

OKALOOSA COUNTY COORDINATED
TRANSPORTATION, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2014

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC.

DECEMBER 31, 2014

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Okaloosa County Coordinated Transportation, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Okaloosa County Coordinated Transportation, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2014, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Okaloosa County Coordinated Transportation Inc., as of December 31, 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter Regarding Going Concern

The accompanying financial statements have been prepared assuming that the Organization will continue as a going concern. As discussed in Note 9, the Organization's contract with Okaloosa County, Florida to provide transportation services was not renewed. This contract provided for a substantial part of the Organization's operations and revenues. Management is in the process of evaluating options to continue providing services. The financial statements do not include any adjustments that might result from the outcome of this uncertainty. Our opinion is not modified with respect to this matter

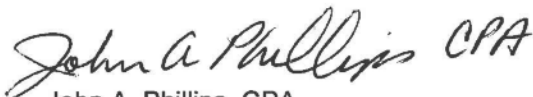
Other Matters

Other information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* and by Chapter 10.650, Rules of the Auditor General, State of Florida and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 18, 2015 on our consideration of Okaloosa County Coordinated Transportation Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Okaloosa County Coordinated Transportation Inc.'s internal control over financial reporting and compliance.



John A. Phillips, CPA
Mary Esther, Florida

August 18, 2015

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2014

ASSETS

CURRENT ASSETS:

Cash	\$ 515,594
Accounts Receivable	291,534
Prepaid Expenses	<u>204,523</u>
Total Current Assets	<u>1,011,651</u>

TOTAL ASSETS \$ 1,011,651

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:

Accounts Payable	\$ 28,063
Accrued Liabilities	93,278
Other Current Liabilities	<u>2,532</u>
Total Current Liabilities	<u>123,873</u>

NET ASSETS:

Unrestricted	<u>887,778</u>
Total Net Assets	<u>887,778</u>

TOTAL LIABILITIES AND NET ASSETS \$ 1,011,651

The accompanying notes are an integral part of these financial statements

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>UNRESTRICTED</u>
REVENUES:	
Passenger Fares	\$ 713,065
Grants and Reimbursements	1,876,356
Interest	1,278
Other	<u>27,968</u>
Total Revenues	<u>2,618,667</u>
EXPENDITURES:	
Vehicle Operations	1,983,603
Vehicle Maintenance	224,988
General and Administration	<u>454,724</u>
Total Expenditures	<u>2,663,315</u>
CHANGE IN NET ASSTS	(44,648)
NET ASSETS, BEGINNING OF YEAR	<u>932,426</u>
NET ASSETS, END OF YEAR	<u><u>\$ 887,778</u></u>

The accompanying notes are an integral part of these financial statements

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2014

	Vehicle Operations	Vehicle Maintenance	General Administration	TOTAL
Salaries	\$ 1,237,789	\$ -	\$ 52,177	\$ 1,289,966
Services	-	4,483	319,032	323,515
Fringe Benefits	250,053	-	12,412	262,465
Fuel and Tires	444,808	-	-	444,808
Other Materials and Supplies	3,538	942	6,811	11,291
Utilities	-	-	44,596	44,596
Casualty and Liability Cost	-	219,563	2,046	221,609
Purchased Transportation	47,364	-	-	47,364
Leases and Rentals	51	-	2,401	2,452
Other	-	-	15,249	15,249
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Expenses	<u>\$ 1,983,603</u>	<u>\$ 224,988</u>	<u>\$ 454,724</u>	<u>\$ 2,663,315</u>

The accompanying notes are an integral part of these financial statements

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2014

CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash Received for Services	\$ 2,590,129
Interest Received	1,278
Other Cash Receipts	27,968
Cash Paid to Suppliers and Employees	<u>(2,708,568)</u>
Net Cash Provided By Operating Activities	<u>(89,193)</u>
NET CHANGE IN CASH	(89,193)
CASH, BEGINNING OF YEAR	<u>604,787</u>
CASH, END OF YEAR	<u><u>\$ 515,594</u></u>
Reconciliation of Change in Net Assets to Net Cash Provided By Operating Activities:	
Change in Net Assets	<u>\$ (44,648)</u>
Adjustments to Reconcile Change in Net Assets to Net Cash provided by Operating Activities:	
Changes in Assets, (Increase) Decrease	
Accounts Receivables	708
Prepaid Insurance	(21,804)
Changes in Liabilities, Increase (Decrease)	
Accounts Payable	(15,968)
Other Current Liabilities	(8,817)
Accured Liabilities	<u>1,336</u>
Total Adjustments	<u>(44,545)</u>
Net Cash Provided By Operating Activities	<u><u>\$ (89,193)</u></u>

