

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 2009



water *supply*



flood *protection*



water *quality*



natural *systems*



management *services*

Southwest Florida
Water Management District



A Component Unit of the State of Florida

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 2009

Prepared by: Finance Department

Southwest Florida
Water Management District



WATERMATTERS.ORG · 1-800-423-1476

A Component Unit of the State of Florida

Mission Statement:

The mission of the Southwest Florida Water Management District (District) is to manage water and related natural resources to ensure their continued availability while maximizing environmental, economic and recreational benefits. Central to the mission is maintaining the balance between the water needs of current and future users while protecting and maintaining water and related natural resources which provide the District with its existing and future water supply.

The Governing Board of the District assumes its responsibilities as authorized in Chapter 373 and other chapters of the Florida Statutes by directing a wide-range of programs, initiatives, and actions. These include, but are not limited to, flood protection, water use, well construction and environmental resource permitting, water conservation, education, land acquisition, water resource and supply development, and supportive data collections and analysis efforts.

The Southwest Florida Water Management District does not discriminate on the basis of disability. This nondiscrimination policy involves every aspect of the District's functions, including access to and participation in the District's programs and activities. Anyone requiring reasonable accommodation as provided for in the Americans with Disabilities Act should contact the District's Human Resources Director, 2379 Broad St., Brooksville, FL 34604-6899; telephone (352) 796-7211 or 1-800-423-1476 (FL only), ext. 4702; TDD 1-800-231-6103 (FL only); or email ADACoordinator@WaterMatters.org.

**Southwest Florida Water Management District
Comprehensive Annual Financial Report
Fiscal Year Ended September 30, 2009**

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- Boundary Map
- Organizational Chart Listing Principal Officials

March 30, 2010

To the Citizens of the Southwest Florida Water Management District:

The Comprehensive Annual Financial Report of the Southwest Florida Water Management District (District) for the fiscal year ended September 30, 2009, is hereby submitted.

State law requires that local governmental entities publish within 12 months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended September 30, 2009.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with U.S. generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, the information presented is accurate in all material respects, and is reported in a manner that presents fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's activities have been included.

KPMG LLP, Certified Public Accountants, have issued an unqualified opinion on the District's financial statements for the year ended September 30, 2009. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

The District encompasses approximately 10,000 square miles of a 16-county area in west-central Florida and is one of five regional water management districts charged by Chapter 373 of the Florida Statutes to preserve and protect the state's water resources.

About the District

Approximately one quarter of the state's population (4.7 million) resides within the District. The District was established in 1961 by a special act of the Florida Legislature to serve as local sponsor of the Four River Basins, Florida Project. This was a major flood control project sponsored by the U.S. Army Corps of Engineers after Hurricane Donna caused extensive damage in west-central Florida in 1960.

The District's original mission was to protect people and property from flooding caused by tropical storms and other heavy rains. This was done in part by building structures to control high waters. The Tampa Bypass Canal, which diverts Hillsborough River overflow away from the flood-prone areas of Tampa and Temple Terrace, is the most prominent example of this water resources management responsibility.

Today's regional flood protection efforts remain an important element of the District's mission. Since the District was created in 1961, the demands of growth have resulted in additional responsibilities mandated of the District by the Florida Legislature. As delegated by the Florida Department of Environmental Protection (DEP), the District now authorizes permits for consumptive use of water, well construction, surface water management, and the protection of wetlands. Water supply, water resources development, and water quality are major concerns, and many projects with local, state and federal funding partners focus on ensuring adequate sustainable quality water for the future.

A 13-member Governing Board establishes the District's policies, oversees its regulatory responsibilities, administers contracts, hires the Executive Director subject to approval by the Governor and confirmation by the Florida Senate, and authorizes tax levies and general fund and Basin budgets subject to review by the Governor. Each member is appointed by the Governor and confirmed by the Florida Senate. District Governing Board members serve staggered four-year terms, are eligible for reappointment, and serve as unpaid citizen volunteers. One or more Governing Board members also serve in an ex officio role on each of the District's seven Basin Boards.

At the beginning of fiscal year 2009, the District had eight watershed basins; however, effective January 1, 2009, the Governing Board, for purposes of streamlining and efficiency, approved Resolution Number 08-30 which allowed for the merger of the Hillsborough River and the Northwest Hillsborough Basins, thus leaving seven watershed basins at September 30, 2009. Unique to the Southwest Florida Water Management District, each of the seven watershed basins within the District is overseen by a Basin Board. There are 31 Basin Board members, who are also appointed by the Governor and confirmed by the Florida Senate. Basin Board members serve three-year terms, are eligible for reappointment, and serve as unpaid citizen volunteers. They offer a localized perspective to water management and make statutorily-required recommendations and decisions. Because of its Districtwide hydrologic significance, the District Governing Board also oversees activities in an eighth watershed area, the Green Swamp Basin.

The annual budget serves as the foundation for the District's financial planning and control. The Truth-in-Millage (TRIM) Act enacted by state legislation requires disclosure of information regarding tax millage and budget adoption. Each year, following the required disclosures, the conduct of two public hearings for taxpayer comment, and review by the Executive Office of the Governor for comments between the first and second hearings, the Governing Board sets the tax rates and adopts a budget in September. The appropriated budget is prepared by fund, department and activity. The Governing Board delegates authority to the Executive Director to execute transfers of budgeted funds not to exceed \$50,000, if no reserve funds are involved. Delegated transfers are presented to the Governing Board for approval and to the appropriate Basin Board(s) for information at their next regular scheduled meeting. All transfers of funds from the contingency and other reserve accounts exceeding \$50,000 require prior Governing or Basin Board approval. All transfers approved by Basin Boards are reported to the Governing Board for ratification.

The District is authorized by the Florida Constitution and Florida Statutes to fund its general operations from ad valorem property taxes. The District Governing Board, with the approval of the Executive Office of the Governor (EOG), may levy up to one-half mill Districtwide to fund regulatory activities and projects of Districtwide significance as well as Green Swamp Basin projects. In addition, each of the seven Basin Boards may levy up to one-half mill with the approval of the Governing Board and the EOG to support projects undertaken within, or directly affecting, their individual geographic areas. One mill equals \$1 of tax per \$1,000 of taxable property value. Funding for District programs is supplemented by District permit fees and by grants from and contracts with federal, state and local governments, and private sector organizations.

The Reporting Entity

The financial statements of the District include all operations for which the District is financially accountable.

The District is a component unit of the State of Florida for financial reporting purposes. The state provides funding for District programs through the sale of state debt, sharing of documentary stamp tax revenues, and the approval of various annual grants and entitlements.

The District's financial statements for the fiscal year ended September 30, 2009, will be incorporated into the State of Florida's financial statements for the state's fiscal year ending June 30, 2010, as a discretely presented component unit. Discretely presented component units are reported in a separate column in the basic financial statements to emphasize that they are legally separate from the primary government, which is the State of Florida, and to differentiate their financial position, results of operations and cash flows.

Factors Affecting Financial Condition

Economic Conditions and Outlook.¹ For calendar year 2009, the economic conditions of the counties within the District have, like many in the state and nation, weakened relative to the previous year. Conditions in the local economy affect the District's ability to generate revenues. District revenues are primarily derived from ad valorem taxes, which are based on the assessed value of real estate. Factors which contribute to changes in property values include population growth rates, employment and income.

The total countywide population for the 16 counties served by the District grew 1.55 percent between 2008 and 2009. (The total population within District boundaries, of which only a portion of six of the counties is included, grew 1.31 percent.) This was slower than Florida's total population growth (1.59 percent) but faster than the nation (0.98 percent). The District's total population is forecasted to increase by 9.29 percent from 2009 to 2015. Population in the District is projected to grow apace with Florida (9.49 percent) and faster than the nation (5.98 percent).

Total employment Districtwide fell by approximately 2.27 percent from 2008 to 2009 in comparison to a drop of 2.12 percent and 1.62 percent respectively, for the state and nation. Total employment for the District is projected to increase around 10.54 percent between 2009 and 2015 in line with 10.39 percent for Florida and ahead of the nation (8.24 percent). District counties that will experience the largest growth in total employment between 2009 and 2015 include Hernando (15.02 percent), Lake (14.97 percent) and Pasco (13.93 percent). Those with the lowest projected increases include Sarasota (5.99 percent) and Pinellas (8.01 percent).

¹ Except as noted, all data are based on countywide data for that calendar year and are derived from Woods and Poole Economics. 2010 State Profile: State and County Projections to 2040. Woods and Poole population projections are greater than BEBR medium projections and were used for consistency.

Unemployment has increased considerably between 2008 and 2009. Florida's preliminary unemployment rate as of October 2009 was 11.2 percent, compared to 6.9 percent a year earlier, representing a 62.32 percent increase over the year². As of October 2009 Florida lost 339,600 nonagricultural jobs from the same time in 2008. The construction and manufacturing industries account for 118,700 or 35 percent of the job losses within the state³. The national unemployment rate for October 2009 is one percent lower than Florida's at 10.2 percent. October 2009 unemployment rates for metropolitan areas in the District are greater than the national and statewide averages and range from 11.7 percent in the Tampa-St. Petersburg-Clearwater metropolitan area to 12.5 percent in the Lakeland-Winter Haven metropolitan area.

The momentum of the real estate sector has continued to decelerate throughout the District, state and nation. Abundant home inventories, reduced wealth, tightened credit conditions, and increasing foreclosures have dramatically impacted the sector. Between October 2008 and October 2009 statewide median sales prices of single-family homes and condominiums have declined 17 percent and 29 percent, respectively. The falling home prices combined with state and federal subsidies and historically low interest rates have enticed a number of prospective buyers. Statewide sales of existing single family homes and condominiums increased 45 percent and 82 percent, respectively, between October 2008 and October 2009^{4,5}. Following this trend, realtor sales of existing single family homes between October 2008 and October 2009 increased in the four Metropolitan Statistical Areas (MSAs) in the District: Lakeland-Winter Haven (37 percent), Punta Gorda (4 percent), Sarasota-Bradenton (50 percent), and Tampa-St. Petersburg-Clearwater (36 percent). A downward adjustment in sales prices between October 2008 and October 2009 possibly sparked the increase in sales of existing single family homes for the MSAs within the District. Median sale prices were lower 9 percent (Sarasota-Bradenton) to 21 percent (Lakeland-Winter Haven) for existing single family homes.

Despite the recent increase in sales activity for existing homes, the construction industry continues to experience negative economic impacts as a result of the real estate sector slowdown. Districtwide residential building permit issuance in the first four months of calendar year 2009 was down 42.65 percent from the same period in 2008⁶. Between 2008 and 2009, counties within the District experienced a decline in construction employment of 13.35 percent. Excess capacity in the real estate sector will continue to weigh on employment in the construction industry.

Increasing unemployment and decreasing asset values have contributed to a drop in per capita income of 2.83 percent Districtwide between 2008 and 2009. Per capita Income has decreased 3.43 percent for the state and 0.84 percent overall for the nation. Districtwide per capita income is forecasted to grow at an annualized rate of 1.63 percent from 2015 to 2030.

Tourism dependent sectors have also felt the effects of the recession. For example, the St. Petersburg/Clearwater Area Convention and Visitors Bureau reported a 4.45 percent reduction in total visitors and a 4.59 percent decline in total room nights between October 2008 and October 2009⁷. The decline in visitors to the District is also evidenced by a reduction in airport activity at major airports

² "Regional and State Employment and Unemployment – October 2009". U.S. Department of Labor. November 20, 2009. Bureau of Labor Statistics, <http://www.bls.gov/news.release/pdf/laus.pdf>. Accessed: December 10, 2009.

³ "Florida's October Employment Figures Released". Agency for Workforce Innovation. November 20, 2009. http://www.floridajobs.org/publications/news_rel/LMS%20Release%2011-20-09.pdf. Accessed: December 10, 2009.

⁴ Florida Sales Report – October 2009. Single-Family, Existing Homes. Florida Association of Realtors. <http://media.living.net>. Accessed: December 9, 2009.

⁵ Florida Sales Report – October 2009. Existing Condominiums. Florida Association of Realtors. <http://media.living.net>. Accessed: December 9, 2009.

⁶ Building Permits Database. State of the Cities Data Systems. Office of Policy Development and Research. U.S. Department of Housing and Urban Development. Accessed: December 9, 2009.

⁷ "October 2009 Visitor Profile." Prepared for the St. Petersburg/Clearwater Area Convention and Visitors Bureau by Research Data Services, Inc. December 9, 2009.

within the District^{8,9,10}. The number of total passengers at Tampa International Airport and Sarasota Bradenton International Airport declined 8.53 percent and 12.98 percent, respectively, between October 2008 and October 2009. The St. Petersburg-Clearwater International Airport realized a slight decrease of approximately 2.61 percent during October 2008 to October 2009.

Agriculture is generally a key stabilizing component of the District's economy. The agriculture segment of the economy has posted growth in both farm employment and farm earnings higher than the state and the nation. Farm employment increased 1.01 percent in the District between 2008 and 2009. Farm employment in the District is forecasted to increase 2.67 percent between 2010 and 2015. District farmers are reported to have experienced an increase in farm earnings between 2008 and 2009 of 3.69 percent compared to 2.97 percent for the state and 2.27 percent for the nation.

Citrus crops play a vital role within the agricultural sector of the District. The latest USDA Commercial Citrus Inventory Report indicates that Florida lost an estimated 7,736 acres, or -1.35 percent of commercial citrus inventory between 2008 and 2009¹¹. Within the District, Hardee County's total citrus acres increased the greatest by 4.29 percent while Sarasota County realized the largest decrease in total citrus acres of 6.06 percent. The 2008-2009 season for Florida citrus produced 7.2 percent less fruit with an on-tree value of \$993 million, down 22.7 percent from the previous season¹². The 2009-2010 citrus season is expected to produce 16.3 percent less fruit than the prior season¹³. However, the total on-tree revenues for all Florida citrus are forecasted to increase 4.9 percent from 2008-2009 levels to \$1.04 billion for the 2009-2010 season. The decreases in Florida's orange crop size and the average yield per tree support the expected increase in on-tree revenues.

In 2009, Districtwide Gross Regional Product (GRP) is estimated to have a value of \$164.17 billion, down 2.31 percent from the previous year¹⁴. The percentage change in Gross Regional Product (GRP) is an informative benchmark of economic output used to compare the economic growth of regions within the nation. Districtwide GRP is forecasted to increase by 16.1 percent between 2009 and 2015, remaining ahead of the growth rates for the state (16.08 percent) and the nation (12.89 percent). Districtwide GRP is forecasted to grow at an annualized rate of 2.6 percent between 2015 and 2030.

In summary, the housing slump will continue to be a dominant factor in the current economic climate. As a consequence the real estate sector and related industries will continue to both negatively impact and be impacted by the overall economy. As a result, local municipalities and counties may suffer from reduced property and documentary stamp tax revenues – at least in the near future. Local economic conditions will likely reduce the amount of available District funding for water supply projects and the amount of matching funding from state and local governments for water quality, reuse, land conservation, environmental restoration and flood control projects. As opposed to water supply projects that are primarily funded by user rates and fees, water quality, reuse, land acquisition, restoration and flood control projects often do not have dedicated sources of funding and are more likely to be impacted by budget shortfalls for the next several years.

Long-term financial planning. The District exercises its management of water resources through four "areas of responsibility": Water Supply, Flood Protection, Water Quality, and Natural Systems.

⁸ "Tampa International Airport-Monthly Activity Report." Hillsborough County Aviation Authority. October 2009. <http://www.tampaairport.com>. Accessed: December 10, 2009.

⁹ "Sarasota Bradenton International Airport-Activity Report." Sarasota-Manatee Airport Authority. November 30, 2009. <http://www.srq-airport.com>. Accessed: December 10, 2009.

¹⁰ "Total Passengers 1992 through 2009 (Nov). Airport Statistics. St. Petersburg-Clearwater International Airport. <http://www.fly2pie.com>. Accessed: December 10, 2009.

¹¹ Commercial Citrus Inventory Preliminary Report. USDA. September 18, 2009. www.nass.usda.gov/fl

¹² 2008-09 Citrus Summary. USDA. September 24, 2009. www.nass.usda.gov/fl.

¹³ Citrus statistics are derived from: Brown, Mark G. Florida Citrus Outlook 2009-2010 Season. Prepared for Florida Citrus Commission Economic and Market Research Committee. October 21, 2009.

¹⁴ Gross Regional Product in 2004 dollars.

Long-term financial planning, as well as strategic direction, is provided by the District Water Management Plan, the District Strategic Plan, annual development of a Program Budget, a Five-Year Technology Plan, and a Five-Year Capital Improvement Plan that connects planning and program budgeting.

As one example of long-term financial planning in the area of water supply, consider the District's Long-Range Water Supply and Water Resource Development Funding Plan (Long-Range Funding Plan). The District's 2006 Regional Water Supply Plan (RWSP) shows that at least an additional 409 million gallons per day (mgd) of new water supplies will be required by 2025. It is estimated that at least half of this need has either been met or will be met by projects that were under development as of December 2006. The bulk of the remaining water demand will be met by several large scale water supply development projects identified in the RWSP. The capital cost of these projects, combined with the cost of District water resource development projects to restore the minimum flows to the upper Peace River, is estimated in the RWSP at approximately \$2.17 billion. The Long-Range Funding Plan addresses this need by combining and projecting funds available from the District, project cooperators, the State's Water Protection and Sustainability Program, and other state and federal appropriations on a pay-as-you go funding strategy. The RWSP identifies \$2.44 billion from these sources through 2025, which should be sufficient to cover the capital costs indicated, if the District can "stay the course" in retaining ad valorem property taxes, with the remaining \$270 million to be used for smaller scale water supply projects and as a reserve for the development of projects to replace water supplies that may be reduced as the result of the establishment or revision of minimum flows and levels. This Long-Range Funding Plan is reviewed and updated annually as part of the District budget process to keep pace with evolving water supply plans and the potential revenue impacts of various tax reform proposals. The RWSP is updated on a five-year cycle with the next revision scheduled for late 2010. It should also be noted that over the long term, if state funding continues to be reduced or unavailable and ad valorem revenues continue to decline, the funding plan levels and timelines may need to be adjusted and the challenge of meeting future water supply needs will be much greater.

Cash management policies and practices. Cash temporarily available during the year was pooled and invested in the Florida PRIME, which is administered by the State Board of Administration (SBA), two money market funds and in government securities with maturities of not to exceed three years. The District's investment policy is to minimize credit and market risks while maintaining a competitive yield on the portfolio. The average rate of return on District investments was 1.8 percent. Interest earnings include appreciation in the fair value of investments. Increases in fair value during the current year, however, do not necessarily represent trends that will continue; nor will the District necessarily realize such amounts, especially in the case of temporary changes in the fair value of investments that the District intends to hold to maturity.

Risk Management. The Risk Management Section of the District's Human Resources Department is charged with the responsibility to provide a safe and healthy environment to protect employees and the public against losses that would affect the District's ability to fulfill its goals and objectives. Districtwide safety programs to familiarize employees with risk control techniques to minimize accident-related losses have been offered to all District employees.

The District is currently self-insured for workers' compensation. The District contracts with a third-party administrator to administer workers' compensation claims and maintains an excess workers' compensation insurance policy to cover claims in excess of \$500,000 per occurrence.

The District continues to be successful in maintaining employee group medical benefit costs at a level comparable to the average cost for similar benefit plans based on industry type, geographic location and plan structure.

Pension Trust Operations. Employees of the District are covered by the Florida Retirement System (FRS). FRS contribution rates are actuarially determined and spread to all participant governments

within the FRS. The District has no obligation in connection with employee benefits offered through this plan beyond its annual contractual payment to the FRS.

Debt Administration. The District had total capital lease debt outstanding in the amount of \$1.5 million and no outstanding bonded debt at the end of fiscal year 2009.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended September 30, 2008. This was the 21st consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

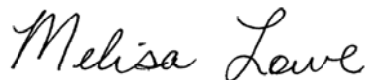
A Certificate of Achievement is valid for a period of one year only. We believe that the District's current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Sincere appreciation is extended to the many District employees who assisted with the preparation of this report, with special thanks to the employees of the Finance Department, especially the Accounting & Financial Reporting Section. Special recognition is due the Communications Department staff for the design of the cover and tabs, and the Document Services Section staff for producing the report. In closing, this report would not have been possible without the support and leadership of the District Governing Board, the District's Basin Boards and the District's Executive staff.

Sincerely,



Daryl F. Pokrana
Finance Director



Melisa Lowe
Accounting & Financial Reporting Manager

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Southwest Florida Water Management District

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A stylized, handwritten signature in black ink, appearing to read "J.H.R.".

President

A handwritten signature in black ink that reads "Jeffrey R. Emer".

Executive Director



Financial Section

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
Notes to the Financial Statements



The management's discussion and analysis on pages 3 through 13 and the schedule of funding progress on page 51 are not a required part of the basic financial statements but are supplementary information required by U.S. generally accepted accounting principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, other supplementary information, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and Section 215.97, *Florida Statutes*, and is not a required part of the basic financial statements. The other supplementary information and the schedule of expenditures of federal awards and state financial assistance have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

As discussed in note I.F. to the financial statements, the Southwest Florida Water Management District adopted the provisions of Governmental Accounting Standards Board Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, as of October 1, 2008.

KPMG LLP

March 23, 2010
Certified Public Accountants

Management's Discussion and Analysis (unaudited)

The Southwest Florida Water Management District's (District) discussion and analysis is designed to offer readers of the District's financial statements a narrative overview and analysis of the financial activities of the District for the fiscal year ended September 30, 2009. Readers are encouraged to read the Management's Discussion and Analysis in conjunction with the transmittal letter beginning on page i and the District's financial statements, which begin on page 15.

Financial Highlights

- The assets of the District exceeded its liabilities at the close of the most recent fiscal year by \$1.4 billion. Of this amount, \$557.8 million may be used to meet the District's ongoing obligations to citizens and creditors. It is the District's intent to use these assets to: (1) liquidate contracts and purchase orders in the amount of \$334.6 million and (2) pay claims associated with the District's Workers' Compensation Self-insurance Program estimated at \$0.9 million. The remaining net assets are earmarked for Water Supply and Resource Development projects and funding for future years.
- The District's total net assets increased by \$29.2 million. The increase is primarily attributable to the investment in capital assets and to the Governing Board's decision to set aside current year revenues to fund planned future projects that will incur expenses in future years necessary to address long-term water supply and resource development needs consistent with the District's Regional Water Supply Plan. Such decisions are earmarked through the establishment of designations of fund balance.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$605.3 million, a decrease of \$4.6 million in comparison with the prior year. Of this total amount, \$248.6 million is available for spending at the District's discretion and has been earmarked as noted above.
- The District continues to have no bonded debt.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include: water resources planning and monitoring; acquisition, restoration and public works; operation and maintenance of lands and works; regulation; outreach; and management and administration.

The government-wide financial statements can be found on pages 15 and 16 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintained one general fund, 11 special revenue funds and two capital projects funds, all of which are considered to be major funds during fiscal year 2009. The Governing Board, for purposes of streamlining and efficiency, approved Resolution Number 08-30 which allowed for the merger of the Hillsborough River and the Northwest Hillsborough Basins special revenue funds effective January 1, 2009, leaving 10 special revenue funds at September 30, 2009. Information for all funds is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances.

The District adopts an annual appropriated budget for all funds. To demonstrate compliance with the adopted budget, budgetary comparison statements have been provided for all funds in accordance with Governmental Accounting Standards Board, Statement No. 34. Although not required, budgetary comparison schedules for the District's capital projects funds have been provided on pages 53 and 54 of this report, as other supplemental information.

The governmental fund financial statements can be found on pages 17 through 30 of this report.

Notes to the financial statements. The notes 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 31 through 52 of this report.

Additional information. Additional information about the District, which may be of interest to the reader, is found under the Statistical, Single Audit and Management Letter sections of this report.

Government-wide Financial Analysis

The overall condition of the District improved in both fiscal years 2009 and 2008.

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$1.4 billion at September 30, 2009. Also, at September 30, 2009, the District reported positive balances in all three categories of net assets. The same situation held true for the prior fiscal year. For fiscal year 2009, the District's total net assets increased by \$29.2 million. The majority of the increase is attributable to the investment in capital assets and to the Governing Board's decision to set aside current year revenues to fund planned future projects that will incur expenses in future years necessary to address long-term water supply and water resource development needs consistent with the District's Regional Water Supply Plan. Such decisions are earmarked through the establishment of designations of fund balance.

Southwest Florida Water Management District's Net Assets

	Governmental Activities	
	2009	2008 (as restated*)
Current and Other Assets	\$ 709,342,296	\$ 717,773,729
Capital Assets	812,864,318	779,615,865
Total Assets	<u>1,522,206,614</u>	<u>1,497,389,594</u>
Current and Other Liabilities	103,224,185	107,173,959
Long-term Liabilities	28,444,934	28,872,386
Total Liabilities	<u>131,669,119</u>	<u>136,046,345</u>
Net Assets:		
Invested in Capital Assets, net of related debt	811,448,233	779,451,560
Restricted for:		
Partnership Agreement	21,250,000	63,750,000
Unrestricted	557,839,262	518,141,689
Total Net Assets	<u>\$ 1,390,537,495</u>	<u>\$ 1,361,343,249</u>

*Amounts for fiscal year 2008 have been restated to reflect the District's adoption of GASB 51 effective October 1, 2008. (See Note I.F., New accounting pronouncements, page 37.)

By far the largest portion of the District's net assets, at September 30, 2009, in the amount of \$811.4 million (58.4 percent) reflects its investment in capital assets, net of related debt (e.g., land, buildings, machinery, equipment, infrastructure, intangible assets). The District uses these capital assets to carry out its statutory responsibilities; consequently, these assets are not available for future spending.

Restricted net assets in the amount of \$21.3 million (1.5 percent) represent resources that are subject to external restrictions as to how they may be used.

Unrestricted net assets in the amount of \$557.8 million (40.1 percent) may be used to meet the District's ongoing obligations to citizens and creditors. As noted earlier, it is the District's intent to use these assets to: (1) liquidate contracts and purchase orders in the amount of \$334.6 million and (2) to pay claims associated with the District's Workers' Compensation Self-insurance Program estimated at \$0.9 million based on an independent actuarial determination. The remaining funds are

earmarked for planned Water Supply and Resource Development and other projects and funding for future years.

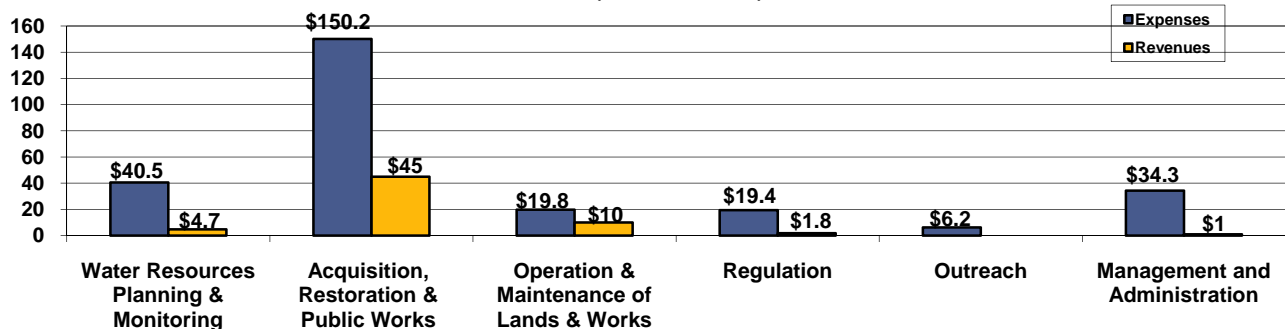
Governmental activities. Governmental activities increased the District's net assets by \$29.2 million. Changes in key elements of this increase are as follows:

Southwest Florida Water Management District's Changes in Net Assets

	Governmental Activities	
	2009	2008 (as restated*)
Revenues:		
Program revenues:		
Charges for services	\$ 4,042,820	\$ 5,024,017
Operating grants and contributions	46,665,491	55,273,724
Capital grants and contributions	11,827,554	62,873,713
General revenues:		
Ad valorem property taxes	216,708,977	238,923,620
Unrestricted investment earnings	13,220,367	17,906,722
Other	7,127,390	3,252,835
Total Revenues	<u>299,592,599</u>	<u>383,254,631</u>
Expenses:		
Water Resources Planning and Monitoring	40,493,992	38,470,066
Acquisition, Restoration and Public Works	150,186,371	138,016,223
Operation and Maintenance of Lands and Works	19,777,540	21,623,536
Regulation	19,363,964	19,281,444
Outreach	6,249,764	5,290,433
Management and Administration	34,326,722	33,544,462
Total Expenses	<u>270,398,353</u>	<u>256,226,164</u>
Change in net assets	29,194,246	127,028,467
Net assets - beginning of year	1,361,343,249	1,234,314,782
Net assets - end of year	<u>\$ 1,390,537,495</u>	<u>\$ 1,361,343,249</u>

*Amounts for fiscal year 2008 have been restated to reflect the District's adoption of GASB 51 effective October 1, 2008. (See Note I.F., New accounting pronouncements, page 37.)

Fiscal Year 2009 Expenses and Program Revenues - Governmental Activities**
(shown in millions)



** Program Revenues exclude ad valorem property taxes in accordance with Governmental Accounting Standards Board, Statement No. 34 – See Note I.B. on page 31.

