

PRELIMINARY AGENDA

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

8:30 a.m., Friday, May 20, 2016

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

Committee Members

**Treasurer Jon Netts – Committee Chair,
Commissioners Don Cuozzo, Susanne McCabe and Jerry Sansom**

Item 1. Call to Order.

Committee Chair Netts will call the meeting to order.

Item 2. Roll Call.

Assistant Executive Director Janet Zimmerman will call the roll.

Item 3. Additions or Deletions.

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

RECOMMEND: Approval of a final agenda.

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.*

Item 5. Financial Statements for March 2016.

The financial statements for March 2016 are presented for Committee approval. These schedules include: Balance Sheet; Status of Funds; Interests & Term 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 3-21)

RECOMMEND: Approval of a recommendation to the full Board of the Financial
Statements for March 2016.

Finance & Budget Comm. Agenda

March 20, 2016

Page 2.

Item 6. March 2016 Budget Summary and Project Status Expenditure Reports.

The Budget Summary and the Project Status Expenditure Reports for March 2016 are presented for Board review.

(Please see back up pages 22-29)

Item 7. Delegation of Authority Report.

Staff has prepared a report on Delegation of Authority actions that the Executive Director has made from April 6, 2016 to May 10, 2016 for Committee information.

(Please see back up page 30)

Item 8. Draft Financial Audit for FY 2014 – 2015.

The District's Auditor has completed and will present a draft of the FY 2014-2015 Financial Audit for Committee review and input.

(Please see back up pages 31-87)

Item 9. Additional Agenda Items or Staff Comments.

Item 10. Additional Commissioners Comments.

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, 2016

ASSETS

Seacoast Checking	\$	101,017.34	
Petty Cash		300.00	
Port Everglades/Dania Deposit		2,500,000.00	
FirstAtlantic CD 6/19/17		3,015,742.33	
BankUnited CD 5/1/16		15,204,994.04	
BankUnited MMA		10,154,790.59	
BankUnited CD 5/25/16		5,101,833.04	
TD CD 8/20/17		5,035,207.17	
Gateway MMA		5,035,448.60	
Seacoast National Collections		575,375.22	
Fidelity CD 9/17/16		3,012,398.41	
Seacoast Money Market		28,875,913.20	
TD CD 2/27/17		6,031,640.41	
FirstAtlantic CD 8/23/17		3,000,000.00	
SUBTOTAL OF ASSETS			87,644,660.35

TOTAL ASSETS	\$	87,644,660.35
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LIABILITIES

Accounts Payable	\$	475,446.27	
Retainage Payable - Grants		36,592.87	
Retainage Payable - Contracts		336,340.86	
TOTAL LIABILITY			848,380.00

FUND EQUITY

Reserve for Port Everglades		2,500,000.00	
Reserv for Sub Yr Expenditure		69,973,156.08	
Current Year Fund Balance		14,323,124.27	
TOTAL FUND EQUITY			86,796,280.35

TOTAL LIABILITY & FUND EQUI	\$	87,644,660.35
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FL INLAND NAVIGATION DISTRICT
STATUS OF FUNDS
March 31, 2016

GENERAL ACCOUNTS

Petty Cash	\$	300.00	
Seacoast Checking		<u>101,017.34</u>	
			101,317.34

SAVINGS ACCOUNTS

Gateway MMA	5,035,448.60	
BankUnited MMA	10,154,790.59	
Seacoast National Collections	575,375.22	
Seacoast Money Market	<u>28,875,913.20</u>	
		44,641,527.61

CERTIFICATES OF DEPOSITS

FirstAtlantic CD 6/19/17	3,015,742.33	
BankUnited CD 5/1/16	15,204,994.04	
BankUnited CD 5/25/16	5,101,833.04	
Fidelity CD 9/17/16	3,012,398.41	
TD CD 2/27/17	6,031,640.41	
FirstAtlantic CD 8/23/17	3,000,000.00	
TD CD 8/20/17	<u>5,035,207.17</u>	
		40,401,815.40

TOTAL	\$	<u><u>85,144,660.35</u></u>
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FL INLAND NAVIGATION DISTRICT
Interest and Term of FUNDS
March 31, 2016

<u>Account</u>	<u>Balance</u>	<u>Rate</u>	<u>Estimated Annual Int.</u>	<u>Bauer Rating</u>	<u>Term</u>
Petty Cash	\$300.00	N/A			N/A
TD Bank CD	\$6,031,640.41	0.62%	\$37,396.17	****	2/27/2017
FirstAtlantic Bank CD	\$3,015,742.33	0.70%	\$21,110.20	*****	1/19/2017
FirstAtlantic Bank CD	\$3,000,000.00	0.70%	\$21,000.00	*****	8/23/2017
TD Bank CD	\$5,035,207.17	0.73%	\$36,757.01	****	8/20/2017
Seacoast National Tax Coll	\$575,375.22	0.56%	\$3,222.10	*****	On Demand
Seacoast Checking	\$101,017.34	0.00%	\$0.00	*****	On Demand
Seacoast MMA	\$28,875,913.20	0.60%	\$173,255.48	*****	On Demand
Gateway MMA	\$5,035,448.60	0.40%	\$20,141.79	*****	On Demand
Fidelity Bank CD	\$3,012,398.41	0.45%	\$13,555.79	****	9/17/2016
BankUnited CD	\$15,204,994.04	0.51%	\$77,545.47	*****	5/1/2016
BankUnited CD	\$5,101,833.04	0.51%	\$26,019.35	*****	5/25/2016
BankUnited MMA	\$10,154,790.59	0.65%	\$66,006.14	*****	On Demand
 TOTAL Deposits	 <u>\$85,144,660.35</u>		 <u>\$496,009.50</u>	Est. Annual Interest	
 Estimated Annual Effective Yield		0.58%			
Benchmark S.B.A.		0.56%			

FL INLAND NAVIGATION DISTRICT
Budget vs. Actual Revenues with Variance Amounts
For the Month Ending
March 31, 2016

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount (Under)/Over
3101	Ad Valorem Taxes - Brevard	920,901	827,812	(93,089)
3102	Ad Valorem Taxes - Broward	4,643,527	4,257,224	(386,303)
3103	Ad Valorem Taxes - Miami-Dade	7,141,773	6,287,700	(854,073)
3104	Ad Valorem Taxes - Duval	1,620,837	1,505,904	(114,933)
3105	Ad Valorem Taxes - Flagler	219,529	80,716	(138,813)
3106	Ad Valorem Taxes - Indian Riv.	441,938	409,616	(32,322)
3107	Ad Valorem Taxes - Martin	574,024	530,837	(43,187)
3108	Ad Valorem Taxes - Palm Beach	4,701,028	4,315,585	(385,443)
3109	Ad Valorem Taxes - St. Johns	625,367	593,585	(31,782)
3110	Ad Valorem Taxes - St. Lucie	507,951	463,444	(44,507)
3111	Ad Valorem Taxes - Volusia	845,187	900,291	55,104
3112	Ad Valorem Taxes-Nassau	210,820	192,143	(18,677)
3611	Interest Income	350,000	190,916	(159,084)
3612	Interest SBA		0	
3613	Interest from Tax Collectors	0	377	377
3699	Other Misc. Revenue	0	57,607	57,607
3415	Due from other govts	2,500,000	0	(2,500,000)
TOTALS		25,302,882	20,613,757	(4,689,125)
Status of FUNDS 03/31/16		85,144,660		
Expected Remaining Rev		4,689,125	Expected Remaining Revenue	
Cash/Funding 15/16		89,833,785		
Less Payables		-848,380		
Status of Funds		88,985,405	88,985,405	
Current Budget		95,206,913		
Current Expenses YTD		-6,290,634		
Remaining Expenses 15/16		88,916,279	88,916,279	
Expected Funding Over Expenses Current Budget			69,126	
Total Expected Over/(Under)			69,126	

FL INLAND NAVIGATION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Six Months Ending March 31, 2016

	Current Month	Year to Date
REVENUES		
Ad Valorem Taxes - Brevard	1,689.15	827,811.77
Ad Valorem Taxes - Broward	94,989.73	4,257,224.45
Ad Valorem Taxes - Dade	163,634.17	6,287,700.46
Ad Valorem Taxes - Duval	27,220.53	1,505,903.95
Ad Valorem Taxes - Flagler	7,550.30	80,715.82
Ad Valorem Taxes - Indian Riv.	13,422.35	409,616.20
Ad Valorem Taxes - Martin	11,529.61	530,836.69
Ad Valorem Taxes - Palm Beach	137,297.95	4,315,584.10
Ad Valorem Taxes - St. Johns	26,982.24	593,584.84
Ad Valorem Taxes - St. Lucie	9,519.05	463,444.45
Ad Valorem Taxes - Volusia	24,422.16	900,291.17
Ad Valorem Taxes- Nassau	4,965.67	192,142.76
Interest Income	48,227.20	190,916.25
Interest from Tax Collectors	0.00	377.32
Other Misc. Revenue	818.95	57,606.80
TOTAL REVENUES	572,269.06	20,613,757.03
EXPENDITURES		
ADMINISTRATION		
Salaries & Wages	39,386.64	287,788.04
P/R Tax Expense FICA & MED	3,013.10	21,186.67
Retirement Contribution	6,206.44	30,305.50
Health Insurance	5,127.44	38,306.99
Legal Expense	11,275.69	48,121.22
Bank Charges	441.32	2,218.19
Travel & Per Diem	12,237.32	39,867.03
Utility Service	798.85	7,161.93
Insurance and Bonds	6,963.47	18,874.47
Repairs & Maintenance Svc.	254.44	1,432.90
Office Supplies	982.41	9,467.24
Dues & Subscriptions	0.00	8,687.00
Govt Relations	19,536.91	61,125.16
TOTAL ADMINISTRATION	106,224.03	574,542.34
OPERATIONS		
DMMA Mgmt & Maint.	61,594.62	205,935.72
Spoil Isl. Enh. & Rest.	0.00	7,500.00
Waterway Cleanup	0.00	15,000.00
Boating Event Sponsorship	0.00	4,000.00
ICW Dredging General	29,836.35	116,732.83
Sm Scale Derlct Vessl Rmvl	0.00	58,110.00
IWW Deepening Broward	32,790.90	97,126.20
IWW PBC Deepening South Reach	2,476.00	47,855.65
IWW Deepening PBCO North	593,221.43	2,196,346.57
IWW Dredging St. Lucie Reach 1	8,511.50	94,623.69
Nassau Reach 1 Plans	7,724.00	112,600.24
Operations Equipment	26.00	4,701.88

