

**FLORIDA INLAND NAVIGATION DISTRICT  
Finance and Budget Committee Meeting**

**8:30 a.m., Friday, May 19, 2017**

**The Sonesta Coconut Grove Miami Hotel  
2889 McFarland Road  
Miami, FL 33133-6008  
(Miami-Dade County)**

**Committee Members**

**Treasurer McCabe – Committee Chair  
Commissioners Carl Blow, Don Donaldson, and Jerry Sansom**

**Item 1.      Call to Order.**

Committee Chair McCabe will call the meeting to order.

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**Item 2.      Roll Call.**

Assistant Executive Director Janet Zimmerman will call the roll.

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**Item 3.      Additions or Deletions.**

Any additions or deletions to the committee meeting agenda will be announced.

RECOMMEND:      Approval of a final agenda.

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**Item 4.      Public Comments.**

The public is invited to provide comments on issues that are NOT on today's agenda. All comments regarding a specific agenda item will be considered following the Committee's discussion of that agenda item. *Please note: Individuals who have comments concerning a specific agenda item should make an effort to fill out a speaker card or communicate with staff prior to that agenda item.*

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**Item 5.      Financial Statements for March 2017.**

The financial statements for March 2017 are presented for Committee approval. These schedules include: Balance Sheet; Status of Funds; Budget vs. Actual Revenues; Statement of Revenues, Expenditures & Changes in Fund Balance; Cash Receipts Journal, and the Purchase Journal.

(Please see back up pages 3-20)

RECOMMEND:      Approval of a recommendation to the full Board of the financial statements for March 2017.

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**Item 6.        March 2017 Budget Summary and Project Status Expenditure Reports.**

The Budget Summary and the Project Status Expenditure Report for March 2017 are presented for Board review.

(Please see back up pages 21-28)

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**Item 7.        Draft Financial Audit for FY 2015 – 2016.**

The District's Auditor has completed and will present a draft of the FY 2015-2016 Financial Audit for Committee review and input.

(Please see back up pages 29-80)

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**Item 8.        Delegation of Authority Report.**

Staff has prepared a report on Delegation of Authority actions that the Executive Director has conducted from April 11, 2017 through May 8, 2017 for Committee information.

(Please see back up page 81)

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**Item 9.        Additional Agenda Items or Staff Comments.**

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**Item 10.       Additional Commissioners Comments.**

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**Item 11.       Adjournment.**

*If a person decides to appeal any decision made by the board, agency, or commission with respect to any matter considered at such meeting or hearing, he or she will need a record of the proceedings, and that, for such purpose, he or she may need to ensure that a verbatim record of the proceedings is made, which record includes the testimony and evidence upon which the appeal is to be based.*

FL INLAND NAVIGATION DISTRICT  
BALANCE SHEET  
At March 31, 2017

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ASSETS

Seacoast Checking	\$	368,718.68
Petty Cash		300.00
Port Everglades/Dania Deposit		2,500,000.00
FirstAtlantic CD 1/19/18		3,026,363.80
BankUnited CD 11/6/17		15,302,369.11
BankUnited CD 12/1/17		5,140,143.97
TD CD 8/20/17		5,072,011.24
Gateway MMA		5,067,235.63
Seacoast National Collections		1,939,048.72
Seacoast Money Market		7,854,476.62
TD CD 2/27/18		6,069,168.93
FirstAtlantic CD 8/23/17		3,015,792.01
ProfessionalBankMMA		10,222,019.40

SUBTOTAL OF ASSETS		<u>65,577,648.11</u>
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TOTAL ASSETS	\$	<u><u>65,577,648.11</u></u>
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LIABILITIES

Accounts Payable	\$	850,587.37
Retainage Payable - Grants		160,779.00
Retainage Payable - Contracts		758,377.67

TOTAL LIABILITY		<u>1,769,744.04</u>
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FUND EQUITY

Reserv for Sub Yr Expenditure	51,620,499.18
Reserve for Port Everglades	2,500,000.00
Current Year Fund Balance	9,687,404.89

TOTAL FUND EQUITY		<u>63,807,904.07</u>
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TOTAL LIABILITY & FUND EQUITY	\$	<u><u>65,577,648.11</u></u>
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FL INLAND NAVIGATION DISTRICT  
STATUS OF FUNDS  
March 31, 2017

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GENERAL ACCOUNTS

Petty Cash	\$	300.00	
Seacoast Checking		<u>368,718.68</u>	
			369,018.68

SAVINGS ACCOUNTS

Gateway MMA		5,067,235.63	
ProfessionalBankMMA		10,222,019.40	
Seacoast National Collections		1,939,048.72	
Seacoast Money Market		<u>7,854,476.62</u>	
			25,082,780.37

CERTIFICATES OF DEPOSITS

FirstAtlantic CD 1/19/18		3,026,363.80	
BankUnited CD 11/6/17		15,302,369.11	
BankUnited CD 12/1/17		5,140,143.97	
TD CD 2/27/18		6,069,168.93	
FirstAtlantic CD 8/23/17		3,015,792.01	
TD CD 8/20/17		<u>5,072,011.24</u>	
			37,625,849.06

TOTAL	\$	<u><u>63,077,648.11</u></u>	
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FL INLAND NAVIGATION DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
For the Six Months Ending March 31, 2017

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	Current Month	Fiscal Year to Date
REVENUES		
Ad Valorem Taxes - Brevard	19,270.47	895,727.71
Ad Valorem Taxes - Broward	89,391.97	4,608,801.33
Ad Valorem Taxes - Dade	163,232.04	6,913,566.11
Ad Valorem Taxes - Duval	31,778.48	1,591,995.33
Ad Valorem Taxes - Flagler	12,388.56	210,209.60
Ad Valorem Taxes - Indian Riv.	10,431.11	438,631.45
Ad Valorem Taxes - Martin	13,847.37	561,258.47
Ad Valorem Taxes - Palm Beach	113,469.38	4,669,103.41
Ad Valorem Taxes - St. Johns	0.00	623,415.91
Ad Valorem Taxes - St. Lucie	17,077.82	507,275.76
Ad Valorem Taxes - Volusia	33,169.16	838,470.90
Ad Valorem Taxes- Nassau	4,635.62	203,755.47
Interest Income	25,579.23	156,056.65
Interest from Tax Collectors	0.00	150.74
Other Misc. Revenue	2,298.69	1,055,440.62
TOTAL REVENUES	536,569.90	23,273,859.46

EXPENDITURES

ADMINISTRATION

Salaries & Wages	47,377.50	288,271.56
Temporary Help	840.00	4,452.00
P/R Tax Expense FICA & MED	3,688.62	21,153.25
Retirement Contribution	5,181.21	29,883.51
Health Insurance	6,993.66	43,670.81
Legal Expense	11,896.93	49,707.39
Bank Charges	615.53	951.49
Travel & Per Diem	16,023.73	33,139.88
Utility Service	13,356.66	19,854.97
Insurance and Bonds	5,676.20	16,755.45
Repairs & Maintenance Svc.	1,848.00	3,528.05
Office Supplies	3,441.00	10,774.62
Dues & Subscriptions	250.00	11,125.00
Govt Relations	11,016.58	61,427.24
Staff Training	1,644.00	2,964.00
TOTAL ADMINISTRATION	129,849.62	597,659.22

OPERATIONS

DMMA Mgmt & Maint.	42,142.60	261,107.58
Waterway Inspections	1,311.36	2,606.39
Waterway Cleanup	0.00	71,419.16
Boating Event Sponsorship	0.00	3,500.00
ICW Dredging General	11,650.55	30,006.55
Sm Scale Derlct Vessl Rmvl	30,450.00	60,450.00
IWW Deepening Broward	1,160,439.94	8,003,359.09
IWW PBC Deepening South Reach	8,353.39	57,564.64
Crossroads Dredging	3,817.84	29,953.73
IWW Dredging St. Lucie Reach 1	14,703.79	51,623.27
Nassau Reach 1	6,276.00	8,492.50
Operations Equipment	1,489.75	3,985.09
TOTAL OPERATIONS	1,285,135.22	8,605,812.00

Unaudited - For Management Purposes Only

FL INLAND NAVIGATION DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
For the Six Months Ending March 31, 2017

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	Current Month	Fiscal Year to Date
<b>CAPITAL OUTLAY</b>		
Development M-8	27,728.41	112,558.88
Development DU-2	3,410.00	39,798.44
Furn., Fix. & Equip. -Capital	0.00	2,422.10
DMMA Development	1,326.00	3,877.00
MSA 614B Mit/Boaters Prk	0.00	18,769.82
SJ-14 Restoration	0.00	1,288.00
BV-4B Construction	0.00	29,656.90
DU-9	2,956.00	19,740.50
MSA726	44,586.00	273,230.01
BV-24A	2,681.00	53,259.02
<b>TOTAL CAPITAL OUTLAY</b>	<b>82,687.41</b>	<b>554,600.67</b>
<b>WATERWAY STUDIES</b>		
Waterway Plans	0.00	21,000.00
Seagrass Survey	0.00	17,889.00
Mitigation Plans	0.00	186.00
Economic Waterway Study	26,207.00	26,207.00
GIS Project	30,228.91	73,432.43
<b>TOTAL WATERWAY STUDIES</b>	<b>56,435.91</b>	<b>138,714.43</b>
<b>INTERLOCALS</b>		
<b>TOTAL INTERLOCALS</b>	<b>0.00</b>	<b>0.00</b>
<b>WATERWAYS ASSISTANCE PROGRAM</b>		
Deerfield Island Brdwalk replc	0.00	33,152.29
Charles Reese Fishing Pier Ph1	0.00	37,294.33
Half moon Boat Rmp Ph 1	0.00	19,051.10
Half moon Kayak Launch Ph1	0.00	40,328.85
Northbank River Walk Ph1	0.00	32,364.84
Northshore Kayak launch Ph1	0.00	25,148.49
Crandon Marina Boat Ramp	0.00	56,839.15
Matheson Hammock Boat Rmp	0.00	47,788.60
Highbridge Park Expansion Ph1	0.00	15,000.00
Arlington Lions Club Park	0.00	105,750.00
Vilano Beach Pier	300,000.00	300,000.00
George Kennedy Park Seawall	0.00	19,500.00
Sunrise Park South Dredge	0.00	32,650.00
Dinner Key Marina	0.00	75,000.00
Wayne B Stevens Dock	0.00	23,200.50
Marsh Preserve Imp Ph 2	0.00	229,557.19
200 Channel Dredging	0.00	355,000.00
Banana River Park Kayak Lnch	0.00	43,695.00
FLPD Marine Motors Replacement	0.00	18,544.81
Derelict Vessel City of Miami	0.00	30,000.00
<b>TOTAL WATERWAYS ASSISTANCE</b>	<b>300,000.00</b>	<b>1,539,865.15</b>

**COOPERATIVE ASSISTANCE PROGRAMS**

Unaudited - For Management Purposes Only

FL INLAND NAVIGATION DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
For the Six Months Ending March 31, 2017

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	Current Month	Fiscal Year to Date
Merritt Island Biolab Rmp	0.00	83,286.00
Eau Gallie Dredging Ph 2	0.00	1,500,000.00
Hugh Taylor Birch State Park	0.00	29,049.65
Eau Gallie Dredging Ph1b	0.00	29,090.82
	<hr/>	<hr/>
TOTAL COOPERATIVE ASSISTANCE	0.00	1,641,426.47
	<hr/>	<hr/>
PUBLIC INFORMATION		
Communications	799.76	6,517.23
Public Information	1,367.51	6,053.02
Legal Advertising	241.94	1,707.71
Records Management	439.99	2,604.34
Outreach Events	303.24	6,530.44
	<hr/>	<hr/>
TOTAL PUBLIC INFORMATION	3,152.44	23,412.74
	<hr/>	<hr/>
DISASTER RELIEF ACCOUNT		
	<hr/>	<hr/>
TOTAL DISASTER RELIEF	0.00	0.00
	<hr/>	<hr/>
TAX COLLEC. & PROPERTY APPR. COMMISSIONS		
Prop. Appraiser's Commissions	28,708.53	108,581.51
Tax Collector's Commissions	8,489.96	376,382.38
	<hr/>	<hr/>
TOTAL TAX COLLEC. & PROPERTY	37,198.49	484,963.89
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TOTAL EXPENDITURES	1,894,459.09	13,586,454.57
	<hr/>	<hr/>
REVENUES OVER (UNDER) EXPENDITURES	\$ (1,357,889.19)	\$ 9,687,404.89
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CHANGES in FUND BALANCE

Reserv for Sub Yr Expenditure	\$	(51,620,499.18)
		<hr/> (9,687,404.89)
FUND BALANCE- ENDING		<hr/> (61,307,904.07)

## FL INLAND NAVIGATION DISTRICT

## Cash Receipts Journal

For the Period From Mar 1, 2017 to Mar 31, 2017

Filter Criteria includes: Report order is by Check Date. Report is printed in Detail Format.

Date	Account I	Transacti	Line Descriptio	Debit Amnt	Credit Amnt	Receipt Number
3/1/17	3111 5321 1623	E030317	Current taxes Less Comm Volusia County Tax Collector	 5.29 259.49	264.78	
3/10/17	3110 1623	E031017	Current taxes St. Lucie County Tax Collector	 4.61	4.61	
3/10/17	3110 5321 1623	E3/13/17	Current taxes Less Comm St. Lucie County Tax Collector	 91.15 4,466.32	4,557.47	
3/10/17	3102 5321 1623	E031517	Current taxes Less Comm Broward County Tax Collector	 1,787.83 87,604.14	89,391.97	
3/10/17	3106 5321 1623	E032017	Current taxes Less Comm Indian River Cty. Tax Collect	 96.53 4,730.18	4,826.71	
3/10/17	3110 5321 1623	E032017	Current taxes Less Comm. St. Lucie County Tax Collector	 38.08 1,866.13	1,904.21	
3/11/17	3107 5321 1623	E031117	Current taxes Less Comm. Martin County Tax Collector	 276.94 13,570.43	13,847.37	
3/13/17	3111 5321 1623	E031017	Current taxes Less comm. St. Johns County Tax Collector	 237.20 11,622.86	11,860.06	
3/14/17	3111 5321 1623	E031517	Current taxes Less Comm. Volusia County Tax Collector	 250.22 12,261.15	12,511.37	
3/21/17	3110 1623	E032117	Current taxes St. Lucie County Tax Collector	 16.46	16.46	
3/21/17	3104 5321 1623	03/22/17	Current taxes Less Comm City of Jacksonville	 318.43 15,603.03	15,921.46	
3/21/17	3111 5321 1623	E032417	Current taxes Less Comm. Volusia County Tax Collector	 170.65 8,362.30	8,532.95	



## FL INLAND NAVIGATION DISTRICT

## Cash Receipts Journal

For the Period From Mar 1, 2017 to Mar 31, 2017

Filter Criteria includes: Report order is by Check Date. Report is printed in Detail Format.

