

**LIBERTY COUNTY, FLORIDA**  
**FINANCIAL STATEMENTS**  
**AND**  
**INDEPENDENT AUDITOR'S REPORT**  
**SEPTEMBER 30, 2021**

**LIBERTY COUNTY BOARD OF COUNTY COMMISSIONERS**

**SEPTEMBER 30, 2021**

**Dewayne Branch**

District 1

**Hannah Causseaux**

District 2

**Jim Johnson**

District 3

**Doyle Brown**

District 4

**Scott Phillips**

District 5

**CONSTITUTIONAL OFFICERS**

**Clerk of the Circuit Court**

Daniel Stanley

**Sheriff**

Buddy Money

**Tax Collector**

Marie Goodman

**Property Appraiser**

Cindy Walker

**Supervisor of Elections**

Grant Conyers

**LIBERTY COUNTY, FLORIDA  
FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT  
SEPTEMBER 30, 2021**

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**LIBERTY COUNTY, FLORIDA**  
**FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT**  
**SEPTEMBER 30, 2021**

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**INDEPENDENT AUDITOR’S REPORT**

The Honorable Board of County Commissioners  
and Constitutional Officers  
Liberty County, Florida

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information, and the budgetary comparison statements of Liberty County, Florida, (the “County”) as of and for the year ended September 30, 2021, and the notes to the financial statements, which collectively comprise the County’s basic financial statements as listed in the table of contents.

**Management’s Responsibility for the Financial Statements**

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

**Auditors’ Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the County’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 County’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.

**INDEPENDENT AUDITOR'S REPORT**  
*(Continued)*

**Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information, and the budgetary comparison statements of the County, at September 30, 2021, and the respective changes in financial position, and cash flows thereof, and the respective budgetary comparison of the general fund and each major fund, 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 the required supplementary information listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board (GASB), who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the County's basic financial statements. The introductory section and the combining nonmajor fund statements are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance projects, 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* of the State of Florida, is also not a required part of the basic financial statements.

The combining nonmajor fund statements and the schedule of expenditures of state financial assistance are the responsibility of management and were derived from and related directly to the underlying accounting and other records used to prepare the financial statements. This 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund statements and the schedule of state financial assistance are fairly stated in all material respects in relation to the financial statements as a whole. The introductory section has 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 it.

**INDEPENDENT AUDITOR'S REPORT**  
*(Concluded)*

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated June 30, 2022 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. 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 County's internal control over financial reporting and compliance.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, FL

**LIBERTY COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

The Management's Discussion and Analysis (MD&A) is designed to provide an objective and easy to read analysis of Liberty County, Florida's, (the "County") financial activities based on currently known facts, decisions or conditions. It is intended to provide a broad overview on the short-term and long-term analysis of the County's activities based on information presented in the financial report and fiscal policies that have been adopted by the County. The MD&A is designed to focus on significant financial issues, provide an overview of the County's financial activity, identify changes in the County's financial position (its ability to address the next and subsequent year challenges), identify any material deviations from the financial plan (the approved budget) and identify individual fund issues or concerns.

As with other sections of this financial report, the information contained within this MD&A should be considered only a part of a greater whole. The reader of this statement should take the time to read and evaluate all sections of this report, including the footnotes and other supplemental information that is provided.

**FINANCIAL HIGHLIGHTS**

**Government-wide Statements**

Total assets of the County exceeded total liabilities at the close of the 2020-21 fiscal year by \$36,221,519. The total revenue from all sources was \$17,323,281 and total expenditures for all services were \$16,821,483 for an entity-wide increase in net position of \$3,543,993.

Total *net* position is comprised of the following:

1. Capital assets, net of related debt of \$33,489,566, includes land, buildings, improvements other than buildings, vehicles, equipment, construction in progress, and infrastructure, net of accumulated depreciation, and reduced for outstanding debt related to the purchase and construction of those capital assets.
2. Net position of (\$3,525,923) of governmental net position represents the portion available to maintain the County's continuing obligation to citizens and creditors. Business-type net position available was \$340,528.

The County's total *net* position increased by \$3,492,911 in fiscal year ended September 30, 2021, with an increase of \$3,543,993 resulting from governmental activities and a decrease of 51,082 resulting from business-type activities. The major increase in net position in governmental activities is due primarily to State road paving grants which is an increase in intergovernmental revenues.

The total revenues from all sources for Governmental Funds Activities were \$17,323,281 while the total costs of all County programs were \$16,821,483.

The County's Proprietary Fund had a decrease in net position of \$41,914 prior to operating transfers out of \$9,168, which resulted in an overall decrease of net position of \$51,082.

The County's summary of Long-term Liabilities indicates an overall decrease in Long-term debt of \$155,677 with a decrease of \$137,677 for Governmental activities and a reduction of \$18,000 for Business-type activities. The County's total Long-term Debt for Governmental activities was \$5,240,096 and \$465,341 for Business-type activities at year-end.



**LIBERTY COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

The County received \$7,447,034 in Federal and State Grant Programs including \$4,870,929 in operating grants and \$2,576,105 capital grants. The County also received an additional \$7,894,589 in Federal and State shared revenues and \$1,737,922 in charges for services and other income.

**COUNTY HIGHLIGHTS**

- Hurricane Michael impacted Liberty County, Florida on October 10, 2018. Over forty county structures were damaged along with dozens of other county assets. The county sought out funding for rebuilding the county's infrastructure through means of legislative appropriations, FEMA grant, and insurance claims. The focus was to provide essential services to the citizens of the county as quickly as possible. Through the efforts of local and state governments and agencies, along with volunteers, Liberty County began to rebuild. These efforts continued into the Fiscal Year 2020-2021.
- Liberty County received \$2,295,000 through the state sponsored Hurricane Housing Revitalization Program. Funding covers mobile home replacement and rehabilitation to homes substantially damaged or destroyed from Hurricane Michael.
- Liberty County received \$1,168,347 from the US Government as a result of the Covid-19 relief bill known commonly as the CARES Act. Funding went towards Covid-19 prevention, mitigation, and response efforts, as well as rental assistance, and grants-in-aid to businesses effected by Covid-19 economic constraints.
- Liberty County received \$811,333.50 from the US Government as a result of the second round of Covid-19 relief bills known as the American Rescue Plan. Liberty County's spending plan prioritized COVID-19 mitigation efforts, replacement of lost public sector revenue, premium pay for essential workers, and investments in water.
- The County received \$50,000 from Florida Recreation Development Assistance Program (FRDAP) grant for Veterans Park. The project was completed in the County's Fiscal Year 2020-2021. The FRDAP grant provided renovations of the existing park, to include renovations on the playground equipment and facilities.
- The County received numerous Federal and State Grants that were used for the purposes of repaving roads and the construction of other capital projects. Road projects include: CR 1641, CR 333, CR 67, CR 12, Lowery Industrial Park Road, and Porter Lake Bridge Repair.
- In January 2017, County Voters, by referendum, approved passing a 0.5-cent Emergency Rescue Fire Services and Facilities Surtax. Said revenues were to be used specifically for Emergency Rescue Fire Services and Facilities within Liberty County. An Interlocal agreement was entered between the City of Bristol and Liberty County directing 20 percent of the collected sales tax revenues to the City of Bristol. The tax revenues were utilized to purchase buildings, machinery, equipment and supplies for County Fire Protection Services.
- The County collected \$2,827,294 in Ad Valorem taxes in Fiscal Year 2020-2021. This was a slight increase over the amount collected over the previous fiscal year.

**USING THIS ANNUAL REPORT**

The County's basic financial statements include 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. A brief description of the different financial statements follows.

**LIBERTY COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**Government-wide Statements  
(The Statement of Net Position and The Statement of Activities)**

The Government-wide financial statements consist of two statements, the Statement of Net Position and the Statement of Activities. The Statement of Net Position presents information on all the County's assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private sector companies, with the difference between the two reported as net position. Net position, the difference between assets and liabilities, are one way to measure the County's financial health, or financial position. Over time, increases or decreases in net position are an indicator of whether the financial health is improving or deteriorating.

The Statement of Activities presents information on all revenues and expenses of the County and shows *how* the County's net position changed during the year. Expenses by major function and program revenues relating to those functions are reported, thus presenting the net cost of all functions provided by the County. In the Statement of Activities governments report their operations as either governmental activities and/or business-type activities. All the County's basic services are considered to be governmental activities. These include general government, public safety, physical environment, transportation, economic environment, human services and culture and recreation. Property taxes, sales taxes, gas taxes and franchise fees finance most of these activities.

**Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to insure 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.

The Fund Financial Statements provide detailed information about the most significant *funds* – not the County as a whole. The Fund Financial Statements include a Balance Sheet, and a Statement of Revenues, Expenditures and Changes in Fund Balances for each major fund and aggregate nonmajor funds. The County has one Proprietary Fund, the water fund, which accounts for the activities of the County Water System. The County's two remaining types of funds, *governmental* and *fiduciary* use different accounting approaches as explained below.

- *Governmental funds* – Governmental fund presentation is presented on a sources and uses of liquid resources basis. Funds are established for various purposes and fund financial statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.
- *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.

**LIBERTY COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**Government-wide versus Fund Financial**

The Government-wide Financial Statements and the Fund Financial Statements provide different pictures of the County. All assets of the County, including buildings, land, roads and bridges are reported in the Statements of Net Position. All liabilities, including principal outstanding on notes payable, capital leases, and future employee benefits obligated but not paid by the County, are included. The Statement of Activities includes depreciation on all long-lived assets of the County, but transactions between the different functions of the County have been eliminated in order to avoid "doubling up" the revenues and expenses. The Fund Financial Statements provide a picture of the major funds of the County and a column for all nonmajor funds. In the case of government activities, outlays for long-lived assets are reported as expenditures and long-term liabilities, such as notes payable, are not included in the Fund Financial Statements. To provide a link from the Fund Financial Statements to the Government-wide Financial Statements, reconciliation is provided from the Fund Financial Statements to Government-wide Financial Statements.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, *current* assets exceed *current* liabilities by \$12,171,743 at the close of the most recent fiscal year.

By far, the largest portion of the County's net position reflects its investment in capital assets, less any related debt to acquire those assets that are still outstanding. At year-end, this amount was \$33,489,566. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. During the year, the County reduced its long-term debt by \$155,667 and incurred an additional \$6,527 as an increase in employee compensated absences payable and an increase in the landfill closure cost.

An additional portion of the County's net position represents resources that are subject to external restrictions (i.e., Florida Statutes, grant proceeds, etc.). Total restricted assets at year-end were \$6,257,876. This leaves an unrestricted balance of \$(3,185,395) of the County's net position to meet the government's ongoing obligations to citizens and creditors. There was an overall increase in net position of \$3,492,911.

The County added \$4,898,795 in capital assets. The County also incurred \$2,734,558 in depreciation expense on Governmental activities and \$180,356 on the Water System.

**LIBERTY COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Comparative Statement of Net Position

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
<b>Assets</b>						
Current and						
Other Assets	\$ 17,393,023	\$ 17,073,766	\$ 449,879	\$ 318,258	\$ 17,842,902	\$ 17,392,024
Capital Assets	33,620,009	31,455,771	2,462,410	2,642,766	36,082,419	34,098,537
<b>Total Assets</b>	<b>51,013,032</b>	<b>48,529,537</b>	<b>2,912,289</b>	<b>2,961,024</b>	<b>53,925,321</b>	<b>51,490,561</b>
Deferred						
Outflow	2,167,900	3,706,098	0	0	2,167,900	3,706,098
<b>Liabilities</b>						
Current						
Liabilities	5,543,808	5,625,227	127,351	107,004	5,671,159	5,732,231
Noncurrent						
Liabilities	5,121,071	13,186,463	447,341	465,341	5,568,412	13,651,803
<b>Total Liabilities</b>	<b>10,664,879</b>	<b>18,811,689</b>	<b>574,692</b>	<b>572,345</b>	<b>11,239,571</b>	<b>19,384,034</b>
Deferred						
Inflow	6,294,533	746,419	0	0	6,294,533	746,419
<b>Net Position</b>						
Invested in Capital Assets						
Net of Debt	33,489,566	31,156,431	1,997,070	2,159,426	35,486,636	33,315,857
Restricted	6,257,876	6,615,605	0	0	6,257,876	6,615,605
Unrestricted	(3,525,923)	(5,094,510)	340,528	229,253	(3,185,395)	(4,865,257)
<b>Total Net Position</b>	<b>\$ 36,221,519</b>	<b>\$ 32,677,527</b>	<b>\$ 2,337,598</b>	<b>\$ 2,388,679</b>	<b>\$ 38,559,117</b>	<b>\$ 35,066,205</b>

**LIBERTY COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Comparative Statement of Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program Revenues:						
Charges for Services	\$ 1,737,922	\$ 1,486,093	\$ 465,998	\$ 399,708	\$ 2,203,920	\$ 1,885,801
Operating Grants and Contributions	4,870,929	3,790,210	0	0	4,870,929	3,790,210
Capital Grants and Contributions	2,576,105	3,631,008	0	96,888	2,576,105	3,727,896
General Revenues:						
Property Taxes	2,551,301	2,324,131	0	0	2,551,301	2,324,131
Other Taxes	4,694,736	3,980,993	0	0	4,694,736	3,980,993
Other	666,889	1,097,603	0	5,941	666,889	1,103,544
Total Revenues	<u>17,097,881</u>	<u>16,310,038</u>	<u>465,998</u>	<u>502,537</u>	<u>17,563,879</u>	<u>16,812,576</u>
Expenses:						
Program Expenses:						
General Government	3,433,000	3,568,253	0	0	3,433,000	3,568,253
Public Safety	4,095,200	4,443,264	0	0	4,095,200	4,443,264
Physical Environment	1,625,405	1,445,707	0	0	1,625,405	1,445,707
Transportation	3,397,383	3,401,145	0	0	3,397,383	3,401,145
Economic Environment	14,713	55,239	0	0	14,713	55,239
Human Services	297,923	340,614	0	0	297,923	340,614
Culture and Recreation	352,788	723,607	0	0	352,788	723,607
Court-related	317,091	53,980	0	0	317,091	53,980
Water Fund	0	0	526,249	519,154	526,249	519,154
Interest on Long-term Debt	11,216	6,401	0	0	11,216	6,401
Total Expenses	<u>13,544,720</u>	<u>14,038,211</u>	<u>526,249</u>	<u>519,154</u>	<u>14,070,969</u>	<u>14,557,365</u>
Transfers	(9,168)	1,455	9,168	(1,455)	0	0
Increase in Net Position	<u>3,543,993</u>	<u>2,273,283</u>	<u>(51,082)</u>	<u>(18,072)</u>	<u>3,492,911</u>	<u>2,255,211</u>
Net Position:						
Beginning of the Year	<u>32,677,526</u>	<u>30,404,243</u>	<u>2,388,679</u>	<u>2,406,751</u>	<u>35,066,206</u>	<u>32,810,994</u>
End of the Year	<u>\$ 36,221,520</u>	<u>\$ 32,677,526</u>	<u>\$ 2,337,597</u>	<u>\$ 2,388,679</u>	<u>\$ 38,559,117</u>	<u>\$ 35,066,206</u>

**LIBERTY COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**FUND FINANCIAL ANALYSIS**

The County's overall financial position of the County improved as documented through this report, with an overall increase in total governmental fund balances of \$496,858. The County's total governmental fund balances at September 30, 2021, were \$11,968,239. Of this amount, \$5,710,363 (unassigned) may be used to meet the County's ongoing obligations to citizens and creditors.

The *General Fund* is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$5,579,195. Total expenditures including transfers out were \$8,930,753. The fund balance at year-end is sufficient to cover about 26% of the total expenditures. Industry standards suggest local governments should consider keeping up to three months (25%) of operating expenditures in reserves.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The County legally adopts a budget prior to October 1. Budget amounts are as originally adopted, or as amended in accordance with the County ordinances. There were no amendments to the budget for the Fiscal year 2021.

**CAPITAL ASSETS AND DEBT MANAGEMENT**

**Capital Assets**

The County's investment in capital assets for its governmental activities as of September 30, 2021, exceeded \$33,489,566 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, and infrastructure, net of depreciation. Major capital asset events during the current fiscal year included \$4,898,795 of additions.

See the notes to the financial statements for additional information on capital assets.

**LIBERTY COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**Long-Term Debt**

As previously stated, for the fiscal year ended September 30, 2021, the County's long-term debt consisted of bonds payable on the Water System, mortgage payable on the Hosford Fire Station, the financing of a garbage truck, the lease of a semi-truck for the Road and Bridge Department, the estimated landfill post closure costs, the liability for post-employment benefits, employee compensated absences. In addition, the most significant increase in the County's debt position, \$2,718,140 is due to the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. This statement requires governmental entities to disclose on their Statement of Net Position their portion of the unfunded liability of the pension plan. For Liberty County that is the Florida Retirement System (FRS). See the notes to the financial statements for additional information on long-term debt.

**ECONOMIC FACTORS AND FUTURE FINANCIAL CONDITION**

The County primarily relies on Ad Valorem taxes, a limited array of other taxes (sales, gasoline, etc.), state-shared revenues (mainly from Florida's sales tax collections) and fees (building permits, franchise, ambulance user charges, etc.) for its governmental activities. Revenues from these sources have not kept pace with the demand for services and the increased costs, especially in the retirement, employee health insurance and workers' compensation categories. Even though the national inflation rate was under 3% this past year, the County experienced double-digit percentage increases in the above-mentioned categories.

Other key factors impacting the County's financial condition are:

- Many Communities in Florida have realized significant decreases in the taxable value of property due to the downturn in the housing markets; Liberty County was not as affected as many of the coastal communities were. However, they were not immune to the market forces although new housing starts are up. The County is constantly trying to find ways to balance the budget and still maintain a satisfactory level of service.
- The County and the City of Bristol, with the assistance of Federal and State grant programs have made significant improvements and additions to the infrastructure of the County in the areas of road paving, emergency preparedness and the weatherization of houses. These additions have helped to maintain the taxable value of the County.

**CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives and manages. If you have questions about this report or need additional financial information, contact the Liberty County Finance Office, Highway 20, P.O. Box 399, Bristol, Florida 32321.

## **BASIC FINANCIAL STATEMENTS**



**LIBERTY COUNTY, FLORIDA**  
**STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2021**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Current Assets:			
Cash	\$ 9,829,636	\$ 0	\$ 9,829,636
Investments	4,004,695	0	4,004,695
Accounts Receivables, Net	149,652	117,993	267,645
Internal Balances	2,703,629	331,886	3,035,515
Due from Other Governments	623,643	0	623,643
Prepaid Items	81,769	0	81,769
Due from Individuals	0	0	0
<b>Total Current Assets</b>	<b>17,393,023</b>	<b>449,879</b>	<b>17,842,902</b>
Noncurrent Assets:			
Capital Assets:			
Nondepreciable	4,126,096	36,520	4,162,616
Depreciable, Net	29,493,913	2,425,890	31,919,803
<b>Total Noncurrent Assets</b>	<b>33,620,009</b>	<b>2,462,410</b>	<b>36,082,419</b>
<b>Total Assets</b>	<b>51,013,032</b>	<b>2,912,289</b>	<b>53,925,322</b>
<b>Deferred Outflows of Resources</b>			
Pension Related	2,098,838	0	2,098,838
OPEB	69,062	0	69,062
<b>Liabilities</b>			
Current Liabilities:			
Accounts Payable and Accrued Expenses	426,374	27,095	453,468
Internal Balances	3,035,515	0	3,035,515
Due to Other Governments	26,508	0	26,508
Customer Deposits	0	82,256	82,256
Unearned Revenue	1,936,386	0	1,936,386
Bonds and Notes Payable	47,812	18,000	65,812
Accrued Compensated Absences	71,213	0	71,213
Estimated Landfill Closure Costs	0	0	0
<b>Total Current Liabilities</b>	<b>5,543,808</b>	<b>127,351</b>	<b>5,671,159</b>
Noncurrent Liabilities:			
Bonds and Notes Payable	82,631	447,341	529,971
Accrued Compensated Absences	213,639	0	213,639
Estimated Landfill Closure Costs	495,497	0	495,497
Other Postemployment Benefits Obligations	1,611,164	0	1,611,164
Net Pension Liability	2,718,140	0	2,718,140
<b>Total Noncurrent Liabilities</b>	<b>5,121,071</b>	<b>447,341</b>	<b>5,568,411</b>
<b>Total Liabilities</b>	<b>10,664,879</b>	<b>574,692</b>	<b>11,239,571</b>
<b>Deferred Inflows of Resources</b>			
Pension Related	6,062,861	0	6,062,861
OPEB	231,672	0	231,672
<b>Net Position</b>			
Invested in Capital Assets, Net of Related Debt	33,489,566	1,997,070	35,486,636
Restricted	6,257,876	0	6,257,876
Unrestricted	(3,525,923)	340,528	(3,185,395)
<b>Total Net Position</b>	<b>\$ 36,221,520</b>	<b>\$ 2,337,597</b>	<b>\$ 38,559,117</b>

See accompanying notes to Financial Statements

**LIBERTY COUNTY, FLORIDA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business- Type Activities	
<b>Governmental Activities:</b>							
General Government	\$ 3,433,000	\$ 276,312	\$ 884,694	\$ 0	\$ (2,271,994)	\$ 0	\$ (2,271,994)
Public Safety	4,095,200	641,360	943,492	0	(2,510,347)	0	(2,510,347)
Physical Environment	1,625,405	495,437	2,517,232	0	1,387,264	0	1,387,264
Transportation	3,397,383	45,935	249,379	2,576,105	(525,964)	0	(525,964)
Economic Environment	14,713	0	0	0	(14,713)	0	(14,713)
Human Services	297,923	0	0	0	(297,923)	0	(297,923)
Court Related	317,091	255,734	276,132	0	214,775	0	214,775
Culture and Recreation	352,788	23,143	0	0	(329,646)	0	(329,646)
Interest on Long-term Debt	11,216	0	0	0	(11,216)	0	(11,216)
<b>Total Governmental Activities</b>	<b>13,544,720</b>	<b>1,737,922</b>	<b>4,870,929</b>	<b>2,576,105</b>	<b>(4,359,764)</b>	<b>0</b>	<b>(4,359,764)</b>
<b>Business- Type Activities</b>							
Water Fund	526,249	465,998	0	0	0	(60,250)	(60,250)
<b>Total Primary Government</b>	<b>\$ 14,070,969</b>	<b>\$ 2,203,920</b>	<b>\$ 4,870,929</b>	<b>\$ 2,576,105</b>	<b>\$ (4,359,764)</b>	<b>\$ (60,250)</b>	<b>\$ (4,420,015)</b>
<b>General Revenues</b>							
Taxes:							
Property Taxes					\$ 2,551,301	\$ 0	\$ 2,551,301
Franchise and Utility Taxes					372,136	0	372,136
Discretionary Sales Surtax					804,996	0	804,996
Local Option Gas Tax					1,507,334	0	1,507,334
Federal Payment in Lieu of Taxes					741,127	0	741,127
Sales Tax and Other Shared Revenues					1,269,142	0	1,269,142
Investment Earnings					31,863	0	31,863
Miscellaneous					630,797	0	630,797
Gain on Disposal of Assets					4,229	0	4,229
<b>Transfers</b>					(9,168)	9,168	0
<b>Total General Revenues and Transfers</b>					<b>7,903,757</b>	<b>9,168</b>	<b>7,912,925</b>
<b>Change in Net Position</b>					<b>3,543,993</b>	<b>(51,082)</b>	<b>3,492,911</b>
<b>Net Position Beginning of Year</b>					<b>32,677,527</b>	<b>2,388,679</b>	<b>35,066,206</b>
<b>Net Position End of Year</b>					<b>\$ 36,221,520</b>	<b>\$ 2,337,597</b>	<b>\$ 38,559,117</b>

See accompanying notes to Financial Statements

**LIBERTY COUNTY, FLORIDA**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2021**

	<b>General Fund</b>	<b>Transportation Fund</b>	<b>SHIP Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Assets</b>					
Cash	\$ 7,238,695	\$ 0	\$ 1,970,606	\$ 620,334	\$ 9,829,636
Investments	871,704	2,236,702	0	896,289	4,004,695
Receivables (Net)	605	0	0	149,047	149,652
Prepaid Items	81,769	0	0	0	81,769
Due from Other Funds	202,497	1,329,710	0	1,171,423	2,703,629
Due from Other Governments	415,491	102,033	0	106,118	623,643
Due from Individuals	0	0	0	0	0
<b>Total Assets</b>	<b>8,810,761</b>	<b>3,668,446</b>	<b>1,970,606</b>	<b>2,943,211</b>	<b>17,393,023</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Payables and Accrued Expenses	238,395	44,162	(20,350)	140,007	402,214
Due to Individuals	24,160	0	0	0	24,160
Internal Balances	0	0	0	0	0
Due to Other Funds	2,833,019	0	62,443	140,054	3,035,515
Due to Other Governments	4,733	0	0	21,775	26,508
Deferred Revenues	0	0	1,928,513	7,873	1,936,386
<b>Total Liabilities</b>	<b>3,100,307</b>	<b>44,162</b>	<b>1,970,606</b>	<b>309,709</b>	<b>5,424,783</b>
<b>Deferred Inflows of Resources</b>					
Unavailable Resources	0	0	0	0	0
<b>Fund Balances</b>					
Nonspendable	0	0	0	0	0
Restricted	131,258	3,624,284	0	2,502,334	6,257,876
Committed	0	0	0	0	0
Assigned	0	0	0	0	0
Unassigned	5,579,195	0	0	131,168	5,710,363
<b>Total Fund Balances</b>	<b>5,710,453</b>	<b>3,624,284</b>	<b>0</b>	<b>2,633,502</b>	<b>11,968,239</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 8,810,760</b>	<b>\$ 3,668,446</b>	<b>\$ 1,970,606</b>	<b>\$ 2,943,211</b>	<b>\$ 17,393,023</b>

See accompanying notes to Financial Statements

**LIBERTY COUNTY, FLORIDA**  
**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION**  
**GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2021**

**Total Fund Balances of Governmental Funds** \$ 11,968,239

**Amounts Reported for Governmental Activities in the Statement  
of Net Position are Different Because:**

Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. 33,620,009

Receivables that do not provide current financial resources are reported as deferred inflows of resources in the governmental funds. 0

Certain pension related amounts are being deferred and amortized over a period of years or are being deferred as contributions to the plan made after the measurement date:

Deferred Inflows Related to Pensions	(6,062,861)	
Deferred Outflows Related to Pensions	2,098,838	
Deferred Inflows Related to OPEB	(231,672)	
Deferred Outflows Related to OPEB	69,062	(4,126,633)

Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds.