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, 2016

	Current Month	Year to Date
TOTAL OPERATIONS	736,180.80	2,960,532.78
CAPITAL OUTLAY		
Land - General	0.00	6,268.00
Furn., Fix. & Equip. -Capital	17,386.64	54,761.71
DMMA Development	14,450.00	14,450.00
DMMA NA-1 Construction	0.00	16,286.00
DMMA O-7 Construction	2,268.00	3,669.32
SJ-14 Restoration	540.00	5,096.14
DMMA FL-3 Construction	995.00	44,297.48
BV-4B Construction	24,686.00	128,336.63
DU-9	20,196.75	53,635.10
SJ20A	3,287.00	3,842.00
MSA726	17,436.63	649,061.53
BV-24A	113,844.25	137,610.90
TOTAL CAPITAL OUTLAY	215,090.27	1,117,314.81
WATERWAY STUDIES		
Channel Surveys	0.00	6,554.00
Seagrass Survey	0.00	62,568.10
Mitigation Plans	21,379.00	26,973.48
DMMP Updates	465.00	34,888.75
GIS Project	9,689.00	14,081.52
TOTAL WATERWAY STUDIES	31,533.00	145,065.85
INTERLOCALS		
TOTAL INTERLOCALS	0.00	0.00
WATERWAYS ASSISTANCE PROGRAM		
Miami River Greenway	0.00	114,487.23
Sebastian Wrking Waterfrnt	0.00	129,189.00
Fishing Pier Cleaning Station	14,490.10	14,490.10
Banana River Park	0.00	55,388.67
Long Creek Nature Preserve	0.00	5,588.82
AB Marsh Preserves Launch	0.00	150,000.00
Fishing Creek Dredge Ph2	0.00	50,695.00
Stuart Riverwalk	0.00	201,384.81
North Lake Park	55,819.31	55,819.31
FB Marina Welcome Deck	0.00	18,520.00
TOTAL WATERWAYS ASSISTANCE PRO	282,809.41	1,008,062.94
COOPERATIVE ASSISTANCE PROGRAMS		

FL INLAND NAVIGATION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Six Months Ending March 31, 2016

	Current Month	Year to Date
TOTAL COOPERATIVE ASSISTANCE PRO	0.00	0.00
 PUBLIC INFORMATION		
Communications	2,208.09	10,691.02
Public Information	523.70	5,430.10
Legal Advertising	123.75	1,446.95
Records Management	17,496.00	33,422.51
Outreach Events	1,525.20	7,747.52
TOTAL PUBLIC INFORMATION	21,876.74	58,738.10
 DISASTER RELIEF ACCOUNT		
TOTAL DISASTER RELIEF	0.00	0.00
 TAX COLLEC. & PROPERTY APPR. COMMISSIONS		
Prop. Appraiser's Commissions	24,726.25	91,067.10
Tax Collector's Commissions	8,698.48	335,308.84
TOTAL TAX COLLEC. & PROPERTY APPR.	33,424.73	426,375.94
 TOTAL EXPENDITURES	1,427,138.98	6,290,632.76
REVENUES OVER (UNDER) EXPENDITURES	\$ (854,869.92)	\$ 14,323,124.27

CHANGES in FUND BALANCE

Reserv for Sub Yr Expenditure	\$ (69,973,156.08)
	(14,323,124.27)
FUND BALANCE- ENDING	(84,296,280.35)

5/10/16 at 13:27:07.96

Page: 1

FL INLAND NAVIGATION DISTRICT

Cash Receipts Journal

For the Period From Mar 1, 2016 to Mar 31, 2016

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

Date	Account ID	Transactio	Line Description	Debit Amnt	Credit Amnt	Receipt Number
3/9/16	3108 5321 1623	E030916	Current taxes Less Palm Beach County Tax Collect	 2,138.78 104,800.31	106,939.09	
3/11/16	3102 5321 1623	E031516	Current taxes Less Comm. Broward County Tax Collector	 1,899.79 93,089.94	94,989.73	
3/16/16	3105 5321 1623	51879	Current taxes Less Comm. Flagler County Tax Collector	 101.68 4,982.25	5,083.93	
3/16/16	3111 5321 1623	E030116	Current taxes Less Comm. Volusia County Tax Collector	 100.14 4,906.94	5,007.08	
3/16/16	3107 5321 1623	E3716	Current taxes Less comm Martin County Tax Collector	 230.61 11,299.00	11,529.61	
3/16/16	3110 5321 1623	E03/02/16	Current taxes Less comm. St. Lucie County Tax Collector	 1.38 66.90	68.28	
3/16/16	3110 1623	E03/02/16b	Current taxes St. Lucie County Tax Collector	 0.25	0.25	
3/16/16	3110 5321 1623	03/02/16	Current taxes Less Comm. St. Lucie County Tax Collector	 50.84 2,489.94	2,540.78	
3/16/16	3106 5321 1623	E03/10/201	Current taxes Less Comm. Indian River Cty. Tax Collect	 99.19 4,859.54	4,958.73	
3/16/16	3112 5321 1623	E031016	Current taxes less comm Nassau County Tax Collector	 99.31 4,866.36	4,965.67	
3/16/16	3110 5321 1623	E03/07/16	Current taxes Less Comm St. Lucie County Tax Collector	 74.89 3,670.12	3,745.01	
3/16/16	3104 5321 1623	E03/03/16	Current taxes Less Comm. City of Jacksonville	 265.02 12,985.99	13,251.01	
3/16/16	3111 5321 1623	031016	Current taxes Less Comm Volusia County Tax Collector	 149.93 7,346.38	7,496.31	

FL INLAND NAVIGATION DISTRICT

Cash Receipts Journal

For the Period From Mar 1, 2016 to Mar 31, 2016

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

Date	Account ID	Transactio	Line Description	Debit Amnt	Credit Amnt	Receipt Number
			Tax Collector			
3/16/16	3111	E3/18/16	Current taxes		133.59	
	5321		Less Comm.	2.44		
	1623		Volusia County	131.15		
			Tax Collector			
3/25/16	3104	E3/17/16	Current taxes		13,969.52	
	5321		Less Comm.	279.39		
	1623		City of	13,690.13		
			Jacksonville			
3/25/16	3109	E	Current taxes		2,561.91	
	5321		Less Comm.	51.33		
	1623		St. Johns County	2,510.58		
			Tax Collector			
3/25/16	3110	E032416	Current taxes		3,229.31	
	3110		Less Comm	64.58		
	1623		St. Lucie County	3,164.73		
			Tax Collector			
3/25/16	3111	E03/17/16	Current taxes		5,047.37	
	5321		Less comm.	100.93		
	1623		Volusia County	4,946.44		
			Tax Collector			
3/29/16	3111	E03232016	Current taxes		6,737.81	
	5321		Less comm.	134.77		
	1623		Volusia County	6,603.04		
			Tax Collector			
3/30/16	3105	51754	Current taxes		2,466.37	
	1623		Flagler County	2,466.37		
			Tax Collector			
3/31/16	3103	E030816	Current taxes		163,634.17	
	5321		Less comm.	1,636.34		
	1623		Metro Dade	161,997.83		
			County			
3/31/16	3101	E03/08/16	Current taxes		1,689.15	
	5321		Less Comm.	16.89		
	1623		Brevard County	1,672.26		
			Tax Collector			
3/31/16	3106	E033116	Current taxes		8,463.62	
	5321		Less Comm	169.25		
	1623		Indian River	8,294.37		
			Cty. Tax Collect			
3/31/16	3109	E033016	Current taxes		24,420.33	
	5321		Less Comm	488.41		
	1623		St. Johns County	23,931.92		
			Tax Collector			
3/31/16	3108	E033016	Current taxes		30,358.86	
	5321		Less comm.	607.17		
	1623		Palm Beach	29,751.69		
			County Tax			
			Collect			
				523,287.49	523,287.49	

5/10/16 at 13:27:08.00

Page: 3

FL INLAND NAVIGATION DISTRICT

Cash Receipts Journal

For the Period From Mar 1, 2016 to Mar 31, 2016

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

Date	Account ID	Transactio	Line Description	Debit Amnt	Credit Amnt	Receipt Number
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5/10/16 at 13:26:40.48

FL INLAND NAVIGATION DISTRICT
Purchase Journal

For the Period From Mar 1, 2016 to Mar 31, 2016

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
3/1/16	5312 Govt Relations 2020 Accounts Payable	25727	February Retainer Alcalde & Fay	8,521.82	8,521.82
3/1/16	2022 Retainage Payable - Contracts 2020 Accounts Payable	C2011068	Payment of retainage Taylor Engineering	1,971.67	1,971.67
3/1/16	5410 Communications 2020 Accounts Payable	E031416	Local, Long Distance, Internet Comcast	411.59	411.59
3/7/16	5220 Retirement Contribution 2020 Accounts Payable	E30716	Retirement contributions ER Florida Retirement System	6,206.44	6,206.44
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	03/06/16	Washington trip Lynn Williams	1,185.84	1,185.84
3/14/16	5510 Office Supplies 2020 Accounts Payable	114905152	Copier maint, 1/26-2/23/16 Delta/Omni Business Solutions	152.78	152.78
3/14/16	5552.9699 MSA726 2020 Accounts Payable	124541973	Exchange club park Office rental-2/26-3/24/16 Mobile Mini	299.12	299.12
3/14/16	5460 Repairs & Maintenance Svc. 2020 Accounts Payable	2/28/16	Cleaning Services FIND headquarters Feb. Jupiter Carpet Care	175.00	175.00
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	2/29/16	Feb. Board Meeting Tyler Chappell	97.20	97.20
3/14/16	5480 Public Information 2020 Accounts Payable	2/29/16	Scanned Maps ARCH/CON Copies	30.00	30.00
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	2/29/16b	November Board Meeting Tyler Chappell	971.76	971.76
3/14/16	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	2016-1315	Landscape maint. MSA 617C-Feb. Artistic Palms Landscaping	200.00	200.00
3/14/16	5312 Govt Relations 2020 Accounts Payable	25820	Federal Representation March Alcalde & Fay	8,515.09	8,515.09
3/14/16	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	3/1/16	Commissions Due. Palm Beach Cty Prop Appraiser	9,829.75	9,829.75
3/14/16	5400 Travel & Per Diem 2020	3/1/16	February Board Meeting Charles Isminger	217.38	217.38

5/10/16 at 13:26:40.49

FL INLAND NAVIGATION DISTRICT
Purchase Journal

For the Period From Mar 1, 2016 to Mar 31, 2016

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				
3/14/16	5410 Communications 2020 Accounts Payable	3/10/16	Cellular Phone Service Sprint	395.93	 395.93
3/14/16	5400 Travel & Per Diem 5480 Public Information 5402 Outreach Events 5410 Communications 2020 Accounts Payable	3/10/16JZ	FIND Board, Washington trip Commissioner plaques FIND outreach Verio Webhosting BB&T Financial FSB	1,159.72 187.01 1,525.20 163.94	 3,035.87
3/14/16	5400 Travel & Per Diem 5510 Office Supplies 5641 Operations Equipment 5410 Communications 2020 Accounts Payable	3/10/16MC	FIND Board Meetings MC Office Supplies MC Fuel Monitoring BB&T Financial FSB	1,539.00 123.16 26.00 61.95	 1,750.11
3/14/16	5400 Travel & Per Diem 5552.08 DMMA Mgmt & Maint. 5400 Travel & Per Diem 2020 Accounts Payable	3/10/16MT	Fuel, Supplies, M.T. Boat rental Site inspection lodging Site inspections BB&T Financial FSB	336.33 213.00 267.00	 816.33
3/14/16	5410 Communications 2020 Accounts Payable	3/14/16	Postage for meter U.S. Postal Service(CMRS-FP)	1,000.00	 1,000.00
3/14/16	5450 Insurance and Bonds 2020 Accounts Payable	3/14/16	General, Auto, Property, Workers Comp Florida Municipal Insurance Tr	5,174.00	 5,174.00
3/14/16	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	3/14/16	Commissions Due Brevard County Property Appr	3,411.28	 3,411.28
3/14/16	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	3/14/16	Commissions Due Nassau County Property Appraiser	949.00	 949.00
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	3/14/16	February Board meeting Susanne McCabe	337.46	 337.46
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	3/3/16	Washington Trip T. Spencer Crowley	1,315.89	 1,315.89
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	3/6/16	Feb. Board meeting Feb Lynn Williams	297.52	 297.52