Revenues

Ad valorem property taxes are the District's primary source of revenue. For fiscal year 2009, ad valorem property taxes decreased \$22.2 million (9.3 percent) below fiscal year 2008. The property tax levy for fiscal year 2009 budget requirements is based on the tax roll for calendar year 2008. All millage rates were below the rolled-back rates and the maximum millage rates in compliance with Section 200.065, Florida Statutes. The District's Governing Board and seven of the eight Basin Boards elected to maintain their fiscal year 2009 millage rates at the fiscal year 2008 levels, as opposed to increasing these rates to either the rolled-back or maximum millage rates. The Pinellas-Anclote River Basin reduced its millage rate from 0.3701 mill for fiscal year 2008 to 0.3600 mill for fiscal year 2009.

Charges for services decreased by \$1 million (19.5 percent) below fiscal year 2008, due primarily to the slowing economy within the construction industry, which has resulted in a reduction in Environmental Resource Permit applications. In addition, the District was not able to harvest as much timber as expected due to market conditions. Further reimbursements for aquatic plant management were at a reduced level due to the Florida Department of Environmental Protection supplying the required chemicals needed for treatment along with fewer aquatic plant acres managed. The number of acres managed can vary year to year since ecological conditions such as water levels may result in increased or decreased aquatic plant growth or affect planned control operations.

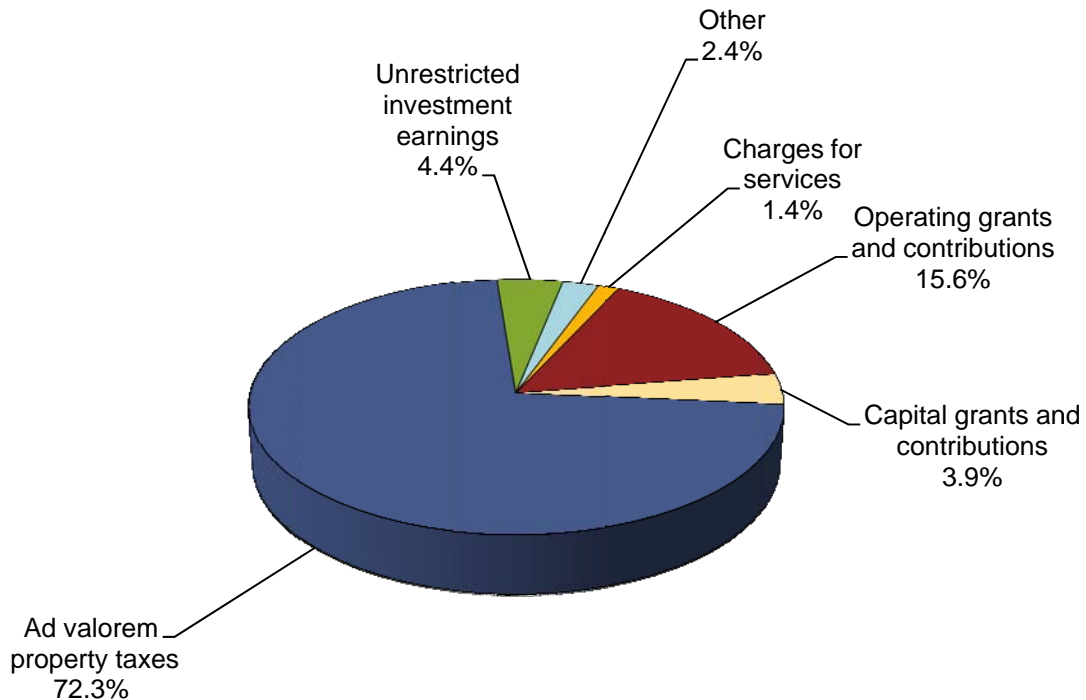
Operating grants and contributions decreased by \$8.6 million (15.6 percent) below fiscal year 2008, due primarily to a decrease in intergovernmental revenues received from the Ecosystem Management and Restoration Trust Fund for the detailed planning and implementation of programs for the management and restoration of ecosystems, such as the restoration of Lake Panasoffkee, which was completed in fiscal year 2008 and for the Tampa Bay Water System Configuration II project in fiscal year 2009 as compared to fiscal year 2008. Funding from the State Transportation Trust Fund for mitigation activities that offset the adverse wetland impacts of transportation projects also declined in fiscal year 2009.

Capital grants and contributions decreased by \$51 million (81.2 percent) below fiscal year 2008 due primarily to an decrease in the number of acres of land acquired in fiscal year 2009 as compared with fiscal year 2008. During fiscal year 2008, there were significant acquisitions made involving the Lake Hancock and Myakkahatchee Creek projects. Acquisitions of this magnitude were not made during fiscal year 2009. The Florida Department of Environmental Protection provided the majority of this revenue from the Florida Forever Trust Fund for land acquisition.

Unrestricted investment earnings decreased by \$4.7 million (26.2 percent) below fiscal year 2008 due to the current economic conditions and declining interest rates. The District received a 3.5 percent average yield on its investments during fiscal year 2008 compared with an average yield of 1.8 percent during fiscal year 2009.

Other Revenues increased by \$3.9 million (119.1 percent) above fiscal year 2008 due primarily to various land easements that were donated to the District with a fair market value of approximately \$6.5 million, as compared to land donations with a fair market value of approximately \$2.5 million in fiscal year 2008.

FY2009 Revenues by Source – Governmental Activities



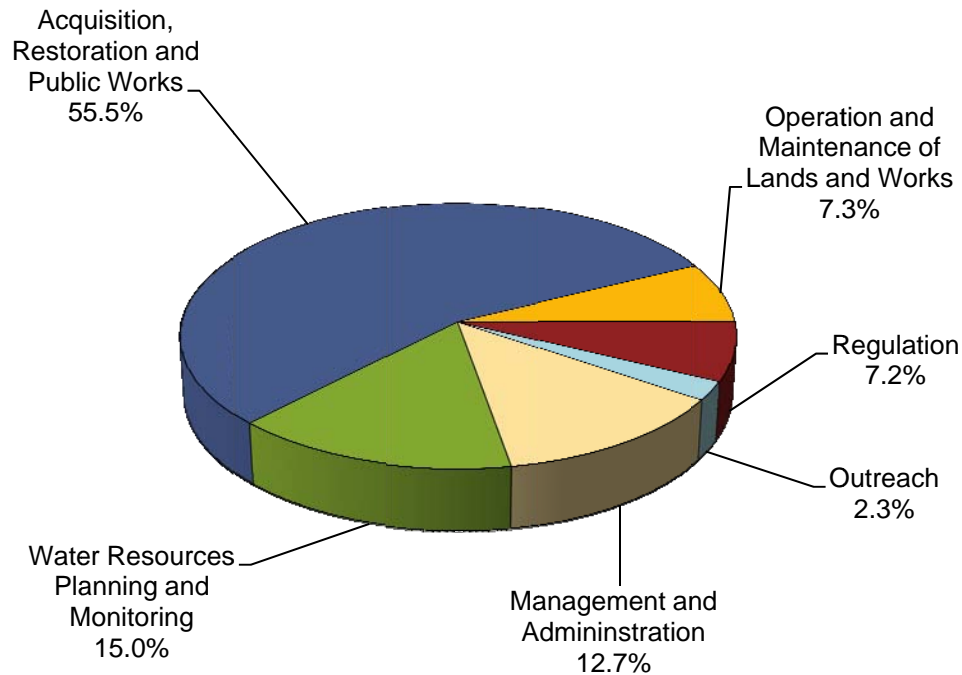
Expenses

Acquisition, Restoration and Public Works program expenses increased \$12.2 million (8.8 percent) compared with fiscal year 2008. Expenses included in this program include the development and construction of all capital projects, cooperative projects, land acquisition and the restoration of lands and water bodies. The increase in expenses is due to a number of different projects relating to this program area. Actual expenditures associated with cooperative funding and restoration projects are incurred as work on the projects is completed. Since the projects are often multi-year and the work is generally completed by local governments with the District reimbursing costs, expenditures can fluctuate year to year depending on the status of the projects and when they are completed. For example, during fiscal year 2009, combined expenditures for the Tampa Bay Water System Configuration II Project and the Seawater Desalination Project were \$43 million higher than in fiscal year 2008. Conversely, the combined fiscal year 2009 expenditures for the Peace River Regional Reservoir Expansion, Peace River Facility Expansion, Florida Department of Transportation Mitigation program, Charlotte County Regional Reclaimed Water Expansion, Polk County Utilities Southwest Regional Wastewater Treatment Facility Phase 2 Expansion, Pasco County Wet Weather Reclaimed Water Utilization, and the St. Petersburg Northwest and Southwest Reclaimed Storage Tanks, Pumps & Telemetry projects were \$29 million less than in fiscal year 2008.

Outreach program expenses increased \$1 million (18.1 percent) compared with fiscal year 2008. Expenses included in this program include environmental education activities, such as water conservation campaigns and water resources education; public information activities; all lobbying activities relating to local, regional, state and federal governmental affairs; and all public relations activities, including public service announcements and advertising in any media. The increase in expenses relates to several areas such as increased media messaging due to drought conditions,

and supporting a variety of environmental and water resource related projects such as: Polk's Nature Discovery Center, Florida Water Star Gold, MOSI Wetland Wonders Program, Tampa Bay Watch Field Trip Program, Chain of Lakes Natural Resource Center Education Program, and the Crystal Springs Field Trip Program.

FY2009 Expenses by Program – Governmental Activities



Financial Analysis of the Government's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's funding requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

At September 30, 2009, unreserved fund balance totals \$248.6 million. This total includes deficit undesignated fund balances totaling \$30.4 million in the Surface Water Improvement and Management (SWIM) Program, Department of Transportation (DOT) Mitigation and Save Our Rivers funds (see Note III.B, page 39). These balances result from contractual obligations (encumbrances) at year-end that are not eligible for reimbursement until expenditures are incurred against them, thus creating deficit undesignated fund balances at September 30. Without the deficit undesignated fund balances, the combined unreserved fund balance was \$279 million available for spending at the District's discretion. Of this amount, the Governing Board has designated \$277.5 million for various purposes including Water Supply and Resource Development, and funding for the fiscal year 2010 budget. Reserved fund balance totals \$356.7 million and is reserved to indicate that it is not available for new spending because it has already been committed to 1) liquidate \$355.8 million in contracts and purchase orders

and 2) pay approximately \$0.9 million in estimated claims associated with the District's Workers' Compensation Self-insurance Program.

The general fund is the chief operating fund of the District. At the end of fiscal year 2009, unreserved fund balance of the general fund was \$198.8 million, while the total fund balance was \$277.1 million. As a measure of the general fund's liquidity, it may be useful to compare both the unreserved fund balance and the total fund balance to the total fund expenditures, which amounted to \$152.8 million. Unreserved, including undesignated, fund balance represents 130 percent of the total general fund expenditures, while total fund balance represents 181.3 percent of that same amount. In the general fund, the Governing Board has designated \$174.5 million for projects and reserves primarily for Water Supply and Resource Development, \$23.7 million as funding for the fiscal year 2010 budget, and \$0.5 million for the self-funded workers' compensation program.

The fund balance of the *general fund* increased \$12.3 million during the current fiscal year due to various reasons such as the Governing Board's decision to set aside current year revenues to fund future water supply and resource development projects in the amount of \$9.1 million. In addition, \$6 million was budgeted as a reserve for contingencies, of which \$5.5 million was not required, resulting in an increase to fund balance. Projects that were cancelled during the year or revenues in excess of budget also contribute to the increase in the general fund's fund balance.

The eight watershed basins, *Alafia River, Hillsborough River, Northwest Hillsborough River, Coastal Rivers, Pinellas-Anclote River, Withlacoochee River, Peace River and Manasota* are all project driven special revenue funds. The fluctuation (increases or decreases) in the Basins' fund balances from year to year is primarily due to the timing differences of when revenues are budgeted to fund the projects and when the project expenditures actually occur. Actual expenditures associated with cooperative funding and restoration projects are incurred as work on the projects is completed. Since the projects are often multi-year and the work is generally completed by local governments with the District reimbursing costs, expenditures may vary year to year depending on the status of the projects and when they are completed. Ad valorem property taxes are the primary funding source for the Basins and from fiscal year 2008 to 2009 there was a decrease (9.62 percent) in tax revenue. The majority of the ad valorem property taxes are allocated to either current year projects or set aside for future year projects. If the current year projects do not incur substantial costs during the year of funding, then the fund balances of the Basins will increase. During the year in which substantial costs are incurred, if subsequent to the year of funding, then the Basins' fund balances will decrease. For fiscal year 2009, six of the seven watershed basins constituted at September 30, 2009, had increases in fund balance. The Peace River Basin had a decrease in fund balance. The Northwest Hillsborough Basin merged with the Hillsborough River Basin effective January 1, 2009, so a transfer of \$36.9 million was made from the Northwest Hillsborough Basin to the Hillsborough River Basin effective January 1, 2009.

The fund balance of the *Partnership Trust* special revenue fund decreased \$42.5 million during the current fiscal year because all of the revenues allocated to fund the projects accounted for in this fund were budgeted and recognized in prior years.

General Fund Budgetary Highlights

The District's General Fund budget was amended twice during fiscal year 2009. The first amendment increased the budget by \$7.5 million to reflect unanticipated revenue from the Water Management Lands Trust Fund for construction of the Lake Hancock Treatment System project. The second amendment increased the budget by \$247,937 to reflect a reallocation of revenue from the Water Management Lands Trust Fund also for construction of the Lake Hancock Treatment System project.

In total, the general fund revenue budget was \$188.7 million with actual revenues of \$164 million, resulting in a variance of \$24.7 million (13.1 percent). The variance is primarily due to a reduction in intergovernmental revenues.

Intergovernmental revenues are recognized at the time related expenditures are incurred. For fiscal year 2009, the Intergovernmental Revenues budget was \$47.5 million and actual revenues were \$19.6 million, resulting in a variance of \$27.9 million (58.8 percent). The decrease is due primarily to outside funding being budgeted to fund various District projects that are currently in the planning stages and have not incurred a significant amount of expenditures.

The District's program areas include a variety of projects, initiatives and reserves that are necessary to carry out the District's mission to preserve and protect the state's water resources (see Note I.D, page 33). The general fund budget-to-actual expenditure variances are primarily due to encumbrances that exist at year-end for projects that are often multi-year, resulting in expenditures that do not always coincide with the budget period; and reserves established to fund various long-term programs or initiatives consistent with the Regional Water Supply Plan. After removing the encumbrances from the budget-to-actual variances, one program area showed a significant variance.

The District Management and Administration program budget was \$55 million and actual expenditures were \$42.1 million. After removing encumbrances totaling \$5.7 million, a variance of \$7.2 million (13.2 percent) remains. The variance is primarily due to: \$5.5 million of budgeted reserves for contingencies not required in fiscal year 2009; commission expenditures that were \$1.3 million less than anticipated due primarily to the refund of excess commissions from county property appraisers and tax collectors; and legal expenditures that were \$0.6 million less for outside legal services and expert legal testimony/analysis than budgeted.

These variances will not have a significant effect on future services or liquidity of the District.

Capital Asset and Debt Administration

Capital assets. The District's investment in capital assets at September 30, 2009, amounted to \$812.9 million (net of accumulated depreciation). This investment in capital assets includes land, land interests, buildings, machinery and equipment, infrastructure, construction in progress, software, easements and other capital assets.

Major capital asset events during the current fiscal year include the following:

- In June 2007, the Governmental Accounting Standards Board (GASB) issued Statement No. 51 (GASB 51), Accounting and Financial Reporting for Intangible Assets. This Statement requires that essentially all intangible assets be recorded as capital assets. Further, this Statement provides guidance regarding internally generated intangible assets, such as software development, and other intangible assets, such as easements, water rights, timber rights and other land management assets. Retroactive reporting is required for intangible assets, except for those considered to have indefinite useful lives as of the effective date of this Statement, and those that would be considered internally generated. The District implemented GASB 51 effective October 1, 2008. As a result, the District's Net Assets as of October 1, 2008 of \$1,346,618,365 were increased by \$14,724,884, the net book value of intangible assets as of the beginning of the fiscal year. The District's Net Assets as of October 1, 2008, as restated, were \$1,361,343,249.

- Following are some of the construction in progress projects that were completed during fiscal year 2009:
 - Deep Creek Park, Phase 1
 - Brooksville Building 6, Roof Replacement
 - Brooksville Building 21 Addition
 - Brooksville Parking Lot Renovation
 - Pavilion/BBQ Area Green Swamp West
 - Wellsites: Bartow Sewage Plant, Clear Springs Mine South, Kissingen Springs, Ed Chance/Coker Prairie, Edison Junction

**Southwest Florida Water Management District's
Capital Assets
(net of depreciation)**

	2009	2008 (as restated)
Land	\$ 605,639,785	\$ 590,637,197
Land Interests (less-than-fee)	69,232,544	56,368,504
Buildings	27,640,907	28,307,145
Machinery and Equipment	13,615,260	11,857,184
Infrastructure	67,382,646	70,964,263
Construction in Progress	21,934,051	15,609,190
Software	7,374,131	5,857,229
Other Capital Assets	44,994	15,153
Total Assets	\$ 812,864,318	\$ 779,615,865

Additional information on the District's capital assets can be found in Note I.E.4. on page 35 and Note IV.E. on page 44.

Long-term debt. At the end of the current fiscal year, the District had total capital lease debt outstanding of \$1.5 million.

**Southwest Florida Water Management District's
Outstanding Debt**

Governmental Activities		
	2009	2008
Capital Leases	\$1,543,074	\$1,308,866

The District's total long-term debt increased by \$234,208 (17.9 percent) during the current fiscal year. The increase was due to the District entering into a three-year lease agreement as lessee for financing the acquisition of Cisco infrastructure equipment. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the inception date. The initial capital lease payable was \$947,744, with the initial payment of \$257,735 paid by the District and an initial payment of \$16,000 paid by the vendor, leaving a lease payable balance of \$674,009. Since the infrastructure equipment was being constructed, the initial capital lease proceeds of \$947,744 were deposited in a cash escrow account, which was subsequently paid to the vendor later in fiscal year 2009 leaving a zero balance in the cash escrow account.

Additional information on the District's long-term debt can be found in note IV.G. on page 46 of this report.

Economic Factors and Next Year's Budgets and Rates

The District's primary source of funding is ad valorem property tax revenue. Property tax values within the District decreased 11.56 percent in 2009 due to declining property values reflecting the state of the economy and the housing industry. The property tax levy for fiscal year 2010 budget requirements is based on the tax roll for calendar year 2009.

All millage rates are below the rolled-back rates and maximum millage rates in compliance with Section 200.065, Florida Statutes. The District's Governing Board and five of the seven Basin Boards adopted millage rates for fiscal year 2010 equal to the rates adopted for fiscal year 2009. The newly merged Hillsborough River Basin adopted a millage rate equal to the lower of the two fiscal year 2009 millage rates, which was the Northwest Hillsborough Basin's millage rate of 0.2421 mill. The Pinellas-Anclote River Basin adopted a millage rate of 0.3200 mill for fiscal year 2010, lowered from 0.3600 mill for fiscal year 2009.

Ad valorem tax revenue for fiscal year 2010 is budgeted at \$189 million, approximately \$28.2 million below fiscal year 2009.

The current economic conditions and declining interest rates have negatively affected the District's interest earnings for fiscal year 2009 and are expected to continue for fiscal year 2010. The District received an average return of 1.8 percent on its investments for fiscal year 2009, compared to the 2 percent that had been budgeted. The fiscal year 2010 budget for interest earnings is based on an expected return of 1 percent. As of the end of the first quarter of fiscal year 2010, interest earnings appeared to be on track with the budget, and interest projections indicate interest earnings will equal or moderately exceed the budgeted amounts within the individual funds. Management will continue to closely monitor interest revenue throughout the fiscal year and report any variances to the Governing Board as conditions warrant.

Requests for Information

This financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information should be addressed to the Office of the Finance Director, Southwest Florida Water Management District, 2379 Broad Street, Brooksville, Florida, 34604-6899; or by calling (352) 796-7211, extension 4121; or by e-mail to Daryl.Pokrana@WaterMatters.org.

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Basic Financial Statements

The Basic Financial Statements include both the Government-wide Financial Statements and Fund Financial Statements.

The Government-wide Financial Statements consist of a statement of net assets and a statement of activities which report information about the District as a whole using the economic resource measurement focus and the accrual basis of accounting.

The Fund Financial Statements report additional detailed information about the District's governmental funds using the current financial resources measurement focus and the modified accrual basis of accounting.

**Southwest Florida Water Management District
Statement of Net Assets
September 30, 2009**

ASSETS	<u>Governmental Activities</u>
Cash and Investments	\$ 600,834,892
Receivables	39,116,017
Deposits	30,000
Inventories	64,566
Other Assets	225,185
Restricted assets:	
Cash and Investments	69,071,636
Capital Assets not being depreciated:	
Land	605,639,785
Land Interests	69,232,544
Construction in Progress	21,934,051
Capital Assets (net of accumulated depreciation):	
Buildings	27,640,907
Machinery and Equipment	13,615,260
Infrastructure	67,382,646
Software	7,374,131
Other Capital Assets	44,994
Total Assets	<u>1,522,206,614</u>
LIABILITIES	
Accounts and Contracts Payable	51,096,333
Payroll and Related Costs	4,177,386
Contracts Payable-Retainage	731,194
Due To Other Governments	1,500
Unearned Revenue	36,631,836
Liabilities Payable From Restricted Assets	10,585,936
Noncurrent Liabilities:	
Due Within One Year	5,672,586
Due in More Than One Year	22,772,348
Total Liabilities	<u>131,669,119</u>
NET ASSETS	
Invested in Capital Assets, net of related debt	811,448,233
Restricted for:	
Partnership Agreement	21,250,000
Unrestricted (Note V.B., Page 48)	557,839,262
Total Net Assets	<u><u>\$ 1,390,537,495</u></u>

The notes to the financial statements are an integral part of this statement.

**Southwest Florida Water Management District
Balance Sheet
Governmental Funds
September 30, 2009**

	General	Alafia River Basin	Hillsborough River Basin	Northwest Hillsborough Basin	Coastal Rivers Basin	Pinellas- Anclote River Basin	Withlacoochee River Basin	Peace River Basin	Manasota Basin	SWIM Program	DOT Mitigation	Partnership Trust	Save Our Rivers	Facilities	Total Governmental Funds
ASSETS															
Cash and Investments	\$ 291,119,923	\$ 16,669,148	\$ 76,889,855	\$ -	\$ 13,491,302	\$ 132,010,470	\$ 10,161,197	\$ 30,431,533	\$ 47,101,426	\$ 9,078,821	\$ 2,667,619	\$ 31,585,917	\$ 5,537,575	\$ 3,161,742	\$ 669,906,528
Due From Other Governments	15,390,358	969,873	3,478,677	-	1,684,406	4,308,283	1,331,307	2,371,087	3,127,542	2,328,189	407,366	-	1,378,625	-	36,775,713
Interest Receivable	1,119,939	61,939	290,839	-	51,624	498,345	40,119	98,658	174,367	4,474	-	-	-	-	2,340,304
Deposits	30,000	-	-	-	-	-	-	-	-	-	-	-	-	-	30,000
Inventories	64,566	-	-	-	-	-	-	-	-	-	-	-	-	-	64,566
Other Assets	218,835	-	-	-	-	-	-	-	-	-	-	-	6,350	-	225,185
Total Assets	<u>307,943,621</u>	<u>17,700,960</u>	<u>80,659,371</u>	<u>-</u>	<u>15,227,332</u>	<u>136,817,098</u>	<u>11,532,623</u>	<u>32,901,278</u>	<u>50,403,335</u>	<u>11,411,484</u>	<u>3,074,985</u>	<u>31,585,917</u>	<u>6,922,550</u>	<u>3,161,742</u>	<u>709,342,296</u>
LIABILITIES AND FUND BALANCES															
Liabilities:															
Accounts and Contracts Payable	16,580,828	665,215	4,459,181	-	1,859,639	10,765,736	954,200	5,253,929	5,969,271	4,480,641	55,494	10,335,917	288,372	13,846	61,682,269
Payroll and Related Costs	3,833,102	21,597	68,368	-	24,421	37,718	55,543	52,618	44,837	34,090	5,092	-	-	-	4,177,386
Contracts Payable-Retainage	191,969	11,549	7,295	-	188,218	26,567	1,474	170,613	8,907	82,640	19,184	-	-	22,778	731,194
Due To Other Governments	1,500	-	-	-	-	-	-	-	-	-	-	-	-	-	1,500
Deferred Revenue	10,270,374	498,799	43,736	-	23,805	1,080,050	62,525	6,330,132	3,856,410	5,900,690	2,717,857	-	6,634,178	-	37,418,556
Total Liabilities	<u>30,877,773</u>	<u>1,197,160</u>	<u>4,578,580</u>	<u>-</u>	<u>2,096,083</u>	<u>11,910,071</u>	<u>1,073,742</u>	<u>11,807,292</u>	<u>9,879,425</u>	<u>10,498,061</u>	<u>2,797,627</u>	<u>10,335,917</u>	<u>6,922,550</u>	<u>36,624</u>	<u>104,010,905</u>
Fund Balances:															
Reserved for Encumbrances	77,418,061	12,635,659	54,407,056	-	11,235,779	83,486,385	9,328,659	19,252,155	34,775,531	25,992,785	1,739,843	21,250,000	3,884,870	441,464	355,848,247
Reserved for Workers' Compensation Claims	882,000	-	-	-	-	-	-	-	-	-	-	-	-	-	882,000
Unreserved:															
Designated for Future Projects	174,531,282	1,775,460	15,421,140	-	223,391	27,108,760	-	-	2,528,000	-	-	-	-	583,778	222,171,811
Designated for Subsequent Year's Expenditures	23,723,939	2,092,681	6,252,595	-	1,672,079	14,311,882	1,130,222	1,841,831	3,220,379	-	-	-	-	1,069,285	55,314,893
Designated for Workers' Compensation Self-Insurance Program	510,566	-	-	-	-	-	-	-	-	-	-	-	-	-	510,566
Undesignated	-	-	-	-	-	-	-	-	-	(25,079,362)	(1,462,485)	-	(3,884,870)	1,030,591	(29,396,126)
Total Fund Balances	<u>277,065,848</u>	<u>16,503,800</u>	<u>76,080,791</u>	<u>-</u>	<u>13,131,249</u>	<u>124,907,027</u>	<u>10,458,881</u>	<u>21,093,986</u>	<u>40,523,910</u>	<u>913,423</u>	<u>277,358</u>	<u>21,250,000</u>	<u>-</u>	<u>3,125,118</u>	<u>605,331,391</u>
Total Liabilities and Fund Balances	<u>\$ 307,943,621</u>	<u>\$ 17,700,960</u>	<u>\$ 80,659,371</u>	<u>\$ -</u>	<u>\$ 15,227,332</u>	<u>\$ 136,817,098</u>	<u>\$ 11,532,623</u>	<u>\$ 32,901,278</u>	<u>\$ 50,403,335</u>	<u>\$ 11,411,484</u>	<u>\$ 3,074,985</u>	<u>\$ 31,585,917</u>	<u>\$ 6,922,550</u>	<u>\$ 3,161,742</u>	

Amounts reported for governmental activities in the statement of net assets (page 15) are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 812,864,318

Delinquent taxes are not available to pay for current period expenditures and, therefore, are not reported in the funds. 786,720

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. (28,444,934)

Net assets of governmental activities \$ 1,390,537,495

The notes to the financial statements are an integral part of this statement.