Long-term liabilities at year-end consist of:

Bonds and Installment Notes Payable	(87,631)	
Lease Purchase Agreement	(42,812)	
Accrued Other Postemployment Benefits Obligation	(1,611,164)	
Accrued Compensated Absences	(284,852)	
Estimated Landfill Postclosure Costs	(495,497)	
Net Pension Liability	(2,718,140)	(5,240,096)

**Total Net Position of Governmental Activities** \$ 36,221,520

**LIBERTY COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	General Fund	Transportation Fund	SHIP Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Taxes	\$ 3,827,162	\$ 371,414	\$ 0	\$ 0	\$ 4,198,576
Licenses and Permits	32,499	0	0	0	32,499
Intergovernmental	4,555,018	3,629,493	988,067	1,537,138	10,709,716
Charges for Services	681,528	45,935	0	811,226	1,538,689
Fines and Forfeitures	19,023	0	0	162,117	181,140
Miscellaneous	520,513	9,053	2,237	130,857	662,660
<b>Total Revenues</b>	<b>9,635,743</b>	<b>4,055,895</b>	<b>990,305</b>	<b>2,641,338</b>	<b>17,323,281</b>
<b>Expenditures</b>					
Current:					
General Government	3,456,697	0	0	35,589	3,492,286
Public Safety	3,026,147	0	0	1,072,709	4,098,856
Physical Environment	77,105	0	980,674	623,889	1,681,668
Transportation	0	1,183,470	0	409,909	1,593,379
Economic Environment	16,435	0	0	0	16,435
Human Services	265,065	0	0	0	265,065
Culture and Recreation	272,705	0	0	0	272,705
Court Related	0	0	0	353,400	353,400
Debt Service:					
Principal Payments	4,887	78,188	0	54,602	137,677
Interest	4,163	4,630	0	2,423	11,216
Capital Outlay	1,391,357	3,456,584	9,630	41,224	4,898,795
<b>(Total Expenditures)</b>	<b>(8,514,561)</b>	<b>(4,722,873)</b>	<b>(990,304)</b>	<b>(2,593,745)</b>	<b>(16,821,483)</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>					
	1,121,182	(666,978)	0	47,593	501,798
<b>Other Financing Sources (Uses)</b>					
Gain on Sale of Assets	2,416	0	0	1,812	4,229
Issuance of New Debt	0	0	0	0	0
Operating Transfers in	78,855	228,444	0	462,135	769,433
Operating Transfers out	(416,192)	(60,000)	0	(302,410)	(778,602)
<b>Total Other Financing Sources (Uses)</b>	<b>(334,921)</b>	<b>168,444</b>	<b>0</b>	<b>161,537</b>	<b>(4,939)</b>
<b>Net Change in Fund Balances</b>	<b>786,261</b>	<b>(498,533)</b>	<b>0</b>	<b>209,130</b>	<b>496,858</b>
<b>Fund Balances, Beginning of Year</b>	<b>4,924,192</b>	<b>4,122,818</b>	<b>0</b>	<b>2,424,372</b>	<b>11,471,381</b>
<b>Fund Balances, End of Year</b>	<b>\$ 5,710,453</b>	<b>\$ 3,624,284</b>	<b>\$ 0</b>	<b>\$ 2,633,502</b>	<b>\$ 11,968,239</b>

See accompanying notes to Financial Statements

**LIBERTY COUNTY, FLORIDA**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**Differences in Amounts Reported for Governmental Activities in the  
Statement of Activities on Page 13:**

Net Change in Fund Balances - Total Governmental Funds. \$ 496,858

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:

Expenditures for Capital Assets	\$ 4,898,795	
Less: Current Year Depreciation	<u>(2,734,558)</u>	2,164,237

Repayment of long-term debt is reported as an expenditure in the governmental fund but as a reduction of long-term liabilities in the statement of net position. 137,677

Receivables that do not provide current financial resources are reported as Deferred inflows of resources in the governmental fund. (229,630)

Certain pension related amounts are being deferred and amortized over a period of years or are being deferred as contributions to the plan made after the measurement date:

Deferred Inflows Related to Pensions	(5,530,494)	
Deferred Outflows Related to Pensions	(1,529,565)	
Deferred Inflows Related to OPEB	(17,620)	
Deferred Outflows Related to OPEB	(8,633)	(7,086,312)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:

Compensated Absences	112,134	
Other Postemployment Benefits	57,837	
Net Pension Liability	7,897,067	
Landfill Postclosure Costs	(5,875)	<u>8,061,163</u>

**Change in Net Position of Governmental Activities \$ 3,543,993**

**LIBERTY COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes	\$ 2,772,028	\$ 2,772,028	\$ 3,827,162	\$ 1,055,134
Licenses and Permits	22,352	22,352	32,499	10,147
Intergovernmental Revenues	5,419,510	5,419,510	4,555,018	(864,492)
Fines and Forfeitures	259,980	259,980	681,528	421,548
Charges for Services	64,259	64,259	19,023	(45,236)
Miscellaneous Revenues	25,063	25,063	520,513	495,450
<b>Total Revenues</b>	<u>8,563,192</u>	<u>8,563,192</u>	<u>9,635,743</u>	<u>1,072,551</u>
<b>Expenditures</b>				
Current:				
General Government	3,510,980	3,510,980	3,456,697	(54,283)
Public Safety	4,420,525	4,420,525	3,026,147	(1,394,378)
Physical Environment	39,894	39,894	77,105	37,211
Transportation	0	0	0	0
Economic Environment	8,504	8,504	16,435	7,931
Human Services	137,144	137,144	265,065	127,921
Culture and Recreation	143,424	143,424	272,705	129,281
Debt Service:				
Principal	2,528	2,528	4,887	2,359
Interest	2,154	2,154	4,163	2,009
Capital outlay	800,704	800,704	1,391,357	590,653
<b>(Total Expenditures)</b>	<u>(9,065,857)</u>	<u>(9,065,857)</u>	<u>(8,514,561)</u>	<u>551,296</u>
<b>Excess of Revenues Over Expenditures</b>	<u>(502,665)</u>	<u>(502,665)</u>	<u>1,121,182</u>	<u>1,623,847</u>
<b>Other Financing Sources (Uses)</b>				
Gain on Sale of Assets	0	0	2,416	2,416
Operating Transfers in	78,855	78,855	78,855	(0)
Operating Transfers out	(376,596)	(376,596)	(416,192)	(39,596)
<b>Total Other Financing Sources (Uses)</b>	<u>(297,741)</u>	<u>(297,741)</u>	<u>(334,921)</u>	<u>(37,180)</u>
<b>Net Change in Fund Balance</b>	(800,406)	(800,406)	786,261	1,586,667
<b>Fund Balance, Beginning of Year</b>	<u>800,406</u>	<u>800,406</u>	<u>4,924,192</u>	<u>4,123,786</u>
<b>Fund Balance, End of Year</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,710,453</u>	<u>\$ 5,710,453</u>

See accompanying notes to Financial Statements

**LIBERTY COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - TRANSPORTATION FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes	\$ 309,624	\$ 309,624	\$ 371,414	\$ 61,790
Licenses and Permits	0	0	0	0
Intergovernmental Revenues	15,079,599	15,079,599	3,629,493	(11,450,106)
Charges for Services	76,601	76,601	45,935	(30,666)
Miscellaneous Revenues	22,578	22,578	9,053	(13,525)
<b>Total Revenues</b>	<u>15,488,402</u>	<u>15,488,402</u>	<u>4,055,895</u>	<u>(11,432,507)</u>
<b>Expenditures</b>				
Current:				
Transportation	16,232,346	16,232,346	4,640,055	(11,592,291)
Debt Service:				
Principal	121,314	121,314	78,188	(43,126)
Interest	5,486	5,486	4,630	(856)
<b>(Total Expenditures)</b>	<u>16,359,146</u>	<u>16,359,146</u>	<u>4,722,873</u>	<u>(11,636,273)</u>
<b>(Deficiency) of Revenues (Under) Expenditures</b>	<u>(870,744)</u>	<u>(870,744)</u>	<u>(666,978)</u>	<u>203,766</u>
<b>Other Financing Sources (Uses)</b>				
Gain on Sale of Assets	551,300	551,300	0	(551,300)
Issuance of New Debt	121,000	121,000	0	(121,000)
Operating Transfers in	228,444	228,444	228,444	0
Operating Transfers out	(60,000)	(60,000)	(60,000)	0
<b>Total Other Financing Sources (Uses)</b>	<u>840,744</u>	<u>840,744</u>	<u>168,444</u>	<u>(672,300)</u>
<b>Net Change in Fund Balance</b>	(30,000)	(30,000)	(498,533)	(468,533)
<b>Fund Balance, Beginning of Year</b>	<u>30,000</u>	<u>30,000</u>	<u>4,122,818</u>	<u>4,092,818</u>
<b>Fund Balance, End of Year</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,624,284</u>	<u>\$ 3,624,284</u>

See accompanying notes to Financial Statements



**LIBERTY COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - SHIP FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Licenses and Permits	0	0	0	0
Intergovernmental Revenues	2,450,000	2,450,000	988,067	(1,461,933)
Charges for Services	0	0	0	0
Miscellaneous Revenues	2,812	2,812	2,237	(575)
<b>Total Revenues</b>	<u>2,452,812</u>	<u>2,452,812</u>	<u>990,304</u>	<u>(1,462,507)</u>
<b>Expenditures</b>				
Current:				
Physical Environment	2,452,812	2,452,812	980,674	(1,472,138)
Capital Outlay	0	0	9,630	
<b>(Total Expenditures)</b>	<u>2,452,812</u>	<u>2,452,812</u>	<u>990,304</u>	<u>(1,472,138)</u>
<b>(Deficiency) of Revenues (Under) Expenditures</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>9,630</u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers in	0	0	0	0
Operating Transfers (out)	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balance</b>	0	0	0	0
<b>Fund Balance, Beginning of Year</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balance, End of Year</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

See accompanying notes to Financial Statements

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

	<b>Water Fund</b>
<b>Assets</b>	
<b>Current Assets</b>	
Accounts Receivables (Net of Allowance for Doubtful Accounts)	\$ 117,993
Due from Other Funds	331,886
Due from Other Governments	0
<b>Total Current Assets</b>	<b>449,879</b>
<b>Noncurrent Assets</b>	
Restricted Cash and Cash Equivalents	
Capital Assets:	
Land and Land Improvements	36,520
Depreciable Buildings, Property and Equipment, Net	2,425,890
<b>Total Noncurrent Assets</b>	<b>2,462,410</b>
<b>Total Assets</b>	<b>2,912,289</b>
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Accounts Payable and Accrued Liabilities	27,095
Due to Other Funds	0
<b>Total Current Liabilities</b>	<b>27,095</b>
<b>Payable from Restricted Assets</b>	
Current Portion of Long-term Obligations	18,000
Customer Deposits	82,256
<b>Total Payable from Restricted Assets</b>	<b>100,256</b>
<b>Noncurrent Liabilities</b>	
Noncurrent Portion of Long-term Obligations	447,341
<b>Total Noncurrent Liabilities</b>	<b>447,341</b>
<b>Total Liabilities</b>	<b>574,692</b>
<b>Net Position</b>	
Invested in Capital Assets, Net of Related Debt	1,997,070
Unrestricted	340,528
<b>Total Net Position</b>	<b>\$ 2,337,597</b>

See accompanying notes to Financial Statements

**LIBERTY COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**PROPRIETARY FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<b>Water Fund</b>
<b>Operating Revenues</b>	
Charges for Services	\$ 465,998
	465,998
<b>Operating Expenses</b>	
Personal Services	171,817
Electricity	30,096
Depreciation	180,356
Other Operating Expenses	120,990
<b>(Total Operating Expenses)</b>	<b>(503,258)</b>
<b>Operating (Loss)</b>	<b>(37,259)</b>
<b>Nonoperating (Expenses)</b>	
Interest Expense	(22,990)
<b>(Loss) Before Capital Grants and Operating Transfers</b>	<b>(60,249)</b>
<b>Capital Grants and Operating Transfers</b>	
Capital Grants	0
Gain on Sale of Assets	0
Transfers In	21,168
Transfers Out	(12,000)
<b>Total Capital Grants and Operating Transfers</b>	<b>9,168</b>
<b>Increase (Decrease) in Net Position</b>	<b>(51,081)</b>
<b>Net Position, Beginning of Year</b>	2,388,679
<b>Net Position, End of Year</b>	<b>\$ 2,337,597</b>

See accompanying notes to Financial Statements

**LIBERTY COUNTY, FLORIDA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<b>Water Fund</b>
<b>Cash Flows from Operating Activities</b>	
Cash Received from Customers and Others	\$ 415,998
Cash Paid to Employees	(171,817)
Cash Paid to Suppliers	(212,360)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>31,822</b>
<b>Cash Flows from Noncapital Financing Activities</b>	
Amounts Received from Other Funds	
Operating Transfers In	21,168
Operating Transfers Out	(12,000)
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<b>9,168</b>
<b>Cash Flows from Capital and Related Financing Activities</b>	
Capital Grants	0
Principal Payments on Bonds	(18,000)
Interest Payments on Bonds	(22,990)
Purchase of Fixed Assets	0
<b>Net Cash Provided by (Used in) Capital and Related Financing Activities</b>	<b>(40,990)</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>0</b>
<b>Cash and Cash Equivalents, Beginning of Year</b>	<b>0</b>
<b>Cash and Cash Equivalents, End of Year</b>	<b>0</b>
<b>Total Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities</b>	<b>0</b>
<b>Cash Flows from Operating Activities</b>	
Operating Income (Loss)	(37,259)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities	
Depreciation	180,356
Changes in Assets - Decrease (Increase) and Liabilities - Increase (Decrease):	
Accounts Receivable, Net	(75,505)
Due From Other Funds	(56,117)
Due From Other Governments	0
Accounts Payable	12,412
Customer Deposits	7,935
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>\$ 31,822</b>

See accompanying notes to Financial Statements

**LIBERTY COUNTY, FLORIDA**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**CUSTODIAL FUNDS**  
**SEPTEMBER 30, 2021**

	<b>Custodial Funds</b>
<b>Assets</b>	
Cash	\$ 235,321
Due from Other Funds	0
Due from Other Governments	0
<b>Total Assets</b>	235,321
<b>Liabilities</b>	
Deposits	56,550
Due to Individuals	16,895
Due to othe Governments	18,177
<b>Total Liabilities</b>	91,622
<b>Net Position</b>	
Restricted	0
Held for Others	143,699
<b>Total Net Position</b>	\$ 143,699

See accompanying notes to Financial Statements

**LIBERTY COUNTY, FLORIDA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**ALL CUSTODIAL FUNDS**  
**SEPTEMBER 30, 2021**

	<b>Custodial Funds</b>
<b>Additions</b>	
Funds Held for Others	\$ 2,216,318
Property Taxes Collected for Other Governments	5,116,295
<b>Total Additions</b>	7,332,613
<b>Deductions</b>	
Funds Held for Others	2,233,380
Property Taxes Collected for Other Governments	5,116,295
<b>Total Deductions</b>	7,349,675
<b>Changes in Net Position</b>	(17,062)
Net Position - Beginning of the Year Originally Stated	
Prior Period Adjustment	160,761
Net Position - Beginning of the Year Restated	160,761
<b>Net Position - End of the Year</b>	<b>\$ 143,699</b>

See accompanying notes to Financial Statements

**NOTES TO BASIC FINANCIAL STATEMENTS**

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 1 - Reporting Entity**

Liberty County, Florida, (the “County”) is a political subdivision of the State of Florida created under the Constitution of the State of Florida. The County provides services to its residents in many areas including general government, public safety, physical environment, transportation, economic environment, human services, and culture and recreation. It is governed by a five-member elected Board of County Commissioners (the “Board”), which derives its authority by Florida Statutes and regulations. In addition to the members of the Board, there are five elected Constitutional Officers: Clerk of the Circuit Court, Sheriff, Tax Collector, Property Appraiser and Supervisor of Elections. The Constitutional Officers maintain separate accounting records and budgets. The Board and Constitutional Officers provide the following services: public safety (police, fire and rescue), highways and streets, sanitation, water, health and social services, culture/recreation, public improvements, planning and zoning, and general administrative services.

In accordance with the provisions of generally accepted accounting standards, these financial statements present the financial position, results of operations, and cash flows of the applicable fund types governed by the Board of County Commissioners of Liberty County, Florida. As required by the Governmental Accounting Standards Board (GASB) Statement 14, as amended by GASB Statement 39, these financial statements include the operations of the Board and the Constitutional Officers. In addition, each Constitutional Officer has separately issued financial statements.

The accompanying financial statements present the primary government only since there are no component units for which the primary government is considered to be financially accountable.

The Board funds a portion, or in certain instances, all of the operating budgets of the County's Constitutional Officers. Florida Statutes require the applicable budget excess of the Constitutional Officers to be remitted back to the Board at the close of the fiscal year.

**Note 2 - Summary of Significant Accounting Policies**

The accounting policies of the County conform to generally accepted accounting principles (GAAP) as applicable to governments. The following is a summary of the more significant policies:

**Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: a) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.



**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 2 - Summary of Significant Accounting Policies (continued)**

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The underlying accounting system of the County is organized and operated on the basis of separate funds. A fund is a group of related accounts that are used to maintain control over resources that have been segregated for specific activities or purposes. Fund accounting is used to ensure and demonstrate compliance with legal, legislative contractual and other finance-related provisions. All of the funds of the County may be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

The County-wide General Fund is comprised of the following six sub funds: Board of County Commissioners, Clerk of the Circuit Court, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. In order to comply with the generally accepted accounting principles, the actual interfund activity has been consolidated in order to eliminate inflated amounts in the aggregate financial statements of the County-wide General Fund.

The County's major funds are reported as separate columns in the fund financial statements, and non-major funds are aggregated and presented as a single column on each statement. Fund financial statements are presented after the government-wide financial statements. A reconciliation is provided that converts the results of governmental fund accounting to the government-wide presentation.

The County's fiduciary funds are presented in the fund financial statements. Since, by definition, these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

GASB Statement 34 sets forth minimum criteria for determination of what are to be considered major funds for financial statement presentation. The County has used GASB 34 minimum criteria for major fund determination. The non-major funds are combined into one column in the respective fund financial statements.

The County reports the following major governmental funds:

- **General Fund-** The general fund is the County's primary operating fund, and the Constitutional Officers' primary operating fund. It accounts for all resources traditionally associated with governments except those required to be accounted for in another fund.
- **Transportation Fund-** This fund accounts for fuel tax revenues, charges for services and grants for the construction and maintenance of road projects to be expended for activities related to the County transportation system.
- **SHIP Fund-** This fund accounts for intergovernmental revenues given to assist low-income families with home repairs and other types of housing assistance.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 2 - Summary of Significant Accounting Policies (continued)**

The County also reports one proprietary fund, the water fund, which accounts for the activities of the County water system. In addition, the County reports a fiduciary fund, which consists of agency funds which are used to account for the collection and disbursement of monies received by the County on behalf of other governments and individuals.

The accounting policies of the County conform to generally accepted accounting principles as applicable to governments in accordance with the Government Accounting Standards Board (GASB). GASB is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The government-wide financial statements, as well as the proprietary fund financial statements, are prepared on a full accrual basis using the economic resources measurement focus. Revenues are recorded when earned and The Fiduciary Funds consist of Agency Funds only. Agency funds are prepared on a full accrual basis, but do not have a measurement focus. Basis of accounting refers to when revenues and expenditures, or expenses, are recognized in the accounts, activities and funds. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Expenses are recorded when a liability is incurred. Property taxes are recognized in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all of the eligibility requirements have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to landfill closure, compensated absences and other postemployment benefits are recorded only when payment is due.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Non-operating revenues are not related to operations and include interest income and grants. Non-operating expenses are not related to operations, such as interest expense.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 2 - Summary of Significant Accounting Policies (continued)**

**Enterprise Activities**

For enterprise activities, the County applies all applicable Governmental Accounting Standards Board (GASB) pronouncements. Additionally, the County applies pronouncements issued on or before November 30, 1989, by the Financial Accounting Standards Board (FASB) and its predecessor bodies, unless those pronouncements conflict with or contradict GASB pronouncements. Pursuant to GASB Statement No. 20, the County has elected not to apply all FASB Statements and Interpretations issued after November 30, 1989.

**Budgets and Budgetary Accounting**

The annual budget, formally adopted by the Board of County Commissioners, serves as the legal authorization for expenditures. Legal budgetary authority and control is established on a fund basis in accordance with Florida Statutes; however, operational control for management purposes is maintained during the year at the lower of the department or fund level. The adopted budget can only be changed by a budget amendment or a budget supplement. Management can transfer appropriations within a fund without the Board of County Commissioners approval unless the transfer affects a budgeted reserve.

Pursuant to Florida Statutes, budget amendments require the approval of the Board of County Commissioners whenever the effect of the amendment is to increase the total appropriations of the fund, to transfer monies between the funds, or to transfer budgeted reserve funds. The total of the estimated receipts, including balances brought forward, must equal the total of the appropriations and reserves, therefore enabling a balanced budget. During the budgeting process, budgets are prepared on a basis consistent with generally accepted accounting principles. All appropriations lapse at year-end.

The original budget is the first complete appropriated budget. The final budget is the original budget adjusted by all reserves, transfers, allocations, supplemental appropriations and other legally authorized executive changes applicable to the fiscal year, whenever legally authorized.

**Cash**

The County considers cash and cash equivalents for its statement of cash flows to include cash held in its checking and savings accounts.

**Investments**

Investments consist of certificates of deposit with original holding maturities of six months or longer. These amounts are stated at cost which approximates fair value.

**Receivables**

Receivables are shown at their net realizable value and reduced by an allowance for uncollectible accounts.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 2 - Summary of Significant Accounting Policies (continued)**

**Due from (to) Other Funds**

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

**Prepaid Items**

Certain payments to vendors are made in advance of the accounting period to which the cost related. These payments are reported under the allocation method; i.e., an asset is established at the date of the payment and subsequently amortized over the account periods and are expected to benefit from the initial payment. The Prepaid balances reported on the governmental funds balance sheet are offset by a Non-spendable fund balance classification which indicates these balances do not constitute "available resources."

**Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, right-of-ways, storm-water system, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are expensed as incurred.

Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Machinery and Equipment	5-20
Infrastructure	15-25
Plant	30
Improvements to Plant	40

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was capitalized in the enterprise fund during the current year. For assets constructed with governmental fund resources, interest during construction is not capitalized. In accordance with the provisions of GASB Statement No. 34, the County has elected not to retroactively report major infrastructure constructed prior to October 1, 2003.

**Deferred Revenues**

Deferred revenues reported in the government-wide financial statements represent unearned revenues. The deferred revenues will be recognized as revenue in the fiscal year they are earned in accordance with the accrual basis of accounting. Deferred revenues reported in governmental fund financial statements represent unearned revenues or revenues which are measurable but not available, and in accordance with the modified accrual basis of accounting, are reported as deferred revenues.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 2 - Summary of Significant Accounting Policies (continued)**

**Long-Term Obligations**

In the government-wide financial statements and the proprietary fund in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position.

**Deferred Inflows/Outflows of Resources**

Deferred inflows of resources reported on applicable governmental fund types represent revenues which are measurable but not available in accordance with the modified accrual basis of accounting. The deferred inflows will be recognized as revenue in the fiscal year they are earned or become available. Deferred outflows of resources represent consumption of net position that is applicable to a future reporting period. Deferred outflows have a positive effect on net position, similar to assets.

***Pension and OPEB Related-*** Pension related and OPEB related Deferred Inflows and Outflows represent the difference between expected and actual experience with regard to economic or demographic factors and changes to assumptions in the measurement of total pension liability, and the differences between expected and actual earnings on pension plan investments, and changes in the County's proportionate share of pension contributions. The Deferred Inflows for OPEB are represent changes in assumptions. These amounts are reported as deferred inflows and outflows of resources, to be recognized in expense over time. Also included in deferred outflows are amounts contributed to the pension plans subsequent to the measurement date. See Note 9 for more information on Pension Related Deferred Inflows and Outflows.

***Unavailable Revenues-*** Unavailable revenues are revenues which are measurable, but not available because they have not been received within the County's period of availability. These revenues are deferred and recorded as deferred outflows of resources in governmental funds financial statements.

**Compensated Absences**

Upon retirement or resignation, employees may be paid a cash benefit equal to the number of vacation hours accrued up to a maximum amount, based upon the employee's current wage rate. Upon retirement or resignation in good standing, employees are paid a portion of accumulated sick leave. These benefits, plus their related tax and retirement costs are classified as compensated absences. The portion is payable at various percentages depending on years of service and the governmental office of the employee.

Both the current and long-term portion of compensated absences are accrued and reported in the government-wide financial statements. No expenditure is reported in the government fund level statements for these amounts until payment is made. Compensated absences liability is based on current rates of pay. This is accounted for pursuant to GASB Statement No. 16, *Accounting for Compensated Absences*.

**Postemployment Benefits Other than Pension Benefits (OPEB)**

The County participates and administers an agent single-employer plan under which qualified retired employees are permitted to participate in the health insurance benefits program. Additional information on the County's OPEB liability can be found in Note 10.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 2 - Summary of Significant Accounting Policies (continued)**

**Property Taxes**

Under Florida law, the assessment of all properties and the collection of all county, municipal and school board property taxes are consolidated in the offices of the Property Appraiser and Tax Collector. The laws of the state regulating tax assessment are also designed to assure a consistent property valuation method state-wide. Florida Statutes permit counties to levy property taxes at a rate of up to 10 mills for general operations. The tax levy rate for general operations of the County for the year ended September 30, 2021, was 10 mills.

The tax levy of the County is established by the Board prior to October 1 of each year and the Property Appraiser incorporates the County mileages into the total tax levy, which includes the various municipalities, the County school board, and other taxing authorities.

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

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

On or prior to June 1, following the tax year, tax certificates are sold for all delinquent taxes on real property. After sale, tax certificates bear interest of 18% per year or at any lower rate bid by the buyer. Application for a tax deed on any unredeemed tax certificates may be made by the certificate holder after a period of two years. Unsold tax certificates are held by the County.

**Governmental Fund Balance Classifications**

Governmental fund balances are classified either as non-spendable or spendable. Spendable fund balances are further classified in a hierarchy based on the extent to which constraints are placed on the spending of these fund balances. Fund balances are reported in the governmental fund statements in the following classifications:

**Non-spendable Fund Balance**

- **Non-spendable** – This component of fund balance consists of amounts that cannot be spent because (a) they are not expected to be converted to cash or (b) they are legally or contractually required to remain intact. Examples of this classification are prepaid items.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 2 - Summary of Significant Accounting Policies (concluded)**

**Spendable Fund Balance**

- **Restricted** – This component of fund balance consists of amounts that are constrained either (a) externally by third parties, (creditors, grantors, contributors, or laws or regulations of other governments), or (b) by law through constitutional provisions or enabling legislation.
- **Committed** – This component of fund balance consists of amounts that can be used for specific purposes pursuant to constraints imposed by formal action (e.g., ordinance or resolution) of the organization’s governing authority (the “Board”). These committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (e.g., ordinance or resolution) employed to constrain those amounts.
- **Assigned** – This component of fund balance consists of amounts that are constrained by a less-than-formal action of the organization’s governing authority, or by an individual or body to whom the governing authority has delegated this responsibility. In addition, residual balances in capital projects and debt service funds are considered assigned for the general purpose of respective fund.
- **Unassigned** – This classification is used for (a) negative unrestricted fund balances in any governmental fund, or (b) fund balances within the general fund that are not restricted, committed, or assigned.
- **Flow Assumption** - When both restricted and unrestricted resources are available for use, it is the Board’s policy to use restricted resources first, then unrestricted resources (committed, assigned, and unassigned) as they are needed. When unrestricted resources (committed, assigned, and unassigned) are available for use in any governmental fund, it is the Board’s policy to use committed resources first, then assigned, and then unassigned as needed.

**Restricted Cash and Investments**

Cash and investments of \$377,585 in the landfill special revenue fund were restricted for landfill closure purposes.

**Encumbrances**

Encumbrances represent commitments in the form of purchase orders which are chargeable to an appropriation and for which a part of the appropriation is reserved. Encumbrances do not represent expenditures or liabilities. The County does not record encumbrances outstanding at year-end.

**Recently Issued and Implemented Accounting Pronouncements**

In fiscal year 2021, GASB issued Statement No. 84, *Fiduciary Activities*. This statement seeks to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The implementation of this statement resulted in changes to the County’s fiduciary financial statements.

The implementation of GASB Statement No. 84, *Fiduciary Activities*, required a prior period adjustment of \$160,761 to the prior period balance of fiduciary net position. The September 30, 2020 net position was classified as liabilities instead of fiduciary net position.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 3 - Cash Deposits and Investments**

At September 30, 2021, the carrying amount of the County's deposits was \$9,829,636. Chapter 280 of the Florida Statutes provides that qualified public depositories must maintain eligible collateral having a market value equal to 50% of the average daily balance for each month of all public deposits in excess of any applicable deposit insurance held by the depository during the twelve months immediately preceding the date of any computation of the balance. As such, the depository is not required to hold collateral in the county agency's name, nor specify which collateral is held for the county agency's benefit. The Public Deposit Security Trust Fund, as created under the laws of the State of Florida, would be required to pay the county agency for any deposits not covered by depository insurance or collateral pledged by the depository, as previously described.

**Cash Deposits**

The following is a summary of the carrying value of bank deposits and cash on hand at September 30, 2021:

Cash and Cash Equivalents:	
Cash in Checking Accounts	\$ 9,829,636
Total Cash and Cash Equivalents	<u>\$ 9,829,636</u>

**Investments**

At September 30, 2021, the County had investments in certificates of deposit held at two local banks in Bristol of \$4,004,695. Of this amount, all certificates of deposits have maturity dates of less than one year.

**Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure, or the failure of the counterparty, the government's deposits may not be returned to it, or the government may not be able to recover the value of its investments that are in the possession of an outside party.

All cash resources of the County are placed in banks that are qualified public depositories, as required by law (Florida Security for Public Deposits Act). Every qualified public depository is required by this law to deposit with the State Treasurer eligible collateral equal to, or in excess of, an amount to be determined by the State Treasurer. The State Treasurer is required to ensure that the County's funds are entirely collateralized throughout the fiscal year. In the event of failure by a qualified public depository, losses in excess of federal depository insurance and proceeds from the sale of the securities pledged by the defaulting depository are assessed against the other qualified public depositories of the same type as the depository in default.



**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 3 - Cash Deposits and Investments (concluded)**

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. At September 30, 2021, the County did not hold any investments that were considered to be an interest rate risk.

**Credit Risks**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. At September 30, 2021, the County did not hold any investments that were considered to be a credit risk.

**Custodial Risk**

For an investment, there is a risk that in the event of a bank failure or the failure of the counterparty to a transaction, the government will not be able to recover the value of its investments or collateralized securities that are in the possession of an outside party. The County's investments are excluded from the definition of custodial credit risk.

**Concentration of Credit Risk**

At September 30, 2021, the County did not hold any investments that were considered to be a concentration of credit risk.

**Note 4- Receivables**

Receivables at September 30, 2021, consist of the following:

	General Fund	Ambulance Fund	Transportation Fund	Solid Waste Fund	Water Fund	Total
Receivables:						
Gross Receivables	\$ 605	\$ 126,410	\$ 0	\$ 681,669	\$181,160	\$989,845
Allowance for Uncollectible	0	(54,259)	0	(604,774)	(63,167)	(722,200)
Total Receivables, net	<u>\$ 605</u>	<u>\$ 72,151</u>	<u>\$ 0</u>	<u>\$ 76,895</u>	<u>\$117,993</u>	<u>\$267,645</u>

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 5 – Interfund Receivables, Payables and Transfers**

Interfund balances at September 30, 2021, consisted of the following:

	<u>Due From</u>	<u>Due To</u>
General Fund	\$ 202,497	\$ 2,833,019
Transportation Fund	1,329,710	0
Other Governmental Funds	1,171,423	202,497
Water Fund	<u>331,886</u>	<u>0</u>
Total Due From/To Other Funds	<u>\$ 3,035,516</u>	<u>\$ 3,035,516</u>

The general fund has amounts due to and from Constitutional Officers, which predominantly represents the return of the excess due at the end of the fiscal year, from either budget officers or fee officers. Remaining balances resulted from the time lag between the dates that (a) interfund goods and services are provided or reimbursable expenditures occur, (b) transactions are recorded in the accounting system, and (c) payments between funds are made.

Interfund transfers for the year ended September 30, 2021, consisted of the following:

	<u>Interfund</u>	
	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 78,855	\$ 416,192
Transportation Fund	228,444	60,000
Other Governmental Funds	462,135	302,410
Water Fund	<u>21,168</u>	<u>12,000</u>
Total Interfund Transfers	<u>\$ 790,602</u>	<u>\$ 790,602</u>

The purposes of these interfund transfers were to (a) fund budgetary requirements of other funds or Constitutional Officers, (b) meet grant requirements, or (c) to meet state requirements to expend revenues that were collected in another fund.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 6 - Capital Assets**

	<b>Beginning Balance 10/1/2020</b>	<b>Increases</b>	<b>(Decreases)</b>	<b>Ending Balance 9/30/2021</b>
<b>Governmental Activities</b>				
<b>Capital Assets Not Being Depreciated:</b>				
Land	\$ 669,512	\$ 0	\$ 0	\$ 651,192
Construction in Progress	0	3,456,584	0	3,456,584
<b>Total Capital Assets Not Being Depreciated</b>	<b>669,512</b>	<b>3,456,584</b>	<b>0</b>	<b>4,107,776</b>
<b>Capital Assets Being Depreciated:</b>				
Buildings and Improvements	8,371,112	133,952	0	8,505,064
Machinery and Equipment:	9,523,430	491,183	0	10,014,613
Infrastructure	30,418,113	817,076	0	31,235,189
<b>Total Capital Assets Being Depreciated</b>	<b>48,312,655</b>	<b>1,442,211</b>	<b>0</b>	<b>49,754,866</b>
Less Accumulated Depreciation:				
Buildings and Improvements	(3,022,038)	(254,974)	0	(3,277,012)
Machinery and Equipment	(5,563,623)	(1,117,265)	0	(6,680,888)
Infrastructure	(8,940,735)	(1,362,319)	0	(10,303,054)
<b>Total Accumulated Depreciation</b>	<b>(17,526,396)</b>	<b>(2,734,558)</b>	<b>0</b>	<b>(20,260,954)</b>
<b>Total Capital Assets Being Depreciated, Net</b>	<b>30,786,259</b>	<b>(1,292,347)</b>	<b>0</b>	<b>29,493,912</b>
<b>Total Governmental Activities Capital Assets, Net</b>	<b>31,455,771</b>	<b>2,164,237</b>	<b>0</b>	<b>33,601,688</b>
<b>Business-Type Activities</b>				
<b>Capital Assets Not Being Depreciated</b>				
Land	36,520	0	0	36,520
Construction in Progress	0	0	0	0
<b>Total Capital Assets Not Being Depreciated</b>	<b>36,520</b>	<b>0</b>	<b>0</b>	<b>36,520</b>
<b>Capital Assets Being Depreciated</b>				
Plant, System and Improvements	5,651,644	0	0	5,651,644
Machinery and Equipment	12,986	0	0	12,986
<b>Total Capital Assets Being Depreciated</b>	<b>5,664,630</b>	<b>0</b>	<b>0</b>	<b>5,664,630</b>
Less Accumulated Depreciation:				
Plant, System and Improvements	(3,045,397)	(180,356)	0	(3,225,753)
Machinery and Equipment	(12,986)	0	0	(12,986)
<b>Total Accumulated Depreciation</b>	<b>(3,058,383)</b>	<b>(180,356)</b>	<b>0</b>	<b>(3,238,739)</b>
<b>Total Capital Assets Being Depreciated, Net</b>	<b>2,606,247</b>	<b>(180,356)</b>	<b>0</b>	<b>2,425,891</b>
<b>Business-Type Activities Capital Assets, Net</b>	<b>\$ 2,642,767</b>	<b>\$ (180,356)</b>	<b>\$ 0</b>	<b>\$ 2,462,411</b>
<b>Governmental Activities:</b>				
General Government				\$ 201,429
Public Safety				329,874
Physical Environment				47,460
Transportation				1,981,950
Human Services				56,060
Culture and Recreation				117,785
<b>Total Depreciation Expense</b>				<b>2,734,558</b>
<b>Business-Type Activities:</b>				
Water				180,356
<b>Total Depreciation Expense</b>				<b>\$ 2,914,914</b>

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 7 - Long-Term Debt**

**Summary of Changes in Long-Term Liabilities**

The following is a summary of changes in long-term debt for the year ended September 30, 2021:

	Balance 10/1/2020	Additions	Reductions	Balance 9/30/2021	Due Within One Year
<b>Governmental Activities:</b>					
Compensated Absences	\$ 396,986	\$ 652	\$ 112,786	\$ 284,852	\$ 71,213
Notes Payable	92,518	0	4,887	87,631	5,000
Equipment Loan	54,602	0	54,602	0	0
Equipment Lease Purchase	121,000	0	78,188	42,812	42,812
Landfill Closure Costs	489,622	5,875	0	495,497	0
Other Postemployment Benefits	1,669,001	0	57,837	1,611,164	0
Net Pension Liability	10,615,207	0	7,897,067	2,718,140	0
<b>Total Governmental Activities</b>	<b>13,438,936</b>	<b>6,527</b>	<b>8,205,367</b>	<b>5,240,096</b>	<b>119,025</b>
<b>Business-type Activities:</b>					
Bonds Payable	483,341	0	18,000	465,341	18,000
<b>Total Business-type Activities</b>	<b>483,341</b>	<b>0</b>	<b>18,000</b>	<b>465,341</b>	<b>18,000</b>
<b>Total Long-term Liabilities</b>	<b>\$ 13,922,277</b>	<b>\$ 6,527</b>	<b>\$ 8,223,367</b>	<b>\$ 5,705,437</b>	<b>\$ 137,025</b>

As much as records kept for compensated absences relate only to hours earned, used and available, the effect of changes in individual employee compensation rates on changes in the reported value of the liability for compensated absences cannot be reasonably estimated. Accordingly, only the net change in compensated absences payable is shown.

