

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

*Fiscal Year Ended September 30, 2010*



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Southwest Florida  
*Water Management District*

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*A Component Unit of the State of Florida*

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

*Fiscal Year Ended September 30, 2010*  
*Prepared by: Finance Department*



*A Component Unit of the State of Florida*

**Mission Statement:**

*The mission of the 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 (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](mailto:ADACoordinator@WaterMatters.org).

**Southwest Florida Water Management District  
Comprehensive Annual Financial Report  
Fiscal Year Ended September 30, 2010**

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# Introductory Section

- Letter of Transmittal
- GFOA Certificate of Achievement
- Boundary Map
- District Organization Chart Listing Principal Officials

March 29, 2011

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, 2010, 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, 2010.

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, 2010. 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.

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 the ad valorem millage rate 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 millage 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, 2010, will be incorporated into the State of Florida's financial statements for the state's fiscal year ending June 30, 2011, 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.**<sup>1</sup> 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.

Between 2009 and 2010, the total permanent population for the District increased by 1.42 percent compared to the state's 1.49 percent. This is far lower in comparison to the pre-boom years of 2000 to 2001 percentage change of 1.81 percent for the District and 1.91 percent for the state. The District's population is expected to steadily increase from the 2010 level at an average rate of 1.73 percent per year over the next 5 years. It is projected that by 2030, the District's population will grow from its current 4.7 million to 6.1 million people. Population growth will be a key element in the state's economic recovery as it provides for employment and income growth.

Unemployment has remained persistently high between 2009 and 2010. Florida's preliminary unemployment rate as of September 2010 was 11.90 percent, compared to 11.20 percent a year earlier.<sup>2</sup> The national unemployment rate for September 2010 is 2.70 points lower than Florida's at 9.20 percent. As of September 2010 nonagricultural employment in Florida is 7,208,300 jobs, which is up 27,200 jobs from the same time in 2009 but approximately 800,000 jobs less than the recent peak in 2006. The industry gaining the most jobs in the state is private education and health services which increased by 39,200 jobs.<sup>3</sup> September 2010 unemployment rates for metropolitan areas in the District are greater than the national and statewide averages and range from 12.40 percent in the Tampa-St. Petersburg-Clearwater metropolitan area to 13.30 percent in the Lakeland-Winter Haven metropolitan area. The level of unemployment in the state is anticipated to remain persistently high and not expected to fall below 10 percent until sometime in late 2012.<sup>4</sup>

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<sup>1</sup> Except as noted, all data are based on countywide data and are derived from Woods and Poole Economics. 2011 Florida State Profile: State and County Projections to 2040.

<sup>2</sup> "Regional and State Employment and Unemployment – September 2010." Bureau of Labor Statistics. U.S. Department of Labor. October 22, 2010. <http://www.bls.gov>. Accessed: October 27, 2010.

<sup>3</sup> "Florida's September Employment Figures Released." Agency for Workforce Innovation. October 22, 2009. <http://www.floridajobs.org>. Accessed: October 27, 2010.

<sup>4</sup> Florida Economic Estimating Conference. Florida Economy. November 22, 2010. Office of Economic & Demographic Research. <http://edr.state.fl.us>. Accessed: January 4, 2011.

Real per capita income in the District experienced a decrease of 2.66 percent between 2009 and 2010 versus a decrease of 2.7 percent for the State and 1.35 percent for the nation. By 2015, real per capita income in the District is projected to increase 5.82 percent over its 2010 level and remain below the state projection of 6.29 percent. Counties with the highest projected increases in real per capita income through 2015 are Sarasota (8.99 percent) and DeSoto (7.92 percent).

The housing sector is beginning to display early signs of improvement. Statewide year-to-date sales of existing single family homes and condominiums increased 11 percent and 38 percent, respectively, between September 2009 and September 2010.<sup>5,6</sup> Coinciding with the recent increase in sales activity for existing homes, residential construction has been improving. Districtwide single-family residential building permit issuance in the first nine months of 2010 ending in September was up 17.69 percent from the same period in 2009.<sup>7</sup>

Despite the recent signs of improvement, abundant home inventories, labor market conditions and increasing foreclosures have continued to place pressure on the dramatically impacted housing sector. Between September 2009 and September 2010 statewide year-to-date median sales prices of single-family homes and condominiums have declined 4 percent and 15 percent, respectively. Persistently high unemployment, frail growth in jobs and slow population growth, along with tightening credit conditions, guarantee a prolonged recovery in the housing sector.

Agriculture is generally a key stabilizing component of the District's economy. However, the agriculture segment of the economy has posted growth in both farm employment and farm earnings lower than the state as a whole. Farm employment increased 0.52 percent in the District between 2009 and 2010, compared to a slightly higher increase of 0.72 percent for the state. Farm employment in the District is forecasted to increase 2.71 percent between 2010 and 2015. District farmers are reported to have experienced an increase in farm earnings between 2009 and 2010 of 1.09 percent compared to 1.60 percent for the state.

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 14,777 acres, or 2.6 percent of commercial citrus inventory between 2009 and 2010.<sup>8</sup> Within the District, Polk County's total citrus acres increased the greatest by 1.02 percent while Hillsborough County realized the largest decrease in total citrus acres of 11.59 percent. The 2009-2010 season for Florida citrus produced 16 percent less fruit with an on-tree value of \$1.054 billion, up approximately 1 percent from the previous season.<sup>9</sup> The 2010-2011 citrus season is expected to produce 9.3 percent more fruit than the prior season.<sup>10</sup> The total on-tree revenues for all Florida citrus are forecasted to increase 25.5 percent from 2009-2010 levels to \$1.32 billion for the 2010-2011 season. Citrus canker and greening management expenditures continue to impact the net income of some citrus producers.<sup>11</sup>

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<sup>5</sup> Florida Sales Report – September 2010. Single-Family, Existing Homes. Florida Association of Realtors. <http://media.living.net>. Accessed: October 27, 2010.

<sup>6</sup> Florida Sales Report – September 2010. Existing Condominiums. Florida Association of Realtors. <http://media.living.net>. Accessed: October 27, 2010.

<sup>7</sup> 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 20, 2010.

<sup>8</sup> Commercial Citrus Inventory Preliminary Report. USDA. September 23, 2010. <http://www.nass.usda.gov/fl>. Accessed: October 27, 2010.

<sup>9</sup> 2009-09 Citrus Summary. USDA. September 23, 2010. <http://www.nass.usda.gov/fl>. Accessed: October 27, 2010.

<sup>10</sup> Citrus statistics are derived from: Brown, Mark G. Florida Citrus Outlook 2010-2011 Season. Prepared for Florida Citrus Commission Economic and Market Research Committee. October 20, 2010.

<sup>11</sup> Ronald P. Muraro, "Summary of 2009-2010 Citrus Budget for the Southwest Florida Production Region," University of Florida, IFAS, CREC, Lake Alfred, Florida, 2010.

In summary, employment conditions and the housing market 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 transfer 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. Long-term financial planning, as well as strategic direction, is provided by the District Strategic Plan, annual development of a Program Budget, a Five-Year Technology Plan, and a Five-Year Capital Improvements 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 water use was projected to increase by 409 million gallons per day (mgd). This includes 132 mgd in environmental restoration quantities required to help impacted natural systems meet their minimum flows and levels. The RWSP identified over 703 mgd of potential alternative supplies to help meet these demands. The Long-Range Funding Plan is a pay-as-you-go funding strategy for the District's RWSP that depends on the majority of funding for new water supplies being generated in conjunction with the District's public and private partners through 2030. 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 2011. The District's Water Supply and Resource Development (WSRD) and Basin Cooperative Funding programs are integral funding components of the Long-Range Funding Plan. In previous years, key funding for alternative water supply projects was provided by the state's Florida Forever and Water Protection and Sustainability programs. If state funding continues to be reduced or unavailable in the future, combined with a continued decline in ad valorem taxes, the funding plan levels and timelines will need to be adjusted and meeting future water supply needs will become more challenging.

## **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, 2009. This was the 22nd 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.

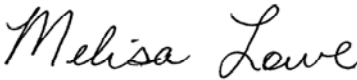
Sincere appreciation is extended to the many District employees who assisted with the preparation of this report, with special thanks to the employees of the Finance Department, especially the Accounting & Financial Reporting Section. Special recognition is due the Communications Department staff for 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, 2009

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.

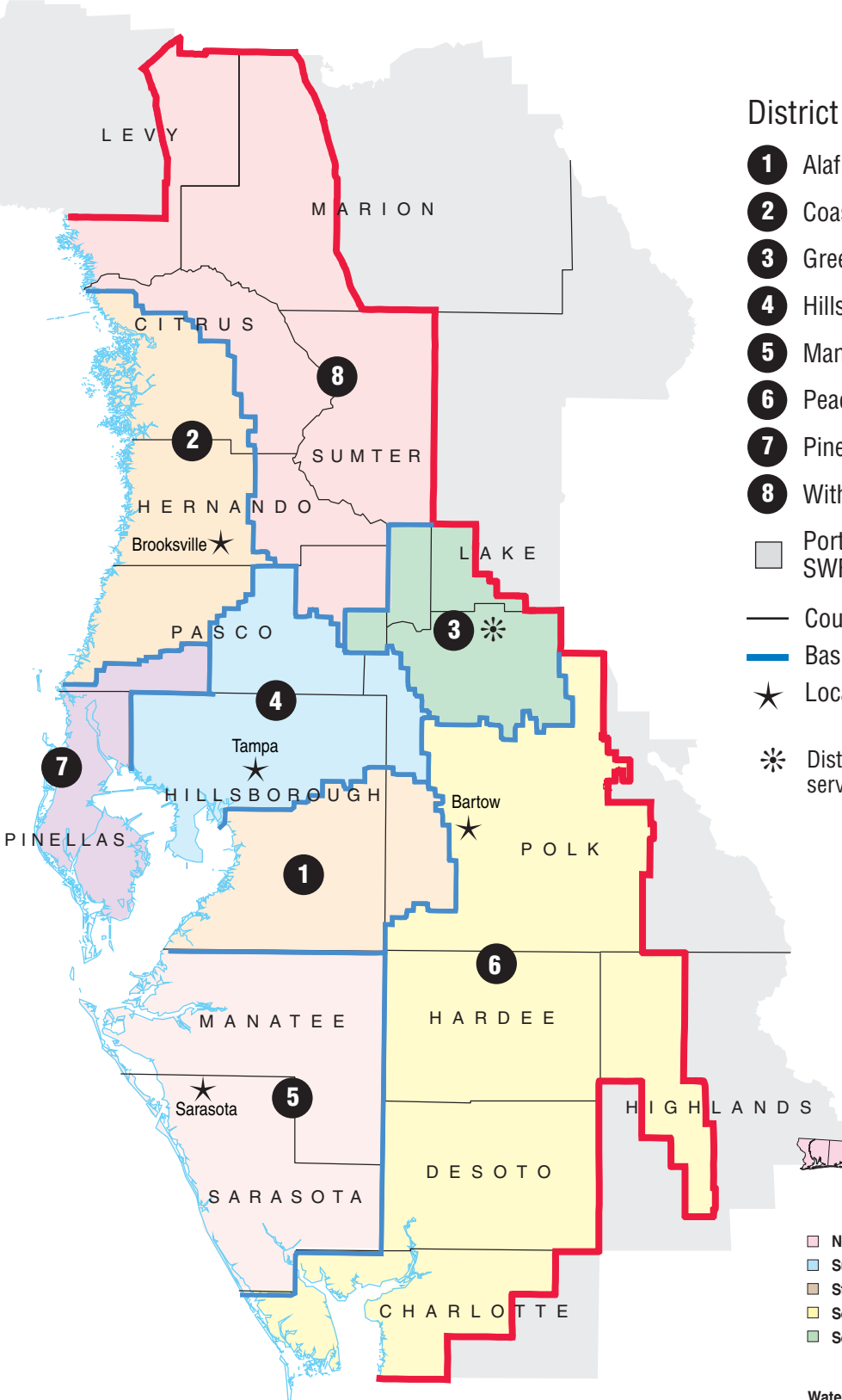


A stylized handwritten signature in black ink.

President

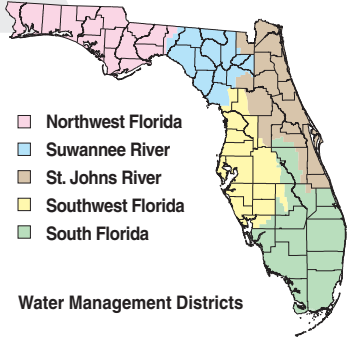
A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director



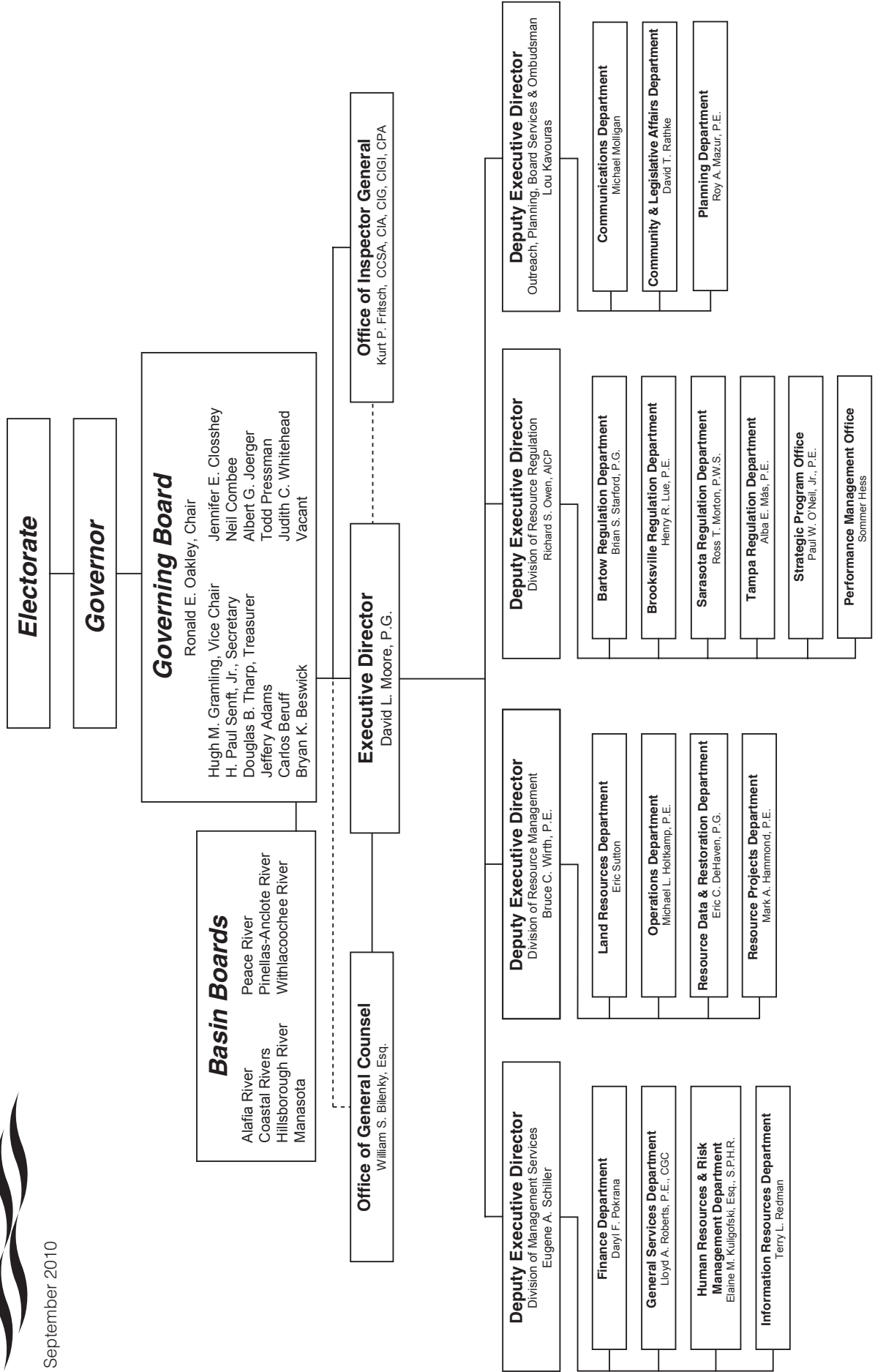
District Basin Boards:

- 1** Alafia River Basin
- 2** Coastal Rivers Basin
- 3** Green Swamp Basin
- 4** Hillsborough River Basin
- 5** Manasota Basin
- 6** Peace River Basin
- 7** Pinellas-Anclote River Basin
- 8** Withlacoochee River Basin
- Portion of county outside SWFWMD
- County Boundary
- Basin Boundary
- Location of Service Offices
- District Governing Board serves as Basin Board.



Water Management Districts

# District Organization Chart





# Financial Section

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





KPMG LLP  
Suite 1700  
100 North Tampa Street  
Tampa, FL 33602-5145

## Independent Auditor's Report

The Members of the Governing Board  
Southwest Florida Water Management District:

We have audited the accompanying financial statements of the governmental activities and each major fund of the Southwest Florida Water Management District (the District), a component unit of the State of Florida, as of and for the year ended September 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Southwest Florida Water Management District, as of September 30, 2010, and the respective changes in financial position, and respective budgetary comparison for the general fund and each major special revenue fund for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 16, 2011 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.



The management's discussion and analysis on pages 3 through 12 and the schedule of funding progress on page 49 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.

KPMG LLP

March 16, 2011  
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, 2010. 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 13.

### **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, \$564.7 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 \$297.9 million and (2) pay claims associated with the District's Workers' Compensation Self-insurance Program estimated at \$0.7 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 \$26.1 million. The increase is primarily attributable to the investment in capital assets and to the Governing and Basin Boards decision to set aside current year revenues to fund planned 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 \$590.4 million, a decrease of \$14.9 million in comparison with the prior year. Of this total amount, \$291.8 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 13 and 14 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, 10 special revenue funds and two capital projects funds, all of which are considered to be major funds during fiscal year 2010. 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 51 and 52 of this report, as other supplemental information.

The governmental fund financial statements can be found on pages 15 through 27 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 29 through 49 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 2010 and 2009.

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, 2010. Also, at September 30, 2010, the District reported positive balances in all categories of net assets. The same situation held true for the prior fiscal year. For fiscal year 2010, the District's total net assets increased by \$26.1 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 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	
	2010	2009
Current and Other Assets	\$ 688,200,477	\$ 709,342,296
Capital Assets	852,711,345	812,864,318
Total Assets	<u>1,540,911,822</u>	<u>1,522,206,614</u>
Current and Other Liabilities	96,900,449	103,224,185
Long-term Liabilities	27,395,012	28,444,934
Total Liabilities	<u>124,295,461</u>	<u>131,669,119</u>
Net Assets:		
Invested in Capital Assets, net of related debt	851,883,344	811,448,233
Restricted for:		
Partnership Agreement	-	21,250,000
Unrestricted	564,733,017	557,839,262
Total Net Assets	<u>\$ 1,416,616,361</u>	<u>\$ 1,390,537,495</u>

By far the largest portion of the District's net assets, at September 30, 2010, in the amount of \$851.9 million (60.1 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.