Southwest Florida Water Management District
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2009

	General	Alafia River Basin	Hillsborough River Basin	Northwest Hillsborough Basin	Coastal Rivers Basin	Pinellas-Anclote River Basin	Withlacoochee River Basin	Peace River Basin	Manasota Basin	SWIM Program	DOT Mitigation	Partnership Trust	Save Our Rivers	Facilities	Total Governmental Funds
REVENUES															
Ad Valorem Property Taxes	\$ 134,486,978	\$ 4,821,088	\$ 13,004,137	\$ 5,376,574	\$ 4,553,491	\$ 27,497,327	\$ 4,925,509	\$ 8,525,216	\$ 12,184,495	\$ -	\$ -	\$ -	\$ -	\$ 1,250,000	\$ 216,624,815
Intergovernmental Revenues	19,599,384	1,152,751	3,568,413	1,413	2,382,427	3,404,763	1,955,197	3,454,380	4,481,462	5,783,391	1,666,521	-	11,801,871	-	59,251,973
Interest on Invested Funds	6,192,018	371,049	1,219,810	498,469	301,392	2,885,201	232,430	554,085	946,225	-	19,688	-	-	-	13,220,367
License and Permit Fees	1,672,672	-	-	-	-	-	-	-	-	-	-	-	-	-	1,672,672
Other	2,092,604	2,573	66,338	1,115	1,042	8,077	1,240	4,519	9,829	-	-	-	-	19,800	2,207,137
Total Revenues	164,043,656	6,347,461	17,858,698	5,877,571	7,238,352	33,795,368	7,114,376	12,538,200	17,622,011	5,783,391	1,686,209	-	11,801,871	1,269,800	292,976,964
EXPENDITURES															
Current:															
Water Resources Planning and Monitoring	26,840,891	832,585	1,576,226	87,338	1,850,935	669,278	2,122,480	2,473,647	2,515,785	1,497,422	-	-	-	-	40,466,587
Acquisition, Restoration and Public Works	52,566,777	2,252,103	8,358,711	252,038	2,819,012	19,223,373	1,060,665	7,927,690	12,154,233	8,069,527	1,666,521	42,500,000	11,437,828	654,507	170,942,985
Operation and Maintenance of Lands and Works	9,917,215	486,714	2,522,959	47,013	825,269	1,349,403	1,871,800	1,419,689	874,738	-	-	-	364,043	-	19,678,843
Regulation	19,268,672	-	-	-	-	-	-	-	-	-	-	-	-	-	19,268,672
Outreach	2,189,688	252,938	762,132	93,805	296,508	857,181	323,976	654,251	477,014	328,952	-	-	-	-	6,236,445
Management and Administration	42,050,421	105,312	237,708	118,557	123,640	588,677	159,531	278,067	192,489	-	-	-	-	-	43,854,402
Total Expenditures	152,833,664	3,929,652	13,457,736	598,751	5,915,364	22,687,912	5,538,452	12,753,344	16,214,259	9,895,901	1,666,521	42,500,000	11,801,871	654,507	300,447,934
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,209,992	2,417,809	4,400,962	5,278,820	1,322,988	11,107,456	1,575,924	(215,144)	1,407,752	(4,112,510)	19,688	(42,500,000)	-	615,293	(7,470,970)
OTHER FINANCING SOURCES (USES)															
Transfers In	-	-	36,896,146	-	-	-	-	-	-	4,012,815	-	-	-	-	40,908,961
Transfers Out	(9,880)	(180,514)	(588,799)	(36,901,960)	(96,019)	(1,134,377)	(382,914)	(445,431)	(1,169,067)	-	-	-	-	-	(40,908,961)
Sale of Capital Assets	115,985	-	1,829,220	-	-	-	-	-	-	-	-	-	-	12,200	1,957,405
Capital Lease Proceeds	947,744	-	-	-	-	-	-	-	-	-	-	-	-	-	947,744
Total Other Financing Sources and Uses	1,053,849	(180,514)	38,136,567	(36,901,960)	(96,019)	(1,134,377)	(382,914)	(445,431)	(1,169,067)	4,012,815	-	-	-	12,200	2,905,149
Net Change In Fund Balances	12,263,841	2,237,295	42,537,529	(31,623,140)	1,226,969	9,973,079	1,193,010	(660,575)	238,685	(99,695)	19,688	(42,500,000)	-	627,493	(4,565,821)
Fund Balances - Beginning	264,802,007	14,266,505	33,543,262	31,623,140	11,904,280	114,933,948	9,265,871	21,754,561	40,285,225	1,013,118	257,670	63,750,000	-	2,497,625	609,897,212
Fund Balances - Ending	\$ 277,065,848	\$ 16,503,800	\$ 76,080,791	\$ -	\$ 13,131,249	\$ 124,907,027	\$ 10,458,881	\$ 21,093,986	\$ 40,523,910	\$ 913,423	\$ 277,358	\$ 21,250,000	\$ -	\$ 3,125,118	\$ 605,331,391

Amounts reported for governmental activities in the statement of activities (page 16) are different because:

Net change in fund balances -- total governmental funds \$ (4,565,821)

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 and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. 29,920,993

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations and adjustments) resulted in a net increase to net assets. 3,327,460

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. However, delinquent taxes recorded as of September 30, 2009, were more than the amount recorded at prior year-end, resulting in a net increase to income. 84,162

The borrowing of resources associated with a capital lease provides current financial resources to governmental funds, while the repayment of the principal of the long-term borrowing consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of the proceeds borrowed and the repayment of principal associated with the long-term borrowing. (234,208)

Some expenses 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. 661,660

Change in net assets of governmental activities \$ 29,194,246

The notes to the financial statements are an integral part of this statement.

Southwest Florida Water Management District
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Ad Valorem Property Taxes	\$ 134,136,809	\$ 134,136,809	\$ 134,486,978	\$ 350,169
Intergovernmental Revenues	39,797,486	47,545,423	19,599,384	(27,946,039)
Interest on Invested Funds	2,500,000	2,500,000	6,192,018	3,692,018
License and Permit Fees	3,000,000	3,000,000	1,672,672	(1,327,328)
Other	1,539,025	1,539,025	2,092,604	553,579
Total Revenues	<u>180,973,320</u>	<u>188,721,257</u>	<u>164,043,656</u>	<u>(24,677,601)</u>
EXPENDITURES				
Current:				
Water Resources Planning and Monitoring	45,885,312	45,109,453	26,840,891	18,268,562
Acquisition, Restoration and Public Works	280,043,068	287,818,218	52,566,777	235,251,441
Operation and Maintenance of Lands and Works	13,427,557	13,472,113	9,917,215	3,554,898
Regulation	22,476,890	20,476,117	19,268,672	1,207,445
Outreach	2,098,452	2,385,376	2,189,688	195,688
Management and Administration	52,869,093	54,987,032	42,050,421	12,936,611
Total Expenditures	<u>416,800,372</u>	<u>424,248,309</u>	<u>152,833,664</u>	<u>271,414,645</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(235,827,052)	(235,527,052)	11,209,992	246,737,044
OTHER FINANCING SOURCES (USES)				
Transfers Out	(349,083)	(649,083)	(9,880)	639,203
Sale of Capital Assets	-	-	115,985	115,985
Capital Lease Proceeds	-	-	947,744	947,744
Total Other Financing Sources and Uses	<u>(349,083)</u>	<u>(649,083)</u>	<u>1,053,849</u>	<u>1,702,932</u>
Net Change In Fund Balance	<u>(236,176,135)</u>	<u>(236,176,135)</u>	<u>12,263,841</u>	<u>248,439,976</u>
Fund Balance - Beginning	236,176,135	236,176,135	264,802,007	28,625,872
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 277,065,848</u>	<u>\$ 277,065,848</u>

The notes to the financial statements are an integral part of this statement.

Southwest Florida Water Management District
Alafia River Basin Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Ad Valorem Property Taxes	\$ 5,037,742	\$ 5,037,742	\$ 4,821,088	\$ (216,654)
Intergovernmental Revenues	2,828,984	2,871,484	1,152,751	(1,718,733)
Interest on Invested Funds	240,000	240,000	371,049	131,049
Other	-	-	2,573	2,573
Total Revenues	<u>8,106,726</u>	<u>8,149,226</u>	<u>6,347,461</u>	<u>(1,801,765)</u>
EXPENDITURES				
Current:				
Water Resources Planning and Monitoring	1,918,164	1,935,664	832,585	1,103,079
Acquisition, Restoration and Public Works	11,772,312	11,797,312	2,252,103	9,545,209
Operation and Maintenance of Lands and Works	3,588,989	3,588,989	486,714	3,102,275
Outreach	468,397	468,397	252,938	215,459
Management and Administration	678,559	678,559	105,312	573,247
Total Expenditures	<u>18,426,421</u>	<u>18,468,921</u>	<u>3,929,652</u>	<u>14,539,269</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,319,695)	(10,319,695)	2,417,809	12,737,504
OTHER FINANCING SOURCES (USES)				
Transfers Out	(2,638,880)	(2,638,880)	(180,514)	2,458,366
Total Other Financing Sources and Uses	<u>(2,638,880)</u>	<u>(2,638,880)</u>	<u>(180,514)</u>	<u>2,458,366</u>
Net Change In Fund Balance	(12,958,575)	(12,958,575)	2,237,295	15,195,870
Fund Balance - Beginning	12,958,575	12,958,575	14,266,505	1,307,930
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,503,800</u>	<u>\$ 16,503,800</u>

The notes to the financial statements are an integral part of this statement.

**Southwest Florida Water Management District
Hillsborough River Basin Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Ad Valorem Property Taxes	\$ 12,063,228	\$ 12,063,228	\$ 13,004,137	\$ 940,909
Intergovernmental Revenues	6,646,433	7,101,433	3,568,413	(3,533,020)
Interest on Invested Funds	530,000	530,000	1,219,810	689,810
Other	-	-	66,338	66,338
Total Revenues	<u>19,239,661</u>	<u>19,694,661</u>	<u>17,858,698</u>	<u>(1,835,963)</u>
EXPENDITURES				
Current:				
Water Resources Planning and Monitoring	4,618,996	4,748,996	1,576,226	3,172,770
Acquisition, Restoration and Public Works	37,783,028	38,087,050	8,358,711	29,728,339
Operation and Maintenance of Lands and Works	4,879,681	4,879,681	2,522,959	2,356,722
Outreach	947,124	947,124	762,132	184,992
Management and Administration	1,401,803	1,401,803	237,708	1,164,095
Total Expenditures	<u>49,630,632</u>	<u>50,064,654</u>	<u>13,457,736</u>	<u>36,606,918</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30,390,971)	(30,369,993)	4,400,962	34,770,955
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	36,896,146	36,896,146
Transfers Out	(2,259,077)	(2,280,055)	(588,799)	1,691,256
Sale of Capital Assets	-	-	1,829,220	1,829,220
Total Other Financing Sources and Uses	<u>(2,259,077)</u>	<u>(2,280,055)</u>	<u>38,136,567</u>	<u>40,416,622</u>
Net Change In Fund Balance	<u>(32,650,048)</u>	<u>(32,650,048)</u>	<u>42,537,529</u>	<u>75,187,577</u>
Fund Balance - Beginning	32,650,048	32,650,048	33,543,262	893,214
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76,080,791</u>	<u>\$ 76,080,791</u>

The notes to the financial statements are an integral part of this statement.

**Southwest Florida Water Management District
Northwest Hillsborough Basin Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Ad Valorem Property Taxes	\$ 6,333,331	\$ 6,333,331	\$ 5,376,574	\$ (956,757)
Intergovernmental Revenues	2,988,340	2,988,340	1,413	(2,986,927)
Interest on Invested Funds	490,000	490,000	498,469	8,469
Other	-	-	1,115	1,115
Total Revenues	<u>9,811,671</u>	<u>9,811,671</u>	<u>5,877,571</u>	<u>(3,934,100)</u>
EXPENDITURES				
Current:				
Water Resources Planning and Monitoring	772,013	772,013	87,338	684,675
Acquisition, Restoration and Public Works	36,865,586	36,818,106	252,038	36,566,068
Operation and Maintenance of Lands and Works	612,326	670,326	47,013	623,313
Outreach	551,555	551,555	93,805	457,750
Management and Administration	1,109,436	1,051,436	118,557	932,879
Total Expenditures	<u>39,910,916</u>	<u>39,863,436</u>	<u>598,751</u>	<u>39,264,685</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30,099,245)	(30,051,765)	5,278,820	35,330,585
OTHER FINANCING SOURCES (USES)				
Transfers Out	(981,799)	(1,029,279)	(36,901,960)	(35,872,681)
Total Other Financing Sources and Uses	<u>(981,799)</u>	<u>(1,029,279)</u>	<u>(36,901,960)</u>	<u>(35,872,681)</u>
Net Change In Fund Balance	(31,081,044)	(31,081,044)	(31,623,140)	(542,096)
Fund Balance - Beginning	31,081,044	31,081,044	31,623,140	542,096
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

**Southwest Florida Water Management District
Coastal Rivers Basin Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009**

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Ad Valorem Property Taxes	\$ 4,543,989	\$ 4,553,491	\$ 9,502
Intergovernmental Revenues	5,707,304	2,382,427	(3,324,877)
Interest on Invested Funds	200,000	301,392	101,392
Other	-	1,042	1,042
Total Revenues	10,451,293	7,238,352	(3,212,941)
EXPENDITURES			
Current:			
Water Resources Planning and Monitoring	6,512,464	1,850,935	4,661,529
Acquisition, Restoration and Public Works	11,743,774	2,819,012	8,924,762
Operation and Maintenance of Lands and Works	1,796,302	825,269	971,033
Outreach	530,126	296,508	233,618
Management and Administration	607,673	123,640	484,033
Total Expenditures	21,190,339	5,915,364	15,274,975
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,739,046)	1,322,988	12,062,034
OTHER FINANCING SOURCES (USES)			
Transfers Out	(164,237)	(96,019)	68,218
Total Other Financing Sources and Uses	(164,237)	(96,019)	68,218
Net Change In Fund Balance	(10,903,283)	1,226,969	12,130,252
Fund Balance - Beginning	10,903,283	11,904,280	1,000,997
Fund Balance - Ending	\$ -	\$ 13,131,249	\$ 13,131,249

The notes to the financial statements are an integral part of this statement.

**Southwest Florida Water Management District
Pinellas-Anclote River Basin Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Ad Valorem Property Taxes	\$ 27,356,018	\$ 27,356,018	\$ 27,497,327	\$ 141,309
Intergovernmental Revenues	8,832,749	11,401,312	3,404,763	(7,996,549)
Interest on Invested Funds	1,800,000	1,800,000	2,885,201	1,085,201
Other	-	-	8,077	8,077
Total Revenues	<u>37,988,767</u>	<u>40,557,330</u>	<u>33,795,368</u>	<u>(6,761,962)</u>
EXPENDITURES				
Current:				
Water Resources Planning and Monitoring	4,043,023	4,060,523	669,278	3,391,245
Acquisition, Restoration and Public Works	127,088,051	129,639,114	19,223,373	110,415,741
Operation and Maintenance of Lands and Works	9,818,464	9,818,464	1,349,403	8,469,061
Outreach	1,567,825	1,567,825	857,181	710,644
Management and Administration	2,474,682	2,474,682	588,677	1,886,005
Total Expenditures	<u>144,992,045</u>	<u>147,560,608</u>	<u>22,687,912</u>	<u>124,872,696</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(107,003,278)	(107,003,278)	11,107,456	118,110,734
OTHER FINANCING SOURCES (USES)				
Transfers Out	(5,443,581)	(5,443,581)	(1,134,377)	4,309,204
Total Other Financing Sources and Uses	<u>(5,443,581)</u>	<u>(5,443,581)</u>	<u>(1,134,377)</u>	<u>4,309,204</u>
Net Change In Fund Balance	(112,446,859)	(112,446,859)	9,973,079	122,419,938
Fund Balance - Beginning	112,446,859	112,446,859	114,933,948	2,487,089
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 124,907,027</u>	<u>\$ 124,907,027</u>

The notes to the financial statements are an integral part of this statement.

Southwest Florida Water Management District
Withlacoochee River Basin Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Ad Valorem Property Taxes	\$ 4,978,051	\$ 4,978,051	\$ 4,925,509	\$ (52,542)
Intergovernmental Revenues	10,278,044	8,378,044	1,955,197	(6,422,847)
Interest on Invested Funds	140,000	140,000	232,430	92,430
Other	-	-	1,240	1,240
Total Revenues	<u>15,396,095</u>	<u>13,496,095</u>	<u>7,114,376</u>	<u>(6,381,719)</u>
EXPENDITURES				
Current:				
Water Resources Planning and Monitoring	9,346,503	9,346,503	2,122,480	7,224,023
Acquisition, Restoration and Public Works	7,933,769	8,033,769	1,060,665	6,973,104
Operation and Maintenance of Lands and Works	4,955,525	2,955,525	1,871,800	1,083,725
Outreach	478,461	478,461	323,976	154,485
Management and Administration	437,482	437,482	159,531	277,951
Total Expenditures	<u>23,151,740</u>	<u>21,251,740</u>	<u>5,538,452</u>	<u>15,713,288</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,755,645)	(7,755,645)	1,575,924	9,331,569
OTHER FINANCING SOURCES (USES)				
Transfers Out	(584,948)	(584,948)	(382,914)	202,034
Total Other Financing Sources and Uses	<u>(584,948)</u>	<u>(584,948)</u>	<u>(382,914)</u>	<u>202,034</u>
Net Change In Fund Balance	(8,340,593)	(8,340,593)	1,193,010	9,533,603
Fund Balance - Beginning	8,340,593	8,340,593	9,265,871	925,278
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,458,881</u>	<u>\$ 10,458,881</u>

The notes to the financial statements are an integral part of this statement.

**Southwest Florida Water Management District
Peace River Basin Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Ad Valorem Property Taxes	\$ 8,350,143	\$ 8,350,143	\$ 8,525,216	\$ 175,073
Intergovernmental Revenues	24,657,115	24,981,459	3,454,380	(21,527,079)
Interest on Invested Funds	400,000	400,000	554,085	154,085
Other	-	-	4,519	4,519
Total Revenues	<u>33,407,258</u>	<u>33,731,602</u>	<u>12,538,200</u>	<u>(21,193,402)</u>
EXPENDITURES				
Current:				
Water Resources Planning and Monitoring	6,709,333	6,741,177	2,473,647	4,267,530
Acquisition, Restoration and Public Works	40,672,834	40,872,834	7,927,690	32,945,144
Operation and Maintenance of Lands and Works	2,929,697	3,022,197	1,419,689	1,602,508
Outreach	1,066,974	1,066,974	654,251	412,723
Management and Administration	639,732	639,732	278,067	361,665
Total Expenditures	<u>52,018,570</u>	<u>52,342,914</u>	<u>12,753,344</u>	<u>39,589,570</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,611,312)	(18,611,312)	(215,144)	18,396,168
OTHER FINANCING SOURCES (USES)				
Transfers Out	(2,091,854)	(2,091,854)	(445,431)	1,646,423
Total Other Financing Sources and Uses	<u>(2,091,854)</u>	<u>(2,091,854)</u>	<u>(445,431)</u>	<u>1,646,423</u>
Net Change In Fund Balance	(20,703,166)	(20,703,166)	(660,575)	20,042,591
Fund Balance - Beginning	20,703,166	20,703,166	21,754,561	1,051,395
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,093,986</u>	<u>\$ 21,093,986</u>

The notes to the financial statements are an integral part of this statement.

**Southwest Florida Water Management District
Manasota Basin Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Ad Valorem Property Taxes	\$ 12,095,125	\$ 12,095,125	\$ 12,184,495	\$ 89,370
Intergovernmental Revenues	13,531,214	11,885,370	4,481,462	(7,403,908)
Interest on Invested Funds	700,000	700,000	946,225	246,225
Other	-	-	9,829	9,829
Total Revenues	<u>26,326,339</u>	<u>24,680,495</u>	<u>17,622,011</u>	<u>(7,058,484)</u>
EXPENDITURES				
Current:				
Water Resources Planning and Monitoring	6,697,099	6,869,380	2,515,785	4,353,595
Acquisition, Restoration and Public Works	48,824,687	49,006,562	12,154,233	36,852,329
Operation and Maintenance of Lands and Works	4,479,293	2,479,293	874,738	1,604,555
Outreach	713,205	713,205	477,014	236,191
Management and Administration	1,043,646	1,043,646	192,489	851,157
Total Expenditures	<u>61,757,930</u>	<u>60,112,086</u>	<u>16,214,259</u>	<u>43,897,827</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(35,431,591)	(35,431,591)	1,407,752	36,839,343
OTHER FINANCING SOURCES (USES)				
Transfers Out	(4,147,604)	(4,147,604)	(1,169,067)	2,978,537
Total Other Financing Sources and Uses	<u>(4,147,604)</u>	<u>(4,147,604)</u>	<u>(1,169,067)</u>	<u>2,978,537</u>
Net Change In Fund Balance	(39,579,195)	(39,579,195)	238,685	39,817,880
Fund Balance - Beginning	39,579,195	39,579,195	40,285,225	706,030
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,523,910</u>	<u>\$ 40,523,910</u>

The notes to the financial statements are an integral part of this statement.

**Southwest Florida Water Management District
SWIM Program Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental Revenues	\$ 29,482,163	\$ 29,482,163	\$ 5,783,391	\$ (23,698,772)
EXPENDITURES				
Current:				
Water Resources Planning and Monitoring	2,434,932	2,375,932	1,497,422	878,510
Acquisition, Restoration and Public Works	45,200,486	45,250,486	8,069,527	37,180,959
Outreach	498,271	507,271	328,952	178,319
Total Expenditures	<u>48,133,689</u>	<u>48,133,689</u>	<u>9,895,901</u>	<u>38,237,788</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,651,526)	(18,651,526)	(4,112,510)	14,539,016
OTHER FINANCING SOURCES (USES)				
Transfers In	18,651,526	18,651,526	4,012,815	(14,638,711)
Total Other Financing Sources and Uses	<u>18,651,526</u>	<u>18,651,526</u>	<u>4,012,815</u>	<u>(14,638,711)</u>
Net Change In Fund Balance	-	-	(99,695)	(99,695)
Fund Balance - Beginning	-	-	1,013,118	1,013,118
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 913,423</u>	<u>\$ 913,423</u>

The notes to the financial statements are an integral part of this statement.

**Southwest Florida Water Management District
 DOT Mitigation Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
 For the Year Ended September 30, 2009**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Intergovernmental Revenues	\$ 5,006,489	\$ 1,666,521	\$ (3,339,968)
Interest on Invested Funds	-	19,688	19,688
Total Revenues	<u>5,006,489</u>	<u>1,686,209</u>	<u>(3,320,280)</u>
EXPENDITURES			
Current:			
Acquisition, Restoration and Public Works	<u>5,006,489</u>	<u>1,666,521</u>	<u>3,339,968</u>
Excess of Revenues Over Expenditures	-	19,688	19,688
Fund Balance - Beginning	-	257,670	257,670
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 277,358</u>	<u>\$ 277,358</u>

The notes to the financial statements are an integral part of this statement.

**Southwest Florida Water Management District
Partnership Trust Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
EXPENDITURES			
Current:			
Acquisition, Restoration and Public Works	\$ 63,750,000	\$ 42,500,000	\$ (21,250,000)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(63,750,000)	(42,500,000)	21,250,000
Fund Balance - Beginning	<u>63,750,000</u>	<u>63,750,000</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 21,250,000</u>	<u>\$ 21,250,000</u>

The notes to the financial statements are an integral part of this statement.



Notes to the Financial Statements

The notes to the financial statements contain a summary of significant accounting policies and other notes considered necessary for a clear understanding of the financial statements.

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
Notes to the Financial Statements
September 30, 2009

Description

The Southwest Florida Water Management District (District) is one of five regional water management districts charged by Chapter 373 of the Florida Statutes to preserve and protect the state's water resources. The District covers all or parts of 16 counties along Florida's central west coast. Approximately 17 percent of the state's total land area and roughly a quarter of its population are contained within the boundaries of the District, which stretches from Levy County in the north to Charlotte County in the south and inland as far as Highlands and Polk counties.

I. 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. The more significant of the District's accounting policies are described below.

A. Reporting entity

The District is an independent special district of the State of Florida and is governed by a 13-member board, which is appointed by the Governor of Florida and confirmed by the Senate. As required by GAAP, these financial statements include all operations for which the District is financially accountable. The District is a component unit of the State of Florida for financial reporting purposes and these financial statements will be included in the State of Florida's Comprehensive Annual Financial Report as a discretely presented component unit for the fiscal year ending June 30, 2010.

B. Government-wide and fund financial statements

The government-wide financial statements consist of a statement of net assets and a statement of activities that report information about the District as a whole. The statement of net assets reports all financial and capital resources.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include: (1) charges to customers who purchase, use or directly benefit from goods, services or privileges provided by a given program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Ad valorem property tax revenue and other items are not reported as program revenues; instead, they are general revenues of the District.

Fund financial statements are presented to report additional and detailed information about the District. Fund financial statements accompany the government-wide financial statements and present a summary reconciliation to explain differences between the data reported in the governmental funds and the data reported for the corresponding governmental activities in the government-wide financial statements.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
Notes to the Financial Statements
September 30, 2009

Ad valorem property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

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 are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and claims and judgments are recorded only when such liabilities have matured.

Ad valorem property taxes are recorded as revenues in the fiscal year in which the taxes are due and collected within 60 days of fiscal year-end. Intergovernmental revenues are recognized at the time related expenditures are incurred, if such amounts are expected to be collected within one year. Investment earnings are recognized when earned. All other revenue items are recognized when earned and are both measurable and available.

The District reports the following major governmental funds:

The *general fund* is the District's primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund.

The District has 11 *special revenue funds* that are maintained to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Seven of the special revenue funds are watershed basins that are financed by ad valorem property taxes and supplemented by grants from federal, state, and local governments. The basins account for revenue sources that are legally restricted to expenditures for specified purposes within the respective basin, offering a local perspective to water management projects and programs. A unique fund has been established for each of the individual watershed basins as follows:

- Alafia River Basin
- Hillsborough River Basin
- Coastal Rivers Basin
- Pinellas-Anclote River Basin
- Withlacoochee River Basin
- Peace River Basin
- Manasota Basin

An eighth watershed Basin, the Northwest Hillsborough Basin, was operating for the first three months of the fiscal year until it was merged, by Governing Board Resolution No. 08-30, with the Hillsborough River Basin effective January 1, 2009. The financial statements include the operating activities of the Northwest Hillsborough Basin for the period of October 1, 2009 through December 31, 2009. On January 1, 2009, all assets and liabilities of the former Northwest Hillsborough Basin were transferred to the newly merged Hillsborough River Basin.

The three remaining special revenue funds are the SWIM Program Fund, the DOT Mitigation Fund and the Partnership Trust Fund.

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
Notes to the Financial Statements
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The *SWIM Program Fund* accounts for revenue sources received from the State of Florida and local governments that are legally restricted for the restoration and preservation of surface waters as provided in the Surface Water and Improvement Management (SWIM) Act created by the Florida State Legislature (see Note I.E.7., page 36).

The *DOT Mitigation Fund* accounts for revenue sources received from the State of Florida that are restricted for mitigation activities, pursuant to Section 373.4137, Florida Statutes. The state-mandated Florida Department of Transportation (FDOT) program requires that mitigation to offset the adverse wetland impacts of transportation projects be funded by the FDOT and be carried out through the Florida Department of Environmental Protection and the water management districts, in consultation with federal, state and local agencies' regulatory requirements (see Note I.E.7., page 37).

The *Partnership Trust Fund* accounts for activities as defined by the Northern Tampa Bay New Water Supply and Ground Water Withdrawal Reduction Agreement. The objectives to be achieved by this agreement are developing water supply and reducing ground water pumpage, ending litigation among the parties to the agreement, and providing District financial assistance to Tampa Bay Water (see Note V.B., page 48).

The District has two *capital projects funds* that are maintained to account for financial resources to be used for the acquisition or construction of major capital projects.

The *Save Our Rivers Fund* accounts for financial resources received from the State of Florida and local governments for the acquisition of lands necessary for water management, water supply, and conservation of water resources under the Save Our Rivers and Florida Forever land acquisition programs (see Note I.E.7., page 36).

The *Facilities Fund* accounts for financial resources from the District's general fund for the acquisition of land and construction and major renovations of District facilities.

D. Classification of expenditures

The District currently categorizes the revenues, expenditures, and budget data it submits to the Executive Officer of the Governor, the Department of Environmental Protection and the Legislature by six program areas. These programs, which are set forth in Section 373.536(5)(d)4., Florida Statutes, are:

1.0 Water Resources Planning and Monitoring

This program includes all water management planning, including water supply planning, development of minimum flows and levels, and other water resource planning; research, data collection, analysis, and monitoring; and technical assistance (including local and regional plan and program review).

2.0 Acquisition, Restoration and Public Works

This program includes the development and construction of all capital projects (except for those contained in Program 3.0), including water resource development projects/water supply development assistance, water control projects, and support and administrative facilities construction; cooperative projects; land acquisition (including Save Our Rivers/Florida Forever); and the restoration of lands and water bodies.

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
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3.0 Operation and Maintenance of Lands and Works

This program includes all operation and maintenance of facilities, flood control and water supply structures, lands, and other works authorized by Chapter 373, Florida Statutes.

4.0 Regulation

This program includes water use permitting, water well construction permitting, water well contractor licensing, environmental resource and surface water management permitting, permit administration and enforcement, and any delegated regulatory program.

5.0 Outreach (Public Education)

This program includes all environmental education activities, such as water conservation campaigns and water resources education; public information activities; all lobbying activities relating to local, regional, state and federal governmental affairs; and all public relations activities, including public service announcements and advertising in any media.

6.0 Management and Administration

This program includes all Governing and Basin Board support; executive support; management information systems; unrestricted reserves for contingencies; and general counsel, ombudsman, human resources, finance, audit, risk management, and administrative services.

E. Assets, liabilities, and net assets

1. Cash and investments

Cash balances are pooled for investment purposes with the exception of restricted assets, which are separately invested. Cash includes cash-on-hand and demand deposits. Interest earned from investments is allocated to the respective funds based on each fund's average equity in the pooled fund.

Investments are stated at fair value pursuant to GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. It is the practice of the District to hold all government securities to maturity.

The District has limited its investments to the following investments authorized in Section 218.415, Florida Statutes: (a) Local Government Surplus Funds Trust Fund (now known as Florida PRIME); (b) Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency, limited to two types of money market funds: (1) Treasury funds investing exclusively in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities or (2) Government funds which invest in U.S. Treasury and U.S. government agency and instrumentalities securities and repurchase agreements collateralized by U.S. government securities; (c) Savings accounts in state-certified public depositories, as defined in Section 280.02, Florida Statutes; (d) Certificates of deposit in state-certified public depositories, as defined in Section 280.02, Florida Statutes; (e) Direct obligations of the U.S. Treasury; and (f) Direct obligations of federal agencies and instrumentalities.