**Governmental Activities**

**Notes Payable**

During the 2003-2004 fiscal year, the County received long-term financing from the U.S. Department of Agriculture totaling \$145,000 for the Hosford Fire Station. Note Payables of \$145,000 were issued on November 18, 2004, at an interest rate of 4.5%. The bonds mature in 2034. Annual payments of \$4,000 plus interest are increasing to \$8,000 plus interest.

**Note Payable, USDA \$87,631**

**Equipment Loan Payable**

During the 2017 fiscal year, the County borrowed \$133,500 from People's South Bank (Blountstown) to purchase a garbage truck. The Note is a demand loan with five annual payments of \$28,571, beginning October 15, 2017. This loan is collateralized as a General Obligation of Liberty County.

**Balance \$0**

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 7 - Long-Term Debt (continued)**

**Lease Purchase Agreement**

The County entered into a lease purchase agreement to buy a Mack Tractor Trailer. The actual lease amount was \$126,000 but additional underwriting costs put the financing total at \$134,006. The County is scheduled to make a \$5,000 payment at signing, and four annual payments of \$32,252 starting on December 5, 2020. It has been the practice of the County to pay the lease off annually and purchase a new truck.

**Balance \$42,812**

**Business-type Activities**

**1998 Revenue Bonds**

During the 1998-1999 fiscal year, the County received long-term financing from the U.S. Department of Agriculture totaling \$717,000 for the County's Water Facilities Improvement Project. Revenue bonds of \$567,000 and \$150,000 were issued on November 20, 1998, at an interest rate of 4.75%. The net revenues of the water system are pledged to repay the bonds issued. Interest payments were due beginning September 1, 1999, and principal payments were due beginning September 1, 2001. The bonds mature in 2038.

**Bonds Payable \$465,341**

During the 2020-2021 fiscal year, interest expense for business-type activity debt totaled \$22,990, none of which was capitalized.

**Maturities of Long-Term Debt**

Governmental activities debt service requirements to maturity (excluding compensated absences, other postemployment benefits and the estimated landfill closure, post closure costs and pension liability) are as follows:

Year	Principal
2022	\$ 47,812
2023	6,000
2024	7,000
2025	8,000
2026	8,000
Thereafter	53,631
<b>Total</b>	<b>\$ 130,443</b>

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 7 - Long-Term Debt (concluded)**

Business-type activities debt service requirements to maturity are as follows:

<b>Year</b>	<b>Principal</b>
2022	\$ 18,000
2023	19,000
2024	20,000
2025	21,000
2026	22,000
Thereafter	365,341
<b>Total</b>	<b>\$ 465,341</b>

**Note 8 - Other Disclosures**

The following fund had deficit fund equity balances at September 30, 2021, in the amount shown below:

<b>Other Governmental Funds</b>	
Emergency Management	\$ (53,431)
Solid Waste	\$ (10,359)

**Note 9 – Employee Retirement Plan**

**Defined Benefit Plans**

**Plan Description**

The County participates in two defined benefit pension plans that are administered by the State of Florida, Department of Management Services, Division of Retirement. The plans provide retirement, disability and death benefits to retirees or their designated beneficiaries. Chapter 121, Florida Statutes, establishes the authority for benefit provisions. Changes to the law can only occur through an act of Florida Legislature. The State of Florida issues a publicly available financial report that includes financial statements and required supplementary information for the plans. That report may be obtained by writing to the Division of Retirement, PO Box 9000, Tallahassee, Florida, 32315-9000 or by calling (844) 377-1888.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 9 – Employee Retirement Plan (continued)**

The Florida Retirement System (FRS) Pension Plan is a cost-sharing, multi-employer defined benefit pension plan with a Deferred Retirement Option Program (DROP) available for eligible employees. FRS was established and is administered in accordance with Chapter 121, Florida Statutes. Retirees receive a lifetime pension benefit with joint and survivor payment options. FRS membership is compulsory for employees filling regularly established positions in a state agency, county agency, state university, state college, or district school board, unless restricted from FRS membership under Sections 121.053 or 121.122, Florida Statutes, or allowed to participate in a defined contribution plan in lieu of FRS membership. Participation by cities, municipalities, special districts, charter schools and metropolitan planning organizations is optional.

The Retirees' Health Insurance Subsidy (HIS) Program is a cost-sharing, multi-employer defined benefit pension plan established and administered in accordance with Section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. To be eligible to receive a HIS benefit, a retiree under a state administered retirement system must provide proof of eligible health insurance coverage, which can include Medicare.

**Benefits Provided**

Benefits under FRS are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all services, which is based on the retirement plan and/or class to which the member belonged when the service credit was earned.

Eligible retirees and beneficiaries receive a monthly HIS payment equal to the number of years of service credited at retirement multiplied by \$5. The minimum payment is \$30 and the maximum payment is \$150 per month, pursuant to Section 112.363, Florida Statutes.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 9 – Employee Retirement Plan (continued)**

**Contributions**

The contribution requirements of plan members and the County are established and may be amended by the Florida Legislature. Employees are required to contribute 3% of their salary to FRS. The County's contribution rates for the year ended September 30, 2021 were as follows:

	Year Ended June 30, 2022		Year Ended June 30, 2022	
	FRS(2)	HIS	FRS(2)	HIS
Regular Class	8.28%	1.66%	9.10%	1.66%
Elected County Officers	47.46%	1.66%	49.70%	1.66%
Senior Management	25.57%	1.66%	27.29%	1.66%
Special Risk Employee Class	22.73%	1.66%	24.17%	1.66%
DROP Plan Participants	15.26%	1.66%	16.62%	1.66%

- (1) Contribution rates are dependent upon retirement class in which reemployed.
- (2) The rates include the normal cost and unfunded actuarial liability contributions, but to not include the fee of 0.06% for administration of the FRS Investment Plan and provision of education tools.

The County's contributions for the year ended September 30, 2021, were \$726,005 to FRS and \$61,268 to HIS.

**Pension Liabilities and Pension Expense**

In its financial statements for the year ended September 30, 2021, the County reported a liability for its proportionate shares of the net pension liabilities. The net pension liabilities were measured as of June 30, 2022, and the total pension liabilities used to calculate the net pension liability were determined by actuarial valuation date July 1, 2018. The County's proportions of the net pension liabilities were based on the County's share of contributions to the pension plans relative to the contributions of all participating entities, actuarially determined.

	FRS	HIS
Net Pension Liability	\$ 1,439,572	\$ 1,278,568
Proportion at:		
Current Measurement Date	0.01905744%	0.01042324%
Prior Measurement Date	0.02145599%	0.01077708%
Pension Expense (Benefit)	\$ (102,055)	\$ 83,206



**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 9 – Employee Retirement Plan (continued)**

**Deferred Outflows/Inflows of Resources Related to Pensions**

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

	FRS	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 246,745	\$ 0
Changes of assumptions	985,027	0
Net difference between projected and actual earnings on Pension Plan Investments	0	5,022,307
Changes in proportion and differences between employer contributions and proportionate share of contributions	383,321	883,087
Employer contributions subsequent to the measurement date	209,710	0
Total	\$ 1,824,903	\$ 5,905,394

	HIS	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 42,784	\$ 536
Changes of assumptions	100,467	52,680
Net difference between projected and actual earnings on Pension Plan Investments	1,333	0
Changes in proportion and differences between employer contributions and proportionate share of contributions	122,544	104,251
Employer contributions subsequent to the measurement date	16,907	0
Total	\$ 274,035	\$ 157,467

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 9 – Employee Retirement Plan (continued)**

Deferred outflows of resources related to employer contributions paid subsequent to the measurement date and prior to the employer’s fiscal year end will be recognized as a reduction of the net pension liability in the reporting period ending September 30, 2021. Other pension related amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Measurement period ending June 30,	FRS	HIS
2022	\$ (776,932)	\$ 28,368
2023	(879,855)	10,544
2024	(1,121,597)	15,616
2025	(1,428,036)	28,442
2026	(83,881)	15,884
Thereafter	0	807
Total	\$ (4,290,301)	\$ 99,661

**Actuarial Assumptions**

The total pension liability for each of the defined benefit plans, measured as of June 30, 2022, was determined by an actuarial valuation dated July 1, 2018, using the individual entry age normal actuarial cost method and the following significant actuarial assumptions:

	FRS	HIS
Inflation	2.40%	2.40%
Salary Increase	3.25% Average, Including Inflation	3.25%
Discount Rate	6.80%	2.16%
Long-term Expected Rate of Return, Net of Investment Income	6.80%	N/A
Municipal Bond	N/A	2.16%

Mortality assumptions for both plans were based on the Generational RP-2000 with Projection Scale BB.

For both plans, the actuarial assumptions used in the valuation date June 30, 2022 were based on the results of an actuarial experience study for the period July 1, 2013, through June 30, 2018.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 9 – Employee Retirement Plan (continued)**

The following changes in key actuarial assumptions occurred in 2021:

- FRS: The long-term expected rate of return remained at 6.80% and the active member mortality assumption was updated.
- HIS: The municipal rate used to determine total pension liability was decreased from 2.21% to 2.16%.
- The long-term expected investment rate of return was not based on historical returns, but instead was based on a forward-looking capital market economic model. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. For FRS, the table below summarizes the target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class.

Asset Class	Target Allocation	Annual Arithmetic Return	Geometric Return	Standard Deviation
Cash	1%	2.1%	2.1%	1.1%
Fixed income	20%	3.8%	3.7%	3.3%
Global equity	54.2%	8.2%	6.7%	17.8%
Real estate (property)	10.3%	7.1%	6.2%	13.8%
Private equity	10.8%	11.7%	8.5%	26.4%
Strategic investments	3.4%	5.7%	5.4%	8.4%
	<u>100%</u>			
Assumed Inflation-Mean			2.4%	1.2%

**Discount Rate**

The discount rate used to measure the total pension liability for FRS was 6.80%. FRS' fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Because HIS is essentially funded on a pay-as-you-go basis, a municipal bond rate of 2.16% was used to determine the total pension liability for the program. The Bond Buyer General Obligation Bond 20-Bond Municipal Bond Index was used as the applicable municipal bond index.

**Sensitivity Analysis**

The following tables demonstrate the sensitivity of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact to the County's proportionate share of the net pension liability if the discount rate was 1% higher or 1% lower than the current discount rate.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 9 – Employee Retirement Plan (concluded)**

	FRS		
	1% Decrease	Current Discount Rate	1% Increase
Employer's proportionate share of the net pension liability	\$6,437,866	\$1,439,573	\$(2,738,440)

	HIS		
	1% Decrease	Current Discount Rate	1% Increase
Employer's proportionate share of the net pension liability	\$1,478,148	\$1,278,567	\$1,115,056

**Pension Plans' Fiduciary Net Position**

Detailed information about the pension plans' fiduciary net position is available in the State's separately issued financial reports.

**Defined Contribution Plan**

Pursuant to Chapter 121, Florida Statutes, the Florida Legislature created the Florida Retirement Investment Plan (FRS Investment Plan), a defined contribution pension plan qualified under Section 401(a) of the Internal Revenue Code. The FRS Investment Plan is an alternative available to members of the Florida Retirement System in lieu of the defined benefit plan. There is a uniform contribution rate covering both the defined benefit and defined contribution plans, depending on membership class.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 10 – Other Post-Employment Benefits (OPEB)**

**Plan Description**

Liberty County’s Retiree Health Care Plan (Plan) is a single employer defined benefit postemployment health care plan that covers eligible retired employees of the County. The Plan, which is administered by the County, allows employees who retire and meet retirement eligibility requirements under the Florida Retirement System and the Retiree Health Insurance Subsidy program administered by the State of Florida to continue medical insurance coverage as a participant in the County’s plan. For purposes of applying Paragraph 4 under Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the Plan does not meet the requirements for an OPEB plan administered through a trust.

*Employees Covered by Benefit Terms:*

At October 1, 2019, the following employees were covered by the benefit terms:

Inactive Plan Members, or Beneficiaries Currently Receiving Benefits	16
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	0
Active Plan Members	98
	114

*Benefits Provided:*

A retired employee and his or her spouse and eligible dependents are eligible to continue health insurance identical to active employees if they meet the eligibility for retirement under the applicable retirement plan. The County subsidizes health care costs for those who elect to remain covered by the Plan upon retirement. Upon reaching age 65, Medicare is assumed to become primary.

For participants hired before August 8, 2013, the County contributes the difference between the monthly premium and the Board determined active employee monthly contribution, not to exceed \$300 monthly for Employee Only Coverage and \$600 monthly for all other coverage levels. Board determined active employee monthly contribution levels are indicated in the table below:

<u>Coverage Level</u>	<u>Active Employee Monthly Contribution</u>
Employee Only	\$110
Employee + Spouse	\$280
Employee + Children	\$250
Employee + Family	\$380
One Medicare	\$110
Two Medicare	\$280

For participants hired on or after August 8, 2013, the County contributes \$5 for every year of service with the County not to exceed \$150 monthly. Effective January 1, 2018, retiring participants must be eligible for the state sponsored RHIS in order to receive any subsidy from the County.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 10 – Other Post-Employment Benefits (OPEB) (continued)**

**TOTAL OPEB LIABILITY**

The measurement date is September 30, 2021.

The measurement period for the OPEB expense was October 1, 2020 to September 30, 2021.

The reporting period is October 1, 2020 through September 30, 2021.

The County's Total OPEB Liability was measured as of September 30, 2021.

*Actuarial Assumptions:*

The Total OPEB Liability was determined by an actuarial valuation as of October 1, 2019, updated to September 30, 2021, using the following actuarial assumptions:

Inflation Rate	2.50%
Salary Increase Rate(s)	3.25%
Discount Rate	2.43%
Initial Trend Rate	7.50%
Ultimate Trend Rate	4.00%
Years to Ultimate	55

All mortality rates were based on the Pub-2010 mortality tables with fully generational improvement using Scale MP-2018. Rates are based on those outlined in Milliman's July 1, 2019 Florida Retirement System (FRS) valuation report.

Mortality – Active Lives:

For female (non-special risk) lives, the headcount-weighted PubG-2010 female below-median income employee table was used. For female special risk lives, the headcount-weighted PubS-2010 female employee table, set forward one year, was used. For male (non-special risk) lives, the headcount-weighted PubG-2010 male below-median income employee table, set back one year, was used. For male special risk lives, the headcount-weighted PubS-2010 male below-median income employee table, set forward one year, was used.

Mortality – Inactive Healthy Lives:

For female (non-special risk) lives, the headcount-weighted PubG-2010 female below-median income healthy retiree table was used. For female special risk lives, the headcount-weighted PubS-2010 female healthy retiree table, set forward one year, was used. For male (non-special risk) lives, the headcount-weighted PubG-2010 male below-median income healthy retiree table, set back one year, was used. For male special risk lives, the headcount-weighted PubS-2010 male below-median income healthy retiree table, set forward one year, was used.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 10 – Other Post-Employment Benefits (OPEB) (continued)**

Mortality – Disabled Lives:

For female (non-special risk) lives, the headcount-weighted PubG-2010 female disabled retiree table, set forward 3 years, was used. For female special risk lives, an 80% headcount-weighted PubG-2010 female disabled retiree, 20% headcount-weighted PubS-2010 female disabled retiree blended table was used. For male (non-special risk) lives, the headcount-weighted PubG-2010 male disabled retiree table, set forward 3 years, was used. For male special risk lives, an 80% headcount-weighted PubG-2010 male disabled retiree, 20% headcount-weighted PubS-2010 male disabled retiree blended table was used.

Discount Rate:

Given the County’s decision not to fund the program, all future benefit payments were discounted using a high-quality municipal bond rate of 2.43%. The high-quality municipal bond rate was based on the measurement date of the S&P Municipal Bond 20 Year High Grade Rate Index as published by S&P Dow Jones Indices. The S&P Municipal 20 Year High Grade Rate Index consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years. Eligible bonds must be rated at least AA by Standard and Poor’s Ratings Services, Aa2 by Moody’s or AA by Fitch. If there are multiple ratings, the lowest rating is used.

**CHANGE IN TOTAL OPEB LIABILITY**

	Increases and (Decreases) in Total OPEB Liability
Reporting Period Ending September 30, 2020	\$ 1,669,001
Changes for the Year:	
Service Cost	82,726
Interest	36,061
Differences between Expected and Actual Experience	0
Changes of assumptions	(42,680)
Changes of benefit terms	0
Contributions – Employer	0
Benefit Payments	(133,944)
Other Changes	0
Net Changes	(57,837)
Reporting Period Ending September 30, 2021	\$ 1,611,164

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 10 – Other Post-Employment Benefits (OPEB) (continued)**

Changes of Assumptions reflect a change in the discount rate from 2.14% for the reporting period ended September 30, 2020, to 2.43% for the reporting period ended September 30, 2021.

*Sensitivity of the Total OPEB Liability to changes in the Discount Rate:*

The following presents the Total OPEB Liability of the County, as well as what the County’s Total OPEB Liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
	1.43%	2.43%	3.43%
Total OPEB Liability (Asset)	\$1,765,832	\$1,611,164	\$1,476,109

*Sensitivity of the Total OPEB Liability to changes in the Healthcare Cost Trend Rates:*

The following presents the Total OPEB Liability of the County, as well as what the County’s Total OPEB Liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
	3.00% - 6.50%	4.00% - 7.50%	5.00% - 8.50%
Total OPEB Liability (Asset)	\$1,539,856	\$1,611,164	\$1,697,889



**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 10 – Other Post-Employment Benefits (OPEB) (concluded)**

**OPEB EXPENSE AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED  
INFLOWS OF RESOURCES RELATED TO OPEB**

For the year ended September 30, 2021, the County will recognize OPEB Expense of \$103,910.

On September 30, 2021, the County reported Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 0	\$ 43,439
Changes of Assumptions	69,062	188,233
Total	\$ 69,062	\$ 231,672

Amounts reported as Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB will be recognized in OPEB Expense as follows:

Year ended September 30:	
2022	\$ (16,427)
2023	\$ (16,427)
2024	\$ (16,427)
2025	\$ (16,427)
2026	\$ (16,427)
Thereafter	\$ (80,475)

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 11 - Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors or omissions; injuries to employees and the public, or damage to property of others. The County obtained commercial insurance against losses for the following types of risk:

- Real and Personal Property Damage
- Public Employees' Bond
- Workers' Compensation
- Automobile Liability

The County participates in the Florida Association of Counties Trust (FACT), a public entity risk pool for risks related to comprehensive general liability. The agreement provides that the financial liability of each participating county is limited to premiums and surplus contributions paid or obligations made to FACT. Aggregate coverage provided is limited to \$1,000,000 for each claim.

**Note 12 - Landfill Closure and Post Closure Costs**

The County has obtained engineering estimates of future costs to monitor its sanitary landfill site in accordance with state and federal guidelines. U.S. Environmental Protection Agency regulations and related GASB Statement No. 18 require that all municipal solid waste landfill owners account for closure and post closure costs. State and federal laws and regulations require the County to place a final cover on its landfill when closed and to perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. The landfill capacity was estimated at 100% as of September 30, 2021. For the year ending September 30, 2021, the County did not incur any closure costs that were reimbursed out of the landfill management escrow accounts. The County received a new cost estimate from their engineering firm for the landfill closure and monitoring liability as of October 30, 2020. The accrued cost for closure was \$221,383 and post closure care of \$274,114 (\$9,137 per year) for a total liability as of September 30, 2021, of \$495,497.

All amounts recognized are based on an estimate by the County's consulting engineers of the cost to perform all closure and post closure care as of October 30, 2020. Actual costs may vary due to inflation, changes in technology, or changes in laws and regulations. The County is required by state and federal laws and regulations to establish escrow accounts for closure and post closure costs of the landfill. The County is required to have the estimated cost of closure (\$221,383) and one-year monitoring of \$9,137 for a total requirement of \$230,520. The County has complied with these requirements by depositing \$321,820 into restricted landfill management escrow accounts.

**Note 13 - Commitments and Contingencies**

**Pending Litigation**

The County is a defendant in several miscellaneous lawsuits. The County's legal counsel cannot ascertain the potential liability for these lawsuits. No liability has been recorded in the financial statements for these potential liabilities.

**Commitments**

The County has several outstanding contract obligations at year end. They are all related to capital improvement type construction contracts for paving and water systems improvements.

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 14 - Grants**

The County participates in a number of federal and state grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The audits of these programs for, or including the year ended September 30, 2021, have not yet been accepted/approved by the grantors. Accordingly, the final determination of the County's compliance with applicable grant requirements will be established at a future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined, although the County expects such amounts, if any, to be immaterial.

**Note 15 - Conduit Debt Obligation**

On December 4, 2003, the County entered into an agreement with a corporation to issue industrial revenue bonds not to exceed \$30,000,000 for the construction of a solid waste disposal facility in the County. The bonds will be payable solely from the revenues derived from the loan agreement between the County and the corporation. Neither the County, nor the State of Florida, or any political subdivision thereof, will be obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as a liability in the accompanying financial statements.

**Note 16 – Fund Balance Classifications**

The following is a summary of the County's fund balance classifications and the purpose of each as of September 30, 2021:

Restricted Fund Balance:

General Fund	\$	131,258
Transportation Fund		3,624,284
Capital Transportation Fund		840,883
Landfill Fund		399,577
Voted Gas Tax Fund		274,418
Liberty Transit Fund		640,057
Emergency Management Fund		(53,431)
Public Safety		84,512
Police Training		8,752
Law Enforcement Trust		13,000
Sheriff		91,488
Clerk		210,077
		210,077

Total Restricted Fund Balance		6,257,876
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Unassigned Fund Balance:

General Fund		5,579,195
Ambulance Fund		210,141
Landfill Fund		(68,613)
Solid Waste		(10,359)
		(10,359)

Total Unassigned Fund Balance		5,710,363
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Total Fund Balance	\$	11,968,239
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**REQUIRED SUPPLEMENTAL INFORMATION**

**LIBERTY COUNTY, FLORIDA**  
**FLORIDA'S RETIREMENT SYSTEM PENSION PLAN**  
**SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**SEPTEMBER 30, 2021**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
County's Proportion of the Net Pension Liability	0.05396506%	0.02145599%	0.02110609%	0.05974024%	0.05794509%	0.058090248%	0.005113400%
County's Proportionate Share of the Net Pension Liability	\$ 4,076,447	\$ 9,299,343	\$ 7,268,446	\$ 17,994,069	\$ 17,145,653	\$ 14,667,833	\$ 6,961,137
County's Covered-Employee Payroll (FYE 9/30)	\$ 3,765,720	\$ 3,697,512	\$ 3,435,597	\$ 3,329,149	\$ 3,285,923	\$ 1,822,785	\$ 3,158,276
County's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	108.25%	251.50%	211.56%	540.50%	521.79%	804.69%	220.41%
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%

Notes to Schedule:

The amounts presented for the Net Pension Liability were determined using a measurement date of June 30.

The Covered-Employee Payroll is for the fiscal year shown.

The Schedule will build to 10 years as information becomes available.

**LIBERTY COUNTY, FLORIDA  
 FLORIDA'S RETIREMENT SYSTEM PENSION PLAN  
 SCHEDULE OF THE COUNTY'S CONTRIBUTIONS  
 SEPTEMBER 30, 2021**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually Required Contributions	\$ 726,005	\$ 712,887	\$ 654,442	\$ 575,916	\$ 547,048	\$ 523,928	\$ 523,928
Contributions in Relation to the Contractually Required Contribution	<u>(726,005)</u>	<u>(712,887)</u>	<u>(654,442)</u>	<u>(575,916)</u>	<u>(547,048)</u>	<u>(523,928)</u>	<u>(523,928)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
County's Covered-Employee Payroll	\$ 3,765,720	\$ 3,697,512	\$ 3,435,597	\$ 3,329,149	\$ 3,285,923	\$ 1,822,785	\$ 3,158,276
<b>Contributions as a Percentage of Covered-Employee Payroll</b>	19.28%	19.28%	19.05%	17.30%	16.65%	28.74%	16.59%

Notes to Schedule:

The Schedule will build to 10 years as information becomes available.

**LIBERTY COUNTY, FLORIDA**  
**HEALTH INSURANCE SUBSIDY PENSION PLAN**  
**SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE PENSION LIABILITY**  
**SEPTEMBER 30, 2021**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
County's Proportion of the Net Pension Liability	0.03934418%	0.01077708%	0.01046223%	0.01000229%	0.10362500%	0.010213904%	0.009714630%
County's Proportionate Share of the Net Pension Liability	\$ 4,826,156	\$ 1,315,864	\$ 1,170,620	\$ 1,058,653	\$ 1,108,006	\$ 1,190,388	\$ 1,016,932
County's Covered-Employee Payroll (FYE 9/30)	\$ 3,765,720	\$ 3,697,512	\$ 3,435,597	\$ 3,329,149	\$ 3,285,923	\$ 1,822,785	\$ 3,158,276
County's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	128.16%	35.59%	34.07%	31.80%	33.72%	65.31%	32.20%
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	<b>3.56%</b>	<b>3.00%</b>	<b>2.63%</b>	<b>2.15%</b>	<b>1.64%</b>	<b>0.97%</b>	<b>0.50%</b>

Notes to Schedule:

The amounts presented for the Net Pension Liability were determined using a measurement date of June 30.

The Covered-Employee Payroll is for the fiscal year shown.

The Schedule will build to 10 years as information becomes available.

**LIBERTY COUNTY, FLORIDA  
HEALTH INSURANCE SUBSIDY PENSION PLAN  
SCHEDULE OF THE COUNTY'S CONTRIBUTIONS  
SEPTEMBER 30, 2021**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually Required Contributions	\$ 61,268	\$ 62,103	\$ 58,095	\$ 54,243	\$ 54,616	\$ 54,406	\$ 41,021
Contributions in Relation to the Contractually Required Contribution	<u>(61,268)</u>	<u>(62,103)</u>	<u>(58,095)</u>	<u>(54,243)</u>	<u>(54,616)</u>	<u>(54,406)</u>	<u>(41,021)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
County's Covered-Employee Payroll	\$ 3,765,720	\$ 3,697,512	\$ 3,435,597	\$ 3,329,149	\$ 3,285,923	\$ 1,822,785	\$ 3,158,276
<b>Contributions as a Percentage of Covered-Employee Payroll</b>	1.63%	1.68%	1.69%	1.63%	1.66%	2.98%	1.30%

Notes to Schedule:

The Schedule will build to 10 years as information becomes available.



**LIBERTY COUNTY, FLORIDA  
REQUIRED SUPPLEMENTARY INFORMATION  
OTHER POST EMPLOYMENT  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**SCHEDULE OF CHANGES IN THE COUNTY'S TOTAL OPEB LIABILITY AND RELATED RATIOS**

Reporting Period Ending	09/30/2021	09/30/2020	09/30/2019	09/30/2018
Measurement Date	09/30/2020	09/30/2019	09/30/2018	09/30/2017
<b>Total OPEB Liability</b>				
Service Cost	\$ 82,726	\$ 99,428	\$ 92,600	\$ 97,854
Interest	36,061	63,384	69,733	62,354
Changes of Benefit Terms	0	0	0	0
Differences Between Expected and Actual Experience	0	(52,127)	0	0
Changes of Assumptions	(42,680)	(116,023)	94,961	(82,385)
Benefit Payments	(133,944)	(96,866)	(122,242)	(112,665)
Net Change in Total OPEB Liability	(57,837)	(102,204)	135,052	(34,842)
Total OPEB Liability – Beginning	1,669,001	1,771,205	1,636,153	1,670,995
Total OPEB Liability - Ending	\$ 1,611,164	\$ 1,669,001	\$ 1,771,205	\$1,636,153
Covered Employee Payroll	\$ 3,577,434	\$ 3,464,827	\$ 3,333,481	\$3,228,553
County's Total OPEB Liability as a Percentage of Covered Employee Payroll	45.04%	48.17%	53.13%	50.68%

**Notes to Schedule:**

Covered Employee Payroll was projected two years forward from the valuation date for the reporting period ending September 30, 2021.

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

Fiscal Year Ending September 30, 2021:	2.43%
Fiscal Year Ending September 30, 2020:	2.14%
Fiscal Year Ending September 30, 2019:	3.58%
Fiscal Year Ending September 30, 2018:	4.18%

*Benefit Payments.* The plan sponsor did not provide actual net benefits paid by the Plan for the fiscal year ending on September 30, 2021. Expected net benefit payments produced by the valuation model for the same period are shown in the table above.

