

BOARD MEETING PACKET

JUNE 18TH, 2020

15191 HOMESTEAD ROAD

LEHIGH ACRES, FLORIDA 33971



BRUCE C. SCOTT, CHAIRMAN
STEPHEN R. BOWEN, VICE CHAIRMAN
BRIAN F. FARRAR, SECRETARY-TREASURER
THOMAS B HART
GEORGE T. MANN, JR
ED BRANTLEY
W. MICHAEL ELLIS



LEE COUNTY MOSQUITO/HYACINTH CONTROL DISTRICTS



15191 Homestead Road
Lehigh Acres Florida 33971

6/18/2020

REGULAR MEETING

AGENDA

Call meeting to order- Chairman Scott will call the meeting to order

Pledge- Please stand for the Pledge of Allegiance

Roll Call- Chairman Scott will call each Board member by Seat

Public Comments on Agenda Items- Any Public Comments

Minutes Approval- Approval of May minutes

Lee County Health Department- Jennifer Roth, Director of Epidemiology, Lee County Health Department

Consent Agenda-

- Surplus

Old Business-

- Executive Director evaluation process

New Business-

- David Alvarez CRI presentation on annual financial statements via Zoom

Facilities Report- Aaron Lloyd, Assistant Director will provide an update on current facility projects at the Districts:

- SIT update- larval tray systems, MRR release

Director Report- Dr. David Hoel will provide an update on recent activities at the District:

- COVID-19 plan update
- Camera upgrade project
- King Air 762MC 120 gal tank
- King Air 763MC engine back
- "Fight the Bite" digital ad campaign

Financial Report- Commissioner Farrar will review the financial reports with the Board

Commissioners Comments

Adjournment

Commissioner Scott called to order the regularly scheduled meeting of the Lee County Mosquito/Hyacinth Control Districts (LCMCD/LCHCD) on May 21st, 2020 at 10:00 a.m. in the William Opp Training Center at District headquarters, 15191 Homestead Road, Lehigh Acres, Florida, 33971.

PRESENT:

Seat 1- Commissioner Ed Brantley
Seat 2- Commissioner Brian Farrar, Secretary/Treasurer
Seat 3- Commissioner Mike Ellis- Zoom
Seat 4- Commissioner Steve Bowen, Vice Chair
Seat 5- Commissioner George T. Mann, Jr.
Seat 6- Commissioner T. Hart
Seat 7- Commissioner Not Present
Legal Counsel – John Agnew

STAFF:

Executive Director- Dr. David Hoel
Assistant Executive Director- Aaron Lloyd
Chief Financial Officer- Sean O'Neill
Deputy Director, Lee County Hyacinth Control
District- Kevin Watts
Deputy Director, Public Information &
Education- Eric Jackson
HR Director- Jackie Small

Public Information Specialist- Jamie Fowler
IT Director- Keith Lowe
IT Staff- Thais
Risk Manager- Rick Pardo
Manager, Scientific Intelligence- Milton
Sterling
Executive Administrative Assistant-
Summer De La Cruz

VISITORS:

William Burke, Riverdale

PUBLIC COMMENTS:

The following citizens addressed the Board:
William Burke

MINUTES APPROVAL:

Commissioner Bowen requested Board approval for the month of April 16th, 2020 meeting minutes. Commissioner Farrar moved to approve the April 16th, 2020 meeting minutes. Commissioner Brantley seconded the motion to approve the minutes as presented. The Board unanimously approved, motion passed.

LEE COUNTY HEALTH DEPARTMENT REPORTS: Jennifer Roth, Director of Epidemiology
For the Lee County Health Department reported that Lee County had no mosquito-borne disease, but that Miami had one case on locally acquired dengue fever.

http://www.floridahealth.gov/diseases-and-conditions/mosquito-borne-diseases/_documents/2020-week-20-arbovirus-surveillance-report.pdf

CONSENT AGENDA: None

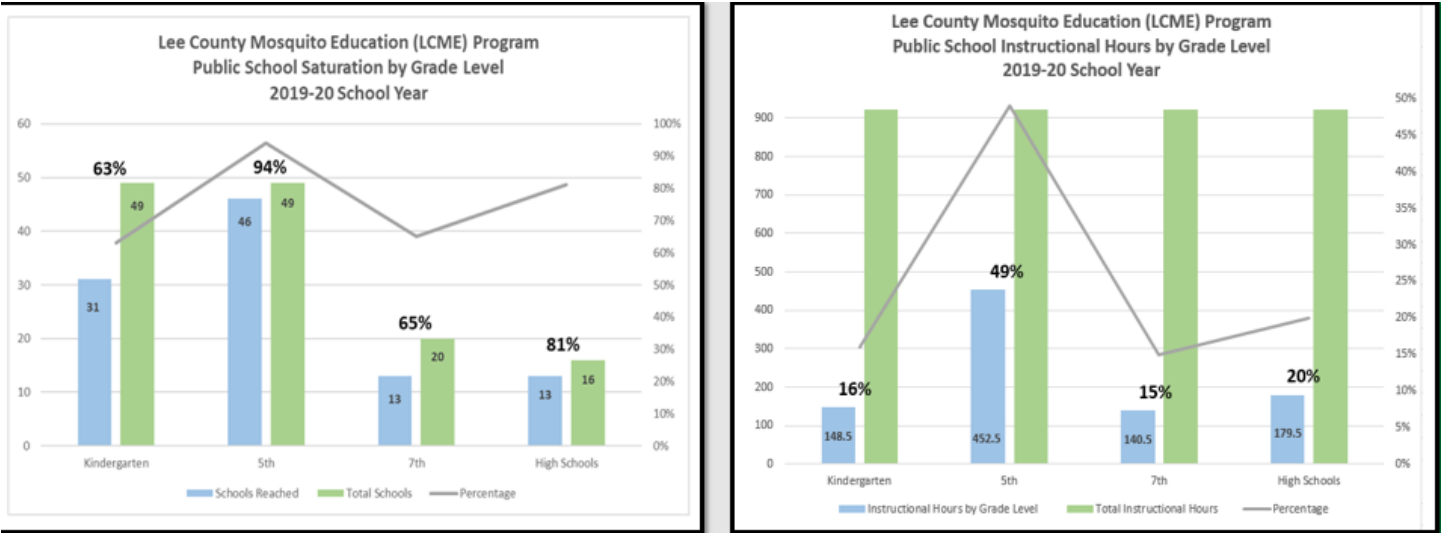
OLD BUSINESS: No old business

NEW BUSINESS:

Andrea Miller, Education Coordinator, presented to the Board the Lee County Mosquito Education Department 19-20 FY achievements and future goals for this upcoming 20-21 fiscal year:

- Lee County Mosquito Control Education Social Media links available
- Wendy Samz Education Resource Specialist updating and revamping the website with new resources
- STEM program with Lee County Schools and Lee County Mosquito Control District
- AMCA Wendy Samz education Chair
- Internships with FGCU and FSW
- Community outreach education
- Impact 700 classrooms, 120 private/public and charter schools with a total reach of 18,590 students
- Mark McCreary Education Resource Specialist has partnered with Streamable Learning to share the Lee County Mosquito Control Education Learning lesson:

<https://drive.google.com/file/d/1XxYrSNlxEAZynWWgQ16j8EMCEcsW9gUC/view>



Deputy Director, Public Information & Education- Eric Jackson briefed the Board on the Lee County School District and Lee County Mosquito Education Department funding for EOY 20-21.

Commissioner Farrar made a motion to approve providing funding for the Lee County Mosquito Education Program EOY 20-21. Commissioner Bowen seconded the motion. The Board unanimously approved, motion passed.

HR Director-Jackie Small went over the executive Director Performance review process and Executive Director’s Objectives.

Commissioner Bowen made a motion to approve Executive Director’s Objectives. Commissioner Mann seconded the motion. The Board unanimously approved, motion passed.

FACILITIES REPORT: Assistant Director Aaron Lloyd: updated the Board about the renovations of building H. Sectioned off to have Kara and her team to work out there. Building H is currently in the renovation process. Park road project had a pre-bid conference. Notice is currently on our LCMCD website:

Notice is given that the Board of Commissioners of the Lee County Mosquito Control District will receive SEALED BIDS for construction services for the PARK ROAD DRIVEWAY PROJECT. Bids will be accepted in the office of the District, 15191 Homestead Road, Lehigh Acres, Florida 33971, until 3:00 p.m. on Friday, June 12th, 2020 and will be opened at that time. Prior to submitting a proposal, BID DOCUMENTS must be obtained by calling 239-694-2174 or by download from the links below. The Board reserves the right to reject any or all proposals and to waive any and all formalities.

Renewal of Airport licenses that occur every five years. LCMCD has four renewals remaining and Mike Vigus, Lee County Mosquito Airport Manager, has worked on keeping all airport licensing current.

Our homestead house is having minor renovations. The renovations will be in-house.

DIRECTOR’S REPORT: Executive Director Dr. David Hoel

- No illness at the District
- Employees returning back to work after working from home, May 4th
- District is still in the Pandemic Plan
- Training and travel budget planning needed from commissioners next Board meeting
- Ed Foley M.S. defense and successful completion
- OPEB QRT Meeting
- 2nd Helicopter made ULV capable for island operations
- Secured three-year price freeze on Dibrom and certain larvicides
- Mark, Release, Recapture sterile male release tomorrow on Captiva Island
- Employee Handbook undergoing review for first time in five years

FISCAL REVIEW: Commissioner Farrar presented the LCMCD Treasurer’s report for April 2020. Commissioner Farrar moved to approve the Mosquito Control District financials. Commissioner Mann seconded the motion and the Board approved unanimously, motion passed.

Commissioner Farrar presented the LCHCD Treasurer’s report for April 2020. Commissioner Farrar moved to approve the Hyacinth Control District financials. Commissioner Brantley seconded the motion and the Board approved unanimously, motion passed.

COMMISSIONERS COMMENTS: Commissioner Farrar participated in a mosquito control flight in the DC-3 and complimented the staff and pilots Mike Vigus and Mark Kennedy who communicated all aspects of the aerial operation to the commissioner.

No further business, Commissioner Scott made a motion to adjourn. The meeting adjourned at 11:07 a.m.

Commissioner Bruce Scott, Chair
Term: December 2016 – November 2020

Commissioner Brian Farrar, Secretary/Treasurer
Term: November 2018 – November 2022

DISTRICT	ASSET ID	TAG #	DESCRIPTION	SERIAL #	ACQUISITION DATE	ESTIMATED MARKET VALUE	CONDITION
M	T1422	117900	TELEPHONE SYSTEM TOSHIBA	N/A	8/7/2008	\$ 5,000.00	GOOD
M	T1587	0324B0	MOTOR OUTBOARD YAMAHA 50HP	6C1L1052989	12/19/2013	\$ 3,000.00	GOOD
M	T1678	063000	COMPUTER LENOVO THINKCENTRE	MJ035228	11/19/2015	BER	BER
			(BER: Beyond Economic Repair)				

Executive Director Objectives
Due June 2021

1. Begin routine sterile male mosquito releases on Captiva Island. Mass rearing equipment has been ordered from China and is due in August. Releases will be 50,000 males per week.
2. Complete Park Road pavement extension to the south runway. City planners have now cleared the project and contractor bids have been received.
3. Complete tank and boom installation on one King Air 200 aircraft, ready to use.

**Lee County Mosquito Control District
&
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund**

For the Fiscal Year Ended September 30, 2019



CRI CARR
RIGGS &
INGRAM

CPAs and Advisors

CRIcpa.com

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
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September 30, 2019**

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REPORT

INDEPENDENT AUDITORS' REPORT

The Trustees of the Lee County Mosquito Control District
& Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Lehigh Acres, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the Lee County Mosquito Control District & Lee County Hyacinth Control District Retiree Health Insurance Trust Fund (the "Fund"), which comprise the statement of fiduciary net position as of September 30, 2019, and the related statement of changes in fiduciary net position for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Fund's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the fiduciary net position of the Fund as of September 30, 2019, and the changes in its fiduciary net position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

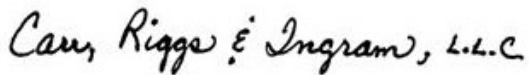
Required Supplementary Information

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require other required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Governmental Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated May 29, 2020 on our consideration of the Fund's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the Fund's internal control over financial reporting or on compliance. The 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 audits.

A handwritten signature in black ink that reads "Carr, Riggs & Ingram, L.L.C." in a cursive script.

CARR, RIGGS & INGRAM, LLC

Tampa, Florida
May 29, 2020



FINANCIAL STATEMENTS



**Lee County Mosquito Control District &
 Lee County Hyacinth Control District
 Retiree Health Insurance Trust Fund
 Statement of Fiduciary Net Position
 As of September 30, 2019**

Assets

Cash	\$ 1,155,612
Short-term investments	4,370
Long-term investments	
Fixed incomes securities	4,808,955
Domestic and international equities	3,245,761
Total assets	9,214,698

Liabilities

Due to Lee County Mosquito Control District	74,119
Due to Lee County Hyacinth Control District	4,360
Unearned revenue - prepaid retiree contributions	20,648
Accrued expenses	4,148
Total liabilities	103,275

Net position restricted for OPEB	\$ 9,111,423

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

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Statement of Changes in Fiduciary Net Position
For the Year Ended September 30, 2019**

Additions

Contributions:		
Retiree	\$	223,797
Employer		3,600,000
Total contributions		3,823,797
Investment income:		
Net appreciation in fair value of investments		215,151
Interest and dividends		218,656
Total investment income		433,807
Less: investment related expenses		(31,240)
Net investment income		402,567
Total additions to net position		4,226,364
Deductions		
Benefit payments		973,353
Administrative expense		39,827
Total deductions		1,013,180
Net increase in net position		3,213,184
Net position held in trust for OPEB benefits, beginning of year		5,898,239
Net position held in trust for OPEB benefits, end of year	\$	9,111,423

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

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Notes to Financial Statements**

NOTE 1: PLAN DESCRIPTION

Plan Administration

The purpose of the Lee County Mosquito Control District & Lee County Hyacinth Control District Retiree Health Insurance Trust Fund (the "Fund") is to pay benefits from the Fund to a health insurance provider to subsidize Eligible Retiree's health insurance premiums after retirement in accordance with the provisions of this Plan and Internal Revenue Code Section 501 (c)(9). The Fund was established on September 14, 2015 by the participating employers; Lee County Mosquito Control District (LCMCD) and Lee County Hyacinth Control District (LCHCD).

The Fund is administered by a board of five Trustees consisting of the Executive Director of the LCMCD, the Chief Financial Officer of the LCMCD, the Secretary Treasurer of the Board of Commissioners under whose authority and control the LCMCD and the LCHCD operate, an employee of the LCHCD appointed by the Executive Director of the LCHCD, and a retiree of either the LCMCD or the LCHCD appointed by the Executive Director of the LCMCD.

Plan Membership

At September 30, 2019 the funds membership consisted of the following:

Active plan members	95
Inactive plan members, covered spouses, or beneficiaries currently receiving benefits	<u>115</u>
Total	<u>210</u>

To be eligible to participate in this Plan, the employee must have been employed full-time by either of the Districts prior to July 1, 2011, or, if an elected official, have been elected to office prior to July 1, 2011; must have completed at least ten years of service with either or both of the Districts prior to entering Retirement; and after Retirement must continuously participate in the health insurance policy or supplemental health insurance policy offered by the Districts.

Benefits Provided

The Fund pays on behalf of each Eligible Retiree eligible to receive benefits seventy five percent (75%) of the premium cost for health insurance or supplemental health insurance and, if applicable, fifty percent (50%) of the premium cost for dental insurance provided by the Districts' selected insurance providers for either individual coverage for the Eligible Retiree or, if applicable, dependent coverage for the Eligible Retiree and his or her spouse and/or dependent children for participants hired prior to July 1, 2011. Participants hired after July 1, 2011 are required to pay the full blended premium for any coverages elected.

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Notes to Financial Statements**

NOTE 1: PLAN DESCRIPTION (Continued)

Benefits Provided (Continued)

In order to be eligible for a benefit paying a portion of the premium cost for dependent coverage the Eligible Retiree must have been enrolled and participating in dependent coverage at the time of Retirement; have continuously enrolled and participating in dependent coverage since Retirement; and continue to cover the same spouse and/or dependent as were covered under such dependent coverage at the time of retirement. The Plan Document dated May 8, 2017, grants the authority to establish and amend the benefit terms to the Board of Trustees.

Contributions

The employer contributions to the Trust is determined by the Board of Commissioners and as necessary to fund and maintain the plan of benefits designed to pay the health insurance premiums of eligible retirees of the LCMCD and the LCHCD.

For the 2019 fiscal year, the actuarially determined contribution was \$1,454,678. The participating Districts contributed \$3,600,000 to the Plan. LCMCD contributed \$3,500,000 and LCHCD contributed \$100,000 to the Plan.

Retirees make periodic contributions to the Trust for such benefits as may be determined appropriate by the Board of Trustees and provided for in a plan of benefits but are not to be funded by Employer contributions. For the year ended September 30, 2019, retirees contributed \$223,797.

The Plan Document dated May 8, 2017, grants the authority to establish and amend the contribution requirements of the Districts and plan members to the Board of Trustees.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Fund's financial statements have been prepared using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when they are earned and collection is reasonably assured, and expenses are recognized when occurred, if measurable. Contribution from the Fund's members and employers are recognized as additions in the period in which the contributions are due. Benefits are recognized when due and payable in accordance with the term of the Fund.

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Notes to Financial Statements**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation

The accompanying financial statements are presented in accordance with GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans* and the Codification of Governmental Accounting and Financial Reporting Standards which covers the reporting requirements for defined benefit other post-employment benefit plans established by a governmental employer.

Methods Used to Value Investments and Cash Equivalents

Highly liquid investments with short maturities (typically less than three months but no more than one year after purchased) are considered to be cash equivalents. Such amounts are recorded at cost which approximates market value.

Equity securities traded on a national or international exchange are reported at current quoted fair values.

Bonds and other fixed income investments are primarily reported at fair values obtained from independent pricing services.

Investment Policy

The investment policy in regard to the allocation of invested assets is established and may be amended by the Board. It is the policy of the Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

The following is the Board's asset allocation policy (which was used in the net OPEB liability calculation in Note 5):

Asset Class	Target Allocation
Domestic equity	30.0%
International equity	10.0%
Bonds	50.0%
Convertibles	10.0%
Total	100.0%

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Notes to Financial Statements**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Risk and Uncertainties

Contributions to the Fund and the actuarial information included in the RSI are reported based on certain assumptions pertaining to the interest rates, inflation rates and healthcare cost trend rates and demographics. Due to the changing nature of these assumptions, it is reasonably possible that changes in these assumptions may occur in the near term and could be material to the financial statements.

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, May 29, 2020 which is the date the financial statements were available to be issued.

In March 2020, the World Health Organization made the assessment that the outbreak of a novel coronavirus (COVID-19) can be characterized as a pandemic. As a result, uncertainties have arisen that may have a significant negative impact on the operating activities and results of the Organization. The occurrence and extent of such an impact will depend on future developments, including (i) the duration and spread of the virus, (ii) government quarantine measures, (iii) voluntary and precautionary restrictions on travel or meetings, (iv) the effects on the financial markets, and (v) the effects on the economy overall, all of which are uncertain.

NOTE 3: CASH AND INVESTMENTS

Cash

The Fund's cash is cash on hand and demand deposits.

Investments

For the year ended September 30, 2019, the annual money-weighted rate of return on investments was 6.10%. The money-weighted rate of return expresses investment performance, net of OPEB plan investment expense, adjusted for the changing amounts actually invested.

The Fund is authorized to invest in money market funds, debt obligations of the United States Government, debt obligations of corporations from the United States provided the corporation is listed on a national stock exchange, foreign securities, or comingled indexes and mutual funds. For the comprehensive list of available investments, the Investment Policy Statement approved by the Board on April 4, 2016 should be referenced.

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Notes to Financial Statements**

NOTE 3: CASH AND INVESTMENTS (Continued)

The table below shows the Fund's investments by type as of September 30, 2019:

Short-term investments:		
Money market	\$	4,370
Long-term investments:		
Mutual funds		6,668,903
Exchange traded funds		1,385,813
Total investments	\$	8,059,086

Interest Rate Risk

Interest rate risk is the risk that changes in market values will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its value to changes in market interest rates. As a means of limiting its exposure to interest rate risk, the Fund diversifies its investment by security type and limits holdings in any one type of investment with any one issuer with various durations of maturities.

The Fund holds mutual funds that gives exposure to corporate and government debt securities that look to hold underlying securities with maturities of 5 to 10 years with an actual average duration of 6.1 years. In addition, the Fund also invests in a mutual fund that holds short-term duration investment-grade bonds with an average duration of 2.4 years. The remaining mutual fund is an investment that mirrors the S&P 500 index.

The exchange traded funds held by the Fund seek to mirror: mid-cap US corporations, large-cap global markets excluding the US and Canada and the Bloomberg Barclays US Convertible Liquid Bond Index.

Foreign Currency Risk

Foreign currency risk is the risk that changes in the exchange rates will adversely affect the fair value of investments as of September 30, 2019. The Fund has no foreign currency risk as all investments are in U.S. dollars.

Credit and Concentration Risk

Credit and concentration risk is the risk of loss attributed to the multitude of the Fund's investment in a single insurer. The Fund's investment policy was designed to mitigate both credit and concentration risk by providing specific guidance as to weighting and integrity of the deposit and investments instruments. The Fund places no limit on the amount it may invest in any one issuer. The fund held no investment that constituted 5% or more of the Fund's fiduciary net position as of September 30, 2019.

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Notes to Financial Statements**

NOTE 3: INVESTMENTS (Continued)

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of failure of the counterparty transaction, the Fund will not be able to recover the value of investments or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Fund, and are held either by the counterparty or the counterparty's trust department or agent but not in the Fund's name. Consistent with the Fund's investment policy, the investments are held by the Fund's custodial bank and registered in the Fund's name. All of the Fund's deposits are insured and or collateralized by a financial institution separate from the Fund's depository financial institutions.

NOTE 4: FAIR VALUE MEASUREMENTS

The Fund categorizes its fair value measurements within the fair value hierarchy established by the generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the asset. Level 1 inputs are quoted prices in active markets of identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The Fund has the following recurring fair value measurement as of September 30, 2019:

	Fair Value	Level 1	Level 2	Level 3
Mutual funds	\$ 6,668,903	\$ 6,668,903	\$ -	\$ -
Exchange traded funds	1,385,813	1,385,813	-	-
Total investments by fair value level	\$ 8,054,716	\$ 8,054,716	\$ -	\$ -

NOTE 5: NET OPEB LIABILITY OF THE PLAN

The Plan's net OPEB liability represents the difference between the value in today's dollars (present value) of benefits already earned by employees (total OPEB liability) and resources accumulated and held in trust to pay those benefits (fiduciary net position).

Total OPEB liability	\$ 20,643,478
Total Plan fiduciary net position	9,111,423
Plan's net OPEB liability	\$ 11,532,055

Plan fiduciary net position as a percentage of the total OPEB liability 44.14%

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Notes to Financial Statements**

NOTE 5: NET OPEB LIABILITY OF THE PLAN (Continued)

Actuarial Methods and Assumptions Used to Measure Net OPEB Liability

The valuation date and measurement date are September 30, 2019. The actuarial methods and assumptions used in the September 30, 2019 valuation were based on the following:

Actuarial Cost Method:	Entry Age
Inflation:	3.00%
Salary Increases:	3.25%
Discount Rate	6.00%
Investment Rate of Return:	6.00%
Initial Trend Rate	7.50%
Ultimate Trend Rate	4.00%
Years to Ultimate	55

Retirement Rates:	100% are assumed to retire at age 62 and 6 years of service or upon completion of 30 years of service, regardless of age. Service-incurred disabled employees retire immediately, while non-duty related disabled employees retire upon completion of at least 6 years of service.
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Health Care Inflation:	Initial rate of 7.50% in fiscal 2020, grading down to the ultimate trend rate of 4.00% in fiscal 2075.
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The Fund currently uses mortality tables that vary by age, gender, employee group (i.e. general, law enforcement officer) and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The health mortality rates also contain a provision to reflect future mortality improvements.

The total OPEB liability in the September 30, 2019 actuarial report was based on the RP-2000 Combined Healthy Participant Mortality Table (for preretirement mortality) and the RP-2000 Mortality Table for Annuitants (for postretirement mortality), with mortality improvements projected to all future years after 2000 using Scale BB.

The projection of cash flows used to determine the discount rate assumed that contributions from members will be made at the current contribution rate and that contributions from employers will be made at contractually required rates. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. The periods of projected benefit payments to which the long-term expected rate of return is applied in determining the discount rate is 50 years. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Notes to Financial Statements**

NOTE 5: NET OPEB LIABILITY OF THE PLAN (Continued)

Actuarial Methods and Assumptions Used to Measure Net OPEB Liability (Continued)

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic equity	30.0%	7.31%
International equity	10.0%	2.71%
Bonds	40.0%	3.61%
Convertibles	10.0%	6.29%
Real Estate	10.0%	4.91%
Total	100.0%	5.03%

Sensitivity of the net OPEB liability to changes in the discount rate

The following presents the net OPEB liability of the Plan, as well as what the Plan's net OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current discount rate:

	1% Decrease 5.00%	Current Discount 6.00%	1% Increase 7.00%
Net OPEB liability	\$ 14,322,607	\$ 11,532,055	\$ 9,249,421

The following presents the net OPEB liability of the Plan, as well as what the Plan's net OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease (3.0% - 6.5%)	Healthcare Cost Trend Rates (4.0% - 7.5%)	1% Increase (5.0% - 8.5%)
Net OPEB liability	\$ 9,094,856	\$ 11,532,055	\$ 14,502,299

NOTE 6: TAX STATUS

The Fund obtained a determination letter on October 25, 2016, in which the Internal Revenue Service stated that the Fund, as then designed, was in compliance with the applicable requirements of the Internal Revenue Code. The Fund's administrator believes that the Fund is currently designed and being operated in compliance with the applicable requirements of the Internal Revenue Code. Therefore, the Fund's administrator believes the Fund has qualified and the related trust was tax exempt as of September 30, 2019.

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Notes to Financial Statements**

NOTE 7: CLAIMS AND LITIGATION

The Fund is involved in various claims and litigation arising in the ordinary course of operation, most of which, in the opinion of management, will not have a material effect on the Fund's financial position.

**REQUIRED SUPPLEMENTARY
INFORMATION**

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Schedule of Changes in the Plan's Net OPEB Liability and Related Ratios**

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB Liability			
Service cost	\$ 469,246	\$ 454,476	\$ 440,170
Interest	1,368,287	1,320,445	1,263,630
Differences between expected and actual	17,222	-	-
Changes of assumptions	(3,023,759)	-	-
Explicit gross benefit payments	(749,556)	(644,515)	(592,936)
Implicit net benefit payments	(281,521)	(310,186)	-
Net change in total OPEB liability	(2,200,081)	820,220	1,110,864
Total OPEB liability - beginning	22,843,559	22,023,339	20,912,475
Total OPEB liability - ending	\$ 20,643,478	\$ 22,843,559	\$ 22,023,339
Plan fiduciary net position			
Explicit contributions - employer	\$ 3,600,000	\$ 2,000,000	\$ 2,000,000
Explicit contributions - pay-as-you-go cost	-	-	592,936
Implicit contributions - employer	281,521	310,186	-
Net investment income	433,807	303,458	229,001
Explicit gross benefit payments	(749,556)	(644,515)	(592,936)
Implicit net benefit payments	(281,521)	(310,186)	-
Administrative expense	(71,067)	(39,047)	(27,709)
Net Change in plan fiduciary net position	3,213,184	1,619,896	2,201,292
Plan fiduciary net position - beginning	5,898,239	4,278,343	2,077,051
Plan fiduciary net position - ending	\$ 9,111,423	\$ 5,898,239	\$ 4,278,343
Plan's net OPEB liability - ending	\$ 11,532,055	\$ 16,945,320	\$ 17,744,996
Plan's fiduciary net position as a percentage of the total OPEB liability	44.14%	25.82%	19.43%

Notes to schedule:

(1) This schedule is presented to illustrate the requirement to show information for 10 years.

However, until a full 10-year trend is compiled, OPEB plans should present information for those years for which information is available.

(2) The initial healthcare trend rate decreased from 8.00% to 7.50%

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Schedule of Plan Contributions**

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially determined contribution	\$ 1,454,678	\$ 1,828,137	\$ 1,923,496
Contributions in relation to the actuarially determined contributions	3,600,000	2,000,000	2,000,000
Contribution deficiency (excess)	\$ (2,145,322)	\$ (171,863)	\$ (76,504)

Notes to schedule:

Methods and assumptions used to determine the contribution rates are the same as those found in Note 5 to the financial statements.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, OPEB plans should present information for those years for which information is available.

**Lee County Mosquito Control District &
Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Schedule of Investment Returns**

Year	Annual Money-Weighted Rate of Return, Net of Investment Expense
2019	6.10%
2018	5.80%
2017	8.43%

Notes to schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, OPEB plans should present information for those years for which information is available.



OTHER REPORTING



INDEPENDENT AUDITORS' 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 Trustees of the Lee County Mosquito Control District
& Lee County Hyacinth Control District
Retiree Health Insurance Trust Fund
Lehigh Acres, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Lee County Mosquito Control District & Lee County Hyacinth Control District Retiree Health Insurance Trust Fund (the "Fund"), which comprise the statement of fiduciary net position as of September 30, 2019, and the related statement of changes in fiduciary net position for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated May 29, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Lee County Mosquito Control District & Lee County Hyacinth Control District Retiree Health Insurance Trust Fund's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Lee County Mosquito Control District & Lee County Hyacinth Control District Retiree Health Insurance Trust Fund's internal control. Accordingly, we do not express an opinion on the effectiveness of Lee County Mosquito Control District & Lee County Hyacinth Control District Retiree Health Insurance Trust Fund's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

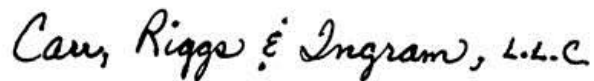
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Fund's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Fund's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Carr, Riggs & Ingram, L.L.C." in a cursive, slightly slanted script.