2. Inventories

Inventories are carried at average cost and consist of expendable supplies held for consumption. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
Notes to the Financial Statements
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3. Restricted assets

Certain proceeds, including interest income and capital lease proceeds, of the general fund (\$9,719,615), Alafia River Basin Fund (\$489,061), Pinellas-Anclote River Basin Fund (\$1,001,444), Withlacoochee River Basin Fund (\$19,146), Peace River Basin Fund (\$6,583,247), Manasota Basin Fund (\$4,004,837), SWIM Program Fund (\$6,105,967), DOT Mitigation Fund (\$2,728,220), Save Our Rivers Fund (\$6,834,182), and the Partnership Trust Fund (\$31,585,917) are classified as restricted assets on the statement of net assets because their use is limited to specific purposes as identified within their related agreements. As long as these agreements are in effect, the cash balances, which are maintained in separate investment accounts, cannot be used for any other purpose.

4. Capital assets

Capital assets, both tangible and intangible, which include land, land interests, buildings, equipment, infrastructure assets (e.g., bridges, water control structures, levees and similar items) and software, are reported only in the government-wide financial statements. Tangible capital assets are those acquired for general government purposes with an initial, individual cost equal to or more than \$1,000 and an estimated useful life of more than one year. Intangible capital assets are those acquired for general government purposes with an initial, individual cost equal to or more than \$5,000 and an estimated useful life of more than one year. Such assets are recorded at historical cost if purchased or constructed. Donated assets are recorded at their estimated fair value at the date of the donation. The estimated fair value is based on the most recent appraisal documentation available. Maintenance, repairs and minor renovations are not capitalized.

Capital assets of the District are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	5 - 50
Machinery & Equipment	3 - 25
Infrastructure	20 - 50
Software	3 - 5
Other	5

5. Compensated absences

District employees earn vacation and sick leave benefits based on hours worked. Vacation leave benefits are fully vested when earned and employees can carry forward from one fiscal year to the next up to 360 hours of accumulated vacation leave. Sick leave benefits do not vest until an employee has earned five years of creditable service with the District. Upon retirement, death, resignation or separation in good standing, an employee is eligible to receive, at his/her current rate of pay, 100 percent of accumulated vacation benefits and either 25, 30 or 35 percent (depending on their number of years of service) of accumulated vested sick leave benefits (up to a maximum of 480 hours).

The accrued liability for compensated absences represents the liability for accrued vacation and sick leave benefits for employees currently eligible or likely to become eligible to receive those leave benefits in the future. The District permits employees to accumulate earned but unused vacation and sick leave benefits. The amount estimated to be used in subsequent fiscal years is accrued when incurred in the government-wide financial statements. A liability for these amounts is

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
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reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

6. Fund balance

The reserved portion of fund balance of the governmental fund types is reported to indicate the portion of the fund balance that 1) is not appropriable for expenditure or 2) is legally segregated for a specific future use.

The unreserved portion of fund balance is classified as either designated or undesignated. Designated fund balance identifies tentative plans for the future use of financial resources. Undesignated fund balance is available for future appropriation.

7. State trust funds

Under Florida Statutes, the District is entitled to monies from the State of Florida, which are allocated and appropriated to various trust funds. Monies are released to the District for various programs when eligibility requirements have been met. It is the District's policy to recognize monies received through these state trust funds as intergovernmental revenues at the time an eligible cost has been incurred.

The Water Management Lands Trust Fund was established in 1981 pursuant to Section 373.59, Florida Statutes. Funded primarily from a portion of the documentary stamp taxes collected by the state, the nonlapsing trust fund provides funding to the District for 1) ongoing management, maintenance, and capital improvements of lands; 2) payments in lieu of taxes; 3) pre-acquisition costs associated with land purchases; and 4) the Surface Water Improvement and Management (SWIM) Program. Revenues received from the trust fund are accounted for in the District's general fund, the watershed basin funds, the SWIM Program Fund and the Save Our Rivers Fund. The Florida Department of Environmental Protection (FDEP) has oversight responsibility for this trust fund.

The Florida Forever Trust Fund was established in 1999 pursuant to Section 259.105, Florida Statutes. The Florida Forever program is the successor program to the Florida Preservation 2000 program. The Trust is funded through bond proceeds and may be used for land acquisition (including less-than-fee purchases), water resource development, stormwater management, water body restoration, recreational facility construction, public access improvements, invasive plant control and related projects. Over the life of the program, at least 50 percent of the funds must be spent on land acquisition. Revenues received from the trust fund are accounted for in the Save Our Rivers and Peace River Basin Funds. The FDEP has oversight responsibility for this trust fund.

The Ecosystem Management and Restoration Trust Fund was established in 1996 pursuant to Section 403.1651, Florida Statutes. The trust fund is funded through various sources, such as documentary stamp taxes, transfers from other trust funds, general revenues, interest earnings and fines. It provides funding to the District for the detailed planning and implementation of programs for the management and restoration of ecosystems, including the SWIM Program and the restoration of Lake Panasoffkee and the Weeki Wachee River. Revenues received from the trust fund are accounted for in the District's general fund, the watershed basin funds, and the SWIM Program Fund. The FDEP has oversight responsibility for this trust fund.

The Water Protection and Sustainability Trust Fund was established in 2005 pursuant to Section 403.890, Florida Statutes, and is funded by excise tax proceeds. The State's Water Protection and Sustainability Program (WPSP) provides funds for the District Governing and Basin Boards' highly

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
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effective partnership programs (i.e., Water Supply and Resource Development including the New Water Sources Initiative, and Cooperative Funding) for alternative water supply development assistance, the Basin Boards' SWIM Program and other surface water restoration activities in the water management district designated priority water bodies, and the West-Central Florida Water Restoration Action Plan. Revenues received from the trust fund are accounted for in the District's general fund, the watershed basin funds, and the SWIM Program Fund. The FDEP has oversight responsibility for this trust fund.

The State Transportation Trust Fund was established in 1931 pursuant to Section 206.46, Florida Statutes. The trust fund is funded through gas tax proceeds as authorized by Chapter 83-3, Laws of Florida, and such other funds which accrue to the Florida Department of Transportation (FDOT) which are not required to be maintained in separate trust funds. It provides funding to the District for mitigation activities that offset the adverse wetland impacts of transportation projects. Revenues received from the trust fund are accounted for in the District's general fund (indirect charges) and the DOT Mitigation Fund. The FDOT has oversight responsibilities for this trust fund.

8. Use of estimates

Management of the District has made a number of estimates and assumptions relating to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

F. New accounting pronouncements

In June 2007, the Governmental Accounting Standards Board (GASB) issued Statement No. 51 (GASB 51), *Accounting and Financial Reporting for Intangible Assets*. This Statement requires that essentially all intangible assets be recorded as capital assets. Further, this Statement provides guidance regarding internally generated intangible assets, such as software development, and other intangible assets, such as easements, water rights, timber rights and other land management assets. Retroactive reporting is required for intangible assets, except for those considered to have indefinite useful lives as of the effective date of this Statement, and those that would be considered internally generated. The District implemented GASB 51 effective October 1, 2008. As a result, the District's net assets and capital assets as of October 1, 2008 of \$1,346,618,365 and \$764,890,981, respectively, were increased by \$14,724,884, the net book value of intangible assets as of the beginning of the fiscal year. The District's net assets and capital assets, as of October 1, 2008, as restated, were \$1,361,343,249 and \$779,615,865.

II. Reconciliation of government-wide and fund financial statements

A. Explanation of certain differences between the governmental funds balance sheet and the government-wide statement of net assets.

The governmental funds balance sheet includes a reconciliation between *fund balances—total governmental funds* and *net assets of governmental activities* as reported in the government-wide statement of net assets.

One element of that reconciliation states that "Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds."

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The details of the \$28,444,934 difference are as follows:

Judgment (Skyway Trap and Skeet Club, Inc., see Note IV.H., page 47)	\$18,206,680
Compensated Absences	7,145,198
Other Post Employment Benefits (see Note V.D., page 50)	667,982
Capital Lease	1,543,074
Claims (Workers' Compensation)	<u>882,000</u>
Net adjustment to reduce <i>fund balances—total governmental funds</i> to arrive at <i>net assets of governmental activities</i>	<u>\$28,444,934</u>

B. Explanation of the differences between the governmental funds statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental funds statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net change in fund balances—total governmental funds* and *change in net assets of governmental activities* as reported in the government-wide statement of activities. One element of the reconciliation explains that, "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 and reported as depreciation expense."

The details of this \$29,920,993 difference are as follows:

Capital outlay	\$39,357,274
Depreciation expense	<u>(9,436,281)</u>
Net adjustment to increase <i>net change in fund balances – total governmental funds</i> to arrive at <i>change in net assets of governmental activities</i>	<u>\$29,920,993</u>

Another element of that reconciliation states that, "The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations and adjustments) is to increase net assets."

The details of this \$3,327,460 difference are as follows:

In the statement of activities, only the gain on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets sold.	\$(3,204,013)
Donations of capital assets increase net assets in the statement of activities, but do not appear in the governmental funds because they are not financial resources.	<u>6,531,473</u>
Net adjustment to increase net change in fund balances – total governmental funds to arrive at change in net assets of governmental activities	<u>\$3,327,460</u>

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Another element of that reconciliation states, "Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds." The \$84,162 difference is the net effect of taxes related to the current period that were recorded as revenue, and taxes relating to prior years that were eliminated from revenue.

Another element of that reconciliation states, "The borrowing of resources associated with a capital lease provides current financial resources to governmental funds, while the repayment of the principal of the long-term borrowing consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets." The \$(234,208) difference is the net effect of the proceeds borrowed and the repayment of principal associated with the long-term borrowing.

The final element of the reconciliation states that, "Some expenses 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." The details of this \$661,660 difference are as follows:

Judgment (Skyway Trap and Skeet Club, Inc., see Note IV.H., page 47)	\$(1,044,893)
Compensated absences	147,780
Other Post Employment Benefits (see Note V.D., page 50)	<u>235,453</u>

<i>Net adjustment to increase net change in fund balances – total governmental funds to arrive at change in net assets of governmental activities</i>	<u><u>\$(661,660)</u></u>
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III. Stewardship, compliance and accountability

A. Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. Annual appropriated budgets are adopted by the Governing and Basin Boards for all governmental funds and may be amended by District Governing Board action for supplemental budgetary appropriations. Remaining appropriations encumbered or designated for future projects at fiscal year-end are carried forward and reappropriated in the following fiscal year. Unencumbered or undesignated appropriations lapse at fiscal year-end.

The District Governing Board approves budget transfers among departments and capital projects during the year. Expenditures in excess of appropriations in one or more departments of a fund do not constitute a violation of budgetary controls as long as total expenditures do not exceed total appropriations for the fund. Budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level.

B. Deficit undesignated fund equity

A deficit undesignated fund balance exists in the SWIM Program Fund (\$25,079,362), the DOT Mitigation Fund (\$1,462,485) and the Save Our Rivers Fund (\$3,884,870). These deficits result from contractual obligations (encumbrances) at year-end that are not eligible for reimbursement until expenditures are incurred against them, thus creating a deficit undesignated fund balance at September 30, 2009.

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IV. Detailed notes

A. Cash and investments

Deposits: At September 30, 2009, the District's deposits were entirely covered by federal depository insurance or by collateral pledged with the State Treasurer pursuant to Chapter 280, Florida Statutes. Under this chapter, in the event of default by a participating financial institution (a qualified public depository), all participating institutions are obligated to reimburse the governmental entity for the loss.

At September 30, 2009, the carrying amount of the District's cash demand deposit account was \$19,058,467 and the bank balance was \$20,746,179. The District actively manages its cash balance and invests excess cash on a daily basis. This may result in a negative book balance. However, a positive bank balance is maintained at all times.

Investments: The District's investment policy is written in accordance with Sections 373.556 and 218.415, Florida Statutes, which applies to funds under the control of local governments and special districts. The policy and any subsequent revisions are adopted by the District's Governing Board and apply to funds in excess of those required to meet current expenditures. The objectives of the District's investment policy are to provide safety of capital, liquidity of funds and the optimal rate of return on investments at the time of investment.

As of September 30, 2009, the District had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
U.S. Agencies	\$ 514,141,104	2.28
U.S. Treasuries	31,585,313	0.21
State Board of Administration Florida PRIME	87,102,509 ⁽¹⁾	0.09
State Board of Administration Fund B	5,926,808 ⁽¹⁾	6.69
Money Market Funds	12,091,077	liquid daily
Total Fair Value	<u>\$ 650,846,811</u>	
Portfolio weighted average maturity		1.89

- (1) The District participates in the State Board of Administration's (SBA) Florida PRIME and Fund B. As a Florida PRIME and Fund B participant, the District invests in pools of investments whereby the District owns a share of the respective pool, not the underlying securities. GASB Statement No. 31, titled *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, applies to Florida PRIME and Fund B. GASB 31 outlines the two options for accounting and reporting for money market investment pools as either "2a-7 like" or fluctuating net asset value (NAV). GASB 31 describes a "2a-7 like" pool as an external investment pool that is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with Rule 2a-7 under the Investment Company Act of 1940 (the 1940 Act). Rule 2a-7 is the rule that permits money market funds to use amortized cost to maintain a constant NAV of \$1.00 per share, provided that such funds meet certain conditions.

Florida PRIME is considered a SEC "2a-7 like" fund, thus the account balance is also considered the fair value of the District's investment.

Fund B is accounted for as a fluctuating NAV pool. The fair value factor for September 30, 2009, was 0.54915069. The account balance was multiplied by the fair value factor in order to report

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the fair value of the District's investment in Fund B. Currently, participants are unable to withdraw funds from Fund B. Rather as cash becomes available in Fund B from interest receipts, maturities, or sales, it is distributed to participant accounts in Florida PRIME according to each participant's pro rata share of Fund B. All such distributions from Fund B to Florida PRIME will be 100 percent available for withdrawal upon transfer.

Interest rate risk: In accordance with the District's investment policy, the exposure to declines in fair values is managed by limiting the weighted average maturity of its investment portfolio to three years or less. Of the District's investments in U.S. Agencies, \$441,769,304 is callable by the issuer and is subject to the risk of being called prior to maturity.

Credit Risk: In accordance with the District's investment policy, the District minimizes credit risk, the risk of loss due to the failure of the security, by limiting investments to the authorized investments in the investment policy (see note I.E.1., page 34), pre-qualifying the financial institutions, brokers/dealers, intermediaries, and advisors with which the District will do business, and diversifying the investment portfolio to protect against losses on individual securities. All of the District's investments in the U.S. Agencies were rated AAA by Standard and Poor's and Aaa by Moody's Investor Services. The SBA Florida PRIME is rated by Standard and Poors. The current rating is AAAM. The SBA Fund B is not rated by any nationally recognized statistical rating agency. The money market funds in which the District has invested funds were rated AAAM by Standard and Poor's and Aaa by Moody's.

Concentration of Credit Risk: The District's policy authorizes investment allocation limits on security types, maturity and issuer limitations which may be modified by the Finance Director from time to time based on market conditions, risk and diversification investment strategies.

At September 30, 2009, the District had the following percentage allocation by issuer:

<u>Issuer</u>	<u>Percentage of Total Portfolio</u>
Federal Home Loan Bank	30.98%
Federal National Mortgage Association	21.68%
Federal Home Loan Mortgage Corporation	16.97%
State Board of Administration Florida PRIME & Fund B	14.29%
Federal Farm Credit Bank	9.37%
U. S. Treasury Bill	4.85%
Government Obligation Fund IS	1.82%
Dreyfus Government Cash Management	0.02%
Ridgeworth FD-US Treasury Money Market	0.02%
First American Government Obligation Fund	(less than .001%)
	<u>100.00%</u>

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The fair value of cash and investments at September 30, 2009, is summarized as follows:

	FAIR VALUE
U.S. Agencies	\$ 514,141,104
Money Market Funds	12,090,474
Investments Held by Trustees:	
U.S. Treasuries	31,585,313
Money Market Funds	603
Investments in State Board of Administration Investment Pool:	
Florida PRIME	87,102,509
Fund B	5,926,808
Total Investments	650,846,811
Demand Deposit Accounts	19,058,467
Petty Cash	1,250
Total Demand Deposits and Petty Cash	19,059,717
Total Cash and Investments	\$ 669,906,528

B. Receivables

Receivables at year-end for the District's individual major funds are as follows:

<u>Fund</u>	<u>Intergovernmental</u>	<u>Interest</u>	<u>Total Receivables</u>
General	\$ 15,390,358	\$ 1,119,939	\$ 16,510,297
Alafia River Basin	969,873	61,939	1,031,812
Hillsborough River Basin	3,478,677	290,839	3,769,516
Coastal Rivers Basin	1,684,406	51,624	1,736,030
Pinellas-Anclote River Basin	4,308,283	498,345	4,806,628
Withlacoochee River Basin	1,331,307	40,119	1,371,426
Peace River Basin	2,371,087	98,658	2,469,745
Manasota Basin	3,127,542	174,367	3,301,909
SWIM Program	2,328,189	4,474	2,332,663
DOT Mitigation	407,366	-	407,366
Save Our Rivers	1,378,625	-	1,378,625
Total	\$ 36,775,713	\$ 2,340,304	\$ 39,116,017

C. Property Taxes

Ad valorem property taxes are computed using property values at January 1 of each year and are considered to be levied upon the District Governing Board's adoption of the final millage rate in September. The taxes are due November 1 and become delinquent April 1 of the following year.

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A four percent discount is allowed if the taxes are paid in November, with the discount declining by one percent each month thereafter. Tax certificates for the full amount of any unpaid taxes on real property and assessments must be sold no later than June 1 of each year at which time a lien attaches to the property.

D. Deferred Revenue

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned because all eligibility requirements have not been met. At the end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
General		
Delinquent property taxes receivable	\$ 470,252	
Grant drawdowns prior to meeting all eligibility requirements		\$ 9,800,122
Alafia River Basin		
Delinquent property taxes receivable	11,908	
Grant drawdowns prior to meeting all eligibility requirements		486,891
Hillsborough River Basin		
Delinquent property taxes receivable	43,736	
Coastal Rivers Basin		
Delinquent property taxes receivable	23,805	
Pinellas-Anclote River Basin		
Delinquent property taxes receivable	80,050	
Grant drawdowns prior to meeting all eligibility requirements		1,000,000
Withlacoochee River Basin		
Delinquent property taxes receivable	43,407	
Grant drawdowns prior to meeting all eligibility requirements		19,118
Peace River Basin		
Delinquent property taxes receivable	81,853	
Grant drawdowns prior to meeting all eligibility requirements		6,248,279
Manasota Basin		
Delinquent property taxes receivable	31,709	
Grant drawdowns prior to meeting all eligibility requirements		3,824,701
SWIM Program		
Grant drawdowns prior to meeting all eligibility requirements		5,900,690
DOT Mitigation		
Grant drawdowns prior to meeting all eligibility requirements		2,717,857
Save Our Rivers		
Grant drawdowns prior to meeting all eligibility requirements		6,634,178
Total deferred revenue for governmental funds	<u>\$ 786,720</u>	<u>\$ 36,631,836</u>

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E. Capital Assets

Capital asset activity for the year ended September 30, 2009, was as follows:

	Balance at October 1, 2008 (as restated)	Increases/ Adjustments	Decreases/ Adjustments	Balance at September 30, 2009
Capital assets, not being depreciated:				
Land	\$ 590,637,197	\$ 16,202,779	\$ (1,200,191)	\$ 605,639,785
Land Interests	56,368,504	12,864,040	-	69,232,544
Construction in Progress	15,609,190	7,579,877	(1,255,016)	21,934,051
Total capital assets, not being depreciated	662,614,891	36,646,696	(2,455,207)	696,806,380
Capital assets, being depreciated:				
Buildings	36,609,524	162,648	-	36,772,172
Machinery and Equipment	28,300,256	5,221,824	(1,473,413)	32,048,667
Infrastructure	117,504,102	1,819,085	(3,901,305)	115,421,882
Software	7,626,021	4,253,455	-	11,879,476
Other	109,110	41,417	(5,007)	145,520
Total capital assets being depreciated	190,149,013	11,498,429	(5,379,725)	196,267,717
Less accumulated depreciation for:				
Buildings	8,302,379	828,886	-	9,131,265
Machinery and Equipment	16,443,072	3,295,938	(1,305,603)	18,433,407
Infrastructure	46,539,839	2,563,401	(1,064,004)	48,039,236
Software	1,768,792	2,736,553	-	4,505,345
Other	93,957	11,503	(4,934)	100,526
Total accumulated depreciation	73,148,039	9,436,281	(2,374,541)	80,209,779
Total capital assets, being depreciated, net	117,000,974	2,062,148	(3,005,184)	116,057,938
Governmental activities capital assets, net	\$ 779,615,865	\$ 38,708,844	\$ (5,460,391)	\$ 812,864,318

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Depreciation expense was charged to programs of the District as follows:

Governmental activities		
Water Resources Planning and Monitoring	\$	311,277
Acquisition, Restoration and Public Works		2,465,884
Operation and Maintenance of Lands and Works		1,610,625
Regulation		8,759
Management and Administration		5,039,736
Total depreciation expense - governmental activities	<u>\$</u>	<u>9,436,281</u>

F. Interfund transfers

Interfund transfers occurring during fiscal year 2009 are as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ -	\$ 9,880
Alafia River Basin	-	180,514
Hillsborough River Basin	36,896,146 (1)	588,799
Northwest Hillsborough Basin	-	36,901,960
Coastal Rivers Basin	-	96,019
Pinellas-Anclote River Basin	-	1,134,377
Withlacoochee River Basin	-	382,914
Peace River Basin	-	445,431
Manasota Basin	-	1,169,067
SWIM Program	4,012,815 (2)	-
	<u>\$ 40,908,961</u>	<u>\$ 40,908,961</u>

Interfund Transfers In and Interfund Transfers Out are used for the following purposes:

- (1) To transfer the net equity of the Northwest Hillsborough Basin in the amount of \$36,896,146, to the Hillsborough River Basin due to the merger of the two basins, effective January 1, 2009.
- (2) To move Basin fund revenues to the SWIM Program Fund to cover the District's share of program expenditures. During fiscal year 2009, \$4,012,815 was transferred to the SWIM Program Fund.

G. Leases

Operating Leases

The District has lease commitments under various operating leases for offices and associated parking space, and Supervisory Control and Data Acquisition (SCADA) tower leases with the longest operating lease in effect until 2014. Lease expenditures for the year ended September 30, 2009, amounted to \$628,021.

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Future minimum lease payments for the non-cancelable operating leases with remaining terms of more than one year are as follows:

Fiscal Year Ending September 30,	Minimum Lease Payments
2010	\$ 112,433
2011	98,126
2012	61,105
2013	16,038
2014	10,660
	\$ 298,362

Capital Leases

In fiscal year 2008, the District entered into a lease agreement as lessee for financing the acquisition of the Storage Area Network (SAN) and related hardware, software, warranty and services. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the inception date. The initial capital lease payable was \$1,995,697, with two payments equaling \$1,126,632, leaving a lease payable balance of \$869,065 at September 30, 2009. Since the Storage Area Network (SAN) is being constructed, the initial capital lease proceeds were deposited in a cash escrow account. The two payments for the capital lease asset were \$1,875,675, leaving a balance of \$120,022 plus interest of \$6,967 in the cash escrow account at September 30, 2009.

During fiscal year 2009, the District entered into a lease agreement as lessee for financing the acquisition of infrastructure network equipment. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the inception date. The initial capital lease payable was \$947,744, with an initial payment of \$257,735 paid by the District and an initial payment of \$16,000 paid by the vendor, leaving a lease payable balance of \$674,009 at September 30, 2009. Since the infrastructure equipment was being constructed, the initial capital lease proceeds of \$947,744 were deposited in a cash escrow account, which was subsequently paid to the vendor leaving a zero balance in the cash escrow account at September 30, 2009.

The future minimum lease obligations and the net present value of the minimum lease payments as of September 30, 2009, were as follows:

Fiscal Year Ending September 30,	Governmental Activities
2010	\$ 717,000
2011	717,000
2012	195,162
Total minimum lease payments	1,629,162
Less: amount representing interest	(86,088)
Present value of minimum lease payments	\$ 1,543,074

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H. Long-term obligations

Long-term liability activity for the year ended September 30, 2009, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Judgment	\$ 19,251,573	\$ -	\$ 1,044,893	\$ 18,206,680 ⁽¹⁾	\$ 3,783,500
Compensated Absences	6,997,418	847,924	700,144	7,145,198 ⁽²⁾	714,520
Other Post Employment Benefits	432,529	427,364	191,911	667,982 ⁽²⁾	-
Capital Leases	1,308,866	947,744	713,536	1,543,074 ⁽³⁾	717,000
Workers' Compensation	882,000	296,248	296,248	882,000 ⁽³⁾	457,566
Total	\$ 28,872,386	\$ 2,519,280	\$ 2,946,732	\$ 28,444,934	\$ 5,672,586

⁽¹⁾ In fiscal year 2004, the District settled a legal matter, which obligates each of the parties to perform certain activities. The District estimated its cost to comply with the judgment at \$19.8 million based on cost estimates obtained from a third-party engineer. The Pinellas-Anclote River Basin special revenue fund will be used to satisfy the obligations for the judgment.

⁽²⁾ The general and special revenue funds will be used to satisfy the obligations for the compensated absences and other post employment benefits.

⁽³⁾ The general fund will be used to pay for workers' compensation claims and the capital lease payments.

V. Other information

A. Risk Management

The District is exposed to various risks of loss related to: tort; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural or manmade disasters. The District purchases commercial insurance coverages for all liabilities except workers' compensation as discussed below. During the year ended September 30, 2009, there were no significant reductions in insurance coverage from the prior year. In addition, no claims settlement has exceeded the insurance coverage amounts for the past three fiscal years.

The District has a self-insurance program for its workers' compensation exposure, with excess coverage purchased for claims in excess of \$500,000 per occurrence. Current expenditures related to the self-insurance program are accounted for in the District's general fund.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include estimates of prior and current year existing claims and incurred but not reported claims (IBNR). The long-term liability for workers' compensation claims was based on an independent actuarial determination.

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Changes in the balances of workers' compensation claims liabilities during the past two years are as follows:

	Year ended 09/30/2009	Year ended 09/30/2008
Unpaid claims, beginning of fiscal year	\$ 882,000	\$ 759,000
Incurred claims, including IBNRs and changes in estimates	296,248	386,615
Claim payments	(296,248)	(263,615)
Unpaid claims, end of fiscal year	<u>\$ 882,000</u>	<u>\$ 882,000</u>

At September 30, 2009, general fund assets of \$1,392,566 were held for the purpose of funding future workers' compensation claims liabilities, with a corresponding \$882,000 reserve for workers' compensation claims and a \$510,566 designation of the general fund balance for the workers' compensation program.

B. Commitments and contingencies

At September 30, 2009, the District had unrestricted net assets (as defined by GASB, Statement No. 34) of approximately \$557.8 million that may be used to meet the government's ongoing commitments to citizens and creditors. It is the District's intent to use these assets to 1) liquidate contracts and purchase orders in the amount of \$334.6 million; and 2) to pay claims associated with the District's Workers' Compensation Self-insurance Program estimated at \$0.9 million based on an independent actuarial determination. The remaining net assets are earmarked for Water Supply and Resource Development and other projects, and funding for future years.

The District's most significant commitment is under the Northern Tampa Bay New Water Supply and Ground Water Withdrawal Reduction Agreement (Partnership Agreement). The Partnership Agreement was signed in May 1998 with Tampa Bay Water and its six member governments. The Agreement provides for the development of at least 85 million gallons per day (mgd) of new water by the end of 2007 and implementation of aggressive conservation and demand management programs to reduce demand by 17 mgd. Under the Agreement, the District has contributed \$183 million toward the development of alternative water supply projects, and \$90 million toward conservation and reuse projects that effectively reduce potable water use. The \$183 million was held in a trust account and disbursed to Tampa Bay Water in accordance with the contractual terms applicable to the various projects. At September 30, 2009, \$31.6 million remains in the trust account and is allocated to the Seawater Desalination Funding Agreement. Of the \$31.6 million, \$21.3 million (25 percent) remained from the initial \$85 million allocated to fund the project and \$10.3 million represented interest earnings on the \$85 million which began accruing to the benefit of Tampa Bay Water on January 24, 2006. The interest earnings will continue to accrue to the benefit of Tampa Bay Water until Tampa Bay Water has met the requirements outlined in the second amendment to the Seawater Desalination Funding Agreement or December 31, 2010, at which time the interest earned, and any unspent funding for the desalination plant would revert back to the District. At September 30, 2009, interest earnings payable in the amount of \$10.3 million is reflected as a liability on the balance sheet of the Partnership Trust special revenue fund.

The District has been named as a defendant in several legal actions resulting from various causes. In the opinion of management and its legal counsel, any ultimate liability to the District resulting from resolution of the suits will not have a material effect on the financial condition of the District.

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The District participates in various federal and state grant programs that are subject to review and audit by the grantor agencies. Entitlement to these resources is generally conditional upon compliance with the terms and conditions of grant agreements and applicable federal and state regulations, including the expenditure of resources for allowable purposes. Any disallowance resulting from a grantor audit may become a liability of the District.