Date	Account I	Transacti	Line Descriptio	Debit Amnt	Credit Amnt	Receipt Number
3/21/17	3110	03/27/17	Current taxes		2,634.98	
	5321		Less comm	52.69		
	1623		St. Lucie County Tax Collector	2,582.29		
3/21/17	3108	E03/29/17	Current taxes		12,431.84	
	5321		Less Comm	248.63		
	1623		Palm Beach County Tax Collect	12,183.21		
3/21/17	3106	E033117	Current taxes		5,604.40	
	5321		Less Comm	112.08		
	1623		Indian River Cty. Tax Collect	5,492.32		
3/21/17	3110	E033117	Current taxes		5,310.58	
	5321		less comm.	106.21		
	1623		St. Lucie County Tax Collector	5,204.37		
3/21/17	3103	E030817	Current taxes		163,232.04	
	5321		Less Comm	1,632.32		
	1623		Miami-Dade County	161,599.72		
3/21/17	3108	E030817	Current taxes		101,037.54	
	5321		less comm.	2,020.75		
	1623		Palm Beach County Tax Collect	99,016.79		
3/21/17	3101	E32117	Current taxes		19,270.47	
	5321		Less Comm.	385.41		
	1623		Brevard County Tax Collector	18,885.06		
3/21/17	3104	030917	Current taxes		15,857.02	
	5321		Less Comm	317.14		
	1623		City of Jacksonville	15,539.88		
3/21/17	3112	E030717	Current taxes		4,635.62	
	5321		less comm.	92.71		
	1623		Nassau County Tax Collector	4,542.91		
3/21/17	3110	E030317	Current taxes		2,649.51	
	5321		Less Comm.	52.99		
	1623		St. Lucie County Tax Collector	2,596.52		
3/22/17	3105	53176	Current tax		7,801.82	
	5321		less comm	156.04		
	1623		Flagler County Tax Collector	7,645.78		
3/22/17	3105	53307	Current taxes		4,680.35	

**FL INLAND NAVIGATION DISTRICT**

## Cash Receipts Journal

For the Period From Mar 1, 2017 to Mar 31, 2017

Filter Criteria includes: Report order is by Check Date. Report is printed in Detail Format.

Date	Account I	Transacti	Line Descriptio	Debit Amnt	Credit Amnt	Receipt Number
	3105		less comm	93.61		
	1623		Flagler County Tax Collector	4,586.74		
				<u>508,785.59</u>	<u>508,785.59</u>	

## FL INLAND NAVIGATION DISTRICT

## Purchase Journal

For the Period From Mar 1, 2017 to Mar 31, 2017

Filter Criteria includes: 1) Includes Drop Shipments. Report order is by Date. Report is printed in Detail Format.

Date	Account ID Account Description	Invoice/C	Line Description	Debit Amount	Credit Amount
3/1/17	5460 Repairs & Maintenance Svc. 2020 Accounts Payable	09419	Replaced fire extinguishers  Royal Fire & Safety Co. Inc.	174.00	174.00
3/1/17	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	3/1/17	Commissions Due PA  Palm Beach Cty Prop Appraiser	9,383.50	9,383.50
3/1/17	5552.9699 MSA726 2022 Retainage Payable - Contracts 2020 Accounts Payable	pmt7final	Final payment MSA 726  Payment of retainage  VisualScape	44,586.00  6,376.80	50,962.80
3/3/17	5510 Office Supplies 2020 Accounts Payable	123624	Copier maint. C5255  Delta/Omni Business Solutions	203.87	203.87
3/3/17	5400 Travel & Per Diem 2020 Accounts Payable	2/26/17	February Board Meeting  Lynn Williams	417.00	417.00
3/3/17	5460 Repairs & Maintenance Svc. 2020 Accounts Payable	2/28/17	Cleaning services Feb.  Jupiter Carpet Care	175.00	175.00
3/3/17	5552.9512 IWW Deepening Broward 2022 Retainage Payable - Contracts 2020 Accounts Payable	Pmt 12	12th pmt Broward Deepening pmt of ret.  Cashman Dredging & Marine Contr. LLC	1,142,218.71  204,501.66	1,346,720.37
3/3/17	5319.69 Economic Waterway Study 2020 Accounts Payable	WO-1	1st payment Economic Study Update Balmoral Group	26,207.00	26,207.00
3/8/17	5220 Retirement Contribution 2020 Accounts Payable	E030817	Retirement Contributions ER Florida Retirement System	5,181.21	5,181.21
3/9/17	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	17-233-01	Well sampling Brevard  Bonn Environmental Services & Tech	3,590.00	3,590.00
3/9/17	5552.08 DMMA Mgmt & Maint. 2020	17232-01	Volusia Groundwater sampling Bonn Environmental	2,690.00	2,690.00

## FL INLAND NAVIGATION DISTRICT

## Purchase Journal

For the Period From Mar 1, 2017 to Mar 31, 2017

Filter Criteria includes: 1) Includes Drop Shipments. Report order is by Date. Report is printed in Detail Format.

Date	Account ID Account Description	Invoice/C	Line Description	Debit Amount	Credit Amount
	Accounts Payable		Services & Tech		
3/9/17	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	1723401	Well sampling PBC	2,495.00	
			Bonn Environmental Services & Tech		2,495.00
3/9/17	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	1723501	Well sampling St. Lucie County	1,245.00	
			Bonn Environmental Services & Tech		1,245.00
3/9/17	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	3/1/17	Commissions Due	880.00	
			Nassau County Property Appraiser		880.00
3/9/17	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	3/6/2017	Commissions Due P.A.	3,934.87	
			Brevard County Property Appr		3,934.87
3/9/17	5490 Legal Advertising 2020 Accounts Payable	4764724	Fencing Bid MSA 726	44.30	
			Sun-Sentinel Newspaper		44.30
3/13/17	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	0124	Flagler and Volusia Landscape maint. Ashlie Environmental	11,417.00	
					11,417.00
3/13/17	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	03/1317	Haul road oversight	450.00	
			Air Quest Environmental, inc.		450.00
3/13/17	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	115068034	April, May, June Headquarters security services Protection One Alarm Monitoring	210.00	
					210.00
3/13/17	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	123436	Landscape maint. MSA 641	150.00	
			Dougs Lawn & Landscape Maint.		150.00
3/13/17	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	12462	Landscape maint. MSA 645	6,000.00	
			Dougs Lawn & Landscape Maint.		6,000.00
3/13/17	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	16-229-04	Well sampling O-7	1,700.00	
			Bonn Environmental Services & Tech		1,700.00

## FL INLAND NAVIGATION DISTRICT

## Purchase Journal

For the Period From Mar 1, 2017 to Mar 31, 2017

Filter Criteria includes: 1) Includes Drop Shipments. Report order is by Date. Report is printed in Detail Format.

Date	Account ID Account Description	Invoice/C	Line Description	Debit Amount	Credit Amount
3/13/17	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	17-231-01	Well Sampling Duval St. Johns Bonn Environmental Services & Tech	3,330.00	3,330.00
3/13/17	5312 Govt Relations 2020 Accounts Payable	1808	State Representation-March  Moyle Law Firm, P.A.	2,500.00	2,500.00
3/13/17	5540 Dues & Subscriptions 2020 Accounts Payable	2/1/17	Annual Dues  The Marine Council	250.00	250.00
3/13/17	5312 Govt Relations 2020 Accounts Payable	27005	Federal Representation-March Alcalde & Fay	8,516.58	8,516.58
3/13/17	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	3/13/17	Commissions Due  Flagler County Property Appr	935.39	935.39
3/13/17	5400 Travel & Per Diem 2020 Accounts Payable	3/21/17	January-Feb. Board meetings John C. Blow	498.72	498.72
3/13/17	5510 Office Supplies 2020 Accounts Payable	4394628	Office Supplies  Quill, Corp.	86.77	86.77
3/13/17	5510 Office Supplies 2020 Accounts Payable	4606099	Office Supplies  Quill, Corp.	54.60	54.60
3/13/17	5510 Office Supplies 2020 Accounts Payable	4614595	Office Supplies  Quill, Corp.	21.84	21.84
3/13/17	5510 Office Supplies 2020 Accounts Payable	4620402	Office Supplies  Quill, Corp.	45.50	45.50
3/13/17	5510 Office Supplies 2020 Accounts Payable	4627615	Office Supplies  Quill, Corp.	81.93	81.93
3/13/17	5490	706571	RFQ fencing	72.24	

## FL INLAND NAVIGATION DISTRICT

## Purchase Journal

For the Period From Mar 1, 2017 to Mar 31, 2017

Filter Criteria includes: 1) Includes Drop Shipments. Report order is by Date. Report is printed in Detail Format.

Date	Account ID Account Description	Invoice/C	Line Description	Debit Amount	Credit Amount
	Legal Advertising 2020 Accounts Payable		Cox Media Group-Advertising		72.24
3/13/17	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	99620	M-5 Herbicide treatment  DGC Environmental Services, Inc	4,500.00	4,500.00
3/14/17	5400 Travel & Per Diem 2020 Accounts Payable	02/20/17	December Board Meeting  Don Donaldson	408.56	408.56
3/14/17	5400 Travel & Per Diem 2020 Accounts Payable	02/20/17	February Board Meeting  Jon Netts	473.41	473.41
3/14/17	5400 Travel & Per Diem 2020 Accounts Payable	02/21/17	January Board Meeting  Tyler Chappell	642.14	642.14
3/14/17	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	02/23/17	Commissions Due PA  Martin County Prop. Appraiser	1,606.50	1,606.50
3/14/17	5400 Travel & Per Diem 2020 Accounts Payable	03	Washington Trip, FIND travel John C. Blow	2,336.20	2,336.20
3/14/17	5450 Insurance and Bonds 2020 Accounts Payable	03/01/2017	General Liability, Auto, Property, Workers Comp. Florida Municipal Insurance Tr	5,191.25	5,191.25
3/14/17	5430 Utility Service 2020 Accounts Payable	03/06/17	Land rent Broward Deepening Florida Power & Light	6,370.00	6,370.00
3/14/17	5400 Travel & Per Diem 2020 Accounts Payable	03/14/17	Washington Trip  Don Donaldson	2,338.46	2,338.46
3/14/17	5230 Health Insurance 2020 Accounts Payable	03/15/17H	Health Insurance-May  State of Florida Employees Ins	6,757.32	6,757.32
3/14/17	5230 Health Insurance 2020	031417D	Disability Insurance-May  State of Florida Employees	122.03	122.03

## FL INLAND NAVIGATION DISTRICT

## Purchase Journal

For the Period From Mar 1, 2017 to Mar 31, 2017

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Date	Account ID Account Description	Invoice/C	Line Description	Debit Amount	Credit Amount
	Accounts Payable		Ins		
3/14/17	5400	031417JZ	FIND Board meeting	343.87	
	Travel & Per Diem				
	5510		Office Supplies	328.00	
	Office Supplies				
	5402		Outreach event	303.24	
	Outreach Events				
	5641		Fuel Supplies	105.91	
	Operations Equipment				
	5551		Waterway Inspectin Trip	518.23	
	Waterway Inspections				
	2020		BB&T Financial FSB		1,599.25
	Accounts Payable				
3/14/17	5400	031417MT	Site Inspection	182.00	
	Travel & Per Diem				
	5480		FIND Storage	450.00	
	Public Information				
	5641		Fuel Supplies	306.00	
	Operations Equipment				
	2020		BB&T Financial FSB		938.00
	Accounts Payable				
3/14/17	5450	031517	Dental Insurance- April,	484.95	
	Insurance and Bonds		May, June		
	2020		Florida Municipal Insurance		484.95
	Accounts Payable		Tr		
3/14/17	5400	031517	Travel Jan-March	517.97	
	Travel & Per Diem				
	2020		Mark Crosley		517.97
	Accounts Payable				
3/14/17	5430	09/03/16	Land Rent Sept.	6,370.00	
	Utility Service		replacement Check		
	2020		Florida Power & Light		6,370.00
	Accounts Payable				
3/14/17	5400	1/20/17	January Travel	384.46	
	Travel & Per Diem				
	2020		Don Donaldson		384.46
	Accounts Payable				
3/14/17	5552.08	13395	IR-2 Sebastian Monitoring	1,407.50	
	DMMA Mgmt & Maint.				
	2020		Air Quest Environmental,		1,407.50
	Accounts Payable		inc.		
3/14/17	5400	2/10/17	January, February Board	633.67	
	Travel & Per Diem		meetings		
	2020		Jerry Sansom		633.67
	Accounts Payable				
3/14/17	5400	2/20/17	November travel	84.08	
	Travel & Per Diem				
	2020		Don Donaldson		84.08

## FL INLAND NAVIGATION DISTRICT

## Purchase Journal

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	Accounts Payable				
3/14/17	5400 Travel & Per Diem 2020 Accounts Payable	2/20/17c	February Board meeting  Don Donaldson	39.54	39.54
3/14/17	5400 Travel & Per Diem 5551 Waterway Inspections 5552.95 ICW Dredging General 5510 Office Supplies 5480 Public Information 5641 Operations Equipment 2020 Accounts Payable	21017MC	FIND Board meetings  Waterway Inspection Trip  FDEP Permit  Software  MIA  Fuel Supplies  BB&T Financial FSB	1,257.28  442.78  9,000.00  2,011.00  45.00  166.70	12,922.76
3/14/17	5400 Travel & Per Diem 2020 Accounts Payable	22017b	OWW waterway inspection  Don Donaldson	823.09	823.09
3/14/17	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	3/10/17	Commissions due P.A.  Broward County Property Appr	7,794.50	7,794.50
3/14/17	5400 Travel & Per Diem 2020 Accounts Payable	3/13/17	FIND Travel-Feb  Mark Tamblyn	124.40	124.40
3/14/17	5400 Travel & Per Diem 2020 Accounts Payable	3/13/2017	Travel Flagler County  Anne McCarthy	82.00	82.00
3/14/17	5400 Travel & Per Diem 2020 Accounts Payable	3/14/17	Washington Trip  T. Spencer Crowley	1,877.51	1,877.51
3/14/17	5400 Travel & Per Diem 2020 Accounts Payable	3/15/17	Jan. Feb. March. Travel  Janet Zimmerman	328.80	328.80
3/14/17	5551 Waterway Inspections 5512 Staff Training 5641	31517AM	Waterway inspection  Staff training  Fuel	350.35  1,445.00  61.63	



## FL INLAND NAVIGATION DISTRICT

## Purchase Journal

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	Operations Equipment 2020 Accounts Payable		BB&T Financial FSB		1,856.98
3/14/17	5230 Health Insurance 2020 Accounts Payable	31517L	Life Insurance-May  State of Florida Employees Ins	114.31	114.31
3/14/17	5642 Records Management 2020 Accounts Payable	760	Network Support  Alterio Technologies LLC	120.00	120.00
3/14/17	5642 Records Management 2020 Accounts Payable	769	Network Support  Alterio Technologies LLC	100.00	100.00
3/14/17	5642 Records Management 2020 Accounts Payable	783	Network Support  Alterio Technologies LLC	219.99	219.99
3/14/17	5310 Legal Expense 2020 Accounts Payable	9576	Legal Services-Feb.  Breton, Lynch, Eubanks & Suarez PA	11,896.93	11,896.93
3/14/17	5644 Sm Scale Derlct Vessl Rmvl 2020 Accounts Payable	ICW-Vo-1	First and final ICW-VO-17-01 County of Volusia	15,225.00	15,225.00
3/14/17	5644 Sm Scale Derlct Vessl Rmvl 2020 Accounts Payable	VO-17-01	1st and final payment ICW-VO-17-01 Volusia Co. B.O.C	15,225.00	15,225.00
3/20/17	5410 Communications 2020 Accounts Payable	03/23/17	Local, Long Distance, Internet-March Comcast	413.31	413.31
3/20/17	5430 Utility Service 2020 Accounts Payable	E032317	Water Service FIND Headquarters-March Town of Jupiter	395.21	395.21
3/20/17	5430 Utility Service 2020 Accounts Payable	E032317	Electric Service FIND Headquarters-March Florida Power & Light	210.39	210.39
3/20/17	5480 Public Information 2020	E032317	Files Storage rental-March  Iron Mountain, Inc.	397.51	397.51

