293,178	-	63,293,178
Total expenditures	<u>93,539,337</u>	<u>6,942,848</u>	<u>86,596,489</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(84,691,696)</u>	<u>17,066,493</u>	<u>101,758,189</u>
Other financing sources (uses):			
¹⁴ Transfers in	-	-	-
¹⁵ Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(84,691,696)	17,066,493	101,758,189
Fund balances, October 1, 2015	<u>84,691,696</u>	<u>84,691,696</u>	<u>-</u>
Fund balances, September 30, 2016	<u>\$ -</u>	<u>\$ 101,758,189</u>	<u>\$ 101,758,189</u>

Parks and Recreation Impact Fees			Miscellaneous Construction Projects				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ -	\$ -	\$ -	\$	22,709,145	\$ 21,709,572	\$ (999,573)
2	3,600,000	6,865,438	3,265,438		-	-	-
3	60,000	158,191	98,191		306,500	622,983	316,483
4	-	2,910	2,910		2,500,000	321,743	(2,178,257)
5	(183,000)	-	183,000		(1,275,782)	-	1,275,782
	3,477,000	7,026,539	3,549,539		24,239,863	22,654,298	(1,585,565)
6	-	-	-		33,386,461	6,539,642	26,846,819
7	-	-	-		24,381,082	5,284,427	19,096,655
8	-	-	-		4,508,128	2,117,997	2,390,131
9	-	-	-		45,936,547	10,739,577	35,196,970
10	-	-	-		1,026,412	3,849	1,022,563
11	-	-	-		1,593,805	85,327	1,508,478
12	15,597,226	5,196,054	10,401,172		7,000,409	275,662	6,724,747
13	3,718,374	-	3,718,374		11,260,823	-	11,260,823
	19,315,600	5,196,054	14,119,546		129,093,667	25,046,481	104,047,186
	(15,838,600)	1,830,485	17,669,085		(104,853,804)	(2,392,183)	102,461,621
14	-	-	-		53,229,226	40,000,000	(13,229,226)
15	-	-	-		-	-	-
	-	-	-		53,229,226	40,000,000	(13,229,226)
	(15,838,600)	1,830,485	17,669,085		(51,624,578)	37,607,817	89,232,395
	15,838,600	15,838,600	-		51,624,578	51,624,578	-
	\$ -	\$ 17,669,085	\$ 17,669,085	\$	-	\$ 89,232,395	\$ 89,232,395



ENTERPRISE FUNDS

Convention Center is for the operation of the Orange County Convention Center and its functions. It also serves to administer debt service payments on all outstanding Tourist Development Tax Revenue and Refunding Revenue Bonds, which were issued to construct and expand the Center. The primary revenue sources are Center operating revenues and pledged tourist development taxes.

Solid Waste System is for the facilities and administration relating to the sanitary disposal of solid waste (refuse). The primary revenue source is System operating revenues.

Water Utilities System is for the facilities and administration relating to residential and commercial water and wastewater services provided to various sections of the County, including debt service payments on all outstanding Water and Wastewater Utility Revenue Bonds and the State Revolving Loans. Bond and loan proceeds have been used to construct system assets. The primary revenue source is System operating revenues.

The three enterprise funds are presented as major funds of the Board; thus, the Statements of Net Position, Statements of Revenues, Expenses, and Changes in Fund Net Position, and the Statements of Cash Flows are included in the basic financial statements. The budgetary comparisons for these funds are presented as supplementary information in this sub-section to demonstrate compliance with budgetary restrictions.

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES AND EXPENSES-
BUDGET AND ACTUAL (BUDGETARY BASIS*)
ENTERPRISE FUNDS
for the year ended September 30, 2016**

		Convention Center	
		Final Budget	Variance Positive (Negative)
		Actual	
Operating revenues:			
1	Charges for services	\$ 55,133,246	\$ 3,862,507
2	Miscellaneous	966,000	(168,100)
	Total operating revenues	56,099,246	3,694,407
Operating and maintenance expenses:			
3	Personal services	31,206,459	1,360,711
4	Contractual services	8,111,313	66,453
5	Materials and supplies	1,904,643	19,746
6	Utilities	18,134,092	5,139,216
7	Repairs and maintenance	9,465,764	699,515
8	Provision for landfill closure costs	-	-
9	Other expenses	7,124,447	748,807
	Total operating and maintenance expenses	75,946,718	8,034,448
10	Operating income (loss), budgetary basis*	(19,847,472)	11,728,855
Nonoperating revenues (expenses):			
11	Tourist development tax	230,700,000	8,828,483
12	Interest revenue	1,014,154	903,918
13	Interest expense and fiscal charges	(32,134,397)	490,884
14	Payments to other agencies	(127,505,402)	3,272,826
15	Debt issuance costs	(562,669)	13,948
16	Tax collection expense	(530,119)	-
	Total net nonoperating revenues (expenses)	70,981,567	13,510,059
	Income before contributions and transfers, budgetary basis*	51,134,095	25,238,914
18	Capital contributions	-	-
19	Transfers out	(2,900,000)	521,153
	Change in net position, budgetary basis*	\$ 48,234,095	\$ 25,760,067

*Budgetary basis, for purposes of this schedule, includes all budgeted items except for capital and landfill closure cost outlays, debt principal and other non-expense transactions, beginning net position, non-cash developer donations, and expense reserves.

Solid Waste System			Water Utilities System				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ 33,250,272	\$ 31,488,458	\$ (1,761,814)		\$ 161,997,116	\$ 170,731,611	\$ 8,734,495
2	676,187	593,596	(82,591)		4,010,986	4,682,680	671,694
	33,926,459	32,082,054	(1,844,405)		166,008,102	175,414,291	9,406,189
3	7,952,710	7,952,537	173		48,979,380	46,213,348	2,766,032
4	4,733,144	4,674,029	59,115		37,753,929	33,612,259	4,141,670
5	1,422,993	1,380,544	42,449		6,554,510	6,408,495	146,015
6	362,035	321,573	40,462		13,996,370	12,949,531	1,046,839
7	3,117,440	2,985,539	131,901		19,249,215	17,907,946	1,341,269
8	4,914,391	3,551,705	1,362,686		-	-	-
9	1,942,168	1,937,615	4,553		6,887,724	6,868,492	19,232
	24,444,881	22,803,542	1,641,339		133,421,128	123,960,071	9,461,057
10	9,481,578	9,278,512	(203,066)		32,586,974	51,454,220	18,867,246
11	-	-	-		-	-	-
12	549,314	905,234	355,920		506,065	1,074,338	568,273
13	-	-	-		(4,542,114)	(1,771,560)	2,770,554
14	-	-	-		-	-	-
15	-	-	-		-	-	-
16	-	-	-		-	-	-
	549,314	905,234	355,920		(4,036,049)	(697,222)	3,338,827
17	10,030,892	10,183,746	152,854		28,550,925	50,756,998	22,206,073
18	-	-	-		24,370,268	46,783,497	22,413,229
19	-	-	-		(7,400,000)	(7,400,000)	-
	\$ 10,030,892	\$ 10,183,746	\$ 152,854		\$ 45,521,193	\$ 90,140,495	\$ 44,619,302



INTERNAL SERVICE FUNDS

Risk Management is for workers' compensation, public liability, and comprehensive property coverage for the Board and all constitutional officers, except for the Sheriff. Revenues are generated from user fees and charges.

Fleet Management is for services relating to a scheduled preventive maintenance program and the repair of vehicles with revenues generated from user fees and charges.

Employee Benefits is for medical, life, and disability insurance for employees and qualified retirees of the Board, four other small local governmental agencies, and all constitutional officers except for the Sheriff. The costs of group insurance is jointly paid by employees, employers, and retirees. Health insurance claims incurred since January 1, 2007 are on a self-insurance basis.

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
September 30, 2016

	Risk Management	Fleet Management	Employee Benefits
<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>			
Current assets:			
1 Cash and investments	\$ 50,547,564	\$ 3,525,161	\$ 55,822,320
Receivables:			
2 Accounts	12,387	333,923	5,296,501
3 Accrued interest	145,549	6,191	136,938
4 Less allowance for doubtful accounts	(327)	-	-
5 Due from constitutional officers	-	259	237,939
6 Due from other governmental agencies	140,942	-	13,355
7 Inventories and prepaid costs	-	552,178	-
Total current assets	<u>50,846,115</u>	<u>4,417,712</u>	<u>61,507,053</u>
Noncurrent assets:			
8 Depreciable capital assets, net	29,492	946,183	-
Total assets	<u>50,875,607</u>	<u>5,363,895</u>	<u>61,507,053</u>
Deferred outflows of resources:			
9 Related to pensions	454,549	884,852	-
Total assets and deferred outflows of resources	<u>\$ 51,330,156</u>	<u>\$ 6,248,747</u>	<u>\$ 61,507,053</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</u>			
Current liabilities:			
10 Accounts payable and accrued liabilities	\$ 1,529,042	\$ 875,216	\$ 3,196,776
11 Claims payable	8,114,136	-	6,321,408
12 Due to constitutional officers	-	-	7,288
13 Net pension liability	13,148	30,052	-
Total current liabilities	<u>9,656,326</u>	<u>905,268</u>	<u>9,525,472</u>
Noncurrent liabilities:			
14 Compensated absences payable	49,000	103,826	-
15 Claims payable	30,395,403	-	-
16 Net pension liability	1,269,116	2,557,007	-
Total noncurrent liabilities	<u>31,713,519</u>	<u>2,660,833</u>	<u>-</u>
Total liabilities	<u>41,369,845</u>	<u>3,566,101</u>	<u>9,525,472</u>
Deferred inflows of resources:			
17 Related to pensions	23,383	44,148	-
Net position:			
18 Net investment in capital assets	29,492	946,183	-
19 Unrestricted	9,907,436	1,692,315	51,981,581
Total net position	<u>9,936,928</u>	<u>2,638,498</u>	<u>51,981,581</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 51,330,156</u>	<u>\$ 6,248,747</u>	<u>\$ 61,507,053</u>

Totals

1	\$	109,895,045
2		5,642,811
3		288,678
4		(327)
5		238,198
6		154,297
7		552,178
		<u>116,770,880</u>
8		<u>975,675</u>
		<u>117,746,555</u>
9		<u>1,339,401</u>
	\$	<u><u>119,085,956</u></u>

10	\$	5,601,034
11		14,435,544
12		7,288
13		43,200
		<u>20,087,066</u>

14		152,826
15		30,395,403
16		3,826,123
		<u>34,374,352</u>
		<u>54,461,418</u>

17		<u>67,531</u>
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18		975,675
19		<u>63,581,332</u>
		<u>64,557,007</u>

	\$	<u><u>119,085,956</u></u>
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ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
for the year ended September 30, 2016

	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Employee Benefits</u>
Operating revenues:			
¹ Charges for services	\$ 19,612,888	\$ 14,039,605	\$ 87,449,416
² Miscellaneous	<u>1,360,749</u>	<u>17,221</u>	<u>645,566</u>
Total operating revenues	<u>20,973,637</u>	<u>14,056,826</u>	<u>88,094,982</u>
Operating and maintenance expenses:			
³ Personal services	1,671,123	3,789,902	-
⁴ Contractual services	3,285,905	67,152	4,257,349
⁵ Materials and supplies	275,045	9,318,262	7,387
⁶ Utilities	4,499	84,205	7,644
⁷ Repairs and maintenance	350,000	583,944	-
⁸ Liability claims and expenses	15,503,555	-	-
⁹ Health and life insurance expenses	-	-	91,506,334
¹⁰ Other expenses	232,465	145,409	1,887
¹¹ Pension liability adjustment expense	<u>39,258</u>	<u>60,728</u>	<u>-</u>
Total operating and maintenance expenses	<u>21,361,850</u>	<u>14,049,602</u>	<u>95,780,601</u>
¹² Operating income before depreciation	(388,213)	7,224	(7,685,619)
¹³ Depreciation	<u>10,971</u>	<u>125,921</u>	<u>-</u>
¹⁴ Operating loss	<u>(399,184)</u>	<u>(118,697)</u>	<u>(7,685,619)</u>
Nonoperating revenues:			
¹⁵ Interest revenue	538,524	24,330	456,210
¹⁶ Loss on disposal of assets	<u>-</u>	<u>(1,112)</u>	<u>-</u>
Total nonoperating revenues	<u>538,524</u>	<u>23,218</u>	<u>456,210</u>
Change in net position	139,340	(95,479)	(7,229,409)
Total net position, October 1, 2015	<u>9,797,588</u>	<u>2,733,977</u>	<u>59,210,990</u>
Total net position, September 30, 2016	<u><u>\$ 9,936,928</u></u>	<u><u>\$ 2,638,498</u></u>	<u><u>\$ 51,981,581</u></u>

Totals

¹ \$ 121,101,909

² 2,023,536

123,125,445

³ 5,461,025

⁴ 7,610,406

⁵ 9,600,694

⁶ 96,348

⁷ 933,944

⁸ 15,503,555

⁹ 91,506,334

¹⁰ 379,761

¹¹ 99,986

131,192,053

¹² (8,066,608)

¹³ 136,892

¹⁴ (8,203,500)

¹⁵ 1,019,064

¹⁶ (1,112)

1,017,952

(7,185,548)

71,742,555

\$ 64,557,007

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
SCHEDULE OF REVENUES AND EXPENSES-
BUDGET AND ACTUAL (BUDGETARY BASIS*)
INTERNAL SERVICE FUNDS
for the year ended September 30, 2016

		Risk Management	
		Final Budget	Variance Positive (Negative)
		Actual	
Operating revenues:			
¹ Charges for services	\$ 19,595,375	\$ 19,612,888	\$ 17,513
² Miscellaneous	600,000	1,360,749	760,749
Total operating revenues	20,195,375	20,973,637	778,262
Operating and maintenance expenses:			
³ Personal services	1,677,341	1,671,123	6,218
⁴ Contractual services	7,269,704	3,285,905	3,983,799
⁵ Materials and supplies	342,568	275,045	67,523
⁶ Utilities	4,500	4,499	1
⁷ Repairs and maintenance	510,662	350,000	160,662
⁸ Liability claims and expenses	58,957,468	15,503,555	43,453,913
⁹ Health and life insurance expenses	-	-	-
¹⁰ Other expenses	233,740	232,465	1,275
Total operating and maintenance expenses	68,995,983	21,322,592	47,673,391
Operating income (loss), budgetary basis*	(48,800,608)	(348,955)	48,451,653
Nonoperating revenues:			
¹¹ Interest revenue	300,000	538,524	238,524
Total nonoperating revenues	300,000	538,524	238,524
Change in net position, budgetary basis*	\$ (48,500,608)	\$ 189,569	\$ 48,690,177

* Budgetary basis, for purposes of this schedule, includes all budgeted items except for capital outlay, debt principal transactions, beginning net position, and expense reserves.

Fleet Management			Employee Benefits				
	Final Budget	Actual	Variance Positive (Negative)		Final Budget	Actual	Variance Positive (Negative)
1	\$ 17,527,206	\$ 14,039,605	\$ (3,487,601)	\$	86,633,000	\$ 87,449,416	\$ 816,416
2	100	17,221	17,121		230,000	645,566	415,566
	17,527,306	14,056,826	(3,470,480)		86,863,000	88,094,982	1,231,982
3	3,942,631	3,789,902	152,729		-	-	-
4	95,946	67,152	28,794		4,432,429	4,257,349	175,080
5	12,882,412	9,318,262	3,564,150		54,500	7,387	47,113
6	132,000	84,205	47,795		8,000	7,644	356
7	851,360	583,944	267,416		10,500	-	10,500
8	-	-	-		-	-	-
9	-	-	-		101,804,000	91,506,334	10,297,666
10	163,197	145,409	17,788		2,000	1,887	113
	18,067,546	13,988,874	4,078,672		106,311,429	95,780,601	10,530,828
	(540,240)	67,952	608,192		(19,448,429)	(7,685,619)	11,762,810
11	1,000	24,330	23,330		360,500	456,210	95,710
	1,000	24,330	23,330		360,500	456,210	95,710
	\$ (539,240)	\$ 92,282	\$ 631,522	\$	(19,087,929)	\$ (7,229,409)	\$ 11,858,520

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
for the year ended September 30, 2016

	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Employee Benefits</u>
Cash flows from operating activities:			
1 Cash received from internal customers	\$ 19,610,110	\$ 14,067,328	\$ 91,603,177
2 Cash payments to suppliers for good and services	(18,144,396)	(10,552,718)	(99,451,448)
3 Cash payments to employees for services	(1,695,355)	(3,932,993)	-
4 Other operating receipts	1,405,403	17,221	645,566
Net cash provided (used) by operating activities	<u>1,175,762</u>	<u>(401,162)</u>	<u>(7,202,705)</u>
Cash flows from capital and related financing activities:			
5 Acquisition and construction of capital assets	-	(73,182)	-
6 Proceeds from disposition of assets	<u>-</u>	<u>(1,112)</u>	<u>-</u>
Net cash used by capital and related financing activities	<u>-</u>	<u>(74,294)</u>	<u>-</u>
Cash flows from investing activities:			
7 Interest on investments	<u>509,098</u>	<u>22,222</u>	<u>453,551</u>
Net cash provided by investing activities	<u>509,098</u>	<u>22,222</u>	<u>453,551</u>
8 Net increase (decrease) in cash and cash equivalents	1,684,860	(453,234)	(6,749,154)
Cash and cash equivalents, October 1, 2015	<u>48,862,704</u>	<u>3,978,395</u>	<u>62,571,474</u>
Cash and cash equivalents, September 30, 2016	<u>\$ 50,547,564</u>	<u>\$ 3,525,161</u>	<u>\$ 55,822,320</u>

Totals

1 \$ 125,280,615
2 (128,148,562)
3 (5,628,348)
4 2,068,190

(6,428,105)

5 (73,182)
6 (1,112)

(74,294)

7 984,871

984,871

8 (5,517,528)

115,412,573

\$ 109,895,045

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF CASH FLOWS, Continued
INTERNAL SERVICE FUNDS
for the year ended September 30, 2016

	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Employee Benefits</u>
Reconciliation of operating loss to net cash provided (used) by operating activities:			
Operating loss	\$ (399,184)	\$ (118,697)	\$ (7,685,619)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
1 Depreciation	10,971	125,921	-
2 Pension liability adjustment expense	39,258	60,728	-
Decrease (increase) in assets:			
3 Accounts receivable	(2,778)	27,662	(1,336,923)
4 Due from constitutional officers	-	61	205,155
5 Due from other governmental agencies	44,654	-	(4,026)
6 Inventories and prepaid costs	-	35,103	-
Increase (decrease) in liabilities:			
7 Accounts payable and accrued liabilities	883,964	(531,940)	2,306,831
8 Claims payable	598,877	-	(582,361)
9 Due to constitutional officers	-	-	(105,762)
Total adjustments	<u>1,574,946</u>	<u>(282,465)</u>	<u>482,914</u>
Net cash provided (used) by operating activities	<u>\$ 1,175,762</u>	<u>\$ (401,162)</u>	<u>\$ (7,202,705)</u>

Totals

\$ (8,203,500)

1 136,892
2 99,986

3 (1,312,039)
4 205,216
5 40,628
6 35,103

7 2,658,855
8 16,516
9 (105,762)

1,775,395

\$ (6,428,105)

AGENCY FUNDS

Special Trust and Agency is for amounts held in a fiduciary or escrow capacity on behalf of third parties, such as deposits from developers held pending satisfactory performance on specific construction projects.

Work Release Deposits is for personal funds of inmates in the work release program.

Inmate Trust is for personal funds of inmates held by the Board's Corrections Department.

Wall MSBU is for debt service transactions associated with special assessment debt for which the Board is not obligated in any manner. Assessments from affected property owners are received into the fund, and used for principal and interest payments on bank loans. The loans financed construction of screen walls in certain subdivisions.

Sanford-Burnham Institute is for disbursing Grant Agreement funds received from the Board, the City of Orlando, and the Lake Nona Land Company ("Funding Parties") to the Sanford-Burnham Medical Research Institute for construction of a new medical research facility.

Community Venues County Reserve is for funds set aside by the Board to replenish draws made from a reserve fund established in support of a community venues funding interlocal agreement between the Board, the City of Orlando, and the City of Orlando Community Redevelopment Agency.

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
for the year ended September 30, 2016**

	Balances October 1, 2015	Additions	Deductions	Balances September 30, 2016
<u>SPECIAL TRUST AND AGENCY</u>				
ASSETS				
Cash and cash equivalents	\$ 10,798,540	\$ 11,945,991	\$ 8,787,805	\$ 13,956,726
Accounts receivable	-	440	-	440
Total assets	<u>\$ 10,798,540</u>	<u>\$ 11,946,431</u>	<u>\$ 8,787,805</u>	<u>\$ 13,957,166</u>
LIABILITIES				
Due to other governmental agencies	\$ 1,990,922	\$ 5,222,427	\$ 4,326,539	\$ 2,886,810
Due to individuals	8,807,618	6,724,004	4,461,266	11,070,356
Total liabilities	<u>\$ 10,798,540</u>	<u>\$ 11,946,431</u>	<u>\$ 8,787,805</u>	<u>\$ 13,957,166</u>
<u>WORK RELEASE DEPOSITS</u>				
ASSETS				
Cash and cash equivalents	<u>\$ 96,698</u>	<u>\$ 574,487</u>	<u>\$ 596,761</u>	<u>\$ 74,424</u>
LIABILITIES				
Due to individuals	<u>\$ 96,698</u>	<u>\$ 574,487</u>	<u>\$ 596,761</u>	<u>\$ 74,424</u>
<u>INMATE TRUST</u>				
ASSETS				
Cash and cash equivalents	<u>\$ 164,963</u>	<u>\$ 3,973,670</u>	<u>\$ 4,021,521</u>	<u>\$ 117,112</u>
LIABILITIES				
Due to individuals	<u>\$ 164,963</u>	<u>\$ 3,973,670</u>	<u>\$ 4,021,521</u>	<u>\$ 117,112</u>
<u>WALL MSBU</u>				
ASSETS				
Cash and cash equivalents	<u>\$ 5,356</u>	<u>\$ 46</u>	<u>\$ -</u>	<u>\$ 5,402</u>
LIABILITIES				
Due to individuals	<u>\$ 5,356</u>	<u>\$ 46</u>	<u>\$ -</u>	<u>\$ 5,402</u>

Continued

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES, Continued
ALL AGENCY FUNDS
for the year ended September 30, 2016

	<u>Balances October 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balances September 30, 2016</u>
<u>SANFORD-BURNHAM INSTITUTE</u>				
ASSETS				
Cash and cash equivalents	\$ 819,128	\$ 6,861	\$ 29,692	\$ 796,297
LIABILITIES				
Due to individuals	\$ 819,128	\$ 6,861	\$ 29,692	\$ 796,297
<u>COMMUNITY VENUES COUNTY RESERVE</u>				
ASSETS				
Cash and cash equivalents	\$ 12,731,594	\$ 108,094	\$ 339,688	\$ 12,500,000
LIABILITIES				
Due to other governmental agencies	\$ 12,731,594	\$ 108,094	\$ 339,688	\$ 12,500,000
<u>TOTAL ALL AGENCY FUNDS</u>				
ASSETS				
Cash and cash equivalents	\$ 24,616,279	\$ 16,609,149	\$ 13,775,467	\$ 27,449,961
Accounts receivable	-	440	-	440
Total assets	<u>\$ 24,616,279</u>	<u>\$ 16,609,589</u>	<u>\$ 13,775,467</u>	<u>\$ 27,450,401</u>
LIABILITIES				
Due to other governmental agencies	\$ 14,722,516	\$ 5,330,521	\$ 4,666,227	\$ 15,386,810
Due to individuals	9,893,763	11,279,068	9,109,240	12,063,591
Total liabilities	<u>\$ 24,616,279</u>	<u>\$ 16,609,589</u>	<u>\$ 13,775,467</u>	<u>\$ 27,450,401</u>