C. Employee retirement systems and pension plans

The District contributes to the Florida Retirement System (FRS), a cost-sharing multiple-employer defined benefit pension plan and a defined contribution investment plan. The State of Florida Division of Retirement administers the plans. The FRS defined benefit pension plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The Florida Legislature established the FRS under Chapter 121, Florida Statutes, and has sole authority to amend benefit provisions.

In March 2002, the FRS introduced a second retirement plan option – The FRS Investment Plan. The FRS Investment Plan is a defined contribution plan in which the employer's contributions are defined by law. The ultimate benefit, however, depends in part on the performance of the investment funds. The FRS Investment Plan is funded by employer contributions that are based on the employee's salary and FRS membership class. The Investment Plan directs contributions to individual member accounts, and the employee selects the allocation of funds within his/her account. The FRS offers a wide selection of funds from which to choose. The employee's retirement benefit is the value of his/her account at termination. After six years of service, the Investment Plan participant is eligible for the same health insurance subsidy that is provided to the defined benefit pension plan.

Each year, the FRS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the Division of Retirement, Research & Education Section, P.O. Box 9000, Tallahassee, FL 32315-9000, or accessing the FRS web site at <http://www.myfrs.com>.

The FRS is non-contributory for employees and the District is required to contribute an actuarially determined rate. The contribution rates (as applied to covered payroll) by class at September 30, 2009, were as follows: regular class – 9.85 percent; senior management class – 13.12 percent; and Deferred Retirement Option Program (DROP) – 10.91 percent. Statewide contribution rates are established annually by the Florida Legislature for all participating governmental units. Accordingly, the actuarial information and related disclosures attributable to District employees are not determinable.

The District's contributions to the FRS for the years ended September 2007, 2008 and 2009 were \$4,135,395, \$4,405,920 and \$4,461,125, respectively, equal to the required contributions for each year.

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
Notes to the Financial Statements
September 30, 2009

D. Other postemployment benefits (OPEB)

Plan Description

The District's single-employer defined benefit postemployment healthcare plan provides medical and dental benefits utilizing Blue Cross Blue Shield of Florida, as well as a voluntary vision plan to eligible retired employees and their spouses. A participant is eligible to receive benefits from the District's plan upon retirement under the Florida Retirement System plan provisions. Under the defined benefit pension plan, participants are eligible at age 62 with 6 years of service, or any age with 30 years of service; and under the defined contribution investment plan, participants are eligible at age 55 with 6 years of service or any age with 30 years of service. To be eligible for retiree medical and dental benefits, the participant must have been covered under the medical plan as an active employee immediately prior to retirement. In addition, the District also provides a premium subsidy to reduce the cost of medical coverage for retirees until age 65. The subsidy consists of a reduction to the medical premium paid by retirees equal to \$5 per month for each year of service. A minimum of 6 years of service at retirement is necessary to qualify for the subsidy. The subsidy has a maximum amount payable of \$150 per month. The subsidy ceases at age 65 or Medicare enrollment, whichever is earlier. Substantially all of the District's participating employees become eligible for this benefit if they reach normal retirement age while working for the District. Retiree and spousal coverage is provided for the lifetime of the participant. However, the subsidy benefit is only payable until age 65, as the option of enrolling in Medicare is a much more attractive option at a lower cost. The District accounts for this plan in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*.

Funding Policy

The contribution requirements of plan members are established and may be amended by the District's Governing Board. The District's employer OPEB contributions consist of an implicit rate subsidy and the cost of the premium subsidy. The District, in accordance with Section 112.0801, Florida Statutes, makes the health and dental benefits available for retired employees at a premium cost of no more than applicable to active employees. However, the retirees pay 100 percent of their premium costs less the premium subsidy. To determine the healthcare plan costs, the District is required to commingle the claims experience of the retiree group with that of the active employees. The table listed below summarizes annual retiree contributions for 2009.

	Retiree	Retiree + Spouse
Blue Options	\$4,421	\$8,679
Blue Choice	\$4,854	\$9,576
Dental	\$ 427	\$ 695

Annual OPEB Cost and Net OPEB Obligation

The District's annual OPEB cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the calculation of the ARC and Net OPEB Obligation for the fiscal year ended September 30, 2009.

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
Notes to the Financial Statements
September 30, 2009

Determination of Annual Required Contribution:	
Normal Cost at year-end	\$ 206,634
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	<u>228,442</u>
Annual Required Contribution	<u>\$ 435,076</u>

Determination of Net OPEB Obligation:	
Annual Required Contribution	\$ 435,076
Interest on prior year Net OPEB Obligation	17,301
Adjustment to ARC	<u>(25,013)</u>
Annual OPEB Cost	427,364
Contributions made	<u>(191,911)</u>
Increase in Net OPEB Obligation	235,453
Net OPEB Obligation - beginning of year	<u>432,529</u>
Net OPEB Obligation - end of year	<u>\$ 667,982</u>

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
09/30/2009	\$427,364	44.9%	\$667,982
09/30/2008	\$414,403	46.1%	\$432,529
09/30/2007	\$358,533	41.6%	\$209,297

Funded Status and Funding Progress

As of September 30, 2009, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$3,950,224, resulting in an unfunded actuarial accrued liability of \$3,950,224.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, as presented below, is required supplementary information and presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Schedule of Funding Progress – Unaudited Required Supplementary Information

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Liabilities (AAL)	Unfunded Actuarial Liabilities (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
09/30/2009	0	\$3,950,244	\$3,950,224	0.00%	N/A	N/A
09/30/2008	0	\$3,794,760	\$3,794,760	0.00%	N/A	N/A
09/30/2007	0	\$3,199,920	\$3,199,920	0.00%	N/A	N/A

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
Notes to the Financial Statements
September 30, 2009

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the September 30, 2009, actuarial valuation, the Unit Credit Actuarial Cost Method was used. Significant methods and assumptions include: a discount rate of 4 percent per annum, compounded annually; the RPA - 2000 mortality tables; an interim inflation rate and an interim healthcare cost trend rate of 10.3 percent for medical and 5.5 percent for dental in 2009; and an ultimate inflation rate and an ultimate healthcare cost trend rate of 5 percent for medical and 2 percent for dental. The UAAL is being amortized over a 30-year period on the level dollar method on an open basis with 27 years remaining.



Other Supplementary Information

**Southwest Florida Water Management District
Save Our Rivers Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Intergovernmental Revenues	\$ 37,489,765	\$ 11,801,871	\$ (25,687,894)
EXPENDITURES			
Current:			
Acquisition, Restoration and Public Works	28,056,252	11,437,828	16,618,424
Operation and Maintenance of Lands and Works	9,433,513	364,043	9,069,470
Total Expenditures	<u>37,489,765</u>	<u>11,801,871</u>	<u>25,687,894</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-
Fund Balance - Beginning	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report.

**Southwest Florida Water Management District
Facilities Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2009**

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Intergovernmental Revenues	\$ 1,250,000	\$ 1,250,000	\$ -
Other	-	19,800	19,800
Total Revenues	1,250,000	1,269,800	19,800
EXPENDITURES			
Current:			
Acquisition, Restoration and Public Works	2,750,196	654,507	2,095,689
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,500,196)	615,293	2,115,489
OTHER FINANCING SOURCES (USES)			
Transfers In	300,000	-	(300,000)
Sale of Capital Assets	-	12,200	12,200
Total Other Financing Sources and Uses	300,000	12,200	(287,800)
Net Change In Fund Balance	(1,200,196)	627,493	1,827,689
Fund Balance - Beginning	1,200,196	2,497,625	1,297,429
Fund Balance - Ending	\$ -	\$ 3,125,118	\$ 3,125,118

See accompanying independent auditors' report.



Statistical Section

The statistical section of the Comprehensive Annual Financial Report is the chief source of information regarding the District's economic condition. All of the information presented in this section is organized around four specific objectives:

- *Financial Trend* schedules contain trend information to help the reader understand and assess how the District's financial performance and well-being have changed over time.
- *Revenue Capacity* schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.
- *Debt Capacity* schedule contains information to help the reader understand and assess the District's debt burden and its ability to issue additional debt.
- *Operating Information* schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.
- *Demographic and Economic* schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the government provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Southwest Florida Water Management District
Net Assets by Component
For the Last Nine Years (1)
 (accrual basis of accounting)
 (unaudited)

	Fiscal Year								
	2009	2008 (as restated)	2007	2006	2005	2004	2003	2002	2001
Governmental activities									
Invested in Capital Assets (net of related debt)	\$ 811,448,233	\$ 779,451,560 (2)	\$ 689,145,591	\$ 693,083,691	\$ 652,916,266	\$ 593,149,521	\$ 544,800,181	\$ 515,929,344	\$ 479,314,226
Restricted for Partnership Agreement	21,250,000	63,750,000	85,000,000	85,022,824	86,964,669	85,841,584	85,251,298	85,682,484	86,963,804
Unrestricted	557,839,262	518,141,689	452,034,832	343,505,980	255,474,209	222,720,041	212,904,388	179,200,817	155,791,704
Total governmental activities net assets	\$ 1,390,537,495	\$ 1,361,343,249 (3)	\$ 1,226,180,423	\$ 1,121,612,495	\$ 995,355,144	\$ 901,711,146	\$ 842,955,867	\$ 780,812,645	\$ 722,069,734

(1) GASB 34 was implemented in fiscal year 2001, creating the need for the Net Assets by Component schedule; therefore, the Net Assets by Component schedule is only available for fiscal years 2001 and forward.

(2) Fiscal year 2008 was the first year the District had capital-related debt, which is due to capital leases for equipment.

(3) Amounts for fiscal year 2008 have been restated to reflect the District's adoption of GASB 51 effective October 1, 2008 (see Management's Discussion and Analysis, Capital assets, page 11).

Southwest Florida Water Management District
Changes in Net Assets
For the Last Nine Years (1)
(accrual basis of accounting)
(unaudited)

	Fiscal Year								
	2009	2008	2007	2006	2005	2004	2003	2002	2001
Expenses									
Governmental activities:									
Water Resources Planning and Monitoring	\$ 40,493,992	\$ 38,470,066	(2) \$ 32,807,602	\$ 30,510,960	\$ 28,225,093	\$ 21,751,944	\$ 15,579,114	\$ 14,338,621	\$ 13,496,490
Acquisition, Restoration and Public Works	150,186,371	138,016,223	97,762,937	49,035,932	70,492,840	77,426,245	44,556,653	51,865,426	45,214,951
Operation and Maintenance of Lands and Works	19,777,540	21,623,536	15,914,021	15,929,460	13,754,235	14,653,283	12,900,859	12,316,549	13,014,948
Regulation	19,363,964	19,281,444	18,493,860	16,493,948	15,927,204	14,314,706	13,606,323	12,386,701	11,735,276
Outreach	6,249,764	5,290,433	5,306,415	4,543,475	3,707,207	3,727,632	3,527,078	2,948,200	2,890,486
Management and Administration	34,326,722	33,544,462	(2) 37,981,400	32,988,524	32,435,994	27,937,157	27,010,734	25,803,748	21,823,485
Total governmental activities expenses	270,398,353	256,226,164	(2) 208,266,235	149,502,299	164,542,573	159,810,967	117,180,761	119,659,245	108,175,636
Program Revenues									
Governmental activities:									
Charges for services:									
Water Resources Planning & Monitoring	628,276	403,339	134,780	186,666	192,074	249,779	311,498	267,661	52,272
Acquisition, Restoration and Public Works	-	-	-	-	-	-	-	9,774	341,339
Operation and Maintenance of Lands and Works	775,388	1,246,038	1,312,407	1,549,729	1,661,289	1,669,597	1,349,230	882,651	2,170,210
Regulation	1,672,672	2,289,411	3,282,034	4,026,078	3,443,788	3,303,915	2,552,911	2,382,605	-
Outreach	-	-	-	-	-	-	2,200	16,500	1,051,459
Management and Administration	966,484	1,085,229	1,051,604	994,953	988,226	1,035,609	1,368,194	1,182,522	9,098,570
Operating grants and contributions	46,665,491	55,273,724	34,828,465	29,109,494	22,945,387	25,535,832	9,629,528	8,561,473	42,923,480
Capital grants and contributions	11,827,554	62,873,713	2,691,252	25,585,607	39,018,186	37,012,993	28,467,877	38,046,026	-
Total governmental activities program revenues	62,535,865	123,171,454	43,300,542	61,452,527	68,248,950	68,807,725	43,681,438	51,349,212	55,637,330
Net (expense) revenue	(207,862,488)	(133,054,710)	(2) (164,965,693)	(88,049,772)	(96,293,623)	(91,003,242)	(73,499,323)	(68,310,033)	(52,538,306)
General Revenues and Other Changes in Net Assets									
Governmental activities:									
Ad Valorem Property Taxes	216,708,977	238,923,620	237,448,913	189,355,313	161,163,202	143,869,238	129,555,903	119,241,746	107,401,383
Unrestricted investment earnings	13,220,367	17,906,722	28,204,657	19,640,423	9,467,843	4,565,891	5,490,920	7,696,602	15,206,819
Gain on sale of capital assets	-	-	-	4,223,961	-	348,906	89,808	-	18,601
Other	7,127,390	3,252,835	3,880,051	1,087,426	19,306,576	974,486	505,914	114,596	315,681
Total governmental activities general revenues	237,056,734	260,083,177	269,533,621	214,307,123	189,937,621	149,758,521	135,642,545	127,052,944	122,942,484
Change in Net Assets	\$ 29,194,246	\$ 127,028,467	(2) \$ 104,567,928	\$ 126,257,351	\$ 93,643,998	\$ 58,755,279	\$ 62,143,222	\$ 58,742,911	\$ 70,404,178

(1) GASB 34 was implemented in fiscal year 2001, creating the need for the Changes in Net Assets schedule; therefore, the Changes in Net Assets schedule is only available for fiscal years 2001 and forward.
(2) Amounts for fiscal year 2008 have been restated to reflect the District's adoption of GASB 51 effective October 1, 2008 (see Management's Discussion and Analysis, Capital assets, page 11).

Southwest Florida Water Management District
Fund Balances, Governmental Funds
For the Last Ten Years
(modified accrual basis of accounting)
(unaudited)

	Fiscal Year									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
General Fund:										
Reserved	\$ 78,300,061	\$ 64,741,708	\$ 74,058,319	\$ 48,149,032	\$ 46,492,578	\$ 39,422,012	\$ 24,523,545	\$ 16,483,581	\$ 15,337,050	\$ 20,603,562
Unreserved	198,765,787	200,060,299	159,589,642	123,095,002	79,249,802	63,927,282	56,889,560	46,657,577	31,134,254	19,839,086
Total General Fund	<u>277,065,848</u>	<u>264,802,007</u>	<u>233,647,961</u>	<u>171,244,034</u>	<u>125,742,380</u>	<u>103,349,294</u>	<u>81,413,105</u>	<u>63,141,158</u>	<u>46,471,304</u>	<u>40,442,648</u>
All Other Governmental Funds										
Reserved	278,430,186	288,253,902	283,263,772	252,049,380	232,410,135	239,197,020	230,619,954	188,751,060	201,817,496	161,226,168
Unreserved:										
Special revenue funds	51,036,573	63,517,629	47,956,689	32,878,423	12,768,377	17,043,939	(992,560)	19,148,603	24,699,711	23,679,518
Capital projects funds	(1,201,216)	(6,676,326)	(1,786,657)	(2,237,151)	(3,800,112)	(26,643,785)	(8,445,145)	(1,974,847)	(26,545,080)	(3,556,230)
Total All Other Governmental Funds	<u>328,265,543</u>	<u>345,095,205</u>	<u>329,433,804</u>	<u>282,690,652</u>	<u>241,378,400</u>	<u>229,597,174</u>	<u>221,182,249</u>	<u>205,924,816</u>	<u>199,972,127</u>	<u>181,349,456</u>
Total Fund Balances	<u>\$605,331,391</u>	<u>\$609,897,212</u>	<u>\$563,081,765</u>	<u>\$453,934,686</u>	<u>\$367,120,780</u>	<u>\$332,946,468</u>	<u>\$302,595,354</u>	<u>\$269,065,974</u>	<u>\$246,443,431</u>	<u>\$221,792,104</u>

Southwest Florida Water Management District
Changes in Fund Balances (1)
For the Last Nine Years (2)
(unaudited)

	Fiscal Year								
	2009	2008	2007	2006	2005	2004	2003	2002	2001
REVENUES									
Ad Valorem Property Taxes	\$ 216,624,815	\$ 238,836,876	\$ 237,543,172	\$ 189,378,158	\$ 161,263,640	\$ 143,801,912	\$ 129,549,220	\$ 119,312,415	\$ 107,871,878
Intergovernmental Revenues	59,251,973	118,983,767	38,069,942	55,536,683	62,903,153	63,138,573	38,974,623	47,294,407	52,022,050
Interest on Invested Funds	13,220,367	17,906,722	28,204,657	19,640,423	9,467,843	4,565,891	5,490,920	7,696,602	15,206,819
License and Permit Fees	1,672,672	2,289,611	3,282,034	4,026,078	3,443,788	3,303,915	2,552,911	2,357,605	2,170,210
Other	2,207,137	2,666,641	3,276,451	3,542,367	3,371,782	3,349,578	2,755,089	1,954,882	1,825,072
Total Revenues	292,976,964	380,683,617	310,376,256	272,123,709	240,450,206	218,159,869	179,322,763	178,615,911	179,096,029
EXPENDITURES									
Current:									
Water Resources Planning and Monitoring	40,466,587	37,882,697	32,620,502	30,274,277	28,010,481	21,788,639	15,884,100	14,171,194	13,501,117
Acquisition, Restoration and Public Works	170,942,985	213,073,582	91,471,056	88,631,174	112,707,054	104,049,607	71,952,001	88,255,415	90,912,033
Operation and Maintenance of Lands and Works	19,678,843	19,600,288	16,310,879	16,710,796	14,693,684	15,572,454	13,490,901	12,492,363	11,535,473
Regulation	19,268,672	19,080,448	18,311,066	16,280,759	15,892,959	14,250,561	13,506,724	12,326,062	11,661,561
Outreach	6,236,445	5,267,523	5,286,577	4,514,870	3,676,618	3,718,886	3,514,563	2,956,308	2,890,246
Management and Administration	43,137,402	40,909,119	37,229,097	33,187,587	31,295,098	28,428,608	27,445,094	25,792,026	23,944,272
Debt Service / Capital Leases									
Principal	697,536	686,831	-	-	-	-	-	-	-
Interest	19,464	-	-	-	-	-	-	-	-
Other	-	250	-	-	-	-	-	-	-
Total Expenditures	300,447,934	336,500,738	201,229,177	189,599,463	206,275,894	187,808,755	145,793,383	155,993,368	154,444,702
Over Expenditures	(7,470,970)	44,182,879	109,147,079	82,524,246	34,174,312	30,351,114	33,529,380	22,622,543	24,651,327
OTHER FINANCING SOURCES (USES)									
Transfers In	40,908,961	3,773,441	17,275,932	14,211,995	17,269,052	17,496,250	15,709,133	15,630,592	14,225,763
Transfers Out	(40,908,961)	(3,773,441)	(17,275,932)	(14,211,995)	(17,269,052)	(17,496,250)	(15,709,133)	(15,630,592)	(14,225,763)
Sale of Capital Assets	1,957,405	636,871	-	4,289,660	-	-	-	-	-
Capital Lease Proceeds	947,744	1,995,697	-	-	-	-	-	-	-
Total Other Financing Sources and Uses	2,905,149	2,632,568	-	4,289,660	-	-	-	-	-
Net Change In Fund Balances	(4,565,821)	46,815,447	109,147,079	86,813,906	34,174,312	30,351,114	33,529,380	22,622,543	24,651,327
Fund Balances - Beginning	609,897,212	563,081,765	453,934,686	367,120,780	332,946,468	302,595,354	269,065,974	246,443,431	221,792,104
Fund Balances - Ending	\$ 605,331,391	\$ 609,897,212	\$ 563,081,765	\$ 453,934,686	\$ 367,120,780	\$ 332,946,468	\$ 302,595,354	\$ 269,065,974	\$ 246,443,431
Debt service as a percentage of noncapital expenditures	0.27%							0.29%	

(1) This schedule shows the changes in combined Fund Balances, including the General, Special Revenue and Capital Projects Funds.

(2) Beginning with fiscal year 2001, General Government Expenditures are presented by program area as defined under Section 373.536(5)(d)4., Florida Statutes. Prior to fiscal year 2001, General Government Expenditures are presented by function, and are reported separately on page 59.

Southwest Florida Water Management District
Changes in Fund Balances
For Fiscal Year 2000 (1)
(unaudited)

	Fiscal Year
	2000
REVENUES	
Ad Valorem Property Taxes	\$ 99,645,894
Intergovernmental Revenues	37,926,389
Interest on Invested Funds	13,521,786
License and Permit Fees	2,134,534
Other	1,602,377
Total Revenues	154,830,980
EXPENDITURES	
Current:	
Administration	20,563,316
General Counsel	2,717,420
Commissions	2,179,649
Resource Management	37,227,422
Resource Regulation	11,433,901
Operations and Maintenance	10,669,912
Land Resources	32,019,024
Total Expenditures	116,810,644
Excess of Revenues Over Expenditures	38,020,336
OTHER FINANCING SOURCES (USES):	
Transfers In	17,799,568
Transfers Out	(17,799,568)
Total Other Financing Sources and Uses	-
Net Change in Fund Balances	38,020,336
Fund Balances - Beginning	183,771,768
Fund Balances - Ending	\$ 221,792,104

(1) Beginning with fiscal year 2001, General Government Expenditures are presented by program area as defined under Section 373.536(5)(d)4., Florida Statutes, and are reported separately on page 58. For fiscal year 2000 and prior, General Government Expenditures are presented by function as reported on this page, and are consistent with the Comprehensive Annual Financial Report for fiscal year ended September 30, 2000, which was not restated by program area.

Southwest Florida Water Management District
Fund Balance Comparison to Annual Expenditures
For the Last Ten Fiscal Years
(unaudited)

Fiscal Year	General Fund			Special Revenue Funds			
	Unreserved Fund Balance	Annual Expenditures	Balance as Percentage of Expenditures	Fiscal Year	Unreserved Fund Balance	Annual Expenditures	Balance as Percentage of Expenditures
2009	\$ 198,765,787 (1)	\$ 152,833,664	130.05 %	2009	\$ 51,036,573	\$ 135,157,892	37.76 %
2008	200,060,299	152,084,689	131.55	2008	63,517,629	120,055,027	52.91
2007	159,589,642	106,678,720	149.59	2007	47,956,689	88,952,081	53.91
2006	123,095,002	88,322,686	139.37	2006	32,878,423	74,690,653	44.02
2005	79,249,802	87,210,599	90.87	2005	12,768,377	75,619,588	16.89
2004	63,927,282	70,871,896	90.20	2004	17,043,939	76,946,507	22.15
2003	56,889,560	64,095,574	88.76	2003	(992,560) (2)	54,361,367	(1.83)
2002	46,657,577	57,907,902	80.57	2002	19,148,603	61,062,553	31.36
2001	31,134,254	62,170,953	50.08	2001	24,699,711	45,953,696	53.75
2000	19,839,086	57,829,330	34.31	2000	23,679,518	29,696,817	79.74

(1) Includes \$161.9 million designated by the Governing Board for future water supply and water resource development projects, consistent with the District's Long-Range Water Supply and Water Resource Development Funding Plan through 2025.

(2) The deficit unreserved fund balance resulted from encumbrances accounted for in three of the District's special revenue funds: the Withlacoochee River Basin, SWIM Program, and DOT Mitigation. The encumbrances were contractual obligations of the District that were not eligible for reimbursement at that time until expenditures could be incurred against them; thus, creating an overall deficit unreserved fund balance at the end of fiscal year 2003. (Continued)

**Southwest Florida Water Management District
Fund Balance Comparison to Annual Expenditures
For the Last Ten Fiscal Years**

(unaudited)
(Continued)

		<u>Capital Projects Funds</u>			<u>Total</u>		
<u>Fiscal Year</u>	<u>Unreserved Fund Balance</u>	<u>Annual Expenditures</u>	<u>Balance as Percentage of Expenditures</u>	<u>Fiscal Year</u>	<u>Unreserved Fund Balance</u>	<u>Annual Expenditures</u>	<u>Balance as Percentage of Expenditures</u>
2009	\$ (1,201,216) (3)	\$ 12,456,378	(9.64) %	2009	\$ 248,601,144	\$ 300,447,934	82.74 %
2008	(6,676,326) (3)	64,361,022	(10.37)	2008	256,901,602	336,500,738	76.35
2007	(1,786,657) (3)	5,598,376	(31.91)	2007	205,759,674	201,229,177	102.25
2006	(2,237,151) (3)	26,586,124	(8.41)	2006	153,736,274	189,599,463	81.08
2005	(3,800,112) (3)	43,445,707	(8.75)	2005	88,218,067	206,275,894	42.77
2004	(26,643,785) (3)	39,990,352	(66.63)	2004	54,327,436	187,808,755	28.93
2003	(8,445,145) (3)	27,336,442	(30.89)	2003	47,451,855	145,793,383	32.55
2002	(1,974,847) (3)	37,022,913	(5.33)	2002	63,831,333	155,993,368	40.92
2001	(26,545,080) (3)	46,320,053	(57.31)	2001	29,288,885	154,444,702	18.96
2000	(3,556,230) (3)	29,284,497	(12.14)	2000	39,962,374	116,810,644	34.21

(3) The deficit unreserved fund balance resulted from encumbrances at year-end for impending land purchases in the Save Our Rivers Capital Projects Fund. The land purchases have been or will be funded from either the Florida Forever Trust Fund, Water Management Lands Trust Fund, or the Preservation 2000 Trust Fund. The cash required to finance the purchases is or will be recorded in the Capital Projects Fund with the revenue deferred at year-end or reserved in the named State of Florida trust funds until required by the District for land acquisitions.

**Southwest Florida Water Management District
General Government Expenditures by Program (1)
For the Last Nine Fiscal Years (2)**

(unaudited)

Fiscal Year	Water Resources Planning and Monitoring	Acquisition, Restoration and Public Works	Operation and Maintenance of Lands and Works	Regulation	Outreach-Public Education	Management and Administration	Total Expenditures
2009	\$ 40,466,587 13.47%	\$ 170,942,985 56.89%	\$ 19,678,843 6.55%	\$ 19,268,672 6.41%	\$ 6,236,445 2.08%	\$ 43,854,402 14.60%	\$ 300,447,934 100.00%
2008	37,882,697 11.26%	213,073,582 63.32%	19,600,288 5.82%	19,080,448 5.67%	5,267,523 1.57%	41,596,200 12.36%	336,500,738 100.00%
2007	32,620,502 16.21%	91,471,056 45.45%	16,310,879 8.11%	18,311,066 9.10%	5,286,577 2.63%	37,229,097 18.50%	201,229,177 100.00%
2006	30,274,277 15.97%	88,631,174 46.75%	16,710,796 8.81%	16,280,759 8.59%	4,514,870 2.38%	33,187,587 17.50%	189,599,463 100.00%
2005	28,010,481 13.58%	112,707,054 54.64%	14,693,684 7.13%	15,892,959 7.70%	3,676,618 1.78%	31,295,098 15.17%	206,275,894 100.00%
2004	21,788,639 11.60%	104,049,607 55.40%	15,572,454 8.29%	14,250,561 7.59%	3,718,886 1.98%	28,428,608 15.14%	187,808,755 100.00%
2003	15,884,100 10.90%	71,952,001 49.35%	13,490,901 9.25%	13,506,724 9.26%	3,514,563 2.41%	27,445,094 18.83%	145,793,383 100.00%
2002	14,171,194 9.08%	88,255,415 56.58%	12,492,363 8.01%	12,326,062 7.90%	2,956,308 1.90%	25,792,026 16.53%	155,993,368 100.00%
2001	13,501,117 8.74%	90,912,033 58.87%	11,535,473 7.47%	11,661,561 7.55%	2,890,246 1.87%	23,944,272 15.50%	154,444,702 100.00%

(1) This schedule shows the combined General Government Expenditures, including the General, Special Revenue, and Capital Projects Funds.

(2) Beginning with fiscal year 2001, General Government Expenditures are presented by program area as defined under Section 373.536(5)(d)4., Florida Statutes. Prior to fiscal year 2001, General Government Expenditures are presented by function, and are reported separately on page 63.

Southwest Florida Water Management District
General Government Expenditures by Function (1)
For Fiscal Year 2000 (2)
(unaudited)

Fiscal Year	Administration	General Counsel	Commissions	Resource Management	Resource Regulation	Operations and Maintenance	Land Resources	Total Expenditures
2000	\$ 20,563,316 17.60%	\$ 2,717,420 2.33%	\$ 2,179,649 1.87%	\$ 37,227,422 31.87%	\$ 11,433,901 9.79%	\$ 10,669,912 9.13%	\$ 32,019,024 27.41%	\$ 116,810,644 100.00%

(1) This schedule shows the combined General Government Expenditures, including the General, Special Revenue, and Capital Projects Funds.

(2) Beginning with fiscal year 2001, General Government Expenditures are presented by program area as defined under Section 373.536(5)(d)4., Florida Statutes, and reported separately on page 62. For fiscal year 2000, General Government Expenditures are presented by function as reported on this page, and are consistent with the Comprehensive Annual Financial Report for fiscal year ended September 30, 2000, which was not restated by program area.