CARR, RIGGS & INGRAM, LLC

Tampa, Florida
May 29, 2020

Lee County Mosquito Control District

FINANCIAL STATEMENTS

Year Ended September 30, 2019



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RIGGS &
INGRAM

CPAs and Advisors

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Lee County Mosquito Control District
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September 30, 2019

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REPORT

INDEPENDENT AUDITORS' REPORT

Board of Commissioners
Lee County Mosquito Control District
Fort Myers, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and the major fund of the Lee County Mosquito Control District (the "District"), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise Lee County Mosquito Control District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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 from material misstatement.

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

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

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 the major fund of Lee County Mosquito Control District as of September 30, 2019, and the respective changes in financial position, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

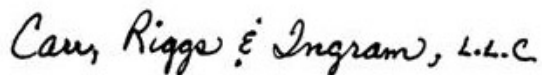
Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 29, 2020 on our consideration of Lee County Mosquito Control 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 solely 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 effectiveness of Lee County Mosquito Control District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Lee County Mosquito Control District's internal control over financial reporting and compliance.



CARR, RIGGS & INGRAM, LLC

Tampa, Florida

May 29, 2020



MANAGEMENT DISCUSSION AND ANALYSIS



Lee County Mosquito Control District Management's Discussion and Analysis

We, as management of the Lee County Mosquito Control District (the "District"), offer readers of the District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended September 30, 2019. The information presented in this MD&A should be considered in conjunction with the accompanying financial statements.

District Highlights:

- The Lee County Mosquito Control District is an independent special district, which operates under Chapter 388, Florida Statutes, and is governed by a seven member Board of Commissioners. The commissioners are elected for a four-year term.
- The District employs 88 full-time employees and numerous part-time employees.
- The primary location for operations is at the Lee County Mosquito Control District Headquarters at the old Buckingham Army Airfield with seven separate heliports located throughout the county. The District and its operations are located in Lee County, which is located on the southwest coast of Florida.
- Ground and aerial mosquito control services were provided to residents and the public at large within the District's boundary in Lee County during the fiscal year ended September 30, 2019.

Financial Highlights:

- The District's assets exceed its liabilities at the close of the fiscal year by \$23,191,518 (net position).
- Included in total net position is an unrestricted deficit of \$1,032,491. The unrestricted deficit is a result of adopting GASB statements 43, 45, 68, 71 and 75 for reporting long-term pension and healthcare benefit liabilities.
- The District's total net position increased by \$4,135,891. This increase is discussed further in the government-wide financial analysis.
- Total liabilities decreased by \$6,001,033 during the fiscal year. The net pension liability assigned to the District by the Florida Retirement System increased by \$774,866 and the post-employment healthcare liability of the District decreased by \$4,829,716.
- At the close of the current fiscal year, the ending fund balance was \$17,577,168 an increase of \$330,702 or 1.92%, from the 2018 ending fund balance of \$17,246,466.
- Of this balance, \$2,445,426 is nonspendable, consisting of prepaid insurance and inventories, and \$5,480,100 is assigned for the fiscal year end September 30, 2019, budgeted decrease in fund balance. The remaining \$9,651,642 is available for spending at the District's discretion (unassigned fund balance).

Overview of the Financial Statements:

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. Most revenue is collected via ad valorem taxes, and the basic financial statements are comprised of the following components: 1) Government-wide Financial Statements, 2) Fund Financial Statements, and 3) Notes to Financial Statements. The District provides aerial mosquito control services for Fort Myers Beach Mosquito Control and laboratory services for Volusia County. The District has no proprietary activities.

Government-Wide Financial Statements:

Government-wide financial statements are intended to allow the reader to assess a government's operational accountability. Operational accountability is defined as the extent to which the government has met its operating objectives efficiently and effectively, using all resources available for that purpose, and whether it can continue to meet its objectives for the foreseeable future.

The *Statement of Net Position* (Page 12) presents information on all of the District's assets and liabilities, with the difference between the two reported as *net position*. The District's capital assets (property, plant, and equipment) are included in this statement and reported net of their accumulated depreciation.

The *Statement of Activities* (Page 13) presents revenue and expense information showing how the District's net position changed during the fiscal year. Both statements are measured and reported using the economic resource measurement focus (revenues and expenses) and the accrual basis of accounting (revenue recognized when earned and expense recognized when cost is incurred).

Fund Financial Statements:

The District accounts for its services in a *general governmental fund*. A *fund* is a grouping of related accounts that is used to maintain financial control over resources that have been segregated for specific activities or objectives. Governmental funds are used to account for the sources, uses, and balances of a government's expendable general government financial resources (and the related current liabilities). The main focus is on how money flows into and out of those funds and the balances left at year-end that are available for spending.

The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The *Governmental Fund Financial Statements* begin on page 14 and provide a more detailed look at the District's most significant activities. An accounting method called modified accrual accounting is utilized to measure cash and all other financial assets that can readily be converted to cash. These statements provide a detailed short-term view of the general government operations and the basic services provided. You will find reconciliations on pages 15 and 17 that convert the data to an economic resource measurement focus and the accrual basis of accounting for use in the government-wide financial statements.

Notes to Financial Statements:

The notes to the financial statements explain in detail some of the data contained in the preceding statements and begin on page 19. These notes are essential to a full understanding of the data provided in the government-wide and fund financial statements.

Government-wide Financial Analysis:

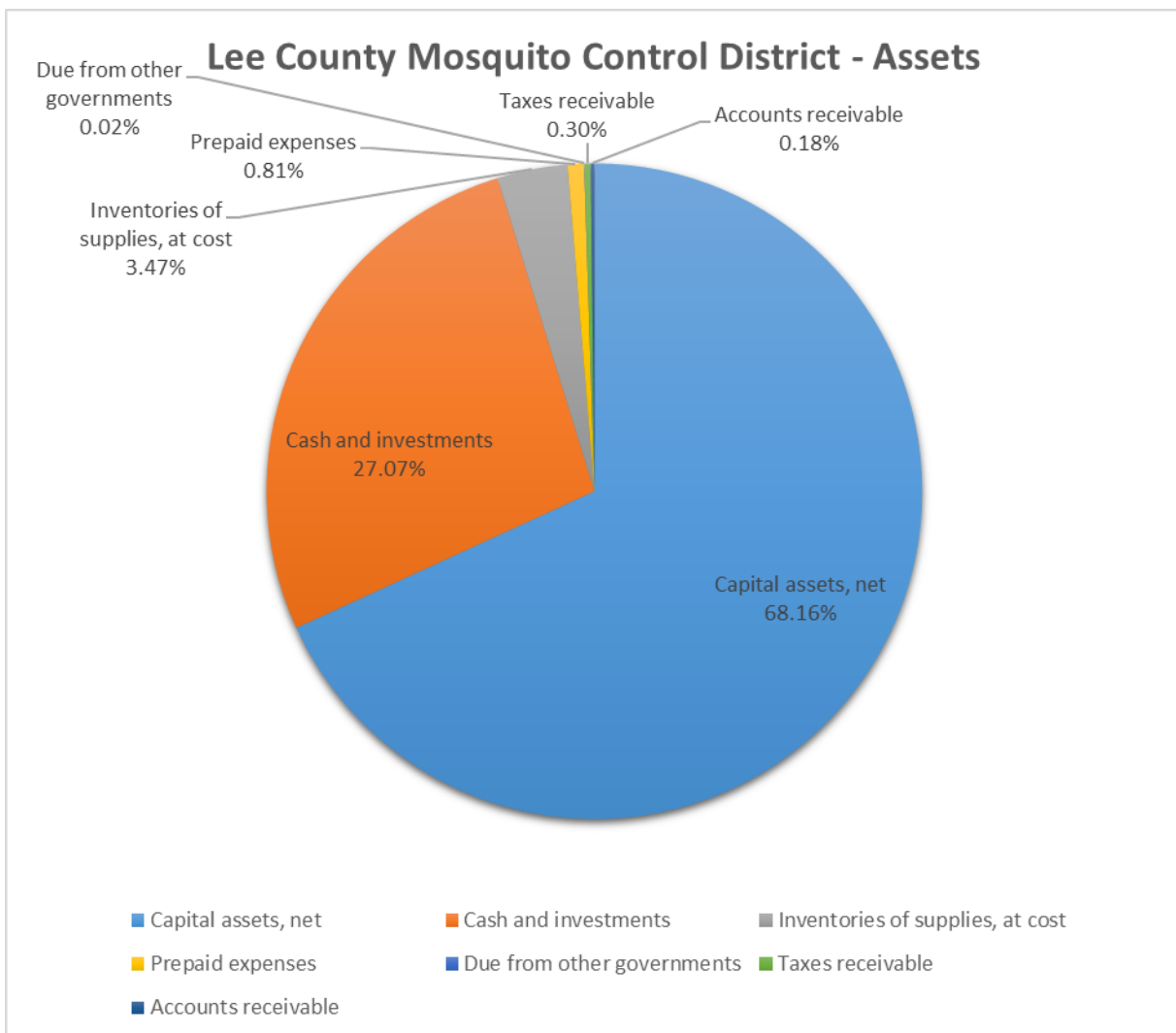
Net position may serve as a useful indicator of an agency's financial position. The District's net position as of September 30, 2019 was \$23,191,518. Its revenues, which include property taxes, interest on investments, and miscellaneous income, totaled \$22,983,248 (general revenue plus program revenue). Total program expenses were \$18,847,357.

Seventy two percent of the District's assets represent its investment in capital assets, chemicals, and aircraft, auto and equipment parts inventory. The District utilizes and consumes these assets in order to safely provide effective mosquito control to the citizens within the District boundaries. All cash and investments are invested pursuant to F.S. 218.415 (17) in deposit accounts with banks designated by the Florida Chief Financial Officer as qualified public depositories.

Summary of Net Position

	09/30/19	09/30/18	Difference
Current and Other Assets	\$ 18,214,698	\$ 17,654,128	\$ 560,570
Capital Assets	38,987,265	39,299,616	(312,351)
Total Assets	57,201,963	56,953,744	248,219
Deferred Outflows	2,250,913	2,469,511	(218,598)
Current and Other Liabilities	2,904,972	2,714,851	190,121
Long-Term Liabilities	30,747,497	36,938,651	(6,191,154)
Total Liabilities	33,652,469	39,653,502	(6,001,033)
Deferred Inflows	2,608,889	714,126	1,894,763
Net Position			
Invested in Capital Assets	24,224,009	39,299,616	(15,075,607)
Unrestricted (deficit)	(1,032,491)	(20,243,989)	19,211,498
Total Net Position	\$ 23,191,518	\$ 19,055,627	\$ 4,135,891

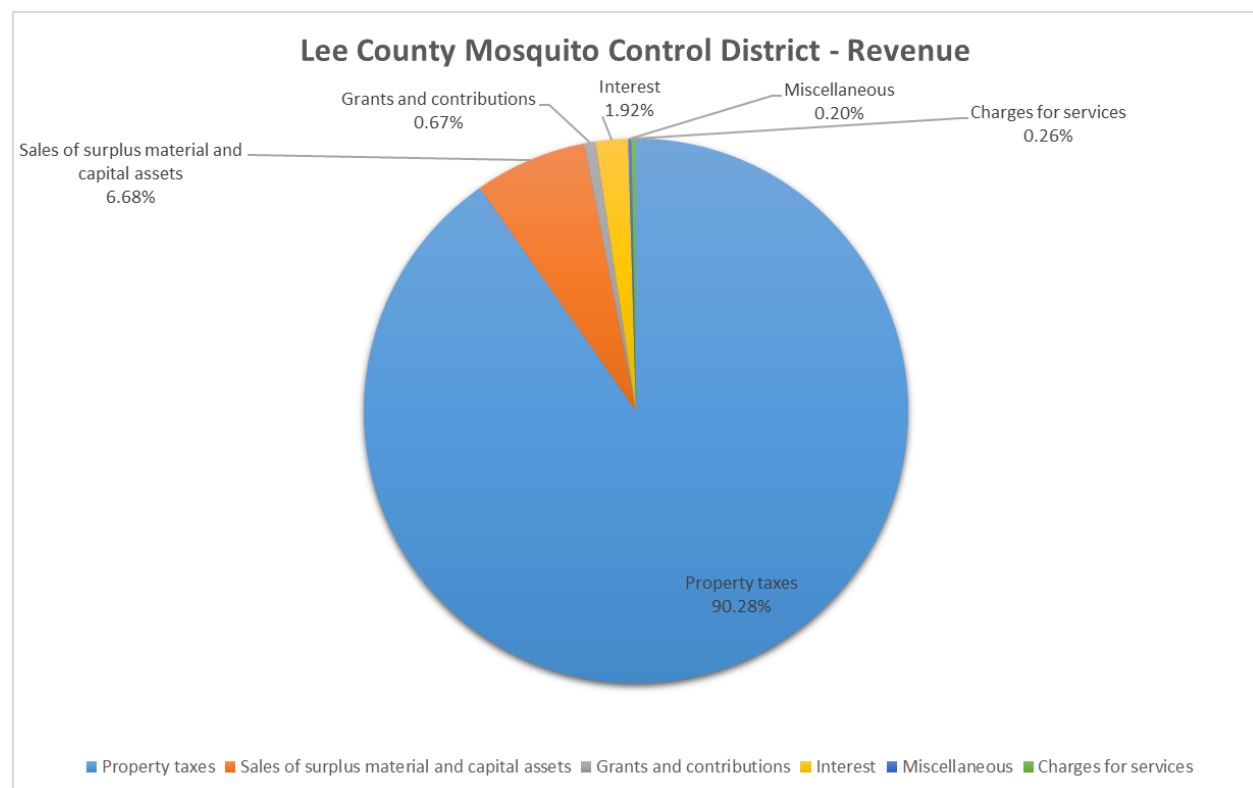
Summary of Net Position (Continued)



During the past year, total assets increased by \$248,219 and total liabilities decreased by \$6,001,033. Deferred outflows decreased by \$218,598 and deferred inflows increased by \$1,894,763. Net position increased by \$4,135,891 due in part to the sale of five Bell helicopters from the existing fleet and the sale of older aircraft parts from inventory. The total of those transactions was \$2,850,000. The District made its fifth contribution to the Retiree Health Insurance Trust Fund for \$3,500,000 in 2019. In fiscal year 2019, total program expenses increased by \$2,410,534 from 2018. The increase was due to an increase in contributions to the Lee County Mosquito Hyacinth Control Districts Retiree Health Insurance Trust Fund from \$1,500,000 in 2018 to \$3,500,000 in 2019. The balance in cash and investments increased \$1,630,664. The sale of part of the existing fleet of aircraft and inventory as well as collections of grants receivable contributed to this increase.

Summary Changes in Net Position

	09/30/19	09/30/18	Difference
Revenues			
Program revenues:			
Charges for services	\$ 60,000	\$ 66,620	\$ (6,620)
General revenues:			
Property taxes	20,748,311	20,745,085	3,226
Interest	440,819	180,788	260,031
Miscellaneous	46,069	150,636	(104,567)
Grants and contributions	153,916	371,653	(217,737)
Gain on sales of surplus material and capital assets	1,534,133	1,894,639	(360,506)
Total revenues	\$ 22,983,248	\$ 23,409,421	\$ (426,173)
Expenses			
Health services	\$ 18,404,526	\$ 16,066,715	\$ 2,337,811
Interest on long term debt	442,831	370,108	72,723
Total program expenses	\$ 18,847,357	\$ 16,436,823	\$ 2,410,534
Decrease in Net Position	\$ 4,135,891	\$ 6,972,598	\$ (2,836,707)
Net position - beginning of fiscal year	\$ 19,055,627	\$ 12,083,029	\$ 6,972,598
Net position - end of fiscal year	\$ 23,191,518	\$ 19,055,627	\$ 4,135,891

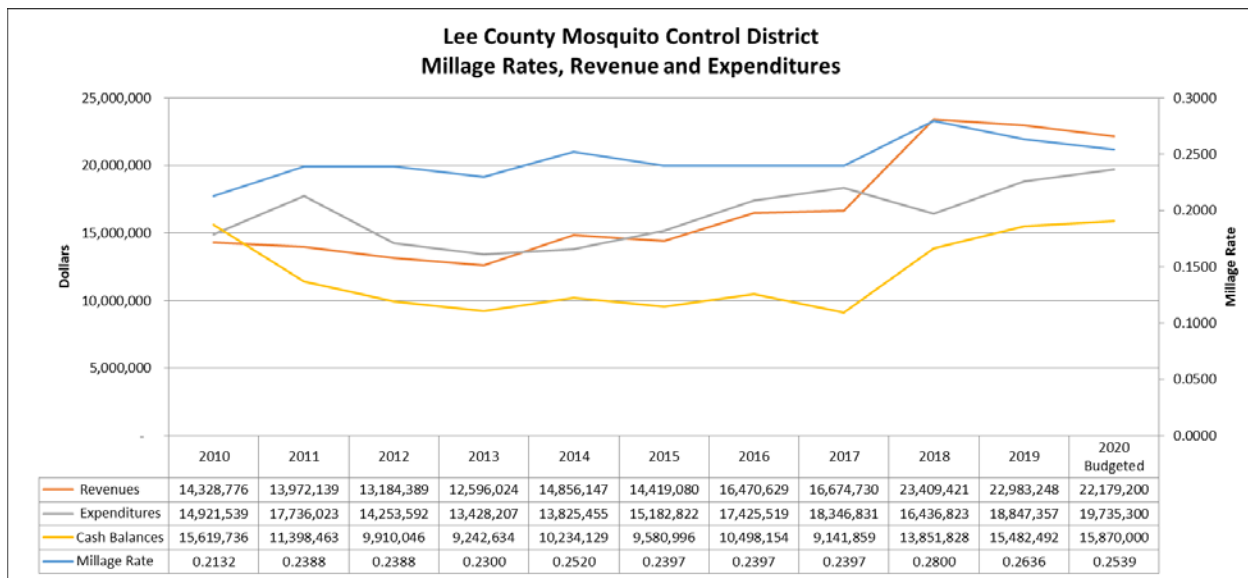


Summary Changes in Net Position (Continued)

Total revenue decreased by \$426,173. Property taxes totaled \$20,748,311 in 2019 and represented 90.28% of the District's revenues. Total fund revenue decreased due to less revenue from the remaining helicopter sales and due to less grant revenue than in the prior year. In 2018, the District recorded grant revenue for Hurricane Irma repairs. Total expenses increased by \$2,410,534 primarily due to an additional \$2,000,000 contributed to the Retiree Health Insurance Trust fund. Net position increased \$4,135,891 at the end of the fiscal year primarily due to a combination of changes in the Other Post-Employment Benefit liability and surplus inventory and equipment sales. The District also reported an expense for asset impairment of \$859,000 for two King Air airplanes that were in the process of being converted to spray aircraft. The Board voted to stop the conversion and sell the two airplanes after it was determined they were not needed for operations.

Notable expenses for operations in 2019 included purchasing a new tractor and brush cutter for \$79,000 and a new drone for Mosquito operations for \$41,000. The District also began a new Sterile Insect Technique program to raise and disperse sterile male mosquitos and purchased \$423,000 worth of equipment for the program. The District completed various repair and improvement projects in 2019 including remodeling the pilots' offices for \$99,000 and painting the main buildings at the headquarters compound for \$100,000.

The chart below reflects revenues, expenses, and millage rates for the past ten years and projections for the upcoming fiscal year (FY 2019-2020). For more information on the 2020 budgeted revenues and expenditures, refer to the "Economic Factors and Next Year's Budget and Rates" section on page 11.



Budgetary Highlights:

The District adopts an annual budget on the modified accrual basis of accounting. The budget incorporates input from the Board of Commissioners, District staff, and citizens within the District regarding what services to provide and how to pay for them.

The budget also authorizes the District to obtain funds from identified sources to finance these current period activities. The Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund is provided on page 18 and denotes changes in the budget from the original to the final budget. The comparison statement uses the budgetary basis of accounting and is presented using the same format, language, and classifications as the original legal budget document.

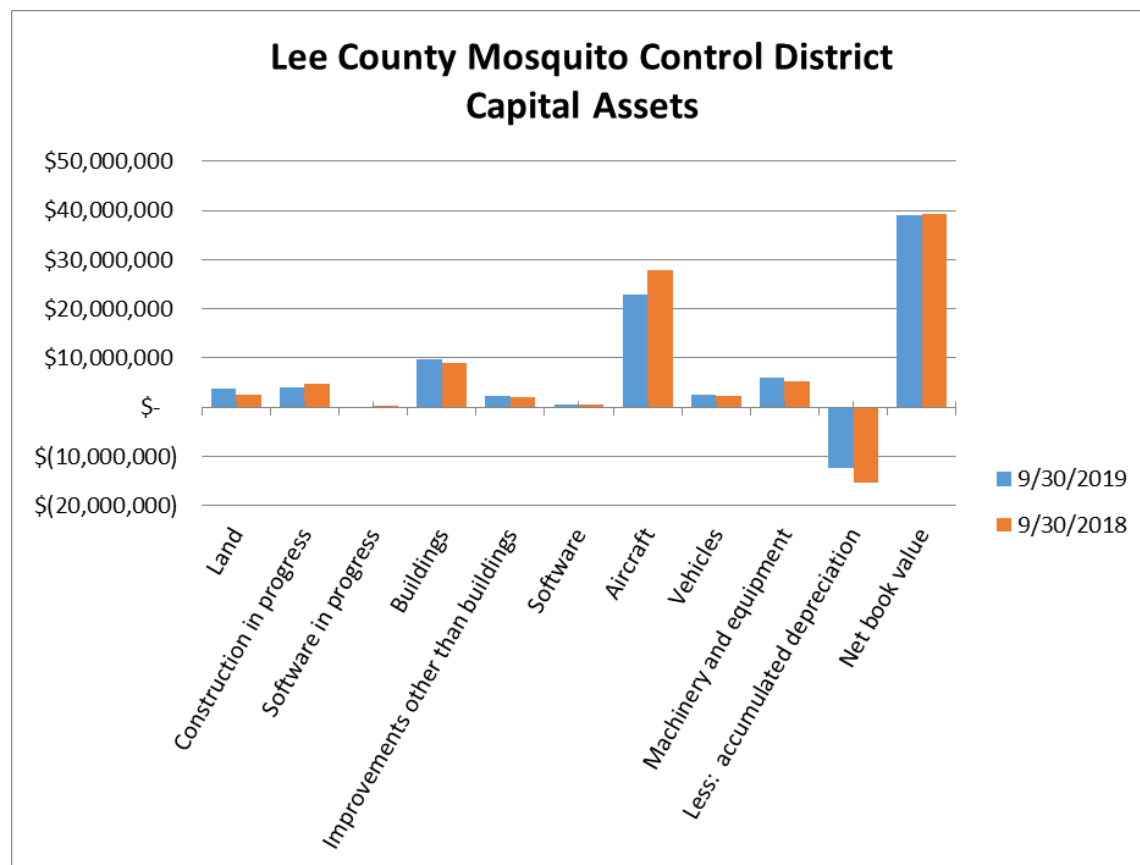
Variances from the original budget as compared to the final budget are depicted on page 18. The difference between the final amended budgeted expenditures and actual expenditures represents a positive variance of \$1,996,198. The variance is due primarily to lower than budgeted costs for personnel services and benefits, professional fees, repair and maintenance of aircraft and chemical purchases.

Capital Asset and Debt Administration

The District's investment in capital assets at year-end is \$38,987,265 (net of accumulated depreciation) which includes property, plant, and equipment with a threshold of \$1,000 and an estimated useful life of more than one year. Assets are recorded at the lesser of cost when purchased or constructed and at fair value at the date of donation and are depreciated utilizing the straight-line method. Maintenance and repairs of aircraft are not capitalized.

At September 30, 2019, the District's long-term liabilities were comprised of a capital lease for helicopters, accrued compensated absences, net OPEB obligation payables, and a net pension obligation. For more information on the capital lease for helicopters, accrued compensated absences, postemployment benefits other than pensions, and the net pension obligation, please see Note 2 on page 30, of the Notes to Financial Statements. For more information on Capital assets, please see Note 2 on page 30, of the Notes to Financial Statements. For more information on the State of Florida Pension Plan, please see Note 3 on page 32, of the Notes to Financial Statements.

Capital Asset and Debt Administration (Continued)



	09/30/19	09/30/18
Land	\$ 3,689,282	\$ 2,595,912
Construction in progress	3,950,419	4,782,238
Software in progress	-	3,719
Buildings	9,700,358	9,006,892
Improvements other than buildings	2,168,330	2,119,827
Software	581,488	507,920
Aircraft	22,907,754	27,912,006
Vehicles	2,461,966	2,290,073
Machinery and equipment	6,009,717	5,354,342
Total assets	51,469,314	54,572,929
Less: accumulated depreciation	(12,482,049)	(15,273,313)
Net book value	\$ 38,987,265	\$ 39,299,616

Economic Factors and Next Year's Budget and Rates:

In September of 2019, the Board of Commissioners approved total budgeted revenues of \$22,179,200 for fiscal year 2020. The adopted millage rate of .2539 mills per thousand produced Ad Valorem taxes in the amount of \$21,581,700, an increase of \$849,000 over the prior year. Property taxes are the largest source of revenue for the Lee County Mosquito Control District.

Budgeted revenues remained stable for the 2019-2020 fiscal year. Expenditures are budgeted to increase by \$1,691,817. The increase in budgeted expenditures includes another contribution of \$1,500,000 to the Retiree Health Insurance Trust Fund for post-employment health insurance benefits. Other noteworthy projects added to the District's budget for 2020 include fencing repairs and replacement at the heliports totaling \$125,000, a new phone system totaling \$65,000, two new 120 gallon spray tanks and one new 90 gallon spray tank totaling \$232,000, a new paint booth for \$62,000, and additional insect rearing equipment for the new Sterile Insect Technique program totaling \$151,000. The District board adopted the 2019-2020 budget in keeping with its goal of lowering fund balance and maintaining service levels.

Contacting the District's Financial Management:

This financial report is designed to provide a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions concerning any of the information found in this report or requests for additional information should be directed to the Executive Director, Lee County Mosquito Control District, 15191 Homestead Road, Lehigh Acres, Florida 33971.



FINANCIAL STATEMENTS



Lee County Mosquito Control District
Statement of Net Position
September 30, 2019

Assets	
Cash and investments	\$ 15,482,492
Taxes receivable	172,292
Due from other governments	9,629
Accounts receivable	104,859
Prepaid expenses	461,875
Inventories of supplies, net	1,983,551
Total current assets	18,214,698
Capital assets:	
Land	3,689,282
Construction in progress	3,950,419
Buildings	9,700,358
Improvements other than buildings	2,168,330
Software	581,488
Aircraft	22,907,754
Vehicles	2,461,966
Machinery and equipment	6,009,717
Less accumulated depreciation	(12,482,049)
Total capital assets	38,987,265
Total assets	57,201,963
Deferred Outflow of Resources	
Deferred outflows for OPEB	53,424
Deferred outflows for pensions	2,197,489
Total deferred outflows	2,250,913
Liabilities	
Accounts payable	317,144
Due to other governments	87,312
Accrued wages payable	233,074
Current portion of capital lease obligation	2,195,541
Current portion of accrued compensated absences	37,501
Current portion of net pension liability	34,400
Total current liabilities	2,904,972
Noncurrent liabilities:	
Capital lease obligation	12,567,715
Net OPEB liability	10,288,899
Accrued compensated absences	747,603
Net pension liability	7,143,280
Total noncurrent liabilities	30,747,497
Total liabilities	33,652,469
Deferred Inflow of Resources	
Deferred inflows for OPEB	2,023,349
Deferred inflows for pensions	585,540
Total deferred inflows	2,608,889
Net Position	
Net investment in capital assets	24,224,009
Unrestricted (deficit)	(1,032,491)
Total net position	\$ 23,191,518

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

Lee County Mosquito Control District
Statement of Activities
Year Ended September 30, 2019

Functions/Programs	Expenses	Program Revenues		Net Expense and Changes in	
		Charges for Services		Net Position	
				Total	
General Government					
Health services	\$ 18,404,526	\$ 60,000		\$ (18,344,526)	
Interest on capital lease	442,831	-		(442,831)	
Total program	18,847,357	60,000		(18,787,357)	
	General revenues				
	Property taxes			20,748,311	
	Government grants			153,916	
	Interest income			440,819	
	Miscellaneous income			46,069	
	Gain on sales of surplus material and capital assets			1,534,133	
		Total general revenues		22,923,248	
		Change in net position		4,135,891	
		Net position - beginning of year		19,055,627	
		Net position - end of year	\$	23,191,518	

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

Lee County Mosquito Control District
Balance Sheet – General Fund
September 30, 2019

ASSETS

Cash and investments	\$ 15,482,492
Taxes receivable	172,292
Due from other governments	9,629
Accounts receivable	104,859
Prepaid expenditures	461,875
Inventories of supplies, net	1,983,551
Total assets	\$ 18,214,698

LIABILITIES AND FUND BALANCES

LIABILITIES

Accounts payable and accrued liabilities	\$ 317,144
Accrued wages and payroll taxes payable	233,074
Due to other governments	87,312
Total liabilities	637,530

FUND BALANCES

Nonspendable:	
Prepaid and inventories	2,445,426
Assigned for subsequent year's budget deficit	5,480,100
Unassigned	9,651,642
Total fund balance	17,577,168
Total liabilities and fund balance	\$ 18,214,698

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

Lee County Mosquito Control District
Reconciliation of the Balance Sheet to the Statement
of Net Position
September 30, 2019

Fund balance	\$ 17,577,168
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and are, therefore, not reported on the governmental balance sheet.	38,987,265
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Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental fund

Capital lease obligation	(14,763,256)
Compensated absences	(785,104)
Net pension liability	(7,177,680)
Net OPEB liability	(10,288,899)

Deferred outflows and inflows associated with pensions are not reported in the governmental funds.