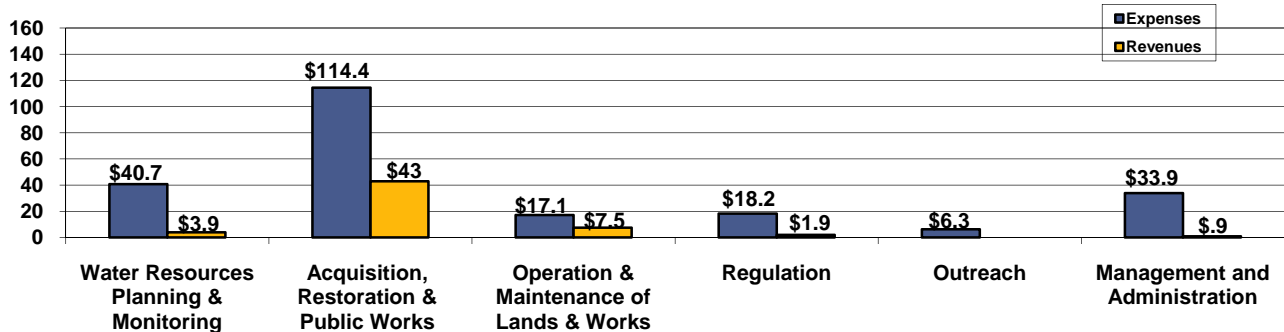
Unrestricted net assets in the amount of \$564.7 million (39.9 percent) may be used to meet the District's ongoing obligations to citizens and creditors. As noted earlier, it is the District's intent to use these assets to: (1) liquidate contracts and purchase orders in the amount of \$297.9 million and (2) to pay claims associated with the District's Workers' Compensation Self-insurance Program estimated at \$0.7 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 \$26.1 million. Changes in key elements of this increase are as follows:

**Southwest Florida Water Management District's Changes in Net Assets**

	Governmental Activities	
	2010	2009
Revenues:		
Program revenues:		
Charges for services	\$ 4,121,761	\$ 4,042,820
Operating grants and contributions	22,570,976	46,665,491
Capital grants and contributions	30,604,190	11,827,554
General revenues:		
Ad valorem property taxes	189,205,683	216,708,977
Unrestricted investment earnings	8,199,031	13,220,367
Other	2,091,500	7,127,390
Total Revenues	<u>256,793,141</u>	<u>299,592,599</u>
Expenses:		
Water Resources Planning and Monitoring	40,726,648	40,493,992
Acquisition, Restoration and Public Works	114,411,606	150,186,371
Operation and Maintenance of Lands and Works	17,143,156	19,777,540
Regulation	18,247,275	19,363,964
Outreach	6,331,730	6,249,764
Management and Administration	33,853,860	34,326,722
Total Expenses	<u>230,714,275</u>	<u>270,398,353</u>
Change in net assets	26,078,866	29,194,246
Net assets - beginning of year	1,390,537,495	1,361,343,249
Net assets - end of year	<u>\$ 1,416,616,361</u>	<u>\$ 1,390,537,495</u>

**Fiscal Year 2010 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 29.

## Revenues

**Ad valorem property taxes** are the District's primary source of revenue. For fiscal year 2010, ad valorem property taxes decreased \$27.5 million (12.7 percent) below fiscal year 2009. The property tax levy for fiscal year 2010 budget requirements is based on the tax roll for calendar year 2009. 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 five of the seven Basin Boards elected to maintain their fiscal year 2010 millage rates at the fiscal year 2009 levels, as opposed to increasing these rates to either the rolled-back or maximum millage rates. The Hillsborough River Basin reduced its millage rate from 0.2547 mill for fiscal year 2009 to 0.2421 mill for fiscal year 2010. The Pinellas-Anclote River Basin reduced its millage rate from 0.3600 mill for fiscal year 2009 to 0.3200 mill for fiscal year 2010.

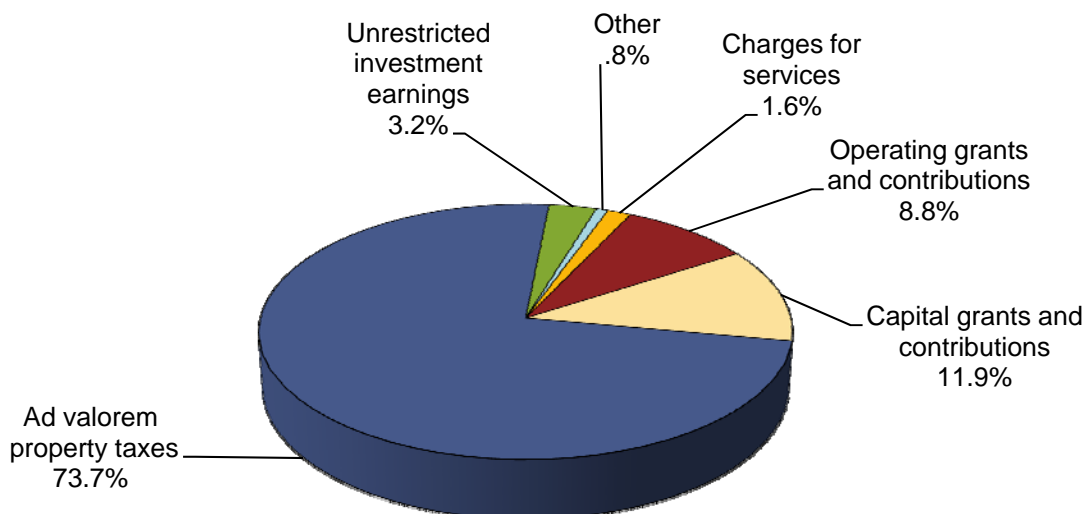
**Operating grants and contributions** decreased by \$24.1 million (51.6 percent) below fiscal year 2009, due primarily to a decrease of \$15.2 million in intergovernmental revenues received from the Water Protection and Sustainability Trust Fund and the Ecosystem Management and Restoration Trust Fund for the Tampa Bay Water System Configuration II project and a decrease of \$4.6 million in intergovernmental revenues for the Peace River Manasota Regional Water Supply Authority Facility Expansion project.

**Capital grants and contributions** increased by \$18.8 million (158.8 percent) above fiscal year 2009 due primarily to an increase in the number of acres of land/land easements acquired in fiscal year 2010 as compared with fiscal year 2009. During fiscal year 2010, the two most significant purchases were acquisitions of perpetual conservation easements involving the District's Myakka Core Conservation Area and the 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 \$5 million (38 percent) below fiscal year 2009 due to the current economic conditions and declining interest rates. The District received a 1.8 percent average yield on its investments during fiscal year 2009 compared with an average yield of 1.3 percent during fiscal year 2010.

**Other Revenues** decreased by \$5 million (70.7 percent) below fiscal year 2009 due to land and land easements (interests in land) that were donated to the District with a fair market value of approximately \$1.8 million in fiscal year 2010, as compared to \$6.5 million in fiscal year 2009.

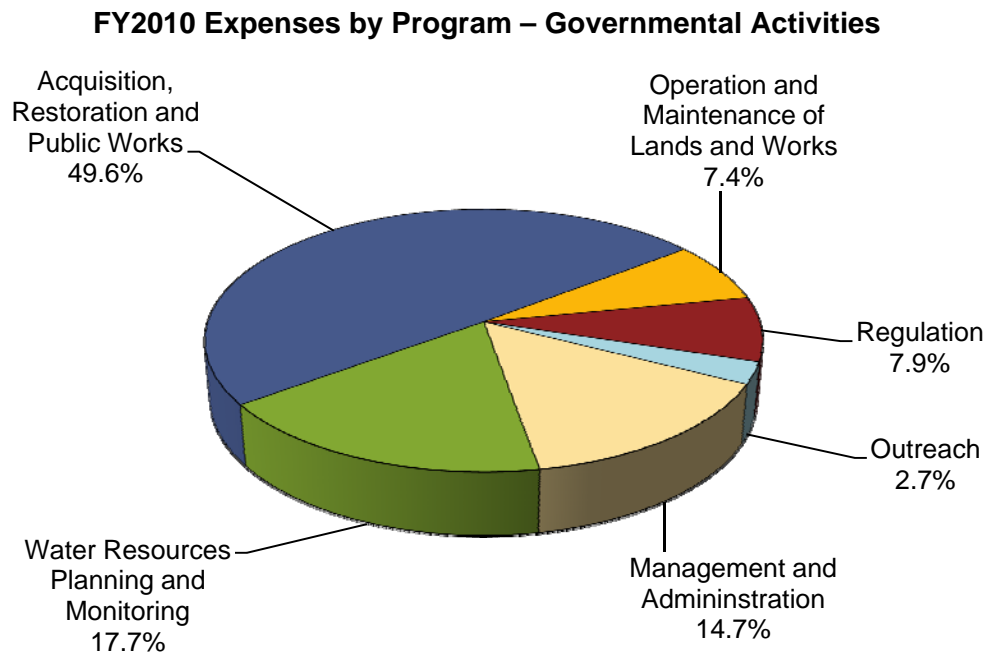
**FY2010 Revenues by Source – Governmental Activities**



## Expenses

**Acquisition, Restoration and Public Works** program expenses decreased \$35.8 million (23.8 percent) compared with fiscal year 2009. Expenses included in this program include the development and construction of capital projects; cooperative funding projects for water supply, water resource development, and surface water projects; land acquisition and the restoration of lands and water bodies. The decrease 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 2010, combined expenditures for the Peace River Manasota Regional Water Supply Authority's reservoir and facility expansion projects and the Tampa Bay Water's seawater desalination project were \$43.5 million less than in fiscal year 2009.

**Operation & Maintenance of Lands and Works** program expenses decreased \$2.6 million (13.3 percent) compared with fiscal year 2009. The actual expenditures for this program on a flow of financial resources basis (fund statements) were substantially the same for fiscal year 2010 and fiscal year 2009. The \$2.6 million decrease in program expenses, on a full accrual basis (entity-wide statements), primarily relates to the level of capital assets funded and subsequently capitalized in fiscal year 2010 compared with fiscal year 2009. The capital assets acquired primarily related to the Medard Reservoir Berm and Structure Rehabilitation and the acquisition of machinery and equipment.



## 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, 2010, unreserved fund balance totals \$291.8 million. This total includes deficit undesignated fund balances totaling \$3.7 million in the Department of Transportation (DOT) Mitigation and Florida Forever funds (see Note III.B, page 37). 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, 2010. Without the deficit undesignated fund balances, the combined unreserved fund balance was \$295.5 million available for spending at the District's discretion. Of this amount, the Governing Board has designated \$288.4 million for various purposes including future Water Supply and Resource Development projects, and funding for the fiscal year 2011 budget. Reserved fund balance totals \$298.6 million and is reserved to indicate that it is not available for new spending because it has already been committed to 1) liquidate \$297.9 million in contracts and purchase orders and 2) pay approximately \$0.7 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 2010, unreserved fund balance of the general fund was \$202.3 million, while the total fund balance was \$280.9 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 \$130.5 million. Unreserved, including undesignated, fund balance represents 155 percent of the total general fund expenditures, while total fund balance represents 215.2 percent of that same amount. In the general fund, the Governing Board has designated \$177 million for projects and reserves primarily for future Water Supply and Resource Development, including land acquisition for the Lake Hancock Lake Level Modification project, \$19.4 million as funding for the fiscal year 2011 budget, and \$0.8 million for the self-funded workers' compensation program.

The fund balance of the *general fund* increased \$3.9 million during the current fiscal year due to various reasons. One of the primary reasons for the increase is that for fiscal year 2010, \$6 million was budgeted as a reserve for contingencies, of which \$5.6 million was not required, resulting in an increase to fund balance. Projects that were cancelled during the year or completed under budget, or revenues in excess of budget also contribute to the increase in the general fund's fund balance.

The seven watershed basins, *Alafia River, 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 2009 to 2010 there was a decrease (15.2 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 Basins do not incur costs for projects funded that year, then the fund balances of the Basins will increase. During the year in which project costs are incurred, if subsequent to the year of funding, then the Basins' fund balances will decrease. For fiscal year 2010, four of the seven watershed basins constituted at September 30, 2010, had increases in fund balance and three had decreases.

Effective October 1, 2009, the use of a separate accounting fund for the SWIM Program was discontinued, and the residual equity in the SWIM Fund at September 30, 2009, was distributed on October 1, 2009, and is now included as part of the seven watershed Basin Funds. For fiscal year 2010, the SWIM projects were budgeted and accounted for in the appropriate watershed Basins.

On March 4, 2010, the remaining funds in the Partnership Trust account were distributed and the trust account was closed the following business day. The District made its final payment of \$21.25 million to Tampa Bay Water under the contractual terms of the Seawater Desalination Funding Agreement. In

addition, the District remitted the \$10.3 million of interest earnings on the trust account that had accrued to the benefit of Tampa Bay Water since January 24, 2006, after Tampa Bay Water met the requirements outlined in the second amendment to the Seawater Desalination Funding Agreement. Following the disbursement of these funds, the Partnership Trust special revenue fund was closed.

### **General Fund Budgetary Highlights**

The District's General Fund budget was amended twice during fiscal year 2010. The first amendment increased the budget by \$121,830, to include supplemental state funding from the Water Protection and Sustainability Trust Fund for the Charlotte County Regional Reclaimed Water Expansion project to equally benefit the District and its cooperator. The second amendment increased the budget by \$384,720. This amendment was a reallocation in prior state appropriations for the Facilitating Agricultural Resource Management Systems (FARMS) Program from the Manasota Basin budget to the General Fund budget to support proposed fiscal year 2010 FARMS projects throughout the District, with no impact on the total District budget.

In total, the general fund revenue budget was \$155.9 million with actual revenues of \$134.4 million, resulting in a variance of \$21.5 million (13.8 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 2010, the Intergovernmental Revenues budget was \$30.9 million and actual revenues were \$7.2 million, resulting in a variance of \$23.6 million (76.4 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 31). 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, two program areas showed a significant variance.

The District Management and Administration program budget was \$54.7 million and actual expenditures were \$37.7 million. After adjusting for encumbrances totaling \$6.8 million, a variance of \$10.2 million (18.6 percent) remains. The variance is primarily due to: \$5.6 million of budgeted reserves for contingencies not required in fiscal year 2010; commission expenditures that were \$1 million less than anticipated due primarily to the refund of excess commissions from county property appraisers and tax collectors; information resources expenditures that were less than anticipated by \$1.4 million due to less staff time, and reduced contractual and operating expenditures; and legal expenditures that were \$0.8 million less for outside legal services and expert legal testimony/analysis than budgeted.

The Operation and Maintenance of Lands and Works program budget was \$11.7 million and actual expenditures were \$9.4 million. After adjusting for encumbrances totaling \$662,797, a variance of \$1.7 million (14.5 percent) remains. The variance is primarily due to facilities and construction services expenditures that were \$1 million less than anticipated due to less staff time, a reduction in contracted services for security and consulting, a reduction in operating expenses for utilities, maintenance and repair of buildings and structures. In addition the Aquatic Plant Management program had expenditures that were \$.4 million less than anticipated due to less staff time, a reduction in contracted services and a reduction in operating expenses for chemical supplies.

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, 2010, amounted to \$852.7 million (net of accumulated depreciation). This investment in capital assets includes land, land interests, buildings, machinery and equipment, infrastructure, construction in progress, software, and other capital assets.

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

- In connection with the Myakkahatchee Creek Project, the District, in partnership with Sarasota County, acquired a perpetual conservation easement totaling 3,981 acres, in Sarasota County, with the District's share of the cost being \$13.1 million (not including ancillary costs), funded by the Florida Forever Trust Fund. The District holds 90 percent of the title with Sarasota County holding the remaining 10 percent.
- In connection with the Myakka Core Conservation Areas, the District, in partnership with Sarasota County, acquired a perpetual conservation easement totaling 3,760 acres, in Sarasota County with the District's share of the cost being \$12.6 million (not including ancillary costs), funded by the Florida Forever Trust Fund. The District holds 93 percent of the title with Sarasota County holding the remaining 7 percent.
- Following are some of the construction in progress projects that were completed during fiscal year 2010:
  - Structures: Medard Reservoir Berm and Structure Rehabilitation, Lake Okahumpka Pump House
  - Intangible Software: Silverlight Web Viewer
  - Wellsites: Canal Park-Pinellas Park, Dog Fennel-Sumter County, Fort Cooper, Kuhlman-Romp 28, Lake Deaton, Lake Hancock Northwest, Lake Hancock East, Lake Hancock South, Lake Miona, Lake Tsala Apopka, Tsala Apopka Sites 2, 4, and 6, and Rutland Ranch

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

	2010	2009
Land	\$ 609,786,081	\$ 605,639,785
Land Interests (less-than-fee)	98,798,003	69,232,544
Buildings	26,901,901	27,640,907
Machinery and Equipment	12,890,078	13,615,260
Infrastructure	68,979,437	67,382,646
Construction in Progress	27,260,320	21,934,051
Software	8,027,870	7,374,131
Other Capital Assets	67,655	44,994
Total Assets	\$ 852,711,345	\$ 812,864,318

Additional information on the District's capital assets can be found in Note I.E.4. on page 33 and Note IV.E. on page 42.

**Long-term debt.** At the end of the current fiscal year, the District had total debt outstanding of \$0.9 million, associated with two capital leases.

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

Governmental Activities		
	2010	2009
Capital Leases	\$871,253	\$1,543,074

During the current fiscal year, the District's total debt from two capital leases decreased by \$671,821, due to the required annual payments.

Additional information on the District's long-term debt can be found in note IV.G. on page 44 of this report.

**Economic Factors and Next Year's Budgets and Rates**

The District's primary source of funding is ad valorem property taxes. Taxable property values within the District decreased 10.77 percent in 2010 due to the third year of declining property values reflecting the state of the economy and the real estate industry. The property tax levy for next year's budget requirements (fiscal year 2011) is based on the tax roll for calendar year 2010.

All fiscal year 2011 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 adopted a millage rate of 0.3770 mill for fiscal year 2011, lowered from 0.3866 for fiscal year 2010. Five of the District's seven separate Basin Boards adopted millage rates for fiscal year 2011 equal to the rates adopted for fiscal year 2010. The Hillsborough River Basin Board adopted a millage rate of 0.2300 for the Hillsborough River Basin, lowered from 0.2421 for fiscal year 2010. The Pinellas-Anclote River Basin Board adopted a millage rate of 0.2600 mill for the Pinellas-Anclote River Basin for fiscal year 2011, lowered from 0.3200 mill for fiscal year 2010.

Ad valorem property taxes of \$161 million is budgeted for fiscal year 2011, approximately \$27.1 million below fiscal year 2010. This represents the third year of declining ad valorem tax revenue.

The current economic conditions and declining interest rates have negatively affected the District's interest earnings for fiscal year 2010 and are expected to continue at low levels for fiscal year 2011. The District received an overall return of 1.3 percent on its investments for fiscal year 2010, compared to the 1 percent that had been budgeted. The fiscal year 2011 budget for interest earnings is based on an expected return of 0.75 percent. As of the end of the first quarter of fiscal year 2011, interest earnings appeared to be on track with the budget, and interest projections indicate interest earnings should achieve the budgeted amounts within the individual funds.

Management will continue to closely monitor revenues and expenditures 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](mailto:Daryl.Pokrana@WaterMatters.org).