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	Accounts Payable				
3/20/17	5430 Utility Service 2020 Accounts Payable	E032317b	Electric Service BV-52 March Florida Power & Light	11.06	11.06
3/20/17	5410 Communications 2020 Accounts Payable	E032717	Cellular phone Service-March Sprint	386.45	386.45
3/22/17	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	03/14/17	Commissions Due P.A.  St. Lucie County Property Appr	1,415.56	1,415.56
3/22/17	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	031517	Commissions Due  St. Johns County Property Appr	2,758.21	2,758.21
3/22/17	5321 Tax Collector's Commissions 2020 Accounts Payable	032217	Postage for tax bills  Flagler County Tax Collector	40.67	40.67
3/22/17	5490 Legal Advertising 2020 Accounts Payable	1477160	Public Notice FIND meeting  Treasure Coast Newspapers	125.40	125.40
3/22/17	5510 Office Supplies 2020 Accounts Payable	5148096	Office Supplies  Quill, Corp.	122.97	122.97
3/22/17	5552.54 Development M-8 2020 Accounts Payable	577762	M-8 Geotech Survey  Ellis & Associates, Inc.	14,475.50	14,475.50
3/22/17	7197 Vilano Beach Pier  2020 Accounts Payable	SJ-14-58	1st and final payment Vilano Fishing Pier SJ-14-58 St. Johns County B.O.C.	300,000.00	300,000.00
3/29/17	5510 Office Supplies 5400 Travel & Per Diem 2020 Accounts Payable	031317AM	Adobe software  FIND Board meeting-Feb.  BB&T Financial FSB	179.88 139.00	318.88
3/29/17	5510 Office Supplies	031317JZ	Office Supplies	42.00	

## FL INLAND NAVIGATION DISTRICT

## Purchase Journal

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Date	Account ID Account Description	Invoice/C	Line Description	Debit Amount	Credit Amount
	5641 Operations Equipment		Fuel	81.75	
	5400 Travel & Per Diem		Washington Trip	455.40	
	2020 Accounts Payable		BB&T Financial FSB		579.15
3/29/17	5400 Travel & Per Diem	031317MC	Washington Trip FIND Board meeting MC	1,636.17	
	5641 Operations Equipment		Fuel Supplies MC	158.22	
	5552.08 DMMA Mgmt & Maint.		Backflow test Headquarters	413.66	
	5510 Office Supplies		Office Supplies	262.64	
	5460 Repairs & Maintenance Svc.		Network	1,499.00	
	5480 Public Information		Marine industries	25.00	
	2020 Accounts Payable		BB&T Financial FSB		3,994.69
3/29/17	5480 Public Information	031317MT	FIND Storage rental	450.00	
	5641 Operations Equipment		Boat repair, Fuel Supplies	609.54	
	5512 Staff Training		Staff training	199.00	
	2020 Accounts Payable		BB&T Financial FSB		1,258.54
3/29/17	5552.08 DMMA Mgmt & Maint.	18184	General Services	2,544.44	
	2020 Accounts Payable		Taylor Engineering		2,544.44
3/29/17	5552.952 IWW Dredging St. Lucie Reac	18189	St. Lucie Reach 1	14,703.79	
	2020 Accounts Payable		Taylor Engineering		14,703.79
3/29/17	5552.02 Development DU-2	18195	DU-2 Weir Construction	3,410.00	
	2020 Accounts Payable		Taylor Engineering		3,410.00
3/29/17	5552.982 Nassau Reach 1	18196	Nassau alt Bid items	6,276.00	
	2020 Accounts Payable		Taylor Engineering		6,276.00
3/29/17	5552.9512 IWW Deepening Broward	18198	Broward deepening	18,221.23	
	2020 Accounts Payable		Taylor Engineering		18,221.23
3/29/17	5552.974	18199	Crossroads final design	3,817.84	

## FL INLAND NAVIGATION DISTRICT

## Purchase Journal

For the Period From Mar 1, 2017 to Mar 31, 2017

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Date	Account ID Account Description	Invoice/C	Line Description	Debit Amount	Credit Amount
	Crossroads Dredging 2020 Accounts Payable		Taylor Engineering		3,817.84
3/29/17	5552.981 BV-24A 2020 Accounts Payable	18200	BV-24A Permitting and design Taylor Engineering	2,681.00	2,681.00
3/29/17	5552.973 IWW PBC Deepening South R 2020 Accounts Payable	18201	ICWW PB Deepening Taylor Engineering	8,353.39	8,353.39
3/29/17	5552.95 ICW Dredging General 2020 Accounts Payable	18203	Jupiter ICW Maint. Dredging Taylor Engineering	735.23	735.23
3/29/17	5552.54 Development M-8 2020 Accounts Payable	18206	M-8 Design and permitting Taylor Engineering	13,252.91	13,252.91
3/29/17	5319.46 GIS Project 2020 Accounts Payable	18207	GIS Nassau, Duval, St. Johns Taylor Engineering	30,228.91	30,228.91
3/29/17	5552.951 DMMA Development 2020 Accounts Payable	18208	SJ-14 Marsh Harbor Easement and Pipeline Taylor Engineering	1,326.00	1,326.00
3/29/17	5552.95 ICW Dredging General 2020 Accounts Payable	18210	Vilano/South Ponte Vedra Taylor Engineering	1,915.32	1,915.32
3/29/17	5552.96971 DU-9 2020 Accounts Payable	18215	FIND DU-9 Expansion Taylor Engineering	2,956.00	2,956.00
3/29/17	5552.984 IWW Jupiter Inlet Dredging 2020 Accounts Payable	Pmt 2	Cost sharing Jupiter Inlet Maint Dredge Jupiter Inlet District	4,500.00	4,500.00
				2,044,366.61	2,044,366.61

FL INLAND NAVIGATION DISTRICT  
CONDENSED BUDGET SUMMARY  
For the Current Fiscal Year - Six Months Ending March 31, 2017

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	Budget Annual	Actual To-Date	Remaining Committed Expenses
EXPENSES			
Administration	1,265,017	597,659	667,358
Operations	24,782,819	8,605,813	16,177,006
Capital Program	8,191,234	554,601	7,636,633
Waterway Studies	1,619,158	138,714	1,480,444
Interlocals	465,441	0	465,441
Waterways Assistance Program	34,536,325	1,539,865	32,996,460
Cooperative Assistance Program	7,599,045	1,641,427	5,957,618
Public Information	309,558	23,412	286,146
Disaster Relief Account	1,000,000	0	1,000,000
Tax Collec.& Property Appr.Com	700,000	484,964	215,036
Total	\$ <u>80,468,597</u>	\$ <u>13,586,455</u>	<u>66,882,142</u>

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
<b>Administration</b>					
5120	Salaries & Wages	\$ 571,000	\$ 288,272	282,728	
5121	Compensated Absences	5,000	0	5,000	
5122	Temporary Help	10,517	4,452	6,065	
5210	P/R Tax Expense FICA & MED	45,000	21,153	23,847	
5220	Retirement Contribution	50,000	29,884	20,116	
5230	Health Insurance	95,000	43,671	51,329	
5310	Legal Expense	125,000	49,707	75,293	
5312	Gov't Relations	150,000	61,427	88,573	
5320	Annual Audit	28,000	0	28,000	
5322	Bank Charges	3,500	951	2,549	
5400	Travel & Per Diem	80,000	33,140	46,860	
5430	Utility Service	10,000	19,855	(9,855)	
5450	Insurance and Bonds	24,000	16,755	7,245	
5460	Repairs & Maintenance Svc.	15,000	3,528	11,472	
5510	Office Supplies	20,000	10,775	9,225	
5512	Staff Training	3,000	2,964	36	
5540	Dues & Subscriptions	30,000	11,125	18,875	
	Total Administration	1,265,017	597,659	667,358	
<b>Operations Equipment</b>					
5551	Waterway Inspections	20,000	2,606	17,394	
5552.08	DMMA Mgmt. & Maint.	540,248	261,108	279,140	
5552.93	Spoil Island Enh. & Resto.	42,377	0	42,377	
5552.94	Waterway Cleanup	83,844	71,419	12,425	Martin, IRC, SLC, Flagler
5552.941	Boating Event Sponsorship	5,000	3,500	1,500	Boat parades
5552.95	ICW Dredging General	983,472	30,007	953,465	
5552.9512	IWW Deepening Broward*	9,043,900	8,003,359	1,040,541	Project completed
5552.952	IWW Dredging St. Lucie Reach 1	3,882,881	51,623	3,831,258	Project ongoing
5552.971	OWW Dredging	146,338	0	146,338	Projected for 2018
5552.973	IWW PB Reach 4 Dredge	294,816	57,565	237,251	Permitting ongoing
5552.974	IWW Crossroads	1,464,829	29,954	1,434,875	Hopper dredge complete
5552.977	Matanzas IWW Dredging	50,000	0	50,000	Project complete
5552.978	St. Augustine Dredging	50,000	0	50,000	Project ongoing
5552.979	Bakers Haulover IWW Dredging	1,553,742	0	1,553,742	Hopper dredge complete
5552.982	Nassau Reach 1 Plans	4,091,634	8,493	4,083,141	Project schedule late 2017
5552.983	Sediment Basin Crossroads	134,475	0	134,475	Permit received
5552.984	IWW Dredge Jupiter Inlet	1,500,000	21,744	1,478,256	Project complete
5552.985	Ponce IWW Dredging	350,000	0	350,000	Scheduled for 2018
5552.986	Flagler Reach 1	350,000	0	350,000	Scheduled for 2018
5641	Operations Equipment	18,638	3,985	14,653	
5644	Sm-Scale Derelict Vessel Rmvl	176,625	60,450	116,175	
	Total Operations	24,782,819	8,605,813	16,177,006	

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
<b>Capital</b>					
	O-7				5.5 million ACOE in FY15-16
5552.02	DU-2 Weir	500,000	39,798		Successful re-bid, project initiating
5552.54	M-8 P&E	400,000	112,559		Permitting ongoing
5552.951	DMMA Development	64,362	3,877	60,485	
5552.957	DMMA SJ-14 Restoration	209,808	1,288	208,520	Project monitoring ongoing
5552.965	MSA 614B Mit/Boaters Park	60,000	18,770	41,230	Project complete
5552.967	DMMA NA-1 Construction *	26,989	0	26,989	Dike settling complete
5552.9696	DMMA BV-4B Construction	4,004,929	29,657	3,975,272	1st RAI complete
5552.96971	DMMA DU-9	1,118,965	19,741	1,099,224	Project initiated
5552.9681	DMMA BV-11	250,000	0	250,000	Permitting scheduled for 2017
5552.981	DMMA BV-24A	250,000	53,259	196,741	Exchange pending project permitting
5552.9699	DMMA MSA-726	382,321	273,230	109,091	Project complete
5610	Land - General	848,860	0	848,860	
5640	Furn., Fix. & Equip. -Capital	75,000	2,422	72,578	
	Total Capital	8,191,234	554,601	7,636,633	
<b>Waterway Studies</b>					
5319.46	GIS Project	152,972	73,432	79,540	Add. Counties initiated
5319.64	Waterway Plans	200,000	21,000	179,000	Duval extended
5319.65	Channel Surveys	226,186	0	226,186	Centerline surveys completed
5319.66	Seagrass Survey	250,000	17,889	232,111	Season forthcoming
5319.67	Mitigation Plans	150,000	186	149,814	BV, IRC comp, PBC underway
5319.68	DMMP Updates	140,000	0	140,000	SJC/Flagler cont.
5319.69	Economic Waterway Study	500,000	26,207	473,793	Project initiated
	Total Waterways	1,619,158	138,714	1,480,444	
<b>Interlocal</b>					
7284	Las Olas	258,898	0	258,898	0% complete
7285	Bahia Mar	206,543	0	206,543	0% complete
	Total Interlocal	465,441	0	465,441	
<b>WAP</b>					
7124	Lee Wenner Renovation Ph1	75,000	0	75,000	Project complete
7127	Deerfield Island Brdwalk Replc	50,000	33,152	16,848	95% complete
7134	Arlington Lions Boardwalk Ph1	12,019	0	12,019	Project complete paid prior yr
7135	Charles Reese Fishing Pier Ph1	44,250	37,294	6,956	Project complete
7136	County Dock Boat Ramp Ph1	21,141	0	21,141	100% complete Phase 1
7139	Half Moon Boat Ramp Ph 1	25,100	19,051	6,049	Project complete
7140	Half Moon Kayak Launch Ph1	45,100	40,329	4,771	Project complete
7142	Northbank River Walk Ph1	40,000	32,365	7,635	Project complete
7143	Northshore Kayak Launch Ph1	29,350	25,148	4,202	Project complete

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
7155	Virginia Key Seawall Lncn Ph I	37,500	0	37,500	99% complete
7159	Indian Creek Park Seawall Ph I	116,767	0	116,767	100% complete Phase I
7162	Crandon Marina Boat Ramp	70,000	56,839	13,161	Project complete
7163	Matheson Hammock Boat Ramp	74,000	47,789	26,211	Project complete
7172	Ocean inlet Design Permit	75,000	0	75,000	Withdrawn by PBC 12/16
7179	Barge Navigation Ramp Repair	25,000	0	25,000	project expired
7185	Highbridge Park Expansion Ph I	15,000	15,000	0	100% complete Ph I
7190	FB Mooring Field Ph I	10,275	0	10,275	100% complete
7192	Arlington Lions Club	105,750	105,750	0	Project complete
7193	Exchange Club Island	113,250	0	113,250	30% complete
7194	North Bank Jax Riverwalk	71,400	0	71,400	Agreement Executed
7197	Vilano Beach Pier	300,000	300,000	0	Project Complete
7200	Marineland Phase B	136,983	0	136,983	95% Complete
7201	George Kennedy Park Seawall	20,000	19,500	500	90% complete
7202	Root Canal Bridge	225,000	0	225,000	60% complete
7204	Sunrise Park South Dredge	32,650	32,650	0	100% complete
7207	Riverwalk P3 North B	100,000	0	100,000	85% complete
7209	Cocoa Riverfront Mooring	25,000	0	25,000	50% complete
7219	Burt Reynolds Park West	750,000	0	750,000	Agreement Executed
7220	Waterway Park Ph 2-B	1,254,604	0	1,254,604	85% complete
7221	Old Bridge Park	251,875	0	251,875	55% complete
7222	Torry Island Reef	118,150	0	118,150	45% Complete
7223	Peanut Island Erosion Control	98,004	0	98,004	Project complete paid prior FY
7224	Riviera Beach Marina B	75,000	0	75,000	80% complete
7227	Intracoastal Water Taxi	17,500	0	17,500	Project Complete
7228	Alsdorf Park Improvements	646,915	0	646,915	30% complete
7229	Seybold Canal & Wagner Ph D	1,000,000	0	1,000,000	Agreement Executed
7230	Dinner Key Marina	75,000	75,000	0	Project complete
7231	Baywalk Boat Hoists	20,000	0	20,000	Phase I 80% complete
7232	Virginia Key Park Tiki	16,930	0	16,930	10% Complete
7233	Virginia Key Bch Education	9,400	0	9,400	15 % Complete
7234	Normandy Shores Park	225,478	0	225,478	Agreement Executed
7235	Indian Creek Park Seawall	692,502	0	692,502	60% complete
7236	Black Point Marina	349,170	0	349,170	99% complete
7237	Pelican Marina Wet Slip	256,470	0	256,470	99% complete
7238	Pelican Island Day Dock	37,296	0	37,296	80% complete
7239	Pelican Marina Boat Ramp	60,000	0	60,000	80% complete
7240	Matheson Marina Floating Dock	239,258	0	239,258	99% complete
7241	Fern Bch Dock 6 Fire Safety	5,000	0	5,000	25% complete Hurricane damage
7242	Fern Bch Managed Mooring	74,350	0	74,350	35% complete
7243	Breakwater Dock Safety Ph2	89,306	0	89,306	10% complete Hurricane damage
7244	County Dock Ramp Ph 2	62,615	0	62,615	25% complete
7245	Sisters Creek	139,524	0	139,524	Agreement Executed
7246	Mayport Boat Ramp	99,000	0	99,000	10% Complete



ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
7247	Tillie Fowler Kayak	46,000	0	46,000	Agreement Executed
7248	Wayne B Stevens Dock	60,500	23,201	37,299	Project complete
7249	Pottsburg Creek Dredge Ph 2	385,812	0	385,812	30% complete
7250	Joe Carlucci Boat Ramp	46,500	0	46,500	30% complete
7251	Metro Park Dock Replacement	96,750	0	96,750	Agreement Executed
7252	Marsh Preserve Imp. Ph 2	270,000	229,557	40,443	Project complete
7253	Barge Seaplane Ramp Ph 2	185,000	0	185,000	Agreement Executed
7254	Salt Run Channel Dredge 6	150,000	0	150,000	15% complete
7256	San Sebastian River Drdg Prt 3	150,000	0	150,000	Project complete
7257	Boater Imprv Kings Park	62,436	0	62,436	100% complete
7258	Moody Boat Launch Restroom	113,187	0	113,187	Project Complete
7259	Riverwalk Park North B Ph-2	250,000	0	250,000	27% complete
7260	Riverfront Park Esplanade Ph I	90,000	0	90,000	15% complete
7261	Daytona Bch Day Docks	114,175	0	114,175	Working to address DEP permit comments
7263	Shell Harbor Park Phase 1	67,500	0	67,500	90% complete
7264	Smyrna Dunes Park Fishing Pier	119,475	0	119,475	Agreement Executed
7265	200 Channel Dredging	355,555	355,000	555	Project complete
7266	Banana River Park Kayak Launch	43,695	43,695	0	Project complete
7267	Working Waterfront Phase 2-A	88,201	0	88,201	90% complete
7268	Fishing Pier Riverside Park	12,500	0	12,500	90% complete Waiting on NMFS
7269	Rstrm MacWilliam Boat Ramp	62,500	0	62,500	100% complete
7270	Round Island Riverside Park	90,000	0	90,000	25% complete
7271	Archie Smith Fish House	100,000	0	100,000	10% complete
7272	Dinghy Dock Ft. Pierce	190,687	0	190,687	20% complete
7273	Canal Park Marine Boat Lift	25,000	0	25,000	25% complete
7274	Phipps Park Shoreline Stab	167,061	0	167,061	60% complete
7275	Charlie Leighton Park Access	60,000	0	60,000	Project complete paid prior FY
7276	Shepard Park Improvement	232,158	0	232,158	35% complete
7277	WPB Living Shorelines	391,175	0	391,175	95% complete
7278	Hillsboro Canal Dredging Ph 2	412,500	0	412,500	95% complete
7279	Bert Winters Park 2-A	1,000,000	0	1,000,000	Agreement Executed
7280	Burt Reynolds Park w/Ph	200,000	0	200,000	0% complete
7281	FLPD Marine Motors Replace	21,000	18,545	2,455	Project complete
7282	Coontie Hatchee Floating Dock	127,000	0	127,000	10% Complete
7283	Trash Skimming Vessel	20,000	0	20,000	95% complete
7286	Exchange Club Park Improve	60,000	0	60,000	Agreement Executed
7287	Sullivan Park Maritime Village	1,833,587	0	1,833,587	Grand opening held
7288	Surfside Seawall Replacement	346,250	0	346,250	85% complete
7289	Miami Marina Park Wet Slips	50,000	0	50,000	15% complete
7290	Pallot Park Seawall Bay Kayak	150,000	0	150,000	Agreement Executed
7291	Baywood Park Seawall Ph 1	25,000	0	25,000	Withdrawn by City 1/24/17
7292	Seybold Canal & Wagner Creek	700,000	0	700,000	Agreement Executed
7293	Baywalk Southside	1,250,000	0	1,250,000	Agreement Executed
7294	Spring Garden Seawall Kayak	75,000	0	75,000	Agreement Executed

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
7295	Derelict Vessel City of Miami	30,000	30,000	0	Project complete
7296	Miamarina Upgrade Electrical	375,000	0	375,000	30% complete
7297	Marine Stadium Baywalk	500,000	0	500,000	Agreement Executed
7298	Morningside Park Sewall	25,000	0	25,000	25% complete
7299	Dinner Key Marina Pumpout	150,000	0	150,000	35% complete
7300	Alice Wainwright Park Seawall	62,500	0	62,500	Agreement Executed
7301	Bayside Wharf Miami Marina	50,000	0	50,000	15% complete
7302	Legion Park Seawall & Boat	50,000	0	50,000	30% complete
7303	Crandon Marina Boat Ramp	215,266	0	215,266	15% complete
7304	Matheson Hmkm Wetslip Renov	104,699	0	104,699	30% complete
7305	Matheson Hammock Boat Ramp	283,059	0	283,059	10% complete
7306	Crandon Flotation Dock Renov	389,381	0	389,381	45% complete
7307	Homestead Bayfront Marina	205,000	0	205,000	99% complete
7308	Baywalk Plaza Ph 2-A	200,000	0	200,000	15% complete
7309	Maurice Gibb Park Dock	75,000	0	75,000	Procurement stage
7316	Marina Basin Maint. Dredging	151,650	0	151,650	Agreement Executed
7317	South Basin Dock Realign Ph1	24,739	0	24,739	Agreement Executed
7318	Charles Reese Pier Ph 2	138,735	0	138,735	Agreement Executed
7319	Exchange Club Isl Pavilion Ph2B	80,360	0	80,360	Agreement Executed
7320	Half Moon Islnd Park Rmp Ph2A	909,628	0	909,628	Agreement Executed
7321	Metro Park Marina Ph 1	100,000	0	100,000	Agreement Executed
7322	Northshore Kayak Launch Ph2	68,972	0	68,972	Agreement Executed
7323	School Brd ADA Kayak Ph 1	60,000	0	60,000	Agreement Executed
7324	Frank Btlr Boat Ramp Dredging	60,000	0	60,000	25% complete
7325	Summer Haven Restoration	50,000	0	50,000	Agreement Executed
7326	Shoal Markers Menendez Moor	10,000	0	10,000	Agreement Executed
7327	St. Aug Seawall Connectivity	200,000	0	200,000	5% complete
7328	Salt Run Dredge Part 7	150,000	0	150,000	Agreement Executed
7329	Marineland Marina Ph 2 B	184,566	0	184,566	5% complete
7330	Sunrise Prk S. Ramp Dredge Ph2	341,110	0	341,110	Agreement Executed
7331	Kennedy Prk Seawall Restor Ph2	150,000	0	150,000	Agreement Executed
7332	Swoop Pt., Ramp Parking Ph1	60,000	0	60,000	60% complete
7333	Cassen Park Public Dock Ph 1	53,299	0	53,299	Agreement Executed
7334	Shell Harbor Park	117,889	0	117,889	Agreement Executed
7335	POW/MIA Park Chnl Dredge Ph2	225,000	0	225,000	Agreement Executed
7336	Lee Werner Park Reno Ph2	187,500	0	187,500	50% complete
7337	Melbourne Police and Fire Boat	59,000	0	59,000	50% complete
7338	Palm Bay Dredging Ph 1	24,000	0	24,000	Agreement Executed
7339	Rockledge Day Use Dock Ph 1	84,000	0	84,000	Withdrawn by city 3/27/17
7340	Law Enf. Fire Patrol Boat	60,000	0	60,000	Agreement Executed
7341	Boat Access Fishermans Moores	78,500	0	78,500	Agreement Executed
7342	Fishermans Warf Ph 1	316,000	0	316,000	Agreement Executed
7343	Shepard Park Improv Ph 2	137,750	0	137,750	20% complete
7344	Phipps Park Shoreline	281,771	0	281,771	Agreement Executed

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
7345	Martin Sheriff Marine Vessel	60,000	0	60,000	Agreement Executed
7346	Belle Glade Campground Imprv	425,000	0	425,000	Agreement Executed
7347	Riviera Bch Marina Dock	1,157,500	0	1,157,500	Agreement Executed
7348	Currie Park Boat Access Ph 2	428,000	0	428,000	Agreement Executed
7349	Lox River Expansion	1,625,000	0	1,625,000	Agreement Executed
7350	Lake Park Harbor Marina Ph 1	55,000	0	55,000	Agreement Executed
7351	Tequesta Marine Unit Project	60,000	0	60,000	Agreement Executed
7352	Hollywood N. Beach Prk Mooring7	75,000	0	75,000	Agreement Executed
7353	NOAA Ports Water Level	58,429	0	58,429	Agreement Executed
7354	Ft/ Ldle Police Dive Team Equip	21,000	0	21,000	Agreement Executed
7355	Lighthouse Point Outboard Mtrs	18,719	0	18,719	20% complete
7356	ICW Water Taxi Station Ph 2	98,500	0	98,500	Agreement Executed
7357	North Bay Vllge Brdwalk Ph1	100,000	0	100,000	Agreement Executed
7358	Thalatta Shrln Stab Pier Ph 1	50,000	0	50,000	Agreement Executed
7359	Dinner Key Mooring Ph 1	75,000	0	75,000	5% complete
7360	Miami Marine Stdm Structure	250,000	0	250,000	Agreement Executed
7361	Miami Woman's Baywalk Ph 2	245,000	0	245,000	Agreement Executed
7362	Mooring Facility Watson Ph 1	75,000	0	75,000	5% complete
7363	Morningside Floating Docks Ph 1	16,500	0	16,500	15% complete
7364	Seawall Baywalk Ph 1	31,000	0	31,000	25% complete
7365	Seybold Canal Wagner Crk Drdg	1,200,000	0	1,200,000	Agreement Executed
7366	Virginia Key Bt Launch Parking	60,500	0	60,500	Agreement Executed
7367	Indian Creek Shoreline Imp.	1,000,000	0	1,000,000	15% complete
7368	N. Bch Kayak Launch Miami Bch	142,007	0	142,007	15% complete
7369	Crandon Flting Dock Renov Ph2	550,410	0	550,410	Agreement Executed
7370	Homestead Byfront Marina Ph 1	75,000	0	75,000	Agreement Executed
7371	Matheson Flting Dock Ph 2	526,300	0	526,300	Agreement Executed
7372	Pelican Island Dock Replacement	123,000	0	123,000	Agreement Executed
		34,536,325	1,539,865	32,996,460	

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
<b>CAP</b>					
7186	Hugh Taylor Birch State Park	75,000	29,050	45,950	90% complete
7187	SJRWMD - E. Gallie Drdge Ph1B	750,000	29,091	720,909	Project complete
7310	Merritt Island Biolab Ramp	83,286	83,286	0	Project complete
7311	Eau Gallie Dredging Ph 2	1,500,000	1,500,000	0	90% complete
7312	Clean Marina DEP	150,000	0	150,000	29% complete
7313	FDEP Clean Vessel Act	150,000	0	150,000	38% complete
7373	FDEP No Name Harbor	473,759	0	473,759	Agreement Executed
7374	FDEP Clean Vessel Program	300,000	0	300,000	Agreement Executed
7375	FDEP Hugh Taylor	2,500,000	0	2,500,000	5%
7376	Eau Gallie Dredging Ph 2B	1,500,000	0	1,500,000	25%
7377	USFWS Beacon 42	117,000	0	117,000	Agreement Executed
		7,599,045	1,641,427	5,957,618	
<b>Public Information</b>					
5402	Outreach Events	25,000	6,530	18,470	
5410	Communications	15,000	6,517	8,483	
5480	Public Information	35,000	6,053	28,947	
5490	Legal Advertising	27,000	1,708	25,292	
5642	Records Management	207,558	2,604	204,954	
		309,558	23,412	286,146	
5643	Disaster Relief Account	1,000,000	0	1,000,000	
	Total Disaster Account	1,000,000	0	1,000,000	
5311	Prop. Appraiser's Commissions	200,000	108,582	91,418	
5321	Tax Collector's Commissions	500,000	376,382	123,618	
		700,000	484,964	215,036	
<b>TOTALS</b>		<b>80,468,597</b>	<b>13,586,455</b>	<b>66,416,701</b>	

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**Florida Inland Navigation District**  
**ANNUAL FINANCIAL REPORT**  
**September 30, 2016**

**Florida Inland Navigation District**

**ANNUAL FINANCIAL REPORT**

**September 30, 2016**

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## **Report Of Independent Auditors**

To the Board of Commissioners  
Florida Inland Navigation District  
Jupiter, Florida

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

We have audited the accompanying financial statements of the governmental activities and each major fund of Florida Inland Navigation District (the "District") as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the District'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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 from material misstatement.

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

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To the Board of Commissioners  
Florida Inland Navigation District

## **Opinion**

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and the General Fund of the District as of September 30, 2016, and the respective changes in financial position and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplemental Information*

Governmental Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Proportionate Share of Net Pension Liability, Schedule of Contributions, and Notes to Required Supplemental Information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements is required by the *Governmental Accounting Standards Board* 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 supplemental information in accordance with auditing standards generally accepted in the United States of America, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. 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 a report dated April xx, 2017 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations and contracts.

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 Florida Inland Navigation District internal control over financial reporting and compliance.

Berger, Toombs, Elam, Gaines & Frank  
Certified Public Accountants PL  
Fort Pierce, Florida

April xx, 2017



**Florida Inland Navigation District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2016**

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Management's discussion and analysis of Florida Inland Navigation District's (the "District") financial performance provides an analysis of the District's financial activities. The analysis provides summary financial information for the District and should be read in conjunction with the District's financial statements.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

The basic financial statements of the District include three components; 1) *Government-wide financial statements*, 2) *Fund financial statements* and 3) *Notes to the financial statements*.

*Government-wide financial statements* provide readers with an overview of the District's financial activities for the year. They can be found on pages 11 and 12 of this report.

These statements include; a **Statement of Net Position** which presents information on all of the District's assets and liabilities and shows the net position and a **Statement of Activities** which presents information showing how the District's net position changed during the most recent fiscal year.

All of the District's programs are considered to be governmental activities and are all related to the maintenance and management of the Atlantic Intracoastal and Okeechobee Waterways. The District's primary source of funds for these activities is ad valorem tax revenues from the twelve member counties, Nassau through Miami-Dade.