Deferred outflows related to pensions	2,197,489
Deferred inflows related to pensions	(585,540)
Deferred outflows related to OPEB	53,424
Deferred inflows related to OPEB	(2,023,349)

Net position	\$ 23,191,518
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The accompanying notes are an integral part of these financial statements.

Lee County Mosquito Control District
Statement of Revenues, Expenditures, and
Changes in Fund Balance – General Fund
Year Ended September 30, 2019

Revenues

Property taxes	\$ 20,748,311
Charges for services	60,000
Grants	153,916
Miscellaneous income	
Interest income	440,819
Miscellaneous income	46,069
Total revenues	\$ 21,449,115

Expenditures

Current	
Health services - mosquito control	
Personnel services	\$ 11,456,975
Operating expenditures	6,316,716
Debt service	
Principal	2,136,187
Interest	442,831
Capital outlay	
Capital expenditures	3,618,576
Total expenditures	23,971,285

Deficiency of revenues under expenditures	(2,522,170)
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Other financing sources

Sales of surplus material and capital assets	2,852,872
Total other financing sources	2,852,872

Net change in fund balance	330,702
Fund balance, beginning of year	17,246,466
Fund balance, end of year	\$ 17,577,168

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

Lee County Mosquito Control District
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balance to the Statement of Activities
Year Ended September 30, 2019

Net change in fund balance \$ 330,702

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities cost of those assets are depreciated over their estimated useful lives.

Expenditures for capital assets	3,618,576	
Less current year depreciation	<u>(1,753,092)</u>	1,865,484

Impairment of capital assets is an expense in the statement of activities and not reported in the governmental funds.	<u>(859,096)</u>	(859,096)
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Governmental funds report cash proceeds on sales of capital assets as other financing sources. However in the statement of activities net gain on sale of capital assets are reported as general revenues

Cash proceeds	(2,852,872)	
Gain on sales of surplus material and capital assets	<u>1,534,133</u>	(1,318,739)

Repayment of the principal of long-term debt consumes the current financial resources of governmental funds. This transaction, however, has any effect on net position.

Principal payments on capital lease	<u>2,136,187</u>	2,136,187
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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 the governmental funds.

Change in compensated absences	39,864	
Change in net pension liability	(774,866)	
Change in deferred inflows related to pensions	120,403	
Change in deferred outflows related to pensions	(272,022)	
Change in net OPEB liability	4,829,716	
Change in deferred inflows related to OPEB	(2,015,166)	
Change in deferred outflows related to OPEB	<u>53,424</u>	<u>1,981,353</u>

Change in net position	<u>\$ 4,135,891</u>	
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The accompanying notes are an integral part of these financial statements.

Lee County Mosquito Control District
Statement of Revenues, Expenditures and Changes in Fund Balance –
Budget and Actual – General Fund
Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues				
Ad valorem Taxes	\$ 20,732,700	\$ 20,732,700	\$ 20,748,311	\$ 15,611
Grants	575,000	180,000	153,916	(26,084)
Charges for services	80,000	-	60,000	60,000
Miscellaneous income				
Interest	165,000	165,000	440,819	275,819
Miscellaneous	21,000	101,000	46,069	(54,931)
Total revenues	\$ 21,573,700	\$ 21,178,700	\$ 21,449,115	\$ 270,415
Expenditures				
Health services - mosquito control				
Personnel services				
Personnel services	\$ 6,344,590	\$ 6,084,590	\$ 5,685,163	\$ 399,427
Benefits	6,309,587	6,077,586	5,771,812	305,774
Operating expenditures				
Operating expenses	734,000	1,234,000	966,873	267,127
Travel and per diem	139,514	139,514	88,990	50,524
Communications services	57,500	77,500	64,703	12,797
Freight & postage services	12,000	15,000	13,385	1,615
Utilities	229,000	229,000	180,933	48,067
Rentals and leases	165,000	50,000	30,333	19,667
Insurance	494,500	434,500	412,681	21,819
Repairs & maintenance	725,000	1,225,000	878,518	346,482
Printing & binding	2,000	2,000	-	2,000
Promotional activities	35,000	15,000	6,441	8,559
Other current charges	35,000	80,000	26,438	53,562
Office supplies	18,000	20,000	16,307	3,693
Gasoline/oil/lube	232,300	352,300	316,874	35,426
Chemicals	2,310,474	2,760,474	2,647,713	112,761
Protective devices	37,000	28,000	25,812	2,188
Miscellaneous supplies	167,000	167,000	157,618	9,382
Tools & implements	4,000	12,000	9,459	2,541
Books-pubs-subscriber	218,999	388,999	351,451	37,548
Training	163,227	143,227	122,187	21,040
Grants & aids	35,000	-	-	-
Debt service				
Principal	2,136,187	2,136,187	2,136,187	-
Interest	442,831	442,831	442,831	-
Capital outlay				
Capital expenditures	4,102,775	3,852,775	3,618,576	234,199
Total expenditures	25,150,484	25,967,483	23,971,285	1,996,198
Other financing sources				
Sales of surplus material and capital assets	1,325,000	1,825,000	2,852,872	1,027,872
Total other financing sources	1,325,000	1,825,000	2,852,872	1,027,872
Excess of expenditures over revenues	(2,251,784)	(2,963,783)	330,702	697,911
Fund balance, beginning of year	10,748,216	10,431,216	17,246,466	6,815,250
Fund balance, end of year	\$ 8,496,432	\$ 7,467,433	\$ 17,577,168	\$ 7,513,161

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

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Lee County Mosquito Control District (the “District”) is an independent special district created to perform mosquito control and suppression in Lee County, Florida, in accordance with Chapter 388, Florida Statutes. The District was created by the Laws of Florida, Chapter 67-1630 and recreated by Chapter 98-461.

Reporting Entity

The business and affairs of the District are governed by a board of seven commissioners who are elected for terms of four years. The accounting policies of the District conform to generally accepted accounting principles (GAAP) as applied to governmental units. The more significant accounting policies used by the District are described below.

Governmental Accounting Standards Board (GASB) requires the financial statements of a reporting entity to include its component units, if any. A component unit is a legally separate organization for which the elected officials of the primary government or financial reporting entity are financially accountable. Based on the aforementioned criteria, there are no component units included in the District’s financial statements.

Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of the District’s 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. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus and Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

The 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. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of current fiscal year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of current fiscal year end). All other revenue items are considered to be measurable and available only when cash is received by the District.

Fund Financial Statements

The District reports the following major governmental fund:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the general government.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgetary Information

Budgetary basis of accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund.

The appropriated budget is prepared by fund and function. Transfers and amendments can be made throughout the year by approval of the Board of Commissioners and the Florida Department of Agriculture and Consumer Services, Bureau of Entomology and Pest Control. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the function level.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity

Cash

The District's cash is cash on hand and demand deposits.

Investments

The District's investments are held by Florida Fixed Income Trust Fund and Florida PRIME (SBA). The Florida Fixed Income Trust and Florida PRIME meets all of the specified criteria in Section 150: *Investments* to qualify to elect to measure their investments at amortized cost. Accordingly, the fair value of the District's position in the pool is equal to the value of the pooled shares.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method and consist of expendable supplies and vehicle repair parts. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased. Certain parts held in inventory were acquired from other governmental agency at values established by governmental agencies. The District periodically adjusts those values to reflect the lower of cost or market. A valuation allowance totaling \$197,614 was recorded by the District for the period ending September 30, 2019.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Receivables and Payables

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. Intergovernmental revenues are recognized at the time of receipt. Investment earnings are recognized when earned.

Capital Assets

Capital assets, which include property, plant and equipment are reported in governmental activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year.

As the District constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	40
Improvements other than buildings	20
Aircraft	20
Vehicles	5
Machinery and equipment	5 - 20
Software	10 - 20

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows/Inflows of Resources

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

The District has two (2) items that qualify for reporting as deferred outflows of resources, the *deferred amounts related OPEB* and the *deferred amounts related to pensions*, both reported in the government-wide statements of net position. The deferred outflows related to pensions and OPEB are an aggregate of items related to pensions and OPEB as calculated in accordance with GASB Codification Section P20: *Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria*. The deferred outflows related to pensions and OPEB will be recognized as either pension/OPEB expense or a reduction in the net pension/OPEB liability in future reporting years.

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

The District has two (2) items that qualify for reporting as deferred inflows of resources. The *deferred inflows related to pensions and OPEB* are an aggregate of items related to pensions and OPEB as calculated in accordance with GASB Codification Section P20: *Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria*. The deferred inflows related to pensions and OPEB will be recognized as a reduction to pension/OPEB expense in future reporting years.

Compensated Absences

The District's policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from government service. The liability for such leave is reported as incurred in the government-wide financial statements. A liability for those amounts is recorded in the general fund only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

Long-Term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position, and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post-Employment Benefits (OPEB) Liability

For purposes of measuring the net OPEB liability, deferred outflows/inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. The District's proportionate share of OPEB amounts were further allocated to each participating employer based on the contributions paid by each employer. Investments are reported at fair value.

Categories and Classification of Fund Equity

Net position flow assumption – Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Fund balance flow assumptions – Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund balance policies – Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Categories and Classification of Fund Equity (Continued)

The provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, specifies the following classifications:

Nonspendable fund balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted fund balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Commission is the highest level of decision-making authority for the District that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Assigned fund balance – Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The District Commissioners assign fund balance. The District Commissioners may also assign fund balance as they do when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned fund balance – Unassigned fund balance is the residual classification for the General Fund.

Minimum Fund Balance Policy

The District's policy is to maintain an adequate general fund unassigned fund balance to provide liquidity to meet seasonal shortfalls in cash flow, and reduce susceptibility to emergency or unanticipated expenditures and/or revenue shortfalls. The District adopted a financial standard to maintain a general fund minimum unassigned fund balance of approximately three months' worth of operating expenditures.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenues and Expenditures/Expenses

Program revenues – Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Property taxes – 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. Property taxes are levied on November 1 of each year, and are due and payable upon receipt of the notice of levy. The Lee County Tax Collector's office bills and collects property taxes on behalf of the District. The tax rate levied upon all of the taxable property in the Lee County Mosquito Control District for the fiscal year ended September 30, 2019, was \$0.2636 per \$1,000 of assessed taxable property value. Property tax revenue is recognized in the fiscal year for which the taxes are levied.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditure of monies are recorded as reservations of budget, is employed as an extension of the statutory required budgetary process. At year-end, outstanding encumbrances represent material purchase commitments for goods and services which were ordered, budgeted, and appropriated, but had not been received or completed at date. Although encumbrances lapse at year-end, it is the intention to substantially honor these encumbrances under authority provided in the subsequent year's budget. Significant encumbrances at year-end included \$253,066 related to the General fund.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, May 29, 2020 which is the date the financial statements were available to be issued.

In March 2020, the World Health Organization made the assessment that the outbreak of a novel coronavirus (COVID-19) can be characterized as a pandemic. As a result, uncertainties have arisen that may have a significant negative impact on the operating activities and results of the District. The occurrence and extent of such an impact will depend on future developments, including (i) the duration and spread of the virus, (ii) government quarantine measures, (iii) voluntary and precautionary restrictions on travel or meetings, (iv) the effects on the financial markets, and (v) the effects on the economy overall, all of which are uncertain.

NOTE 2: DETAILED NOTES ON ALL FUNDS

Deposits and Investments

As of September 30, 2019, \$250,000 of the District's bank balance is covered by federal depository insurance (FDIC). Monies invested in amounts greater than the insurance coverage are secured by the qualified public depositories pledging securities with the State Treasurer in such amounts required by the Florida Security for Public Depositories Act. In the event of a default or insolvency of a qualified public depositor, the State Treasurer will implement procedures for payment of losses according to the validated claims of the District pursuant to Section 280.08, Florida Statutes.

The investment program is established in accordance with the District's investment policy, pertinent bond resolutions and Section 218.45, Florida Statutes, which allows the District to invest in the Florida State Board of Administration intergovernmental investment pool or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act of 1969, direct obligations of the United States Government, obligations of the different agencies of the Federal Government, registered money market funds and accounts of state qualified public depositories.

The investing of public funds with the Florida State Board of Administration (SBA) - Local Government Surplus Funds Trust Fund is governed by Section 218.407, Florida Statutes. The SBA is under regulatory oversight of the State of Florida. The investment pool consists largely of corporate notes and commercial paper. On September 30, 2019, the District had \$6,357,892 invested. The fair value of the District's position in the pool is equal to the value of the pooled shares or amortized cost.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

Note 2: DETAILED NOTES ON ALL FUNDS (Continued)

Deposits and Investments (Continued)

The Florida Fixed Income Trust (Florida FIT) is a common law trust organized under the laws of the State of Florida as an intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act, as provided in Section 163.01 of the Florida Statutes. The investment pool consists of obligations guaranteed by the full faith and credit of the United States, U.S. government agency obligations, commercial paper, bank obligations and other obligations permitted by applicable Florida Statutes. At September 30, 2019, the District's share of Florida FIT was \$6,357,038. The fair value of the District's position in the pool is equal to the value of the pooled shares or amortized cost.

Under GASB Codification I50: *Investments*, if a participant has an investment in a qualifying external investment pool that measures for financial reporting purposes all of its investments at amortized cost it should disclose the presence of any limitations or restrictions on withdrawals (such as redemption notice periods, maximum transaction amounts, and the qualifying external investment pool's authority to impose liquidity fees or redemption gates) in notes to the financial statements. As of September 30, 2019, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit the District's access to 100 percent of their account value in either external investment pool.

Custodial credit risk – Custodial credit risk for deposits is the risk in the event of the failure of a depository financial institution a government may not be able to recover deposits. Monies placed on deposit with financial institutions in the form of demand deposits, time deposits or certificate of deposits are defined as public deposits. The financial institutions in which the District places its deposits are certified as "qualified public depositories," as required under the Florida Security for Public Deposits Act. For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

Interest rate risk – Interest rate risk is the possibility that interest rates will rise and reduce the fair value of an investment. Florida Statutes limit interest rate risk by requiring that an attempt be made to match investment maturities with known cash needs and anticipated cash flow requirements. In addition, investments of current operating funds are required to have maturities of no longer than twelve months.

Credit risk – Section I50: *Investments* of the GASB Codification requires that governments provide information about credit risk associated with their investments by disclosing the credit rating of investments in debt securities as described by nationally recognized statistical rating organizations. Florida Statutes limit investments to securities with specific ranking criteria.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

Note 2: DETAILED NOTES ON ALL FUNDS (Continued)

Deposits and Investments (Continued)

Concentration risk – Section 150: *Investments* of the GASB Codification requires disclosures of investments in any one issuer that represents five percent or more of total investments, excluding investments issued or explicitly guaranteed by the U.S government, investments in mutual funds, external investments pools and other pooled investments. Florida Statutes do not address concentration risk.

As of September 30, 2019, all District investment funds are held in local government investment pools that are valued at amortized cost and not required to be categorized by fair value hierarchy level.

Deposits and investments as of September 30, 2019 consist of the following:

As of September,	2019
Cash in Bank	\$ 2,767,562
Florida Fixed Income Trust	6,357,038
Florida PRIME (SBA)	6,357,892
Cash and investments	\$ 15,482,492

Inventories

Inventories consisted of the following as of September 30, 2019:

	Carrying Amount
Chemicals	\$ 1,866,617
Fuel and other parts	109,933
Held for resale	204,615
	2,181,165
Less: Valuation allowance	(197,614)
Total	\$ 1,983,551

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

Note 2: DETAILED NOTES ON ALL FUNDS (Continued)

Capital Assets

The following is a summary of changes in capital assets during the year ended September 30, 2019:

	Balance October 1, 2018	Increases	Decreases	Balance September 30, 2019
<i>Non-depreciated assets:</i>				
Land	\$ 2,595,912	\$ 1,093,370	\$ -	\$ 3,689,282
Construction in progress	4,782,238	821,478	(1,653,297)	3,950,419
Software in process	3,719	18,708	(22,427)	-
<i>Depreciated assets:</i>				
Buildings	9,006,892	713,036	(19,570)	9,700,358
Improvements other than buildings	2,119,827	48,503	-	2,168,330
Software	507,920	73,568	-	581,488
Aircraft	27,912,006	440,689	(5,444,941)	22,907,754
Vehicles	2,290,073	380,016	(208,123)	2,461,966
Machinery and equipment	5,354,342	845,836	(190,461)	6,009,717
Total capital assets at historical cost	54,572,929	4,435,204	(7,538,819)	51,469,314
<i>Less accumulated depreciation for:</i>				
Buildings	3,082,311	219,880	(17,334)	3,284,857
Improvements other than buildings	899,429	90,576	-	990,005
Software	23,424	57,432	-	80,856
Aircraft	6,060,146	854,110	(4,136,190)	2,778,066
Vehicles	1,833,976	200,369	(217,214)	1,817,131
Machinery and equipment	3,374,027	330,725	(173,618)	3,531,134
Total accumulated depreciation	15,273,313	1,753,092	(4,544,356)	12,482,049
Capital assets, net	\$ 39,299,616	\$ 2,682,112	\$ (2,994,463)	\$ 38,987,265

For the fiscal year ended September 30, 2019, the District recorded \$859,096 related to the impairment of aircraft previously included in construction in progress as health services expenses in the statement of activities.

Long-Term Debt and Liabilities

	Balance October 1, 2018	Additions	Reductions	Balance September 30, 2019	Due Within One Year
Capital Lease	\$ 16,899,443	\$ -	\$ (2,136,187)	\$ 14,763,256	\$ 2,195,541
Compensated absences	824,968	164,472	(204,336)	785,104	37,501
Net pension liability	6,402,814	774,866	-	7,177,680	34,400
Net OPEB liability	15,118,615	-	(4,829,716)	10,288,899	-
	\$ 39,245,840	\$ 939,338	\$ (7,170,239)	\$ 33,014,939	\$ 2,267,442

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

Note 2: DETAILED NOTES ON ALL FUNDS (Continued)

Long-Term Debt and Liabilities (Continued)

Capital Lease

During fiscal year 2018, the District entered into a lease agreement as lessee for financing the acquisition of aircraft. The lease qualifies as a capital lease for accounting purposes, and therefore, has been recorded at the present value of future minimum lease payments as of the date of its inception. At September 30, 2019, the amount capitalized under capital leases totals \$17,908,194 net of accumulated depreciation of \$908,840. The imputed interest rate is 2.75%.

Annual debt service requirements to maturity for capital leases are as follows:

Year ending September 30,	Capital lease	
	Principal	Interest
2020	\$ 2,195,541	\$ 383,477
2021	2,256,544	322,474
2022	2,319,242	259,777
2023	2,383,682	195,337
2024	2,449,912	129,106
2025-2026	3,158,335	65,438
Total	\$ 14,763,256	\$ 1,355,609

For the year ended September 30, 2019, interest expense was \$442,831.

Net Investment In Capital Assets

The elements of this calculation are as follows:

	Governmental Activities
Capital assets, net	\$ 38,987,265
Outstanding debt related to capital assets	(14,763,256)
Net investment in capital assets	\$ 24,224,009

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 3: STATE OF FLORIDA PENSION PLANS

Defined Benefit Plans

The District participates in two defined benefit pension plans that are administered by the State of Florida, Department of Management Services, Division of Retirement. The plans provide retirement, disability or death benefits to retirees or their designated beneficiaries. Chapter 121, Florida Statutes, establishes the authority for benefit provisions. Changes to the law can only occur through an act of the Florida Legislature. The State of Florida issues a publicly available financial report that includes financial statements and required supplementary information for the plans. That report may be obtained by writing to the Division of Retirement, PO Box 9000, Tallahassee, Florida, 32315- 9000 or by calling (844) 377-1888.

The Florida Retirement System (FRS) Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan with a Deferred Retirement Option Program (DROP) available for eligible employees. The FRS was established and is administered in accordance with Chapter 121, Florida Statutes. Retirees receive a lifetime pension benefit with joint and survivor payment options. FRS membership is compulsory for employees filling regularly established positions in a state agency, county agency, state university, state college, or district school board, unless restricted from FRS membership under Sections 121.053 or 121.122, Florida Statutes, or allowed to participate in a defined contribution plan in lieu of FRS membership. Participation by cities, municipalities, special districts, charter schools and metropolitan planning organizations is optional.

The Retiree Health Insurance Subsidy (HIS) Program is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with Section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. To be eligible to receive a HIS benefit, a retiree under a state administered retirement system must provide proof of eligible health insurance coverage, which can include Medicare.

Benefits Provided

Benefits under the FRS Pension Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement plan and/or class to which the member belonged when the service credit was earned.

Eligible retirees and beneficiaries receive a monthly HIS payment equal to the number of years of service credited at retirement multiplied by \$5. The minimum payment is \$30 and the maximum payment is \$150 per month, pursuant to Section 112.363, Florida Statutes.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 3: STATE OF FLORIDA PENSION PLANS (Continued)

Contributions

The contribution requirements of plan members and the District are established and may be amended by the Florida Legislature. Employees are required to contribute 3.00% of their salary to the FRS. The District's contribution rates as of September 30, 2019, were as follows:

	FRS	HIS
Regular Class	6.81%	1.66%
Special Risk Class	23.82%	1.66%
Senior Management Service Class	23.75%	1.66%
Elected Officials	47.16%	1.66%
DROP from FRS	12.94%	1.66%

The District's contributions for the year ended September 30, 2019, were \$476,675 to the FRS and \$101,792 to the HIS.

Pension Liabilities and Pension Expense

In its financial statements for the year ended September 30, 2019, the District reported a liability for its proportionate shares of the net pension liabilities. The net pension liabilities were measured as of June 30, 2019 and the total pension liabilities used to calculate the net pension liability were determined by an actuarial valuation dated July 1, 2019. The District's proportions of the net pension liabilities were based on the District's share of contributions to the pension plans relative to the contributions of all participating entities, actuarially determined.

	FRS	HIS
Net pension liability	\$ 5,150,417	\$ 2,027,263
Proportion at:		
Current measurement date	0.014955358%	0.018118350%
Prior measurement date	0.014809061%	0.018350590%
Pension expense (benefit)	\$ 1,334,760	\$ 170,193

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 3: STATE OF FLORIDA PENSION PLANS (Continued)

Deferred Outflows/Inflows of Resources Related to Pensions

At September 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	FRS		HIS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 305,486	\$ (3,196)	\$ 24,623	\$ (2,482)
Changes of assumptions	1,322,849	-	234,738	(165,692)
Net difference between projected and actual earnings on pension plan investments	-	(284,948)	1,308	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	101,534	(76,903)	63,073	(52,319)
Employer contributions subsequent to the measurement date	119,302	-	24,576	-
Total	\$ 1,849,171	\$ (365,047)	\$ 348,318	\$ (220,493)

Deferred outflows of resources related to employer contributions paid subsequent to the measurement date and prior to the employer's fiscal year end will be recognized as a reduction of the net pension liability in the reporting period ending September 30, 2020. Other pension-related amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ending September 30,	FRS	HIS
2020	\$ 513,119	\$ 54,481
2021	141,519	42,238
2022	337,312	22,491
2023	270,373	(20,190)
2024	73,856	(5,808)
Thereafter	28,643	10,037
Total	\$ 1,364,822	\$ 103,249

Actuarial Assumptions

The total pension liability for each of the defined benefit plans, measured as of June 30, 2019, was determined by an actuarial valuation dated July 1, 2019, using the individual entry age normal actuarial cost method and the following significant actuarial assumptions:

	FRS	HIS
Inflation	2.60%	2.60%
Salary increases	3.25%	3.25%
Investment rate of return	6.90%	N/A
Discount rate	6.90%	3.50%

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 3: STATE OF FLORIDA PENSION PLANS (Continued)

Actuarial Assumptions (Continued)

Mortality assumptions for both plans were based on the Generational RP-2000 with Projection Scale BB.

For both plans, the actuarial assumptions used in the valuation dated July 1, 2017 were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

The following changes in key actuarial assumptions occurred in 2019:

FRS: The long-term expected rate of return was decreased from 7.00% to 6.90%, and the mortality assumption was changed from the Generational RP-2000 with Projection Scale BB tables to the PUB-2010 base table, projected generationally with Scale MP-2018.

HIS: The municipal bond rate used to determine total pension liability was decreased from 3.87% to 3.50%.

The long-term expected investment rate of return was not based on historical returns, but instead was based on a forward-looking capital market economic model. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. For the FRS Pension Plan, the table below summarizes the consulting actuary's assumptions based on the long-term target asset allocation.

Asset Class	Target Allocation	Annual Arithmetic Return	Compound Annual (Geometric) Return
Cash	1%	3.3%	3.3%
Fixed income	18%	4.1%	4.1%
Global equity	54%	8.0%	6.8%
Real estate (property)	11%	6.7%	6.1%
Private equity	10%	11.2%	8.4%
Strategic investments	6%	5.9%	5.7%
	<u>100%</u>		

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 3: STATE OF FLORIDA PENSION PLANS (Continued)

Discount Rate

The discount rate used to measure the total pension liability for the FRS Pension Plan was 7.00%. FRS' fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Because the HIS Program is essentially funded on a pay-as-you-go basis, a municipal bond rate of 3.87% was used to determine the total pension liability for the program. The Bond Buyer General Obligation Bond 20-Bond Municipal Bond Index was used as the applicable municipal bond index.

Sensitivity Analysis

The following tables demonstrate the sensitivity of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact to the District's proportionate share of the net pension liability if the discount rate was 1.00% higher or 1.00% lower than the current discount rate.

	FRS			HIS		
	Current Discount			Current Discount		
	1% Decrease (5.90%)	Rate (6.90%)	1% Increase (7.90%)	1% Decrease (2.50%)	Rate (3.50%)	1% Increase (4.50%)
Employer's proportionate share of the net pension liability	\$ 8,903,356	\$ 5,150,417	\$ 2,016,078	\$ 2,314,223	\$ 2,027,263	\$ 1,788,256

Pension Plans' Fiduciary Net Position

Detailed information about the pension plans' fiduciary net position is available in the State's separately issued financial reports.

Defined Contribution Plan

Pursuant to Chapter 121, Florida Statutes, the Florida Legislature created the Florida Retirement Investment Plan ("FRS Investment Plan"), a defined contribution pension plan qualified under Section 401(a) of the Internal Revenue Code. The FRS Investment Plan is an alternative available to members of the Florida Retirement System in lieu of the defined benefit plan. There is a uniform contribution rate covering both the defined benefit and defined contribution plans, depending on membership class. Required employer contributions made to the plan during the year ended September 30, 2019, totaled \$125,496.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 4: OTHER POSTEMPLOYMENT BENEFIT PLAN

The Plan has adopted Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*.

Plan Description

The Lee County Mosquito Control District provides post-employment health care and dental insurance benefits (OPEB) for retired employees and their spouses through a cost-sharing multiple-employer defined benefit plan, the Lee County Mosquito Control District/Lee County Hyacinth Control District OPEB Plan (the "Plan"). The benefits, benefit levels, employee contributions and employer contributions are governed by the Plan and can be amended by the Plan at any time. The Plan issues a publicly available financial report that includes financial statements and required supplementary information for the plans. That report may be obtained by writing to Lee County Mosquito Control, 15191 Homestead Road, Lehigh Acres, FL 33971 or by calling (239) 694-2174.

Benefits provided

The District contributes a portion of the active health and dental premiums, 75% and 50%, respectively, for retirees and covered spouses participating in the District's group insurance plans who were hired prior to July 1, 2011. Retirees and covered spouses participating in the District's group insurance plans who were hired after July 1, 2011 will be asked to pay the full blended premium for any coverages elected.

In June 2012, the District amended the health benefit policy to increase the service requirement from 6 years to 10 years. However, the prior eligibility requirements remain in effect for anyone hired prior to July 2, 2011, who meets the 6 year service requirement and retires by June 2015.

When the retiree reaches eligibility age for Medicare, Medicare must become the primary provider; the District would then provide the supplemental coverage for the remainder of the benefit period.

Funding Policy

The contribution requirements of plan members and the District are established and may be amended by the District Commission. The contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually by the District Commission. These contributions are neither mandated nor guaranteed. The District has retained the right to unilaterally modify its payment for retiree health care and life insurance benefits. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

For the 2019 fiscal year, the District contributed \$3,500,000 to the Plan to prefund future benefits. Plan members receiving benefits contributed \$251,173.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 4: OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At September 30, 2019, the District reported a liability of \$10,288,899 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of September 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating districts, actuarially determined. At September 30, 2019, the District's proportion was 89.22 percent.

For the year ended September 30, 2019, the District recognized OPEB expense of \$611,486. At September 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ -	\$ (11,525)
Changes of assumptions	2,023,349	-
Net difference between projected and actual earnings on OPEB plan investments	-	(41,899)
Total	\$ 2,023,349	\$ (53,424)

The amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years ended September 30:	
2020	\$ (661,105)
2021	(661,105)
2022	(656,359)
2023	8,644
Total	\$ (1,969,925)

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 4: OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)

Actuarial assumptions

The total OPEB liability in the September 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary increases	3.25%
Discount rate	6.00%
Investment rate of return	6.00%
Healthcare cost trend rates	4.00% - 7.50%

Mortality rates were based on the RP-2000 mortality tables. For female lives, 100% of the white-collar table was used. For male lives, a 50% white collar table, 50% blue collar table blend was used. All tables include fully generational adjustments for mortality improvements using improvement scale BB. For disabled lives, mortality rates were based on the RP-2000 sex-distinct disabled mortality tables with female lives set forward two (2) years, male lives set back four (4) years. Disabled mortality has not been adjusted for mortality improvements.