**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF NET POSITION
NONMAJOR COMPONENT UNITS
September 30, 2016**

	Orange County Housing Finance Authority	Orange County Library District	Orange County Research and Development Authority	International Drive Master Transit and Improvement District
<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>				
Current assets:				
1 Cash and investments	\$ 8,563,086	\$ 5,592,468	\$ 2,197,983	\$ 2,220,808
2 Other investments	-	12,622,494	-	-
3 Accounts receivable	336,866	662,130	80,456	152,252
4 Accrued interest receivable	214,645	-	-	-
5 Due from other governmental agencies	-	429,366	-	-
6 Inventories	-	162,025	-	-
7 Deposits and prepaid costs	33,262	174,017	13,178	13,177
8 Restricted accrued interest receivable	708,172	-	-	-
Total current assets	9,856,031	19,642,500	2,291,617	2,386,237
Noncurrent assets:				
9 Restricted cash and investments	22,036,656	-	-	-
10 Notes and loans receivable, net	423,967,268	-	-	-
11 Net OPEB asset	-	228,841	-	-
12 Nondepreciable capital assets	112,000	4,811,879	8,583,202	-
13 Depreciable capital assets, net	197,358	28,401,199	7,174,101	253,364
Total noncurrent assets	446,313,282	33,441,919	15,757,303	253,364
Deferred outflows of resources:				
14 Related to pensions	423,432	4,124,352	-	-
Total assets and deferred outflows of resources	\$ 456,592,745	\$ 57,208,771	\$ 18,048,920	\$ 2,639,601
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</u>				
Current liabilities:				
15 Accounts payable and accrued liabilities	\$ 321,285	\$ 2,027,092	\$ 279,651	\$ 355,463
16 Due to other governmental agencies	-	-	-	-
17 Current portion of long-term liabilities	-	973,235	-	7,461
18 Unearned revenue	-	6,010	-	6,687
Payable from restricted assets:				
19 Accounts payable and accrued liabilities	3,479,970	-	-	-
20 Accrued interest payable	1,518,883	-	-	-
21 Revenue bonds payable	1,320,000	-	-	-
Total current liabilities	6,640,138	3,006,337	279,651	369,611
Noncurrent liabilities:				
22 Revenue bonds payable (net of unamortized costs)	397,363,986	-	-	-
23 Accrued compensated absences	-	588,609	-	-
24 Loans payable	-	-	-	19,413
25 Net pension liability	843,364	1,584,446	-	-
Total noncurrent liabilities	398,207,350	2,173,055	-	19,413
Total liabilities	404,847,488	5,179,392	279,651	389,024
Deferred inflows of resources:				
26 Related to pensions	32,514	1,245,459	-	-
27 Common area maintenance fees	-	-	636,754	-
Total deferred inflows of resources	32,514	1,245,459	636,754	-
Net Position:				
28 Net investment in capital assets	309,358	33,213,078	15,757,303	226,490
29 Restricted for other purposes	1,403,077	657,517	-	1,145,044
30 Unrestricted	50,000,308	16,913,325	1,375,212	879,043
Total net position	51,712,743	50,783,920	17,132,515	2,250,577
Total liabilities, deferred inflows of resources and net position	\$ 456,592,745	\$ 57,208,771	\$ 18,048,920	\$ 2,639,601

	Orange County Health Facilities Authority	Orange County Industrial Development Authority	Orange Blossom Trail Development Board, Inc	Totals
1	\$ 255,781	\$ -	\$ 214,590	\$ 19,044,716
2	-	-	-	12,622,494
3	-	-	-	1,231,704
4	-	-	-	214,645
5	-	-	63,028	492,394
6	-	-	-	162,025
7	-	-	13,541	247,175
8	-	-	-	708,172
	<u>255,781</u>	<u>-</u>	<u>291,159</u>	<u>34,723,325</u>
9	-	-	-	22,036,656
10	-	-	-	423,967,268
11	-	-	-	228,841
12	-	-	-	13,507,081
13	-	-	2,276	36,028,298
	<u>-</u>	<u>-</u>	<u>2,276</u>	<u>495,768,144</u>
14	-	-	-	4,547,784
	<u>\$ 255,781</u>	<u>\$ -</u>	<u>\$ 293,435</u>	<u>\$ 535,039,253</u>
15	\$ -	\$ -	\$ 61,172	\$ 3,044,663
16	-	-	124,366	124,366
17	-	-	68,358	1,049,054
18	-	-	-	12,697
19	-	-	-	3,479,970
20	-	-	-	1,518,883
21	-	-	-	1,320,000
	<u>-</u>	<u>-</u>	<u>253,896</u>	<u>10,549,633</u>
22	-	-	-	397,363,986
23	-	-	-	588,609
24	-	-	-	19,413
25	-	-	-	2,427,810
	<u>-</u>	<u>-</u>	<u>-</u>	<u>400,399,818</u>
	<u>-</u>	<u>-</u>	<u>253,896</u>	<u>410,949,451</u>
26	-	-	-	1,277,973
27	-	-	-	636,754
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,914,727</u>
28	-	-	-	49,506,229
29	-	-	-	3,205,638
30	255,781	-	39,539	69,463,208
	<u>255,781</u>	<u>-</u>	<u>39,539</u>	<u>122,175,075</u>
	<u>\$ 255,781</u>	<u>\$ -</u>	<u>\$ 293,435</u>	<u>\$ 535,039,253</u>

**ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
COMBINING STATEMENT OF ACTIVITIES
NONMAJOR COMPONENT UNITS
for the year ended September 30, 2016**

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Orange County Housing Finance Authority				
Economic environment	\$ 20,746,330	\$ 22,888,371	\$ -	\$ -
Orange County Library District				
Culture and recreation	38,110,043	1,377,878	1,151,860	500,000
Orange County Research and Development Authority				
Economic environment	3,118,043	2,780,070	-	-
International Drive Master Transit and Improvement District				
General government	2,833,081	-	-	-
Transportation	4,672,388	2,154,192	-	-
Total I-Drive Master Transit and Improvement District	7,505,469	2,154,192	-	-
Orange County Health Facilities Authority				
Economic environment	44,973	21,000	-	-
Orange County Industrial Development Authority				
Economic environment	43,368	43,368	-	-
Orange Blossom Trail Development Board, Inc.				
Economic environment	934,221	-	950,753	-
Total nonmajor component units	\$ 70,502,447	\$ 29,264,879	\$ 2,102,613	\$ 500,000

General revenues:

Ad valorem tax
Unrestricted investment earnings
Miscellaneous

Total general revenues

Change in net position

Net position, October 1, 2015

Restatement

Net position, October 1, 2015, as restated

Net position, September 30, 2016

Net (Expense) Revenue and Changes in Net Position							
Orange County Housing Finance Authority	Orange County Library District	Orange County Research and Development Authority	International Drive Master Transit and Improvement District	Orange County Health Facilities Authority	Orange County Industrial Development Authority	Orange Blossom Trail Development Board, Inc.	Totals
\$ 2,142,041	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,142,041
-	(35,080,305)	-	-	-	-	-	(35,080,305)
-	-	(337,973)	-	-	-	-	(337,973)
-	-	-	(2,833,081)	-	-	-	(2,833,081)
-	-	-	(2,518,196)	-	-	-	(2,518,196)
-	-	-	(5,351,277)	-	-	-	(5,351,277)
-	-	-	-	(23,973)	-	-	(23,973)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	16,532	16,532
2,142,041	(35,080,305)	(337,973)	(5,351,277)	(23,973)	-	16,532	(38,634,955)
-	33,714,713	-	5,963,240	-	-	-	39,677,953
-	172,626	-	283	28,813	-	4	201,726
-	302,935	1,500	-	-	-	-	304,435
-	34,190,274	1,500	5,963,523	28,813	-	4	40,184,114
2,142,041	(890,031)	(336,473)	612,246	4,840	-	16,536	1,549,159
49,570,702	47,668,479	17,468,988	1,638,331	250,941	-	23,003	116,620,444
-	4,005,472	-	-	-	-	-	4,005,472
49,570,702	51,673,951	17,468,988	1,638,331	250,941	-	23,003	120,625,916
\$ 51,712,743	\$ 50,783,920	\$ 17,132,515	\$ 2,250,577	\$ 255,781	\$ -	\$ 39,539	\$ 122,175,075

**Report of Independent Auditor on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards***

To the Honorable Mayor and Board of County
Commissioners of Orange 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, the aggregate discretely presented component units, and aggregate remaining fund information of the Orange County, Florida Board of County Commissioners (the "Board") as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements, and have issued our report thereon dated March 17, 2017. We also have audited the financial statements of each of the Board's nonmajor governmental, internal service and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended September 30, 2016. Our report includes a reference to other auditors who audited the financial statements of the Orange County Housing Finance Authority, Orange County Research and Development Authority, Orange County Industrial Development Authority, and Orange Blossom Trail Development Board, Inc., as described in our report on the Board's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Board's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the Board's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Board'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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, reading "Cheryl Behrman" followed by a stylized monogram or initials.

Orlando, Florida
March 17, 2017

Independent Auditor's Management Letter

To the Honorable Mayor and Board of County,
Commissioners of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of each major fund, the aggregate discretely presented component units, and aggregate remaining fund information of the Orange County, Florida Board of County Commissioners (the "Board") as of and for the year ended September 30, 2016, and have issued our report thereon dated March 17, 2017. We also have audited the financial statements of each of the Board's nonmajor governmental, internal service and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended September 30, 2016. We did not audit the financial statements of the Orange County Housing Finance Authority, Orange County Research and Development Authority, Orange County Industrial Development Authority, and Orange Blossom Trail Development Board, Inc., whose statements reflect 89%, 56%, and 37%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion on the aggregate discretely presented component units, insofar as it relates to the amounts included for the Orange County Housing Finance Authority, Orange County Research and Development Authority, Orange County Industrial Development Authority, and Orange Blossom Trail Development Board, Inc., is based solely upon the reports of the other auditors.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards*; and Chapter 10.550, Rules of Auditor General.

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, as well as our Report of Independent Accountant on Compliance with Local Government Investment Policies. Disclosures in those reports, which are dated March 17, 2017, 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 the findings and recommendations made in the preceding annual financial report.

Official Title and Legal Authority

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

Other Matters

Section 10.554(1)(i)2, Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. Our recommendations can be found in Appendix A of this report. We did not audit the Board's responses to the recommendations, which are also provided in Appendix A, and, accordingly, we express no opinion on them.

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read "Cheryl Behrman" followed by a stylized flourish or initials.

Orlando, Florida
March 17, 2017

ORANGE COUNTY, FLORIDA
BOARD OF COUNTY COMMISSIONERS
APPENDIX A – MANAGEMENT LETTER COMMENTS

YEAR ENDED SEPTEMBER 30, 2016

Transfer of Projects from Construction in Process

Statement of Condition 2016-A: As documented in Statement of Condition 2015-B in the fiscal year 2015 audit, certain construction in process (“CIP”) included in governmental capital assets was not transferred out of CIP on a timely basis. Though County personnel have spent time addressing the situation, corrective action remains in progress. This resulted in an overstatement of CIP and net position and an understatement of depreciation expense and accumulated depreciation for governmental activities on the government-wide financial statements.

Criteria: In accordance with accounting principles generally accepted in the United States of America, capital assets should be transferred out of CIP during the year in which they are placed in service, with depreciation beginning at that time, if applicable.

Effect of Condition: Based on our review of larger projects in CIP, the County's CIP and net position was overstated and other capital asset categories were understated at September 30, 2016. Depreciation for fiscal year 2016 and accumulated depreciation were also understated.

Cause of Condition: While the County does have policies in place to ensure that construction in process projects are tracked, it appears that certain projects, mostly predating fiscal year 2011, were not monitored as closely as they should, and, therefore, remained in CIP beyond respective in-service dates.

Recommendation: We continue to recommend that fiscal management complete its review of projects in CIP that have not had significant cost activity in the last fiscal year to determine the current status, in addition to those identified through our review of large CIP projects. In particular, we recommend that fiscal management prioritize the CIP review and focus on the higher valued projects first in an effort to minimize errors introduced to the financial statements. Additionally, we recommend the overall tracking process be evaluated to assure proper transfers from CIP to respective capital asset categories when available for service.

Management Response: We concur. We will evaluate the County's current policies and procedures to ensure that CIP projects are transferred to the respective capital asset categories once the assets are placed in service. Each year, the current status of all CIP projects is jointly reviewed by County management and the Comptroller's Office to determine which projects should be closed out and transferred to capital asset categories. Apparently, these policies and procedures were not always followed prior to fiscal year 2010. We plan to take the steps necessary to properly record all CIP projects, focusing on the higher valued projects first.

**Report of Independent Accountant on Compliance
With Local Government Investment Policies and E911 Requirements of
Sections 365.172 and 365.173, Florida Statutes**

To the Honorable Mayor and Board of County
Commissioners of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Board of County Commissioners (the "Board") compliance with the local government investment policy requirements of 218.415, Florida Statutes, and E911 requirements of Sections 365.172 and 365.173, Florida Statutes, for the year ended September 30, 2016. Management is responsible for the Board's compliance with those requirements. Our responsibility is to express an opinion on the Board's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Board's compliance with specified requirements.

Opinion

In our opinion, the Board complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
March 17, 2017

**CLERK OF THE CIRCUIT AND
COUNTY COURTS**

ORANGE COUNTY, FLORIDA

FINANCIAL STATEMENTS

Year Ended September 30, 2016

Report of Independent Auditor

To the Honorable Tiffany Moore Russell,
Clerk of the Circuit and County Courts of Orange County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the Orange County, Florida Clerk of the Circuit and County Courts (the "Clerk") as of and for the year ended September 30, 2016, and the related notes to the financial statements, as listed in the table of contents. We also have audited the Other Postemployment Benefits Trust Fund, as displayed in the Clerk's financial statements, and the financial statements of each of the Clerk's agency funds as of and for the year ended September 30, 2016, presented as other supplementary information in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the Clerk, as well as of the Other Postemployment Benefits Trust Fund, as of September 30, 2016, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each agency fund of the Clerk as of September 30, 2016, and the respective changes in assets and liabilities thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of each fund of Orange County, Florida that is attributable to the Clerk. They do not purport to, and do not, present fairly the financial position of Orange County, Florida as of September 30, 2016, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 17 through 19 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated February 9, 2017 on our consideration of the Clerk's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Clerk's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
February 9, 2017

FINANCIAL STATEMENTS

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
BALANCE SHEET - GOVERNMENTAL FUNDS

SEPTEMBER 30, 2016

	Major Funds			Totals
	General Fund	Public Records Modernization	Mortgage Foreclosure Education	
ASSETS				
Cash and cash equivalents	\$ 5,336,597	\$ 3,450,009	\$ 30,968	\$ 8,817,574
Due from Board of County Commissioners	1,693	-	-	1,693
Due from Public Records Modernization Fund	69,751	-	-	69,751
Due from other governmental agencies	18,120	270,681	-	288,801
Total assets	\$ 5,426,161	\$ 3,720,690	\$ 30,968	\$ 9,177,819
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable and accrued liabilities	\$ 334,605	\$ 71,562	\$ 1,783	\$ 407,950
Due to individuals	1,339,267	-	-	1,339,267
Due to Board of County Commissioners	92,670	-	-	92,670
Due to other governmental agencies	3,659,619	-	-	3,659,619
Due to General Fund	-	69,751	-	69,751
Total liabilities	5,426,161	141,313	1,783	5,569,257
Restricted fund balance	-	3,579,377	29,185	3,608,562
Total liabilities and fund balance	\$ 5,426,161	\$ 3,720,690	\$ 30,968	\$ 9,177,819

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

YEAR ENDED SEPTEMBER 30, 2016

	Major Funds			Totals
	General Fund	Public Records Modernization	Mortgage Foreclosure Education	
Revenues				
Court-related:				
Intergovernmental:	\$ 175,576	\$ -	\$ -	\$ 175,576
Charges for services:				
Filing fees	9,868,301	-	-	9,868,301
Service charges	6,535,901	-	-	6,535,901
Court costs	6,440,718	-	-	6,440,718
Fines and forfeitures	7,771,080	1,704,851	-	9,475,931
Interest income	24,513	-	-	24,513
Non-court-related:				
Charges for services:				
Marriage and passport	1,665,004	-	-	1,665,004
Recording fees from Comptroller	-	3,047,683	-	3,047,683
Other	-	30,957	10,724	41,681
Intergovernmental:				
County funded items	140,000	-	-	140,000
Child support federal reimbursement	1,316,697	-	-	1,316,697
Interest income	81	-	-	81
Total revenues	33,937,871	4,783,491	10,724	38,732,086
Expenditures				
Court-related:				
Current:				
General government:				
Salaries and benefits	23,601,279	-	-	23,601,279
Operating	2,303,030	-	-	2,303,030
Distribution of excess fees	4,911,780	-	-	4,911,780
Non-court-related:				
Current:				
General government:				
Salaries and benefits	1,597,747	1,966,343	-	3,564,090
Operating	1,115,401	2,630,185	7,700	3,753,286
Capital outlay	408,634	66,621	-	475,255
Total expenditures	33,937,871	4,663,149	7,700	38,608,720
Excess of revenues under expenditures	-	120,342	3,024	123,366
Fund balance, beginning of year	-	3,459,035	26,161	3,485,196
Fund balance, end of year	\$ -	\$ 3,579,377	\$ 29,185	\$ 3,608,562

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS

SEPTEMBER 30, 2016

	Other Postemployment Benefits Trust	Agency
ASSETS		
Cash and cash equivalents	\$ 6,647,690	\$ 45,174,743
Due from individuals	-	3,886
Total assets	\$ 6,647,690	\$ 45,178,629
LIABILITIES		
Due to individuals	\$ -	\$ 41,461,211
Due to Board of County Commissioners	-	824,649
Due to other governmental agencies	-	2,892,769
Total liabilities	\$ -	\$ 45,178,629
Net Position		
Held in trust for other postemployment benefits	6,647,690	
Total net position	\$ 6,647,690	

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
OTHER POSTEMPLOYMENT BENEFITS TRUST FUND

YEAR ENDED SEPTEMBER 30, 2016

Additions

Employer contributions	\$ 375,000
Net investment income	<u>3,889</u>

Total additions	378,889
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Net position, beginning of year	<u>6,268,801</u>
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Net position, end of year	<u><u>\$ 6,647,690</u></u>
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ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 – Summary of significant accounting policies

Reporting entity – The Orange County, Florida Clerk of the Circuit and County Courts (the “Clerk”) is a separately elected county official established pursuant to the Constitution of the State of Florida. The Clerk’s financial statements do not purport to reflect the financial position or the results of operations of Orange County, Florida (the “County”) taken as a whole. The financial statements of the Clerk have been prepared in accordance with the accounting principles and reporting guidelines established by the Governmental Accounting Standards Board (“GASB”).

Entity status for financial reporting purposes is governed by GASB Statement No. 14, as amended. Although the Clerk’s office is operationally autonomous and legally separate from the Board, it does not hold sufficient corporate powers of its own to be considered a separate entity for financial reporting purposes. Therefore, under GASB guidelines, the Clerk is reported as a part of the primary government of the County.

Description of funds – The accounting records are organized for reporting purposes on the basis of governmental funds and fiduciary funds.

General Fund – The General Fund is used to account for all revenues and expenditures applicable to the general operations of the Clerk.

Special revenue funds – The special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes. The Public Records Modernization Trust Fund, which was established pursuant to an act of the 1987 Florida Legislature, receives 25% of the additional recording fees which are collected by the Orange County, Florida Comptroller’s office, a Constitutional officer, and are earmarked for the modernization of recording service operations. Effective July 1, 2004, this fund also receives \$1.90 of the additional recording fees which are collected by the Orange County, Florida Comptroller’s office, and are earmarked for the Clerk’s technology needs. Effective July 1, 2009, this fund also receives 10% of all fine monies collected by the Clerk to be used for any court-related purpose. The Mortgage Foreclosure Education Fund, established July 1, 2006 under House Bill 65 and Section 45.035(2)a, Florida Statutes, entitles the Clerk to collect a \$28 service charge on any surplus resulting from a mortgage foreclosure sale. Proceeds from this service charge may only be used for purposes of educating the public as to the rights of homeowners regarding foreclosure proceedings.

Fiduciary funds – Fiduciary funds of the Clerk include an Other Postemployment Benefits Trust Fund, which is used to account for the receipt and disbursement of assets held in trust for participants of the Clerk’s other postemployment benefit plan, and agency funds, which are used to account for assets held by the Clerk as agent.

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 – Summary of significant accounting policies (continued)

Measurement focus, basis of accounting, and financial statement presentation – The Clerk's financial statements are prepared for the purpose of complying with Section 218.39(2), Florida Statutes, and Chapter 10.550, Rules of the Auditor General, which require the Clerk to only present fund financial statements.

The General Fund and special revenue funds are governmental funds which use the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers amounts collected on grants within 120 days after year-end, and amounts collected on all other government funds within 60 days after year-end, to be available and thus recognizes them as revenues of the current year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

The Clerk reports the General Fund, the Public Records Modernization Trust Fund, and the Mortgage Foreclosure Education Trust Fund as major governmental funds. Agency funds are custodial in nature and do not involve measurement of results of operations; related assets and liabilities are measured on the accrual basis of accounting. The Other Postemployment Benefits Trust Fund uses a flow of economic resources measurement focus to determine net position. The accounting principles used are similar to those applicable to businesses in the private sector and, thus, this fund is maintained on the accrual basis of accounting. Additions are recognized when earned and deductions are recognized when incurred.

Effective July 1, 2004, as a result of Revision 7 to Article V of the Constitution of the State of Florida, the passage of Senate Bill 2962 and the revision of numerous Sections of Florida Statutes (collectively, Article V), the Clerk became an entirely fee-based Constitutional Officer.

Effective July 1, 2009, as a result of the passage of Senate Bills 2108 and 1718, the Clerk became part of the state appropriation process, wherein the Clerk receives a predetermined share of a statewide appropriation to all State of Florida Clerks of Court.

Effective July 1, 2013, as a result of the passage of Senate Bill 1512, the Clerk returned to being an entirely fee-based Constitutional Officer. In accordance with this Bill, fee revenue began being recognized effective June 1, 2013.

The Clerk's operations are segregated between court-related and non-court-related activities as defined in Article V. Any excess of court-related revenue over court-related expenditures as of September 30 each year is paid to the State of Florida Department of Revenue Clerks' Trust Fund ("DOR"). Any excess of non-court-related revenue over non-court-related expenditures is reflected as a liability to the Orange County Board of County Commissioners (the "Board").

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 – Summary of significant accounting policies (continued)

Fund balance presentation – All fund balances of the governmental funds are classified as restricted. This classification includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

Budgetary requirements – Expenditures are controlled by appropriations in accordance with the budgetary requirements set forth in the Florida Statutes. The budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America.

The Florida Clerks of Court Operations Corporation (“CCOC”) approved the budget for the Clerk’s court-related activities for the twelve months ended September 30, 2016. The Clerk is not required to submit its non-court-related activities budget for approval. These budgets collectively comprise the Clerk’s General Fund budget. The Clerk is not required to submit its special revenue funds budgets for approval. The Clerk increased its court-related and non-court-related budgets in the amount of \$555,178 and \$439,576, respectively, through a budget amendment.

Cash and cash equivalents – The Clerk’s cash and cash equivalents consist of demand deposits insured by the Federal Deposit Insurance Corporation or covered by the State of Florida collateral pool, and cash on hand for operations.

Capital assets – Tangible personal property used by the Clerk’s operations is recorded in the General Fund as an expenditure at the time assets are received and a liability is incurred. Purchased assets are recorded at historical cost in the government-wide financial statements of the County.

In addition, the Board provides administrative office space used by the Clerk at no charge. The Board incurred \$303,698 for lease costs in connection with the office space during fiscal 2016.

Compensated absences – The Clerk permits employees to accumulate earned but unused vacation and sick pay benefits. The Clerk is not legally required to and does not accumulate expendable available financial resources to liquidate this obligation. The obligation for compensated absences is accrued in the government-wide financial statements of the County. A summary of activity for the Clerk’s compensated absences obligation is as follows:

Beginning Balance, October 1, 2015	\$	2,451,120
Earned		1,761,121
Used		(1,866,568)
Ending Balance, September 30, 2016	\$	<u>2,345,673</u>

Use of estimates – The preparation of financial statements requires management to make use of estimates that affect reported amounts. Actual results could differ from estimates.

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 2 – Deposits and investments

Cash – Cash accounts are maintained in demand deposits, which are insured by the Federal Deposit Insurance Corporation or covered by the State of Florida collateral pool, a multiple financial institution pool with the ability to assess its members for collateral shortfalls if a member institution fails.

Investments – The Clerk follows Florida Statutes for its investment policy, which authorizes investments in certificates of deposit, savings accounts, repurchase agreements, the Local Government Surplus Funds Trust Fund administered by the Florida State Board of Administration, and obligations of the U.S. Government and government agencies unconditionally guaranteed by the U.S. Government.

The Clerk's deposits and investments include \$60,610,607 in interest-bearing and non-interest bearing demand deposits at September 30, 2016 which are insured by the Federal Deposit Insurance Corporation or covered by the State of Florida collateral pool, a multiple financial institution pool with the ability to assess its members for collateral shortfalls if a member institution fails. Cash on hand amounted to \$29,400.

Note 3 – Interfund receivables and payables

Interfund receivables and payables at September 30, 2016 consist of the following:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 69,751	\$ -
Public Records Modernization Trust Fund	-	69,751
	<u>\$ 69,751</u>	<u>\$ 69,751</u>

The amounts due from the Public Records Modernization Fund are related to unreimbursed revenue earned and expenditures made for costs that are reimbursable by the General Fund.