5/10/16 at 13:26:40.49

FL INLAND NAVIGATION DISTRICT
Purchase Journal

For the Period From Mar 1, 2016 to Mar 31, 2016

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Date	Account ID Account Description	Invoice/C	Line Description	Debit Amount	Credit Amount
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	3/7/16	FIND Travel-Feb, Mark Tamblyn	328.00	328.00
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	3/7/16	Feb. Board meeting Don Donaldson	39.76	39.76
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	3/7/16b	November Board Meeting Don Donaldson	228.56	228.56
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	3/7/16c	FIND Board meeting October Don Donaldson	427.39	427.39
3/14/16	5552.968 DMMA O-7 Construction 2020 Accounts Payable	3/9/16	O-7 FDEP Permit FL Dept. Env. Protection	420.00	420.00
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	3/9/16	March Board Meeting, Washington Trip John C. Blow	1,058.72	1,058.72
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	31616	January Board meeting Tyler Chappell	576.11	576.11
3/14/16	5510 Office Supplies 2020 Accounts Payable	3503062	Office Supplies Quill, Corp.	54.95	54.95
3/14/16	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	4088	Landscape maint. FIND headquarters Feb. World Class Landscaping	120.00	120.00
3/14/16	5510 Office Supplies 2020 Accounts Payable	46591a	Office Supplies Delta/Omni Business Solutions	10.00	10.00
3/14/16	5640 Furn., Fix. & Equip. -Capital 2020 Accounts Payable	515	Network Support Novos Networks	360.00	360.00
3/14/16	5410 Communications 2020 Accounts Payable	532857253	Courier Services 1/28-2/16/16 Federal Express	124.80	124.80
3/14/16	5460 Repairs & Maintenance Svc. 2020 Accounts Payable	8289	Fire Alarm Inspection/Headquarters Royal Fire & Safety Co. Inc.	62.00	62.00
3/14/16	5310 Legal Expense 2020 Accounts Payable	8652	General Services 2/1-2/29/16 Breton, Lynch, Eubanks & Suarez PA	11,275.69	11,275.69
3/14/16	5510 Office Supplies 2020	92706	Business Cards MC Sir Speedy Printing	60.31	60.31

5/10/16 at 13:26:40.51

Page: 4

FL INLAND NAVIGATION DISTRICT
Purchase Journal

For the Period From Mar 1, 2016 to Mar 31, 2016

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Date	Account ID Account Description	Invoice/C	Line Description	Debit Amount	Credit Amount
	Accounts Payable				
3/14/16	5490 Legal Advertising 2020 Accounts Payable	928321	Public Notice FIND Meeting Treasure Coast Newspapers	123.75	123.75
3/14/16	5480 Public Information 2020 Accounts Payable	MHV6672	Files Storage rental Iron Mountain, Inc.	273.69	273.69
3/14/16	5400 Travel & Per Diem 2020 Accounts Payable	b	January Board Meeting Don Donaldson	520.99	520.99
3/15/16	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	108123349	April, May, June, Alarm FIND Headquarters Protection One Alarm Monitoring	210.00	210.00
3/15/16	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	11929	Well sampling report IR-2 Air Quest Environmental, inc.	1,407.50	1,407.50
3/15/16	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	13-159-13	Groundwater Sampling Bonn Environmental Services & Tech	2,495.00	2,495.00
3/15/16	5312 Govt Relations 2020 Accounts Payable	1472	State representation Feb. Moyle Law Firm, P.A.	2,500.00	2,500.00
3/15/16	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	3/1/16	Volusia, Flagler, landscape maint. Ashlie Environmental	8,967.00	8,967.00
3/15/16	5400 Travel & Per Diem 2020 Accounts Payable	3/14/16	December through March Travel MC Mark Crosley	595.00	595.00
3/15/16	5410 Communications 2020 Accounts Payable	333E58096	Courier Services-1/26-2/27/16 United Parcel Service	18.60	18.60
3/15/16	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	86016	Herbicide treatment Port Everglades DGC Environmental Services, Inc	800.00	800.00
3/15/16	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	86153	Herbicide SJ-1 DGC Environmental Services, Inc	1,757.50	1,757.50
3/15/16	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	861542422	Herbicide treatment SJ-14 DGC Environmental Services, Inc	2,422.50	2,422.50
3/15/16	5552.976 IWW Deepening PBCO North 2022 Retainage Payable - Contracts 2020 Accounts Payable	Pmt 5	Pmt 5 Less ret. Cavache Inc.	556,450.28	55,645.03 500,805.25

5/10/16 at 13:26:40.51

Page: 5

FL INLAND NAVIGATION DISTRICT
Purchase Journal

For the Period From Mar 1, 2016 to Mar 31, 2016

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
3/16/16	5450 Insurance and Bonds 2020 Accounts Payable	3/16/16	Dental Insurance MT SS April May June Florida Municipal Insurance Tr	538.47	538.47
3/16/16	5510 Office Supplies 2020 Accounts Payable	3916176	Office Supplies Quill, Corp.	547.97	547.97
3/16/16	5510 Office Supplies 2020 Accounts Payable	3976407	Office Supplies Quill, Corp.	33.24	33.24
3/16/16	5430 Utility Service 2020 Accounts Payable	E31616	Electric Service FIND headquarters Florida Power & Light	236.40	236.40
3/21/16	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	03/14/16	Commissions Due Broward County Property Appr	7,809.75	7,809.75
3/21/16	5460 Repairs & Maintenance Svc. 2020 Accounts Payable	12635814	Copier Maint. Toshiba	17.44	17.44
3/23/16	7175 North Lake Park 2022 Retainage Payable - Contracts 2020 Accounts Payable	PB-LA-13-	1st payment North Lake Park kayak launch Less ret. Town of Lantana	55,819.31	5,581.93 50,237.38
3/23/16	7180 Fishing Pier Cleaning Station 2022 Retainage Payable - Contracts 2020 Accounts Payable	SL-FP-13-5	Final payment Melody Lane Payment of retainage City of Ft. Pierce	14,490.10 8,550.99	23,041.09
3/25/16	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	11807	Landscape maint. MSA 641 March Doug's Lawn & Landscape Maint.	150.00	150.00
3/25/16	5311 Prop. Appraiser's Commissions 2020 Accounts Payable	3/21/16	Commissions Due PA St. Johns County Property Appr	2,726.47	2,726.47
3/25/16	5400 Travel & Per Diem 2020 Accounts Payable	3/23/16	March Board meeting Jon Netts	178.06	178.06
3/25/16	5400 Travel & Per Diem 2020 Accounts Payable	3/23/16	March Board meeting Paul Dritenbas	352.63	352.63
3/25/16	7214 Melody Lane Ph 2A 2020 Accounts Payable	SL-FP-14-5	1st and final Melody Lane fishing pier City of Ft. Pierce	212,500.00	212,500.00
3/28/16	5450 Insurance and Bonds 2020	147885324	Flood Insurance FIND headquarters Old Dominion Insurance Company	1,251.00	1,251.00

5/10/16 at 13:26:40.52

Page: 6

FL INLAND NAVIGATION DISTRICT
Purchase Journal
For the Period From Mar 1, 2016 to Mar 31, 2016

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Date	Account ID Account Description	Invoice/C	Line Description	Debit Amount	Credit Amount
	Accounts Payable		Company		
3/28/16	5552.9512 IWW Deepening Broward 2022 Retainage Payable - Contracts 2020 Accounts Payable	17175	Port Everglades deepening Less ret. Taylor Engineering	219.35	 10.97 208.38
3/28/16	5552.976 IWW Deepening PBCO North 2022 Retainage Payable - Contracts 2020 Accounts Payable	17176	PBC deepening Construction admin Less ret. Taylor Engineering	8,861.66	 443.08 8,418.58
3/28/16	5552.976 IWW Deepening PBCO North 2022 Retainage Payable - Contracts 2020 Accounts Payable	17177	Palm Beach Deepening Less ret. Taylor Engineering	15,741.39	 787.07 14,954.32
3/28/16	5552.9695 DMMA FL-3 Construction 2022 Retainage Payable - Contracts 2020 Accounts Payable	17178	FL-3 Construction admin Less ret. Taylor Engineering	995.00	 49.75 945.25
3/28/16	5319.68 DMMP Updates 2022 Retainage Payable - Contracts 2020 Accounts Payable	17180	DMMA update Nassau and Duval Less ret. Taylor Engineering	465.00	 23.25 441.75
3/28/16	5552.968 DMMA O-7 Construction 2022 Retainage Payable - Contracts 2020 Accounts Payable	17182	O-7 Construction less ret. Taylor Engineering	1,848.00	 92.40 1,755.60
3/28/16	5552.9698 SJ20A 2022 Retainage Payable - Contracts 2020 Accounts Payable	17187	SJ-20A permitting and Final Design less ret. Taylor Engineering	3,287.00	 164.35 3,122.65
3/28/16	5552.9696 BV-4B Construction 2022 Retainage Payable - Contracts 2020 Accounts Payable	17188	DMMA BV-4B Less ret. Taylor Engineering	20,897.00	 1,044.85 19,852.15
3/28/16	5552.9696 BV-4B Construction 2022 Retainage Payable - Contracts 2020 Accounts Payable	17189	BV-4B Permanent Pipeline Less ret. Taylor Engineering	3,789.00	 189.45 3,599.55
3/28/16	5552.952 IWW Dredging St. Lucie Reac 2022 Retainage Payable - Contracts 2020 Accounts Payable	17190	St. Lucie Dredging reach 1 Less ret. Taylor Engineering	3,272.50	 163.63 3,108.87
3/28/16	5552.952	17191	St. Lucie Reach 1	5,239.00	

5/10/16 at 13:26:40.52

Page: 7

FL INLAND NAVIGATION DISTRICT
Purchase Journal
For the Period From Mar 1, 2016 to Mar 31, 2016

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	IWW Dredging St. Lucie Reac 2022		Less ret.		261.95
	Retainage Payable - Contracts 2020		Taylor Engineering		4,977.05
	Accounts Payable				
3/28/16	5552.9699	17192	Design bidding MSA 726	1,113.20	
	MSA726 2022		Less ret.		55.66
	Retainage Payable - Contracts 2020		Taylor Engineering		1,057.54
	Accounts Payable				
3/28/16	5552.9699	17193	Clearing and Grubbing MSA726	16,024.31	
	2022		Less ret.		801.22
	Retainage Payable - Contracts 2020		Taylor Engineering		15,223.09
	Accounts Payable				
3/28/16	5552.957	17194	SJ-14 salinity monitoring	540.00	
	SJ-14 Restoration 2022		Less ret.		27.00
	Retainage Payable - Contracts 2020		Taylor Engineering		513.00
	Accounts Payable				
3/28/16	5552.96971	17196	DU-9 Permitting	20,196.75	
	DU-9 2022		Less ret.		1,009.84
	Retainage Payable - Contracts 2020		Taylor Engineering		19,186.91
	Accounts Payable				
3/28/16	5552.981	17198	DMMA BV-24A permitting and Design	1,322.04	
	2022		Less ret.		66.10
	Retainage Payable - Contracts 2020		Taylor Engineering		1,255.94
	Accounts Payable				
3/28/16	5552.982	17201	Nassau Reach one permitting	7,724.00	
	2022		Less ret.		386.20
	Retainage Payable - Contracts 2020		Taylor Engineering		7,337.80
	Accounts Payable				
3/28/16	5552.9512	17204	Broward deepening	26,201.55	
	IWW Deepening Broward 2022		Less Ret.		1,310.08
	Retainage Payable - Contracts 2020		Taylor Engineering		24,891.47
	Accounts Payable				
3/28/16	5552.95	17207	Crossroads	29,836.35	
	ICW Dredging General 2022		Less ret.		1,491.82
	Retainage Payable - Contracts 2020		Taylor Engineering		28,344.53
	Accounts Payable				
3/28/16	5552.981	17208	BV-24A	112,522.21	
	2022		Less ret.		5,626.11
	Retainage Payable - Contracts 2020		Taylor Engineering		106,896.10
	Accounts Payable				
3/28/16	5319.46	17209	GIS Conversion	9,689.00	
	GIS Project 2022		Less ret.		484.45
	Retainage Payable - Contracts				