*Fund financial statements* focus on the near term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information is useful in evaluating the District's near term financing needs. These statements group related accounts so as to maintain control over resources that have been segregated for specific activities or objectives. The District uses a General Fund for this purpose, which is classified as a governmental fund.

*Fund financial statements* include a **Balance Sheet** and a **Statement of Revenues, Expenditures and Changes in Fund Balance** for the General Fund. A **Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual** is provided for the District's General Fund to demonstrate compliance. *Fund financial statements* provide more detailed information about the District's activities, and can be found on pages 13, 15 and 17 of this report.

**Florida Inland Navigation District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2016**

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## **OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

The *government-wide financial statements* and the *fund financial statements* provide different pictures of the District. The *government-wide financial statements* provide an overall picture of the District's financial standing. These statements are comparable to private-sector companies and give a good understanding of the District's overall financial health and how the District paid for the various activities, or functions, provided by the District. All assets of the District, including land, infrastructure and improvements and all liabilities, including accrued compensation are reported in the **Statement of Net Position**. The **Statement of Activities** includes depreciation on all long lived assets of the District, but transactions between the different functions of the District have been eliminated in order to avoid "doubling up" the revenues and expenses. The *fund financial statements* provide a picture of the General Fund of the District. In the case of governmental activities, outlays for long lived assets are reported as expenditures, and long-term liabilities, such as accrued compensation, are not included in the fund financial statements. To provide a link from the *fund financial statements* to the *government-wide financial statements*, a reconciliation is provided from the *fund financial statements* to the *government-wide financial statements*.

Explanations of the reconciling items between the governmental fund and the governmental activities can be found on pages 14 and 16 and in Note B on pages 28 through 29.

*Notes to the financial statements* provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 18-42 of this report.

### **Financial Highlights**

The following are the highlights of financial activity for the year ended September 30, 2016.

- The District's total net position at the end of the fiscal year totaled \$179,425,293. Of this amount, approximately \$31.7 million is contracted or obligated funds that will be utilized to complete Assistance Program projects, Interlocal Agreement projects and Intracoastal Waterway (ICW) maintenance dredging. The net investment in capital assets currently totals approximately \$112.3 million.
- The District's total fund balance at the end of the fiscal year totaled \$67,709,933. Of this amount, approximately \$48 million has been assigned for land acquisition, dredging projects, dredged material management area (DMMA) development, waterway studies and disaster relief as well as assistance projects, interlocal agreement projects and contracts.

**Florida Inland Navigation District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2016**

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**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Financial Highlights (Continued)**

- Total expenses exceeded revenues by \$4,448,942. Ad valorem tax revenues collected from the District's 12 counties totaled \$22.4 million.
- The District's long-term liabilities consist of a liability for compensated absences to employees in the amount of \$75,387 and the net pension liability of \$701,867.
- The District has a total of \$16,097,270 in prepaid funds on account with the U.S. Army Corps of Engineers (the "Corps"), the Port Everglades Authority for ICW maintenance dredging and FPL for utility line relocation.
- Fifty Waterway Assistance Program projects with local governments were completed during the year totaling \$8.5 million and with the local government's financial contribution to these projects, over \$17 million in public waterway infrastructure was created.
- One Cooperative Assistance Program projects was completed during the fiscal year totaling \$720,909. Four other projects were approved in the fiscal year and one was carried over from prior year, with costs of \$1,987,377, remain as unexpended at year end.
- During a dredging project on September 14, 2006, dredged material was released onto a 28 acre parcel of land owned by the District and St. Johns County. The contractor is primarily responsible for clean up and mitigation for the site. This matter is further discussed in the notes to the financial statements.
- The District expended \$1,583,422 for the construction of Dredged Material Management Areas. The sites were constructed as part of the District's Long Range Dredged Material Management Plan for the maintenance of the ICW.

**Florida Inland Navigation District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2016**

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**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Financial Analysis of the District**

The following schedule provides a summary of the assets, liabilities and net position of the District and is presented by category for comparison purposes.

**Net Position**

Over time, net position may serve as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$179,425,293 at the close of the most recent fiscal year. The majority of these net positions reflect the District's investment in land for the management of the waterway. The District has no related debt on these capital assets.

	<b>Governmental Activities</b>		<b>%</b>
	<b>2016</b>	<b>2015</b>	<b>Change</b>
Current assets	\$ 76,173,989	\$ 77,617,854	-1.9%
Capital assets	112,254,037	111,730,775	0.5%
<b>Total Assets</b>	<b>188,428,026</b>	<b>189,348,629</b>	<b>-0.5%</b>
<b>Deferred outflows of resources</b>	<b>274,611</b>	<b>115,397</b>	<b>138.0%</b>
Current liabilities	8,507,232	5,034,155	69.0%
Non-current liabilities	734,078	466,133	57.5%
<b>Total Liabilities</b>	<b>9,241,310</b>	<b>5,500,288</b>	<b>68.0%</b>
<b>Deferred inflows of resources</b>	<b>36,034</b>	<b>89,503</b>	<b>-59.7%</b>
Invested in capital assets	112,254,037	111,730,775	0.5%
Unrestricted	67,171,256	72,143,460	-6.9%
<b>Total Net Position</b>	<b>\$ 179,425,293</b>	<b>\$ 183,874,235</b>	<b>-2.4%</b>

The District's total net position at the end of the fiscal year totaled \$179,425,293. The net investment in capital assets currently totals approximately \$112.2 million. The remaining balance of \$67.1 million is unrestricted and is available to meet the District's ongoing obligations; however, approximately \$31.7 million is contracted or obligated funds that will be utilized to complete Assistance Program projects, Interlocal Agreement projects and ICW maintenance dredging.

The increase in deferred outflows of resources and non-current liabilities; and the decrease in deferred inflows of resources, is attributable to the pension liability adjustments for pension assumption, pension experience, pension investment and the change in the District's proportionate share of the collective net pension liability.

The increase in current liabilities is attributed to the increase in contracts payable as a result of the completion of contracts for projects for which payment is due.

**Florida Inland Navigation District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2016**

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**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Financial Analysis of the District (Continued)**

Governmental activities decreased the District's net position by \$4,448,942. Key elements of these changes are listed below.

	<b>Governmental Activities</b>		<b>%</b>
	<b>2016</b>	<b>2015</b>	<b>Change</b>
<b>Governmental Revenues</b>			
Ad valorem taxes	\$ 22,365,665	\$ 22,271,338	0.4%
Investment earnings	459,752	301,606	52.4%
Miscellaneous revenues	83,868	336,726	-75.1%
<b>Total Revenues</b>	<b>22,909,285</b>	<b>22,909,670</b>	<b>0.0%</b>
<b>Expenses</b>			
General government	1,757,585	1,697,563	3.5%
Physical environment	25,600,642	15,305,177	67.3%
<b>Total Expenses</b>	<b>27,358,227</b>	<b>17,002,740</b>	<b>60.9%</b>
<b>Change in Net Position</b>	<b>(4,448,942)</b>	<b>5,906,930</b>	<b>-175.3%</b>
<b>Net Position - Beginning of Year</b>	<b>183,874,235</b>	<b>177,967,305</b>	<b>3.3%</b>
<b>Net Position - End of Year</b>	<b>\$ 179,425,293</b>	<b>\$ 183,874,235</b>	<b>-2.4%</b>

The decrease in miscellaneous revenues is primarily attributed to the less spoil material being sold, as well as not receiving any reimbursements from the Corps as a result of funded projects being completed for less than anticipated.

The increase in physical environment expenses relates to the costs incurred for a large dredging project in Broward County that was begun in the current year.

**Florida Inland Navigation District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2016**

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## **OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

### **Financial Analysis of the District's Funds**

The District has only one governmental fund which provides information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements. The unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The General Fund fund balance decreased \$4,932,759, from the prior year, to \$67,709,933 as of September 30, 2016. The key factors attributing to the decrease include the commencement of a major Broward County dredging project in the current year, as well as the timing of projects authorized by the District through its Waterway and Cooperative Assistance grants programs. Of the total fund balance, \$48 million has been reserved for land acquisition, dredging projects, DMMA development, waterway studies and disaster relief as well as assistance projects and interlocal agreement projects contracts.

### **Capital Assets**

During the fiscal year the District expended \$1,560,472 for the construction of DMMA's and \$105,005 for the purchase of equipment. The Crane Island easement access road and bridge to DMMA NA-1 was completed as of September 2016, and is included in Land.

<b>Capital Assets</b>		
<b>(Net of Depreciation)</b>		
	<b>2016</b>	<b>2015</b>
Land and easements	\$ 82,267,417	\$ 80,242,593
Construction in progress	-	300,964
Building and improvements	6,042	12,836
Dredged material management	29,867,948	31,142,982
Furniture and equipment	112,630	31,400
<b>Total Capital Assets (Net)</b>	<b>\$ 112,254,037</b>	<b>\$ 111,730,775</b>

Additional information on the District's capital assets can be found in Note D in the notes to the financial statements.

**Florida Inland Navigation District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2016**

**DRAFT**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Long-Term Liability**

The District's long term liability includes the amount for compensated absences to employees that totaled \$75,387 at September 30, 2016.

The additional long term liability, net pension liability of \$701,867, is the result of the implementation of GASB No. 68, *Accounting and Financial Reporting for Pensions*.

**General Fund Budgetary Highlights**

During the year the District amended its budget using budget transfers to accurately reflect estimated costs of projects. The amendments had no effect on the total budgeted revenues or expenditures.

**Economic Factors and Next Year's Budget**

Florida Inland Navigation District does not anticipate any economic factors to have a significant effect on the financial position or results of operations of the District in fiscal year 2017.

The District is a partner with the U.S. Army Corps of Engineers in the maintenance and management of the Intracoastal and Okeechobee Waterways. Over the past several years, Federal budget cuts have required the District to increase its spending on waterway maintenance dredging and DMMA development to ensure safe and efficient navigation by our waterway users. The outlook on Federal funding for the waterways remains tight and could possibly be reduced even further. The District increased its millage rate in 1997 to address this federal shortfall but has not raised it since. The District's millage rate for fiscal year 2016 is the rolled back rate of .0320 mills. This rate did not exceed the maximum millage rate allowed.

In the latter part of 2007, the real estate market experienced a significant drop in sales. As a result, property values have decreased. It is expected that the Property Appraisers will continue to adjust their future property values assessments to reflect the recent and continuing slight improvements in the real estate market.

**Florida Inland Navigation District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2016**

**DRAFT**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Economic Factors and Next Year's Budget (Continued)**

Interest rates on the District's investments plummeted to an average rate of less than 1%. All of the District deposits are Chapter 280 collateralized deposits. In addition, the District has implemented a conservative banking policy which utilizes the Bauer statewide banking report to objectively analyze qualified public depositories and their respective soundness. This has enabled the District to avoid banks that might be taken over by the Federal Deposit Insurance Corporation (FDIC).

**Request for Information**

This financial report is designed to provide a general overview of the District's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Mark Crosley, Executive Director, Florida Inland Navigation District, 1314 Marcinski Road, Jupiter, Florida 33477.



**Florida Inland Navigation District**  
**STATEMENT OF NET POSITION**  
**September 30, 2016**

**DRAFT**

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Current Assets:	
Cash and cash equivalents	\$ 22,437,417
Investments	37,555,946
Due from other governments	83,356
Prepaid items	16,097,270
Total Current Assets	<u>76,173,989</u>
Non-current Assets:	
Capital assets not being depreciated	82,267,417
Capital assets being depreciated	41,812,656
Less: accumulated depreciation	<u>(11,826,036)</u>
Total Non-current Assets	<u>112,254,037</u>
Total Assets	<u>188,428,026</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension related items	<u>274,611</u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts payable	7,404,014
Retainage payable	1,060,042
Compensated absences	43,176
Total Current Liabilities	<u>8,507,232</u>
Non-current Liabilities:	
Net pension liability	701,867
Compensated absences	32,211
Total Non-current Liabilities	<u>734,078</u>
Total Liabilities	<u>9,241,310</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Pension related items	<u>36,034</u>
<b>NET POSITION</b>	
Net investment in capital assets	112,254,037
Unrestricted	67,171,256
Total Net Position	<u>\$ 179,425,293</u>

*See accompanying notes to financial statements .*

**Florida Inland Navigation District  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED September 30, 2016**

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**Expenses by:****Functions/Programs**

Governmental Activities	
General government	\$ (1,757,585)
Physical environment	(25,600,642)
Total Governmental Activities	<u>(27,358,227)</u>

**General Revenues:**

Ad valorem property taxes	22,365,665
Investment earnings	459,752
Miscellaneous revenues	83,868
Total General Revenues	<u>22,909,285</u>

Change in Net Position	(4,448,942)
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Net Position - October 1, 2015	<u>183,874,235</u>
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Net Position - September 30, 2016	<u><u>\$ 179,425,293</u></u>
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*See accompanying notes to financial statements.*

**Florida Inland Navigation District  
BALANCE SHEET -  
GOVERNMENTAL FUNDS  
September 30, 2016**

DRAFT
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<b>ASSETS</b>	<b>General Fund</b>
Cash and cash equivalents	\$ 22,437,417
Investments	37,555,946
Due from other governments	83,356
Prepaid expenses	<u>16,097,270</u>
Total Assets	<u><u>\$ 76,173,989</u></u>
 <b>LIABILITIES AND FUND BALANCES</b>	
<b>LIABILITIES</b>	
Accounts payable	\$ 7,404,014
Retainage payable	<u>1,060,042</u>
Total Liabilities	<u><u>8,464,056</u></u>
 <b>FUND BALANCES</b>	
Nonspendable - prepaid expenses	16,097,270
Assigned for:	
Dredging projects	8,444,409
Grants, interlocals and contracts	21,120,333
Capital outlay	15,507,747
Waterway studies	2,167,886
Disaster relief	1,000,000
Unassigned	<u>3,372,288</u>
Total Fund Balances	<u><u>67,709,933</u></u>
Total Liabilities and Fund Balances	<u><u>\$ 76,173,989</u></u>

*See accompanying notes to financial statements.*

**Florida Inland Navigation District**  
**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES**  
**TO NET POSITION OF GOVERNMENTAL ACTIVITIES**  
**September 30, 2016**

<b>DRAFT</b>
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Total Governmental Fund Balances	\$ 67,709,933
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets not being depreciated, land and easements, \$82,267,417 used in governmental activities are not financial resources and; therefore, are not reported in the funds.	82,267,417
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Capital assets being depreciated, building and improvements, \$195,404, dredged material management areas, \$41,227,638 and furniture and equipment, \$389,614, net of accumulated depreciation \$(11,826,036) used in governmental activities are not financial resources and therefore, are not reported in the funds.	29,986,620
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Net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.	(701,867)
--	-----------

Deferred outflows and inflows of resources related to pensions are applicable to future periods (and amortized as pension expense) and, therefore, are not reported at the funds level:

Deferred outflows of resources related to pensions	274,611
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Deferred inflows of resources related to pensions	(36,034)
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Accrued compensated absences are not financial uses, and therefore, are not reported in the funds.	(75,387)
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Net Position of Governmental Activities	<u>\$ 179,425,293</u>
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*See accompanying notes to financial statements.*