**Southwest Florida Water Management District
General Government Revenues by Source (1)
For the Last Ten Fiscal Years**
(unaudited)

Fiscal Year	Ad Valorem Property Taxes	Inter-Governmental Revenues	Interest on Invested Funds	License and Permit Fees	Other Revenues	Total Revenues
2009	\$ 216,624,815 73.94%	\$ 59,251,973 20.22%	\$ 13,220,367 4.51%	\$ 1,672,672 0.57%	\$ 2,207,137 0.76%	\$ 292,976,964 100.00%
2008	238,836,876 62.74%	118,983,767 31.26%	17,906,722 4.70%	2,289,611 0.60%	2,666,641 0.70%	380,683,617 100.00%
2007	237,543,172 76.53%	38,069,942 12.26%	28,204,657 9.09%	3,282,034 1.06%	3,276,451 1.06%	310,376,256 100.00%
2006	189,378,158 69.59%	55,536,683 20.41%	19,640,423 7.22%	4,026,078 1.48%	3,542,367 1.30%	272,123,709 100.00%
2005	161,263,640 67.07%	62,903,153 26.16%	9,467,843 3.94%	3,443,788 1.43%	3,371,782 1.40%	240,450,206 100.00%
2004	143,801,912 65.92%	63,138,573 28.94%	4,565,891 2.09%	3,303,915 1.51%	3,349,578 1.54%	218,159,869 100.00%
2003	129,549,220 72.24%	38,974,623 21.74%	5,490,920 3.06%	2,552,911 1.42%	2,755,089 1.54%	179,322,763 100.00%
2002	119,312,415 66.80%	47,294,407 26.48%	7,696,602 4.31%	2,357,605 1.32%	1,954,882 1.09%	178,615,911 100.00%
2001	107,871,878 60.23%	52,022,050 29.05%	15,206,819 8.49%	2,170,210 1.21%	1,825,072 1.02%	179,096,029 100.00%
2000	99,645,894 64.36%	37,926,389 24.50%	13,521,786 8.73%	2,134,534 1.38%	1,602,377 1.03%	154,830,980 100.00%

(1) This schedule includes General, Special Revenue and Capital Projects Funds.

Southwest Florida Water Management District
Ad Valorem Property Tax Revenues by Source (1)
For the Last Ten Fiscal Years
(unaudited)

Fiscal Year	General	Alafia River Basin	Hillsborough River Basin (2)	Northwest Hillsborough Basin (2)	Coastal Rivers Basin	Pinellas-Anclote River Basin	Withlacoochee River Basin	Peace River Basin	Manasota Basin	Facilities		Percent Base Year	Annual Change in Percent
										Total	Total		
2009	\$ 134,486,978	\$ 4,821,088	\$ 13,004,137	\$ 5,376,574	\$ 4,553,491	\$ 27,497,327	\$ 4,925,509	\$ 8,525,216	\$ 12,184,495	\$ 1,250,000	\$ 216,624,815	217.4	(22.3) (3)
2008	147,940,801	5,526,420	12,611,129	6,665,194	5,086,354	30,934,560	5,411,367	9,350,470	13,910,581	1,400,000	238,836,876	239.7	1.3
2007	145,973,534	5,364,139	12,463,049	6,734,757	5,024,249	31,319,837	5,148,275	9,265,908	13,849,424	2,400,000	237,543,172	238.4	48.3
2006	115,088,950	4,251,799	10,084,129	5,690,823	4,449,920	25,938,951	3,701,008	6,760,928	11,011,650	2,400,000	189,378,158	190.1	28.3
2005	98,617,333	3,577,067	8,668,890	5,004,715	3,740,550	22,519,738	2,889,460	5,774,020	9,221,867	1,250,000	161,263,640	161.8	17.5
2004	88,260,896	2,517,053	7,125,716	4,593,204	3,317,387	20,270,787	2,598,289	6,038,604	8,104,976	975,000	143,801,912	144.3	14.3
2003	77,833,580	2,257,796	6,503,367	4,218,523	3,042,400	18,482,468	2,317,120	5,454,067	7,129,899	2,300,000	129,549,220	130.0	10.3
2002	72,255,628	2,037,219	6,068,473	3,956,118	2,829,355	17,218,219	2,330,146	5,080,107	6,287,150	1,250,000	119,312,415	119.7	11.4
2001	65,161,463	1,797,473	5,341,977	3,482,779	2,600,589	15,801,596	2,105,648	4,678,499	5,651,854	1,250,000	107,871,878	108.3	8.3
2000	59,945,401	1,622,336	5,004,344	2,984,970	2,467,984	14,804,987	1,907,895	4,364,669	5,193,308	1,350,000	99,645,894	100.0	0.0

(1) This schedule includes General, Special Revenue and Capital Projects Funds.

(2) The Hillsborough River Basin and the Northwest Hillsborough Basin were merged effective January 1, 2009.

(3) The reduction in Ad Valorem Property Tax Revenues was due to declining property values and the impact of the amendment to the Florida Constitution (Amendment 1) that was passed by the voters January 29, 2008.

Southwest Florida Water Management District
Ad Valorem Property Tax Revenues by County (1)
For the Last Ten Fiscal Years
(unaudited)

Fiscal Year	Charlotte County	Citrus County	Desoto County	Hardee County	Hernando County	Highlands County	Hillsborough County	Lake County	Levy County
2009	\$ 10,131,134 4.68%	\$ 6,192,558 2.86%	\$ 965,835 0.45%	\$ 899,843 0.42%	\$ 5,848,996 2.70%	\$ 2,947,649 1.36%	\$ 50,526,245 23.32%	\$ 31,110 0.01%	\$ 717,125 0.33%
2008	12,740,821 5.33%	7,166,628 3.00%	1,018,393 0.43%	988,590 0.41%	6,370,297 2.67%	3,309,726 1.39%	53,172,802 22.26%	31,752 0.01%	751,259 0.31%
2007	14,178,471 5.97%	7,350,108 3.09%	1,039,104 0.44%	889,608 0.37%	6,102,139 2.57%	3,050,390 1.28%	52,334,811 22.03%	30,030 0.01%	799,002 0.34%
2006	9,460,493 5.00%	5,639,059 2.98%	691,213 0.36%	788,792 0.42%	4,925,311 2.60%	2,153,281 1.14%	43,054,784 22.73%	22,883 0.01%	521,149 0.28%
2005	7,625,085 4.73%	4,604,586 2.86%	648,433 0.40%	830,431 0.51%	4,046,797 2.51%	1,844,887 1.14%	37,314,510 23.14%	19,355 0.01%	419,712 0.26%
2004	6,519,997 4.54%	4,192,495 2.92%	608,992 0.42%	821,026 0.57%	3,619,738 2.52%	1,683,539 1.17%	33,715,627 23.45%	16,680 0.01%	363,008 0.25%
2003	5,581,364 4.31%	3,851,404 2.97%	514,879 0.40%	677,976 0.52%	3,275,779 2.53%	1,531,531 1.18%	30,796,818 23.77%	14,627 0.01%	338,310 0.26%
2002	4,993,772 4.19%	3,654,434 3.06%	514,580 0.43%	559,349 0.47%	3,063,314 2.57%	1,480,066 1.24%	28,691,946 24.05%	13,303 0.01%	325,122 0.27%
2001	4,527,994 4.20%	3,409,021 3.16%	463,960 0.43%	524,720 0.49%	2,776,543 2.57%	1,415,411 1.31%	25,349,449 23.50%	12,643 0.01%	300,825 0.28%
2000	4,098,324 4.11%	3,209,940 3.22%	438,792 0.44%	527,027 0.53%	2,649,084 2.66%	1,341,544 1.35%	22,973,329 23.05%	10,821 0.01%	281,085 0.28%

(1) This schedule includes General, Special Revenue and Capital Projects Funds.

Source: Florida Statistical Abstract, State of Florida, Department of Revenue, and District Records - Finance Department, Budget Section.

(Continued)

**Southwest Florida Water Management District
Ad Valorem Property Tax Revenues by County (1)
For the Last Ten Fiscal Years**
(unaudited)
(Continued)

Fiscal Year	Manatee County	Marion County	Pasco County	Pinellas County	Polk County	Sarasota County	Sumter County	Total
2009	\$ 16,369,036 7.56%	\$ 4,409,534 2.04%	\$ 16,381,859 7.56%	\$ 52,853,363 24.40%	\$ 17,291,246 7.98%	\$ 27,585,247 12.73%	\$ 3,474,035 1.60%	\$ 216,624,815 (2) 100.00%
2008	17,765,391 7.44%	4,877,757 2.04%	18,381,150 7.70%	58,568,414 24.52%	17,854,305 7.48%	32,375,418 13.56%	3,464,173 1.45%	238,836,876 100.00%
2007	17,223,698 7.25%	4,050,704 1.71%	17,581,645 7.40%	60,048,322 25.29%	16,682,869 7.02%	33,148,867 13.95%	3,033,404 1.28%	237,543,172 100.00%
2006	13,924,895 7.35%	2,742,778 1.45%	13,650,954 7.21%	49,977,644 26.39%	13,431,641 7.09%	26,130,517 13.80%	2,262,764 1.19%	189,378,158 100.00%
2005	11,849,868 7.35%	2,304,740 1.43%	11,154,070 6.92%	43,617,283 27.05%	11,734,719 7.28%	21,693,705 13.45%	1,555,459 0.96%	161,263,640 100.00%
2004	10,377,230 7.22%	2,031,561 1.41%	9,497,470 6.60%	39,362,797 27.37%	10,545,318 7.33%	19,146,756 13.31%	1,299,678 0.91%	143,801,912 100.00%
2003	9,102,886 7.03%	1,822,527 1.41%	8,341,467 6.44%	36,147,693 27.90%	9,548,241 7.37%	16,832,207 12.99%	1,171,511 0.91%	129,549,220 100.00%
2002	8,019,003 6.72%	1,743,415 1.46%	7,507,878 6.29%	33,854,882 28.37%	9,014,593 7.56%	14,839,812 12.44%	1,036,946 0.87%	119,312,415 100.00%
2001	7,161,501 6.64%	1,594,177 1.48%	6,707,029 6.22%	31,020,770 28.75%	8,360,747 7.75%	13,395,311 12.42%	851,777 0.79%	107,871,878 100.00%
2000	6,565,397 6.59%	1,435,778 1.44%	6,176,589 6.20%	29,042,944 29.15%	7,860,437 7.89%	12,324,792 12.37%	710,011 0.71%	99,645,894 100.00%

(1) This schedule includes General, Special Revenue and Capital Projects Funds.
(2) The reduction in Ad Valorem Property Tax Revenues was due to declining property values and the impact of the amendment to the Florida Constitution (Amendment 1) that was passed by the voters on January 29, 2008.
Source: Florida Statistical Abstract, State of Florida, Department of Revenue, and District Records - Finance Department, Budget Section.

Southwest Florida Water Management District
Ad Valorem Property Tax Levies, Tax Collections and Assessed Valuations
For the Last Ten Fiscal Years
(unaudited)

Fiscal Year	Assessed Valuation	Total Tax Levy (1)	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collection to Tax Levy
2009	\$ 364,790,289,103	\$ 225,150,454	\$ 215,394,447	95.67%	\$ 1,230,368	\$ 216,624,815	(2) 96.21%
2008	400,166,690,276	247,424,227	237,744,556	96.09%	1,092,320	238,836,876	96.53%
2007	364,100,486,292	246,000,306	236,984,777	96.34%	558,395	237,543,172	96.56%
2006	288,027,816,770	195,912,657	188,729,789	96.33%	648,369	189,378,158	96.66%
2005	244,929,632,264	166,878,893	159,400,042	95.52%	1,863,598	161,263,640	96.64%
2004	218,825,726,760	148,831,513	142,874,841	96.00%	927,071	143,801,912	96.62%
2003	196,733,416,139	134,674,084	128,923,451	95.73%	625,769	129,549,220	96.19%
2002	179,984,482,391	123,116,730	118,351,223	96.13%	961,192	119,312,415	96.91%
2001	162,692,043,704	111,512,461	106,626,498	95.62%	1,245,380	107,871,878	96.74%
2000	150,544,563,710	103,284,941	98,856,352	95.71%	789,542	99,645,894	96.48%

(1) The Total Tax Levy represents the budgeted tax levy for the District and Basins.

(2) The reduction in Ad Valorem Property Tax Revenues was due to declining property values and the impact of the amendment to the Florida Constitution (Amendment 1) that was passed by the voters on January 29, 2008.

Source: District Records - Finance Department, Budget Section; Department of Revenue; County Governments.

Southwest Florida Water Management District
Taxable Assessed and Estimated Just Value of Taxable Property
For the Last Ten Fiscal Years
(unaudited)

Fiscal Year	Charlotte County			Citrus County			Desoto County			Hardee County		
	Taxable Assessed Value (1)	Estimated Just Value (2)	%	Taxable Assessed Value (1)	Estimated Just Value (2)	%	Taxable Assessed Value (1)	Estimated Just Value (2)	%	Taxable Assessed Value (1)	Estimated Just Value (2)	%
2009 (3)	\$ 18,744,588,641	\$ 24,376,714,463	5.14%	\$ 10,949,871,541	\$ 14,592,430,322	3.00%	\$ 1,782,603,163	\$ 3,842,985,910	0.49%	\$ 1,621,242,093	\$ 3,597,898,593	0.44%
2008	23,468,464,057	30,281,403,475	5.86%	12,388,874,371	15,861,126,819	3.10%	1,859,310,230	3,837,360,015	0.46%	1,775,558,774	3,533,587,394	0.44%
2007	24,129,410,539	32,413,213,000	6.63%	11,637,462,135	15,252,149,646	3.20%	1,758,121,481	3,670,862,797	0.48%	1,556,504,727	2,689,526,887	0.43%
2006	15,988,917,489	20,937,367,172	5.55%	8,700,489,533	10,331,779,330	3.02%	1,141,425,064	2,094,506,489	0.40%	1,404,977,510	1,999,273,020	0.49%
2005	12,924,151,263	16,425,428,634	5.28%	7,061,830,905	7,951,200,451	2.89%	1,049,892,450	1,795,202,550	0.43%	1,395,590,539	1,841,574,901	0.57%
2004	10,868,251,435	13,787,164,905	4.97%	6,377,731,045	7,074,397,845	2.91%	1,006,248,987	1,680,115,048	0.46%	1,381,408,737	1,584,505,572	0.63%
2003	9,397,451,189	11,765,949,970	4.78%	5,951,463,421	6,257,479,829	3.03%	861,104,943	1,641,097,760	0.44%	1,129,707,419	1,555,385,773	0.57%
2002	8,386,850,539	10,329,838,220	4.66%	5,585,926,065	5,708,577,441	3.10%	860,588,600	1,608,953,885	0.48%	934,388,620	1,585,134,436	0.52%
2001	7,595,307,510	9,497,812,520	4.67%	5,186,796,299	5,308,083,181	3.19%	769,162,554	1,523,122,233	0.47%	876,412,155	1,533,016,212	0.54%
2000	6,923,396,053	8,578,159,248	4.60%	4,889,387,557	5,026,928,200	3.25%	738,754,884	1,485,278,334	0.49%	886,008,919	1,572,693,024	0.59%

(1) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values and represent only those portions of counties within District boundaries.

(2) The Estimated Just Value represents the estimated total value of taxable property within the 16-county area encompassed by the District, and is updated based on the Department of Revenue Comparative Statement of Just Values, Real Property Only.

(3) The reduction in Taxable Assessed and Estimated Just Values in fiscal year 2009 was due to declining property values and the impact of the amendment to the Florida Constitution (Amendment 1) that was passed by voters on January 29, 2008.

Source: Florida Statistical Abstract, State of Florida, Department of Revenue; District Records - Finance Department, Budget Section.

(Continued)

Southwest Florida Water Management District
Taxable Assessed and Estimated Just Value of Taxable Property
For the Last Ten Fiscal Years
(unaudited)
(Continued)

Fiscal Year	Hernando County		Highlands County		Hillsborough County		Lake County	
	Taxable Assessed Value (1)	Estimated Just Value (2)	Taxable Assessed Value (1)	Estimated Just Value (2)	Taxable Assessed Value (1)	Estimated Just Value (2)	Taxable Assessed Value (1)	Estimated Just Value (2)
2009 (3)	\$ 10,387,499,612 2.85%	\$ 15,814,704,391	\$ 5,389,133,838 1.48%	\$ 9,254,973,711	\$ 83,938,830,501 23.01%	\$ 116,307,598,471	\$ 84,370,714 0.02%	\$ 27,933,140,351
2008	11,357,529,621 2.84%	16,512,802,416	5,931,994,995 1.48%	9,629,781,192	88,033,093,322 22.02%	120,823,337,789	86,675,044 0.02%	27,890,683,868
2007	9,901,079,038 2.72%	14,737,835,803	5,037,731,165 1.38%	8,271,475,339	78,793,903,491 21.64%	110,793,362,933	74,401,396 0.02%	24,009,757,409
2006	7,646,691,051 2.65%	11,004,596,658	3,510,605,604 1.22%	5,710,710,588	64,750,787,840 22.47%	87,321,571,180	55,477,839 0.02%	17,331,581,237
2005	6,302,986,453 2.57%	8,743,878,355	2,933,630,183 1.20%	4,688,682,365	55,903,214,952 22.82%	72,964,455,006	46,727,001 0.02%	14,414,739,917
2004	5,600,584,555 2.56%	7,642,982,147	2,690,892,370 1.23%	4,194,944,329	50,779,806,100 23.21%	64,837,890,327	40,709,970 0.02%	12,541,891,742
2003	5,122,539,116 2.60%	6,820,855,210	2,565,605,756 1.30%	3,949,400,610	46,355,925,135 23.56%	59,207,297,196	35,141,203 0.02%	11,114,607,760
2002	4,734,177,073 2.63%	6,246,678,319	2,477,528,213 1.38%	3,782,245,187	42,891,979,863 23.83%	53,291,862,679	32,358,284 0.02%	10,087,584,597
2001	4,303,861,686 2.65%	5,562,618,435	2,385,636,554 1.47%	3,645,550,032	37,682,680,554 23.16%	46,085,148,076	29,283,069 0.02%	9,238,981,450
2000	4,096,364,117 2.72%	5,288,124,346	2,251,151,995 1.49%	3,580,436,059	34,496,030,668 22.91%	41,379,146,380	27,754,082 0.02%	8,348,378,288

(1) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values and represent only those portions of counties within District boundaries.

(2) The Estimated Just Value represents the estimated total value of taxable property within the 16-county area encompassed by the District, and is updated based on the Department of Revenue Comparative Statement of Just Values, Real Property Only.

(3) The reduction in Taxable Assessed and Estimated Just Values in fiscal year 2009 was due to declining property values and the impact of the amendment to the Florida Constitution (Amendment 1) that was passed by voters on January 29, 2008.

Source: Florida Statistical Abstract, State of Florida, Department of Revenue; District Records - Finance Department, Budget Section.

(Continued)

Southwest Florida Water Management District
Taxable Assessed and Estimated Just Value of Taxable Property
For the Last Ten Fiscal Years
(unaudited)
(Continued)

Fiscal Year	Levy County		Manatee County		Marion County		Pasco County	
	Taxable Assessed Value (1)	Estimated Just Value (2)	Taxable Assessed Value (1)	Estimated Just Value (2)	Taxable Assessed Value (1)	Estimated Just Value (2)	Taxable Assessed Value (1)	Estimated Just Value (2)
2009 (3)	\$ 1,176,574,298 0.32%	\$ 4,992,458,397	\$ 31,728,741,317 8.70%	\$ 40,533,231,178	\$ 7,681,828,761 2.11%	\$ 36,172,335,899	\$ 26,767,890,444 7.34%	\$ 39,790,825,530
2008	1,283,131,348 0.32%	4,921,099,058	34,528,464,902 8.63%	44,545,058,066	8,364,377,817 2.09%	36,918,976,765	29,729,044,446 7.43%	42,731,680,816
2007	1,223,533,954 0.34%	4,651,266,241	30,735,678,005 8.44%	39,852,622,216	6,132,576,329 1.68%	28,210,769,525	25,750,555,212 7.07%	37,956,299,419
2006	788,382,168 0.27%	2,892,868,688	24,759,022,291 8.60%	31,744,642,359	4,216,130,979 1.46%	19,412,346,247	19,804,373,845 6.88%	27,816,171,324
2005	634,607,144 0.26%	2,319,580,260	21,188,932,148 8.65%	26,527,994,186	3,412,304,183 1.39%	16,203,462,528	16,171,800,551 6.60%	22,176,529,678
2004	549,645,916 0.25%	1,828,924,432	18,574,279,816 8.49%	22,702,620,085	3,020,525,681 1.38%	14,177,653,309	13,883,582,485 6.34%	18,859,943,686
2003	514,932,657 0.26%	1,709,505,277	16,270,421,255 8.27%	19,384,158,966	2,738,924,877 1.39%	12,819,400,375	12,262,273,454 6.23%	16,827,458,579
2002	472,650,625 0.26%	1,507,735,121	14,359,883,510 7.98%	16,654,859,576	2,501,256,463 1.39%	11,587,044,419	11,002,947,919 6.11%	14,926,055,100
2001	440,252,953 0.27%	1,450,180,272	12,789,045,630 7.86%	14,792,186,341	2,283,066,481 1.40%	10,660,989,518	9,875,275,051 6.07%	13,152,044,529
2000	407,621,875 0.27%	1,342,014,746	11,586,175,475 7.70%	13,519,211,907	2,044,822,224 1.36%	9,835,274,891	9,092,768,760 6.04%	12,087,492,344

(1) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values and represent only those portions of counties within District boundaries.

(2) The Estimated Just Value represents the estimated total value of taxable property within the 16-county area encompassed by the District, and is updated based on the Department of Revenue Comparative Statement of Just Values, Real Property Only.

(3) The reduction in Taxable Assessed and Estimated Just Values in fiscal year 2009 was due to declining property values and the impact of the amendment to the Florida Constitution (Amendment 1) that was passed by voters on January 29, 2008.

Source: Florida Statistical Abstract, State of Florida, Department of Revenue; District Records - Finance Department; Budget Section.

(Continued)

Southwest Florida Water Management District
Taxable Assessed and Estimated Just Value of Taxable Property
For the Last Ten Fiscal Years
(unaudited)
(Continued)

Fiscal Year	Pinellas County			Polk County			Sarasota County			Sumter County			Total		
	Taxable Assessed Value (1)	Estimated Just Value (2)	%	Taxable Assessed Value (1)	Estimated Just Value (2)	%	Taxable Assessed Value (1)	Estimated Just Value (2)	%	Taxable Assessed Value (1)	Estimated Just Value (2)	%	Taxable Assessed Value (1)	Estimated Just Value (2)	%
2009 (3)	\$ 73,364,672,321 20.11%	\$ 105,800,594,551	8.81%	\$ 32,149,838,024 8.81%	\$ 45,690,203,869	14.58%	\$ 53,170,778,042 14.58%	\$ 70,541,371,112	1.60%	\$ 5,851,825,793 1.60%	\$ 8,848,146,235	100.00%	\$ 364,790,289,103 100.00%	\$ 568,089,612,983	100.00%
2008	80,171,847,018 20.03%	114,317,705,946	8.18%	32,728,357,906 8.18%	45,514,480,070	15.66%	62,685,251,050 15.66%	83,355,313,080	1.44%	5,774,715,375 1.44%	8,387,422,260	100.00%	400,166,690,276 100.00%	609,061,819,029	100.00%
2007	75,661,254,861 20.78%	110,368,480,158	7.71%	28,070,713,660 7.71%	37,942,552,926	16.21%	59,015,112,895 16.21%	81,694,691,410	1.27%	4,622,447,404 1.27%	6,755,285,291	100.00%	364,100,486,292 100.00%	559,270,151,000	100.00%
2006	62,891,555,541 21.84%	87,770,598,200	7.80%	22,463,188,999 7.80%	27,996,939,791	16.15%	46,517,976,673 16.15%	61,995,122,756	1.18%	3,387,814,344 1.18%	5,142,166,017	100.00%	288,027,816,770 100.00%	421,502,241,056	100.00%
2005	54,946,057,068 22.43%	74,965,518,100	8.09%	19,808,792,690 8.09%	23,216,260,315	15.85%	38,833,229,197 15.85%	50,750,692,901	0.95%	2,315,885,537 0.95%	3,487,213,628	100.00%	244,929,632,264 100.00%	348,472,413,775	100.00%
2004	49,736,379,395 22.73%	66,487,561,200	8.31%	18,175,358,199 8.31%	21,243,060,892	15.60%	34,139,701,996 15.60%	43,539,696,480	0.91%	2,000,620,073 0.91%	2,944,121,089	100.00%	218,825,726,760 100.00%	305,127,473,088	100.00%
2003	45,522,214,631 23.15%	59,343,393,200	8.32%	16,372,841,445 8.32%	20,383,440,390	15.18%	29,864,864,281 15.18%	36,752,413,719	0.90%	1,768,005,357 0.90%	2,650,276,940	100.00%	196,733,416,139 100.00%	272,182,121,554	100.00%
2002	42,412,684,581 23.56%	52,852,990,700	8.60%	15,470,541,404 8.60%	18,441,382,093	14.64%	26,353,336,881 14.64%	31,567,616,197	0.84%	1,507,383,751 0.84%	2,359,021,549	100.00%	179,984,482,391 100.00%	242,537,579,519	100.00%
2001	39,016,510,925 23.98%	47,860,664,200	8.88%	14,449,672,403 8.88%	16,609,984,276	14.62%	23,783,753,695 14.62%	28,256,271,308	0.75%	1,225,326,185 0.75%	1,778,675,015	100.00%	162,692,043,704 100.00%	216,955,327,598	100.00%
2000	36,571,099,997 24.29%	44,382,705,500	9.02%	13,583,962,496 9.02%	15,365,515,433	14.57%	21,930,739,771 14.57%	25,931,541,134	0.68%	1,018,524,837 0.68%	1,528,838,454	100.00%	150,544,563,710 100.00%	199,251,738,288	100.00%

(1) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values and represent only those portions of counties within District boundaries.

(2) The Estimated Just Value represents the estimated total value of taxable property within the 16-county area encompassed by the District, and is updated based on the Department of Revenue Comparative Statement of Just Values, Real Property Only.

(3) The reduction in Taxable Assessed and Estimated Just Values in fiscal year 2009 was due to declining property values and the impact of the amendment to the Constitution (Amendment 1) that was passed by voters on January 29, 2008.

Source: Florida Statistical Abstract, State of Florida, Department of Revenue; District Records - Finance Department, Budget Section.

Southwest Florida Water Management District
Schedule of Property Tax Rates for the District and Watershed Basins (Per \$1,000 Assessed Valuation)
For the Last Ten Fiscal Years
(unaudited)

Fiscal Year	District	Alafia River Basin	Hillsborough River Basin	Northwest Hillsborough Basin		Coastal Rivers Basin	Pinellas-Anclote River Basin	Withlacoochee River Basin	Peace River Basin	Manasota Basin	District Wide	Per Basin
				Hillsborough River Basin	Hillsborough Basin							
2009	0.3866	0.2163	0.2547	0.2421	0.2421	0.1885	0.3600	0.2308	0.1827	0.1484	0.5000	0.5000
2008	0.3866	0.2163	0.2547	0.2421	0.2421	0.1885	0.3701	0.2308	0.1827	0.1484	0.5000	0.5000
2007	0.4220	0.2400	0.2850	0.2680	0.2680	0.2050	0.4000	0.2650	0.1950	0.1600	0.5000	0.5000
2006	0.4220	0.2400	0.2850	0.2680	0.2680	0.2350	0.4000	0.2650	0.1950	0.1600	0.5000	0.5000
2005	0.4220	0.2400	0.2850	0.2680	0.2680	0.2350	0.4000	0.2650	0.1950	0.1600	0.5000	0.5000
2004	0.4220	0.2400	0.2850	0.2680	0.2680	0.2350	0.4000	0.2650	0.1950	0.1600	0.5000	0.5000
2003	0.4220	0.2400	0.2850	0.2680	0.2680	0.2350	0.4000	0.2650	0.1950	0.1600	0.5000	0.5000
2002	0.4220	0.2400	0.2850	0.2680	0.2680	0.2350	0.4000	0.2950	0.1950	0.1600	0.5000	0.5000
2001	0.4220	0.2400	0.2850	0.2680	0.2680	0.2350	0.4000	0.2980	0.1950	0.1600	0.5000	0.5000
2000	0.4220	0.2400	0.2850	0.2680	0.2680	0.2350	0.4010	0.2980	0.1950	0.1600	0.5000	0.5000

(1) The maximum legal millage rates for ad valorem taxes are established under Chapter 373.503, Florida Statutes, for the District and Basins.

Source: Southwest Florida Water Management District annual service budget reports.