5/10/16 at 13:26:40,52

FL INLAND NAVIGATION DISTRICT

Purchase Journal

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Date	Account ID Account Description	Invoice/C	Line Description	Debit Amount	Credit Amount
	2020 Accounts Payable		Taylor Engineering		9,204.55
3/28/16	5552.973 IWW PBC Deepening South R 2022	17210	PBC deepening South	2,476.00	
	Retainage Payable - Contracts 2020		Less ret.		123.80
	Accounts Payable		Taylor Engineering		2,352.20
3/28/16	5319.67 Mitigation Plans 2022	17211	Seagrass mitigation Broward County	10,592.50	
	Retainage Payable - Contracts 2020		Less ret.		529.63
	Accounts Payable		Taylor Engineering		10,062.87
3/28/16	5319.67 Mitigation Plans 2022	17212	Seagrass mitigation	10,786.50	
	Retainage Payable - Contracts 2020		Less ret.		539.33
	Accounts Payable		Taylor Engineering		10,247.17
3/28/16	5552.08 DMMA Mgmt & Maint. 2020	17216	General Services	9,582.00	
	Accounts Payable		Taylor Engineering		9,582.00
3/28/16	5552.08 DMMA Mgmt & Maint. 2020	17217	General Services	9,725.12	
	Accounts Payable		Taylor Engineering		9,725.12
3/28/16	5552.08 DMMA Mgmt & Maint. 2020	17218	DU-2 Offloading	768.00	
	Accounts Payable		Taylor Engineering		768.00
3/28/16	5410 Communications 2020	3/22/16	Courier Services 2/22-3/15/16	42.48	
	Accounts Payable		Federal Express		42.48
3/28/16	5552.08 DMMA Mgmt & Maint. 2020	3/25/16	Brevard landscape maint.	13,677.00	
	Accounts Payable		Santa Cruz Construction, Inc.		13,677.00
3/28/16	5552.951 DMMA Development 2020	3/25/16	Gate Installation DU-8	14,450.00	
	Accounts Payable		David Barton		14,450.00
3/28/16	5400 Travel & Per Diem 2020	3/26/16	Army Corps Training, FIND travel, FIND Board	207.00	
	Accounts Payable		John C. Blow		207.00
3/28/16	5230 Health Insurance 2020	3/29/16D	Disability Insurance-May	122.03	
	Accounts Payable		State of Florida Employees Ins		122.03
3/28/16	5230 Health Insurance 2020	3/29/16L	Life insurance-May	150.25	
	Accounts Payable		State of Florida Employees Ins		150.25
3/28/16	5230 Health Insurance 2020	3/29/16H	Health Insurance-May	4,855.16	
	Accounts Payable		State of Florida Employees Ins		4,855.16

5/10/16 at 13:26:40.54

Page: 9

FL INLAND NAVIGATION DISTRICT
Purchase Journal

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3/28/16	5640 Furn., Fix. & Equip. -Capital 2020 Accounts Payable	503	2nd half network implementation software District's office Novos Networks	15,614.01	15,614.01
3/28/16	5640 Furn., Fix. & Equip. -Capital 2020 Accounts Payable	525	Laserfich system software FIND headquarters Novos Networks	1,412.63	1,412.63
3/28/16	5552.08 DMMA Mgmt & Maint. 2020 Accounts Payable	7527	Exotic plant removal IR-2 John Brown & Sons, Inc.	9,100.00	9,100.00
3/28/16	2022 Retainage Payable - Contracts 2020 Accounts Payable	C2013-031	Payment of retainage Taylor Engineering	180.00	180.00
3/28/16	2022 Retainage Payable - Contracts 2020 Accounts Payable	SOR2015-	Payment of retainage Taylor Engineering	8,582.63	8,582.63
3/29/16	5552.9512 IWW Deepening Broward 2020 Accounts Payable	180010661	Land lease FPL Port Everglades Florida Power & Light	6,370.00	6,370.00
3/29/16	5642 Records Management 2020 Accounts Payable	8491	Paperless conversion Software and Support MCCI	17,496.00	17,496.00
3/29/16	5552.976 IWW Deepening PBCO North 2020 Accounts Payable	SORC2011	Payment of retainage C2011-068-04 Taylor Engineering	12,168.10	12,168.10
3/31/16	5480 Public Information 2020 Accounts Payable	114060	Scanned maps. ACOE ARCH/CON Copies	33.00	33.00
				1,394,333.48	1,394,333.48

FL INLAND NAVIGATION DISTRICT
 CONDENSED BUDGET SUMMARY
 For the Current Fiscal Year - Six Months Ending March 31, 2016

	Budget Annual	Actual To-Date	Remaining Committed Expenses
EXPENSES			
Administration	1,245,500	574,542	670,958
Operations	39,917,028	2,960,534	36,956,494
Capital Program	14,602,074	1,117,315	13,484,759
Waterway Studies	2,433,575	145,066	2,288,509
Interlocals	0	0	0
Waterways Assistance Program	32,247,162	1,008,063	31,239,099
Cooperative Assistance Progra	2,708,286	0	2,708,286
Public Information	353,288	58,739	294,549
Disaster Relief Account	1,000,000	0	1,000,000
Tax Collec.& Property Appr.Co	700,000	426,376	273,624
Total	\$ <u>95,206,913</u>	\$ <u>6,290,635</u>	<u>88,916,278</u>

FL INLAND NAVIGATION DISTRICT
Project Status Expenditure Report - Budget vs. Actual
For Month Ending March 31, 2016

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
Administration					
5120	Salaries & Wages	\$ 560,000	\$ 287,788	272,212	
5121	Compensated Absences	5,000	0	5,000	
5122	Temporary Help	7,000	0	7,000	
5210	P/R Tax Expense FICA & MED	40,000	21,187	18,813	
5220	Retirement Contribution	50,000	30,306	19,694	
5230	Health Insurance	95,000	38,307	56,693	
5310	Legal Expense	125,000	48,121	76,879	
5312	Gov't Relations	150,000	61,125	88,875	
5320	Annual Audit	28,000		28,000	
5322	Bank Charges	3,500	2,218	1,282	
5400	Travel & Per Diem	80,000	39,867	40,133	
5430	Utility Service	10,000	7,162	2,838	
5450	Insurance and Bonds	24,000	18,874	5,126	
5460	Repairs & Maintenance Svc.	15,000	1,433	13,567	
5510	Office Supplies	20,000	9,467	10,533	
5512	Staff Training	3,000	0	3,000	
5540	Dues & Subscriptions	30,000	8,687	21,313	
	Total Administration	1,245,500	574,542	670,958	
Operations Equipment					
5551	Waterway Inspections	20,000	0	20,000	
5552.08	DMMA Mgmt. & Maint.	795,446	205,936	589,510	
5552.93	Spoil Island Enh. & Resto.	51,635	7,500	44,135	
5552.94	Waterway Cleanup	125,785	15,000	110,785	Broward
5552.941	Boating Event Sponsorship	5,000	4,000	1,000	Boat parades, NWWS
5552.95	ICW Dredging General	1,001,030	116,733	884,297	
5552.9512	IWW Deepening Broward	19,567,282	97,126	19,470,156	Dredging initiated May 2016
5552.952	IWW Dredging St. Lucie Reach 1	4,030,637	94,624	3,936,013	Construction initiating August 2016
5552.971	OWW Dredging	146,338	0	146,338	
5552.973	IWW PB Reach 2 & 4 Dredge	413,235	47,856	365,379	Permitting ongoing
5552.974	IWW Crossroads	1,500,000	0	1,500,000	Plans & Specs initiating
5552.976	IWW Deepening PBCO	3,102,861	2,196,346	906,515	Project complete
5552.977	Matanzas IWW Dredging	3,356,156	0	3,356,156	USACE Work Order approved
5552.978	St. Augustine Dredging	3,510,295	0	3,510,295	USACE Work Order approved
5552.979	Bakers Haulover IWW Dredging	1,553,742	0	1,553,742	Permitting initiating late 2016
5552.982	Nassau Reach 1 Plans	250,000	112,600	137,400	Permitting ongoing
5552.983	Sediment Basin Crossroads	250,000	0	250,000	Permitting ongoing
5553.25	Broward Co. ICW Dania	121,976	0	121,976	Project monitoring
5641	Operations Equipment	19,510	4,702	14,808	
5644	Sm-Scale Derelict Vessel Rmvl	96,100	58,110	37,990	Miami-Dade, IRC
	Total Operations	39,917,028	2,960,533	36,956,495	

FL INLAND NAVIGATION DISTRICT
Project Status Expenditure Report - Budget vs. Actual
For Month Ending March 31, 2016

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
Capital					
5552.951	DMMA Development	1,095,495	14,450	1,081,045	
5552.957	DMMA SJ-14 Restoration	219,013	5,096	213,917	Project monitoring ongoing
5552.965	MSA 614B Mit/Boaters Park	60,000	0	60,000	
5552.967	DMMA NA-1 Construction *	59,790	16,286	43,504	Project monitoring
5552.968	DMMA O-7 Construction *	5,071,777	3,699	5,068,078	USACE Work Order approved
5552.9695	DMMA FL-3 Construction*	201,713	44,297	157,416	Construction complete
5552.9696	DMMA BV-4B Construction	4,182,803	128,337	4,054,466	P & E ongoing
5552.9697	DMMA DU-8 Pipe Sleeve	100,000	0	100,000	Project completed
5552.96971	DMMA DU-9	232,504	53,635	178,869	Permitting ongoing/Enviro Mat. Agr
5552.9681	DMMA BV-11	250,000	0	250,000	
5552.9698	DMMA SJ-20A	279,303	3,842	275,461	Engineering completed
5552.981	DMMA BV-24A	250,000	137,611	112,389	Exchange pending project permitting
5552.9699	DMMA MSA-726	1,088,761	649,062	439,699	Landscaping bid May 2016
5610	Land - General	1,355,668	6,268	1,349,400	
5614	Lt 13	80,247	0	80,247	Acquisition on hold
5640	Furn., Fix. & Equip. -Capital	75,000	54,762	20,238	
	Total Capital	14,602,074	1,117,345	13,484,729	
Waterway Studies					
5319.46	GIS Project	200,000	14,082	185,918	PBC Update ongoing
5319.64	Waterway Plans	376,355	0	376,355	Duval in progress
5319.65	Channel Surveys	334,940	6,554	328,386	Centerline surveys completed
5319.66	Seagrass Survey	634,972	62,568	572,404	Season initiating
5319.67	Mitigation Plans	300,379	26,973	273,406	BV, IRC comp, PBC underway
5319.68	DMMP Updates	336,929	34,889	302,040	Nassau/Duval, SJC/Flagler cont.
5319.69	Economic Waterway Study	250,000	0	250,000	Preparing RFQ
	Total Waterways	2,433,575	145,066	2,288,509	
Interlocal					
	Total Interlocal	0	0	0	
WAP					
7121	Griffis Blue Crab Cove Ph B	394,000	0	394,000	80% complete
7123	POW/MIA Park Chnl Dredge Ph1	35,000	0	35,000	95% complete
7124	Lee Wenner Renovation Ph1	75,000	0	75,000	95% Complete
7126	Anne Kolb Nature Center	250,000	0	250,000	30% complete
7127	Deerfield Island Brdwalk Replc	50,000	0	50,000	25% complete
7128	Deerfield Island Shelter Replc	75,000	0	75,000	50% complete
7129	South Fork New River Ph2	60,000	0	60,000	98% complete
7134	Arlington Lions Brdwlk Ph1	40,420	0	40,420	100% complete Phase I
7135	Charles Reese Fishing Pier Ph1	44,250	0	44,250	75% complete

