

MADISON COUNTY, FLORIDA
❖
ANNUAL FINANCIAL REPORT
SEPTEMBER 30, 2021

MADISON COUNTY, FLORIDA

THIS REPORT CONTAINS THE FOLLOWING SECTIONS

Madison County, Florida (Government-wide) Basic Financial Statements, Auditor's Report, Reports on Internal Control and Compliance of Federal Awards and State Financial Assistance

Clerk of the Court and Comptroller's Financial Statements, Auditor's Report, Reports on Internal Control and Compliance and Management Letter

Property Appraiser's Financial Statements, Auditor's Report, Reports on Internal Control and Compliance and Management Letter

Sheriff's Financial Statements, Auditor's Report, Reports on Internal Control and Compliance and Management Letter

Supervisor of Elections' Financial Statements, Auditor's Report, Reports on Internal Control and Compliance and Management Letter

Tax Collector's Financial Statements, Auditor's Report, Reports on Internal Control and Compliance and Management Letter

**Annual Financial Report
and Other Financial Information**



Madison County, Florida

**Year Ended September 30, 2021
with Independent Auditor's Report**

**MADISON COUNTY, FLORIDA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

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Introductory Section

**MADISON COUNTY, FLORIDA
ANNUAL FINANCIAL REPORT**

September 30, 2021

BOARD OF COUNTY COMMISSIONERS

Alston Kelley	District 1
Donnie Waldrep	District 2
Ronnie Moore	District 3
Alfred Martin	District 4
Brian M. Williams	District 5

CLERK OF THE COURT AND COMPTROLLER

Billy Washington

SHERIFF

David Harper

TAX COLLECTOR

Lisa Tuten

PROPERTY APPRAISER

Leigh Barfield

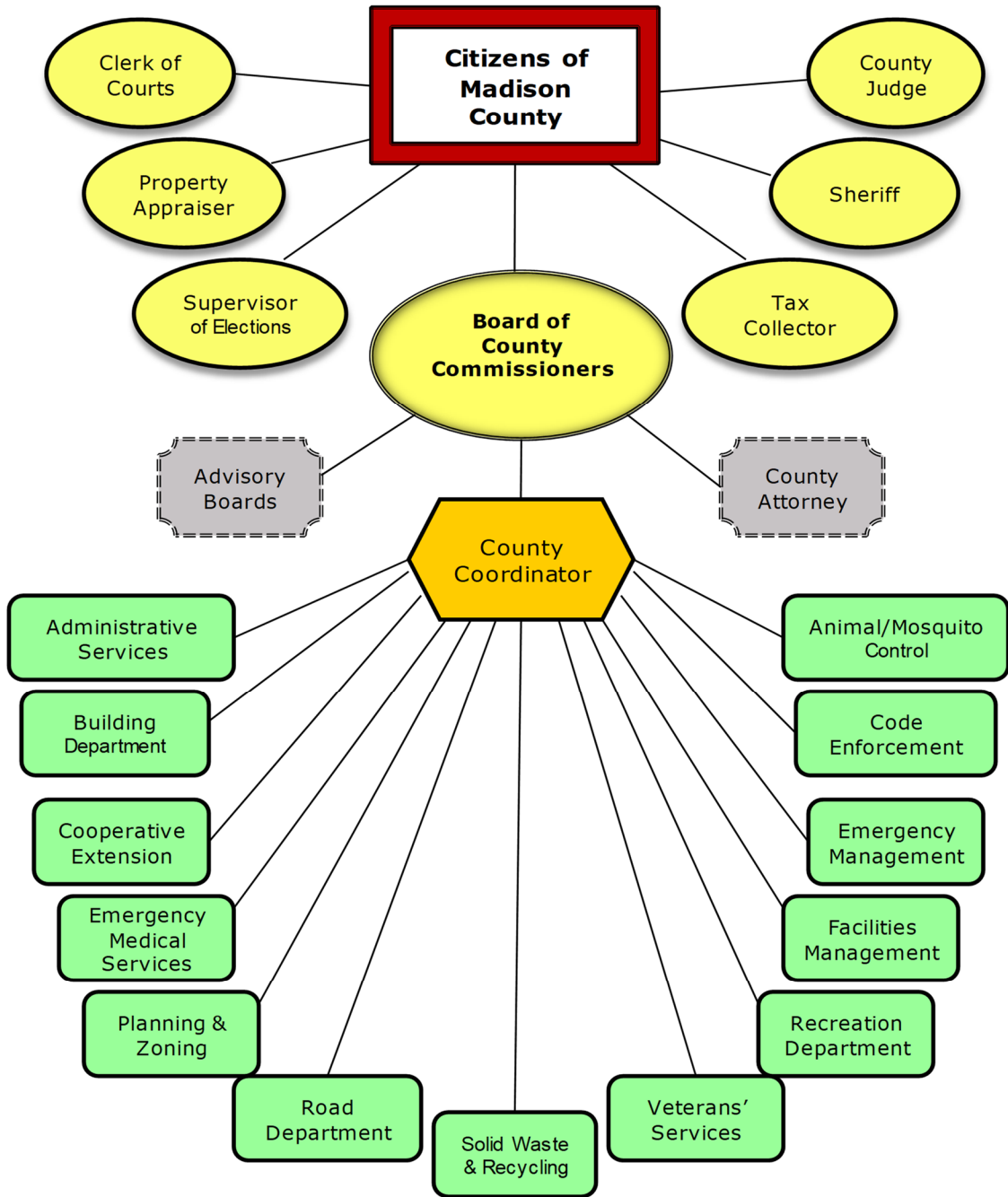
SUPERVISOR OF ELECTIONS

Heath Driggers

COUNTY ATTORNEY

George T. Reeves

Madison County, Florida Organizational Chart



Financial Section

INDEPENDENT AUDITOR'S REPORT

The Honorable Chairman and Commissioners of the
Board of County Commissioners and Constitutional Officers
Madison County, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Madison County, Florida, as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise Madison County, Florida's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Madison County, Florida, as of September 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Madison County, Florida's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, pension schedules, and budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Madison County, Florida's basic financial statements. The combining and individual non-major fund financial 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, as required by Title 2 U.S. *Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and chapter 10.550, Rules of the Auditor General, respectively, is presented for purposes of additional analysis and is also not a required part of the basic financial statements.

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially

misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 15, 2022, on our consideration of Madison County, Florida's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Madison County, Florida'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 Madison County, Florida's internal control over financial reporting and compliance.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

The County's management discussion and analysis presents an overview of the County's financial activities for the fiscal year ended September 30, 2021. Please read it in conjunction with the County's financial statements. Its intent is to provide a brief, objective, and easily readable analysis of the County's financial performance for the year and its financial position at fiscal year-end September 30, 2021.

Financial Highlights:

- The County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of fiscal year 2021 by \$61,704,524.
- The County's total net position increased by \$1,702,774 as a result of fiscal year 2021 operations with an increase of \$1,963,475 resulting from governmental activities and a decrease of \$260,701 resulting from business type activities.
- At September 30, 2021, the County's governmental funds reported combined ending fund balances of \$13,966,496, an increase of \$1,323,610 in comparison with the prior year. This increase includes \$2,041,914 received from the CARES Act and Coronavirus State and Local Fiscal Recovery funds. Of this amount, \$2,972,849 remains in various fund types of the County as unassigned.
- The General Fund reported an unassigned fund balance of \$3,562,570, an increase from last fiscal year of \$520,808.
- As of September 30, 2021, the County's outstanding long-term debt (loans) was \$3,637,214. Of this amount, \$1,347,247 is considered due within one year.
- Capital asset events during the current fiscal year included purchases of equipment, county road construction and improvements, and purchases of property that increased capital assets by \$2,570,082.

Overview of the Financial Statements:

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements consist of: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements:

The government-wide financial statements, which consist of the Statement of Net Position and the Statement of Activities, are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business. The Statement of Net Position presents information on all of the County's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The Statement of Activities presents information showing how the County's net position changed during fiscal year 2021. It focuses on both the gross and net cost of various activities which are provided by general taxes and other revenues. All changes in net position are reported as soon as the underlying event giving rise to the changes occurs, regardless of the timing of related cash flows.

The governmental activities of the County include general government, public safety, physical environment, transportation, economic environment, health and social services, culture/recreation, and other community services.

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 ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, enterprise funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflow and outflow of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. This is similar to the manner in which the budget is developed. Such information may be useful in evaluating a government's near-term financing requirements.

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

The County maintains thirty-eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, County Transportation, Sheriff Operating, Capital Projects, Small County Surtax, and CARES Act, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in the supplementary information section of this report.

The County adopts an annual appropriated budget for each of its major governmental funds and most non-major funds. A budgetary comparison statement has been provided for the major funds to demonstrate budgetary compliance in the basic financial statements.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Proprietary Funds

The County maintains and presents two major enterprise funds. These funds report, in detail, the same information presented in the government-wide financial statements for Emergency Medical Services and Solid Waste.

Notes to the Financial Statements

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

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, assets and deferred outflows exceeded liabilities and deferred inflows by \$61,704,524 at September 30, 2021. This is calculated as follows:

MADISON COUNTY, FLORIDA						
NET POSITION						
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
ASSETS						
Current and other assets	\$ 4,668,514	\$ 3,962,267	\$ 763,818	\$ 973,945	\$ 5,432,332	\$ 4,936,212
Capital assets	62,172,705	64,017,926	2,323,986	1,522,064	64,496,691	65,539,990
Investments	12,931,829	9,934,614	52,677	1,270,289	12,984,506	11,204,903
Total assets	<u>79,773,048</u>	<u>77,914,807</u>	<u>3,140,481</u>	<u>3,766,298</u>	<u>82,913,529</u>	<u>81,681,105</u>
DEFERRED OUTFLOW OF RESOURCES RELATED TO PENSIONS						
	<u>3,177,300</u>	<u>4,924,175</u>	<u>476,766</u>	<u>785,036</u>	<u>3,654,066</u>	<u>5,709,211</u>
LIABILITIES						
Current liabilities	5,198,778	2,900,785	101,594	210,126	5,300,372	3,110,911
Long-term liabilities	8,005,807	20,345,302	874,924	2,884,966	8,880,731	23,230,268
Total liabilities	<u>13,204,585</u>	<u>23,246,087</u>	<u>976,518</u>	<u>3,095,092</u>	<u>14,181,103</u>	<u>26,341,179</u>
DEFERRED INFLOW OF RESOURCES RELATED TO PENSIONS						
	<u>9,078,166</u>	<u>888,773</u>	<u>1,603,802</u>	<u>158,614</u>	<u>10,681,968</u>	<u>1,047,387</u>
NET POSITION						
Net investment in capital assets	58,688,013	59,068,596	2,207,172	1,369,550	60,895,185	60,438,146
Restricted	9,840,492	9,304,242	-	-	9,840,492	9,304,242
Unrestricted	<u>(7,860,908)</u>	<u>(9,668,716)</u>	<u>(1,170,245)</u>	<u>(71,922)</u>	<u>(9,031,153)</u>	<u>(9,740,638)</u>
Total net position	<u>\$ 60,667,597</u>	<u>\$ 58,704,122</u>	<u>\$ 1,036,927</u>	<u>\$ 1,297,628</u>	<u>\$ 61,704,524</u>	<u>\$ 60,001,750</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The largest portion of the County's net position, \$60,895,185 reflects its investment in capital assets (e.g. land, buildings, and equipment), less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net assets, \$9,840,492 represents resources that are dedicated or subject to restrictions on how they may be used.

The remaining balance of unrestricted net position, negative \$9,031,153 includes funds that may be used to meet the government's ongoing obligations the citizens and creditors.

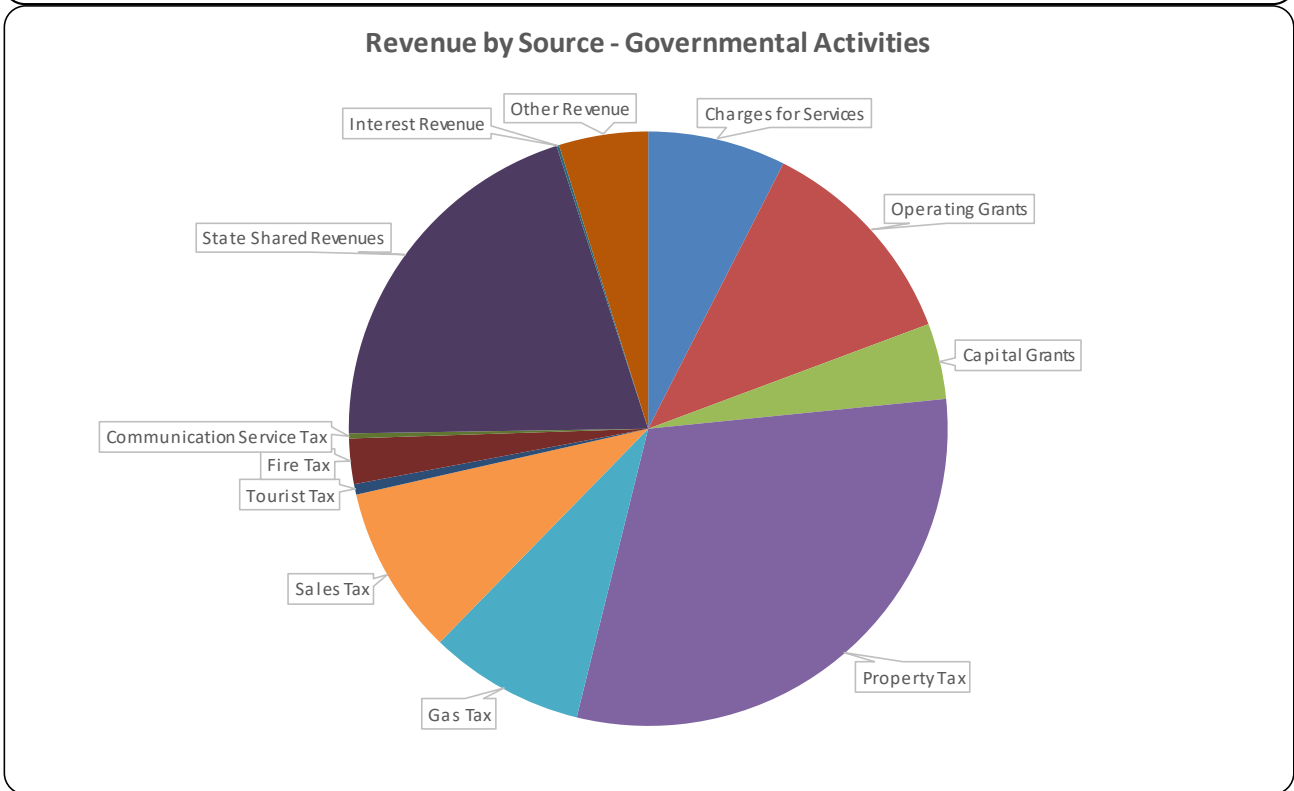
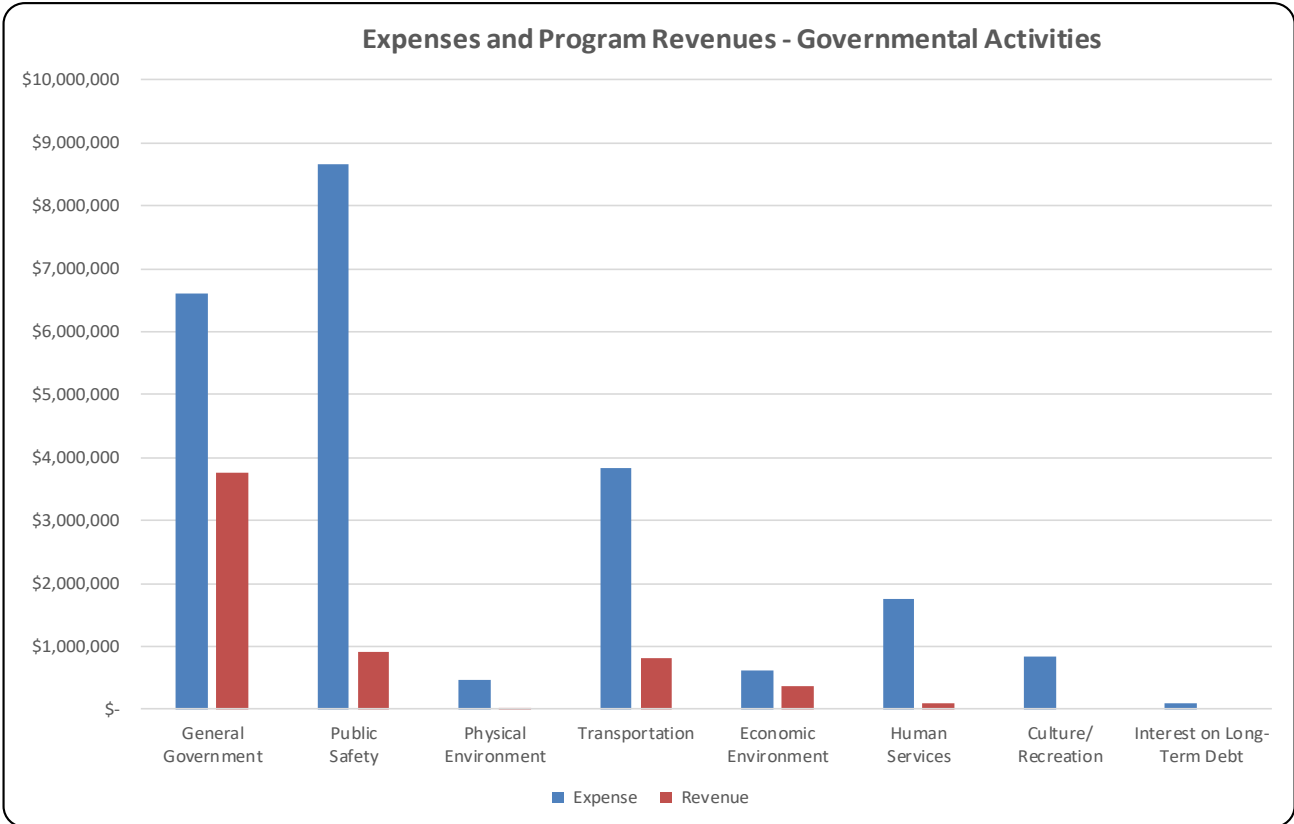
Governmental Activities

Governmental activities increased the County's net assets by \$1,963,475. This presentation includes a deduction for depreciation of \$3,102,979; however, it does not recognize \$1,258,978 for capital outlay as an expenditure.

MADISON COUNTY, FLORIDA CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues:						
Charges for services	\$ 1,899,705	\$ 1,723,764	\$ 2,359,568	\$ 1,995,557	\$ 4,259,273	\$ 3,719,321
Operating grants	3,013,243	1,876,005	44,291	68,617	3,057,534	1,944,622
Capital grants	1,049,947	1,475,450	-	-	1,049,947	1,475,450
General revenues:						
Property taxes	7,758,788	7,352,078	-	-	7,758,788	7,352,078
Other taxes	5,329,682	4,789,663	1,317,871	1,305,268	6,647,553	6,094,931
Other	6,435,954	6,379,582	614,241	118,478	7,050,195	6,498,060
Total revenues	<u>25,487,319</u>	<u>23,596,542</u>	<u>4,335,971</u>	<u>3,487,920</u>	<u>29,823,290</u>	<u>27,084,462</u>
Expenses:						
General government	6,614,150	5,440,080	-	-	6,614,150	5,440,080
Public safety	8,656,794	9,997,648	-	-	8,656,794	9,997,648
Physical environment	470,158	437,370	-	-	470,158	437,370
Transportation	3,825,750	3,964,809	-	-	3,825,750	3,964,809
Economic development	627,779	736,323	-	-	627,779	736,323
Human services	1,753,395	1,793,431	-	-	1,753,395	1,793,431
Culture/recreation	848,061	860,199	-	-	848,061	860,199
Interest on long-term debt	96,910	189,526	-	-	96,910	189,526
Solid waste disposal	-	-	1,918,306	1,931,513	1,918,306	1,931,513
Emergency medical services	-	-	3,309,213	1,840,237	3,309,213	1,840,237
Total expenses	<u>22,892,997</u>	<u>23,419,386</u>	<u>5,227,519</u>	<u>3,771,750</u>	<u>28,120,516</u>	<u>27,191,136</u>
Change in net position before transfers	2,594,322	177,156	(891,548)	(283,830)	1,702,774	(106,674)
Transfers	(630,847)	(655,075)	630,847	655,075	-	-
Increase in net position	<u>1,963,475</u>	<u>(477,919)</u>	<u>(260,701)</u>	<u>371,245</u>	<u>1,702,774</u>	<u>(106,674)</u>
Net position - beginning	<u>58,704,122</u>	<u>59,182,041</u>	<u>1,297,628</u>	<u>926,383</u>	<u>60,001,750</u>	<u>60,108,424</u>
Net position - ending	<u>\$60,667,597</u>	<u>\$58,704,122</u>	<u>\$ 1,036,927</u>	<u>\$ 1,297,628</u>	<u>\$61,704,524</u>	<u>\$60,001,750</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)



MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Financial Analysis of the County's Funds

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

Governmental Funds

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of fiscal year 2021, the County's governmental funds reported a combined ending fund balance of \$13,966,496, an increase of \$1,323,610 in comparison with the prior year. The unassigned Governmental Fund balance is \$2,972,849 and is available for spending at the County's discretion. The restricted fund balance is \$9,840,492 and is subject to constraints imposed by external parties, including creditors, grantors, and laws and regulations of other governments, or imposed by County ordinance or enabling legislation. The restricted fund balance is comprised of the following:

The County Transportation Trust Fund accounts for motor fuel taxes, county surplus gas tax and various grant funds designated to finance the Public Works Department, which is responsible for the maintenance of all county roads and bridges. The use of this fund is restricted by state statute for these designated purposes. It has a fund balance of \$2,693,954 which is an increase of \$217,745 for fiscal year 2021.

