

**HARDEE COUNTY INDIGENT HEALTH CARE  
SPECIAL DISTRICT**

**FINANCIAL STATEMENTS**

**YEAR ENDED SEPTEMBER 30, 2017**

**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
TABLE OF CONTENTS  
YEAR ENDED SEPTEMBER 30, 2017**

<b>INDEPENDENT AUDITORS' REPORT</b>	<b>1</b>
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS</b>	<b>3</b>
<b>BASIC FINANCIAL STATEMENTS</b>	
<b>GOVERNMENT-WIDE FINANCIAL STATEMENTS</b>	
<b>STATEMENT OF NET POSITION</b>	<b>6</b>
<b>STATEMENT OF ACTIVITIES</b>	<b>7</b>
<b>FUND FINANCIAL STATEMENTS</b>	
<b>BALANCE SHEET – GENERAL FUND</b>	<b>8</b>
<b>STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND         BALANCES – BUDGET AND ACTUAL – GENERAL FUND</b>	<b>9</b>
<b>NOTES TO FINANCIAL STATEMENTS</b>	<b>10</b>
<b>SUPPLEMENTAL INFORMATION</b>	
<b>INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER     FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS     BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN     ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i></b>	<b>14</b>
<b>MANAGEMENT LETTER</b>	<b>16</b>
<b>INDEPENDENT ACCOUNTANTS' REPORT</b>	<b>19</b>



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## INDEPENDENT AUDITORS' REPORT

Members of the District Board  
Hardee County Indigent Health Care Special District  
Hardee County, Florida

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities and the major fund of the Hardee County Indigent Health Care Special District (the District), as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements as listed in the table of contents.

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

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

### ***Auditors' Responsibility***

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

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

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

**Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the major fund of the District as of September 30, 2017 and the respective changes in financial position and the budgetary comparison of the major fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Other Matters**

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3-5 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2017, on our consideration of the Hardee County Indigent Health Care Special District'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 result of that testing, and not to provide an opinion on the effectiveness of the District'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 Hardee County Indigent Health Care Special District's internal control over financial reporting and compliance.



**CliftonLarsonAllen LLP**

Lakeland, Florida  
December 21, 2017

**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2017**

As Management of the Hardee County Indigent Health Care Special District (the District), we offer the readers of the District's financial statement this narrative overview and analysis of the financial activities of the District for the fiscal year ended September 30, 2017. The financial reporting model and the financial statements associated with it are described in the following narrative as well as in the Notes to the Financial Statement.

**Overview of the Financial Statement**

The basic financial statements consist of three components: 1) government-wide financial statements providing information about the activities of the District as a whole; 2) fund financial statements and, 3) notes to the financial statements.

*Government-wide Financial Statements* – The government-wide financial statements are designed to provide a broad overview of the District's finances in a manner similar to a private-sector business. The government-wide statements provide information about the District's financial status as a whole. These statements include details of general revenue during the year and a breakdown by category of expenses. The statements include *all* assets and liabilities using the accrual basis of accounting. This means that all of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. The net position – the difference between assets and liabilities – is an important measure of the District's financial health.

*Fund Financial Statements* – The fund financial statements provide a detailed look at the District's general fund. The District, like all government entities, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance related legal requirements. The District uses one fund, a governmental general fund, which focuses on 1) how cash and other financial assets, that can readily be converted to cash, flow in and out and 2) the balances left at year-end that are available for spending. Consequently, the general fund statements provide a detailed short-term view that indicates whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs.

**Financial Analysis**

As noted above, net position may serve, over time, as a useful indicator of a government's financial position. The District's assets consist of cash. The assets of the District exceeded its liabilities at September 30, 2017 by \$169,227. This amount represents the District's net position at September 30, 2017. The District's net position is restricted for Indigent Health Care and must be used to meet the District's obligations. At September 30, 2017, the District had no net position classified as net investment in capital assets.