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 4 – Retirement system

Plan description – The Clerk’s employees participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan (“Pension Plan”) and the Retiree Health Insurance Subsidy (“HIS Plan”). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan (“Investment Plan”) alternative to the FRS Pension Plan, which is administered by the State Board of Administration.

As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida Legislature.

Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service, or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five highest years of salary for each year of credited service. Elected Officers’ class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary for each year of credited service. Substantial changes were made to the Pension Plan during fiscal year 2011, affecting new members enrolled on or after July 1, 2011 by extending the vesting requirement to eight years of credited service and increasing normal retirement to age 65 or 33 years of service regardless of age. Also, the final average compensation for these members is based on the eight highest years of salary.

Funding Policy – All enrolled members of the FRS Pension Plan are required to contribute 3.0% of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates. The employer contribution rates by job class for the periods from October 1, 2015 through June 30, 2016 and July 1, 2016 through September 30, 2016, respectively, were as follows: regular- 7.26% and 7.52%; county elected officers- 42.27% and 42.47%; senior management- 21.43% and 21.77%; and Deferred Retirement Option Program (DROP) participants- 12.88% and 12.99%. During the fiscal year ended September 30, 2016, the Clerk contributed to the plan an amount equal to 8.36% of covered payroll.

The HIS Plan provides a monthly benefit to assist retirees in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement. Eligible retirees and beneficiaries receive a monthly health insurance subsidy payment of \$5 for each year of creditable service, with a minimum payment of \$30 and a maximum payment of \$150 per month. The HIS Plan is funded by required contributions from FRS participating employees as set forth by the Florida Legislature, based on a percentage of gross compensation for all active FRS members.

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 4 – Retirement system (continued)

In addition to the above benefits, the FRS administers a DROP. This program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

For those members who elect participation in the Investment Plan, rather than the Pension Plan, vesting occurs at one year of service. These participants receive a contribution for self-direction in an investment product with a third party administrator selected by the State Board of Administration. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.04 percent of payroll and by forfeited benefits of plan members.

The Clerk recognizes pension expenditures in an amount equal to amounts paid to the Pension Plan, the HIS Plan and the defined contribution plan, amounting to \$1,026,090, \$346,074 and \$320,074, respectively, for the fiscal year ended September 30, 2016. The Clerk's payments for the Pension Plan and the HIS Plan after June 30, 2016, the measurement date used to determine the net pension liability associated with the Pension Plan and HIS Plan, amounted to \$274,858 and \$85,569, respectively. The Clerk is not legally required to and does not accumulate expendable available resources to liquidate the retirement obligation related to its employees. Accordingly, the net pension liability and associated deferred outflows and deferred inflows are presented on the government-wide financial statements of the County, following requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*.

The state of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the state of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000. That report may be viewed on the Florida Department of Management Services website located at www.dms.myflorida.com/workforce_operations/retirement/publications.

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 5 – Insurance coverage

Orange County maintains a self-insurance program that provides for coverage of substantially all risks. Various excess catastrophe insurance policies with a commercial carrier are also in force for claims exceeding the amount chargeable against the loss fund. The Clerk participated in the County's self-insurance program during fiscal year 2016 at a cost of \$162,035. There have been no claim settlements in excess of insurance coverage during the three fiscal years ended September 30, 2016.

Additionally, Orange County maintains a self-insured plan for employee medical benefits. The plan covers all regular employees and certain retirees and former employees of the County and their eligible dependents, with coverage of claims up to \$800,000 per individual per year. The County has purchased an insurance policy to cover claims in excess of this amount, up to an additional \$2 million per individual per year. In accordance with the Affordable Care Act, the lifetime maximum for a covered individual is unlimited. The Clerk participated in the County's employee medical benefits plan during the fiscal year 2016 at a cost of \$4,379,642.

Note 6 – Other Postemployment Benefit (OPEB) Plan

Plan description – The Clerk offers a single-employer defined benefit plan ("OPEB plan") that subsidizes the cost of health care for its retirees and eligible dependents. Retirees with at least 10 years of service under the Clerk who are receiving benefits from the FRS are eligible to receive a monthly benefit of five dollars per year of service up to a maximum of \$150 per month. Additionally, Clerk employees who retire and immediately begin receiving benefits from the FRS have the option of continuing in the County health insurance plan at the same group rate as for active employees.

In June 2009, the Clerk established the Orange County Clerk of the Circuit and County Courts Retiree Health Insurance Subsidy Trust ("Trust"), a qualifying trust, and began funding its OPEB Plan obligation. Separate stand-alone financial statements for the Trust are not prepared.

At October 1, 2016, the date of the latest actuarial valuation, plan participation consisted of:

Active Employees	443
Inactive Participants	<u>136</u>
Total	<u>579</u>

Funding policy – The Clerk funds its OPEB obligations on a pay-as-you-go basis, and has the authority to establish and amend its funding policy. For the fiscal year 2016 the Clerk has contributed \$375,000 and in the prior years a total of \$6,290,000 for a total amount contributed of \$6,665,000. This Trust is to be used to fund current subsidy payments to participants for upcoming fiscal years.

Annual OPEB cost and net OPEB obligation – The Clerk engaged an actuarial firm to determine the estimated obligation associated with postemployment health insurance benefits as of September 30, 2015 and September 30, 2016, as well as the actuarially required contribution (ARC) for funding this obligation. Based on this report, including assumptions that the ARC is funded and has an average return on investment of 3.5%, the ARC for the Clerk's office in fiscal year 2016 was \$499,880.

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 6 – Other Postemployment Benefit (OPEB) Plan (continued)

The annual cost (expense) of the OPEB plan is calculated based on the ARC. The Clerk's annual OPEB cost, contributions made, and net OPEB asset for 2016 are as follows:

Net OPEB (asset) as of September 30, 2015		\$ (3,502,075)
ARC for the fiscal year	\$ 499,880	
Interest on OPEB asset	(122,573)	
Adjustment to ARC	116,736	
Annual OPEB cost for the fiscal year		494,043
Contributions made during the fiscal year		(677,275)
Net OPEB (asset) as of September 30, 2016		<u>\$ (3,685,307)</u>

The Clerk's annual OPEB cost (AOC), OPEB contributions net of amounts received from retirees, the percentage of annual OPEB cost contributed to the plan, and the net OPEB asset (NOA) as of September 30, 2016 and the two preceding years were as follows:

Fiscal Year	AOC	Net Contribution	Percent of AOC Contributed	(NOA)
September 30, 2016	\$ 494,043	\$ 677,275	137%	\$ (3,685,307)
September 30, 2015	\$ 443,561	\$ 654,781	148%	\$ (3,502,075)
September 30, 2014	\$ 602,430	\$ 3,018,114	501%	\$ (3,290,885)

Funded status and funding progress – The following table shows the funded status of the plan as of September 30, 2015, the most recent actuarial valuation date, and the two preceding actuarial valuation dates:

Actuarial Valuation Date	Actuarial Value of Plan Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
09/30/2015	\$ 6,268,801	\$ 7,494,561	\$ 1,225,760	83.6%	\$ 19,989,642	6.1%
09/30/2014	\$ 5,913,900	\$ 6,540,383	\$ 626,483	90.4%	\$ 19,334,261	3.2%
09/30/2013	\$ 3,169,170	\$ 8,961,748	\$ 5,792,578	35.4%	\$ 20,057,017	28.9%

The above schedule of funding progress presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability.

The Clerk recognizes OPEB expenditures as amounts are funded. The amount of the ARC in excess of contributions funded is a long-term obligation and, accordingly, is presented on the government-wide statement of net assets in the County's Comprehensive Annual Financial Report.

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 6 – Other Postemployment Benefit (OPEB) Plan (continued)

Actuarial methods and assumptions – Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

The actuarial methods are:

Actuarial cost method	Entry Age actuarial cost method
Amortization method	Level percentage of payroll projected to grow 3.5% per year
Amortization period (closed)	30 years
Asset valuation method	Fair value

The actuarial assumptions are:

Investment rate of return	3.5%
Projected annual salaries increase	4.5%
Healthcare cost trend rate	Increase of 8.0% for the 2015 fiscal year, grading to an ultimate rate of 5.0% for the 2023 fiscal year

Note 7 – Lease commitments

Operating leases – The Clerk leases various office equipment under arrangements accounted for as operating leases. Total lease expenditures were \$207,157 for the year ended September 30, 2016. The following is a schedule of minimum future rent obligations under non-cancelable leases with terms in excess of one year:

2017	\$	104,895
2018		36,576
2019		18,141
2020		12,386
2021		12,386
Total	\$	<u>184,384</u>

REQUIRED SUPPLEMENTARY INFORMATION

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Court-related:				
Intergovernmental	\$ -	\$ 175,576	\$ 175,576	\$ -
Charges for services:				
Filing fees	9,500,000	9,540,714	9,868,301	327,587
Service charges	6,800,000	6,800,000	6,535,901	(264,099)
Court costs	6,700,000	6,700,000	6,440,718	(259,282)
Fines and forfeitures	7,400,000	7,914,464	7,771,080	(143,384)
Interest Income	40,000	40,000	24,513	(15,487)
Non-court-related:				
Charges for services:				
Marriage and passport	1,386,000	1,650,000	1,665,004	15,004
Intergovernmental:				
County funded items	140,000	140,000	140,000	-
Child support federal reimbursement	1,350,000	1,350,000	1,316,697	(33,303)
Interest income	400	400	81	(319)
Total revenues	33,316,400	34,311,154	33,937,871	(373,283)
Expenditures				
Court-related:				
Current:				
General government:				
Salaries and benefits	24,758,000	24,015,000	23,601,279	413,721
Operating	2,116,931	1,889,442	2,303,030	(413,588)
Distribution of excess fees	3,565,069	5,266,312	4,911,780	354,532
Non-court-related:				
Current:				
General government:				
Salaries and benefits	924,000	1,591,904	1,597,747	(5,843)
Operating	1,578,400	1,120,357	1,115,401	4,956
Capital outlay	374,000	428,139	408,634	19,505
Total expenditures	33,316,400	34,311,154	33,937,871	373,283
Excess of revenues over (under) expenditures	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PUBLIC RECORDS MODERNIZATION TRUST FUND

YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Charges for services:				
Recording fees from Comptroller	\$ 2,620,000	\$ 2,620,000	\$ 3,047,683	\$ 427,683
Other	15,000	15,000	30,957	15,957
Fines	1,700,000	1,700,000	1,704,851	4,851
Total revenues	<u>4,335,000</u>	<u>4,335,000</u>	<u>4,783,491</u>	<u>448,491</u>
Expenditures				
Current:				
General government:				
Salaries and benefits	2,022,000	2,022,000	1,966,343	55,657
Operating	2,393,000	2,459,290	2,630,185	(170,895)
Capital outlay	250,000	183,710	66,621	117,089
Total expenditures	<u>4,665,000</u>	<u>4,665,000</u>	<u>4,663,149</u>	<u>1,851</u>
Excess of revenues over (under) expenditures	<u>(330,000)</u>	<u>(330,000)</u>	<u>120,342</u>	<u>450,342</u>
Fund balance, beginning of year	<u>3,459,035</u>	<u>3,459,035</u>	<u>3,459,035</u>	<u>-</u>
Fund balance, end of year	<u>\$ 3,129,035</u>	<u>\$ 3,129,035</u>	<u>\$ 3,579,377</u>	<u>\$ 450,342</u>

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MORTGAGE FORECLOSURE EDUCATION TRUST FUND

YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Charges for services	\$ 12,000	\$ 12,000	\$ 10,724	\$ (1,276)
Total revenues	<u>12,000</u>	<u>12,000</u>	<u>10,724</u>	<u>(1,276)</u>
Expenditures				
Current:				
General government:				
Operating	<u>35,000</u>	<u>35,000</u>	<u>7,700</u>	<u>27,300</u>
Total expenditures	<u>35,000</u>	<u>35,000</u>	<u>7,700</u>	<u>27,300</u>
Excess of revenues over (under) expenditures	(23,000)	(23,000)	3,024	26,024
Fund balance, beginning of year	<u>26,161</u>	<u>26,161</u>	<u>26,161</u>	<u>-</u>
Fund balance, end of year	<u>\$ 3,161</u>	<u>\$ 3,161</u>	<u>\$ 29,185</u>	<u>\$ 26,024</u>

OTHER SUPPLEMENTARY INFORMATION

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
AGENCY FUND DESCRIPTIONS

YEAR ENDED SEPTEMBER 30, 2016

The Combining Statement of Changes in Assets and Liabilities - All Agency Funds is presented on the following pages. The purpose of each fund shown on this statement is described below.

Domestic Relations Fund – This fund supports the collection and disbursement of child support and alimony payments.

Registry of the Court Fund – This fund is maintained for civil actions, which result in the court ordering the Clerk to collect and disburse funds in a specific manner. The court orders are a result of civil actions initiated by individuals or organizations.

Agency Fines Fund – This fund is used for the collection, disbursement, and maintenance of funds resulting from various illegal acts. These actions may involve traffic, felony, misdemeanor, ordinance, or juvenile violations, as well as other illegal actions.

Witness Payroll Fund – This fund is maintained to support the payment of witnesses for the County and Circuit Courts.

Other Agency Funds – This fund supports the collection and disbursement of funds resulting from mortgage foreclosure actions, the filing of civil action cases, and the issuance of marriage licenses as well as other civil actions. Other civil actions may result in the court ordering the clerk to manage the funds in a specific manner. The funds are disbursed to governmental agencies, private and nonprofit organizations, and individuals.

Criminal Cash Bond Fund – This fund is maintained for the collection and disbursement of funds resulting from cash posted to release individuals charged with criminal activities from jail.

Online Foreclosure Sales Fund – This fund is maintained for the collection and disbursement of funds resulting from mortgage foreclosure actions that occur using the Clerk's online foreclosure sales website. The funds are disbursed to individuals and private and nonprofit organizations.

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS

YEAR ENDED SEPTEMBER 30, 2016

<u>Domestic Relations</u>	Balance 09/30/2015	Additions	Deductions	Balance 09/30/2016
ASSETS				
Cash and cash equivalents	\$ (6,672)	\$ 2,527,280	\$ 2,524,494	\$ (3,886)
Due from individuals	6,672	-	2,786	3,886
Total assets	<u>\$ -</u>	<u>\$ 2,527,280</u>	<u>\$ 2,527,280</u>	<u>\$ -</u>
LIABILITIES				
Due to individuals	<u>\$ -</u>	<u>\$ 2,527,280</u>	<u>\$ 2,527,280</u>	<u>\$ -</u>

Registry of the Court

ASSETS				
Cash and cash equivalents	<u>\$ 20,097,810</u>	<u>\$ 31,427,932</u>	<u>\$ 32,581,013</u>	<u>\$ 18,944,729</u>
LIABILITIES				
Due to individuals	<u>\$ 20,097,810</u>	<u>\$ 31,427,932</u>	<u>\$ 32,581,013</u>	<u>\$ 18,944,729</u>

Agency Fines

ASSETS				
Cash and cash equivalents	<u>\$ 4,342,445</u>	<u>\$ 39,905,255</u>	<u>\$ 40,688,325</u>	<u>\$ 3,559,375</u>
LIABILITIES				
Due to individuals	\$ 1,378,202	\$ 1,868,680	\$ 2,505,128	\$ 741,754
Due to Board of County Commissioners	909,690	10,945,586	11,030,627	824,649
Due to other governmental agencies	<u>2,054,553</u>	<u>27,090,989</u>	<u>27,152,570</u>	<u>1,992,972</u>
Total liabilities	<u>\$ 4,342,445</u>	<u>\$ 39,905,255</u>	<u>\$ 40,688,325</u>	<u>\$ 3,559,375</u>

Witness Payroll

ASSETS				
Cash and cash equivalents	<u>\$ 30,821</u>	<u>\$ 255,890</u>	<u>\$ 249,934</u>	<u>\$ 36,777</u>
LIABILITIES				
Due to other governmental agencies	<u>\$ 30,821</u>	<u>\$ 255,890</u>	<u>\$ 249,934</u>	<u>\$ 36,777</u>

ORANGE COUNTY, FLORIDA
CLERK OF THE CIRCUIT AND COUNTY COURTS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS, CONTINUED

YEAR ENDED SEPTEMBER 30, 2016

<u>Other Agency Funds</u>	<u>Balance</u> <u>09/30/2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>09/30/2016</u>
ASSETS				
Cash and cash equivalents	\$ 2,069,010	\$ 13,701,029	\$ 13,987,545	\$ 1,782,494
LIABILITIES				
Due to individuals	\$ 1,190,203	\$ 2,183,481	\$ 2,454,210	\$ 919,474
Due to other governmental agencies	878,807	11,517,548	11,533,335	863,020
Total liabilities	<u>\$ 2,069,010</u>	<u>\$ 13,701,029</u>	<u>\$ 13,987,545</u>	<u>\$ 1,782,494</u>
 <u>Criminal Cash Bond</u>				
ASSETS				
Cash and cash equivalents	\$ 1,159,687	\$ 2,129,136	\$ 2,299,959	\$ 988,864
LIABILITIES				
Due to individuals	\$ 1,159,687	\$ 2,129,136	\$ 2,299,959	\$ 988,864
 <u>Online Foreclosure Sales</u>				
ASSETS				
Cash and cash equivalents	\$ 19,987,007	\$ 274,160,412	\$ 274,281,029	\$ 19,866,390
LIABILITIES				
Due to individuals	\$ 19,987,007	\$ 274,160,412	\$ 274,281,029	\$ 19,866,390
 <u>Total Agency Funds</u>				
ASSETS				
Cash and cash equivalents	\$ 47,680,108	\$ 364,106,934	\$ 366,612,299	\$ 45,174,743
Due from individuals	6,672	-	2,786	3,886
Total assets	<u>\$ 47,686,780</u>	<u>\$ 364,106,934</u>	<u>\$ 366,615,085</u>	<u>\$ 45,178,629</u>
LIABILITIES				
Due to individuals	\$ 43,812,909	\$ 314,296,921	\$ 316,648,619	\$ 41,461,211
Due to Board of County Commissioners	909,690	10,945,586	11,030,627	824,649
Due to other governmental agencies	2,964,181	38,864,427	38,935,839	2,892,769
Total liabilities	<u>\$ 47,686,780</u>	<u>\$ 364,106,934</u>	<u>\$ 366,615,085</u>	<u>\$ 45,178,629</u>

SUPPLEMENTARY REPORTS

**Report of Independent Auditor on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance
with *Government Auditing Standards***

To the Honorable Tiffany Moore Russell,
Clerk of the Circuit and County Courts of Orange 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 Orange County, Florida Clerk of the Circuit and County Courts (the "Clerk") as of and for the year ended September 30, 2016, and the related notes to the financial statements, and have issued our report thereon dated February 9, 2017 for the purpose of compliance with Section 218.39(2), *Florida Statutes*, and Chapter 10.550, *Rules of the Auditor General – Local Governmental Entity Audits*. We also have audited the Other Postemployment Benefits Trust Fund, as displayed in the Clerk's financial statements, and the financial statements of each of the Clerk's agency funds, presented as other supplementary information as of and for the year ended September 30, 2016.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Clerk's internal control over financial reporting ("internal control") to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Clerk's internal control. Accordingly, we do not express an opinion on the effectiveness of the Clerk's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Clerk'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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 "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
February 9, 2017

Independent Auditor's Management Letter

To the Honorable Tiffany Moore Russell,
Clerk of the Circuit and County Courts of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Clerk of the Circuit and County Courts (the "Clerk") as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated February 9, 2017.

Auditor's Responsibility

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

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and Report of Independent Accountant on Compliance with Local Government Investment Policies, Article V Requirements and Depository Requirements of Sections 218.415, 28.35, 28.36 and 61.181, Florida Statutes, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated February 9, 2017, 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 recommendations made in the preceding audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Clerk is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Clerk.

Other Matters

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

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, reading "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
February 9, 2017

**Report of Independent Accountant on Compliance
With Local Government Investment Policies, Article V Requirements
and Depository Requirements of Sections 218.415, 28.35, 28.36 and 61.181, Florida Statutes**

To the Honorable Tiffany Moore Russell,
Clerk of the Circuit and County Courts of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Clerk of the Circuit and County Courts' (the "Clerk's") compliance with the local government investment policy requirements of 218.415, Florida Statutes, Article V requirements of Sections 28.35 and 28.36, Florida Statutes, and depository requirements for alimony transactions, support, maintenance and support payments of Section 61.181, Florida Statutes, for the year ended September 30, 2016. Management is responsible for the Clerk's compliance with those requirements. Our responsibility is to express an opinion on the Clerk's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Clerk's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Clerk's compliance with specified requirements.

Opinion

In our opinion, the Clerk complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.

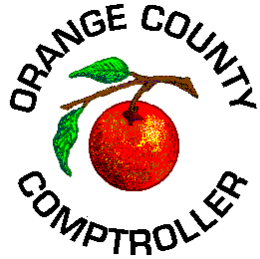


Orlando, Florida
February 9, 2017

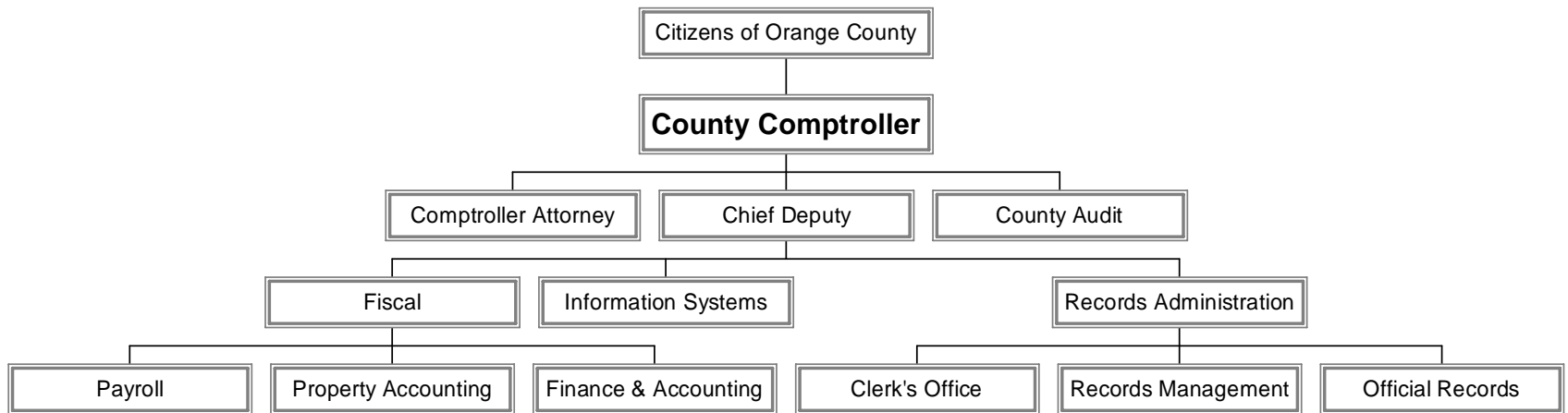
COMPTROLLER
ORANGE COUNTY, FLORIDA

FINANCIAL STATEMENTS

Year Ended September 30, 2016



Orange County Comptroller's Office



Report of Independent Auditor

To the Honorable Martha O. Haynie,
Comptroller of Orange County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the Orange County, Florida Comptroller (the "Comptroller") as of and for the year ended September 30, 2016, and the related notes to the financial statements, as listed in the table of contents. We also have audited the Comptroller's Office Account fund, as displayed in the Comptroller's financial statements, and the financial statements of each of the Comptroller's agency funds as of and for the year ended September 30, 2016, presented as other supplementary information in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the Comptroller, as well as of the Comptroller's Office Account Fund, as of September 30, 2016, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each agency fund of the Comptroller as of September 30, 2016, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note A 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 fund of Orange County, Florida that is attributable to the Comptroller. They do not purport to, and do not, present fairly the financial position of Orange County, Florida as of September 30, 2016, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 18 and 19 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated December 30, 2016 on our consideration of the Comptroller's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Comptroller's internal control over financial reporting and compliance.

A handwritten signature in black ink, reading "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
December 30, 2016

FINANCIAL STATEMENTS

ORANGE COUNTY, FLORIDA COMPTROLLER
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2016

	Major Funds		Comptroller's	
	General	Public Records Modernization	Office Account	Totals
<u>ASSETS</u>				
Cash and cash equivalents	\$ 5,030,928	\$ 1,125,232	\$ 2,139	\$ 6,158,299
Accounts receivable	45,135	1,284	-	46,419
Due from Board of County Commissioners	13,999	-	-	13,999
Due from Clerk of Circuit and County Courts	2,649	-	-	2,649
Prepaid costs	62,064	193,259	-	255,323
Total assets	<u>\$ 5,154,775</u>	<u>\$ 1,319,775</u>	<u>\$ 2,139</u>	<u>\$ 6,476,689</u>
 <u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 103,134	\$ 20,957	\$ -	\$ 124,091
Accrued liabilities	414,428	-	-	414,428
Due to Board of County Commissioners	4,637,213	-	-	4,637,213
Total liabilities	<u>5,154,775</u>	<u>20,957</u>	<u>-</u>	<u>5,175,732</u>
Fund balances:				
Nonspendable:				
Prepaid costs	62,064	193,259	-	255,323
Restricted:				
General government	-	1,105,559	2,139	1,107,698
Unassigned	(62,064)	-	-	(62,064)
Total fund balances	<u>-</u>	<u>1,298,818</u>	<u>2,139</u>	<u>1,300,957</u>
Total liabilities and fund balances	<u>\$ 5,154,775</u>	<u>\$ 1,319,775</u>	<u>\$ 2,139</u>	<u>\$ 6,476,689</u>

See accompanying notes to financial statements.

