

**AMELIA ISLAND MOSQUITO
CONTROL DISTRICT**

FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2021**

AMELIA ISLAND MOSQUITO CONTROL DISTRICT
FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

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INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Amelia Island Mosquito Control District
Fernandina Beach, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the Amelia Island Mosquito Control District, (the "District") as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit 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 each major fund of the District, as of September 30, 2021, and the respective changes in financial position 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 on pages 3 through 5, the budgetary comparison information on pages 20 and 21, the schedule of the District's proportionate share of the net pension liability (FRS), schedule of District contributions (FRS), schedule of the District's Proportionate share of the net pension liability (HIS), and schedule of District contributions (HIS) on pages 22 and 23 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 February 2, 2022, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 the District's internal control over financial reporting and compliance.

Bradenton, Florida
February 2, 2022

Mauldin & Jenkins, LLC

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Amelia Island Mosquito Control District's (the "District") financial performance provides an overview of the District's financial activities for the fiscal year ended September 30, 2021. Please read it in conjunction with the auditor's report beginning on page 1 and the District's financial statements which begin on page 6.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows exceeded its liabilities and deferred inflows, resulting in an ending net position of the District at the close of its most recent fiscal year of \$1,422,357.
- The change in the District's total net position in comparison with the prior fiscal year was an increase of \$198,049. The key components of the District's net position and changes in net position are reflected in the table in the government-wide financial analysis section.
- At September 30, 2021, the District's governmental funds reported combined ending fund balances of \$1,117,271 an increase of \$205,126 in comparison with prior fiscal year. A portion of fund balance is non-spendable for inventory, assigned for various purposes, and the remainder is unassigned and available for spending at the District's discretion.

OVERVIEW OF THE FINANCIAL STATEMENTS

The first financial statement is the statement of net position and governmental funds balance sheet. This statement includes all of the District's assets and liabilities using accrual accounting. Net position – the difference between assets, liabilities, and deferred outflows/inflows – can be used to measure the District's financial position.

The second financial statement is the statement of activities and governmental fund revenues, expenditures and changes in fund balances. The statement shows the increase or decrease in net position during the fiscal year. Over time, the increase or decrease in net position is a useful indicator of whether the District's financial health is improving or deteriorating.

Supplemental Schedules

These schedules report a variety of information that users of these financial statements need in order to place the basic financial statements in an appropriate operational, economic, or historical context. The first two schedules provide information pertaining to revenues and expenditures and indicate the variances between actual revenues and expenditures and the budgeted amounts. The last two schedules provide information related to the District's participation in the Florida Retirement System.

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

Condensed Financial Information

The following presents condensed data about net position and changes in net position:

	2021	2020
Assets		
Cash and equivalents	\$ 778,095	\$ 554,981
Investments	276,953	270,251
Due from other governments	-	23,655
Prepays	14,899	-
Inventory	93,188	78,669
Capital assets, net	749,954	784,069
Total assets	1,913,089	1,711,625
Deferred outflows	176,891	170,215
Liabilities		
Accounts payable and accrued liabilities	45,864	15,411
Noncurrent liabilities:		
Due within one year	15,945	13,788
Due in more than one year	258,845	530,241
Total liabilities	320,654	559,440
Deferred inflows	346,969	98,092
Net position		
Investment in capital assets	749,954	784,069
Unrestricted	672,403	440,239
Total net position	\$ 1,422,357	\$ 1,224,308
Program revenues		
Operating grants and contributions	\$ 50,688	\$ 47,310
General revenues		
Taxes	787,662	781,423
Investment earnings and other	174,247	7,088
Total revenues	1,012,597	835,821
Expenses		
Mosquito control	814,548	799,176
Total expenses	814,548	799,176
Change in net position	198,049	36,645
Net position, beginning of year	1,224,308	1,187,663
Net position, end of year	\$ 1,422,357	\$ 1,224,308

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

Overall Financial Position and Results of Operations

Total program expenses of \$814,548, were less than general revenues of \$961,909, and program revenues of \$50,688 by \$198,049.

General Fund

Within the General Fund, including capital outlays, fund balance increased by \$61,803 from the previous operating period.