**Florida Inland Navigation District**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**For the year ended September 30, 2016**

<b>DRAFT</b>
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	<u>General Fund</u>
<b>Revenues</b>	
Ad valorem taxes	\$ 22,365,665
Investment earnings	459,752
Miscellaneous	83,868
<b>Total Revenues</b>	<u>22,909,285</u>
<b>Expenditures</b>	
Current	
General government	1,718,140
Physical environment	24,435,477
Capital outlay	1,688,427
<b>Total Expenditures</b>	<u>27,842,044</u>
<b>Net Change in Fund Balances</b>	<u>(4,932,759)</u>
<b>Fund Balances - October 1, 2015</b>	<u>72,642,692</u>
<b>Fund Balances - September 30, 2016</b>	<u><u>\$ 67,709,933</u></u>

*See accompanying notes to financial statements.*

**Florida Inland Navigation District**  
**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, 2016**

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Net Change in Fund Balances - Total Governmental Funds \$ (4,932,759)

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

Governmental funds report capital outlays as expenditures; however, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount that capital outlay, \$1,688,427, exceeded depreciation expense, (\$1,165,165) in the current period. 523,262

Pension expense reported in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. Also, governmental funds report current pension contribution expense, whereas, these amounts are deferred and amortized in the Statement of Activities. (39,962)

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. This is the change in accrued compensated absences. 517

Change in Net Position of Governmental Activities \$ (4,448,942)

*See accompanying notes to financial statements.*

**Florida Inland Navigation District**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED September 30, 2016**

<b>DRAFT</b>
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	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Ad valorem taxes	\$ 22,452,882	\$ 22,452,882	\$ 22,365,665	\$ (87,217)
Investment income	350,000	350,000	459,752	109,752
Miscellaneous	-	-	83,868	83,868
Total Revenues	<u>22,802,882</u>	<u>22,802,882</u>	<u>22,909,285</u>	<u>106,403</u>
<b>Expenditures</b>				
Current				
General government				
Administration	1,245,500	1,245,500	1,129,920	115,580
Public information	353,288	353,288	84,158	269,130
Tax assessment commission	700,000	700,000	504,062	195,938
Physical environment				
Waterway assistance grants	31,682,780	31,187,736	8,539,483	22,648,253
Cooperative assistance grants	2,708,286	2,708,286	720,909	1,987,377
Operations	35,452,442	36,889,547	14,909,396	21,980,151
Interlocal agreements	930,882	465,441	-	465,441
Long range studies	2,433,575	2,433,575	265,689	2,167,886
Capital outlay	14,352,074	16,888,050	1,688,427	15,199,623
Total Expenditures	<u>89,858,827</u>	<u>92,871,423</u>	<u>27,842,044</u>	<u>65,029,379</u>
Net Change in Fund Balances	(67,055,945)	(70,068,541)	(4,932,759)	65,135,782
Fund Balances - October 1, 2015	<u>72,404,031</u>	<u>72,404,031</u>	<u>72,642,692</u>	<u>238,661</u>
Fund Balances - September 30, 2016	<u>\$ 5,348,086</u>	<u>\$ 2,335,490</u>	<u>\$ 67,709,933</u>	<u>\$ 65,374,443</u>

*See accompanying notes to financial statements.*

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016**

**DRAFT**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Pronouncements of the Financial Accounting Standards Board (FASB) issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). The District's more significant accounting policies are described below.

**1. Reporting Entity**

The Florida Inland Navigation District (the "District") is an independent special taxing district created by the Florida Legislature on May 25, 1927 for the purpose of acting as the "local interest" authorizing and directing the improvement and maintenance of the Intracoastal Waterway from the City of Jacksonville, Florida to the City of Miami, Florida. In 1943, the Legislature made the District the local interest sponsor of that portion of the waterway between the Florida-Georgia border and the City of Jacksonville. In 2004, the Florida Legislature approved the addition of Nassau County to the District's taxing boundaries. Nassau County voters approved the District tax by referendum in November 2004 and the Governor appointed the first District Commissioner from Nassau County in March 2005. The District's boundaries include the twelve counties on the east coast of Florida from Nassau to Miami-Dade County, both inclusive. The District is governed by a twelve member Board of Commissioners, one from each county included in the District, appointed by the Governor. The Commissioners serve for a term of four years and select a chair from among the Commission members.

The Florida Legislature, in 1996, passed Chapters 374.980 through 374.988 F.S., "The Florida Inland Navigation District Law", amending, codifying and containing the complete charter of the District in association with Florida Statutes Sections 374.975-978, effective July 1, 1996. This law also repealed all previous special acts relating to the District with exception of Section 9 of Chapter 65-900 relating to the District's taxing authority.

The enabling legislation outlines the following responsibilities:

- Obtain and convey free of cost to the United States all lands necessary for a right of way and dredge material management for the Atlantic Intracoastal and Intracoastal waterways.
- Contract directly for, or enter into agreements with, the United States Army Corps of Engineers (the "Corps") or other agencies for waterway dredging or dredged material management area construction.
- Collect data on the advantages and benefits of the Intracoastal Waterway.
- Expend funds for publicizing the Intracoastal Waterway.
- Developing long-range plans for maintenance of the Intracoastal Waterway and for dredge material management.
- Acting as the local sponsor of the Okeechobee Waterway from St. Lucie Inlet to the St. Lucie lock.



**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016**

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**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**1. Reporting Entity (Continued)**

- Funding of projects under “Section 107, River and Harbor Act of 1960” in cooperation with the Corps.
- Provide funding assistance for beach re-nourishment and inlet management projects, within certain guidelines.
- Furnishing of financial support to local governments in the District for public navigation, public recreation, inlet management, environmental education and boating safety programs, within certain guidelines.
- Providing financial assistance within certain guidelines to the state and counties to pay part of the costs of acquisition, planning, development construction, reconstruction, extension, improvement, operation and maintenance of waterway related projects.
- Paying part of the costs of acquisition of dredge material management sites in cooperation with navigation-related districts.
- Assistance to port authorities for certain projects.
- The Florida Legislature, in 2005, amended the law to extend the District’s local interest responsibilities to that section of the Okeechobee Waterway between the St. Lucie lock and the western Palm Beach County line.

These financial statements present the Florida Inland Navigation District (the primary government) as a stand-alone government. The reporting entity for the District includes all functions of government in which the District’s Board exercises oversight responsibility including, but not limited to, financial interdependency, selection of governing authority, designation of management, significant ability to influence operations and accountability for fiscal matters.

Based upon the application of the above-mentioned criteria as set forth by the Governmental Accounting Standards Board, the District has identified no component units.

**2. Measurement Focus and Bases of Accounting**

The basic financial statements of the District are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to financial statements

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016**

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**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**2. Measurement Focus and Bases of Accounting (Continued)**

**a. Government-wide Financial Statements**

Government-wide financial statements report all non-fiduciary information about the reporting government as a whole. The District accounts for all financial resources in one fund, the General Fund, which includes all the governmental activities of the primary government.

Governmental activities are primarily supported by property tax revenues and investment income.

Amounts paid to acquire capital assets are capitalized as assets, rather than reported as an expenditure.

**b. Fund Financial Statements**

The underlying accounting system of the District is organized and operated with one fund. The operations of that fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate.

Fund financial statements for the primary government's governmental fund are presented after the government-wide financial statements. These statements display information about the General Fund.

**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 become measureable and available. Revenues are considered to be available when they are collected within the current period or soon thereafter to pay liabilities of 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 generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences are recorded only when payment is due.

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016**

DRAFT

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**2. Measurement Focus and Basis of Accounting (Continued)**

**b. Fund Financial Statements (Continued)**

**Governmental Funds (Continued)**

Ad valorem assessments and investment earnings associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current period. Revenues for expenditure driven grants and interlocal agreements are recognized when the related expenditures are incurred. All other revenue items are considered to be measureable and available only when cash is received by the District.

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 fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in fund balance.

Because of their spending measurement 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 are expended, rather than capitalized as fund assets.

The District implemented the Governmental Accounting Standards Board Statement 54 - *Fund Balance Reporting and Governmental Fund Type Definitions*. The Statement requires the fund balance for governmental funds to be reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The classifications include non-spendable, restricted, committed, assigned and unassigned.

Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016

DRAFT

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**2. Measurement Focus and Basis of Accounting (Continued)**

**b. Fund Financial Statements (Continued)**

**Governmental Funds (Continued)**

The District has various policies governing the fund balance classifications.

*Nonspendable Fund Balance* – This classification consists of amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact.

*Restricted Fund Balance* – This classification includes amounts that can be spent only for specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

*Assigned Fund Balance* – This classification consists of the Board of Commissioners' intent to be used for specific purposes, but are neither restricted nor committed. The assigned fund balances can also be assigned by the Executive Director.

*Unassigned Fund Balance* – This classification is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications. Also, any remaining deficit fund balances within other governmental fund types are reported as unassigned. Unassigned fund balance is considered to be utilized first when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

**Fund Balance Spending Hierarchy** - When restricted, committed, assigned, and unassigned fund balances are combined in a fund, qualified expenditures are paid first from restricted or committed fund balance, as appropriate, then assigned and finally unassigned fund balances.

**3. Basis of Presentation**

**a. Governmental Major Funds**

General Fund - The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

**b. Non-current Governmental Assets/Liabilities**

GASB Statement 34 requires that non-current governmental assets, such as land and buildings, and non-current governmental liabilities, such as general obligation bonds, be reported in the governmental activities column in the government-wide Statement of Net position.

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016**

DRAFT

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**4. Assets, Liabilities and Net Position or Equity**

**a. Cash and Cash Equivalents**

Chapter 280, Florida Statutes require state and local governmental units to deposit monies with financial institutions classified as "Qualified Public Depositories," a multiple financial institution pool whereby groups of securities pledged by the various financial institutions provide common collateral from their deposits of public funds. This pool is provided as additional insurance to the federal depository insurance and allows for additional assessments against the member institutions, providing full insurance for public deposits. Cash and cash equivalents consist of cash on hand, time and demand deposits.

For purposes of reporting, demand deposits, certificates of deposit and money market funds with original maturity of three months or less are considered cash equivalents.

**b. Investments**

Funds in excess of those required to meet current or short term expenses may be invested, per the District's investment policy, in Certificates of Deposit (CD's) or a fully insured interest bearing account such as money market with a local bank. Limited in the aggregate, to five percent (5%) of the District's total investment portfolio may be invested in an alternate investment vehicle, authorized by Florida Statute.

The District is authorized to invest in those financial instruments as established by Section 218.415, Florida Statutes. The authorized investments consist of:

1. Securities and Exchange Commission, registered money market funds with the highest credit quality rating from a nationally recognized rating agency;
3. Interest-bearing time deposits or savings accounts in qualified public depositories;
4. Direct obligations which are secured by the United States Treasury;
5. Other investments authorized by law or resolution of the District.

**c. Restricted Assets**

Pursuant to agreements with the Corps, the District has deposits in financial institutions held in escrow to pay for their share of the estimated costs of dredging and other waterway projects undertaken by the Corps. Fund balance is reserved and net positions are restricted to the extent of restricted assets available for dredging projects with the Corps. At the completion of the project, any unspent funds will be returned to the District. Qualified expenses are considered to be paid first from restricted net position and then from unrestricted net position.

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016**

DRAFT

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**4. Assets, Liabilities and Net Position or Equity (Continued)**

**d. Prepaid Items**

Florida Inland Navigation District funds certain projects relating to the management of the Intracoastal Waterway pursuant to agreements with the Corps. The District has funds on account with the Corps that may be returned or reallocated to other projects. Reported amounts in the governmental fund are equally offset by a reservation of fund balance in the fund financial statements, which indicates that these amounts do not constitute "available spendable resources" even though they are a component of current assets.

**e. Capital Assets and Depreciation**

Capital assets, which include land, buildings and equipment, are reported in the government-wide financial statements. When purchased, acquired or constructed for over \$1,000, capital assets are recorded as expenditures in the governmental fund and capitalized as assets in the government-wide statement of net position. Capital assets are carried at historical cost or estimated historical cost. Contributed assets are recorded at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Infrastructure, such as dredged material management areas, is capitalized along with other general capital assets at historical costs. The valuation basis for capital assets is historical cost. Donated capital assets are recorded at estimated fair value on the date donated.

Depreciation has been provided over the estimated useful lives using the straight-line method of depreciation.

The estimated lives for each major class of depreciable capital assets are as follows:

Building and improvements	30 years
Dredged material management areas	15-50 years
Furniture and equipment	3-5 years

The District has easements on approximately 250 properties that cover an estimated 32,000 acres within the District. Additionally, another 25,000 acres of land is encompassed by the right of way easement for the Atlantic Intracoastal Waterway. The District's easements are included in land, but do not represent fee simple ownership in real property.

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016**

DRAFT

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**4. Assets, Liabilities and Net Position or Equity (Continued)**

**e. Capital Assets and Depreciation (Continued)**

The easements represent the right of the District to use the easement site for waterway purposes at any time necessary. Therefore, the property may be rendered useless for any type of other development until the easement is released by the District. The District has developed a policy which states the conditions that must be met before an easement will be considered for release. The District will not release any easements until a comprehensive long-range study of its dredged material management needs is complete in that county. Easements for dredge material management may be released if they are not needed pursuant to the Long-Range Dredge Material Management Plan. Following District Board approval of the easement for release, the information is submitted to the Corps for their approval.

**f. Taxes Receivable – Property Taxes**

Under Florida Law, the assessment of all properties and collection of all county, municipal and special district property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The tax levy of the District is established by the District Board of Commissioners prior to October 1<sup>st</sup> of each year at which time the various County Tax Collectors incorporate the District millage into the total tax levy, which includes the various county, municipal and other special district tax levies. All property is reassessed according to its fair value on January 1<sup>st</sup> of each year and certain residential property is limited to a 3% annual increase. Each County's assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all the appropriate requirements of State statutes.

All real and tangible personal property taxes are due and payable on November 1<sup>st</sup> each year. Each County mails to each property owner on the assessment roll, a notice of the taxes due and each County also collects the taxes for the District. Taxes may be paid upon receipt of such notice from each County, with discounts at the rate of 4% if paid in the month of November, 3% if paid in the month of December, 2% if paid in the month of January and 1% if paid in the month of February. Taxes paid during the month of March are without discount, and all unpaid taxes on real and tangible personal property become delinquent and liens are placed on April 1<sup>st</sup> of the year following the year in which taxes were assessed. There were no material delinquent taxes at September 30, 2016.

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**4. Assets, Liabilities and Net Position or Equity (Continued)**

**g. Deferred Outflows and Inflows of Resources**

In addition to assets, the statement of net position has a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future reporting period(s) and will not be recognized as an outflow of resources (expense/expenditure) until that time.

The District has one item that qualifies for reporting as deferred outflow of resources reported in the government wide statement of net position. This one item is the deferred outflow related to pensions. The deferred outflows related to pensions are aggregate of items related to pension as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The deferred outflows related to pensions will be recognized as either pension expense or a reduction in net pension liability in future reporting years.

In addition to liabilities, the statement of net position has a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to future period(s) and will not be recognized as an inflow of resources (revenue) until that time.

The District has one item that qualifies for reporting as deferred inflow of resources reported in the government wide statement of net position. This one item is the deferred inflows related to pensions. The deferred inflows related to pensions are aggregate of items related to pension as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The deferred inflows related to pensions will be recognized as a reduction to pension expense in future reporting years.