**ORANGE COUNTY, FLORIDA COMPTROLLER
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
for the year ended September 30, 2016**

	Major Funds			
	General	Public Records Modernization	Comptroller's Office Account	Totals
Revenues:				
Intergovernmental revenues:				
Fees from Board of County Commissioners	\$ 12,857,918	\$ -	\$ -	\$ 12,857,918
Contributed goods and services	2,527,600	-	-	2,527,600
Charges for services:				
Recording fees	6,424,576	737,479	-	7,162,055
Copy and certification fees	273,603	-	-	273,603
Documentary stamp commissions	824,779	-	-	824,779
Other fees and commissions	428,879	-	-	428,879
Miscellaneous revenues:				
Interest income	12,161	4,791	8	16,960
Other	400,952	-	-	400,952
Total revenues	23,750,468	742,270	8	24,492,746
Expenditures:				
Current:				
General government:				
Personal services	15,442,742	-	-	15,442,742
Operating expenditures:				
Contributed data processing	597,922	-	-	597,922
Contributed OPEB contribution	133,320	-	-	133,320
Contributed office space and utilities	1,796,358	-	-	1,796,358
Other operating expenditures	946,714	625,307	-	1,572,021
Capital outlay	232,709	379,681	-	612,390
Total expenditures	19,149,765	1,004,988	-	20,154,753
Excess of revenues over (under) expenditures	4,600,703	(262,718)	8	4,337,993
Other financing uses:				
Transfer to the Board of County Commissioners	(4,600,703)	-	-	(4,600,703)
Excess of revenues over (under) expenditures and other financing uses	-	(262,718)	8	(262,710)
Fund balances, October 1, 2015	-	1,561,536	2,131	1,563,667
Fund balances, September 30, 2016	\$ -	\$ 1,298,818	\$ 2,139	\$ 1,300,957

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA COMPTROLLER
STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
September 30, 2016

ASSETS

Cash and cash equivalents	\$ 14,229,028
Accounts receivable	<u>13,315</u>
Total assets	<u><u>\$ 14,242,343</u></u>

LIABILITIES

Due to Board of County Commissioners	\$ 262,064
Due to Clerk of Circuit and County Courts	270,631
Due to other governmental agencies	7,116,098
Due to individuals	<u>6,593,550</u>
Total liabilities	<u><u>\$ 14,242,343</u></u>

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA COMPTROLLER
NOTES TO FINANCIAL STATEMENTS
for the year ended September 30, 2016

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Orange County Comptroller (Comptroller) is a separately elected County official established pursuant to the Constitution of the State of Florida. The Comptroller's duties include serving the Board of County Commissioners (Board) and the public in the areas of financial services, audit, and records administration. The Comptroller's financial statements do not purport to reflect the financial position or the results of operations of Orange County, Florida (County) as a whole. The financial statements of the Comptroller have been prepared in accordance with the accounting principles and reporting guidelines established by the Governmental Accounting Standards Board (GASB).

Entity status for financial reporting purposes is governed by GASB Statement No. 14, as amended. Although the Comptroller's Office is operationally autonomous and legally separate from the Board, it does not hold sufficient corporate powers of its own to be considered a separate entity for financial reporting purposes. Therefore, under GASB guidelines, the Comptroller is reported as a part of the primary government of the County.

The following is a summary of the significant accounting principles and policies used in the preparation of the accompanying financial statements.

Description of Funds:

The accounting records are organized for reporting purposes using Governmental Funds and Fiduciary Funds.

Governmental Funds:

General Fund:

The General Fund is used to account for all revenues and expenditures applicable to the general operations of the Comptroller which are not accounted for in another fund. All general operating revenues that are not restricted as to use by outside sources are recorded in the General Fund. The General Fund, presented as a major fund, uses a current financial resources measurement focus -- that is, the focus is upon determination of sources, uses and balances of current financial resources rather than upon net income determination.

Continued

**ORANGE COUNTY, FLORIDA COMPTROLLER
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Special Revenue Funds:

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Like the General Fund, Special Revenue Funds use the current financial resources measurement focus.

Public Records Modernization Trust Fund: This fund was established pursuant to an act of the 1987 Florida Legislature. The fund, presented as a major fund of the Comptroller, accounts for certain recording fees that are restricted for modernizing the public records system of the office.

Comptroller's Office Account: This fund was established pursuant to Section 106.141, Florida Statutes. The fund accounts for surplus campaign monies transferred by the Comptroller and expended in accordance with statutory requirements.

Fiduciary Funds:

The Fiduciary Funds of the Comptroller consist of Agency Funds, which are used to account for assets held by the Comptroller as an agent for individuals or other governmental agencies. Agency Funds are custodial in nature and do not involve measurement of results of operations. Specific Agency Funds used by the Comptroller are as follows:

Documentary and Intangible Tax Fund: The Comptroller acts as a collection agent for the State of Florida with regard to Documentary Stamp and Intangible Taxes.

Lien Escrow Fund: This fund accounts for assets held for individuals who are seeking court resolutions to liens filed against their property.

Tax Deed Sales Fund: This fund accounts for amounts due to individuals which are received during the tax deed auction sales.

Comptroller Employees Fund: This fund accounts for assets derived from vending machine proceeds and held for employees' activities. All vending sales are made to employees, which fully covers the cost of the equipment and operations.

Court Technology Fees Fund: This fund accounts for the portion of recording fees that are collected on behalf of the Board, the Clerk of the Circuit and County Courts, and the Florida Association of Court Clerks, to be used for court-related technology improvements.

Continued

**ORANGE COUNTY, FLORIDA COMPTROLLER
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Basis of Accounting and Financial Statement Presentation:

The Comptroller's financial statements are prepared in accordance with Section 218.39(2), Florida Statutes, and Chapter 10.550, *Rules of the Auditor General - Local Governmental Entity Audits*, which only require the Comptroller to present fund financial statements. The accounts of the Governmental Funds are maintained on the modified accrual basis of accounting. Under this basis, expenditures are recorded at the time liabilities are incurred and revenues are recorded when they are considered both measurable and available and as such, susceptible to accrual. For this purpose, the Comptroller considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. The extent to which General Fund revenues exceed General Fund expenditures is reflected as a liability to the Board in compliance with Florida Statutes. Agency funds use the accrual basis of accounting to report assets and liabilities.

Fund Balance Presentation:

In accordance with GASB Statement No. 54, fund balances of the Governmental Funds are classified as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Restricted: This classification includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

Unassigned: This classification represents the residual fund balance that does not meet other fund balance classification requirements. The negative balance exists since there is a nonspendable balance in prepaid costs and since all excess fees are returned to the Board.

Continued

**ORANGE COUNTY, FLORIDA COMPTROLLER
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Budgetary Requirements:

Expenditures are controlled by budget appropriations in accordance with requirements set forth in the Florida Statutes. The budgeted revenues and expenditures in the accompanying financial statements were prepared on a basis consistent with generally accepted accounting principles (GAAP), except for certain contributed goods and services further described below.

Some data processing services are provided to the Comptroller by the Board's Information Systems and Services Division (ISS). ISS expenditures are funded in the Board's General Fund, at no direct charge to the Comptroller. However, in order to provide full disclosure of the costs of operation of the Comptroller, the total value of data processing services provided for the 2016 fiscal year by the Board has been reflected as a revenue and expenditure in the Comptroller's operating statement. The cost of the ISS services to the Comptroller is calculated in the County's annual Cost Allocation Plan. No budget has been provided for such data processing services.

The Board also provides at no direct charge all office space and utilities to the Comptroller and an actuarially determined contribution for other postemployment benefits (OPEB). As with data processing services provided by the Board, the total value of office space and utilities and the OPEB contribution provided for the 2016 fiscal year by the Board has been reflected as a revenue and expenditure in the Comptroller's operating statement. Valuation of office space and utilities is calculated by the Board's Real Estate Management Division based on current market rates for office space with utilities. No budget has been provided for the value of office space and utilities or for the OPEB contribution.

For the 2016 fiscal year, the following adjustments were necessary to present the actual data on a budgetary basis for the General Fund:

	<u>Revenues</u>	<u>Expenditures</u>
GAAP basis	\$ 23,750,468	\$ 19,149,765
Non-budgeted contributed goods and services	<u>(2,527,600)</u>	<u>(2,527,600)</u>
Non-GAAP budgetary basis	<u>\$ 21,222,868</u>	<u>\$ 16,622,165</u>

Continued

**ORANGE COUNTY, FLORIDA COMPTROLLER
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Cash and Cash Equivalents and Investments:

The Comptroller's cash and cash equivalents consist of cash on hand, demand deposits, and highly liquid investments with a maturity of 90 days or less when purchased. All investments are stated at fair value, which is based on quoted market prices, except for money market mutual funds, which are stated at amortized cost.

Capital Assets:

Tangible personal property used in the Comptroller's operations is recorded as expenditures at the time the assets are purchased and placed into service. The assets are capitalized at historical cost in the government-wide financial statements of the County. Office space and utilities used in the Comptroller's operations are provided by the Board, as required by law.

Compensated Absences:

The Comptroller accrues a liability for employees' rights to receive compensation for future absences when certain conditions are met. The Comptroller is not legally required to and does not accumulate expendable available financial resources to liquidate this obligation. The liability for compensated absences is included in the government-wide financial statements of the County.

For the 2016 fiscal year, the activity for the Comptroller's compensated absences liability was as follows:

Balance, October 1, 2015	\$ 2,086,023
Additions	1,155,625
Deductions	(1,240,075)
Balance, September 30, 2016	<u>\$ 2,001,573</u>

Transfer Out:

In accordance with Florida Statutes, all revenues in excess of expenditures as of year end in the General Fund are owed to the Board. These "excess fees," in the amount of \$4,600,703 are reported as a transfer out.

Continued

**ORANGE COUNTY, FLORIDA COMPTROLLER
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

B. DEPOSIT AND INVESTMENT RISK

As of September 30, 2016, the carrying value of the Comptroller's deposits and investments was as follows:

Demand deposits	\$ 9,010,575
Money market mutual funds	<u>11,374,362</u>
 Total deposits and investments	 <u><u>\$ 20,384,937</u></u>

This amount, together with \$2,390 petty cash funds on hand, comprises the total \$20,387,327 cash and cash equivalents reported at September 30, 2016 (\$6,158,299 in the governmental funds and \$14,229,028 in the agency funds). Money market mutual funds are reported at amortized cost.

Credit Risk:

The Comptroller's Investment Policy limits credit risk by restricting authorized investments to the following: Florida PRIME administered by the Florida State Board of Administration (a 2a7-like pool), direct obligations of the United States or its agencies and instrumentalities, or repurchase agreements or money market mutual funds comprised only of those investments in direct obligations of the United States or its agencies or instrumentalities. The Standard & Poor's and Moody's Investors Service credit ratings of the money market mutual funds are AAAm and Aaa-mf, respectively.

Concentration of Credit Risk:

The Comptroller's Investment Policy establishes limitations on portfolio composition in order to control concentration of credit risk. As of September 30, 2016, the Comptroller's investments are not subject to concentration of credit risk disclosure.

Custodial Credit Risk:

The Comptroller's Investment Policy requires that bank deposits be secured as provided by Chapter 280, Florida Statutes. This law requires local governments to deposit funds only in financial institutions designated as qualified public depositories by the Chief Financial Officer of the State of Florida. At September 30, 2016, all of the Comptroller's demand deposits were in qualified public depositories.

The Comptroller's Investment Policy requires execution of a third-party custodial safekeeping agreement for all purchased securities, and requires that securities be held in the Comptroller's name. As of September 30, 2016, the Comptroller does not have securities exposed to custodial credit risk.

Continued

**ORANGE COUNTY, FLORIDA COMPTROLLER
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016**

B. DEPOSIT AND INVESTMENT RISK, Continued

Interest Rate Risk:

The Comptroller's Investment Policy limits the maturity of all purchased securities to no more than one year. The money market mutual funds have a weighted average maturity of not more than 60 days.

C. RETIREMENT SYSTEM

Plan Description:

The Comptroller's employees participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan ("Investment Plan") alternative to the Pension Plan, which is administered by the Florida State Board of Administration. As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S Florida Administrative Code. Amendments to the law can be made only by an act of the Florida Legislature.

Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service, or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five highest years of salary for each year of credited service. Elected Officers' class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary for each year of credited service. Substantial changes were made to the Pension Plan during fiscal year 2011 affecting new members enrolled on or after July 1, 2011 by extending the vesting requirement

Continued

ORANGE COUNTY, FLORIDA COMPTROLLER
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

C. RETIREMENT SYSTEM, Continued

to eight years of credited service and increasing normal retirement to age 65 or 33 years of service regardless of age. Also, the final average compensation for these members will be based on the eight highest years of salary.

The HIS Plan provides a monthly benefit to assist retirees in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement. Eligible retirees and beneficiaries receive a monthly health insurance subsidy payment of \$5 for each year of creditable service, with a minimum payment of \$30 and a maximum of \$150 per month. The HIS Plan is funded by required contributions from FRS participating employees as set forth by the Florida Legislature, based on a percentage of gross compensation for all active FRS members.

In addition to the above benefits, the FRS administers a Deferred Retirement Option Program (DROP). This program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

For those members who elect participation in the Investment Plan, rather than the Pension Plan, vesting occurs at one year of service. These participants receive a contribution for self-direction in an investment product with a third party administrator selected by the Florida State Board of Administration. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by Statute, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the Pension Plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of plan members.

The Comptroller recognizes pension expenditures in an amount equal to amounts paid to the Pension Plan, the HIS Plan and the Investment Plan, amounting to \$779,046, \$191,930 and \$71,257, respectively, for the fiscal year ended September 30, 2016. Of the total amount, the Comptroller's payments for the Pension Plan and the HIS Plan after June 30, 2016, the measurement date used to determine the net pension liability associated with the Pension Plan and HIS Plan, amounted to \$217,589 and \$51,617, respectively. The Comptroller is not legally required to and does not accumulate expendable available resources to liquidate the retirement obligation related to its employees. Accordingly, the net pension liability and associated deferred outflows and deferred inflows are presented on the government-wide

Continued

ORANGE COUNTY, FLORIDA COMPTROLLER
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

C. RETIREMENT SYSTEM, Continued

financial statements of the County, following requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*, both effective October 1, 2014.

Funding Policy:

Effective July 1, 2011, all enrolled members of the FRS other than DROP participants are required to contribute three percent of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates. The employer contribution rates by job class for the periods from October 1, 2015 through June 30, 2016 and July 1, 2016 through September 30, 2016, respectively, were as follows: regular--7.26% and 7.52%; county elected officers--42.27% and 42.47%; senior management--21.43% and 21.77%; and DROP participants--12.88% and 12.99%. During the fiscal year ended September 30, 2016, the Comptroller contributed to the plan an amount equal to 9.01% of covered payroll. Comptroller contributions to the FRS for the fiscal years ending September 30, 2014 through 2016 were \$959,369, \$1,044,325, and \$1,042,233, respectively, which were equal to the required contributions for each fiscal year.

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000, or from the Web site www.dms.myflorida.com/workforce_operations/retirement/publications.

D. OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN

In addition to the pension benefits described in Note C, the Comptroller offers an OPEB Plan that subsidizes the cost of health care for its retirees and eligible dependents. Comptroller employees with at least 10 years of combined service under the Comptroller and/or the Board, Property Appraiser, Sheriff, Supervisor of Elections, or Tax Collector who retire and immediately begin receiving benefits from the Florida Retirement System (FRS) are eligible to receive a monthly benefit of three dollars per year of service up to a maximum of \$90 per month. If combined service is at least 20 years and receipt of FRS benefits is deferred to a later date, the monthly benefit may be vested for commencement at such deferral date. Additionally, Comptroller employees who retire and immediately begin receiving benefits from the FRS have the option of continuing in the County health insurance plan at the same group rate as for active employees.

Continued

ORANGE COUNTY, FLORIDA COMPTROLLER
NOTES TO FINANCIAL STATEMENTS, Continued
for the year ended September 30, 2016

D. OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN, Continued

In conjunction with the implementation of GASB Statement No's. 43 and 45, the Board established the Orange County Retiree Health Care Benefit Trust (Trust) for the Board, Comptroller and the other county officers noted above and engages an actuarial firm to determine each participant's actuarially determined annual OPEB cost (AOC) and unfunded obligation. The AOC payment for the 2016 fiscal year was made by the Board, which included an amount of \$133,320 attributable to the Comptroller. For the Comptroller, the AOC payment was 1.15% of the Comptroller's covered payroll of \$11,562,024. A full presentation of the Trust and OPEB Plan assets, liabilities, funding status, and actuarial methods and assumptions is included in the government-wide financial statements of the County.

E. INSURANCE COVERAGE

The County maintains a self-insurance program that provides for coverage of substantially all risks. Various excess catastrophe insurance policies with a commercial carrier are also in force for claims exceeding the amount chargeable against the loss fund. The Comptroller participated in the self-insurance program during the 2016 fiscal year at a cost of \$72,549. There have been no claim settlements in excess of insurance coverage during the three fiscal years ended September 30, 2016.

Additionally, the County maintains a self-insured plan for employee medical benefits in which the Comptroller participates. The self-insurance plan covers all regular employees and certain retirees and former employees of the County and their eligible dependents. The plan covers claims up to \$800,000 per individual per year. The County has purchased an insurance policy to cover claims in excess of this amount, up to an additional \$2 million per individual per year. In accordance with the Affordable Care Act, the lifetime maximum for a covered individual is unlimited. The Comptroller participated in the County's employee medical benefits plan during Fiscal Year 2016 at a cost of \$1,717,611.

F. LITIGATION

From time to time, the Comptroller is a party to various lawsuits and claims which it vigorously defends. Such matters arise out of the normal course of its operation, some of which are covered by insurance policies. While the results of litigation cannot be predicted with certainty, management believes the final outcome of such litigation will not have a material adverse effect on the Comptroller's financial position.

REQUIRED SUPPLEMENTARY INFORMATION

**ORANGE COUNTY, FLORIDA COMPTROLLER
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
GENERAL FUND
for the year ended September 30, 2016**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental revenues:				
Fees from Board of County Commissioners	\$ 12,324,843	\$ 12,324,843	\$ 12,857,918	\$ 533,075
Charges for services:				
Recording fees	4,785,000	5,282,854	6,424,576	1,141,722
Copy and certification fees	238,500	238,500	273,603	35,103
Documentary stamp commissions	616,000	616,000	824,779	208,779
Other fees and commissions	234,900	234,900	428,879	193,979
Miscellaneous revenues:				
Interest income	500	500	12,161	11,661
Other	246,500	246,500	400,952	154,452
Total revenues	18,446,243	18,944,097	21,222,868	2,278,771
Expenditures:				
Current:				
General government:				
Personal services	17,315,480	17,315,480	15,442,742	1,872,738
Other operating expenditures	1,130,763	1,324,856	946,714	378,142
Capital outlay	-	303,761	232,709	71,052
Total expenditures	18,446,243	18,944,097	16,622,165	2,321,932
Excess of revenues over expenditures	-	-	4,600,703	4,600,703
Other financing uses:				
Transfer to the Board of County Commissioners	-	-	(4,600,703)	(4,600,703)
Excess of revenues over expenditures and other financing uses	-	-	-	-
Fund balances, October 1, 2015	-	-	-	-
Fund balances, September 30, 2016	\$ -	\$ -	\$ -	\$ -

**ORANGE COUNTY, FLORIDA COMPTROLLER
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND
for the year ended September 30, 2016**

	Public Records Modernization Trust Fund			
	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services:				
Recording fees	\$ 620,000	\$ 620,000	\$ 737,479	\$ 117,479
Miscellaneous revenues:				
Interest income	500	500	4,791	4,291
Total revenues	620,500	620,500	742,270	121,770
Expenditures:				
Current:				
Other operating expenditures	878,693	878,693	625,307	253,386
Capital outlay	1,261,500	1,261,500	379,681	881,819
Reserve for future capital outlay	273,648	273,648	-	273,648
Total expenditures	2,413,841	2,413,841	1,004,988	1,408,853
Excess of revenues over (under) expenditures	(1,793,341)	(1,793,341)	(262,718)	1,530,623
Fund balances, October 1, 2015	1,793,341	1,793,341	1,561,536	(231,805)
Fund balances, September 30, 2016	\$ -	\$ -	\$ 1,298,818	\$ 1,298,818

OTHER SUPPLEMENTARY INFORMATION

ORANGE COUNTY, FLORIDA COMPTROLLER
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
for the year ended September 30, 2016

<u>DOCUMENTARY AND INTANGIBLE TAX FUND</u>	<u>Balances October 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balances September 30, 2016</u>
ASSETS				
Cash and cash equivalents	\$ 5,539,906	\$ 193,977,380	\$ 192,414,394	\$ 7,102,892
Accounts receivable	2,310	13,352	15,576	86
Total assets	<u>\$ 5,542,216</u>	<u>\$ 193,990,732</u>	<u>\$ 192,429,970</u>	<u>\$ 7,102,978</u>
LIABILITIES				
Due to other governmental agencies	<u>\$ 5,542,216</u>	<u>\$ 193,975,560</u>	<u>\$ 192,414,798</u>	<u>\$ 7,102,978</u>
 <u>LIEN ESCROW FUND</u>				
ASSETS				
Cash and cash equivalents	<u>\$ 589,803</u>	<u>\$ 435,198</u>	<u>\$ 554,973</u>	<u>\$ 470,028</u>
LIABILITIES				
Due to individuals	<u>\$ 589,803</u>	<u>\$ 435,198</u>	<u>\$ 554,973</u>	<u>\$ 470,028</u>
 <u>TAX DEED SALES FUND</u>				
ASSETS				
Cash and cash equivalents	\$ 9,512,561	\$ 6,097,817	\$ 9,488,120	\$ 6,122,258
Accounts receivable	-	115,646	115,640	6
Total assets	<u>\$ 9,512,561</u>	<u>\$ 6,213,463</u>	<u>\$ 9,603,760</u>	<u>\$ 6,122,264</u>
LIABILITIES				
Due to individuals	<u>\$ 9,512,561</u>	<u>\$ 6,155,412</u>	<u>\$ 9,545,709</u>	<u>\$ 6,122,264</u>

Continued

ORANGE COUNTY, FLORIDA COMPTROLLER
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES, Continued
ALL AGENCY FUNDS
for the year ended September 30, 2016

	Balances October 1, 2015	Additions	Deductions	Balances September 30, 2016
<u>COMPTROLLER EMPLOYEES FUND</u>				
ASSETS				
Cash and cash equivalents	\$ 2,158	\$ 2,407	\$ 3,290	\$ 1,275
LIABILITIES				
Due to other governmental agencies	\$ 45	\$ 135	\$ 163	\$ 17
Due to individuals	2,113	2,272	3,127	1,258
Total liabilities	\$ 2,158	\$ 2,407	\$ 3,290	\$ 1,275
 <u>COURT TECHNOLOGY FEES FUND</u>				
ASSETS				
Cash and cash equivalents	\$ 440,282	\$ 6,272,027	\$ 6,179,734	\$ 532,575
Accounts receivable	20,532	120,716	128,025	13,223
Total assets	\$ 460,814	\$ 6,392,743	\$ 6,307,759	\$ 545,798
LIABILITIES				
Due to Board of County Commissioners	\$ 221,108	\$ 2,949,354	\$ 2,908,398	\$ 262,064
Due to Clerk of Circuit and County Courts	228,679	3,047,713	3,005,761	270,631
Due to other governmental agencies	11,027	147,468	145,392	13,103
Total liabilities	\$ 460,814	\$ 6,144,535	\$ 6,059,551	\$ 545,798

Continued

ORANGE COUNTY, FLORIDA COMPTROLLER
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES, Continued
ALL AGENCY FUNDS
for the year ended September 30, 2016

<u>TOTALS - ALL AGENCY FUNDS</u>	Balances October 1, 2015	Additions	Deductions	Balances September 30, 2016
ASSETS				
Cash and cash equivalents	\$ 16,084,710	\$ 206,784,829	\$ 208,640,511	\$ 14,229,028
Accounts receivable	<u>22,842</u>	<u>249,714</u>	<u>259,241</u>	<u>13,315</u>
Total assets	<u>\$ 16,107,552</u>	<u>\$ 207,034,543</u>	<u>\$ 208,899,752</u>	<u>\$ 14,242,343</u>
LIABILITIES				
Due to Board of County Commissioners	\$ 221,108	\$ 2,949,354	\$ 2,908,398	\$ 262,064
Due to Clerk of Circuit and County Courts	228,679	3,047,713	3,005,761	270,631
Due to other governmental agencies	5,553,288	194,123,163	192,560,353	7,116,098
Due to individuals	<u>10,104,477</u>	<u>6,592,882</u>	<u>10,103,809</u>	<u>6,593,550</u>
Total liabilities	<u>\$ 16,107,552</u>	<u>\$ 206,713,112</u>	<u>\$ 208,578,321</u>	<u>\$ 14,242,343</u>

SUPPLEMENTARY REPORTS OF INDEPENDENT AUDITOR

**Report of Independent Auditor on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements Performed in
Accordance with *Government Auditing Standards***

To the Honorable Martha O. Haynie,
Comptroller of Orange 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 Orange County, Florida Comptroller (the "Comptroller") as of and for the year ended September 30, 2016, and the related notes to the financial statements, and have issued our report thereon dated December 30, 2016 for the purpose of compliance with Section 218.39(2), Florida Statutes, and Chapter 10.550, *Rules of the Auditor General-Local Governmental Entity Audits*. We also have audited the Comptroller's Office Account fund, as displayed in the Comptroller's financial statements, and the financial statements of each of the Comptroller's agency funds, presented as other supplementary information as of and for the year ended September 30, 2016.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Comptroller's internal control over financial reporting ("internal control") to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Comptroller's internal control. Accordingly, we do not express an opinion on the effectiveness of the Comptroller's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Comptroller'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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 "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
December 30, 2016

Independent Auditor's Management Letter

To the Honorable Martha O. Haynie,
Comptroller of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Comptroller (the "Comptroller") as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated December 30, 2016.