The Long-Term Expected Rate of Return on OPEB Plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the Long-Term Expected Rate of Return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Domestic Equity	30%	7.31%
International Equity	10%	2.71%
Bonds	40%	3.61%
Real Estate	10%	4.91%
Convertibles	10%	6.29%
Total	100%	5.03%

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 4: OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)

Discount rate

The discount rate used to measure the total OPEB liability was 6.00 percent. The projection of cash flows used to determine the Discount Rate assumed that current District contributions will be made at the current contribution rate which is above the Actuarially Determined Contribution. Based on this assumption, the OPEB Plan's Fiduciary Net Position was projected to provide all future benefit payments.

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the discount rate

The following presents the Net OPEB Liability of the District, as well as what the District's Net OPEB Liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current discount rate:

	1% Decrease 5.00%	Current Discount Rate 6.00%	1% Increase 7.00%
Net OPEB Liability	\$ 12,778,629	\$ 10,288,899	\$ 8,252,333

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the healthcare cost trend rates

The following presents the Net OPEB Liability of the District, as well as what the District's Net OPEB Liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease 3.00%-6.50%	Healthcare Cost Trend Rates 4.00%-7.50%	1% Increase 5.00%-8.50%
Net OPEB Liability	\$ 8,114,430	\$ 10,288,899	\$ 12,938,951

NOTE 5: RISK MANAGEMENT

The District maintains employee health insurance coverage from a commercial company for employees, retired employees and their eligible dependents. For the fiscal year ended September 30, 2019, the District reported incurred health insurance expense of \$1,452,954. There have been no claims in excess of insurance coverage as of September 30, 2019.

Lee County Mosquito Control District
Notes to Financial Statements
September 30, 2019

NOTE 6: RELATED PARTIES

The Lee County Mosquito Control Credit Union (LCMCCU), a state chartered natural person credit union, is owned and operated by current and retired District employees at the District's main location in Lehigh Acres, Florida as an employee benefit. As of September 30, 2019, LCMCCU had total assets of \$65,298. The District provides LCMCCU with District space and part-time personnel. The assets, liabilities, and net members' equity in the LCMCCU are not included as a component unit of the District.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Lee County Mosquito Control District

Schedules of Proportionate Share of Net Pension Liability

(Last 10 fiscal years)

Florida Retirement System	2019	2018	2017	2016	2015
Employer's proportion of the net pension liability (asset)	0.014955358%	0.014809061%	0.014608029%	0.015420705%	0.015609925%
Employer's proportionate share of the net pension liability (asset)	\$ 5,150,417	\$ 4,460,567	\$ 4,320,957	\$ 3,893,740	\$ 2,016,231
Employer's covered payroll	\$ 6,130,850	\$ 6,095,969	\$ 5,722,346	\$ 5,946,740	\$ 5,583,857
Employer's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	84.01%	73.17%	75.51%	65.48%	36.11%
Plan fiduciary net position as a percentage of the total pension liability	82.61%	84.26%	83.89%	84.88%	92.00%
Health Insurance Subsidy Program	2019	2018	2017	2016	2015
Employer's proportion of the net pension liability (asset)	0.018118350%	0.018350590%	0.018615846%	0.018827602%	0.017779645%
Employer's proportionate share of the net pension liability (asset)	\$ 2,027,263	\$ 1,942,247	\$ 1,990,492	\$ 2,194,279	\$ 1,813,245
Employer's covered payroll	\$ 6,130,850	\$ 6,095,969	\$ 5,722,346	\$ 5,946,740	\$ 5,583,857
Employer's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	33.07%	31.86%	34.78%	36.90%	32.47%
Plan fiduciary net position as a percentage of the total pension liability	2.63%	2.15%	1.64%	0.97%	0.50%

Notes to schedules:

- (1) The amounts presented for each fiscal year were determined as of the measurement date, which was June 30th of the current fiscal year.
- (2) GASB required information for 10 years. However, until a full 10-year trend is compiled, the District is presenting information for only those years for information is available.
- (3) The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 4 of the Plan's Comprehensive Annual Financial Report.
- (4)(a) The FRS's long-term expected rate of return and the discount used to determine the total pension liability decreased from 7.00% to 6.90%.
- (4)(b) The HIS's municipal rate used to determine the net pension liability was decreased from 3.87% to 3.50%.

Lee County Mosquito Control District Schedules of Employer Contributions (Last 10 fiscal years)

Florida Retirement System	2019	2018	2017	2016	2015
Contractually required contribution	\$ 476,675	\$ 434,813	\$ 380,283	\$ 380,612	\$ 386,404
Contributions in relation to the contractually required contribution	476,675	434,813	380,283	380,612	386,404
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Employer's covered payroll	\$ 6,130,850	\$ 6,095,969	\$ 5,722,346	\$ 5,946,740	\$ 5,583,857
Contributions as a percentage of covered payroll	7.78%	7.13%	6.65%	6.40%	6.92%
Health Insurance Subsidy Program	2019	2018	2017	2016	2015
Contractually required contribution	\$ 101,792	\$ 100,472	\$ 98,520	\$ 96,782	\$ 76,319
Contributions in relation to the contractually required contribution	101,792	100,472	98,520	96,782	76,319
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Employer's covered payroll	\$ 6,130,850	\$ 6,095,969	\$ 5,722,346	\$ 5,946,740	\$ 5,583,857
Contributions as a percentage of covered payroll	1.66%	1.65%	1.72%	1.63%	1.37%

Notes to schedules:

(1) The amounts presented for each fiscal year were determined as of the measurement date, which was June 30th of the current fiscal year.

(2) GASB required information for 10 years. However, until a full 10-year trend is compiled, the District is presenting information for only those years for information is available.

Lee County Mosquito Control District
Schedules of Proportionate Share of the Net OPEB Liability
(Last 10 fiscal years)

	2019	2018	2017
District's proportion of the net OPEB liability	89.22%	89.22%	89.22%
District's proportionate share of the net OPEB liability	\$ 10,288,899	\$ 15,118,615	\$ 15,832,085
District's covered payroll	\$ 6,130,850	\$ 6,095,969	\$ 5,722,346
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	167.82%	248.01%	276.67%
Plan fiduciary net position as a percentage of the total OPEB liability	44.14%	25.82%	19.43%

Notes to schedules:

(1) GASB required information for 10 years. However, until a full 10-year trend is compiled, the District is presenting information for only those years for information is available.

(2) The initial healthcare trend rate decreased from 8.00% to 7.50%

Lee County Mosquito Control District
Schedules of OPEB Contributions
(Last 10 fiscal years)

	2019	2018	2017
Contractually required contribution	\$ 251,173	\$ 276,748	\$ 555,105
Contributions in relation to the contractually required contribution	3,500,000	1,500,000	1,814,447
Contribution deficiency (excess)	<u>\$ (3,248,827)</u>	<u>\$ (1,223,252)</u>	<u>\$ (1,259,342)</u>
District's covered payroll	\$ 6,130,850	\$ 6,095,969	\$ 5,722,346
Contribution as a percentage of covered payroll	57.09%	24.61%	31.71%

Notes to schedules:

(1) GASB required information for 10 years. However, until a full 10-year trend is compiled, the District is presenting information for only those years for information is available.

(2) The initial healthcare trend rate decreased from 8.00% to 7.50%



COMPLIANCE

INDEPENDENT AUDITORS' 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*

Board of Commissioners
Lee County Mosquito Control District
Fort Myers, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and the major fund of the Lee County Mosquito Control District, as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated May 29, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Lee County Mosquito Control District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

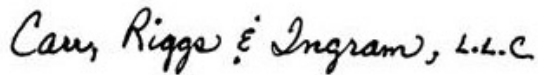
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Carr, Riggs & Ingram, L.L.C." in a cursive script.

CARR, RIGGS & INGRAM, LLC

Tampa, Florida
May 29, 2020

MANAGEMENT LETTER

Board of Commissioners
Lee County Mosquito Control District
Fort Myers, Florida

Report on the Financial Statements

We have audited the financial statements of the Lee County Mosquito Control District (the "District"), as of and for the fiscal year ended September 30, 2019, and have issued our report thereon dated May 29, 2020.

Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards* and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated May 29, 2020, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no findings in the preceding annual report.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the District met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific conditions met. In connection with our audit, we determined that the District did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.c. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for the District. 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 review of financial information provided by same. This assessment was done as of the fiscal year end.

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Special District Component Units

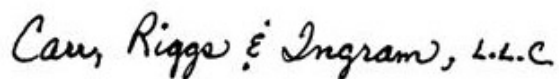
Section 10.554(1)(i)5.c., Rules of the Auditor General, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Carr, Riggs & Ingram, L.L.C." in a cursive script.

CARR, RIGGS & INGRAM, LLC

Tampa, Florida
May 29, 2020

**INDEPENDENT ACCOUNTANTS' REPORT IN ACCORDANCE WITH SECTION 218.415,
FLORIDA STATUTES, LOCAL GOVERNMENT INVESTMENT POLICIES**

Board of Commissioners
Lee County Mosquito Control District
Fort Myers, Florida

We have examined Lee County Mosquito Control District (the "District"), compliance with the requirements of Section 218.415, Florida Statutes, Local Government Investment Policies, during the year ended September 30, 2019. Management is responsible for the District's compliance with those requirements. Our responsibility is to express an opinion on the District's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. An examination involves performing procedures to obtain evidence about whether the District complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that our examination provides a reasonable basis for our opinion.

Our examination does not provide a legal determination on the District's compliance with specified requirements.

In our opinion, the District complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2019.

This report is intended solely for the information and use of management and the State of Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

Carr, Riggs & Ingram, LLC

CARR, RIGGS & INGRAM, LLC

Tampa, Florida
May 29, 2020

Lee County Hyacinth Control District

FINANCIAL STATEMENTS

Year Ended September 30, 2019



CRI CARR
RIGGS &
INGRAM

CPAs and Advisors

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Lee County Hyacinth Control District
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September 30, 2019

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REPORT



INDEPENDENT AUDITORS' REPORT

Board of Commissioners
Lee County Hyacinth Control District
Fort Myers, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and the major fund of the Lee County Hyacinth Control District (the "District"), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise Lee County Hyacinth Control District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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 from material misstatement.

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

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

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 the major fund of the Lee County Hyacinth Control District as of September 30, 2019, and the respective changes in financial position, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

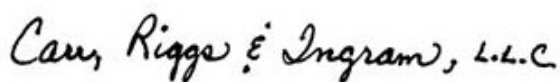
Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 4, 2020, on our consideration of the Lee County Hyacinth Control 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 solely 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 effectiveness of Lee County Hyacinth Control District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Lee County Hyacinth Control District's internal control over financial reporting and compliance.



CARR, RIGGS & INGRAM, LLC

Tampa, Florida
June 4, 2020



MANAGEMENT DISCUSSION AND ANALYSIS

Lee County Hyacinth Control District Management's Discussion and Analysis

We, as management of the Lee County Hyacinth Control District (the "District"), offer readers of the District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended September 30, 2019. The information presented in this MD&A should be considered in conjunction with the accompanying financial statements.

District Highlights:

- The Lee County Hyacinth Control District is an independent special district, which was created under Chapter 67-1629, Florida Statutes, and recreated under 98-462. It is governed by a seven member Board of Commissioners. The commissioners are elected for a four-year term.
- The District employs eight full-time employees.
- The primary location for operations is at the District headquarters in Lehigh Acres at the old Buckingham Army Airfield. The District and its operations are located in Lee County, which is located on the southwest coast of Florida, near the City of Fort Myers.
- Hyacinth control services were provided to residents and the public at large within the District's boundary in Lee County and along the entire length of the Caloosahatchee River to the western edge of Lake Okeechobee during the fiscal year ended September 30, 2019.

Financial Highlights:

- Total net position increased by \$561,363 between fiscal years. This increase is discussed further in the government-wide financial analysis.
- Total liabilities decreased by \$444,696 between the two fiscal years. This decrease is primarily due to a decrease in the Other Post-Employment Benefits liability.
- At the close of the current fiscal year, the ending fund balance was \$1,268,342, a decrease of \$166,428, or 11.6%, from the 2018 ending fund balance of \$1,434,770.
- Of the ending fund balance, \$79,865 is non-spendable, consisting of inventories, \$177,200 is assigned for the fiscal year end September 30, 2020, budgeted decrease in fund balance and \$1,011,277 is available for spending at the District's discretion (unassigned fund balance).

Overview of the Financial Statements:

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. Most revenue is collected via ad valorem taxes, and the basic financial statements are comprised of the following components: 1) Government-wide Financial Statements, 2) Fund Financial Statements, which include governmental funds that will be described later in this analysis, and 3) Notes to Financial Statements.

Government-Wide Financial Statements:

Government-wide financial statements are intended to allow the reader to assess a government's operational accountability. Operational accountability is defined as the extent to which the government has met its operating objectives efficiently and effectively, using all resources available for that purpose, and whether it can continue to meet its objectives for the foreseeable future.

The Statement of Net Position (Page 11) presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. The District's capital assets (property, plant, and equipment) are included in this statement and reported net of their accumulated depreciation.

The Statement of Activities (Page 12) presents revenue and expense information showing how the District's net position changed during the fiscal year. Both statements are measured and reported using the economic resource measurement focus (revenues and expenses) and the accrual basis of accounting (revenue recognized when earned and expense recognized when cost is incurred).

Fund Financial Statements:

The District accounts for its services in a general governmental fund. A fund is a grouping of related accounts that is used to maintain financial control over resources that have been segregated for specific activities or objectives. Governmental funds are used to account for the sources, uses, and balances of a government's expendable general government financial resources (and the related current liabilities). The main focus is on how money flows into and out of those funds and the balances left at year-end that are available for spending.

The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Governmental Fund Financial Statements begin on page 13 and provide a more detailed look at the District's most significant activities. An accounting method called modified accrual accounting is utilized to measure cash and all other financial assets that can readily be converted to cash. These statements provide a detailed short-term view of the general government operations and the basic services provided. You will find reconciliations on pages 14 and 16 that convert the data to an economic resource measurement focus and the accrual basis of accounting for use in the government-wide financial statements.

Notes to Financial Statements:

The notes to the financial statements explain in detail some of the data contained in the preceding statements and begin on page 18. These notes are essential to a full understanding of the data provided in the government-wide and fund financial statements.

Government-wide Financial Analysis:

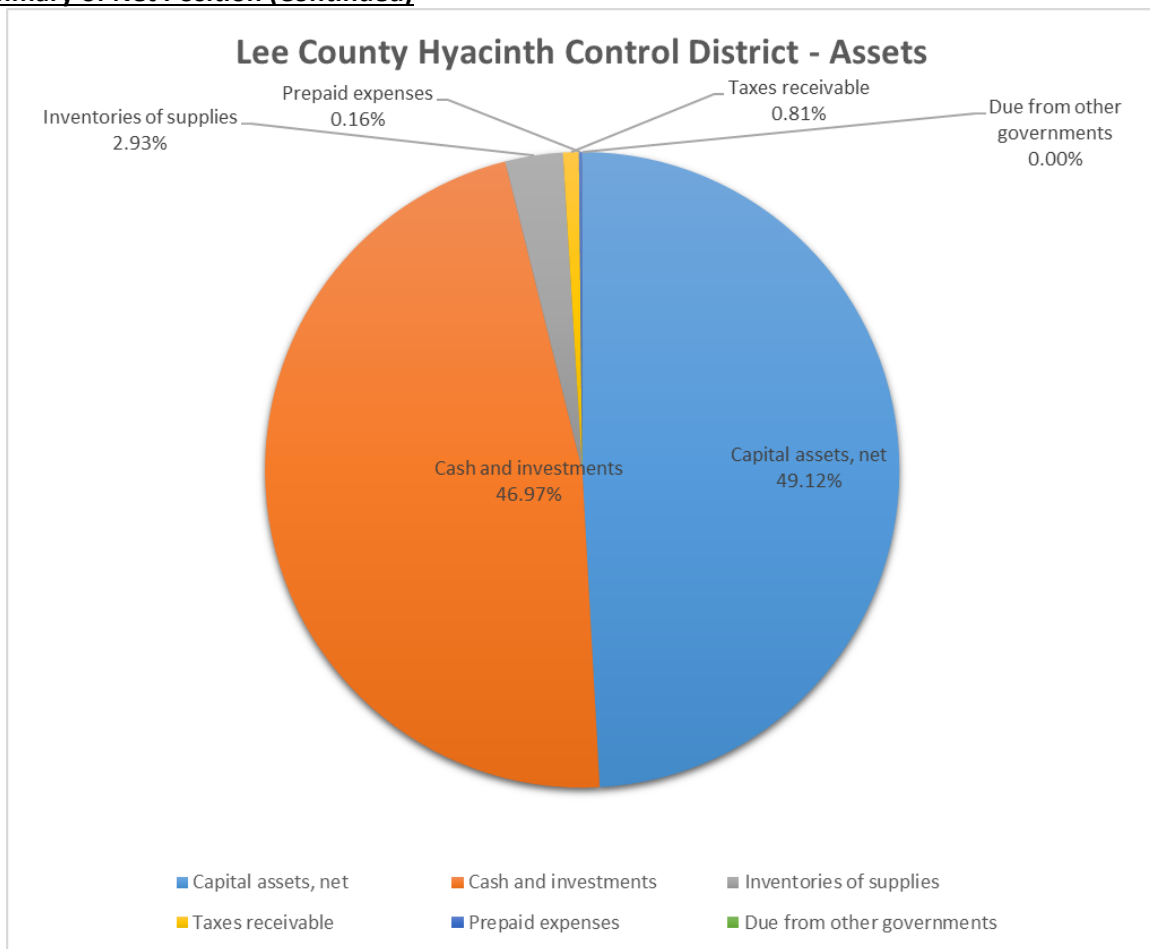
Net position may serve as a useful indicator of an agency's financial position. The District's net position as of September 30, 2019 was \$704,533. Its revenues, which include property taxes, investments, and miscellaneous income, totaled \$2,022,820 (general revenue plus program revenue). Total program expenses were \$1,461,457.

Fifty two percent of the District's assets represent its investment in capital assets and herbicide chemicals inventory. The District utilizes and consumes these assets in order to safely provide effective hyacinth control to the citizens within the District's boundaries. All cash and investments are invested pursuant to F.S. 218.415 (17) in deposit accounts with banks designated by the Florida Chief Financial Officer as qualified public depositories.

Summary of Net Position

	<u>09/30/19</u>	<u>09/30/18</u>	<u>Difference</u>
Current and Other Assets	\$ 1,310,845	\$ 1,468,827	\$ (157,982)
Capital Assets, net	<u>1,265,673</u>	<u>1,270,581</u>	<u>(4,908)</u>
Total Assets	<u>2,576,518</u>	<u>2,739,408</u>	<u>(162,890)</u>
Deferred Outflows	591,000	371,677	219,323
Current and Other Liabilities	53,003	34,933	18,070
Long-Term Liabilities	<u>2,222,799</u>	<u>2,685,565</u>	<u>(462,766)</u>
Total Liabilities	<u>2,275,802</u>	<u>2,720,498</u>	<u>(444,696)</u>
Deferred Inflows	187,183	247,417	(60,234)
Net Position			
Invested in Capital Assets	1,265,673	1,270,581	(4,908)
Unrestricted	<u>(561,140)</u>	<u>(1,127,411)</u>	<u>566,271</u>
Total Net Position	<u>\$ 704,533</u>	<u>\$ 143,170</u>	<u>\$ 561,363</u>

Summary of Net Position (Continued)



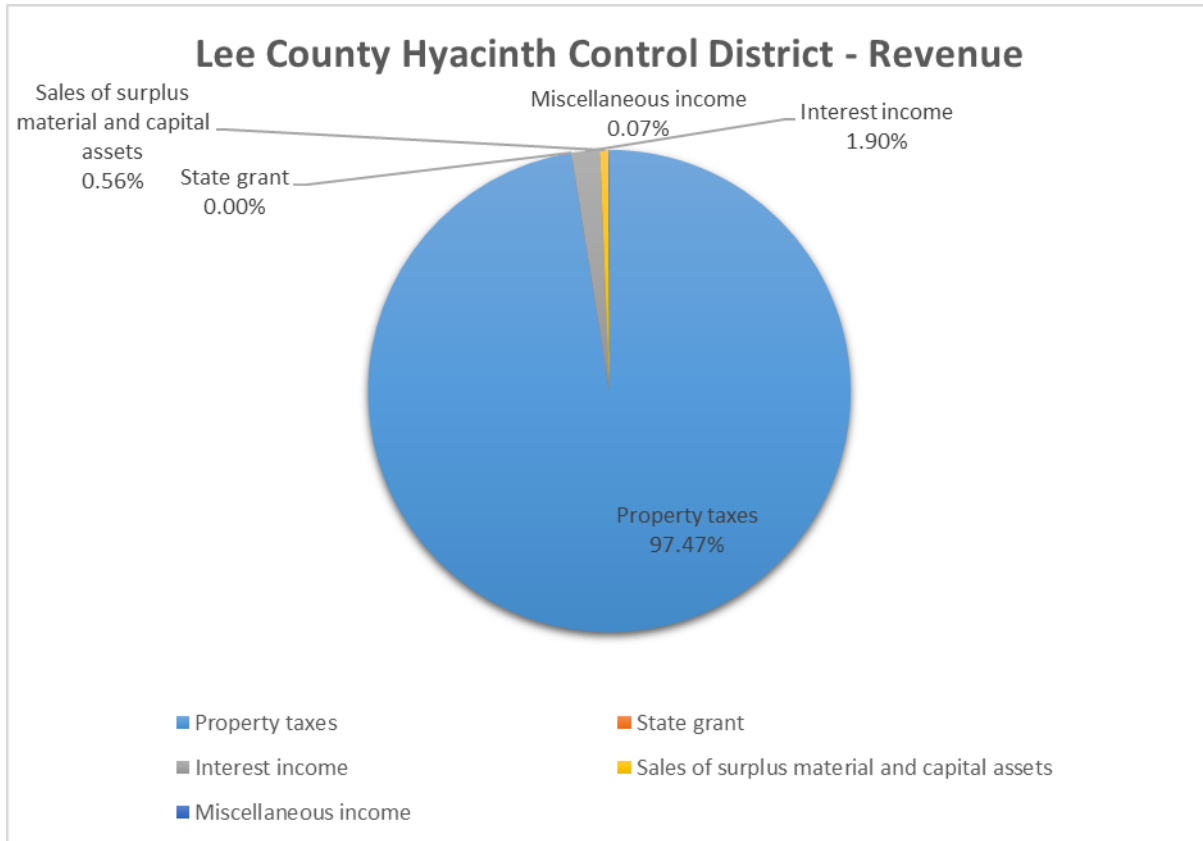
During the past year, total assets decreased by \$162,890 and total liabilities decreased by \$444,696. The decrease in total assets was primarily in cash and investments, which decreased \$128,049 and was due primarily to a contribution of \$100,000 to the Retiree Health Insurance Trust for future health benefits for qualifying employees. This was in accordance with the District Board's adopted budget plan for 2019. The book value of capital assets decreased due to depreciation expense. Total liabilities decreased primarily due to the annual adjustment for Other Post-Employment Benefits. The adjustment, based on actuarial calculations, lowered the liability because actual plan experience has differed from earlier actuarial assumptions. Deferred outflows increased by \$219,323 and deferred inflows decreased by \$60,234. These increases and decreases related to actuarial estimates for pension and retiree benefit costs. Net position increased by \$561,363 primarily due to the annual adjustment for Other Post-Employment Benefits mentioned above.

In fiscal year 2019, total fund revenue increased by \$43,009. The Board adopted the ad valorem tax rate of .0239 mils and there was only a small increase in ad valorem from growth in the District's boundaries. Property taxes represent 97.47% of the District's revenues. Miscellaneous revenue increased during the year due to funds received from the sale of surplus vehicles the District no longer needed.

Summary of Net Position (Continued)

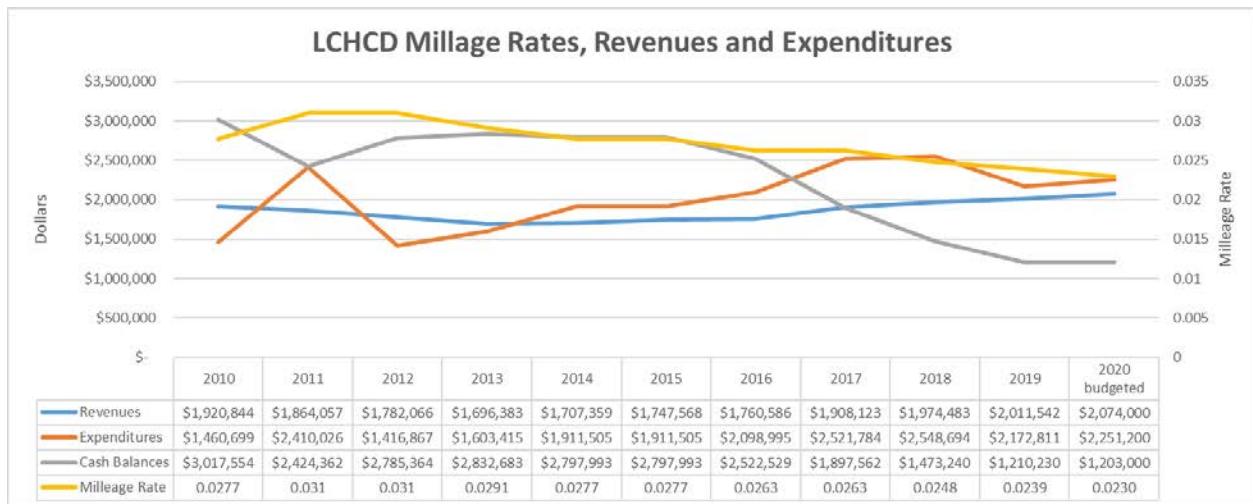
Total program expenditures decreased by \$1,072,713 from 2018. The decrease is due to lower cash expenditures for contributions to the Retiree Health Insurance Trust Fund and to a lower actuarial expense adjustment for the Other Post-Employment Benefit liability. In 2019 the cash contribution to the Retiree Health Insurance Trust Fund was \$100,000 and in 2018 it was \$500,000.

During 2019 the District purchased three drones for \$16,000, and purchased and outfitted a new spray truck for \$28,000.



Summary of Net Position (Continued)

	09/30/18	09/30/18	Difference
Revenues			
General revenues:			
Property taxes	\$ 1,971,699	\$ 1,927,743	\$ 43,956
State grant	-	23,281	(23,281)
Interest income	38,523	22,921	15,602
Gain on sales of surplus material and capital assets	11,278	5,328	5,950
Miscellaneous	1,320	538	782
Total revenues	<u>\$ 2,022,820</u>	<u>\$ 1,979,811</u>	<u>\$ 43,009</u>
Expenses			
Personnel services	\$ 918,820	\$ 1,985,770	\$ (1,066,950)
Operating	465,650	471,106	(5,456)
Depreciation	76,987	77,294	(307)
Total program expenses	<u>\$ 1,461,457</u>	<u>\$ 2,534,170</u>	<u>\$ (1,072,713)</u>
Decrease in Net Position	\$ 561,363	\$ (554,359)	\$ 1,115,722
Net position - beginning of fiscal year	<u>\$ 143,170</u>	<u>\$ 697,529</u>	<u>\$ (554,359)</u>
Net position - end of fiscal year	<u><u>\$ 704,533</u></u>	<u><u>\$ 143,170</u></u>	<u><u>\$ 561,363</u></u>



The chart above reflects revenues, expenditures, and millage rates for the past ten years and projections for the upcoming fiscal year (FY 2019-2020).

Budgetary Highlights:

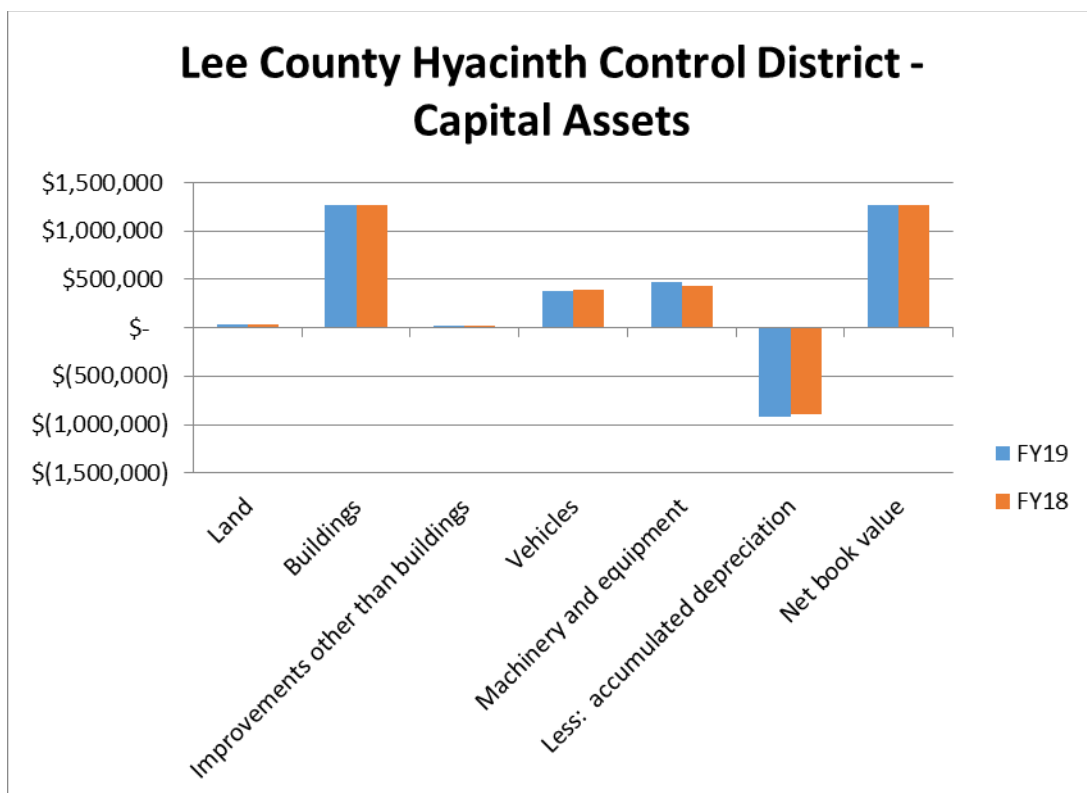
The District adopts an annual budget on a GAAP basis. The budget incorporates input from the Board of Commissioners, District staff, and citizens within the District regarding what services to provide and how to pay for them.