**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2017**

The following schedules provide a summary of assets, liabilities, and net position and changes in net position of the District:

**Hardee County Indigent Health Care Special District  
Net Position**

	2017	2016	Increase (Decrease)
Total Assets	\$ 169,227	\$ 612,704	\$ (443,477)
Total Liabilities	-	30,695	(30,695)
<b>Net Position - Restricted</b>	<b>\$ 169,227</b>	<b>\$ 582,009</b>	<b>\$ (412,782)</b>

**Indigent Health Care Special District  
Changes in Net Position**

	2017	2016	Increase (Decrease)
<b>EXPENSES</b>			
<b>Human Services</b>			
Administrative Services	\$ 5,916	\$ 30,082	\$ (24,166)
Indigent Health Care	412,122	95,122	317,000
<b>Total Expenses</b>	<b>418,038</b>	<b>125,204</b>	<b>292,834</b>
<b>General Revenue</b>			
Ad Valorem Taxes	5,058	532,754	(527,696)
Interest	198	291	(93)
<b>Total General Revenue</b>	<b>5,256</b>	<b>533,045</b>	<b>(527,789)</b>
<b>CHANGES IN NET POSITION</b>	<b>(412,782)</b>	<b>407,841</b>	<b>(820,623)</b>
Net Position - Beginning of Year	582,009	174,168	407,841
<b>NET POSITION - END OF YEAR</b>	<b>\$ 169,227</b>	<b>\$ 582,009</b>	<b>\$ (412,782)</b>

The District has no capital assets or long-term debt.

**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2017**

**Budgetary Highlights**

Budget and actual comparison schedules are provided in the Basic Financial statements for the General Fund. The budget and actual comparison schedule shows the original adopted budget, the final revised budget, actual results, and variance between final budget and actual results. After the original budget is approved, it may be revised for a variety of reasons such as unforeseen circumstances or unanticipated revenues such as the effects of a lawsuit

**Economic Factors and Next Year's Budgets and Rates**

Economic factors do not necessarily affect this budget. Indigent Health Care was established by referendum and County Ordinance restricts the amount of ad valorem taxes to be assessed county wide each year; the cap is \$550,000. Therefore, revenues are typically less than the roll back rate each year.

**Request for Information**

This financial report is designed to provide a general overview of the District's finances. Questions concerning budgets or questions related to management of the District's operations should be addressed to:

Hardee County Indigent Health Care Special District  
c/o Hardee County Office of Budget and Finance  
Janice Williamson, Director of Budget and Finance  
412 West Orange Street, Room 204  
Wauchula, FL 33873

**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2017**

<b>ASSETS</b>	
Cash	<u>\$ 169,227</u>
Total Assets	169,227
<b>LIABILITIES</b>	
Total Liabilities	-
<b>NET POSITION</b>	
Restricted for indigent health care	<u><u>\$ 169,227</u></u>

*See accompanying Notes to Financial Statements.*



**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
STATEMENT OF ACTIVITIES  
YEAR ENDED SEPTEMBER 30, 2017**

**EXPENSES**

Human Services:

Administrative Services

\$ 5,916

Indigent Health Care (Net of Refunds of \$5,374)

412,122

Total Expenses

418,038

**GENERAL REVENUES**

Ad Valorem Taxes

5,058

Interest

198

Total General Revenues

5,256

**CHANGES IN NET POSITION**

(412,782)

Net Position - Beginning of Year

582,009

**NET POSITION - END OF YEAR**

\$ 169,227

*See accompanying Notes to Financial Statements.*

**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
BALANCE SHEET  
GENERAL FUND  
SEPTEMBER 30, 2017**

<b>ASSETS</b>	
Cash	\$ 169,227
Total Assets	<u>\$ 169,227</u>
<b>LIABILITIES</b>	
Total Liabilities	\$ -
<b>FUND BALANCE</b>	
Restricted for indigent health care	<u>169,227</u>
Total Liabilities and Fund Balance	<u>\$ 169,227</u>

See accompanying Notes to Financial Statements.

**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED SEPTEMBER 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Ad Valorem Taxes	\$ -	\$ -	\$ 5,058	\$ 5,058
Interest	57	57	198	141
Total Revenues	<u>57</u>	<u>57</u>	<u>5,256</u>	<u>5,199</u>
<b>EXPENDITURES</b>				
Human Services:				
Administrative Services	12,050	12,050	5,916	6,134
Indigent Health Care (Net of Refunds of \$5,374)	599,275	599,275	412,122	187,153
Total Expenditures	<u>611,325</u>	<u>611,325</u>	<u>418,038</u>	<u>193,287</u>
<b>NET CHANGE IN FUND BALANCE</b>	(611,268)	(611,268)	(412,782)	198,486
Fund Balance - Beginning of Year	<u>611,268</u>	<u>611,268</u>	<u>582,009</u>	<u>(29,259)</u>
<b>FUND BALANCE - END OF YEAR</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 169,227</u></u>	<u><u>\$ 169,227</u></u>

See accompanying Notes to Financial Statements.