Auditor's Responsibility

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

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and Report of Independent Accountant on Compliance with Local Government Investment Policies regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated December 30, 2016, 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 recommendations made in the preceding audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Comptroller is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Comptroller.

Other Matters

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

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, reading "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
December 30, 2016

**Report of Independent Accountant on Compliance
with Local Government Investment Policies**

To the Honorable Martha O. Haynie,
Comptroller of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Comptroller's (the "Comptroller's") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2016. Management is responsible for the Comptroller's compliance with those requirements. Our responsibility is to express an opinion on the Comptroller's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Comptroller's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Comptroller's compliance with specified requirements.

Opinion

In our opinion, the Comptroller complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
December 30, 2016

PROPERTY APPRAISER
ORANGE COUNTY, FLORIDA

FINANCIAL STATEMENTS

Year Ended September 30, 2016

Report of Independent Auditor

To the Honorable Rick Singh,
Property Appraiser of Orange County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of the major fund of the Orange County, Florida Property Appraiser (the "Property Appraiser") as of and for the year ended September 30, 2016, and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the major fund of the Property Appraiser as of September 30, 2016, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of each fund of Orange County, Florida that is attributable to the Property Appraiser. They do not purport to, and do not, present fairly the financial position of Orange County, Florida as of September 30, 2016, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on page 10 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated January 6, 2017 on our consideration of the Property Appraiser's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Property Appraiser's internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to read "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
January 6, 2017

FINANCIAL STATEMENTS

ORANGE COUNTY, FLORIDA
PROPERTY APPRAISER
BALANCE SHEET - GENERAL FUND

SEPTEMBER 30, 2016

ASSETS

Cash and cash equivalents	\$ 1,133,682
Accounts receivable	50,000
Prepaid items	<u>81,356</u>
Total assets	<u>\$ 1,265,038</u>

LIABILITIES AND FUND BALANCE

Liabilities:	
Accounts payable and accrued liabilities	\$ 144,743
Due to Board of County Commissioners	1,073,759
Due to other governmental agencies	<u>46,536</u>
Total liabilities	<u>1,265,038</u>
Fund Balance	
Non-spendable	81,350
Unassigned	<u>(81,350)</u>
Total fund balance	<u>-</u>
Total liabilities and fund balance	<u>\$ 1,265,038</u>

ORANGE COUNTY, FLORIDA**PROPERTY APPRAISER****STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - GENERAL FUND***YEAR ENDED SEPTEMBER 30, 2016***Revenues**

Charges for services:

Commissions

\$ 12,005,641

Fees

501,896**Total revenues**12,507,537**Expenditures**

Current - general government:

Salaries and benefits

9,532,065

Operating expenditures

1,827,749

Capital outlay

48,859**Total expenditures**11,408,673**Excess of revenues over expenditures**1,098,864**Other financing uses:**

Transfer to the Board of County Commissioners

(1,052,328)

Transfer to other governmental agencies

(46,536)**Total other financing uses**(1,098,864)**Net change in fund balance**

-

Fund balance at the beginning of the year-**Fund balance at the end of the year**\$ -

ORANGE COUNTY, FLORIDA
PROPERTY APPRAISER
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 – Summary of significant accounting policies

Reporting Entity – The Orange County, Florida Property Appraiser (the “Property Appraiser”) is a separately elected county official established pursuant to the Constitution of the State of Florida. These financial statements present only the Property Appraiser’s Office and do not purport to reflect the financial position or the results of operations of Orange County, Florida (the “County”), taken as a whole.

Entity status for financial reporting purposes is governed by Governmental Accounting Standards Board (“GASB”) Statement No. 14, as amended. Although the Property Appraiser’s office is operationally autonomous, it does not hold sufficient corporate powers of its own to be considered a legally separate entity for financial reporting purposes. Therefore, under GASB guidelines, the Property Appraiser is reported as a part of the primary government of the County.

Measurement focus, basis of accounting, and financial statement presentation - The Property Appraiser’s financial statements are prepared for the purpose of complying with Section 218.39(2), *Florida Statutes*, and Chapter 10.550, Rules of the Auditor General (the “Rules”), which require the Property Appraiser to only present fund financial statements.

The General Fund is used to account for all revenues and expenditures applicable to the general operations of the Property Appraiser that are not legally required or by accounting principles generally accepted in the United States of America to be accounted for in another fund. The General Fund is presented as a major governmental fund and uses the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when 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 Property Appraiser considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

The extent to which General Fund revenues exceed expenditures is reflected as transfers out and as liabilities to the Orange County Board of County Commissioners (the “Board”) and other governmental agencies in the same proportion as fees paid by each governmental unit to total fees earned by the Property Appraiser.

Budgetary Requirements – General Fund expenditures are controlled by budget appropriations in accordance with the requirements set forth in the Florida Statutes. The budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America.

Cash and Cash Equivalents and Investments – The Property Appraiser’s cash and cash equivalents consist of cash on hand and demand deposits.

The Property Appraiser’s Investment Policy limits investment risks by restricting authorized investments to the following: the Local Government Surplus Funds Trust Fund, direct obligations of the United States or its agencies or instrumentalities, repurchase agreements and money market mutual funds comprised only of those investments in direct obligations of the United States or its agencies or instrumentalities. The Property Appraiser’s Investment Policy also limits the maturity of all purchased securities to no more than one year.

Prepaid items – Certain payments to postage vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

ORANGE COUNTY, FLORIDA
PROPERTY APPRAISER
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 – Summary of significant accounting policies (continued)

Capital Assets – Tangible personal property used in the Property Appraiser's operations are recorded as expenditures in the General Fund at the time assets are received and a liability is incurred. Purchased assets are capitalized at historical cost in the government-wide financial statements of the County. In addition, the Board provides office space used by the Property Appraiser at no charge. The Board incurred \$792,660 of lease cost in connection with this office space during fiscal 2016.

Compensated Absences – The Property Appraiser permits employees to accumulate earned but unused vacation and sick pay benefits. The Property Appraiser is not legally required to and does not accumulate expendable available financial resources to liquidate this obligation. The obligation for compensated absences is accrued in the government-wide financial statements of the County. A summary of activity for the Property Appraiser's compensated absences obligation is as follows:

Balance, October 1, 2015	\$	876,838
Additions		675,297
Deletions		<u>(826,555)</u>
Balance, September 30, 2016	\$	<u><u>725,580</u></u>

Use of Estimates – The preparation of financial statements requires management to make use of estimates that affect reported amounts. Actual results could differ from estimates.

Note 2 – Retirement system

Plan Description – The Property Appraiser's employees participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan ("Investment Plan") alternative to the FRS Pension Plan, which is administered by the State Board of Administration.

As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida Legislature.

ORANGE COUNTY, FLORIDA
PROPERTY APPRAISER
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 2 – Retirement system (Continued)

Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service, or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.60% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.00% of their final average compensation based on the five highest years of salary for each year of credited service. Elected Officers' class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.00% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary for each year of credited service. Substantial changes were made to the Pension Plan during fiscal year 2011, affecting new members enrolled on or after July 1, 2011 by extending the vesting requirement to eight years of credited service and increasing normal retirement to age 65 or 33 years of service regardless of age. Also, the final average compensation for these members is based on the eight highest years of salary.

Funding Policy – All enrolled members of the FRS Pension Plan are required to contribute 3.00% of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates. The employer contribution rates by job class for the periods from October 1, 2015 through June 30, 2016 and July 1, 2016 through September 30, 2016, respectively, were as follows: regular - 7.26% and 7.52%; county elected officers - 42.27% and 42.47%; senior management - 21.43% and 21.77%; and Deferred Retirement Option Program ("DROP") participants - 12.88% and 12.99%. During the fiscal year ended September 30, 2016, the Property Appraiser contributed to the plan an amount equal to 9.49% of covered payroll.

The HIS Plan provides a monthly benefit to assist retirees in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement. Eligible retirees and beneficiaries receive a monthly health insurance subsidy payment of \$5 for each year of creditable service, with a minimum payment of \$30 and a maximum payment of \$150 per month. The HIS Plan is funded by required contributions from FRS participating employees as set forth by the Florida Legislature, based on a percentage of gross compensation for all active FRS members.

In addition to the above benefits, the FRS administers a DROP. This program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

ORANGE COUNTY, FLORIDA
PROPERTY APPRAISER
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 2 – Retirement system (Continued)

For those members who elect participation in the Investment Plan, rather than the Pension Plan, vesting occurs at one year of service. These participants receive a contribution for self-direction in an investment product with a third party administrator selected by the State Board of Administration. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.04% of payroll and by forfeited benefits of plan members.

The Property Appraiser recognizes pension expenditures in an amount equal to amounts paid to the Pension Plan, the HIS Plan and the defined contribution plan, amounting to \$434,491, \$117,604 and \$133,920, respectively, for the fiscal year ended September 30, 2016. The Property Appraiser's payments for the Pension Plan and the HIS Plan after June 30, 2016, the measurement date used to determine the net pension liability associated with the Pension Plan and HIS Plan, amounted to \$115,528 and \$29,746, respectively. The Property Appraiser is not legally required to and does not accumulate expendable available resources to liquidate the retirement obligation related to its employees. Accordingly, the net pension liability and associated deferred outflows and deferred inflows are presented on the government-wide financial statements of the County, following requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, effective October 1, 2014.

The state of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the state of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000. That report may be viewed on the Florida Department of Management Services website located at www.dms.myflorida.com/workforce_operations/retirement/publications.

Note 3 – Other Postemployment Benefit (OPEB) Plan

In addition to the pension benefits described in Note 2, the Property Appraiser offers an OPEB Plan that subsidizes the cost of health care for its retirees and eligible dependents. Property Appraiser employees with at least 10 years of combined service under the Property Appraiser or the Board who retire and immediately begin receiving benefits from the FRS are eligible to receive a monthly benefit of \$5 per year of service up to a maximum of \$150 per month if employed prior to October 1, 2005, and a monthly benefit of \$3 per year of service up to a maximum of \$90 per month if employed thereafter. Additionally, Property Appraiser employees who retire and immediately begin receiving benefits from the FRS have the option of continuing in the County health insurance plan at the same group rate as for active employees.

ORANGE COUNTY, FLORIDA
PROPERTY APPRAISER
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 3 – Other Postemployment Benefit (OPEB) Plan (Continued)

In conjunction with the implementation of GASB Statement No's. 43 and 45 during fiscal year 2007, the Board established the Orange County Retiree Health Care Benefit Trust (Trust) for the Board, Property Appraiser and four other County officers to fund OPEB benefits at the level offered by the Board and engaged an actuarial firm to determine each participant's actuarially determined annual OPEB cost (AOC) and unfunded obligation.

The AOC payment into the Trust for the 2016 fiscal year was made by the Board, which included an amount of \$101,778 attributable to the Property Appraiser. Additionally, the Property Appraiser made direct AOC payments, in the form of health care premium subsidy payments to retirees, in the amount of \$57,490. For the Property Appraiser, the total AOC payment of \$159,268 was 2.20% of the Property Appraiser's covered payroll of \$7,233,329. A full presentation of the Trust and OPEB Plan assets, liabilities, funding status, and actuarial methods and assumptions is included in the Orange County, Florida Comprehensive Annual Financial Report.

Note 4 – Insurance coverage

Orange County maintains a self-insurance program that provides for coverage of substantially all risks. Various excess catastrophe insurance policies with a commercial carrier are also in force for claims exceeding the amount chargeable against the loss fund. The Property Appraiser participated in the County's self-insurance program during fiscal year 2016 at a cost of \$30,961, not including health insurance costs. There have been no claim settlements in excess of insurance coverage during the three fiscal years ended September 30, 2016.

Additionally, Orange County maintains a self-insured plan for employee medical benefits. The plan covers all regular employees and certain retirees and former employees of the County and their eligible dependents, with coverage of claims up to \$800,000 per individual per year. The County has purchased an insurance policy to cover claims in excess of this amount, up to an additional \$2 million per individual per year. In accordance with the Affordable Care Act, the lifetime maximum for a covered individual is unlimited. The Property Appraiser participated in the County's employee medical benefits plan during the fiscal year 2016 at a cost of \$1,089,859.

Note 5 – Commitments

Operating Leases – The Property Appraiser leases office equipment and vehicles under various operating lease agreements. Total lease expenditures amounted to \$136,006 during the year ended September 30, 2016.

The following is a schedule by years of minimum future obligations under noncancelable operating leases as of September 30, 2016:

<u>Year Ending</u>	<u>Amount</u>
2017	115,034
2018	61,517
2019	1,330
Total	<u>\$ 177,881</u>

REQUIRED SUPPLEMENTARY INFORMATION

ORANGE COUNTY, FLORIDA
PROPERTY APPRAISER
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL FUND

YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services:				
Commissions	\$ 12,004,774	\$ 12,005,641	\$ 12,005,641	\$ -
Fees	-	-	501,896	501,896
Total revenues	<u>12,004,774</u>	<u>12,005,641</u>	<u>12,507,537</u>	<u>501,896</u>
Expenditures:				
Current - general government:				
Salaries and benefits	10,132,867	9,829,033	9,532,065	296,968
Operating expenditures	1,606,907	2,127,749	1,827,749	300,000
Capital outlay	70,000	48,859	48,859	-
Non-operating	195,000	-	-	-
Total expenditures	<u>12,004,774</u>	<u>12,005,641</u>	<u>11,408,673</u>	<u>596,968</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>1,098,864</u>	<u>1,098,864</u>
Other financing uses:				
Transfers to the Board of County Commissioners	-	-	(1,052,328)	(1,052,328)
Transfers to other governmental agencies	-	-	(46,536)	(46,536)
Total other financing uses	<u>-</u>	<u>-</u>	<u>(1,098,864)</u>	<u>(1,098,864)</u>
Excess of revenues over expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SUPPLEMENTARY REPORTS

**Report of Independent Auditor on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards***

To the Honorable Rick Singh,
Property Appraiser of Orange 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 major fund of the Orange County, Florida Property Appraiser (the "Property Appraiser") as of and for the year ended September 30, 2016, and the related notes to the financial statements, and have issued our report thereon dated January 6, 2017, for the purpose of compliance with Section 218.39(2), Florida Statutes, and Chapter 10.550, *Rules of the Auditor General-Local Governmental Entity Audits*.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Property Appraiser's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Property Appraiser's internal control. Accordingly, we do not express an opinion on the effectiveness of the Property Appraiser's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Property Appraiser'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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 "Cheryl Behrman LLP". The signature is written in a cursive, flowing style.

Orlando, Florida
January 6, 2017

Independent Auditor's Management Letter

To the Honorable Rick Singh,
Property Appraiser of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Property Appraiser (the "Property Appraiser"), as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated January 6, 2017.

Auditor's Responsibility

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

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and Report of Independent Accountant on Compliance with Local Government Investment Policies regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated January 6, 2017, 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. The prior year comment and recommendation regarding year-end closing and related journal entries was corrected during the fiscal year ended September 30, 2016.

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 Property Appraiser is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Property Appraiser.

Other Matters

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

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, reading "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
January 6, 2017

**Report of Independent Accountant on Compliance
with Local Government Investment Policies**

To the Honorable Rick Singh,
Property Appraiser of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Property Appraiser's (the "Property Appraiser's") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2016. Management is responsible for the Property Appraiser's compliance with those requirements. Our responsibility is to express an opinion on the Property Appraiser's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Property Appraiser's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Property Appraiser's compliance with specified requirements.

Opinion

In our opinion, the Property Appraiser complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
January 6, 2017

SHERIFF

ORANGE COUNTY, FLORIDA

FINANCIAL STATEMENTS

Year Ended September 30, 2016

Report of Independent Auditor

To the Honorable Jerry L. Demings,
Sheriff of Orange County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the Orange County, Florida Sheriff (the "Sheriff") as of and for the year ended September 30, 2016, and the related notes to the financial statements, as listed in the table of contents. We also have audited each of the Sheriff's internal service and agency funds as of and for the year ended September 30, 2016, presented as other supplementary information in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the Sheriff as of September 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each internal service and agency fund of the Sheriff as of September 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of each fund of Orange County, Florida that is attributable to the Sheriff. They do not purport to, and do not, present fairly the financial position of Orange County, Florida as of September 30, 2016, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 20 through 22 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated February 14, 2017 on our consideration of the Sheriff's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Sheriff's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Cheryl Behrman LLP". The signature is written in a cursive, flowing style.

Orlando, Florida
February 14, 2017

FINANCIAL STATEMENTS

ORANGE COUNTY, FLORIDA
SHERIFF
BALANCE SHEET - GOVERNMENTAL FUNDS

SEPTEMBER 30, 2016

	Major Funds		Totals
	General	Special Revenue	
ASSETS			
Cash and cash equivalents	\$ -	\$ 1,259,667	\$ 1,259,667
Due from Special Revenue Fund	883,831	-	883,831
Due from Board of County Commissioners	3,139,127	274,694	3,413,821
Due from other governments	-	1,043,759	1,043,759
Total assets	\$ 4,022,958	\$ 2,578,120	\$ 6,601,078
LIABILITIES AND FUND BALANCE			
Current liabilities:			
Bank overdraft	\$ 302,317	\$ -	\$ 302,317
Accrued liabilities	3,139,127	434,622	3,573,749
Due to General Fund	-	883,831	883,831
Due to Board of County Commissioners	581,514	-	581,514
Unearned Revenue	-	72,250	72,250
Total current liabilities	4,022,958	1,390,703	5,413,661
Fund balance:			
Restricted for forfeiture	-	1,187,417	1,187,417
Total liabilities and fund balance	\$ 4,022,958	\$ 2,578,120	\$ 6,601,078

ORANGE COUNTY, FLORIDA**SHERIFF****STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS**

YEAR ENDED SEPTEMBER 30, 2016

	Major Funds		Total
	General Fund	Special Revenue	
Revenues			
Intergovernmental revenues:			
Board of County Commissioners' appropriations	\$ 208,038,743	\$ -	\$ 208,038,743
Grants and other revenues	-	27,414,350	27,414,350
Total revenues	<u>208,038,743</u>	<u>27,414,350</u>	<u>235,453,093</u>
Expenditures			
Current:			
General government:			
Salaries, benefits, and payroll taxes	13,415,785	-	13,415,785
Operating expenditures	67,723	-	67,723
Public safety:			
Salaries and benefits	155,455,695	25,065,099	180,520,794
Operating expenditures	26,974,941	3,007,705	29,982,646
Capital outlay	14,542,132	1,885,429	16,427,561
Debt service:			
Principal retirement	6,534,257	86,116	6,620,373
Interest charges	94,439	4,556	98,995
Total expenditures	<u>217,084,972</u>	<u>30,048,905</u>	<u>247,133,877</u>
Excess of revenues under expenditures	<u>(9,046,229)</u>	<u>(2,634,555)</u>	<u>(11,680,784)</u>
Other financing sources (uses):			
Proceeds from capital lease obligations	12,204,927	-	12,204,927
Sale of capital assets	200,000	-	200,000
Operating transfers in (out)	(2,777,184)	2,777,184	-
Transfer to Board of County Commissioners	(581,514)	-	(581,514)
Total other financing sources (uses)	<u>9,046,229</u>	<u>2,777,184</u>	<u>11,823,413</u>
Excess of revenues over expenditures and other financing sources (uses)	<u>-</u>	<u>142,629</u>	<u>142,629</u>
Fund balance, beginning of year	<u>-</u>	<u>1,044,788</u>	<u>1,044,788</u>
Fund balance, end of year	<u><u>\$ -</u></u>	<u><u>\$ 1,187,417</u></u>	<u><u>\$ 1,187,417</u></u>

See accompanying notes to financial statements.

ORANGE COUNTY, FLORIDA

SHERIFF

STATEMENT OF NET POSITION - INTERNAL SERVICE FUNDS

SEPTEMBER 30, 2016

Current Assets

Cash and cash equivalents	\$	8,327,285
Accounts receivable		28,359
Total assets		<u>8,355,644</u>

Liabilities

Current liabilities - claims payable		8,196,026
Non-current liabilities - claims payable		2,929,073
Total liabilities		<u>11,125,099</u>

Net deficit - unrestricted	\$	<u>(2,769,455)</u>
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ORANGE COUNTY, FLORIDA**SHERIFF****STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET DEFICIT -
INTERNAL SERVICE FUNDS***YEAR ENDED SEPTEMBER 30, 2016*

Operating Revenues

Charges for services	\$ 35,104,956
Other Income	<u>20,660</u>

Total Operating Revenues	<u>35,125,616</u>
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Operating Expenses

Claims expenses	<u>33,723,081</u>
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Total Operating Expenses	<u>33,723,081</u>
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Operating income	1,402,535
Nonoperating revenues - interest	<u>578</u>

Net income	<u>1,403,113</u>
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Net Deficit, October 1, 2015	<u>(4,172,568)</u>
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Net Deficit, September 30, 2016	<u><u>\$ (2,769,455)</u></u>
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ORANGE COUNTY, FLORIDA**SHERIFF****STATEMENT OF CASH FLOWS - INTERNAL SERVICE FUNDS***YEAR ENDED SEPTEMBER 30, 2016*

Cash Flows From Operating Activities -

Receipts from charges for services	\$	35,104,956
Reinsurance and other cash receipts		3,698,552
Cash payments for liability claims and expenses		<u>(37,134,298)</u>

Net cash provided by operating activities	1,669,210
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Cash Flows From Investing Activities -

Interest on investments	<u>578</u>
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Net increase in cash and cash equivalents	1,669,788
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Cash and Cash Equivalents, October 1, 2015	<u>6,657,497</u>
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Cash and Cash Equivalents, September 30, 2016	<u><u>\$ 8,327,285</u></u>
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Reconciliation of Operating Income**to Cash Flows From Operating Activities:**

Operating income	\$	1,402,535
Adjustment to reconcile operating income to net cash provided by operating activities:		
Increase in liabilities - claims payable		<u>266,675</u>

Net Cash Provided by Operating Activities	<u><u>\$ 1,669,210</u></u>
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ORANGE COUNTY, FLORIDA

SHERIFF

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS

SEPTEMBER 30, 2016

ASSETS

Cash and cash equivalents	\$	1,338,344
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Total assets	\$	1,338,344
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LIABILITIES

Due to individuals	\$	1,338,344
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Total liabilities	\$	1,338,344
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ORANGE COUNTY, FLORIDA
SHERIFF
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 – Summary of significant accounting policies

Reporting entity – The Orange County, Florida Sheriff (the “Sheriff”) is a separately elected county official established pursuant to the Constitution of the State of Florida. The Sheriff’s financial statements do not purport to reflect the financial position or the results of operations of Orange County, Florida (the “County”) taken as a whole. The financial statements of the Sheriff have been prepared in accordance with accounting principles and reporting guidelines established by the Governmental Accounting Standards Board (“GASB”).