The budget also authorizes the District to obtain funds from identified sources to finance these current period activities. The Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund is provided on page 17 and denotes changes in the budget from the original to the final budget. The comparison statement uses the GAAP basis of accounting and is presented using the same format, language, and classifications as the original legal budget document.

Revenue variances from the original budget as compared to the final budget are depicted on page 18. The difference between the final amended budgeted expenditures and actual expenditures represents a positive variance of \$85,352. The variance is due primarily to a net effect of being under budget for worker's compensation insurance and Florida Retirement System contributions, liability insurance, equipment and supplies and over budget for chemical purchases. Chemical purchases exceeded the budgeted amount due to operational needs for 2019.

Capital Asset and Debt Administration:

The District's investment in capital assets at year-end is \$1,265,673 (net of accumulated depreciation) which includes property, plant, and equipment with a threshold of \$1,000 and an estimated useful life of more than one year. Assets are recorded at the lesser of cost when purchased or constructed and at fair value at the date of donation and are depreciated utilizing the straight-line method.



Capital Asset and Debt Administration (Continued)

	09/30/19	09/30/18
Land	\$ 38,912	\$ 38,912
Buildings	1,267,682	1,267,682
Improvements other than buildings	26,420	26,420
Vehicles	378,451	395,749
Machinery and equipment	474,562	436,871
Total assets	2,186,027	2,165,634
Less: accumulated depreciation	(920,354)	(895,053)
Net book value	\$ 1,265,673	\$ 1,270,581

At September 30, 2019, the District had no long-term debt; its other long-term liabilities were comprised of accrued compensated absences, net OPEB obligation payables, and net pension liabilities for the District's portion of the Florida Retirement System pension liability. For more information on accrued compensated absences or postemployment benefits other than pensions, please see Note 1 on page 22 and Note 4 on page 35, respectively, of the Notes to Financial Statements. For more information on the Florida Retirement System pension liability see Note 3 on page 29. For more information on capital assets, please see Note 1 on page 21 and Note 2 on page 29, of the Notes to Financial Statements.

Economic Factors and Next Year's Budget and Rates:

On September 30, 2019, the Board of Commissioners approved budgeted revenues of \$2,074,000 for fiscal year 2020. The Board opted to adopt the rolled-back millage rate of .0230 mills in keeping with their plan to reduce fund balance while maintaining current service levels. The rate of .0230 per thousand dollars produced Ad Valorem taxes in the amount of \$2,046,000, an increase of \$76,200 over the prior year. Property taxes are the largest source of revenue for the Lee County Hyacinth Control District.

Budgeted expenditures decreased for fiscal year 2020 to \$2,251,200. Also included in the budgeted expenditure total for 2020 is a contribution to the Retiree Health Insurance Trust Fund for \$50,000 for post-employment health insurance benefits for Hyacinth retirees. Notable equipment purchases budgeted for 2020 include two new airboats with spray systems and trailers totaling \$120,000 and a new truck with a topper and a slide out bed for transporting the drones for \$32,000.

Contacting the District's Financial Management:

This financial report is designed to provide a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions concerning any of the information found in this report or requests for additional information should be directed to the Executive Director, Lee County Hyacinth Control District, 15191 Homestead Road, Lehigh Acres, Florida 33971.



FINANCIAL STATEMENTS

Lee County Hyacinth Control District
Statement of Net Position
September 30, 2019

Assets	
Cash and investments	\$ 1,210,230
Taxes receivable	20,750
Prepaid expenses	4,248
Inventories of supplies	75,617
Total current assets	1,310,845
Capital assets:	
Land	38,912
Buildings	1,267,682
Improvements other than buildings	26,420
Machinery and equipment	853,013
Less accumulated depreciation	(920,354)
Total capital assets	1,265,673
Total assets	2,576,518
Deferred Outflow of Resources	
Deferred outflows for OPEB	244,471
Deferred outflows for pensions	346,529
Total deferred outflows	591,000
Liabilities	
Accounts payable	3,702
Accrued wages payable	16,097
Due to other governments	22,704
Current portion of accrued compensated absences	7,000
Current portion of net pension liability	3,500
Total current liabilities	53,003
Noncurrent liabilities:	
Net OPEB liability	1,243,156
Accrued compensated absences	99,422
Net pension liability	880,221
Total noncurrent liabilities	2,222,799
Total liabilities	2,275,802
Deferred Inflow of Resources	
Deferred inflows for OPEB	6,455
Deferred inflows for pensions	180,728
Total deferred inflows	187,183
Net Position	
Invested in capital assets	1,265,673
Unrestricted (deficit)	(561,140)
Total net position	\$ 704,533

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

Lee County Hyacinth Control District
Statement of Activities
Year Ended September 30, 2019

Program expenses

Physical environment - Hyacinth control	
Personnel services	\$ 918,820
Operating	465,650
Depreciation	76,987
Total program expenses	1,461,457

General revenues

Property taxes	1,971,699
Interest income	38,523
Gain on sales of surplus material and capital assets	11,278
Miscellaneous income	1,320
Total general revenues	2,022,820

Change in net position	561,363
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Net position - beginning of year	143,170
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Net position end of year	\$ 704,533
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The accompanying notes are an integral part of these financial statements.

Lee County Hyacinth Control District
Balance Sheet – General Fund
September 30, 2019

ASSETS

Cash and investments	\$ 1,210,230
Taxes receivable	20,750
Prepaid expenditures	4,248
Inventories of supplies	75,617
Total assets	\$ 1,310,845

LIABILITIES AND FUND BALANCES

LIABILITIES

Accounts payable	\$ 3,702
Accrued wages payable	16,097
Due to other governments	22,704
Total liabilities	42,503

FUND BALANCES

Nonspendable:	
Prepaid and inventories	79,865
Assigned for subsequent year's budget deficit	177,200
Unassigned	1,011,277
Total fund balance	1,268,342
Total liabilities and fund balance	\$ 1,310,845

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

Lee County Hyacinth Control District
Reconciliation of the Balance Sheet to the
Statement of Net Position
September 30, 2019

Fund balance	\$	1,268,342
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and are, therefore, not reported on the governmental balance sheet.		1,265,673
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Compensated absences		(106,422)
Net pension liability		(883,721)
Net OPEB liability		(1,243,156)

Deferred outflows and inflows associated with pensions are not reported in the governmental funds

Deferred outflows related to pensions		346,529
Deferred inflows related to pensions		(180,728)
Deferred outflows OPEB		244,471
Deferred inflows OPEB		(6,455)

Net position	\$	704,533
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The accompanying notes are an integral part of these financial statements.

Lee County Hyacinth Control District
Statement of Revenues, Expenditures, and Changes
In Fund Balance – General Fund
Year Ended September 30, 2019

Revenues

Property taxes	\$ 1,971,699
Interest income	38,523
Miscellaneous income	1,320
Total revenues	2,011,542

Expenditures

Current	
Physical environment - hyacinth control	
Personnel services	1,651,519
Operating expenditures	465,650
Capital outlay	72,079
Total expenditures	2,189,248

Deficiency of revenues under expenditures	(177,706)
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Other financing sources

Sales of surplus material and capital assets	11,278
Total other financing sources	11,278

Net change in fund balance	(166,428)
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Fund balance, beginning of year	1,434,770
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Fund balance, end of year	\$ 1,268,342
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The accompanying notes are an integral part of these financial statements.

Lee County Hyacinth Control District
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balance to the Statement of Activities
Year Ended September 30, 2019

Net change in fund balance	\$	(166,428)
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlay as expenditures. However, in the statement of activities cost of those assets are depreciated over their estimated useful lives.

Expenditures for capital assets	72,079	
Less current year depreciation	<u>(76,987)</u>	(4,908)

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 the governmental funds.

Change in compensated absences	(4,586)	
Change in net pension liability	(125,821)	
Change in deferred outflows related to pensions	(25,148)	
Change in deferred inflows related to pensions	65,700	
Change in net OPEB liability	583,549	
Change in deferred outflows related to OPEB	244,471	
Change in deferred inflows related to OPEB	<u>(5,466)</u>	732,699

Change in net position	\$	561,363
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The accompanying notes are an integral part of these financial statements.

Lee County Hyacinth Control District
Statement of Revenues, Expenditures, and Changes
in Fund Balance – Budget and Actual – General Fund
Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues				
Ad valorem Taxes	\$ 1,969,800	\$ 1,969,800	\$ 1,971,699	\$ 1,899
Miscellaneous income				
Interest	24,000	24,000	38,523	14,523
Miscellaneous	2,000	2,000	1,320	(680)
Total revenues	\$ 1,995,800	\$ 1,995,800	\$ 2,011,542	\$ 15,742
Expenditures				
Physical environment - mosquito control				
Personnel services				
Personnel services	\$ 1,026,000	\$ 1,076,000	\$ 1,058,325	\$ 17,675
Benefits	662,500	629,250	593,194	36,056
Operating expenditures				
Operating expenses	82,000	83,500	80,633	2,867
Travel and per diem	5,000	8,000	6,722	1,278
Communications services	9,000	11,300	9,678	1,622
Freight & postage services	500	1,500	857	643
Utilities	32,000	34,000	31,450	2,550
Rentals and leases	2,000	2,000	1,232	768
Insurance	60,000	45,000	38,814	6,186
Repairs & maintenance	37,000	41,000	37,815	3,185
Promotional activities	-	500	367	133
Other current charges	23,000	21,000	13,444	7,556
Office supplies	5,000	5,000	2,121	2,879
Gasoline/oil/lube	17,000	19,500	18,397	1,103
Chemicals	150,000	155,000	167,476	(12,476)
Protective devices	4,000	4,000	2,273	1,727
Miscellaneous supplies	31,000	36,000	30,917	5,083
Tools & implements	500	550	49	501
Publications and dues	9,500	19,500	16,155	3,345
Training	6,500	9,000	7,250	1,750
Capital outlay	70,000	73,000	72,079	921
Total expenditures	2,232,500	2,274,600	2,189,248	85,352
Other financing sources				
Sales of surplus material and capital assets	4,000	4,000	11,278	7,278
Total other financing sources	4,000	4,000	11,278	7,278
Excess of expenditures over revenues	(232,700)	(274,800)	(166,428)	62,332
Fund balance, beginning of year	1,220,540	1,198,440	1,434,770	236,330
Fund balance, end of year	\$ 987,840	\$ 923,640	\$ 1,268,342	\$ 298,662

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

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

The Lee County Hyacinth Control District (the "District") is an independent special district created to perform Hyacinth control and suppression in Lee County, Florida, in accordance with Chapter 388, Florida Statutes. The District was created by the Laws of Florida, Chapter 67-1629 and recreated by Chapter 98-462.

Reporting Entity

The business and affairs of the District are governed by a board of seven commissioners who are elected for terms of four years. The accounting policies of the District conform to generally accepted accounting principles (GAAP) as applied to governmental units. The more significant accounting policies used by the District are described below.

Governmental Accounting Standards Board (GASB) requires the financial statements of a reporting entity to include its component units, if any. A component unit is a legally separate organization for which the elected officials of the primary government or financial reporting entity are financially accountable. Based on the aforementioned criteria, there are no component units included in the District's financial statements.

Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of the District's 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. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus and Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

The 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. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of current fiscal year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of current fiscal year end). All other revenue items are considered to be measurable and available only when cash is received by the District.

Fund Financial Statements

The District reports the following major governmental fund:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the general government.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgetary Information

Budgetary basis of accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund.

The appropriated budget is prepared by fund and function. Transfers and amendments can be made throughout the year by approval of the Board of Commissioners and the Florida Department of Agriculture and Consumer Services, Bureau of Entomology and Pest Control. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the function level.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity

Cash

The District's cash is cash on hand and demand deposits.

Investments

The District's investments are held by Florida Fixed Income Trust Fund and Florida PRIME (SBA). The Florida Fixed Income Trust and Florida PRIME meets all of the specified criteria in Section 150: *Investments* to qualify to elect to measure their investments at amortized cost. Accordingly, the fair value of the District's position in the pool is equal to the value of the pooled shares.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method and consist of expendable supplies and vehicle repair parts. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased. Certain parts held in inventory were acquired from other governmental agency at values established by governmental agencies. The District periodically adjusts those values to reflect the lower of cost or market. No allowance was recorded by the District for the period ending September 30, 2019.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Receivables and Payables

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. Intergovernmental revenues are recognized at the time of receipt. Investment earnings are recognized when earned.

Capital Assets

Capital assets, which include property, plant and equipment are reported in governmental activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year.

As the District constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	40
Improvements other than buildings	20
Machinery and equipment	5 - 20

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows/Inflows of Resources

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

The District has two (2) items that qualify for reporting as deferred outflows of resources, the *deferred amounts related OPEB* and the *deferred amounts related to pensions*, both reported in the government-wide statements of net position. The deferred outflows related to pensions and OPEB are an aggregate of items related to pensions and OPEB as calculated in accordance with GASB Codification Section P20: *Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria*. The deferred outflows related to pensions and OPEB will be recognized as either pension/OPEB expense or a reduction in the net pension/OPEB liability in future reporting years.

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

The District has two (2) items that qualify for reporting as deferred inflows of resources. The *deferred inflows related to pensions and OPEB* are an aggregate of items related to pensions and OPEB as calculated in accordance with GASB Codification Section P20: *Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria*. The deferred inflows related to pensions and OPEB will be recognized as a reduction to pension/OPEB expense in future reporting years.

Compensated Absences

The District's policy permits employees to accumulate earned but unused vacation benefits which are eligible for payment upon separation from government service. The liability for such leave is reported as incurred in the government-wide financial statements. A liability for those amounts is recorded in the general fund only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

Long-Term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position, and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post-Employment Benefits (OPEB) Liability

For purposes of measuring the net OPEB liability, deferred outflows/inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. The District's proportionate share of OPEB amounts were further allocated to each participating employer based on the contributions paid by each employer. Investments are reported at fair value.

Categories and Classification of Fund Equity

Net position flow assumption – Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Fund balance flow assumptions – Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund balance policies – Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Categories and Classification of Fund Equity (Continued)

The provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, specifies the following classifications:

Nonspendable fund balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted fund balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The commission is the highest level of decision-making authority for the District that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Assigned fund balance – Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The District Commissioners assign fund balance. The District Commissioners may also assign fund balance as they do when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned fund balance – Unassigned fund balance is the residual classification for the General Fund.

Minimum Fund Balance Policy

The District's policy is to maintain an adequate general fund unassigned fund balance to provide liquidity to meet seasonal shortfalls in cash flow, and reduce susceptibility to emergency or unanticipated expenditures and/or revenue shortfalls. The District adopted a financial standard to maintain a general fund minimum unassigned fund balance of approximately three months' worth of operating expenditures.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenues and Expenditures/Expenses

Program revenues – Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Property taxes – 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. Property taxes are levied on November 1 of each year, and are due and payable upon receipt of the notice of levy. The Lee County Tax Collector's office bills and collects property taxes on behalf of the District. The tax rate levied upon all of the taxable property in the Lee County Hyacinth Control District for the fiscal year ended September 30, 2019, was \$0.0239 per \$1,000 of assessed taxable property value. Property tax revenue is recognized in the fiscal year for which the taxes are levied.

On May 1 of each year, unpaid taxes become a lien on the property. The past due tax certificates are sold at public auction prior to June 1, and the proceeds collected are remitted to the District.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditure of monies are recorded as reservations of budget, is employed as an extension of the statutory required budgetary process. At year-end, outstanding encumbrances represent material purchase commitments for goods and services which were ordered, budgeted, and appropriated, but had not been received or completed at date. Although encumbrances lapse at year-end, it is the intention to substantially honor these encumbrances under authority provided in the subsequent year's budget. For the fiscal year ended September 30, 2019, the district had no encumbrances from subsequent years.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, June 4, 2020 which is the date the financial statements were available to be issued.

In March 2020, the World Health Organization made the assessment that the outbreak of a novel coronavirus (COVID-19) can be characterized as a pandemic. As a result, uncertainties have arisen that may have a significant negative impact on the operating activities and results of the District. The occurrence and extent of such an impact will depend on future developments, including (i) the duration and spread of the virus, (ii) government quarantine measures, (iii) voluntary and precautionary restrictions on travel or meetings, (iv) the effects on the financial markets, and (v) the effects on the economy overall, all of which are uncertain.

NOTE 2: DETAILED NOTES ON ALL FUNDS

Deposits and Investments

As of September 30, 2019, \$250,000 of the District's bank balance is covered by federal depository insurance (FDIC). Monies invested in amounts greater than the insurance coverage are secured by the qualified public depositories pledging securities with the State Treasurer in such amounts required by the Florida Security for Public Depositories Act. In the event of a default or insolvency of a qualified public depositor, the State Treasurer will implement procedures for payment of losses according to the validated claims of the District pursuant to Section 280.08, Florida Statutes.

The investment program is established in accordance with the District's investment policy, pertinent bond resolutions and Section 218.45, Florida Statutes, which allows the District to invest in the Florida State Board of Administration intergovernmental investment pool or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act of 1969, direct obligations of the United States Government, obligations of the different agencies of the Federal Government, registered money market funds and accounts of state qualified public depositories.

The investing of public funds with the Florida State Board of Administration (SBA) - Local Government Surplus Funds Trust Fund is governed by Section 218.407, Florida Statutes. The SBA is under regulatory oversight of the State of Florida. The investment pool consists largely of corporate notes and commercial paper. On September 30, 2019, the District had \$515,124 invested. The fair value of the District's position in the pool is equal to the value of the pooled shares or amortized cost.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

Note 2: DETAILED NOTES ON ALL FUNDS (Continued)

Deposits and Investments (Continued)

The Florida Fixed Income Trust (Florida FIT) is a common law trust organized under the laws of the State of Florida as an intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act, as provided in Section 163.01 of the Florida Statutes. The investment pool consists of obligations guaranteed by the full faith and credit of the United States, U.S. government agency obligations, commercial paper, bank obligations and other obligations permitted by applicable Florida Statutes. At September 30, 2019, the District's share of Florida FIT was \$348,395. The fair value of the District's position in the pool is equal to the value of the pooled shares or amortized cost.

Under GASB Codification I50: *Investments*, if a participant has an investment in a qualifying external investment pool that measures for financial reporting purposes all of its investments at amortized cost it should disclose the presence of any limitations or restrictions on withdrawals (such as redemption notice periods, maximum transaction amounts, and the qualifying external investment pool's authority to impose liquidity fees or redemption gates) in notes to the financial statements. As of September 30, 2019, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit the District's access to 100 percent of their account value in either external investment pool.

Custodial credit risk – Custodial credit risk for deposits is the risk in the event of the failure of a depository financial institution a government may not be able to recover deposits. Monies placed on deposit with financial institutions in the form of demand deposits, time deposits or certificate of deposits are defined as public deposits. The financial institutions in which the District places its deposits are certified as "qualified public depositories," as required under the Florida Security for Public Deposits Act. For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

Interest rate risk – Interest rate risk is the possibility that interest rates will rise and reduce the fair value of an investment. Florida Statues limit interest rate risk by requiring that an attempt be made to match investment maturities with known cash needs and anticipated cash flow requirements. In addition, investments of current operating funds are required to have maturities of no longer than twelve months.

Credit risk – Section I50: *Investments* of the GASB Codification requires that governments provide information about credit risk associated with their investments by disclosing the credit rating of investments in debt securities as described by nationally recognized statistical rating organizations. Florida Statues limit investments to securities with specific ranking criteria.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

Note 2: DETAILED NOTES ON ALL FUNDS (Continued)

Deposits and Investments (Continued)

Concentration risk – Section 150: *Investments* of the GASB Codification requires disclosures of investments in any one issuer that represents five percent or more of total investments, excluding investments issued or explicitly guaranteed by the U.S government, investments in mutual funds, external investments pools and other pooled investments. Florida Statutes do not address concentration risk.

As of September 30, 2019, all District investment funds are held in local government investment pools that are valued at amortized cost and not required to be categorized by fair value hierarchy level.

Deposits and investments as of September 30, 2019 consist of the following:

As of September,	2019
Cash in Bank	\$ 346,711
Florida Fixed Income Trust	348,395
Florida PRIME (SBA)	515,124
Cash and investments	<u>\$ 1,210,230</u>

Inventories

Inventories consisted of the following as of September 30, 2019:

	Carrying Amount
Chemicals	\$ 75,617
Total	<u>\$ 75,617</u>

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

Note 2: DETAILED NOTES ON ALL FUNDS (Continued)

Capital Assets

The following is a summary of changes in capital assets during the year ended September 30, 2019:

	Balance October 1, 2018	Increases	Decreases	Balance September 30, 2019
<i>Non-depreciated assets:</i>				
Land	\$ 38,912	\$ -	\$ -	\$ 38,912
<i>Depreciated assets:</i>				
Buildings	1,267,682	-	-	1,267,682
Improvements other than buildings	26,420	-	-	26,420
Machinery and equipment	832,620	72,079	(51,686)	853,013
Total capital assets at historical cost	2,165,634	72,079	(51,686)	2,186,027
<i>Less accumulated depreciation for:</i>				
Buildings	225,220	31,295	-	256,515
Improvements other than buildings	26,420	-	-	26,420
Machinery and equipment	643,413	45,692	(51,686)	637,419
Total accumulated depreciation	895,053	76,987	(51,686)	920,354
Capital assets, net	\$ 1,270,581	\$ (4,908)	\$ -	\$ 1,265,673

Long-Term Debt and Liabilities

	Balance October 1, 2018	Additions	Reductions	Balance September 30, 2019	Due Within One Year
Compensated absences	\$ 101,836	\$ 12,391	\$ (7,805)	\$ 106,422	\$ 7,000
Net OPEB liability	1,826,705	-	(583,549)	1,243,156	-
Net pension liability	757,900	125,821	-	883,721	3,500
	\$ 2,686,441	\$ 138,212	\$ (591,354)	\$ 2,233,299	\$ 10,500

NOTE 3: STATE OF FLORIDA PENSION PLANS

Defined Benefit Plans

The District participates in two defined benefit pension plans that are administered by the State of Florida, Department of Management Services, Division of Retirement. The plans provide retirement, disability or death benefits to retirees or their designated beneficiaries. Chapter 121, Florida Statutes, establishes the authority for benefit provisions. Changes to the law can only occur through an act of the Florida Legislature. The State of Florida issues a publicly available financial report that includes financial statements and required supplementary information for the plans. That report may be obtained by writing to the Division of Retirement, PO Box 9000, Tallahassee, Florida, 32315-9000 or by calling (844) 377-1888.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 3: STATE OF FLORIDA PENSION PLANS (CONTINUED)

The Florida Retirement System (FRS) Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan with a Deferred Retirement Option Program (DROP) available for eligible employees. The FRS was established and is administered in accordance with Chapter 121, Florida Statutes. Retirees receive a lifetime pension benefit with joint and survivor payment options. FRS membership is compulsory for employees filling regularly established positions in a state agency, county agency, state university, state college, or district school board, unless restricted from FRS membership under Sections 121.053 or 121.122, Florida Statutes, or allowed to participate in a defined contribution plan in lieu of FRS membership. Participation by cities, municipalities, special districts, charter schools and metropolitan planning organizations is optional.

The Retiree Health Insurance Subsidy (HIS) Program is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with Section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. To be eligible to receive a HIS benefit, a retiree under a state administered retirement system must provide proof of eligible health insurance coverage, which can include Medicare.

Benefits Provided

Benefits under the FRS Pension Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement plan and/or class to which the member belonged when the service credit was earned.

Eligible retirees and beneficiaries receive a monthly HIS payment equal to the number of years of service credited at retirement multiplied by \$5. The minimum payment is \$30 and the maximum payment is \$150 per month, pursuant to Section 112.363, Florida Statutes.

Contributions

The contribution requirements of plan members and the District are established and may be amended by the Florida Legislature. Employees are required to contribute 3.00% of their salary to the FRS.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 3: STATE OF FLORIDA PENSION PLANS (CONTINUED)

Contributions (Continued)

The District's contribution rates as of September 30, 2019, were as follows:

	FRS	HIS
Regular Class	6.81%	1.66%
Special Risk Class	23.82%	1.66%
Senior Management Service Class	23.75%	1.66%
Elected Officials	47.16%	1.66%
DROP from FRS	12.94%	1.66%

The District's contributions for the year ended September 30, 2019, were \$61,528 to the FRS and \$10,458 to the HIS.

Pension Liabilities and Pension Expense

In its financial statements for the year ended September 30, 2019, the District reported a liability for its proportionate shares of the net pension liabilities. The net pension liabilities were measured as of June 30, 2019 and the total pension liabilities used to calculate the net pension liability were determined by an actuarial valuation dated July 1, 2019. The District's proportions of the net pension liabilities were based on the District's share of contributions to the pension plans relative to the contributions of all participating entities, actuarially determined.

	FRS	HIS
Net pension liability	\$ 675,405	\$ 208,316
Proportion at:		
Current measurement date	0.001961186%	0.001861802%
Prior measurement date	0.001897105%	0.001761914%
Pension expense (benefit)	\$ 155,469	\$ 1,784

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 3: STATE OF FLORIDA PENSION PLANS (CONTINUED)

Deferred Outflows/Inflows of Resources Related to Pensions

At September 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	FRS		HIS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 40,060	\$ (419)	\$ 2,530	\$ (255)
Changes of assumptions	173,473	-	24,121	(17,026)
Net difference between projected and actual earnings on pension plan investments	-	(37,367)	134	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	69,666	(70,660)	19,743	(55,001)
Employer contributions subsequent to the measurement date	14,381	-	2,421	-
Total	\$ 297,580	\$ (108,446)	\$ 48,949	\$ (72,282)

Deferred outflows of resources related to employer contributions paid subsequent to the measurement date and prior to the employer's fiscal year end will be recognized as a reduction of the net pension liability in the reporting period ending September 30, 2020. Other pension-related amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ending September 30,	FRS	HIS
2020	\$ 47,522	\$ (10,106)
2021	11,136	(11,622)
2022	54,804	(7,774)
2023	45,085	(610)
2024	11,882	1,275
Thereafter	4,324	3,083
Total	\$ 174,753	\$ (25,754)

Actuarial Assumptions

The total pension liability for each of the defined benefit plans, measured as of June 30, 2019, was determined by an actuarial valuation dated July 1, 2019, using the individual entry age normal actuarial cost method and the following significant actuarial assumptions:

	FRS	HIS
Inflation	2.60%	2.60%
Salary increases	3.25%	3.25%
Investment rate of return	6.90%	N/A
Discount rate	6.90%	3.50%

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 3: STATE OF FLORIDA PENSION PLANS (CONTINUED)

Actuarial Assumptions (Continued)

Mortality assumptions for both plans were based on the Generational RP-2000 with Projection Scale BB.

For both plans, the actuarial assumptions used in the valuation dated July 1, 2017 were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

The following changes in key actuarial assumptions occurred in 2019:

FRS: The long-term expected rate of return was decreased from 7.00% to 6.90%, and the mortality assumption was changed from the Generational RP-2000 with Projection Scale BB tables to the PUB-2010 base table, projected generationally with Scale MP-2018.

HIS: The municipal bond rate used to determine total pension liability was decreased from 3.87% to 3.50%.

The long-term expected investment rate of return was not based on historical returns, but instead was based on a forward-looking capital market economic model. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. For the FRS Pension Plan, the table below summarizes the consulting actuary's assumptions based on the long-term target asset allocation.

Asset Class	Target Allocation	Annual Arithmetic Return	Compound Annual (Geometric) Return
Cash	1%	3.3%	3.3%
Fixed income	18%	4.1%	4.1%
Global equity	54%	8.0%	6.8%
Real estate (property)	11%	6.7%	6.1%
Private equity	10%	11.2%	8.4%
Strategic investments	6%	5.9%	5.7%
	<u>100%</u>		

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 3: STATE OF FLORIDA PENSION PLANS (CONTINUED)

Discount Rate

The discount rate used to measure the total pension liability for the FRS Pension Plan was 6.90%. FRS' fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Because the HIS Program is essentially funded on a pay-as-you-go basis, a municipal bond rate of 3.50% was used to determine the total pension liability for the program. The Bond Buyer General Obligation Bond 20-Bond Municipal Bond Index was used as the applicable municipal bond index.

Sensitivity Analysis

The following tables demonstrate the sensitivity of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact to the District's proportionate share of the net pension liability if the discount rate was 1.00% higher or 1.00% lower than the current discount rate.

	FRS			HIS		
	Current Discount			Current Discount		
	1% Decrease (5.90%)	Rate (6.90%)	1% Increase (7.90%)	1% Decrease (2.50%)	Rate (3.50%)	1% Increase (4.50%)
Employer's proportionate share of the net pension liability	\$ 1,167,550	\$ 675,405	\$ 264,380	\$ 237,805	\$ 208,316	\$ 183,757

Pension Plans' Fiduciary Net Position

Detailed information about the pension plans' fiduciary net position is available in the State's separately issued financial reports.

Defined Contribution Plan

Pursuant to Chapter 121, Florida Statutes, the Florida Legislature created the Florida Retirement Investment Plan ("FRS Investment Plan"), a defined contribution pension plan qualified under Section 401(a) of the Internal Revenue Code. The FRS Investment Plan is an alternative available to members of the Florida Retirement System in lieu of the defined benefit plan. There is a uniform contribution rate covering both the defined benefit and defined contribution plans, depending on membership class. There were no required employer contributions during the year ended September 30, 2019.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 4: OTHER POSTEMPLOYMENT BENEFIT PLAN

The Plan has adopted Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*.