FL INLAND NAVIGATION DISTRICT
Project Status Expenditure Report - Budget vs. Actual
For Month Ending March 31, 2016

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
7136	County Dock Boat Ramp Ph1	46,260	0	46,260	100% complete Phase 1
7137	Exchange Island Ph1	57,880	0	57,880	100% complete Phase I
7138	Fishing Creek Dredge Ph2	225,000	50,695	174,305	100% complete
7139	Half Moon Boat Ramp Ph 1	25,100	0	25,100	85% complete
7140	Half Moon Kayak Launch Ph1	45,100	0	45,100	85% complete
7141	City Jax lighting 2 Boat Ramps	143,930	0	143,930	65% complete
7142	Northbank River Walk Ph1	40,000	0	40,000	100% Complete
7143	Northshore Kayak launch Ph1	29,350	0	29,350	75% complete
7145	Sisters Creek Dck Redesign Ph1	35,380	0	35,380	100% complete
7147	Sebastian Working Waterfront	141,750	129,189	12,561	100% complete
7148	Jones Pier Waterfront Improve	15,000	0	15,000	85% Complete
7152	Miami Marine Stadium Structural	157,900	0	157,900	100% complete
7153	Miami Womans Club Baywalk	150,000	0	150,000	Pending building permit
7154	Seybold Canal Wagner Crk Drdg	1,000,000	0	1,000,000	5% complete
7155	Virginia Key Seawall Launch	37,500	0	37,500	90% complete
7156	Curtis Park Boat Ramp	190,050	0	190,050	10% complete
7157	Lumms Landing Riverwalk	570,000	0	570,000	Pending DERM permit
7158	Manatee Bend Seawall & dock	325,000	0	325,000	5% complete
7159	Indian Creek Park Seawall Ph I	116,767	0	116,767	100% complete Phase I
7161	North Bayshore Lehman Park	300,000	0	300,000	80% Complete
7162	Crandon Marina Boat Ramp	70,000	0	70,000	90% complete
7163	Matheson Hammock Boat Ramp	74,000	0	74,000	90% complete
7164	Miami River Greenway	280,399	114,487	165,912	80% complete
7165	Surfside Seawall Replacement	494,445	0	494,445	100% complete
7167	Hillsboro Canal Maint. Dredge	75,000	0	75,000	85% Complete
7168	Municipal Marina Constr Ph B	750,000	0	750,000	100% complete
7170	Highland Bch Mangrv Shoreline	258,037	0	258,037	97% complete
7171	Juno Dunes Shoreline Resto	280,725	0	280,725	100% complete
7172	Ocean inlet Design Permit	75,000	0	75,000	50% Complete
7173	Waterway Park Development	1,420,396	0	1,420,396	Project Rebid
7175	North Lake Park	104,000	55,819	48,181	50% complete
7178	Barge Navigation Chanl Maint	100,000	0	100,000	Agreement Executed
7179	Barge Navigation Ramp Repair	25,000	0	25,000	100% complete
7180	Fishing Pier Cleaning station	0	14,490	0	100% complete
7182	North Causeway Boat Launch	0	0	0	Project Complete
7184	Riverwalk Launch Boardwalk Ph1	40,000	0	40,000	100% Complete Phase I
7185	Highbridge Park Expansion Ph1	15,000	0	15,000	95% complete Ph I
7189	FB Marina Welcome Deck	20,275	18,520	1,755	91% complete
7190	FB Mooring Field Ph1	10,275	0	10,275	100% complete
7191	AB Marsh Preserves Launch	150,000	150,000	0	Project Complete
7192	Arlington Lions Club	105,750	0	105,750	10% complete
7193	Exchange Club Island	113,250	0	113,250	Out to Bid
7194	North Bank Jax Riverwalk	71,400	0	71,400	Agreement Executed
7196	Lighthouse Park Ramp	25,000	0	25,000	15% complete

FL INLAND NAVIGATION DISTRICT
Project Status Expenditure Report - Budget vs. Actual
For Month Ending March 31, 2016

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
7197	Vilano Beach Pier	300,000	0	300,000	15% complete
7198	Long Creek Nature Preserve	10,000	5,589	4,411	90% complete
7199	FCSO Vessel	30,000	0	30,000	100% complete
7200	Marineland Phase B	136,983	0	136,983	Agreement Executed
7201	George Kennedy Park Seawall	20,000	0	20,000	80% complete
7202	Root Canal Bridge	225,000	0	225,000	1% complete
7203	Halifax River Trail	52,864	0	52,864	5% complete
7204	Sunrise Park South Dredge	32,650	0	32,650	100% complete
7205	New Smyrna Beach Wtrfrnt	60,000	0	60,000	Project Withdrawn
7206	Riverwalk P2 Launch North A	200,000	0	200,000	100% complete
7207	Riverwalk P3 North B	100,000	0	100,000	98% complete
7208	Banana River Park	62,167	55,389	6,778	90% complete
7209	Cocoa Riverfront Mooring	25,000	0	25,000	65% complete
7211	Melb. Marina Harbor Dredge	143,582	0	143,582	100% complete
7212	Restrooms MacWilliam Pk Ph I	7,500	0	7,500	100% complete
7213	Head Island	35,750	0	35,750	60% complete
7214	Melody Lane Ph 2 A	212,500	212,500	0	Project Complete
7215	Stuart Riverwalk	232,334	201,385	30,949	Project Complete
7216	St. Lucie Inlet	237,605	0	237,605	Agreement Executed
7217	N Marina Basin Dock	434,000	0	434,000	100% complete
7218	Pavilion Lake Ramp	32,500	0	32,500	45% Complete
7219	Burt Reynolds Park West	750,000	0	750,000	Agreement Executed
7220	Waterway Park Ph2b	1,254,604	0	1,254,604	5% complete
7221	Old Bridge Park	251,875	0	251,875	25% complete
7222	Torry Island Reef	118,150	0	118,150	15% Complete
7223	Peanut Island Erosion Control	166,800	0	166,800	41% complete
7224	Riviera Beach Marina B	75,000	0	75,000	10% complete
7227	Intracoastal Water Taxi	17,500	0	17,500	75% complete
7228	Alsford Park Improvements	646,915	0	646,915	Plans complete, bids next
7229	Seybold Canal & Wagner Ph D	1,000,000	0	1,000,000	Agreement Executed
7230	Dinner Key Marina	75,000	0	75,000	50% complete
7231	Baywalk Boat Hoists	20,000	0	20,000	Phase I 100% 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	Redesign plan
7236	Black Point Marina	349,170	0	349,170	5% complete
7237	Pelican Marina Wet Slip	256,470	0	256,470	90% complete
7238	Pelican Island Day Dock	37,296	0	37,296	90% complete
7239	Pelican Marina Boat Ramp	60,000	0	60,000	45% complete
7240	Matheson Marina Floating Dock	239,258	0	239,258	10% complete
7240.01	Horsecreek Dredging	159,285	0	159,285	100% complete
7241	Fern Bch Dock 6 Fire Safe	5,000	0	5,000	5% complete
7242	Fern Bch Managed Mooring	74,350	0	74,350	23% complete

FL INLAND NAVIGATION DISTRICT
Project Status Expenditure Report - Budget vs. Actual
For Month Ending March 31, 2016

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
7243	Breakwater Dock Safety Ph2	89,306	0	89,306	11% complete
7244	County Dock Ramp Ph 2	62,615	0	62,615	Agreement Executed
7245	Sister Creek	139,524	0	139,524	Agreement Executed
7246	Mayport Boat Ramp	99,000	0	99,000	Agreement Executed
7247	Tillie Fowler Kayak	46,000	0	46,000	Agreement Executed
7248	Wayne B Stevens Dock	60,500	0	60,500	Agreement Executed
7249	Pottsburg Crk Dredge Ph2	385,812	0	385,812	Agreement Executed
7250	Joe Carlucci Bt Ramp	46,500	0	46,500	Agreement Executed
7251	Metro Park Dock Replacement	96,750	0	96,750	Agreement Executed
7252	Marsh Preserve Imp. Ph 2	270,000	0	270,000	Agreement Executed
7253	Barge Seaplane Ramp ph 2	185,000	0	185,000	Agreement Executed
7254	Salt Run Channel Dredge 6	150,000	0	150,000	5% complete
7255	Riberia Pointe Kayak Launch	10,000	0	10,000	15% complete
7256	San Sebastian Rvr Drdg Prt 3	150,000	0	150,000	15% complete
7257	Boater Impr Kings Prk	62,436	0	62,436	Agreement Executed
7258	Moody Boat Launch Rstrm	113,187	0	113,187	30% complete
7259	Riverwalk Park North B Ph 2	250,000	0	250,000	8% complete
7260	Riverfront Park Esplanade Ph 1	90,000	0	90,000	Agreement Executed
7261	Daytona Bch Day Docks	114,175	0	114,175	10% complete
7262	Riverfront Vet Memorial Kayak	35,000	0	35,000	Awarded contract
7263	Shell Harbor Park Phase 1	67,500	0	67,500	Agreement Executed
7264	Smyrna Dunes Park Fishing Pier	119,475	0	119,475	Agreement Executed
7265	200 Channel Dredging	355,555	0	355,555	7% complete
7266	Banana River Park Kayak Lnch	53,505	0	53,505	Agreement Executed
7267	Working Waterfront Phase 2a	88,551	0	88,551	Agreement Executed
7268	Fishing Pier Riverside Park	12,500	0	12,500	4% complete
7269	Rstrm MacWilliam Boat Ramp	62,500	0	62,500	3% complete
7270	Round Island Riverside Park	90,000	0	90,000	5% complete
7271	Archie Smith Fish House	100,000	0	100,000	Agreement Executed
7272	Dinghy Dock Ft. Pierce	190,687	0	190,687	Agreement Executed
7273	Canal Park Marine Boat Lift	25,000	0	25,000	Agreement Executed
7274	Phipps Park Shoreline Stab	167,061	0	167,061	30% complete
7275	Charlie Leighton Park Access	60,000	0	60,000	Agreement Executed
7276	Shepard Park Improvement	232,158	0	232,158	10% complete
7277	WPB Living Shorelines	391,175	0	391,175	5% complete
7278	Hillsboro Canal Dredging Ph 2	412,500	0	412,500	Agreement Executed
7279	Bert Winters Park 2a	1,000,000	0	1,000,000	Agreement Executed
7280	Burt Reynolds Park W Ph	200,000	0	200,000	Out to bid
7281	FLPD Marine Motors Replace	21,000	0	21,000	Agreement Executed
7282	Coontie Hatchee Floating Dock	127,000	0	127,000	Agreement Executed
7283	Trash Skimming Vessel	20,000	0	20,000	Agreement Executed
7284	Las Olas Marina Access Dredge	258,898	0	258,898	Agreement Executed
7285	Bahia Mar Yachting Center Drdg	206,543	0	206,543	Agreement Executed
7286	Exchange Club Park Impr	60,000	0	60,000	Agreement Executed

