

COLLINS SLOUGH WATER CONTROL DISTRICT
BASIC FINANCIAL STATEMENTS
TOGETHER WITH ADDITIONAL REPORTS
YEAR ENDED
SEPTEMBER 30, 2023

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TUSCAN
 & Company, PA

Certified Public Accountants & Consultants

Affiliations

Florida Institute of Certified Public Accountants
 American Institute of Certified Public Accountants
 Private Companies Practice Section
 Tax Division

INDEPENDENT AUDITOR'S REPORT

Board of Supervisors
 Collins Slough Water Control District
 606 W. Sugarland Highway
 Clewiston, Florida 33440

Opinions

We have audited the accompanying financial statements of the governmental activities and the major fund of Collins Slough Water Control District (the "District") as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Summary of Opinions

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Unmodified
General Fund	Unmodified

In our opinion, based on the results of our audit, 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 Collins Slough Water Control District as of September 30, 2023, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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. **INTEGRITY SERVICE EXPERIENCE**

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis ("MD&A") on pages 5 - 9 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 - management discussion and analysis (MD&A) 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 required supplementary information - management discussion and analysis (MD&A) because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Required Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Collins Slough Water Control District's basic financial statements. The required supplementary information other than MD&A - budgetary comparison information is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The required supplementary information other than MD&A - budgetary comparison information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the required supplementary information other than MD&A - budgetary comparison information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The Exhibit 1 - Management's Response to Independent Auditor's Report to Management and Exhibit 2 - Florida Rules of the Auditor General - Rule 10.554(1)(i)6-8 Compliance - Unaudited are not a required part of the basic

financial statements but are required by Government Auditing Standards and/or Rules of the Auditor General, Section 10.554(i), respectively. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

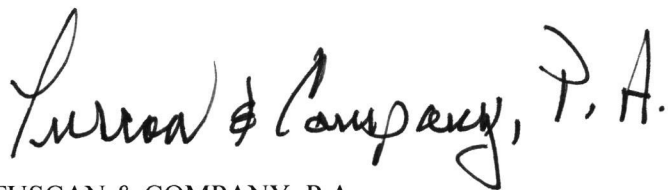
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Section 218.415, Florida Statutes

In accordance with Section 218.415, Florida Statutes, we have also issued a report dated May 15, 2024, on our consideration of Collins Slough Water Control District's compliance with provisions of Section 218.415, Florida Statutes. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing, and to provide an opinion on compliance with the aforementioned Statute. That report is an integral part of an audit performed in accordance with Sections 218.39 and 218.415, Florida Statutes in considering Collins Slough Water Control

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated May 15, 2024, 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, contract and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Collins Slough Water Control District's internal control over financial reporting and compliance.



TUSCAN & COMPANY, P.A.
Fort Myers, Florida
May 15, 2024

**MANAGEMENT'S DISCUSSION
AND ANALYSIS
(MD&A)**

Management's Discussion and Analysis

Collins Slough Water Control District's (the "District") discussion and analysis is designed to offer readers of the District's financial statements a narrative overview and analysis of the financial activities of the District for the fiscal year ended September 30, 2023. Readers are encouraged to read the Management's Discussion and Analysis in conjunction with the District's financial statements, which begin on page 10.

Financial Highlights

- * The annual non ad valorem assessment rate for fiscal year 2022 is based on land usage per acre and was assessed as follows - \$3.06/acre for pasture land, \$6.64/acre for citrus land and \$8.65/acre for sugar cane land resulting in a 0% increase in tax revenues when compared to the prior fiscal year due to timing of when the taxes were paid. Because our tax rate calculation is based on the type of land use, the Districts' landowners no longer pay a canal usage fee. However, a canal usage fee is being charged to an adjoining water district, that directly benefits from the District's water control. Based upon estimated usage the amount billed and subsequently collected from that water district was \$57,442 for fiscal year 2022.
- * The annual non ad valorem assessment rate for fiscal year 2023 is based on land usage per acre and was assessed as follows - \$3.06/acre for pasture land, \$6.64/acre for citrus land and \$8.65/acre for sugar cane land resulting in a \$115,007 or 0% decrease in tax revenues when compared to the prior fiscal year due to the land use rates being the same as fiscal year 22. Because our tax rate calculation is based on the type of land use, the Districts' landowners no longer pay a canal usage fee. However, a canal usage fee is being charged to an adjoining water district, that directly benefits from the District's water control. Based upon estimated usage the amount billed that water district was approximately \$72,000 for fiscal year 2023. The amount has not been collected due to a banking system error.
- * Total expenses increased by \$34,531 or 17% during fiscal year 2022 as compared to fiscal year 2021. The increase in total expenditures was primarily attributable to the increase of \$30,926 or 33% in repairs and maintenance due to cleaning of C-4 and C-3 canals.
- * Total expenses increased by \$15,384 or 7% during fiscal year 2023 as compared to fiscal year 2022. The increase in total expenditures was primarily attributable to an increase in electricity due to more required pumping.
- * The water control expenses which includes canal spraying, utilities and maintenance fees increased by \$28,654 during fiscal year 2022 due to increased maintenance, cleaning C-4 and C-3 canals and spraying. Administrative expenses which includes legal, accounting, insurance, and consulting fees increased \$5,877 or 11% during fiscal year 2022 due to increased legal costs related to a culvert issue.
- * The water control expenses which includes canal spraying, utilities and maintenance fees increased by \$19,629 or 11% during fiscal year 2023. Administrative expenses which includes legal, accounting, insurance, and consulting fees decreased \$4,245 or 7% during fiscal year 2022 due to decreased legal and engineering costs related to the Alico project and a culvert issue.

Overview of the Financial Statements

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

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

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

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

Both of the government-wide financial statements distinguish functions of the District that are principally supported by non ad valorem assessments (maintenance taxes) and canal use fees program. The governmental activity of the District is water control.