Plan Description

The Lee County Hyacinth Control District provides post-employment health care and dental insurance benefits (OPEB) for retired employees and their spouses through a cost-sharing multiple-employer defined benefit plan, the Lee County Mosquito Control District/Lee County Hyacinth Control District OPEB Plan (the "Plan"). The benefits, benefit levels, employee contributions and employer contributions are governed by the Plan and can be amended by the Plan at any time. The Plan issues a publicly available financial report that includes financial statements and required supplementary information for the plans. That report may be obtained by writing to Lee County Hyacinth Control, 15191 Homestead Road, Lehigh Acres, FL 33971 or by calling (239) 694-2174.

Benefits provided

The District contributes a portion of the active health and dental premiums, 75% and 50%, respectively, for retirees and covered spouses participating in the District's group insurance plans who were hired prior to July 1, 2011. Retirees and covered spouses participating in the District's group insurance plans who were hired after July 1, 2011 will be asked to pay the full blended premium for any coverages elected.

In June 2012, the District amended the health benefit policy to increase the service requirement from 6 years to 10 years. However, the prior eligibility requirements remain in effect for anyone hired prior to July 2, 2011, who meets the 6 year service requirement and retires by June 2015.

When the retiree reaches eligibility age for Medicare, Medicare must become the primary provider; the District would then provide the supplemental coverage for the remainder of the benefit period.

Funding Policy

The contribution requirements of plan members and the District are established and may be amended by the District Commission. The contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually by the District Commission. These contributions are neither mandated nor guaranteed. The District has retained the right to unilaterally modify its payment for retiree health care and life insurance benefits. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

For the 2019 fiscal year, the District contributed \$100,000 to the plan to prefund future benefits. Plan members receiving benefits contributed \$30,348.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 4: OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At September 30, 2019, the District reported a liability of \$1,243,156 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of September 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The District's portion of the net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating Districts, actuarially determined. At September 30, 2019, the District's proportion was 10.78 percent.

For the year ended September 30, 2019, the District recognized OPEB expense of \$73,883. At September 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ -	\$ (1,393)
Changes of assumptions	244,471	-
Net difference between projected and actual earnings on OPEB plan investments	-	(5,062)
Total	\$ 244,471	\$ (6,455)

The amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years ended September 30:	
2020	\$ (79,878)
2021	(79,878)
2022	(79,304)
2023	1,044
Total	\$ (238,016)

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 4: OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)

Actuarial assumptions

The total OPEB liability in the September 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary increases	3.25%
Discount rate	6.00%
Investment rate of return	6.00%
Healthcare cost trend rates	4.00% - 7.50%

Mortality rates were based on the RP-2000 mortality tables. For female lives, 100% of the white-collar table was used. For male lives, a 50% white collar table, 50% blue collar table blend was used. All tables include fully generational adjustments for mortality improvements using improvement scale BB. For disabled lives, mortality rates were based on the RP-2000 sex-distinct disabled mortality tables with female lives set forward two (2) years, male lives set back four (4) years. Disabled mortality has not been adjusted for mortality improvements.

The Long-Term Expected Rate of Return on OPEB Plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the Long-Term Expected Rate of Return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Domestic Equity	30%	7.31%
International Equity	10%	2.71%
Bonds	40%	3.61%
Real Estate	10%	4.91%
Convertibles	10%	6.29%
Total	100%	5.03%

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 4: OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)

Discount rate

The discount rate used to measure the total OPEB liability was 6.00 percent. The projection of cash flows used to determine the Discount Rate assumed that current District contributions will be made at the current contribution rate which is above the Actuarially Determined Contribution. Based on this assumption, the OPEB Plan's Fiduciary Net Position was projected to provide all future benefit payments.

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the discount rate

The following presents the Net OPEB Liability of the District, as well as what the District's Net OPEB Liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current discount rate:

	1% Decrease 5.00%	Current Discount Rate 6.00%	1% Increase 7.00%
Net OPEB Liability	\$ 1,543,977	\$ 1,243,156	\$ 997,088

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the healthcare cost trend rates

The following presents the Net OPEB Liability of the District, as well as what the District's Net OPEB Liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease 3.00%-6.50%	Healthcare Cost Trend Rates 4.00%-7.50%	1% Increase 5.00%-8.50%
Net OPEB Liability	\$ 980,425	\$ 1,243,156	\$ 1,563,348

NOTE 5: RISK MANAGEMENT

The District maintains employee health insurance coverage from a commercial company for employees, retired employees and their eligible dependents. For the fiscal year ended September 30, 2019, the District reported incurred health insurance expense of \$142,720. There have been no claims in excess of insurance coverage as of September 30, 2019.

Lee County Hyacinth Control District
Notes to Financial Statements
September 30, 2019

NOTE 6: RELATED PARTIES

The Lee County Mosquito Control Credit Union (LCMCCU), a state chartered natural person credit union, is owned and operated by current and retired District employees at the District's main location in Lehigh Acres, Florida as an employee benefit. As of September 30, 2019, LCMCCU had total assets of \$65,298. The District provides LCMCCU with District space and part-time personnel. The assets, liabilities, and net members' equity in the LCMCCU are not included as a component unit of the District.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Lee County Hyacinth Control District

Schedules of Proportionate Share of Net Pension Liability

(Last 10 fiscal years)

Florida Retirement System	2019	2018	2017	2016	2015
Employer's proportion of the net pension liability (asset)	0.001961186%	0.001897105%	0.001800373%	0.001961186%	0.002244918%
Employer's proportionate share of the net pension liability (asset)	\$ 675,405	\$ 571,417	\$ 532,537	\$ 318,417	\$ 289,961
Employer's covered payroll	\$ 629,909	\$ 581,169	\$ 560,897	\$ 525,864	\$ 640,327
Employer's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	107.22%	98.32%	94.94%	60.55%	45.28%
Plan fiduciary net position as a percentage of the total pension liability	82.61%	84.26%	83.89%	84.88%	92.00%
Health Insurance Subsidy Program	2019	2018	2017	2016	2015
Employer's proportion of the net pension liability (asset)	0.001861802%	0.001761914%	0.001820395%	0.001649299%	0.017779645%
Employer's proportionate share of the net pension liability (asset)	\$ 208,316	\$ 186,483	\$ 194,645	\$ 192,219	\$ 255,600
Employer's covered payroll	\$ 629,909	\$ 581,169	\$ 560,897	\$ 525,864	\$ 640,327
Employer's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	33.07%	32.09%	34.70%	36.55%	39.92%
Plan fiduciary net position as a percentage of the total pension liability	2.63%	2.15%	1.64%	0.97%	0.50%

Notes to schedules:

- (1) The amounts presented for each fiscal year were determined as of the measurement date, which was June 30th of the current fiscal year.
- (2) GASB required information for 10 years. However, until a full 10-year trend is compiled, the District is presenting information for only those years for information is available.
- (3) The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 4 of the Plan's Comprehensive Annual Financial Report.
- (4)(a) The FRS's long-term expected rate of return and the discount used to determine the total pension liability decreased from 7.00% to 6.90%.
- (4)(b) The HIS's municipal rate used to determine the net pension liability was decreased from 3.87% to 3.50%.

Lee County Hyacinth Control District Schedules of Employer Contributions (Last 10 fiscal years)

Florida Retirement System	2019	2018	2017	2016	2015
Contractually required contribution	\$ 60,811	\$ 54,066	\$ 46,868	\$ 32,222	\$ 43,007
Contributions in relation to the contractually required contribution	60,811	54,066	46,868	32,222	43,007
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Employer's covered payroll	\$ 629,909	\$ 581,169	\$ 560,897	\$ 525,864	\$ 640,327
Contributions as a percentage of covered payroll	9.65%	9.30%	8.36%	6.13%	6.72%
Health Insurance Subsidy Program	2019	2018	2017	2016	2015
Contractually required contribution	\$ 10,338	\$ 9,555	\$ 9,634	\$ 8,765	\$ 8,553
Contributions in relation to the contractually required contribution	10,338	9,555	9,634	8,765	8,553
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Employer's covered payroll	\$ 629,909	\$ 581,169	\$ 560,897	\$ 525,864	\$ 640,327
Contributions as a percentage of covered payroll	1.64%	1.64%	1.72%	1.67%	1.34%

Notes to schedules:

- (1) The amounts presented for each fiscal year were determined as of the measurement date, which was June 30th of the current fiscal year.
(2) GASB required information for 10 years. However, until a full 10-year trend is compiled, the District is presenting information for only those years for information is available.

Lee County Hyacinth Control District
Schedules of Proportionate Share of the Net OPEB Liability
(Last 10 fiscal years)

	2019	2018	2017
District's proportion of the net OPEB liability	10.78%	10.78%	10.78%
District's proportionate share of the net OPEB liability (asset)	\$ 1,243,156	\$ 1,826,705	\$ 1,912,911
District's covered payroll	\$ 629,909	\$ 581,169	\$ 560,897
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	197.35%	314.32%	341.04%
Plan fiduciary net position as a percentage of the total OPEB liability	44.14%	25.82%	19.43%

Notes to schedules:

- (1) GASB required information for 10 years. However, until a full 10-year trend is compiled, the District is presenting information for only those years for information is available.
- (2) The initial healthcare trend rate decreased from 8.00% to 7.50%

Lee County Hyacinth Control District
Schedules of OPEB Contributions
(Last 10 fiscal years)

	2019	2018	2017
Contractually required contribution	\$ 30,348	\$ 33,438	\$ 37,065
Contributions in relation to the contractually required contribution	10,000	500,000	787,065
Contribution deficiency (excess)	<u>\$ 20,348</u>	<u>\$ (466,562)</u>	<u>\$ (750,000)</u>
District's covered payroll	\$ 629,909	\$ 581,169	\$ 560,897
Contribution as a percentage of covered payroll	1.59%	86.03%	140.32%

Notes to schedules:

- (1) GASB required information for 10 years. However, until a full 10-year trend is compiled, the District is presenting information for only those years for information is available.
- (2) The initial healthcare trend rate decreased from 8.00% to 7.50%



COMPLIANCE

INDEPENDENT AUDITORS' 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*

Board of Commissioners
Lee County Hyacinth Control District
Fort Myers, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and the major fund of the Lee County Hyacinth Control District, as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated June 4, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Lee County Hyacinth Control District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

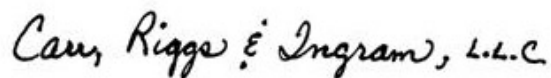
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Carr, Riggs & Ingram, L.L.C." in a cursive script.

CARR, RIGGS & INGRAM, LLC

Tampa, Florida
June 4, 2020

MANAGEMENT LETTER

Board of Commissioners
Lee County Hyacinth Control District
Fort Myers, Florida

Report on the Financial Statements

We have audited the financial statements of the Lee County Hyacinth Control District (the “District”), as of and for the fiscal year ended September 30, 2019, and have issued our report thereon dated June 4, 2020.

Auditors’ Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards* and Independent Accountants’ Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated June 4, 2020, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no findings in the preceding annual report.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the District met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific conditions met. In connection with our audit, we determined that the District did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.c. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for the District. 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 review of financial information provided by same. This assessment was done as of the fiscal year end.

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Special District Component Units

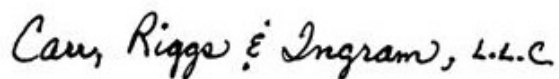
Section 10.554(1)(i)5.c., Rules of the Auditor General, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.



CARR, RIGGS & INGRAM, LLC

Tampa, Florida
June 4, 2020



**INDEPENDENT ACCOUNTANTS' REPORT IN ACCORDANCE WITH SECTION 218.415,
FLORIDA STATUTES, LOCAL GOVERNMENT INVESTMENT POLICIES**

Board of Commissioners
Lee County Hyacinth Control District
Fort Myers, Florida

We have examined Lee County Hyacinth Control District (the "District"), compliance with the requirements of Section 218.415, Florida Statutes, Local Government Investment Policies, during the year ended September 30, 2019. Management is responsible for the District's compliance with those requirements. Our responsibility is to express an opinion on the District's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. An examination involves performing procedures to obtain evidence about whether the District complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that our examination provides a reasonable basis for our opinion.

Our examination does not provide a legal determination on the District's compliance with specified requirements.

In our opinion, the District complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2019.

This report is intended solely for the information and use of management and the State of Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Tampa, Florida
June 4, 2020

LEE COUNTY MOSQUITO CONTROL DISTRICT
TREASURER REPORT NOTES - Modified Accrual Basis of Accounting
Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance
For the Eight Months Ended May 31, 2020

Balance Sheet Summary

Cash and Investments

Cash and investments of \$18,982,036 are comprised of checking, Florida Fixed Investment Trust, Florida Prime, and a master account (schedule included). Cash and investment balances at May 31, 2019 were \$20,981,266. The current month balance is \$1,999,230 lower than the prior year due primarily to the payoff of the SunTrust lease for two of the Airbus helicopters. The December 2019 payoff amount was \$4,503,954.

Revenues and Expenditures - Please see the LCMCD FS and the Trail 12 LCMCD Reports

Receipts - Please see the LCMCD GL Tax Receipts Report

Net taxes reported on the monthly financial statement are \$20,505,480. The amounts reported on the tax collections worksheets (report included - "LCMCD Ad Valorem Tax Collections") include cumulative gross taxes, prior year taxes, penalties and refunds, discounts and commissions, and were \$20,661,507. (cash basis). Collections were \$345,391 higher in the current year. The difference between revenues and collections is the difference between the cash and modified accrual method of accounting. Current year taxes will remain stable due to the District adopting the millage rate of .2539. The MTD negative balance in insurance recoveries is due to a reclassification of a January deposit. MTD differences are normally due to the timing of collections and payment cut-off timing by the LCTC, improvements in the economy and increases in the amount levied year-over-year. The YTD differences in Disposition of Capital Assets are due to the sale of surplus helicopters in the prior year. The YTD differences in Sale of Surplus Materials/Scrap are due to the sale of surplus aircraft parts and inventory in the prior year.

Expenditures - Please see the Trail 12 LCMCD report

Total expenditures for the month ended May 31, 2020 and May 31, 2019 were \$1,636,769 and \$1,463,846 respectively. YTD expenditures as of May 31, 2020 and May 31, 2019 were \$16,618,132 and \$15,280,192 respectively. The differences in operating results are discussed below:

MTD Variances explanations

Noteworthy changes follow: The MTD variance in Personnel Services is primarily due to the implementation of new payroll software that posts wages to the period earned as opposed to the period paid. The MTD variance in Benefits is due to the new payroll software implementation mentioned above as well as timing of insurance payments. The MTD variance in Operating Expenses is due to the use of temporary office staff and software support as well as timing of some legal fee payments in the prior year. The MTD variance in Communication Services is due to timing of the billing for Lee-Governmental Communications Network radio fees. The MTD variance in Utilities is due to timing of payments. The MTD variance in Insurance is due to a refund deposit in the prior year. The MTD variances in Repairs and Maintenance are due to a chiller repair for Bldg T, fence improvements at Boca Grande and increased costs related to aviation parts. The MTD variance for Other Charges is related to furnishings for the Homestead House. The MTD variance in Gasoline/Oil/Lube is due to timing of orders filled. The MTD variance in Chemicals is due to a change in reporting methods. In the prior year, chemicals were expensed as they were purchased, not as they were used. The MTD variance for Capital Outlay is due to higher expenditures in FY19 related to construction of aircraft and the purchase of a John Deere tractor.

LEE COUNTY MOSQUITO CONTROL DISTRICT
TREASURER REPORT NOTES - Modified Accrual Basis of Accounting
Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance
For the Eight Months Ended May 31, 2020

YTD Variances explanations

Noteworthy changes follow: The YTD variance in Personnel Services is due to a lower allocation of shared personnel costs between the two districts as well as implementation of the new payroll system that applies wages to the period earned as opposed to the period paid. The YTD variance in Benefits is also due to the payroll system changes as well as to the timing and amount of the insurance payments between years. The budgeted contribution to the RHITF was \$3,500,000 in FY19, in the current year the RHITF contribution was \$1,000,000. The YTD variance in Operating Expenses is due to payments to the aircraft broker for the sale of the surplus helicopters in the prior year. The YTD variance in Repairs & Maintenance is due inventory adjustments and to painting various buildings and remodeling the pilots ready room in the prior year. The YTD variance in Other Charges is due to payments to other local governments for various assessments as well as furnishings for the Homestead House. The YTD variance in Gasoline/Oil/Lube is due to the timing of fuel purchases between the fiscal years. The YTD variance for Chemicals is due to the change in reporting methods with the new Tyler accounting software. Prior to May 2019, chemicals were expensed as they were purchased. In the current year chemicals are expensed when they are requisitioned from inventory to be used. The YTD variance in Protective Devices is due to the purchase of employee uniforms. The YTD variance in Misc. Supplies is due to the purchase of trapping and lab supplies as well as software for Human Resources. The YTD variance in Publications & Dues is due to the purchase of software and upgrades for the mosquito control division in the prior year. The YTD variance in Training is primarily due to pilot training in the prior year. The YTD variance in Capital Outlay is due to the purchase of the Woodstock Airport in the prior year. The YTD variance in Principal and Debt Service Interest is due to the payoff of the SunTrust bank lease for two of the Airbus helicopters in December and the payoff of a granular spray system in March 2020.

Budget Amendment

None for the May financial statements.

Receipts Operating Budget Comparison for Mosquito Control District

Run Date: 6/9/2020

From: 5/1/2020

To: 5/31/2020

Receipts	Total Budget	This Mo Actual	Prior Yr Month	Variance	YTD Current	YTD Prior	Variance
Taxes	21,581,700.00	287,097.61	322,841.08	(35,743.47)	20,505,479.76	20,153,050.39	352,429.37
State Grant-Sterile Insect Technique	267,500.00	-	-	-	-	-	-
State Grant-General Government	-	-	-	-	32,323.64	153,916.29	(121,592.65)
Interest	125,000.00	11,722.20	43,645.01	(31,922.81)	175,399.20	287,353.45	(111,954.25)
Disposition of Capital Assets	-	2,912.75	18,272.45	(15,359.70)	67,633.10	2,450,683.26	(2,383,050.16)
Refunds	-	-	21,754.00	(21,754.00)	697.98	23,327.12	(22,629.14)
Other Miscellaneous Revenue	50,000.00	-	-	-	13,270.68	5,754.52	7,516.16
Service Charge - Mosquito Cont	80,000.00	-	-	-	-	60,000.00	(60,000.00)
Other Charges for Svcs Pub Safe	-	-	-	-	-	-	-
Sale of Surplus Materials/Scrap	75,000.00	-	859.25	(859.25)	2,207.33	43,546.27	(41,338.94)
Transfer from Hyacinth	-	-	-	-	-	-	-
Other Misc Rev-Jet Fuel Sales	-	-	-	-	-	5,079.17	(5,079.17)
Insurance Recoveries	-	(12,656.00)	-	(12,656.00)	-	-	-
Proceeds from Capital lease	-	-	-	-	-	-	-
Total Receipts	22,179,200.00	289,076.56	407,371.79	(118,295.23)	20,797,011.69	23,182,710.47	(2,385,698.78)

Expenses Operating Budget for Mosquito Control District

Run Date: 6/9/2020

From: 5/1/2020

To: 5/31/2020

Expenses	Total Budget	This Mo Actual	Prior Yr Month	Variance	YTD Current	YTD Prior	Variance
Personnel Services	6,828,600.00	492,759.97	660,742.36	167,982.39	3,845,871.73	3,711,667.76	(134,203.97)
Benefits	4,260,200.00	360,670.89	127,083.08	(233,587.81)	3,250,493.94	5,162,462.09	1,911,968.15
Operating Expenses	1,303,600.00	39,060.14	60,273.46	21,213.32	473,430.52	628,006.40	154,575.88
Travel & Per Diem	154,600.00	(503.21)	967.63	1,470.84	67,331.84	71,001.67	3,669.83
Communication Service	79,800.00	26,459.71	7,009.61	(19,450.10)	70,746.16	44,184.52	(26,561.64)
Freight Services	18,000.00	1,164.58	2,050.58	886.00	7,009.51	4,819.50	(2,190.01)
Utility Services	191,800.00	18,555.81	26,613.27	8,057.46	112,466.97	114,676.33	2,209.36
Rentals and Leases	27,000.00	3,253.62	3,372.66	119.04	21,232.94	19,899.97	(1,332.97)
Insurance	494,500.00	-	(27,473.00)	(27,473.00)	433,723.73	411,980.50	(21,743.23)
Repairs & Maintenance	849,000.00	134,524.67	74,732.79	(59,791.88)	581,051.45	693,504.60	112,453.15
Promotional Activities	13,500.00	324.00	(41.53)	(365.53)	1,959.83	6,154.06	4,194.23
Other Charges	2,000.00	20,335.70	2,649.04	(17,686.66)	91,413.42	39,596.17	(51,817.25)
Office Supplies	15,000.00	2,078.56	1,997.53	(81.03)	14,258.41	10,168.61	(4,089.80)
Gasoline/Oil/Lube	280,500.00	11,149.16	27,498.18	16,349.02	179,874.47	140,881.57	(38,992.90)
Chemicals	2,418,000.00	274,498.60	192,371.40	(82,127.20)	619,856.31	303,905.32	(315,950.99)
Protective Devices	84,500.00	13,505.65	10,214.69	(3,290.96)	41,502.13	18,493.70	(23,008.43)
Misc. Supplies	176,000.00	9,701.06	16,227.42	6,526.36	125,467.14	88,287.33	(37,179.81)
Small Tools	-	191.29	2,305.22	2,113.93	4,082.76	4,657.75	574.99
Publications & Dues	276,000.00	7,952.24	7,801.03	(151.21)	86,740.62	222,722.86	135,982.24
Training	203,200.00	905.00	1,077.17	172.17	54,583.60	70,792.97	16,209.37
Capital Outlay	2,032,500.00	220,181.91	266,373.46	46,191.55	883,093.27	2,222,819.01	1,339,725.74
Grants	25,000.00	-	-	-	-	-	-
Operating Transfer to Mosquito	-	-	-	-	-	-	-
Printing & Binding	2,000.00	-	-	-	17.50	-	(17.50)
Principal	6,420,000.00	-	-	-	5,438,728.30	1,060,775.81	(4,377,952.49)
Debt Service Interest	504,000.00	-	-	-	213,195.38	228,733.43	15,538.05
Total Expenditures	26,659,300.00	1,636,769.35	1,463,846.05	(172,923.30)	16,618,131.93	15,280,191.93	(1,337,940.00)



Income Statement

Lee County Mosquito Control District, FL

For Fiscal: 2019-2020 Period Ending: 5/31/2020

	Original Total Budget	Current Total Budget	YTD Activity	Budget Remaining
Fund: 001 - Lee County Mosquito Control District				
Ad Valorem Taxes	21,576,700.00	21,576,700.00	20,505,479.76	1,071,220.24
Other Taxes	5,000.00	5,000.00	-	5,000.00
Federal Grant	267,500.00	267,500.00	-	267,500.00
State Grant-General Government	-	-	32,323.64	(32,323.64)
Service Charge - Mosquito Cont	80,000.00	80,000.00	-	80,000.00
Interest	125,000.00	125,000.00	175,399.20	(50,399.20)
Disposition of Capital Assets	-	-	67,633.10	(67,633.10)
Sale of Surplus Materials/Scrap	75,000.00	75,000.00	2,207.33	72,792.67
Other Miscellaneous Revenue	50,000.00	50,000.00	13,968.66	36,031.34
	-	-	-	-
Beginning Fund Balance	15,870,000.00	15,870,000.00	-	15,870,000.00
Total:	38,049,200.00	38,049,200.00	20,797,011.69	17,252,188.31
Expense				
SALARIES AND WAGES	6,828,600.00	6,828,600.00	3,845,871.73	2,982,728.27
BENEFITS	4,260,200.00	4,260,200.00	3,250,493.94	1,009,706.06
OPERATING EXPENSES	1,303,600.00	1,303,600.00	473,430.52	830,169.48
TRAVEL AND PER DIEM	154,600.00	154,600.00	67,331.84	87,268.16
COMMUNICATIONS SERVICES	79,800.00	79,800.00	70,746.16	9,053.84
FREIGHT & POSTAGE SERVICES	18,000.00	18,000.00	7,009.51	10,990.49
UTILITIES	191,800.00	191,800.00	112,466.97	79,333.03
RENTALS AND LEASES	27,000.00	27,000.00	21,232.94	5,767.06
INSURANCE	494,500.00	494,500.00	433,723.73	60,776.27
REPAIRS & MAINTENANCE	849,000.00	849,000.00	581,051.45	267,948.55
PRINTING & BINDING	2,000.00	2,000.00	17.50	1,982.50
PROMOTIONAL ACTIVITIES	13,500.00	13,500.00	1,959.83	11,540.17
OTHER CURRENT CHARGES	2,000.00	2,000.00	91,413.42	(89,413.42)
OFFICE SUPPLIES	15,000.00	15,000.00	14,258.41	741.59
GASOLINE/OIL/LUBE	280,500.00	280,500.00	179,874.47	100,625.53
CHEMICALS	2,418,000.00	2,418,000.00	619,856.31	1,798,143.69
PROTECTIVE DEVICES	84,500.00	84,500.00	41,502.13	42,997.87
MISCELLANEOUS SUPPLIES	176,000.00	176,000.00	125,467.14	50,532.86
SMALL TOOLS	-	-	4,082.76	(4,082.76)
BOOKS-PUBS-SUBS-MEMBER	276,000.00	276,000.00	86,740.62	189,259.38
TRAINING	203,200.00	203,200.00	54,583.60	148,616.40
CAPITAL OUTLAY	2,032,500.00	2,032,500.00	561,684.33	1,470,815.67
DEBT SERVICE	6,924,000.00	6,924,000.00	5,651,923.68	1,272,076.32
GRANTS & AIDS	25,000.00	25,000.00	-	25,000.00
CONTINGENCY	1,000,000.00	1,000,000.00	-	1,000,000.00
RESERVES - BUDGET USE ONLY	10,389,900.00	10,389,900.00	-	10,389,900.00
Total:	38,049,200.00	38,049,200.00	16,296,722.99	21,752,477.01

Lee County Mosquito Control District
AD VALOREM TAX COLLECTIONS 2019 - 2020 FISCAL YEAR
CURRENT AND LAST 5 FISCAL YEARS COLLECTION ANALYSIS

As of May 31 of each year

Fiscal Year	Gross Ad Valorem Taxes Collected	% Change in Gross Ad Valorem Taxes Collected Increase/- Decrease	Prior Year Ad Valorem Taxes	Penalties, Refunds & Corrections and Other	Discounts	Commissions	Net Ad Valorem Taxes Collected	% Change in Net Ad Valorem Taxes Collected Increase/-Decrease	Budget (Net)	% of Net Collections to Budget
2020 Actual	21,889,204.76	1.74%	7,735.49	(10,257.75)	(799,758.48)	(425,416.57)	20,661,507.45	1.70%	21,576,700	95.76%
Net increase year over year							345,390.68			
2019 Actual	21,514,720.76	-1.78%	6,126.93	(16,218.23)	(775,435.13)	(413,077.56)	20,316,116.77	-1.86%	20,732,700	97.99%
2018 Actual	21,905,328.84	26.51%	8,792.29	(13,599.49)	(777,649.51)	(421,010.66)	20,701,861.47	26.37%	20,735,100	99.84%
2017 Actual	17,314,692.50	8.12%	10,178.69	(616.14)	(608,866.46)	(332,815.27)	16,382,573.32	8.01%	16,356,000	100.16%
2016 Actual	16,014,695.21	6.98%	16,334.46	5,286.71	(560,189.97)	(308,032.89)	15,168,093.52	6.93%	15,145,100	100.15%
2015 Actual	14,970,128.92	1.17%	13,020.50	10,306.90	(520,119.92)	(288,092.54)	14,185,243.86	1.01%	14,185,702	100.00%

Comments:

COMPARISON OF ANNUAL GROSS COLLECTIONS TO DR-420 BUDGET AMOUNT

	<u>DR-420 Amount</u>	<u>Actual</u>	<u>Difference</u>	<u>Millage Rate</u>
2020 @	22,371,905.00	21,889,204.76	(482,700.24)	0.2539
2019	22,320,598.00	21,945,328.38	(375,269.62)	0.2696
2018	21,826,337.00	21,909,407.90	83,070.90	0.2800
2017	17,216,666.00	17,319,767.13	103,101.13	0.2397
2016	15,942,159.00	16,021,115.98	78,956.98	0.2397
2015	14,932,317.00	14,976,413.39	44,096.39	0.2397

2020 @ - The actual amount represents taxes collected through the month of the report.

Differences in budgeted gross taxes and actual gross tax collected are primarily due to the following:

The Property Appraiser may adjust the final taxable value. The DR-420 includes the taxable value through July 1 of each year. The Property Appraiser may adjust, up or down, the final taxable value. The District receives a DR-422 after the TRIM process that documents the change, if any.

Taxes may not be paid. Normally the District collects unpaid taxes through an annual tax certificate sale. However, unsold tax certificates become property of the Board of County Commissioners (BoCC). The District will not collect until the taxes are paid or the BoCC calls for a tax deed sale.

Property values may change through the Property Appraiser's "Value Adjustment Board." A taxpayer may protest the assessed taxable value and a change may occur.