The accompanying notes are an integral part of these financial statements

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities: Okaloosa County Coordinated Transportation, Inc. (the Organization) is a non-profit organization incorporated under the laws of the State of Florida on March 28, 1988. The primary purpose of the Organization is to provide transportation to the transportation disadvantaged in Okaloosa County, Florida. The Organization has registered with the State of Florida the fictitious name Okaloosa County Transit and currently operates under this name.

Effective October 1, 2005 the Organization entered into an agreement with Okaloosa County, Florida to provide exclusive public transportation services. This agreement will expire on September 30, 2015. The primary sources of revenue are private fees and from the Medicaid and Florida Transportation Disadvantaged Commission programs through Okaloosa County. Assistance in the form of operating grants is provided by the Federal Transit Administration and the State of Florida Department of Transportation through Okaloosa County.

Cash and Cash Equivalents: For purposes of the cash flow statement, the Organization considers all highly liquid investments with an original maturity of three months or less and certificates of deposit to be cash equivalents.

Basis of Accounting: The Organization prepares its financial statements on the accrual basis of accounting. Under this method, revenue is recognized when earned, and expenses are recorded when the obligation is incurred.

Accounts Receivable: The receivables represent those funds due from billing third party entities for services provided by the organization. Accounts receivable are stated at net realizable value.

Bad Debts: The direct write-off method of accounting is used for uncollectible accounts. The losses are charged to operations in the period in which uncollectibility is determined.

Fixed Assets: Equipment under \$1,000 purchased with operational funds is expensed during the period to which it relates. Items over \$1,000 purchased with operational funds are capitalized.

In-Kind: In-Kind contributions are recorded at fair market value and recognized as revenue and expense in the accounting period received.

Income Taxes: Income taxes are not provided for in the financial statements since the organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The organization is not classified as a private foundation.

Use of Estimates in Preparation of Financial Statements: The preparation of the accompanying financial statements in conformity with generally accepted accounting principles requires management to make certain estimates and assumptions that directly affect the results of reported assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Net Assets

All financial transactions have been recorded and reported as unrestricted, temporarily restricted, or permanently restricted based on the existence or absence of donor imposed restrictions.

Unrestricted net assets consist of unrestricted funds and other assets that are available for use in the activities of the Organization.

Temporarily restricted net assets are those contributions that are restricted for specific purposes for which the restriction has not expired. Net assets released from restrictions represent expenses incurred during the year that satisfied the restricted purpose. If a donor restriction expires within the same fiscal year the contribution was made, both the related support and expense is shown as unrestricted.

Permanently restricted net assets consist of contributions that are subject to donor imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on related investments for general or specific purposes.

NOTE 2 - FIXED ASSETS

All vehicles currently in use by the Organization are provided by Okaloosa County, Florida. All office furniture and equipment are also provided by Okaloosa County.

NOTE 3 - ACCOUNTS RECEIVABLE

Accounts receivable at December 31, 2014 consists of:

Okaloosa County, Florida	\$232,983
Medicaid	38,912
Other	<u>19,639</u>
	<u>\$291,534</u>

Management considers all accounts receivable collected, therefore no allowance for uncollectible accounts has been provided in these financial statements.

NOTE 4 - AFFILIATED ORGANIZATIONS

The Organization was established by Okaloosa County Council on Aging, Inc. prior to separate incorporation in 1988. Since that time the two organizations have been overseen by the same Board of Directors. Administrative services are provided to the Organization by the Council.