Hospital Surtax Fund presented on I-6 and I-12 accounts for the one-half cent hospital sales tax that is restricted for new hospital construction in Madison County. It has a fund balance of \$954,919 which is an increase of \$128,450 for fiscal year 2021.

5th and 6th Cent Surplus Fund presented on I-5 and I-11 accounts for local option fuel taxes that are legally restricted for construction of County roads. It has a fund balance of \$1,774,614 which is a decrease of \$3,092 for fiscal year 2021.

The 2nd local option fuel tax presented on pages I-4 and I-10 is legally restricted for construction of County roads. It has a fund balance of \$398,935 which is a decrease of \$36,347 for fiscal year 2021.

The remaining restricted fund balance of \$4,018,070 is comprised of grant proceeds and other taxes that are restrictive in their use.

The assigned fund balance is \$907,490 and is constrained by the County's intent to use for specific purposes, but is not considered restricted or committed. The remaining fund balance is non-spendable and cannot be spent because it is either not in spendable form or is legally or contractually required to remain intact.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Proprietary Funds

The County maintains and presents two major enterprise funds. These funds report, in detail, the same information presented in the government-wide financial statements for Emergency Medical Services (EMS) and Solid Waste.

The EMS Fund had an increase of 64% in their operating revenue during the fiscal year 2021. The EMS Fund ended the year with a decrease in net assets of \$444,519.

The Solid Waste Disposal Fund utilizes a special assessment for part of its service-oriented functionality. The fund is also contributed to by the collection of fees for waste disposal via green box collection. The fund balance at the beginning of the fiscal year was \$638,158. During the year, the Solid Waste Fund incurred excess revenues over expenses of \$183,818. The fund balance at the end of the fiscal year is \$821,976. The use of these funds is restricted by ordinance, and is not available for general government operations.

General Fund Budgetary Highlights

When comparing the general fund original budget to the final budget, minor budget adjustments occurred within the various line items. The total net budget adjustments increased revenues by \$568,232. The total net budget adjustments increased expenditures by \$472,046. The offsetting adjustments to balance the budget were to decrease net transfers by \$96,186.

Capital Asset and Debt Administration

The financial statements present capital assets in two groups: those assets subject to depreciation, such as equipment or operational facilities, and those assets not subject to depreciation, such as land and work in progress. The County's investment in capital assets for its governmental and business-type activities as of September 30, 2021, was \$64,496,691 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, infrastructure, and work in progress. Capital asset events during the current fiscal year included purchase of equipment, county road construction and improvements, and purchase of property that increased capital assets by \$2,570,082.

MADISON COUNTY, FLORIDA CAPITAL ASSETS (NET OF DEPRECIATION)

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 2,000,600	\$ 1,897,046	\$ -	\$ -	\$ 2,000,600	\$ 1,897,046
Buildings and Improvements	4,756,711	5,076,573	-	-	4,756,711	5,076,573
Equipment	1,101,120	1,262,057	2,323,986	1,522,064	3,425,106	2,784,121
Infrastructure	54,256,458	55,619,538	-	-	54,256,458	55,619,538
Work In Progress	57,816	162,712	-	-	57,816	162,712
Total	<u>\$62,172,705</u>	<u>\$64,017,926</u>	<u>\$ 2,323,986</u>	<u>\$ 1,522,064</u>	<u>\$64,496,691</u>	<u>\$65,539,990</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Major capital asset events during the current fiscal year included the following:

- Road construction, resurfacing, and widening projects equaled \$812,987. These projects were funded by the Department of Transportation.
- The County purchased other miscellaneous vehicles and equipment during the year totaling \$1,757,095.

Additional information on the County's capital assets can be found in Note 5 of the financial statements.

Long-Term Debt

As of September 30, 2021, the County's outstanding long-term debt (loans) was \$3,637,214. Of this amount \$1,347,247 is considered due within one year. Listed below is a summary of the County's major debt:

- The Florida Department of Environmental Protection has a revolving loan program for certain water pollution control projects. The County was awarded funding from this program to assist with a portion of the I-10 interchange project. Amounts borrowed require a financing charge to be paid at a rate of 1.69% annually. As of September 30, 2021, the outstanding balance on the revolving loan fund amounted to \$1,296,782.
- The County has obtained a loan from a local bank in the amount of \$3,750,000 to complete additional road paving projects. Interest is charged at the rate of The WSJ's Published Prime Lending Rate less 1.76% per annum. The interest rate shall be adjusted semiannually based on the stated rate on June 1 and December 1 of each year. The interest rate at the most recent interest payment date, June 1, 2021, was 1.49%. In addition to interest payments, principal payments of \$468,750 are due each June 1 and December 1. As of September 30, 2021, the outstanding balance of the loan was \$1,875,000. The loan is secured by pledged revenues from the 5th and 6th Cent Surplus fund and other Non-Ad Valorem funds.

Economic Factors and Next Year's Budget and Rates

- The unemployment rate for the County at September 30, 2021 was 4.6% according to the U.S. Department of Labor Bureau of Labor Statistics.
- Total population according to the most recent U.S. Census estimate was 17,968 at September 30, 2021. This was a small change from figures reported in the prior fiscal year.
- The general ad-valorem tax millage rate for 2021 was 10.0000 mills. The assessed taxable value of commercial and residential property increased 0.21 % in fiscal year 2021.

COVID-19 and the CARES Act

On March 22, 2020, the World Health Organization declared COVID-19 a global pandemic. The pandemic continued through 2021, and is anticipated to persist throughout 2022. The County continues to monitor and assess the effects of the COVID-19 pandemic on the County's operations and financial position; however, the overall impact cannot be fully assessed at the time of issuance.

The federal Coronavirus Aid, Relief, and Economic Security (CARES) Act and State and Local Fiscal Recovery Funds provided additional funds to the County of \$2,431,812 and \$1,796,024, respectively, through fiscal year 2021. The County spent \$2,014,914 of the CARES Act funds during fiscal year 2021.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Request for Information

This financial report is designed to present users with a general overview of the County's finances and to demonstrate the County's accountability. If you have questions concerning any of the information provided in this report or need additional financial information, contact the Madison County, Florida Clerk of Circuit Court, Finance Director, at P.O. Box 237, Madison, FL 32341.

BASIC FINANCIAL STATEMENTS

MADISON COUNTY, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2021

	PRIMARY GOVERNMENT		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash	\$ 3,105,654	\$ 110,969	\$ 3,216,623
Accounts receivable, net	355,427	700,559	1,055,986
Internal balances	47,710	(47,710)	-
Due from other governmental units	884,949	-	884,949
Investments	12,931,829	52,677	12,984,506
Prepaid expenses	274,774	-	274,774
Capital assets:			
Land and construction in progress	2,058,416	-	2,058,416
Depreciable (net)	60,114,289	2,323,986	62,438,275
Total assets	79,773,048	3,140,481	82,913,529
DEFERRED OUTFLOWS OF RESOURCES RELATED TO PENSIONS			
	3,177,300	476,766	3,654,066
LIABILITIES			
Accounts payable	1,049,146	65,886	1,115,032
Other liabilities	2,584,701	-	2,584,701
Non-current liabilities:			
Due within one year	1,564,931	35,708	1,600,639
Due in more than one year	8,005,807	874,924	8,880,731
Total liabilities	13,204,585	976,518	14,181,103
DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS			
	9,078,166	1,603,802	10,681,968
NET POSITION			
Net investment in capital assets	58,688,013	2,207,172	60,895,185
Restricted for:			
Road construction	4,468,568	-	4,468,568
Hospital construction	954,919	-	954,919
Other purposes	4,417,005	-	4,417,005
Unrestricted	(7,860,908)	(1,170,245)	(9,031,153)
Total net position	\$ 60,667,597	\$ 1,036,927	\$ 61,704,524

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

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 6,614,150	\$ 1,283,767	\$ 2,437,941	\$ 36,960
Public safety	8,656,794	602,444	104,782	212,798
Physical environment	470,158	-	-	3,863
Transportation	3,825,750	13,494	-	796,326
Economic environment	627,779	-	376,770	-
Human services	1,753,395	-	93,750	-
Culture/recreation	848,061	-	-	-
Interest on long-term debt	96,910	-	-	-
Total governmental activities	<u>22,892,997</u>	<u>1,899,705</u>	<u>3,013,243</u>	<u>1,049,947</u>
Business-type activities:				
Solid waste disposal	1,918,306	717,056	-	-
Emergency medical services	<u>3,309,213</u>	<u>1,642,512</u>	<u>44,291</u>	<u>-</u>
Total Business-type activities	<u>5,227,519</u>	<u>2,359,568</u>	<u>44,291</u>	<u>-</u>
Total primary government	<u>\$ 28,120,516</u>	<u>\$ 4,259,273</u>	<u>\$ 3,057,534</u>	<u>\$ 1,049,947</u>

General revenues:

- Property tax
- Gas tax
- Sales tax
- Tourist tax
- Garbage tax
- Fire tax
- Communication service tax
- State shared revenues
- Interest revenue
- Other revenue
- Transfers

Total general revenues, contributions and transfers

Change in net position

Total net position - beginning of year

Net position - end of year

See accompanying notes to the financial statements.

Governmental Activities	Business-type Activities	Total
\$ (2,855,482)	\$ -	\$ (2,855,482)
(7,736,770)	-	(7,736,770)
(466,295)	-	(466,295)
(3,015,930)	-	(3,015,930)
(251,009)	-	(251,009)
(1,659,645)	-	(1,659,645)
(848,061)	-	(848,061)
(96,910)	-	(96,910)
<u>(16,930,102)</u>	<u>-</u>	<u>(16,930,102)</u>
-	(1,201,250)	(1,201,250)
<u>-</u>	<u>(1,622,410)</u>	<u>(1,622,410)</u>
-	(2,823,660)	(2,823,660)
<u>(16,930,102)</u>	<u>(2,823,660)</u>	<u>(19,753,762)</u>
7,758,788	-	7,758,788
2,144,061	-	2,144,061
2,341,523	-	2,341,523
146,631	-	146,631
-	1,317,871	1,317,871
628,294	-	628,294
69,173	-	69,173
5,174,468	-	5,174,468
33,306	-	33,306
1,228,180	614,241	1,842,421
(630,847)	630,847	-
<u>18,893,577</u>	<u>2,562,959</u>	<u>21,456,536</u>
1,963,475	(260,701)	1,702,774
<u>58,704,122</u>	<u>1,297,628</u>	<u>60,001,750</u>
<u>\$ 60,667,597</u>	<u>\$ 1,036,927</u>	<u>\$ 61,704,524</u>

MADISON COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	General	County Transportation Trust	Sheriff - Operating	Capital Projects	Small County Surtax
ASSETS					
Cash	\$ 41,895	\$ 274,718	\$ 30,085	\$ 2,798	\$ 107,691
Accounts receivable	-	-	203,141	-	-
Due from other funds	1,836,745	10,760	-	468,068	-
Due from other governmental units	185,889	257,055	-	78,197	89,017
Investments	2,180,331	2,632,210	-	772,842	1,941,594
Prepaid expenses	245,665	750	-	-	-
Total assets	\$ 4,490,525	\$ 3,175,493	\$ 233,226	\$ 1,321,905	\$ 2,138,302
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 129,768	\$ 48,441	\$ 223,299	\$ 7,260	\$ -
Due to other funds	552,522	433,098	5,808	1,461,000	630,847
Due to other governmental units	-	-	-	-	-
Deferred income	-	-	-	-	-
Total liabilities	682,290	481,539	229,107	1,468,260	630,847
Fund balances					
Nonspendable	245,665	-	-	-	-
Restricted	-	2,693,954	-	177,348	1,507,455
Assigned	-	-	4,119	-	-
Unassigned	3,562,570	-	-	(323,703)	-
Total fund balances	3,808,235	2,693,954	4,119	(146,355)	1,507,455
Total liabilities and fund balances	\$ 4,490,525	\$ 3,175,493	\$ 233,226	\$ 1,321,905	\$ 2,138,302

See accompanying notes to the financial statements.

CARES Act	Nonmajor Governmental Funds	Total
\$ 2,089,830	\$ 558,637	\$ 3,105,654
-	152,286	355,427
-	1,760,054	4,075,627
-	274,791	884,949
1,000,606	4,404,246	12,931,829
-	28,359	274,774
<u>\$ 3,090,436</u>	<u>\$ 7,178,373</u>	<u>\$ 21,628,260</u>
\$ 93,804	\$ 546,574	\$ 1,049,146
-	944,642	4,027,917
-	55,969	55,969
2,185,922	342,810	2,528,732
<u>2,279,726</u>	<u>1,889,995</u>	<u>7,661,764</u>
-	-	245,665
810,710	4,651,025	9,840,492
-	903,371	907,490
-	(266,018)	2,972,849
<u>810,710</u>	<u>5,288,378</u>	<u>13,966,496</u>
<u>\$ 3,090,436</u>	<u>\$ 7,178,373</u>	<u>\$ 21,628,260</u>

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

Total fund balances of governmental funds		\$ 13,966,496
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$113,950,827 and the accumulated depreciation is \$51,778,122.</p>		62,172,705
<p>Deferred outflows and inflows of resources are not available in the current period and, therefore, are not reported in the governmental funds. Deferred outflows and inflows of resources at year-end consist of:</p>		
Deferred outflows related to pensions	3,177,300	
Deferred inflows related to pensions	<u>(9,078,166)</u>	(5,900,866)
<p>Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in government funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the Statement of Net Position. Long-term liabilities at year-end consist of:</p>		
Long-term notes	3,484,692	
Compensated absences	1,266,958	
Net pension liability	<u>4,819,088</u>	<u>(9,570,738)</u>
Total net position of governmental activities		<u><u>\$ 60,667,597</u></u>

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

	General	County Transportation Trust	Sheriff - Operating	Capital Projects	Small County Surtax
REVENUES					
Taxes	\$ 7,827,950	\$ 1,694,145	\$ -	\$ -	\$ 1,561,020
Licenses and permits	549,188	4,095	-	-	-
Intergovernmental	2,714,164	701,380	-	796,326	-
Charges for services	357,778	9,398	-	-	-
Fines and forfeitures	14,020	-	-	-	-
Interest revenue	9,174	6,174	-	-	2,542
Other	612,861	2,025	-	-	-
Total revenues	12,085,135	2,417,217	-	796,326	1,563,562
EXPENDITURES					
Current					
General government	1,175,070	-	-	-	352,985
Public safety	356,792	-	6,848,906	-	-
Physical environment	268,045	-	-	-	-
Transportation	-	2,441,131	-	-	-
Economic environment	44,134	-	-	-	-
Human services	578,543	-	-	-	-
Culture/recreation	845,994	-	-	-	-
Debt service					
Principal	4,098	95,471	133,820	-	210,260
Interest	1,500	13,829	10,759	-	25,362
Capital outlay	165,615	759	86,663	812,987	-
Total expenditures	3,439,791	2,551,190	7,080,148	812,987	588,607
Excess (deficiency) of revenues Over (under) expenditures	8,645,344	(133,973)	(7,080,148)	(16,661)	974,955
OTHER FINANCING SOURCES (USES)					
Transfers in	170,946	351,718	7,078,831	-	-
Transfers (out)	(8,126,065)	-	-	-	(630,847)
Total other financing sources (uses)	(7,955,119)	351,718	7,078,831	-	(630,847)
Net changes in fund balances	690,225	217,745	(1,317)	(16,661)	344,108
Fund balances - beginning	3,118,010	2,476,209	5,436	(129,694)	1,163,347
Fund balances - ending	\$ 3,808,235	\$ 2,693,954	\$ 4,119	\$ (146,355)	\$ 1,507,455

See accompanying notes to the financial statements.

CARES Act	Nonmajor Governmental Funds	Total
\$ -	\$ 2,005,355	\$ 13,088,470
-	-	553,283
2,041,914	2,983,874	9,237,658
-	960,861	1,328,037
-	4,365	18,385
106	15,310	33,306
-	614,514	1,229,400
<u>2,042,020</u>	<u>6,584,279</u>	<u>25,488,539</u>
1,547,032	3,312,795	6,387,882
-	985,971	8,191,669
-	213,020	481,065
-	-	2,441,131
-	579,839	623,973
-	1,163,299	1,741,842
-	-	845,994
-	-	-
-	1,020,989	1,464,638
-	45,460	96,910
126,555	66,399	1,258,978
<u>1,673,587</u>	<u>7,387,772</u>	<u>23,534,082</u>
368,433	(803,493)	1,954,457
-	8,751,705	16,353,200
(368,327)	(7,858,808)	(16,984,047)
<u>(368,327)</u>	<u>892,897</u>	<u>(630,847)</u>
106	89,404	1,323,610
810,604	5,198,974	12,642,886
<u>\$ 810,710</u>	<u>\$ 5,288,378</u>	<u>\$ 13,966,496</u>

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

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds \$ 1,323,610

Governmental funds report capital purchases as expenditures. However, in the Statement of Activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital purchases (\$1,258,978) exceeds depreciation (\$3,102,979) in the current period. (1,844,001)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets. (1,220)

The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contributes to the change in fund balance. In the Statement of Net Position, however, issuing debt increases long-term liabilities and does not affect the Statement of Activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the Statement of Net Position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. The amounts of the items that make up these differences in the treatment of long-term debt and related items are:

Proceeds from the issuance of long-term debt	-	
Principal repayments:		
Revolving loan, department of environmental protection	210,260	
Notes payable	<u>1,254,378</u>	
		1,464,638

Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available.

This adjustment is as follows:

Net pension liability and related deferred inflows and outflows	1,251,671	
Compensated absences	<u>(231,223)</u>	
		<u>1,020,448</u>

Change in net position of governmental activities \$ 1,963,475

MADISON COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2021

	BUSINESS-TYPE ACTIVITIES		
	Solid Waste Disposal	Emergency Medical Services	Total
ASSETS			
Current assets			
Cash	\$ 49,591	\$ 61,378	\$ 110,969
Accounts receivable	67,240	633,319	700,559
Due from other funds	3,701	634,645	638,346
Total current assets	<u>120,532</u>	<u>1,329,342</u>	<u>1,449,874</u>
Noncurrent assets			
Restricted cash and investments	87	52,590	52,677
Capital assets:			
Equipment	2,987,188	1,855,576	4,842,764
Less: accumulated depreciation	(1,357,121)	(1,161,657)	(2,518,778)
Total capital assets (net of accumulated depreciation)	<u>1,630,067</u>	<u>693,919</u>	<u>2,323,986</u>
Total non-current assets	<u>1,630,154</u>	<u>746,509</u>	<u>2,376,663</u>
Total assets	<u>1,750,686</u>	<u>2,075,851</u>	<u>3,826,537</u>
DEFERRED OUTFLOW OF RESOURCES RELATED TO PENSIONS	<u>85,916</u>	<u>390,850</u>	<u>476,766</u>
LIABILITIES			
Current liabilities			
Accounts payable	57,361	8,525	65,886
Due to other funds	141,156	544,900	686,056
Long-term lease payable - current portion	35,708	-	35,708
Total current liabilities	<u>234,225</u>	<u>553,425</u>	<u>787,650</u>
Non-current liabilities			
Long-term lease payable	116,814	-	116,814
Net pension liability	143,657	614,453	758,110
Total non-current liabilities	<u>260,471</u>	<u>614,453</u>	<u>874,924</u>
Total liabilities	<u>494,696</u>	<u>1,167,878</u>	<u>1,662,574</u>
DEFERRED INFLOW OF RESOURCES RELATED TO PENSIONS	<u>519,930</u>	<u>1,083,872</u>	<u>1,603,802</u>
NET POSITION			
Net investment in capital assets	1,513,253	693,919	2,207,172
Unrestricted (deficit)	(691,277)	(478,968)	(1,170,245)
Total net position	<u>\$ 821,976</u>	<u>\$ 214,951</u>	<u>\$ 1,036,927</u>

See accompanying notes to the financial statements.