Special Revenue Fund

An operating grant to purchase chemicals and capital assets of \$50,688 was received from the state during fiscal year 2021. Equipment sales generated \$164,115 of income. Expenditures in this fund were \$71,480. Revenues exceeded expenses in this fund by \$143,323.

Budgetary Highlights

Actual expenditures were less than the budget by \$154,128 in the General Fund. The primary cause of the difference between the budget and the actual expenditures for the General Fund was purchasing chemicals from the State Fund instead of the General Fund and not using the budgeted contingency expenditure.

Capital Assets and Long-Term Debt Activity

Capital assets: There were additions of \$23,041 to capital assets for fiscal year 2021. For more information, see Note 5 to the financial statements.

Long-term debt activity: The District does not currently have any long-term debt. See Note 6.

Economic Factors

Nassau County, Florida has continued to experience a growth in population from 2006 which has had a positive impact on the District's tax base.

The County's growth has led to several discussions at the County Board of Commissioners and between the County Commission representatives and the District's Board of Commissioners about the expansion of the District. No decisions have been made, nor has the financial impact or benefit of such an expansion yet been fully explored.

We are currently unaware of any situations that could adversely affect the District's financial position or results of operations in the near future.

Request for Information

Questions regarding this report should be addressed to the District at Post District Box 62, Fernandina Beach, Florida 32035.

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET SEPTEMBER 30, 2021

	General Fund	Special Revenue Fund	Total	Adjustments	Statement of Net Position
Assets					
Cash and cash equivalents	\$ 590,702	\$ 187,393	\$ 778,095	\$ -	\$ 778,095
Investments	276,953	-	276,953	-	276,953
Prepays	-	14,899	14,899	-	14,899
Inventories	93,188	-	93,188	-	93,188
Capital assets:					
Non-depreciable	-	-	-	77,400	77,400
Depreciable, net	-	-	-	672,554	672,554
Total assets	<u>960,843</u>	<u>202,292</u>	<u>1,163,135</u>	<u>749,954</u>	<u>1,913,089</u>
Deferred outflows of resources					
Pensions	-	-	-	176,891	176,891
Total assets and deferred outflows	<u>\$ 960,843</u>	<u>\$ 202,292</u>	<u>\$ 1,163,135</u>	<u>\$ 926,845</u>	<u>\$ 2,089,980</u>
Liabilities					
Accounts payable	\$ 4,056	\$ 34,396	\$ 38,452	\$ -	\$ 38,452
Accrued liabilities	7,412	-	7,412	-	7,412
Noncurrent liabilities					
Due within one year	-	-	-	15,945	15,945
Due in more than one year	-	-	-	258,845	258,845
Total liabilities	<u>11,468</u>	<u>34,396</u>	<u>45,864</u>	<u>274,790</u>	<u>320,654</u>
Deferred inflows of resources					
Pensions	-	-	-	346,969	346,969
Fund balances					
Nonspendable:					
Prepays	-	14,899	14,899	(14,899)	-
Inventories	93,188	-	93,188	(93,188)	-
Restricted	-	152,997	152,997	(152,997)	-
Assigned:					
Capital outlay	177,196	-	177,196	(177,196)	-
Contingencies	75,000	-	75,000	(75,000)	-
Sick and vacation leave	27,000	-	27,000	(27,000)	-
Unassigned	576,991	-	576,991	(576,991)	-
Total fund balances	<u>949,375</u>	<u>167,896</u>	<u>1,117,271</u>	<u>(1,117,271)</u>	<u>-</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 960,843</u>	<u>\$ 202,292</u>	<u>\$ 1,163,135</u>		
Net position					
Invested in capital assets				749,954	749,954
Unrestricted				672,403	672,403
Total net position				<u>\$ 1,422,357</u>	<u>\$ 1,422,357</u>