The government-wide financial statements can be found on pages 10 and 11 of this report.

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

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

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

The District maintains a general fund, its only fund, which is considered to be a major fund. Information for the general fund is presented separately for this fund in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances.

The District adopts an annual appropriated budget for the general fund. To demonstrate compliance with the adopted budget, budgetary comparison statements have been provided for all funds as *required supplementary information other than MD&A*. Required supplementary information other than MD&A can be found on pages 29 and 30 of this report.

The basic governmental fund financial statements can be found on pages 12 and 14 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 16 through 28 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$668,995 at the close of the most recent fiscal year.

\$185,336 or 28% of the District's net position is net investment in capital assets consisting of pumps and culverts used in water management. The District uses these capital assets to carry out its statutory responsibilities; consequently, these assets are *not* available for future spending.

The remaining balance of *unrestricted net position* totaling \$483,659 may be used to meet the District's ongoing obligations to landowners and creditors.

Following is a summary of the District's net position as found on page 10 of this report:

Collins Slough Water Control District's Net Position			
September 30			
	Governmental Activities		
	2023	2022	2021
Current and other assets	\$ 491,252	\$ 570,402	\$ 588,972
Capital Assets	185,336	234,362	283,390
Total Assets	\$ 676,588	\$ 804,764	\$ 872,362
Current and other liabilities	\$ 7,593	\$ 22,229	\$ 31,261
Total Liabilities	7,593	22,229	31,261
Net position:			
Net investment in capital assets	185,336	234,362	283,390
Unrestricted	483,659	548,173	557,711
Total net position	668,995	782,535	841,101
Total Liabilities and net position	\$ 676,588	\$ 804,764	\$ 872,362

At the end of each fiscal year 2023, 2022, and 2021, the District is able to report positive net position.

Governmental activities. The District's net position decreased by \$(58,566) in fiscal year 2022 and decreased by \$(113,540) in fiscal year 2023.

The following is a summary of the information presented in the statement of activities found on page 11 of this report:

Collins Slough Water Control District's Changes in Net Position			
For the year ended September 30			
	Governmental Activities		
	2023	2022	2021
Revenues:			
General revenues:			
Non-ad valorem assessments, net	\$ 115,007	\$ 115,015	\$ 115,015
Other	21,562	61,144	59,208
Total Revenues	136,569	176,159	174,223
Expenses:			
General government administration	57,074	61,319	55,442
Water control	193,035	173,406	144,752
Total Expenses	250,109	234,725	200,194
Increase (decrease) in net position	(113,540)	(58,566)	(25,971)
Net position - beginning	782,535	841,101	867,072
Net position - ending	\$ 668,995	\$ 782,535	\$ 841,101

Financial Analysis of the Government's Funds

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

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

At September 30, 2022, the District's governmental fund, consisting entirely of the general fund, reported an ending fund balance of \$548,173 a decrease of \$9,538 as compared to the prior fiscal year. \$32,916 of the ending fund balance is classified as nonspendable and represents prepaid amounts as well as deposits. \$250,000 is assigned as the District's emergency disaster reserves. \$265,257 of the District's fund balance is classified as unassigned and is available for spending at the District's discretion.

At September 30, 2023, the District's governmental fund, consisting entirely of the general fund, reported an ending fund balance of \$483,659 a decrease of \$(64,514) as compared to the prior fiscal year. \$33,296 of the ending fund balance is classified as nonspendable and represents deposits. \$250,000 is assigned as the District's emergency disaster reserves. \$200,363 of the District's fund balance is classified as unassigned and is available for spending at the District's discretion.

General Fund Budgetary Highlights

The District's general fund budget was amended during the 2022 fiscal year to increase carryforward amounts to the audited balance. There were no significant variances in the amounts recognized as administrative expenses compared with the amounts budgeted for fiscal year 2022 except legal fees and engineering costs were more than budgeted due to a culvert issue. There were significant variances in the amounts recognized for field operations as maintenance costs were less than budgeted. Although capital outlay was budgeted there were no expenditures for capital outlay. Also, although a special assessment of \$125,000 was budgeted it was not levied.

The District's general fund budget was amended during the fiscal year to decrease carryforward amounts to the audited balance. There were no significant variances in the amounts recognized as administrative expenses or capital outlay compared with the amounts budgeted for fiscal year 2023. There were significant variances in the amounts recognized for field operations due to not having to pump as much or clean the canals as much as anticipated.

Capital Asset and Debt Administration

Capital assets. The District's investment in capital assets, net of accumulated depreciation, as of September 30, 2023, 2022 and 2021 was \$185,336, \$234,362 and \$283,390, respectively. Capital asset purchases were \$0, \$0 and \$0 in fiscal years 2023, 2022, and 2021.

Collins Slough Water Control District's Capital Assets
(net of depreciation)
September 30

	Governmental Activities		
	2023	2022	2021
Pumps	\$ 173,736	\$ 220,517	\$ 267,298
Culverts	11,600	13,845	16,092
Total Assets	\$ 185,336	\$ 234,362	\$ 283,390

Additional information on the District's capital assets can be found in Note 3 on page 25 of this report.

Long Term Debt

The District had no long term debt outstanding at September 30, 2023, 2022 and 2021, respectively.

Economic Factors

The District will continue to closely monitor legal and regulatory activities related to water issues. Costs and expenses may increase if such activities increase. Additionally, the District may incur additional costs to comply with legislation if passed. Continued interest in water quality and best management practices are expected to continue to impact the District's operations.

Future Budgetary Highlights

For fiscal year 2024, the District maintained its gross assessment at \$119,717 compared with fiscal year 2023 of \$119,717, as follows:

Land Use	2024 Rate/Acre	2023 Rate/Acre
Sugar Cane	\$ 8.65	\$ 8.65
Citrus	6.64	6.64
Pasture	3.06	3.06

Contacting the District's Financial Management

This financial report is designated to provide the readers with a general overview of the District's finances and to demonstrate the District's accountability for the financial resources it manages and the stewardship of the facilities it manages. If you have questions about this report or need additional financial information, contact the Collins Slough Water Control District at 606 W. Sugarland Highway, Clewiston, FL 33440.