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

	BUSINESS-TYPE ACTIVITIES		
	Solid Waste Disposal	Emergency Medical Services	Total
Operating revenues			
Charges for services	\$ 717,056	\$ 1,642,512	\$ 2,359,568
Miscellaneous revenues	67,197	547,044	614,241
Total operating revenues	<u>784,253</u>	<u>2,189,556</u>	<u>2,973,809</u>
Operating expenses			
Personnel services	845,045	1,302,592	2,147,637
Contractual services	427,569	65,577	493,146
Utilities	26,388	19,453	45,841
Repairs and maintenance	158,080	112,923	271,003
Other supplies and expenses	153,462	144,031	297,493
Insurance claims and expenses	34,563	26,392	60,955
Depreciation	273,199	203,636	476,835
Loss on disposal of capital asset	-	32,347	32,347
Bad debt expense	-	1,402,262	1,402,262
Total operating expenses	<u>1,918,306</u>	<u>3,309,213</u>	<u>5,227,519</u>
Operating (loss)	<u>(1,134,053)</u>	<u>(1,119,657)</u>	<u>(2,253,710)</u>
Non-operating revenues (expenses)			
Operating grants	-	44,291	44,291
Taxes	1,317,871	-	1,317,871
Total non-operating revenues (expenses)	<u>1,317,871</u>	<u>44,291</u>	<u>1,362,162</u>
Income (loss) before contributions and transfers	183,818	(1,075,366)	(891,548)
Transfers in (out)	-	630,847	630,847
Change in net position	183,818	(444,519)	(260,701)
Total net position - beginning of year	<u>638,158</u>	<u>659,470</u>	<u>1,297,628</u>
Total net position - end of year	<u>\$ 821,976</u>	<u>\$ 214,951</u>	<u>\$ 1,036,927</u>

MADISON COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Solid Waste Disposal	Emergency Medical Services	Total
Cash flows from operating activities			
Receipts from customers	\$ 733,120	\$ 924,562	\$ 1,657,682
Payments to suppliers	(807,819)	(384,745)	(1,192,564)
Payments to employees	(918,673)	(1,449,848)	(2,368,521)
Other receipts (payments)	200,468	(83,992)	116,476
Net cash (used in) operating activities	<u>(792,904)</u>	<u>(994,023)</u>	<u>(1,786,927)</u>
Cash flows from noncapital financing activities			
Transfers from other funds	-	630,847	630,847
Subsidy from federal/state grants	-	44,291	44,291
Cash received from property and other taxes	1,317,871	-	1,317,871
Net cash provided by noncapital financing activities	<u>1,317,871</u>	<u>675,138</u>	<u>1,993,009</u>
Cash flows from capital and related financing activities			
Purchases of capital assets	(633,825)	(677,279)	(1,311,104)
Principal payments on long-term debt	(34,200)	(85,906)	(120,106)
Net cash (used in) capital and related financing activities	<u>(668,025)</u>	<u>(763,185)</u>	<u>(1,431,210)</u>
Cash flows from investing activities			
Proceeds from sales and maturities of investments, net	139,024	1,078,588	1,217,612
Net cash provided by (used in) investing activities	<u>139,024</u>	<u>1,078,588</u>	<u>1,217,612</u>
Net increase (decrease) in cash and cash equivalents	(4,034)	(3,482)	(7,516)
Cash and cash equivalents at beginning of year	53,625	64,860	118,485
Cash and cash equivalents at end of year	<u>\$ 49,591</u>	<u>\$ 61,378</u>	<u>\$ 110,969</u>
Reconciliation of net income (loss) to net cash provided by (used in) operating activities:			
Operating (loss)	\$ (1,134,053)	\$ (1,119,657)	\$ (2,253,710)
Depreciation	273,199	203,636	476,835
Bad debts	-	1,402,262	1,402,262
Loss on disposal of fixed assets	-	32,347	32,347
Change in assets and liabilities:			
(Increase) decrease in accounts receivable	16,064	(717,950)	(701,886)
(Increase) decrease in due from other funds	(1,486)	(630,847)	(632,333)
(Increase) decrease deferred outflow of resources	102,756	205,514	308,270
Increase (decrease) in accounts payable	(7,757)	(16,369)	(24,126)
Increase (decrease) in due to other funds	134,757	(189)	134,568
Increase (decrease) net pension liability	(658,114)	(1,316,228)	(1,974,342)
Increase (decrease) deferred inflow of resources	481,730	963,458	1,445,188
Total adjustments	<u>341,149</u>	<u>125,634</u>	<u>466,783</u>
Net cash provided by (used in) operating activities	<u>\$ (792,904)</u>	<u>\$ (994,023)</u>	<u>\$ (1,786,927)</u>

There are no non-cash investing, capital, or financing activities.

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

ASSETS

Cash and cash equivalents	\$ 138,327
Accounts receivable	14,682
Investments	<u>195,694</u>
 Total assets	 <u><u>\$ 348,703</u></u>

LIABILITIES

Due to individuals and other funds	\$ 288,976
Due to other governments	<u>59,727</u>
 Total liabilities	 <u><u>\$ 348,703</u></u>

NET POSITION

Restricted	<u>\$ -</u>
 Total net position	 <u><u>\$ -</u></u>

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

ADDITIONS	\$ 21,710,702
DEDUCTIONS	<u>21,710,702</u>
Net increase (decrease) in fiduciary net position	-
Net position - beginning	<u>-</u>
Net position - ending	<u><u>\$ -</u></u>

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

NOTE 1: *Summary of Significant Accounting Policies*

Madison County, Florida (the County) is a political subdivision of the State of Florida and provides services to its residents in many areas, including Public Safety, Transportation, Recreation and Human Services. It is governed by an elected Board of County Commissioners (five members). In addition to the Board of County Commissioners (Board), there are five elected Constitutional Officers: Clerk of the Circuit Court and Comptroller, Sheriff, Tax Collector, Property Appraiser and Supervisor of Elections. The Constitutional Officers maintain separate accounting records and budgets.

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

The accompanying financial statements present the combined financial position and combined results of operations of the Board of County Commissioners of Madison County, Florida and its Constitutional Officers. The Board funds a portion or, in certain instances, all the operating budgets of the County's Constitutional Officers. The payments by the Board to fund the operations of the Constitutional Officers are recorded as operating transfers out of the financial statements of the Board and as operating transfers in on the financial statements of the Constitutional Officers. Accordingly, such amounts and the budgets relating to those amounts have been eliminated in the accompanying government-wide financial statements.

REPORTING ENTITY

The concept underlying the definition of the reporting entity is that elected officials are accountable to their constituents for their actions. The reporting entity's financial statements should allow users to distinguish between the primary government (the County) and its component units. However, some component units, because of the closeness of their relationships with the County, should be blended as though they are part of the County. Otherwise, most component units should be discretely presented. As required by generally accepted accounting principles, the financial reporting entity consists of (1) the primary government (the County) (2) organizations for which the County is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The County is financially accountable if it appoints a voting majority of the organization's governing body and (a) it is able to impose its will on that organization or (b) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the County. The County may be financially accountable if an organization has (a) a separately elected governing board, (b) a governing board appointed by a higher level of government, or (c) a jointly appointed board.

Based upon the application of the criteria, the Madison County, Florida Soil and Water District's Revenues and Expenses are blended in the County's financial statements.

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

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 the non-fiduciary activities of the primary government and its component units. For the most part, the effect of inter-fund activity has been removed from these statements. *Governmental activities*, which normally are 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 government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor have been met.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

Fund Financial Statements – The underlying accounting system of the County is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise the assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based on the purposes for which they are to be spent and the means by which spending activities are controlled.

Fund financial statements for the County's governmental, proprietary, and fiduciary funds are presented after the government-wide financial statements. These statements display information about major funds individually, and non-major funds in the aggregate, for governmental and enterprise funds. The fiduciary statement includes financial information for the custodial funds. The custodial funds of the County primarily represent assets held by the County for other individuals or governments.

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

Governmental Funds – Governmental fund financial statements are reported using the *current financial resources measurement focus* and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. Property taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when cash is received by the government.

Under the *current financial resources measurement focus*, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of “available spendable resources.” Governmental funds’ operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during a period.

Noncurrent portions of long-term receivables (special assessments) due to governmental funds are reported on their balance sheet despite their spending measurement focus. Non-current portions of other long-term receivables are offset by deferred revenue.

Because of their spending focus, expenditure recognition for governmental fund types excludes amounts represented by non-current liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended rather than as fund assets. The proceeds of long-term debt are recorded as an “other financing source” rather than as a fund liability. However, debt service expenditures, as well as expenditures related to compensated absences, claims, and judgments, are recorded only when payment is due.

Proprietary Funds – In the fund financial statements, proprietary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when the related goods and services are delivered. In the fund financial statements, proprietary funds are presented using the economic resources measurement focus. This means that all assets and all liabilities (whether current or non-current) associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies, taxes, and investment earnings, result from non-exchange transactions or ancillary activities.

Amounts paid to acquire capital assets are capitalized as assets in the proprietary fund financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as a liability in the proprietary fund financial statements, rather than as an “other financing source”. Amounts paid to reduce long-term indebtedness are reported as a reduction of the related liabilities, rather than as an expense.

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

The County reports the following major governmental funds:

- General Fund – This fund is the general operating fund of the County and is used to account for all financial transactions not required to be accounted for in another fund.
- County Transportation Trust Fund – This fund accounts for the receipt of local option fuel taxes that are legally restricted to transportation expenditures.
- Sheriff Operating Fund – This fund accounts for the general operating revenues and expenditures for the Madison County, Florida Sheriff. The Sheriff is a constitutional officer charged with responsibilities for courtroom security, transportation of prisoners to and from court, civil processing services, as well as public safety initiatives.
- Capital Projects Fund – This fund accounts for the proceeds of specific capital related revenue sources to be used for the acquisition or construction of major capital projects.
- Small County Surtax Fund – This fund accounts for the receipt of local option county tax that are legally restricted to pay for local authorized projects.
- CARES Act Fund – This fund accounts for the in-flows of resources received from certain programs established by the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) and Coronavirus State and Local Fiscal Recovery Funds restricted to pay for eligible expenses.

The County reports the following major proprietary funds:

- Solid Waste Disposal Fund – This fund accounts for the fiscal activities of garbage collection within the unincorporated areas of the County.
- Emergency Medical Services Fund – This fund accounts for the fiscal activities of the ambulance transportation system.

Additionally, the County reports the following fund types:

- Special Revenue Funds – These funds are used to account for specific governmental revenue sources other than major capital projects that are restricted by law or administrative action to expenditures for specific purposes.
- Capital Projects Funds – These funds are used to account for the acquisition or construction of major capital facilities.
- Custodial Funds – These funds account for assets held by the County on behalf of individuals, private organizations and/or other governmental units.

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

BUDGETS AND BUDGETARY ACCOUNTING

Section 129.01(2)(b), *Florida Statutes*, requires that "...the receipts division of the budget shall include 95 percent of all receipts reasonably expected to be anticipated from all sources, including taxes to be levied, and 100 percent of the amount of the balances of both cash and liquid securities estimated to be brought forward at the beginning of the fiscal year." The County has complied with the provisions of the above Florida Statute.

The budgetary data presented in the financial statements was prepared on the modified accrual basis of accounting. All Board authorized amendments to the budget, as originally approved, have been incorporated into the data reflected in the financial statements.

The County uses the following procedures in establishing the budgetary data reflected in the financial statements.

- (1) On or before July 15 of each year, the Board's designated budget officer submits to the Board a tentative budget for the ensuing fiscal year. The tentative budget includes proposed expenditures and funding sources.
- (2) The Board makes such changes as it deems necessary, provided the budget remains in balance and subject to the notice and hearing requirements of Section 200.065, Florida Statutes, and the budget preparation and adoption procedures, as defined in Section 129.03, Florida Statutes.
- (3) Public hearings are held pursuant to Section 200.065, Florida Statutes, in order for the Board to adopt the tentative and final budgets.
- (4) Prior to September 30, the budget is legally enacted through passage of a resolution.
- (5) All changes to the final budget must be approved by the Board in accordance with Section 129.06, Florida Statutes.
- (6) Formal budgetary integration is used as a management control device during the year for all governmental funds of the County.
- (7) Budgets for the governmental fund types are adopted on a basis consistent with generally accepted accounting principles.
- (8) All annual appropriations lapse at fiscal year-end.
- (9) Line item expenditures in excess of budget are authorized to the extent that total expenditures do not exceed total budgeted expenditures.

ENCUMBRANCES

The County does not utilize encumbrance accounting in its financial operations.

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

CASH AND INVESTMENTS

Cash and cash equivalents include all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased. Investments are reported at fair value. Additional cash and investment information and fair values are presented in Note 2.

ACCOUNTS RECEIVABLE

Accounts receivables are recorded in the government-wide, governmental, and proprietary fund financial statements and are net of allowance for doubtful accounts, which is generally equivalent to the receivables that are over 180 days past due.

INVENTORIES

The County's inventories consist of expendable supplies which are recorded as expenditures when purchased rather than when consumed.

RESTRICTED ASSETS

Certain net position amounts of the County are classified as restricted net position on the statement of net position because their use is limited either by law through constitutional provisions or enabling legislation; or by restrictions imposed externally by creditors, grantors, contributions, or laws or regulations of other governments. In a fund with both restricted and unrestricted assets, qualified expenses are considered to be paid first from restricted net position and then from unrestricted net position.

SUBSEQUENT EVENTS

Subsequent events were reviewed through April 15, 2022, which is the date the financial statements were available to be issued. As of this date, no subsequent events requiring disclosure had occurred.

CAPITAL ASSETS

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business type activities columns in the government-wide financial statements. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at fair market value at the date of donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property and equipment of the primary government is depreciated using the straight-line method over the following useful lives:

<u>Property</u>	<u>Estimated Useful Life</u>
Buildings and Improvements	10-40 Years
Machinery and Equipment	5-20 Years
Furniture and Fixtures	5-20 Years
Vehicles	5 Years

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

Expenditures for maintenance and repairs which do not add to the value of the assets or materially extend their lives are expensed as incurred. However, expenditures for repairs and improvements which add to the normal value or life of an asset are capitalized.

COMPENSATED ABSENCES

The County maintains a policy that permits employees to accumulate earned but not used vacation and sick pay benefits that will be paid to employees upon separation from County service if certain criteria are met. These benefits are classified as compensated absences. Employees may be paid for unused vacation hours accrued up to a maximum amount. Payment for unused sick leave, upon termination, is also provided for up to certain amounts.

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 governmental fund level statements for these amounts until payment is due. The compensated absences liability is based on current rates of pay. This is accounted for pursuant to GASB Statement No. 16, *Accounting for Compensated Absences*.

LONG-TERM DEBT OBLIGATIONS

In the government-wide financial statements, and for proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net position. Debt issuance costs are reported as other financing sources (uses) in the period incurred.

NET POSITION

Net position represents all assets, plus deferred outflows of resources, less liabilities, less deferred inflows of resources. In the Government-wide and Proprietary Fund Financial Statements, net position is reported in the following categories:

Net Investment in Capital Assets: Capital assets, net of accumulated depreciation, and outstanding principal balances of debt attributable to the acquisition, construction, or improvement of those assets.

Restricted: Net position, the use of which is subject to constraints imposed by external parties, including creditors, grantors, and laws and regulations of other governments, or imposed by enabling legislation. Nonexpendable amounts are required to remain intact under such constraints.

Unrestricted: Remaining net position not considered “invested in capital assets, net of related debt” or “restricted.”

For purposes of net position classification, when both restricted and unrestricted resources are available for use, it is the County’s policy to use restricted resources first, then unrestricted resources as they are needed.

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

DEFERRED INFLOWS OF RESOURCES

Deferred inflows of resources represent an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resources until that time. The County has one item that qualifies for reporting in this category (pension related items). The proprietary funds and governmental and business-type activities report deferred inflows for pension related items as actuarially determined.

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows of resources represent an acquisition of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense) until that future time. The County reports one deferred outflow related to pensions.

FUND BALANCE

In the Governmental Fund Financial Statements, fund balance is reported in the following categories:

Nonspendable: Amounts that cannot be spent because they are either not in spendable form or they are legally or contractually required to remain intact.

Restricted: Amounts which use is subject to constraints imposed by external parties, including creditors, grantors, and laws and regulations of other governments, or imposed by County ordinance or enabling legislation.

Committed: Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. For the County, this formal action takes the form of ordinances which are passed by the County Commissioners.

Assigned: Amounts that are constrained by the County's intent for use for specific purposes, but are considered neither restricted nor committed.

Unassigned: Amounts in the general fund that are not otherwise constrained for a specific purpose narrower than the general operations of the County.

For purposes of fund balance classification, when both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed. When unrestricted resources are used, committed resources are used first, followed by assigned and unassigned resources, respectively.

NOTE 2: *Deposits and Investments*

DEPOSITS

All bank accounts of the County are placed in banks that qualify as a public depository, as required by the Florida Security for Public Deposits Act, Chapter 280, *Florida Statutes*. At September 30, 2021, the carrying amount of the County's deposits was \$3,354,949 (includes fiduciary) and the bank balances were \$4,629,008. Deposits whose values exceed the limits of Federal depository insurance are entirely insured or collateralized pursuant to Chapter 280, Florida Statutes.

NOTE 2: *Deposits and Investments (continued)*

INVESTMENTS

The County is authorized to invest in all State-approved investments which include:

- (1) Local Government Surplus Funds Trust Fund administered by the State Board of Administration;
- (2) Florida Local Government Investment Trust administered by the Florida Association of Court Clerks and Comptrollers;
- (3) Florida Cooperative Liquid Assets Securities System supervised by a Board of Trustees comprised of eligible participants.
- (3) Bonds, notes or other obligations of the United States or those guaranteed by the United States or for which the credit of the United States is pledged;
- (4) Bonds, notes or other obligations of the State of Florida or any municipality or political subdivision thereof;
- (5) Interest-bearing time deposits or savings accounts in banks or savings and loan associations organized under the laws of Florida or organized under the laws of the United States doing business and situated in Florida.

Investments consist of amounts placed with the State Board of Administration for participation in the Local Government Surplus Trust Fund (Florida PRIME) created by Section 218.405, *Florida Statutes*. Investments also consist of amounts placed with the Florida Local Government Investment Trust Short-Term Bond Fund (FLGIT) and Florida Cooperative Liquid Assets Securities System (FLCLASS).

Florida PRIME meets the criteria in GASB 79 to measure all of its investments at amortized cost enabling it to maintain a constant Net Asset Value (NAV) of \$1.00 per share. As of September 30, 2021, Florida PRIME had no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100 percent of their account value.

The FLGIT Short-Term Bond Fund is a local government investment pool created by the Florida Association of Court Clerks and Comptroller, and the Florida Association of Counties for the purpose of providing public entities with an investment program that focuses on long-term securities with the highest credit ratings. This investment pool is a stable NAV Government Investment Pool established to be consistent with the policies set forth in Section 218.415 of the Florida Statutes. The effective maturity of the underlying investments is five years or less. To minimize credit risk, trust investments are confined to those of the highest credit quality: Treasuries, Agency Securities and Instruments and other securities collateralized with Treasury/Agency Securities. Accounting valuations reflect estimates of the market value of the securities rather than their amortized cost.

FLCLASS interprets GASB 31, as amended by GASB 79, to mean that FLCLASS should measure all of the investments in FLCLASS at fair value. Therefore, the County's balance is considered the fair value of its investment as FLCLASS reports the amortized cost of investments, which approximates fair value.

NOTE 2: Deposits and Investments (continued)

Credit Risk – The credit risk of certain investments, such as investment pools managed by other governments, cannot be categorized as a credit risk because the County investments are not evidenced by specific, identifiable investment securities. As of September 30, 2021, Florida PRIME is rated by Standard and Poor’s and has a current rating of AAAm. As of September 30, 2021, FLGIT is rated by Fitch and has a current rating of AAAf. As of September 30, 2021, FLCLASS is rated by Standard and Poor’s and has a current rating of AAAm.

Interest Rate Risk – Section 218.415(6), Florida Statutes, limits investment maturities to provide sufficient liquidity to pay obligations as they become due. The dollar weighted average days to maturity for Florida PRIME was 49 days as of September 30, 2021. The dollar weighted average days to maturity for FLCLASS was 47 days as of September 30, 2021. The dollar weighted average maturity of FLGIT was 2.1 years as of September 30, 2021. Next interest rate reset dates for floating rate securities are used in the calculation of weighted average maturity.

Concentration of Credit Risk – The County manages concentration of credit risk by limiting investments to specific funds. At September 30, 2021, the County did not hold any investments that were considered to have a custodial credit risk.

As of September 30, 2021, the County maintained the following investment balances:

<u>Investment</u>	<u>General</u>		
	<u>Government</u>	<u>Fiduciary</u>	<u>Total</u>
Florida local government investment trust (FLGIT)	\$ 1,500,927	\$ -	\$ 1,500,927
Local government surplus trust funds (SBA)	11,412,615	31,924	11,444,539
Florida Cooperative Liquid Assets Securities System (FLCLASS)	70,964	163,770	234,734
Total investment portfolio	<u>\$ 12,984,506</u>	<u>\$ 195,694</u>	<u>\$ 13,180,200</u>

NOTE 3: Property Taxes

Under the Laws of Florida, the assessment of all properties and the collection of all county municipal, special taxing districts and school board property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The Laws of Florida regulating tax assessment are also designed to assure a consistent property valuation method statewide. Florida Statutes permit counties to levy property taxes at a rate of up to 10.0000 mills. The tax levy of Madison County, Florida is established by the Board prior to October 1 of each year. The millage rate collected by the County during the current fiscal year was 10.0000 mills.

All property is reassessed according to its fair market value as of 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 the appropriate requirements of Florida Statutes.

All taxes are due and 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% for the month

NOTE 3: *Property Taxes (continued)*

of November, 3% for the month of December, 2% for the month of January, and 1% for the month of February. The taxes paid in March are without discount.

On or prior to June 1, following the tax year, certificates are sold for all delinquent taxes on real property in accordance with the Laws of Florida. 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.

Delinquent taxes on personal property bear interest at 18% per year until the tax is satisfied either by seizure and sale of the property or by the seven-year statute of limitations. Since tax certificates were sold for substantially all current year delinquent property taxes, there were no material property taxes receivable at September 30, 2021.

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NOTE 4: *Interfund Transactions*

During the course of normal operations, numerous transactions occur between funds, such as expenditures or transfers of resources to provide services, service debt or construct assets. The interfund transactions are eliminated in the government-wide financial statement totals.

As of September 30, 2021, the County maintained the following interfund receivables/payables.