Details on the composition of deferred outflows and deferred inflows of resources related to pensions are reported in a subsequent note.

**h. Pensions**

In the government-wide statement of net position, liabilities are recognized for the District's proportionate share of each pension plan's net pension liability. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Florida Retirement System (FRS) defined benefit plan and the Health Insurance Subsidy (HIS) defined benefit plan and additions to and deductions from the FRS and the HIS plans. For this purpose, defined benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported as fair value.



**Florida Inland Navigation District  
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**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**4. Assets, Liabilities and Net Position or Equity (Continued)**

**i. Compensated Absences**

It is the District's policy to permit employees to accumulate earned but unused vacation and sick leave for regular employees. Up to 26 days of annual leave and 6 days of sick leave may be accrued during the year. Senior management employees earn 30 days of annual leave and 15 days of sick leave each year. If regular employees have annual vacation leave hours in excess of the 30 days maximum, at the end of the fiscal year all such excess leave will be cancelled and the employee will have the option to either be paid in cash for 50% of all such cancelled leave, or convert the cancelled hours to sick leave credits to be added to the accrual of unused sick leave credits. Senior management employees may accumulate up to 60 days of annual leave and sick leave. Any excess annual leave accrued over 60 days by senior management employees may be converted to sick leave. Sick leave accrued in excess of 60 days shall be lost. In the event of termination, an employee is reimbursed on a pro-rata basis for accumulated unused vacation days. Employees are reimbursed for 25% of accumulated sick leave upon leaving District employment in good standing. Compensated absences are accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental fund only if they have matured, for example, as a result of employee resignations or retirements.

**j. Net Position**

Equity in the government-wide statement of net position is displayed in three categories: 1) net investment in capital assets, 2) restricted and 3) unrestricted. Net position investment in capital assets, consists of capital assets reduced by accumulated depreciation and by any outstanding debt incurred to acquire, construct, or improve those assets. Net position is reported as restricted when there are legal limitations imposed on their use by District legislation or external restrictions by other governments, creditors, or grantors. Unrestricted net position consists of all net position that does not meet the definition of either of the other two components.

**k. Budgets**

Budgets are prepared and adopted after public hearings for the governmental funds, pursuant to Chapter 189, Florida Statutes. The District utilizes the same basis of accounting for budgets as it does for revenues and expenditures in its various funds. Formal budgets are adopted for the general fund. The legal level of budgetary control is at the fund level.

Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**1. Explanation of Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position**

“Total fund balances” of the District's governmental funds \$67,709,933 differs from “net position” of governmental activities \$179,425,293 reported in the Statement of Net Position. This difference primarily results from the long-term economic focus of the Statement of Net Position versus the current financial resources focus of the Governmental Fund Balance Sheet. The effect of the differences is illustrated below.

**Capital related items**

When capital assets (improvements and infrastructure that are to be used in governmental activities) are purchased or constructed, the cost of those assets is reported as expenditures in governmental funds. However, the Statement of Net position included those capital assets among the assets of the District as a whole.

Land, land improvements and easements	\$ 82,267,417
Buildings and improvements	195,404
Dredged material management areas	41,227,638
Furniture and equipment	389,614
Accumulated depreciation	(11,826,036)
Total	<u>\$ 112,254,037</u>

**Net pension liability**

Net pension liability is not due and payable in the current period, therefore, is not reported in the fund.

Net pension liability	<u>\$ (701,867)</u>
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**Deferred outflows and inflows of resources**

Deferred outflows and inflows of resources are applicable to future periods and amortized as pension expense; therefore, are not reported in the fund.

Deferred outflows of resources related to pensions	<u>\$ 274,611</u>
Deferred inflows of resources related to pensions	<u>\$ (36,034)</u>

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)**

**1. Explanation of Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position (Continued)**

**Accrued compensated absences**

Accrued compensated absences are not financial uses, therefore, are not reported in the fund.

Accrued compensated absences	\$ <u>(75,387)</u>
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**2. Explanation of Differences Between the Governmental Fund Operating Statements and the Statement of Activities**

The “net change in fund balances” for government funds \$(4,932,759) differs from the “change in net position” for governmental activities \$(4,448,942) reported in the Statement of Activities. The differences arise primarily from the long-term economic focus of the Statement of Activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

**Capital related items**

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the Statement of Activities, the costs of those assets is allocated over their estimated useful lives and reported as depreciation expense. As a result, fund balances decreased by the amount of financial resources expended, whereas net position decrease by the amount of depreciation expense charged for the year.

Capital outlay	\$ 1,688,427
Depreciation	<u>(1,165,165)</u>
Total	<u>\$ 523,262</u>

Some expenses reported in the Statement of Activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.

**Long-term obligation transactions**

Net (increase)decrease in accrued compensated absences	\$ <u>517</u>
Net (increase)decrease in net pension liability	<u>\$ (39,962)</u>

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016**

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**NOTE C – CASH AND INVESTMENTS**

**Deposits**

All deposits are held in qualified public depositories and are included on the accompanying balance sheet as cash and equivalents. The carrying value of these deposits at September 30, 2016 was \$22,437,417 and the bank balance was \$22,966,366.

In addition, the District holds various certificates of deposit, with a carrying value of \$37,555,946 at September 30, 2016 that are classified as investments, not cash equivalents, due to their original maturity being greater than three months. All the deposits, inclusive of the certificates of deposit, were covered by Federal Deposit Insurance Corporation (FDIC) or collateralized in accordance with the "Florida Security for Public Deposits Act".

**Concentration of Credit Risk**

The District's investment policy states that investments shall be diversified to control the risk of loss resulting from concentration of assets. There is no cap on funds being invested in Certificates of Deposits (CD's), or a fully insured interest bearing account (example being a money market account) with a local bank. Alternative investment vehicles may be utilized; however, the investments will be limited in the aggregate to five percent (5%) of the District's total investment portfolio.

**Interest Rate Risk**

The District's investment policy limits interest rate risks by attempting to match investments with known cash needs and anticipated cash flow requirements. To meet the operating needs and any other unforeseen temporary cash requirements, the District maintains sufficient cash to cover all checks and wire transfers in liquid investments having a maturity of 90 days or less.

**Credit Risk**

The District's investments in government obligation mutual funds are limited by state statutory requirements. As of September 30, 2016, the investments in Certificates of Deposit consisted of 100% of the District's total investments.

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE D – CAPITAL ASSETS**

	October 1, 2015	Increases	Decreases	September 30, 2016
<b>Non-Depreciable Assets:</b>				
Land, improvements and easements	\$ 80,242,593	\$ 2,024,824	\$ -	\$ 82,267,417
Construction in progress	300,964	-	300,964	-
<b>Total Non-Depreciable Assets</b>	<b>80,543,557</b>	<b>2,024,824</b>	<b>300,964</b>	<b>82,267,417</b>
<b>Depreciable Capital Assets:</b>				
Building and improvements	195,404	-	-	195,404
Dredged material management areas	41,368,076	22,950	163,388	41,227,638
Furniture and equipment	337,746	105,005	53,137	389,614
<b>Total Depreciable Assets</b>	<b>41,901,226</b>	<b>127,955</b>	<b>216,525</b>	<b>41,812,656</b>
<b>Total Capital Assets</b>	<b>122,444,783</b>	<b>2,152,779</b>	<b>517,489</b>	<b>124,080,073</b>
<b>Accumulated Depreciation:</b>				
Building and improvements	(182,568)	(6,794)	-	(189,362)
Dredged material management areas	(10,225,094)	(1,134,596)	-	(11,359,690)
Furniture and equipment	(306,346)	(23,775)	(53,137)	(276,984)
<b>Total Accumulated Depreciation</b>	<b>(10,714,008)</b>	<b>(1,165,165)</b>	<b>(53,137)</b>	<b>(11,826,036)</b>
<b>Depreciable Assets, Net of Depreciation</b>	<b>31,187,218</b>	<b>(1,037,210)</b>	<b>163,388</b>	<b>29,986,620</b>
<b>Total Capital Assets, Net of Depreciation</b>	<b>\$ 111,730,775</b>	<b>\$ 987,614</b>	<b>\$ 464,352</b>	<b>\$ 112,254,037</b>

Depreciation of \$1,165,165 was charged to physical environment.

**NOTE E – FLORIDA RETIREMENT SYSTEMS**

**General Information about the Florida Retirement System (FRS)**

The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple- employer defined benefit pension plan, to assist retired members of any State-administered retirement system in paying the costs of health insurance.

Essentially all regular employees of the District are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs.

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)**

**General Information about the Florida Retirement System (FRS) (Continued)**

A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000, or from the Web site:

[www.dms.mvflorida.com/workforce\\_operations.retirement/publications](http://www.dms.mvflorida.com/workforce_operations.retirement/publications).

The District's pension expense totaled \$96,969 for the fiscal year ended September 30, 2016.

**FRS Pension Plan**

**Plan Description.** The FRS Pension Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan, with DROP for eligible employees. The general classes of membership for the District are as follows:

- *Regular Class* - Members of the FRS who do not qualify for membership in the other classes.
- *Senior Management Service Class (SMSC)* - Members in senior management level positions.

Employees enrolled in the Plan prior to July 1, 2011, vest at 6 years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at 8 years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service. Members of the Plan may include up to 4 years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)**

**FRS Pension Plan**

**Benefits Provided.** Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the 5 highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the 8 highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following chart shows the percentage value for each year of service credit earned:

<u>Class, Initial Enrollment, and Retirement Age/Years of Service</u>	<u>% Value</u>
<i>Regular Class members initially enrolled before July 1, 2011</i>	
Retirement up to age 62 or up to 30 years of service	1.60
Retirement at age 63 or with 31 years of service	1.63
Retirement at age 64 or with 32 years of service	1.65
Retirement at age 65 or with 33 or more years of service	1.68
<i>Regular Class members initially enrolled after July 1, 2011</i>	
Retirement up to age 65 or up to 33 years of service	1.60
Retirement at age 66 or with 34 years of service	1.63
Retirement at age 67 or with 35 years of service	1.65
Retirement at age 68 or with 36 or more years of service	1.68
<i>Senior Management Service Class</i>	2.00

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3 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 3 percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3 percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

**Florida Inland Navigation District  
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**NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)**

**FRS Pension Plan**

**Contributions.** The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2015-2016 fiscal year were as follows:

Class	July 1, 2015		July 1, 2016	
	Percent of Gross Salary		Percent of Gross Salary	
	Employee	Employer (1)	Employee	Employer (1)
FRS, Regular	3.00	7.26	3.00	7.52
FRS, Senior Management Service	3.00	21.43	3.00	21.77
DROP - Applicable to				
Members from all of the above classes	0.00	12.88	0.00	12.99
FRS, Re-employed Retiree	(2)	(2)	(2)	(2)

Notes: (1) Employer rates include 1.66 percent for the postemployment health insurance subsidy for the period October 1, 2015 through June 30, 2016 and July 1, 2016 through September 30, 2016, respectively. Also, employer rates, other than for DROP participants, include 0.04 percent and 0.06 percent for administrative costs of the investment plan for the period October 1, 2015 through June 30, 2016 and July 1, 2016 through September 30, 2016, respectively.

(2) Contribution rates are dependent upon retirement class in which reemployed.

The District's contributions, including employee contributions, to the Pension Plan totaled \$63,184 for the fiscal year ended September 30, 2016.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** At September 30, 2016, the District reported a liability of \$500,752 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. The District's proportionate share of the net pension liability was based on the District's 2015-16 fiscal year contributions relative to the 2014-15 fiscal year contributions of all participating members. At June 30, 2016, the District's proportionate share was 0.00198 percent, which was an decrease of 0.039 percent from its proportionate share measured as of June 30, 2015.

For the fiscal year ended September 30, 2016, the District recognized pension expense of \$84,575 related to the Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:



**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)**

**FRS Pension Plan**

<b><u>Description</u></b>	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between expected and actual experience	\$ 38,341	\$ (4,662)
Change of assumptions	30,294	-
Net difference between projected and actual earnings on Pension Plan investments	129,438	-
Changes in proportion and differences between contributions and proportionate share of contributions	31,371	(9,660)
County Pension Plan contributions subsequent to the measurement date	11,543	-
Total	<u>\$ 240,987</u>	<u>\$ (14,322)</u>

The deferred outflows of resources related to pensions, totaling \$11,543, resulting from District 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, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Fiscal Year Ending September 30,</b>	<b>Amount</b>
2017	\$ 34,053
2018	34,053
2019	84,516
2020	54,447
2021	6,275
Thereafter	1,778
	<u>\$ 215,122</u>

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)**

**FRS Pension Plan**

**Actuarial Assumptions** – The total pension liability in the June 30, 2016 actuarial valuation was determined using the following actuarial assumption, applied to all period included in the measurement:

Inflation	2.60 percent
Salary increases	3.25 percent, average, including inflation
Investment rate of return	7.60 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the Generational RP-2000 with Projection Scale BB.

The actuarial assumptions used in the July 1, 2016, valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

The long-term expected rate of return on Pension 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	1.00%	3.00%	3.00%	1.70%
Intermediate-Term Bonds	18.00%	4.70%	4.60%	4.60%
Global Equity	53.00%	8.10%	6.80%	17.20%
Strategic Investments	12.00%	6.10%	5.60%	11.10%
Private Equity	6.00%	11.50%	7.80%	30.00%
Real Estate (Property)	10.00%	6.40%	5.80%	12.00%
Total	<u>100.00%</u>			
Assumed Inflation - Mean		2.60%		1.90%

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

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**NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)**

**FRS Pension Plan**

**Discount Rate.** The discount rate used to measure the total pension liability was 7.60 percent. The 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 calculating the total pension liability is equal to the long-term expected rate of return.

**Sensitivity of the District's Proportionate Share of the Net Position Liability to Changes in the Discount Rate** - The following represents the District's proportionate share of the net pension liability calculated using the discount rate of 7.60%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.60%) or one percentage point higher (8.60%) than the current rate:

	<b>1% Decrease (6.60%)</b>	<b>Current Discount Rate (7.60%)</b>	<b>1% Increase (8.60%)</b>
District's proportionate share of the net pension liability	<b>\$ 921,918</b>	<b>\$ 500,752</b>	<b>\$ 150,187</b>

**FRS Pension Plan Fiduciary Net Position.** Detailed information about the Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Systems Comprehensive Annual Financial Report.

**Payables to the Pension Plan.** At September 30, 2016, the District reported a payable of \$3,871 for the outstanding amount of contributions to the Plan required for the fiscal year ended September 30, 2016.

**HIS Pension Plan**

**Plan Description.** The HIS Pension Plan (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 Division of Retirement within the Florida Department of Management Services.

**Benefits Provided.** For the fiscal year ended September 30, 2016, 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, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

**Florida Inland Navigation District  
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**NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)**

**HIS Pension Plan**

**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, 2016, the HIS contribution for the period October 1, 2015 through June 30, 2016 and from July 1, 2016 through September 30, 2016 was 1.66%. The District 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 District's contributions to the HIS Plan totaled \$8,519 for the fiscal year ended September 30, 2016.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** At September 30, 2016, the District reported a net pension liability of \$201,115 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. The District's proportionate share of the net pension liability was based on the District's 2015-16 fiscal year contributions relative to the total 2014-15 fiscal year contributions of all participating members. At June 30, 2016, the District's proportionate share was 0.00173 percent, which was a decrease of 0.03605 percent from its proportionate share measured as of June 30, 2015.