COLLINS SLOUGH WATER CONTROL DISTRICT
STATEMENT OF NET POSITION
September 30, 2023

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and cash equivalents - unrestricted	\$ 457,956
Accounts receivable	-
Due from other governments	-
Prepaid expenses	3,796
Deposits	<u>29,500</u>
Total current assets	<u>491,252</u>
Non-current assets:	
Capital assets:	
Depreciable water control structures and equipment (net of \$1,434,820 accumulated depreciation)	<u>185,336</u>
Total non-current assets	<u>185,336</u>
TOTAL ASSETS	<u>676,588</u>
 LIABILITIES	
Current liabilities:	
Accounts payable	5,418
Due to other governments	<u>2,175</u>
Total current liabilities	<u>7,593</u>
Commitments and contingencies	<u>-</u>
TOTAL LIABILITIES	<u>7,593</u>
 NET POSITION	
Net investment in capital assets	185,336
Unrestricted	<u>483,659</u>
TOTAL NET POSITION	<u>\$ 668,995</u>

The accompanying notes are an integral part of this statement.

**COLLINS SLOUGH WATER CONTROL DISTRICT
STATEMENT OF ACTIVITIES
For the year ended September 30, 2023**

	<u>Total Governmental Activities</u>
EXPENSES	
Governmental activities	
General government	
Administration	
Operating expenses	\$ 57,074
Total general government	<u>57,074</u>
Physical environment - water control	
Operating expenses	144,009
Depreciation	<u>49,026</u>
Total water control	<u>193,035</u>
TOTAL EXPENSES - GOVERNMENTAL ACTIVITIES	<u><u>250,109</u></u>
 PROGRAM REVENUES	
Canal use fees	<u>-</u>
NET PROGRAM EXPENSES	<u><u>250,109</u></u>
 GENERAL REVENUES	
Maintenance taxes - non ad valorem	115,007
Interest income	21,098
Other income	<u>464</u>
TOTAL GENERAL REVENUES	<u><u>136,569</u></u>
 INCREASE (DECREASE) IN NET POSITION	 (113,540)
 NET POSITION - Beginning of the year	 <u>782,535</u>
 NET POSITION - End of the year	 <u><u>\$ 668,995</u></u>

The accompanying notes are an integral part of this statement.

**COLLINS SLOUGH WATER CONTROL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2023**

	General Fund	Total Governmental Funds
	<u> </u>	<u> </u>
ASSETS		
Cash and cash equivalents	\$ 457,956	\$ 457,956
Accounts receivable	-	-
Due from other governments	-	-
Prepaid expenses	3,796	3,796
Deposits	<u>29,500</u>	<u>29,500</u>
TOTAL ASSETS	<u>\$ 491,252</u>	<u>\$ 491,252</u>
 LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 5,418	\$ 5,418
Due to other governments	<u>2,175</u>	<u>2,175</u>
TOTAL LIABILITIES	<u>7,593</u>	<u>7,593</u>
 FUND BALANCE		
Nonspendable	33,296	33,296
Assigned	250,000	250,000
Unassigned	<u>200,363</u>	<u>200,363</u>
TOTAL FUND BALANCE	<u>483,659</u>	<u>483,659</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 491,252</u>	<u>\$ 491,252</u>

The accompanying notes are an integral part of this statement.

**COLLINS SLOUGH WATER CONTROL DISTRICT
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
September 30, 2023**

	<u>Amount</u>
Total fund balance for governmental funds	\$ 483,659
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>	
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.</p>	
<p>Capital assets not being depreciated:</p>	
Land	<u>-</u>
	-
<p>Capital assets being depreciated:</p>	
Water control structures and equipment	1,620,156
Less accumulated depreciation	<u>(1,434,820)</u>
	<u>185,336</u>
Total net position of governmental activities	<u>\$ 668,995</u>

The accompanying notes are an integral part of this statement.

**COLLINS SLOUGH WATER CONTROL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
For the year ended September 30, 2023**

	General Fund	Total Governmental Funds
	<u> </u>	<u> </u>
REVENUES		
Maintenance taxes - non ad valorem	\$ 115,007	\$ 115,007
Canal use fees	-	-
Interest income	21,098	21,098
Other income	<u>464</u>	<u>464</u>
TOTAL REVENUES	<u>136,569</u>	<u>136,569</u>
EXPENDITURES		
Current		
General government		
Administration		
Operating expenditures	<u>57,074</u>	<u>57,074</u>
	<u>57,074</u>	<u>57,074</u>
Physical environment - water control		
Field operations		
Operating expenditures	<u>144,009</u>	<u>144,009</u>
	<u>144,009</u>	<u>144,009</u>
Capital outlay	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>201,083</u>	<u>201,083</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(64,514)	(64,514)
FUND BALANCE - BEGINNING	<u>548,173</u>	<u>548,173</u>
FUND BALANCE - ENDING	<u><u>\$ 483,659</u></u>	<u><u>\$ 483,659</u></u>

The accompanying notes are an integral part of this statement.

**COLLINS SLOUGH WATER CONTROL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE -
GOVERNMENTAL FUNDS TO THE STATEMENT
OF ACTIVITIES**

For the year ended September 30, 2023

	<u>Amount</u>
Net change in fund balance (excess of expenditures over revenues) - total governmental funds	\$ (64,514)
The increase (decrease) in net position reported for governmental activities in the Statement of Activities is different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Plus: expenditures for capital assets	-
Less: current year depreciation	<u>(49,026)</u>
	<u>(49,026)</u>
Increase (decrease) in net position of governmental activities	<u>\$ (113,540)</u>

The accompanying notes are an integral part of this statement.

**COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023**

**NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES**

Organization

Collins Slough Water Control District (the "District") is an independent special district created by Laws of Florida, Chapter 86-393, on July 14, 1986, under the provisions of Florida Statute 298, and amended, reenacted and codified as Laws of Florida, Chapter 2000-454, effective July 5, 2000. The District was formed for the purpose of preserving and protecting water resources by drainage, irrigation, or water management for approximately 15,653 taxable acres in Hendry County. The District is governed by a three (3) member Board of Supervisors elected by the Landowners within the District. The District has four (4) major landowners, two of which own the majority of the land in the District.

Summary of significant accounting policies

The following is a summary of the significant accounting policies used in the preparation of these basic financial statements.

The basic financial statements of the District are comprised of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

Reporting entity

The District adheres to Governmental Accounting Standards Board (GASB) Statement Number 14, "Financial Reporting Entity", as amended by GASB Statement Number 39 "Determining Whether Certain Organizations Are Component Units" and GASB Statement Number 61, "The Financial Reporting Entity Omnibus- An Amendment of GASB Statements No. 14 and No. 34." These Statements require the basic 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 Statement Number 14, as amended, there are no components required to be included. Therefore, there are no component units included and/or required to be included in the District's basic financial statements.

**COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023**

**NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES, CONTINUED**

Government-wide financial statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the activities of the District and do not emphasize fund types. These governmental activities comprise the primary government. General governmental and intergovernmental revenues support the governmental activities.

The purpose of the government-wide financial statements is to allow the user to be able to determine if the District is in a better or worse financial position than the prior year. The effect of all interfund activity between governmental funds has been removed from the government-wide financial statements. Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement Number 33, "Accounting and Financial Reporting for Non-Exchange Transactions."

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements rather than reported as expenditures. Proceeds of long-term debt are recorded as liabilities in the government-wide financial statements rather than as other financing sources. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability in the government-wide financial statements rather than as expenditures.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. 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, and 2) grants and contributions that are restricted to meeting the operational or capital improvements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023**

**NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES, CONTINUED**

Government-wide financial statements, continued

Program revenues are considered to be revenues generated by services performed and/or by fees charged such as allowing drainage (canal use fees) into the District systems.

Fund financial statements

The District has implemented GASB Number 54, "Fund Balance Reporting and Governmental Fund Type Definitions".

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

Fund financial statements for the District's governmental fund are presented after the government-wide financial statements. The governmental fund financial statements display information about major funds individually and non-major funds, in aggregate, for governmental funds.

Governmental funds

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collected within the current period or soon thereafter to pay liabilities of the current period.

The District's major fund is presented in a separate column on the governmental fund financial statements. The definition of a major fund is one that meets certain criteria set forth in GASB Statement Number 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments." The funds that do not meet the criteria of a major fund are considered non-major funds and are combined into a single column on the governmental fund financial statements.

**COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023**

**NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES, CONTINUED**

Governmental funds, continued

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement focus and basis of accounting

Basis of accounting refers to when revenues and expenditures, or expenses, are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period and soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers tax revenues to be available if they are collected within sixty days of the end of the current fiscal period.

Revenues susceptible to accrual are assessments, taxes, interest on investments, and intergovernmental revenues. Assessments and taxes are recorded as revenues in the fiscal year in which they are levied, provided they are collected in the current period or within sixty days thereafter. Interest on invested funds is recognized when earned. Intergovernmental revenues that are reimbursements for specific purposes or projects are recognized when all eligibility requirements are met.

**COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023**

**NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES, CONTINUED**

Measurement focus and basis of accounting, continued

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include: (1) principal and interest on long-term debt, if any, is recognized when due, and (2) expenditures are generally not divided between years by the recording of prepaid expenditures.

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

Separate financial statements are provided for governmental funds.

Non-current government assets/liabilities

GASB Statement Number 34 requires non-current governmental assets, such as land and buildings, and non-current governmental liabilities, such as notes and bonds payable, to be reported in the governmental activities column in the government-wide Statement of Net Position.

Major funds - governmental

The District reports the following major governmental fund:

The General Fund is the District's primary operating fund and the District's only fund. It accounts for all financial resources of the District.

Budgetary information

The District has elected to report budgetary comparison of major funds as required supplementary information (RSI).

**COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023**

**NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES, CONTINUED**

Capital assets

Capital assets, which include water control structures and equipment, are reported in the government-wide Statement of Net Position.

The District follows a capitalization policy which calls for capitalization of all capital assets that have a cost or donated value of \$1,000 or more and have a useful life in excess of one year.

All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date donated. Public domain (infrastructure) capital assets consisting of certain improvements other than buildings, including culverts and excavations, are capitalized. The District does not own any canals. The canals are owned by the respective landowners and are used and maintained by the District; however, the District does build and maintain certain water control structures.

Although the District continually maintains the drainage structures it owns, the District elected to depreciate such systems. No debt-related interest expense is capitalized as part of capital assets in accordance with GASB Statement Number 34.

Maintenance, repairs and minor renovations are not capitalized. The acquisition of land and construction projects utilizing resources received from Federal and State agencies are capitalized when the related expenditure is incurred.

Expenditures that materially increase values, change capacities or extend useful lives are capitalized. Upon sale or retirement, the cost is eliminated from the respective accounts.

Expenditures for capital assets are recorded in the fund statements as current expenditures. However, such expenditures are not reflected as expenses in the government-wide statements but rather are capitalized and depreciated.

**COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023**

**NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES, CONTINUED**

Capital assets, continued

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

<u>Asset</u>	<u>Years</u>
Water control structures and equipment	10-25

Budgets and budgetary accounting

The District has adopted an annual budget for the General Fund.