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

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	General Fund	Special Revenue Fund	Total	Adjustments	Statement of Net Position
Expenditures/expenses					
Human services - mosquito control:					
Personal services	\$ 587,831	\$ -	\$ 587,831	\$ (27,038)	\$ 560,793
Operating	138,610	56,090	194,700	59,055	253,755
Capital outlay	9,550	15,390	24,940	(24,940)	-
Total expenditures/expenses	735,991	71,480	807,471	7,077	814,548
Program revenues					
Intergovernmental revenues:					
Operating grants	-	50,688	50,688	-	50,688
Net program expense					(763,860)
General revenues					
Taxes	787,662	-	787,662	-	787,662
Equipment sales	-	164,115	164,115	-	164,115
Investment earnings	10,132	-	10,132	-	10,132
Total general revenues	797,794	164,115	961,909	-	961,909
Excess of revenues over expenditures	61,803	143,323	205,126	(205,126)	-
Change in net position	-	-	-	198,049	198,049
Fund balances/net position					
Beginning of year	887,572	24,573	912,145	312,163	1,224,308
End of year	\$ 949,375	\$ 167,896	\$ 1,117,271	\$ 305,086	\$ 1,422,357

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

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Amelia Island Mosquito Control District (the "District") have been prepared in conformity with generally accepted accounting principles as applicable to governmental units. The more significant of the District's accounting policies are hereafter described.

Reporting Entity

The District is an independent special district created by a Nassau County resolution dated December 22, 1951, under the petition process formerly contained in Section 388.031, Florida Statutes. The District was established pursuant to the laws of the State of Florida for the express purpose of controlling anthropods within its established boundaries. The District operates primarily within the boundaries of Amelia Island and Isle of Piney, Florida. The District is governed by a Board of Commissioners who are elected by the citizens residing within the boundaries served by the District.

Governmental Accounting Standards Board Number 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*, as amended, requires the financial statements of the District (the primary government) to include its component units, if any. A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable. Based on the criteria established in GASB 61, there is no potential component units required to be included in the District's financial statements.

The District did not participate in any joint ventures during the 2020-2021 fiscal year.

Reporting Model

The District follows Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, as amended.

The District is engaged in a single governmental program and uses only governmental funds. As a single-program government, the District has taken the option of presenting combined fund financial statements and government-wide statements using a columnar format that reconciles fund financial data to government-wide data in a separate column.

The statement of net position and governmental funds balance sheet reports the District's financial position as of the end of the fiscal year for the major funds and the governmental activities.

The statement of activities and governmental fund revenues, expenditures and changes in fund balance reports changes in financial position of the major funds and the governmental activities, and the degree to which the expenses of a given function are offset by program revenues for the governmental activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: charges for services that are directly related to a given function; and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other revenues not properly included among program revenues are reported instead as general revenues.

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus/Basis of Accounting

The 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 District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. All significant revenue sources are susceptible to accrual and have been recognized in the current fiscal period. Expenditures generally are recorded when the related fund liability is incurred.

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.

Net Position/Fund Balance

Net position represents the difference between assets, liabilities, and deferred outflows/inflows reported for the governmental activities. Net position is reported as *restricted* when there are external restrictions beyond the District's control. *Unrestricted* net position is net position that does not have externally-imposed restrictions.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and then unrestricted resources as they are needed.

The District follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

Fund balance classifications are described below:

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 - Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the District's highest level of decision-making authority, which is a resolution of the Board of Directors.

Committed amounts cannot be used for any other purpose unless the District removes those constraints by taking the same type of action.

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assigned Fund Balance - Assigned fund balances are amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by: (a) the Board of Commissioners, or (b) a body or official to which the Board has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance - Unassigned fund balance is the residual classification for the General Fund.

The District's policy is to expend resources in the following order: restricted, committed, assigned, and unassigned.

Fund Equity - Fund equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "net position."

Fund Financial Statements

The following governmental funds are used by the District:

General Fund - The General Fund is the general operating fund of the District. It is used to account for and report all financial resources, except those accounted for and reported in another fund.

Special Revenue Fund - The Special Revenue Fund is used to account for appropriations from the State of Florida that are legally restricted to expenditures for chemicals and capital outlays that support the District's single program.

In the accompanying fund financial statements, the General Fund and Special Revenue Fund are both considered to be major funds and, therefore, are separately displayed. The District has no nonmajor funds.

Cash and Cash Equivalent

All deposits are placed in a bank that qualifies as a public depository, as required by law (Florida Security for Public Deposits Act). Accordingly, all deposits are insured by Federal Depository Insurance and/or entirely collateralized pursuant to Chapter 280, Florida Statutes.