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General fund	County transportation trust fund	\$ 433,098
	Solid Waste	134,757
	Emergency medical services	544,809
	Other nonmajor funds	724,081
County transportation trust fund	Solid waste disposal	6,399
	Emergency medical services	91
	Other nonmajor funds	4,270
Capital projects	General fund	468,000
	Other nonmajor funds	68
Solid waste disposal	Other nonmajor funds	3,701
Emergency medical services	Small County Surtax	630,847
	Other nonmajor funds	3,798
Other nonmajor funds	General fund	84,522
	Sheriff operating fund	5,808
	Capital projects	1,461,000
	Other nonmajor funds	208,724
Total		<u><u>\$ 4,713,973</u></u>

NOTE 4: *Interfund Transactions (continued)*

Operating transfers between funds during the year were as follows for the year ended September 30, 2021:

<u>Transfers in</u>	<u>Transfers out</u>	<u>Amount</u>
General fund	Other nonmajor funds	\$ 170,946
County transportation trust	Other nonmajor funds	351,718
Sheriff operating fund	CARES Act	208,290
	Other nonmajor funds	6,870,541
Emergency medical services	Small County Surtax	630,847
Other nonmajor funds	General fund	8,126,065
	CARES Act	160,037
	Other nonmajor funds	<u>465,603</u>
Total		<u><u>\$ 16,984,047</u></u>

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NOTE 5: Changes in Capital Assets

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

	Balance				Balance
	October 01, 2020	Additions	Reductions	Adjustments*	September 30, 2021
Governmental activities					
Capital assets,					
Not being depreciated:					
Land	\$ 1,897,046	\$ 103,554	\$ -	\$ -	\$ 2,000,600
Work in progress	162,712	57,816	-	(162,712)	57,816
Total capital assets,					
Not being depreciated	2,059,758	161,370	-	(162,712)	2,058,416
Capital assets,					
Being depreciated:					
Buildings and improvements	30,791,118	1,850	-	-	30,792,968
Equipment	7,469,680	332,610	(289,683)	-	7,512,607
Infrastructure	72,660,976	763,148	-	162,712	73,586,836
Total capital assets,					
Being depreciated	110,921,774	1,097,608	(289,683)	162,712	111,892,411
Less accumulated depreciation for:					
Buildings and improvements	(25,714,545)	(321,712)	-	-	(26,036,257)
Equipment	(6,207,623)	(492,327)	288,463	-	(6,411,487)
Infrastructure	(17,041,438)	(2,288,940)	-	-	(19,330,378)
Total accumulated depreciation	(48,963,606)	(3,102,979)	288,463	-	(51,778,122)
Governmental activities					
Capital assets, net	\$ 64,017,926	\$(1,844,001)	\$ (1,220)	\$ -	\$ 62,172,705
Business-type activities					
Capital assets,					
Being depreciated:					
Equipment	\$ 3,822,171	\$ 1,311,104	\$ (290,511)	\$ -	\$ 4,842,764
Less accumulated depreciation	(2,300,107)	(476,835)	258,164	-	(2,518,778)
Business-type activities					
Capital assets, net	\$ 1,522,064	\$ 834,269	\$ (32,347)	\$ -	\$ 2,323,986

*Adjustments reflect capital assets moved from work in progress into service during the fiscal year.

NOTE 5: Changes in Capital Assets (continued)

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
General government	\$ 496,477
Public safety	1,148,102
Transportation and capital projects	<u>1,458,400</u>
Total depreciation	<u>\$ 3,102,979</u>
Business-type activities:	
Solid waste disposal	\$ 273,199
Emergency medical services	<u>203,636</u>
Total depreciation	<u>\$ 476,835</u>

NOTE 6: Long-Term Debt

Under the GASB 34 reporting model, long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All long-term liabilities for the Board of County Commissioners are reported in the government-wide Statement of Net Position. The following sections address specific long-term liabilities which are included in the government-wide presentation:

Florida's Wastewater Revolving Loan Fund – The Florida Department of Environmental Protection has a revolving loan program for certain water pollution control projects. The County was awarded funding from this program to assist with a portion of the I-10 interchange project. Amounts borrowed require interest to be paid at a rate of approximately 1.69% annually. As of September 30, 2021, the outstanding balance on the revolving loan fund amounted to \$1,296,782. This loan is collateralized by the revenues generated from the One Cent County Surtax. The County is required to make semi-annual principal and interest payments of \$235,623. The semi-annual loan payment is based on the total amount of debt, which consists of the loan principal plus estimated loan service fee and interest.

Land Installment Purchase – During the fiscal year 2017, the County purchased a piece of property from a private landowner for \$356,550. The purchase was financed through a contract with the landowner to pay five annual installments of \$71,310 with no interest due. As of September 30, 2021, the remaining balance was \$0.

Auto and Equipment Loans – The County regularly purchases vehicles and other equipment through lease finance options. The total due on these lease finance agreements as of September 30, 2021 was \$465,432.

NOTE 6: Long-Term Debt (continued)

Road Paving – In 2019, the County obtained a loan from a local bank in the amount of \$3,750,000 to complete additional road paving projects. Interest is charged at the rate of The WSJ's Published Prime Lending Rate less 1.76% per annum. The interest rate shall be adjusted semiannually based on the stated rate on June 1 and December 1 of each year. The rate for the most recent interest payment was 1.49% at June 1, 2021. In addition to interest payments, principal payments of \$468,750 are due each June 1 and December 1. As of September 30, 2021, the total remaining principal balance due was \$1,875,000. The loan is secured by pledged revenues from the 5th and 6th Cent Surplus fund and other Non-Ad Valorem funds.

CHANGES IN LONG-TERM LIABILITIES

	Balance October 01, 2020	Additions	Reductions	Balance September 30, 2021	Due Within One Year
<u>Governmental activities</u>					
Compensated absences	\$ 1,035,735	\$ 388,522	\$ (157,299)	\$ 1,266,958	\$ 253,392
DEP revolving loan fund	1,507,042	-	(210,260)	1,296,782	213,838
Auto and equipment loans	563,478	-	(250,568)	312,910	160,201
Bank loan	2,812,500	-	(937,500)	1,875,000	937,500
Land installment purchase	66,310	-	(66,310)	-	-
Net pension liability	16,007,027	-	(11,187,939)	4,819,088	-
Total	\$ 21,992,092	\$ 388,522	\$(12,809,876)	\$ 9,570,738	\$ 1,564,931
<u>Business-type activities</u>					
Auto and Equipment loans	\$ 272,628	\$ -	\$ (120,106)	\$ 152,522	\$ 35,708
Net pension liability	2,732,452	-	(1,974,342)	758,110	-
Total	\$ 3,005,080	\$ -	\$ (2,094,448)	\$ 910,632	\$ 35,708
Total long-term debt	\$ 24,997,172	\$ 388,522	\$(14,904,324)	\$ 10,481,370	\$ 1,600,639

NOTE 6: Long-Term Debt (continued)

DEBT SERVICE REQUIREMENTS

The scheduled payments of principal and interest on long-term debt are as follows:

<u>September 30,</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 1,347,247	\$ 109,952
2023	1,284,281	65,119
2024	320,766	16,030
2025	265,572	14,445
2026	228,769	6,854
Thereafter	<u>190,579</u>	<u>2,961</u>
	<u>\$ 3,637,214</u>	<u>\$ 215,361</u>

NOTE 7: Deficit Fund Equity

The following funds had a deficit fund balance for the year ended September 30, 2021:

Capital projects	\$ 323,703
Law Enforcement & Corrections	25,575
Emergency Management	11,934
Court Fund	221,725
Soil Conservation	<u>6,784</u>
Total	<u>\$ 589,721</u>

This deficit fund balance was created by expenses exceeding revenues and financing sources. The deficit will be covered by fund balances of other existing funds.

NOTE 8: Florida Retirement System Retirement Plans

FLORIDA RETIREMENT SYSTEM

General Information – All of the County’s employees participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan (“FRS Plan”) and the Retiree Health Insurance Subsidy (“HIS Plan”). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan (“Investment Plan”) alternative to the FRS Plan, which is administered by the State Board of Administration (“SBA”). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides

NOTE 8: *Florida Retirement System Retirement Plans (continued)*

retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida State Legislature.

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000, or from the website:

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

FRS PLAN`

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

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

Elected Officers’ class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary for each year of credited service.

For Plan members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of credited service for all these members and increasing normal retirement to age 65 or 33 years of service regardless of age for Regular, Senior Management Service, and Elected Officers’ class members, and to age 60 or 30 years of service regardless of age for Special Risk and Special Risk Administrative Support class members. Also, the final average compensation for all these members will be based on the eight highest years of salary.

NOTE 8: *Florida Retirement System Retirement Plans (continued)*

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

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

Contributions – Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute three percent of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2020 through June 30, 2021 and from July 1, 2021 through September 30, 2021, respectively, were as follows: Regular—10.00% and 10.82%; Special Risk Administrative Support—35.84% and 37.76%; Special Risk—24.45% and 25.89%; Senior Management Service—27.29% and 29.01%; Elected Officers’—49.18% and 51.42%; and DROP participants—16.98% and 18.34%. These employer contribution rates include the 1.66% HIS Plan subsidy for the period October 1, 2020 through September 30, 2021.

The County’s contributions, including employee contributions, to the FRS Plan totaled \$1,374,268 for the fiscal year ended September 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At September 30, 2021, the County reported a liability of \$2,627,110 for its proportionate share of the FRS Plan’s net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The County’s proportionate share of the net pension liability was based on the County’s 2020-21 fiscal year contributions relative to the 2020-21 fiscal year contributions of all participating members. At June 30, 2021, the County's proportionate share was 0.03477 percent.

NOTE 8: Florida Retirement System Retirement Plans (continued)

For the fiscal year ended September 30, 2021, the County recognized pension expense of \$1,520,409. In addition, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	FRS Pension	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 450,291	\$ -
Changes of assumptions	1,797,599	-
Net difference between projected and actual earnings on pension plan investments	-	(9,165,325)
Changes in proportion and differences between County contributions and proportionate share of contributions	577,641	(1,290,008)
County contributions subsequent to the measurement date	355,762	-
Total	\$ 3,181,293	\$ (10,455,333)

The deferred outflows of resources related to the FRS Plan, totaling \$355,762 resulting from County contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the FRS Plan will be recognized in pension expense as follows:

<u>Year ended September 30:</u>	<u>FRS Amount</u>
2022	\$ (1,343,800)
2023	(1,566,995)
2024	(2,075,665)
2025	(2,659,820)
2026	16,478
Thereafter	-
Total	\$ (7,629,802)

Actuarial Assumptions – The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumption, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.25%, average, including inflation
Investment rate of return	6.80%, net of pension plan investment expense, including inflation

NOTE 8: Florida Retirement System Retirement Plans (continued)

Mortality assumptions for the FRS Pension Plan were based on the PUB-2010 base table, projected generationally with Scale MP-2018.

The most recent experience study for the FRS Pension Plan was completed in 2019 for the period July 1, 2013, through June 30, 2018.

The long-term expected rate of return was unchanged at 6.80%.

The long-term expected rate of return on FRS Plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation (1)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.1%	2.1%	1.1%
Fixed income	20.0%	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	3.7%	5.7%	5.4%	8.4%
 Total	 100.00%			
 Assumed inflation - mean			 2.4%	 1.2%

(1) As outlined in the Pension Plan's investment policy

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

NOTE 8: Florida Retirement System Retirement Plans (continued)

Sensitivity of the County’s Proportionate Share of the Net Position Liability to Changes in the Discount Rate – The following represents the County’s proportionate share of the net pension liability calculated using the discount rate of (6.80%), as well as what the County’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.80%) or one percentage point higher (7.80%) than the current rate:

1% Decrease	Current Discount Rate	1% Increase
5.80%	6.80%	7.80%
\$ 11,748,611	\$ 2,627,110	\$ (4,997,442)

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

HIS PLAN

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

Benefits Provided – For the fiscal year ended September 30, 2021, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month. To be eligible to receive these benefits, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Contributions – The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2021, the HIS contribution for the period October 1, 2020 through September 30, 2021 was 1.66%. The County contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled.

The County’s contributions to the HIS Plan totaled \$144,266 for the fiscal year ended September 30, 2021.

NOTE 8: Florida Retirement System Retirement Plans (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At September 30, 2021, the County reported a liability of \$2,950,088 for its proportionate share of the HIS Plan’s net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The County’s proportionate share of the net pension liability was based on the County’s 2020-21 fiscal year contributions relative to the 2020-21 fiscal year contributions of all participating members. At June 30, 2021, the County's proportionate share was 0.02404 percent.

For the fiscal year ended September 30, 2021, the County recognized pension expense of \$47,848. In addition, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	HIS Pension	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 98,717	\$ (1,236)
Changes of assumptions	231,811	(121,551)
Net difference between projected and actual earnings on pension plan investments	3,075	-
Changes in proportion and differences between County contributions and proportionate share of contributions	103,540	(103,848)
County contributions subsequent to the measurement date	35,630	-
Total	<u>\$ 472,773</u>	<u>\$ (226,635)</u>

The deferred outflows of resources related to the HIS Plan, totaling \$35,630 resulting from County contributions to the HIS Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

<u>Year ended September 30:</u>	HIS Amount
2022	\$ 57,981
2023	18,471
2024	38,111
2025	50,588
2026	37,834
Thereafter	7,523
Total	<u>\$ 210,508</u>

NOTE 8: Florida Retirement System Retirement Plans (continued)

Actuarial Assumptions – The total pension liability in the July 1, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.25%, average, including inflation
Municipal bond rate	2.16%

Mortality assumptions for the HIS Pension Plan were based on the PUB-2010 base table, projected generationally with Scale MP-2018.

The most recent experience study for the HIS Pension Plan was completed in 2019 for the period July 1, 2013, through June 30, 2018.

The municipal rate used to determine total pension liability was decreased from 2.21% to 2.16%.

Discount Rate – The discount rate used to measure the total pension liability was 2.16%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Sensitivity of the County’s Proportionate Share of the Net Position Liability to Changes in the Discount Rate – The following represents the County’s proportionate share of the net pension liability calculated using the discount rate of 2.16%, as well as what the County’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (1.16%) or one percentage point higher (3.16%) than the current rate:

1% Decrease	Current Discount Rate	1% Increase
1.16%	2.16%	3.16%
\$ 3,410,588	\$ 2,950,088	\$ 2,572,812

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

INVESTMENT PLAN

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

NOTE 8: *Florida Retirement System Retirement Plans (continued)*

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. County employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS Plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of plan members.

Allocations to the investment member's accounts during the 2020-21 fiscal year, as established by Section 121.72, Florida Statutes, are based on a percentage of gross compensation, by class, as follows: Regular class 6.30%, Special Risk Administrative Support class 7.95%, Special Risk class 14.00%, Senior Management Service class 7.67% and County Elected Officers class 11.34%.

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the Pension Plan is transferred to the Investment Plan, the member must have the years of service required for Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five-year period, the employee will regain control over their account. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended September 30, 2021, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the County.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the pension plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

NOTE 9: *Joint Venture*

In 1992, the County entered into an agreement with Taylor, Dixie, and Jefferson Counties to establish an Organization known as the Aucilla Area Solid Waste Administration. The purpose of this entity is to facilitate, through the collective effort of the counties involved, solid waste disposal through the establishment and operation of a joint solid waste disposal facility. The County has an ongoing financial responsibility to the Organization in that it has agreed to use the Organization to fulfill its landfill needs.

The governing board of the Organization is composed of one County Commissioner from each County. The Board elects the officers and manages the operations. Financial statements of the Organization may be obtained by contacting the Aucilla Area Solid Waste Administration office.

NOTE 10: *Landfill Closure and Post-Closure Costs*

The Third Judicial Circuit Court ruled on September 26, 1992, that Madison County, Florida, must close the last active cell of its landfill (approximately ten acres) and monitor the landfill for twenty years pursuant to the dictates of the Florida Department of Environmental Protection (FDEP). As of September 30, 2021, the total estimated remaining cost of the landfill closure and post-closure care is \$0 as the County has reached year twenty of its post-closure monitoring requirement.

NOTE 11: *Landfill Management Escrow Account*

The County has established an interest-bearing escrow account with the Florida Local Government Investment Trust for the sole purpose of long-term care of the closed Madison County, Florida Center Landfill. Pursuant to Rule 62-701.630, Florida Administrative Code, the escrow account is not used for any purpose other than landfill closure and long-term care; all withdrawals from the account are subject to approval by the Madison County, Florida Clerk of the Circuit Court and Comptroller. The County filed a final post-closure certification in FY 2018 and will reallocate these funds at a future date.

During the year ended September 30, 2021, the escrow account had the following activity:

Balance October 1, 2020	\$ 155,493
Withdrawals	-
Net appreciation	348
Balance September 30, 2021	<u>\$ 155,841</u>

NOTE 12: *Proprietary Accounts Receivable*

At September 30, 2021, the accounts receivable for proprietary funds were as follows:

Accounts receivable	\$ 3,203,376
Less: allowance for doubtful accounts	<u>(2,502,817)</u>
Net accounts receivable	<u>\$ 700,559</u>

NOTE 13: *Coronavirus and the CARES Act*

On March 22, 2020, the World Health Organization declared COVID-19 a global pandemic. The pandemic continued through 2021, and is anticipated to persist throughout 2022. The County continues to monitor and assess the effects of the COVID-19 pandemic on the County's operations and financial position; however, the overall impact cannot be fully assessed at the time of issuance.

The federal Coronavirus Aid, Relief, and Economic Security (CARES) Act and Coronavirus State and Local Fiscal Recovery Funds provided additional funds to the County of \$2,431,812 and \$1,796,024, respectively, during fiscal year 2021 to assist with eligible expenses and costs incurred as a result of the Coronavirus. Madison County, Florida recognizes revenue when the funds are spent on eligible expenditures. The unspent funds are recorded in deferred income until spent on eligible expenditures. For the year ended September 30, 2021, Madison County, Florida spent \$2,014,914.

REQUIRED SUPPLEMENTARY INFORMATION

MADISON COUNTY, FLORIDA
SCHEDULE OF MADISON COUNTY'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
FLORIDA RETIREMENT SYSTEM
LAST TEN FISCAL YEARS*

	2021	2020	2019	2018	2017	2016	2015	2014
Madison County's proportion of the net pension liability	0.034778359%	0.036678485%	0.038153523%	0.037631910%	0.037964192%	0.038502386%	0.03732349%	0.036984729%
Madison County's proportionate share of the net pension liability	\$ 2,627,110	\$ 15,896,996	\$ 13,139,541	\$ 11,334,926	\$ 11,229,553	\$ 9,721,883	\$ 4,820,829	\$ 2,256,612
Madison County's covered-employee payroll	8,969,221	8,340,816	8,311,581	7,961,781	7,895,237	7,969,600	7,682,991	7,728,650
Madison County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	29.29%	190.59%	158.09%	142.37%	142.23%	121.99%	62.75%	29.20%
Plan fiduciary net position as a percentage of the total pension liability	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%	96.09%

* The amounts presented for each fiscal year were determined as of 6/30.
No data is available for the previous two years.

MADISON COUNTY, FLORIDA
SCHEDULE OF MADISON COUNTY'S CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM
LAST TEN FISCAL YEARS*

	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 1,374,268	\$ 1,208,821	\$ 1,203,140	\$ 1,103,757	\$ 988,301	\$ 938,942	\$ 909,978	\$ 810,123
Contributions in relation to the contractually required contribution	(1,374,268)	(1,208,821)	(1,203,140)	(1,103,757)	(988,301)	(938,942)	(909,978)	(810,123)
Contribution deficiency (excess)	-	-	-	-	-	-	-	-
Madison County's covered-employee payroll	\$ 8,969,221	\$ 8,340,816	\$ 8,311,581	\$ 7,961,781	\$ 7,895,237	\$ 7,969,600	\$ 7,682,991	\$ 7,728,650
Contributions as a percentage of covered-employee payroll	15.32%	14.49%	14.48%	13.86%	12.52%	11.78%	11.84%	10.48%

* The amounts presented for each fiscal year were determined as of 6/30.
No data is available for the previous two years.

MADISON COUNTY, FLORIDA
SCHEDULE OF MADISON COUNTY'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
HEALTH INSURANCE SUBSIDY PROGRAM
LAST TEN FISCAL YEARS*

	2021	2020	2019	2018	2017	2016	2015	2014
Madison County's proportion of the net pension liability	0.024049951%	0.023280271%	0.023721224%	0.023691928%	0.024185596%	0.024699941%	0.024747720%	0.025449321%
Madison County's proportionate share of the net pension liability	\$ 2,950,088	\$ 2,842,483	\$ 2,654,168	\$ 2,507,580	\$ 2,586,036	\$ 2,878,676	\$ 2,523,878	\$ 2,379,574
Madison County's covered-employee payroll	8,969,221	8,340,816	8,311,581	7,961,781	7,895,237	7,969,600	7,682,991	7,728,650
Madison County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	32.89%	34.08%	31.93%	31.50%	32.75%	36.12%	32.85%	30.79%
Plan fiduciary net position as a percentage of the total pension liability	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%

* The amounts presented for each fiscal year were determined as of 6/30.
No data is available for the previous three years.

MADISON COUNTY, FLORIDA
SCHEDULE OF MADISON COUNTY'S CONTRIBUTIONS
HEALTH INSURANCE SUBSIDY PROGRAM
LAST TEN FISCAL YEARS*

	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 144,266	\$ 133,025	\$ 133,155	\$ 128,833	\$ 127,603	\$ 126,603	\$ 94,601	\$ 87,181
Contributions in relation to the contractually required contribution	(144,266)	(133,025)	(133,155)	(128,833)	(127,603)	(126,603)	(94,601)	(87,181)
Contribution deficiency (excess)	-	-	-	-	-	-	-	-
Madison County's covered-employee payroll	\$ 8,969,221	\$ 8,340,816	\$ 8,311,581	\$ 7,961,781	\$ 7,895,237	\$ 7,969,600	\$ 7,682,991	\$ 7,728,650
Contributions as a percentage of covered-employee payroll	1.61%	1.59%	1.60%	1.62%	1.62%	1.59%	1.23%	1.13%

* The amounts presented for each fiscal year were determined as of 6/30.
No data is available for the previous two years.