**ACCOMPANYING INFORMATION**

**LIBERTY COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
ALL NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2021**

Page 1 of 4

	Special Revenue			
	Ambulance	Capital Transportation Fund	Landfill	Voted Gas Tax
<b>Assets</b>				
Cash	\$ 0	\$ 0	\$ 322,179	\$ 0
Investments	0	840,883	55,406	0
Reveivables (Net)	72,151	0	0	0
Prepaid Items	0	0	0	0
Due from Other Funds	148,215	0	0	243,945
Due from Other Governments	0	0	19,752	30,474
Due from Individuals	0	0	0	0
<b>Total Assets</b>	220,367	840,883	397,338	274,418
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable and Accrued Expenses	2,353	0	4,760	0
Due to Individuals	0	0	0	0
Due to Other Funds	0	0	68,613	0
Due to Other Governments	0	0	0	0
Deferred Revenues	7,873	0	0	0
<b>Total Liabilities</b>	10,226	0	73,374	0
<b>Deferred Inflows of Resources</b>				
Unavailable Revenues	0	0	0	0
<b>Fund Balances</b>				
Nonspendable	0	0	0	0
Restricted	0	840,883	392,577	274,418
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	210,141	0	(68,613)	0
<b>Total Fund Balances</b>	210,141	840,883	323,964	274,418
<b>Total Liabilities and Fund Balances</b>	\$ 220,367	\$ 840,883	\$ 397,338	\$ 274,418

**LIBERTY COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
ALL NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2021**

Page 2 of 4

	<b>Special Revenue</b>			
	<b>Liberty Transit</b>	<b>Emergency Management</b>	<b>Public Safety 911</b>	<b>Solid Waste</b>
<b>Assets</b>				
Cash	\$ 0	\$ 0	\$ 0	\$ 0
Investments	0	0	0	0
Reveivables (Net)	0	0	0	76,895
Prepaid Items	0	0	0	0
Due from Other Funds	626,210	0	131,301	0
Due from Other Governments	16,995	(2,834)	9,024	0
Due from Individuals	0	0	0	0
<b>Total Assets</b>	<b>643,205</b>	<b>(2,834)</b>	<b>140,325</b>	<b>76,895</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable and Accrued Expenses	3,147	1,414	55,813	64,998
Due to Individuals	0	0	0	0
Due to Other Funds	0	49,184	0	22,257
Due to Other Governments	0	0	0	0
Deferred Revenues	0	0	0	0
<b>Total Liabilities</b>	<b>3,147</b>	<b>50,597</b>	<b>55,813</b>	<b>87,254</b>
<b>Deferred Inflows of Resources</b>				
Unavailable Revenues	0	0	0	0
<b>Fund Balances</b>				
Nonspendable	0	0	0	0
Restricted	640,057	(53,431)	84,512	0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	(10,359)
<b>Total Fund Balances</b>	<b>640,057</b>	<b>(53,431)</b>	<b>84,512</b>	<b>(10,359)</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 643,205</b>	<b>\$ (2,834)</b>	<b>\$ 140,325</b>	<b>\$ 76,895</b>

**LIBERTY COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
ALL NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2021**

Page 3 of 4

	<b>Special Revenue</b>			
	<b>Police Training</b>	<b>Law Enforcement Trust</b>	<b>Sheriff Special Revenue</b>	<b>Clerk of the Circuit Court Court Related</b>
<b>Assets</b>				
Cash	\$ 0	\$ 0	\$ 91,488	\$ 3,964
Investments	0	0	0	0
Reveivables (Net)	0	0	0	0
Prepaid Items	0	0	0	0
Due from Other Funds	8,752	13,000	0	0
Due from Other Governments	0	0	0	18,558
Due from Individuals	0	0	0	0
<b>Total Assets</b>	<b>8,752</b>	<b>13,000</b>	<b>91,488</b>	<b>22,522</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable and Accrued Expenses	0	0	0	747
Due to Individuals	0	0	0	0
Due to Other Funds	0	0	0	0
Due to Other Governments	0	0	0	21,775
Deferred Revenues	0	0	0	0
<b>Total Liabilities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>22,522</b>
<b>Deferred Inflows of Resources</b>				
Unavailable Revenues	0	0	0	0
<b>Fund Balances</b>				
Nonspendable	0	0	0	0
Restricted	8,752	13,000	91,488	0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
<b>Total Fund Balances</b>	<b>8,752</b>	<b>13,000</b>	<b>91,488</b>	<b>0</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 8,752</b>	<b>\$ 13,000</b>	<b>\$ 91,488</b>	<b>\$ 22,522</b>

**LIBERTY COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
ALL NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2021**

*Page 4 of 4*

	<u>Special Revenue</u>		<b>Total Nonmajor Governmental Funds</b>
	<b>Clerk of the Circuit Court Child Support</b>	<b>Clerk of the Circuit Court Modernization</b>	
<b>Assets</b>			
Cash	\$ 154,033	\$ 48,670	\$ 620,334
Investments	0	0	896,289
Reveivables (Net)	0	0	149,047
Prepaid Items	0	0	0
Due from Other Funds	0	0	1,171,423
Due from Other Governments	14,149	0	106,118
Due from Individuals	0	0	0
<b>Total Assets</b>	<u>168,182</u>	<u>48,670</u>	<u>2,943,211</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable and Accrued Expenses	3,950	2,825	140,007
Due to Individuals	0	0	0
Due to Other Funds	0	0	140,054
Due to Other Governments	0	0	21,775
Deferred Revenues	0	0	7,873
<b>Total Liabilities</b>	<u>3,950</u>	<u>2,825</u>	<u>309,709</u>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenues	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>			
Nonspendable	0	0	0
Restricted	164,232	45,845	2,502,334
Committed	0	0	0
Assigned	0	0	0
Unassigned	0	0	131,168
<b>Total Fund Balances</b>	<u>164,232</u>	<u>45,845</u>	<u>2,633,502</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 168,182</u>	<u>\$ 48,670</u>	<u>\$ 2,943,211</u>

**LIBERTY COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2021**

*Page 1 of 4*

	Special Revenue			
	Ambulance	Capital Transportation Fund	Landfill	Voted Gas Tax
	Ambulance	Capital Transportation Fund	Landfill	Voted Gas Tax
<b>Revenues</b>				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Licenses and Permits	0	0	0	0
Intergovernmental	323	0	92,457	352,235
Charges for Services	268,676	0	8,693	0
Fines and Forfeitures	0	0	0	0
Miscellaneous	125	5,159	3,074	0
<b>Total Revenues</b>	269,125	5,159	104,224	352,235
<b>Expenditures</b>				
Current:				
General Government	0	0	0	0
Public Safety	487,670	0	0	0
Physical Environment	0	0	168,909	0
Transportation	0	0	0	0
Economic Environment	0	0	0	0
Human Services	0	0	0	0
Culture and Recreation	0	0	0	0
Court Related	0	0	0	0
Debt Service:				
Principal Payments	0	0	54,602	0
Interest	0	0	2,423	0
Capital Outlay	0	0	0	0
<b>(Total Expenditures)</b>	(487,670)	0	(225,934)	0
<b>(Deficiency) Excess of Revenues (Under)</b>				
<b>Over Expenditures</b>	(218,546)	5,159	(121,710)	352,235
<b>Other Financing Sources (Uses)</b>				
Gain on Sale of Asset	855	0	0	0
Issuance of New Debt	0	0	0	0
Operating Transfers in	246,294	0	114,723	0
Operating Transfers out	0	0	0	(285,555)
<b>Total Other Financing Sources (Uses)</b>	247,149	0	114,723	(285,555)
<b>Net Change in Fund Balances</b>	28,604	5,159	(6,987)	66,680
<b>Fund Balances, Beginning of Year</b>	181,537	835,725	330,951	207,739
<b>Fund Balances, End of Year</b>	\$ 210,141	\$ 840,883	\$ 323,964	\$ 274,418

**LIBERTY COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2021**

*Page 2 of 4*

	<b>Special Revenue</b>			
	<b>Liberty Transit</b>	<b>Emergency Management</b>	<b>Public Safety 911</b>	<b>Solid Waste</b>
<b>Revenues</b>				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Licenses and Permits	0	0	0	0
Intergovernmental	349,268	119,491	336,426	0
Charges for Services	47,112	0	0	486,744
Fines and Forfeitures	0	0	0	0
Miscellaneous	2,302	24,675	0	0
<b>Total Revenues</b>	<b>398,682</b>	<b>144,166</b>	<b>336,426</b>	<b>486,744</b>
<b>Expenditures</b>				
Current:				
General Government	0	0	0	0
Public Safety	0	169,868	323,529	0
Physical Environment	0	0	0	454,980
Transportation	409,909	0	0	0
Economic Environment	0	0	0	0
Human Services	0	0	0	0
Culture and Recreation	0	0	0	0
Court Related	0	0	0	0
Debt Service:				
Principal Payments	0	0	0	0
Interest	0	0	0	0
Capital Outlay	25,817	2,780	12,627	0
<b>(Total Expenditures)</b>	<b>(435,726)</b>	<b>(172,648)</b>	<b>(336,155)</b>	<b>(454,980)</b>
<b>(Deficiency) Excess of Revenues (Under)</b>				
<b>Over Expenditures</b>	<b>(37,044)</b>	<b>(28,482)</b>	<b>270</b>	<b>31,764</b>
<b>Other Financing Sources (Uses)</b>				
Gain on Sale of Asset	957	0	0	0
Issuance of New Debt	0	0	0	0
Operating Transfers in	57,111	9,249	10,000	24,758
Operating Transfers out	0	0	0	(16,855)
<b>Total Other Financing Sources (Uses)</b>	<b>58,068</b>	<b>9,249</b>	<b>10,000</b>	<b>7,903</b>
<b>Net Change in Fund Balances</b>	<b>21,024</b>	<b>(19,233)</b>	<b>10,270</b>	<b>39,667</b>
<b>Fund Balances, Beginning of Year</b>	<b>619,033</b>	<b>(34,198)</b>	<b>74,242</b>	<b>(50,026)</b>
<b>Fund Balances, End of Year</b>	<b>\$ 640,057</b>	<b>\$ (53,431)</b>	<b>\$ 84,512</b>	<b>\$ (10,359)</b>



**LIBERTY COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2021**

*Page 3 of 4*

	<b>Special Revenue</b>			
	<b>Police Training</b>	<b>Law Enforcement Trust</b>	<b>Sheriff Special Revenue</b>	<b>Clerk of the Circuit Court Court Related</b>
<b>Revenues</b>				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Licenses and Permits	0	0	0	0
Intergovernmental	0	0	0	195,246
Charges for Services	0	0	0	0
Fines and Forfeitures	2,547	2,206	0	157,364
Miscellaneous	0	0	94,731	790
<b>Total Revenues</b>	<b>2,547</b>	<b>2,206</b>	<b>94,731</b>	<b>353,400</b>
<b>Expenditures</b>				
Current:				
General Government	0	0	0	0
Public Safety	0	0	91,642	0
Physical Environment	0	0	0	0
Transportation	0	0	0	0
Economic Environment	0	0	0	0
Human Services	0	0	0	0
Culture and Recreation	0	0	0	0
Court Related	0	0	0	353,400
Debt Service:				
Principal Payments	0	0	0	0
Interest	0	0	0	0
Capital Outlay	0	0	0	0
<b>(Total Expenditures)</b>	<b>0</b>	<b>0</b>	<b>(91,642)</b>	<b>(353,400)</b>
<b>(Deficiency) Excess of Revenues (Under)</b>				
<b>Over Expenditures</b>	<b>2,547</b>	<b>2,206</b>	<b>3,089</b>	<b>0</b>
<b>Other Financing Sources (Uses)</b>				
Gain on Sale of Asset	0	0	0	0
Issuance of New Debt	0	0	0	0
Operating Transfers in	0	0	0	0
Operating Transfers out	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Change in Fund Balances</b>	<b>2,547</b>	<b>2,206</b>	<b>3,089</b>	<b>0</b>
<b>Fund Balances, Beginning of Year</b>	<b>6,205</b>	<b>10,793</b>	<b>88,399</b>	<b>0</b>
<b>Fund Balances, End of Year</b>	<b>\$ 8,752</b>	<b>\$ 13,000</b>	<b>\$ 91,488</b>	<b>\$ 0</b>

**LIBERTY COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2021**

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	<u>Special Revenue</u>		<u>Total Nonmajor Governmental Funds</u>
	<u>Clerk of the Circuit Court Child Support</u>	<u>Clerk of the Circuit Court Modernization</u>	
<b>Revenues</b>			
Taxes	\$ 0	\$ 0	\$ 0
Licenses and Permits	0	0	0
Intergovernmental	80,886	10,807	1,537,138
Charges for Services	0	0	811,226
Fines and Forfeitures	0	0	162,117
Miscellaneous	0	0	130,857
<b>Total Revenues</b>	<u>80,886</u>	<u>10,807</u>	<u>2,641,338</u>
<b>Expenditures</b>			
Current:			
General Government	35,589	0	35,589
Public Safety	0	0	1,072,709
Physical Environment	0	0	623,889
Transportation	0	0	409,909
Economic Environment	0	0	0
Human Services	0	0	0
Culture and Recreation	0	0	0
Court Related	0	0	353,400
Debt Service:			
Principal Payments	0	0	54,602
Interest	0	0	2,423
Capital Outlay	0	0	41,224
<b>(Total Expenditures)</b>	<u>(35,589)</u>	<u>0</u>	<u>(2,593,745)</u>
<b>(Deficiency) Excess of Revenues (Under)</b>			
<b>Over Expenditures</b>	<u>45,297</u>	<u>10,807</u>	<u>47,593</u>
<b>Other Financing Sources (Uses)</b>			
Gain on Sale of Asset	0	0	1,812
Issuance of New Debt	0	0	0
Operating Transfers in	0	0	462,135
Operating Transfers out	0	0	(302,410)
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>161,537</u>
<b>Net Change in Fund Balances</b>	45,297	10,807	209,130
<b>Fund Balances, Beginning of Year</b>	118,935	35,038	2,424,372
<b>Fund Balances, End of Year</b>	<u>\$ 164,232</u>	<u>\$ 45,845</u>	<u>\$ 2,633,502</u>

**LIBERTY COUNTY, FLORIDA**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**ALL CUSTODIAL FUNDS**  
**SEPTEMBER 30, 2021**

*Page 1 of 2*

<b>Clerk of the Courts</b>				
	<b>General Agency</b>	<b>Domestic Relations</b>	<b>Registry of Court</b>	<b>Cash Bond</b>
<b>Assets</b>				
Cash	\$ 36,651	\$ 79	\$ 37,585	\$ 12,822
Due from Other Funds	0	0	0	0
Due from Other Governments	0	0	0	0
<b>Total Assets</b>	<b>36,651</b>	<b>79</b>	<b>37,585</b>	<b>12,822</b>
 <b>Liabilities</b>				
Deposits	0	0	0	0
Due to Individuals	98	79	0	0
Due to othe Governments	17,560	0	528	89
<b>Total Liabilities</b>	<b>17,658</b>	<b>79</b>	<b>528</b>	<b>89</b>
 <b>Net Position</b>				
Restricted	0	0	0	0
Held for Others	18,993	0	37,057	12,733
<b>Total Net Position</b>	<b>\$ 18,993</b>	<b>\$ 0</b>	<b>\$ 37,057</b>	<b>\$ 12,733</b>

**LIBERTY COUNTY, FLORIDA**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**ALL CUSTODIAL FUNDS**  
**SEPTEMBER 30, 2021**

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	<b>Sheriff</b>			<b>Tax Collector</b>	<b>Totals</b>
	<b>Individual Depository</b>	<b>Suspense</b>	<b>Inmate Trust</b>	<b>Tax and Tag</b>	
<b>Assets</b>					
Cash	\$ 958	\$ 9,080	\$ 65,836	\$ 72,310	\$ 235,321
Due from Other Funds	0	0	0	0	0
Due from Other Governments	0	0	0	0	0
<b>Total Assets</b>	958	9,080	65,836	72,310	235,321
<b>Liabilities</b>					
Deposits	0	0	0	56,550	56,550
Due to Individuals	958	0	0	15,760	16,895
Due to othe Governments	0	0	0	0	18,177
<b>Total Liabilities</b>	958	0	0	72,310	91,622
<b>Net Position</b>					
Restricted	0	0	0	0	0
Held for Others	0	9,080	65,836	0	143,699
<b>Total Net Position</b>	\$ 0	\$ 9,080	\$ 65,836	\$ 0	\$ 143,699

**LIBERTY COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**ALL CUSTODIAL FUNDS**  
**SEPTEMBER 30, 2021**

*Page 1 of 2*

	<b>Clerk of the Courts</b>		
	<b>General Agency</b>	<b>Domestic Relations</b>	<b>Registry of Court</b>
<b>Additions</b>			
Funds Held for Others	\$ 723,269	\$ 5,677	\$ 48,835
Property Taxes Collected for Other Governments	0	0	0
<b>Total Additions</b>	723,269	5,677	48,835
 <b>Deductions</b>			
Funds Held for Others	720,429	5,700	45,128
Property Taxes Collected for Other Governments	0	0	0
<b>Total Deductions</b>	720,429	5,700	45,128
 <b>Changes in Net Position</b>	2,840	(23)	3,707
 Net Position - Beginning of the Year Originally Stated			
Prior Period Adjustment	16,153	23	33,350
Net Position - Beginning of the Year Restated	16,153	23	33,350
 <b>Net Position - End of the Year</b>	\$ 18,993	\$ 0	\$ 37,057

**LIBERTY COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**ALL CUSTODIAL FUNDS**  
**SEPTEMBER 30, 2021**

*Page 2 of 2*

<u>Cash</u> <u>Bond</u>	<u>Sheriff</u>			<u>Tax Collector</u>	<u>Totals</u>
	<u>Individual</u> <u>Depository</u>	<u>Suspense</u>	<u>Inmate</u> <u>Trust</u>	<u>Tax and Tag</u>	
\$ 4,663	\$ 5,287	\$ 0	\$ 149,513	\$ 1,279,074	\$ 2,216,318
0	0	0	0	5,116,295	5,116,295
<u>4,663</u>	<u>5,287</u>	<u>0</u>	<u>149,513</u>	<u>6,395,369</u>	<u>7,332,613</u>
5,889	5,287	0	171,873	1,279,074	2,233,380
0	0	0	0	5,116,295	5,116,295
<u>5,889</u>	<u>5,287</u>	<u>0</u>	<u>171,873</u>	<u>6,395,369</u>	<u>7,349,675</u>
(1,226)	0	0	(22,360)	0	(17,062)
13,959	0	9,080	88,196	0	160,761
<u>13,959</u>	<u>0</u>	<u>9,080</u>	<u>88,196</u>	<u>0</u>	<u>160,761</u>
<u>\$ 12,733</u>	<u>\$ 0</u>	<u>\$ 9,080</u>	<u>\$ 65,836</u>	<u>\$ 0</u>	<u>\$ 143,699</u>

## **COMPLIANCE SECTION**

**LIBERTY COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDING SEPTEMBER 30, 2021**

<b>Federal and State Grantor</b>	<b>CFDA /</b>		<b>Program</b>	
<b>Pass Through Grantor / Program Title</b>	<b>CSFA</b>	<b>Grant I.D.</b>	<b>Award</b>	<b>Federal</b>
<b><u>Federal Awards</u></b>	<b>Number</b>	<b>Number</b>	<b>Amount</b>	<b>Expenditures</b>
<b>U.S. Department of Agriculture</b>				
Pass through Florida Department of Agriculture and Consumer Services				
Schools and Roads-Grants to States	10.665	N/A	\$ 441,869	\$ 335,169
<b>Total U.S. Department of Agriculture</b>			<u>441,869</u>	<u>335,169</u>
<b>U.S. Department of Interior</b>				
Federal Payment in Lieu of Taxes (Secure Rural Schools)				
	15.226	N/A	385,958	385,958
<b>Total U.S. Department of Interior</b>			<u>385,958</u>	<u>385,958</u>
<b>U.S. Department of Justice</b>				
Pass through Florida Office of the Attorney General				
Victims of Crime Act	16.575	V00709	78,609	70,316
STOP Grant	16.588	LN114	81,258	56,507
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2020-JAGC-LIBE-2-N2-193	88,600	16,231
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2021-JAGC-LIBE-2-Y5-176	16,470	16,470
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2021-JAGD-LIBE-1-4R-014	521	521
SMART Grant	16.750		57,200	57,200
<b>Total U.S. Department of Justice</b>			<u>322,658</u>	<u>217,245</u>
<b>U.S. Department of Transportation</b>				
Pass through Florida Department of Transportation				
Formula Grants for Rural Areas	20.509	G1L83	163,974	76,017
Formula Grants for Rural Areas	20.509	G1T06	209,804	70,984
<b>Total U.S. Department of Transportation</b>			<u>373,778</u>	<u>147,001</u>



**LIBERTY COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDING SEPTEMBER 30, 2021**

Federal and State Grantor	CFDA / CSFA	Grant I.D.	Program Award	Federal
<u>Pass Through Grantor / Program Title</u>	<u>Number</u>	<u>Number</u>	<u>Amount</u>	<u>Expenditures</u>
<i><b>Federal Awards (continued)</b></i>				
<b>U.S. Department of Treasury</b>				
Pass through Florida Governor-Cares Act				
Cares Act Ambulance Patient CHAMPVA	21.019	Y2316	1,457,708	1,085,514
<b>Total U.S. Department of Treasury</b>			<u>1,457,708</u>	<u>1,085,514</u>
<b>U.S. Department of Health and Human Services</b>				
Pass through Florida Department of Revenue				
Child Support Enforcement	93.563	CSU39	12,500	238
Child Support Enforcement (Title IV-D)	93.563	COC39	130,758	130,758
<b>Total U.S. Department of Health and Human Services</b>			<u>143,258</u>	<u>130,996</u>
<b>U.S. Department of Homeland Security</b>				
Pass through Florida Division of Emergency Management				
Disaster Grants-Public Assistance	97.036	Z0847-HURRICANE MICHAEL	-	53,514
Disaster Grants-Public Assistance	97.036	Z2585-HURRICANE SALLY	102,314	102,314
Emergency Management Performance Grant	97.036	Z2586	0	2,985
Emergency Management Performance Grant	97.042	G0188	40,117	40,117
Emergency Management Performance Grant	97.042	G0201	7,840	7,840
<b>Total U.S. Department of Homeland Security</b>			<u>150,271</u>	<u>206,770</u>
<b>Total Federal Awards</b>			<u>\$ 3,275,500</u>	<u>\$ 2,508,653</u>

**LIBERTY COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Federal and State Grantor Pass Through Grantor / Program Title	CFDA / CSFA Number	Grant I.D. Number	Program Award Amount	Federal Expenditures
<i>State Financial Assistance</i>				
<b>Florida Executive Office of the Governor</b>				
Emergency Management Programs	31.063	A0144	105,806	105,779
<b>Total Florida Executive Office of the Governor</b>			105,806	105,779
<b>Florida Department of Environmental Protection</b>				
Small County Solid Waste	37.012	SC121	93,750	93,750
<b>Total Florida Department of Environmental Protection</b>			93,750	93,750
<b>Florida Department of Economic Opportunity</b>				
Hurricane Michael Restoration	40.038	DL013	825,000	358,787
<b>Total Florida Department of Economic Opportunity</b>			825,000	358,787
<b>Florida Housing Finance Corporation</b>				
State Housing Initiatives Partnership Program (SHIP)	40.901		350,000	0
<b>Total Florida Housing Finance Corporation</b>			350,000	0
<b>Florida Department of Agriculture and Consumer Services</b>				
Mosquito Control Grant	42.003	26478	36,960	36,960
<b>Total Florida Department of Agriculture and Consumer Services</b>			36,960	36,960

**LIBERTY COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Federal and State Grantor Pass Through Grantor / Program Title	CFDA / CSFA Number	Grant I.D. Number	Program Award Amount	Federal Expenditures
<i>State Financial Assistance (continued)</i>				
<b>Florida Department of State</b>				
State Aid to Libraries	45.030	21-ST-44	52,385	52,385
<b>Total Florida Department of State</b>			52,385	52,385
<b>Florida Department of Transportation</b>				
Commission for the Transportation Disadvantaged	55.001	G1P84	25,817	25,817
Commission for the Transportation Disadvantaged	55.001	G1O09	267,952	191,593
Commission for the Transportation Disadvantaged	55.001	G1X51	235,085	16,995
Sub-total for CFDA 55.001			528,854	234,405
Small County Road Assistance Program (SCRAP) (CR Talquin)	55.016	G1G65	141,484	47,486
Small County Road Assistance Program (SCRAP) (CR Talquin)	55.016	G1H76	2,001,912	73,523
Small County Road Assistance Program (SCRAP) (CR 1641)	55.016	G1B79	103,817	36,403
Small County Road Assistance Program (SCRAP) (CR 1641)	55.016	G1B47	5,726,165	181,901
Small County Road Assistance Program (SCRAP) (CR 333)	55.016	G1B48	1,626,092	1,278,578
Sub-total for CFDA 55.016			9,599,470	1,617,891
<b>Total Florida Department of Transportation</b>			10,128,324	1,852,296

**LIBERTY COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Federal and State Grantor Pass Through Grantor / Program Title	CFDA / CSFA Number	Grant I.D. Number	Program Award Amount	Federal Expenditures
<i>State Financial Assistance (continued)</i>				
<b>Florida Department of Management Services</b>				
Wireless 911 Emergency Telephone System	72.001	19-10-16	97,474	97,474
PSAP Physical Security Upgrade	72.002	S15-20-06-11	12,627	12,627
MEVO Services	72.003	S15-20-06-10	3,240	3,240
<b>Total Florida Department of Management Services</b>			113,341	113,341
<b>Total State Financial Assistance</b>			11,705,566	2,613,298
<b>Total State and Federal Financial Assistance</b>			\$ 14,981,066	\$ 5,121,951

**LIBERTY COUNTY, FLORIDA**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**Note 1 - General**

The accounting policies and presentation of the accompanying schedule of expenditures of federal awards and state financial assistance of Liberty County, Florida (the "County"). Have been designed to conform with generally accepted accounting principles applicable to governmental units. The information in these schedules is presented in accordance with the requirement of Title 2 U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards (Uniform Guidance), and Chapter 10.550, *Rules of the Auditor General* of the State of Florida.

**Note 2 - Basis of Presentation**

The accompanying schedule of expenditures of federal awards and state financial assistance projects includes the federal and state award activity of Liberty County, Florida, and is presented using the same basis of accounting as the fund in which the grant is recorded, generally the accrual or modified accrual basis of accounting, as described in Note 2 to the County's financial statements.

**Note 3 - Contingencies**

Grant monies received and disbursed by the County are for specific purposes and are subject to review by grantor agencies. Such audits may result in requests for reimbursements due to disallowances of expenditures. Based upon prior experience, the County does not believe that such disallowances, if any, would have a material effect on the financial position of the County.

## **OTHER REPORTS**

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL 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**

The Honorable Board of County Commissioners  
and Constitutional Officers  
Liberty County, Florida

**Report on Compliance for Each Major Federal Program and State Financial Assistance Project**

We have audited Liberty County, Florida’s (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 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, 2021. The County’s major federal programs and major state financial assistance projects are identified in the summary of auditors’ results section of the accompanying Schedule of Findings and Questioned Costs.

**Management’s Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs and state projects.

**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 audit requirements of Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards* (Uniform Guidance); and Chapter 10.550, *Rules of the Auditor General*. Those standards, Uniform Guidance and Chapter 10.550 Rules of the Florida 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 program and major state financial assistance project. However, our audit does not provide a legal determination of the County’s compliance with those requirements.

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL 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 (Continued)**

**Opinion on the Major Federal Program and State Financial Assistance Projects**

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs or major state financial assistance projects for the year ended September 30, 2021.

**Report on Internal Control over Compliance**

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

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or state 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* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over 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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses may exist that have not been identified.

**Purpose of this Report**

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 Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*. Accordingly, this communication is not suitable for any other purpose.



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL 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 (Concluded)**

**Report on Schedule of Expenditures of Federal Awards and State Financial Assistance Required by the Uniform Guidance and Chapter 10.550, Rules of the Auditor General**

We have audited the financial statements of the County as of and for the year ended September 30, 2021, and have issued our report thereon dated June 30, 2022, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditure of federal awards and state financial assistance is presented for the purposes of additional analysis as required by Uniform Guidance and Chapter 10.550, *Rules of the Auditor General* and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and state financial assistance is fairly stated in all material respects in relation to the financial statements taken as a whole.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**INDEPENDENT ACCOUNTANT’S REPORT ON COMPLIANCE  
WITH SECTION 218.415, FLORIDA STATUTES**

The Honorable Board of County Commissioners  
and Constitutional Officers  
Liberty County, Florida

We have examined the Liberty County, Florida’s (the “County”) compliance with the requirements of Section 218.415, Florida Statutes, as of and for the year ended September 30, 2021, as required by Section 10.556(10)(a), *Rules of the Auditor General*. Management is responsible for the County’s compliance with those requirements. Our responsibility is to express an opinion on the County’s compliance based on our examination.

Our examination was conducted in accordance with the attestation standards established by the American Institute of Certified Public Accountants, and, accordingly, included examining, on a test basis, evidence about the County’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination of the County’s compliance with specific requirements.

In our opinion, the County complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

This report is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, the County and its management, and the Board of Commissioners of Liberty County, Florida, and is not intended to be, and should not be, used by anyone other than these specified parties.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**INDEPENDENT ACCOUNTANT’S REPORT ON  
COMPLIANCE WITH SECTION 365.172(10)  
AND SECTION 365.173(2)(d), FLORIDA STATUTES**

The Honorable Board of County Commissioners  
and Constitutional Officers  
Liberty County, Florida

We have examined the Liberty County, Florida’s (the “County”) compliance with the requirements of Section 365.172(10), and Section 365.173(2)(d), Florida Statutes, as of for the year ended September 30, 2021, as required by Section 10.556(10)(a), *Rules of the Auditor General*. Management is responsible for the County’s compliance with those requirements. Our responsibility is to express an opinion on the County's compliance based on our examination.

Our examination was conducted in accordance with the attestation standards established by the American Institute of Certified Public Accountants, and, accordingly, included examining, on a test basis, evidence about the County’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination of the County’s compliance with specific requirements.

In our opinion, the County complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

This report is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, the County and its management, and the Board of Commissioners of Liberty County, Florida, and is not intended to be, and should not be, used by anyone other than these specified parties.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**INDEPENDENT AUDITOR'S, REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN  
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

The Honorable Board of County Commissioners  
and Constitutional Officers  
Liberty County, Florida

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information for Liberty County, Florida, (the "County") as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 30, 2022.

**Internal Control over Financial Reporting**

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County'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 significant deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected 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 preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, there can be no assurance that all material weaknesses or significant deficiencies have been identified. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be a material weakness. However, material weaknesses may exist that have not been identified.