Investments

Pursuant to Section 218.415, Florida Statutes, the District limits its investments to certificates of deposit with qualified public depositories, which are entirely insured or collateralized pursuant to the Florida Public Deposits Act, and investments in an external investment pool, the Local Government Surplus Funds Trust Fund (Florida PRIME). Florida PRIME is administered by the Florida State Board of Administration, who provides regulatory oversight.

Capital Assets and Depreciation

Capital assets are defined by the District as assets with an initial, individual cost of \$750 or more and an estimated useful life of more than one year. These assets are recorded at historical cost. Donated capital assets are recorded at estimated acquisition value at the date of donation.

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Land and construction in progress are not depreciated. Depreciable capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Equipment	5 - 7
Buildings	39

Inventory

Inventory is valued at cost (first in, first out) and is reported in the accompanying governmental funds' financial statements under the purchases method.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Florida Retirement System Pension Plan and Health Insurance Subsidy Program and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. 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.

Deferred Outflows/Inflows of Resources

A deferred outflow of resources is a consumption of net position that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position that is applicable to a future reporting period.

Changes in actuarial assumptions which adjust the net pension liability are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining lives of plan members. Experience gains or losses result from periodic studies by the District's actuary which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining service life of plan members. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five year period. Additionally, any contributions made by the District to the pension plan before year-end but subsequent to the measurement date of the District's net pension liability are reported as deferred outflows of resources. The changes in proportion and differences between District contributions and proportionate share of contributions are also deferred and amortized against pension expense over a five year period.

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.

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Financial Position

Fund balances - governmental funds	\$	1,117,271
Deferred outflows and inflows associated with pensions are not reported in the governmental funds.		
Deferred outflows		176,891
Deferred inflows		(346,969)
Capital assets and long-term liabilities are not reported in governmental funds:		
Capital assets, cost		1,767,734
Accumulated depreciation		(1,017,780)
Compensated absences		(63,778)
Net pension liability		<u>(211,012)</u>
Net position of governmental activities	\$	<u><u>1,422,357</u></u>

Changes in Financial Position

Net change in fund balances - governmental funds	\$	205,126
Capital assets are not capitalized and depreciated in governmental funds:		
Capital outlay		23,041
Depreciation expense		(57,156)
The net change in net pension liability and deferred outflows and inflows are reported in the statement of activities, but not in the governmental funds.		
Change in net pension liability		277,867
Change in deferred outflows related to pensions		6,676
Change in deferred inflows related to pensions		(248,877)
Some activities do not affect current financial resources and, therefore are not reported in governmental funds.		
Change in compensated absences		<u>(8,628)</u>
Change in net position of governmental activities	\$	<u><u>198,049</u></u>

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 3 – DEPOSITS AND INVESTMENTS

At September 30, 2021 the District's investments consisted of the following:

Certificate of deposit	\$	274,808
Investment in the state pool:		
Florida Prime		<u>2,145</u>
Total	\$	<u><u>276,953</u></u>

Cash and Certificate of Deposit

The District's cash and certificate of deposit are deposited in qualified public depositories as required under the Florida Security for Public Deposits Act. Therefore, the deposits are entirely insured by federal depository insurance and/or entirely collateralized pursuant to Chapter 280, Florida Statutes.

Florida PRIME

The District has an investment in Florida PRIME which is an external investment pool that meets all of the necessary criteria to elect to measure the investment in Florida PRIME at amortized cost. Therefore, the District's investment in Florida PRIME is reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool shares.

As of September 30, 2021, there were no redemption fees, maximum transaction amounts or liquidity fees, although Florida Statutes do provide authority for Florida PRIME to impose penalties for early withdrawals in certain situations. Florida Statutes provide emergency situations that allow limitations to be placed on contributions to and withdrawals from the investment pool. The maximum amount of time provided to limit access is 17 days.

The District's investment in Florida PRIME exposes it to credit risk and interest rate risk. The District does not have a formal investment policy relating to these risks, which are hereafter described.

Credit Risk - The risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Florida PRIME is rated by Standard and Poor's and has a rating at September 30, 2021, of AAAM.