For the fiscal year ended September 30, 2016, the District recognized pension expense of \$12,394 related to the HIS Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b><u>Description</u></b>	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between expected and actual experience	\$ -	\$ (458)
Change of assumptions	31,560	-
Net difference between projected and actual earnings on HIS Pension Plan investments	102	-
Changes in proportion and differences between contributions and proportionate share of contributions	-	(21,254)
County HIS Pension Plan contributions subsequent to the measurement date	1,962	-
<b>Total</b>	<b>\$ 33,624</b>	<b>\$ (21,712)</b>

Florida Inland Navigation District  
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**NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)**

**HIS Pension Plan**

The deferred outflows of resources related to pensions, totaling \$1,962 resulting from District 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, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending September 30,	Amount
2017	\$ 1,274
2018	1,274
2019	1,254
2020	1,245
2021	2,108
Thereafter	2,795
	\$ 9,950

**Actuarial Assumptions** – The total pension liability in the July 1, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 percent
Salary increases	3.25 percent, average, including inflation
Municipal bond rate	3.80 percent

Mortality rates were based on the Generational RP-2000 with Projected Scale BB.

The actuarial assumptions used in the July 1, 2016, valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

**Discount Rate.** The discount rate used to measure the total pension liability was 2.85 percent. 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 District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate.** The following represents the District's proportionate share of the net pension liability calculated using the discount rate of 2.85%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (1.85%) or one percentage point higher (3.85%) than the current rate.

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016**

DRAFT

**NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)**

**HIS Pension Plan**

	<b>1% Decrease (1.85%)</b>	<b>Current Discount Rate (2.85%)</b>	<b>1% Increase (3.85%)</b>
District's proportionate share of the net pension liability	<u>\$ 230,724</u>	<u>\$ 201,115</u>	<u>\$ 176,540</u>

**HIS Pension Plan Fiduciary Net Position.** Detailed information about the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Systems Comprehensive Annual Financial Report.

**Payables to the HIS Pension Plan.** At September 30, 2016, the District reported a payable of \$654 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended September 30, 2016.

**NOTE F – LONG TERM LIABILITIES**

The long term liabilities of the District consists of compensated absences. The changes for the year ended September 30, 2016 are:

	<b><u>Beginning Balance</u></b>	<b><u>Additions</u></b>	<b><u>Decreases</u></b>	<b><u>Ending Balance</u></b>	<b><u>Due Within One Year</u></b>
Compensated Absences	<u>\$ 75,905</u>	<u>\$ 41,092</u>	<u>\$ 41,610</u>	<u>\$75,387</u>	<u>\$ 43,176</u>

**NOTE G – COMMITMENTS AND CONTINGENCIES**

**Waterway Assistance and Cooperative Assistance Programs**

The District provides matching funds of up to 50% for waterway projects related to waterway access and recreation and up to 75% for public navigation programs. For the fiscal year ended September 30, 2016, the District had approved projects totaling approximately \$34.5 million, of which, approximately \$24.2 million remains to be paid upon completion of the projects. The remaining amount is included in the District's budget for the fiscal year ending September 30, 2016.

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016**

DRAFT

**NOTE G – COMMITMENTS AND CONTINGENCIES (CONTINUED)**

**Contracts and Interlocal Agreements**

The District has entered into contracts for professional services related to waterway management. For the fiscal year ended September 30, 2016, the District had approved contracts totaling \$465,441, all of which remains to be paid upon completion of the projects. The remaining amount is included in the District's budget for the fiscal year ending September 30, 2016.

**Grants**

Grant monies received and disbursed by the District are for specific purposes and may be subject to audit by the grantor agencies. Such audits may result in requests for reimbursements due to disallowed expenditures or other actions by grantor agencies. The District does not believe that such disallowances or other actions taken by the grantor agencies, if any, would have a material effect on the financial position of the District.

**Dredged Material Released at SJ-14**

On September 14, 2006, a dredged material release occurred at District DMMA SJ-14 in St. Johns County. The Corps subcontracted the dredging project to a contractor, Dredge Enterprise, LLC, who allowed a release of dredged material and saline water from this DMMA site impacting surrounding freshwater wetlands owned by the District and St. John's County. The Florida Department of Environmental Protection (FDEP) instituted an enforcement case in this matter citing the District and the contractor with a violation of Florida law and the District's permit for the use of the property.

Dredge Enterprise, LLC removed a substantial amount of the dredged materials from the impacted wetlands and attempted an unsuccessful restoration. Subsequently, the Florida Department of Environmental Protection (FDEP) considers the District, as the owner and permit holder of the DMMA, to be responsible for the removal of the remaining dredged material and restoration and mitigation of the contaminated wetlands. The District filed suit against Dredge Enterprise, LLC in November 2008 for damages that resulted in the release of the dredged material and the costs incurred to restore the site. This suit was subsequently settled in May 2013 with the contractor's insurance company for \$1,050,000. The District, in turn, released Dredge Enterprise, LLC from any further liabilities.

A Consent Order with the FDEP was approved by the District's Board on April 17, 2009. This Consent Order requires the District to finish the cleanup of mud, salt and arsenic, to re-vegetate the impact areas, and to mitigate the functional loss of the wetlands. Additionally, a fine of \$57,551 was levied against the District for the spill as well as permit and monitoring violations. In the Consent Order, the FDEP agreed to sue the contractor for the spill.

**Florida Inland Navigation District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2016**

**DRAFT**

**NOTE G – COMMITMENTS AND CONTINGENCIES (CONTINUED)**

**Dredged Material Released at SJ-14 (Continued)**

The District's Memorandum of Agreement (MOA) with the Corps contains a paragraph (Paragraph 9) making the Corps responsible for correcting any problems caused by its contractors. The Corps has agreed to honor this clause if Congress makes the required funding available.

The District has been performing the tasks outlined in the Consent Order with FDEP and has expended \$0 during the year ended September 30, 2016 for maintenance and salinity monitoring performed. The District estimates that it will take approximately up to an additional \$30,000 per year for the required on-going salinity monitoring and minor maintenance, in the efforts of fully completing the mitigation and restoration, as required by the Consent Order.

**NOTE H – RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases commercial insurance for the risks of losses to which it is exposed. Policy limits and deductibles are reviewed annually by management and established at amounts which provide reasonable protection from significant financial loss. Settlements have not exceeded insurance coverage for any of the prior three fiscal years.

The District is also covered by Florida Statutes under the Doctrine of Sovereign Immunity which effectively limits the amount of liability of districts to individual claims of \$100,000/\$200,000 for all claims relating to the same accident.



**FLORIDA INLAND NAVIGATION DISTRICT  
SUPPLEMENTAL FLORIDA RETIREMENT SYSTEM PENSION INFORMATION  
SCHEDULE OF EMPLOYER PROPORTIONATE SHARE OF NET PENSION LIABILITY  
SEPTEMBER 30, 2016**

**DRAFT**

	<u>2015</u>	<u>2015</u>	<u>2014</u>
Proportion of the net pension liability *	0.00198%	0.00206%	0.00202%
District's proportionate share of the net pension liability *	\$ 500,752	\$ 266,653	\$ 123,480
District's covered payroll *	535,713	543,198	551,274
 District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	 93.47%	 49.09%	 22.40%

\* The amounts presented for each fiscal year were determined as of June 30

*Note: Schedule is intended to show information for 10 years.  
Additional years will be displayed as they become available.*

**FLORIDA INLAND NAVIGATION DISTRICT  
SUPPLEMENTAL HEALTH INSURANCE SUBSIDY PENSION INFORMATION  
SCHEDULE OF EMPLOYER PROPORTIONATE SHARE OF NET PENSION LIABILITY  
SEPTEMBER 30, 2016**

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Proportion of the net pension liability *	0.00173%	0.00179%	0.00191%
District's proportionate share of the net pension liability *	\$ 201,115	\$ 182,569	\$ 178,258
District's covered payroll *	535,713	543,198	551,274
 District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	 37.54%	 33.61%	 32.34%

\* The amounts presented for each fiscal year were determined as of June 30

*Note: Schedule is intended to show information for 10 years.  
Additional years will be displayed as they become available.*

*See accompanying notes to required supplementary information.*

**FLORIDA INLAND NAVIGATION DISTRICT  
SUPPLEMENTAL FLORIDA RETIREMENT SYSTEM PENSION  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
SEPTEMBER 30, 2016**

**DRAFT**

	2016	2015	2014
Contractually required contribution	\$ 47,788	\$ 50,445	\$ 40,463
Contributions in relation to the contractually required contribution	47,788	50,445	40,463
Contributions deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	513,186	\$ 550,751	\$ 521,456
Contributions as a percentage of covered-employee payroll	9.31%	9.16%	7.76%

\* The amounts presented for each fiscal year were determined as of September 30

*Note: Schedule is intended to show information for 10 years.*

*Additional years will be displayed as they become available.*

**FLORIDA INLAND NAVIGATION DISTRICT  
SUPPLEMENTAL HEALTH INSURANCE SUBSIDY PENSION INFORMATION  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
SEPTEMBER 30, 2016**

	2016	2015	2014
Contractually required contribution	\$ 8,519	\$ 7,490	\$ 6,336
Contributions in relation to the contractually required contribution	8,519	7,490	6,336
Contributions deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	513,186	\$ 550,751	\$ 521,456
Contributions as a percentage of covered-employee payroll	1.66%	1.36%	1.22%

\* The amounts presented for each fiscal year were determined as of September 30

*Note: Schedule is intended to show information for 10 years.*

*Additional years will be displayed as they become available.*

*See accompanying notes to required supplementary information.*

**FLORIDA INLAND NAVIGATION DISTRICT  
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION  
FLORIDA RETIREMENT SYSTEM AND HEALTH INSURANCE  
SEPTEMBER 30, 2016**

DRAFT

The following are relevant to the Florida Retirement System (FRS) and Health Insurance Subsidy (HIS) Program:

1. Actuarial assumptions for defined benefit plans are reviewed annually by the Florida Retirement System. The FRS Pension Plan has a valuation performed annually whereas the HIS Program has a valuation performed biennially which was updated for GASB reporting in the year a valuation was not performed. The most recent experience study for the pension plan was completed in 2014 for the period of July 1, 2008 through June 30, 2013.
2. Method and assumptions used in calculation of actuarially determined contributions:

**FRS Pension Plan**

Valuation Date	July 1, 2015	July 1, 2016
Actuarial Cost Method	Entry Age	Entry Age
<b>Actuarial Assumptions:</b>		
Discount Rate	7.65%	7.60%
Investment Rate of Return	7.65%	7.60%
Projected Salary Increases	3.25%	3.25%
Rate of Inflation Adjustment	2.60%	2.60%

**Mortality assumption:**

Generational RP-2000 with Projection Scale BB Tables

**HIS Program**

Valuation Date	July 1, 2015	July 1, 2016
Actuarial Cost Method	Entry Age	Entry Age
<b>Actuarial Assumptions:</b>		
Discount Rate	3.80%	2.85%
Investment Rate of Return	N/A	N/A
Projected Salary Increases	3.25%	3.25%
Rate of Inflation Adjustment	2.60%	2.60%

**Mortality assumption:**

Generational RP-2000 with Projection Scale BB Tables

**DRAFT**

**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 Commissioners  
Florida Inland Navigation District  
Jupiter, 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 Florida Inland Navigation District, as of and for the year ended September 30, 2016, and the related notes to the financial statements, and have issued our report thereon dated April XX, 2017.

**Internal Control over Financial Reporting**

In planning and performing our audit, we considered Florida Inland Navigation 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 Florida Inland Navigation District's internal control. Accordingly, we do not express an opinion on the effectiveness of Florida Inland Navigation 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 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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

**DRAFT**

To the Board of Commissioners  
Florida Inland Navigation District

**Compliance and Other Matters**

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

**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.

Berger, Toombs, Elam, Gaines & Frank  
Certified Public Accountants, PL  
Fort Pierce, Florida

April XX, 2017

**DRAFT**

## **MANAGEMENT LETTER**

To the Board of Commissioners  
Florida Inland Navigation District  
Jupiter, Florida

We have audited the financial statements of the Florida Inland Navigation District, Florida as of and for the year ended September 30, 2016, and have issued our report thereon dated April XX, 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 Florida Auditor General.

### **Other Reports and Schedules**

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 Financial Statements Performed in Accordance with *Government Auditing Standards* and Independent Accountant's Report on examination conducted in accordance with *ACIPA Professional Standards*, Section 601, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports which are dated April xx, 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 address in the Management Letter, if not already addressed in the auditor's report on compliance and internal controls, whether or not recommendations made in the preceding annual financial report have been followed. There were no recommendations made in the preceding audit.

### **Financial Condition**

Section 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, requires that we report the results of our determination as to whether or not Florida Inland Navigation District has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific conditions met. In connection with our audit, we determined that Florida Inland Navigation District did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.c. and 10.556(8), Rules of the Auditor General, we applied financial conditions assessment procedures. It is management's responsibility to monitor Florida Inland Navigation District's financial condition; our financial condition assessment was based in part on the representations made by management and the review of the financial information provided by the same.

**DRAFT**

To the Board of Commissioners  
Florida Inland Navigation District

### **Annual Financial Report**

Section 10.554(1)(i)5.b. and 10.556(7), Rules of the Auditor General, requires that we report the results of our determination as to whether the annual financial report for Florida Inland Navigation District for the fiscal year ended September 30, 2016, 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, 2016. In connection with our audit, we determined that these two reports were in agreement.

### **Other Matters**

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 have any such recommendations.

Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address 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 Supervisors, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Berger, Toombs, Elam, Gaines & Frank  
Certified Public Accountants PL  
Fort Pierce, Florida

April XX, 2017

**DRAFT**

**INDEPENDENT ACCOUNTANT'S REPORT/COMPLIANCE WITH  
SECTION 218.415, FLORIDA STATUTES**

To the Board of Commissioners  
Florida Inland Navigation District  
Jupiter, Florida

We have examined Florida Inland Navigation District's compliance with Section 218.415, Florida Statutes during the year ended September 30, 2016. Management is responsible for Florida Inland Navigation District's compliance with those requirements. Our responsibility is to express an opinion on Florida Inland Navigation District's compliance based on our examination.

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 Florida Inland Navigation District'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 Florida Inland Navigation District's compliance with the specified requirements.

In our opinion, Florida Inland Navigation District complied, in all material respects, with the aforementioned requirements during the year ended September 30, 2016.

Berger, Toombs, Elam, Gaines & Frank  
Certified Public Accountants PL  
Fort Pierce, Florida

April XX, 2017



**EXECUTIVE DIRECTOR'S  
DELEGATION OF AUTHORITY**

**Actions from April 11, 2017 through May 8, 2017**

1. Approved payment of \$4,163.14 to Taylor Engineering for general engineering services.
2. Approved payment in the amount of \$5,200.00 to DGC Environmental Services, Inc. for exotic vegetation treatment and removal MSA 610/611, Palm Beach County, FL.
3. Approved the donation of two (2) used security booths (estimated value approximately \$2,500.00/each) to Port Everglades upon completion of the Broward Intracoastal Waterway Deepening project, Broward County, FL.