**INDEPENDENT AUDITOR'S, REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN  
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS  
(Concluded)**

**Compliance and Other Matters**

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

We also noted certain additional matters that we have reported to management of the County in a separate management letter dated June 30, 2022.

**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 Governmental Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FEDERAL AWARD PROGRAMS AND STATE FINANCIAL ASSISTANCE PROJECTS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2021  
 LIBERTY COUNTY, FLORIDA**

**PART I- SUMMARY OF AUDITOR’S RESULTS**

1. The independent auditors' report expresses unqualified opinions on the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Liberty County, Florida, as of and for the year ended September 30, 2019.
2. There were no instances of material weakness(es) or significant deficiency(ies) identified during the audit of the financial statements reported in the report on internal control over financial reporting and compliance and other matters based on an audit of financial statements performed in accordance with *Government Auditing Standards*.
3. There were no instances of noncompliance identified during the audit of the financial statements as reported in the report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with *Government Auditing Standards*.
4. The audit disclosed no significant deficiencies relating to the audit of the major federal award programs and major state financial assistance projects reported in the Independent Auditors’ Report on Compliance for Each Major Federal Award and State Financial Assistance project that are required to be reported in the schedule of findings and questioned costs.
5. The “Independent Auditors’ Report on Compliance for Each Major Federal Award Program and State Financial Assistance Projects and on Internal Control Over Compliance Required by Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*, for Liberty County, Florida, expresses an unmodified opinion.
6. The audit disclosed no findings required to be reported in accordance with the Uniform Guidance or Chapter 10.550, *Rules of the Auditor General* relative to the major federal awards programs or state financial assistance projects for Liberty County, Florida.
7. The programs/projects tested as major federal award programs and major state financial assistance programs/projects included the following:

U.S. Department of Treasury	
Pass through Florida Governor	
CHAMPVA	21.019
U.S. Department of Interior	
Federal Payment in Lieu of Taxes (Secure Rural Schools)	15.226
Florida Department of Transportation	
Small County Road Assistance Program (SCRAP)	55.016

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FEDERAL AWARD PROGRAMS AND STATE FINANCIAL ASSISTANCE PROJECTS FOR THE  
YEAR ENDED SEPTEMBER 30, 2020  
LIBERTY COUNTY, FLORIDA**

**PART I - SUMMARY OF AUDITOR'S RESULTS** *(concluded)*

8. The threshold for distinguishing Type A and Type B programs/projects was \$750,000 for major federal award programs and \$750,000 for major state financial assistance projects.
9. Liberty County, Florida, did not qualify as a low-risk auditee.

**PART II - FINDINGS - FINANCIAL STATEMENT FINDINGS**

There were no findings relative to the Financial Statements.

**PART III - FINDINGS AND QUESTIONED COSTS - FEDERAL AWARD PROGRAMS**

There were no findings relative to the federal programs.

**PART IV - FINDINGS AND QUESTIONED COSTS - MAJOR STATE FINANCIAL ASSISTANCE PROJECTS**

There were no findings relative to the major state projects.

**PART V – SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS RELATIVE TO FINANCIAL ASSISTANCE**

There were no prior audit findings.

**INDEPENDENT AUDITOR'S MANAGEMENT LETTER**

The Honorable Board of County Commissioners  
and Constitutional Officers  
Liberty County, Florida

**Report on the Financial Statements**

We have audited the accompanying financial statements of Liberty County, Florida, (the "County") as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated June 30, 2022.

**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 Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, *Rules of the Florida Auditor General*.

**Other Reporting Requirements**

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Awards Program and State Assistance Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with AICPA *Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Florida Auditor General*. Disclosures in those reports and schedules, if any, which are dated June 30, 2022, should be considered in conjunction with this management letter.

**Prior Audit Findings**

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

**Official Title and Legal Authority**

Section 10.554(1)(i)4., *Rules of the Auditor General*, requires that the name or official title and legal authority of the primary government and each component unit of the reporting entity be disclosed in the management letter, unless disclosed in the notes to the financial statements. This was disclosed in the footnotes. There were no component units related to the County.



**INDEPENDENT AUDITOR'S MANAGEMENT LETTER**  
*(Concluded)*

**Financial Condition**

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

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), *Rules of the Auditor General*, we applied financial condition assessment procedures for the County. 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 the same.

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

**Special District Component Units**

Section 10.554(1)(i)5.c., *Rules of the Auditor General*, requires, if appropriate, that we communicate the failure of a special district that a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

**Additional Matters**

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

**Purpose of This Letter**

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

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**SPECIAL-PURPOSE FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITOR'S REPORT**

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
LIBERTY COUNTY, FL**

**SEPTEMBER 30, 2021**

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
LIBERTY COUNTY, FLORIDA  
SEPTEMBER 30, 2021**

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## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Daniel Stanley  
Liberty County Clerk of the Circuit Court  
Liberty County, Florida

### **Report on the Special-Purpose Financial Statements**

We have audited the accompanying special-purpose financial statements of each major fund and the aggregate remaining fund information of the Liberty County, Florida, Clerk of the Circuit Court (the "Clerk") as of and for the year ended September 30, 2021, and the related notes to the special-purpose financial statements, which collectively comprise the Clerk's financial statements as listed in the table of contents.

### **Management's Responsibility for the Special-Purpose Financial Statements**

Management is responsible for the preparation and fair presentation of these special-purpose 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 special-purpose 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 special-purpose 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 statement 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 special-purpose financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special-purpose financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the special-purpose 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 special-purpose 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 Clerk'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 special-purpose financial statements.

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

**INDEPENDENT AUDITOR'S REPORT**  
*(Continued)*

**Opinions**

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and remaining aggregate fund information of the Clerk as of September 30, 2021, and the respective changes in financial position, where applicable, and the respective budgetary comparison for the General Fund, Court Fund, Child Support Fund, and Records Modernization Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Emphasis of Matter**

As discussed in Note 1 to the special-purpose financial statements, the special-purpose 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 special-purpose financial statements are intended to present the financial position and changes in financial positioning, where applicable, of each major fund, and the aggregate remaining fund information, only for the portion of each major fund and the aggregate remaining fund information, of Liberty County, Florida that is attributable to the Clerk. They do not purport to, and do not, present fairly the financial position of Liberty County, Florida, as of September 30, 2021, and the changes in its financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to these matters.

As discussed in Note 2 to the financial statements, the Liberty County Clerk of the Circuit Court adopted provisions of Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*, which required a restatement of the 2020 financial statements. Our opinion is not modified with respect to these matters.

**Other Matters**

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Liberty County Clerk of the Circuit Court's special-purpose financial statements. The combining special-purpose statement of fiduciary net position and combining special-purpose statement of changes in fiduciary net position, as listed in the table of contents, are for purposes of additional analysis and are not a required part of the financial statements.

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

**INDEPENDENT AUDITOR'S REPORT**  
*(Concluded)*

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2022, on our consideration of the Clerk'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 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.

*Moran & Smith LLP*

Moran & Smith LLP

June 30, 2022

Tallahassee, Florida

**SPECIAL-PURPOSE FINANCIAL STATEMENTS**

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
SPECIAL-PURPOSE COMBINING BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2021**

	<b>Major Funds</b>				
	<b>General</b>	<b>Court</b>	<b>Child Support</b>	<b>Records Modernization</b>	<b>Total Governmental</b>
<b>Assets</b>					
Cash	\$ 8,183	\$ 3,964	\$ 154,033	\$ 48,670	\$ 214,850
Due from Other Funds	0	0	0	0	0
Due from Other Governments	0	18,558	14,149	0	32,707
Due from Individuals	0	0	0	0	0
<b>Total Assets</b>	8,183	22,522	168,182	48,670	247,557
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts Payable and Accrued Expenses	6,903	747	3,950	2,825	14,426
Due to BCC	1,280	0	0	0	1,280
Due to Individuals	0	0	0	0	0
Due to State	0	21,775	0	0	21,775
Deferred Revenues	0	0	0	0	0
<b>Total Liabilities</b>	8,183	22,522	3,950	2,825	37,480
<b>Fund Balances</b>					
Restricted	0	0	164,232	45,845	210,077
Committed	0	0	0	0	0
Assigned	0	0	0	0	0
Unassigned	0	0	0	0	0
<b>Total Fund Balances</b>	0	0	164,232	45,845	210,077
<b>Total Liabilities and Fund Balances</b>	\$ 8,183	\$ 22,522	\$ 168,182	\$ 48,670	\$ 247,557

The accompanying notes are an integral part of these special-purpose financial statements



**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
SPECIAL-PURPOSE COMBINING STATEMENT OF  
REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2021**

	<b>Special Revenue</b>				
	<b>General</b>	<b>Court</b>	<b>Child Support</b>	<b>Records Modernization</b>	<b>Total Governmental</b>
<b>Revenues</b>					
Intergovernmental	\$ 0	\$ 195,246	\$ 80,886	\$ 10,807	\$ 286,939
Charges for Services	25,083	0	0	0	25,083
Fines and Forfeitures	0	157,364	0	0	157,364
Miscellaneous	10,398	791	0	0	11,188
<b>Total Revenues</b>	35,481	353,400	80,886	10,807	480,574
<b>Expenditures</b>					
Current:					
General Government:					
Salaries and Benefits	337,986	0	21,124	0	359,109
Operating Expenditures	16,768	0	14,465	0	31,234
Court-related:					
Salaries and Benefits	0	327,553	0	0	327,553
Operating Expenditures	0	25,847	0	0	25,847
Capital Outlay	46,959	0	0	0	46,959
<b>(Total Expenditures)</b>	401,713	353,400	35,589	0	790,702
<b>(Deficiency) Excess of Revenues (Under) Over Expenditures</b>	(366,232)	0	45,297	10,807	(310,128)
<b>Other Financing Sources (Uses)</b>					
Operating Transfers In	367,512	0	0	0	367,512
Operating Transfers Out	(1,280)	0	0	0	(1,280)
<b>Total Other Financing Sources (Uses)</b>	366,232	0	0	0	366,232
<b>Net Change in Fund Balances</b>	0	0	45,297	10,807	56,105
<b>Fund Balances, Beginning of Year</b>	0	0	118,935	35,038	153,974
<b>Fund Balances, End of Year</b>	\$ 0	\$ 0	\$ 164,232	\$ 45,845	\$ 210,078

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
SPECIAL-PURPOSE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GENERAL FUND  
SEPTEMBER 30, 2021**

	General Fund			
	Budgeted Amounts			Variance
				With Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
<b>Revenues</b>				
Intergovernmental	\$ 0	\$ 0	\$ 0	\$ 0
Charges for Services	32,930	32,930	25,083	(7,847)
Fines and Forfeitures	0	0	0	0
Miscellaneous	8,424	8,424	10,398	1,974
<b>Total Revenues</b>	<b>41,354</b>	<b>41,354</b>	<b>35,481</b>	<b>(5,873)</b>
<b>Expenditures</b>				
Current:				
General Government				
Salaries and Benefits	397,246	397,246	337,986	(59,260)
Operating Expenditures	11,620	11,620	16,768	5,148
Court-related				
Salaries and Benefits	0	0	0	0
Operating Expenditures	0	0	0	0
Capital Outlay	0	0	46,959	46,959
<b>(Total Expenditures)</b>	<b>408,866</b>	<b>408,866</b>	<b>401,713</b>	<b>(7,153)</b>
<b>(Deficiency) Excess of Revenues (Under)</b>				
<b>Over Expenditures</b>	<b>(367,512)</b>	<b>(367,512)</b>	<b>(366,232)</b>	<b>1,280</b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	367,512	367,512	367,512	0
Operating Transfers Out	0	0	(1,280)	(1,280)
<b>Total Other Financing Sources (Uses)</b>	<b>367,512</b>	<b>367,512</b>	<b>366,232</b>	<b>(1,280)</b>
<b>Net Change in Fund Balances</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances, Beginning of Year</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances, End of Year</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
SPECIAL-PURPOSE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
COURT FUND  
SEPTEMBER 30, 2021**

	<b>Court Fund</b>			
	<b>Budgeted Amounts</b>			<b>Variance</b>
				<b>With Final Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual Amounts</b>	<b>Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental	\$ 266,711	\$ 266,711	\$ 195,246	\$ (71,465)
Fines and Forfeitures	127,733	127,733	157,364	29,631
Miscellaneous	250	250	791	541
<b>Total Revenues</b>	<b>394,694</b>	<b>394,694</b>	<b>353,400</b>	<b>(41,294)</b>
<b>Expenditures</b>				
Current:				
General Government				
Salaries and Benefits	0	0	0	0
Operating Expenditures	0	0	0	0
Court-related				
Salaries and Benefits	373,633	373,633	327,553	(46,080)
Operating Expenditures	21,061	21,061	25,847	4,786
Capital Outlay	0	0	0	0
<b>(Total Expenditures)</b>	<b>394,694</b>	<b>394,694</b>	<b>353,400</b>	<b>(41,294)</b>
<b>(Deficiency) Excess of Revenues (Under)</b>				
<b>Over Expenditures</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	0	0	0	0
Operating Transfers Out	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Change in Fund Balances</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances, Beginning of Year</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances, End of Year</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
SPECIAL-PURPOSE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
CHILD SUPPORT FUND  
SEPTEMBER 30, 2021**

	<b>Child Support Fund</b>			
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance</b>
				<b>With Final Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Positive (Negative)</b>	
<b>Revenues</b>				
Intergovernmental	\$ 248,093	\$ 248,093	\$ 80,886	\$ (167,207)
Fines and Forfeitures	0	0	0	0
Miscellaneous	0	0	0	0
<b>Total Revenues</b>	<b>248,093</b>	<b>248,093</b>	<b>80,886</b>	<b>(167,207)</b>
<b>Expenditures</b>				
Current:				
General Government				
Salaries and Benefits	47,489	47,489	21,124	(26,365)
Operating Expenditures	200,604	200,604	14,465	(186,139)
Court-related				
Salaries and Benefits	0	0	0	0
Operating Expenditures	0	0	0	0
Capital Outlay	0	0	0	0
<b>(Total Expenditures)</b>	<b>248,093</b>	<b>248,093</b>	<b>35,589</b>	<b>(212,504)</b>
<b>(Deficiency) Excess of Revenues (Under)</b>				
<b>Over Expenditures</b>	<b>0</b>	<b>0</b>	<b>45,297</b>	<b>45,297</b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	0	0	0	0
Operating Transfers Out	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Change in Fund Balances</b>	<b>0</b>	<b>0</b>	<b>45,297</b>	<b>45,297</b>
<b>Fund Balances, Beginning of Year</b>	<b>0</b>	<b>0</b>	<b>118,935</b>	<b>118,935</b>
<b>Fund Balances, End of Year</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 164,233</b>	<b>\$ 164,233</b>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
SPECIAL-PURPOSE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
RECORDS MODERNIZATION FUND  
SEPTEMBER 30, 2021**

	<b>Records Modernization Fund</b>			
	<b>Budgeted Amounts</b>			<b>Variance</b>
				<b>With Final Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual Amounts</b>	<b>Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental	\$ 43,293	\$ 43,293	\$ 10,807	\$ (32,487)
Charges for Services	0	0	0	0
Miscellaneous	0	0	0	0
<b>Total Revenues</b>	<b>43,293</b>	<b>43,293</b>	<b>10,807</b>	<b>(32,487)</b>
<b>Expenditures</b>				
Current:				
General Government				
Salaries and Benefits	0	0	0	0
Operating Expenditures	0	0	0	0
Court-related				
Salaries and Benefits	0	0	0	0
Operating Expenditures	43,293	43,293	0	(43,293)
Capital Outlay	0	0	0	0
<b>(Total Expenditures)</b>	<b>43,293</b>	<b>43,293</b>	<b>0</b>	<b>27,781</b>
<b>(Deficiency) Excess of Revenues (Under)</b>				
<b>Over Expenditures</b>	<b>0</b>	<b>0</b>	<b>10,807</b>	<b>10,807</b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers in	0	0	0	0
Operating Transfers (out)	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Change in Fund Balances</b>	<b>0</b>	<b>0</b>	<b>10,807</b>	<b>10,807</b>
<b>Fund Balances, Beginning of Year</b>	<b>0</b>	<b>0</b>	<b>35,038</b>	<b>35,038</b>
<b>Fund Balances, End of Year</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 45,845</b>	<b>\$ 45,845</b>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
SPECIAL-PURPOSE STATEMENT  
OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2021**

	<b>Custodial Funds</b>
<b>Assets</b>	
Cash and cash equivalents	\$ 87,137
<b>Total assets</b>	87,137
 <b>Liabilities</b>	
Due to individuals	177
Unremitted collections	18,177
<b>Total liabilities</b>	18,354
 <b>Fiduciary Net Position</b>	
Held for others	68,783
<b>Total net position</b>	\$ 68,783

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
SPECIAL-PURPOSE STATEMENT  
OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2021**

	<b>Custodial Funds</b>
<b>Additions</b>	
Funds held for others	\$ 782,444
Court costs	0
<b>Total additions</b>	782,444
<b>Deductions</b>	
Funds held for others	777,146
Court costs	0
<b>Total deductions</b>	777,146
<b>Net changes in net position</b>	5,298
<b>Net position - beginning of the year as originally stated</b>	0
<b>Prior period adjustment</b>	63,485
<b>Net position - beginning of the year restated</b>	63,485
<b>Net position - end of the year</b>	\$ 68,783

The accompanying notes are an integral part of these special-purpose financial statements

**NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS**



**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT**  
**NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 1 – Summary of Significant Accounting Policies**

Liberty County, Florida, (the “County”) is a political subdivision of the State of Florida. The County was established under Article VIII, Section 1(d), *Constitution of the State of Florida*. It is governed by an elected Board of County Commissioners (the “Board”), as provided by Section 125.73, Florida Statutes. The Board is responsible for the administration of all departments of which the Board has the authority to control pursuant to general laws of Florida.

The Clerk of the Circuit Court (the “Clerk”) is an elected Constitutional Officer of the County pursuant to Article VIII, Section (1) of the *Constitution of the State of Florida*. For special-purpose financial statement and reporting purposes, the Clerk is a separate Constitutional Officer as provided by Chapter 218, Florida Statutes. However, the Clerk does not meet the definition of a legally separate organization and is not considered to be a component unit. Accordingly, the Clerk is considered to be a part of the primary government of Liberty County, Florida (the “County”), and the financial activities of the Clerk are included as such in the Liberty County annual financial report, along with the other Constitutional Officers and the Liberty County Board of County Commissioners (the “Board”). The special-purpose financial statements contained herein represent the financial transactions of the Clerk only. There are no component units for the Clerk to consider for inclusion in these special-purpose financial statements.

The Clerk funds its non-court operations as a Budget Officer and a Fee Officer pursuant to Florida Statutes, Chapters 28, 218 and 129, respectively. As a Budget Officer, the operations of the Clerk are approved and funded by the County General Fund. Prior to July 1, 2009, as a Fee Officer, the operations of the Clerk were funded from the fees and charges authorized under Chapter 2004-265, Laws of Florida. Beginning July 1, 2009, the Clerk’s court-related operations were funded from the State’s general appropriations, pursuant to Chapter 2009-204, Laws of Florida. The receipts from the County General Fund are recorded as other financing sources on the Clerk’s General Fund special-purpose financial statements. Any excess of revenues and other financing sources received over expenditures of the General Fund are remitted to the County General Fund at year-end. Any excess of revenues over court-related expenditures of the court fund is remitted to the State of Florida at year-end.

The accounting policies of the Clerk conform to accounting principles generally accepted in the United States of America as applicable to government units. The following is a summary of the more significant accounting principles and policies used in the preparation of these special-purpose financial statements. For financial reporting purposes, the Clerk is deemed to be a part of the primary government of the County and, therefore, is included as such in the County’s annual financial report.

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2021**

**Note 1 – Summary of Significant Accounting Policies (continued)**

**Basis of Presentation**

The accompanying special-purpose financial statements include all the funds and accounts of the Clerk's office but are not a complete presentation of the County as a whole. The accompanying financial statements are prepared for the purpose of complying with Section 218.39, Florida Statutes, and Section 10.557(3), *Rules of the Auditor General-Local Governmental Entity Audits*.

Section 10.556(4), *Rules of the Auditor General-Local Government Entity Audits* requires the Clerk to only present special-purpose fund financial statements. Accordingly, due to the omission of government-wide financial statements, full accrual financial statements and related disclosures, including a management's discussion and analysis, these financial statements do not constitute a complete presentation of the financial position of the Clerk as of September 30, 2021, and the changes in its financial position for the year then ended, in conformity with Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statement-and Management's Discussion and Analysis-for State and Local Governments*, but otherwise constitute financial statements prepared in conformity with U.S. generally accepted accounting principles (GAAP).

**Fund Accounting**

The financial activities of the Clerk are recorded in separate funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise of its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The purposes of the Clerk's various funds are categorized and described as follows:

The Clerk utilizes the following fund type:

● **Governmental Fund:**

- **General Fund** – The general fund is the general operating fund of the Clerk. It is used to account for all financial resources, except those required to be accounted for in another fund.
- **Court Fund** – The Court Fund was established to account for court-related revenues and expenditures and are required to be reported separately from the Clerk's general fund activities.
- **Child Support Enforcement** – The Child Support Enforcement Fund was established to account for federal reimbursement of the court-related child support revenues and expenditures for overhead that is required to be reported separately from the Clerk's general fund activities.
- **Public Records Trust Fund** – The Public Records Trust Fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for the public records system of the Clerk's office and additional court-related operational needs and program enhancements.

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT**  
**NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 1 – Summary of Significant Accounting Policies (continued)**

● **Fiduciary Fund:**

- **Custodial Fund** – The custodial fund is used to account for assets held by the Clerk in a trustee capacity or as an agent for individuals, private organizations, and other governments. Custodial funds are custodial in nature and do not involve measurement of changes in financial positions. Such assets include receipts for property taxes, vehicle registrations, sales tax, and hunting and fishing licenses.

**Basis of Accounting**

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the special-purpose financial statements and refers to the timing of the measurements made, regardless of the measurement focus applied.

The modified accrual basis of accounting is followed by the general fund and agency fund. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available and as such, are susceptible to accrual. Expenditures are recorded when the liability is incurred, except for accumulated sick and vacation pay, which are not recorded until paid. The Clerk considers revenues collected within 30 days after year-end to be available and susceptible to accrual as revenues of the current year. The following major revenues are considered susceptible to accrual: charges for services and interest earned.

The fiduciary fund statements are prepared using the economic resources measurement focus and the accrual basis of accounting.

**Measurement Focus**

The accounting and financial reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. The general fund is accounted for on a spending or “financial flow” measurement focus. This means that generally, only current assets and current liabilities are included in the balance sheet. General fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they present a summary of sources and uses of “available spendable resources” during a period.

**Budgets and Budgetary Accounting**

Government fund revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with the Florida Statutes. An annual budget is adopted for the Clerk’s General Fund, Child Support Fund and the Public Records Trust Fund. All budget amounts presented in the accompanying special-purpose financial statements have been adjusted for legally authorized amendments of the annual budget for the year. A budget was adopted for the Court Fund and approved by the Florida Clerk of Courts Operations Corporation. Budgets are prepared on the modified accrual basis of accounting.

The Clerk’s annual budget is monitored at varying levels of classification detail. However, for purposes of budgetary control, expenditures cannot legally exceed the total annual budget appropriation at the individual fund level. Appropriations lapse at the end of the fiscal year to the extent they have not been expended, except for the Clerk’s court funds, which lapse at the end of the State year on June 30 of each year.

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT**  
**NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 1 – Summary of Significant Accounting Policies (continued)**

The budgeted revenues and expenditures in the accompanying budgetary comparisons statement reflect the Clerk's original adopted budget and the final budget with all amendments approved by the Clerk, the CCOC and/or the Board.

**Capital Assets**

Capital assets purchased in the Governmental Fund type are recorded as expenditures (capital outlay) in the general fund at the time an asset is acquired. Assets acquired by the Clerk are capitalized at cost in the capital asset accounts of the County. The Clerk maintains custodial responsibility for the capital assets used by its office.

**Accumulated Compensated Absences**

Permanent full-time employees of the Clerk are entitled to accrue unlimited hours of sick leave and 240 hours of vacation time. Upon termination, employees can be paid based upon the employee's current wage rate, up to 240 hours of vacation time and 25% of sick time up to 480 hours if employed for ten years.

The Clerk uses the vesting method to calculate the liability for compensated absences. The Clerk does not, nor is it legally required to, accumulate expendable available financial resources to liquidate these obligations. Accordingly, the liability for compensated absences is not reported in the general fund, but is reported in the statement of net position in the County-wide financial statements.

**Transfers In and Out**

The Clerk is a fee officer whose operating budget is funded from fees, fines, and service charges relating to various statutory court and non-court services provided by the office. The Clerk also receives appropriations from the Board to fund the Clerk's functions as auditor and custodian of the County. The payments by the Board to fund these services are recorded as transfers out on the financial statements of the Board and as transfers in on the special-purpose financial statements of the Clerk.

In accordance with Section 218.36, Florida Statutes, all General Fund non-court related revenues in excess of non-court related expenditures during the fiscal year are distributed to the Board within 31 days following the end of the fiscal year. In accordance with Section 28.37, Florida Statutes, the excess of court related fees, service charges, court costs and fines retained by the Clerk in excess of approved court-related expenditures, are distributed to the Florida Department of Revenue by January 1 following the Clerk's fiscal year-end. Accordingly, such amounts are recorded as liabilities due to other County units and other governments and as transfers out to the Board and the Florida Department of Revenue on the special-purpose financial statements of the Clerk. The Clerk's transfers to the Board are recognized as transfers in on the financial statements of the Board.

**Related Organizations – Common Expenses**

Certain expenses, which are common to the Board and all Constitutional Officers, are reported as expenses of the Board and, therefore, are not budgeted by or allocated to the Clerk. These expenses paid by the Board relating to the Clerk's operations are occupancy costs, janitorial service, utilities, and Property and Worker's Compensation Insurance.

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT**  
**NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 1 – Summary of Significant Accounting Policies (continued)**

**Risk Management**

The Clerk is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors or omissions; injuries to employees and/or the public; or damage to property of others. The Clerk participates in the risk management program through the Board of County Commissioners, which uses commercial insurance and a public entity risk pool to cover certain risks from loss:

- Real and Personal Property Damage
- Public Employees' Bond
- Workers' Compensation
- Automobile Liability

The Board participates in the Florida Association of Counties Trust (FACT), a public entity risk pool for risks related to comprehensive general liability. The agreement provides that the financial liability of each participating county is limited to premiums and surplus contributions paid or obligations made to FACT. Aggregate coverage provided is limited to \$1,000,000 for each claim.

**Fund Balance Reporting**

The Clerk has implemented the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54), as required. The purpose of GASB 54 is to improve the consistency and usefulness of fund balance information to the financial statement user. The statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which the organization is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components:

- **Nonspendable**—This component of fund balance consists of amounts that cannot be spent because (a) they are not expected to be converted to cash, or (b) they are legally or contractually required to remain intact. Examples of this classification are prepaid items, inventories, and principal (corpus) of an endowment fund. The Clerk does not have any nonspendable funds.
- **Restricted**—This component of fund balance consists of amounts that are constrained either externally by third parties (creditors, grantors, contributors, laws or regulations of other governments), or (b) by law through constitutional provisions or enabling legislation.
- **Committed**—This component of fund balance consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action (e.g., ordinance or resolution) of the County's governing body. These committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (e.g., ordinance or resolution) it employed previously to constrain those amounts.
- **Assigned**—This component of fund balance consists of amounts that are constrained by a less-than-formal action of the organization's governing authority, or by an individual or body to whom the governing authority has delegated this responsibility. The Clerk has not delegated the responsibility to assign fund balances to any individual or body.
- **Unassigned**—This classification is used for (a) negative unrestricted fund balances in any governmental fund, or (b) fund balances within the General Fund that are not restricted, committed or assigned.

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT**  
**NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 1 – Summary of Significant Accounting Policies (concluded)**

When both restricted and unrestricted resources are available for use, it is the Clerk’s policy to use restricted resources first, then unrestricted resources (committed, assigned and unassigned) as they are needed. When unrestricted resources (committed, assigned, and unassigned) are available for use, it is the Clerk’s policy to use committed resources first, then assigned, and then unassigned, as needed.

**Use of Estimates**

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

**Recently Issued and Implemented Accounting Pronouncements**

In fiscal year 2021, the Clerk implemented GASB statement No. 84, *Fiduciary Activities*. The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. Additional information can be found in Note 2.

**Note 2 – Change in Accounting Principle**

As described in Note 1, the Clerk implemented GASB Statement No. 84, *Fiduciary Activities*, which required a prior period restatement of \$ 65,944 , to the prior period balance of fiduciary net position. The September 30, 2020 net position was classified as a liability “due to other funds” instead of fiduciary net position as required under GASB Statement No. 84.

**Note 3 - Cash**

**Cash Deposits**

The carrying amount of cash deposits in was \$214,850 in governmental accounts and \$87,137 in the custodial accounts for a total cash balance of \$301,987 at September 30, 2021. Deposits in banks and savings and loan institutions are collateralized as public funds through a state procedure provided for in Chapter 280, Florida Statutes. Financial institutions qualifying as public depositories are required to pledge eligible collateral having a market value equal to or greater than the average daily or monthly balance of all public deposit’s times the depository’s collateral pledging level. The Public Deposit Security Trust Fund has a procedure to allocate and recover losses in the event of a default or insolvency. When public deposits are made in accordance with Chapter 280, no public depositor shall be liable for any loss thereof. All the cash deposits of the Clerk are placed with qualified financial institutions and are classified as category one credit risk, which means they are insured or collateralized.

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT**  
**NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**Note 3 – Cash (concluded)**

**Credit Risk**

Section 218.415(17), Florida Statutes, stipulates the State-approved investment policy for all governmental entities and includes the following investments:

- The Florida PRIME (formerly the Local Government Surplus Trust Fund), administered by the State Board of Administration.
- Securities and Exchange Commission (SEC) registered money market funds with the highest credit quality rating from a nationally recognized rating agency.
- Interest-bearing time deposits or savings accounts in qualified public depositories.
- Direct obligations of the U.S. Treasury.

The Clerk does not have an investment policy that would further limit its investment choices.

**Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it.

Qualified public depositories of public funds are required to provide collateral each month pursuant to Section 280.04, Florida Statutes. The collateral is held by the Florida Division of Treasury or other custodian with full legal rights maintained by the Florida Division of Treasury to transfer ownership. Any loss not covered by the pledged securities and deposit insurance would be assessed by the Florida Division of Treasury and paid by the other public depositories. The Clerk's deposits are therefore considered fully insured or collateralized.

**Note 4 – Pension and Postemployment Benefits Other Than Pension Benefits**

**Florida Retirement System (FRS) Pension Benefits**

The Clerk participates in the Florida Retirement System to provide benefits to its employees. A detailed plan description and any liability for employees of the Clerk are included in the financial statements of the County.