Interest Rate Risk - The risk that changes in interest rates will adversely affect the fair value of an investment.

The weighted average days to maturity of the Florida PRIME at September 30, 2021 was 49 days, and the weighted average life was 64 days. The certificate of deposit matures in February 2024.

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – PROPERTY TAXES

The Nassau County Tax Collector bills and collects property taxes for the District. Details of the District's property tax calendar are presented below:

Lien date	January 1
Levy date	October 1
Discount periods	November - February
No discount period	March
Delinquent date	April 1

NOTE 5 – CAPITAL ASSETS

Changes in capital assets for the year ended September 30, 2021 are as follows:

	Beginning Balance	Increases	Decreases/ Transfers	Ending Balance
Capital assets, not being depreciated				
Land	\$ 77,400	\$ -	\$ -	\$ 77,400
Capital assets, being depreciated				
Equipment	734,595	23,041	(42,710)	714,926
Buildings	975,408	-	-	975,408
Total	<u>1,710,003</u>	<u>23,041</u>	<u>(42,710)</u>	<u>1,690,334</u>
Less accumulated depreciation for				
Equipment	(565,958)	(33,901)	42,710	(557,149)
Buildings	(437,376)	(23,255)	-	(460,631)
Total	<u>(1,003,334)</u>	<u>(57,156)</u>	<u>42,710</u>	<u>(1,017,780)</u>
Total capital assets, being depreciated, net	<u>706,669</u>	<u>(34,115)</u>	<u>-</u>	<u>672,554</u>
Capital assets, net	<u>\$ 784,069</u>	<u>\$ (34,115)</u>	<u>\$ -</u>	<u>\$ 749,954</u>

Depreciation expense of \$57,156 was charged to the mosquito control operating function of the District within the statement of activities.

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 6 – NONCURRENT LIABILITIES

A summary of changes in noncurrent liabilities as of September 30, 2021 is as follows:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Compensated absences	\$ 55,150	\$ 40,445	(31,817)	\$ 63,778	\$ 15,945
Net pension liability	488,879	269,631	(547,498)	211,012	-
Total	<u>\$ 544,029</u>	<u>\$ 310,076</u>	<u>\$ (579,315)</u>	<u>\$ 274,790</u>	<u>\$ 15,945</u>

NOTE 7 – 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 is available from the Florida Department of Management Services' website (www.dms.myflorida.com).

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.

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – STATE OF FLORIDA PENSION PLANS (CONTINUED)

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 employer are established and may be amended by the Florida Legislature. Employees are required to contribute 3.00% of their salary to the FRS Pension Plan. The employer's contribution rates as of September 30, 2021 were as follows:

	<u>FRS</u>	<u>HIS</u>
Regular class	10.82%	1.66%
Special risk class	25.89%	1.66%
Senior management service class	29.01%	1.66%
Elected officials	51.42%	1.66%
DROP from FRS	18.34%	1.66%

The employer's contributions for the year ended September 30, 2021 were \$42,629 to the FRS Pension Plan and \$6,953 to the HIS Program.

Pension Liabilities and Pension Expense

In its financial statements for the year ended September 30, 2021, the District reported a liability for its proportionate share of the net pension liability of the FRS Pension Plan and its proportionate share of the net pension liability of the HIS Program. The net pension liabilities were measured as of June 30, 2021. The District's proportions of the net pension liabilities were based on its share of contributions to the pension plans relative to the contributions of all participating entities, actuarially determined.

	<u>FRS</u>	<u>HIS</u>
Net pension liability	\$ 77,825	\$ 133,187
Proportion at:		
Current measurement date	0.0010%	0.0011%
Prior measurement date	0.0009%	0.0009%
Pension expense (benefit)	\$ (1,032)	\$ 14,949

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – STATE OF FLORIDA PENSION PLANS (CONTINUED)

Deferred Outflows/Inflows of Resources Related to Pensions

At September 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	FRS		HIS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 13,339	\$ -	\$ 4,457	\$ 56
Change of assumptions	53,252	-	10,466	5,488
Net difference between projected and actual earnings on pension plan investments	-	271,511	139	-
Changes in proportion and differences between District contributions and proportionate share of contributions	56,887	59,578	24,679	10,336
District contributions subsequent to the measurement date	11,802	-	1,870	-
Total	<u>\$ 135,280</u>	<u>\$ 331,089</u>	<u>\$ 41,611</u>	<u>\$ 15,880</u>