The Board of Supervisors assigned fund balance of \$250,000 to fund unanticipated emergency disaster operating expenses.

The District follows these procedures in establishing budgetary data for the General Fund.

1. During the summer of each year, the Treasurer submits to the Board of Supervisors a proposed operating budget for the fiscal year commencing on the upcoming October 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer/landowner comments.
3. The budget is adopted by approval of the Board of Supervisors.
4. Budget amounts, as shown in these basic financial statements, are as originally adopted or as amended by the Board of Supervisors.
5. The budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America.
6. The level of control for appropriations is exercised at the fund level.
7. Appropriations lapse at year-end.
8. The Board of Supervisors did amend the budget during the fiscal year ended September 30, 2023, to adjust estimated fund balance to the audited balance.

**COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023**

**NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES, CONTINUED**

Budget and budgetary accounting, continued

The Board of Supervisors adopted a resolution providing that any excess over originally budgeted items, as well as any budgeted contingencies, may be transferred between line items to offset insufficiently budgeted items as long as the overall budget was not in excess of the total appropriation.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the District because, at present, it is not necessary in order to assure effective budgetary control or to facilitate effective cash planning and control.

Net position

In the government-wide financial statements, no net assets have been identified as restricted. Restricted net assets are those net assets that have constraints as to their use externally imposed by creditors, through debt covenants, by grantors, or by law.

Fund balances

The governmental fund financial statements the District maintains include nonspendable, assigned and unassigned fund balances. Nonspendable fund balances are those that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Criteria include items that are not expected to be converted into cash, such as prepaid expenses and deposits.

The District's assigned fund balances are a result of the District's Board approval. The District's intent is to maintain a minimum assigned fund balance level of \$250,000. This assigned fund balance will serve as the District's disaster reserve as recommended by the District's engineer.

It is also the intent of the District to maintain fund balances not less than three (3) months of budgeted operating expenditures.

COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Leases

During the year ended September 30, 2022, the District adopted GASB Statement No. 87 - Leases. The District, however, determined its current lease agreements to be immaterial. Therefore, there was no effect from GASB No. 87 at September 30, 2023.

Management estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires the District to make estimates and assumptions that affect the reported amounts of assets, liabilities, fund equity, and disclosure of contingent assets and liabilities at the date of the basic financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Subsequent events

Subsequent events have been evaluated through May 15, 2024, which is the date the financial statements were available to be issued.

New Accounting Guidance

GASB 94: Public-Private and Public-Public Partnerships and Availability Payment Arrangements

In March 2020, the GASB issued Statement No. 94 (*Public-Private and Public-Public Partnerships and Availability Arrangements*) to bring a uniform guidance on how to report public-private and public-public partnership arrangements, will recognize receivables for installment payments, deferred inflows of resources, and, when applicable, capital assets. Operators will recognize liabilities for installment payments and intangible right-to-use assets, and when applicable, deferred outflows of resources and liabilities for assets being transferred.

This Statement also provides guidance for accounting and financial reporting for availability payment arrangement in which a government compensates an operator for services such as designing, constructing, financing, maintaining, or operating an underlying asset for a period of time in an exchange or exchange-like transaction. The

**COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023**

**NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES, CONTINUED**

New Accounting Guidance, continued

provisions of this Statement are effective for the District's financial statements for the year ended September 30, 2023. The District, however, had no arrangements that met this Statement's reporting criteria and/or the related arrangement costs were considered immaterial.

GASB 96: Subscription-Based Information Technology Arrangements (SBITAs)

In May 2020, the GASB issued Statement No. 96 (*Subscription-Based Information Technology Arrangements (SBITAs)*), which defined the SBITAs and provides accounting and financial reporting for SBITAs by governments. This Statement requires a government to recognize a subscription liability and an intangible right-to-use subscription asset for the SBITAs. The District is currently evaluating the impact this Statement may have on the financial statements when adopted. The provisions of this Statement are effective for the District's financial statements for the year ended September 30, 2023. The District, however, had no arrangements that met this statement's reporting criteria and/or the related arrangement costs were considered immaterial.

NOTE 2 - CASH AND CASH EQUIVALENTS

At September 30, 2023, cash and cash equivalents were \$457,956.

Deposits

The District's deposit policy allows deposits to be held in demand deposit or money market accounts per Florida Statute 218.415(17). District policy requires all depositories used by the District to be banks or savings institutions designed as qualified depositories by the State Treasurer and all accounts held by the District to be designated as "public funds."

At September 30, 2023, the carrying amount and bank balances of the District's deposits were \$457,956 and \$460,824, respectively, in the General Fund. These deposits were entirely covered by federal depository insurance or by collateral pursuant to the Public Depository Security Act (Florida Statute 280) of the State of Florida. All deposits were held in a qualified public depository at September 30, 2023.

COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023

NOTE 3 - CAPITAL ASSETS ACTIVITY

The following is a summary of changes in capital assets activity for the year ended September 30, 2023:

	Balance October 1, 2022	Increases/ Additions	Decreases/ Retirements	Adjustments/ Reclassifications	Balance September 30, 2023
Capital Assets Not Being Depreciated:					
Land	\$ -	\$ -	\$ -	\$ -	\$ -
Total Capital Assets Not Being Depreciated	-	-	-	-	-
Capital Assets Being Depreciated:					
Water control structures & equip	1,620,156	-	-	-	1,620,156
Total Capital Assets Being Depreciated	1,620,156	-	-	-	1,620,156
Less Accumulated Depreciation:					
Water control structures & equip	(1,385,794)	(49,026)	-	-	(1,434,820)
Total Accumulated Depreciation	(1,385,794)	(49,026)	-	-	(1,434,820)
Total Capital Assets Being Depreciated, Net	234,362	(49,026)	-	-	185,336
Capital Assets, Net	<u>\$ 234,362</u>	<u>\$ (49,026)</u>	<u>\$ -</u>	<u>\$ -</u>	185,336
				Outstanding Debt	-
				Net Investment in Capital Assets	<u>\$ 185,336</u>