CASH BASIS

Date	Dist #	Taxes 311100-000-0	Prior Year Taxes 311200.000-0	Discounts 311140-000-0	Penalties 311120-000-0	Interest 361110-000-0	Commission 522340-000-0	Refunds and Corrections 311150-000-0	Other 311160-000-0	Total Net Distribution
10/15/2019	15	-	-	-	-	-	-	-	-	-
10/28/2019	Excess Fees	-	-	-	-	-	-	-	-	-
11/15/2019	1	432,236.24	998.26	(19,120.79)	488.18	-	(8,419.03)	(18.33)	-	406,164.53
11/29/2019	2	4,724,483.35	682.93	(188,888.94)	1,308.62	-	(90,764.66)	(5,521.84)	-	4,441,299.46
12/16/2019	3	11,512,158.60	448.48	(460,352.47)	2,109.22	-	(221,119.22)	(27.15)	-	10,833,217.46
12/28/2019	4	2,161,974.59	542.70	(82,305.37)	1,305.26	-	(41,653.85)	(1.10)	-	2,039,862.23
1/15/2020	5	868,346.95	372.78	(26,292.18)	874.84	-	(16,871.87)	(180.76)	-	826,249.76
2/15/2020	6	765,052.33	1,931.54	(16,964.55)	792.05	-	(15,019.50)	(5,071.48)	-	730,720.39
3/14/2020	7	398,370.23	357.25	(4,531.57)	360.09	-	(7,891.85)	(2,976.18)	-	383,687.97
4/15/2020	8	569,873.55	632.08	(1,240.53)	606.32	-	(11,399.50)	(1,291.57)	-	557,180.35
5/15/2020	9	303,043.25	307.05	(61.95)	2,159.86	-	(12,228.88)	-	(6,121.72)	287,097.61
6/14/2020	10	-	-	-	-	-	-	-	-	-
7/12/2020	11	-	-	-	-	-	-	-	-	-
8/9/2020	12	-	-	-	-	-	-	-	-	-
9/13/2020	13	-	-	-	-	-	-	-	-	-
10/11/2020	14	-	-	-	-	-	-	-	-	-
10/11/2020	15	-	-	-	-	-	-	-	-	-
	16	-	-	-	-	-	-	-	-	-
	17	-	-	-	-	-	-	-	-	-
	Excess fees	-	-	-	-	-	-	-	-	-
Total Modified Accrual		\$ 21,735,539.09	\$ 6,273.07	\$ (799,758.35)	\$ 10,004.44	\$ -	\$ (425,368.36)	\$ (15,088.41)	\$ (6,121.72)	\$ 20,505,479.76

Conversion to Cash Basis (Ad Valorem Taxes)

Reductions										
Distribution 14	10/12/2018	-	-	-	-	-	-	-	-	-
Excess Fees	10/31/2018	-	-	-	-	-	-	-	-	-
Sub-total		-	-	-	-	-	-	-	-	-
Additions										
Distribution 14	10/12/2019	-	1,462.42	(0.13)	947.94	-	(48.21)	-	-	2,362.02
Excess Fees	10/31/2019	153,665.67	-	-	-	-	-	-	-	153,665.67
		153,665.67	1,462.42	(0.13)	947.94	-	(48.21)	-	-	156,027.69
Ad Valorem Tax Revenue		\$ 21,889,204.76	\$ 7,735.49	\$ (799,758.48)	\$ 10,952.38	\$ -	\$ (425,416.57)	\$ (15,088.41)	\$ (6,121.72)	\$ 20,661,507.45

Conversion to Cash Basis (Interest)

Reductions										
Distribution 15	10/12/2018	-	-	-	-	-	-	-	-	-
Additions										
Distribution 15	10/12/2019	-	-	-	-	17,120.10	(855.97)	-	-	16,264.13
Tax Collector Interest Revenue		\$ -	\$ -	\$ -	\$ -	\$ 17,120.10	\$ (855.97)	\$ -	\$ -	\$ 16,264.13



Florida Department of Agriculture and Consumer Services
Division of Agricultural Environmental Services

MOSQUITO CONTROL MONTHLY REPORT - LOCAL FUNDS

Submit to:
Mosquito Control Program
3125 Conner Blvd, Suite E
Tallahassee, FL 32399-1650

NICOLE "NIKKI" FRIED
COMMISSIONER

Rule 5E-13.027, F.A.C.
Telephone: (850) 617-7911; Fax (850) 617-7939

COUNTY/ DISTRICT Lee County Mosquito Control Di FISCAL YEAR: 2019-2020 MONTH: May

LOCAL FUNDS RECEIPTS AND BALANCES

ACCT NO	DESCRIPTION	Budgeted Receipts	Monthly Receipts	Receipts Year to Date	Balance to Be Collected
311	Ad Valorem (Current/Delinquent)	\$ 21,581,700.00	\$ 287,097.61	\$ 20,505,479.76	\$ 1,076,220.24
334.1	State Grant	\$ -	\$ -	\$ 32,323.64	\$ (32,323.64)
362	Equipment Rentals	\$ -	\$ -	\$ -	\$ -
337	Grants and Donations	\$ 267,500.00	\$ -	\$ -	\$ 267,500.00
361	Interest Earnings	\$ 125,000.00	\$ 11,722.20	\$ 175,399.20	\$ (50,399.20)
364	Equipment and/or Other Sales	\$ 75,000.00	\$ 2,912.75	\$ 69,751.88	\$ 5,248.12
369	Misc./Refunds (prior yr expenditures)	\$ 130,000.00	\$ (12,656.00)	\$ 13,968.66	\$ 116,031.34
380	Other Sources	\$ -	\$ -	\$ 87.55	\$ (87.55)
389	Loans	\$ -	\$ -	\$ -	\$ -
TOTAL RECEIPTS		\$ 22,179,200.00	\$ 289,076.56	\$ 20,797,010.69	\$ 1,382,189.31
BEGINNING FUND BALANCE		\$ 15,870,000.00	\$ -	\$ -	\$ 15,870,000.00
Total Receipts & Balance		\$ 38,049,200.00	\$ 289,076.56	\$ 20,797,010.69	\$ 17,252,189.31

LOCAL FUNDS EXPENDITURES AND BALANCES

ACCT NO	Uniform Accounting System Code	Transaction	Budgeted Expenditures	Monthly Expenditures	Expenditures Year to Date	Balance to Be Expended
10	Personal Services		\$ 6,828,600.00	\$ 492,759.97	\$ 3,845,871.73	\$ 2,982,728.27
20	Personal Service Benefits		\$ 4,260,200.00	\$ 360,670.89	\$ 3,250,493.94	\$ 1,009,706.06
30	Operating Expense		\$ 1,303,600.00	\$ 39,060.14	\$ 473,430.52	\$ 830,169.48
40	Travel & Per Diem		\$ 154,600.00	\$ (503.21)	\$ 67,331.84	\$ 87,268.16
41	Communication Services		\$ 79,800.00	\$ 26,459.71	\$ 70,746.16	\$ 9,053.84
42	Freight Services		\$ 18,000.00	\$ 1,164.58	\$ 7,009.51	\$ 10,990.49
43	Utility Service		\$ 191,800.00	\$ 18,555.81	\$ 112,466.97	\$ 79,333.03
44	Rentals & Leases		\$ 27,000.00	\$ 3,253.62	\$ 21,232.94	\$ 5,767.06
45	Insurance		\$ 494,500.00	\$ -	\$ 433,714.74	\$ 60,785.26
46	Repairs & Maintenance		\$ 849,000.00	\$ 114,064.67	\$ 581,060.44	\$ 267,939.56
47	Printing and Binding		\$ 2,000.00	\$ -	\$ 17.50	\$ 1,982.50
48	Promotional Activities		\$ 13,500.00	\$ 324.00	\$ 1,959.83	\$ 11,540.17
49	Other Charges		\$ 2,000.00	\$ 20,335.70	\$ 91,413.42	\$ (89,413.42)
51	Office Supplies		\$ 15,000.00	\$ 2,078.56	\$ 14,258.41	\$ 741.59
52.1	Gasoline/Oil/Lube		\$ 280,500.00	\$ 11,149.16	\$ 179,874.47	\$ 100,625.53
52.2	Chemicals		\$ 2,418,000.00	\$ 274,498.60	\$ 619,856.31	\$ 1,798,143.69
52.3	Protective Clothing		\$ 84,500.00	\$ 13,505.65	\$ 41,502.13	\$ 42,997.87
52.4	Misc. Supplies		\$ 176,000.00	\$ 9,701.06	\$ 125,467.14	\$ 50,532.86
52.5	Tools & Implements		\$ -	\$ 191.29	\$ 4,082.76	\$ (4,082.76)
54	Publications & Dues		\$ 276,000.00	\$ 7,952.24	\$ 86,740.62	\$ 189,259.38
55	Training		\$ 203,200.00	\$ 905.00	\$ 54,583.60	\$ 148,616.40
60	Capital Outlay		\$ 2,032,500.00	\$ 240,641.91	\$ 883,093.27	\$ 1,149,406.73
71	Principal		\$ 6,420,000.00	\$ -	\$ 5,438,728.30	\$ 981,271.70
72	Interest		\$ 504,000.00	\$ -	\$ 213,195.38	\$ 290,804.62
81	Aids to Government Agencies		\$ 25,000.00	\$ -	\$ -	\$ 25,000.00
83	Other Grants and Aids		\$ -	\$ -	\$ -	\$ -
89	Contingency (Current Year)		\$ 1,000,000.00	\$ -	\$ -	\$ 1,000,000.00
99	Payment of Prior Year Accounts		\$ -	\$ -	\$ -	\$ -
TOTAL BUDGET AND CHARGES			\$ 27,659,300.00	\$ 1,636,769.35	\$ 16,618,131.93	\$ 11,041,168.07
0.001	Reserves - Future Capital Outlay		\$ -	\$ -	\$ -	\$ -
0.002	Reserves - Self-Insurance		\$ -	\$ -	\$ -	\$ -
0.003	Reserves - Cash Balance to be Carried Forward		\$ 10,389,900.00	\$ -	\$ -	\$ 10,389,900.00
0.004	Reserves - Sick and Annual Leave		\$ -	\$ -	\$ -	\$ -
TOTAL RESERVES ENDING BALANCE			\$ 10,389,900.00	\$ -	\$ -	\$ 10,389,900.00
TOTAL BUDGETARY EXPENDITURES and BALANCES			\$ 38,049,200.00	\$ 1,636,769.35	\$ 16,618,131.93	\$ 21,431,068.07
ENDING FUND BALANCE			\$ -	\$ (1,347,692.79)	\$ 4,178,878.76	\$ (4,178,878.76)

By submission of this monthly report of receipts, expenditures, and balances, I attest it is true and correct.

May 31, 2020					
Account	LCMCD	LCHCD	Total	ECR Accounts	Earnings rate (Basis Points -BP)
SunTrust Operating	\$ 282,214.00	\$ 82,047.08	\$ 364,261.08	Yes	ECR and BP - 35
SunTrust Master 2397	2,185,814.51	156,367.03	2,342,181.54	Yes	ECR and BP - 30
SBA 322630	7,995,394.98	-	7,995,394.98	No	BP - 77
SBA 322640	-	731,585.02	731,585.02	No	BP - 77
FL-FIT	8,518,612.55	762,889.77	9,281,502.32	No	BP - 86
	<u>18,982,036.04</u>	<u>1,732,888.90</u>	<u>20,714,924.94</u>		

100 Basis Points equal 1%

FL-FIT - Florida Fixed Income Trust

SBA - State Board of Administration (Local Government Surplus Funds Trust Fund)



Lee County Mosquito Control District, FL

Check Report

By Check Number

Date Range: 05/01/2020 - 05/31/2020

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Bank Code: Mosquito AP Bank-Mosquito District AP Bank						
00519	Grainger, Inc.	05/28/2020	Regular	0.00	-1,610.63	88444
01251	Rechtien International Trucks, Inc.	05/14/2020	Regular	0.00	-391.67	88734
00024	Adapco, Inc.	05/06/2020	Regular	0.00	48,640.00	88780
00040	Aerospace Filtration DBA Donaldson	05/06/2020	Regular	0.00	6,598.28	88781
00064	Airgas Dry Ice	05/06/2020	Regular	0.00	267.39	88782
00089	American Petroleum Services, LLC	05/06/2020	Regular	0.00	503.89	88783
00121	Aviall Services, Inc. / Boeing	05/06/2020	Regular	0.00	84.58	88784
00156	Ben Few & Company, Inc.	05/06/2020	Regular	0.00	4,000.00	88785
00173	Bob Dean Supply, Inc.	05/06/2020	Regular	0.00	238.64	88786
00205	Cap City USA	05/06/2020	Regular	0.00	225.00	88787
00226	Century Link 421997664	05/06/2020	Regular	0.00	90.55	88788
01578	CITY ELECTRIC SUPPLY	05/06/2020	Regular	0.00	232.68	88789
01785	Comcast 8535 10 018 0364734	05/06/2020	Regular	0.00	321.63	88790
01758	Comcast 939737795	05/06/2020	Regular	0.00	1,700.00	88791
01786	Comcast 963268486	05/06/2020	Regular	0.00	756.42	88792
00278	Core & Main	05/06/2020	Regular	0.00	83.62	88793
00322	Depco Pump Company	05/06/2020	Regular	0.00	481.98	88794
00401	FGUA Florida Governmental Utility Authori	05/06/2020	Regular	0.00	697.33	88795
00443	FMA Ft. Myers Automotive and Ind. Supply	05/06/2020	Regular	0.00	195.66	88796
00458	FPL Florida Power & Light Co.	05/06/2020	Regular	0.00	6,003.57	88797
00513	Goodyear Rubber Products, Inc.	05/06/2020	Regular	0.00	1,039.76	88798
	Void	05/06/2020	Regular	0.00	0.00	88799
00519	Grainger, Inc.	05/06/2020	Regular	0.00	1,523.95	88800
	Void	05/06/2020	Regular	0.00	0.00	88801
00966	Gulf Coast Paint & Supplies #1	05/06/2020	Regular	0.00	77.60	88802
00558	Henderson, Franklin Starnes & Holt, P.A.	05/06/2020	Regular	0.00	5,640.00	88803
00640	John A. Koons Locksmiths	05/06/2020	Regular	0.00	1,321.00	88804
00691	Larry's Auto Upholstery	05/06/2020	Regular	0.00	175.00	88805
00698	LCEC	05/06/2020	Regular	0.00	283.46	88806
00712	Lee County Solid Waste	05/06/2020	Regular	0.00	5.00	88807
01582	McGee Commercial Tire Service	05/06/2020	Regular	0.00	662.52	88808
00764	McMaster-Carr Supply Co.	05/06/2020	Regular	0.00	46.48	88809
00809	MSC Industrial Supply Co.	05/06/2020	Regular	0.00	224.54	88810
01456	NAPA (Lehigh Acres)	05/06/2020	Regular	0.00	29.99	88811
00836	Newark Element14	05/06/2020	Regular	0.00	27.62	88812
00853	Office Depot, Inc.	05/06/2020	Regular	0.00	361.83	88813
00924	Preferred Governmental Insurance Trust	05/06/2020	Regular	0.00	509.51	88814
00938	Publix Super Markets, Inc	05/06/2020	Regular	0.00	46.20	88815
00942	QC Metallurgical, Inc.	05/06/2020	Regular	0.00	100.00	88816
00967	Reliance Standard (Dental)	05/06/2020	Regular	0.00	9,533.12	88817
01011	Safety-Kleen Systems, Inc.	05/06/2020	Regular	0.00	478.51	88818
01014	San Carlos Marine	05/06/2020	Regular	0.00	6,259.68	88819
01757	Super Bright LED's Inc.	05/06/2020	Regular	0.00	1,977.49	88820
	Void	05/06/2020	Regular	0.00	0.00	88821
01160	Textron Aviation, Inc.	05/06/2020	Regular	0.00	360.45	88822
01165	The Home Depot Credit Services	05/06/2020	Regular	0.00	232.94	88823
01469	The Home Depot PRO Institutional	05/06/2020	Regular	0.00	542.48	88824
01166	The Island Water Association	05/06/2020	Regular	0.00	13.00	88825
01199	TRC Electronics	05/06/2020	Regular	0.00	43.35	88826
01217	UniFirst Corporation	05/06/2020	Regular	0.00	945.26	88827
01224	Univar USA, Inc.	05/06/2020	Regular	0.00	364.61	88828
01229	UPS	05/06/2020	Regular	0.00	564.35	88829
01241	Victory Layne Chevrolet	05/06/2020	Regular	0.00	6.48	88830
01258	Waste Pro - Ft. Myers	05/06/2020	Regular	0.00	169.06	88831

Check Report

Date Range: 05/01/2020 - 05/31/2020

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
01285	Wurth Action Bolt and Tool Co. (FL)	05/06/2020	Regular	0.00	12.15	88832
00014	ABC Supply Co. - MBA #641	05/13/2020	Regular	0.00	2,016.00	88833
00064	Airgas Dry Ice	05/13/2020	Regular	0.00	270.52	88834
00094	Anixter Inc.	05/13/2020	Regular	0.00	458.40	88835
00121	Aviall Services, Inc. / Boeing	05/13/2020	Regular	0.00	693.49	88836
00132	B&I Contractors, Inc.	05/13/2020	Regular	0.00	827.75	88837
00138	Barfield, Inc.	05/13/2020	Regular	0.00	184.00	88838
00213	Carr Riggs & Ingram	05/13/2020	Regular	0.00	5,000.00	88839
00261	Comcast 8535 10 025 0133837	05/13/2020	Regular	0.00	143.25	88840
00262	Comcast 8535 10 053 0021513	05/13/2020	Regular	0.00	163.14	88841
00293	Culligan Bottled Water	05/13/2020	Regular	0.00	104.00	88842
01701	DAIKIN APPLIED	05/13/2020	Regular	0.00	15,840.39	88843
00322	Depco Pump Company	05/13/2020	Regular	0.00	957.21	88844
00349	Eastern Metal Supply, Inc	05/13/2020	Regular	0.00	350.00	88845
00382	Everglades Equipment Group	05/13/2020	Regular	0.00	1.80	88846
00397	FedEx	05/13/2020	Regular	0.00	108.35	88847
00443	FMA Ft. Myers Automotive and Ind. Supply	05/13/2020	Regular	0.00	61.18	88848
00458	FPL Florida Power & Light Co.	05/13/2020	Regular	0.00	146.10	88849
00506	Global HR Research	05/13/2020	Regular	0.00	368.65	88850
00513	Goodyear Rubber Products, Inc.	05/13/2020	Regular	0.00	67.10	88851
00519	Grainger, Inc.	05/13/2020	Regular	0.00	1,074.26	88852
00523	Greater Pine Island Water	05/13/2020	Regular	0.00	287.04	88853
00581	House of Ladders, West Fla. Inc.	05/13/2020	Regular	0.00	381.00	88854
00591	Hydraulic Solutions & Repair, LLC	05/13/2020	Regular	0.00	18.56	88855
00607	Intercept of Florida	05/13/2020	Regular	0.00	638.74	88856
00640	John A. Koons Locksmiths	05/13/2020	Regular	0.00	374.68	88857
00693	Larue Pest Management, Inc.	05/13/2020	Regular	0.00	337.00	88858
00724	Lightning Wireless Solutions	05/13/2020	Regular	0.00	-1,428.70	88859
00724	Lightning Wireless Solutions	05/13/2020	Regular	0.00	1,428.70	88859
00764	McMaster-Carr Supply Co.	05/13/2020	Regular	0.00	24.86	88860
01958	Mitel Business System, Inc	05/13/2020	Regular	0.00	51,066.91	88861
00809	MSC Industrial Supply Co.	05/13/2020	Regular	0.00	65.86	88862
01456	NAPA (Lehigh Acres)	05/13/2020	Regular	0.00	1,112.05	88863
00836	Newark Element14	05/13/2020	Regular	0.00	69.95	88864
01632	PPG Aerospace	05/13/2020	Regular	0.00	486.03	88865
00965	Regroup	05/13/2020	Regular	0.00	3,053.00	88866
01136	Swagelok Central & South Florida	05/13/2020	Regular	0.00	371.57	88867
01165	The Home Depot Credit Services	05/13/2020	Regular	0.00	358.84	88868
01469	The Home Depot PRO Institutional	05/13/2020	Regular	0.00	497.78	88869
01188	Toshiba America Business Solutions, Inc.	05/13/2020	Regular	0.00	1,748.15	88870
01395	Tyler Technologies, Inc.	05/13/2020	Regular	0.00	3,195.00	88871
01217	UniFirst Corporation	05/13/2020	Regular	0.00	957.56	88872
01605	USERFUL Corporation	05/13/2020	Regular	0.00	996.00	88873
01239	Verizon Wireless	05/13/2020	Regular	0.00	3,855.54	88874
01241	Victory Layne Chevrolet	05/13/2020	Regular	0.00	151.77	88875
01257	Waste Management Inc. of Florida	05/13/2020	Regular	0.00	39.40	88876
01285	Wurth Action Bolt and Tool Co. (FL)	05/13/2020	Regular	0.00	14.15	88877
01787	Quadient Finance USA, Inc	05/14/2020	Regular	0.00	213.58	88878
01251	Rechtien International Trucks, Inc.	05/14/2020	Regular	0.00	391.67	88879
00012	ABA-CON, Inc.	05/20/2020	Regular	0.00	1,131.90	88880
00030	Advanced Disposal	05/20/2020	Regular	0.00	496.34	88881
00060	Aircraft Spruce & Specialty Co.	05/20/2020	Regular	0.00	186.50	88882
00071	Alan Jay Chevrolet Cadillac, Inc.	05/20/2020	Regular	0.00	72,038.00	88883
	Void	05/20/2020	Regular	0.00	0.00	88884
00116	ATP Aircraft Technical Publishers	05/20/2020	Regular	0.00	1,925.00	88885
00121	Aviall Services, Inc. / Boeing	05/20/2020	Regular	0.00	433.88	88886
00123	Aviation Specialties Unlimited	05/20/2020	Regular	0.00	800.00	88887
00141	Barry's Gravely / Barry's Power Equip.	05/20/2020	Regular	0.00	142.70	88888
00157	BENISTAR/UA-6803	05/20/2020	Regular	0.00	96,096.00	88889
00169	Blu Site Solutions of Southwest FL Inc.	05/20/2020	Regular	0.00	172.50	88890
00173	Bob Dean Supply, Inc.	05/20/2020	Regular	0.00	6.92	88891

Check Report

Date Range: 05/01/2020 - 05/31/2020

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
00198	C&C Feed Store	05/20/2020	Regular	0.00	86.50	88892
00217	CDW Government, Inc.	05/20/2020	Regular	0.00	405.27	88893
00230	Certified Slings, Inc.	05/20/2020	Regular	0.00	400.20	88894
00236	Chemical Containers, Inc.	05/20/2020	Regular	0.00	616.05	88895
00259	Cole-Parmer Instrument Company	05/20/2020	Regular	0.00	1,000.35	88896
00260	Comcast 8535 10 017 0052968	05/20/2020	Regular	0.00	229.12	88897
01786	Comcast 963268486	05/20/2020	Regular	0.00	586.34	88898
00293	Culligan Bottled Water	05/20/2020	Regular	0.00	152.00	88899
00322	Depco Pump Company	05/20/2020	Regular	0.00	109.34	88900
00397	FedEx	05/20/2020	Regular	0.00	22.25	88901
00405	FinishMaster, Inc.	05/20/2020	Regular	0.00	604.15	88902
00443	FMA Ft. Myers Automotive and Ind. Supply	05/20/2020	Regular	0.00	363.90	88903
00458	FPL Florida Power & Light Co.	05/20/2020	Regular	0.00	210.63	88904
00487	Gasparilla Island Water Association, Inc	05/20/2020	Regular	0.00	176.44	88905
00529	GCC Gulf Controls Company, Inc.	05/20/2020	Regular	0.00	25.37	88906
00516	GovDirect, Inc.	05/20/2020	Regular	0.00	705.00	88907
00519	Grainger, Inc.	05/20/2020	Regular	0.00	338.09	88908
00558	Henderson, Franklin Starnes & Holt, P.A.	05/20/2020	Regular	0.00	750.00	88909
00640	John A. Koons Locksmiths	05/20/2020	Regular	0.00	14.65	88910
00693	Larue Pest Management, Inc.	05/20/2020	Regular	0.00	180.00	88911
00694	Latite Roofing and Sheet Metal	05/20/2020	Regular	0.00	34,818.30	88912
00698	LCEC	05/20/2020	Regular	0.00	44.98	88913
00701	Leading Edge Associates, LLC	05/20/2020	Regular	0.00	3,075.00	88914
01700	Lee County Clerk of Courts	05/20/2020	Regular	0.00	61.70	88915
00724	Lightning Wireless Solutions	05/20/2020	Regular	0.00	1,428.70	88916
00787	Micronair Sales & Service, LLC	05/20/2020	Regular	0.00	4,406.45	88917
00809	MSC Industrial Supply Co.	05/20/2020	Regular	0.00	66.54	88918
00839	nexAir, LLC	05/20/2020	Regular	0.00	169.07	88919
00853	Office Depot, Inc.	05/20/2020	Regular	0.00	582.46	88920
00880	PartsBase Inc.	05/20/2020	Regular	0.00	2,400.00	88921
00938	Publix Super Markets, Inc	05/20/2020	Regular	0.00	19.36	88922
00956	Rad Source Technologies, Inc.	05/20/2020	Regular	0.00	4,500.00	88923
01614	Sign and Design Depot	05/20/2020	Regular	0.00	30.00	88924
01757	Super Bright LED's Inc.	05/20/2020	Regular	0.00	44.44	88925
01165	The Home Depot Credit Services	05/20/2020	Regular	0.00	65.07	88926
01469	The Home Depot PRO Institutional	05/20/2020	Regular	0.00	136.86	88927
01204	Tropic Supply, Inc.	05/20/2020	Regular	0.00	21.54	88928
01241	Victory Layne Chevrolet	05/20/2020	Regular	0.00	86.29	88929
01244	Vocal Minds, Inc.	05/20/2020	Regular	0.00	4,800.00	88930
01790	VSP Insurance Co. (MO)	05/20/2020	Regular	0.00	1,676.65	88931
01258	Waste Pro - Ft. Myers	05/20/2020	Regular	0.00	169.06	88932
01285	Wurth Action Bolt and Tool Co. (FL)	05/20/2020	Regular	0.00	100.76	88933
00024	Adapco, Inc.	05/27/2020	Regular	0.00	24,320.00	88934
00121	Aviall Services, Inc. / Boeing	05/27/2020	Regular	0.00	287.15	88935
00123	Aviation Specialties Unlimited	05/27/2020	Regular	0.00	3,457.00	88936
00141	Barry's Gravely / Barry's Power Equip.	05/27/2020	Regular	0.00	61.95	88937
01604	Boy Agnew Potanovic	05/27/2020	Regular	0.00	1,793.50	88938
00227	Century Link 425791675	05/27/2020	Regular	0.00	155.58	88939
01600	CHRISTOPHER B THACH, INC	05/27/2020	Regular	0.00	13,275.00	88940
00259	Cole-Parmer Instrument Company	05/27/2020	Regular	0.00	130.00	88941
00326	DG Ace Hardware, Inc.	05/27/2020	Regular	0.00	14.66	88942
00349	Eastern Metal Supply, Inc	05/27/2020	Regular	0.00	190.75	88943
00397	FedEx	05/27/2020	Regular	0.00	33.55	88944
00443	FMA Ft. Myers Automotive and Ind. Supply	05/27/2020	Regular	0.00	151.53	88945
00461	Fred's Award World	05/27/2020	Regular	0.00	324.00	88946
00464	Freightquote.com	05/27/2020	Regular	0.00	520.32	88947
00530	Goodwill Industries of SWFL	05/27/2020	Regular	0.00	6,651.00	88948
00519	Grainger, Inc.	05/27/2020	Regular	0.00	279.51	88949
00693	Larue Pest Management, Inc.	05/27/2020	Regular	0.00	1,128.00	88950
00698	LCEC	05/27/2020	Regular	0.00	130.53	88951
00710	Lee County Public Safety-GCN	05/27/2020	Regular	0.00	18,473.40	88952