MADISON COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>			Variance with Final Budget - Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 7,658,962	\$ 7,658,962	\$ 7,827,950	\$ 168,988
Licenses and permits	223,000	265,685	549,188	283,503
Intergovernmental	2,330,560	2,694,549	2,714,164	19,615
Charges for services	359,104	376,676	357,778	(18,898)
Fines and forfeitures	12,500	12,500	14,020	1,520
Interest revenue	80,370	80,370	9,174	(71,196)
Other	438,735	582,721	612,861	30,140
Total revenues	11,103,231	11,671,463	12,085,135	413,672
EXPENDITURES				
Current				
General government	920,419	1,165,202	1,175,070	(9,868)
Public safety	333,058	359,831	356,792	3,039
Physical environment	165,701	249,606	268,045	(18,439)
Economic environment	69,812	69,812	44,134	25,678
Human services	655,596	655,596	578,543	77,053
Culture/recreation	882,306	855,928	845,994	9,934
Debt service	14,125	14,125	5,598	8,527
Capital outlay	10,000	152,963	165,615	(12,652)
Total expenditures	3,051,017	3,523,063	3,439,791	83,272
Excess (deficiency) of revenues over (under) expenditures	8,052,214	8,148,400	8,645,344	496,944
OTHER FINANCING SOURCES (USES)				
Transfers in	170,946	170,946	170,946	-
Transfers (out)	(8,223,160)	(8,319,346)	(8,126,065)	193,281
Total other financing sources (uses)	(8,052,214)	(8,148,400)	(7,955,119)	193,281
Net changes in fund balances	-	-	690,225	690,225
Fund balances - beginning	-	-	3,118,010	3,118,010
Fund balances - ending	\$ -	\$ -	\$ 3,808,235	\$ 3,808,235

See accompanying notes to the financial statements.

MADISON COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
COUNTY TRANSPORTATION TRUST FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>			Variance with Final Budget - Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 1,553,563	\$ 1,553,563	\$ 1,694,145	\$ 140,582
Licenses and permits	2,150	2,150	4,095	1,945
Intergovernmental	615,260	615,260	701,380	86,120
Charges for services	9,903	9,903	9,398	(505)
Interest revenue	30,200	30,200	6,174	(24,026)
Other	-	22,974	2,025	(20,949)
	<u>2,211,076</u>	<u>2,234,050</u>	<u>2,417,217</u>	<u>183,167</u>
EXPENDITURES				
Current				
Transportation	2,257,173	2,280,147	2,441,131	(160,984)
Debt service	127,348	127,348	109,300	18,048
Capital outlay	601	601	759	(158)
	<u>2,385,122</u>	<u>2,408,096</u>	<u>2,551,190</u>	<u>(143,094)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(174,046)</u>	<u>(174,046)</u>	<u>(133,973)</u>	<u>40,073</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	351,718	351,718	351,718	-
Transfers (out)	<u>(177,672)</u>	<u>(177,672)</u>	<u>-</u>	<u>177,672</u>
	<u>174,046</u>	<u>174,046</u>	<u>351,718</u>	<u>177,672</u>
Net changes in fund balances	-	-	217,745	217,745
Fund balances - beginning	-	-	2,476,209	2,476,209
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,693,954</u>	<u>\$ 2,693,954</u>

MADISON COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
SHERIFF - OPERATING FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>			Variance with Final Budget - Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current				
Public safety	6,463,668	6,818,878	6,848,906	(30,028)
Debt service	177,980	177,980	144,579	33,401
Capital outlay	86,663	86,663	86,663	-
Total expenditures	6,728,311	7,083,521	7,080,148	3,373
Excess (deficiency) of revenues over (under) expenditures	(6,728,311)	(7,083,521)	(7,080,148)	3,373
OTHER FINANCING SOURCES (USES)				
Transfers in	6,728,311	6,875,231	6,870,541	(4,690)
Transfers in - CARES Act	-	208,290	208,290	-
Total other financing sources (uses)	6,728,311	7,083,521	7,078,831	(4,690)
Net changes in fund balances	-	-	(1,317)	(1,317)
Fund balances - beginning	-	-	5,436	5,436
Fund balances - ending	\$ -	\$ -	\$ 4,119	\$ 4,119

MADISON COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>			Variance with Final Budget - Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Intergovernmental	\$ 5,932,713	\$ 5,932,713	\$ 796,326	\$ (5,136,387)
Total revenues	<u>5,932,713</u>	<u>5,932,713</u>	<u>796,326</u>	<u>(5,136,387)</u>
EXPENDITURES				
Capital outlay	<u>5,932,713</u>	<u>5,932,713</u>	<u>812,987</u>	<u>5,119,726</u>
Total expenditures	<u>5,932,713</u>	<u>5,932,713</u>	<u>812,987</u>	<u>5,119,726</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(16,661)</u>	<u>(16,661)</u>
Net changes in fund balances	-	-	(16,661)	(16,661)
Fund balances - beginning	-	-	(129,694)	(129,694)
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (146,355)</u>	<u>\$ (146,355)</u>

MADISON COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
SMALL COUNTY SURTAX FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>			Variance with Final Budget - Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 1,261,694	\$ 1,261,694	\$ 1,561,020	\$ 299,326
Interest	10,000	10,000	2,542	(7,458)
Total revenues	<u>1,271,694</u>	<u>1,271,694</u>	<u>1,563,562</u>	<u>291,868</u>
EXPENDITURES				
Current				
General government	250,000	352,985	352,985	-
Debt Service	235,742	235,742	235,622	120
Total expenditures	<u>485,742</u>	<u>588,727</u>	<u>588,607</u>	<u>120</u>
Excess (deficiency) of revenues over (under) expenditures	<u>785,952</u>	<u>682,967</u>	<u>974,955</u>	<u>291,988</u>
OTHER FINANCING SOURCES (USES)				
Transfers (out)	<u>(785,952)</u>	<u>(682,967)</u>	<u>(630,847)</u>	<u>52,120</u>
Total other financing sources (uses)	<u>(785,952)</u>	<u>(682,967)</u>	<u>(630,847)</u>	<u>52,120</u>
Net changes in fund balances	-	-	344,108	344,108
Fund balances - beginning	-	-	1,163,347	1,163,347
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,507,455</u>	<u>\$ 1,507,455</u>

MADISON COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
CARES ACT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>			Variance with Final Budget - Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Intergovernmental	\$ -	\$ 2,041,808	\$ 2,041,914	\$ 106
Interest revenue	-	106	106	-
Total revenues	-	2,041,914	2,042,020	106
EXPENDITURES				
Current				
General government	-	1,915,359	1,547,032	368,327
Capital outlay	-	126,555	126,555	-
Total expenditures	-	2,041,914	1,673,587	368,327
Excess (deficiency) of revenues over (under) expenditures	-	-	368,433	368,433
OTHER FINANCING SOURCES (USES)				
Transfers (Out)	-	-	(368,327)	(368,327)
Total other financing sources (uses)	-	-	(368,327)	(368,327)
Net changes in fund balances	-	-	106	106
Fund balances - beginning	-	-	810,604	810,604
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 810,710</u>	<u>\$ 810,710</u>

SUPPLEMENTAL INFORMATION

MADISON COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	Special Revenue Funds					
	Tourist Development	Fire	DOJ Equitable Sharing Program	State Confiscations Trust	E911	Law Enforcement & Corrections
ASSETS						
Cash	\$ 31,143	\$ 7,867	\$ 25	\$ 561	\$ 29,063	\$ 51,317
Accounts receivable	-	-	-	-	-	-
Due from other funds	3,500	445	-	-	96	63,531
Due from other governmental units	13,078	1,200	-	-	-	32,453
Investments	182,826	645,296	468	12,675	93,747	13,296
Prepaid expenses	-	22,012	-	-	-	-
Total assets	\$ 230,547	\$ 676,820	\$ 493	\$ 13,236	\$ 122,906	\$ 160,597
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 15,428	\$ 9,075	\$ -	\$ -	\$ 52	\$ 56,347
Due to other funds	-	416	245	-	3,798	129,825
Due to other governments	-	-	-	-	-	-
Deferred income	-	-	-	-	-	-
Total liabilities	15,428	9,491	245	-	3,850	186,172
Fund balances						
Restricted	215,119	667,329	248	13,236	119,056	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(25,575)
Total fund balances	215,119	667,329	248	13,236	119,056	(25,575)
Total liabilities and fund balances	\$ 230,547	\$ 676,820	\$ 493	\$ 13,236	\$ 122,906	\$ 160,597

MADISON COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	Special Revenue Funds					
	Emergency Management	SHIP Program	Recycling	Property Appraiser	Supervisor of Elections	Tax Collector
ASSETS						
Cash	\$ 36,904	\$ 143	\$ -	\$ 50,615	\$ 6,696	\$ 54,312
Accounts receivable	-	-	-	-	672	-
Due from other funds	88	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-
Investments	21,584	349,950	44,203	-	-	-
Prepaid expenses	-	-	-	-	-	-
Total assets	\$ 58,576	\$ 350,093	\$ 44,203	\$ 50,615	\$ 7,368	\$ 54,312
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 1,698	\$ -	\$ -	\$ -	\$ -	\$ 150
Due to other funds	68,812	-	16,900	50,615	7,368	54,162
Due to other governments	-	-	-	-	-	-
Deferred income	-	342,810	-	-	-	-
Total liabilities	70,510	342,810	16,900	50,615	7,368	54,312
Fund balances						
Restricted	-	7,283	27,303	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	(11,934)	-	-	-	-	-
Total fund balances	(11,934)	7,283	27,303	-	-	-
Total liabilities and fund balances	\$ 58,576	\$ 350,093	\$ 44,203	\$ 50,615	\$ 7,368	\$ 54,312

MADISON COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	Special Revenue Funds					
	Clerk of the Circuit Court	Landfill Closure	Court Technology Modernization	Public Records Modernization	Court Fund	Soil Conservation
ASSETS						
Cash	\$ 32,785	\$ 331	\$ 26,724	\$ 21,997	\$ 35,835	\$ 10,976
Accounts receivable	-	-	-	-	-	-
Due from other funds	133,015	-	18	-	18	-
Due from other governmental units	3,530	-	-	-	-	8,575
Investments	244,111	488,473	42,118	100,337	28,500	10,523
Prepaid expenses	6,347	-	-	-	-	-
Total assets	\$ 419,788	\$ 488,804	\$ 68,860	\$ 122,334	\$ 64,353	\$ 30,074
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 323,068	\$ 26,118	\$ -	\$ -	\$ 107,373	\$ 1,337
Due to other funds	86,442	297,754	-	1	133,014	35,521
Due to other governments	10,278	-	-	-	45,691	-
Deferred income	-	-	-	-	-	-
Total liabilities	419,788	323,872	-	1	286,078	36,858
Fund balances						
Restricted	-	-	68,860	122,333	-	-
Assigned	-	164,932	-	-	-	-
Unassigned	-	-	-	-	(221,725)	(6,784)
Total fund balances	-	164,932	68,860	122,333	(221,725)	(6,784)
Total liabilities and fund balances	\$ 419,788	\$ 488,804	\$ 68,860	\$ 122,334	\$ 64,353	\$ 30,074

MADISON COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	Special Revenue Funds					
	MSCO Firearms Training Facility	Crime Prevention Funds	Law Enforcement Education	Radio Communication Program	Criminal Justice Program	2nd Local Option Gas Tax
ASSETS						
Cash	\$ 129	\$ 1,566	\$ 2,560	\$ 21,752	\$ 1,402	\$ 43,854
Accounts receivable	-	-	-	-	-	-
Due from other funds	-	453	624	2,888	738	-
Due from other governmental units	-	-	-	-	-	50,467
Investments	1,950	4,036	16,414	30,330	16,286	304,614
Prepaid expenses	-	-	-	-	-	-
Total assets	\$ 2,079	\$ 6,055	\$ 19,598	\$ 54,970	\$ 18,426	\$ 398,935
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	6,000	-	50,000	-	-
Due to other governments	-	-	-	-	-	-
Deferred income	-	-	-	-	-	-
Total liabilities	-	6,000	-	50,000	-	-
Fund balances						
Restricted	2,079	55	19,598	4,970	18,426	398,935
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	2,079	55	19,598	4,970	18,426	398,935
Total liabilities and fund balances	\$ 2,079	\$ 6,055	\$ 19,598	\$ 54,970	\$ 18,426	\$ 398,935

MADISON COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	Special Revenue Funds					
	State Court Facilities Surcharge	Article V Information Technology Fees	Court Facilities	5th and 6th Cent Surplus	I.C.E Equitable Sharing	Fiscally Constrained County
ASSETS						
Cash	\$ 28,029	\$ 2,154	\$ 2,724	\$ 119	\$ 201	\$ 56,803
Accounts receivable	-	-	-	-	-	151,614
Due from other funds	9,468	2,388	1,376	1,461,000	-	80,408
Due from other governmental units	-	-	-	66,904	-	54,076
Investments	24,843	26,949	83,137	246,591	57,821	402,807
Prepaid expenses	-	-	-	-	-	-
Total assets	\$ 62,340	\$ 31,491	\$ 87,237	\$ 1,774,614	\$ 58,022	\$ 745,708
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 1,367	\$ -	\$ 1,061	\$ -	\$ -	\$ 3,500
Due to other funds	-	-	-	-	-	3,769
Due to other governments	-	-	-	-	-	-
Deferred income	-	-	-	-	-	-
Total liabilities	1,367	-	1,061	-	-	7,269
Fund balances						
Restricted	60,973	31,491	86,176	1,774,614	58,022	-
Assigned	-	-	-	-	-	738,439
Unassigned	-	-	-	-	-	-
Total fund balances	60,973	31,491	86,176	1,774,614	58,022	738,439
Total liabilities and fund balances	\$ 62,340	\$ 31,491	\$ 87,237	\$ 1,774,614	\$ 58,022	\$ 745,708

MADISON COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	Special Revenue Funds	
	Hospital Surtax	Total
ASSETS		
Cash	\$ 50	\$ 558,637
Accounts receivable	-	152,286
Due from other funds	-	1,760,054
Due from other governmental units	44,508	274,791
Investments	910,361	4,404,246
Prepaid expenses	-	28,359
	\$ 954,919	\$ 7,178,373
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	\$ -	\$ 546,574
Due to other funds	-	944,642
Due to other governments	-	55,969
Deferred income	-	342,810
	-	1,889,995
Fund balances		
Restricted	954,919	4,651,025
Assigned	-	903,371
Unassigned	-	(266,018)
	954,919	5,288,378
Total liabilities and fund balances	\$ 954,919	\$ 7,178,373

MADISON COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue Funds					
	Tourist Development	Fire	DOJ Equitable Sharing Program	State Confiscations Trust	E911	Law Enforcement & Corrections
REVENUES						
Taxes	\$ 146,631	\$ 628,294	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	3,863	-	-	52,219	129,460
Charges for services	-	-	-	-	138,675	368,274
Fines and forfeitures	-	-	-	4,365	-	-
Interest revenue	-	-	-	163	11,687	251
Other	-	1,504	-	-	-	-
Total revenues	146,631	633,661	-	4,528	202,581	497,985
EXPENDITURES						
Current						
General government	-	-	-	-	-	-
Public safety	-	569,204	123	52,888	130,912	176
Physical environment	-	-	-	-	-	-
Economic environment	152,221	-	-	-	-	-
Human Services	-	-	-	-	-	-
Culture/Recreation	-	-	-	-	-	-
Debt service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	-	43,823	-	-	-	-
Total expenditures	152,221	613,027	123	52,888	130,912	176
Excess (deficiency) of revenues over (under) expenditures	(5,590)	20,634	(123)	(48,360)	71,669	497,809
OTHER FINANCING SOURCES (USES)						
Transfers in	-	5,000	-	-	-	6,374,307
Transfers (out)	-	(24,924)	-	-	(74,975)	(6,870,540)
Total other financing sources (uses)	-	(19,924)	-	-	(74,975)	(496,233)
Net changes in fund balances	(5,590)	710	(123)	(48,360)	(3,306)	1,576
Fund balances - beginning	220,709	666,619	371	61,596	122,362	(27,151)
Fund balances - ending	<u>\$ 215,119</u>	<u>\$ 667,329</u>	<u>\$ 248</u>	<u>\$ 13,236</u>	<u>\$ 119,056</u>	<u>\$ (25,575)</u>

MADISON COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue Funds					
	Emergency Management	SHIP Program	Recycling	Property Appraiser	Supervisor of Elections	Tax Collector
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	158,312	376,770	93,750	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Interest revenue	-	348	-	-	-	-
Other	-	5,000	-	-	83,961	-
Total revenues	158,312	382,118	93,750	-	83,961	-
EXPENDITURES						
Current						
General government	-	-	-	785,818	656,811	577,865
Public safety	189,102	-	-	-	-	-
Physical environment	-	-	93,750	-	-	-
Economic environment	-	382,118	-	-	-	-
Human Services	-	-	-	-	-	-
Culture/Recreation	-	-	-	-	-	-
Debt service						
Principal	8,613	-	-	8,567	-	-
Interest	512	-	-	1,243	-	-
Capital outlay	-	-	-	9,305	13,271	-
Total expenditures	198,227	382,118	93,750	804,933	670,082	577,865
Excess (deficiency) of revenues over (under) expenditures	(39,915)	-	-	(804,933)	(586,121)	(577,865)
OTHER FINANCING SOURCES (USES)						
Transfers in	25,000	-	-	804,933	584,925	577,865
Transfers (out)	-	-	-	-	-	-
Total other financing sources (uses)	25,000	-	-	804,933	584,925	577,865
Net changes in fund balances	(14,915)	-	-	-	(1,196)	-
Fund balances - beginning	2,981	7,283	27,303	-	1,196	-
Fund balances - ending	\$ (11,934)	\$ 7,283	\$ 27,303	\$ -	\$ -	\$ -

MADISON COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue Funds					
	Clerk of the Circuit Court	Landfill Closure	Court Technology Modernization	Public Records Modernization	Court Fund	Soil Conservation
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	36,985	-	-	-	537,316	92,825
Charges for services	98,453	-	26,638	8,979	115	-
Fines and forfeitures	-	-	-	-	-	-
Interest revenue	883	348	-	3	7	-
Other	1,160	-	-	-	13,269	-
Total revenues	137,481	348	26,638	8,982	550,707	92,825
EXPENDITURES						
Current						
General government	461,959	-	22,215	-	639,154	-
Public safety	-	-	-	-	-	-
Physical environment	-	26,490	-	-	-	92,780
Economic environment	-	-	-	-	-	-
Human Services	-	-	-	-	-	-
Culture/Recreation	-	-	-	-	-	-
Debt service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	461,959	26,490	22,215	-	639,154	92,780
Excess (deficiency) of revenues over (under) expenditures	(324,478)	(26,142)	4,423	8,982	(88,447)	45
OTHER FINANCING SOURCES (USES)						
Transfers in	324,478	-	-	-	13,000	-
Transfers (out)	-	-	-	(13,000)	-	-
Total other financing sources (uses)	324,478	-	-	(13,000)	13,000	-
Net changes in fund balances	-	(26,142)	4,423	(4,018)	(75,447)	45
Fund balances - beginning	-	191,074	64,437	126,351	(146,278)	(6,829)
Fund balances - ending	\$ -	\$ 164,932	\$ 68,860	\$ 122,333	\$ (221,725)	\$ (6,784)

MADISON COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue Funds					2nd Local Option Gas Tax
	MSCO Firearms Training Facility	Crime Prevention Funds	Law Enforcement Education	Radio Communication Program	Criminal Justice Program	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 449,921
Intergovernmental	-	-	-	-	-	-
Charges for services	180	6,662	11,944	57,147	14,574	-
Fines and forfeitures	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	180	6,662	11,944	57,147	14,574	449,921
EXPENDITURES						
Current						
General government	-	-	-	-	-	-
Public safety	665	-	13,335	3,207	15,544	-
Physical environment	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-
Human Services	-	-	-	-	-	-
Culture/Recreation	-	-	-	-	-	-
Debt service						
Principal	-	-	-	-	-	468,749
Interest	-	-	-	-	-	17,519
Capital outlay	-	-	-	-	-	-
Total expenditures	665	-	13,335	3,207	15,544	486,268
Excess (deficiency) of revenues over (under) expenditures	(485)	6,662	(1,391)	53,940	(970)	(36,347)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	(12,000)	-	(55,000)	-	-
Total other financing sources (uses)	-	(12,000)	-	(55,000)	-	-
Net changes in fund balances	(485)	(5,338)	(1,391)	(1,060)	(970)	(36,347)
Fund balances - beginning	2,564	5,393	20,989	6,030	19,396	435,282
Fund balances - ending	\$ 2,079	\$ 55	\$ 19,598	\$ 4,970	\$ 18,426	\$ 398,935