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, 2022. Other pension-related amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Fiscal year ending September 30:	FRS	HIS
2022	\$ (36,565)	\$ 6,572
2023	(42,639)	2,094
2024	(56,480)	4,320
2025	(72,375)	5,734
2026	448	4,288
Thereafter	-	853
	<u>\$ (207,611)</u>	<u>\$ 23,861</u>

Actuarial Assumptions

The total pension liability for each of the defined benefit plans was measured as of June 30, 2021. The total pension liability for the FRS Pension Plan was determined by an actuarial valuation dated July 1, 2021. For the HIS Program, the total pension liability was determined by an actuarial valuation dated July 1, 2021. The individual entry age normal actuarial cost method was used for each plan, along with the following significant actuarial assumptions:

	FRS	HIS
Inflation	2.40%	2.40%
Salary increases	3.25%	3.25%
Investment rate of return	6.80%	N/A
Discount rate	6.80%	2.16%

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – STATE OF FLORIDA PENSION PLANS (CONTINUED)

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

For both plans, the actuarial assumptions were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

The following changes in key actuarial assumptions occurred in 2021:

HIS: The municipal bond index rate and the discount rate used to determine the total pension liability decreased from 2.21% to 2.16%.

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.

<u>Asset Class</u>	<u>Target Allocation ⁽¹⁾</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual (Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.0%	2.1%	2.1%	1.1%
Fixed income	20.0%	3.8%	3.7%	3.3%
Global equity	54.2%	8.2%	6.7%	17.8%
Real estate	10.3%	7.1%	6.2%	13.8%
Private equity	10.8%	11.7%	8.5%	26.4%
Strategic investments	3.7%	5.7%	5.4%	8.4%
Total	<u>100.0%</u>			
Assumed Inflation - Mean			2.4%	1.2%

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

Discount Rate

The discount rate used to measure the total pension liability for the FRS Pension Plan was 6.80%. 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 2.16% 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.

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – STATE OF FLORIDA PENSION PLANS (CONTINUED)

Sensitivity Analysis

The following table demonstrates the sensitivity of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact to the employer'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		
	1% Decrease (5.80%)	Current Discount Rate (6.80%)	1% Increase (7.80%)	1% Decrease (1.16%)	Current Discount Rate (2.16%)	1% Increase (3.16%)
District's proportionate share of the net pension liability	\$ 348,039	\$ 77,825	\$ (148,043)	\$ 153,977	\$ 133,187	\$ 116,154

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, 2021, totaled \$705.

NOTE 8 – RISK MANAGEMENT

The District is exposed to various risks of loss, including general liability, personal injury, workers compensation, and errors and omissions. To manage its risks, the District has purchased commercial insurance. Settled claims resulting from these risks have not exceeded insurance coverage.

NOTE 9 – CONTINGENCIES

The District receives grant revenues from the state and other governmental agencies. These revenues are for specific purposes and are subject to review and audit by the applicable agency. Such audits could result in disallowed expenditures under the terms of the agreement which would have to be absorbed by the District. Based upon prior experience, District management believes such disallowances, if any, would be immaterial.

REQUIRED SUPPLEMENTARY INFORMATION

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL – GENERAL FUND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Budget		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 799,004	\$ 799,004	\$ 787,662	\$ (11,342)
Investment income	3,000	3,000	10,132	7,132
Total revenues	<u>802,004</u>	<u>802,004</u>	<u>797,794</u>	<u>(4,210)</u>
EXPENDITURES				
Current:				
Human services - mosquito control:				
Personal services	601,989	601,989	587,831	14,158
Operating expenditures	273,130	273,130	138,610	134,520
Capital outlay	15,000	15,000	9,550	5,450
Total expenditures	<u>890,119</u>	<u>890,119</u>	<u>735,991</u>	<u>154,128</u>
Net change in fund balance	(88,115)	(88,115)	61,803	149,918
FUND BALANCE, beginning of year	<u>887,572</u>	<u>887,572</u>	<u>887,572</u>	<u>-</u>
FUND BALANCE, end of year	<u><u>\$ 799,457</u></u>	<u><u>\$ 799,457</u></u>	<u><u>\$ 949,375</u></u>	<u><u>\$ 149,918</u></u>