NOTE 5 - LEASE COMMITMENTS

The Organization currently leases a building owned by Okaloosa County, Florida for \$1.00 per year. This lease will expire on September 30, 2015. The Organization leases vehicles used for transportation services for \$1.00 per year per vehicle.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 6 - DEPOSITS HELD IN FINANCIAL INSTITUTIONS

As of December 31, 2014, the Organization had demand deposits on hand in financial institutions which exceeded depositor's insurance provided by the applicable guaranty agency by \$354,787.

NOTE 7 - SUBSEQUENT EVENTS

Subsequent events were evaluated through August 18, 2015 which was the date the financial statements were available to be issued.

NOTE 8 – CONCENTRATIONS

Transportation services are limited to Okaloosa County Florida. A significant portion of the Organizations revenues are derived through a contract with Okaloosa County Board of County Commissioners. On June 2, 2015, Okaloosa County Board of County Commissioners voted to change transportation providers of the fixed route and paratransit services. Effective October 1, 2015, Okaloosa County Coordinated Transportation, Inc. will no longer provide these services under a contract which expires September 30, 2015.

NOTE 9 – GOING CONCERN

As a result of Okaloosa County Board of County Commissioners awarding the contract to provide fixed route and paratransit transportation services to another provider, the Organization's revenues and operations will be substantially reduced when the current contract terminates on September 30, 2015. Management is in the process of evaluating their options, including providing transportation services on a significantly reduced scale. At the time of issuance of the financial statements, no definitive decisions on the Organizations options to provide transportation services have been made by the board of directors and management. Because it is unclear whether the Organization will be successful in accomplishing this objective, there is uncertainty about the organizations ability to continue as a going concern. The financial statements do not include any adjustments that might be necessary should the Organization be unable to continue as a going concern.

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC.
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 AND STATE FINANCIAL ASSISTANCE
 FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>CFDA / CSFA</u>	<u>Contract Number</u>	<u>Expenditures</u>
FEDERAL AWARDS:			
Federal Transit Administration Section 5307 Funds Pass thru Florida Department Of Transportation and Okaloosa County, Florida	20.507	FL90-X761	\$ 258,025
Federal Transit Administration Section 5311 Funds Pass Thru Florida Department of Transportation and Okaloosa County, Florida	20.509	AQD91	153,312
Medical Assistance Program Pass through Okaloosa County, Florida	93.778	BDN10	<u>234,480</u>
Total Expenditures of Federal Funds			<u>\$ 645,817</u>

The accompanying notes are an integral part of these financial statements.

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC.
 SCHEDULE OF FEDERAL AWARDS
 AND STATE FINANCIAL ASSISTANCE
 FOR THE YEAR ENDED DECEMBER 31, 2014

<u>STATE FINANCIAL ASSISTANCE:</u>	<u>CFDA / CSFA</u>	<u>Contract Number</u>	<u>Expenditures</u>
Florida Transportation Disadvantaged Commission Trip Grant for Non Sponsored Passengers Pass thru Okaloosa County, Florida	55.001	AR203 ARG20	\$ 161,555 <u>173,459</u> <u>335,014</u>
Florida Department of Transportation – Public Transportation Block Grant Pass thru Okaloosa County, Florida	55.010	AQH65	<u>419,210</u>
Florida Department of Transportation Pass thru Okaloosa County, Florida	55.013	AQH66 ARN14	254,559 <u>26,504</u> <u>281,064</u>
Total Expenditures of State Financial Assistance			<u>\$1,035,288</u>

The accompanying notes are an integral part of these financial statements.

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC.
NOTES TO THE SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance includes the federal and state grant activity of Okaloosa County Coordinated Transportation, Inc and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

JOHN A. PHILLIPS
Certified Public Accountant

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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

To The Board of Directors
Okaloosa County Coordinated Transportation, Inc.

We have audited , in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Okaloosa County Coordinated Transportation, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2014, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated August 18, 2015.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Okaloosa County Coordinated Transportation, Inc. 's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements , but not for the purpose of expressing our opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 Organization '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 that might be material weaknesses or significant deficiencies . Given these

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 Okaloosa County Coordinated Transportation, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 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.