**Southwest Florida Water Management District
Schedule of Principal Taxpayers by County
For the Last Ten Fiscal Years**
(unaudited)

County	Fiscal Year								
	2009		2008		2007		2006		
	Taxable Assessed Value (Thousands)	Rank	Percent of Total Taxable Assessed Value	Taxable Assessed Value (Thousands)	Rank	Percent of Total Taxable Assessed Value	Taxable Assessed Value (Thousands)	Rank	Percent of Total Taxable Assessed Value
Charlotte	\$ 18,744,589	7	5.14%	\$ 23,468,464	7	5.86%	\$ 24,129,411	7	6.63%
Citrus	10,949,872	8	3.00%	12,388,874	8	3.10%	11,637,462	8	3.20%
Desoto	1,782,603	13	0.49%	1,859,310	13	0.46%	1,758,121	13	0.48%
Hardee	1,621,242	14	0.44%	1,775,559	14	0.44%	1,556,505	14	0.43%
Hernando	10,387,500	9	2.85%	11,357,530	9	2.84%	9,901,079	9	2.72%
Highlands	5,389,134	12	1.48%	5,931,995	11	1.48%	5,037,731	11	1.38%
Hillsborough	83,938,831	1	23.01%	88,033,093	1	22.02%	78,793,904	1	21.64%
Lake	84,371	16	0.02%	86,675	16	0.02%	74,401	16	0.02%
Levy	1,176,574	15	0.32%	1,283,131	15	0.32%	1,223,534	15	0.34%
Manatee	31,728,741	5	8.70%	34,528,465	4	8.63%	30,735,678	4	8.44%
Marion	7,681,829	10	2.11%	8,364,378	10	2.09%	6,132,576	10	1.68%
Pasco	26,767,890	6	7.34%	29,729,045	6	7.43%	25,750,555	6	7.07%
Pinellas	73,364,672	2	20.11%	80,171,847	2	20.03%	75,661,255	2	20.78%
Polk	32,149,838	4	8.81%	32,728,358	5	8.18%	28,070,714	5	7.71%
Sarasota	53,170,778	3	14.58%	62,685,251	3	15.66%	59,015,113	3	16.21%
Sumter	5,851,826	11	1.60%	5,774,715	12	1.44%	4,622,447	12	1.27%
	\$ 364,790,290 (1)		100.00%	\$ 400,166,690		100.00%	\$ 364,100,486		100.00%
							\$ 288,027,817		100.00%

(1) The reduction in Taxable Assessed Value was due to declining property values and the impact of the amendment to the Florida Constitution (Amendment 1) that was passed by the voters on January 29, 2008.

Source: Florida Statistical Abstract, State of Florida, Department of Revenue, and District Records - Finance Department, Budget Section.

(continued)

**Southwest Florida Water Management District
Schedule of Principal Taxpayers by County
For the Last Ten Fiscal Years**

(unaudited)
(continued)

County	Fiscal Year				
	2005	2004	2003	2002	2002
Charlotte	Taxable Assessed Value (Thousands) \$ 12,924,151 Rank 7 Percent of Total Taxable Assessed Value 5.28%	Taxable Assessed Value (Thousands) \$ 10,868,251 Rank 7 Percent of Total Taxable Assessed Value 4.97%	Taxable Assessed Value (Thousands) \$ 9,397,451 Rank 7 Percent of Total Taxable Assessed Value 4.78%	Taxable Assessed Value (Thousands) \$ 8,386,851 Rank 7 Percent of Total Taxable Assessed Value 4.66%	
Citrus	7,061,831 8 2.89%	6,377,731 8 2.91%	5,951,463 8 3.03%	5,585,926 8 3.10%	
Desoto	1,049,892 14 0.43%	1,006,249 14 0.46%	861,105 14 0.44%	860,589 14 0.48%	
Hardee	1,395,591 13 0.57%	1,381,409 13 0.63%	1,129,707 13 0.57%	934,389 13 0.52%	
Hernando	6,302,986 9 2.57%	5,600,585 9 2.56%	5,122,539 9 2.60%	4,734,177 9 2.63%	
Highlands	2,933,630 11 1.20%	2,690,892 11 1.23%	2,565,606 11 1.30%	2,477,528 11 1.38%	
Hillsborough	55,903,215 1 22.82%	50,779,806 1 23.21%	46,355,925 1 23.56%	42,891,980 1 23.83%	
Lake	46,727 16 0.02%	40,710 16 0.02%	35,141 16 0.02%	32,358 16 0.02%	
Levy	634,607 15 0.26%	549,646 15 0.25%	514,933 15 0.26%	472,651 15 0.26%	
Manatee	21,188,932 4 8.65%	18,574,280 4 8.49%	16,270,421 5 8.27%	14,359,883 5 7.98%	
Marion	3,412,304 10 1.39%	3,020,526 10 1.38%	2,738,925 10 1.39%	2,501,256 10 1.39%	
Pasco	16,171,801 6 6.60%	13,883,583 6 6.34%	12,262,274 6 6.23%	11,002,948 6 6.11%	
Pinellas	54,946,057 2 22.43%	49,736,379 2 22.73%	45,522,215 2 23.15%	42,412,684 2 23.56%	
Polk	19,808,793 5 8.09%	18,175,358 5 8.31%	16,372,842 4 8.32%	15,470,541 4 8.60%	
Sarasota	38,833,229 3 15.85%	34,139,702 3 15.60%	29,864,864 3 15.18%	26,353,337 3 14.64%	
Sumter	2,315,886 12 0.95%	2,000,620 12 0.91%	1,768,005 12 0.90%	1,507,384 12 0.84%	
	\$ 244,929,632 100.00%	\$ 218,825,727 100.00%	\$ 196,733,416 100.00%	\$ 179,984,482 100.00%	

Source: Florida Statistical Abstract, State of Florida, Department of Revenue, and District Records - Finance Department, Budget Section.

(continued)

**Southwest Florida Water Management District
Schedule of Principal Taxpayers by County
For the Last Ten Fiscal Years**

(unaudited)
(continued)

County	Fiscal Year					
	2001		2000			
	Taxable Assessed Value (Thousands)	Rank	Percent of Total Taxable Assessed Value	Taxable Assessed Value (Thousands)	Rank	Percent of Total Taxable Assessed Value
Charlotte	\$ 7,595,307	7	4.67%	\$ 6,923,396	7	4.60%
Citrus	5,186,796	8	3.19%	4,889,388	8	3.25%
Desoto	769,163	14	0.47%	738,755	14	0.49%
Hardee	876,412	13	0.54%	886,009	13	0.59%
Hernando	4,303,862	9	2.65%	4,096,364	9	2.72%
Highlands	2,385,637	10	1.47%	2,251,152	10	1.49%
Hillsborough	37,682,681	2	23.16%	34,496,031	2	22.91%
Lake	29,283	16	0.02%	27,754	16	0.02%
Levy	440,253	15	0.27%	407,622	15	0.27%
Manatee	12,789,046	5	7.86%	11,586,175	5	7.70%
Marion	2,283,066	11	1.40%	2,044,822	11	1.36%
Pasco	9,875,275	6	6.07%	9,092,769	6	6.04%
Pinellas	39,016,511	1	23.98%	36,571,100	1	24.29%
Polk	14,449,672	4	8.88%	13,583,962	4	9.02%
Sarasota	23,783,754	3	14.62%	21,930,740	3	14.57%
Sumter	1,225,326	12	0.75%	1,018,525	12	0.68%
	\$ 162,692,044		100.00%	\$ 150,544,564		100.00%

Source: Florida Statistical Abstract, State of Florida, Department of Revenue, and District Records - Finance Department, Budget Section.

Southwest Florida Water Management District
Ratios of Outstanding Debt
For the Last Two Fiscal Years (1)
(unaudited)

Fiscal Year	Governmental Activities		Total Debt	Estimated Just Value (2)	Percentage of Estimated Just Value	District Population	Per Capita
	Capital Leases						
2009	\$ 1,543,074		\$ 1,543,074	\$ 568,089,612,983	0.0003 %	4,673,340	\$ 0.33
2008	1,308,866		1,308,866	609,061,819,029	0.0002 %	4,612,992	0.28

(1) Fiscal year 2008 is the first year the District incurred capital lease debt. Details regarding the District's outstanding capital lease debt can be found in the notes to the financial statements (see Note IV.G., page 46).

(2) The Estimated Just Value represents the estimated total value of taxable property within the 16-county area encompassed by the District.

Southwest Florida Water Management District
Demographic Statistics – Population by District, Basin and County
September 30, 2009
(unaudited)

Southwest Florida Water Management District by Basin

County	County Total	Within SWFWMD Population	Southwest Florida Water Management District by Basin									
			Green Swamp	Alafia River	Hillsborough River	Northwest Hillsborough	Coastal Rivers	Pinellas-Anclote River	Withlacoochee River	Peace River	Manasota	
Charlotte *	153,090	152,784	N/A	N/A	N/A	N/A	N/A	N/A	N/A	152,784	N/A	N/A
Citrus	144,690	144,690	N/A	N/A	N/A	N/A	56,082	N/A	N/A	88,608	N/A	N/A
DeSoto	34,570	34,570	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	34,570
Hardee	29,240	29,240	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	29,240
Hernando	176,300	176,300	N/A	N/A	N/A	N/A	148,480	N/A	N/A	27,820	N/A	N/A
Highlands*	102,180	93,086	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	93,086
Hillsborough	1,195,330	1,195,330	N/A	267,037	581,289	347,004	N/A	N/A	N/A	N/A	N/A	N/A
Lake*	314,950	945	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Levy*	40,270	23,276	N/A	N/A	N/A	N/A	N/A	N/A	N/A	23,276	N/A	N/A
Manatee	322,820	322,820	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	322,820
Marion*	336,510	99,607	N/A	N/A	N/A	N/A	N/A	N/A	N/A	99,607	N/A	N/A
Pasco	484,340	484,340	2,276	N/A	128,447	N/A	241,734	80,207	N/A	31,676	N/A	N/A
Pinellas	912,990	912,990	N/A	N/A	N/A	N/A	N/A	912,990	N/A	N/A	N/A	N/A
Polk*	589,500	551,772	61,308	62,487	75,456	N/A	N/A	N/A	N/A	N/A	N/A	352,521
Sarasota	374,910	374,910	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	374,910
Sumter	76,680	76,680	N/A	N/A	N/A	N/A	N/A	N/A	N/A	76,680	N/A	N/A
Total	5,288,370	4,673,340	64,529	329,524	785,192	347,004	446,296	993,197	347,667	662,201	697,730	

* Data is for portion of county located within SWFWMD boundaries.

Permanent Population = Year-round residents only.

Source: Fiscal year 2009 County Total population figures are projections obtained from Woods and Poole Economics, 2010 Florida State Profile: State and County Projections to 2040. Basin and County portional populations were obtained from Estimates of the SWFWMD, GIS Associates, Inc. for the SWFWMD, 2008.

**Southwest Florida Water Management District
Demographic Statistics – Population by County
For the Last Ten Fiscal Years**
(unaudited)

Fiscal Year	Charlotte * County	Citrus County	Desoto County	Hardee County	Hernando County	Highlands * County	Hillsborough County	Lake * County
2009	152,784 3.27%	144,690 3.10%	34,570 0.74%	29,240 0.63%	176,300 3.77%	93,086 1.99%	1,195,330 25.57%	945 0.02%
2008	144,298 3.13%	141,420 3.07%	33,990 0.74%	28,890 0.63%	171,690 3.72%	91,269 1.98%	1,180,780 25.57%	1,628 0.04%
2007	146,942 3.20%	140,170 3.05%	34,680 0.75%	28,830 0.63%	169,070 3.68%	90,667 1.97%	1,174,730 25.58%	1,596 0.03%
2006	148,115 3.34%	132,635 2.99%	32,606 0.73%	27,333 0.62%	150,784 3.40%	85,288 1.92%	1,131,546 25.48%	1,394 0.03%
2005	150,957 3.47%	129,110 2.97%	34,105 0.78%	27,787 0.64%	145,207 3.34%	84,011 1.93%	1,108,435 25.49%	1,335 0.03%
2004	146,157 3.44%	125,804 2.97%	33,713 0.79%	27,400 0.65%	140,670 3.31%	82,493 1.94%	1,079,587 25.43%	1,276 0.03%
2003	142,818 3.45%	123,008 2.97%	32,798 0.79%	27,437 0.66%	136,484 3.29%	81,256 1.96%	1,055,617 25.49%	1,225 0.03%
2002	143,848 3.54%	120,471 2.96%	32,736 0.80%	26,921 0.66%	132,762 3.26%	80,185 1.97%	1,026,906 25.26%	2,424 0.06%
2001	140,919 3.54%	118,085 2.96%	32,209 0.81%	26,938 0.68%	130,802 3.28%	79,415 1.99%	998,948 25.07%	2,316 0.06%
2000	137,437 3.53%	115,608 2.96%	31,169 0.80%	26,407 0.68%	128,025 3.28%	77,592 1.99%	971,078 24.92%	2,224 0.06%

* Data is for portion of the county located within the SWFWMD boundaries.

Source:

Fiscal Year 2009 *County Total* population figures are projections obtained from Woods and Poole Economics, 2010 Florida State Profile: State and County Projections to 2040.
Fiscal year 2008 *County Total* population figures were obtained from Woods and Poole Economics, 2010 Florida State Profile: State and County Projections to 2040.
Fiscal year 2007 *County Total* population figures were obtained from Woods and Poole Economics, 2008 Florida State Profile: State and County Projections to 2040.
Fiscal years 2000-2006 *County Total* population figures were obtained from Projections of Florida Population by County, 2006-2030, Bureau of Economic and Business Research (BEBR), February 2007.
Basin and County portional populations were obtained from Estimates of 2005 Census Populations and Geographic Boundaries of the SWFWMD, GIS Associates, Inc. for the SWFWMD, 2008.

(Continued)

**Southwest Florida Water Management District
Demographic Statistics – Population by County
For the Last Ten Fiscal Years**
(unaudited)
(Continued)

Fiscal Year	Levy * County	Manatee County	Marion * County	Pasco County	Pinellas County	Polk * County	Sarasota County	Sumter County	Total
2009	23,276 0.50%	322,820 6.91%	99,607 2.13%	484,340 10.36%	912,990 19.54%	551,772 11.81%	374,910 8.02%	76,680 1.64%	4,673,340 100.00%
2008	21,762 0.47%	315,770 6.85%	90,253 1.96%	471,030 10.21%	910,260 19.73%	563,172 12.21%	372,060 8.07%	74,720 1.62%	4,612,992 100.00%
2007	21,547 0.47%	315,110 6.86%	88,947 1.94%	462,720 10.07%	917,440 19.97%	557,508 12.13%	372,070 8.10%	72,250 1.57%	4,594,277 100.00%
2006	20,949 0.47%	304,364 6.85%	83,489 1.88%	406,897 9.16%	947,744 21.34%	525,585 11.84%	367,867 8.28%	74,052 1.67%	4,440,648 100.00%
2005	20,674 0.48%	295,242 6.79%	80,310 1.85%	389,776 8.96%	943,640 21.71%	512,537 11.79%	358,307 8.24%	66,416 1.53%	4,347,849 100.00%
2004	20,220 0.48%	286,884 6.76%	77,202 1.82%	375,318 8.84%	939,864 22.14%	496,571 11.70%	348,761 8.22%	63,001 1.48%	4,244,921 100.00%
2003	19,861 0.48%	277,362 6.70%	74,226 1.79%	361,432 8.73%	933,994 22.55%	473,196 11.43%	339,684 8.20%	61,348 1.48%	4,141,746 100.00%
2002	20,123 0.49%	270,771 6.66%	59,727 1.47%	352,380 8.66%	929,207 22.84%	478,252 11.76%	334,023 8.21%	56,932 1.40%	4,067,668 100.00%
2001	19,740 0.50%	264,002 6.63%	58,515 1.47%	344,765 8.65%	921,482 23.13%	466,503 11.71%	325,957 8.18%	53,345 1.34%	3,983,941 100.00%
2000	19,208 0.49%	257,391 6.60%	56,754 1.46%	334,986 8.60%	915,791 23.50%	455,516 11.69%	318,338 8.17%	49,698 1.27%	3,897,222 100.00%

* Data is for portion of the county located within the SWFWMD boundaries.

Source:

Fiscal Year 2009 *County Total* population figures are projections obtained from Woods and Poole Economics, [2010 Florida State Profile: State and County Projections to 2040](#).
Fiscal year 2008 *County Total* population figures were obtained from Woods and Poole Economics, [2010 Florida State Profile: State and County Projections to 2040](#).
Fiscal year 2007 *County Total* population figures were obtained from Woods and Poole Economics, [2008 Florida State Profile: State and County Projections to 2040](#).
Fiscal years 2000-2006 *County Total* population figures were obtained from Projections of Florida Population by County, 2006-2030, Bureau of Economic and Business Research (BEBR), February 2007.
Basin and County portional populations were obtained from Estimates of 2005 Census Populations and Geographic Boundaries of the SWFWMD, GIS Associates, Inc. for the SWFWMD, 2008.

**Southwest Florida Water Management District
Demographic Statistics – Changes in Population
For the Last Ten Fiscal Years**
(unaudited)

Fiscal Year	Population (1)	Increase	Percent Increase
2009	4,673,340	60,348	1.31 %
2008	4,612,992	18,715	0.41
2007	4,594,277	153,629	3.46
2006	4,440,648	92,799	2.13
2005	4,347,849	102,928	2.42
2004	4,244,921	103,175	2.49
2003	4,141,746	74,078	1.82
2002	4,067,668	83,727	2.10
2001	3,983,941	86,719	2.23
2000	3,897,222		

(1) Data includes counties and portions of counties located within the SWFWMD boundaries.

Source:

Fiscal Year 2009 population figures are projections obtained from Woods and Poole Economics, 2010 Florida State Profile: State and County Projections to 2040.

Fiscal year 2008 population figures were obtained from Woods and Poole Economics, 2010 Florida State Profile: State and County Projections to 2040.

Fiscal year 2007 population figures were obtained from Woods and Poole Economics, 2008 Florida State Profile: State and County Projections to 2040.

Fiscal years 2000-2006 population figures were obtained from Projections of Florida Population by County, 2006-2030, Bureau of Economic and Business Research (BEBR), February 2007.

Southwest Florida Water Management District
Demographic Statistics – Income and Unemployment by County
For the Last Ten Fiscal Years
(unaudited)

Fiscal Year	Charlotte County			Citrus County		
	Personal Income (Millions)	Per Capita Income	Unemployment Rate	Personal Income (Millions)	Per Capita Income	Unemployment Rate
2009	\$ 4,829.11	\$ 31,545	12.0%	\$ 3,842.56	\$ 26,557	11.7%
2008	4,897.88	32,639	8.1%	3,766.31	26,633	8.0%
2007	4,796.24	29,718	5.0%	3,761.76	26,550	5.0%
2006	4,544.90	29,429	3.4%	3,631.80	26,290	3.8%
2005	4,484.06	29,053	4.0%	3,397.22	25,342	4.2%
2004	4,333.90	27,588	5.2%	3,232.63	24,831	5.4%
2003	4,017.49	26,317	5.4%	3,082.21	24,361	6.2%
2002	3,997.88	26,682	5.6%	3,009.48	24,332	6.6%
2001	4,028.38	27,554	4.4%	2,935.78	24,206	5.7%
2000	3,955.13	27,795	3.7%	2,856.11	24,069	4.7%

All data is based on county-wide data and income figures are presented in 2004 dollars.

Source: Unemployment data was obtained from U.S. Department of Labor, Bureau of Labor Statistics, 2010. Unemployment data for fiscal year 2009 is an eleven month average.

Source: Personal and Per Capita Income projections were obtained from Woods and Poole Economics, Inc., 2010 Florida State Profile: State and County Projections to 2040.

(Continued)

Southwest Florida Water Management District
Demographic Statistics – Income and Unemployment by County
For the Last Ten Fiscal Years
(unaudited)
(Continued)

Fiscal Year	Desoto County			Hardee County		
	Personal Income (Millions)	Per Capita Income	Unemployment Rate	Personal Income (Millions)	Per Capita Income	Unemployment Rate
2009	\$ 702.16	\$ 20,310	9.8%	\$ 555.19	\$ 18,986	10.3%
2008	686.16	20,186	6.6%	537.12	18,593	6.5%
2007	674.53	18,741	4.8%	564.60	19,360	4.5%
2006	653.18	18,496	3.6%	548.89	19,178	4.0%
2005	617.26	17,606	4.5%	515.36	18,227	4.7%
2004	601.13	17,247	5.6%	492.83	17,595	6.0%
2003	571.84	16,816	5.7%	498.42	17,978	6.6%
2002	570.42	17,269	6.1%	495.82	17,981	7.2%
2001	586.70	17,869	4.9%	512.69	19,067	6.9%
2000	575.97	17,826	4.4%	484.71	18,003	5.9%

All data is based on county-wide data and income figures are presented in 2004 dollars.

Source: Unemployment data was obtained from U.S. Department of Labor, Bureau of Labor Statistics, 2010. Unemployment data for fiscal year 2009 is an eleven month average.

Source: Personal and Per Capita Income projections were obtained from Woods and Poole Economics, Inc., 2010 Florida State Profile: State and County Projections to 2040.

(Continued)

**Southwest Florida Water Management District
Demographic Statistics – Income and Unemployment by County
For the Last Ten Fiscal Years**

(unaudited)
(Continued)

Fiscal Year	Hernando County			Highlands County		
	Personal Income (Millions)	Per Capita Income	Unemployment Rate	Personal Income (Millions)	Per Capita Income	Unemployment Rate
2009	\$ 4,432.75	\$ 25,143	13.2%	\$ 2,409.95	\$ 23,586	10.4%
2008	4,395.42	25,601	8.5%	2,365.50	23,652	7.0%
2007	4,459.51	26,197	5.7%	2,397.04	23,940	4.8%
2006	4,299.22	25,991	4.5%	2,322.05	23,698	3.7%
2005	3,992.66	25,248	4.8%	2,186.76	22,853	4.2%
2004	3,809.86	25,330	5.6%	2,123.73	22,812	5.1%
2003	3,631.29	25,333	6.3%	2,067.65	22,734	5.6%
2002	3,545.97	25,647	6.8%	2,050.97	22,770	6.1%
2001	3,433.78	25,555	5.2%	1,990.70	22,459	5.1%
2000	3,345.77	25,440	4.4%	1,918.78	21,940	4.8%

All data is based on county-wide data and income figures are presented in 2004 dollars.

Source: Unemployment data was obtained from U.S. Department of Labor, Bureau of Labor Statistics, 2010. Unemployment data for fiscal year 2009 is an eleven month average.

Source: Personal and Per Capita Income projections were obtained from Woods and Poole Economics, Inc., 2010 Florida State Profile: State and County Projections to 2040.

(Continued)

Southwest Florida Water Management District
Demographic Statistics – Income and Unemployment by County
For the Last Ten Fiscal Years
(unaudited)
(Continued)

Fiscal Year	Hillsborough County			Lake County		
	Personal Income (Millions)	Per Capita Income	Unemployment Rate	Personal Income (Millions)	Per Capita Income	Unemployment Rate
2009	\$ 37,541.26	\$ 31,407	10.7%	\$ 8,592.65	\$ 27,283	11.3%
2008	38,506.80	32,611	6.3%	8,555.26	27,845	6.4%
2007	38,126.45	32,326	4.0%	8,365.00	28,253	4.1%
2006	37,005.65	31,964	3.3%	8,132.70	28,002	3.3%
2005	36,333.38	32,110	3.7%	7,787.49	28,132	3.7%
2004	35,135.37	31,960	4.3%	7,306.62	27,924	4.4%
2003	33,339.98	31,107	5.1%	6,719.71	27,250	5.2%
2002	32,520.31	30,941	5.4%	6,377.77	27,149	5.7%
2001	31,820.92	31,005	4.2%	6,198.26	27,650	4.4%
2000	31,044.04	30,945	3.3%	5,916.77	27,798	3.6%

All data is based on county-wide data and income figures are presented in 2004 dollars.

Source: Unemployment data was obtained from U.S. Department of Labor, Bureau of Labor Statistics, 2010. Unemployment data for fiscal year 2009 is an eleven month average.

Source: Personal and Per Capita Income projections were obtained from Woods and Poole Economics, Inc., 2010 Florida State Profile: State and County Projections to 2040.

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**Southwest Florida Water Management District
Demographic Statistics – Income and Unemployment by County
For the Last Ten Fiscal Years**

(unaudited)
(Continued)

Fiscal Year	Levy County			Manatee County		
	Personal Income (Millions)	Per Capita Income	Unemployment Rate	Personal Income (Millions)	Per Capita Income	Unemployment Rate
2009	\$ 897.01	\$ 22,273	11.2%	\$ 10,932.74	\$ 33,866	11.7%
2008	882.82	22,373	6.9%	11,292.51	35,762	6.8%
2007	868.62	21,872	4.2%	11,141.28	34,579	4.1%
2006	849.51	21,740	3.5%	10,620.21	33,898	3.1%
2005	814.58	21,419	3.8%	10,464.73	34,170	3.4%
2004	779.03	20,938	4.6%	10,002.62	33,807	4.1%
2003	730.26	20,139	5.3%	9,176.51	31,962	4.7%
2002	709.99	19,816	5.8%	9,336.83	33,321	5.0%
2001	720.11	20,538	5.1%	9,301.20	34,149	4.0%
2000	680.72	19,662	3.9%	8,765.32	32,984	3.2%

All data is based on county-wide data and income figures are presented in 2004 dollars.

Source: Unemployment data was obtained from U.S. Department of Labor, Bureau of Labor Statistics, 2010. Unemployment data for fiscal year 2009 is an eleven month average.

Source: Personal and Per Capita Income projections were obtained from Woods and Poole Economics, Inc., [2010 Florida State Profile: State and County Projections to 2040](#).

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Southwest Florida Water Management District
Demographic Statistics – Income and Unemployment by County
For the Last Ten Fiscal Years
(unaudited)
(Continued)

Fiscal Year	Marion County			Pasco County		
	Personal Income (Millions)	Per Capita Income	Unemployment Rate	Personal Income (Millions)	Per Capita Income	Unemployment Rate
2009	\$ 9,038.81	\$ 26,861	12.6%	\$ 11,802.68	\$ 24,369	12.0%
2008	9,043.02	27,434	7.7%	11,776.96	25,003	7.4%
2007	8,598.02	26,645	4.5%	11,824.71	25,872	4.8%
2006	8,358.86	26,437	3.4%	11,546.24	25,649	3.8%
2005	7,932.20	26,140	3.8%	10,900.27	25,346	4.3%
2004	7,494.89	25,721	4.6%	10,297.72	25,240	5.0%
2003	6,906.11	24,614	5.4%	9,630.56	24,834	5.6%
2002	6,588.25	24,191	5.9%	9,266.15	24,847	5.9%
2001	6,536.71	24,665	5.0%	8,918.31	24,817	4.6%
2000	6,387.36	24,535	4.0%	8,501.14	24,470	3.7%

All data is based on county-wide data and income figures are presented in 2004 dollars.

Source: Unemployment data was obtained from U.S. Department of Labor, Bureau of Labor Statistics, 2010. Unemployment data for fiscal year 2009 is an eleven month average.

Source: Personal and Per Capita Income projections were obtained from Woods and Poole Economics, Inc., 2010 Florida State Profile: State and County Projections to 2040.

(Continued)

Southwest Florida Water Management District
Demographic Statistics – Income and Unemployment by County
For the Last Ten Fiscal Years
(unaudited)
(Continued)

Fiscal Year	Pinellas County			Polk County		
	Personal Income (Millions)	Per Capita Income	Unemployment Rate	Personal Income (Millions)	Per Capita Income	Unemployment Rate
2009	\$ 34,738.19	\$ 38,049	10.7%	\$ 16,620.27	\$ 28,194	11.5%
2008	35,440.58	38,935	6.3%	16,637.76	28,656	6.7%
2007	36,589.97	39,265	4.0%	16,351.02	28,719	4.5%
2006	35,913.11	38,850	3.3%	15,977.55	28,450	3.7%
2005	34,309.84	37,019	3.8%	15,220.89	28,087	4.0%
2004	33,449.37	36,109	4.4%	14,375.69	27,459	4.9%
2003	31,895.86	34,485	5.3%	13,394.16	26,256	5.5%
2002	32,279.04	34,913	5.6%	13,043.76	26,094	5.8%
2001	31,950.11	34,589	4.3%	12,962.68	26,348	5.0%
2000	31,768.25	34,444	3.3%	12,481.32	25,708	4.1%

All data is based on county-wide data and income figures are presented in 2004 dollars.

Source: Unemployment data was obtained from U.S. Department of Labor, Bureau of Labor Statistics, 2010. Unemployment data for fiscal year 2009 is an eleven month average.

Source: Personal and Per Capita Income projections were obtained from Woods and Poole Economics, Inc., 2010 Florida State Profile: State and County Projections to 2040.

(Continued)

**Southwest Florida Water Management District
Demographic Statistics – Income and Unemployment by County
For the Last Ten Fiscal Years**

(unaudited)
(Continued)

Fiscal Year	Sarasota County			Sumter County		
	Personal Income (Millions)	Per Capita Income	Unemployment Rate	Personal Income (Millions)	Per Capita Income	Unemployment Rate
2009	\$ 18,444.17	\$ 49,196	11.3%	\$ 1,913.57	\$ 24,954	8.6%
2008	18,962.49	50,967	7.0%	1,787.33	23,920	5.4%
2007	17,306.70	46,177	4.4%	1,464.02	20,892	3.5%
2006	16,823.14	45,525	3.1%	1,424.31	20,712	2.8%
2005	16,667.94	45,651	3.4%	1,359.06	21,266	3.4%
2004	16,283.12	45,808	4.0%	1,251.29	20,677	4.5%
2003	14,800.10	42,712	4.6%	1,130.10	19,099	5.2%
2002	14,838.90	43,645	4.8%	1,041.13	18,032	5.8%
2001	14,485.04	43,454	3.9%	977.73	17,835	5.4%
2000	14,022.31	42,875	3.2%	895.63	16,712	4.3%

All data is based on county-wide data and income figures are presented in 2004 dollars.