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL – SPECIAL REVENUE FUND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Budget		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 47,310	\$ 47,310	\$ 50,688	\$ 3,378
Equipment sales	-	144,615	164,115	19,500
Total revenues	<u>47,310</u>	<u>191,925</u>	<u>214,803</u>	<u>22,878</u>
EXPENDITURES				
Current:				
Human services - mosquito control:				
Operating expenditures	32,557	61,480	56,090	5,390
Capital outlay	20,000	135,692	15,390	120,302
Total expenditures	<u>52,557</u>	<u>197,172</u>	<u>71,480</u>	<u>125,692</u>
Net change in fund balance	(5,247)	(5,247)	143,323	148,570
FUND BALANCE, beginning of year	<u>24,573</u>	<u>24,573</u>	<u>24,573</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 19,326</u>	<u>\$ 19,326</u>	<u>\$ 167,896</u>	<u>\$ 148,570</u>

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Florida Retirement System (FRS)							
	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.0010%	0.0009%	0.0012%	0.0012%	0.0011%	0.0010%	0.0011%
District's proportionate share of the net pension liability	\$ 77,825	\$ 375,361	\$ 417,609	\$ 347,702	\$ 315,725	\$ 250,787	\$ 146,117
District's covered payroll	\$ 395,670	\$ 342,909	\$ 366,323	\$ 308,654	\$ 284,979	\$ 268,471	\$ 302,049
District's proportionate share of the net pension liability as a percentage of its covered payroll	19.67%	109.46%	114.00%	112.65%	110.79%	93.41%	48.38%
Plan fiduciary net position as a percentage of the total pension liability	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%
Health Insurance Subsidy Program (HIS)							
	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.0011%	0.0009%	0.0010%	0.0009%	0.0009%	0.0008%	0.0010%
District's proportionate share of the net pension liability	\$ 133,187	\$ 113,518	\$ 115,633	\$ 100,021	\$ 95,598	\$ 97,581	\$ 100,617
District's covered payroll	\$ 395,670	\$ 342,909	\$ 366,323	\$ 308,654	\$ 284,979	\$ 268,471	\$ 302,049
District's proportionate share of the net pension liability as a percentage of its covered payroll	33.66%	33.10%	31.57%	32.41%	33.55%	36.35%	33.31%
Plan fiduciary net position as a percentage of the total pension liability	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%

NOTE: The amounts presented for each fiscal year were determined as of June 30.
Ten years of data will be presented once it is accumulated.

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES OF DISTRICT CONTRIBUTIONS

Florida Retirement System (FRS)							
	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 42,629	\$ 30,311	\$ 37,600	\$ 32,899	\$ 27,787	\$ 24,221	\$ 27,810
Contributions in relation to the contractually required contribution	<u>42,629</u>	<u>30,311</u>	<u>37,600</u>	<u>32,899</u>	<u>27,787</u>	<u>24,221</u>	<u>27,810</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 370,873	\$ 332,693	\$ 348,523	\$ 313,103	\$ 276,429	\$ 277,653	\$ 309,808
Contributions as a percentage of covered payroll	11.49%	9.11%	10.79%	10.51%	10.05%	8.72%	8.98%
Health Insurance Subsidy Program (HIS)							
	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 6,953	\$ 5,375	\$ 5,739	\$ 5,125	\$ 4,732	\$ 4,292	\$ 4,152
Contributions in relation to the contractually required contribution	<u>6,953</u>	<u>5,375</u>	<u>5,739</u>	<u>5,125</u>	<u>4,732</u>	<u>4,292</u>	<u>4,152</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 370,873	\$ 332,693	\$ 348,523	\$ 313,103	\$ 276,429	\$ 277,653	\$ 309,808
Contributions as a percentage of covered payroll	1.87%	1.62%	1.65%	1.64%	1.71%	1.55%	1.34%

NOTE: The amounts presented for each fiscal year were determined as of June 30.
Ten years of data will be presented once it is accumulated.