**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of the District conform to accounting principles generally accepted in the United States of America as applicable to governments. The following is a summary of significant accounting principles and policies used in the preparation of these financial statements.

**Reporting Entity**

The Hardee County Indigent Health Care Special District (the District) is an independent special district established by County Ordinance 93-03 pursuant to Section 154.331, Florida Statutes. The District was created pursuant to a majority vote of the electors of Hardee County for the purpose of providing indigent health care services in Hardee County. The District is authorized to levy an ad valorem tax not to exceed one mill on real property within Hardee County, Florida. Furthermore, the Hardee County Board of County Commissioners has deemed that it would be in the best interest of the taxpayers of Hardee County to cap the amount of revenue to be received from the one mill tax at \$550,000.

The District Board consists of five members. Two members are appointed to the District Board by the Governor of the State of Florida, and three members are appointed by the Hardee County Board of County Commissioners. Quorum of the District Board is at least three members, two of which are Hardee County Board of County Commissioner appointees. The District's financial statements include only the funds of the District. There are no separate legal entities (component units) for which the District is considered to be financially accountable.

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

The District complies with accounting standards established by the Governmental Accounting Standards Board (GASB).

**Government-Wide Financial Statements**

The government-wide financial statements include the statement of net position and a statement of activities. The District reports only governmental activities; it does not have any business-type activities.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those clearly identifiable with a specific function. Program revenues consist of grants and contributions that are restricted to meeting operational or capital requirements of a particular function. Other items not properly included as program revenues are reported as general revenues.

**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fund Financial Statements**

Governmental fund financial statements are reported using the 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 for the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting.

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues and expenditures/expenses. Government resources are allocated to, and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The District is a single program government, devoted to indigent health care. It is comprised of a General Fund only and has no other governmental, proprietary, or fiduciary funds. The General Fund is the general operating fund and accounts for all the resources of the District.

The District has implemented government accounting standards statement on GASB Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions*, which requires governments to classify fund balance in governmental funds as nonspendable, restricted, committed, assigned, and unassigned. The fund balance in the general fund is appropriately classified as restricted fund balance to be used specifically for the purpose of funding indigent health care services. When an expense is incurred in which restricted, committed, assigned, or unassigned amounts are available to be used, the District will first use restricted amounts, then committed amounts, then assigned amounts, and finally unassigned amounts.

**Budgetary Requirements**

The procedures for adoption of the District's annual budget include providing the Board of County Commissioners with the adopted budget and final millage rate no later than the time of adoption of the County's annual budget.

The budget of the District, so certified and delivered to the Hardee County Board of County Commissioners, may not be changed or modified by the Hardee County Board of County Commissioners or by any other authority.

The budget was prepared on a basis consistent with generally accepted accounting principles and was based upon the final amended budget of the District. Florida Statutes state that it is unlawful for expenditures to exceed appropriations. For the year ended September 30, 2017, actual expenditures did not exceed budgeted expenditures.

**Property Taxes**

Under the laws of the State of Florida, the assessment of all properties and the collection of all ad valorem property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector.

**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Property Taxes (Continued)**

The laws of the state regulating tax assessments are also designed to assure a consistent property valuation method statewide. County Ordinance 93-03 permits the District to levy property taxes at a rate of up to one mill for District operations. The tax levy rate for operations of the District for the year ended September 30, 2017 was .0000 mills.

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

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

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

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America, as applicable to government entities, requires management to make use of estimates that affect the reported amounts in the financial statements. Actual results could differ from estimates.

**NOTE 2 CASH**

Custodial Credit Risk is the risk that in the event of bank failure, the government's deposits may not be returned to it. All cash deposits are carried at cost and are in financial institutions whose deposits are insured by the Federal Deposit Insurance Corporation (FDIC). Florida Statutes require deposits by governmental units in a financial institution to be collateralized.

At September 30, 2017, the carrying amount of the District's deposits was \$169,227 and the balance per the bank was \$169,227. The District's interest bearing bank balance is collateralized pursuant to Chapter 280, Florida Statutes. Under this Chapter, in the event of default by a participating financial institution, a qualified public depository, all participating institutions are obligated to reimburse the governmental entity for the loss.