FL INLAND NAVIGATION DISTRICT
 Project Status Expenditure Report - Budget vs. Actual
 For Month Ending March 31, 2016

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
7287	Sullivan Park Maritime Village	1,833,587	0	1,833,587	20% complete
7288	Surfside Seawall Replacement	346,250	0	346,250	Agreement Executed
7289	Miami Marina Park Wet Slips	50,000	0	50,000	10% 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	Agreement Executed
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
7295	Derelict Vessel City of Miami	30,000	0	30,000	25% complete
7296	Miamarina Upgrade Electrical	375,000	0	375,000	10% complete
7297	Marine Stadium Baywalk	500,000	0	500,000	Agreement Executed
7298	Morningside Park Sewall	25,000	0	25,000	Agreement Executed
7299	Dinner Key Marina Pumpout	150,000	0	150,000	10% complete
7300	Alice Wainwright Park Seawall	62,500	0	62,500	Agreement Executed
7301	Bayside Wharf Miami Marina	50,000	0	50,000	10% complete
7302	Legion park Seawall & Boat	50,000	0	50,000	Agreement Executed
7303	Crandon Marina Boat Ramp	215,266	0	215,266	2% complete
7304	Matheson Hmmk Wetslip Renov	104,699	0	104,699	5% complete
7305	Matheson Hammock Boat Rmp	283,059	0	283,059	2% complete
7306	Crandon Flotation Dock Renov	389,381	0	389,381	10% complete
7307	Homestead Bayfront Marina	205,000	0	205,000	2% complete
7308	Baywalk Plaza Ph 2a	200,000	0	200,000	5% complete
7309	Maurice Gibb Park Dock	75,000	0	75,000	Agreement Executed
		32,247,162	1,008,063	31,239,099	

FL INLAND NAVIGATION DISTRICT
 Project Status Expenditure Report - Budget vs. Actual
 For Month Ending March 31, 2016

ACCT #	ACCOUNT DESCRIPTION	BUDGET ANNUAL	ACTUAL Y-T-D	Amount Under/<Over>	Project Status
CAP					
7186	Hugh Taylor Birch State Park	75,000	0	75,000	90% complete
7187	SJRWMD - E. Gallie Drdge Ph1B	750,000	0	750,000	99% complete
7310	Merritt Island Biolab Ramp	83,286	0	83,286	20% complete
7311	Eau Gallie Dredging Ph 2	1,500,000	0	1,500,000	Agreement Executed
7312	Clean Marina DEP 15-81	150,000	0	150,000	Agreement Executed
7313	FDEP Clean Vessel Act	150,000	0	150,000	Agreement Executed
		2,708,286	0	2,708,286	
Public Information					
5402	Outreach Events	25,000	7,748	17,252	
5410	Communications	15,000	10,691	4,309	
5480	Public Information	35,000	5,430	29,570	
5490	Legal Advertising	27,000	1,447	25,553	
5642	Records Management	251,288	33,423	217,865	
		353,288	58,739	294,549	
5643	Disaster Relief Account	1,000,000	0	1,000,000	
	Total Disaster	1,000,000	0	1,000,000	
5311	Prop. Appraiser's Commissions	200,000	91,067	108,933	
5321	Tax Collector's Commissions	500,000	335,309	164,691	
		700,000	426,376	273,624	
TOTALS		95,206,913	6,290,664	88,916,249	

**EXECUTIVE DIRECTOR'S
DELEGATION OF AUTHORITY**

Actions from April 06, 2016 through May 9, 2016

1. Approved payment of \$6,108.47 to Taylor Engineering for general engineering services.
2. Approved payment of \$7,096.50 to Taylor Engineering for DMMA inspections.
3. Approved payment of \$1,932.50 to Hobe Sound Environmental Consultants, Inc. for gopher tortoise burrow location and marking, MSA 617, Palm Beach County, FL.
4. Approved payment of \$3,500.00 to Phil's Expert Tree Service, Inc. for cleanup and removal of debris and downed trees at MSA 726 in Pompano Beach, Broward County, FL.
5. Approved payment of \$850.00 to Mark's Fence & Railing, Inc. for gate and fence repair at MSA 726 in Pompano Beach, Broward County, FL.
6. Approved payment of \$2,400.00 to Hobe Sound Environmental Consultants, Inc. for wetland monitoring at DMMA IR-2, Indian River County, FL.
7. Approved payment of \$450.00 to David Barton Fence and Wall, LLC for sign replacement at DMMA DU-2, Duval County, FL.
8. Approved payment of \$3,500.00 to David Barton Fence and Wall, LLC for gate installation at DMMA FL-8, Flagler County, FL.
9. Approved payment of \$2,109.00 to DGC Environmental Services, Inc. for exotic vegetation treatment at DMMA SJ-14, St. Johns County, FL.
10. Approved payment of \$1,567.50 to DGC Environmental Services, Inc. for exotic vegetation treatment at DMMA SJ-1, St. Johns County, FL.

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Florida Inland Navigation District

ANNUAL FINANCIAL REPORT

September 30, 2015

Florida Inland Navigation District

ANNUAL FINANCIAL REPORT

September 30, 2015

TABLE OF CONTENTS



	<u>Page Number</u>
REPORT OF INDEPENDENT AUDITORS	1-3
MANAGEMENT'S DISCUSSION AND ANALYSIS	4-11
BASIC FINANCIAL STATEMENTS	
Government-wide Financial Statements	
Statement of Net Position	12
Statement of Activities	13
Fund Financial Statements	
Balance Sheet – Governmental Funds	14
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	15
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	17
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	18
Notes to Financial Statements	19-45
REQUIRED SUPPLEMENTAL INFORMATION	
Schedule of Employer Proportionate Share of Net Pension Liability	46-47
Schedule of Employer Contributions	48-49
Notes to Required Supplemental Information	50
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	51-52
MANAGEMENT LETTER	53-54
INDEPENDENT ACCOUNTANT'S REPORT/COMPLIANCE WITH SECTION 218.415, FLORIDA STATUTES	55

DRAFT**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, 2015, 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, 2015, 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.

Emphasis of Matter

As described in Note I to the financial statements, in fiscal year 2015, the District adopted new accounting guidance, Governmental Accounting Standards Board ("GASB") Statements No. 68, *Accounting and Financial Reporting for Pensions*, an amendment of GASB Statement No. 27, and No. 71, *Pension Transaction for Contributions Made Subsequent to the Measurement Date*. These implementations are considered a change in accounting principal that requires the recognition of a proportionate share of net pension liability, by participating employers. Our opinion is not modified with respect to these matters.

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 May XX, 2016 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.

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To the Board of Commissioners
Florida Inland Navigation District

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

May XX, 2016

**Florida Inland Navigation District
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2015**

DRAFT

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 12 and 13 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 14, 16 and 18 of this report.

**Florida Inland Navigation District
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2015**

DRAFT

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 15 and 17 and in Note B on pages 29 through 30.

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 19-45 of this report.

Financial Highlights

The following are the highlights of financial activity for the year ended September 30, 2015.

- The District's total net position at the end of the fiscal year totaled \$183,874,235. Of this amount, approximately \$47.7 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 \$111.7 million.
- The District's total fund balance at the end of the fiscal year totaled \$72,143,460. Of this amount, approximately \$64 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, 2015**

DRAFT

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Financial Highlights (Continued)

- Total revenues exceeded expenses by \$5,906,930. Ad valorem tax revenues collected from the District's 12 counties totaled \$22.3 million.
- The District's long-term liabilities consist of a liability for compensated absences to employees in the amount of \$75,904 and the net pension liability of \$449,222.
- The District has a total of \$2,669,536 in prepaid funds on account with the U.S. Army Corps of Engineers (the "Corps") and the Port Everglades Authority for ICW maintenance dredging.
- Forty-three Waterway Assistance Program projects with local governments were completed during the year totaling \$10.5 million and with the local government's financial contribution to these projects, over \$15 million in public waterway infrastructure was created.
- Three Cooperative Assistance Program projects were completed during the fiscal year totaling \$374,295. Two other projects approved in the fiscal year, with costs of \$825,000, 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 \$5,509,738 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, 2015**

DRAFT

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 \$183,874,235 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.

	Governmental Activities		%
	2015	2014	Change
Current assets	\$ 77,617,854	\$ 74,139,526	4.7%
Capital assets	111,730,775	107,244,006	4.2%
Total Assets	189,348,629	181,383,532	4.4%
Deferred outflows of resources	115,397	84,823 *	36.0%
Current liabilities	5,034,155	2,957,978	70.2%
Non-current liabilities	466,133	316,949 *	47.1%
Total Liabilities	5,500,288	3,274,927	68.0%
Deferred inflows of resources	89,503	226,123 *	-60.4%
Invested in capital assets	111,730,775	107,244,006	4.2%
Unrestricted	72,143,460	70,723,299 *	2.0%
Total Net Position	\$ 183,874,235	\$ 177,967,305	3.3%

* Restated

The District's total net position at the end of the fiscal year totaled \$183,874,235. The net investment in capital assets currently totals approximately \$111.7 million. The remaining balance of \$72.1 million is unrestricted and is available to meet the District's ongoing obligations; however, approximately \$47.7 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, 2015**

DRAFT

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Financial Analysis of the District (Continued)

Governmental activities increased the District's net position by \$5,906,930. Key elements of these changes are listed below.

	Governmental Activities		%
	2015	2014	Change
Governmental Revenues			
Ad valorem taxes	\$ 22,271,338	\$ 21,105,656	5.5%
Investment earnings	301,606	260,274	15.9%
Miscellaneous revenues	336,726	276,650	21.7%
Total Revenues	22,909,670	21,642,580	5.9%
Expenses			
General government	1,697,563	2,199,004 *	-22.8%
Physical environment	15,305,177	17,050,052	-10.2%
Total Expenses	17,002,740	19,249,056	-11.7%
Change in Net Position	5,906,930	2,393,524 *	146.8%
Net Position - Beginning of Year	177,967,305	175,573,781	1.4%
Net Position - End of Year	\$ 183,874,235	\$ 177,967,305 *	3.3%

* Restated

The increase in miscellaneous revenues is primarily attributed to the sale of spoil material, offloading fees, and a reimbursement from the Corps for a funded project being completed for less than anticipated.

The decrease in general government expenses relates to the implementation of GASB No. 68, *Accounting and Financial Reporting for Pensions*, and the resulting restatement of net position.

The decrease in physical environment expenses relates to the costs incurred for a large dredging project which was completed in the previous fiscal year.

**Florida Inland Navigation District
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2015**

DRAFT

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 increased \$1,415,510, from the prior year, to \$72,642,692 as of September 30, 2015. The key factor attributing to the increase is the timing of projects authorized by the District through its Waterway and Cooperative Assistance grants programs. Of the total fund balance, \$64 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 \$ 1,057,921 for the purchase of land, \$4,451,817 for the construction of DMMA's and \$8,515 for the purchase of office equipment. The Crane Island easement access road and bridge to DMMA NA-1 was not completed as of September 2015, and is included in Construction in Progress.