# 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, 2010**

<b>ASSETS</b>	<u>Governmental Activities</u>
Cash and Investments	\$ 624,133,545
Receivables	14,388,050
Deposits	30,000
Inventories	50,545
Other Assets	115,616
Restricted assets:	
Cash and Investments	49,482,721
Capital Assets not being depreciated:	
Land	609,786,081
Land Interests	98,798,003
Construction in Progress	27,260,320
Capital Assets (net of accumulated depreciation):	
Buildings	26,901,901
Machinery and Equipment	12,890,078
Infrastructure	68,979,437
Software	8,027,870
Other Capital Assets	67,655
Total Assets	<u>1,540,911,822</u>
 <b>LIABILITIES</b>	
Accounts and Contracts Payable	50,154,265
Payroll and Related Costs	3,654,212
Contracts Payable-Retainage	640,959
Due To Other Governments	890
Unearned Revenue	42,185,468
Interest Payable	264,655
Noncurrent Liabilities:	
Due Within One Year	6,294,523
Due in More Than One Year	21,100,489
Total Liabilities	<u>124,295,461</u>
 <b>NET ASSETS</b>	
Invested in Capital Assets, net of related debt	851,883,344
Unrestricted	564,733,017
Total Net Assets	<u><u>\$ 1,416,616,361</u></u>

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

**Southwest Florida Water Management District**  
**Statement of Activities**  
**For the Year Ended September 30, 2010**

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities	
<b>Functions/Programs</b>					
<b>Primary government:</b>					
Governmental activities:					
Water Resources Planning and Monitoring	\$ 40,726,648	\$ 3,538,635	-	\$ (36,810,104)	
Acquisition, Restoration and Public Works	114,411,606	12,376,415	30,604,190	(71,431,001)	
Operation and Maintenance of Lands and Works	17,143,156	6,547,788	-	(9,631,260)	
Regulation	18,247,275	108,138	-	(16,273,359)	
Outreach	6,331,730	-	-	(6,331,730)	
Management and Administration	33,853,860	913,966	-	(32,939,894)	
Total governmental activities	<u>\$ 230,714,275</u>	<u>\$ 22,570,976</u>	<u>\$ 30,604,190</u>	<u>(173,417,348)</u>	

<b>General Revenues:</b>	
Ad Valorem Property Taxes	189,205,683
Unrestricted investment earnings	8,199,031
Other	2,091,500
Total general revenues	<u>199,496,214</u>
Change in net assets	26,078,866
Net assets - beginning	1,390,537,495
Net assets - ending	<u>\$ 1,416,616,361</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, 2010**

	<u>General</u>	<u>Alafia River Basin</u>	<u>Hillsborough River Basin</u>	<u>Coastal Rivers Basin</u>	<u>Pinellas- Anclote River Basin</u>	<u>Withlacoochee River Basin</u>	<u>Peace River Basin</u>	<u>Manasota Basin</u>	<u>SWIM Program</u>	<u>DOT Mitigation</u>	<u>Partnership Trust</u>	<u>Florida Forever</u>	<u>Facilities</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>														
Cash and Investments	\$ 306,132,236	\$ 18,720,178	\$ 86,078,416	\$ 14,357,459	\$ 137,285,328	\$ 11,866,345	\$ 30,283,366	\$ 53,546,106	\$ -	\$ 7,299,427	\$ -	\$ 4,593,932	\$ 3,453,473	\$ 673,616,266
Due From Other Governments	4,207,144	293,049	736,343	542,708	1,765,656	1,188,837	1,389,578	1,055,184	-	560,469	-	1,228,345	-	12,967,313
Interest Receivable	676,983	36,305	185,490	33,069	301,722	27,992	53,607	105,569	-	-	-	-	-	1,420,737
Deposits	30,000	-	-	-	-	-	-	-	-	-	-	-	-	30,000
Inventories	50,545	-	-	-	-	-	-	-	-	-	-	-	-	50,545
Other Assets	115,236	-	380	-	-	-	-	-	-	-	-	-	-	115,616
Total Assets	<u>311,212,144</u>	<u>19,049,532</u>	<u>87,000,629</u>	<u>14,933,236</u>	<u>139,352,706</u>	<u>13,083,174</u>	<u>31,726,551</u>	<u>54,706,859</u>	<u>-</u>	<u>7,859,896</u>	<u>-</u>	<u>5,822,277</u>	<u>3,453,473</u>	<u>688,200,477</u>
<b>LIABILITIES AND FUND BALANCES</b>														
Liabilities:														
Accounts and Contracts Payable	17,759,707	1,034,793	3,243,965	1,308,332	12,153,838	1,240,470	4,079,052	9,150,324	-	9,504	-	414,253	24,682	50,418,920
Payroll and Related Costs	3,307,301	31,500	77,967	28,256	47,349	56,413	54,163	47,686	-	3,577	-	-	-	3,654,212
Contracts Payable-Retainage	138,101	42,455	35,699	141,261	141,150	3,683	52,317	34,219	-	45,879	-	-	6,195	640,959
Due To Other Governments	890	-	-	-	-	-	-	-	-	-	-	-	-	890
Deferred Revenue	9,077,424	3,273,474	3,142,690	273,045	3,129,118	171,434	5,418,811	5,663,152	-	7,509,457	-	5,408,024	-	43,066,629
Total Liabilities	<u>30,283,423</u>	<u>4,382,222</u>	<u>6,500,321</u>	<u>1,750,894</u>	<u>15,471,455</u>	<u>1,472,000</u>	<u>9,604,343</u>	<u>14,895,381</u>	<u>-</u>	<u>7,568,417</u>	<u>-</u>	<u>5,822,277</u>	<u>30,877</u>	<u>97,781,610</u>
Fund Balances:														
Reserved for Encumbrances	77,971,591	14,512,005	41,869,801	11,408,596	88,894,242	10,448,972	17,075,642	31,388,465	-	1,108,871	-	2,882,264	379,068	297,939,517
Reserved for Workers' Compensation Claims	692,000	-	-	-	-	-	-	-	-	-	-	-	-	692,000
Unreserved:														
Designated for Future Projects	177,001,895	-	6,948,186	563,457	24,697,678	-	1,030,658	3,534,234	-	-	-	-	550,000	214,326,108
Designated for Subsequent Year's Expenditures	19,420,217	155,305	31,682,321	1,210,289	10,289,331	1,162,202	4,015,908	4,888,779	-	-	-	-	1,294,285	74,118,637
Designated for Workers' Compensation Self-Insurance Program	753,065	-	-	-	-	-	-	-	-	-	-	-	-	753,065
Undesignated (Deficit)	5,089,953	-	-	-	-	-	-	-	-	(817,392)	-	(2,882,264)	1,199,243	2,589,540
Total Fund Balances	<u>280,928,721</u>	<u>14,667,310</u>	<u>80,500,308</u>	<u>13,182,342</u>	<u>123,881,251</u>	<u>11,611,174</u>	<u>22,122,208</u>	<u>39,811,478</u>	<u>-</u>	<u>291,479</u>	<u>-</u>	<u>-</u>	<u>3,422,596</u>	<u>590,418,867</u>
Total Liabilities and Fund Balances	<u>\$ 311,212,144</u>	<u>\$ 19,049,532</u>	<u>\$ 87,000,629</u>	<u>\$ 14,933,236</u>	<u>\$ 139,352,706</u>	<u>\$ 13,083,174</u>	<u>\$ 31,726,551</u>	<u>\$ 54,706,859</u>	<u>\$ -</u>	<u>\$ 7,859,896</u>	<u>\$ -</u>	<u>\$ 5,822,277</u>	<u>\$ 3,453,473</u>	

Amounts reported for governmental activities in the statement of net assets (page 13) are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	852,711,345
Delinquent taxes are not available to pay for current period expenditures and, therefore, are not reported in the funds.	881,161
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(27,395,012)</u>
Net assets of governmental activities	<u>\$ 1,416,616,361</u>

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, 2010**

	General	Alafia River Basin	Hillsborough River Basin	Coastal Rivers Basin	Pinellas- Anclote River Basin	Withlacoochee River Basin	Peace River Basin	Manasota Basin	SWIM Program	DOT Mitigation	Partnership Trust	Florida Forever	Facilities	Total Governmental Funds
<b>REVENUES</b>														
Ad Valorem Property Taxes	\$ 119,228,507	\$ 4,401,132	\$ 15,649,847	\$ 4,088,182	\$ 21,635,385	\$ 4,625,138	\$ 7,444,942	\$ 10,788,109	\$ -	\$ -	\$ -	\$ -	\$ 1,250,000	\$ 189,111,242
Intergovernmental Revenues	7,245,758	479,471	1,307,806	1,227,918	3,630,777	1,869,742	3,178,125	2,488,848	-	1,961,211	-	30,346,317	-	53,735,973
Interest on Invested Funds	4,116,027	198,997	963,532	182,875	1,646,478	147,719	312,683	616,599	-	14,121	-	-	-	8,199,031
License and Permit Fees	1,865,778	-	-	-	-	-	-	-	-	-	-	-	-	1,865,778
Other	1,924,475	1,034	228,292	459	1,940	35,302	986	1,437	-	-	-	-	-	2,193,925
<b>Total Revenues</b>	<b>134,380,545</b>	<b>5,080,634</b>	<b>18,149,477</b>	<b>5,499,434</b>	<b>26,914,580</b>	<b>6,677,901</b>	<b>10,936,736</b>	<b>13,894,993</b>	<b>-</b>	<b>1,975,332</b>	<b>-</b>	<b>30,346,317</b>	<b>1,250,000</b>	<b>255,105,949</b>
<b>EXPENDITURES</b>														
Current:														
Water Resources Planning and Monitoring	29,690,478	523,825	1,254,566	1,797,008	877,813	2,705,504	1,569,724	2,269,590	-	-	-	-	-	40,688,508
Acquisition, Restoration and Public Works	33,071,733	3,153,092	9,142,236	2,081,176	24,749,944	886,014	6,629,085	10,859,129	-	1,961,211	21,250,000	30,272,595	952,522	145,008,737
Operation and Maintenance of Lands and Works	9,356,823	2,823,762	2,149,530	1,131,759	1,031,466	1,417,699	959,976	896,668	-	-	-	73,722	-	19,841,405
Regulation	18,801,634	-	-	-	-	-	-	-	-	-	-	-	-	18,801,634
Outreach	1,881,494	356,708	1,036,663	395,497	1,059,636	372,778	644,967	579,937	-	-	-	-	-	6,327,680
Management and Administration	37,715,510	99,197	328,828	109,672	490,317	178,323	245,795	182,867	-	-	-	-	-	39,350,509
<b>Total Expenditures</b>	<b>130,517,672</b>	<b>6,956,584</b>	<b>13,911,823</b>	<b>5,515,112</b>	<b>28,209,176</b>	<b>5,560,318</b>	<b>10,049,547</b>	<b>14,788,191</b>	<b>-</b>	<b>1,961,211</b>	<b>21,250,000</b>	<b>30,346,317</b>	<b>952,522</b>	<b>270,018,473</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,862,873	(1,875,950)	4,237,654	(15,678)	(1,294,596)	1,117,583	887,189	(893,198)	-	14,121	(21,250,000)	-	297,478	(14,912,524)
<b>OTHER FINANCING SOURCES (USES)</b>														
Transfers In	-	39,460	181,863	66,771	268,820	34,710	141,033	180,766	-	-	-	-	-	913,423
Transfers Out	-	-	-	-	-	-	-	-	(913,423)	-	-	-	-	(913,423)
<b>Total Other Financing Sources and Uses</b>	<b>-</b>	<b>39,460</b>	<b>181,863</b>	<b>66,771</b>	<b>268,820</b>	<b>34,710</b>	<b>141,033</b>	<b>180,766</b>	<b>(913,423)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Change In Fund Balances	3,862,873	(1,836,490)	4,419,517	51,093	(1,025,776)	1,152,293	1,028,222	(712,432)	(913,423)	14,121	(21,250,000)	-	297,478	(14,912,524)
Fund Balances - Beginning	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
<b>Fund Balances - Ending</b>	<b>\$ 280,928,721</b>	<b>\$ 14,667,310</b>	<b>\$ 80,500,308</b>	<b>\$ 13,182,342</b>	<b>\$ 123,881,251</b>	<b>\$ 11,611,174</b>	<b>\$ 22,122,208</b>	<b>\$ 39,811,478</b>	<b>\$ -</b>	<b>\$ 291,479</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,422,596</b>	<b>\$ 590,418,867</b>

Amounts reported for governmental activities in the statement of activities (page 14) are different because:

Net change in fund balances -- total governmental funds	\$ (14,912,524)
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.	40,116,322
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations and adjustments) resulted in a net decrease to net assets.	(269,295)
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, 2010, were more than the amount recorded at prior year-end, resulting in a net increase to income.	94,441
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 effect of the repayment of principal associated with the long-term borrowing.	671,821
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.	378,101
<b>Change in net assets of governmental activities</b>	<b>\$ 26,078,866</b>

**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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Ad Valorem Property Taxes	\$ 118,483,566	\$ 118,483,566	\$ 119,228,507	\$ 744,941
Intergovernmental Revenues	30,357,965	30,864,515	7,245,758	(23,618,757)
Interest on Invested Funds	2,750,000	2,750,000	4,116,027	1,366,027
License and Permit Fees	2,400,000	2,400,000	1,865,778	(534,222)
Other	1,414,980	1,414,980	1,924,475	509,495
Total Revenues	<u>155,406,511</u>	<u>155,913,061</u>	<u>134,380,545</u>	<u>(21,532,516)</u>
<b>EXPENDITURES</b>				
Current:				
Water Resources Planning and Monitoring	47,768,944	47,331,050	29,690,478	17,640,572
Acquisition, Restoration and Public Works	276,726,121	277,093,539	33,071,733	244,021,806
Operation and Maintenance of Lands and Works	11,771,314	11,703,038	9,356,823	2,346,215
Regulation	23,192,998	21,367,437	18,801,634	2,565,803
Outreach	2,351,974	2,351,874	1,881,494	470,380
Management and Administration	52,190,230	54,661,193	37,715,510	16,945,683
Total Expenditures	<u>414,001,581</u>	<u>414,508,131</u>	<u>130,517,672</u>	<u>283,990,459</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(258,595,070)	(258,595,070)	3,862,873	262,457,943
Fund Balance - Beginning	258,595,070	258,595,070	277,065,848	18,470,778
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 280,928,721</u>	<u>\$ 280,928,721</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Ad Valorem Property Taxes	\$ 4,403,720	\$ 4,403,720	\$ 4,401,132	\$ (2,588)
Intergovernmental Revenues	8,369,007	8,369,007	479,471	(7,889,536)
Interest on Invested Funds	160,000	160,000	198,997	38,997
Other	-	-	1,034	1,034
Total Revenues	<u>12,932,727</u>	<u>12,932,727</u>	<u>5,080,634</u>	<u>(7,852,093)</u>
<b>EXPENDITURES</b>				
Current:				
Water Resources Planning and Monitoring	1,889,137	1,894,137	523,825	1,370,312
Acquisition, Restoration and Public Works	22,276,980	22,271,980	3,153,092	19,118,888
Operation and Maintenance of Lands and Works	3,420,555	3,420,555	2,823,762	596,793
Outreach	499,888	499,888	356,708	143,180
Management and Administration	459,987	459,987	99,197	360,790
Total Expenditures	<u>28,546,547</u>	<u>28,546,547</u>	<u>6,956,584</u>	<u>21,589,963</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,613,820)	(15,613,820)	(1,875,950)	13,737,870
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	39,460	39,460
Net Change In Fund Balance	<u>(15,613,820)</u>	<u>(15,613,820)</u>	<u>(1,836,490)</u>	<u>13,777,330</u>
Fund Balance - Beginning	15,613,820	15,613,820	16,503,800	889,980
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,667,310</u>	<u>\$ 14,667,310</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Ad Valorem Property Taxes	\$ 15,673,726	\$ 15,673,726	\$ 15,649,847	\$ (23,879)
Intergovernmental Revenues	12,448,097	12,448,097	1,307,806	(11,140,291)
Interest on Invested Funds	770,000	770,000	963,532	193,532
Other	-	-	228,292	228,292
Total Revenues	<u>28,891,823</u>	<u>28,891,823</u>	<u>18,149,477</u>	<u>(10,742,346)</u>
<b>EXPENDITURES</b>				
Current:				
Water Resources Planning and Monitoring	4,921,346	4,923,416	1,254,566	3,668,850
Acquisition, Restoration and Public Works	90,448,891	90,446,821	9,142,236	81,304,585
Operation and Maintenance of Lands and Works	4,485,863	4,485,863	2,149,530	2,336,333
Outreach	1,534,499	1,534,499	1,036,663	497,836
Management and Administration	1,513,513	1,513,513	328,828	1,184,685
Total Expenditures	<u>102,904,112</u>	<u>102,904,112</u>	<u>13,911,823</u>	<u>88,992,289</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(74,012,289)	(74,012,289)	4,237,654	78,249,943
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	181,863	181,863
Net Change In Fund Balance	(74,012,289)	(74,012,289)	4,419,517	78,431,806
Fund Balance - Beginning	74,012,289	74,012,289	76,080,791	2,068,502
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 80,500,308</u>	<u>\$ 80,500,308</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, 2010**

	<b>Original and Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
<b>REVENUES</b>			
Ad Valorem Property Taxes	\$ 4,048,023	\$ 4,088,182	\$ 40,159
Intergovernmental Revenues	4,960,165	1,227,918	(3,732,247)
Interest on Invested Funds	130,000	182,875	52,875
Other	-	459	459
Total Revenues	9,138,188	5,499,434	(3,638,754)
<b>EXPENDITURES</b>			
Current:			
Water Resources Planning and Monitoring	7,675,609	1,797,008	5,878,601
Acquisition, Restoration and Public Works	10,642,059	2,081,176	8,560,883
Operation and Maintenance of Lands and Works	1,724,645	1,131,759	592,886
Outreach	541,824	395,497	146,327
Management and Administration	688,153	109,672	578,481
Total Expenditures	21,272,290	5,515,112	15,757,178
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,134,102)	(15,678)	12,118,424
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	66,771	66,771
Net Change In Fund Balance	(12,134,102)	51,093	12,185,195
Fund Balance - Beginning	12,134,102	13,131,249	997,147
Fund Balance - Ending	\$ -	\$ 13,182,342	\$ 13,182,342

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, 2010**

	<b>Original and Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
<b>REVENUES</b>			
Ad Valorem Property Taxes	\$ 21,459,185	\$ 21,635,385	\$ 176,200
Intergovernmental Revenues	13,797,355	3,630,777	(10,166,578)
Interest on Invested Funds	1,350,000	1,646,478	296,478
Other	-	1,940	1,940
Total Revenues	36,606,540	26,914,580	(9,691,960)
<b>EXPENDITURES</b>			
Current:			
Water Resources Planning and Monitoring	3,657,632	877,813	2,779,819
Acquisition, Restoration and Public Works	147,592,560	24,749,944	122,842,616
Operation and Maintenance of Lands and Works	5,068,000	1,031,466	4,036,534
Outreach	1,611,989	1,059,636	552,353
Management and Administration	2,274,457	490,317	1,784,140
Total Expenditures	160,204,638	28,209,176	131,995,462
Excess (Deficiency) of Revenues Over (Under) Expenditures	(123,598,098)	(1,294,596)	122,303,502
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	268,820	268,820
Net Change In Fund Balance	(123,598,098)	(1,025,776)	122,572,322
Fund Balance - Beginning	123,598,098	124,907,027	1,308,929
Fund Balance - Ending	\$ -	\$ 123,881,251	\$ 123,881,251