Depreciation expense was charged to the following functions during the year ended September 30, 2023:

	Amount
Physical environment - water control	<u>\$ 49,026</u>
Total Depreciation Expense	<u>\$ 49,026</u>

**COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023**

NOTE 4 - MAINTENANCE AND INSTALLMENT TAXES

Maintenance and installment taxes are generally levied on November 1 of each year, after formal adoption of the District's budget, and become due and payable upon receipt of the Tax Notice. Discounts are allowed for payment of maintenance taxes prior to March 1 of the following year. On April 1, any unpaid taxes become delinquent. If the taxes remain unpaid, tax certificates are then offered for sale to the general public. The billing, collection, and related recordkeeping of all maintenance and installment taxes is performed for the District by the Hendry County Tax Collector. Taxes are recognized as revenue when levied to the extent that they result in current receivables.

Key dates in the maintenance and installment tax cycle (latest date, where appropriate) are as follows:

- | | |
|-----------------|--|
| Prior to June 1 | * Maintenance assessment annual tax levy resolution submitted to the Hendry County Property Appraiser. |
| November 1 | * Taxes are due and payable (levy date) with various discount provisions through March 31. |
| April 1 | * Taxes become delinquent. |
| Prior to June 1 | * Tax certificates sold by Hendry County. |

Under the provisions of Chapter 298.54 of the Florida Statutes, the Board of Supervisors of the District levied a maintenance tax of \$6.64 per acre of land of citrus production and \$8.65 per acre of land used for sugar cane production and \$3.06 per acre of land of pasture within the District to pay the operating costs for the year ended September 30, 2023. These costs include field operations, surveys, engineering, legal and accounting fees and other expenses as considered necessary by the Board.

**COLLINS SLOUGH WATER CONTROL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2023**

NOTE 5 - SELF-INSURANCE PROGRAM

The District is a member of the Florida League of Cities self-insurance program for general/professional liability and property insurance. The program purchases excess and other specific coverage from third party carriers. Members of the program are annually assessed and billed quarterly for their portion of the program and are not assessable for unanticipated losses incurred by the program. Maximum liability coverage is \$1,000,000. The premium paid during the year ended September 30, 2023, totaled \$13,764 including the cost of the Treasurer's bond.

**REQUIRED SUPPLEMENTARY
INFORMATION
OTHER THAN MD&A**

**COLLINS SLOUGH WATER CONTROL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND
ACTUAL - GENERAL FUND - SUMMARY STATEMENT
For the year ended September 30, 2023**

	General Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Maintenance taxes (net)	\$ 117,323	\$ 117,323	\$ 115,007	\$ (2,316)
Canal use fees	83,442	83,442	-	(83,442)
Interest	1,200	1,200	21,098	19,898
Other	901	901	464	(437)
Prior year budgeted carryforward	<u>548,239</u>	<u>548,173</u>	<u>-</u>	<u>(548,173)</u>
TOTAL REVENUES	<u>751,105</u>	<u>751,039</u>	<u>136,569</u>	<u>(614,470)</u>
EXPENDITURES				
Current				
General government				
Administration				
Operating expenditures	<u>60,622</u>	<u>60,622</u>	<u>57,074</u>	<u>3,548</u>
	<u>60,622</u>	<u>60,622</u>	<u>57,074</u>	<u>3,548</u>
Physical environment				
Field operations				
Operating expenditures	<u>165,000</u>	<u>165,000</u>	<u>144,009</u>	<u>20,991</u>
	<u>165,000</u>	<u>165,000</u>	<u>144,009</u>	<u>20,991</u>
Capital outlay	275,000	100,000	-	100,000
Contingency	10,000	10,000	-	10,000
Reserves - assigned	250,000	250,000	-	250,000
Reserves - unassigned	<u>(9,517)</u>	<u>165,417</u>	<u>-</u>	<u>165,417</u>
TOTAL EXPENDITURES	<u>751,105</u>	<u>751,039</u>	<u>201,083</u>	<u>549,956</u>
EXCESS OF REVENUES				
OVER (UNDER) EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>(64,514)</u>	<u>\$ (64,514)</u>
FUND BALANCE - BEGINNING			<u>548,173</u>	
FUND BALANCE - ENDING			<u>\$ 483,659</u>	

The accompanying notes are an integral part of this statement.

COLLINS SLOUGH WATER CONTROL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND
ACTUAL - GENERAL FUND - DETAILED STATEMENT
For the year ended September 30, 2023

	General Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Maintenance taxes (gross)	\$ 119,717	\$ 119,717	\$ 115,007	\$ (4,710)
Less: Discounts	(2,394)	(2,394)	-	2,394
Maintenance taxes (net)	117,323	117,323	115,007	(2,316)
Canal use fees	83,442	83,442	-	(83,442)
Interest	1,200	1,200	21,098	19,898
Special Assessment	-	-	-	-
Other	901	901	464	(437)
Prior year budgeted carryforward	548,239	548,173	-	(548,173)
TOTAL REVENUES	751,105	751,039	136,569	(614,470)
EXPENDITURES				
Current				
General government - administration				
Operating expenditures				
Fees-legal notices/banking/other	250	250	168	82
Accounting	10,000	10,000	9,000	1,000
Tax collection fees	1,197	1,197	1,150	47
Engineering	4,000	4,000	4,560	(560)
Insurance - general	12,000	12,000	13,764	(1,764)
Membership fees	175	175	175	-
Consulting fees	9,000	9,000	8,280	720
Legal fees	20,000	20,000	15,041	4,959
Miscellaneous	4,000	4,000	4,936	(936)
TOTAL - ADMIN EXPENSES	60,622	60,622	57,074	3,548
Physical environment				
Field operations				
Operating expenditures				
Canal spraying	-	-	6,250	(6,250)
Maintenance and utilities	165,000	165,000	137,759	27,241
TOTAL - FIELD OPERATIONS	165,000	165,000	144,009	20,991
Capital outlay	275,000	100,000	-	100,000
Contingency	10,000	10,000	-	10,000
Reserve - assigned	250,000	250,000	-	250,000
Reserve - unassigned	(9,517)	165,417	-	165,417
TOTAL	525,483	525,417	-	525,417
TOTAL EXPENDITURES	751,105	751,039	201,083	549,956
EXCESS OF REVENUES				
OVER (UNDER) EXPENDITURES				
	\$ -	\$ -	(64,514)	\$ (64,514)
FUND BALANCE - BEGINNING			548,173	
FUND BALANCE - ENDING			\$ 483,659	