**Postemployment Benefits Other Than Pensions**

The Clerk participates in the plan established by the Board of County Commissioners to provide other postemployment benefits to retirees of the Board and Constitutional Officers. A detailed plan description and any liability for employees of the Clerk are included in the financial statements of the County.

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2021**

**Note 5 – Changes in Long-term Obligations**

The following is a summary of the changes in long-term obligations of the Clerk for the year ended September 30, 2021:

	Beginning Balance September 30, 2020	Additions	Deletions	Ending Balance September 30, 2021
Compensated Absences	\$ 91,140	\$ 0	\$ 72,503	\$ 18,637

Records kept for compensated absences relate only to hours earned, used and available, the effect of changes in individual employee compensation rates on changes in the reported value of the liability for compensated absences cannot be reasonably estimated.

The portion of the compensated absences liability estimated to be paid during the next year (current portion) is \$4,659.

**Note 6 – Encumbrances**

Encumbrances represent commitments related to underperformed contracts for goods or services. They do not constitute expenditures or liabilities. The encumbrances will be honored in the subsequent year. The Clerk had no outstanding encumbrances at September 30, 2021.

**Note 7 – Fund Balances**

The Clerk at September 30, 2021, had a restricted fund balance of \$164,232 in the Child Support Enforcement Fund, and a restricted fund balance of \$45,845 in the Records Modernization Fund.



**SUPPLEMENTARY INFORMATION**

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
 COMBINING SPECIAL-PURPOSE STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 SEPTEMBER 30, 2021**

	<b>Custodial Funds</b>				
	<b>General Agency</b>	<b>Domestic Relations</b>	<b>Registry of Court</b>	<b>Cash Bond</b>	<b>Total</b>
<b>Assets</b>					
Cash	\$ 36,651	\$ 79	\$ 37,585	\$ 12,822	\$ 87,137
<b>Total assets</b>	36,651	79	37,585	12,822	87,137
<b>Liabilities</b>					
Due to individuals	98	79	0	0	177
Due to other governments	17,560	0	528	89	18,177
<b>Total liabilities</b>	17,658	79	528	89	18,354
<b>Net Position</b>					
Held for others	18,993	0	37,057	12,733	68,783
<b>Total net position</b>	\$ 18,993	\$ 0	\$ 37,057	\$ 12,733	\$ 68,783

**LIBERTY COUNTY CLERK OF THE CIRCUIT COURT  
 COMBINING SPECIAL-PURPOSE STATEMENT OF CHANGES  
 IN FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 SEPTEMBER 30, 2021**

	<b>Custodial Funds</b>				
	<b>General Agency</b>	<b>Domestic Relations</b>	<b>Registry of Court</b>	<b>Cash Bond</b>	<b>Total</b>
<b>Additions</b>					
Funds held for others	\$ 723,269	\$ 5,677	\$ 48,835	\$ 4,663	\$ 782,444
Court costs	0	0	0	0	0
<b>Total additions</b>	<u>723,269</u>	<u>5,677</u>	<u>48,835</u>	<u>4,663</u>	<u>782,444</u>
<b>Deductions</b>					
Funds held for others	720,429	5,700	45,128	5,889	777,146
Court costs	0	0	0	0	0
<b>Total deductions</b>	<u>720,429</u>	<u>5,700</u>	<u>45,128</u>	<u>5,889</u>	<u>777,146</u>
<b>Changes in net position</b>	2,840	(23)	3,707	(1,226)	5,298
<b>Net position - beginning of the year as originally state</b>	0	0	0	0	0
<b>Prior period adjustment</b>	16,153	23	33,350	13,959	63,485
<b>Net position - beginning of the year restated</b>	<u>16,153</u>	<u>23</u>	<u>33,350</u>	<u>13,959</u>	<u>63,485</u>
<b>Net position - end of the year</b>	<u>\$ 18,993</u>	<u>\$ 0</u>	<u>\$ 37,057</u>	<u>\$ 12,733</u>	<u>\$ 68,783</u>

## **LIBERTY COUNTY CLERK OF THE CIRCUIT COURT**

### **FIDUCIARY FUNDS**

**GENERAL AGENCY** – This fund is a central clearing account for all monies received, and the receipt and disbursement of fines and service charges.

**DOMESTIC RELATIONS** – This fund accounts for the collection and disbursement of court-ordered alimony and child support payments.

**REGISTRY OF COURT** – This fund accounts for the collection and disbursement of deposits required by circuit and county court legal actions.

**CASH BOND** – This accounts for funds received from defendants of criminal and traffic arrests required to assure that the defendant will meet the requirement to appear in court. Disposition of these bond funds is made as ordered by the court.

## **COMPLIANCE SECTION**

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

The Honorable Daniel Stanley  
Liberty County Clerk of the Circuit Court  
Liberty County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States, the special-purpose financial statements of each major fund and the aggregate remaining fund information of the Liberty County, Florida, Clerk of the Circuit Court (the "Clerk") as of and for the year ended September 30, 2021, and the related notes to the special-purpose financial statements, which collectively comprise the Clerk's special-purpose financial statements and have issued our report thereon dated June 30, 2022.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the special-purpose 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 special-purpose 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 special-purpose 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 special-purpose 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 special-purpose 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*.

**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF SPECIAL-PURPOSE FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*  
(*Concluded*)**

**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 Clerk’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.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE  
WITH THE REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES,  
*LOCAL GOVERNMENT INVESTMENT POLICIES***

The Honorable Daniel Stanley  
Liberty County Clerk of the Circuit Court  
Liberty County, Florida

We have examined the Liberty County, Florida, Clerk of the Circuit Court's (the "Clerk") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2021. 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.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Clerk complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Clerk complied with specific requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. 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.

In our opinion, the Clerk complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

This report is intended solely for the information and use of management and the State of Florida Auditor General and is not intended to be used by anyone other than these specified parties.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida



**INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE  
WITH SECTION 28.35, FLORIDA STATUTES, *FLORIDA CLERKS OF COURT OPERATIONS  
CORPORATION*, AND 28.36, FLORIDA STATUTES, *BUDGET PROCEDURE***

The Honorable Daniel Stanley  
Liberty County Clerk of the Circuit Court  
Liberty County, Florida

We have examined the Liberty County, Florida, Clerk of the Circuit Court (the "Clerk") compliance with the requirements of Section 28.35, Florida Statutes, *Florida Clerks of Court Operations Corporation*, and Section 28.36, Florida Statutes, *Budget Procedure*, during the year ended September 30, 2021. 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.

Our examination was conducted in accordance with the attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Clerk complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Clerk complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. 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.

In our opinion, the Clerk complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

This report is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, the Clerk, its management, and the Board of County Commissioners of Liberty County, Florida, and is not intended to be, and should not be, used by anyone other than these specified parties.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE  
WITH SECTION 61.181, FLORIDA STATUTES, *DEPOSITORY FOR  
ALIMONY TRANSACTIONS, SUPPORT, MAINTENANCE  
AND SUPPORT PAYMENTS; FEES***

The Honorable Daniel Stanley  
Liberty County Clerk of the Circuit Court  
Liberty County, Florida

We have examined the Liberty County, Florida, Clerk of the Circuit Court (the "Clerk") compliance with the requirements of Section 61.181, Florida Statutes, *Depository for Alimony Transactions, Support, Maintenance and Support Payments; Fees* during the year ended September 30, 2021. 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.

Our examination was conducted in accordance with the attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Clerk complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Clerk complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. 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.

In our opinion, the Clerk complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

This report is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, the Clerk, its management, and the Board of County Commissioners of Liberty County, Florida, and is not intended to be, and should not be, used by anyone other than these specified parties.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

### INDEPENDENT AUDITOR'S MANAGEMENT LETTER

The Honorable Daniel Stanley  
Liberty County Clerk of the Circuit Court  
Liberty County, Florida

#### Report on the Financial Statements

We have audited the accompanying special-purpose financial statements of the Liberty County, Florida, Clerk of the Circuit Court (the "Clerk"), as of and for the year ended September 30, 2021, and have issued our report thereon June 30, 2022.

#### 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 Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General.

#### Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an Audit of the Special-Purpose Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with AICPA *Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated June 30, 2022, should be considered in conjunction with this management letter.

#### Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address significant findings and recommendations made in the preceding annual financial audit report. There were no findings and associated 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 the management letter, unless disclosed in the notes to the special-purpose financial statements. The Liberty County, Florida, Clerk of the Circuit Court was established by the Constitution of the State of Florida, Article VIII, Section 1(d). There were no component units related to the Liberty County, Florida, Clerk of the Circuit Court.

#### Financial Management

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

**INDEPENDENT AUDITOR'S MANAGEMENT LETTER**  
*(Concluded)*

**Additional Matters**

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the special-purpose 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 the Letter**

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

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**SPECIAL-PURPOSE FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITOR'S REPORT**

**LIBERTY COUNTY SHERIFF  
LIBERTY COUNTY, FL**

**SEPTEMBER 30, 2021**

**LIBERTY COUNTY SHERIFF  
LIBERTY COUNTY, FLORIDA  
SEPTEMBER 30, 2021**

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**INDEPENDENT AUDITOR'S REPORT**

The Honorable Buddy Money  
Liberty County Sheriff  
Liberty County, Florida

**Report on the Special-Purpose Financial Statements**

We have audited the accompanying special-purpose financial statements of the major fund of the Liberty County, Florida, Sheriff (the "Sheriff") as of and for the year ended September 30, 2021, and the related notes to the special-purpose financial statements, which collectively comprise the Sheriff's special-purpose financial statements as listed in the table of contents.

**Management's Responsibility for the Special-Purpose Financial Statements**

Management is responsible for the preparation and fair presentation of these special-purpose 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 special-purpose 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 special-purpose 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 special-purpose financial statement 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 special-purpose financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special-purpose financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the special-purpose 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 special-purpose 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 Sheriff'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 special-purpose financial statements.

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

**INDEPENDENT AUDITOR'S REPORT**  
(Continued)

**Opinions**

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and remaining aggregate fund information of the Sheriff as of September 30, 2021, and the respective changes in financial position, where applicable, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Emphasis of Matter**

As discussed in Note 1 to the special-purpose financial statements, the Sheriff's financial statements are special-purpose financial statements presenting only the financial position and results of operations of the Sheriff. These special-purpose financial statements are not intended to be a complete presentation of the financial position and results of operations of Liberty County, Florida, taken as a whole. As permitted by Chapter 10.556(4), *Rules of the Auditor General* State of Florida, the special-purpose financial statements consist of only the *fund level* financial statements as defined in Governmental Accounting Standards Board Statement 34, and do not include presentations of *government-wide* financial statements of the Sheriff.

As discussed in Note 2 to the special-purpose financial statements, the Sheriff adopted provisions of Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*, which required a restatement of the 2020 financial statements. Our opinion was not modified with respect to this matter.

**Other Matters**

*Other Information*

Our audit was conducted for the purpose of forming an opinion on the special-purpose financial statements that collectively comprise the Sheriff's special-purpose financial statements. The combining special-purpose statement of net position - fiduciary funds; combining special-purpose statement of changes in fiduciary net position - fiduciary funds, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the special-purpose financial statements.

The combining special-purpose statement of net position - fiduciary funds; combining special-purpose statement of changes in fiduciary net position - fiduciary funds, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the special-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the special-purpose financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the special-purpose financial statements or to the special-purpose financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining special-purpose statement of net position - fiduciary funds; combining special-purpose statement of changes in fiduciary net position - fiduciary fund are fairly stated in all material respects in relation to the special-purpose financial statements as a whole.



**INDEPENDENT AUDITOR'S REPORT**  
*(Concluded)*

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2022, on our consideration of the Sheriff'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 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.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**SPECIAL-PURPOSE FINANCIAL STATEMENTS**

**LIBERTY COUNTY SHERIFF  
SPECIAL-PURPOSE COMBINING BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2021**

	<b>Major Fund</b>	<b>Other</b>	<b>Total</b>
	<b>General</b>	<b>Governmental</b>	<b>Governmental</b>
<b>Assets</b>			
Cash	\$ 6,930	\$ 91,488	\$ 98,417
Due from Other Funds	0	0	0
Due from Other Governments	107,382	0	107,382
Prepaid Expenses	0	0	0
<b>Total Assets</b>	<b>114,312</b>	<b>91,488</b>	<b>205,800</b>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable and Accrued Expenses	65,577	0	65,577
Due to Board of County Commissioners	48,735	0	48,735
Due to State	0	0	0
Deferred Revenues	0	0	0
<b>Total Liabilities</b>	<b>114,312</b>	<b>0</b>	<b>114,312</b>
<b>Fund Balances</b>			
Restricted	0	91,488	91,488
Committed	0	0	0
Assigned	0	0	0
Unassigned	0	0	0
<b>Total Fund Balances</b>	<b>0</b>	<b>91,488</b>	<b>91,488</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 114,312</b>	<b>\$ 91,488</b>	<b>\$ 205,800</b>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY SHERIFF  
SPECIAL-PURPOSE COMBINING STATEMENT OF  
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2021**

	<b>Major Fund General</b>	<b>Other Governmental</b>	<b>Total Governmental</b>
<b>Revenues</b>			
Intergovernmental	\$ 576,510	\$ 0	\$ 576,510
Charges for Services	357,623	0	357,623
Fines and Forfeitures	0	0	0
Miscellaneous	110,227	94,731	204,957
<b>Total Revenues</b>	<b>1,044,360</b>	<b>94,731</b>	<b>1,139,091</b>
<b>Expenditures</b>			
Current:			
Public Safety			
Salaries and Benefits	1,442,921	0	1,442,921
Operating Expenditures	361,090	0	361,090
Capital Outlay	85,708	0	85,708
Corrections			
Salaries and Benefits	730,781	0	730,781
Operating Expenditures	201,453	91,642	293,095
<b>(Total Expenditures)</b>	<b>2,821,953</b>	<b>91,642</b>	<b>2,913,595</b>
<b>(Deficiency) Excess of Revenues (Under) Over Expenditures</b>	<b>(1,777,593)</b>	<b>3,089</b>	<b>(1,774,504)</b>
<b>Other Financing Sources (Uses)</b>			
Operating Transfers In	1,826,327	0	1,826,327
Operating Transfers Out	(48,735)	0	(48,735)
<b>Total Other Financing Sources (Uses)</b>	<b>1,777,593</b>	<b>0</b>	<b>1,777,593</b>
<b>Net Change in Fund Balances</b>	<b>0</b>	<b>3,089</b>	<b>3,089</b>
<b>Fund Balances, Beginning of Year</b>	<b>0</b>	<b>88,399</b>	<b>88,399</b>
<b>Fund Balances, End of Year</b>	<b>\$ 0</b>	<b>\$ 91,488</b>	<b>\$ 91,488</b>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY SHERIFF**  
**SPECIAL-PURPOSE STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**SEPTEMBER 30, 2021**

	<b>General Fund</b>			
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>		<b>With Final Budget Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental	\$ 1,044,360	\$ 1,044,360	\$ 576,510	\$ (467,850)
Charges for Services	0	0	357,623	357,623
Fines and Forfeitures	0	0	0	0
Miscellaneous	0	0	110,227	110,227
<b>Total Revenues</b>	<b>1,044,360</b>	<b>1,044,360</b>	<b>1,044,360</b>	<b>0</b>
<b>Expenditures</b>				
Current:				
Public Safety				
Salaries and Benefits	1,467,840	1,467,840	1,442,921	(24,919)
Operating Expenditures	367,326	367,326	361,090	(6,236)
Capital Outlay	87,189	87,189	85,708	(1,481)
Corrections				
Salaries and Benefits	743,401	743,401	730,781	(12,620)
Operating Expenditures	204,931	204,931	201,453	(3,478)
<b>(Total Expenditures)</b>	<b>2,870,687</b>	<b>2,870,687</b>	<b>2,821,953</b>	<b>(48,734)</b>
<b>(Deficiency) Excess of Revenues (Under)</b>				
<b>Over Expenditures</b>	<b>(1,826,327)</b>	<b>(1,826,327)</b>	<b>(1,777,593)</b>	<b>48,734</b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	1,826,327	1,826,327	1,826,327	0
Operating Transfers Out	0	0	(48,735)	(48,735)
<b>Total Other Financing Sources (Uses)</b>	<b>1,826,327</b>	<b>1,826,327</b>	<b>1,777,593</b>	<b>(48,734)</b>
<b>Net Change in Fund Balances</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances, Beginning of Year</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances, End of Year</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY SHERIFF**  
**SPECIAL-PURPOSE STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**SEPTEMBER 30, 2021**

	<b>Custodial Funds</b>
<b>Assets</b>	
Cash	\$ 75,874
<b>Total Assets</b>	75,874
 <b>Liabilities</b>	
Due to Other Governments	958
<b>Total Liabilities</b>	958
 <b>Net Position</b>	
Restricted	0
Held for Others	74,916
<b>Total Net Position</b>	\$ 74,916

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY SHERIFF**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**SEPTEMBER 30, 2021**

	<b>Custodial Funds</b>
<b>Additions</b>	
Funds Held for Others	\$ 154,800
Seizures	0
Bonds, Purges, and Levies	0
<b>Total Additions</b>	<b>154,800</b>
<b>Deductions</b>	
Funds Held for Others	177,160
Seizures	0
Bonds, Purges, and Levies	0
<b>Total Deductions</b>	<b>177,160</b>
 <b>Net Change in Fiduciary Net Position</b>	 <b>(22,360)</b>
 <b>Net Position - Beginning, as Originally Reported</b>	 <b>0</b>
 <b>Net Position, Restatement</b>	 <b>97,276</b>
<b>Net Position - Beginning, as Restated</b>	<b>97,276</b>
 <b>Net Position - Ending</b>	 <b>\$ 74,916</b>

The accompanying notes are an integral part of these special-purpose financial statements

**NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS**



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

**Note 1 – Summary of Significant Accounting Policies**

The following is a summary of the significant principles and policies used in the preparation of the accompanying special-purpose financial statements

**Reporting Entity**

Liberty County, Florida (the “County”) is a political subdivision of the State of Florida. The County was established under Article VIII, Section 1(d), *Constitution of the State of Florida*. It is governed by an elected Board of County Commissioners (the “Board”) as provided by Section 125.73, Florida Statutes. The Board is responsible for the administration of all departments of which the Board has the authority to control pursuant to general laws of Florida.

The Sheriff is an elected Constitutional Officer of the County pursuant to Article VIII, Section (1) of the *Constitution of the State of Florida*. For financial statement and reporting purposes, the Sheriff is a separate Constitutional Officer as provided by Chapter 218, Florida Statutes. However, the Sheriff does not meet the definition of a legally separate organization and is not considered to be a component unit. Accordingly, the Sheriff is considered to be a part of the primary government of Liberty County, Florida (the “County”), and the financial activities of the Sheriff are included as such in the Liberty County annual financial report, along with the other Constitutional Officers and the Liberty County Board of County Commissioners (the “Board”). The financial statements contained herein represent the financial transactions of the Sheriff only. There are no component units for the Sheriff to consider for inclusion in these special-purpose financial statements. The accounting policies of the Sheriff conform to accounting principles generally accepted in the United States of America as applicable to government units. The following is a summary of the more significant accounting principles and policies used in the preparation of these special-purpose financial statements.

For financial reporting purposes, the Sheriff is deemed to be a part of the primary government of the County and, therefore, is included as such in the County’s annual financial report.

**Basis of Presentation**

The accompanying special-purpose financial statements include all the funds and accounts of the Sheriff’s office but are not a complete presentation of the County as a whole. The accompanying special-purpose financial statements are prepared for the purpose of complying with Section 218.39, Florida Statutes, and Section 10.557(3), *Rules of the Auditor General-Local Governmental Entity Audits*.

Section 10.556(4), *Rules of the Auditor General-Local Government Entity Audits* requires the Sheriff to only present fund special-purpose financial statements. Accordingly, due to the omission of government-wide financial statements, full accrual special-purpose financial statements and related disclosures, including a management’s discussion and analysis, these financial statements do not constitute a complete presentation of the financial position of the Sheriff as of September 30, 2021, and the changes in its financial position for the year then ended, in conformity with Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statement-and Management’s Discussion and Analysis-for State and Local Governments*, but otherwise constitute financial statements prepared in conformity with U.S. generally accepted accounting principles (GAAP).

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

**Note 1 – Summary of Significant Accounting Policies (continued)**

The financial transactions of the Sheriff are recorded in one individual fund. This fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures.

The Sheriff utilizes the following fund type:

- **Major Governmental Fund**
  - **General Fund** – The general fund is the general operating fund of the Sheriff. It is used to account for all financial resources, except those required to be accounted for in another fund.
  
- **Non-major Governmental Funds**
  - **Special Revenue Fund** – Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes. The Sheriff reports the following special revenue fund in the financial statements under the title “Other Governmental Fund”:
    - **Inmate Welfare** – A special revenue fund which accounts for commissions received from pay telephones and commissary profits restricted for the benefit of inmates.
  
- **Fiduciary Fund**
  - **Custodial Funds** – The fiduciary fund is used to account for assets held by the Sheriff as an agent for individuals, private organizations, and other governments. They are Individual Depository, Suspense, and Inmate Trust.

**Basis of Accounting**

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the special-purpose financial statements. Basis of accounting refers to the timing of the measurements made, regardless of the measurement focus applied. The modified accrual basis of accounting is followed by the governmental funds and agency fund. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available to finance expenditures of the current period. The Sheriff considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures are recorded when the liability is incurred, except for accumulated sick and vacation pay, which are not recorded until paid. Charges for services and investment revenue are recorded as earned.

The Sheriff considers receivables collected within 30 days after year-end to be available and susceptible to accrual as revenues of the current year. The following major revenues are considered susceptible to accrual: intergovernmental revenue, charges for services, and interest earned. However, intergovernmental revenue, consisting of a cost reimbursement grant, is recognized as revenue as the related expenditures are incurred.

The fiduciary funds statements are prepared using the economic resources measurement focus and the accrual basis of accounting.

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

**Note 1 – Summary of Significant Accounting Policies (continued)**

**Measurement Focus**

The accounting and financial reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. The general fund is accounted for on a spending or “financial flow” measurement focus. This means that generally, only current assets and current liabilities are included in the balance sheet. General fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they present a summary of sources and uses of “available spendable resources” during a period.

**Budgets and Budgetary Accounting**

Government fund revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with the Florida Statutes. An annual budget is adopted for the general fund. All budget amounts presented in the accompanying special-purpose financial statements have been adjusted for legally authorized amendments of the annual budget for the year. Budgets are prepared on the modified accrual basis of accounting.

The Sheriff’s annual budgets are monitored at varying levels of classification detail. However, for purposes of budgetary control, expenditures cannot legally exceed the total annual budget appropriations at the individual fund level. All appropriations lapse at year-end.

**Capital Assets**

The Sheriff is accountable for, and thus maintains, capital asset records pertaining to the equipment used in his operations. Real property used by the Sheriff is accounted for by the Board, as the Board holds legal title and is accountable for such assets under Florida law. Capital assets purchased in Governmental Funds costing \$5,000 or more and having a useful life in excess of one year are recorded as expenditures (capital outlay) at the time of purchase.

Capital assets, which include vehicles and equipment, are recorded as capital outlay expenditures in the governmental funds at the time goods are received and a liability is incurred. These assets are then capitalized at cost in the statement of net position as part of the basic financial statements of the County (statement of net position). Capital assets acquired under capital leases are capitalized at cost in the statement of net assets at the time the assets are received. Donated and confiscated capital assets are recorded in the statement of net assets and are recorded at fair value at the time received. Capital assets are depreciated using the straight-line method over three to seven years. The depreciation expense is recorded in the statement of activities as part of the basic financial statements of the County.

**Accumulated Compensated Absences**

Permanent full-time employees of the Sheriff are entitled to accrue unlimited hours of sick leave and 240 hours annually of vacation time. Upon termination, employees can be paid up to 240 hours of vacation time and employees with ten years of service can be paid 25% of their sick leave not to exceed 480 hours. The Sheriff’s accumulated compensated absences are reported in the statement of net position in the County’s financial statements. The Sheriff uses the vesting method to calculate the liability for compensated absences.

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

**Note 1 – Summary of Significant Accounting Policies (concluded)**

**Transfers In and Out**

The Board funds primarily all the operating budget of the Sheriff's General Fund. The payments by the Board to fund the operations of the Sheriff are recorded as transfers out on the financial statements of the Board and as transfers in on the special-purpose financial statements of the Sheriff. In accordance with Florida Statutes, the Sheriff distributes all General Fund revenues in excess of expenditures to the Board within 31 days following the end of the fiscal year. Accordingly, such amounts are recorded as a liability and as transfers out on the special-purpose financial statements of the Sheriff and as an asset and as transfers in on the financial statements of the Board.

**Related Organizations – Common Expenses**

Certain expenses, which are common to the Board and all Constitutional Officers, are reported as expenses of the Board and, therefore, are not budgeted by or allocated to the Sheriff. These expenses paid by the Board relating to the Sheriff's operations are occupancy costs, janitorial service, utilities, and Property and Worker's Compensation Insurance.

**Risk Management**

The Sheriff is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors or omissions; injuries to employees and/or the public; or damage to property of others. The Sheriff carries commercial insurance against losses for automobiles, personal property damage, worker's compensation, and law enforcement officers.

The Sheriff's coverage for workers' compensation is under a retrospectively rated policy. Premiums are accrued based on the ultimate cost-to-date of the Sheriff's experience for this type of risk.

In addition, the Sheriff participates in the Florida Sheriffs' Association's Self-Insurance Fund for risks related to professional liability and public officials' coverage.

**Fund Balance**

Restrictions reported in the governmental funds' balance sheet indicate that portion of fund balance that is not available for appropriation or which is legally segregated for a specific future use.

**Use of Estimates**

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

**Recently Issued and Implemented Accounting Pronouncements**

In fiscal year 2021, the Sheriff has implemented GASB Statement No. 84, *Fiduciary Activities*. The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. Additional information can be found in Note 2.

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

**Note 2 Change in Accounting Principle**

As described in Note 1, the Sheriff implemented GASB Statement No. 84, *Fiduciary Activities*, which required a prior period restatement to the prior period balance of fiduciary net position. The September 30, 2020 net position was classified as a liability “due to others” instead of fiduciary net position as required under GASB Statement No. 84.

**Note 3 - Cash**

**Cash Deposits**

At September 30, 2021, the carrying amount of the Sheriff’s deposits was \$98,417 for governmental funds and \$75,874 for the fiduciary funds for a total of \$174,291. On September 30, 2021, the Sheriff’s cash on deposit in its bank accounts was insured by federal deposit insurance or collateralized pursuant to Chapter 280, Florida Statutes. Deposits in banks and thrift institutions are collateralized as public funds through a state procedure provided for in Chapter 280 of the Florida Statutes. Financial institutions qualifying as public depositories are required to pledge eligible collateral having market value equal to or greater than the average daily or monthly balance of all public deposits times the depository’s collateral pledging level. The Public Deposit Security Trust Fund has a procedure to allocate and recover losses in the event of a default or insolvency. When public deposits are made in accordance with Chapter 280, no public depositor shall be liable for any loss thereof. All the cash deposits of the Sheriff are placed with qualified financial institutions and are classified as category one credit risk, which means they are insured or collateralized.

**Credit Risk**

Section 218.415(17), Florida Statutes stipulates the State-approved investment policy for all governmental entities and includes the following investments:

- The Florida PRIME (formerly the Local Government Surplus Trust Fund), administered by the State Board of Administration.
- Securities and Exchange Commission (SEC) registered money market funds with the highest credit quality rating from a nationally recognized rating agency.
- Interest-bearing time deposits or savings accounts in qualified public depositories.
- Direct obligations of the U.S. Treasury.

The Sheriff does not have an investment policy that would further limit its investment choices.

**Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure the government’s deposits may not be returned to it.

Qualified public depositories of public funds are required to provide collateral each month pursuant to Section 280.04, Florida Statutes. The collateral is held by the Florida Division of Treasury or other custodian with full legal rights maintained by the Florida Division of Treasury to transfer ownership. Any loss not covered by the pledged securities and deposit insurance would be assessed by the Florida Division of Treasury and paid by the other public depositories. The Sheriff’s deposits are therefore considered fully insured or collateralized.

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

**Note 4 – Capital Assets**

The tangible personal property used by the Sheriff in its governmental fund operations is reported as capital assets in the statement of net assets as part of the basic financial statements of the County. Upon acquisition, such assets are recorded as expenditures in the governmental fund types of the Sheriff and capitalized at cost in the capital asset accounts of the County. The Sheriff maintains recordkeeping and custodial responsibility for certain tangible capital assets used by his office. Information on vehicles, equipment and furniture used in the operations of the Sheriff’s office are presented below:

	Balance September 30, 2020	Increase	Decrease	Balance September 30, 2021
Vehicles, Equipment, and Furniture	\$ 1,770,344	\$ 85,708	\$ 0	\$ 1,856,052
Accumulated Depreciation	(1,002,068)	(144,704)	0	(1,146,772)
Capital Assets, Net	\$ 768,276	\$ (58,996)	\$ 0	\$ 709,280

Depreciation expense was charged to Public Safety expense in the government-wide financial statements.

**Note 5 – Pension and Postemployment Benefits Other Than Pension Benefits**

**Florida Retirement System (FRS) Pension Benefits**

The Sheriff participates in the Florida Retirement System to provide benefits to its employees. A detailed plan description and any liability for employees of the Sheriff are included in the financial statements of the County.

**Postemployment Benefits Other Than Pensions**

The Sheriff participates in the plan established by the Board of County Commissioners to provide other postemployment benefits to retirees of the Board and Constitutional Officers. A detailed plan description and any liability for employees of the Sheriff are included in the financial statements of the County.

**Note 6 – Contingencies**

The Sheriff is contingently liable with respect to lawsuits and other claims incidental to the ordinary course of its operations. In the opinion of management, based on the advice of legal counsel, the ultimate disposition of these lawsuits and claims will not have a material adverse effect on the financial position of the Sheriff.

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

**Note 7 – Changes in Long-term Obligations**

The following is a summary of the changes in long-term obligations of the Sheriff for the year ended September 30, 2021:

	Beginning Balance September 30, 2020	Additions	Deletions	Ending Balance September 30, 2021
Compensated Absences	\$ 144,923	\$ 0	\$ 6,887	\$ 138,036

Records kept for compensated absences relate only to hours earned, used and available, the effect of changes in individual employee compensation rates on changes in the reported value of the liability for compensated absences cannot be reasonably estimated.

The portion of the compensated absences liability estimated to be paid during the next year (current portion) is \$34,509.

**Note 8 – Encumbrances**

Encumbrances represent commitments related to underperformed contracts for goods or services. They do not constitute expenditures or liabilities. The encumbrances will be honored in the subsequent year. The Sheriff had no outstanding encumbrances on September 30, 2021.

**Note 9 – Fund Balance Reporting**

The Sheriff implemented the provisions of GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54) in 2012, as required.

The purpose of GASB 54 is to improve the consistency and usefulness of fund balance information to the financial statement user. The statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which the organization is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – non-spendable, restricted, committed, assigned, and unassigned. The Sheriff had \$88,399 in restricted fund balance in the Inmate Welfare Fund at September 30, 2021.