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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Ad Valorem Property Taxes	\$ 4,591,289	\$ 4,591,289	\$ 4,625,138	\$ 33,849
Intergovernmental Revenues	5,354,083	5,354,083	1,869,742	(3,484,341)
Interest on Invested Funds	90,000	90,000	147,719	57,719
Other	-	-	35,302	35,302
Total Revenues	<u>10,035,372</u>	<u>10,035,372</u>	<u>6,677,901</u>	<u>(3,357,471)</u>
<b>EXPENDITURES</b>				
Current:				
Water Resources Planning and Monitoring	8,426,945	8,426,945	2,705,504	5,721,441
Acquisition, Restoration and Public Works	8,388,263	8,308,263	886,014	7,422,249
Operation and Maintenance of Lands and Works	2,269,640	2,349,640	1,417,699	931,941
Outreach	542,537	542,537	372,778	169,759
Management and Administration	411,594	411,594	178,323	233,271
Total Expenditures	<u>20,038,979</u>	<u>20,038,979</u>	<u>5,560,318</u>	<u>14,478,661</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,003,607)	(10,003,607)	1,117,583	11,121,190
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	34,710	34,710
Net Change In Fund Balance	<u>(10,003,607)</u>	<u>(10,003,607)</u>	<u>1,152,293</u>	<u>11,155,900</u>
Fund Balance - Beginning	10,003,607	10,003,607	10,458,881	455,274
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,611,174</u>	<u>\$ 11,611,174</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Ad Valorem Property Taxes	\$ 7,314,826	\$ 7,314,826	\$ 7,444,942	\$ 130,116
Intergovernmental Revenues	23,506,135	23,627,965	3,178,125	(20,449,840)
Interest on Invested Funds	250,000	250,000	312,683	62,683
Other	-	-	986	986
Total Revenues	<u>31,070,961</u>	<u>31,192,791</u>	<u>10,936,736</u>	<u>(20,256,055)</u>
<b>EXPENDITURES</b>				
Current:				
Water Resources Planning and Monitoring	5,222,851	5,230,351	1,569,724	3,660,627
Acquisition, Restoration and Public Works	42,247,786	42,362,116	6,629,085	35,733,031
Operation and Maintenance of Lands and Works	1,984,618	1,984,618	959,976	1,024,642
Outreach	1,157,511	1,157,511	644,967	512,544
Management and Administration	596,509	596,509	245,795	350,714
Total Expenditures	<u>51,209,275</u>	<u>51,331,105</u>	<u>10,049,547</u>	<u>41,281,558</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,138,314)	(20,138,314)	887,189	21,025,503
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	141,033	141,033
Net Change In Fund Balance	<u>(20,138,314)</u>	<u>(20,138,314)</u>	<u>1,028,222</u>	<u>21,166,536</u>
Fund Balance - Beginning	20,138,314	20,138,314	21,093,986	955,672
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,122,208</u>	<u>\$ 22,122,208</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Ad Valorem Property Taxes	\$ 10,726,682	\$ 10,726,682	\$ 10,788,109	\$ 61,427
Intergovernmental Revenues	11,577,919	11,193,199	2,488,848	(8,704,351)
Interest on Invested Funds	400,000	400,000	616,599	216,599
Other	-	-	1,437	1,437
Total Revenues	<u>22,704,601</u>	<u>22,319,881</u>	<u>13,894,993</u>	<u>(8,424,888)</u>
<b>EXPENDITURES</b>				
Current:				
Water Resources Planning and Monitoring	5,406,759	5,406,759	2,269,590	3,137,169
Acquisition, Restoration and Public Works	53,308,966	52,924,246	10,859,129	42,065,117
Operation and Maintenance of Lands and Works	1,963,118	1,963,118	896,668	1,066,450
Outreach	818,447	818,447	579,937	238,510
Management and Administration	953,161	953,161	182,867	770,294
Total Expenditures	<u>62,450,451</u>	<u>62,065,731</u>	<u>14,788,191</u>	<u>47,277,540</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,745,850)	(39,745,850)	(893,198)	38,852,652
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	180,766	180,766
Net Change In Fund Balance	<u>(39,745,850)</u>	<u>(39,745,850)</u>	<u>(712,432)</u>	<u>39,033,418</u>
Fund Balance - Beginning	39,745,850	39,745,850	40,523,910	778,060
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,811,478</u>	<u>\$ 39,811,478</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, 2010**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers Out	\$ -	\$ (913,423)	\$ (913,423)
Fund Balance - Beginning	-	913,423	913,423
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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, 2010**

	<b>Original and Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
<b>REVENUES</b>			
Intergovernmental Revenues	\$ 6,755,699	\$ 1,961,211	\$ (4,794,488)
Interest on Invested Funds	-	14,121	14,121
Total Revenues	6,755,699	1,975,332	(4,780,367)
<b>EXPENDITURES</b>			
Current:			
Acquisition, Restoration and Public Works	6,755,699	1,961,211	4,794,488
Total Expenditures	6,755,699	1,961,211	4,794,488
Excess of Revenues Over Expenditures	-	14,121	14,121
Fund Balance - Beginning	-	277,358	277,358
Fund Balance - Ending	\$ -	\$ 291,479	\$ 291,479

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, 2010**

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

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

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# 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, 2010**

**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, 2011.

**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 of the District.

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

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
**Notes to the Financial Statements**  
**September 30, 2010**

expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. 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 10 *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

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

In prior years, the *SWIM Program Fund* accounted for revenue sources received from the State of Florida and local governments that were 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. On October 1, 2009, the *SWIM Program Fund*, fund balance was transferred to the individual watershed basins. The SWIM projects are now included in the individual watershed Basin Funds.



**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
**Notes to the Financial Statements**  
**September 30, 2010**

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 35).

The *Partnership Trust Fund* accounts for activities as defined by the Northern Tampa Bay New Water Supply and Ground Water Withdrawal Reduction Agreement (Agreement). The objectives achieved by this agreement included 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. The final payment, under the terms of the Agreement, was made on March 4, 2010, to Tampa Bay Water and the trust account and the fund were closed.

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 *Florida Forever 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 Florida Forever land acquisition program (see Note I.E.7., page 34).

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; land acquisition (i.e., Florida Forever); and the restoration of lands and water bodies.

**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.

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
**Notes to the Financial Statements**  
**September 30, 2010**

**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 and Pool B); (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**  
**September 30, 2010**

**3. Restricted assets**

Certain proceeds, including interest income and capital lease proceeds, of the general fund (\$10,905,507), Alafia River Basin Fund (\$3,279,207), Hillsborough River Basin Fund (\$3,450,967), Coastal Rivers Basin Fund (\$299,244), Pinellas-Anclote River Basin Fund (\$3,812,840), Withlacoochee River Basin Fund (\$122,961), Peace River Basin Fund (\$6,757,318), Manasota Basin Fund (\$7,359,094), DOT Mitigation Fund (\$7,865,512), and the Florida Forever Fund (\$5,630,071) 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**  
**Notes to the Financial Statements**  
**September 30, 2010**

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 non lapsing 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, and the Florida Forever 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), pre-acquisition costs associated with land purchases, water resource development, storm water 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 Florida Forever 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, Facilitating Agricultural Resource Management Systems Program and the Weeki Wachee River. Revenues received from the trust fund are accounted for in the District's general fund and the watershed basin funds. The FDEP has oversight responsibility for this trust fund.

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
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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 effective partnership programs (i.e., Water Supply and Resource Development 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 and the watershed basin funds. 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.

**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.”

The details of the \$27,395,012 difference are as follows:

Judgment (Skyway Trap and Skeet Club, Inc., see Note IV.H., page 45)	\$17,950,222
Compensated Absences	7,020,450
Other Post Employment Benefits (see Note V.D., page 48)	861,087
Capital Lease (see Note IV.G., page 44)	871,253
Claims (Workers' Compensation) (see Note V.A., page 46)	<u>692,000</u>
 Net adjustment to reduce <i>fund balances—total governmental funds</i> to arrive at <i>net assets of governmental activities</i>	 <u>\$27,395,012</u>

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
**Notes to the Financial Statements**  
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**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 \$40,116,322 difference are as follows:

Capital outlay	\$51,217,384
Depreciation expense	<u>(11,101,062)</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>\$40,116,322</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 decrease net assets.”

The details of this \$(269,295) 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.	\$(2,058,069)
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>1,788,774</u>
Net adjustment to decrease net change in fund balances – total governmental funds to arrive at change in net assets of governmental activities.	<u>\$(269,295)</u>

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 \$94,441 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 \$671,821 difference is the effect of the repayment of principal associated with the long-term borrowing.

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
**Notes to the Financial Statements**  
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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 \$378,101 difference are as follows:

Judgment (Skyway Trap and Skeet Club, Inc., see Note IV.H., page 45)	\$256,458
Compensated absences	124,748
Other Post Employment Benefits (see Note V.D., page 48)	(193,105)
Workers Compensation	<u>190,000</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>\$378,101</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 DOT Mitigation Fund (\$817,392) and the Florida Forever Fund (\$2,882,264). 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, 2010.

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
**Notes to the Financial Statements**  
**September 30, 2010**

**IV. Detailed notes**

**A. Cash and investments**

As of September 30, 2010, the District had the following cash and investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
U.S. Agencies	\$ 443,411,900	2.40
U.S. Treasuries	79,951,750	0.31
State Board of Administration Florida PRIME	100,318,759 <sup>(1)</sup>	0.14
State Board of Administration Fund B	5,902,871 <sup>(1)</sup>	7.49
Money Market Funds	<u>44,669,794</u>	liquid daily
Total Fair Value of Investments	<u>674,255,074</u>	
Portfolio weighted average maturity		1.70
Demand Deposit Accounts	(640,058) <sup>(2)</sup>	
Petty Cash	<u>1,250</u>	
Total Demand Deposits and Petty Cash	<u>(638,808)</u>	
Total Cash and Investments	<u>\$ 673,616,266</u>	

<sup>(1)</sup> 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, 2010, was 0.7070580949. The account balance was multiplied by the fair value factor in order to report 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. Due to the nature of securities held in Fund B, there is a great deal of uncertainty in the Weighted Average Maturity (Years) for Fund B disclosed above.

<sup>(2)</sup> At September 30, 2010, the carrying amount of the District's cash demand deposit account was a negative \$640,058 and the bank balance was \$2,750,995. 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.



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**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, \$382,502,500 is callable by the issuers and is subject to the risk of being called prior to maturity.

An estimate of weighted average life (WAL) is available for Fund B. In the calculation of WAL, the time at which an expected principal amount is to be received (measured in years) is weighted by the principal amount received at that time divided by the sum of all expected principal payments. The principal amounts used in the WAL calculation are not discounted to present value as they would be in a weighted average duration calculation. The WAL (based on expected future cash flows) of Fund B at September 30, 2010, is estimated at 7.49 years. However, because Fund B consists of restructured or defaulted securities there is considerable uncertainty regarding the weighted average life.

**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 32), 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 Investor Services.

**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, 2010, the District had the following percentage allocation by issuer:

<u>Issuer</u>	<u>Percentage of Total Portfolio</u>
Federal National Mortgage Association	21.98 %
Federal Farm Credit Bank	15.52
Federal Home Loan Bank	14.89
State Board of Administration Florida PRIME	14.88
Federal Home Loan Mortgage Corporation	13.36
U. S. Treasury Bills	11.86
Dreyfus Government Cash Management	4.30
Federated Government Obligation Fund IS	2.32
State Board of Administration Fund B	0.88
Ridgeworth FD-US Treasury Money Market	0.01
	<u>100.00 %</u>

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
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**Custodial Credit Risk - Deposits:** At September 30, 2010, 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.

**Custodial Credit Risk - Investments:** The District's investment policy requires that all securities be held with a third-party custodian in a separate account which is registered as an asset of the District. The custodian acts as the safekeeper of the District's investment securities. No withdrawal of securities, in whole or in part, is made from safekeeping without written authorization of designated District staff.

**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	\$ 4,207,144	\$ 676,983	\$ 4,884,127
Alafia River Basin	293,049	36,305	329,354
Hillsborough River Basin	736,343	185,490	921,833
Coastal Rivers Basin	542,708	33,069	575,777
Pinellas-Anclote River Basin	1,765,656	301,722	2,067,378
Withlacoochee River Basin	1,188,837	27,992	1,216,829
Peace River Basin	1,389,578	53,607	1,443,185
Manasota Basin	1,055,184	105,569	1,160,753
DOT Mitigation	560,469	-	560,469
Florida Forever	1,228,345	-	1,228,345
<b>Total</b>	<b>\$ 12,967,313</b>	<b>\$ 1,420,737</b>	<b>\$ 14,388,050</b>

**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. 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.

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
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**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	\$ 532,247	
Grant drawdowns prior to meeting all eligibility requirements		\$ 8,545,177
Alafia River Basin		
Delinquent property taxes receivable	15,981	
Grant drawdowns prior to meeting all eligibility requirements		3,257,493
Hillsborough River Basin		
Delinquent property taxes receivable	47,874	
Grant drawdowns prior to meeting all eligibility requirements		3,094,816
Coastal Rivers Basin		
Delinquent property taxes receivable	31,350	
Grant drawdowns prior to meeting all eligibility requirements		241,695
Pinellas-Anclote River Basin		
Delinquent property taxes receivable	85,483	
Grant drawdowns prior to meeting all eligibility requirements		3,043,635
Withlacoochee River Basin		
Delinquent property taxes receivable	48,615	
Grant drawdowns prior to meeting all eligibility requirements		122,819
Peace River Basin		
Delinquent property taxes receivable	87,343	
Grant drawdowns prior to meeting all eligibility requirements		5,331,468
Manasota Basin		
Delinquent property taxes receivable	32,268	
Grant drawdowns prior to meeting all eligibility requirements		5,630,884
DOT Mitigation		
Grant drawdowns prior to meeting all eligibility requirements		7,509,457
Florida Forever		
Grant drawdowns prior to meeting all eligibility requirements		5,408,024
Total deferred revenue for governmental funds	<u>\$ 881,161</u>	<u>\$ 42,185,468</u>

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
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**E. Capital Assets**

Capital asset activity for the year ended September 30, 2010, was as follows:

	Balance at October 1, 2009	Increases	Decreases	Reclassifications	Balance at September 30, 2010
Capital assets, not being depreciated:					
Land	\$ 605,639,785	\$ 6,168,910	\$ (1,938,011)	\$ (84,603)	\$ 609,786,081
Land Interests	69,232,544	29,480,856	-	84,603	98,798,003
Construction in Progress	21,934,051	7,485,043	-	(2,158,774)	27,260,320
<b>Total capital assets, not being depreciated</b>	<b>696,806,380</b>	<b>43,134,809</b>	<b>(1,938,011)</b>	<b>(2,158,774)</b>	<b>735,844,404</b>
Capital assets, being depreciated:					
Buildings	36,772,172	101,110	-	-	36,873,282
Machinery and Equipment	32,048,667	3,099,830	(2,477,047)	5,589	32,677,039
Infrastructure	115,421,882	2,093,554	(16,038)	2,141,030	119,640,428
Intangibles	11,879,476	4,540,433	-	12,155	16,432,064
Other	145,520	36,422	-	-	181,942
<b>Total capital assets being depreciated</b>	<b>196,267,717</b>	<b>9,871,349</b>	<b>(2,493,085)</b>	<b>2,158,774</b>	<b>205,804,755</b>
Less accumulated depreciation for:					
Buildings	9,131,265	840,116	-	-	9,971,381
Machinery and Equipment	18,433,407	3,717,589	(2,364,035)	-	19,786,961
Infrastructure	48,039,236	2,630,747	(8,992)	-	50,660,991
Intangibles	4,505,345	3,898,849	-	-	8,404,194
Other	100,526	13,761	-	-	114,287
<b>Total accumulated depreciation</b>	<b>80,209,779</b>	<b>11,101,062</b>	<b>(2,373,027)</b>	<b>-</b>	<b>88,937,814</b>
<b>Total capital assets, being depreciated, net</b>	<b>116,057,938</b>	<b>(1,229,713)</b>	<b>(120,058)</b>	<b>2,158,774</b>	<b>116,866,941</b>
Governmental activities capital assets, net	<b>\$ 812,864,318</b>	<b>\$ 41,905,096</b>	<b>\$ (2,058,069)</b>	<b>\$ -</b>	<b>\$ 852,711,345</b>

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
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Depreciation expense was charged to programs of the District as follows:

Governmental activities	
Water Resources Planning and Monitoring	\$ 310,348
Acquisition, Restoration and Public Works	2,468,710
Operation and Maintenance of Lands and Works	1,754,564
Regulation	5,240
Management and Administration	6,562,200
Total depreciation expense - governmental activities	<u>\$ 11,101,062</u>

**F. Interfund transfers**

Interfund transfers occurring during fiscal year 2010 are as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Alafia River Basin	\$ 39,460	\$ -
Hillsborough River Basin	181,863	-
Coastal Rivers Basin	66,771	-
Pinellas-Anclote River Basin	268,820	-
Withlacoochee River Basin	34,710	-
Peace River Basin	141,033	-
Manasota Basin	180,766	-
SWIM Program	- <sup>(1)</sup>	913,423
	<u>\$ 913,423</u>	<u>\$ 913,423</u>

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

- <sup>(1)</sup> On 10/1/09, the SWIM Special Revenue fund was closed and the fund balance was transferred to the individual watershed basins. The SWIM projects are now included in the individual watershed Basin Funds.

**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, 2010, amounted to \$676,037.

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
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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
2011	\$ 107,547
2012	67,393
2013	18,788
2014	11,538
2015	1,500
	\$ 206,766

*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 three payments totaling \$1,554,162, leaving a lease payable balance of \$441,535 at September 30, 2010. Since the Storage Area Network (SAN) is being constructed, the initial capital lease proceeds were deposited in a cash escrow account. The five payments for the capital lease asset were \$1,958,855, leaving a balance of \$36,842 plus interest of \$7,010 less an extension fee of \$600 in the cash escrow account at September 30, 2010.

In 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 \$16,000 paid by the vendor, and two payments totaling \$502,026 paid by the District and leaving a lease payable balance of \$429,718 at September 30, 2010.

The future minimum lease obligations and the net present value of the minimum lease payments as of September 30, 2010, were as follows:

Fiscal Year Ending September 30,	Governmental Activities
2011	\$ 717,000
2012	195,162
Total minimum lease payments	912,162
Less: amount representing interest	(40,909)
Present value of minimum lease payments	\$ 871,253

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
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**H. Long-term obligations**

Long-term liability activity for the year ended September 30, 2010, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental activities:</b>					
Judgment	\$ 18,206,680	\$ -	\$ 256,458	\$ 17,950,222 <sup>(1)</sup>	\$ 4,464,713
Compensated Absences	7,145,198	723,176	847,924	7,020,450 <sup>(2)</sup>	702,045
Other Post Employment Benefits	667,982	367,159	174,054	861,087 <sup>(2)</sup>	-
Capital Leases	1,543,074	-	671,821	871,253 <sup>(3)</sup>	717,000
Workers' Compensation	882,000	11,209	201,209	692,000 <sup>(3)</sup>	410,765
<b>Total</b>	<b>\$ 28,444,934</b>	<b>\$ 1,101,544</b>	<b>\$ 2,151,466</b>	<b>\$ 27,395,012</b>	<b>\$ 6,294,523</b>

<sup>(1)</sup> 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 estimated obligation remaining at September 30, 2010 is \$17.9 million. The Pinellas-Anclote River Basin special revenue fund will be used to satisfy the obligations for the judgment.