The accompanying notes are an integral part of this statement. - 30 -

ADDITIONAL REPORTS



TUSCAN
 & Company, PA

Certified Public Accountants & Consultants

Affiliations

Florida Institute of Certified Public Accountants

American Institute of Certified Public Accountants

Private Companies Practice Section

Tax Division

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

Board of Supervisors
 Collins Slough Water Control District
 1555 Palm Beach Lakes Boulevard
 West Palm Beach, Florida 33401

We have audited, 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 of America, the basic financial statements of the governmental activities and each major fund of Collins Slough Water Control District (the "District") as of and for the year ended September 30, 2023, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents and have issued our report thereon dated May 15, 2024.

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 opinion 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 combination of deficiencies, in internal control such that there is a reasonable possibility that a

material misstatement of the basic 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, as defined previously. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

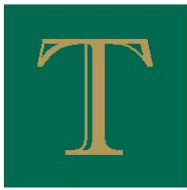
As part of obtaining reasonable assurance about whether Collins Slough Water Control District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have 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 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 internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



TUSCAN & COMPANY, P.A.
Fort Myers, Florida
May 15, 2024



TUSCAN
 & Company, PA

Certified Public Accountants & Consultants

Affiliations

Florida Institute of Certified Public Accountants
 American Institute of Certified Public Accountants
 Private Companies Practice Section
 Tax Division

**INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE
 WITH SECTION 218.415, FLORIDA STATUTES**

Board of Supervisors
 Collins Slough Water Control District
 1555 Palm Beach Lakes Boulevard
 West Palm Beach, Florida 33401

We have examined Collins Slough Water Control District's compliance with Section 218.415, Florida Statutes, regarding the investment of public funds during the year ended September 30, 2023. Management is responsible for Collins Slough Water Control District's compliance with those requirements. Our responsibility is to express an opinion on Collins Slough Water Control 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 Collins Slough Water Control District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on Collins Slough Water Control District's compliance with specified requirements.

In our opinion, Collins Slough Water Control District complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2023.

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

TUSCAN & COMPANY, P.A.
 Fort Myers, Florida
 May 15, 2024

INTEGRITY SERVICE EXPERIENCE



TUSCAN
& Company, PA

Certified Public Accountants & Consultants

Affiliations

Florida Institute of Certified Public Accountants

American Institute of Certified Public Accountants

Private Companies Practice Section

Tax Division

INDEPENDENT AUDITOR'S REPORT TO MANAGEMENT

Board of Supervisors
Collins Slough Water Control District
1555 Palm Beach Lakes Boulevard
West Palm Beach, Florida 33401

We have audited the accompanying basic financial statements of Collins Slough Water Control District (the "District") as of and for the year ended September 30, 2023, and have issued our report thereon dated May 15, 2024.

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 of America and Chapter 10.550, Rules of the Florida Auditor General. We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters based on an audit of the financial statements performed in accordance with Government Auditing Standards and Chapter 10.550, Rules of the Florida Auditor General. Disclosures in those reports, which are dated May 15, 2024, should be considered in conjunction with this report to management.

Additionally, our audit was conducted in accordance with Chapter 10.550, Rules of the Auditor General, which governs the conduct of local governmental entity audits performed in the State of Florida. This letter includes the following information, which is not included in the aforementioned auditor's reports:

- 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 financially significant comments noted in the prior year.
- Section 10.554(1)(i)2., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. No such recommendations were noted to improve financial management.

INTEGRITY SERVICE EXPERIENCE

- Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address noncompliance with provisions of contracts or grant agreements, or abuse, that have an effect on the financial statements that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.
- 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 the management letter, unless disclosed in the notes to the financial statements. The District discloses this information in the notes to the financial statements.
- Section 10.554(1)(i)5.a., Rules of the Auditor General, requires a statement be included as to whether or not the local government entity has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of 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(7), Rules of the Auditor General, we have 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. In connection with our audit, we determined that the District did not meet any of the criteria of a deteriorating financial condition described in Auditor General Rule Section 10.554(1)(i)(5).a.
- Pursuant to Section 10.554(1)(i)5.b.2, Rules of the Auditor General, if a deteriorating financial condition(s) is noted then a statement is so required along with the conditions causing the auditor to make such a conclusion. No such conditions were noted.
- Pursuant to Section 10.554(1)(i)5.c., Rules of the Auditor General, requires a statement indicating a failure, if any, of a component unit Special District to provide financial information necessary to a proper reporting of the component unit within the audited financial statements of this entity (F.S. Section 218.39(3)(b)). There are no known component special districts required to report within these financial statements.
- Pursuant to Section 10.554(1)(i)6, Rules of the Auditor General, requires disclosure of certain unaudited data. See Exhibit 2.