Entity status for financial reporting purposes is governed by GASB Statement No. 14, as amended. Although the Sheriff’s Office is operationally autonomous from the Board, it does not hold sufficient corporate powers of its own to be considered a legally separate entity for financial reporting purposes. Therefore, under GASB guidelines, the Sheriff is reported as a part of the primary government of the County.

Description of funds – The accounting records are organized on the basis of funds classified for reporting purposes into three basic fund types:

Governmental Funds – The governmental funds consist of the General Fund and Special Revenue Fund. The governmental fund measurement focus is upon determination of financial position and changes in financial position (sources, uses and balances of financial resources rather than upon net income determination).

The General Fund is used to account for all revenues and expenditures applicable to the general operations of the Sheriff.

The Special Revenue Fund accounts for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes. This fund also accounts for public safety programs financed in whole or in part by funds received under the Florida Contraband Forfeiture Act and its fund balance represents unexpended forfeiture proceeds.

Proprietary Funds – Internal Service Funds are used to account for the Sheriff’s self-insurance activities.

Fiduciary Funds – Fiduciary Funds of the Sheriff are Agency Funds, which are used to account for assets held by the Sheriff as agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

Measurement focus, basis of accounting and financial statement presentation - The Sheriff’s financial statements are prepared for the purpose of complying with Section 218.39(2), *Florida Statutes*, and Chapter 10.550, Rules of the Auditor General, which require the Sheriff to only present fund financial statements.

The General Fund and Special Revenue Fund are governmental funds that use the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers amounts collected on grants within 120 days after year-end, and amounts collected on all other governmental funds within 60 days after year-end, to be available and thus recognizes them as revenues of the current year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences, long-term debt principal and interest and claims and judgments are recorded only when payment is due.

ORANGE COUNTY, FLORIDA
SHERIFF
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 – Summary of significant accounting policies (continued)

The proprietary funds and fiduciary funds use a flow of economic resources measurement focus to determine net income and financial position. The accounting principles used are similar to those applicable to businesses in the private sector and, thus, these funds are maintained on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

The Sheriff reports the General Fund and Special Revenue Fund as major governmental funds and agency funds as a fiduciary fund type.

Transfers – The Sheriff transfers funds from the General Fund to the Special Revenue Fund in order to provide local matching funds for grants administered under the Special Revenue Fund. In addition, the extent to which General Fund revenues exceed General Fund expenditures is reflected as transfers out and as liabilities to the Board of County Commissioners.

Fund balance presentation – In accordance with GASB Statement No. 54, the fund balance of the special revenue fund is classified as restricted. This classification includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

Cash and cash equivalents – For purposes of the Statement of Cash Flows, the Sheriff considers deposits and highly liquid investments with maturities of 90 days or less when purchased to be cash equivalents.

Capital assets – Tangible personal property used in the Sheriff's operations are recorded as expenditures in the General Fund and Special Revenue Fund at the time assets are received and a liability is incurred. Purchased assets are capitalized at historical cost in the government-wide financial statements of the County, as follows:

	<u>Equipment</u>	<u>Accumulated Depreciation</u>
Balance, October 1, 2015	\$ 83,052,971	\$ 57,175,420
Additions	15,876,140	8,927,927
Deletions	<u>(2,788,211)</u>	<u>(2,742,738)</u>
Balance, September 30, 2016	<u>\$ 96,140,900</u>	<u>\$ 63,360,609</u>

Depreciation is calculated on the straight-line method over useful lives of 3-10 years and amounted to \$8,927,927 in fiscal 2016. As with the Sheriff's capital assets and related accumulated depreciation, depreciation expense is recorded on the government-wide financial statements of the County rather than on the financial statements of the Sheriff.

The Board of County Commissioners provides certain office space (including utilities) and services to the Sheriff at no cost. The Board incurred \$1,023,254 of cost associated with the Sheriff's office space leases, human resource records management, professional development, supplies and other specified items during fiscal 2016.

ORANGE COUNTY, FLORIDA
SHERIFF
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 – Summary of significant accounting policies (continued)

Compensated absences – The Sheriff permits employees to accumulate earned but unused vacation and sick pay benefits. The Sheriff is not legally required to and does not accumulate expendable available financial resources to liquidate this obligation. The obligation for compensated absences is accrued in the government-wide financial statements of the County. A summary of activity for the Sheriff's compensated absences obligation is as follows:

Balance, October 1, 2015	\$ 32,865,489
Additions	22,426,236
Deletions	<u>(20,855,683)</u>
Balance, September 30, 2016	<u>\$ 34,436,042</u>

Use of estimates - The preparation of financial statements requires management to make use of estimates that affect reported amounts. Actual results could differ from estimates.

Note 2 – Deposits and investments

Deposits – Cash and cash equivalents consist of demand deposits insured by the Federal Deposit Insurance Corporation or covered by the state of Florida collateral pool, a multiple financial institution pool with the ability to assess its members for collateral shortfalls if a member institution fails.

Investments – Florida Statutes and the Sheriff's investment policy authorize investments in certificates of deposit, savings accounts, repurchase agreements, the Local Government Surplus Funds Trust Fund administered by the Florida State Board of Administration, and obligations of the U.S. Government and government agencies unconditionally guaranteed by the U.S. Government.

Note 3 – Interfund receivables and payables

Interfund receivables and payables at September 30, 2016 consist of the following:

	Due from Other Funds	Due to Other Funds
General Fund	\$ 883,831	\$ -
Special Revenue Fund	-	883,831
	<u>\$ 883,831</u>	<u>\$ 883,831</u>

The amount due to the General Fund is related to expenditures made out of the fund for costs that are reimbursable by the Special Revenue Fund.

ORANGE COUNTY, FLORIDA
SHERIFF
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 4 – Lease commitments

Capital Leases – The Sheriff leases automobiles under capital leases with terms of three years and a helicopter under a capital lease with a term of seven years; all of these leases transfer ownership at the end of the lease period. The gross amount of assets under capital leases was \$15,717,993 at September 30, 2016, presented as assets on the government-wide financial statements of the County. The following is a schedule of future minimum lease payments, together with the present value of net minimum lease payments:

	Year Ending September 30, 2016
2017	\$ 2,549,235
2018	2,549,235
2019	1,827,744
2020	648,634
2021	648,634
2022-2023	<u>1,297,269</u>
Total minimum lease payments	9,520,751
Less amount representing interest	<u>(439,088)</u>
Present value of net minimum lease payments	<u><u>\$ 9,081,663</u></u>

The following is a summary of transactions relating to capital lease obligations, which are presented as liabilities on the government-wide financial statements for the County, for the year ended September 30, 2016:

Balance, October 1, 2015	\$ 3,497,109
Leases capitalized	12,204,927
Payments on lease obligations	<u>(6,620,373)</u>
Balance, September 30, 2016	<u><u>\$ 9,081,663</u></u>

Note 5 – Retirement system

Plan Description – The Sheriff's employees participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan ("Investment Plan") alternative to the FRS Pension Plan, which is administered by the State Board of Administration.

ORANGE COUNTY, FLORIDA
SHERIFF
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 5 – Retirement system (continued)

As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida Legislature.

Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five highest years of salary for each year of credited service. Elected Officers' class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% of their final average compensation based on the five highest years of salary for each year of credited service. Special Risk Administrative Support class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% of their final average compensation based on the five highest years of salary for each year of credited service. Special Risk class members (sworn law enforcement officers, firefighters, and correctional officers) who retire at or after age 55 with six years of credited service, or with 25 years of service regardless of age are entitled to a retirement benefit payable monthly for life equal to 3% of their final average compensation based on the five highest years of salary for each year of credited service. Substantial changes were made to the Pension Plan during fiscal year 2011 affecting members enrolled on or after July 1, 2011 by extending the vesting requirement for Regular, Senior Management Service, Elected Officers' and Special Risk Administrative Support class members to eight years of credited service and increasing normal retirement to age 65 with at least eight years of credited service or 33 years of service regardless of age. The vesting requirement for Special Risk class members was extended to eight years of credited service and increasing normal retirement to age 60 with at least eight years of credited service or 30 years of service regardless of age or age 57 with 30 years of combined Special Risk Class service and military service. Also, the final average compensation of these members will be based on the eight highest years of salary. A post-employment health insurance subsidy is also provided to eligible retired members through the FRS in accordance with Florida Statutes.

Funding Policy – All enrolled members of the FRS other than Deferred Retirement Option Program (DROP) participants are required to contribute 3% of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates. The employer contribution rates by job class for the periods from October 1, 2015 through June 30, 2016 and July 1, 2016 through September 30, 2016, respectively, were as follows: regular, 7.26% and 7.52%; special risk, 22.04% and 22.57%; special risk administrative support, 32.95% and 28.06%; county elected officers, 42.27% and 42.47%; senior management, 21.43% and 21.77%; and DROP participants, 12.88% and 12.99%. During the fiscal year ended September 30, 2016, the Sheriff contributed to the Plan an amount equal to 17.08% of covered payroll.

ORANGE COUNTY, FLORIDA
SHERIFF
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 5 – Retirement system (continued)

The HIS Plan provides a monthly benefit to assist retirees in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement. Eligible retirees and beneficiaries receive a monthly health insurance subsidy payment of \$5 for each year of creditable service, with a minimum payment of \$30 and a maximum payment of \$150 per month. The HIS Plan is funded by required contributions from FRS participating employees as set forth by the Florida Legislature, based on a percentage of gross compensation for all active FRS members.

In addition to the above benefits, the FRS administers a DROP. This program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

For those members who elect participation in the Investment Plan, rather than the Pension Plan, vesting occurs at one year of service. These participants receive a contribution for self-direction in an investment product with a third party administrator selected by the State Board of Administration. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.04 percent of payroll and by forfeited benefits of plan members.

The Sheriff recognizes pension expenditures in an amount equal to amounts paid to the Pension Plan, the HIS Plan and the defined contribution plan, amounting to \$16,719,177, \$2,154,921 and \$4,212,180, respectively, for the fiscal year ended September 30, 2016. The Sheriff's payments for the Pension Plan and the HIS Plan after June 30, 2016, the measurement date used to determine the net pension liability associated with the Pension Plan and HIS Plan, amounted to \$4,303,786 and \$544,938, respectively. The Sheriff is not legally required to and does not accumulate expendable available resources to liquidate the retirement obligation related to its employees. Accordingly, the net pension liability and associated deferred outflows and deferred inflows are presented on the government-wide financial statements of the County, following requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*.

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000, or from the website www.dms.myflorida.com/workforce_operations/retirement/publications.

ORANGE COUNTY, FLORIDA
SHERIFF
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 6 – Other Postemployment Benefit (OPEB) Plan

Plan Description - The Sheriff offers a single-employer defined benefit plan (OPEB plan) that subsidizes the cost of health care for its retirees and eligible dependents. Retirees with at least 10 years of service under the Sheriff who are receiving benefits from the Florida Retirement System are eligible to receive a monthly benefit of five dollars per year of service up to a maximum of \$150 per month. Additionally, Sheriff employees who retire and immediately begin receiving benefits from the FRS have the option of continuing in the County health insurance plan at the same group rate as for active employees.

The Board of County Commissioners established the Orange County Retiree Health Care Benefit Trust (Trust) for the Board, Sheriff and four other County agencies to fund OPEB benefits at the level offered by the Board. Separate stand-alone financial statements for the Trust are not prepared.

At September 30, 2016, the date of the latest actuarial valuation, OPEB plan participation consisted of:

Active Employees	2,052
Inactive Participants	<u>857</u>
Total	<u>2,909</u>

Funding Policy –The Board has the authority to establish and amend funding policy. For the years ended September 30, 2016, 2015 and 2014 contributions made were \$3,041,639, \$3,338,624 and \$2,943,663, or 92%, 94% and 93%, respectively, of annual OPEB cost.

Annual OPEB Cost and Net OPEB Obligation – The Sheriff engaged an actuarial firm to determine the estimated obligation associated with postemployment health insurance benefits as of September 30, 2016, as well as the actuarially required contribution (ARC) for funding this obligation. Based on this report, including assumptions that the ARC is funded and has an average return on investment of 7.5%, the ARC for the Sheriff's office in fiscal year 2016 was \$3,270,079. The annual cost (expense) of the OPEB plan is calculated based on the ARC. The Sheriff's annual OPEB cost, contributions made, and net OPEB obligation for 2016 are as follows:

Net OPEB Obligation as of September 30, 2015		\$	1,472,174
ARC for the fiscal year	\$	3,270,079	
Interest on OPEB obligation		110,413	
Adjustment to annual required contribution		<u>(80,627)</u>	
Annual OPEB Cost (AOC) for the fiscal year			3,299,865
Less: Contribution made during the fiscal year			<u>(3,041,639)</u>
Net OPEB Obligation as of September 30, 2016		\$	<u>1,730,400</u>

ORANGE COUNTY, FLORIDA
SHERIFF
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 6 – Other Postemployment Benefit (OPEB) Plan (continued)

The Sheriff's annual OPEB cost, OPEB contributions net of amounts received from retirees, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation as of September 30, 2016 and the two preceding years were as follows:

Fiscal Year	AOC	Net Contribution	Percent of AOC Contributed	NOO
September 30, 2016	\$ 3,299,865	\$ 3,041,639	92%	\$ 1,730,400
September 30, 2015	\$ 3,545,713	\$ 3,338,624	94%	\$ 1,472,174
September 30, 2014	\$ 3,150,474	\$ 2,943,663	93%	\$ 1,265,085

Funded status and funding progress – The following table shows the funded status of the plan as of September 30, 2016, the most recent actuarial valuation date, and the two preceding actuarial valuation dates:

Actuarial Valuation Date	Actuarial Value of Assets	Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
9/30/2014	\$8,808,621	\$42,759,642	\$33,951,021	20.6%	\$119,412,096	28.4%
9/30/2015	\$9,083,648	\$37,695,561	\$28,611,913	24.1%	\$126,175,504	22.7%
9/30/2016	\$8,769,832	\$38,672,666	\$29,902,834	22.7%	\$130,888,724	22.8%

The above schedule of funding progress presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability.

The Sheriff recognizes OPEB expenditures as amounts are funded. The amount of the ARC in excess of contributions funded is a long term obligation and, accordingly, is presented on the government-wide statement of net position in the County's Comprehensive Annual Financial Report.

Actuarial Methods and Assumptions – Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

ORANGE COUNTY, FLORIDA
SHERIFF
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 6 – Other Postemployment Benefit (OPEB) Plan (continued)

The actuarial methods are:

Actuarial cost method	Entry Age cost method
Amortization method	Level percent of payroll projected to grow 3.5% per year
Amortization period (closed)	30 years
Asset valuation method	Fair value

The actuarial assumptions are:

Investment rate of return	7.5%
Projected annual salaries increase	4.5%
Inflation rate	2.5%
Healthcare cost trend rate	Increase of 7.5% for the 2016 fiscal year, grading down to an ultimate rate of 5.0% for the 2023 fiscal year

Note 7 – Insurance coverage

Pursuant to a Memorandum of Understanding between the Sheriff and the Board, effective October 1, 1996, the Sheriff's Office withdrew from the joint self-insurance/risk management program of the County. As a result, the Sheriff assumed responsibility for general liability, automobile and workers' compensation losses related to its operations. All assets, liabilities and operations related to general liability, automobile and workers' compensation claims incurred as of September 30, 1996 are accounted for in the Sheriff's "1996 and Prior Claims" Internal Service Fund. Excess insurance is generally provided for individual workers' compensation claims in excess of \$500,000 and for automobile and general liability claims in excess of \$500,000 that were incurred prior to October 1, 1993.

All general liability and automobile claims incurred subsequent to September 30, 1996, with the exception of fiscal 2000 claims covered by a commercial insurance carrier, are covered by the Florida Sheriff's Self-Insurance Fund, a risk management pool to which risk is transferred in exchange for annual premium payments. Such payments are accounted for as General Fund expenditures. In addition, the General Fund accounts for all other insurance expenditures, which consist of premiums paid to insurance providers.

Workers compensation claims since October 1, 1999 are covered by commercial insurance carriers, subject to a \$250,000 per claim deductible. Effective October 1, 2004, the Sheriff became self-insured for workers compensation and claims are currently subject to a \$600,000 deductible.

The Sheriff has been self-insured for health claims since October 1, 2003, subject to reinsurance limitation thresholds. The self-insurance plan covers all regular employees and certain retirees and former employees of the Sheriff and their eligible dependents. The plan covers claims of up to \$250,000 per individual per year, plus \$245,000 in aggregate coverage. The Sheriff has purchased an insurance policy to cover claims in excess of these amounts. In accordance with the Affordable Care Act, the lifetime maximum for a covered individual is unlimited.

ORANGE COUNTY, FLORIDA
SHERIFF
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 7 – Insurance coverage (continued)

The Sheriff has bank deposits administered by the Sheriff's third party administrators that include certain contingency reserves, particularly for health care claims. In addition, the Sheriff has an unused \$380,761 letter of credit outstanding to secure payment for workers compensation claims incurred since October 1, 1999. There have been no claims made against the letter of credit.

There have been no significant reductions in insurance coverage from coverage in the prior year. Also, there have been no settlements that have exceeded applicable insurance coverage during the past three fiscal years. The Sheriff has an aggregate fund deficit in internal service funds of \$2,769,455, which includes fund surpluses and a fund deficit of \$8,096,238 in its Workers' Compensation internal service fund, which the Sheriff intends to eliminate through effective claims management, charges to the General Fund and, to the extent necessary, funding from future excess fees.

The claims liability reported at September 30, 2016 and 2015 is based on actuarial calculations. Liabilities are calculated at present value assuming a 3% discount rate in fiscal 2016 and 2015. The undiscounted liability as of September 30, 2016 is \$13,058,099. Changes to the claims liability for the Sheriff's internal service funds in fiscal years 2016 and 2015 were as follows:

Fiscal Year	Liability Beginning Balance	Additions	Claim Payments	Liability Ending Balance
2016	\$ 10,858,424	\$ 37,400,973	\$ 37,134,298	\$ 11,125,099
2015	\$ 10,911,697	\$ 35,055,544	\$ 35,108,817	\$ 10,858,424

Note 8 – Litigation

From time to time, the Sheriff is a party to various lawsuits and claims which it vigorously defends. Such matters arise out of the normal course of its operation, some of which are covered by insurance policies. While the results of litigation cannot be predicted with certainty, management believes the final outcome of such litigation will not have a material adverse effect on the Sheriff's financial position.

REQUIRED SUPPLEMENTARY INFORMATION

ORANGE COUNTY, FLORIDA
SHERIFF
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL FUND (BUDGETARY BASIS)

YEAR ENDED SEPTEMBER 30, 2016

	General Fund		
	Budget		Variance with Final Budget Positive (Negative)
	Original	Final	
Revenues			
Intergovernmental revenues:			
Board of County Commissioners' appropriations	\$ 207,796,153	\$ 213,995,207	\$ 213,995,207
			\$ -
Total revenues	<u>207,796,153</u>	<u>213,995,207</u>	<u>213,995,207</u>
			-
Expenditures			
Current:			
General government:			
Salaries, benefits, and payroll taxes	13,374,553	13,897,474	13,886,345
			11,129
Operating expenditures	67,000	69,000	67,723
			1,277
Capital outlay	10,000	8,000	-
			8,000
Public safety:			
Salaries and benefits	158,551,831	161,145,780	160,941,599
			204,181
Operating expenditures	30,932,314	30,097,498	26,974,941
			3,122,557
Capital outlay	4,860,455	8,777,455	8,765,901
			11,554
Total expenditures	<u>207,796,153</u>	<u>213,995,207</u>	<u>210,636,509</u>
			3,358,698
Excess of revenues over expenditures	-	-	3,358,698
			3,358,698
Other financing uses:			
Operating transfers out	-	-	(2,777,184)
			(2,777,184)
Transfer to Board of County Commissioners	-	-	(581,514)
			(581,514)
Total other financing uses	<u>-</u>	<u>-</u>	<u>(3,358,698)</u>
			(3,358,698)
Excess of expenditures and other financing uses over revenues	-	-	-
			-
Fund balance, beginning of year	-	-	-
			-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
			-

ORANGE COUNTY, FLORIDA
SHERIFF
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - SPECIAL REVENUE FUND (BUDGETARY BASIS)

YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental revenues:				
Grants and other revenues	\$ 18,605,849	\$ 18,605,849	\$ 27,959,543	\$ 9,353,694
Total revenues	<u>18,605,849</u>	<u>18,605,849</u>	<u>27,959,543</u>	<u>9,353,694</u>
Expenditures				
Current:				
Public safety:				
Salaries and benefits	11,342,155	11,342,155	25,610,292	(14,268,137)
Operating expenditures	3,759,655	3,759,655	3,007,705	751,950
Capital outlay	3,504,039	3,504,039	1,976,101	1,527,938
Total expenditures	<u>18,605,849</u>	<u>18,605,849</u>	<u>30,594,098</u>	<u>(11,988,249)</u>
Excess of expenditures over revenues	-	-	(2,634,555)	(2,634,555)
Other financing sources:				
Operating transfers in	-	-	2,777,184	2,777,184
Total other financing sources	<u>-</u>	<u>-</u>	<u>2,777,184</u>	<u>2,777,184</u>
Excess of revenues and other financing sources over expenditures	-	-	142,629	142,629
Fund balance, beginning of year	<u>1,044,788</u>	<u>1,044,788</u>	<u>1,044,788</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,044,788</u>	<u>\$ 1,044,788</u>	<u>\$ 1,187,417</u>	<u>\$ 142,629</u>

ORANGE COUNTY, FLORIDA**SHERIFF****NOTE TO REQUIRED SUPPLEMENTARY INFORMATION***YEAR ENDED SEPTEMBER 30, 2016***Budgetary Requirements**

Fund expenditures are controlled by appropriations in accordance with the budget requirements set forth in the Florida Statutes. The General Fund budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America, except that certain activities are not budgeted, as identified in the table below, proceeds from capital asset sales and capital lease obligations of \$12,404,927 are budgeted as offsets to capital outlay expenditures and principal and interest payments on capital leases of \$6,628,696 are budgeted as capital outlay expenditures. The Special Revenue Fund budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America, except that principal and interest payments of \$90,672 on capital leases are budgeted as capital outlay expenditures and \$545,193 of salaries related to the year-end payroll accrual, as identified in the table below, are not budgeted.

For the 2016 fiscal year, the following adjustments were necessary to present General Fund activities on a budgetary basis:

	Expenditures	Revenues	Other Financing Sources (Uses)
Non-GAAP budgetary basis	\$ 210,636,509	\$ 213,995,207	\$ (3,358,698)
Nonbudgeted capital lease transactions	12,204,927	-	12,204,927
Nonbudgeted change in payroll accrual	(5,956,464)	(5,956,464)	-
Sale of capital assets	200,000	-	200,000
GAAP basis	<u>\$ 217,084,972</u>	<u>\$ 208,038,743</u>	<u>\$ 9,046,229</u>

For the 2016 fiscal year, the following adjustments were necessary to present Special Revenue Fund activities on a budgetary basis:

	Expenditures	Revenues	Other Financing Sources
Non-GAAP budgetary basis	\$ 30,594,098	\$ 27,959,543	\$ 2,777,184
Nonbudgeted change in payroll accrual	(545,193)	(545,193)	-
GAAP basis	<u>\$ 30,048,905</u>	<u>\$ 27,414,350</u>	<u>\$ 2,777,184</u>

OTHER SUPPLEMENTARY INFORMATION

ORANGE COUNTY, FLORIDA
SHERIFF
INTERNAL SERVICE FUND DESCRIPTIONS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

The purpose of each internal service fund in the combining financial statements on the following pages is described below:

1996 and Prior Claims – To account for Sheriff employee claims transferred to the Sheriff from the Board of County Commissioners on September 30, 1996, primarily consisting of workers' compensation.

Health Insurance – To account for the Sheriff's health insurance claims activity for claims incurred since October 1, 2003.

Workers' Compensation – To account for the Sheriff's workers' compensation claims activity for claims incurred since October 1, 1999.