- **Non-spendable-** This component of fund balance consists of amounts that cannot be spent because (a) they are not expected to be converted to cash or (b) they are legally or contractually required to remain intact. Examples of this classification are prepaid items, inventories, and principal (corpus) or an endowment fund. The Sheriff does not have any non-spendable funds.
- **Restricted-** This component of fund balance consists of amounts that are constrained either (a) externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments), or (b) by the law through constitutional provisions or enabling legislation.

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

**Note 9 – Fund Balance Reporting (concluded)**

- **Committed**- This component of fund balance consists of amounts that can be used for specific purposes to constraints imposed by formal action (e.g., ordinance or resolution) of the County’s governing body. These committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (e.g. ordinance or resolution) it employed previously to constrain those amounts.
  
- **Assigned**- This component of fund balance consists of amounts that are constrained by a less-than-formal action of the organization’s governing authority, or by an individual or body to whom the governing authority has delegated this responsibility. The Sheriff has not delegated the responsibility to assign fund balances to any individual body.
  
- **Unassigned**- This classification is used for (a) negative unrestricted fund balances in any governmental fund, or (b) fund balances within the General Fund that are not restricted, committed or assigned.



**SUPPLEMENTARY INFORMATION**

**LIBERTY COUNTY SHERIFF  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 SEPTEMBER 30, 2021**

	Custodial Funds			
	Individual Depository	Suspense	Inmate Trust	Total
<b>Assets</b>				
Cash	\$ 958	\$ 9,080	\$ 65,836	\$ 75,874
<b>Total Assets</b>	958	9,080	65,836	75,874
 <b>Liabilities</b>				
Due to Other Governments	958	0	0	958
<b>Total Liabilities</b>	958	0	0	958
 <b>Net Position</b>				
Restricted	0	0	0	0
Held for Others	0	9,080	65,836	74,916
<b>Total Net Position</b>	\$ 0	\$ 9,080	\$ 65,836	\$ 74,916

**LIBERTY COUNTY SHERIFF**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**SEPTEMBER 30, 2021**

	<b>Individual Depository</b>	<b>Suspense</b>	<b>Inmate Trust</b>	<b>Total</b>
<b>Additions</b>				
Funds Held for Others	\$ 5,287	\$ 0	\$ 149,513	\$ 154,800
Seizures	0	0	0	0
Bonds, Purges, and Levies	0	0	0	0
<b>Total Additions</b>	<u>5,287</u>	<u>0</u>	<u>149,513</u>	<u>154,800</u>
<b>Deductions</b>				
Funds Held for Others	5,287	0	171,873	177,160
Seizures	0	0	0	0
Bonds, Purges, and Levies	0	0	0	0
<b>Total Deductions</b>	<u>5,287</u>	<u>0</u>	<u>171,873</u>	<u>177,160</u>
<b>Net Change in Fiduciary Net Position</b>	<u>0</u>	<u>0</u>	<u>(22,360)</u>	<u>(22,360)</u>
<b>Net Position - Beginning, as Originally Reported</b>	0	0	0	0
<b>Net Position, Restatement</b>	0	9,080	88,196	97,276
<b>Net Position - Beginning, as Restated</b>	<u>0</u>	<u>9,080</u>	<u>88,196</u>	<u>97,276</u>
<b>Net Position - Ending</b>	<u>\$ 0</u>	<u>\$ 9,080</u>	<u>\$ 65,836</u>	<u>\$ 74,916</u>

## **FIDUCIARY FUNDS**

**INDIVIDUAL DEPOSITORY** – Accounts for fees charged for the service of process in civil cases. These nonrefundable fees are set by Section 30.231 of the Florida Statutes. The costs of executing enforceable writs are also handled through this fund. On a monthly basis, these fees are deposited to the general fund of the Board.

**SUSPENSE** – Accounts for the receipt and disbursement of funds received from various sources such as purges for child support, transportation restitution, interest on certificates of deposit, proceeds from court ordered sale of abandoned property, etc. Disbursement of these funds is made in accordance with the purpose of the receipt and any balance remaining is transferred to the Board’s general fund on a monthly basis.

**INMATE TRUST** – Accounts for inmates’ personal cash receipts and disbursements. Individual inmate account records are maintained. This fund makes disbursement requested by inmates to the extent of their available funds.

## **COMPLIANCE SECTION**

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

The Honorable Buddy Money  
Liberty County Sheriff  
Liberty County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States, the special-purpose financial statements of the major fund of the Liberty County, Florida, Sheriff (the "Sheriff") as of and for the year ended September 30, 2021, and the related notes to the special-purpose financial statements, which collectively comprise the Sheriff's special-purpose financial statements and have issued our report thereon dated June 30, 2022, which contains an emphasis of matter referring to a basis of presentation required for compliance with state reporting requirements. Our opinions were not modified with respect to this matter.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the special-purpose 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 special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Sheriff's internal control. Accordingly, we do not express an opinion on the effectiveness of the Sheriff'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 special-purpose 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.

**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF SPECIAL-PURPOSE FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*  
(*Concluded*)**

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Sheriff’s special-purpose 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 special-purpose 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 Sheriff’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.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**INDEPENDENT ACCOUNTANT’S REPORT ON COMPLIANCE  
WITH THE REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES,  
*LOCAL GOVERNMENT INVESTMENT POLICIES***

The Honorable Buddy Money  
Liberty County Sheriff  
Liberty County, Florida

We have examined the Liberty County, Florida, Sheriff’s (the “Sheriff”) compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2021. 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.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Sheriff complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Sheriff complied with specific requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. 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.

In our opinion, the Sheriff complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

This report is intended solely for the information and use of management and the State of Florida Auditor General and is not intended to be used by anyone other than these specified parties.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida



**INDEPENDENT AUDITOR'S MANAGEMENT LETTER**

The Honorable Buddy Money  
Liberty County Sheriff  
Liberty County, Florida

**Report on the Financial Statements**

We have audited the accompanying special-purpose financial statements of the Liberty County, Florida, Sheriff (the "Sheriff") as of and for the year ended September 30, 2021, and have issued our report thereon June 30, 2022.

**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 Reporting Requirements**

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; and Independent Accountant's Report on an examination conducted in accordance with AICPA *Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated June 30, 2022, should be considered in conjunction with this management letter.

**Prior Audit Findings**

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

**Official Title and Legal Authority**

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in the management letter, unless disclosed in the notes to the special-purpose financial statements. The Liberty County, Florida, Sheriff was established by the Constitution of the State of Florida, Article VIII, Section 1(d). There were no component units related to the Liberty County, Florida, Sheriff.

**Financial Management**

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

**INDEPENDENT AUDITOR'S MANAGEMENT LETTER**  
*(Concluded)*

**Additional Matters**

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the special-purpose 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 the Letter**

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

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**SPECIAL-PURPOSE FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITOR'S REPORT  
LIBERTY COUNTY TAX COLLECTOR  
LIBERTY COUNTY, FL  
SEPTEMBER 30, 2021**

**LIBERTY COUNTY TAX COLLECTOR  
LIBERTY COUNTY, FLORIDA  
SEPTEMBER 30, 2021**

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### INDEPENDENT AUDITOR'S REPORT

The Honorable Marie Goodman  
Liberty County Tax Collector  
Liberty County, Florida

#### Report on the Financial Statements

We have audited the accompanying special-purpose financial statements of the major fund and the aggregate remaining fund information of the Liberty County, Florida, Tax Collector (the "Tax Collector") as of and for the year ended September 30, 2021, and the related notes to the special-purpose financial statements, which collectively comprise the Tax Collector's financial statements as listed in the table of contents.

#### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these special-purpose 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 special-purpose 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 statement 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 special-purpose financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special-purpose financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the special-purpose 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 special-purpose 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 Tax Collector'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 special-purpose financial statements.

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

**INDEPENDENT AUDITOR’S REPORT**  
*(Concluded)*

**Opinions**

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the financial position of the major fund and aggregate remaining fund information of the Tax Collector as of September 30, 2021, and the respective changes in financial position thereof and the budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Change in Accounting Principle**

As discussed in note 1 to the special-purpose financial statements, the Tax Collector adopted the provisions of Governmental Accounting Standards Board (“GASB”) Statement No. 84, *Fiduciary Activities*, during the year ended September 30, 2021. Our opinion is not modified with respect to this matter.

**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 the major fund and the aggregate remaining fund information, only for the portion of the major fund, and the aggregate remaining fund information, of Liberty County, Florida that is attributable to the Tax Collector. They do not purport to, and do not, present fairly the financial position of Liberty County, Florida, as of September 30, 2021, and the changes in its financial position for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions were not modified with respect to these matters.

**Other Matters**

*Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Liberty County Tax Collector’s special-purpose financial statements. The special-purpose statement of fiduciary net position and special-purpose statement of changes in fiduciary net position, as listed in the table of contents, are presented for purposes of additional analysis, and are not a required part of the financial statements.

The special-purpose statement of fiduciary net position and special-purpose statement of changes in fiduciary net position are the responsibility of management and were derived from and related directly to the underlying accounting and other records used to prepare the financial statements. This information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the special-purpose statement of fiduciary net position are fairly stated, in all material respects, in relation to the financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2022, on our consideration of the Tax Collector'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 included under the heading Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statement Performed in Accordance with *Government Auditing Standards*. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Liberty County Tax Collector's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Tax Collector's internal control over financial reporting and compliance.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

## **FINANCIAL STATEMENTS**



**LIBERTY COUNTY TAX COLLECTOR  
BALANCE SHEET  
GENERAL FUND  
SEPTEMBER 30, 2021**

	<b>Total Governmental</b>
<b>Assets</b>	
Cash	\$ 50,426
Due from Custodial Fund	0
<b>Total Assets</b>	50,426
 <b>Liabilities and Fund Balances</b>	
 <b>Liabilities</b>	
Accounts Payables	7,082
Due to Board of County Commissioners	43,344
<b>Total Liabilities</b>	50,426
 <b>Fund Balances</b>	
<b>Total Fund Balances</b>	0
 <b>Total Liabilities and Fund Balances</b>	\$ 50,426

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY TAX COLLECTOR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES  
 GENERAL FUND  
 SEPTEMBER 30, 2021**

	<u><b>Total Governmental</b></u>
<b>Revenues</b>	
Charges for Services	\$ 192,963
Miscellaneous	229
<b>Total Revenues</b>	<u>193,193</u>
 <b>Expenditures</b>	
Current:	
General Government	
Salaries and Benefits	351,046
Operating Expenditures	62,944
Capital Outlay	0
<b>(Total Expenditures)</b>	<u>413,990</u>
 <b>(Deficiency) Excess of Revenues (Under)</b>	
<b>Over Expenditures</b>	<u>(220,797)</u>
 <b>Other Financing Sources (Uses)</b>	
Operating Transfers In	264,141
Operating Transfers Out	(43,344)
<b>Total Other Financing Sources (Uses)</b>	<u>220,797</u>
 <b>Net Change in Fund Balances</b>	0
 <b>Fund Balances, Beginning of Year</b>	<u>0</u>
 <b>Fund Balances, End of Year</b>	<u><u>\$ 0</u></u>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY TAX COLLECTOR**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**SEPTEMBER 30, 2021**

	General Fund			
	Budgeted Amounts		Actual Amounts	Variance
	Original	Final		With Final Budget Positive (Negative)
<b>Revenues</b>				
Charges for Services	\$ 170,387	\$ 170,387	\$ 192,963	\$ 22,576
Miscellaneous	0	0	229	229
<b>Total Revenues</b>	170,387	170,387	193,193	22,806
<b>Expenditures</b>				
Current:				
General Government				
Salaries and Benefits	368,463	368,463	351,046	(17,417)
Operating Expenditures	66,066	66,066	62,945	(3,121)
<b>(Total Expenditures)</b>	434,529	434,529	413,991	(20,538)
<b>(Deficiency) Excess of Revenues (Under)</b>				
<b>Over Expenditures</b>	(264,142)	(264,142)	(220,798)	43,344
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	264,142	264,142	264,142	0
Operating Transfers Out	0	0	(43,344)	(43,344)
<b>Total Other Financing Sources (Uses)</b>	264,142	264,142	220,798	(43,344)
<b>Net Change in Fund Balances</b>	0	0	0	0
<b>Fund Balances, Beginning of Year</b>	0	0	0	0
<b>Fund Balances, End of Year</b>	\$ 0	\$ 0	\$ 0	\$ 0

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY TAX COLLECTOR  
SPECIAL-PURPOSE STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2021**

	<b>Custodial Funds</b>
<b>Assets</b>	
Cash and cash equivalents	\$ 72,310
<b>Total Assets</b>	<b>72,310</b>
<b>Liabilities</b>	
Deposits	56,550
Due to other Governments	15,760
<b>Total Liabilities</b>	<b>72,310</b>
<b>Net Position</b>	
Restricted	
Held for others	
<b>Total Net Position</b>	<b>\$ 0</b>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY TAX COLLECTOR**  
**SPECIAL-PURPOSE STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**YEAR ENDED SEPTEMBER 30, 2021**

	<b>Custodial Funds</b>
<b>Additions</b>	
Property Taxes Collected for Other Governments	\$ 5,116,295
Funds Held for Others	1,279,074
<b>Total Additions</b>	<b>6,395,369</b>
<b>Deductions</b>	
Property Taxes Collected for Other Governments	5,116,295
Funds Held for Others	1,279,074
<b>Total Deductions</b>	<b>6,395,369</b>
<b>Net Change in Fiduciary Net Position</b>	<b>0</b>
<b>Net Position - Beginning</b>	<b>0</b>
<b>Net Position - Ending</b>	<b>\$ 0</b>

The accompanying notes are an integral part of these special-purpose financial statements

**NOTES TO BASIC FINANCIAL STATEMENTS**

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

**Note 1 – Summary of Significant Accounting Policies**

**Reporting Entity**

Liberty County, Florida (the “County”) is a political subdivision of the State of Florida. It is governed by an elected Board of County Commissioners (the “Board”), as provided by Section 125.73, Florida Statutes. The Board is responsible for the administration of all departments of which the Board has the authority to control pursuant to general laws of Florida.

The Liberty County, Florida, Tax Collector (the “Tax Collector”) is an elected official of the County pursuant to the Constitution of the State of Florida, Article VIII, Section 1(d), and is a part of the primary government of the County. Although the Board and the Florida Department of Revenue approve the Tax Collector’s total operating budget, the Tax Collector is responsible for the administration and the operation of the Tax Collector’s office, and the Tax Collector’s financial statements do not include the financial statements of the Board or the other Constitutional Officers of the County. There are no component units related to the Tax Collector.

The Tax Collector operates as a fee and budget officer. Upon approval of the operating budget, revenues are collected from fees and from commissions earned for the collection of taxes for Liberty County taxing authorities pursuant to Section 192.091(2), Florida Statutes. The receipts from the Board are recorded as other financing sources on the Tax Collector’s financial statements and as other financing uses on the Board’s financial statements.

For financial reporting purposes, the Tax Collector is deemed to be a part of the primary government of the County and, therefore, is included as such in the County’s annual financial report.

**Basis of Presentation**

The accompanying financial statements include all the funds and accounts of the Tax Collector’s office but are not a complete presentation of the County as a whole. The accompanying financial statements are prepared for the purpose of complying with Section 218.39, Florida Statutes, and Section 10.557(3), *Rules of the Auditor General-Local Governmental Entity Audits*.

Section 10.556(4), *Rules of the Auditor General-Local Government Entity Audits* requires the Tax Collector to only present fund financial statements. Accordingly, due to the omission of government-wide financial statements, full accrual financial statements and related disclosures, including a management’s discussion and analysis, these financial statements do not constitute a complete presentation of the financial position of the Tax Collector as of September 30, 2021, and the changes in its financial position for the year then ended, in conformity with Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statement-and Management’s Discussion and Analysis-for State and Local Governments*, but otherwise constitute financial statements prepared in conformity with U.S. generally accepted accounting principles (GAAP).

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

**Note 1 – Summary of Significant Accounting Policies (continued)**

The financial transactions of the Tax Collector are recorded in one individual fund. This fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures.

The Tax Collector utilizes the following fund type:

- **Governmental Fund:**
  - **General Fund** – The general fund is the general operating fund of the Tax Collector. It is used to account for all financial resources, except those required to be accounted for in another fund.
  
- **Fiduciary Fund:**
  - **Custodial Fund** – The custodial fund is used to account for assets held by the Tax Collector as an agent for individuals, private organizations, and other governments. Custodial funds are custodial in nature and do not involve measurement of changes in financial positions. Such assets include receipts for property taxes, vehicle registrations, sales tax, and hunting and fishing licenses.

**Basis of Accounting**

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements and refers to the timing of the measurements made, regardless of the measurement focus applied.

The modified accrual basis of accounting is followed by the general fund and agency fund. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available and as such, are susceptible to accrual. Expenditures are recorded when the liability is incurred, except for accumulated sick and vacation pay, which are not recorded until paid. The Tax Collector considers revenues collected within 30 days after year-end to be available and susceptible to accrual as revenues of the current year. The following major revenues are considered susceptible to accrual: charges for services and interest earned.

The fiduciary fund statements are prepared using the economic resource measurement focus and the accrual basis of accounting.

**Measurement Focus**

The accounting and financial reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. The general fund is accounted for on a spending or “financial flow” measurement focus. This means that generally, only current assets and current liabilities are included in the balance sheet. General fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they present a summary of sources and uses of “available spendable resources” during a period.



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

**Note 1 – Summary of Significant Accounting Policies (continued)**

**Budgets and Budgetary Accounting**

General governmental revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with the Florida Statutes. An annual budget is prepared by the Tax Collector and approved by the Florida Department of Revenue for the general fund. Budget to actual comparisons are provided in the financial statements for the general fund, where the Tax Collector has legally adopted an annual budget. All budget amounts presented in the accompanying financial statements have been adjusted for legally authorized amendments of the annual budget for the year. Budgets are prepared on the modified accrual (GAAP) basis of accounting. The Tax Collector's annual budget is monitored at varying levels of classification detail. However, for purposes of budgetary control, expenditures cannot legally exceed the total annual budget appropriation at the individual fund level. All appropriations lapse at year-end.

**Capital Assets**

Capital assets purchased in the Governmental Fund type are recorded as expenditures (capital outlay) in the general fund at the time an asset is acquired. Assets acquired by the Tax Collector are capitalized at cost in the capital asset accounts of the County. The Tax Collector maintains custodial responsibility for the capital assets used by its office.

**Accumulated Compensated Absences**

Permanent full-time employees of the Tax Collector are entitled to accrue unlimited hours of sick leave and 240 hours of vacation time. Upon termination, employees can be paid based upon the employee's current wage rate, up to 240 hours of vacation time and 25% of sick time up to 480 hours if employed for ten years.

The Tax Collector uses the vesting method to calculate the liability for compensated absences. The Tax Collector does not, nor is it legally required to, accumulate expendable available financial resources to liquidate these obligations. Accordingly, the liability for compensated absences is not reported in the general fund, but is reported in the statement of net position in the County-wide financial statements.

**Use of Estimates**

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

**Transfers In and Out**

The Board funds primarily all the operating budget of the Tax Collector. The payments by the Board to fund the operations of the Tax Collector are recorded as transfers in on the financial statements of the Tax Collector. In accordance with Florida Statutes, the Tax Collector distributes all general fund revenues in excess of expenditures to the Board within 31 days following the end of the fiscal year.

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

**Note 1 – Summary of Significant Accounting Policies (continued)**

**Related Organizations – Common Expenses**

Certain expenses, which are common to the Board and all Constitutional Officers, are reported as expenses of the Board and, therefore, are not budgeted by, or allocated to the Tax Collector. These expenses paid by the Board relating to the Tax Collector's operations are occupancy costs, janitorial service, utilities, and Property and Worker's Compensation Insurance.

**Risk Management**

The Tax Collector is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors or omissions; injuries to employees and/or the public; or damage to property of others. The Tax Collector participates in the risk management program through the Board of County Commissioners, which uses commercial insurance and a public entity risk pool to cover certain risks from loss:

- Real and Personal Property Damage
- Public Employees' Bond
- Workers' Compensation
- Automobile Liability

The Board participates in the Florida Association of Counties Trust (FACT), a public entity risk pool for risks related to comprehensive general liability. The agreement provides that the financial liability of each participating county is limited to premiums and surplus contributions paid or obligations made to FACT. Aggregate coverage provided is limited to \$1,000,000 for each claim.

**Property Tax Collections**

Chapter 197, Florida Statutes, governs property tax collections.

- **Current Taxes**

All property taxes become due and payable on November 1 and are delinquent on April 1 of the following year. Discounts of 4%, 3%, 2% and 1% are allowed for early payment in November through February, respectively.

- **Unpaid Taxes – Sale of Tax Certificates**

The Tax Collector advertises, as required by Florida Statutes, and then sells tax certificates on all real property for unpaid taxes. Certificates not purchased are issued to the County. Any person owning real property upon which a tax certificate has been sold may reacquire the real property by paying the Tax Collector the face amount of the tax certificate plus interest and other costs.

- **Tax Deeds**

The owner of a tax certificate may, after two years when the taxes have been delinquent (after April 1), file an application for the tax deed sale. The County, as a certificate owner, may exercise similar procedures two years after taxes have been delinquent (after April 1). Tax deeds are issued to the highest bidder for the property, which is sold at public auction. The Tax Collector of the Court administers these sales.

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

**Note 1 – Summary of Significant Accounting Policies (concluded)**

**Recently Issued and Implemented Accounting Pronouncements**

In fiscal year 2021, the Tax Collector implemented GASB statement No. 84, *Fiduciary Activities*. The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. Additional information can be found in Note 2.

**Note 2 – Change in Accounting Principle**

In fiscal year 2021, the Tax collector implemented GASB Statement No. 84, *Fiduciary Activities*, which includes guidance for identifying fiduciary activities for accounting and financial reporting purposes and had no effect on beginning fund balances or net position. Our opinions were not modified with respect to this matter.

**Note 3 - Cash**

**Cash Deposits**

The carrying amount of cash deposits was \$50,426 in operating and \$72,310 in the custodial account for a total balance of \$122,736 at September 30, 2021. Deposits in banks and savings and loan institutions are collateralized as public funds through a state procedure provided for in Chapter 280, Florida Statutes. Financial institutions qualifying as public depositories are required to pledge eligible collateral having a market value equal to or greater than the average daily or monthly balance of all public deposits times the depository's collateral pledging level. The Public Deposit Security Trust Fund has a procedure to allocate and recover losses in the event of a default or insolvency. When public deposits are made in accordance with Chapter 280, no public depositor shall be liable for any loss thereof. All the cash deposits of the Tax Collector are placed with qualified financial institutions and are classified as category one credit risk, which means they are insured or collateralized.

**Credit Risk**

Section 218.415(17), Florida Statutes, stipulates the State-approved investment policy for all governmental entities and includes the following investments:

- The Florida PRIME (formerly the Local Government Surplus Trust Fund) administered by the State Board of Administration.
- Securities and Exchange Commission (SEC) registered money market funds with the highest credit quality rating from a nationally recognized rating agency.
- Interest-bearing time deposits or savings accounts in qualified public depositories.
- Direct obligations of the U.S. Treasury.

The Tax Collector does not have an investment policy that would further limit its investment choices.

**Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure the government's deposits may not be returned to it.

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

**Note 3 – Cash (concluded)**

Qualified public depositories of public funds are required to provide collateral each month pursuant to Section 280.04, Florida Statutes. The collateral is held by the Florida Division of Treasury or other custodian with full legal rights maintained by the Florida Division of Treasury to transfer ownership. Any loss not covered by the pledged securities and deposit insurance would be assessed by the Florida Division of Treasury and paid by the other public depositories. The Tax Collector’s deposits are therefore considered fully insured or collateralized.

**Note 4 – Pension and Postemployment Benefits Other Than Pension Benefits**

**Florida Retirement System (FRS) Pension Benefits**

The Tax Collector participates in the Florida Retirement System to provide benefits to its employees. A detailed plan description and any liability for employees of the Tax Collector are included in the financial statements of the County.

**Postemployment Benefits Other Than Pensions**

The Tax Collector participates in the plan established by the Board of County Commissioners to provide other postemployment benefits to retirees of the Board and Constitutional Officers. A detailed plan description and any liability for employees of the Tax Collector are included in the financial statements of the County.

**Note 5 – Changes in Long-term Obligations**

The following is a summary of the changes in long-term obligations of the Tax Collector for the year ended September 30, 2021:

	Beginning Balance September 30, 2020	Additions	Deletions	Ending Balance September 30, 2021
Compensated Absences	\$ 6,250	\$ 0	\$ 3,175	\$ 3,075

Records kept for compensated absences relate only to hours earned, used and available, the effect of changes in individual employee compensation rates on changes in the reported value of the liability for compensated absences cannot be reasonably estimated.

The portion of the compensated absences liability estimated to be paid during the next year (current portion) is \$769.

**Note 6 – Encumbrances**

Encumbrances represent commitments related to underperformed contracts for goods or services. They do not constitute expenditures or liabilities. The encumbrances will be honored in the subsequent year. The Tax Collector had no outstanding encumbrances at September 30, 2021.

## **COMPLIANCE SECTION**

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

The Honorable Marie Goodman  
Liberty County Tax Collector  
Liberty County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *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 Liberty County, Florida, Tax Collector (the "Tax Collector") as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the Tax Collector's basic financial statements and have issued our report thereon dated June 30, 2022.

**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 the 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 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*.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*  
(*Concluded*)**

**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 Tax Collector'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.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE  
WITH THE REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES**

The Honorable Marie Goodman  
Liberty County Tax Collector  
Liberty County, Florida

We have examined the Liberty County, Florida, Tax Collector's (the "Tax Collector") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2021. 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.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Tax Collector complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Tax Collector complied with specific requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. 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.

In our opinion, the Tax Collector complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

This report is intended solely for the information and use of management and the State of Florida Auditor General and is not intended to be used by anyone other than these specified parties.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida



**INDEPENDENT AUDITOR'S MANAGEMENT LETTER**

The Honorable Marie Goodman  
Liberty County Tax Collector  
Liberty County, Florida

**Report on the Financial Statements**

We have audited the accompanying financial statements of the Liberty County, Florida, Tax Collector (the "Tax Collector") as of and for the year ended September 30, 2021 and have issued our report thereon June 30, 2022.

**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 Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General.

**Other Reporting Requirements**

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with AICPA *Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated June 30, 2022, should be considered in conjunction with this management letter.

**Prior Audit Findings**

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address significant findings and recommendations made in the preceding annual financial audit report. There were no findings and associated 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 the management letter, unless disclosed in the notes to the financial statements. The Liberty County, Florida, Tax Collector was established by the Constitution of the State of Florida, Article VIII, Section 1(d). There were no component units related to the Liberty County, Florida, Tax Collector.

**Financial Management**

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

**INDEPENDENT AUDITOR'S MANAGEMENT LETTER**  
*(Concluded)*

**Additional Matters**

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

**Purpose of the Letter**

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

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**SPECIAL-PURPOSE FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITOR'S REPORT  
LIBERTY COUNTY PROPERTY APPRAISER  
LIBERTY COUNTY, FL  
SEPTEMBER 30, 2021**

**LIBERTY COUNTY PROPERTY APPRAISER  
LIBERTY COUNTY, FLORIDA  
SEPTEMBER 30, 2021**

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**INDEPENDENT AUDITOR’S REPORT**

The Honorable Cindy Walker  
Liberty County Property Appraiser  
Liberty County, Florida

**Report on the Special-Purpose Financial Statements**

We have audited the accompanying special-purpose financial statements of the major fund of the Liberty County, Florida, Property Appraiser (the “Property Appraiser”) as of and for the year ended September 30, 2021, and the related notes to the special-purpose financial statements, which collectively comprise the Property Appraiser’s special-purpose financial statements as listed in the table of contents.

**Management’s Responsibility for the Special-Purpose Financial Statements**

Management is responsible for the preparation and fair presentation of these special-purpose 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 special-purpose 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 special-purpose 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 special-purpose financial statement 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 special-purpose financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special-purpose financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the special-purpose 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 special-purpose 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 Property Appraiser’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 special-purpose financial statements.

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

**INDEPENDENT AUDITOR'S REPORT**  
*(Concluded)*

**Opinions**

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the respective special-purpose financial position of the major fund of the Property Appraiser as of September 30, 2021, and the respective changes in financial position, where applicable, and the respective budgetary comparison for the General Fund thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Emphasis of Matter**

As discussed in Note 1 to the special-purpose financial statements, the special-purpose 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 special-purpose financial statements are intended to present the financial position and changes in financial positioning, where applicable, of the major fund, only for the portion of the major fund, of Liberty County, Florida that is attributable to the Property Appraiser. They do not purport to, and do not, present fairly the financial position of Liberty County, Florida, as of September 30, 2021, and the changes in its financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to these matters.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2022, on our consideration of the Property Appraiser'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 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.

*Moran & Smith LLP*

Moran & Smith LLP

June 30, 2022

Tallahassee, Florida

**SPECIAL-PURPOSE FINANCIAL STATEMENTS**

**LIBERTY COUNTY PROPERTY APPRAISER  
SPECIAL-PURPOSE BALANCE SHEET  
GENERAL FUND  
SEPTEMBER 30, 2021**

	<b>Total Governmental</b>
<b>Assets</b>	
Cash	\$ 22,919
Prepaid Expense	0
<b>Total Assets</b>	22,919
 <b>Liabilities and Fund Balances</b>	
 <b>Liabilities</b>	
Other Liabilities	0
Due to Board of County Commissioners	22,919
<b>Total Liabilities</b>	22,919
 <b>Fund Balances</b>	0
<b>Total Fund Balances</b>	0
 <b>Total Liabilities and Fund Balances</b>	\$ 22,919

The accompanying notes are an integral part of these special-purpose financial statements



**LIBERTY COUNTY PROPERTY APPRAISER  
SPECIAL-PURPOSE STATEMENT OF CHANGES IN FUND BALANCES  
GENERAL FUND  
SEPTEMBER 30, 2021**

	<u><b>Total Governmental</b></u>
<b>Revenues</b>	
Charges for Services	\$ 200
Miscellaneous	1,738
<b>Total Revenues</b>	<u>1,938</u>
 <b>Expenditures</b>	
Current:	
General Government	
Salaries and Benefits	356,341
Operating Expenditures	95,108
<b>(Total Expenditures)</b>	<u>451,449</u>
 <b>(Deficiency) Excess of Revenues (Under)</b>	
<b>Over Expenditures</b>	<u>(449,511)</u>
 <b>Other Financing Sources (Uses)</b>	
Operating Transfers In	472,430
Operating Transfers Out	(22,919)
<b>Total Other Financing Sources (Uses)</b>	<u>449,511</u>
 <b>Net Change in Fund Balances</b>	0
 <b>Fund Balances, Beginning of Year</b>	<u>0</u>
 <b>Fund Balances, End of Year</b>	<u><u>\$ 0</u></u>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY PROPERTY APPRAISER  
SPECIAL-PURPOSE STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
SEPTEMBER 30, 2021**

	<b>General Fund</b>			
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>		<b>With Final Budget</b>
<b>Revenues</b>				
Charges for Services	\$ 0	\$ 0	\$ 200	\$ 200
Miscellaneous	0	0	1,738	1,738
<b>Total Revenues</b>	<b>0</b>	<b>0</b>	<b>1,938</b>	<b>1,938</b>
<b>Expenditures</b>				
Current:				
General Government				
Salaries and Benefits	390,554	390,554	356,341	(34,213)
Operating Expenditures	81,876	81,876	95,108	13,232
<b>(Total Expenditures)</b>	<b>472,430</b>	<b>472,430</b>	<b>451,449</b>	<b>(20,981)</b>
<b>(Deficiency) Excess of Revenues (Under) Over Expenditures</b>	<b>(472,430)</b>	<b>(472,430)</b>	<b>(449,511)</b>	<b>22,919</b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	472,430	472,430	472,430	0
Operating Transfers Out	0	0	(22,919)	(22,919)
<b>Total Other Financing Sources (Uses)</b>	<b>472,430</b>	<b>472,430</b>	<b>449,511</b>	<b>(22,919)</b>
<b>Net Change in Fund Balances</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances, Beginning of Year</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances, End of Year</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

The accompanying notes are an integral part of these special-purpose financial statements

**NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS**

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

**Note 1 – Summary of Significant Accounting Policies**

The following is a summary of the significant principles and policies used in the preparation of the accompanying special-purpose financial statements.