MADISON COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue Funds					
	State Court Facilities Surcharge	Article V Information Technology Fees	Court Facilities	5th and 6th Cent Surplus	I.C.E Equitable Sharing	Fiscally Constrained County
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	838,562	-	663,812
Charges for services	181,989	28,041	19,190	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	181,989	28,041	19,190	838,562	-	663,812
EXPENDITURES						
Current						
General government	57,338	60,400	10,533	-	-	40,702
Public safety	-	-	-	-	10,815	-
Physical environment	-	-	-	-	-	-
Economic environment	-	-	-	-	-	45,500
Human Services	-	-	-	-	-	-
Culture/Recreation	-	-	-	-	-	-
Debt service						
Principal	-	-	-	468,750	-	66,310
Interest	-	-	-	21,186	-	5,000
Capital outlay	-	-	-	-	-	-
Total expenditures	57,338	60,400	10,533	489,936	10,815	157,512
Excess (deficiency) of revenues over (under) expenditures	124,651	(32,359)	8,657	348,626	(10,815)	506,300
OTHER FINANCING SOURCES (USES)						
Transfers in	-	42,197	-	-	-	-
Transfers (out)	(160,705)	-	-	(351,718)	-	(295,946)
Total other financing sources (uses)	(160,705)	42,197	-	(351,718)	-	(295,946)
Net changes in fund balances	(36,054)	9,838	8,657	(3,092)	(10,815)	210,354
Fund balances - beginning	97,027	21,653	77,519	1,777,706	68,837	528,085
Fund balances - ending	\$ 60,973	\$ 31,491	\$ 86,176	\$ 1,774,614	\$ 58,022	\$ 738,439

MADISON COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue Funds	
	Hospital Surtax	Total
REVENUES		
Taxes	\$ 780,509	\$ 2,005,355
Intergovernmental	-	2,983,874
Charges for services	-	960,861
Fines and forfeitures	-	4,365
Interest revenue	1,620	15,310
Other	509,620	614,514
	1,291,749	6,584,279
EXPENDITURES		
Current		
General government	-	3,312,795
Public safety	-	985,971
Physical environment	-	213,020
Economic environment	-	579,839
Human Services	1,163,299	1,163,299
Culture/Recreation	-	-
Debt service		
Principal	-	1,020,989
Interest	-	45,460
Capital outlay	-	66,399
	1,163,299	7,387,772
Excess (deficiency) of revenues over (under) expenditures	128,450	(803,493)
OTHER FINANCING SOURCES (USES)		
Transfers in	-	8,751,705
Transfers (out)	-	(7,858,808)
	-	892,897
Net changes in fund balances	128,450	89,404
Fund balances - beginning	826,469	5,198,974
Fund balances - ending	\$ 954,919	\$ 5,288,378

COMPLIANCE SECTION

LANIGAN & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
MANAGEMENT CONSULTANTS
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**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 Chairman and Commissioners
The Board of County Commissioners and Constitutional Officers
Madison County, Florida

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Madison County, Florida as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise Madison County, Florida's basic financial statements, and have issued our report thereon dated April 15, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Madison County, Florida's internal control over financial reporting (internal control) as a basis for designing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Madison County, Florida's internal control. Accordingly, we do not express an opinion on the effectiveness of Madison County, Florida'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 Madison County, Florida's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

LANIGAN & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
MANAGEMENT CONSULTANTS
www.lanigancpa.com

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND STATE FINANCIAL ASSISTANCE PROJECT AND
REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH THE UNIFORM GUIDANCE AND REQUIRED BY CHAPTER 10.550, RULES
OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA**

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

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

Opinion on Each Major Federal Program and State Financial Assistance Project

We have audited Madison County, Florida's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and *State of Florida's Department of Financial Services State Projects Compliance Supplement* that could have a direct and material effect on each of Madison County, Florida's major federal programs and state financial assistance projects for the year ended September 30, 2021. Madison County, Florida's major federal programs and state financial assistance projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major Federal Program and State Financial Assistance Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General. Our responsibilities under those standards, the Uniform Guidance, and Chapter 10.550, *Rules of the Auditor General*, are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Madison County, Florida's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Madison County, Florida's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of Madison County's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.550, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

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

Federal/State Agency Pass-through Entity Federal Program/State Project	Federal Assistance Listing or CFSA No.	Contract Grant No.	Expenditures
FEDERAL AWARDS			
<u>U.S. Department of Homeland Security</u>			
Pass through Division of Emergency Management			
Emergency Management Performance Grant	97.042	19-FG-A7-03-50-01-108	\$ 64,408
Homeland Security Grant Program	97.067	19-BG-21-03-50-01-244	99,594
Total U.S. Department of Homeland Security			<u>164,002</u>
<u>U.S. Department of Justice</u>			
Pass through Florida Department of Law Enforcement			
Edward Byrne Memorial Justice Grant Program	16.738	2018-JAGC-MADI-3198	52,563
Pass through Bureau of Advocacy			
Crime Victim Compensation	16.575	VOCA 2021	54,486
Pass through Florida Department of Justice			
Coronavirus Emergency Supplemental Funding	16.034	2020-VD-BX-0092	22,411
Total U.S. Department of Justice			<u>129,460</u>
<u>U.S. Department of Treasury</u>			
Pass through Florida Division of Emergency Management			
Coronavirus Relief Fund	21.019	Y2305	2,041,914
Total Expenditures of Federal Awards			<u>\$ 2,335,376</u>
STATE FINANCIAL ASSISTANCE			
<u>Department of Environmental Protection</u>			
Small County Consolidated Grants	37.012	SC928	\$ 93,750
<u>Florida Department of Agriculture and Consumer Services</u>			
Mosquito Control	42.003	27456	36,960
<u>Florida Department of State</u>			
State Aid to Libraries	45.030	21-ST-81	198,622
<u>Florida Housing Finance Corp.</u>			
State Housing Initiatives Partnership (SHIP) Program	52.901	GAA	382,118
<u>Florida Department of Transportation</u>			
Small County Road Assistance Program	55.016	441327-1-54-01	49,896
Small County Road Assistance Program	55.016	439672-1-54-01	755,171
Total Florida Department of Transportation			<u>805,067</u>
<u>Florida Department of Health</u>			
County Grant Awards	64.005	C8040	169
Emergency Medical Services (EMS) Matching Awards	64.003	R8006	10,061
Total Florida Department of Health			<u>10,230</u>
<u>Florida Department of Management Services</u>			
Wireless 911 Emergency Telephone System	72.001	18-11-11	10,900
Wireless 911 Emergency Telephone System	72.001	19-04-25	41,319
Total Wireless 911 Emergency Telephone System			<u>52,219</u>
Total Expenditures of State Financial Assistance			<u>\$ 1,578,966</u>

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

Financial Reporting Entity

The Madison County, Florida ("County") reporting entity is defined in Note 1 of the County's Basic Financial Statements.

Basis of Presentation

The accompanying schedule of expenditures of federal awards and state financial assistance (the "Schedule") includes the federal award and state financial assistance activity of Madison County, Florida under programs of the federal and state government for the year ended September 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Madison County, Florida, it is not intended to and does not present the balance sheet, changes in fund balances, or cash flows of Madison County, Florida.

Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Indirect Cost Rate

Madison County, Florida has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

**MADISON COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	<u>Unmodified</u>
Internal Control over Financial Reporting:	
Are any material weaknesses identified?	<u> </u> Yes <u> X </u> No
Are any significant deficiencies identified?	<u> </u> Yes <u> X </u> None Reported
Is any noncompliance material to financial statements noted?	<u> </u> Yes <u> X </u> No

Federal Awards

Internal Control over Major Federal Programs:	
Are any material weaknesses identified?	<u> </u> Yes <u> X </u> No
Are any significant deficiencies identified?	<u> </u> Yes <u> X </u> None Reported
Type of auditor's report issued on compliance for major federal programs:	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	<u> </u> Yes <u> X </u> No
Identification of major federal programs:	
Assistance Listing Number(s)	Name of Federal Program or Cluster
21.019	Coronavirus Relief Fund
Dollar threshold used to distinguish between Type A and Type B programs:	<u>\$750,000</u>
Auditee qualified as a low-risk auditee?	<u> </u> Yes <u> X </u> No

**MADISON COUNTY, FLORIDA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED SEPTEMBER 30, 2021**

SECTION I - SUMMARY OF AUDITOR'S RESULTS (CONTINUED)

State Financial Projects

Internal Control over Major State Projects:	
Are any material weaknesses identified?	_____ Yes <u> X </u> No
Are any significant deficiencies identified?	_____ Yes <u> X </u> None Reported
Type of auditor's report issued on compliance for major state projects:	_____ Unmodified _____
Any audit findings disclosed that are required to be reported in accordance with Chapter 10.557, <i>Rules of the Auditor General</i> ?	_____ Yes <u> X </u> No
Identification of major state projects:	
_____ CSFA Numbers _____	_____ Name of State Project _____
55.016	Small County Road Assistance Program
Dollar threshold used to distinguish between Type A and Type B programs:	_____ \$473,690 _____

**MADISON COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

SECTION II - SCHEDULE OF FINANCIAL STATEMENT FINDINGS

None noted.

SECTION III - FEDERAL AND STATE AWARD FINDINGS AND QUESTIONED COSTS

None noted.

**MADISON COUNTY, FLORIDA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

SCHEDULE OF PRIOR YEAR FINANCIAL STATEMENT FINDINGS

None noted.

FEDERAL AWARD PRIOR YEAR FINDINGS AND QUESTIONED COSTS

None noted.

STATE PROJECT PRIOR YEAR FINDINGS AND QUESTIONED COSTS

None noted.

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**INDEPENDENT AUDITOR'S
MANAGEMENT LETTER**

Honorable Board of County Commissioners and Constitutional Officers
Madison County, Florida

Report on the Financial Statements

We have audited the financial statements of the Madison County, Florida, as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated April 15, 2022.

Auditor's Responsibility

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States (Government Auditing Standards); 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 Reports and Schedule

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 Financial Assistance Project and on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Reports 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 April 15, 2022, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

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

Financial Condition and Management

Section 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 Madison County, Florida has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the Madison County, Florida 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 Madison County, Florida. It is management's responsibility to monitor Madison County, Florida'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.

Additional Matters

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

Purpose of this Letter

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

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

LANIGAN & ASSOCIATES, P.C.

CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS ADVISORS
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REPORT OF INDEPENDENT ACCOUNTANT ON COMPLIANCE WITH SECTIONS 365.172(10) AND 365.173(2)(d), FLORIDA STATUTES

The Honorable Chairman and Commissioners of the
Board of County Commissioners
Madison County, Florida

Report on Compliance

We have examined the Madison County, Florida Board of County Commissioner's (the "Board") compliance with Sections 365.172(10) and 365.173(2)(d), Florida Statutes, regarding E911 funding as required by Section 10.556(10)(b), Rules of the Auditor General, during the year ended September 30, 2021. Management is responsible for the Board's compliance with those requirements. Our responsibility is to express an opinion on the Board's compliance based on our examination.

Scope

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

Opinion

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

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

LANIGAN & ASSOCIATES, P.C.

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REPORT OF INDEPENDENT ACCOUNTANT ON COMPLIANCE WITH LOCAL GOVERNMENT INVESTMENT POLICIES

The Honorable Chairman and Commissioners of the
Board of County Commissioners
Madison County, Florida

Report on Compliance

We have examined the Madison County, Florida Board of County Commissioner's (the "Board") compliance with Section 218.415, Florida Statutes, during the year ended September 30, 2021. Management is responsible for the Board's compliance with those requirements. Our responsibility is to express an opinion on the Board's compliance based on our examination.

Scope

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

Opinion

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

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

**Special Purpose
Financial Statements**

**Madison County, Florida
Clerk of the Circuit Court and Comptroller**



**Year Ended September 30, 2021
with Independent Auditor's Report**

Madison County, Florida
Clerk of the Circuit Court and Comptroller

Financial Statements

Year Ended September 30, 2021

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INDEPENDENT AUDITOR'S REPORT

The Honorable Billy Washington
Clerk of the Circuit Court and Comptroller
Madison County, Florida

Report on the Audit of the Financial Statements

Opinion

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

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the each major fund and the remaining aggregate fund information of the Madison County, Florida Clerk of the Circuit Court and Comptroller as of September 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Clerk's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

Emphasis of a Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of each major fund, and the aggregate remaining fund information, only for that portion of the major funds, and the aggregate remaining fund information, of Madison County, Florida that is attributable to the Clerk. They do not purport to, and do not, present fairly the financial position of Madison County, Florida as of September 30, 2021, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to these matters.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 15, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

MADISON COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURT AND COMPTROLLER
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	Major Funds				Total Governmental Funds
	General	Court Fund	Court Technology Modernization	Public Records Modernization	
ASSETS					
Cash	\$ 32,785	\$ 35,835	\$ 26,724	\$ 21,997	\$ 117,341
Investments	244,111	28,500	42,118	100,337	415,066
Due from other funds	133,015	18	18	-	133,051
Due from other governmental units	3,530	-	-	-	3,530
Prepaid expenses	6,347	-	-	-	6,347
Total assets	\$ 419,788	\$ 64,353	\$ 68,860	\$ 122,334	\$ 675,335
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 323,068	\$ 107,373	\$ -	\$ -	\$ 430,441
Due to other funds	86,442	133,014	-	1	219,457
Due to other governments	10,278	45,691	-	-	55,969
Total liabilities	419,788	286,078	-	1	705,867
Fund balance:					
Restricted	-	-	68,860	122,333	191,193
Assigned	-	(221,725)	-	-	(221,725)
Total fund balance	-	(221,725)	68,860	122,333	(30,532)
Total liabilities and fund balance	\$ 419,788	\$ 64,353	\$ 68,860	\$ 122,334	\$ 675,335

**MADISON COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURT AND COMPTROLLER
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Major Funds				Total Governmental Funds
	General	Court Fund	Court Technology Modernization	Public Records Modernization	
REVENUES					
Intergovernmental	\$ 36,985	\$ 537,316	\$ -	\$ -	\$ 574,301
Charges for services	98,453	115	26,638	8,979	134,185
Fines and forfeitures	-	-	-	-	-
Interest revenue	883	7	-	3	893
Other	1,160	13,269	-	-	14,429
Total revenues	137,481	550,707	26,638	8,982	723,808
EXPENDITURES					
Current					
General government	461,959	639,154	22,215	-	1,123,328
Total expenditures	461,959	639,154	22,215	-	1,123,328
Excess (deficiency) of revenues over (under) expenditures	(324,478)	(88,447)	4,423	8,982	(399,520)
OTHER FINANCING SOURCES					
Transfers in	324,478	13,000	-	-	337,478
Transfers (Out)	-	-	-	(13,000)	(13,000)
Total other financing sources	324,478	13,000	-	(13,000)	324,478
Net changes in fund balances	-	(75,447)	4,423	(4,018)	(75,042)
Fund balances - beginning	-	(146,278)	64,437	126,351	44,510
Fund balances - ending	<u>\$ -</u>	<u>\$ (221,725)</u>	<u>\$ 68,860</u>	<u>\$ 122,333</u>	<u>\$ (30,532)</u>

MADISON COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURT AND COMPTROLLER
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget - Favorable (Unfavorable)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ 33,000	\$ 33,000	\$ 36,985	\$ 3,985
Charges for services	68,800	68,800	98,453	29,653
Interest revenue	1,000	1,000	883	(117)
Other	-	-	1,160	1,160
	102,800	102,800	137,481	34,681
Total revenues				
EXPENDITURES				
Current				
General government	453,129	494,016	461,959	32,057
	453,129	494,016	461,959	32,057
Total expenditures				
(Deficiency) of revenues (under) expenditures	(350,329)	(391,216)	(324,478)	66,738
OTHER FINANCING SOURCES (USES)				
Transfers in	350,329	391,216	324,478	(66,738)
	350,329	391,216	324,478	(66,738)
Total other financing sources				
Net changes in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ -	\$ -	\$ -

MADISON COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURT AND COMPTROLLER
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
COURT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget - Favorable (Unfavorable)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ 655,700	\$ 655,700	\$ 537,316	\$ (118,384)
Charges for services	-	-	115	115
Interest revenue	46	46	7	(39)
Other	12,000	12,000	13,269	1,269
	<u>667,746</u>	<u>667,746</u>	<u>550,707</u>	<u>(117,039)</u>
EXPENDITURES				
Current				
General government	667,746	667,746	639,154	28,592
	<u>667,746</u>	<u>667,746</u>	<u>639,154</u>	<u>28,592</u>
(Deficiency) of revenues (under) expenditures	-	-	(88,447)	(88,447)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	13,000	13,000
	<u>-</u>	<u>-</u>	<u>13,000</u>	<u>13,000</u>
Net changes in fund balances	-	-	(75,447)	(75,447)
Fund balances - beginning	-	-	(146,278)	(146,278)
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (221,725)</u>	<u>\$ (221,725)</u>

MADISON COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURT AND COMPTROLLER
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
COURT TECHNOLOGY MODERNIZATION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>			Variance with Final Budget - Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Charges for services	\$ -	\$ -	\$ 26,638	\$ 26,638
Total revenues	-	-	26,638	26,638
EXPENDITURES				
Current				
General government	-	-	22,215	(22,215)
Total expenditures	-	-	22,215	(22,215)
(Deficiency) of revenues (under) expenditures	-	-	4,423	4,423
Net changes in fund balances	-	-	4,423	4,423
Fund balances - beginning	-	-	64,437	64,437
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 68,860</u>	<u>\$ 68,860</u>

MADISON COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURT AND COMPTROLLER
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
PUBLIC RECORDS MODERNIZATION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget - Favorable (Unfavorable)
	Original	Final	Actual	
REVENUES				
Charges for services	\$ -	\$ -	\$ 8,979	\$ 8,979
Other	-	-	3	3
Total revenues	-	-	8,982	8,982
EXPENDITURES				
Current				
General government	-	-	-	-
Total expenditures	-	-	-	-
(Deficiency) of revenues (under) expenditures	-	-	8,982	8,982
OTHER FINANCING SOURCES (USES)				
Transfers (Out)	-	-	(13,000)	(13,000)
Total other financing sources	-	-	(13,000)	(13,000)
Net changes in fund balances	-	-	(4,018)	(4,018)
Fund balances - beginning	-	-	126,351	126,351
Fund balances - ending	\$ -	\$ -	\$ 122,333	\$ 122,333

MADISON COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURT AND COMPTROLLER
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2021

ASSETS	
Cash and cash equivalents	\$ 68,111
Investments	<u>31,924</u>
Total assets	<u><u>\$ 100,035</u></u>
LIABILITIES	
Due to individuals and others	<u>\$ 100,035</u>
Total liabilities	<u><u>\$ 100,035</u></u>
NET POSITION	
Restricted	<u>\$ -</u>
Total net position	<u><u>\$ -</u></u>

**MADISON COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURT AND COMPTROLLER
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2021**

ADDITIONS	\$ 1,911,938
DEDUCTIONS	<u>1,911,938</u>
Net increase (decrease) in fiduciary net position	-
Net position - beginning	<u>-</u>
Net position - ending	<u><u>\$ -</u></u>

**MADISON COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURT AND COMPTROLLER
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

NOTE 1: *Summary of Significant Accounting Policies*

The accounting policies of the Madison County, Florida Clerk of the Circuit Court and Comptroller (the “Clerk”) conform with generally accepted accounting principles (GAAP), as applicable to governments. The following is a summary of significant accounting principles and policies used in the preparation of these special purpose financial statements.

Reporting Entity

The Madison County, Florida Clerk of the Circuit Court and Comptroller, as established by Article VIII of the Constitution of the State of Florida, is an elected official of Madison County, Florida. Although the Clerk of the Circuit Court and Comptroller is operationally autonomous from the Madison County Board of County Commissioners, it does not hold sufficient corporate powers to be considered a legally separate entity for financial reporting purposes. Therefore, the Clerk is considered part of the County’s primary government.

These special purpose financial statements of the Clerk are not intended to be a complete presentation of the financial position and results of operations of Madison County, Florida taken as a whole. As permitted by Chapter 10.556, Rules of the Auditor General, the special purpose financial statements consist of only fund level financial statements as defined by GASB 34, and do not include presentations of government-wide financial statements of the Clerk of the Circuit Court.

Fund Accounting

The accounting records are organized for reporting purposes on the basis of fund accounting. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounting records. The Clerk utilizes the following fund types:

- The General Fund, which is a governmental fund, is used to account for all revenues and expenditures applicable to the general operations of the Clerk. All general operating revenues which are not restricted or designated as to use by outside sources are recorded in the general fund. The governmental fund measurement focus is based upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income determination.
- The Court Fund, which is a governmental fund, was established pursuant to Revision 7 to Article V, to account for court related revenues and expenditures and are required to be reported separately from the Clerk’s general activities.
- Court Technology Modernization Fund, which is a governmental fund, is used to account for the proceeds of specific revenue sources that are legally restricted to related expenditures.

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

- Public Records Modernization Fund, which is a governmental fund, is used to account for the proceeds of specific revenue sources that are legally restricted to related expenditures.
- Custodial Funds are used to account for assets held by the Clerk as an agent for individuals, private organizations, and other governments.

Effective July 1, 2013, as a result of the passage of Senate Bill 1512, the Clerk returned to being an entirely fee based Constitutional Officer. In accordance with this Bill, fee revenue began being recognized effective June 1, 2013.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. The basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become both measurable and available as net current assets. The Clerk considers receivables collected within sixty days after year-end to be available and recognizes them as revenues of the current year. Expenditures are recognized when the related fund liability is incurred.

Cash and Cash Equivalents

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

Budget and Budgetary Accounting

The Clerk operates under budget procedures pursuant to Section 218.35, Florida Statutes. Budgets are adopted for governmental and special revenue funds. Budget control is exercised at the fund level. Budgetary changes within the fund are made at the discretion of the Clerk. Appropriations lapse at the end of the fiscal year to the extent they have not been expended. The budgetary revenues and expenditures in the accompanying budgetary comparison statement reflect all approved amendments.