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

<sup>(3)</sup> 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, 2010, 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.

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
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Changes in the balances of workers' compensation claims liabilities during the past two years are as follows:

	Year ended 09/30/2010	Year ended 09/30/2009
Unpaid claims, beginning of fiscal year	\$ 882,000	\$ 882,000
Incurred claims, including IBNRs and changes in estimates	11,209	296,248
Claim payments	(201,209)	(296,248)
Unpaid claims, end of fiscal year	<u>\$ 692,000</u>	<u>\$ 882,000</u>

At September 30, 2010, general fund assets of \$1,445,065 were held for the purpose of funding future workers' compensation claims liabilities, with a corresponding \$692,000 reserve for workers' compensation claims and a \$753,065 designation of the general fund balance for the workers' compensation program.

**B. Commitments and contingencies**

At September 30, 2010, the District had unrestricted net assets (as defined by GASB, Statement No. 34) of approximately \$564.7 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 \$297.9 million; and 2) to pay claims associated with the District's Workers' Compensation Self-insurance Program estimated at \$0.7 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 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.

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, a health insurance subsidy 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



**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
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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 under 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, 2010, were as follows: regular class – 10.77 percent; senior management class – 14.57 percent; and Deferred Retirement Option Program (DROP) – 12.25 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 2008, 2009 and 2010 were \$4,405,920, \$4,461,125, and \$4,453,524 respectively, equal to the required contributions for each year.

**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*. The Plan does not issue a separate financial report.

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
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*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 monthly retiree contributions for 2010.

	<u>Retiree</u>	<u>Retiree + Spouse</u>
Blue Options	\$590.16	\$1,158.60
Blue Choice	\$647.94	\$1,278.72

*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, 2010.

Determination of Annual Required Contribution:	
Normal Cost at year-end	\$ 168,868
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	<u>210,201</u>
Annual Required Contribution	<u>\$ 379,069</u>
Determination of Net OPEB Obligation:	
Annual Required Contribution	\$ 379,069
Interest on prior year Net OPEB Obligation	26,719
Adjustment to ARC	<u>(38,629)</u>
Annual OPEB Cost	367,159
Contributions made	<u>( 174,054)</u>
Increase in Net OPEB Obligation	193,105
Net OPEB Obligation - beginning of year	<u>667,982</u>
Net OPEB Obligation - end of year	<u>\$ 861,087</u>

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2010 and the two preceding years were as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
09/30/2010	\$367,159	47.4%	\$861,087
09/30/2009	427,364	44.9	667,982
09/30/2008	414,403	46.1	432,529

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
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*Funded Status and Funding Progress*

As of September 30, 2010, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$3,634,792, resulting in an unfunded actuarial accrued liability of \$3,634,792.

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
10/1/2009	0	\$3,634,792	\$3,634,792	0.00%	N/A	N/A
10/1/2008	0	3,950,224	3,950,224	0.00	N/A	N/A
10/1/2007	0	3,794,760	3,794,760	0.00	N/A	N/A

*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, 2010, 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 8.1 percent for medical; and an ultimate inflation rate and an ultimate healthcare cost trend rate of 4.2 percent for medical. The UAAL is being amortized over a 30-year period on the level dollar method on an open basis with 26 years remaining.

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## Other Supplementary Information

**Southwest Florida Water Management District  
Florida Forever Capital Projects Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
For the Year Ended September 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Intergovernmental Revenues	\$ 30,692,958	\$ 36,392,958	\$ 30,346,317	\$ (6,046,641)
<b>EXPENDITURES</b>				
Current:				
Acquisition, Restoration and Public Works	25,733,424	31,433,424	30,272,595	1,160,829
Operation and Maintenance of Lands and Works	4,959,534	4,959,534	73,722	4,885,812
Total Expenditures	<u>30,692,958</u>	<u>36,392,958</u>	<u>30,346,317</u>	<u>6,046,641</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<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, 2010**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>			
Ad Valorem Taxes	\$ 1,250,000	\$ 1,250,000	\$ -
<b>EXPENDITURES</b>			
Current:			
Acquisition, Restoration and Public Works	3,344,526	952,522	2,392,004
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,094,526)	297,478	2,392,004
Fund Balance - Beginning	2,094,526	3,125,118	1,030,592
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 3,422,596</u>	<u>\$ 3,422,596</u>

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 five 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 Ten Years**  
 (accrual basis of accounting)  
 (unaudited)

	Fiscal Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Governmental activities										
Invested in Capital Assets (net of related debt)	\$ 851,883,344	\$ 811,448,233	\$ 779,451,560	\$ 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	564,733,017	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
<b>Total governmental activities net assets</b>	<b>\$ 1,416,616,361</b>	<b>\$ 1,390,537,495</b>	<b>\$ 1,361,343,249</b>	<b>\$ 1,226,180,423</b>	<b>\$ 1,121,612,495</b>	<b>\$ 995,355,144</b>	<b>\$ 901,711,146</b>	<b>\$ 842,955,867</b>	<b>\$ 780,812,645</b>	<b>\$ 722,069,734</b>

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

(2) Amounts for fiscal year 2008 have been restated to reflect the District's adoption of GASB 51 effective October 1, 2008.

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

	Fiscal Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>Expenses</b>										
Governmental activities:										
Water Resources Planning and Monitoring	\$ 40,726,648	\$ 40,493,992	\$ 38,470,066	(1) \$ 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	114,411,606	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	17,143,156	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	18,247,275	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	6,331,730	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	33,853,860	34,326,722	33,544,462	(1) 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	230,714,275	270,398,353	256,226,164	(1) 208,266,235	149,502,299	164,542,573	159,810,967	117,180,761	119,659,245	108,175,636
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
Water Resources Planning & Monitoring	377,909	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	964,108	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	1,865,778	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	913,966	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	22,570,976	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	30,604,190	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	57,296,927	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
<b>Net (expense) revenue</b>	<b>(173,417,348)</b>	<b>(207,862,488)</b>	<b>(133,054,710)</b>	<b>(1)</b>	<b>(88,049,772)</b>	<b>(96,293,623)</b>	<b>(91,003,242)</b>	<b>(73,499,323)</b>	<b>(68,310,033)</b>	<b>(62,538,306)</b>
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Ad Valorem Property Taxes	189,205,683	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	8,199,031	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	2,091,500	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	199,496,214	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
<b>Change in Net Assets</b>	<b>\$ 26,078,866</b>	<b>\$ 29,194,246</b>	<b>\$ 127,028,467</b>	<b>(1) \$ 104,567,928</b>	<b>\$ 126,257,351</b>	<b>\$ 93,643,998</b>	<b>\$ 58,755,279</b>	<b>\$ 62,143,222</b>	<b>\$ 58,742,911</b>	<b>\$ 70,404,178</b>

(1) Amounts for fiscal year 2008 have been restated to reflect the District's adoption of GASB 51 effective October 1, 2008.

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

	Fiscal Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
General Fund:										
Reserved	\$ 78,663,591	\$ 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
Unreserved	202,265,130	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
Total General Fund	<u>280,928,721</u>	<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>
All Other Governmental Funds										
Reserved	219,967,926	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
Unreserved:										
Special revenue funds	89,360,956	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
Capital projects funds	161,264	(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)
Total All Other Governmental Funds	<u>309,490,146</u>	<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>
Total Fund Balances	<u>\$590,418,867</u>	<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>

**Southwest Florida Water Management District**  
**Changes in Fund Balances, Governmental Funds (1)**  
**For the Last Ten Years**  
(modified accrual basis of accounting)  
(unaudited)

	Fiscal Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>REVENUES</b>										
Ad Valorem Property Taxes	\$ 189,111,242	\$ 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	53,735,973	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	8,199,031	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	1,865,778	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	2,193,925	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	255,105,949	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
<b>EXPENDITURES</b>										
Current:										
Water Resources Planning and Monitoring	40,688,508	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	145,008,737	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	19,841,405	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	18,801,634	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	6,327,680	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	38,633,509	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	671,821	697,536	686,831	-	-	-	-	-	-	-
Principal	45,179	19,464	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Other	-	-	250	-	-	-	-	-	-	-
Total Expenditures	270,018,473	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
Excess of Revenues	(14,912,524)	(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
Over (under) Expenditures										
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers In	913,423	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	(913,423)	(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	(14,912,524)	(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	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	221,792,104
Fund Balances - Ending	\$ 590,418,867	\$ 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	0.33%	0.27%	0.28%							

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

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

(modified accrual basis of accounting)  
(unaudited)

Fiscal Year	General Fund			Special Revenue Funds			Balance as Percentage of Expenditures
	Unreserved Fund Balance	Annual Expenditures	Balance as Percentage of Expenditures	Fiscal Year	Unreserved Fund Balance	Annual Expenditures	
2010	\$ 202,265,130	\$ 130,517,672	154.97 %	2010	\$ 89,360,956	\$ 108,201,962	82.59 %
2009	198,765,787	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	149.60	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) (1)	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

(1) 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**

(modified accrual basis of accounting)  
(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>
2010	\$ 161,264	\$ 31,298,839	0.52 %	2010	\$ 291,787,350	\$ 270,018,473	108.06 %
2009	(1,201,216) (2)	12,456,378	(9.64)	2009	248,601,144	300,447,934	82.74
2008	(6,676,326) (2)	64,361,022	(10.37)	2008	256,901,602	336,500,738	76.35
2007	(1,786,657) (2)	5,598,376	(31.91)	2007	205,759,674	201,229,177	102.25
2006	(2,237,151) (2)	26,586,124	(8.41)	2006	153,736,274	189,599,463	81.08
2005	(3,800,112) (2)	43,445,707	(8.75)	2005	88,218,067	206,275,894	42.77
2004	(26,643,785) (2)	39,990,352	(66.63)	2004	54,327,436	187,808,755	28.93
2003	(8,445,145) (2)	27,336,442	(30.89)	2003	47,451,855	145,793,383	32.55
2002	(1,974,847) (2)	37,022,913	(5.33)	2002	63,831,333	155,993,368	40.92
2001	(26,545,080) (2)	46,320,053	(57.31)	2001	29,288,885	154,444,702	18.96

(2) The deficit unreserved fund balance resulted from encumbrances at year-end for impending land purchases in the Florida Forever 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 Ten Fiscal Years**  
(modified accrual basis of accounting)

(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
2010	\$ 40,688,508 15.07%	\$ 145,008,737 53.71%	\$ 19,841,405 7.35%	\$ 18,801,634 6.96%	\$ 6,327,680 2.34%	\$ 39,350,509 14.57%	\$ 270,018,473 100.00%
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 54.65%	14,693,684 7.12%	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 10.89%	71,952,001 49.37%	13,490,901 9.25%	13,506,724 9.26%	3,514,563 2.41%	27,445,094 18.82%	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.

**Southwest Florida Water Management District  
General Government Revenues by Source (1)**

**For the Last Ten Fiscal Years**

(modified accrual basis of accounting)  
(unaudited)

Fiscal Year	Ad Valorem Property Taxes		Inter-Governmental Revenues		Interest on Invested Funds		License and Permit Fees		Other Revenues		Total Revenues	
	\$	%	\$	%	\$	%	\$	%	\$	%	\$	%
2010	189,111,242	74.14%	53,735,973	21.06%	8,199,031	3.21%	1,865,778	0.73%	2,193,925	0.86%	255,105,949	100.00%
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%

(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**  
(modified accrual basis of accounting)  
(unaudited)

Fiscal Year	General Fund	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	Total	Percent Base Year	Annual Change in Percent
2010	\$ 119,228,507	\$ 4,401,132	\$ 15,649,847	N/A	\$ 4,088,182	\$ 21,635,385	\$ 4,625,138	\$ 7,444,942	\$ 10,788,109	\$ 1,250,000	\$ 189,111,242	175.3	(25.5)
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	200.8	(20.6)(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	221.4	1.2
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	220.2	44.6
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	175.6	26.1
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	149.5	16.2
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	133.3	13.2
2003	77,833,580	2,257,796	6,503,367	4,218,523	3,042,400	18,492,468	2,317,120	5,454,067	7,129,899	2,300,000	129,549,220	120.1	9.5
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	110.6	10.6
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	100.0	-

(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 voters January 29, 2008.

**Southwest Florida Water Management District  
Ad Valorem Property Tax Revenues by County<sup>(1)</sup>  
For the Last Ten Fiscal Years**

(modified accrual basis of accounting)  
(unaudited)

<b>Fiscal Year</b>	<b>Charlotte County</b>	<b>Citrus County</b>	<b>DeSoto County</b>	<b>Hardee County</b>	<b>Hernando County</b>	<b>Highlands County</b>	<b>Hillsborough County</b>	<b>Lake County</b>	<b>Levy County</b>
2010	\$ 8,601,056 4.55%	\$ 5,764,046 3.05%	\$ 936,532 0.50%	\$ 913,609 0.48%	\$ 5,332,460 2.82%	\$ 2,768,332 1.46%	\$ 43,663,858 23.09%	\$ 30,416 0.02%	\$ 626,488 0.33%
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%

(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 voters on January 29, 2008.

Source: District records - Finance Department.

(continued)

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

(modified accrual basis of accounting)  
(unaudited)  
(continued)

<b>Fiscal Year</b>	<b>Manatee County</b>	<b>Marion County</b>	<b>Pasco County</b>	<b>Pinellas County</b>	<b>Polk County</b>	<b>Sarasota County</b>	<b>Sumter County</b>	<b>Total</b>
2010	\$ 14,809,981 7.83%	\$ 3,953,855 2.09%	\$ 14,101,687 7.46%	\$ 44,266,162 23.41%	\$ 15,583,799 8.24%	\$ 24,086,237 12.73%	\$ 3,672,724 1.94%	\$ 189,111,242 100.00%
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%

(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 voters on January 29, 2008.

Source: District records - Finance Department.

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

<b>Fiscal Year</b>	<b>Assessed Valuation</b>	<b>Total Tax Levy</b>	<b>Current Tax Collections</b>	<b>Percent of Levy Collected</b>	<b>Delinquent Tax Collections</b>	<b>Total Tax Collections</b>	<b>Percent of Total Tax Collection to Tax Levy</b>
2010	\$ 322,613,718,625	\$ 195,782,309	\$ 187,919,296	95.98 %	\$ 1,191,946	\$ 189,111,242	96.59 %
2009	364,790,289,103	225,150,454	215,394,447	95.67	1,230,368	216,624,815 (1)	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

(1) 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 voters on January 29, 2008.

Sources: District records - Finance Department, Budget Section; State of Florida, 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 (2)	Estimated Just Value (3)	%	Taxable Assessed Value (1)	Estimated Just Value (3)	%	Taxable Assessed Value (1)	Estimated Just Value (3)	%	Taxable Assessed Value (1)	Estimated Just Value (3)	%
2010	\$ 15,605,343,917 4.84%	\$ 20,234,753,498	3.12%	\$ 10,074,921,377 3.12%	\$ 13,124,823,904	0.50%	\$ 1,627,233,852 0.50%	\$ 3,561,938,732	0.51%	\$ 1,648,825,033 0.51%	\$ 2,799,183,882	0.51%
2009 (4)	18,744,588,641 5.14%	24,134,964,729	3.00%	10,949,871,541 3.00%	14,592,430,322	0.49%	1,782,603,163 0.49%	3,814,458,104	0.44%	1,621,242,093 0.44%	3,597,898,593	0.44%
2008	23,468,464,057 5.86%	30,281,403,475	3.10%	12,388,874,371 3.10%	15,861,126,819	0.46%	1,859,310,230 0.46%	3,837,360,015	0.44%	1,775,558,774 0.44%	3,533,587,394	0.44%
2007	24,129,410,539 6.63%	32,413,213,000	3.20%	11,637,462,135 3.20%	15,252,149,646	0.48%	1,758,121,481 0.48%	3,670,862,797	0.43%	1,556,504,727 0.43%	2,689,526,887	0.43%
2006	15,988,917,489 5.55%	20,937,367,172	3.02%	8,700,489,533 3.02%	10,331,779,330	0.40%	1,141,425,064 0.40%	2,094,506,489	0.49%	1,404,977,510 0.49%	1,999,273,020	0.49%
2005	12,924,151,263 5.28%	16,425,428,634	2.89%	7,061,830,905 2.89%	7,951,200,451	0.43%	1,049,892,450 0.43%	1,795,202,550	0.57%	1,395,590,539 0.57%	1,841,574,901	0.57%
2004	10,868,251,435 4.97%	13,787,164,905	2.91%	6,377,731,045 2.91%	7,074,397,845	0.46%	1,006,248,987 0.46%	1,680,115,048	0.63%	1,381,408,737 0.63%	1,584,505,572	0.63%
2003	9,397,451,189 4.78%	11,765,949,970	3.03%	5,951,463,421 3.03%	6,257,479,829	0.44%	861,104,943 0.44%	1,641,097,760	0.57%	1,129,707,419 0.57%	1,555,385,773	0.57%
2002	8,386,850,539 4.66%	10,329,838,220	3.10%	5,585,926,065 3.10%	5,708,577,441	0.48%	860,588,600 0.48%	1,608,953,885	0.52%	934,388,620 0.52%	1,585,134,436	0.52%
2001	7,595,307,510 4.67%	9,497,812,520	3.19%	5,186,796,299 3.19%	5,308,083,181	0.47%	769,162,554 0.47%	1,523,122,233	0.54%	876,412,155 0.54%	1,533,016,212	0.54%

(1) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values.  
(2) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values and represents only those portions of counties within District boundaries.  
(3) 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.  
(4) 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.

Sources: District records - Finance Department, Budget Section; Florida Statistical Abstract, State of Florida, Department of Revenue. (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 (3)	%	Taxable Assessed Value (2)	Estimated Just Value (3)	%	Taxable Assessed Value (1)	Estimated Just Value (3)	%	Taxable Assessed Value (2)	Estimated Just Value (3)	%
2010	\$ 9,488,123,875 2.94%	\$ 13,488,242,075	1.53%	\$ 4,936,206,579 1.53%	\$ 8,243,416,031	22.76%	\$ 73,415,622,752	\$ 96,774,421,040	0.03%	\$ 81,481,877	\$ 24,984,617,906	0.03%
2009 (4)	10,387,499,612 2.85%	15,814,704,391	1.48%	5,389,133,838 1.48%	9,254,973,711	23.01%	83,938,830,501	116,254,203,161	0.02%	84,370,714	27,928,949,304	0.02%
2008	11,357,529,621 2.84%	16,512,802,416	1.48%	5,931,994,995 1.48%	9,629,781,192	22.02%	88,033,093,322	120,823,337,789	0.02%	86,675,044	27,890,683,868	0.02%
2007	9,901,079,038 2.72%	14,737,835,803	1.38%	5,037,731,165 1.38%	8,271,475,339	21.64%	78,793,903,491	110,793,362,933	0.02%	74,401,396	24,009,757,409	0.02%
2006	7,646,691,051 2.65%	11,004,596,658	1.22%	3,510,605,604 1.22%	5,710,710,588	22.47%	64,750,787,840	87,321,571,180	0.02%	55,477,839	17,331,581,237	0.02%
2005	6,302,986,453 2.57%	8,743,878,355	1.20%	2,933,630,183 1.20%	4,688,682,365	22.82%	55,903,214,952	72,964,455,006	0.02%	46,727,001	14,414,739,917	0.02%
2004	5,600,584,555 2.56%	7,642,982,147	1.23%	2,690,892,370 1.23%	4,194,944,329	23.21%	50,779,806,100	64,837,890,327	0.02%	40,709,970	12,541,891,742	0.02%
2003	5,122,539,116 2.60%	6,820,855,210	1.30%	2,565,605,756 1.30%	3,949,400,610	23.56%	46,355,925,135	59,207,297,196	0.02%	35,141,203	11,114,607,760	0.02%
2002	4,734,177,073 2.63%	6,246,678,319	1.38%	2,477,528,213 1.38%	3,782,245,187	23.83%	42,891,979,863	53,291,862,679	0.02%	32,358,284	10,087,584,597	0.02%
2001	4,303,861,686 2.65%	5,562,618,435	1.47%	2,385,636,554 1.47%	3,645,550,032	23.16%	37,682,680,554	46,085,148,076	0.02%	29,283,069	9,238,981,450	0.02%

- (1) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values.
- (2) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values and represents only those portions of counties within District boundaries.
- (3) 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.
- (4) 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.