Source: Unemployment data was obtained from U.S. Department of Labor, Bureau of Labor Statistics, 2010. Unemployment data for fiscal year 2009 is an eleven month average.

Source: Personal and Per Capita Income projections were obtained from Woods and Poole Economics, Inc., [2010 Florida State Profile: State and County Projections to 2040](#).

Southwest Florida Water Management District
Demographic Statistics
Top Ten Non-Government Employers Within A Single County
(unaudited)

Employer	Fiscal Year							
	2009			2008				
	County	Number of Employees	Rank	Percent of Total Workforce	County	Number of Employees	Rank	Percent of Total Workforce
Verizon Communications	Hillsborough	14,000	1	0.58%	Hillsborough	14,000	1	0.57%
Publix Super Markets	Polk	9,500	2	0.39%	Polk	9,500	2	0.39%
Tampa International Airport	Hillsborough	7,760	3	0.32%	Hillsborough	7,760	3	0.32%
St Joseph's Hospital	Hillsborough	5,242	4	0.22%	Hillsborough	5,242	4	0.21%
JPMorgan Chase	Hillsborough	5,237	5	0.22%	Hillsborough	5,237	5	0.21%
WalMart	Polk	5,100	6	0.21%	Polk	5,100	6	0.21%
Publix Super Markets	Hillsborough	4,630	7	0.19%	Hillsborough	4,630	7	0.19%
Lakeland Regional Medical Center	Polk	4,600	8	0.19%	Polk	4,600	8	0.19%
MOSAIC	Polk	4,000	9	0.16%	Polk	4,000	9	0.16%
Bank of America	Hillsborough	3,754	10	0.15%	Hillsborough	3,754	10	0.15%
District 16-County Total Workforce		2,434,283				2,450,452		

Number of employees are tallied within each individual county, not District-wide. Employers listed represent the top ten county employers within all 16 District counties. Fiscal year data is for the previous calendar year; data prior to fiscal year 2008 not available. Source: [E Enterprise County Profiles, 2010 Enterprise Florida, www.eflorida.com](#).

**Southwest Florida Water Management District
Budgeted Personnel (FTE's) by Program
For the Last Ten Fiscal Years**
(unaudited)

Fiscal Year	Water Resources Planning and Monitoring	Acquisition, Restoration and Public Works	Operation and Maintenance of Lands and Works	Regulation		Outreach-Public Education		Management and Administration	Total Budgeted Personnel (FTE's)
2009	162 22.01%	51 6.93%	104 14.13%	196 26.63%	20 2.72%	203 27.58%	736 100.00%		
2008	131 17.80%	64 8.69%	112 15.22%	206 27.99%	20 2.72%	203 27.58%	736 100.00%		
2007	125 16.98%	67 9.10%	107 14.54%	213 28.94%	20 2.72%	204 27.72%	736 100.00%		
2006	120 16.30%	67 9.10%	109 14.81%	213 28.94%	20 2.72%	207 28.13%	736 100.00%		
2005	120 16.30%	65 8.83%	107 14.54%	216 29.35%	20 2.72%	208 28.26%	736 100.00%		
2004	118 16.03%	60 8.15%	112 15.22%	214 29.08%	18 2.45%	214 29.07%	736 100.00%		
2003	120 16.30%	54 7.34%	118 16.03%	214 29.08%	17 2.31%	213 28.94%	736 100.00%		
2002	123 16.71%	48 6.52%	120 16.30%	216 29.35%	18 2.45%	211 28.67%	736 100.00%		
2001	122 16.58%	52 7.07%	116 15.76%	215 29.21%	19 2.58%	212 28.80%	736 100.00%		
2000	122 16.58%	52 7.07%	118 16.03%	216 29.35%	19 2.58%	209 28.39%	736 100.00%		

This schedule reports the budgeted personnel full-time equivalents by program.

Source: Southwest Florida Water Management District, August 1 Standard Format Tentative Budget Submission.

Southwest Florida Water Management District
Permit Applications Received
For the Last Ten Fiscal Years
(unaudited)

Fiscal Year	Water Use		Environmental		Well		Total Permit Applications
	Permit Applications	Resource Permit Applications	Construction Permit Applications	Well Permit Applications	Permit Applications	Permit Applications	
2009	1,102 12.56%	2,454 27.97%	5,219 59.47%		8,775 100.00%		
2008	794 5.95%	3,138 23.52%	9,410 70.53%		13,342 100.00%		
2007	718 4.10%	3,928 22.45%	12,854 73.45%		17,500 100.00%		
2006	659 3.16%	4,321 20.72%	15,870 76.12%		20,850 100.00%		
2005	641 3.31%	3,953 20.40%	14,779 76.29%		19,373 100.00%		
2004	652 3.68%	3,767 21.26%	13,301 75.06%		17,720 100.00%		
2003	6,700 (1) 31.07%	3,334 15.46%	11,529 53.47%		21,563 100.00%		
2002	729 4.31%	3,128 18.47%	13,076 77.22%		16,933 100.00%		
2001	833 4.70%	3,032 17.12%	13,841 78.18%		17,706 100.00%		
2000	851 4.88%	3,031 17.38%	13,560 77.74%		17,442 100.00%		

(1) Water use permits in the Southern Water Use Caution Area (SWUCA) were automatically updated in 2003, to be in line with the SWUCA I rule, which accounted for the large number of permit applications for that fiscal year.

Source: Southwest Florida Water Management District Regulatory Database, Performance Management Office.

Southwest Florida Water Management District
Estimated Total Water Use by County
(million gallons per day)
September 30, 2009
(unaudited)

County	Agricultural	Industrial Commercial	Mining Dewatering	Public Supply (Withdrawal)	Domestic Self-Supply	Recreational Aesthetic	Total (Withdrawal) (1)	Public Supply (Use) (2)	Total (Use) (3)
Charlotte *	9.275	0.039	0.089	6.897	1.587	3.476	21.363	15.240	29.706
Citrus	1.722	1.751	0.024	14.507	6.262	3.391	27.657	15.008	28.158
Desoto	57.651	0.070	0.024	12.210	1.649	0.564	72.168	1.532	61.490
Hardee	37.838	0.359	11.259	1.939	1.097	0.127	52.619	1.398	52.078
Hernando	2.775	6.418	4.467	20.553	1.760	5.940	41.913	22.459	43.819
Highlands *	36.434	0.121	0.000	7.184	0.727	2.209	46.675	8.312	47.803
Hillsborough	52.077	10.253	0.282	161.878	1.193	11.955	237.638	142.586	218.346
Lake *	1.213	0.000	0.000	0.000	0.055	0.000	1.268	0.000	1.268
Levy *	5.970	0.168	0.000	0.743	1.958	0.280	9.119	0.851	9.227
Manatee	64.129	7.373	4.457	48.111	0.352	8.757	133.179	37.361	122.429
Marion *	3.718	0.160	0.000	10.894	7.227	3.838	25.837	10.689	25.632
Pasco	10.088	1.567	0.007	72.783	5.475	5.898	95.818	45.752	68.787
Pinellas	0.237	0.061	0.000	22.465	0.718	4.931	28.412	97.395	103.342
Polk *	81.988	39.626	16.985	67.336	3.801	9.100	218.836	71.859	223.359
Sarasota	4.738	0.104	0.009	26.184	1.199	8.497	40.731	35.352	49.899
Sumter	8.599	0.330	0.044	25.966	6.548	2.736	44.223	18.028	36.285
	<u>378.452</u>	<u>68.400</u>	<u>37.647</u>	<u>499.650</u>	<u>41.608</u>	<u>71.699</u>	<u>1,097.456</u>	<u>523.822</u>	<u>1,121.628</u>

Data collection is based on calendar year 2008.

* Data is for portion of county located within the SWFWMD boundaries.

(1) Total (Withdrawal) - Represents the sum of the preceding six columns and represents total water withdrawal by county for all categories.

(2) Public Supply (Use) - Represents total consumptive use of public supply water within a county. When compared to Public Supply (Withdrawal) column, a large difference would represent an import or an export of publicly supplied water from one county to another.

NOTE: Public Supply (Use) versus (Withdrawal) differences in Citrus, Hardee, Hernando, Highlands, and Marion are the result of data being obtained from two different sources with slightly different numbers (not inter-county transfers).

(3) Total (Use) - The product of "Total (Withdrawal)" minus "Public Supply (Withdrawal)" plus "Public Supply (Use)". Represents consumptive use of publicly supplied water in the county.

Source: Table 9 - 2008 Estimated Water Use Report, District, November 20, 2009.

Southwest Florida Water Management District
Nature of Capital Assets by Program
Net of Accumulated Depreciation
September 30, 2009
(unaudited)

Capital Assets (1)	Water Resources Planning and Monitoring	Acquisition, Restoration and Public Works	Operation and Maintenance of Lands and Works	Regulation	Outreach-Public Education	Management and Administration	Total Capital Assets
Capital Assets not subject to depreciation:							
Land	\$ 60,845	\$ 602,854,312	\$ 1,798,547	\$ -	\$ -	\$ 926,081	\$ 605,639,785
Land Interests	-	68,339,744	-	892,800	-	-	69,232,544
Construction in Progress	12,155	6,630,448	666,076	-	-	14,625,372	21,934,051
Capital Assets subject to depreciation:							
Buildings	6,446	12,546,074	14,965,592	-	-	122,795	27,640,907
Machinery & Equipment	411,708	921,430	3,790,055	16,502	-	8,475,565	13,615,260
Infrastructure	1,746,982	48,343,627	17,292,037	-	-	-	67,382,646
Software (2)	216,028	-	-	-	-	7,158,103	7,374,131
Other	1,012	-	43,982	-	-	-	44,994
Total Capital Assets by Program	\$ 2,455,176	\$ 739,635,635	\$ 38,556,289	\$ 909,302	\$ -	\$ 31,307,916	\$ 812,864,318
Percent of Total	0.30%	91.00%	4.74%	0.11%	0.00%	3.85%	100.00%

Land Acquisitions (acres)
Fiscal Year (3)

Type of Ownership:	2009	2008	2007	2006	2005	2004
Fee Simple Acquired	3,964	6,809	546	5,071	9,815	6,602
Cumulative	343,578	339,614	332,805	332,259	327,188	317,373
Less-Than-Fee Acquired	320	8,631	719	-	1,817	-
Cumulative	94,390	94,070	85,439	84,720	84,720	82,903
Total Acres	437,968	433,684	418,244	416,979	411,908	400,276

includes lands where District has full fee simple interests.
includes lands where District has less-than-fee interest (i.e., easements).
includes intangibles, buildings, and infrastructure not completed.
are structures not included in Infrastructure.
includes vehicles, heavy equipment, computers and other field and office equipment.
includes well-sites, water structures, bridges, pavilions, pole barns, and other recreational structures
includes software purchases, in-house developed software, and licenses over \$5,000.
includes signage, kiosks, refrigerators, and other capital assets not included in a specific category above.

(1) Capital asset information by fiscal year and Program not retrievable prior to fiscal year 2008.
(2) The implementation of GASB 51 in fiscal year 2009 created the need to capitalize software. Data not available for fiscal years prior to 2009.
(3) Land data not available by fiscal year prior to 2004.

Source: District Records - Finance Department, Property Administration Section.

**Southwest Florida Water Management District
Schedule of Insurance in Force
September 30, 2009**
(unaudited)

Policy Expiration Date	Types Of Coverage	Company	Policy Number	Annual Premium	Limits Of Coverage	Deductible
10/01/09	Property \$113,878,131 values including Buildings / Bodily Injury and Property Damage Liability (BPP) Workers' Compensation and Similar Laws (WCS)	Arch Specialty Max Specialty Westchester Surplus Landmark American Landmark American Aspen Ins UK Limited	ESP0023318-01 MAX3XP0002935 D36084935002 LHD3359648 LHD3359683 PX44KY508	\$ 250,000 105,000 26,250 26,250 5,000 30,000	\$5,000,000 \$10,000,000 (excess of \$5M) \$7,500,000 (per occurrence excess of \$15M) \$7,500,000 (per occurrence excess of \$15M) \$20,000,000 (excess of \$30M) \$10,000,000 (excess of \$30M - wind and hail - Named Storm) Replacement Cost Extra Expense \$475,000	\$5,000 per occurrence Flood - \$100,000 Windstorm - 5% / minimum \$100,000
10/01/09	Inland Marine	Chubb Insurance	7958-01-66 DAW	75,754		
	Boat			incl.	Physical Damage: \$350,000	\$2,500
	Contractor's Equipment			incl.	\$5,175,185 (Scheduled Equipment)	\$2,500
	Electronic Data Processing			incl.	\$8,330,696 Extra Expense - \$500,000	\$2,500 all losses
10/01/09	Boiler & Machinery	Continental Casualty	2097356570	8,753	\$10,000,000	\$2,500
09/29/10	Flood	Philadelphia Indemnity Philadelphia Indemnity	00200023402007 00200023412006n	1,457 1,457	\$500,000 Bldg / \$500,000 Contents - Tampa Bldg 1 \$500,000 Bldg / \$500,000 Contents - Tampa Data Ctr	\$500 Bldg / \$500 Contents \$500 Bldg / \$500 Contents
01/20/10	Flood	Philadelphia Indemnity	87022353602008	5,113	\$500,000 Bldg / \$300,000 Contents - Sarasota	\$50,000 Bldg / \$50,000 Contents
10/01/09	Liability Coverage General Liability Law Enforcement Liability Auto Liability and Physical Damage on 238 Vehicles Public Officials Errors and Omissions/Employment Practices (Retroactive date 10/1/93)	Preferred Governmental Insurance Trust (PGIT)	PK FL1 0274501 07-06	323,392 incl. incl. incl.	\$1M per claim / \$3M Aggregate \$1M per claim / \$1M Aggregate \$1M per occurrence / \$1M Aggregate \$1M per claim / \$1M Aggregate	First Dollar \$2,500 First Dollar / \$1K Comprehensive and Collision \$25,000 per claim
08/26/10	Service Fee	Wachovia Insurance Services		23,500		
	Petroleum Liability	Commerce & Industry	FLP7511732#4	890	\$1M Occurrence / \$2M Aggregate	\$500 Third Party \$300,000 Corrective Action
10/01/09	Crime	Great American	GVT 554-41-69-03	3,020	\$1,000,000	\$10,000
	Subtotal			885,836		
10/01/09	Self-Funded Workers' Compensation			* \$ 296,248	\$250,000 Budgeted for all Workers' Compensation Claim Costs Medical / Indemnity / Expenses / Settlements	
10/01/09	Excess Insurance	Midwest Employers	EWC005056	72,638	Statutory limits	\$500,000 SIR (Self-Insured Retention)
09/30/09	Service Fee for Third Party Administrator	Johns Eastern	09CONC00030	23,450	Third Party Administrative Fee	
09/30/09	State Assessment	Department of Insurance		34,825	Self-Insurer Assessment	
	Subtotal			427,161		
	Total			1,312,997		

* Total expended in fiscal year 2009 for workers' compensation claims.

Southwest Florida Water Management District
Miscellaneous Statistical Data
September 30, 2009
(unaudited)

Highest Total Water Use by County (million gallons per day)		Highest Total Population by County	
Total Usage	% Of District	Total Population	% Of District
Polk County	223,359	1,195,330	25.58%
Hillsborough County	218,346	912,990	19.54%
Manatee County	122,429	551,772	11.81%
Pinellas County	103,342	484,340	10.36%
Pasco County	68,787	374,910	8.02%
	<u>736,263</u>	<u>3,519,342</u>	<u>75.31%</u>

Population Projections

Year	General	Alafia River Basin		Hillsborough River Basin		Coastal Rivers Basin		Pinellas-Anclote River Basin		Withlacoochee River Basin		Peace River Basin		Manasota Basin		Total SWFWMD
2010	65,545	333,742	1,148,240	458,100	998,225	355,753	673,493	707,716	4,740,814							
2015	70,688	355,143	1,229,429	517,268	1,024,609	396,338	730,562	758,523	5,082,560							
2020	75,956	377,162	1,312,637	576,983	1,053,152	437,422	788,864	810,976	5,433,152							
2025	81,302	399,544	1,397,022	637,027	1,082,935	478,810	847,927	864,462	5,789,029							
2030	86,682	422,079	1,481,883	697,157	1,113,290	520,307	907,323	918,478	6,147,199							

OTHER MISCELLANEOUS STATISTICS

Date of Incorporation	July 1, 1961
District Headquarters	Brooksville, Florida - Hernando County
Satellite Offices	Tampa, Bartow, Sarasota
Area	9,822 square miles
Maximum Tax Levy-District	\$0.50 per \$1,000 of assessed taxable property value
Maximum Tax Levy-Basins	\$0.50 per \$1,000 of assessed taxable property value
Water Use Permits (Applications Received / Permits Issued)	1,102 / 1,044
Environmental Resource Permits (Applications Received / Permits Issued)	2,454 / 2,392
Well Construction Permits (Applications Received / Permits Issued)	5,219 / 5,165
Average Rainfall / Fiscal Year 2009	50-55 inches per year / 47.62 inches
Elevation Range	0-300 feet above mean sea level



Single Audit



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*.

This report is intended solely for the information and use of the Governing Board, management, others within the District, federal and state awarding agencies and pass-through entities, and the Auditor General of the State of Florida and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

March 23, 2010
Certified Public Accountants



our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Entity's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program or state project on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program or state project such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program or state project that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Governing Board, management, others within the District, federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

March 23, 2010
Certified Public Accountants

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
Schedule of Expenditures of Federal Awards and State Financial Assistance
Year ended September 30, 2009

<u>Federal/State Agency/Pass Through Entity</u>	CFDA, CSFA Number	Grant ID#	Expenditures
<u>FEDERAL AWARDS</u>			
<u>U.S. Environmental Protection Agency</u>			
Passed through Florida Department of Environmental Protection:			
Non Point Source Implementation Grants:			
Long Bayou/ Lk Seminole Bypass Canal Regional Stormwater Treatment Fac.	66.460	G0153	\$ 650,000
McIntosh Park Enhanced Stormwater Project	66.460	C9-99451502-0	5,764
McKay Bay Eastshore Commerce Park	66.460	C9-99451504-0	2,785
Total Program			<u>658,549</u>
Total U.S. Environmental Protection Agency			<u>658,549</u>
<u>U.S. Department of Homeland Security - Federal Emergency Management Agency (FEMA)</u>			
Direct Program:			
FY2004 Map Modernization Management Support	97.070	EMA-2004-CA-5038	94,923
FY2005 Map Modernization Management Support	97.070	EMA-2005-CA-5231	29,110
FY2006 Map Modernization Management Support	97.070	EMA-2006-CA-5624	14,836
FY2006 Map Modernization Management Support	97.070	EMA-2006-CA-5631	521
FY2007 Map Modernization Management Support	97.070	EMA-2007-CA-5779	3,209
FY2008 Map Modernization Management Support	97.070	EMA-2008-CA-5863	1,751
Total Program			<u>144,350</u>
Direct Program:			
Cooperating Technical Partners Mapping Activity Statement Citrus & Highlands Co	97.045	EMA-2006-CA-5613	178,788
Cooperating Technical Partners Mapping Activity Statement Desoto & Hardee Co	97.045	EMA-2005-CA-5218	655,275
Cooperating Technical Partners Mapping Activity Statement Hernando Co	97.045	EMA-2004-CA-5021	21,552
Cooperating Technical Partners Mapping Activity Statement Pasco & Sarasota Co	97.045	EMA-2003-GR-5373	377,045
Cooperating Technical Partners Mapping Activity Statement Levy & Sumter Co	97.045	EMA-2007-CA-5779	50,000
Total Program			<u>1,282,660</u>
Passed through Florida Department of Community Affairs:			
Hurricane Charley Disaster Assistance	97.036	FEMA-DR-1539-FL	23,176
Total Program			<u>23,176</u>
Total U.S. Department of Homeland Security - FEMA			<u>1,450,186</u>
<u>U.S. Department of Agriculture</u>			
Passed through Natural Resources Conservation Service (NRCS):			
Flying Eagle Shinn Ditch Hydrologic and Wetland Restoration	10.072	6642090601A	148,161
Total U.S. Department of Agriculture			<u>148,161</u>
<u>U.S. Department of Transportation</u>			
Passed through Florida Department of Transportation:			
Efficient Transportation Decision Making	20.205	41506422809	55,976
Mitigation	20.205	SWWM1,5,7,8	32,232
Total U.S. Department of Transportation			<u>88,208</u>
Total Expenditures of Federal Awards			\$ <u>2,345,104</u>

(Continued)

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
Schedule of Expenditures of Federal Awards and State Financial Assistance
Year ended September 30, 2009
(Continued)

<u>Grantor/Pass through Agency</u>	CFDA, CSFA Number	Grant ID #	Expenditures
State Awards			
Department of Community Affairs			
Hurricane Charley/Medard & Tampa Bypass Canal	52600308	FEMA-DR-1539-FL	\$ 1,245
Total Department of Community Affairs			<u>1,245</u>
Department of Environmental Protection			
Water Management Districts - Land Acquisition & Water Mgmt Lands Trust Fund:			
Florida Forever - Land Acquisition	37.022	FFTF	9,322,041
Florida Forever - Lake Hancock/Saddle Creek	37.022	FFTF	736,427
Save Our Rivers - Pre-acquisition/Ancillary	37.022	WMLTF	2,505,512
Save Our Rivers - Land Acquisition	37.022	WMLTF	-
Save Our Rivers - Land Management	37.022	WMLTF	8,798,419
Save Our Rivers - Payment in Lieu of Taxes	37.022	WMLTF	364,043
Surface Water Improvement and Management (SWIM)	37.022	WMLTF	3,491,943
Pass-through St. Johns River Water Management District:			
ASR Pretreatment Investigation	37.022	H046 WMLTF/24974	100,000
Total Program			<u>25,318,385</u>
Water Management District Permitting Assistance:			
Potable Water Well Permitting in Delineated Areas	37.030	GW218	100,200
Total Program			<u>100,200</u>
Statewide Surface Water Restoration and Wastewater Projects:			
Alligator Creek Restoration Project	37.039	W511 SWW51,81	221
City of Anna Maria	37.039	W226 SWW71	11,250
Clam Bayou Stormwater Treatment	37.039	W242 SWW51	173,288
Coral Creek Habitat Restoration	37.039	W553 SWW71,81	71,272
Cotanchobee Seawall Removal	37.039	W377 SWW81	75,000
Eagle Lake/Joe's Creek Stormwater Treatment & Wetlands Restoration	37.039	W390 SWW71	75,000
Facilitating Agricultural Resource Management Systems (FARMS)	37.039	H017 SWW31,51,61,71,81,91	898,181
Gulfport- 49th Street Drainage Improvement	37.039	W222 SWW71	102,913
Lake Carroll Stormwater	37.039	W273 SWW81	4,647
McKay Bay Eastshore Commerce Park	37.039	W243 SWW51	2,759
Myakka River Watershed Evaluation	37.039	H048 SWW71,81,91	196,262
Palm River Restoration	37.039	W367 SWW51	56,635
Peace Creek Canal Ecosystem Trust Fund	37.039	H034 SWW51,61	258,453
Rock Pond Ecosystem Restoration	37.039	W395 SWW61,71,81,91	1,857
Ruskin Inlet Habitat Restoration	37.039	W374 SWW81	24,045
Tampa Bay Reclaimed Water	37.039	H065 SWW71	1,406,289
Terra Ceia Habitat Restoration	37.039	W348 SWW51	177,299
Upper Peace River/ Lake Hancock Level Modification	37.039	H008 SWW71,81	225,577
Upper Peace River Resource Development	37.039	H024 SWW71	109,889
Total Program			<u>3,870,837</u>
Water Protection and Sustainability Program Trust Fund:			
West-Central Florida Water Restoration Action Plan (WRAP)	37.066	various SW871	873,749
SWIM Restoration Projects	37.066	various WPSPTF	722,887
Surface Water Restoration Projects	37.066	various WPSPTF	400,620
Alternative Water Supply	37.066	various WPSPTF	20,866,902
Total Program			<u>22,864,158</u>
Total Department of Environmental Protection			<u>52,153,580</u>
Florida Fish and Wildlife Commission			
Tsala Apopka - Floral City and Leslie Heifner Sub Basins	77.016	H066 FWC07236	17,873
Total Florida Fish and Wildlife Commission			<u>17,873</u>
Department of Transportation (DOT)			
DOT Mitigation	37.020	SWWM1,5,7,8	490,279
Maintenance and Monitoring	37.020	SWWM1,5,7,8	1,238,662
Total Program			<u>1,728,941</u>
North Dale Mabry Hwy Stormwater Retrofit	55.024	W259 A-O888	3,544
Lake Marie and Lake Menzie Stormwater	55.024	B217 A-OH32	84,622
Palm River Restoration	55.024	W367 A-OS06	113,270
River Tower Restoration Project	55.024	W387 A-NZ90	12,285
Total Program			<u>213,721</u>
Total Department of Transportation			<u>1,942,662</u>
Total State Financial Assistance			<u>54,115,360</u>
Total Expenditures of Federal Awards and State Financial Assistance			<u>\$ 56,460,464</u>

See accompanying Note to Schedule of Expenditures of Federal Awards and State Financial Assistance.

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT

Note to Schedule of Expenditures of Federal Awards and State Financial Assistance

Year ended September 30, 2009

(1) Basis of Presentation

The accompanying schedule of expenditures of federal awards and state financial assistance includes the federal and state grant activity of the Southwest Florida Water Management District, and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, Section 215.97, *Florida Statutes*, and Chapter 10.550, *Rules of the Auditor General*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT

Schedule of Findings and Questioned Costs

Year ended September 30, 2009

(1) Summary of Auditors' Results

(a)	The type of report issued on the basic financial statements:	Unqualified
(b)	Significant deficiencies in internal control were disclosed by the audit of the basic financial statements:	None reported
	Material weaknesses:	No
(c)	Noncompliance which is material to the basic financial statements:	No
(d)	Significant deficiencies in internal control over major federal programs and state projects:	None reported
	Material weaknesses:	No
(e)	The type of report issued on compliance for major federal programs and state projects:	Unqualified opinion
(f)	Any audit findings which are required to be reported under Section 510(a) of OMB Circular A-133 or Section 215.97, <i>Florida Statutes</i> :	No
(g)	The major federal programs and state projects are as follows:	
		<u>CFDA #</u>
	Federal programs:	
	Non Point Source Implementation Grants	66.460
		<u>CSFA #</u>
	State projects:	
	Water Management Districts – Land Acquisition and	
	Water Management Lands Trust Fund	37.022
	Statewide Surface Water Restoration and Wastewater Projects	37.039
(h)	Dollar threshold used to distinguish between Type A and Type B federal programs/ state projects:	
	Federal programs	\$ 300,000
	State projects	1,623,460
(i)	Auditee qualified as a low-risk auditee under Section 530 of OMB Circular A-133:	Yes

(Continued)

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT

Schedule of Findings and Questioned Costs

Year ended September 30, 2009

- | | |
|--|------|
| (2) Findings Relating to the Financial Statements Reported in Accordance with <i>Government Auditing Standards</i>: | None |
| (3) Findings and Questioned Costs Relating to Federal Programs: | None |
| (4) Findings and Questioned Costs Relating to State Projects: | None |

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Management Letter



The *Rules of the Auditor General*, Section 10.554(1)(i)(5), provide for disclosure in the management letter based on the auditors' professional judgment of the following matters that have an inconsequential effect on the financial statements, considering both quantitative and qualitative factors, if not already addressed in the auditors' report on internal control over financial reporting and on compliance and other matters:

- (1) Violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse.
- (2) Control deficiencies that are not significant deficiencies.

The results of our audit disclosed no violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse, or other control deficiencies that are not significant deficiencies.

The *Rules of the Auditor General*, Section 10.554(1)(i)(6), also require that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in the management letter, unless disclosed in the notes to the financial statements. The disclosure of this information is included in the notes to the financial statements.

The *Rules of Auditor General*, Section 10.554(1)(i)(7)(a), require that a management letter include a statement as to whether the District is in a state of financial emergency as a consequence of conditions described in Section 218.503(1), *Florida Statutes*. Management of the District has determined that the District is not in a state of financial emergency as defined in Section 218.503(1), *Florida Statutes*. In connection with our audit, nothing came to our attention that would indicate that the District had met any of the conditions described in Section 218.503(1), *Florida Statutes*.

The *Rules of the Auditor General*, Section 10.554(1)(i)(7)(b), require that we determine whether the annual financial report for the District for the fiscal year ended September 30, 2009, to be 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, 2009. In connection with our audit, we determined that these reports were in agreement.

As required by the *Rules of the Auditor General*, Section 10.554(1)(i)(7)(c) we applied financial condition assessment procedures pursuant to Section 10.556(7). It is management's responsibility to monitor the District's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

* * * * *

This management letter is intended solely for the information and use of the Governing Board, management, others within the organization, and the Auditor General of the State of Florida, and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

March 23, 2010
Certified Public Accountants