NOTE 2: *Cash*

At September 30, 2021, the carrying amount of the Clerk's deposits was \$181,452 and the bank balance was \$202,123 (including fiduciary). Any balance in excess of FDIC insurance is covered by collateral held by the Clerk's custodial banks which is pledged to a state trust fund that provides security in accordance with Florida Security for Public Deposits Act, Chapter 280, Florida Statutes.

NOTE 3: *Investments*

The Clerk is authorized to invest in all State-approved investments which include:

- (1) Local Government Surplus Funds Trust Fund administered by the State Board of Administration;
- (2) Florida Local Government Investment Trust administered by the Florida Association of Court Clerks and Comptroller;
- (3) Bonds, notes or other obligations of the United States or those guaranteed by the United States or for which the credit of the United States is pledged;
- (4) Bonds, notes or other obligations of the State of Florida or any municipality or political subdivision thereof;
- (5) Interest-bearing time deposits or savings accounts in banks or savings and loan associations organized under the laws of Florida or organized under the laws of the United States doing business and situated in Florida.

Investments consist of amounts placed with the State Board of Administration for participation in the Local Government Surplus Trust Fund (Florida PRIME) created by Section 218.405, Florida Statutes. Florida PRIME meets the criteria in GASB 79 to measure all of its investments at amortized cost enabling it to maintain a constant Net Asset Value (NAV) of \$1.00 per share. As of September 30, 2021, Florida PRIME had no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100 percent of their account value.

Credit Risk – The credit risk of certain investments, such as investment pools managed by other governments, cannot be categorized as a credit risk because the County investments are not evidenced by specific, identifiable investment securities. As of September 30, 2021, Florida PRIME is rated by Standard and Poor's and has a current rating of AAAm.

Interest Rate Risk – Section 218.415(6), Florida Statutes, limits investment maturities to provide sufficient liquidity to pay obligations as they become due. The dollar weighted average maturity for Florida PRIME was 49 days as of September 30, 2021.

NOTE 4: *Inter-fund Transactions*

During the course of normal operations, numerous transactions occur between funds, such as expenditures or transfers of resources to provide services, service debt, or construct assets. The inter-fund transactions are not eliminated, and no interest is charged on such advances.

Inter-fund receivable and payable balances at September 30, 2021, were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Clerk Operating	Clerk Court Fund	\$ 133,014
	Public Record Modernization	1
Board of County Commissioners*	Clerk Operating	86,424
Clerk Court Technology Modernization	Clerk Operating	18
Court Fund	Board of County Commissioners*	<u>18</u>
Total		<u>\$ 219,475</u>

**Not included in the Clerk's financial statements.*

Operating transfers between funds during the year were as follows:

<u>Transfers in</u>	<u>Transfers Out</u>	<u>Amount</u>
Clerk Operating	Board of County Commissioners*	\$ 324,478
Court Fund	Public Records Modernization	<u>13,000</u>
Total		<u>\$ 337,478</u>

**Not included in the Clerk's financial statements.*

NOTE 5: *Long-Term Liabilities*

Under the GASB 34 reporting model, long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All long-term liabilities for the Clerk are reported in the government-wide Statement of Net Position. The compensated absences of the Clerk are accounted for in the Statement of Net Position as follows:

	<u>Balance</u>			<u>Balance</u>
	<u>October 01, 2020</u>	<u>Additions</u>	<u>Reductions</u>	<u>September 30, 2021</u>
Compensated absences	\$ 51,078	\$ 20,666	\$ (30,507)	\$ 41,237

NOTE 6: *Retirement*

The Clerk participates in the State of Florida Retirement System, a cost sharing multiple employer public employee retirement system administered by the State of Florida. The Florida Retirement System provides retirement and disability benefits. The Madison County Government-Wide financial statement contains the detailed benefits and funding policy.

The Clerk recognized pension expenditures in amounting to \$1,158 and \$7,022 for the Pension Plan and the HIS Plan, respectively, for the fiscal year ended September 30, 2021. The Clerk's payments for the Pension Plan and the HIS Plan after June 30, 2021, the measurement date used to determine the net pension liability associated with the Pension Plan and HIS Plan, amounted to \$20,862 and \$2,561, respectively. The Clerk is not legally required to and does not accumulate expendable available resources to liquidate the retirement obligation related to its employees. Accordingly, the net pension liability and associated deferred outflows and deferred inflows are presented on the government-wide financial statements of the County, following requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, effective October 1, 2014.

The state of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the state of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000. That report may be viewed on the Florida Department of Management Services website located at: www.dms.myflorida.com/workforce_operations/retirement/publications.

NOTE 7: *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; and damage to property of others. The Clerk participates in the risk management program through the Board of County Commissioners which uses commercial insurance.

NOTE 8: *Subsequent Events*

Subsequent events were reviewed through April 15, 2022, which is the date the financial statements were available to be issued. As of this date there were no subsequent events that required disclosure.

NOTE 9: *Coronavirus*

On March 22, 2020, the World Health Organization declared COVID-19 a global pandemic. The pandemic continued through 2021, and is anticipated to persist throughout 2022. The Clerk continues to monitor and assess the effects of the COVID-19 pandemic on the Clerk's operations and financial position; however, the overall impact cannot be fully assessed at the time of issuance.

INTERNAL CONTROL AND COMPLIANCE SECTION

September 30, 2021

LANIGAN & ASSOCIATES, P.C.

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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 Billy Washington
Clerk of the Circuit Court and Comptroller
Madison 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 *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of each major fund and remaining aggregate fund information of Madison County, Florida Clerk of the Circuit Court and Comptroller (the “Clerk”) as of September 30, 2021, and the related notes to the financial statements, which collectively comprise the Clerk’s basic financial statements, and have issued our report thereon dated April 15, 2022.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Clerk'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 of financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

INDEPENDENT AUDITOR'S MANAGEMENT LETTER

The Honorable Billy Washington
Clerk of the Circuit Court and Comptroller
Madison County, Florida

Report on the Financial Statements

We have audited the financial statements of Madison County, Florida, Clerk of the Circuit Court and Comptroller as of and for the year ended September 30, 2021, and have issued our report dated April 15, 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 Florida 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 Account's Reports 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 April 15, 2022 should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be

disclosed in this management letter, unless disclosed in the notes to the financial statements. This information is disclosed in Note 1 of the notes to financial statements.

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 note any such recommendations.

Additional Matters

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

Purpose of this Letter

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

We wish to take this opportunity to thank you and your staff for the cooperation and courtesy extended to us during the course of our audit. We have enjoyed our association with you and look forward to a continuing relationship.

Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

LANIGAN & ASSOCIATES, P.C.

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REPORT OF INDEPENDENT ACCOUNTANT ON COMPLIANCE WITH LOCAL GOVERNMENT INVESTMENT POLICIES, ARTICLE V REQUIREMENTS AND DEPOSITORY REQUIREMENTS OF SECTIONS 218.415, 28.35, 28.36 AND 61.181, FLORIDA STATUTES

The Honorable Billy Washington
Clerk of the Circuit Court and Comptroller
Madison County, Florida

Report on Compliance

We have examined the Madison County, Florida Clerk of the Circuit Court and Comptroller's (the "Clerk") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, Article V requirements of Sections 28.35 and 28.36, Florida Statutes, and depository requirements for alimony transactions, support, maintenance and support payments of Section 61.181, Florida Statutes, for the year ended September 30, 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.

Scope

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

Opinion

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

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

**Special Purpose
Financial Statements**

**Madison County, Florida
Property Appraiser**



**Year Ended September 30, 2021
with Independent Auditor's Report**

**Madison County, Florida
Property Appraiser**

Special Purpose Financial Statements

Year Ended September 30, 2021

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INDEPENDENT AUDITOR'S REPORT

The Honorable Leigh Barfield
Madison County, Florida
Property Appraiser

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the General fund of the Madison County, Florida Property Appraiser (the "Property Appraiser"), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the General fund of the Property Appraiser as of September 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Property Appraiser's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

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 General fund attributable to the Property Appraiser. They do not purport to, and do not, present fairly the financial position of Madison County, Florida as of September 30, 2021, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to these matters.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 15, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

MADISON COUNTY, FLORIDA
PROPERTY APPRAISER
BALANCE SHEET
GENERAL FUND
AS OF SEPTEMBER 30, 2021

ASSETS	
Cash	<u>\$ 50,615</u>
Total assets	<u><u>\$ 50,615</u></u>
LIABILITIES AND FUND BALANCE	
Liabilities:	
Due to other funds	<u>\$ 50,615</u>
Total liabilities	<u>50,615</u>
Fund balance:	
Restricted	<u>-</u>
Total fund balance	<u>-</u>
Total liabilities and fund balance	<u><u>\$ 50,615</u></u>

MADISON COUNTY, FLORIDA
PROPERTY APPRAISER
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts		Actual	Variance with final budget - favorable (unfavorable)
	Original	Final		
REVENUES				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Current				
General government	813,094	825,879	785,818	40,061
Debt service				
Principal	9,151	9,151	8,567	584
Interest	659	659	1,243	(584)
Capital outlay	7,450	7,450	9,305	(1,855)
Total expenditures	830,354	843,139	804,933	38,206
Excess (deficiency) of revenues over (under) expenditures	(830,354)	(843,139)	(804,933)	38,206
OTHER FINANCING SOURCES (USES)				
Transfers in	830,354	830,354	792,148	(38,206)
Transfers in - CARES Act	-	12,785	12,785	-
Total other financing sources (uses)	830,354	843,139	804,933	(38,206)
Net changes in fund balances	-	-	-	-
Fund balance - beginning	-	-	-	-
Fund balance - ending	\$ -	\$ -	\$ -	\$ -

MADISON COUNTY, FLORIDA
PROPERTY APPRAISER
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1: *Summary of Significant Accounting Policies*

Reporting Entity

The Madison County, Florida Property Appraiser (the “Property Appraiser”), as established by Article VIII of the Constitution of the State of Florida, is an elected official of Madison County, Florida. Although the Property Appraiser is operationally autonomous from the Madison County Board of County Commissioners, it does not hold sufficient corporate powers to be considered a legally separate entity for financial reporting purposes. Therefore, the Property Appraiser is considered part of the County’s primary government.

These special purpose financial statements of the Property Appraiser are not intended to be a complete presentation of the financial position and results of operations of Madison County, Florida taken as a whole. As permitted by Chapter 10.556, Rules of the Auditor General, the special purpose financial statements consist of only fund level financial statements as defined by GASB 34, and do not include presentations of government-wide financial statements of the Property Appraiser.

Fund Accounting

The accounting records are organized for reporting purposes on the basis of fund accounting. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounting records.

The General Fund, which is a governmental fund, is used to account for all revenues and expenditures applicable to the general operations of the Property Appraiser. All general operating revenues which are not restricted or designated as to use by outside sources are recorded in the general fund. The governmental fund measurement focus is based upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income determination.

Please refer to the government-wide financial statements of Madison County, Florida for disclosure on accounting policies, deposits and employees’ retirement plan.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. The basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become both measurable and available as net current assets. The Property Appraiser considers receivables collected within sixty days after year-end to be available and recognizes them as revenues of the current year. Expenditures are recognized when the related fund liability is incurred.

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

Budget and Budgetary Accounting

The Property Appraiser operates under budget procedures pursuant to Section 195.087, Florida Statutes. The legal level of budgetary control is at the fund level.

Compensated Absences

Employees may accumulate a limited amount of earned but unused sick leave, annual leave, and compensatory time, which will be paid upon separation of service. Unpaid compensated absences are recorded as a liability when the benefits are earned in the Madison County Government-Wide financial statements. For the governmental fund statements, expenditures are recognized when payments are made to employees.

Cash and Cash Equivalents

The Property Appraiser’s cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the acquisition date.

NOTE 2: *Interfund Transactions*

During the course of normal operations, numerous transactions occur between funds, such as expenditures or transfers of resources to provide services, service debt, or construction assets. The interfund transactions are not eliminated and no interest is charged on such advances. Interfund receivable and payable balances at September 30, 2021, were as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund		
Board of County Commissioners*	\$ 50,615	\$ -
Property Appraiser	-	50,615
	<hr/>	<hr/>
Totals	\$ 50,615	\$ 50,615
	<hr/> <hr/>	<hr/> <hr/>

Operating transfers between funds during the year were as follows:

	<u>Operating Transfers In</u>	<u>Operating Transfers Out</u>
General Fund		
Board of County Commissioners*	\$ -	\$ 792,148
Property Appraiser	792,148	-
Property Appraiser - CARES Act	12,785	-
CARES Act Fund		
Board of County Commissioners*	-	12,785
	<hr/>	<hr/>
Totals	\$ 804,933	\$ 804,933
	<hr/> <hr/>	<hr/> <hr/>

**Not included in the Property Appraiser's special purpose financial statements.*

NOTE 3: Long-Term Debt

Under the GASB 34 reporting model, long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All long-term liabilities for the Property Appraiser are reported in the government-wide Statement of Net Position. The compensated absences of the Property Appraiser are accounted for in the Statement of Net Position as follows:

	Balance			Balance
	October 01, 2020	Additions	Reductions	September 30, 2021
Compensated absences	\$ 31,156	\$ 15,081	\$ (3,658)	\$ 42,579

NOTE 4: Retirement

The Property Appraiser participates in the State of Florida Retirement System, a cost sharing multiple employer public employee retirement system administered by the State of Florida. The Florida Retirement System provides retirement and disability benefits. The Madison County Government-Wide financial statement contains the detailed benefits and funding policy.

The Property Appraiser recognized pension (income) and expenditures amounting to (\$61,616) and \$8,102 for the pension plan and HIS Plan, respectively, fiscal year ended September 30, 2021. The Property Appraiser's payments for the Pension Plan and the HIS Plan after June 30, 2021, the measurement date used to determine the net pension liability associated with the Pension Plan and HIS Plan, amounted to \$14,875 and \$1,824, respectively. The Property Appraiser is not legally required to and does not accumulate expendable available resources to liquidate the retirement obligation related to its employees. Accordingly, the net pension liability and associated deferred outflows and deferred inflows are presented on the government-wide financial statements of the County, following requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, effective October 1, 2014.

The state of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the state of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000. That report may be viewed on the Florida Department of Management Services website located at:

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

NOTE 5: 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 employees and/or the public; and damage to property of others. The Property Appraiser participates in the risk management program through the Board of County Commissioners which uses commercial insurance.

NOTE 6: Subsequent Events

Subsequent events were reviewed through April 15, 2022, which is the date the financial statements were available to be issued. As of this date there were no subsequent events that required disclosure.

NOTE 7: *Coronavirus*

On March 22, 2020, the World Health Organization declared COVID-19 a global pandemic. The pandemic continued through 2021, and is anticipated to persist throughout 2022. The Property Appraiser continues to monitor and assess the effects of the COVID-19 pandemic on the Property Appraiser's operations and financial position; however, the overall impact cannot be fully assessed at the time of issuance.

INTERNAL CONTROL AND COMPLIANCE SECTION

SEPTEMBER 30, 2021

LANIGAN & ASSOCIATES, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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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 Leigh Barfield
Madison County, Florida
Property Appraiser

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 *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the General fund of Madison County, Florida Property Appraiser (the "Property Appraiser") as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the Property Appraiser's basic financial statements, and have issued our report thereon dated April 15, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Property Appraiser's internal control over financial reporting (internal control) as a basis for designing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

LANIGAN & ASSOCIATES, P.C.

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INDEPENDENT AUDITOR'S MANAGEMENT LETTER

The Honorable Leigh Barfield
Madison County, Florida
Property Appraiser

Report on the Financial Statements

We have audited the financial statements of the General fund of the Madison County, Florida Property Appraiser as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated April 15, 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 Reports and Schedule

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*. Disclosures in those reports and schedule, which are dated April 15, 2022, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

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

Financial Management

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

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not 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, the Board County Commissioners, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

We wish to take this opportunity to thank you and your staff for the cooperation and courtesy extended to us during the course of our audit. We have enjoyed our association with you and look forward to a continuing relationship.

Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

**Special Purpose
Financial Statements**

**Madison County, Florida
Sheriff**



**Year Ended September 30, 2021
with Independent Auditor's Report**

**Madison County, Florida
Sheriff**

Financial Statements

Year Ended September 30, 2021

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INDEPENDENT AUDITOR'S REPORT

The Honorable David Harper
Sheriff
Madison County, Florida

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the General fund and the aggregate remaining fund information of the Madison County, Florida Sheriff (the "Sheriff"), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the General fund and the aggregate remaining fund information of the Sheriff as of September 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Sheriff's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

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 General fund and the aggregate remaining fund information attributable to the Sheriff. They do not purport to, and do not, present fairly the financial position of Madison County, Florida as of September 30, 2021, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to these matters.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 15, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

**MADISON COUNTY, FLORIDA
SHERIFF
BALANCE SHEET
GENERAL FUND
SEPTEMBER 30, 2021**

ASSETS

Cash	\$ 30,085
Accounts receivable	<u>203,141</u>
Total assets	<u><u>\$ 233,226</u></u>

LIABILITIES AND FUND BALANCE

Liabilities:

Accounts payable	\$ 223,299
Due to other funds	<u>5,808</u>
Total liabilities	<u>229,107</u>

Fund balance:

Assigned	<u>4,119</u>
Total fund balance	<u>4,119</u>
Total liabilities and fund balance	<u><u>\$ 233,226</u></u>

MADISON COUNTY, FLORIDA
SHERIFF
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>			Variance with final budget - favorable (unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current				
Public safety	6,463,668	6,818,878	6,848,906	(30,028)
Debt service				
Principal	167,374	167,374	133,820	33,554
Interest	10,606	10,606	10,759	(153)
Capital outlay	86,663	86,663	86,663	-
Total expenditures	6,728,311	7,083,521	7,080,148	3,373
Excess (deficiency) of revenues over (under) expenditures	(6,728,311)	(7,083,521)	(7,080,148)	3,373
OTHER FINANCING SOURCES (USES)				
Transfers in	6,728,311	6,875,231	6,870,541	(4,690)
Transfers in - CARES Act	-	208,290	208,290	-
Proceeds from debt financing	-	-	-	-
Total other financing sources (uses)	6,728,311	7,083,521	7,078,831	(4,690)
Net changes in fund balances	-	-	(1,317)	(1,317)
Fund balances - beginning	-	-	5,436	5,436
Fund balances - ending	\$ -	\$ -	\$ 4,119	\$ 4,119

MADISON COUNTY, FLORIDA
SHERIFF
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2021

ASSETS

Cash and cash equivalents	\$ 25,171
Investments	<u>163,770</u>
Total assets	<u><u>\$ 188,941</u></u>

LIABILITIES

Due to individuals and others	<u>\$ 188,941</u>
Total liabilities	<u><u>\$ 188,941</u></u>

NET POSITION

Restricted	<u>\$ -</u>
Total net position	<u><u>\$ -</u></u>

MADISON COUNTY, FLORIDA
SHERIFF
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2021

ADDITIONS	\$ 197,553
DEDUCTIONS	<u>197,553</u>
Net increase (decrease) in fiduciary net position	-
Net position - beginning	<u>-</u>
Net position - ending	<u><u>\$ -</u></u>

MADISON COUNTY, FLORIDA
SHERIFF
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1: *Summary of Significant Accounting Policies*

Reporting Entity

The Madison County, Florida Sheriff (the “Sheriff”), as established by Article VIII of the Constitution of the State of Florida, is an elected official of Madison County, Florida. Although the Sheriff is operationally autonomous from the Madison County Board of County Commissioners, it does not hold sufficient corporate powers to be considered a legally separate entity for financial reporting purposes. Therefore, the Sheriff is considered part of the County’s primary government.

These special purpose financial statements of the Sheriff are not intended to be a complete presentation of the financial position and results of operations of Madison County, Florida taken as a whole. As permitted by Chapter 10.556, Rules of the Auditor General, the special purpose financial statements consist of only fund level financial statements as defined by GASB 34, and do not include presentations of government-wide financial statements of the Sheriff.

Fund Accounting

The accounting records are organized for reporting purposes on the basis of fund accounting. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounting records.

The General Fund, which is a governmental fund, is used to account for all revenues and expenditures applicable to the general operations of the Sheriff. All general operating revenues which are not restricted or designated as to use by outside sources are recorded in the general fund. The governmental fund measurement focus is based upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income determination.

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

Please refer to the government-wide financial statements of Madison County, Florida for disclosure on accounting policies, deposits and employee’s retirement plan.

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

Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. The basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become both measurable and available as net current assets. The Sheriff considers receivables collected within sixty days after year-end to be available and recognizes them as revenues of the current year. Expenditures are recognized when the related fund liability is incurred.

Budget and Budgetary Accounting

The Sheriff operates under budget procedures pursuant to Florida Statutes. The legal level of budgetary control is at the fund level.

Compensated Absences

Employees may accumulate a limited amount of earned but unused sick leave, annual leave, and compensatory time, which will be paid upon separation of service. Unpaid compensated absences are recorded as a liability when the benefits are earned in the Madison County Government-Wide Financial Statements. For the governmental fund statements, expenditures are recognized when payments are made to employees.