Capital Assets		
(Net of Depreciation)		
	2015	2014
Land and easements	\$ 80,242,593	\$ 79,485,636
Construction in progress	300,964	163,388
Building and improvements	12,836	19,630
Dredged material management	31,142,982	27,533,584
Furniture and equipment	31,400	41,768
Total Capital Assets (Net)	\$ 111,730,775	\$ 107,244,006

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, 2015**

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 \$75,904 at September 30, 2015.

The additional long term liability, net pension liability of \$449,222, 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 and carry forward funds, and the major changes are summarized as follows.

The following budgetary changes were funded using previously allocated but unspent funds:

- A \$438,414 increase in the ICW Dredging account.

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 2016.

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 2015 is .0345 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, 2015**

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, excluding \$97,628 in the Local Government Surplus Funds Trust Fund, 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, 2015**

DRAFT

	Governmental Activities
ASSETS	
Current Assets:	
Cash and cash equivalents	\$ 37,441,796
Investments	37,433,899
Due from other governments	72,623
Prepaid items	2,669,536
Total Current Assets	<u>77,617,854</u>
Non-current Assets:	
Capital assets not being depreciated	80,543,557
Capital assets being depreciated	41,901,226
Less: accumulated depreciation	<u>(10,714,008)</u>
Total Non-current Assets	<u>111,730,775</u>
Total Assets	<u>189,348,629</u>
 DEFERRED OUTFLOWS OF RESOURCES	
Pension related items	<u>115,397</u>
 LIABILITIES	
Current Liabilities	
Accounts payable	4,850,959
Retainage payable	124,203
Compensated absences	58,993
Total Current Liabilities	<u>5,034,155</u>
Non-current Liabilities:	
Net pension liability	449,222
Compensated absences	16,911
Total Non-current liabilities	<u>466,133</u>
Total Liabilities	<u>5,500,288</u>
 DEFERRED INFLOWS OF RESOURCES	
Pension related items	<u>89,503</u>
 NET POSITION	
Net investment in capital assets	111,730,775
Unrestricted	72,143,460
Total Net Position	<u>\$ 183,874,235</u>

See accompanying notes to financial statements .

**Florida Inland Navigation District
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED September 30, 2015**

DRAFT

Expenses by:

Functions/Programs

Governmental Activities

General government

\$ (1,697,563)

Physical environment

(15,305,177)

Total Governmental Activities

(17,002,740)

General Revenues:

Ad valorem property taxes

22,271,338

Investment earnings

301,606

Miscellaneous revenues

336,726

Total General Revenues

22,909,670

Change in Net Position

5,906,930

Net Position - October 1, 2014

177,967,305

Net Position - September 30, 2015

\$ 183,874,235

See accompanying notes to financial statements.

**Florida Inland Navigation District
BALANCE SHEET -
GOVERNMENTAL FUNDS
September 30, 2015**

DRAFT

ASSETS	General Fund
Cash and cash equivalents	\$ 37,441,796
Investments	37,433,899
Due from other governments	72,623
Prepaid expenses	<u>2,669,536</u>
Total Assets	<u><u>\$ 77,617,854</u></u>
 LIABILITIES AND FUND BALANCES	
LIABILITIES	
Accounts payable	\$ 4,850,959
Retainage payable	<u>124,203</u>
Total Liabilities	<u><u>4,975,162</u></u>
FUND BALANCES	
Nonspendable	
Prepaid expenses	2,669,536
Assigned for:	
Dredging projects	26,734,716
Grants, interlocals and contracts	<u>19,574,194</u>
DMMA development	15,661,692
Waterway studies	1,350,943
Disaster relief	1,000,000
Unassigned	<u>5,651,611</u>
Total Fund Balances	<u><u>72,642,692</u></u>
Total Liabilities and Fund Balances	<u><u>\$ 77,617,854</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, 2015

DRAFT

Total Governmental Fund Balances **\$ 72,642,692**

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

Capital assets not being depreciated, land and easements, \$80,242,593, and construction in progress, \$300,964, used in governmental activities are not financial resources and; therefore, are not reported in the funds. 80,543,557

Capital assets being depreciated, building and improvements, \$195,404, dredged material management areas, \$41,368,076 and furniture and equipment, \$337,746, net of accumulated depreciation \$(10,714,008) used in governmental activities are not financial resources and therefore, are not reported in the funds. 31,187,218

Net pension liability is not due and payable in the current period and, therefore, is not reported in the funds (449,222)

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 115,397

Deferred inflows of resources related to pensions (89,503)

Accrued compensated absences are not financial uses, and therefore, are not reported in the funds. (75,904)

Net Position of Governmental Activities **\$ 183,874,235**

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, 2015

DRAFT

	<u>General Fund</u>
Revenues	
Ad valorem taxes	\$ 22,271,338
Investment earnings	301,606
Miscellaneous	336,726
Total Revenues	<u>22,909,670</u>
Expenditures	
Current	
General government	1,702,214
Physical environment	14,273,693
Capital outlay	5,518,253
Total Expenditures	<u>21,494,160</u>
Net Change in Fund Balances	<u>1,415,510</u>
Fund Balances - October 1, 2014	<u>71,227,182</u>
Fund Balances - September 30, 2015	<u><u>\$ 72,642,692</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, 2015



Net Change in Fund Balances - Total Governmental Funds \$ 1,415,510

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, \$5,518,253, exceeded depreciation expense, (\$1,031,484) in the current period. 4,486,769

Governmental funds report contributions to defined benefit plans as expenditures; however, in the Statement of Activities, the amount contributed reduces net pension liability and is reported as part of deferred outflows of resources. 57,935

In the Statement of Activities, pension expense is recorded for a proportionate share of collective pension expense of the cost-sharing defined benefit plans. Also included in pension expense are amount required to be amortized in accordance with GASB Statement No. 68. (38,225)

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. (15,059)

Change in Net Position of Governmental Activities \$ 5,906,930

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, 2015

DRAFT

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Ad valorem taxes	\$22,439,119	\$22,439,119	\$ 22,271,338	\$ (167,781)
Investment income	250,000	250,000	301,606	51,606
Miscellaneous	-	-	336,726	336,726
Total Revenues	<u>22,689,119</u>	<u>22,689,119</u>	<u>22,909,670</u>	<u>220,551</u>
Expenditures				
Current				
General government				
Administration	1,172,766	1,172,766	1,188,741	(15,975)
Public information	136,596	136,596	77,954	58,642
Tax assessment commission	700,000	700,000	435,519	264,481
Physical environment				
Waterway assistance grants	33,578,167	32,530,902	10,864,900	21,666,002
Cooperative assistance grants	1,353,000	1,275,000	374,295	900,705
Operations	30,260,552	30,698,966	2,459,269	28,239,697
Interlocal agreements	727,119	727,119	224,147	502,972
Long range studies	1,702,025	1,702,025	351,082	1,350,943
Capital outlay	21,046,430	21,221,430	5,518,253	15,703,177
Total Expenditures	<u>90,676,655</u>	<u>90,164,804</u>	<u>21,494,160</u>	<u>68,670,644</u>
Net Change in Fund Balances	(67,987,536)	(67,475,685)	1,415,510	68,891,195
Fund Balances - October 1, 2014	<u>67,987,536</u>	<u>67,475,685</u>	<u>71,227,182</u>	<u>3,751,497</u>
Fund Balances - September 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 72,642,692</u>	<u>\$ 72,642,692</u>

See accompanying notes to financial statements.

**Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

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 the St. Lucie inlet to the St. Lucie lock.

**Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

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, 2015**

DRAFT

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 measurable 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, 2015**

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, 2015

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, 2015**

DRAFT

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Assets, Liabilities and Net Position or Equity

a. Cash and Investments

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.

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), a fully insured interest bearing account such as money market with a local bank, or with the State Board of Administration (SBA). 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. The Local Government Surplus Funds Trust as created by Section 218.415, Florida Statutes;
2. 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.

Investments in the Local Government Surplus Funds Trust Fund and Fund B Surplus Funds Trust Fund are recorded at the value of the pool shares, which is fair value.

b. 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, 2015**

DRAFT

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

c. 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.

d. 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, 2015**

DRAFT

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

d. 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.

e. 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 1st 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 1st 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 1st 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 1st of the year following the year in which taxes were assessed. There were no material delinquent taxes at September 30, 2015.

**Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

f. 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.

g. 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
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

h. 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.

i. 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.

j. Budgets

Budgets are prepared and adopted after public hearings for the governmental funds, pursuant to Chapter 189 and Section 200.065, 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
September 30, 2015**

DRAFT

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 \$72,642,692 differs from "net position" of governmental activities \$183,874,235 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 and easements	\$ 80,242,593
Construction in progress	300,964
Buildings and improvements	195,404
Dredged material management areas	41,368,076
Furniture and equipment	337,746
Accumulated depreciation	(10,714,008)
Total	<u>\$ 111,730,775</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>\$ (449,222)</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>\$ 115,397</u>
Deferred inflows of resources related to pensions	<u>\$ (89,503)</u>

Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015

DRAFT

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>\$(75,904)</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 \$1,415,510 differs from the "change in net position" for governmental activities \$5,906,930 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	\$ 5,518,253
Depreciation expense	<u>(1,031,484)</u>
Total	<u>\$ 4,486,769</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>\$ (15,059)</u>
Net (increase)decrease in net pension liability	<u>\$ 19,710</u>

**Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

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, 2015 was \$37,441,796 and the bank balance was \$38,541,558. All the deposits were covered by FDIC or collateralized in accordance with the "Florida Security for Public Deposits Act".

Investments

The State Board of Administration (SBA) administers the Local Government Surplus Funds Trust Fund of which is governed by Chapter 19-7 of the Florida Administrative Code and Chapters 218 and 215 of the Florida Statutes. These rules provide guidance and establish the policies and general operating procedures for the administration of the Local Government Surplus Funds Trust Fund.

The Local Government Surplus Funds Trust Fund is not a registrant with the Securities and Exchange Commission (SEC); however, the Board has adopted operating procedures consistent with the requirements for a 2a-7 fund, which permits money market funds to use amortized cost to maintain a constant net asset value (NAV) of \$1 per share. The fair value of the position in the Local Government Surplus Funds Trust Fund is equal to the value of the pool shares. The investments in the Local Government Surplus Funds Trust Fund is not insured by FDIC or any other governmental agency

As of September 30, 2015, the District had the following investments and maturities:

<u>Investments</u>	<u>Maturity</u>	<u>Book Value</u>	<u>FMV</u>
State Board of Administration			
Local Government Surplus Funds	NA	\$ 97,628	\$ 97,628
Certificate of Deposit	5/1/2016	15,166,217	15,166,217
Certificate of Deposit	9/17/2016	3,007,243	3,007,243
Certificate of Deposit	1/19/2016	3,010,863	3,010,863
Certificate of Deposit	2/20/2016	5,025,029	5,025,029
Certificate of Deposit	2/27/2016	6,031,640	6,031,640
Certificate of Deposit	5/25/2016	5,095,279	5,095,279
Total Investments		<u>\$ 37,433,899</u>	<u>\$ 37,433,899</u>

**Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

NOTE C – CASH AND INVESTMENTS (CONTINUED)

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), a fully insured interest bearing account (example being a money market account) with a local bank, or with the State Board of Administration. 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, 2015, the investments in Certificates of Deposit consisted of 99% of the District's total investments. The State Board of Administration Fund Local Government Surplus Funds Trust Fund was rated AAAM by Standard and Poors. The investments in the State Board of Administration were less than 1% of the District's total investments.

**Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

NOTE D – CAPITAL ASSETS

	October 1, 2014	Increases	Decreases	September 30, 2015
Non-Depreciable Assets:				
Land and easements	\$ 79,485,636	\$ 1,057,921	\$ 300,964	\$ 80,242,593
Construction in progress	163,388	300,964	163,388	300,964
Total Non-Depreciable Assets	79,649,024	1,358,885	464,352	80,543,557
Depreciable Capital Assets:				
Building and improvements	195,404	-	-	195,404
Dredged material management areas	36,752,871	4,615,205	-	41,368,076
Furniture and equipment	345,396	8,515	16,165	337,746
Total Depreciable Assets	37,293,671	4,623,720	16,165	41,901,226
Total Capital Assets	116,942,695	5,982,605	480,517	122,444,783
Accumulated Depreciation:				
Building and improvements	(175,774)	(6,794)	-	(182,568)
Dredged material management areas	(9,219,287)	(1,005,807)	-	(10,225,094)
Furniture and equipment	(303,628)	(18,883)	(16,165)	(308,346)
Total Accumulated Depreciation	(9,698,689)	(1,031,484)	(16,165)	(10,714,008)
Depreciable Assets, Net of Depreciation	27,594,982	3,592,236	-	31,187,218
Total Capital Assets, Net of Depreciation	\$ 107,244,006	\$ 4,951,121	\$ 464,352	\$ 111,730,775

Depreciation expense of \$1,031,484 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
September 30, 2015**

DRAFT

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).

The District's pension expense totaled \$38,225 for the fiscal year ended September 30, 2015.

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
September 30, 2015

DRAFT

NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)

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
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)

Contributions. The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2014-2015 fiscal year were as follows:

Class	July 1, 2014		July 1, 2015	
	Percent of Gross Salary		Percent of Gross Salary	
	Employee	Employer (1)	Employee	Employer (1)
FRS, Regular	3.00	7.37	3.00	7.26
FRS, Senior Management Service	3.00	21.14	3.00	21.43
DROP - Applicable to				
Members from all of the above classes	0.00	12.28	0.00	12.88
FRS, Re-employed Retiree	(2)	(2)	(2)	(2)

Notes: (1) Employer rates include 1.26 percent and 1.66 percent for the postemployment health insurance subsidy for the period October 1, 2014 through June 30, 2015 and July 1, 2015 through September 30, 2015, respectively. Also, employer rates, other than for DROP participants, include 0.04 percent for administrative costs of the investment plan.

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

The District's contributions to the Plan totaled \$50,445 for the fiscal year ended September 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2015, the District reported a liability of \$266,653 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The District's proportionate share of the net pension liability was based on the District's 2014-15 fiscal year contributions relative to the 2013-14 fiscal year contributions of all participating members. At June 30, 2015, the District's proportionate share was 0.00206 percent, which was an increase of 0.00004 percent from its proportionate share measured as of June 30, 2014.

For the fiscal year ended September 30, 2015, the District recognized pension expense of \$28,093 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
September 30, 2015**

DRAFT

NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 28,151	\$ (6,324)
Change of assumptions	17,699	-
Net difference between projected and actual earnings on Pension Plan investments	-	(63,672)
Changes in proportion and differences between contributions and proportionate share of contributions	40,572	-
County Pension Plan contributions subsequent to the measurement date	12,227	-
Total	<u>\$ 98,649</u>	<u>\$ (69,996)</u>

The deferred outflows of resources related to pensions, totaling \$12,227, 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, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending September 30,</u>	<u>Amount</u>
2016	\$ (11,893)
2017	(11,893)
2018	(11,893)
2019	40,638
2020	9,571
Thereafter	1,896
	<u>\$ 16,426</u>

**Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)

Actuarial Assumptions – The total pension liability in the June 30, 2015 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	7.65 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, 2015, 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:

<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual (Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.00%	3.11%	3.10%	1.65%
Intermediate-Term Bonds	18.00%	4.18%	4.05%	5.15%
High Yield Bonds	3.00%	6.79%	6.25%	10.95%
Broad US Equities	26.50%	8.51%	6.95%	18.90%
Developed Foreign Entities	21.20%	8.66%	6.85%	20.40%
Emerging Market Equities	5.30%	11.58%	7.60%	31.15%
Private Equity	6.00%	11.80%	8.11%	30.00%
Hedge Funds/Absolute Return	7.00%	5.81%	5.35%	10.00%
Real Estate (Property)	12.00%	7.11%	6.35%	13.00%
Total	<u>100.00%</u>			
Assumed Inflation - Mean		2.60%		2.00%

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

**Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)

Discount Rate. The discount rate used to measure the total pension liability was 7.65 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 7.65%, 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 (6.65%) or one percentage point higher (8.65%) than the current rate:

	1% Decrease (6.65%)	Current Discount Rate (7.65%)	1% Increase (8.65%)
District's proportionate share of the net pension liability	\$ 690,958	\$ 266,653	\$ (86,439)

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, 2015, the District reported a payable of \$4,093 for the outstanding amount of contributions to the Plan required for the fiscal year ended September 30, 2015.

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, 2015, 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
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)

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, 2015, the HIS contribution for the period October 1, 2014 through June 30, 2015 and from July 1, 2015 through September 30, 2015 was 1.26% and 1.66%, respectively. 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 \$7,490 for the fiscal year ended September 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2015, the District reported a net pension liability of \$182,569 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The District's proportionate share of the net pension liability was based on the District's 2014-15 fiscal year contributions relative to the total 2013-14 fiscal year contributions of all participating members. At June 30, 2015, the District's proportionate share was 0.00179 percent, which was a decrease of 0.00012 percent from its proportionate share measured as of June 30, 2014.

For the fiscal year ended September 30, 2015, the District recognized pension expense of \$10,132 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:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Change of assumptions	14,363	-
Net difference between projected and actual earnings on HIS Pension Plan investments	99	-
Changes in proportion and differences between contributions and proportionate share of contributions	-	(19,507)
County HIS Pension Plan contributions subsequent to the measurement date	2,286	-
Total	\$ 16,748	\$ (19,507)

**Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)

The deferred outflows of resources related to pensions, totaling \$2,286 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, 2016. 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
2016	\$ (1,457)
2017	(1,457)
2018	(1,457)
2019	(1,457)
2020	(1,458)
Thereafter	2,241
	\$ (5,045)

Actuarial Assumptions – The total pension liability in the July 1, 2015, 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, 2015, 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 3.80 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 Council's proportionate share of the net pension liability calculated using the discount rate of 3.80%, as well as what the Council's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (2.80%) or one percentage point higher (4.80%) than the current rate:

**Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

NOTE E – FLORIDA RETIREMENT SYSTEMS (CONTINUED)

	<u>1% Decrease (2.80%)</u>	<u>Current Discount Rate (3.80%)</u>	<u>1% Increase (4.80%)</u>
District's proportionate share of the net pension liability	\$ 208,029	\$ 182,569	\$ 161,339

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, 2015, the District reported a payable of \$762 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended September 30, 2015.

NOTE F – LONG TERM LIABILITIES

The long term liabilities of the District consists of compensated absences. The changes for the year ended September 30, 2015 are:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated Absences	<u>\$ 60,845</u>	<u>\$ 51,739</u>	<u>\$ 36,679</u>	<u>\$ 75,905</u>	<u>\$ 58,993</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, 2015, the District had approved projects totaling approximately \$33.8 million, of which, approximately \$21.6 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, 2015**

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, 2015, the District had approved contracts totaling approximately \$727,000 of which approximately \$465,000 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, 2015**

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 \$25,212 during the year ended September 30, 2015 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.

NOTE I – NET POSITION RESTATEMENT

The District participates in the FRS defined benefit pension plan and the HIS defined benefit plan administered by Florida Division of Retirement. As a participating employer, the District implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. This statement establishes requirements for measuring, recognizing, and disclosing pension liabilities, deferred outflows of resources, deferred inflows of resources, and expenses. The implementation of this standard requires employers participating in cost-sharing multiple-employer defined benefit pension plans to report the employer's proportionate share of the net pension liability and related pension amounts to the defined benefit pension plans and resulted in a restatement of beginning net position and the recognition of pension liabilities, deferred outflows of resources, deferred inflows of resources, and pension expense in the financial statements. Additionally, implementation required changes to the notes to the financial statements and required supplemental information for pension plans.

**Florida Inland Navigation District
NOTES TO FINANCIAL STATEMENTS
September 30, 2015**

DRAFT

NOTE I – NET POSITION RESTATEMENT (CONTINUED)

In addition, the District implemented *GASB No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date – and amendment to GASB Statement No. 68*. This statement requires, at the implementation of GASB No. 68, the recognition of beginning deferred outflow of resources for contributions to a defined benefit pension plan made subsequent to the measurement date of the beginning net pension obligation.

The District's implementation of GASB No. 68 and GASB No. 71 resulted in the restatement of beginning net position as of October 1, 2014:

Net position, October 1, 2014 as previously stated	\$ 178,410,343
Prior period adjustment - net pension liability, 10/1/2014	(301,738)
Prior period adjustment - deferred outflows of resources, 10/1/2014	84,823
Prior period adjustment - deferred inflows of resources, 10/1/2014	(226,123)
Net position, October 1, 2014, restated	<u>\$ 177,967,305</u>

**FLORIDA INLAND NAVIGATION DISTRICT
SUPPLEMENTAL FLORIDA RETIREMENT SYSTEM PENSION INFORMATION
SCHEDULE OF EMPLOYER PROPORTIONATE SHARE OF NET PENSION LIABILITY
SEPTEMBER 30, 2015**

DRAFT

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

See accompanying notes to required supplementary information.

**FLORIDA INLAND NAVIGATION DISTRICT
SUPPLEMENTAL HEALTH INSURANCE SUBSIDY PENSION INFORMATION
SCHEDULE OF EMPLOYER PROPORTIONATE SHARE OF NET PENSION LIABILITY
SEPTEMBER 30, 2015**



	<u>2015</u>	<u>2014</u>
Proportion of the net pension liability *	0.00179%	0.00191%
District's proportionate share of the net pension liability *	\$ 182,569	\$ 178,258
District's covered payroll *	543,198	551,274
 District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	 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 INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
SEPTEMBER 30, 2015**

DRAFT

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

See accompanying notes to required supplementary information.

**FLORIDA INLAND NAVIGATION DISTRICT
SUPPLEMENTAL HEALTH INSURANCE SUBSIDY PENSION INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
SEPTEMBER 30, 2015**

DRAFT

	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 7,490	\$ 6,336
Contributions in relation to the contractually required contribution	<u>7,490</u>	<u>6,336</u>
Contributions deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
 District's covered-employee payroll	 \$ 550,751	 \$ 521,456
Contributions as a percentage of covered-employee payroll	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 SUBSIDY
SEPTEMBER 30, 2015**

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, 2014	July 1, 2015
Actuarial Cost Method	Entry Age	Entry Age

Actuarial Assumptions:

Discount Rate	7.65%	7.65%
Investment Rate of Return	7.65%	7.65%
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, 2014	July 1, 2015
Actuarial Cost Method	Entry Age	Entry Age

Actuarial Assumptions:

Discount Rate	4.29%	3.80%
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, 2015, and the related notes to the financial statements, and have issued our report thereon dated May XX, 2016.

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

May XX, 2016

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, 2015, and have issued our report thereon dated May XX, 2016.

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 May XX, 2016 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, 2015, 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, 2015. 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

May XX, 2016

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, 2015. 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, 2015.

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

May XX, 2016