Check Report

Date Range: 05/01/2020 - 05/31/2020

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
	Void	05/27/2020	Regular	0.00	0.00	88953
	Void	05/27/2020	Regular	0.00	0.00	88954
00728	Littlejohn, Inc.	05/27/2020	Regular	0.00	504.90	88955
01582	McGee Commercial Tire Service	05/27/2020	Regular	0.00	412.00	88956
00787	Micronair Sales & Service, LLC	05/27/2020	Regular	0.00	457.18	88957
01958	Mitel Business System, Inc.	05/27/2020	Regular	0.00	585.00	88958
00799	Mock Engineering, Inc.	05/27/2020	Regular	0.00	19,590.00	88959
01456	NAPA (Lehigh Acres)	05/27/2020	Regular	0.00	42.91	88960
00836	Newark Element14	05/27/2020	Regular	0.00	206.18	88961
00839	nexAir, LLC	05/27/2020	Regular	0.00	93.55	88962
00853	Office Depot, Inc.	05/27/2020	Regular	0.00	168.46	88963
00924	Preferred Governmental Insurance Trust	05/27/2020	Regular	0.00	1,989.46	88964
00951	R.C.M. Enterprises, Inc.	05/27/2020	Regular	0.00	72.00	88965
01011	Safety-Kleen Systems, Inc.	05/27/2020	Regular	0.00	60.09	88966
01068	Snap-On Tools	05/27/2020	Regular	0.00	52.25	88967
01098	Stanley's Army - Navy	05/27/2020	Regular	0.00	101.88	88968
01106	Stellar Industrial Supply, Inc.	05/27/2020	Regular	0.00	98.95	88969
01160	Textron Aviation, Inc.	05/27/2020	Regular	0.00	63.00	88970
01792	The Hartford	05/27/2020	Regular	0.00	11,580.26	88971
01165	The Home Depot Credit Services	05/27/2020	Regular	0.00	438.05	88972
01469	The Home Depot PRO Institutional	05/27/2020	Regular	0.00	810.27	88973
01190	Town & Country Industries	05/27/2020	Regular	0.00	106.17	88974
01204	Tropic Supply, Inc.	05/27/2020	Regular	0.00	159.00	88975
01217	UniFirst Corporation	05/27/2020	Regular	0.00	471.53	88976
01229	UPS	05/27/2020	Regular	0.00	200.28	88977
01241	Victory Layne Chevrolet	05/27/2020	Regular	0.00	202.97	88978
01464	Weiser Security Services, Inc.	05/27/2020	Regular	0.00	11,516.00	88979
01285	Wurth Action Bolt and Tool Co. (FL)	05/27/2020	Regular	0.00	19.50	88980
01808	MetLife Small Business Center	05/27/2020	Regular	0.00	29,049.63	88981
00055	Airbus Helicopters Inc.	05/06/2020	Bank Draft	0.00	-150.33	DFT0000908
00055	Airbus Helicopters Inc.	05/06/2020	Bank Draft	0.00	150.33	DFT0000909
00055	Airbus Helicopters Inc.	05/15/2020	Bank Draft	0.00	-2,581.48	DFT0000932
00055	Airbus Helicopters Inc.	05/22/2020	Bank Draft	0.00	-94.46	DFT0000934
00055	Airbus Helicopters Inc.	05/15/2020	Bank Draft	0.00	2,581.48	DFT0000939
00055	Airbus Helicopters Inc.	05/07/2020	Bank Draft	0.00	-3,840.45	DFT0000943
00055	Airbus Helicopters Inc.	05/07/2020	Bank Draft	0.00	-43.42	DFT0000944
00055	Airbus Helicopters Inc.	05/07/2020	Bank Draft	0.00	-624.16	DFT0000945
00055	Airbus Helicopters Inc.	05/07/2020	Bank Draft	0.00	-825.06	DFT0000946
00739	Lykins Oil Company	05/07/2020	Bank Draft	0.00	22,072.67	DFT0000947
91631	The Panther Airboat Corporation	05/07/2020	Bank Draft	0.00	1,244.29	DFT0000948
91631	The Panther Airboat Corporation	05/07/2020	Bank Draft	0.00	-1,244.29	DFT0000948
00055	Airbus Helicopters Inc.	05/07/2020	Bank Draft	0.00	-1,244.29	DFT0000952
00055	Airbus Helicopters Inc.	05/13/2020	Bank Draft	0.00	5,333.09	DFT0001022
00900	Phillips 66 Company	05/13/2020	Bank Draft	0.00	7,148.28	DFT0001023
00055	Airbus Helicopters Inc.	05/13/2020	Bank Draft	0.00	-1,244.29	DFT0001024
00055	Airbus Helicopters Inc.	05/13/2020	Bank Draft	0.00	1,244.29	DFT0001025
00055	Airbus Helicopters Inc.	05/20/2020	Bank Draft	0.00	-200.63	DFT0001038
00055	Airbus Helicopters Inc.	05/20/2020	Bank Draft	0.00	-779.69	DFT0001039
00055	Airbus Helicopters Inc.	05/20/2020	Bank Draft	0.00	-216.27	DFT0001040
00055	Airbus Helicopters Inc.	05/20/2020	Bank Draft	0.00	-15.92	DFT0001041
00055	Airbus Helicopters Inc.	05/20/2020	Bank Draft	0.00	-977.63	DFT0001042
00055	Airbus Helicopters Inc.	05/20/2020	Bank Draft	0.00	-251.30	DFT0001043
00055	Airbus Helicopters Inc.	05/20/2020	Bank Draft	0.00	-638.57	DFT0001044
00055	Airbus Helicopters Inc.	05/20/2020	Bank Draft	0.00	-190.58	DFT0001045
00055	Airbus Helicopters Inc.	05/21/2020	Bank Draft	0.00	2,058.08	DFT0001046
00055	Airbus Helicopters Inc.	05/27/2020	Bank Draft	0.00	1,212.51	DFT0001057
00415	Florida Blue (Health Ins.)	05/28/2020	Bank Draft	0.00	162,642.38	DFT0001058
00415	Florida Blue (Health Ins.)	05/28/2020	Bank Draft	0.00	160,160.35	DFT0001059
00415	Florida Blue (Health Ins.)	05/28/2020	Bank Draft	0.00	12,372.87	DFT0001060
00415	Florida Blue (Health Ins.)	05/28/2020	Bank Draft	0.00	12,372.87	DFT0001061
00084	Amazon.com	05/15/2020	Bank Draft	0.00	-29.97	DFT0001066

Check Report

Date Range: 05/01/2020 - 05/31/2020

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
00084	Amazon.com	05/15/2020	Bank Draft	0.00	29.97	DFT0001066
00078	Allied Electronic Inc.	05/15/2020	Bank Draft	0.00	34.24	DFT0001074
01794	Alpha Technologies	05/15/2020	Bank Draft	0.00	118.46	DFT0001075
00084	Amazon.com	05/15/2020	Bank Draft	0.00	4,617.15	DFT0001076
00088	American Flyers	05/15/2020	Bank Draft	0.00	26.95	DFT0001077
01615	CEU Continuing Education University	05/15/2020	Bank Draft	0.00	225.00	DFT0001078
00244	Circle K	05/15/2020	Bank Draft	0.00	19.07	DFT0001079
01772	Columbia Sportswear 41	05/15/2020	Bank Draft	0.00	3,224.04	DFT0001080
00389	ExxonMobil	05/15/2020	Bank Draft	0.00	525.46	DFT0001081
01331	Fastenal	05/15/2020	Bank Draft	0.00	47.32	DFT0001082
00420	Florida Department of Agriculture and Con	05/15/2020	Bank Draft	0.00	300.00	DFT0001083
00433	Florida Public Human Resources Assoc.	05/15/2020	Bank Draft	0.00	135.00	DFT0001084
00508	Global Parts Aero	05/15/2020	Bank Draft	0.00	851.43	DFT0001085
01795	Google Pinkfroot	05/15/2020	Bank Draft	0.00	6.49	DFT0001086
01796	GoToMyPC	05/15/2020	Bank Draft	0.00	537.04	DFT0001087
00566	Hilton Hotels	05/15/2020	Bank Draft	0.00	625.00	DFT0001088
00612	Intuit.com	05/15/2020	Bank Draft	0.00	391.20	DFT0001089
00615	Iron Mountain	05/15/2020	Bank Draft	0.00	225.02	DFT0001090
01756	Lowes Home Improvement	05/15/2020	Bank Draft	0.00	1,257.96	DFT0001091
01797	McGregor Glass and Mirror	05/15/2020	Bank Draft	0.00	187.12	DFT0001092
01745	Midwest Motion Product	05/15/2020	Bank Draft	0.00	374.00	DFT0001093
01771	Naccho	05/15/2020	Bank Draft	0.00	625.00	DFT0001094
01798	Power Brake	05/15/2020	Bank Draft	0.00	69.77	DFT0001095
01799	Professional Aviation	05/15/2020	Bank Draft	0.00	6,069.00	DFT0001096
00953	RaceTrac	05/15/2020	Bank Draft	0.00	141.00	DFT0001097
01800	Rooms To Go	05/15/2020	Bank Draft	0.00	12,078.74	DFT0001098
01801	Select Aerospace Ind.	05/15/2020	Bank Draft	0.00	23.58	DFT0001099
01062	Skygeek.com	05/15/2020	Bank Draft	0.00	730.63	DFT0001100
01065	SmartSign	05/15/2020	Bank Draft	0.00	74.90	DFT0001101
01802	SOVE Society of Vector Ecology	05/15/2020	Bank Draft	0.00	70.00	DFT0001102
01622	Sporty's	05/15/2020	Bank Draft	0.00	53.92	DFT0001103
01767	Sq *natashas Alterati	05/15/2020	Bank Draft	0.00	76.00	DFT0001104
01777	Supplyhouse.Com	05/15/2020	Bank Draft	0.00	287.76	DFT0001105
01641	Tampa Crane & Body	05/15/2020	Bank Draft	0.00	89.82	DFT0001106
01165	The Home Depot Credit Services	05/15/2020	Bank Draft	0.00	336.98	DFT0001107
01722	Thomas@twistedwave.Com	05/15/2020	Bank Draft	0.00	20.00	DFT0001108
01803	Tooldiscounter.com	05/15/2020	Bank Draft	0.00	299.94	DFT0001109
01804	UK Human Resources	05/15/2020	Bank Draft	0.00	30.00	DFT0001110
01254	Walmart.com	05/15/2020	Bank Draft	0.00	49.40	DFT0001111
01491	Yurstore	05/15/2020	Bank Draft	0.00	6,315.97	DFT0001112
01728	AFLAC Worldwide Headquarters	05/06/2020	Bank Draft	0.00	80.60	DFT0001124
01728	AFLAC Worldwide Headquarters	05/06/2020	Bank Draft	0.00	164.32	DFT0001127

Bank Code Mosquito AP Bank Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	318	196	0.00	595,207.11
Manual Checks	0	0	0.00	0.00
Voided Checks	0	9	0.00	-3,431.00
Bank Drafts	135	74	0.00	416,845.95
EFT's	0	0	0.00	0.00
	453	279	0.00	1,008,622.06

All Bank Codes Check Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	318	196	0.00	595,207.11
Manual Checks	0	0	0.00	0.00
Voided Checks	0	9	0.00	-3,431.00
Bank Drafts	135	74	0.00	416,845.95
EFT's	0	0	0.00	0.00
	453	279	0.00	1,008,622.06

Fund Summary

Fund	Name	Period	Amount
001	Lee County Mosquito Control District	5/2020	1,008,622.06
			1,008,622.06

LEE COUNTY HYACINTH CONTROL DISTRICT
TREASURER REPORT NOTES - Modified Accrual Basis of Accounting
Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance
For the eight Months Ended May 31, 2020

Balance Sheet Summary

Cash and Investments

Cash and investments of \$1,732,889 are comprised of checking, Florida Fixed Investment Trust, Florida Prime, and a master account (schedule included). Cash and investment balances at May 31, 2019 were \$1,808,033. The current month balance is \$75,144 lower than the prior year. LCHCD participates in all aspects of treasury management of surplus funds either with an account in its name or a shared account with LCMCD.

Revenues and Expenditures - Please see the LCHCD FS and the LCHCD Trail 12 Reports

Receipts - Please see the LCHCD GL Tax Receipts Report

Net taxes reported on the monthly financial statement are \$1,944,664. The amounts reported on the tax collections worksheets as net taxes collected (report included - "LCHCD Ad Valorem Tax Collections") include cumulative gross taxes, prior year taxes, penalties and refunds, discounts and commissions, and were \$1,959,506. (cash basis). Cash collections were \$28,828 higher in the current year. The difference between revenues and collections is the difference between the cash and modified accrual method of accounting. MTD and YTD differences are discussed as follows: Current year taxes will remain stable due to the District using the rolled-back millage rate of .0230. MTD differences are normally due to the timing of collections and payment cut-off timing by the LCTC, improvements in the economy and increases/decreases in the amount levied (if any) year-over-year.

Expenditures - Please see the Trail 12 LCHCD report

Total expenditures for the month ended May 31, 2020 and May 31, 2019 were \$182,172 and \$213,179, respectively. YTD expenditures as of May 31, 2020 and May 31, 2019 were \$1,440,983 and \$1,462,993 respectively. The differences in operating results are discussed below:

MTD Variances explanations

Noteworthy changes are as follows: The MTD variance in Personnel Services is due to a change in reporting that captures wages in the period earned as opposed to the period paid.

YTD Variances explanations

Noteworthy changes are as follows: The YTD variance in Personnel Services is due to a lower allocation of shared personnel costs between the two districts as well as the implementation of new payroll software that posts wages to the period earned as opposed to the period paid. The YTD variance in Benefits is also related to the new payroll software as well as a \$50,000 decrease in the LCMCD/LCHCD RHITF contribution. The YTD variance in Operating expenses is due to FY19 water testing. The YTD variance in Utilities is due to timing of payments. The YTD variance in Insurance is due to a reduction in premiums charged in the current year due to competition. The YTD variance in Repairs & Maintenance is due to shared costs for painting various buildings in the prior year. The YTD variance in Chemicals is due to the change in reporting methods for inventory. Prior to May 2019, chemicals were expensed as they were purchased as opposed to when they were used. The YTD change in Miscellaneous Supplies is due to the purchase of lab supplies and virus protection software. The YTD change in Capital Outlay is due to the purchase of two airboats in the current year.

Budget Amendment

None for the May financial statements.

Receipts Operating Budget Comparison for Hyacinth Control District

Run Date: 6/9/2020

From: 5/1/2020

To: 5/31/2020

Receipts	Total Budget	This Mo Actual	Prior Yr Month	Variance	YTD Current	YTD Prior	Variance
Taxes	2,046,000.00	27,361.10	30,772.60	(3,411.50)	1,944,663.67	1,915,503.50	29,160.17
State Grant-General Government	-	-	-	-	-	-	-
Interest	22,000.00	1,065.60	4,328.69	(3,263.09)	15,819.92	26,850.82	(11,030.90)
Disposition of Capital Assets	-	-	3,792.50	(3,792.50)	5,600.00	3,792.50	1,807.50
Refunds	-	-	-	-	-	-	-
Other Miscellaneous Revenue	1,000.00	-	-	-	1,312.48	-	1,312.48
Service Charge - Mosquito Cont	-	-	-	-	-	-	-
Other Charges for Svcs Pub Safe	-	-	-	-	-	-	-
Sale of Surplus Materials/Scrap	5,000.00	-	-	-	-	-	-
Transfer from Hyacinth	-	-	-	-	-	-	-
Insurance Recoveries	-	-	-	-	-	1,204.63	(1,204.63)
Total Receipts	2,074,000.00	28,426.70	38,893.79	(10,467.09)	1,967,396.07	1,947,351.45	20,044.62

Expenses Operating Budget for Hyacinth Control District

Run Date: 6/9/2020

From: 5/1/2020

To: 5/31/2020

Expenses	Total Budget	This Mo Actual	Prior Yr Month	Variance	YTD Current	YTD Prior	Variance
Personnel Services	944,600.00	93,468.76	118,317.44	24,848.68	641,069.10	715,839.10	74,770.00
Benefits	563,900.00	53,331.64	50,639.80	(2,691.84)	416,175.65	442,757.64	26,581.99
Operating Expenses	111,600.00	7,696.35	6,027.68	(1,668.67)	38,028.05	48,382.03	10,353.98
Travel & Per Diem	11,900.00	-	1,461.45	1,461.45	2,009.00	2,868.99	859.99
Communication Service	7,600.00	255.12	974.37	719.25	1,942.95	6,547.88	4,604.93
Freight Services	2,000.00	-	-	-	171.99	253.61	81.62
Utility Services	29,800.00	1,159.42	3,806.19	2,646.77	13,464.45	19,870.77	6,406.32
Rentals and Leases	2,400.00	242.48	131.38	(111.10)	1,098.56	631.02	(467.54)
Insurance	28,000.00	-	-	-	20,604.00	38,772.50	18,168.50
Repairs & Maintenance	46,000.00	1,797.95	1,748.99	(48.96)	14,421.59	25,055.94	10,634.35
Promotional Activities	3,000.00	-	-	-	1,099.75	349.07	(750.68)
Other Charges	39,400.00		101.63	101.63	7,576.64	7,262.23	(314.41)
Office Supplies	3,000.00	0.42	954.06	953.64	804.45	1,696.80	892.35
Gasoline/Oil/Lube	15,000.00	139.08	2,578.16	2,439.08	4,353.55	9,950.33	5,596.78
Chemicals	200,000.00	16,723.87	17,748.54	1,024.67	92,504.32	62,572.23	(29,932.09)
Protective Devices	6,700.00	78.53	306.17	227.64	1,267.75	1,146.80	(120.95)
Misc. Supplies	36,500.00	178.22	1,455.81	1,277.59	23,275.40	17,777.49	(5,497.91)
Small Tools	-	-	-	-	-	48.79	48.79
Tools & Implements	-	-	-	-	-	-	-
Publications & Dues	13,200.00	274.77	430.17	155.40	6,019.70	6,429.56	409.86
Training	5,600.00	-	27.58	27.58	2,764.84	4,355.86	1,591.02
Capital Outlay	160,000.00	6,825.22	6,470.00	(355.22)	152,331.08	50,424.06	(101,907.02)
Grants	-	-	-	-	-	-	-
Operating Transfer to Mosquito	-	-	-	-	-	-	-
Printing & Binding	1,000.00	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Debt Service Interest	-	-	-	-	-	-	-
Total Expenditures	2,231,200.00	182,171.83	213,179.42	31,007.59	1,440,982.82	1,462,992.70	22,009.88

Income Statement

Lee County Hyacinth Control District, FL

For Fiscal: 2019-2020 Period Ending: 5/31/2020

	Original Total Budget	Current Total Budget	YTD Activity	Budget Remaining
Fund: 002 - Lee County Hyacinth Control District				
Ad Valorem Taxes	2,046,000.00	2,046,000.00	1,944,663.67	101,336.33
Interest	22,000.00	22,000.00	15,819.92	6,180.08
Sale of Surplus Materials/Scrap	5,000.00	5,000.00	5,600.00	-
Other Miscellaneous Revenue	1,000.00	1,000.00	1312.48	(312.48)
Beginning Fund Balance	1,203,000.00	1,203,000.00	-	-
	3,277,000.00	3,277,000.00	1,967,396.07	107,203.93
SALARIES AND WAGES	944,600.00	944,600.00	641,069.10	303,530.90
BENEFITS	563,900.00	563,900.00	416,175.65	147,724.35
OPERATING EXPENSES	111,600.00	111,600.00	38,028.05	73,571.95
TRAVEL AND PER DIEM	11,900.00	11,900.00	2,009.00	9,891.00
COMMUNICATIONS SERVICES	7,600.00	7,600.00	1,942.95	5,657.05
FREIGHT & POSTAGE SERVICES	2,000.00	2,000.00	171.99	1,828.01
UTILITIES	29,800.00	29,800.00	13,464.45	16,335.55
RENTALS AND LEASES	2,400.00	2,400.00	1,098.56	1,301.44
INSURANCE	28,000.00	28,000.00	20,604.00	7,396.00
REPAIRS & MAINTENANCE	46,000.00	46,000.00	14,421.59	31,578.41
PRINTING & BINDING	1,000.00	1,000.00	-	1,000.00
PROMOTIONAL ACTIVITIES	3,000.00	3,000.00	1,099.75	1,900.25
OTHER CURRENT CHARGES	39,400.00	39,400.00	7,576.64	31,823.36
OFFICE SUPPLIES	3,000.00	3,000.00	804.03	2,195.97
GASOLINE/OIL/LUBE	15,000.00	15,000.00	4,353.55	10,646.45
CHEMICALS	200,000.00	200,000.00	92,504.32	107,495.68
PROTECTIVE DEVICES	6,700.00	6,700.00	1,267.75	5,432.25
MISCELLANEOUS SUPPLIES	36,500.00	36,500.00	23,275.40	13,224.60
BOOKS-PUBS-SUBS-MEMBER	13,200.00	13,200.00	6,019.70	7,180.30
TRAINING	5,600.00	5,600.00	2,764.84	2,835.16
CAPITAL OUTLAY	160,000.00	160,000.00	152,331.08	7,668.92
CONTINGENCY	20,000.00	20,000.00	-	20,000.00
RESERVES - BUDGET USE ONLY	1,025,800.00	1,025,800.00	-	1,025,800.00
	3,277,000.00	3,277,000.00	1,440,982.40	1,836,017.60

Lee County Hyacinth Control District
AD VALOREM TAX COLLECTIONS 2019 - 2020 FISCAL YEAR
CURRENT AND LAST 5 FISCAL YEARS COLLECTION ANALYSIS

As of May 31 of each year

Fiscal Year	Gross Ad Valorem Taxes Collected	% Change in Gross Ad Valorem Taxes Collected Increase/-Decrease	Prior Year Ad Valorem Taxes	Penalties, Refunds & Corrections and Other	Discounts	Commissions	Net Ad Valorem Taxes Collected	% Change in Net Ad Valorem Taxes Collected Increase/-Decrease	Budget (Net)	% of Net Collections to Budget
2020 Actual	2,075,615.37	1.53%	746.48	(1,488.99)	(75,602.37)	(39,764.88)	1,959,505.61	1.49%	2,046,000	95.77%
Net increase year-over-year (cash basis)							28,828.27			
2019 Actual	2,044,348.82	0.29%	547.05	(1,474.81)	(73,484.82)	(39,258.90)	1,930,677.34	0.22%	1,969,800	98.01%
2018 Actual	2,038,380.44	2.16%	1,036.02	(1,689.51)	(72,099.44)	(39,130.47)	1,926,497.04	2.04%	2,044,000	94.25%
2017 Actual	1,995,292.06	8.06%	1,160.46	(89.73)	(70,022.72)	(38,353.68)	1,887,986.39	7.94%	1,885,000	100.16%
2016 Actual	1,846,536.35	1.62%	1,971.13	562.65	(64,401.57)	(35,502.12)	1,749,166.44	1.57%	1,745,600	100.20%
2015 Actual	1,817,090.07	1.17%	1,631.27	1,251.88	(62,953.23)	(34,972.30)	1,722,047.69	1.00%	1,721,000	100.06%

Comments:

COMPARISON OF ANNUAL GROSS COLLECTIONS TO DR-420 BUDGET AMOUNT

	<u>Dr-420 Amount</u>	<u>Actual</u>	<u>Difference</u>	<u>Millage Rate</u>
2020	2,120,848.00	2,075,615.37	(45,232.63)	0.023
2019	2,073,447.00	2,084,856.67	11,409.67	0.0239
2018	2,028,263.00	2,038,749.46	10,486.46	0.0248
2017	1,984,022.00	1,995,855.23	11,833.23	0.0263
2016	1,837,460.00	1,847,244.65	9,784.65	0.0263
2015	1,812,083.00	1,817,818.99	5,735.99	0.0277

2020 @ - The actual amount represents taxes collected through the month of the report.

Differences in budgeted gross taxes and actual gross tax collected are primarily due to the following:

The Property Appraiser may adjust the final taxable value. The DR-420 includes the taxable value through July 1 of each year. The Property Appraiser may adjust, up or down, the final taxable value. The District receives a DR-422 after the trim process that documents the change, if any.

Taxes may not be paid. Normally the District collects unpaid taxes through an annual tax certificate sale. However, unsold tax certificates become property of the Board of County Commissioners (BoCC). The District will not collect until the taxes are paid or the BoCC calls for a tax deed sale.

Property values may change through the Property Appraiser's "Value Adjustment Board." A taxpayer may protest the assessed taxable value and a change may occur.

MODIFIED ACCRUAL BASIS

As of September 30 of each year	Dist #	Taxes 311100-000-0	Prior Year Taxes 311200.000-0	Discounts 000-0	311140- 311120-000-0	Penalties 311120-000-0	Interest 361110-000-0	Commission 000-0	522340- 311150-000-0	Refunds and Corrections 311150-000-0	Other 311160-000-0	Total Net Distribution
11/15/2019	1	41,833.91	93.07	(1,845.32)	46.95	-	(814.09)	(1.66)	-	-	-	39,312.86
11/30/2019	2	453,326.76	66.25	(18,074.02)	127.15	-	(8,710.26)	(542.80)	-	-	-	426,193.08
12/16/2019	3	1,082,798.85	42.92	(43,232.39)	201.40	-	(20,799.33)	(2.50)	-	-	-	1,019,008.95
12/30/2019	4	204,829.63	53.11	(7,773.08)	130.81	-	(3,947.10)	(0.10)	-	-	-	193,293.27
1/15/2020	5	83,973.11	36.12	(2,523.57)	84.46	-	(1,631.91)	(16.61)	-	-	-	79,921.60
2/15/2020	6	73,023.03	176.48	(1,605.33)	71.95	-	(1,433.62)	(473.32)	-	-	-	69,759.19
3/14/2020	7	38,371.56	41.75	(429.75)	40.04	-	(760.56)	(277.82)	-	-	-	36,985.22
4/15/2020	8	54,029.47	60.76	(113.13)	57.84	-	(1,080.89)	(125.65)	-	-	-	52,828.40
5/15/2020	9	28,827.60	29.50	(5.76)	199.60	-	(582.19)	(1,107.65)	-	-	-	27,361.10
6/14/2020	10	-	-	-	-	-	-	-	-	-	-	-
7/12/2020	11	-	-	-	-	-	-	-	-	-	-	-
8/9/2020	12	-	-	-	-	-	-	-	-	-	-	-
9/13/2020	13	-	-	-	-	-	-	-	-	-	-	-
10/12/2020	14	-	-	-	-	-	-	-	-	-	-	-
10/12/2020	15	-	-	-	-	-	-	-	-	-	-	-
	16	-	-	-	-	-	-	-	-	-	-	-
	17	-	-	-	-	-	-	-	-	-	-	-
	Excess fees	-	-	-	-	-	-	-	-	-	-	-
Total Modified Accrual		\$ 2,061,013.92	\$ 599.96	\$ (75,602.35)	\$ 960.20	\$ -	\$ (39,759.95)	\$ (2,548.11)	\$ -	\$ -	\$ -	\$ 1,944,663.67

Conversion to Cash Basis (Ad Valorem Taxes)

Reductions												
Distribution 14	10/10/2018	-	-	-	-	-	-	-	-	-	-	-
Excess Fees	10/31/2018	-	-	-	-	-	-	-	-	-	-	-
Sub-total		-	-	-	-	-	-	-	-	-	-	-
Additions												
Distribution 14	10/12/2019	-	146.52	(0.02)	98.92	-	(4.93)	-	-	-	-	240.49
Excess Fees	10/30/2019	14,601.45	-	-	-	-	-	-	-	-	-	14,601.45
		14,601.45	146.52	(0.02)	98.92	-	(4.93)	-	-	-	-	14,841.94
Ad Valorem Tax Revenue		\$ 2,075,615.37	\$ 746.48	\$ (75,602.37)	\$ 1,059.12	\$ -	\$ (39,764.88)	\$ (2,548.11)	\$ -	\$ -	\$ -	\$ 1,959,505.61

Conversion to Cash Basis (Interest)

Reductions												
Distribution 15	10/15/2018	-	-	-	-	-	-	-	-	-	-	-
Additions												
Distribution 15	10/15/2019	-	-	-	-	1,626.91	(81.35)	-	-	-	-	1,545.56
Tax Collector Interest Revenue		\$ -	\$ -	\$ -	\$ -	\$ 1,626.91	\$ (81.35)	\$ -	\$ -	\$ -	\$ -	\$ 1,545.56

May 31, 2020					
Account	LCMCD	LCHCD	Total	ECR Accounts	Earnings rate (Basis Points -BP)
SunTrust Operating	\$ 282,214.00	\$ 82,047.08	\$ 364,261.08	Yes	ECR and BP - 35
SunTrust Master 2397	2,185,814.51	156,367.03	2,342,181.54	Yes	ECR and BP - 30
SBA 322630	7,995,394.98	-	7,995,394.98	No	BP - 77
SBA 322640	-	731,585.02	731,585.02	No	BP - 77
FL-FIT	8,518,612.55	762,889.77	9,281,502.32	No	BP - 86
	<u>18,982,036.04</u>	<u>1,732,888.90</u>	<u>20,714,924.94</u>		

100 Basis Points equal 1%

FL-FIT - Florida Fixed Income Trust

SBA - State Board of Administration (Local Government Surplus Funds Trust Fund)



Lee County Mosquito Control District, FL

Check Report

By Check Number

Date Range: 05/01/2020 - 05/31/2020

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Bank Code: Hyacinth AP Bank-Hyacinth District AP Bank						
90958	Reliance Standard (Dental)	05/06/2020	Regular	0.00	862.36	19419
90178	Tropic Trailer	05/06/2020	Regular	0.00	65.00	19420
91582	McGee Commerical Tire & Service	05/13/2020	Regular	0.00	248.84	19421
90164	Toshiba America Business Solutions, Inc.	05/13/2020	Regular	0.00	147.90	19422
90284	BENISTAR/UA-6803	05/20/2020	Regular	0.00	6,552.00	19423
90297	Bob Dean Supply, Inc.	05/20/2020	Regular	0.00	79.19	19424
90324	Cap City USA	05/20/2020	Regular	0.00	5,450.00	19425
90355	Chemical Containers, Inc.	05/20/2020	Regular	0.00	805.31	19426
91006	Nutrien AG Solutions	05/20/2020	Regular	0.00	12,168.00	19427
90446	Eastern Metal Supply, Inc	05/27/2020	Regular	0.00	408.75	19428
90525	FMA Ft. Myers Automotive and Ind. Supply	05/27/2020	Regular	0.00	27.88	19429
90820	Motion Industries / Miller	05/27/2020	Regular	0.00	6.62	19430
90824	MSC Industrial Supply Co.	05/27/2020	Regular	0.00	24.04	19431
91670	THE HARTFORD	05/27/2020	Regular	0.00	846.04	19432
90213	Victory Layne Chevrolet	05/27/2020	Regular	0.00	28.11	19433
91724	MetLife Small Business Center	05/27/2020	Regular	0.00	1,884.93	19434
91721	A-1 Marine Services	05/15/2020	Bank Draft	0.00	32.25	DFT0001068
90853	Amazon.com	05/15/2020	Bank Draft	0.00	5.99	DFT0001069
90476	ExxonMobil	05/15/2020	Bank Draft	0.00	40.56	DFT0001070
91723	Handy 82	05/15/2020	Bank Draft	0.00	47.30	DFT0001071
90776	Marathon Petro	05/15/2020	Bank Draft	0.00	50.00	DFT0001072
91722	Vindamall	05/15/2020	Bank Draft	0.00	99.94	DFT0001073

Bank Code Hyacinth AP Bank Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	22	16	0.00	29,604.97
Manual Checks	0	0	0.00	0.00
Voided Checks	0	0	0.00	0.00
Bank Drafts	6	6	0.00	276.04
EFT's	0	0	0.00	0.00
	28	22	0.00	29,881.01

All Bank Codes Check Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	22	16	0.00	29,604.97
Manual Checks	0	0	0.00	0.00
Voided Checks	0	0	0.00	0.00
Bank Drafts	6	6	0.00	276.04
EFT's	0	0	0.00	0.00
	28	22	0.00	29,881.01

Fund Summary

Fund	Name	Period	Amount
002	Lee County Hyacinth Control District	5/2020	29,881.01
			29,881.01