Cash and Cash Equivalents

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

NOTE 2: *Interfund Transactions*

During the course of normal operations, numerous transactions occur between funds, such as expenditures or transfers of resources to provide services, service debt, or construct assets. The interfund transactions are not eliminated and no interest is charged on such advances. Interfund receivable and payable balances at September 30, 2021, were as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Special Revenue Funds		
Board of County Commissioners*	\$ 5,808	\$ -
Sheriff	-	5,808
	<u> </u>	<u> </u>
Totals	<u>\$ 5,808</u>	<u>\$ 5,808</u>

NOTE 2: Interfund Transactions (Continued)

Operating transfers between funds during the year were as follows:

	<u>Operating Transfers In</u>	<u>Operating Transfers Out</u>
Special Revenue Funds		
Board of County Commissioners*	\$ -	\$ 6,870,541
Sheriff Operating	6,870,541	-
Sheriff Operating - CARES Act	208,290	-
CARES Act Fund		
Board of County Commissioners*	-	208,290
Totals	<u>\$ 7,078,831</u>	<u>\$ 7,078,831</u>

* Not included on the Sheriff's financial statements.

NOTE 3: Long-Term Debt

Under the GASB 34 reporting model, long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All long-term liabilities for the Sheriff are reported in the government-wide Statement of Net Position. The compensated absences of the Sheriff are accounted for in the Statement of Net Position as follows:

	<u>Balance October 01, 2020</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance September 30, 2021</u>
Compensated absences	<u>\$ 600,023</u>	<u>\$ 223,166</u>	<u>\$ (28,578)</u>	<u>\$ 794,611</u>

NOTE 4: Retirement

The Sheriff participates in the State of Florida Retirement System, a cost sharing multiple employer public employee retirement system administered by the State of Florida. The Florida Retirement System provides retirement and disability benefits. The Madison County Government-Wide financial statement contains the detailed benefits and funding policy.

The Sheriff recognized pension (income) and expenses in amounting to (\$124,236) and \$84,980 for the Pension Plan and the HIS Plan, respectively, for the fiscal year ended September 30, 2021. The Sheriff's payments for the Pension Plan and the HIS Plan after June 30, 2020, the measurement date used to determine the net pension liability associated with the Pension Plan and HIS Plan, amounted to \$164,559 and \$15,112, respectively. The Sheriff is not legally required to and does not accumulate expendable available resources to liquidate the retirement obligation related to its employees. Accordingly, the net pension liability and associated deferred outflows and deferred inflows are presented on the government-wide financial statements of the County, following requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, effective October 1, 2014.

NOTE 4: *Retirement (Continued)*

The state of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the state of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000. That report may be viewed on the Florida Department of Management Services website located at:

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

NOTE 5: *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; and damage to property of others. The Sheriff participates in Florida Sheriffs Risk Management Fund to offset these risks.

NOTE 6: *Subsequent Events*

Subsequent events were reviewed through April 15, 2022, which is the date the financial statements were available to be issued. As of this date there were no subsequent events that required disclosure.

NOTE 7: *Coronavirus*

On March 22, 2020, the World Health Organization declared COVID-19 a global pandemic. The pandemic continued through 2021, and is anticipated to persist throughout 2022. The Sheriff continues to monitor and assess the effects of the COVID-19 pandemic on the Sheriff's operations and financial position; however, the overall impact cannot be fully assessed at the time of issuance.

INTERNAL CONTROL AND COMPLIANCE SECTION

September 30, 2021

LANIGAN & ASSOCIATES, P.C.

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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 David Harper
Sheriff
Madison 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 *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the General fund and the aggregate remaining fund information of Madison County, Florida Sheriff (the "Sheriff") as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the Sheriff's basic financial statements, and have issued our report thereon dated April 15, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Sheriff's internal control over financial reporting (internal control) as a basis for designing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

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**INDEPENDENT AUDITOR'S
MANAGEMENT LETTER**

The Honorable David Harper
Sheriff
Madison County, Florida

Report on the Financial Statements

We have audited the financial statements of the General fund and the aggregate remaining fund information of Madison County, Florida Sheriff as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated April 15, 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*. Disclosures in those reports and schedule, which are dated April 15, 2022, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

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

Financial Management

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

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not 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, the Board County Commissioners, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

We wish to take this opportunity to thank you and your staff for the cooperation and courtesy extended to us during the course of our audit. We have enjoyed our association with you and look forward to a continuing relationship.

Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

**Special Purpose
Financial Statements**

**Madison County, Florida
Supervisor of Elections**



**Year Ended September 30, 2021
with Independent Auditor's Report**

Madison County, Florida Supervisor of Elections

Financial Statements

Year Ended September 30, 2021

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Internal Control and Compliance Section

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INDEPENDENT AUDITOR’S REPORT

The Honorable Heath Driggers
Madison County, Florida
Supervisor of Elections

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the General fund of the Madison County, Florida Supervisor of Elections (“Supervisor of Elections”), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the General fund of the Supervisor of Elections, as of September 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Supervisor of Elections’ ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

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 General fund that is attributable to the Supervisor of Elections. They do not purport to, and do not, present fairly the financial position of Madison County, Florida as of September 30, 2021, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to these matters.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 15, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

MADISON COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
BALANCE SHEET
GENERAL FUND
SEPTEMBER 30, 2021

ASSETS	
Cash	\$ 6,696
Accounts receivable	<u>672</u>
Total assets	<u><u>\$ 7,368</u></u>
LIABILITIES AND FUND BALANCE	
Liabilities:	
Due to other funds	<u>\$ 7,368</u>
Total liabilities	<u>7,368</u>
Fund balance:	
Restricted	<u>-</u>
Total fund balance	<u>-</u>
Total liabilities and fund balance	<u><u>\$ 7,368</u></u>

MADISON COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
GENERAL FUND
FOR THE YEARS ENDED SEPTEMBER 30, 2021

	Budgeted amounts		Actual	Variance with final budget - favorable (unfavorable)
	Original	Final		
REVENUES				
Other	\$ -	\$ -	\$ 83,961	\$ 83,961
Total revenues	<u>-</u>	<u>-</u>	<u>83,961</u>	<u>83,961</u>
EXPENDITURES				
Current				
General government	414,654	595,400	656,811	(61,411)
Capital outlay			<u>13,271</u>	<u>(13,271)</u>
Total expenditures	<u>414,654</u>	<u>595,400</u>	<u>670,082</u>	<u>(74,682)</u>
(Deficiency) of revenues (under) expenditures	<u>(414,654)</u>	<u>(595,400)</u>	<u>(586,121)</u>	<u>9,279</u>
OTHER FINANCING SOURCES				
Transfers in	414,654	456,306	445,831	(10,475)
Transfers in - CARES Act	<u>-</u>	<u>139,094</u>	<u>139,094</u>	<u>-</u>
Total other financing sources	<u>414,654</u>	<u>595,400</u>	<u>584,925</u>	<u>(10,475)</u>
Net changes in fund balances	-	-	(1,196)	(1,196)
Fund balance - beginning	<u>-</u>	<u>-</u>	<u>1,196</u>	<u>1,196</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MADISON COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1: *Summary of Significant Accounting Policies*

Reporting Entity

The Madison County, Florida Supervisor of Elections (the “Supervisor of Elections”), as established by Article VIII of the Constitution of the State of Florida, is an elected official of Madison County, Florida. Although the Supervisor of Elections is operationally autonomous from the Madison County Board of County Commissioners, it does not hold sufficient corporate powers to be considered a legally separate entity for financial reporting purposes. Therefore, the Supervisor of Elections is considered part of the County’s primary government.

These special purpose financial statements of the Supervisor of Elections are not intended to be a complete presentation of the financial position and results of operations of Madison County, Florida taken as a whole. As permitted by Chapter 10.556, Rules of the Auditor General, the special purpose financial statements consists of only fund level financial statements as defined by GASB 34, and do not include presentations of government-wide financial statements of the Supervisor of Elections.

Fund Accounting

The accounting records are organized for reporting purposes on the basis of fund accounting. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounting records.

The General Fund, which is a governmental fund, is used to account for all revenues and expenditures applicable to the general operations of the Supervisor of Elections. All general operating revenues which are not restricted or designated as to use by outside sources are recorded in the general fund. The governmental fund measurement focus is based upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income determination.

Please refer to the government-wide financial statements of Madison County, Florida for disclosure on accounting policies, deposits and employees’ retirement plan.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. The basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become both measurable and available as net current assets. The Supervisor of Elections considers receivables collected within sixty days after year-end to be available and recognizes them as revenues of the current year. Expenditures are recognized when the related fund liability is incurred.

NOTE 1: Summary of Significant Accounting Policies (continued)

Budget and Budgetary Accounting

The Supervisor of Elections operates under budget procedures pursuant to Section 195.087, Florida Statutes. The legal level of budgetary control is at the fund level.

Compensated Absences

Employees may accumulate a limited amount of earned but unused sick leave, annual leave, and compensatory time, which will be paid upon separation of service. Unpaid compensated absences are recorded as a liability when the benefits are earned in the Madison County Government-Wide Financial Statements. For the governmental fund statements, expenditures are recognized when payments are made to employees.

Cash and Cash Equivalents

The Supervisor of Elections' cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the acquisition date.

NOTE 2: Interfund Transactions

During the course of normal operations, numerous transactions occur between funds, such as expenditures or transfers of resources to provide services, service debt, or construct assets. The interfund transactions are not eliminated and no interest is charged on such advances. Interfund receivable and payable balances at September 30, 2021 were as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund		
Board of County Commissioners*	\$ 7,368	\$ -
Supervisor of Elections	-	7,368
	<u> </u>	<u> </u>
Totals	<u>\$ 7,368</u>	<u>\$ 7,368</u>

Operating transfers between funds during the year were as follows:

	<u>Operating Transfers In</u>	<u>Operating Transfers Out</u>
General Fund		
Board of County Commissioners*	\$ -	\$ 445,831
Supervisor of Elections	445,831	-
Supervisor of Elections - CARES Act	139,094	-
CARES Act Fund		
Board of County Commissioners*	-	139,094
	<u> </u>	<u> </u>
Totals	<u>\$ 584,925</u>	<u>\$ 584,925</u>

* Not included in the Supervisor of Elections' financial statements.

NOTE 3: Long-Term Liabilities

Under the GASB 34 reporting model, long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All long-term liabilities for the Supervisor of Elections are reported in the government-wide Statement of Net Position. The compensated absences of the Supervisor of Elections are accounted for in the Statement of Net Position as follows:

	Balance October 01, 2020	Additions	Reductions	Balance September 30, 2021
Compensated Absences	\$ 8,079	\$ 1,248	\$ (8,722)	\$ 605

NOTE 4: Retirement

The Supervisor of Elections participates in the State of Florida Retirement System, a cost sharing multiple employer public employee retirement system administered by the State of Florida. The Florida Retirement System provides retirement and disability benefits. The Madison County Government-Wide financial statement contains the detailed benefits and funding policy.

The Supervisor of Elections recognized pension (income) expenditures amounting to (\$5,162) and \$3,930, for the Pension Plan and HIS Plan, respectively, for the fiscal year ended September 30, 2021. The Supervisor of Elections' payments for the Pension Plan and the HIS Plan after June 30, 2021, the measurement date used to determine the net pension liability associated with the Pension Plan and HIS Plan, amounted to \$13,519 and \$550, respectively. The Supervisor of Elections is not legally required to and does not accumulate expendable available resources to liquidate the retirement obligation related to its employees. Accordingly, the net pension liability and associated deferred outflows and deferred inflows are presented on the government-wide financial statements of the County, following requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, effective October 1, 2014.

The state of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the state of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000. That report may be viewed on the Florida Department of Management Services website located at: www.dms.myflorida.com/workforce_operations/retirement/publications.

NOTE 5: 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; and 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.

NOTE 6: *Subsequent Events*

Subsequent events were reviewed through April 15, 2022, which is the date the financial statements were available to be issued. As of this date there were no subsequent events that required disclosure.

NOTE 7: *Coronavirus*

On March 22, 2020, the World Health Organization declared COVID-19 a global pandemic. The pandemic continued through 2021 and is anticipated to persist throughout 2022. The Supervisor of Elections continues to monitor and assess the effects of the COVID-19 pandemic on the Supervisor of Election's operations and financial position; however, the overall impact cannot be fully assessed at the time of issuance.

INTERNAL CONTROL AND COMPLIANCE SECTION

SEPTEMBER 30, 2021

LANIGAN & ASSOCIATES, P.C.

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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 Heath Driggers
Madison County, Florida
Supervisor of Elections

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 *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the General fund of Madison 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 financial statements, which collectively comprise the Supervisor of Election's basic financial statements, and have issued our report thereon dated April 15, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Supervisor of Elections' internal control over financial reporting (internal control) as a basis for designing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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, 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' 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

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INDEPENDENT AUDITOR'S MANAGEMENT LETTER

The Honorable Heath Driggers
Madison County, Florida
Supervisor of Elections

Report on the Financial Statements

We have audited the financial statements of the Madison County, Florida Supervisor of Elections as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated April 15, 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*. Disclosures in that report, which is dated April 15, 2022, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

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

Financial Management

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

Additional Matters

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

Purpose of this Letter

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

We wish to take this opportunity to thank you and your staff for the cooperation and courtesy extended to us during the course of our audit. We have enjoyed our association with you and look forward to a continuing relationship.

Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

**Special Purpose
Financial Statements**

**Madison County, Florida
Tax Collector**



**Year Ended September 30, 2021
with Independent Auditor's Report**

**Madison County, Florida
Tax Collector**

Financial Statements

Year Ended September 30, 2021

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Internal Control and Compliance Section

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INDEPENDENT AUDITOR'S REPORT

The Honorable Lisa Tuten
Madison County, Florida
Tax Collector

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the General fund and remaining aggregate fund information of Madison 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 basic financial statements as listed in the table of contents.

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Tax Collector's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

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 General fund and remaining aggregate fund information attributable to the Tax Collector. They do not purport to, and do not, present fairly the financial position of Madison County, Florida as of September 30, 2021, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to these matters.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 15, 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. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

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

ASSETS	
Cash	<u>\$ 54,312</u>
Total assets	<u><u>\$ 54,312</u></u>
LIABILITIES AND FUND BALANCE	
Liabilities:	
Due to other funds	\$ 54,162
Accounts payable	<u> 150</u>
Total liabilities	<u> 54,312</u>
Fund balance	<u> -</u>
Total liabilities and fund balance	<u><u>\$ 54,312</u></u>

**MADISON COUNTY, FLORIDA
TAX COLLECTOR
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Budgeted amounts		Actual	Variance with final budget - favorable (unfavorable)
	Original	Final		
REVENUES				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Current				
General government	625,146	633,304	577,865	55,439
Capital Outlay	-	-	-	-
Total expenditures	625,146	633,304	577,865	55,439
Excess deficiency of revenues over (under) expenditures	(625,146)	(633,304)	(577,865)	55,439
OTHER FINANCING SOURCES				
Transfers in	625,146	625,146	569,707	(55,439)
Transfers in - CARES Act	-	8,158	8,158	-
Total other financing sources	625,146	633,304	577,865	(55,439)
Net changes in fund balance	-	-	-	-
Fund balance - beginning	-	-	-	-
Fund balance - ending	\$ -	\$ -	\$ -	\$ -

**MADISON COUNTY, FLORIDA
TAX COLLECTOR
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2021**

ASSETS

Cash and cash equivalents	\$ 45,045
Accounts receivable	<u>14,682</u>
 Total assets	 <u>\$ 59,727</u>

LIABILITIES

Due to other governmental units	<u>\$ 59,727</u>
 Total liabilities	 <u>\$ 59,727</u>

NET POSITION

Restricted	<u>\$ -</u>
 Total net position	 <u><u>\$ -</u></u>

**MADISON COUNTY, FLORIDA
TAX COLLECTOR
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2021**

ADDITIONS	\$ 19,601,211
DEDUCTIONS	<u>19,601,211</u>
Net increase (decrease) in fiduciary net position	-
Net position - beginning	<u>-</u>
Net position - ending	<u><u>\$ -</u></u>

MADISON COUNTY, FLORIDA
TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1: *Summary of Significant Accounting Policies*

Reporting Entity

The Madison County, Florida Tax Collector (“the Tax Collector”), as established by Article VIII of the Constitution of the State of Florida, is an elected official of Madison County, Florida. Although the Tax Collector is operationally autonomous from the Madison County Board of County Commissioners, it does not hold sufficient corporate powers to be considered a legally separate entity for financial reporting purposes. Therefore, the Tax Collector is considered part of the County’s primary government.

These special purpose financial statements of the Tax Collector are not intended to be a complete presentation of the financial position and results of operations of Madison County, Florida taken as a whole. As permitted by Chapter 10.556, Rules of the Auditor General, the special purpose financial statements consists of only fund level financial statements as defined by GASB 34, and do not include presentations of government-wide financial statements of the Tax Collector.

Fund Accounting

The accounting records are organized for reporting purposes on the basis of fund accounting. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounting records.

The General Fund, which is a governmental fund, is used to account for all revenues and expenditures applicable to the general operations of the Tax Collector. All general operating revenues which are not restricted or designated as to use by outside sources are recorded in the general fund. The governmental fund measurement focus is based upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income determination.

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

Please refer to the government-wide financial statements of Madison County, Florida for disclosure on accounting policies, deposits and employees retirement plan.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. The basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become both measurable and available as net current assets. The Tax Collector considers receivables collected within sixty days after year-end to be available and recognizes them as revenues of the current year. Expenditures are recognized when the related fund liability is incurred.

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

Budget and Budgetary Accounting

The Tax Collector operates under budget procedures pursuant to Section 195.087, Florida Statutes. The legal level of budgetary control is at the fund level.

Compensated Absences

Employees may accumulate a limited amount of earned but unused sick leave, annual leave, and compensatory time, which will be paid upon separation of service. Unpaid compensated absences are recorded as a liability when the benefits are earned in the Madison County Government-Wide Financial Statements. For the governmental fund statements, expenditures are recognized when payments are made to employees.

Cash and Cash Equivalents

The Tax Collector’s cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the acquisition date.

NOTE 2: *Interfund Transactions*

During the course of normal operations, numerous transactions occur between funds, such as expenditures or transfers of resources to provide services, service debt, or construct assets. The interfund transactions are not eliminated and no interest is charged on such advances. Interfund receivable and payable balances at September 30, 2021, were as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund		
Board of County Commissioners*	\$ 54,162	\$ -
Tax Collector	-	54,162
Totals	<u>\$ 54,162</u>	<u>\$ 54,162</u>

Operating transfers between funds during the year were as follows:

	<u>Operating Transfers In</u>	<u>Operating Transfers Out</u>
General Fund		
Board of County Commissioners*	\$ -	\$ 577,865
Tax Collector	577,865	-
Tax Collector - CARES Act	8,158	-
CARES Act Fund		
Board of County Commissioners*	-	8,158
Totals	<u>\$ 586,023</u>	<u>\$ 586,023</u>

* Not included in the Tax Collector's special purpose financial statements.

NOTE 3: Long-Term Liabilities

Under the GASB 34 reporting model, long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All long-term liabilities for the Tax Collector are reported in the government-wide Statement of Net Position. The compensated absences of the Tax Collector are accounted for in the Statement of Net Position as follows:

	Balance October 01, 2020	Additions	Reductions	Balance September 30, 2021
Compensated absences	\$ 12,714	\$ 11,190	\$ (12,897)	\$ 11,007

NOTE 4: Retirement

The Tax Collector participates in the State of Florida Retirement System, a cost sharing multiple employer public employee retirement system administered by the State of Florida. The Florida Retirement System provides retirement and disability benefits. The Madison County Government-Wide financial statement contains the detailed benefits and funding policy.

The Tax Collector recognized pension (income) expenditures amounting to (\$36,514) and \$8,507, for Pension Plan and HIS Plan, respectively, for the fiscal year ended September 30, 2021. The Tax Collector's payments for the Pension Plan and the HIS Plan after June 30, 2021, the measurement date used to determine the net pension liability associated with the Pension Plan and HIS Plan, amounted to \$8,598 and \$1,307, respectively. The Tax Collector is not legally required to and does not accumulate expendable available resources to liquidate the retirement obligation related to its employees. Accordingly, the net pension liability and associated deferred outflows and deferred inflows are presented on the government-wide financial statements of the County, following requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, effective October 1, 2014.

The state of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the state of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000. That report may be viewed on the Florida Department of Management Services website located at: www.dms.myflorida.com/workforce_operations/retirement/publications.

NOTE 5: 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; and damage to property of others. The Tax Collector participates in the risk management program through the Board of County Commissioners which uses commercial insurance.

NOTE 6: Subsequent Events

Subsequent events were reviewed through April 15, 2022, which is the date the financial statements were available to be issued. As of this date there were no subsequent events that required disclosure.

NOTE 7: *Coronavirus*

On March 22, 2020, the World Health Organization declared COVID-19 a global pandemic. The pandemic continued through 2021 and is anticipated to persist throughout 2022. The Tax Collector continues to monitor and assess the effects of the COVID-19 pandemic on the Tax Collector's operations and financial position; however, the overall impact cannot be fully assessed at the time of issuance.

INTERNAL CONTROL AND COMPLIANCE SECTION

SEPTEMBER 30, 2021

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**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 Lisa Tuten
Madison County, Florida
Tax Collector

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the General fund and remaining aggregate fund information of Madison 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 April 15, 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) as a basis for designing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022

**INDEPENDENT AUDITOR'S
MANAGEMENT LETTER**

The Honorable Lisa Tuten
Madison County, Florida
Tax Collector

Report on the Financial Statements

We have audited the financial statements of the Madison County, Florida Tax Collector as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated April 15, 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*. Disclosures in that report, which is dated April 15, 2022, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

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

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 recommend the Tax Collector reviews outstanding checks and deposits greater than six months old.

Additional Matters

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

Purpose of this Letter

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

We wish to take this opportunity to thank you and your staff for the cooperation and courtesy extended to us during the course of our audit. We have enjoyed our association with you and look forward to a continuing relationship.

Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Lanigan & Associates, PC

Tallahassee, Florida
April 15, 2022