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

(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 (2)	Estimated Just Value (3)	%	Taxable Assessed Value (1)	Estimated Just Value (3)	%	Taxable Assessed Value (2)	Estimated Just Value (3)	%	Taxable Assessed Value (1)	Estimated Just Value (3)	%
2010	\$ 1,039,092,617 0.32%	\$ 4,417,873,490	23.3%	\$ 28,739,213,410 8.91%	\$ 35,315,585,698	23.3%	\$ 6,615,903,811 2.05%	\$ 31,005,053,635	23.3%	\$ 23,045,072,814 7.14%	\$ 32,681,663,769	23.3%
2009 (4)	1,176,574,298 0.32%	4,992,458,397	23.3%	31,728,741,317 8.70%	40,532,806,394	23.3%	7,681,828,761 2.11%	36,172,335,899	23.3%	26,767,890,444 7.34%	39,790,825,530	23.3%
2008	1,283,131,348 0.32%	4,921,099,058	23.3%	34,528,464,902 8.63%	44,545,058,066	23.3%	8,364,377,817 2.09%	36,918,976,765	23.3%	29,729,044,446 7.43%	42,731,680,816	23.3%
2007	1,223,533,954 0.34%	4,651,266,241	23.3%	30,735,678,005 8.44%	39,852,622,216	23.3%	6,132,576,329 1.68%	28,210,769,525	23.3%	25,750,555,212 7.07%	37,956,299,419	23.3%
2006	788,382,168 0.27%	2,892,868,688	23.3%	24,759,022,291 8.60%	31,744,642,359	23.3%	4,216,130,979 1.46%	19,412,346,247	23.3%	19,804,373,845 6.88%	27,816,171,324	23.3%
2005	634,607,144 0.26%	2,319,580,260	23.3%	21,188,932,148 8.65%	26,527,994,186	23.3%	3,412,304,183 1.39%	16,203,462,528	23.3%	16,171,800,551 6.60%	22,176,529,678	23.3%
2004	549,645,916 0.25%	1,828,924,432	23.3%	18,574,279,816 8.49%	22,702,620,085	23.3%	3,020,525,681 1.38%	14,177,653,309	23.3%	13,883,582,485 6.34%	18,859,943,686	23.3%
2003	514,932,657 0.26%	1,709,505,277	23.3%	16,270,421,255 8.27%	19,384,158,966	23.3%	2,738,924,877 1.39%	12,819,400,375	23.3%	12,262,273,454 6.23%	16,827,458,579	23.3%
2002	472,650,625 0.26%	1,507,735,121	23.3%	14,359,883,510 7.98%	16,654,859,576	23.3%	2,501,256,463 1.39%	11,587,044,419	23.3%	11,002,947,919 6.11%	14,926,055,100	23.3%
2001	440,252,953 0.27%	1,450,180,272	23.3%	12,789,045,630 7.86%	14,792,186,341	23.3%	2,283,066,481 1.40%	10,660,989,518	23.3%	9,875,275,051 6.07%	13,152,044,529	23.3%

(1) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values.  
(2) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values and represents only those portions of counties within District boundaries.  
(3) 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.  
(4) 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.

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

(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 (3)	Taxable Assessed Value (2)	Estimated Just Value (3)	Taxable Assessed Value (1)	Estimated Just Value (3)	Taxable Assessed Value (1)	Estimated Just Value (3)	Taxable Assessed Value (1)	Estimated Just Value (3)	Taxable Assessed Value (2)	Estimated Just Value (3)	Taxable Assessed Value (2)	Estimated Just Value (3)
2010	\$64,799,464,910 20.09%	\$89,120,171,479	\$28,735,416,677 8.91%	\$39,151,322,368	\$46,554,772,530 14.43%	\$59,954,895,297	\$6,207,022,594 1.92%	\$8,885,586,796	\$322,613,718,625 100.00%	\$483,743,549,600				
2009 (4)	73,364,672,321 20.11%	105,800,594,551	32,149,838,024 8.81%	45,690,203,869	53,170,778,042 14.58%	70,539,563,052	5,851,825,793 1.60%	8,848,146,235	364,790,289,103 100.00%	567,759,516,242				
2008	80,171,847,018 20.03%	114,317,705,946	32,728,357,906 8.18%	45,514,480,070	62,685,251,050 15.66%	83,355,313,080	5,774,715,375 1.44%	8,387,422,260	400,166,690,276 100.00%	609,061,819,029				
2007	75,661,254,861 20.78%	110,368,480,158	28,070,713,660 7.71%	37,942,552,926	59,015,112,895 16.21%	81,694,691,410	4,622,447,404 1.27%	6,755,285,291	364,100,486,292 100.00%	559,270,151,000				
2006	62,891,555,541 21.84%	87,770,598,200	22,463,188,999 7.80%	27,996,939,791	46,517,976,673 16.15%	61,995,122,756	3,387,814,344 1.18%	5,142,166,017	288,027,816,770 100.00%	421,502,241,056				
2005	54,946,057,068 22.43%	74,965,518,100	19,808,792,690 8.09%	23,216,260,315	38,833,229,197 15.85%	50,750,692,901	2,315,885,537 0.95%	3,487,213,628	244,929,632,264 100.00%	348,472,413,775				
2004	49,736,379,395 22.73%	66,487,561,200	18,175,358,199 8.31%	21,243,060,892	34,139,701,996 15.60%	43,539,696,480	2,000,620,073 0.91%	2,944,121,089	218,825,726,760 100.00%	305,127,473,088				
2003	45,522,214,631 23.15%	59,343,393,200	16,372,841,445 8.32%	20,383,440,390	29,864,864,281 15.18%	36,752,413,719	1,768,005,357 0.90%	2,650,276,940	196,733,416,139 100.00%	272,182,121,554				
2002	42,412,684,581 23.56%	52,852,990,700	15,470,541,404 8.60%	18,441,382,093	26,353,336,881 14.64%	31,567,616,197	1,507,383,751 0.84%	2,359,021,549	179,984,482,391 100.00%	242,537,579,519				
2001	39,016,510,925 23.98%	47,860,664,200	14,449,672,403 8.88%	16,609,984,276	23,783,753,695 14.62%	28,256,271,308	1,225,326,185 0.75%	1,778,675,015	162,692,043,704 100.00%	216,955,327,598				

(1) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values.  
(2) Taxable Assessed Value is calculated at 100 percent of market value less exempt and immune values and represents only those portions of counties within District boundaries.  
(3) 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.  
(4) 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.

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



**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	General Fund (Districtwide)	Alafia River Basin		Hillsborough River Basin		Northwest Hillsborough Basin (2)		Coastal Rivers Basin		Pinellas-Anclote River Basin		Withlacoochee River Basin		Peace River Basin		Manasota Basin		Maximum Legal Rate (1)	
																			Districtwide
2010	0.3866	0.2163	0.2421	0.2421	N/A	0.1885	0.3200	0.2308	0.1827	0.1484	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
2009	0.3866	0.2163	0.2547	0.2547	0.2421	0.1885	0.3600	0.2308	0.1827	0.1484	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
2008	0.3866	0.2163	0.2547	0.2547	0.2421	0.1885	0.3701	0.2308	0.1827	0.1484	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
2007	0.4220	0.2400	0.2850	0.2850	0.2680	0.2050	0.4000	0.2650	0.1950	0.1600	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
2006	0.4220	0.2400	0.2850	0.2850	0.2680	0.2350	0.4000	0.2650	0.1950	0.1600	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
2005	0.4220	0.2400	0.2850	0.2850	0.2680	0.2350	0.4000	0.2650	0.1950	0.1600	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
2004	0.4220	0.2400	0.2850	0.2850	0.2680	0.2350	0.4000	0.2650	0.1950	0.1600	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
2003	0.4220	0.2400	0.2850	0.2850	0.2680	0.2350	0.4000	0.2650	0.1950	0.1600	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
2002	0.4220	0.2400	0.2850	0.2850	0.2680	0.2350	0.4000	0.2950	0.1950	0.1600	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
2001	0.4220	0.2400	0.2850	0.2850	0.2680	0.2350	0.4000	0.2980	0.1950	0.1600	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	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.  
(2) In fiscal year 2009, the Governing Board approved the merger of the Hillsborough River Basin and the Northwest Hillsborough Basin, effective January 1, 2009. The newly merged basin is known as the Hillsborough River Basin. The Governing Board recommended the newly merged Basin Board adopt the lower of the two fiscal year 2009 millage rates for fiscal year 2010, which was the Northwest Hillsborough Basin's millage rate of 0.2421.

Sources: District records - Finance Department, Budget Section, annual service budget reports.

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

County	Fiscal Year											
	2010		2009		2008		2007		2007			
	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	Taxable Assessed Value (Thousands)	Rank	Percent of Total Taxable Assessed Value
Hillsborough	\$ 73,415,623	1	22.76 %	\$ 83,938,831	1	23.01 %	\$ 88,033,093	1	22.02 %	\$ 78,793,904	1	21.64 %
Pinellas	64,799,465	2	20.09	73,364,672	2	20.11	80,171,847	2	20.03	75,661,255	2	20.78
Sarasota	46,554,773	3	14.43	53,170,778	3	14.58	62,685,251	3	15.66	59,015,113	3	16.21
Manatee	28,739,213	4	8.91	31,728,741	5	8.70	34,528,465	4	8.63	30,735,678	4	8.44
Polk	28,735,417	5	8.91	32,149,838	4	8.81	32,728,358	5	8.18	28,070,714	5	7.71
Pasco	23,045,073	6	7.14	26,767,890	6	7.34	29,729,045	6	7.43	25,750,555	6	7.07
Charlotte	15,605,343	7	4.84	18,744,589	7	5.14	23,468,464	7	5.86	24,129,411	7	6.63
Citrus	10,074,921	8	3.12	10,949,872	8	3.00	12,388,874	8	3.10	11,637,462	8	3.20
Hernando	9,488,124	9	2.94	10,387,500	9	2.85	11,357,530	9	2.84	9,901,079	9	2.72
Marion	6,615,904	10	2.05	7,681,829	10	2.11	8,364,378	10	2.09	6,132,576	10	1.68
Sumter	6,207,023	11	1.92	5,851,826	11	1.60	5,774,715	12	1.44	4,622,447	12	1.27
Highlands	4,936,207	12	1.53	5,389,134	12	1.48	5,931,995	11	1.48	5,037,731	11	1.38
Hardee	1,648,825	13	0.51	1,621,242	14	0.44	1,775,559	14	0.44	1,556,505	14	0.43
DeSoto	1,627,233	14	0.50	1,782,603	13	0.49	1,859,310	13	0.46	1,758,121	13	0.48
Levy	1,039,093	15	0.32	1,176,574	15	0.32	1,283,131	15	0.32	1,223,534	15	0.34
Lake	81,482	16	0.03	84,371	16	0.02	86,675	16	0.02	74,401	16	0.02
	\$ 322,613,719		100.00 %	\$ 364,790,290 (1)		100.00 %	\$ 400,166,690		100.00 %	\$ 364,100,486		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 voters on January 29, 2008.

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

(continued)

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

County	Fiscal Year											
	2006	2005	2004	2003	2003							
	Taxable Assessed Value (Thousands)	Percent of Total Taxable Assessed Value	Taxable Assessed Value (Thousands)	Percent of Total Taxable Assessed Value	Taxable Assessed Value (Thousands)	Percent of Total Taxable Assessed Value	Rank	Percent of Total Taxable Assessed Value	Rank	Percent of Total Taxable Assessed Value	Rank	
Hillsborough	\$ 64,750,788	22.47 %	\$ 55,903,215	22.83 %	\$ 50,779,806	23.21 %	1	23.21 %	1	\$ 46,355,925	23.57 %	1
Pinellas	62,891,556	21.84	54,946,057	22.43	49,736,379	22.73	2	22.73	2	45,522,215	23.14	2
Sarasota	46,517,977	16.15	38,833,229	15.85	34,139,702	15.60	3	15.60	3	29,864,864	15.18	3
Manatee	24,759,022	8.60	21,188,932	8.65	18,574,280	8.49	4	8.49	4	16,270,421	8.27	5
Polk	22,463,189	7.80	19,808,793	8.09	18,175,358	8.31	5	8.31	4	16,372,842	8.32	4
Pasco	19,804,374	6.88	16,171,801	6.60	13,883,583	6.34	6	6.34	6	12,262,274	6.23	6
Charlotte	15,988,917	5.55	12,924,151	5.28	10,868,251	4.97	7	4.97	7	9,397,451	4.78	7
Citrus	8,700,489	3.02	7,061,831	2.88	6,377,731	2.91	8	2.91	8	5,951,463	3.03	8
Hernando	7,646,691	2.65	6,302,986	2.57	5,600,585	2.56	9	2.56	9	5,122,539	2.60	9
Marion	4,216,131	1.46	3,412,304	1.39	3,020,526	1.38	10	1.38	10	2,738,925	1.39	10
Sumter	3,387,814	1.18	2,315,886	0.95	2,000,620	0.91	12	0.91	12	1,768,005	0.90	12
Highlands	3,510,606	1.22	2,933,630	1.20	2,690,892	1.23	11	1.23	11	2,565,606	1.30	11
Hardee	1,404,978	0.49	1,395,591	0.57	1,381,409	0.63	13	0.63	13	1,129,707	0.57	13
DeSoto	1,141,425	0.40	1,049,892	0.43	1,006,249	0.46	14	0.46	14	861,105	0.44	14
Levy	788,382	0.27	634,607	0.26	549,646	0.25	15	0.25	15	514,933	0.26	15
Lake	55,478	0.02	46,727	0.02	40,710	0.02	16	0.02	16	35,141	0.02	16
	\$ 288,027,817	100.00 %	\$ 244,929,632	100.00 %	\$ 218,825,727	100.00 %		100.00 %		\$ 196,733,416	100.00 %	

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

(continued)

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

County	Fiscal Year			
	2002		2001	
	Taxable Assessed Value (Thousands)	Percent of Total Taxable Assessed Value	Taxable Assessed Value (Thousands)	Percent of Total Taxable Assessed Value
	Rank		Rank	
Hillsborough	\$ 42,891,980	23.83 %	\$ 37,682,681	23.16 %
Pinellas	42,412,684	23.56	39,016,511	23.98
Sarasota	26,353,337	14.64	23,783,754	14.62
Manatee	14,359,883	7.98	12,789,046	7.86
Polk	15,470,541	8.60	14,449,672	8.88
Pasco	11,002,948	6.11	9,875,275	6.07
Charlotte	8,386,851	4.66	7,595,307	4.67
Citrus	5,585,926	3.10	5,186,796	3.19
Hernando	4,734,177	2.63	4,303,862	2.65
Marion	2,501,256	1.39	2,283,066	1.40
Sumter	1,507,384	0.84	1,225,326	0.75
Highlands	2,477,528	1.38	2,385,637	1.47
Hardee	934,389	0.52	876,412	0.54
DeSoto	860,589	0.48	769,163	0.47
Levy	472,651	0.26	440,253	0.27
Lake	32,358	0.02	29,283	0.02
	\$ 179,984,482	100.00 %	\$ 162,692,044	100.00 %

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

**Southwest Florida Water Management District**  
**Ratios of Outstanding Debt**  
**For the Last Three 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							
2010	\$871,253		\$871,253	\$483,743,549,600	0.0002 %	4,697,424	\$0.19	
2009	1,543,074		1,543,074	567,759,516,242	0.0003	4,631,583	0.33	
2008	1,308,866		1,308,866	609,061,819,029	0.0002	4,607,397	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 44).

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

Sources: Population figures historical (2008-2009) and projection (2010) were obtained from Woods & Poole Economics, 2011 Florida State Profile: State and County Projections to 2040. District portional populations were obtained by GIS Associates, Inc., Estimates of 2005 Census Populations and Geographic Boundaries of the SWFWMD, 2008.

**Southwest Florida Water Management District  
Demographic Statistics – Population by District, Basin and County  
September 30, 2010  
(unaudited)**

County	County Total	Within District Population	Southwest Florida Water Management District by Basin								
			Green Swamp	Alafia River	Hillsborough River	Coastal Rivers	Pinellas-Anclote River	Withlacoochee River	Peace River	Manasota	
Charlotte *	159,965	159,645	N/A	N/A	N/A	N/A	N/A	N/A	N/A	159,645	N/A
Citrus	142,916	142,916	N/A	N/A	N/A	54,737	N/A	N/A	88,179	N/A	N/A
DeSoto	35,945	35,945	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	35,945
Hardee	29,785	29,785	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	29,785
Hernando	175,810	175,810	N/A	N/A	N/A	149,263	N/A	N/A	26,547	N/A	N/A
Highlands*	100,936	91,953	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	91,953
Hillsborough	1,211,788	1,211,788	N/A	305,371	906,417	N/A	N/A	N/A	N/A	N/A	N/A
Lake*	320,307	961	961	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Levy*	39,817	23,014	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Manatee	324,777	324,777	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	324,777
Marion*	335,692	99,365	N/A	N/A	N/A	N/A	N/A	N/A	99,365	N/A	N/A
Pasco	483,206	483,206	2,416	N/A	144,479	223,241	82,628	N/A	30,442	N/A	N/A
Pinellas	912,391	912,391	N/A	N/A	N/A	N/A	912,391	N/A	N/A	N/A	N/A
Polk*	591,632	553,768	61,530	62,713	75,729	N/A	N/A	N/A	N/A	353,796	N/A
Sarasota	372,284	372,284	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	372,284
Sumter	79,816	79,816	N/A	N/A	N/A	N/A	N/A	N/A	79,816	N/A	N/A
<b>Total</b>	<b>5,317,067</b>	<b>4,697,424</b>	<b>64,907</b>	<b>368,084</b>	<b>1,126,625</b>	<b>427,241</b>	<b>995,019</b>	<b>347,363</b>	<b>671,124</b>	<b>697,061</b>	

\* Data is for portion of the county located within District boundaries.  
Permanent Population = Year-round residents only.