**HARDEE COUNTY INDIGENT HEALTH CARE SPECIAL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2017**

**NOTE 3 REFUNDS**

During the current year the District received refunds of health care services of \$5,374. Refunds are generated when patients are determined to be Medicaid eligible and the service provider subsequently receives payment from Medicaid. The amounts are netted with the Indigent Health Care expenditures because the expenditure would not have been incurred if the patient were determined Medicaid eligible at the date of the billing.

**NOTE 4 RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts, theft of assets, errors and omissions, and natural disasters. The District provides surety bond coverage and is self-insured for other risks of loss. There were no losses reported for the years ended September 30, 2017, 2016, and 2015.

**NOTE 5 SERVICES PROVIDED BY THE HARDEE COUNTY BOARD OF COUNTY COMMISSIONERS**

The District's accounting function is provided by the Hardee County Board of County Commissioners. If these services were no longer provided by the Hardee County Board of County Commissioners, the District would have to incur additional expenses.



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

Members of the District Board  
Hardee County Indigent Health Care Special District  
Hardee 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 governmental activities and the major fund of the Hardee County Indigent Health Care Special District (the District), as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 21, 2017.

**Internal Control Over Financial Reporting**

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

**Hardee County Indigent Health Care Special District's Response to Findings**

The District's response to the findings identified in our audit are described in the accompanying Schedule of Findings and Responses. The District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result 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.



**CliftonLarsonAllen LLP**

Lakeland, Florida  
December 21, 2017



**MANAGEMENT LETTER**

Members of the District Board  
Hardee County Indigent Health Care Special District  
Hardee County, Florida

**Report on the Financial Statements**

We have audited the financial statements of the Hardee County Indigent Health Care Special District (the District), Florida, as of and for the fiscal year ended September 30, 2017, and have issued our report thereon dated December 21, 2017.

**Auditor's Responsibility**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and Chapter 10.550, Rules of the Auditor General.

**Other Reporting Requirements**

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards* and Independent Accountant's Report on an examination conducted in accordance with AICPA Professional Standards, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated December 21, 2017, should be considered in conjunction with this management letter.

**Prior Audit Findings**

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

Prior Year Findings		Current Year Status		
		Cleared	Partially Cleared	Not Cleared
2016-01	Material Weakness	X		

**Official Title and Legal Authority**

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



### **Financial Condition and Management**

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the District 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 District did not meet any of the conditions described in the Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.c. and 10.566(8), Rules of the Auditor General, we applied financial condition assessment procedures for the District. It is management's responsibility to monitor the District's financial condition, and our financial condition assessment was based in part on representations made by management and review of financial information provided by same.

Section 10.544(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.

### **Annual Financial Report**

Section 10.554(1)(i)5.b. and 10.556(7), Rules of the Auditor General, requires that we apply appropriate procedures and report the results of our determination as to whether the annual financial report for the District for the fiscal year ended September 30, 2017, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2017. In connection with our audit, we determined that these two reports were in agreement.

### **Special District Component Units**

Section 10.554(1)(i)5.d, Rules of the Auditor General, requires that we determine whether or not a special district that is a component unit of a county, municipality, or special district, provided the financial information necessary for proper reporting of the component unit, within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we determined the special district is not a component unit.

### **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 warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.



**CliftonLarsonAllen**

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## INDEPENDENT ACCOUNTANTS' REPORT

The Indigent Health Care Special District Board  
Hardee County Indigent Health Care Special District  
Hardee County, Florida

We have examined Hardee County Indigent Health Care Special District's compliance with Section 218.415, Florida Statutes, regarding the investment of public funds during the year ended September 30, 2017. Management of Hardee County Indigent Health Care Special District is responsible for Hardee County Indigent Health Care Special District's compliance with the specified requirements. Our responsibility is to express an opinion on Hardee County Indigent Health Care Special District's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether Hardee County Indigent Health Care Special District complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether Hardee County Indigent Health Care Special District complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on Hardee County Indigent Health Care Special District's compliance with specified requirements.

In our opinion, Hardee County Indigent Health Care Special District complied, in all material respects, with Section 218.415, Florida Statutes, regarding the investment of public funds during the year ended September 30, 2017.

This report is intended solely for the information and use of the Hardee County Indigent Health Care Special District and the Auditor General, State of Florida, and is not intended to be and should not be used by anyone other than these specified parties

*CliftonLarsonAllen LLP*

**CliftonLarsonAllen LLP**

Lakeland, Florida  
December 21, 2017