John A. Phillips, CPA
Mary Esther, Florida

August 18, 2015

JOHN A. PHILLIPS
Certified Public Accountant

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND STATE PROJECT AND REPORT ON INTERNAL
CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133 AND
CHAPTER 10.650, RULES OF THE AUDITOR GENERAL**

To The Board of Directors
Okaloosa County Coordinated Transportation, Inc.

Report on Compliance for Each Major Federal Program and State Project

We have audited Okaloosa County Coordinated Transportation, Inc.'s compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* and the requirements described in the *Department of Financial Services' State Project Compliance Supplement*, that could have a direct and material effect on each of Okaloosa County Coordinated Transportation, Inc.'s major federal programs and state projects for the year ended December 31, 2013. Okaloosa County Coordinated Transportation, Inc.'s major federal programs and state projects are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Okaloosa County Coordinated Transportation, Inc.'s federal programs and state projects based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.650, Rules of the Auditor General. Those standards, OMB Circular A-133, and Chapter 10.650, Rules of the Auditor General, require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program and state project occurred. An audit includes examining, on a test basis, evidence about Okaloosa County Coordinated Transportation, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program and state project. However, our audit does not provide a legal determination on Okaloosa County Coordinated Transportation, Inc.'s compliance.

Opinion on each Major Federal Program and State Project

In our opinion, Okaloosa County Coordinated Transportation, Inc., complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal program and state projects for the year ended December 31, 2014.

Report on Internal Control over Compliance

Management of Okaloosa County Coordinated Transportation, Inc., is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Okaloosa County Coordinated Transportation, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and state project and to test and report on internal control over compliance in accordance with OMB Circular A-133, and Chapter 10.650, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Okaloosa County Coordinated Transportation, Inc.'s internal control over compliance.

A deficiency in internal control over compliance 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, noncompliance with a type of compliance requirement of a federal program or state 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 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 as combination of deficiencies, in internal control over compliance with the type of compliance requirement of a federal program or state 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses, or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that we have not identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and results of that testing based on the requirements of OMB Circular A-133 and Chapter 10.650, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in cursive script that reads "John A. Phillips CPA".

John A. Phillips, CPA
Mary Esther, FL

August 18, 2015

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC.
SCHEDULE OF PRIOR YEAR FINDINGS
DECEMBER 31, 2014

There were no prior year findings.

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL PROGRAMS AND STATE PROJECTS
FOR THE YEAR ENDED DECEMBER 31, 2014

Section I – Summary of Auditor’s Results

1. The auditor’s report expresses an unqualified opinion on the financial statements of Okaloosa County Coordinated Transportation, Inc.
2. No reportable conditions were disclosed during the audit of the financial statements performed in accordance with Government Auditing Standards.
3. No instances of non compliance material to the financial statements of Okaloosa County Coordinated Transportation, Inc. which would have been required to be reported in accordance with *Government Auditing Standards* were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal programs and state projects are reported in the Independent Auditor’s Report on Compliance and Internal Control over Compliance Applicable to Each Major Federal and State Project.
5. The auditor’s report on compliance for major federal programs and state projects for Okaloosa County Coordinated Transportation, Inc. expresses an unqualified opinion on all major federal and state projects.
6. No audit findings are reported in Section II and III, of this schedule.
7. The programs/projects tested as major programs include the following:
 - Federal Program
Federal Transit Administration, Section 5307 Funds
Contract No. X761
 - State Program
Public Transportation Block Grant, CSFA 55.010
Grant No. AQH65
 - Florida Department of Transportation, CSFA 55.013, Grant Nos. AQH66, ARN14.
8. The threshold for distinguishing Type A and Type B projects was \$300,000 for major federal programs and state projects.
9. Okaloosa County Coordinated Transportation, Inc. qualified as a low-risk auditee for its major federal programs and state projects.

OKALOOSA COUNTY COORDINATED TRANSPORTATION, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL PROGRAMS AND STATE PROJECTS
FOR THE YEAR ENDED DECEMBER 31, 2014

10. A management letter has not been issued because there are no items that are required to be reported.

SECTION II – FINANCIAL STATEMENT FINDINGS

There are no audit findings to report.

Section III – STATE FINANCIAL PROJECTS FINDINGS

There are no audit findings to report.