

**OFICINA DEL COMISIONADO DE ASUNTOS MUNICIPALES  
ÁREA DE ASESORAMIENTO, REGLAMENTACIÓN E INTERVENCIÓN FISCAL  
ÁREA DE ARCHIVO DIGITAL**

**MUNICIPIO DE FLORIDA  
AUDITORÍA 2014-2015**

**30 DE JUNIO DE 2015**

10-000-0-1118

**COMMONWEALTH OF PUERTO RICO  
MUNICIPALITY OF FLORIDA**

**BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED  
JUNE 30, 2015**

09:41:11  
16 APR -6 PM 4:10  
ÁREA DE ASISTENCIA  
GERENCIAL Y FISCAL

**COMMONWEALTH OF PUERTO RICO  
MUNICIPALITY OF FLORIDA  
BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

U.S. AIR MAIL  
 AREA DE ADMINISTRACION  
 GENERAL Y FISCAL  
 16 APR - 6 PM 4:00  
**Pages**

**TABLE OF CONTENTS**

**PART I - FINANCIAL SECTION**

Independent Auditors' Report.....	1-4
Management's Discussion and Analysis .....	5-10
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position .....	11
Statement of Activities.....	12
Fund Financial Statements-Governmental Funds	
Balance Sheet .....	13-14
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position.....	15
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) .....	16
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	17
Notes to Basic Financial Statements.....	18-46

**COMMONWEALTH OF PUERTO RICO  
MUNICIPALITY OF FLORIDA  
BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**TABLE OF CONTENTS (CONTINUED)**

	<u>Pages</u>
<b>PART II - REQUIRED SUPPLEMENTARY INFORMATION</b>	
Budgetary Comparison Schedule - General Fund.....	48
Note to Budgetary Comparison Schedule - General Fund.....	49
<b>PART III – SINGLE AUDIT SECTION</b>	
Schedule of Expenditures of Federal Awards.....	51
Notes to Schedule of Expenditures of Federal Awards .....	52
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 .....	53-54
Independent Auditors' Report on Compliance for Each Major Federal Program and on Internal Control over Compliance Required by OMB Circular A-133 .....	55-57
Schedule of Findings and Questioned Costs.....	58-63
Schedule of Status of Prior Year Audit Findings and Questioned Costs .....	64

**PART I – FINANCIAL SECTION**

## INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and  
Municipal Legislature  
Municipality of Florida  
Florida, Puerto Rico

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate discretely presented component unit, and the aggregate remaining fund information of the Municipality of Florida, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Municipality'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. Because of the matters described in the "Basis for Disclaimer of Opinion on Governmental Activities" paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the governmental activities.

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'