ORANGE COUNTY, FLORIDA**SHERIFF****COMBINING STATEMENT OF NET POSITION (DEFICIT) - INTERNAL SERVICE FUNDS***SEPTEMBER 30, 2016*

	1996 and Prior Claims	Health Insurance	Workers' Compensation	Total
Current Assets				
Cash and cash equivalents	\$ 279,094	\$ 7,201,429	\$ 846,762	\$ 8,327,285
Accounts Receivable	-	28,359	-	\$ 28,359
Total assets	<u>279,094</u>	<u>7,229,788</u>	<u>846,762</u>	<u>8,355,644</u>
Liabilities				
Current liabilities - claims payable	31,469	2,066,099	6,098,458	8,196,026
Non-current liabilities - claims payable	84,531	-	2,844,542	2,929,073
Total liabilities	<u>116,000</u>	<u>2,066,099</u>	<u>8,943,000</u>	<u>11,125,099</u>
Net Position (Deficit)	<u>\$ 163,094</u>	<u>\$ 5,163,689</u>	<u>\$ (8,096,238)</u>	<u>\$ (2,769,455)</u>

ORANGE COUNTY, FLORIDA**SHERIFF****COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION (DEFICIT) -
INTERNAL SERVICE FUNDS***YEAR ENDED SEPTEMBER 30, 2016*

	1996 and Prior Claims	Health Insurance	Workers' Compensation	Total
Operating Revenues				
Charges for services	\$ 633	\$ 31,335,233	\$ 3,769,090	\$ 35,104,956
Other income	20,660	-	-	20,660
Total Operating Revenues	21,293	31,335,233	3,769,090	35,125,616
Operating Expenses				
Claims expenses	-	29,596,587	4,126,494	33,723,081
Total Operating Expenses	-	29,596,587	4,126,494	33,723,081
Operating income (loss)	21,293	1,738,646	(357,404)	1,402,535
Nonoperating revenues - interest	-	-	578	578
Net income (loss)	21,293	1,738,646	(356,826)	1,403,113
Net Position (Deficit), October 1, 2015	141,801	3,425,043	(7,739,412)	(4,172,568)
Net Position (Deficit), September 30, 2016	\$ 163,094	\$ 5,163,689	\$ (8,096,238)	\$ (2,769,455)

ORANGE COUNTY, FLORIDA

SHERIFF

COMBINING STATEMENT OF CASH FLOWS - INTERNAL SERVICE FUNDS

YEAR ENDED SEPTEMBER 30, 2016

	1996 and Prior Claims	Health Insurance	Workers' Compensation	Total
Cash Flows From Operating Activities -				
Receipts from charges for services	\$ 633	\$ 31,335,233	\$ 3,769,090	\$ 35,104,956
Reinsurance and other cash receipts	-	1,547,044	2,151,508	3,698,552
Cash payments for liability claims and expenses	(31,469)	(31,004,371)	(6,098,458)	(37,134,298)
Net cash provided by (used in) operating activities	(30,836)	1,877,906	(177,860)	1,669,210
Cash Flows from Investing Activities -				
Interest on investments	-	-	578	578
Net increase (decrease) in cash and cash equivalents	(30,836)	1,877,906	(177,282)	1,669,788
Cash and Cash Equivalents, October 1, 2015	309,930	5,323,523	1,024,044	6,657,497
Cash and Cash Equivalents, September 30, 2016	<u>\$ 279,094</u>	<u>\$ 7,201,429</u>	<u>\$ 846,762</u>	<u>\$ 8,327,285</u>
Reconciliation of Operating Income (Loss)				
to Cash Flows from Operating Activities:				
Operating income (loss)	\$ 21,293	\$ 1,738,646	\$ (357,404)	\$ 1,402,535
Adjustment to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Increase (decrease) in claims payable	(52,129)	139,260	179,544	266,675
Net Cash Provided by (Used in) Operating Activities	<u>\$ (30,836)</u>	<u>\$ 1,877,906</u>	<u>\$ (177,860)</u>	<u>\$ 1,669,210</u>

ORANGE COUNTY, FLORIDA
SHERIFF
AGENCY FUND DESCRIPTIONS

YEAR ENDED SEPTEMBER 30, 2016

The purpose of each agency fund in the combining financial statement on the following page is described below.

Individual Depositor's Fund – To account for receipt and disbursement of funds received for the service of papers by the Sheriff.

Suspense - Other Funds – To account for receipt and disbursement of funds received and expended for writs, sales, auctions, and events.

ORANGE COUNTY, FLORIDA

SHERIFF

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS

YEAR ENDED SEPTEMBER 30, 2016

	Balance October 1, 2015	Additions	Deductions	Balance September 30, 2016
<u>INDIVIDUAL DEPOSITOR'S</u>				
Assets				
Cash and cash equivalents	\$ -	\$ 1,064,518	\$ 1,064,518	\$ -
Total assets	<u>\$ -</u>	<u>\$ 1,064,518</u>	<u>\$ 1,064,518</u>	<u>\$ -</u>
Liabilities				
Due to Board of County Commissioners	\$ -	\$ 1,064,518	\$ 1,064,518	\$ -
Total liabilities	<u>\$ -</u>	<u>\$ 1,064,518</u>	<u>\$ 1,064,518</u>	<u>\$ -</u>
<u>SUSPENSE - OTHER FUNDS</u>				
Assets				
Cash and cash equivalents	\$ 1,288,623	\$ 2,892,560	\$ 2,842,839	\$ 1,338,344
Total assets	<u>\$ 1,288,623</u>	<u>\$ 2,892,560</u>	<u>\$ 2,842,839</u>	<u>\$ 1,338,344</u>
Liabilities				
Due to individuals	\$ 1,288,623	\$ 2,892,560	\$ 2,842,839	\$ 1,338,344
Total liabilities	<u>\$ 1,288,623</u>	<u>\$ 2,892,560</u>	<u>\$ 2,842,839</u>	<u>\$ 1,338,344</u>
<u>TOTAL - ALL AGENCY FUNDS</u>				
Assets				
Cash and cash equivalents	\$ 1,288,623	\$ 3,957,078	\$ 3,907,357	\$ 1,338,344
Total assets	<u>\$ 1,288,623</u>	<u>\$ 3,957,078</u>	<u>\$ 3,907,357</u>	<u>\$ 1,338,344</u>
Liabilities				
Due to individuals	\$ 1,288,623	\$ 2,892,560	\$ 2,842,839	\$ 1,338,344
Due to Board of County Commissioners	-	1,064,518	1,064,518	-
Total liabilities	<u>\$ 1,288,623</u>	<u>\$ 3,957,078</u>	<u>\$ 3,907,357</u>	<u>\$ 1,338,344</u>

SUPPLEMENTARY REPORTS

**Report of Independent Auditor on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of the Financial Statements Performed in
Accordance with *Government Auditing Standards***

To the Honorable Jerry L. Demings,
Sheriff of Orange 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 Orange County, Florida Sheriff (the "Sheriff") as of and for the year ended September 30, 2016, and the related notes to the financial statements, and have issued our report thereon dated February 14, 2017 for the purpose of complying with Section 218.39(2), *Florida Statutes*, and Chapter 10.550, *Rules of the Auditor General-Local Governmental Entity Audits*. We also have audited the financial statements of each of the Sheriff's internal service and agency funds presented as other supplementary information in the accompanying combining fund financial statements as of and for the year ended September 30, 2016.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Sheriff's internal control over financial reporting ("internal control") to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Sheriff's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Sheriff's internal control over financial reporting.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Sheriff'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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 "Cheryl Behrman" followed by a stylized set of initials.

Orlando, Florida
February 14, 2017

Independent Auditor's Management Letter

To the Honorable Jerry L. Demings,
Sheriff of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Sheriff (the "Sheriff"), as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated February 14, 2017.

Auditor's Responsibility

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

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards* and Report of Independent Accountant on Compliance with Local Government Investment Policies regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated February 14, 2017, 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 recommendations made in the preceding annual financial audit report.

Official Title and Legal Authority

Section 10.554(1)(e)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 Sheriff is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Sheriff.

Other Matters

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

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, reading "Cheryl Behrman" followed by a stylized monogram or initials.

Orlando, Florida
February 14, 2017

**Report of Independent Accountant on Compliance
with Local Government Investment Policies**

To the Honorable Jerry L. Demings,
Sheriff of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Sheriff's (the "Sheriff's") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, for the year ended September 30, 2016. Management is responsible for the Sheriff's compliance with those requirements. Our responsibility is to express an opinion on the Sheriff's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Sheriff's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Sheriff's compliance with specified requirements.

Opinion

In our opinion, the Sheriff complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
February 14, 2017

SUPERVISOR OF ELECTIONS
ORANGE COUNTY, FLORIDA

FINANCIAL STATEMENTS

Year Ended September 30, 2016

Report of Independent Auditor

To the Honorable Bill Cowles,
Supervisor of Elections of Orange County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund of the Orange County, Florida Supervisor of Elections (the "Supervisor of Elections") as of and for the year ended September 30, 2016, and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund of the Supervisor of Elections as of September 30, 2016, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of each fund of Orange County, Florida that is attributable to the Supervisor of Elections. They do not purport to, and do not, present fairly the financial position of Orange County, Florida as of September 30, 2016, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on page 11 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated January 23, 2017 on our consideration of the Supervisor of Elections' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Supervisor of Elections' internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to read "Cheryl Behr" followed by a stylized flourish.

Orlando, Florida
January 23, 2017

FINANCIAL STATEMENTS

ORANGE COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
BALANCE SHEET - GOVERNMENTAL FUNDS

SEPTEMBER 30, 2016

	Major Funds		
	General Fund	Special Revenue	Totals
ASSETS			
Cash and cash equivalents	\$ 1,292,247	\$ 154	\$ 1,292,401
Due from Special Revenue Fund	154	-	154
Total assets	<u>\$ 1,292,401</u>	<u>\$ 154</u>	<u>\$ 1,292,555</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable and accrued liabilities	\$ 169,072	\$ -	\$ 169,072
Due to General Fund	-	154	154
Due to Board of County Commissioners	1,123,329	-	1,123,329
Total liabilities	<u>\$ 1,292,401</u>	<u>\$ 154</u>	<u>\$ 1,292,555</u>
Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 1,292,401</u>	<u>\$ 154</u>	<u>\$ 1,292,555</u>

ORANGE COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS

YEAR ENDED SEPTEMBER 30, 2016

	Major Funds		
	General Fund	Special Revenue	Totals
Revenues			
Board of County Commissioners appropriation	\$ 12,781,810	\$ -	\$ 12,781,810
Intergovernmental revenue	86,576	176,723	263,299
Charges for services	61,108	-	61,108
Interest income		38	38
Total revenues	12,929,494	176,761	13,106,255
Expenditures			
Current - general government:			
Salaries and benefits	4,282,478	-	4,282,478
Operating expenditures	7,539,267	172,145	7,711,412
Capital outlay	29,973	37,276	67,249
Total expenditures	11,851,718	209,421	12,061,139
Excess of revenues over expenditures (expenditures over revenues)	1,077,776	(32,660)	1,045,116
Other financing uses			
Transfer to the Board of County Commissioners	(1,077,776)	-	(1,077,776)
Total other financing uses	(1,077,776)	-	(1,077,776)
Excess of expenditures and other financing uses over revenues	-	(32,660)	(32,660)
Fund balance, beginning of year	-	32,660	32,660
Fund balance, end of year	\$ -	\$ -	\$ -

See notes to financial statements.

ORANGE COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 – Summary of significant accounting policies

Reporting entity – The Orange County, Florida Supervisor of Elections (the “Supervisor of Elections”) is a separately elected county official established pursuant to the Constitution of the State of Florida. The Supervisor of Elections’ financial statements do not purport to reflect the financial position or the results of operations of Orange County, Florida (the “County”) taken as a whole. The financial statements of the Supervisor of Elections have been prepared in accordance with the accounting principles and reporting guidelines established by the Governmental Accounting Standards Board (“GASB”).

Entity status for financial reporting purposes is governed by GASB Statement No. 14, as amended. Although the Supervisor of Elections’ office is operationally autonomous and legally separate from the Board, it does not hold sufficient corporate powers of its own to be considered a separate entity for financial reporting purposes. Therefore, under GASB guidelines, the Supervisor of Elections is reported as part of the primary government of the County.

Description of funds – The accounting records are organized for reporting purposes on the basis of two major governmental funds.

General Fund – The General Fund is a governmental fund used to account for all revenues and expenditures applicable to the general operations of the Supervisor of Elections that are not required legally or by accounting principles generally accepted in the United States of America to be accounted for in another fund.

Special Revenue Fund – The Special Revenue Fund is used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes. The Special Revenue Fund proceeds are to be used exclusively for the purchase of voting equipment, voter education, poll worker recruitment and training, federal election activities, and polling place accessibility.

Measurement focus, basis of accounting, and financial statement presentation - The Supervisor of Elections’ financial statements are prepared for the purpose of complying with Section 218.39(2), Florida Statutes, and Chapter 10.550, *Rules of the Auditor General-Local Governmental Entity Audits* (the “Rules”), which require the Supervisor of Elections to only present fund financial statements.

The General Fund and Special Revenue Fund are governmental funds which use the current financial resources measurement focus and modified accrual basis of accounting. Revenues are recognized when measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers amounts collected on grants within 120 days after year-end, and amounts collected on all other government funds within 60 days after year-end, to be available and thus recognizes them as revenues of the current year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

The extent to which General Fund revenues exceed General Fund expenditures is reflected as transfers out and as liabilities due to the Board of County Commissioners.

ORANGE COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 – Summary of significant accounting policies (continued)

Cash and cash equivalents – The Supervisor of Elections' presents as cash and cash equivalents all demand deposits and other highly liquid investments with maturities of 90 days or less when purchased.

Capital assets – Tangible personal property used in the Supervisor of Elections' operations are recorded as expenditures in the General Fund at the time assets are received and a liability is incurred. Purchased assets are capitalized at historical cost in the government-wide financial statements of the County.

Compensated absences – The Supervisor of Elections permits employees to accumulate earned but unused vacation and sick pay benefits. The Supervisor of Elections is not legally required to and does not accumulate expendable available financial resources to liquidate this obligation. The obligation for compensated absences is accrued in the government-wide financial statements of the County. A summary of activity for the Supervisor of Elections' compensated absences obligation is as follows:

Balance, October 1, 2015	\$	211,434
Additions		119,040
Deletions		(95,891)
Balance, September 30, 2016	\$	<u>234,583</u>

Use of estimates – The preparation of financial statements requires management to make use of estimates that affect reported amounts. Actual results could differ from estimates.

Note 2 – Deposits and investments

The Supervisor of Elections follows Florida Statutes for its investment policy, which authorizes investments in certificates of deposit, savings accounts, repurchase agreements, the Local Government Surplus Funds Trust Fund administered by the Florida State Board of Administration, and obligations of the U.S. Government and government agencies unconditionally guaranteed by the U.S. Government.

Cash and cash equivalents at September 30, 2016 consist of bank deposits insured by the Federal Deposit Insurance Corporation or covered by the State of Florida collateral pool, a multiple financial institution pool with the ability to assess its members for collateral shortfalls if a member institution fails.

ORANGE COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 3 – Retirement system

Plan description – The Supervisor of Elections' employees participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan ("Investment Plan") alternative to the FRS Pension Plan, which is administered by the State Board of Administration.

As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida Legislature.

Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service, or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.60% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.00% of their final average compensation based on the five highest years of salary for each year of credited service. Elected Officers' class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.00% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary for each year of credited service. Substantial changes were made to the Pension Plan during fiscal year 2011, affecting new members enrolled on or after July 1, 2011 by extending the vesting requirement to eight years of credited service and increasing normal retirement to age 65 or 33 years of service regardless of age. Also, the final average compensation for these members is based on the eight highest years of salary.

Funding Policy:

All enrolled members of the FRS Pension Plan are required to contribute 3.00% of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates. The employer contribution rates by job class for the periods from October 1, 2015 through June 30, 2016 and July 1, 2016 through September 30, 2016, respectively, were as follows: regular - 7.26% and 7.52%; county elected officers - 42.27% and 42.47%; senior management - 21.43% and 21.77%; and Deferred Retirement Option Program ("DROP") participants - 12.88% and 12.99%. During the fiscal year ended September 30, 2016, the Supervisor of Elections contributed to the plan an amount equal to 11.44% of covered payroll.

ORANGE COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 3 – Retirement system (Continued)

The HIS Plan provides a monthly benefit to assist retirees in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement. Eligible retirees and beneficiaries receive a monthly health insurance subsidy payment of \$5 for each year of creditable service, with a minimum payment of \$30 and a maximum payment of \$150 per month. The HIS Plan is funded by required contributions from FRS participating employees as set forth by the Florida Legislature, based on a percentage of gross compensation for all active FRS members.

In addition to the above benefits, the FRS administers a DROP. This program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

For those members who elect participation in the Investment Plan, rather than the Pension Plan, vesting occurs at one year of service. These participants receive a contribution for self-direction in an investment product with a third party administrator selected by the State Board of Administration. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.04% of payroll and by forfeited benefits of plan members.

The Supervisor of Elections recognizes pension expenditures in an amount equal to amounts paid to the Pension Plan, the HIS Plan and the defined contribution plan, amounting to \$229,517, \$43,373 and \$16,942, respectively, for the fiscal year ended September 30, 2016. The Supervisor of Elections' payments for the Pension Plan and the HIS Plan after June 30, 2016, the measurement date used to determine the net pension liability associated with the Pension Plan and HIS Plan, amounted to \$54,231 and \$11,473, respectively. The Supervisor of Elections is not legally required to and does not accumulate expendable available resources to liquidate the retirement obligation related to its employees. Accordingly, the net pension liability and associated deferred outflows and deferred inflows are presented on the government-wide financial statements of the County, following requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, effective October 1, 2014.

The state of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the state of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000. That report may be viewed on the Florida Department of Management Services website located at www.dms.myflorida.com/workforce_operations/retirement/publications.

ORANGE COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 4 – Other Postemployment Benefit (OPEB) Plan

In addition to the pension benefits described in Note 3, the Supervisor of Elections offers an OPEB Plan that subsidizes the cost of health care for its retirees and eligible dependents. Supervisor of Elections employees with at least 10 years of combined service under the Supervisor of Elections and/or the Board, County Comptroller, Property Appraiser, Sheriff, or Tax Collector who retire and immediately begin receiving benefits from the Florida Retirement System (FRS) are eligible to receive a monthly benefit of \$3 per year of service up to a maximum of \$90 per month. Additionally, Supervisor of Elections employees who retire and immediately begin receiving benefits from the FRS have the option of continuing in the County health insurance plan at the same group rate as for active employees.

In conjunction with the implementation of GASB Statements No. 43 and 45 during fiscal year 2007, the Board established the Orange County Retiree Health Care Benefit Trust (Trust) for the Board, Supervisor of Elections and the other County officers noted above and engaged an actuarial firm to determine each participant's actuarially determined annual OPEB cost (AOC) and unfunded obligation. The AOC payment into the Trust for the 2016 fiscal year was made by the Board, which included an amount of \$19,408 attributable to the Supervisor of Elections. Additionally, the Supervisor of Elections made direct AOC payments, in the form of health care premium subsidy payments to retirees, in the amount of \$6,948. For the Supervisor of Elections, the total AOC payment of \$26,356 was 1.02% of the Supervisor of Elections' covered payroll of \$2,592,908. A full presentation of the Trust and OPEB Plan assets, liabilities, funding status, and actuarial methods and assumptions is included in the Orange County, Florida Comprehensive Annual Financial Report.

Note 5 – Insurance coverage

Orange County maintains a self-insurance program that provides for coverage of substantially all risks. Various excess catastrophe insurance policies with a commercial carrier are also in force for claims exceeding the amount chargeable against the loss fund. The Supervisor of Elections participated in the County's self-insurance program during fiscal year 2016 at a cost of \$20,060. There have been no claim settlements in excess of insurance coverage during the three fiscal years ended September 30, 2016.

Additionally, Orange County maintains a self-insured plan for employee medical benefits. The plan covers all regular employees and certain retirees and former employees of the County and their eligible dependents, with coverage of claims up to \$800,000 per individual per year. The County has purchased an insurance policy to cover claims in excess of this amount, up to an additional \$2 million per individual per year. In accordance with the Affordable Care Act, the lifetime maximum for a covered individual is unlimited. The Supervisor of Elections participated in the County's employee medical benefits plan during the fiscal year 2016 at a cost of \$409,640.

ORANGE COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 6 – Commitments and contingencies

Operating leases – The Board provides administrative office and warehouse space used by the Supervisor of Elections at no charge. The Board incurred \$843,589 of lease cost in connection with this office space during fiscal year 2016.

In addition, the Supervisor of Elections leases office equipment and vehicles under arrangements accounted for as operating leases. Total lease expenditures were \$44,184 for the year ended September 30, 2016. The following is a schedule of minimum future lease obligations under non-cancelable leases with terms in excess of one year:

2017	\$	44,584
2018		22,961
2019		15,156
Total	\$	<u>82,701</u>

Litigation – The Supervisor of Elections is a party from time to time in various lawsuits and other claims incidental to the ordinary course of its operation, some of which are covered by the Board's self-insurance program. While the results of litigation cannot be predicted with certainty, management believes the final outcome of such litigation will not have a material adverse effect on the Supervisor of Elections' financial position.

REQUIRED SUPPLEMENTARY INFORMATION

ORANGE COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

YEAR ENDED SEPTEMBER 30, 2016

	General Fund			
	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Board of County Commissioners appropriation	\$ 12,754,060	\$ 12,754,060	\$ 12,781,810	\$ 27,750
Intergovernmental revenue	-	-	86,576	86,576
Charges for services	-	-	61,108	61,108
Total revenues	<u>12,754,060</u>	<u>12,754,060</u>	<u>12,929,494</u>	<u>175,434</u>
Expenditures				
Current - general government:				
Salaries and benefits	4,650,338	4,650,338	4,282,478	367,860
Operating expenditures	7,685,472	7,685,472	7,539,267	146,205
Capital outlay	418,250	418,250	29,973	388,277
Total expenditures	<u>12,754,060</u>	<u>12,754,060</u>	<u>11,851,718</u>	<u>902,342</u>
Excess of revenues over expenditures	-	-	1,077,776	1,077,776
Other financing uses				
Transfers to the Board of County Commissioners	-	-	(1,077,776)	(1,077,776)
Total other financing uses			<u>(1,077,776)</u>	<u>(1,077,776)</u>
Excess of revenues over expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Note to Schedule of Revenues and Expenditures - Budget and Actual General Fund

ORANGE COUNTY, FLORIDA

SUPERVISOR OF ELECTIONS

**NOTE TO SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
GENERAL FUND**

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Budgetary requirements – General Fund expenditures are controlled by appropriations in accordance with the budget requirements set forth in the Florida Statutes. The budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America.

The Supervisor of Elections is not legally required to adopt a budget for the Special Revenue Fund. Therefore, budget comparison information for this fund is not included in the Supervisor of Elections' financial statements.

SUPPLEMENTARY REPORTS

**Report of Independent Auditor on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance
with *Government Auditing Standards***

To the Honorable Bill Cowles,
Supervisor of Elections of Orange 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 of the Orange County, Florida Supervisor of Elections (the "Supervisor of Elections") as of and for the year ended September 30, 2016, and the related notes to the financial statements, and have issued our report thereon dated January 23, 2017 for the purpose of compliance with Section 218.39(2), *Florida Statutes*, and Chapter 10.550, *Rules of the Auditor General – Local Governmental Entity Audits*.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Supervisor of Elections' internal control over financial reporting ("internal control") to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Supervisor of Elections' internal control. Accordingly, we do not express an opinion on the effectiveness of the Supervisor of Elections' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a deficiency in internal control over financial reporting, identified as Finding 2016-001 in the accompanying Schedule of Findings and Responses, that we consider to be a material weakness.

Compliance and Other Matters

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

Supervisor of Elections' Response to Finding

The Supervisor of Elections' response to the finding identified in our audit is described in the accompanying Schedule of Findings and Responses. The Supervisor of Elections' response was not subjected to the auditing procedures applied in the audit of the financial statement and, accordingly, we express no opinion on it.

Purpose of this Report

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

A handwritten signature in black ink that reads "Cheryl Behr" followed by a stylized flourish.

Orlando, Florida
January 23, 2017

ORANGE COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
SCHEDULE OF FINDINGS AND RESPONSES

SEPTEMBER 30, 2016

ADMINISTRATIVE SERVICES

Recording of Grant Revenue and Expenditures separate from the General Fund

Comment 2016-001

Criteria: Grant activity should be maintained in general ledger accounts separate from the General Fund.

Condition: The Supervisor of Elections records most revenue and expenditures transactions related to grant activities in the General Fund. At the end of the year, the Supervisor of Elections typically transfers these grant activities to the Special Revenue Fund and excludes them from the excess fees calculation. In the current year, recorded grant activities to the General Fund were not transferred and were erroneously included in the excess fees calculation. This resulted in an understatement of excess fees payable to the Board of County Commissioners (the "Board").

Effect: The excess fees calculation of the amount due to the Board was misstated by approximately \$172,000, prior to audit adjustment.

Cause: Grant activities recorded in the General Fund were not transferred to the Special Revenue Fund and were not removed when excess fees were calculated.

Recommendation: We recommend that grant revenues and related expenditures be reflected in the Special Revenue Fund and that such activity be excluded for purposes of calculating excess fees. Further standardization of the year end close process and review of all related journal entries would assist with ensuring this process is properly completed.