Sources: Fiscal year 2010 County Total population figures are projections obtained from Woods and Poole Economics 2011 Florida State Profile: State and County Projections to 2040  
Basin and County portional populations were obtained by GIS Associates, Inc. Estimates of 2005 Census Populations and Geographic Boundaries of 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
2010	159,645 3.40%	142,916 3.04%	35,945 0.77%	29,785 0.63%	175,810 3.74%	91,953 1.96%	1,211,788 25.80%	961 0.02%
2009	156,638 3.38%	140,357 3.03%	35,297 0.76%	29,415 0.64%	171,233 3.70%	89,919 1.94%	1,195,317 25.81%	936 0.02%
2008	157,421 3.42%	140,865 3.06%	35,036 0.76%	29,135 0.63%	171,447 3.72%	90,220 1.96%	1,180,118 25.61%	924 0.02%
2007	156,921 3.43%	139,838 3.06%	35,096 0.77%	28,832 0.63%	168,982 3.70%	89,744 1.96%	1,169,910 25.58%	907 0.02%
2006	154,575 3.43%	136,796 3.03%	34,764 0.77%	28,192 0.62%	163,551 3.63%	88,608 1.96%	1,158,212 25.68%	874 0.02%
2005	153,100 3.46%	132,947 3.01%	34,258 0.77%	27,846 0.63%	156,478 3.54%	86,704 1.96%	1,132,025 25.60%	827 0.02%
2004	155,968 3.62%	129,208 2.99%	34,240 0.79%	27,657 0.64%	149,114 3.46%	84,497 1.96%	1,099,688 25.49%	782 0.02%
2003	151,834 3.60%	125,757 2.98%	33,531 0.80%	27,416 0.65%	142,368 3.38%	82,628 1.96%	1,071,415 25.43%	738 0.02%
2002	149,174 3.60%	123,243 2.98%	32,662 0.79%	27,284 0.66%	137,681 3.32%	81,828 1.98%	1,050,928 25.37%	704 0.02%
2001	145,716 3.58%	121,081 2.98%	32,603 0.80%	26,679 0.66%	134,090 3.30%	80,586 1.98%	1,026,319 25.23%	672 0.02%

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

Sources: Historical (2001-2008) and projected (2009-2010) population data was updated from Woods & Poole Economics, 2011 Florida State Profile: State and County Projections to 2040. Basin and County portional populations were obtained by GIS Associates, Inc., Estimates of 2005 Census Populations and Geographic Boundaries of the SWFWMD, 2008.

(continued)

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

(unaudited)  
(continued)

<b>Fiscal Year</b>	<b>Levy * County</b>	<b>Manatee County</b>	<b>Marion * County</b>	<b>Pasco County</b>	<b>Pinellas County</b>	<b>Polk * County</b>	<b>Sarasota County</b>	<b>Sumter County</b>	<b>Total</b>
2010	23,014 0.49%	324,777 6.91%	99,365 2.12%	483,206 10.29%	912,391 19.41%	553,768 11.79%	372,284 7.93%	79,816 1.70%	4,697,424 100.00%
2009	22,627 0.49%	318,361 6.87%	97,250 2.10%	471,709 10.18%	909,013 19.63%	546,065 11.79%	369,765 7.98%	77,681 1.68%	4,631,583 100.00%
2008	22,657 0.49%	316,059 6.86%	96,843 2.10%	468,384 10.17%	910,058 19.75%	543,144 11.79%	369,867 8.03%	75,219 1.63%	4,607,397 100.00%
2007	22,444 0.49%	314,027 6.87%	95,617 2.09%	459,566 10.05%	912,764 19.95%	536,780 11.74%	368,841 8.07%	72,711 1.59%	4,572,980 100.00%
2006	22,103 0.49%	311,553 6.91%	92,933 2.06%	444,325 9.85%	918,551 20.36%	521,798 11.57%	365,613 8.10%	68,577 1.52%	4,511,025 100.00%
2005	21,592 0.49%	305,054 6.90%	89,307 2.02%	425,683 9.63%	924,628 20.93%	504,165 11.40%	363,146 8.21%	63,405 1.43%	4,421,165 100.00%
2004	21,229 0.49%	294,894 6.84%	85,786 1.99%	404,697 9.38%	924,605 21.43%	487,683 11.30%	354,095 8.21%	60,069 1.39%	4,314,212 100.00%
2003	20,777 0.49%	286,175 6.79%	82,630 1.96%	385,513 9.15%	923,484 21.91%	475,598 11.29%	345,161 8.19%	58,797 1.40%	4,213,822 100.00%
2002	20,569 0.50%	279,448 6.75%	80,293 1.94%	371,409 8.97%	923,557 22.29%	466,529 11.26%	338,940 8.18%	57,482 1.39%	4,141,731 100.00%
2001	20,188 0.50%	272,034 6.69%	78,260 1.92%	358,627 8.82%	923,153 22.68%	459,944 11.31%	332,874 8.18%	54,709 1.35%	4,067,535 100.00%

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

Sources: Historical (2001-2008) and projected (2009-2010) population data was updated from Woods & Poole Economics, "2011 Florida State Profile: State and County Projections to 2040." Basin and County portional populations were obtained by GIS Associates, Inc., "Estimates of 2005 Census Populations and Geographic Boundaries of the SWFWMD, 2008."



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

<b>Fiscal Year</b>	<b>Population (1)</b>	<b>Increase</b>	<b>Percent Increase</b>
2010	4,697,424	65,841	1.42 %
2009	4,631,583	24,186	0.52
2008	4,607,397	34,417	0.75
2007	4,572,980	61,955	1.37
2006	4,511,025	89,860	2.03
2005	4,421,165	106,953	2.48
2004	4,314,212	100,390	2.38
2003	4,213,822	72,091	1.74
2002	4,141,731	74,196	1.82
2001	4,067,535		

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

Sources: Historical (2001-2008) and projected (2009-2010) population data was updated from Woods & Poole Economics, 2011 Florida State Profile: State and County Projections to 2040. Basin and County portional populations were obtained by GIS Associates, Inc., Estimates of 2005 Census Populations and Geographic Boundaries of the SWFWMD, 2008.

**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
2010	\$ 4,913.66	\$ 30,717	12.9 %	\$ 3,871.61	\$ 27,090	13.7 %
2009	4,979.65	31,727	11.8	3,858.99	27,494	12.3
2008	5,110.86	32,401	8.0	3,896.77	27,663	8.0
2007	5,273.94	33,542	5.0	3,962.55	28,337	4.9
2006	5,192.25	33,523	3.3	3,892.12	28,452	3.8
2005	4,894.22	31,903	3.9	3,679.15	27,674	4.2
2004	4,719.72	30,200	5.2	3,446.70	26,676	5.4
2003	4,272.86	28,085	5.4	3,272.64	26,024	6.2
2002	4,224.79	28,265	5.6	3,186.17	25,853	6.6
2001	4,211.68	28,846	4.4	3,084.05	25,471	5.7

All data is based on county-wide data and income figures are presented in 2005 dollars.

Sources: Unemployment data was obtained from Bureau of Labor Statistics, U.S. Department of Labor, 2010. Unemployment data for fiscal year 2010 is an 11 month average. Personal and Per Capita Income historical (2001-2008) and projected (2009-2010) were obtained from Woods and Poole Economics, 2011 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
2010	\$ 705.19	\$ 19,619	11.6 %	\$ 577.78	\$ 19,398	12.8 %
2009	693.83	19,657	10.1	570.31	19,388	11.0
2008	687.16	19,613	6.6	580.31	19,918	6.6
2007	703.26	20,038	4.8	575.98	19,977	4.4
2006	728.43	20,954	3.6	588.67	20,881	3.9
2005	687.56	20,070	4.5	592.42	21,275	4.7
2004	647.03	18,897	5.6	558.50	20,194	6.0
2003	600.76	17,917	5.7	533.13	19,446	6.6
2002	601.98	18,430	6.1	532.52	19,517	7.2
2001	612.53	18,788	4.9	540.00	20,241	6.9

All data is based on county-wide data and income figures are presented in 2005 dollars.

Sources: Unemployment data was obtained from Bureau of Labor Statistics, U.S. Department of Labor, 2010. Unemployment data for fiscal year 2010 is an 11 month average. Personal and Per Capita Income historical (2001-2008) and projected (2009-2010) were obtained from Woods and Poole Economics, 2011 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
2010	\$ 4,576.81	\$ 26,033	14.8 %	\$ 2,478.46	\$ 24,555	12.4 %
2009	4,552.43	26,586	13.2	2,451.46	24,837	11.1
2008	4,582.22	26,727	8.5	2,479.35	25,035	7.1
2007	4,603.26	27,241	5.7	2,520.12	25,582	4.7
2006	4,514.16	27,601	4.4	2,501.51	25,718	3.7
2005	4,230.48	27,036	4.8	2,359.23	24,789	4.2
2004	4,013.94	26,919	5.6	2,267.82	24,450	5.1
2003	3,815.92	26,803	6.3	2,189.78	24,143	5.6
2002	3,688.90	26,793	6.8	2,167.25	24,128	6.1
2001	3,547.85	26,459	5.2	2,081.40	23,529	5.1

All data is based on county-wide data and income figures are presented in 2005 dollars.

Sources: Unemployment data was obtained from Bureau of Labor Statistics, U.S. Department of Labor, 2010. Unemployment data for fiscal year 2010 is an 11 month average. Personal and Per Capita Income historical (2001-2008) and projected (2009-2010) were obtained from Woods and Poole Economics, 2011 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
2010	\$ 39,249.03	\$ 32,389	12.2 %	\$ 8,655.84	\$ 27,024	12.4 %
2009	39,796.18	33,293	10.7	8,714.38	27,920	11.1
2008	40,878.56	34,639	6.3	8,900.65	28,902	6.3
2007	41,699.78	35,644	4.0	8,956.84	29,642	4.0
2006	41,534.03	35,860	3.3	8,690.50	29,830	3.3
2005	39,260.12	34,681	3.7	8,108.74	29,427	3.7
2004	37,278.88	33,900	4.3	7,728.06	29,629	4.4
2003	35,350.83	32,995	5.1	7,123.53	28,956	5.2
2002	33,905.30	32,262	5.4	6,748.37	28,758	5.7
2001	33,085.94	32,237	4.2	6,530.17	29,143	4.4

All data is based on county-wide data and income figures are presented in 2005 dollars.

Sources: Unemployment data was obtained from Bureau of Labor Statistics, U.S. Department of Labor, 2010. Unemployment data for fiscal year 2010 is an 11 month average. Personal and Per Capita Income historical (2001-2008) and projected (2009-2010) were obtained from Woods and Poole Economics, 2011 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	Levy County			Manatee County		
	Personal Income (Millions)	Per Capita Income	Unemployment Rate	Personal Income (Millions)	Per Capita Income	Unemployment Rate
2010	\$ 920.15	\$ 23,109	13.3 %	\$ 11,077.28	\$ 34,107	12.4 %
2009	913.55	23,336	11.7	11,248.72	35,333	11.5
2008	922.36	23,530	7.0	11,694.43	37,001	6.8
2007	925.56	23,836	4.1	12,144.14	38,672	4.0
2006	931.34	24,355	3.5	12,221.07	39,226	3.0
2005	901.07	24,121	3.7	11,620.65	38,094	3.4
2004	845.73	23,026	4.6	10,824.93	36,708	4.1
2003	786.20	21,872	5.3	9,997.60	34,935	4.7
2002	759.80	21,351	5.8	9,871.44	35,325	5.0
2001	770.47	22,059	5.1	9,534.31	35,048	4.0

All data is based on county-wide data and income figures are presented in 2005 dollars.

Sources: Unemployment data was obtained from Bureau of Labor Statistics, U.S. Department of Labor, 2010. Unemployment data for fiscal year 2010 is an 11 month average. Personal and Per Capita Income historical (2001-2008) and projected (2009-2010) were obtained from Woods and Poole Economics, [2011 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	Marion County			Pasco County		
	Personal Income (Millions)	Per Capita Income	Unemployment Rate	Personal Income (Millions)	Per Capita Income	Unemployment Rate
2010	\$ 9,032.12	\$ 26,906	14.4 %	\$ 12,328.27	\$ 25,513	13.4 %
2009	9,123.75	27,770	12.9	12,327.40	26,133	11.9
2008	9,367.09	28,630	7.8	12,502.98	26,694	7.4
2007	9,436.02	29,211	4.5	12,463.27	27,120	4.8
2006	9,360.36	29,813	3.4	12,080.40	27,188	3.8
2005	8,610.62	28,539	3.7	11,285.87	26,512	4.3
2004	7,927.16	27,352	4.6	10,656.65	26,332	5.0
2003	7,331.09	26,262	5.4	10,096.91	26,191	5.6
2002	6,961.70	25,664	5.9	9,602.12	25,853	5.9
2001	6,875.32	26,004	5.0	9,201.64	25,658	4.6

All data is based on county-wide data and income figures are presented in 2005 dollars.

Sources: Unemployment data was obtained from Bureau of Labor Statistics, U.S. Department of Labor, 2010. Unemployment data for fiscal year 2010 is an 11 month average. Personal and Per Capita Income historical (2001-2008) and projected (2009-2010) were obtained from Woods and Poole Economics, [2011 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
2010	\$ 34,331.99	\$ 37,629	12.0 %	\$ 16,916.91	\$ 28,594	12.9 %
2009	34,873.95	38,365	10.8	17,039.69	29,207	11.4
2008	35,934.95	39,486	6.3	17,330.66	29,866	6.7
2007	37,110.45	40,657	4.0	17,603.44	30,696	4.4
2006	37,707.04	41,051	3.3	17,197.23	30,848	3.6
2005	36,617.05	39,602	3.8	16,330.06	30,317	4.0
2004	35,451.90	38,343	4.4	15,198.01	29,169	4.9
2003	34,080.76	36,905	5.3	14,100.08	27,750	5.5
2002	33,792.80	36,590	5.6	13,576.15	27,238	5.8
2001	32,958.21	35,702	4.3	13,414.75	27,299	5.0

All data is based on county-wide data and income figures are presented in 2005 dollars.

Sources: Unemployment data was obtained from Bureau of Labor Statistics, U.S. Department of Labor, 2010. Unemployment data for fiscal year 2010 is an 11 month average. Personal and Per Capita Income historical (2001-2008) and projected (2009-2010) were obtained from Woods and Poole Economics, [2011 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
2010	\$ 17,377.86	\$ 46,679	12.3 %	\$ 2,025.34	\$ 25,375	9.9 %
2009	17,929.87	48,490	11.2	1,960.34	25,236	9.1
2008	18,942.83	51,215	7.0	1,896.92	25,219	5.6
2007	19,694.99	53,397	4.4	1,878.86	25,840	3.4
2006	19,451.01	53,201	3.1	1,755.95	25,605	2.8
2005	18,169.55	50,034	3.4	1,538.02	24,257	3.3
2004	17,360.03	49,026	4.0	1,362.80	22,687	4.5
2003	15,683.26	45,438	4.6	1,231.42	20,944	5.2
2002	15,423.68	45,506	4.8	1,128.10	19,625	5.8
2001	14,850.33	44,612	3.9	1,053.01	19,247	5.4

All data is based on county-wide data and income figures are presented in 2005 dollars.

Sources: Unemployment data was obtained from Bureau of Labor Statistics, U.S. Department of Labor, 2010. Unemployment data for fiscal year 2010 is an 11 month average. Personal and Per Capita Income historical (2001-2008) and projected (2009-2010) were obtained from Woods and Poole Economics, 2011 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**  
**For the Last Three Fiscal Years**  
(unaudited)

Employer	Fiscal Year											
	2010					2009					2008	
	County	Number of Employees	Rank	Percent of Total Workforce	County	Number of Employees	Rank	Percent of Total Workforce	County	Number of Employees	Rank	Percent of Total Workforce
Publix Super Markets	Polk	9,300	1	0.38 %	Polk	9,500	2	0.39 %	Polk	9,500	2	0.39 %
Tampa International Airport	Hillsborough	7,500	2	0.31	Hillsborough	7,760	3	0.32	Hillsborough	7,760	3	0.32
Tampa General Hospital	Hillsborough	6,000	3	0.25	-	-	-	-	-	-	-	-
Publix Super Markets	Hillsborough	5,825	4	0.24	Hillsborough	4,630	7	0.19	Hillsborough	4,630	7	0.19
WalMart	Polk	5,100	5	0.21	Polk	5,100	6	0.21	Polk	5,100	6	0.21
JPMorgan Chase	Hillsborough	4,688	6	0.19	Hillsborough	5,237	5	0.21	Hillsborough	5,237	5	0.21
Lakeland Regional Medical Center	Polk	4,600	7	0.19	Polk	4,600	8	0.19	Polk	4,600	8	0.19
Busch Gardens	Hillsborough	3,750	8	0.15	-	-	-	-	-	-	-	-
Nielsen Media Research	Pinellas	3,650	9	0.15	-	-	-	-	-	-	-	-
St. Joseph's Hospital	Hillsborough	3,501	10	0.14	Hillsborough	5,242	4	0.21	Hillsborough	5,242	4	0.21
Verizon Communications (1)	-	-	-	-	Hillsborough	14,000	1	0.57	Hillsborough	14,000	1	0.57
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
<b>Total</b>		<u>53,914</u>		<u>2.21 %</u>		<u>63,823</u>		<u>2.60 %</u>		<u>63,823</u>		<u>2.60 %</u>
District 16-County Total Workforce		2,434,283				2,450,452				2,450,452		

Number of employees are tallied within each individual county, not Districtwide. 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.

(1) Verizon Communications data was not able to be confirmed and therefore omitted from fiscal year 2010.

Sources: All counties except Hillsborough County - [E Enterprise County Profiles, 2010 Enterprise Florida, http://www.eflorida.com](http://www.eflorida.com). Hillsborough County - Tampa Hillsborough Economic Development Corporation for Hillsborough County, October 1, 2010.

**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)	
	FTE's	%	FTE's	%	FTE's	%	FTE's	%	FTE's	%	FTE's	%	FTE's	%
2010	162	22.01%	51	6.93%	103	14.00%	195	26.49%	22	2.99%	203	27.58%	736	100.00%
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%

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

Source: District records - Finance Department, Budget Section, August 1, 2010 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	Permit Applications	Resource Permit Applications	Construction Permit Applications	Permit Applications	Permit Applications	
2010	1,055 14.37%	1,883 25.65%	4,403 59.98%	7,341 100.00%			
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%			

(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.

Sources: Fiscal Years 2001-2008 data obtained from the District Regulatory Database, Performance Management Office.  
Fiscal Years 2009-2010 data obtained from the District Water Management Information System, Performance Management Office.