**Reporting Entity**

Liberty County, Florida (the “County”) is a political subdivision of the State of Florida. It is governed by an elected Board of County Commissioners (the “Board”), as provided by Section 125.73, Florida Statutes. The Board is responsible for the administration of all departments of which the Board has the authority to control pursuant to general laws of Florida.

The Liberty County, Florida, Property Appraiser (the “Property Appraiser”) is an elected official of the County pursuant to the Constitution of the State of Florida, Article VIII, Section 1(d), and is a part of the primary government of the County. Although the Board and the Florida Department of Revenue approve the Property Appraiser’s total operating budget, the Property Appraiser is responsible for the administration and the operation of the Property Appraiser’s office, and the Property Appraiser’s special-purpose financial statements do not include the financial statements of the Board or the other Constitutional Officers of the County.

The operations of the Property Appraiser are funded by the Board and the Northwest Florida Water Management District. The receipts from the Board are recorded as other financing sources on the Property Appraiser’s special-purpose financial statements and as other financing uses on the Board’s financial statements.

For financial reporting purposes, the Property Appraiser is deemed to be a part of the primary government of the County and, therefore, is included as such in the County’s annual financial report.

**Basis of Presentation**

The accompanying special-purpose financial statements include all the funds and accounts of the Property Appraiser’s office but are not a complete presentation of the County as a whole. The accompanying special-purpose financial statements are prepared for the purpose of complying with Section 218.39, Florida Statutes, and Section 10.557(3), *Rules of the Auditor General-Local Governmental Entity Audits*.

Section 10.556(4), *Rules of the Auditor General-Local Government Entity Audits* requires the Property Appraiser to only present special-purpose fund financial statements. Accordingly, due to the omission of government-wide financial statements, full accrual special-purpose financial statements and related disclosures, including a management’s discussion and analysis, these special-purpose financial statements do not constitute a complete presentation of the financial position of the Property Appraiser as of September 30, 2021, and the changes in its financial position for the year then ended, in conformity with Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statement-and Management’s Discussion and Analysis-for State and Local Governments*, but otherwise constitute special-purpose financial statements prepared in conformity with U.S. generally accepted accounting principles (GAAP).

The financial transactions of the Property Appraiser are recorded in one individual fund. This fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures.

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

**Note 1 – Summary of Significant Accounting Policies (continued)**

**Basis of Presentation**

The Property Appraiser utilizes the following fund type:

- **General Fund** – The general fund is the general operating fund of the Property Appraiser. It is used to account for all financial resources, except those required to be accounted for in another fund.

**Basis of Accounting**

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the special-purpose financial statements and refers to the timing of the measurements made, regardless of the measurement focus applied.

The modified accrual basis of accounting is followed by the general fund. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available to finance expenditures of the current period. The Property Appraiser considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures are recorded when the liability is incurred, except for accumulated sick and vacation pay, which are not recorded until paid.

**Measurement Focus**

The accounting and financial reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. The general fund is accounted for on a spending or “financial flow” measurement focus. This means that generally, only current assets and current liabilities are included in the balance sheet. General fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they present a summary of sources and uses of “available spendable resources” during a period.

**Budgets and Budgetary Accounting**

Section 195.087, Florida Statutes, governs the preparation, adoption, and administration of the Property Appraisers’ annual budget. General governmental revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with the Florida Statutes. An annual budget is prepared by the Property Appraiser and approved by the Florida Department of Revenue for the general fund. Budget to actual comparisons are provided in the special-purpose financial statements for the general fund, where the Property Appraiser has legally adopted an annual budget. All budget amounts presented in the accompanying special-purpose financial statements have been adjusted for legally authorized amendments of the annual budget for the year. Budgets are prepared on the modified accrual (GAAP) basis of accounting. The Property Appraiser’s annual budget is monitored at varying levels of classification detail. However, for purposes of budgetary control, expenditures cannot legally exceed the total annual budget appropriation at the individual fund level. All appropriations lapse at year-end.

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

**Note 1 – Summary of Significant Accounting Policies (continued)**

**Capital Assets**

Capital assets purchased in the Governmental Fund type are recorded as expenditures (capital outlay) in the general fund at the time an asset is acquired. Assets acquired by the Property Appraiser are capitalized at cost in the capital asset accounts of the County. The Property Appraiser maintains custodial responsibility for the capital assets used by its office.

**Accumulated Compensated Absences**

Permanent full-time employees of the Property Appraiser are entitled to accrue unlimited hours of sick leave and 240 hours of vacation time. Upon termination, employees can be paid based upon the employee's current wage rate, up to 240 hours of vacation time and 25% of sick time up to 480 hours if employed for ten years.

The Property Appraiser uses the vesting method to calculate the liability for compensated absences. The Property Appraiser does not, nor is it legally required to, accumulate expendable available financial resources to liquidate these obligations. Accordingly, the liability for compensated absences is not reported in the general fund, but is reported in the statement of net position in the County-wide financial statements.

**Use of Estimates**

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

**Transfers In and Out**

The Board funds primarily all the operating budget of the Property Appraiser. The payments by the Board to fund the operations of the Property Appraiser are recorded as transfers in on the special-purpose financial statements of the Property Appraiser. In accordance with Florida Statutes, the Property Appraiser distributes all general fund revenues in excess of expenditures to the Board within 31 days following the end of the fiscal year.

**Related Organizations – Common Expenses**

Certain expenses, which are common to the Board and all Constitutional Officers, are reported as expenses of the Board and, therefore, are not budgeted by, or allocated to the Property Appraiser. These expenses paid by the Board relating to the Property Appraiser's operations are:

- Occupancy Costs
- Janitorial Service
- Utilities
- Property and Worker's Compensation Insurance

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

**Note 1 – Summary of Significant Accounting Policies (concluded)**

**Risk Management**

The Property Appraiser is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors or omissions; injuries to employee and/or the public; or damage to property of others. The Property Appraiser participates in the risk management program through the Board of County Commissioners, which uses commercial insurance and a public entity risk pool to cover certain risks from loss:

- Real and Personal Property Damage
- Public Employees' Bond
- Workers' Compensation
- Automobile Liability

The Board participates in the Florida Association of Counties Trust (FACT), a public entity risk pool for risks related to comprehensive general liability. The agreement provides that the financial liability of each participating county is limited to premiums and surplus contributions paid or obligations made to FACT. Aggregate coverage provided is limited to \$1,000,000 for each claim.

**Note 2 - Cash**

**Cash Deposits**

The carrying amount of cash deposits was \$22,919 at September 30, 2021. Deposits in banks and savings and loan institutions are collateralized as public funds through a state procedure provided for in Chapter 280, Florida Statutes. Financial institutions qualifying as public depositories are required to pledge eligible collateral having a market value equal to or greater than the average daily or monthly balance of all public deposits times the depository's collateral pledging level. The Public Deposit Security Trust Fund has a procedure to allocate and recover losses in the event of a default or insolvency. When public deposits are made in accordance with Chapter 280, no public depositor shall be liable for any loss thereof. All the cash deposits of the Property Appraiser are placed with qualified financial institutions and are classified as category one credit risk, which means they are insured or collateralized.

**Credit Risk**

Section 218.415(17), Florida Statutes, stipulates the State-approved investment policy for all governmental entities and includes the following investments:

- The Florida PRIME (formerly the Local Government Surplus Trust Fund), administered by the State Board of Administration.
- Securities and Exchange Commission (SEC) registered money market funds with the highest credit quality rating from a nationally recognized rating agency.
- Interest-bearing time deposits or savings accounts in qualified public depositories.
- Direct obligations of the U.S. Treasury.

The Property Appraiser does not have an investment policy that would further limit its investment choices.

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

**Note 2 – Cash (concluded)**

**Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure the government’s deposits may not be returned to it.

Qualified public depositories of public funds are required to provide collateral each month pursuant to Section 280.04, Florida Statutes. The collateral is held by the Florida Division of Treasury or other custodian with full legal rights maintained by the Florida Division of Treasury to transfer ownership. Any loss not covered by the pledged securities and deposit insurance would be assessed by the Florida Division of Treasury and paid by the other public depositories. The Property Appraiser’s deposits are therefore considered fully insured or collateralized.

**Note 3 – Pension and Postemployment Benefits Other Than Pension Benefits**

**Florida Retirement System (FRS) Pension Benefits**

The Property Appraiser participates in the Florida Retirement System to provide benefits to its employees. A detailed plan description and any liability for employees of the Property Appraiser are included in the financial statements of the County.

**Postemployment Benefits Other Than Pensions**

The Property Appraiser participates in the plan established by the Board of County Commissioners to provide other postemployment benefits to retirees of the Board and Constitutional Officers. A detailed plan description and any liability for employees of the Property Appraiser are included in the financial statements of the County.

**Note 4 – Changes in Long-term Obligations**

The following is a summary of the changes in long-term obligations of the Property Appraiser for the year ended September 30, 2021:

	Beginning Balance			Ending Balance
	September 30, 2020	Additions	Deletions	September 30, 2021
Compensated Absences	\$ 13,700	\$ 652	\$ 0	\$ 14,352



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

**Note 4 – Changes in Long-term Obligations (concluded)**

Records kept for compensated absences relate only to hours earned, used and available, the effect of changes in individual employee compensation rates on changes in the reported value of the liability for compensated absences cannot be reasonably estimated. Accordingly, only the net change in compensated absences payable is shown.

The portion of the compensated absences liability estimated to be paid during the next year (current portion) is \$3,588.

**Note 5 – Encumbrances**

Encumbrances represent commitments related to underperformed contracts for goods or services. They do not constitute expenditures or liabilities. The encumbrances will be honored in the subsequent year. The Property Appraiser had no outstanding encumbrances at September 30, 2021.

## **COMPLIANCE SECTION**

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

The Honorable Cindy Walker  
Liberty County Property Appraiser  
Liberty County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States, the special-purpose financial statements of the major fund of the Liberty County, Florida, Property Appraiser (the "Property Appraiser") as of and for the year ended September 30, 2021, and the related notes to the special-purpose financial statements, which collectively comprise the Property Appraiser's special-purpose financial statements and have issued our report thereon dated June 30, 2022.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the special-purpose 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 opinions on the special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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 special-purpose 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.

**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF SPECIAL-PURPOSE FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*  
(*Concluded*)**

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Property Appraiser’s special-purpose 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 special-purpose 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 Property Appraiser’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.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**INDEPENDENT ACCOUNTANT’S REPORT ON COMPLIANCE  
WITH THE REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES**

The Honorable Cindy Walker  
Liberty County Property Appraiser  
Liberty County, Florida

We have examined the Liberty County, Florida, Property Appraiser’s (the “Property Appraiser”) compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2021. 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.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Property Appraiser complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Property Appraiser complied with specific requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. 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.

In our opinion, the Property Appraiser complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

This report is intended solely for the information and use of management and the State of Florida Auditor General and is not intended to be used by anyone other than these specified parties.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

## INDEPENDENT AUDITOR'S MANAGEMENT LETTER

The Honorable Cindy Walker  
Liberty County Property Appraiser  
Liberty County, Florida

### Report on the Special-Purpose Financial Statements

We have audited the accompanying special-purpose financial statements of the Liberty County, Florida, Property Appraiser (the "Property Appraiser") as of and for the year ended September 30, 2021 and have issued our report thereon June 30, 2022.

### 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 Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General.

### Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an Audit of the Special-Purpose Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with AICPA *Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated June 30, 2022, should be considered in conjunction with this management letter.

### Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address significant findings and recommendations made in the preceding annual financial audit report. There were no findings and associated 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 the management letter, unless disclosed in the notes to the special-purpose financial statements. The Liberty County, Florida, Property Appraiser was established by the Constitution of the State of Florida, Article VIII, Section 1(d). There were no component units related to the Liberty County, Florida, Property Appraiser.

### Financial Management

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

**INDEPENDENT AUDITOR'S MANAGEMENT LETTER**  
*(Concluded)*

**Additional Matters**

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the special-purpose 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 the Letter**

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

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**SPECIAL-PURPOSE FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITOR'S REPORT  
LIBERTY COUNTY SUPERVISOR OF ELECTIONS  
LIBERTY COUNTY, FL  
SEPTEMBER 30, 2021**



**LIBERTY COUNTY SUPERVISOR OF ELECTIONS  
LIBERTY COUNTY, FLORIDA  
SEPTEMBER 30, 2021**

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**INDEPENDENT AUDITOR’S REPORT**

The Honorable Grant Conyers  
Liberty County Supervisor of Elections  
Liberty County, Florida

**Report on the Special-Purpose Financial Statements**

We have audited the accompanying special-purpose financial statements of the major fund of the Liberty County, Florida, Supervisor of Elections (the “Supervisor of Elections”) as of and for the year ended September 30, 2021, and the related notes to the special-purpose financial statements, which collectively comprise the Supervisor of Elections’ special-purpose financial statements as listed in the table of contents.

**Management’s Responsibility for the Special-Purpose Financial Statements**

Management is responsible for the preparation and fair presentation of these special-purpose 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 special-purpose 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 special-purpose 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 special-purpose financial statement 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 special-purpose financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special-purpose financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the special-purpose 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 special-purpose 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 Supervisor of Elections’ 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 special-purpose financial statements.

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

**INDEPENDENT AUDITOR'S REPORT**  
*(Concluded)*

**Opinions**

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the respective financial position of the major fund of the Supervisor of Elections as of September 30, 2021, and the respective changes in financial position, where applicable, and the respective budgetary comparison for the General Fund thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Emphasis of Matter**

As discussed in Note 1 to the special-purpose financial statements, the special-purpose 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 special-purpose financial statements are intended to present the financial position and changes in financial positioning, where applicable, of the major fund, only for the portion of the major fund, of Liberty County, Florida that is attributable to the Supervisor of Elections. They do not purport to, and do not, present fairly the special-purpose financial position of Liberty County, Florida, as of September 30, 2021, and the changes in its financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to these matters.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2022, on our consideration of the Supervisor of Elections' 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 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.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

**SPECIAL-PURPOSE FINANCIAL STATEMENTS**

**LIBERTY COUNTY SUPERVISOR OF ELECTIONS  
SPECIAL-PURPOSE BALANCE SHEET  
GENERAL FUND  
SEPTEMBER 30, 2021**

	<b>Total Governmental</b>
<b>Assets</b>	
Cash	\$ 24,481
Cash on Hand	0
Due from Other Governments	0
Prepaid Expenses	0
<b>Total Assets</b>	<b>24,481</b>
 <b>Liabilities and Fund Balances</b>	
<b>Liabilities</b>	
Accounts Payable	1,469
Other Liabilities	0
Deferred Revenue	0
Due to Board of County Commissioners	23,012
<b>Total Liabilities</b>	<b>24,481</b>
 <b>Total Fund Balances</b>	<b>0</b>
 <b>Total Liabilities and Fund Balances</b>	<b>\$ 24,481</b>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY SUPERVISOR OF ELECTIONS  
SPECIAL-PURPOSE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
GENERAL FUND  
SEPTEMBER 30, 2021**

	<b><u>Total Governmental</u></b>
<b>Revenues</b>	
Intergovernmental	\$ 20,975
Charges for Services	1,550
Miscellaneous	423
<b>Total Revenues</b>	<b><u>22,948</u></b>
 <b>Expenditures</b>	
Current:	
General Government	
Salaries and Benefits	298,277
Operating Expenditures	139,578
Capital Outlay	0
<b>(Total Expenditures)</b>	<b><u>437,855</u></b>
 <b>(Deficiency) Excess of Revenues (Under)</b>	
<b>Over Expenditures</b>	<b><u>(414,907)</u></b>
 <b>Other Financing Sources (Uses)</b>	
Operating Transfers In	437,919
Operating Transfers Out	(23,012)
<b>Total Other Financing Sources (Uses)</b>	<b><u>414,907</u></b>
 <b>Net Change in Fund Balances</b>	<b>0</b>
 <b>Fund Balances, Beginning of Year</b>	<b><u>0</u></b>
 <b>Fund Balances, End of Year</b>	<b><u>\$ 0</u></b>

The accompanying notes are an integral part of these special-purpose financial statements

**LIBERTY COUNTY SUPERVISOR OF ELECTIONS  
SPECIAL-PURPOSE STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
SEPTEMBER 30, 2021**

	General Fund			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 48,872	\$ 48,872	\$ 20,975	\$ (27,897)
Charges for Services	0	0	1,550	1,550
Miscellaneous	0	0	423	423
<b>Total Revenues</b>	48,872	48,872	22,948	(25,924)
<b>Expenditures</b>				
Current:				
General Government				
Salaries and Benefits	331,553	331,553	298,277	(33,276)
Operating Expenditures	155,150	155,150	139,578	(15,572)
<b>(Total Expenditures)</b>	486,703	486,703	437,855	(48,848)
<b>(Deficiency) Excess of Revenues (Under) Over Expenditures</b>	(437,831)	(437,831)	(414,907)	22,924
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	437,831	437,831	437,919	88
Operating Transfers Out	0	0	(23,012)	(23,012)
<b>Total Other Financing Sources (Uses)</b>	437,831	437,831	414,907	(22,924)
<b>Net Change in Fund Balances</b>	0	0	0	0
<b>Fund Balances, Beginning of Year</b>	0	0	0	0
<b>Fund Balances, End of Year</b>	\$ 0	\$ 0	\$ 0	\$ 0

The accompanying notes are an integral part of these special-purpose financial statements

**NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS**



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

**Note 1 – Summary of Significant Accounting Policies**

The following is a summary of the significant principles and policies used in the preparation of the accompanying special-purpose financial statements.

**Reporting Entity**

Liberty County, Florida (the “County”) is a political subdivision of the State of Florida. It is governed by an elected Board of County Commissioners (the “Board”) as provided by Section 125.73, Florida Statutes. The Board is responsible for the administration of all departments of which the Board has the authority to control pursuant to general laws of Florida.

The Liberty County, Florida, Supervisor of Elections (the “Supervisor of Elections”) is an elected official of the County pursuant to the Constitution of the State of Florida, Article VIII, Section 1(d), and is a part of the primary government of the County. Although the Board and the Florida Department of Revenue approve the Supervisor of Elections’ total operating budget, the Supervisor of Elections is responsible for the administration and the operation of the Supervisor of Elections’ office, and the Supervisor of Elections’ special-purpose financial statements do not include the financial statements of the Board or the other Constitutional Officers of the County.

The operations of the Supervisor of Elections are funded by the Board. The receipts from the Board are recorded as other financing sources on the Supervisor of Elections’ financial statements and as other financing uses on the Board’s financial statements.

For financial reporting purposes, the Supervisor of Elections is deemed to be a part of the primary government of the County and, therefore, is included as such in the County’s annual financial report.

**Basis of Presentation**

The accompanying special-purpose financial statements include all the funds and accounts of the Supervisor of Elections’ office, but are not a complete presentation of the County as a whole. The accompanying special-purpose financial statements are prepared for the purpose of complying with Section 218.39, Florida Statutes, and Section 10.557(3), *Rules of the Auditor General-Local Governmental Entity Audits*.

Section 10.556(4), *Rules of the Auditor General-Local Government Entity Audits* requires the Supervisor of Elections to only present special-purpose fund financial statements. Accordingly, due to the omission of government-wide financial statements, full accrual financial statements and related disclosures, including a management’s discussion and analysis, these financial statements do not constitute a complete presentation of the financial position of the Supervisor of Elections as of September 30, 2021, and the changes in its financial position for the year then ended, in conformity with Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statement-and Management’s Discussion and Analysis-for State and Local Governments*, but otherwise constitute financial statements prepared in conformity with U.S. generally accepted accounting principles (GAAP).

The financial transactions of the Supervisor of Elections are recorded in one individual fund. This fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures.

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

**Note 1 – Summary of Significant Accounting Policies (continued)**

**Basis of Presentation**

The Supervisor of Elections utilizes the following fund type:

- **General Fund** – The general fund is the general operating fund of the Supervisor of Elections. It is used to account for all financial resources, except those required to be accounted for in another fund.

**Basis of Accounting**

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the special-purpose financial statements and refers to the timing of the measurements made, regardless of the measurement focus applied.

The modified accrual basis of accounting is followed by the general fund. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available to finance expenditures of the current period. The Supervisor of Elections considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures are recorded when the liability is incurred, except for accumulated sick and vacation pay, which are not recorded until paid.

**Measurement Focus**

The accounting and financial reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. The general fund is accounted for on a spending or “financial flow” measurement focus. This means that generally, only current assets and current liabilities are included in the balance sheet. General fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they present a summary of sources and uses of “available spendable resources” during a period.

**Budgets and Budgetary Accounting**

Section 195.087, Florida Statutes govern the preparation, adoption, and administration of the Supervisor of Elections annual budget. General governmental revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with the Florida Statutes. An annual budget is prepared by the Supervisor of Elections and adopted by the Board for the general fund. Budget to actual comparisons are provided in the special-purpose financial statements for the general fund. All budget amounts presented in the accompanying special-purpose financial statements have been adjusted for legally authorized amendments of the annual budget. Budgets are prepared on the modified accrual (GAAP) basis of accounting. The Supervisor of Elections’ annual budget is monitored at varying levels of classification detail. However, for purposes of budgetary control, expenditures cannot legally exceed the total annual budget appropriation at the individual fund level. All appropriations lapse at year-end.

**Capital Assets**

Capital assets purchased in the Governmental Fund type are recorded as expenditures (capital outlay) in the general fund at the time an asset is acquired. Assets acquired by the Supervisor of Elections are capitalized at cost in the capital asset accounts of the County. The Supervisor of Elections maintains custodial responsibility for the capital assets used by its office.

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

**Note 1 – Summary of Significant Accounting Policies (continued)**

**Accumulated Compensated Absences**

Permanent full-time employees of the Supervisor of Elections are entitled to accrue unlimited hours of sick leave and 240 hours of vacation time. Upon termination, employees can be paid based upon the employee's current wage rate, up to 240 hours of vacation time and 25% of sick time up to 480 hours if employed for ten years.

The Supervisor of Elections uses the vesting method to calculate the liability for compensated absences. The Supervisor of Elections does not, nor is it legally required to, accumulate expendable available financial resources to liquidate these obligations. Accordingly, the liability for compensated absences is not reported in the general fund, but is reported in the statement of net position in the County-wide financial statements.

**Use of Estimates**

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

**Transfers In and Out**

The Board funds primarily all the operating budget of the Supervisor of Elections. The payments by the Board to fund the operations of the Supervisor of Elections are recorded as transfers in on the special-purpose financial statements of the Supervisor of Elections. In accordance with Florida Statutes, the Supervisor of Elections distributes all general fund revenues in excess of expenditures to the Board within 31 days following the end of the fiscal year.

**Related Organizations – Common Expenses**

Certain expenses, which are common to the Board and all Constitutional Officers, are reported as expenses of the Board and, therefore, are not budgeted by, or allocated to the Supervisor of Elections. These expenses paid by the Board relating to the Supervisor of Elections' operations are:

- Occupancy Costs
- Janitorial Service
- Utilities
- Property and Worker's Compensation Insurance

**Risk Management**

The Supervisor of Elections is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors or omissions; injuries to employees and/or the public; or damage to property of others. The Supervisor of Elections participates in the risk management program through the Board of County Commissioners, which uses commercial insurance and a public entity risk pool to cover certain risks from loss:

- Real and Personal Property Damage
- Public Employees' Bond
- Workers' Compensation
- Automobile Liability

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

**Note 1 – Summary of Significant Accounting Policies (concluded)**

The Board participates in the Florida Association of Counties Trust (FACT), a public entity risk pool for risks related to comprehensive general liability. The agreement provides that the financial liability of each participating county is limited to premiums and surplus contributions paid or obligations made to FACT. Aggregate coverage provided is limited to \$1,000,000 for each claim.

**Note 2 - Cash**

**Cash Deposits**

The carrying amount of cash deposits was \$24,481 at September 30, 2021. Deposits in banks and savings and loan institutions are collateralized as public funds through a state procedure provided for in Chapter 280, Florida Statutes. Financial institutions qualifying as public depositories are required to pledge eligible collateral having a market value equal to or greater than the average daily or monthly balance of all public deposits times the depository's collateral pledging level. The Public Deposit Security Trust Fund has a procedure to allocate and recover losses in the event of a default or insolvency. When public deposits are made in accordance with Chapter 280, no public depositor shall be liable for any loss thereof. All the cash deposits of the Supervisor of Elections are placed with qualified financial institutions and are classified as category one credit risk, which means they are insured or collateralized.

**Credit Risk**

Section 218.415(17), Florida Statutes, stipulates the State-approved investment policy for all governmental entities and includes the following investments:

- The Florida PRIME (formerly the Local Government Surplus Trust Fund), administered by the State Board of Administration.
- Securities and Exchange Commission (SEC) registered money market funds with the highest credit quality rating from a nationally recognized rating agency.
- Interest-bearing time deposits or savings accounts in qualified public depositories.
- Direct obligations of the U.S. Treasury.

The Supervisor of Elections does not have an investment policy that would further limit its investment choices.

**Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure the government's deposits may not be returned to it.

Qualified public depositories of public funds are required to provide collateral each month pursuant to Section 280.04, Florida Statutes. The collateral is held by the Florida Division of Treasury or other custodian with full legal rights maintained by the Florida Division of Treasury to transfer ownership. Any loss not covered by the pledged securities and deposit insurance would be assessed by the Florida Division of Treasury and paid by the other public depositories. The Supervisor of Elections' deposits are therefore considered fully insured or collateralized.

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

**Note 3 – Pension and Postemployment Benefits Other Than Pension Benefits**

**Florida Retirement System (FRS) Pension Benefits**

The Supervisor of Elections participates in the Florida Retirement System to provide benefits to its employees. A detailed plan description and any liability for employees of the Supervisor of Elections are included in the financial statements of the County.

**Postemployment Benefits Other Than Pensions**

The Supervisor of Elections participates in the plan established by the Board of County Commissioners to provide other postemployment benefits to retirees of the Board and Constitutional Officers. A detailed plan description and any liability for employees of the Supervisor of Elections are included in the financial statements of the County.

**Note 4 – Changes in Long-term Obligations**

The following is a summary of the changes in long-term obligations of the Supervisor of Elections for the year ended September 30, 2021:

	Beginning Balance			Ending Balance
	September 30, 2020	Additions	Deletions	September 30, 2021
Compensated Absences	\$ 7,992	\$ 0	\$ 5,868	\$ 2,124

Records kept for compensated absences relate only to hours earned, used and available, the effect of changes in individual employee compensation rates on changes in the reported value of the liability for compensated absences cannot be reasonably estimated.

The portion of the compensated absences liability estimated to be paid during the next year (current portion) is \$531.

**Note 5 – Encumbrances**

Encumbrances represent commitments related to underperformed contracts for goods or services. They do not constitute expenditures or liabilities. The encumbrances will be honored in the subsequent year. The Supervisor of Elections had no outstanding encumbrances at September 30, 2021.

## **COMPLIANCE SECTION**

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

The Honorable Grant Conyers  
Liberty County Supervisor of Elections  
Liberty County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States, the special-purpose financial statements of the major fund of the Liberty County, Florida, Supervisor of Elections (the "Supervisor of Elections") as of and for the year ended September 30, 2021, and the related notes to the special-purpose financial statements, which collectively comprise the Supervisor of Elections' special-purpose financial statements and have issued our report thereon dated June 30, 2022.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the special-purpose 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 special-purpose 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, additional material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Supervisor of Elections' special-purpose 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 special-purpose 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*.

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

**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 Supervisor of Elections' 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.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida



**INDEPENDENT ACCOUNTANT’S REPORT ON COMPLIANCE  
WITH THE REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES**

The Honorable Grant Conyers  
Liberty County Supervisor of Elections  
Liberty County, Florida

We have examined the Liberty County, Florida, Supervisor of Elections’ (the “Supervisor of Elections”) compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2021. 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 with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Supervisor of Elections complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Supervisor of Elections complied with specific requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. 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.

In our opinion, the Supervisor of Elections complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

This report is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, the Supervisor of Elections, its management team, the Board of County Commissioners of Liberty County, Florida and is not intended to be, and should not be, used by anyone other than these specified parties.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida

### INDEPENDENT AUDITOR'S MANAGEMENT LETTER

The Honorable Grant Conyers  
Liberty County Supervisor of Elections  
Liberty County, Florida

#### Report on the Special-Purpose Financial Statements

We have audited the accompanying special-purpose financial statements of the Liberty County, Florida, Supervisor of Elections (the "Supervisor of Elections") as of and for the year ended September 30, 2021 and have issued our report thereon June 30, 2022. We issued a qualified opinion.

#### 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 Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General.

#### Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with AICPA *Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated June 30, 2022, should be considered in conjunction with this management letter.

#### Prior Audit Findings

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

#### Official Title and Legal Authority

Section 10.554(1)(i)4., *Rules of the Auditor General*, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in the management letter, unless disclosed in the notes to the special-purpose financial statements. The Liberty County, Florida Supervisor of Elections was established by the Constitution of the State of Florida, Article VIII, Section 1(d). There were no component units related to the Liberty County, Florida, Supervisor of Elections.

#### Financial Management

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

**INDEPENDENT AUDITOR'S MANAGEMENT LETTER**  
*(Concluded)*

**Additional Matters**

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

**Purpose of the Letter**

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, the Supervisor of Elections, its management team, and the Board of County Commissioners of Liberty County, Florida and is not intended to be, and should not be, used by anyone other than these specified parties.

*Moran & Smith LLP*

Moran & Smith LLP  
June 30, 2022  
Tallahassee, Florida