Management's Response: The Supervisor of Elections concurs with the finding of the audit and plans to review all grant revenues and related expenditures to ensure that they are properly reflected in the Special Revenue Fund. This will ensure that the proper excess fees calculation is made as of year-end.

The Supervisor of Elections is in agreement with the corrections made to the excess fees for the fiscal year 2016 through the audit adjustment process.

Independent Auditor's Management Letter

To the Honorable Bill Cowles,
Supervisor of Elections of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Supervisor of Elections (the "Supervisor of Elections") as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated January 23, 2017.

Auditor's Responsibility

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

Other Reports

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, Report of Independent Accountant on Compliance with Local Government Investment Policies and Schedule of Findings and Responses regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in the Schedule of Findings and Responses and in those reports, which are dated January 23, 2017, 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 recommendations made in the preceding audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Supervisor of Elections is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Supervisor of Elections.

Other Matters

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

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink that reads "Cheryl Behrman" followed by a stylized monogram or initials.

Orlando, Florida
January 23, 2017

**Report of Independent Accountant on Compliance
with Local Government Investment Policies**

To the Honorable Bill Cowles,
Supervisor of Elections of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Supervisor of Elections' (the "Supervisor of Elections'") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2016. Management is responsible for the Supervisor of Elections' compliance with those requirements. Our responsibility is to express an opinion on the Supervisor of Elections' compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Supervisor of Elections' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Supervisor of Elections' compliance with specified requirements.

Opinion

In our opinion, the Supervisor of Elections complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
January 23, 2016

TAX COLLECTOR
ORANGE COUNTY, FLORIDA

FINANCIAL STATEMENTS

Year Ended September 30, 2016

Report of Independent Auditor

To the Honorable Scott Randolph,
Tax Collector of Orange County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of the major fund and the aggregate remaining fund information of the Orange County, Florida Tax Collector (the "Tax Collector") as of and for the year ended September 30, 2016, and the related notes to the financial statements, as listed in the table of contents. We also have audited the financial statements of each of the Tax Collector's agency funds as of and for the year ended September 30, 2016, presented as other supplementary information in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the major fund and the aggregate remaining fund information of the Tax Collector as of September 30, 2016, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each agency fund of the Tax Collector as of September 30, 2016, and the respective changes in assets and liabilities thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of each fund of Orange County, Florida that is attributable to the Tax Collector. They do not purport to, and do not, present fairly the financial position of Orange County, Florida as of September 30, 2016, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matter

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on page 13 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated January 23, 2017 on our consideration of the Tax Collector's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Tax Collector's internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to read "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
January 23, 2017

FINANCIAL STATEMENTS

ORANGE COUNTY, FLORIDA
TAX COLLECTOR
BALANCE SHEET
GENERAL FUND

SEPTEMBER 30, 2016

ASSETS

Cash and cash equivalents	\$ 23,561,879
Accounts receivable	<u>38,606</u>
Total assets	<u>\$ 23,600,485</u>

LIABILITIES AND FUND BALANCE

Liabilities:

Accounts payable and accrued liabilities	\$ 589,727
Due to Board of County Commissioners	21,747,557
Due to other governmental agencies	738,032
Unearned revenues	<u>525,169</u>
Total liabilities	23,600,485

Deferred inflows of resources:

Deferred business tax collection fees	-
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Fund Balance	<u>-</u>
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Total liabilities and fund balance	<u>\$ 23,600,485</u>
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ORANGE COUNTY, FLORIDA
TAX COLLECTOR
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
GENERAL FUND

YEAR ENDED SEPTEMBER 30, 2016

Revenues

Charges for services:	
Fees and commissions	\$ 41,662,985
Interest income	30,553
	<hr/>
Total revenues	41,693,538
	<hr/>

Expenditures

Current:	
General government:	
Salaries and benefits	14,698,791
Operating expenditures	4,317,020
Capital outlay	282,133
	<hr/>
Total expenditures	19,297,944
	<hr/>

Excess of revenues over expenditures	22,395,594
	<hr/>

Other financing uses:

Transfer to Board of County Commissioners	(21,657,562)
Transfer to other governmental agencies	(738,032)
	<hr/>
Total other financing uses	(22,395,594)
	<hr/>

Excess of revenues over expenditures and other financing uses	-
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Fund balance at the beginning of the year	-
	<hr/>

Fund balance at the end of the year	\$ -
	<hr/> <hr/>

ORANGE COUNTY, FLORIDA
TAX COLLECTOR
STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS

SEPTEMBER 30, 2016

ASSETS

Cash and cash equivalents	\$ 13,185,390
Total assets	\$ 13,185,390

LIABILITIES

Due to Board of County Commissioners	\$ 2,435,860
Due to other governmental agencies	3,223,865
Due to individuals	976,707
Deposits - installment taxes	5,971,170
Other deposits	577,788
Total liabilities	\$ 13,185,390

ORANGE COUNTY, FLORIDA
TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 - Summary of significant accounting policies

Reporting Entity – The Orange County, Florida Tax Collector (the “Tax Collector”) is a separately elected county official established pursuant to the Constitution of the State of Florida. The Tax Collector’s financial statements do not purport to reflect the financial position or the results of operations of Orange County, Florida (the “County”) taken as a whole.

Entity status for financial reporting purposes is governed by Governmental Accounting Standards Board (“GASB”) Statement No. 14, as amended. Although the Tax Collector’s Office is operationally autonomous, it does not hold sufficient corporate powers of its own to be considered a legally separate entity for financial reporting purposes. Therefore, under GASB guidelines, the Tax Collector is reported as a part of the primary government of the County.

Description of Funds – The accounting records are organized for reporting purposes on the basis of a governmental fund and fiduciary funds.

General Fund – The General Fund is used to account for all revenues and expenditures applicable to the general operations of the Tax Collector that are not required legally or by accounting principles generally accepted in the United States of America to be accounted for in another fund.

Fiduciary Funds – Fiduciary funds of the Tax Collector are Agency Funds, which are used to account for assets held by the Tax Collector as agent.

Measurement focus, basis of accounting, and financial statement presentation – The Tax Collector’s financial statements are prepared for the purpose of complying with Section 218.39(2), *Florida Statutes*, and Chapter 10.550, *Rules of the Auditor General for Local Governmental Entity Audits (the “Rules”)*, which require the Tax Collector to only present fund financial statements.

The General Fund is a governmental fund which uses the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

The extent to which General Fund revenues exceed General Fund expenditures is reflected as transfers out and as liabilities to the Orange County Board of County Commissioners (the “Board”) and to other governmental agencies in the same proportion as the fees paid by each governmental unit to total fees earned by the Tax Collector.

ORANGE COUNTY, FLORIDA
TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 1 – Summary of significant accounting policies (continued)

The Tax Collector reports the General Fund as a major governmental fund and agency funds as a fiduciary fund type. Agency funds are custodial in nature and do not involve measurement of results of operations.

Budgetary Requirements – Expenditures are controlled by budget appropriations in accordance with the budget requirements set forth in the Florida Statutes. The budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America.

Cash and Cash Equivalents – The Tax Collector's cash and cash equivalents consist of demand deposits and highly liquid investments with maturities of 90 days or less when purchased. Investments are reported at fair value.

Capital Assets – Tangible personal property used in the Tax Collector's operations are recorded as expenditures in the General Fund at the time assets are received and a liability is incurred. Purchased assets are capitalized at historical cost in the government-wide financial statements of the County. In addition, the Board provides administrative office space used by the Tax Collector at no charge. The Board incurred \$465,531 of lease cost in connection with this office space during fiscal 2016.

Unearned Revenue – Unearned revenue represents fees charged by the Tax Collector for the collection of business taxes in fiscal 2016 that relate to fiscal 2017.

Compensated Absences – The Tax Collector permits employees to accumulate earned but unused vacation and sick pay benefits. The Tax Collector is not legally required to and does not accumulate expendable available financial resources to liquidate this obligation. The obligation is accrued in the government-wide financial statements of the County. A summary of activity for the Tax Collector's compensated absences obligations is as follows:

	Balance October 1, 2015	Additions	Deletions	Balance September 30, 2016
Accrued compensated absences	<u>\$ 1,166,760</u>	<u>\$ 1,010,200</u>	<u>\$ (1,003,352)</u>	<u>\$ 1,173,608</u>

Use of Estimates – The preparation of financial statements requires management to make use of estimates that affect reported amounts. Actual results could differ from estimates.

ORANGE COUNTY, FLORIDA
TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 2 – Deposits and Investments

The Tax Collector had demand deposits of \$11,722,441 and investments in the Florida Cooperative Liquid Assets Securities System ("FLCLASS") of \$25,000,000 at September 30, 2016.

FLCLASS is an external investment pool reported at net realizable value. FLCLASS invests in high-quality fixed income securities for which objectives are safety and preservation of principle, daily liquidity, transparency and competitive yields, resulting in a Standard & Poor's Principle Stability Fund AAAM rating. The Tax Collector may redeem its investment in FLCLASS upon written notice.

This amount, together with \$24,828 petty cash funds on hand, comprises the total \$36,747,269 cash and cash equivalents reported at September 30, 2016 (\$23,561,879 in the General Fund and \$13,185,390 in the agency funds).

The Tax Collector's investment policy limits investment risk by restricting authorized investments to the following: certificates of deposit, interest bearing savings accounts, repurchase agreements, the Local Government Surplus Funds Trust Fund and similar investment pools authorized by the Florida Interlocal Cooperation Act, obligations of the U.S. Government, obligations of government agencies unconditionally guaranteed by the U.S. Government, certain federal instrumentalities which are U.S. Government sponsored agencies which are non-full faith and credit, money market mutual funds registered under the Federal Investment Company Act of 1940 that have an average weighted maturity of 90 days or less and be rated at least AAm or AAm-G or better by Standard & Poor's or the equivalent by another rating agency, bankers acceptances with credit quality ratings of Prime-1 and A by Moody's and A-1 by Standard and Poor's and ranked in the top 50 United States banks in terms of total assets, commercial paper with credit quality ratings of Prime-1 by Moody's and A-1 by Standard and Poor's, mortgage-backed securities which are based on mortgages that are guaranteed by a government agency for payment of principal and a guarantee of timely payment, state and/or local government taxable and/or tax-exempt debt which are general obligation and/or revenue bonds rated at least Aa by Moody's or AA by Standard & Poor's for long-term debt and MIG-2 by Moody's or SP-2 by Standard & Poor's for short-term debt, and investment funds (Section 3(c)(1) or 3(c)(7) of the Investment Company Act of 1940).

The Tax Collector's investment policy provides that, to the extent possible, investment maturities should match known cash needs and anticipated cash flow requirements.

ORANGE COUNTY, FLORIDA
TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 3 – Retirement system

Plan Description:

The Tax Collector's employees participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan ("Investment Plan") alternative to the FRS Pension Plan, which is administered by the State Board of Administration.

As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida Legislature.

Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service, or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five highest years of salary for each year of credited service. Elected Officers' class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary for each year of credited service. Substantial changes were made to the Pension Plan during fiscal year 2011, affecting new members enrolled on or after July 1, 2011 by extending the vesting requirement to eight years of credited service and increasing normal retirement to age 65 or 33 years of service regardless of age. Also, the final average compensation for these members is based on the eight highest years of salary.

Funding Policy:

All enrolled members of the FRS Pension Plan are required to contribute 3.0% of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates. The employer contribution rates by job class for the periods from October 1, 2015 through June 30, 2016 and July 1, 2016 through September 30, 2016, respectively, were as follows: regular - 7.26% and 7.52%; county elected officers - 42.27% and 42.47%; senior management - 21.43% and 21.77%; and Deferred Retirement Option Program ("DROP") participants - 12.88% and 12.99%. During the fiscal year ended September 30, 2016, the Tax Collector contributed to the plan an amount equal to 9.01% of covered payroll.

ORANGE COUNTY, FLORIDA
TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 3 – Retirement system (continued)

The HIS Plan provides a monthly benefit to assist retirees in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement. Eligible retirees and beneficiaries receive a monthly health insurance subsidy payment of \$5 for each year of creditable service, with a minimum payment of \$30 and a maximum payment of \$150 per month. The HIS Plan is funded by required contributions from FRS participating employees as set forth by the Florida Legislature, based on a percentage of gross compensation for all active FRS members.

In addition to the above benefits, the FRS administers a DROP. This program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

For those members who elect participation in the Investment Plan, rather than the Pension Plan, vesting occurs at one year of service. These participants receive a contribution for self-direction in an investment product with a third party administrator selected by the State Board of Administration. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.04 percent of payroll and by forfeited benefits of plan members.

The Tax Collector recognizes pension expenditures in an amount equal to amounts paid to the Pension Plan, the HIS Plan and the defined contribution plan, amounting to \$636,054, \$206,971 and \$119,026, respectively, for the fiscal year ended September 30, 2016. The Tax Collector's payments for the Pension Plan and the HIS Plan after June 30, 2016, the measurement date used to determine the net pension liability associated with the Pension Plan and HIS Plan, amounted to \$196,037 and \$61,025, respectively. The Tax Collector is not legally required to and does not accumulate expendable available resources to liquidate the retirement obligation related to its employees. Accordingly, the net pension liability and associated deferred outflows and deferred inflows are presented on the government-wide financial statements of the County, following requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, effective October 1, 2014.

The state of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the state of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000. That report may be viewed on the Florida Department of Management Services website located at www.dms.myflorida.com/workforce_operations/retirement/publications.

ORANGE COUNTY, FLORIDA
TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 4 – Other Postemployment Benefit (OPEB) Plan

In addition to the pension benefits described in Note 3, the Tax Collector offers an OPEB Plan that subsidizes the cost of health care for its retirees and eligible dependents. Tax Collector employees with at least 10 years of combined service under the Tax Collector or any other Orange County government agency who retire and immediately begin receiving benefits from the FRS are eligible to receive a monthly benefit of five dollars per year of service up to a maximum of \$150 per month. Additionally, Tax Collector employees who retire and immediately begin receiving benefits from the FRS have the option of continuing in the County health insurance plan at the same group rate as for active employees.

In conjunction with the implementation of GASB Statements No. 43 and 45 during fiscal year 2007, the Board established the Orange County Retiree Health Care Benefit Trust (Trust) for the Board, Tax Collector and four other County officers to fund OPEB benefits at the level offered by the Board and engaged an actuarial firm to determine each participant's actuarially determined annual OPEB cost (AOC) and unfunded obligation. The AOC payment into the Trust for the 2016 fiscal year was made by the Board, which included an amount of \$194,925 attributable to the Tax Collector. Additionally, the Tax Collector made direct AOC payments, in the form of health care premium subsidy payments to retirees, in the amount of \$114,662. For the Tax Collector, the total AOC payment of \$309,587 was 2.9% of the Tax Collector's covered payroll of \$10,679,619. A full presentation of the Trust and OPEB Plan assets, liabilities, funding status, and actuarial methods and assumptions is included in the Orange County, Florida Comprehensive Annual Financial Report.

Note 5 – Insurance coverage

Orange County maintains a self-insurance program that provides for coverage of substantially all risks. Various excess catastrophe insurance policies with a commercial carrier are also in force for claims exceeding the amount chargeable against the loss fund. The Tax Collector participated in the County's self-insurance program during fiscal year 2016 at a cost of \$51,988. There has been no claim settlements in excess of insurance coverage during the three fiscal years ended September 30, 2016.

Additionally, Orange County maintains a self-insured plan for employee medical benefits. The plan covers all regular employees and certain retirees and former employees of the County and their eligible dependents, with coverage claims up to \$800,000 per individual per year. The County has purchased an insurance policy to cover claims in excess of this amount, up to an additional \$2 million per individual per year. In accordance with the Affordable Care Act, the lifetime maximum for a covered individual is unlimited. The Tax Collector participated in the County's employee medical benefits plan during the fiscal year 2016 at a cost of \$2,042,964.

ORANGE COUNTY, FLORIDA
TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Note 6 – Commitments

Operating Leases – The Tax Collector leases office space and equipment under operating lease agreements for seven tag agencies, an operations center and a warehouse located in Orange County. These lease agreements include options to extend the leases for additional terms. Total lease expenditures amounted to \$1,021,950 during the year ended September 30, 2016.

The following is a schedule by years of minimum future rentals under noncancelable operating leases as of September 30, 2016:

<u>Year Ending September 30,</u>	<u>Amount</u>
2017	\$ 816,815
2018	981,456
2019	732,365
2020	331,793
2021	320,002
2022-2025	<u>1,039,875</u>
Total	<u><u>\$ 4,222,306</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

ORANGE COUNTY, FLORIDA**TAX COLLECTOR****SCHEDULE OF REVENUES AND EXPENDITURES -****BUDGET AND ACTUAL - GENERAL FUND**

YEAR ENDED SEPTEMBER 30, 2016

	General Fund			Variance with Final Budget - Positive (Negative)
	Budget			
	Original	Final	Actual	
Revenues				
Charges for services:				
Fees and commissions	\$ 38,149,306	\$ 38,149,306	\$ 41,662,985	\$ 3,513,679
Interest income	17,500	17,500	30,553	13,053
Total revenues	38,166,806	38,166,806	41,693,538	3,526,732
Expenditures				
Current:				
General government:				
Salaries and benefits	15,596,057	15,478,208	14,698,791	779,417
Operating expenditures	4,703,001	4,820,850	4,317,020	503,830
Capital outlay	626,362	626,362	282,133	344,229
Total expenditures	20,925,420	20,925,420	19,297,944	1,627,476
Excess of revenues over expenditures	17,241,386	17,241,386	22,395,594	5,154,208
Other financing uses:				
Transfer to Board of County Commissioners	(17,241,386)	(17,241,386)	(21,657,562)	(4,416,176)
Transfer to other governmental agencies	-	-	(738,032)	(738,032)
Total other financing uses	(17,241,386)	(17,241,386)	(22,395,594)	(5,154,208)
Excess of revenues over expenditures and other financing uses	\$ -	\$ -	\$ -	\$ -

OTHER SUPPLEMENTARY INFORMATION

ORANGE COUNTY, FLORIDA
TAX COLLECTOR
AGENCY FUND DESCRIPTIONS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

The Combining Statement of Changes in Assets and Liabilities - All Agency Funds is presented on the following page. The purpose of each fund shown on this statement is described below.

Property Tax Agency Fund – To account for the collection and distribution of local property tax funds.

Business Tax and Tag Agency Fund – To account for the collection and distribution of funds generated from the sale of local and state licenses.

ORANGE COUNTY, FLORIDA

TAX COLLECTOR

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS

YEAR ENDED SEPTEMBER 30, 2016

	September 30, 2015	Additions	Deletions	September 30, 2016
<u>PROPERTY TAX</u>				
Assets				
Cash and cash equivalents	\$ 10,785,902	\$ 2,001,306,831	\$ 2,001,411,827	\$ 10,680,906
Total assets	<u>\$ 10,785,902</u>	<u>\$ 2,001,306,831</u>	<u>\$ 2,001,411,827</u>	<u>\$ 10,680,906</u>
Liabilities				
Due to other taxing units:				
Board of County Commissioners	\$ 1,814,324	\$ 670,947,013	\$ 671,509,942	\$ 1,251,395
Other governments and agencies	1,541,776	1,259,347,536	1,258,978,580	1,910,732
Due to individuals	1,122,152	55,957,884	56,110,215	969,821
Deposits - installment taxes	5,709,927	6,386,242	6,124,999	5,971,170
Other deposits	597,723	8,668,156	8,688,091	577,788
Total liabilities	<u>\$ 10,785,902</u>	<u>\$ 2,001,306,831</u>	<u>\$ 2,001,411,827</u>	<u>\$ 10,680,906</u>
<u>BUSINESS TAX AND TAG</u>				
Assets				
Cash and cash equivalents	\$ 2,952,054	\$ 98,472,980	\$ 98,920,550	\$ 2,504,484
Total assets	<u>\$ 2,952,054</u>	<u>\$ 98,472,980</u>	<u>\$ 98,920,550</u>	<u>\$ 2,504,484</u>
Liabilities				
Due to other taxing units:				
Board of County Commissioners	\$ 754,591	\$ 2,977,114	\$ 2,547,240	\$ 1,184,465
Other governments and agencies	2,186,483	95,050,281	95,923,631	1,313,133
Due to individuals	10,980	445,585	449,679	6,886
Total liabilities	<u>\$ 2,952,054</u>	<u>\$ 98,472,980</u>	<u>\$ 98,920,550</u>	<u>\$ 2,504,484</u>
<u>TOTAL - ALL AGENCY FUNDS</u>				
Assets				
Cash and cash equivalents	\$ 13,737,956	\$ 2,099,779,811	\$ 2,100,332,377	\$ 13,185,390
Total assets	<u>\$ 13,737,956</u>	<u>\$ 2,099,779,811</u>	<u>\$ 2,100,332,377</u>	<u>\$ 13,185,390</u>
Liabilities				
Due to other taxing units:				
Board of County Commissioners	\$ 2,568,915	\$ 673,924,127	\$ 674,057,182	\$ 2,435,860
Other governments and agencies	3,728,259	1,354,397,817	1,354,902,211	3,223,865
Due to individuals	1,133,132	56,403,469	56,559,894	976,707
Deposits - installment taxes	5,709,927	6,386,242	6,124,999	5,971,170
Other deposits	597,723	8,668,156	8,688,091	577,788
Total liabilities	<u>\$ 13,737,956</u>	<u>\$ 2,099,779,811</u>	<u>\$ 2,100,332,377</u>	<u>\$ 13,185,390</u>

SUPPLEMENTARY REPORTS

**Report of Independent Auditor on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with *Government Auditing Standards***

To the Honorable Scott Randolph,
Tax Collector of Orange 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 major fund and the aggregate remaining fund information of the Orange County, Florida Tax Collector (the "Tax Collector") as of and for the year ended September 30, 2016, and the related notes to the financial statements, and have issued our report thereon dated January 23, 2017 for the purpose of compliance with Section 218.39(2), Florida Statutes, and Chapter 10.550, *Rules of the Auditor General-Local Governmental Entity Audits*. We also have audited the financial statements of each of the Tax Collector's agency funds presented as other supplementary information in the accompanying combining fund financial statements as of and for the year ended September 30, 2016.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Tax Collector's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Tax Collector's internal control. Accordingly, we do not express an opinion on the effectiveness of the Tax Collector's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Tax Collector'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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 "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
January 23, 2017

Independent Auditor's Management Letter

To the Honorable Scott Randolph,
Tax Collector of Orange County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Orange County, Florida Tax Collector (the "Tax Collector") as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated January 23, 2017.

Auditor's Responsibility

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

Other Reports

We have issued our Report on Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards* and Report of Independent Accountant on Compliance with Local Government Investment Policies regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated January 23, 2017, 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 recommendations made in the preceding audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Tax Collector is a separately elected county official established pursuant to the Constitution of the State of Florida. There are no component units related to the Tax Collector.

Other Matters

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. Our comments are provided in Appendix A. We did not audit the Tax Collector's response and, accordingly, we express no opinion on it.

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

Purpose of this Letter

The purpose of this management letter is to communicate certain matters prescribed by Chapter 10.550, Rules of the Auditor General. Accordingly, this management letter is not suitable for any other purpose.

A handwritten signature in black ink, reading "Cheryl Behrman" followed by a stylized flourish.

Orlando, Florida
January 23, 2017

**ORANGE COUNTY, FLORIDA
TAX COLLECTOR**

APPENDIX A – MANAGEMENT LETTER COMMENTS

YEAR ENDED SEPTEMBER 30, 2016

FINANCE DEPARTMENT

Year-End Closing and Related Journal Entries

Comment 2016-001:

Criteria: The calculation of business tax revenue should be prepared based only on costs relevant to the business tax collection function.

Condition: The calculation of business tax revenue initially included an excel spreadsheet formula error, resulting in an overstatement of revenues and excess fees of approximately \$101,000.

Effect: Adjustments were required to revise revenue, unearned revenue and excess fees.

Cause: The excel spreadsheet for the business tax revenue contained a formula error, which was not detected prior to audit.

Recommendation: We recommend there be a formal review of all journal entries and related support, including the calculation for business tax revenue.

Management's Response: The Orange County Tax Collector has developed a process to validate all spreadsheets prior to posting. This includes a formal review by another individual of all journal entries and related supporting documentation.

**Report of Independent Accountant on Compliance
With Local Government Investment Policies**

To the Honorable Scott Randolph,
Tax Collector of Orange County, Florida:

Report on Compliance

We have examined the Orange County, Florida Tax Collector's (the "Tax Collector's") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2016. Management is responsible for the Tax Collector's compliance with those requirements. Our responsibility is to express an opinion on the Tax Collector's compliance based on our examination.

Scope

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Tax Collector's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Tax Collector's compliance with specified requirements.

Opinion

In our opinion, the Tax Collector complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.



Orlando, Florida
January 23, 2017

Comprehensive Annual Financial Report

Year Ended September 30, 2016



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