**Southwest Florida Water Management District**  
**Estimated Total Water Use by County**  
(million gallons per day)  
**September 30, 2010**  
(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 *	12.533	0.033	0.101	6.934	1.574	3.908	25.083	14.907	33.056
Citrus	2.357	2.045	0.030	14.253	10.801	3.521	33.007	13.426	32.180
DeSoto	72.960	0.465	0.015	32.664	1.494	1.048	108.646	1.309	77.291
Hardee	51.762	0.296	7.073	2.275	0.871	0.184	62.461	1.578	61.764
Hernando	2.797	3.790	3.007	19.863	3.173	6.077	38.707	20.487	39.331
Highlands *	45.698	0.071	0.000	6.756	1.745	2.226	56.496	8.550	58.290
Hillsborough	64.407	10.863	0.317	258.470 (4)	0.079	13.302	347.438	129.900	218.868
Lake *	1.746	0.000	0.000	0.000	0.000	0.000	1.746	0.000	1.746
Levy *	8.622	0.005	0.000	0.752	1.516	0.277	11.172	0.686	11.106
Manatee	73.353	8.236	4.977	39.282	0.000	12.145	137.993	37.821	136.532
Marion *	5.165	0.095	0.000	10.608	6.310	3.637	25.815	10.167	25.374
Pasco	14.672	1.441	0.011	19.120	9.442	4.543	49.229	41.458	71.567
Pinellas	0.206	0.057	0.000	9.578	0.542	5.444	15.827	93.488	99.737
Polk *	105.841	32.463	15.974	68.084	8.790	10.114	241.266	69.524	242.706
Sarasota	5.759	0.048	0.012	25.477	8.771	10.985	51.052	29.849	55.424
Sumter	9.716	0.562	0.064	15.666	9.565	2.835	38.408	17.903	40.645
	<u>477.594</u>	<u>60.470</u>	<u>31.581</u>	<u>529.782</u>	<u>64.673</u>	<u>80.246</u>	<u>1,244.346</u>	<u>491.053</u>	<u>1,205.617</u>

Data collection is based on calendar year 2009.

\* Data is for portion of the county located within the District 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 (Total 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 sum of "Total (Withdrawal)" minus "Public Supply (Withdrawal)" plus "Public Supply (Use)."

(4) Portion of the increased water use was due to the filling of a regional surface water reservoir. Represents consumptive use of publicly supplied water in the county.

Source: District records - Table 9 - 2009 Estimated Water Use Report Draft, February 2011.



**Southwest Florida Water Management District**  
**Schedule of Insurance in Force**  
**September 30, 2010**  
(unaudited)

Policy Expiration Date	Types Of Coverage	Company	Policy Number	Annual Premium	Limits Of Coverage	Deductible
10/01/10	<b>Property</b> \$113,878,131 values including Buildings / Bodily Injury and Property Damage Liability (BPP)/ Workers' Compensation and Similar Laws (WCS)	Arch Specialty Landmark American Max Specialty Steadfast	ESP0023318-02 LHD364326 MAX3XP0011151 XPP9472278	\$ 193,540 56,580 44,688 48,644	\$5,000,000 \$5,000,000 (excess of \$5,000,000) \$10,000,000 (per occurrence excess of \$10,000,000) \$30,000,000 (per occurrence excess of \$20,000,000) \$50,000,000 (total coverage) (45,000 wind; \$40,000 flood) Replacement Cost Extra Expense \$475,000 (5,000,000 - valuable papers)	\$5,000 per occurrence Flood - \$100,000 5% Named Storm minimum \$100,000 \$50,000 wind
10/01/10	<b>Inland Marine</b>	Chubb Insurance	7958-01-66 DAW	80,800		
	Watercraft			incl.	Physical Damage: \$350,000	\$2,500
	Contractor's Equipment			incl.	\$5,594,159 (Scheduled Equipment)	\$2,500
	Electronic Data Processing			incl.	\$12,020,632 Extra Expense - \$500,000	\$2,500 all losses
10/01/10	<b>Boiler &amp; Machinery</b>	Continental Casualty	2097356570	7,800	\$10,000,000	\$2,500
09/29/11	<b>Flood</b>	Philadelphia Indemnity Philadelphia Indemnity	00200023402009 00200023412009	1,467 1,467	\$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
01/20/11	<b>Flood</b>	Philadelphia Indemnity	87022353602010	6,276	\$500,000 Bldg / \$300,000 Contents - Sarasota	\$50,000 Bldg / \$50,000 Contents
10/01/10	<b>Liability Coverage</b> General Liability Law Enforcement Liability Auto Liability and Physical Damage on 243 Vehicles Public Officials Errors and Omissions/Employment Practices (Retroactive date 10/01/93)	Preferred Governmental Insurance Trust (PGIT)	PK FL1 0274501 09-07	331,632 incl. incl. incl.	\$1,000,000 per claim / \$3,000,000 Aggregate \$1,000,000 per claim / \$1,000,000 Aggregate \$1,000,000 per occurrence / \$1,000,000 Aggregate \$1,000,000 per claim / \$1,000,000 Aggregate	First Dollar \$2,500 First Dollar / \$1,000 Comprehensive and Collision \$25,000 per claim
	<b>Service Fee</b>	Wachovia Insurance Services		65,840		
08/26/11	<b>Petroleum Liability</b>	Commerce & Industry	FLP7511732	890	\$1,000,000 Occurrence / \$2,000,000 Aggregate	\$500 Third Party \$300,000 Corrective Action
10/01/10	<b>Crime</b>	Great American	GVT 554-41-69-04	3,020	\$1,000,000	\$10,000
			<b>Subtotal</b>	<b>\$ 842,644</b>		
10/01/10	<b>Self-Funded Workers' Compensation</b>			\$ 201,208	Actual Workers' Compensation Claim Costs Medical / Indemnity / Expenses / Settlements	
10/01/11	<b>Excess Insurance</b>	Midwest Employers	EWC005056	74,596	Statutory limits (2-year rate guarantee plan)	\$500,000 SIR (Self-Insured Retention)
09/30/10	<b>Service Fee for Third Party Administrator</b>	Johns Eastern	03CONC00030	23,450	Third Party Administrative Fee	
09/30/10	<b>State Assessment</b>	Department of Insurance		24,700	Self-Insurer Assessment	
09/30/10	<b>Workers' Compensation Actuarial</b>	Milliman		not to exceed 15,000		
			<b>Subtotal</b>	<b>\$ 338,954</b>		
			<b>Total</b>	<b>\$ 1,181,598</b>		

**Southwest Florida Water Management District**  
**Miscellaneous Statistical Data**  
**September 30, 2010**  
(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	242,706	20.13 %	1,211,788	25.80 %
Hillsborough County	218,868	18.15	912,391	19.41
Manatee County	136,532	11.32	553,768	11.79
Pinellas County	99,737	8.27	483,206	10.29
DeSoto County	77,291	6.41	372,284	7.93
	<u>775,134</u>	<u>64.29 %</u>	<u>3,533,437</u>	<u>75.22 %</u>
Total District	1,205,617		4,697,424	

**Population Projections**

Year	General Fund	Alafia River Basin		Hillsborough River Basin		Coastal Rivers Basin		Pinellas-Anclote River Basin		Withlacoochee River Basin		Peace River Basin		Manasota Basin		Total District
2015	69,663	393,564	1,211,771	478,477	1,022,838	385,759	726,653	742,516	5,031,241							
2020	74,543	419,729	1,298,996	530,478	1,052,522	424,700	783,421	789,378	5,373,767							
2025	79,505	446,326	1,387,551	583,019	1,083,269	464,015	840,997	837,135	5,721,817							
2030	84,487	473,027	1,476,428	635,712	1,114,211	503,395	898,776	885,149	6,071,185							
2035	89,476	499,747	1,565,367	688,448	1,145,145	542,767	956,601	933,248	6,420,799							

**OTHER MISCELLANEOUS STATISTICS**

Date of Incorporation	July 1, 1961
District Headquarters	Brooksville, Florida - Hernando County
Satellite Offices	Bartow, Sarasota, Tampa
Area	9,822 square miles
Maximum Tax Levy-General Fund (Districtwide)	\$0.50 per \$1,000 of assessed taxable property value
Water Use Permits (Applications Received / Permits Issued)	1,055 / 973
Environmental Resource Permits (Applications Received / Permits Issued)	1,883 / 1,803
Well Construction Permits (Applications Received / Permits Issued)	4,403 / 4,400
Historical Average Rainfall / Fiscal Year 2010	52.8 inches per year / 53.16 inches
Elevation Range	0-300 feet above mean sea level





# Single Audit



KPMG LLP  
Suite 1700  
100 North Tampa Street  
Tampa, FL 33602-5145

**Report on Internal Control Over Financial Reporting and on  
Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance With *Government Auditing Standards***

The Members of the Governing Board  
Southwest Florida Water Management District:

We have audited the financial statements of the governmental activities and each major fund of the Southwest Florida Water Management District (the District), a component unit of the State of Florida, as of and for the year ended September 30, 2010, which collectively comprise the District's basic financial statements and have issued our report thereon dated March 16, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control over Financial Reporting**

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A deficiency in internal control over financial reporting exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control over financial reporting, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The



results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the District in a separate letter dated March 16, 2011.

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 16, 2011  
Certified Public Accountants



KPMG LLP  
Suite 1700  
100 North Tampa Street  
Tampa, FL 33602-5145

**Report on Compliance With Requirements Applicable to Each  
Major Program and on Internal Control Over Compliance in Accordance with  
OMB Circular A-133 and Chapter 10.550 Rules of the Auditor General**

The Members of the Governing Board  
Southwest Florida Water Management District:

**Compliance**

We have audited the compliance of the Southwest Florida Water Management District (the District), a component unit of the State of Florida, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement*, and the requirements described in the Executive Office of the Governor's *State Projects Compliance Supplement* that are applicable to each of its major federal programs and state projects for the year ended September 30, 2010. The District's major federal programs and state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs and state projects is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and Chapter 10.550, *Rules of the Auditor General*. Those standards, OMB Circular A-133, and Chapter 10.550 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program or state project occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs and state projects for the year ended September 30, 2010.

**Internal Control Over Compliance**

The management of the District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs and state projects. In planning and performing our audit, we considered the District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program or state project in order to determine our auditing procedures for the purpose of expressing



our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and Chapter 10.550, 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 District's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or state project on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis.

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 District's internal control over compliance that might be deficiencies, 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 16, 2011  
Certified Public Accountants

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
Schedule of Expenditures of Federal Awards and State Financial Assistance  
Year ended September 30, 2010

<u>Federal/State Agency/Pass Through Entity</u>	CFDA, CSFA Number	Grant ID#	Expenditures
<b><u>FEDERAL AWARDS</u></b>			
<b><u>U.S. Environmental Protection Agency</u></b>			
Passed through Florida Department of Environmental Protection:			
Non Point Source Implementation Grants:			
Boca Ciega Clam Bayou Stormwater	66.460	C9-99451505-0	\$ 898,800
Sawgrass Lake Restoration Project	66.460	C9-9945-1504 & 1506	178,985
<b>Total U.S. Environmental Protection Agency</b>			<b>1,077,785</b>
<b><u>U.S. Department of Homeland Security - Federal Emergency Management Agency (FEMA)</u></b>			
Direct Program:			
FY2004 Map Modernization Management Support	97.070	EMA-2004-CA-5038	41,973
FY2005 Map Modernization Management Support	97.070	EMA-2005-CA-5231	11,425
FY2005 Map Modernization Management Support	97.070	EMA-2005-CA-5244	15,000
FY2006 Map Modernization Management Support	97.070	EMA-2006-CA-5624	50,117
FY2007 Map Modernization Management Support	97.070	EMA-2007-CA-5723	61,425
FY2008 Map Modernization Management Support	97.070	EMA-2008-CA-5863	67,869
Total Program			247,809
Direct Program:			
Cooperating Technical Partners Mapping Activity Statement Citrus & Highlands Co	97.045	EMA-2006-CA-5613	232,013
Cooperating Technical Partners Mapping Activity Statement DeSoto & Hardee Co	97.045	EMA-2005-CA-5218	267,669
Cooperating Technical Partners Mapping Activity Statement Hernando Co	97.045	EMA-2004-CA-5021	80,000
Cooperating Technical Partners Mapping Activity Statement Pasco & Sarasota Co	97.045	EMA-2003-GR-5373	151,913
Cooperating Technical Partners Mapping Activity Statement Levy & Sumter Co	97.045	EMA-2007-CA-5779	87,500
Cooperating Technical Partners Mapping Activity Statement - Districtwide	97.045	EMA-2009-CA-5938	69,000
Cooperating Technical Partners Mapping Activity Statement - Districtwide	97.045	EMA-2010-CA-5084	68,920
Total Program			957,015
Passed through Florida Department of Community Affairs:			
Hurricane Jeanne Disaster Assistance	97.036	FEMA-DR-1561-FL	166,734
Total Program			166,734
<b>Total U.S. Department of Homeland Security - FEMA</b>			<b>1,371,558</b>
<b><u>U.S. Department of Interior - Fish and Wildlife Service</u></b>			
Direct Program:			
Wildlife Cooperative Extension Agreement	15.631	401816118	25,000
Passed through Florida Fish and Wildlife Conservation Commission:			
Springs Coast Remote Sensing Pilot	15.634	FWC 09166	10,800
<b>Total U.S. Department of Interior</b>			<b>35,800</b>
<b><u>U.S. Department of Transportation</u></b>			
Passed through Florida Department of Transportation:			
Efficient Transportation Decision Making	20.205	41506422809	108,138
DOT Mitigation	20.205	SWWM1,5,7,8	39,101
<b>Total U.S. Department of Transportation</b>			<b>147,239</b>
<b>Total Expenditures of Federal Awards</b>			<b>\$ 2,632,382</b>

(Continued)

**SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT**  
Schedule of Expenditures of Federal Awards and State Financial Assistance  
Year ended September 30, 2010  
(Continued)

<u>Grantor/Pass through Agency</u>	CFDA, CSFA Number	Grant ID #	Expenditures
<b>STATE AWARDS</b>			
<b>Department of Agriculture and Consumer Services</b>			
Frost Freeze Event Drinking Water Wells	42.018	FDACS 015933	\$ 22,859
<b>Total Department of Agriculture and Consumer Services</b>			<b>22,859</b>
<b>Department of Community Affairs</b>			
Hurricane Jeanne Disaster Assistance	52600308	FEMA-DR-1561-FL	8,964
<b>Total Department of Community Affairs</b>			<b>8,964</b>
<b>Department of Environmental Protection</b>			
Florida Forever Trust Fund (FFTF) and Water Management Lands Trust Fund (WMLTF):			
Florida Forever - Land Acquisition	37.022	FFTF	28,319,894
Florida Forever - Preacquisition	37.022	FFTF	1,017,832
Florida Forever - Lake Hancock/Saddle Creek	37.022	FFTF	635,488
WMLTF - Pre-acquisition/Ancillary	37.022	WMLTF	1,266,463
WMLTF - Land Management and Use	37.022	WMLTF	6,293,407
WMLTF - Payment in Lieu of Taxes	37.022	WMLTF	73,722
WMLTF - Surface Water Improvement and Management (SWIM)	37.022	WMLTF	2,138,023
<b>Total Program</b>			<b>39,744,829</b>
Statewide Surface Water Restoration and Wastewater Projects:			
Coral Creek Habitat Restoration	37.039	W553 SWW71,81	19,262
Eagle Lake/Joe's Creek Stormwater Treatment & Wetlands Restoration	37.039	W390 SWW71	15,000
Facilitating Agricultural Resource Management Systems (FARMS)	37.039	H017 SWW31,51,61,71,81,91	327,874
Lake Carroll Stormwater	37.039	W273 SWW81	4,472
MacDill AFB Phase 3	37.039	W396 SWW71,81	10,990
Myakka River Watershed Evaluation	37.039	H048 SWW71,81,91	573,468
Palm River Restoration	37.039	W367 SWW51	49,556
Peace Creek Canal Ecosystem Trust Fund	37.039	H034 SWW71	22,540
River Tower Shoreline Restoration and Water Quality Improv Plan	37.039	W387 SWW81	3,010
Rock Pond Ecosystem Restoration	37.039	W395 SWW61,71,81,91	11,198
Ruskin Inlet Habitat Restoration	37.039	W374 SWW81	875
Shore Acres Stormwater Vaults	37.039	W271 SWW81	185,652
Terra Ceia Habitat Restoration	37.039	W348 SWW51	170,566
Tropical Hills Drainage Improvements	37.039	W280 SWW91	24,092
Upper Peace River Resource Development	37.039	H024 SWW71	87,703
Upper Peace River/Lake Hancock Level Modification	37.039	H008 SWW71,81	234,783
<b>Total Program</b>			<b>1,741,041</b>
Water Protection and Sustainability Program Trust Fund:			
West-Central Florida Water Restoration Action Plan (WRAP)	37.066	various SWW91	1,889,027
SWIM Restoration Projects	37.066	various WPSPTF	131,236
Surface Water Restoration Projects	37.066	various WPSPTF	164,508
Alternative Water Supply	37.066	various WPSPTF	2,955,645
<b>Total Program</b>			<b>5,140,416</b>
<b>Total Department of Environmental Protection</b>			<b>46,626,286</b>
<b>Department of Transportation (DOT)</b>			
DOT Mitigation	55.024	SWWM1,5,7,8	1,698,165
Maintenance and Monitoring	55.024	SWWM1,5,7,8	333,799
North Dale Mabry Hwy Stormwater Retrofit	55.024	W259 A-O888	40,503
Palm River Restoration	55.024	W367 A-OS06	29,266
<b>Total Department of Transportation</b>			<b>2,101,733</b>
<b>Total State Financial Assistance</b>			<b>48,759,842</b>
<b>Total Expenditures of Federal Awards and State Financial Assistance</b>			<b>\$ 51,392,224</b>

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, 2010

### **(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, 2010

**(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:	
	Department of Homeland Security - Cooperating Technical Partners	97.045
		<u>CSFA #</u>
	State projects:	
	Department of Environmental Protection - Water Management Districts - Land Acquisition	37.022
	Department of Environmental Protection - Water Protection and Sustainability Program	37.066
	Department of Transportation - Stormwater Retrofit	55.024
(h)	Dollar threshold used to distinguish between Type A and Type B federal programs/ state projects:	
	Federal programs	\$ 300,000
	State projects	1,462,109
(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, 2010

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

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Management Letter



KPMG LLP  
Suite 1700  
100 North Tampa Street  
Tampa, FL 33602-5145

## Management Letter

The Member of the Governing Board  
Southwest Florida Water Management District:

We have audited the financial statements of the governmental activities and each major fund of the Southwest Florida Water Management District (the District), a component unit of the State of Florida, as of and for the year ended September 30, 2010, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 16, 2011.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. We have also issued our reports dated March 16, 2011, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters, as well as our report on the District's compliance and internal control over compliance applicable to each major federal program and state project, and the related schedule of findings and questioned costs. Disclosures in those reports and schedule, if any, should be considered in conjunction with this management letter.

Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, *Rules of the Auditor General*, which govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

The *Rules of the Auditor General*, Section 10.554(1)(i)(1), require that we address in the management letter, if not already addressed in the auditors' report on internal control over financial reporting and compliance and other matters, whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no recommendations made in the preceding annual financial audit.

The *Rules of the Auditor General*, Section 10.554(1)(i)(2), require that we determine whether or not the District complied with Section 218.415, *Florida Statutes*, regarding the investment of public funds. In connection with our audit, nothing came to our attention that caused us to believe that the District was not in compliance with Section 218.415, *Florida Statutes*.

The *Rules of the Auditor General*, Section 10.554(1)(i)(3), require that we address in the management letter, if not already addressed in the auditors' report on internal control over financial reporting and on compliance and other matters, any recommendations to improve the District's financial management. In connection with our audit, we did not have any such recommendations.

The *Rules of the Auditor General*, Section 10.554(1)(i)(4), require that we address in the management letter any violations of provisions of contracts or grant agreements or abuse that have an effect on the financial statements that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.



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, 2010, 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, 2010. 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 16, 2011  
Certified Public Accountants