COMPLIANCE SECTION



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Commissioners
Amelia Island Mosquito Control District
Fernandina Beach, 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 each major fund of the Amelia Island Mosquito Control District (the "District"), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated February 2, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing 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.

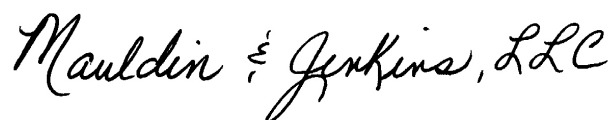
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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 financial statements. 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 "Mauldin & Jenkins, LLC". The signature is written in a cursive, flowing style.

Bradenton, Florida
February 2, 2022



INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Board of Commissioners
Amelia Island Mosquito Control District
Fernandina Beach, Florida

Report on the Financial Statements

We have audited the financial statements of the Amelia Island Mosquito Control District (the "District") as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated February 2, 2022.

Auditor's Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and our Independent Accountant's 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, which are dated February 2, 2022, 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 financial audit report. No audit findings were noted in the District's prior year audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Amelia Island Mosquito Control District is an independent special district in Nassau County, created by a County resolution dated December 22, 1951, under the petition process formerly contained in Section 388.031, Florida Statutes. The District has no component units.

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 has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) 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.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures. It is management's responsibility to monitor the District's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

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.

Specific Information

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6, Rules of the Auditor General, the Citrus County Mosquito Control District reported:

- a. The total number of district employees compensated in the last pay period of the district's fiscal year as 11.
- b. The total number of independent contractors to whom nonemployee compensation was paid in the last month of the district's fiscal year as zero.
- c. All compensation earned by or awarded to employees, whether paid or accrued, regardless of contingency as \$406,013.
- d. All compensation earned or awarded to nonemployee independent contractors, whether paid or accrued, regardless of contingency as zero.
- e. Each construction project with a total cost of at least \$65,000 approved by the district that is scheduled to begin on or after October 1 of the fiscal year being reported, together with the total expenditures for such project as none.
- f. A budget variance based on the budget adopted under Section 189.016(4), Florida Statutes, before the beginning of the fiscal year being reported if the district amends a final adopted budget under Section 189.016(6), Florida Statutes, as see pages 20 and 21.

Specific Information

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)7, Rules of the Auditor General, the District reported:

- a. The mileage rate or rates imposed by the District as 0.13310.
- b. The total amount of ad valorem taxes collected by or on behalf of the District as \$787,662.
- c. The total amount of outstanding bonds issued by the District and the terms of such bonds as zero.

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 which 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, the Board of Commissioners and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Mauldin & Jenkins, LLC

Bradenton, Florida
February 2, 2022

AMELIA ISLAND MOSQUITO CONTROL DISTRICT

**SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**SECTION I
SUMMARY OF AUDIT RESULTS**

Financial Statements

Type of auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP Unmodified

Internal control over financial reporting:
Material weaknesses identified? yes no

Significant deficiencies identified not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Programs and State Financial Assistance Projects

There was not an audit of major federal award programs or state financial assistance projects as of September 30, 2021, due to the total amount expended being less than \$750,000.

**SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES**

None reported.

**SECTION III
FEDERAL AWARDS AND STATE PROJECTS FINDINGS AND QUESTIONED COSTS**

Not applicable.

**SECTION IV
PRIOR YEAR FINDINGS AND RECOMMENDATIONS**

None.



INDEPENDENT ACCOUNTANT'S REPORT

Board of Commissioners
Amelia Island Mosquito Control District
Fernandina Beach, Florida

We have examined the Amelia Island Mosquito Control District's (the "District") compliance with Section 218.415, Florida Statutes, regarding the investment of public funds during the year ended September 30, 2021. Management of the District 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. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the District complied, in all material respects, with the specified requirements referenced above. 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 judgement, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide 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 during the year ended September 30, 2021.

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

Bradenton, Florida
February 2, 2022

A handwritten signature in cursive script that reads "Mauldin & Jenkins, LLC". The signature is written in black ink and is positioned to the right of the date and location.