- Pursuant to Section 10.554(1)(i)7, Rules of the Auditor General, requires an independent special district that imposes ad valorem taxes to disclose certain related unaudited data. See Exhibit 2.
- Section 10.554(1)8, Rules of the Auditor General, requires an independent special district that imposes a non-ad valorem special assessment to disclose certain unaudited data. See Exhibit 2.
- Section 10.556(10)(a), Rules of the Auditor General, requires that the scope of our audit to determine the entity's compliance with the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that the District complied with Section 218.415, Florida Statutes as reported in our Independent Accountant's Report on Compliance with Section 218.415, Florida Statutes dated May 15, 2024, included herein.

PRIOR YEAR COMMENTS:

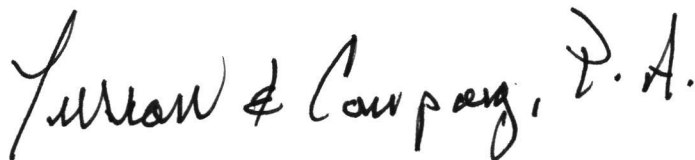
There were no financially significant prior year comments noted.

CURRENT YEAR COMMENTS:

2023-01 Long Standing Receivables Should Be Investigated

During the audit, we noted that the District had a long standing receivable from Devil's Garden Water Control District in the amount of approximately \$72,000. This receivable appears to be caused by a bank system error and it is now unclear if the money is collectible. The District should review receivables routinely and investigate long standing receivables.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require us to indicate that this letter is intended solely for the information and use of the Board of Commissioners, management, the Auditor General of the State of Florida and other federal and state agencies. This report is not intended to be and should not be used by anyone other than these specified parties.



TUSCAN & COMPANY, P.A.

Fort Myers, Florida

May 15, 2024

EXHIBIT 1

June 24, 2024

Tuscan & Company
12621 World Plaza Lane, Bldg #55
Fort Myers, FL 33907

In compliance with Chapter 10.550, Rules of the Auditor General, the following response is submitted to your Report to Management, dated May 15, 2024.

We accept the basic financial statements and have noted that there are no current year comments for Collins Slough Water Control District.

Sincerely,

Collins Slough Water Control District

Collins Slough Water Control District
One Clearlake Centre, 205 South Australian, Suite 600
West Palm Beach, FL 33401

EXHIBIT 2

**UNAUDITED
COMPLIANCE WITH REPORTING REQUIRED BY:**

Auditor General Rule 10.554(1)(i)6

For a dependent special district or an independent special district, or a local government entity that includes the information of a dependent special district as provided in Section 218.39(3)(a), Florida Statutes, the following specific information provided by management (with explanatory verbiage that the auditor provides no assurance on the information):

- a. The total number of district employees compensated in the last pay period of the district's fiscal year being reported (see information required in Section 218.32(1)(e)2.a., Florida Statutes) 0
- b. The total number of independent contractors to whom nonemployee compensation was paid in the last month of the district's fiscal year being reported (see information required in Section 218.32(1)(e)2.b., Florida Statutes). 0
- c. All compensation earned by or awarded to employees, whether paid or accrued, regardless of contingency (see information required in Section 218.32(1)(e)2.c., Florida Statutes). (Total wage compensation for the fiscal year being audited) 0
- d. All compensation earned by or awarded to nonemployee independent contractors, whether paid or accrued, regardless of contingency (see information required in Section 218.32(1)(e)2.d., Florida Statutes). (Amounts paid that would be reported on a Form 1099 for FYE) 0
- e. Each construction project with a total cost of at least \$65,000 approved by the district that was scheduled to begin on or after October 1 of the fiscal year being reported, together with the total expenditures for such project (see information required in Section 218.32(1)(e)2.e., Florida Statutes). N/A
- f. A budget variance report based on the budget adopted under section 189.016(4), Florida Statutes, before the beginning of the fiscal year reported if the district amends a final adopted budget under Section 189.016(6), Florida Statutes (see information required in Section 218.32(1)(e)3., Florida Statutes). If there were amendments then include budget variance (original budget vs. actual at FYE). See attached Exhibit 2 page 3.

Auditor General Rule 10.554(1)(i)7

For an independent special district that imposes ad valorem taxes, the following specific information provided by management (with explanatory verbiage that the auditor provides no assurance on the information): (see information required in Section 218.32(1)(e)4., Florida Statutes).

- a. The millage rate or rates imposed by the district. N/A
- b. The current year gross amount of ad valorem taxes collected by or on behalf of the district. N/A
- c. The total amount of outstanding bonds issued by the district and terms of such bonds. N/A

Auditor General Rule 10.554(1)(i)8

For an independent special district that imposes non-ad valorem special assessments, the following specific information provided by management (with explanatory verbiage that the auditor provides no assurance on the information): (see information required in Section 218.32(1)(e)5., Florida Statutes).

- a. The rate or rates of such assessment imposed by the district.
Citrus: \$6.64/acre
Sugar Cane: \$8.65/acre
Pasture: \$3.06/acre
- b. The total amount of special assessments collected by or on behalf of the district.
\$115,007
- c. The total amount of outstanding bonds issued by the district and the terms of such bonds. N/A

**COLLINS SLOUGH WATER CONTROL DISTRICT
ORIGINAL BUDGET vs. ACTUAL COMPARISON REPORT - UNAUDITED -
GENERAL FUND**

For the year ended September 30, 2023

	General Fund		
	Original Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Maintenance taxes (net)	\$ 117,323	\$ 115,007	\$ (2,316)
Canal use fees	83,442	-	(83,442)
Interest	1,200	21,098	19,898
Other	901	464	(437)
Prior year budgeted carryforward	548,239	-	(548,239)
TOTAL REVENUES	<u>751,105</u>	<u>136,569</u>	<u>(614,536)</u>
EXPENDITURES			
Current			
General government			
Administration			
Operating expenditures	<u>60,622</u>	<u>57,074</u>	<u>3,548</u>
	<u>60,622</u>	<u>57,074</u>	<u>3,548</u>
Physical environment			
Field operations			
Operating expenditures	<u>165,000</u>	<u>144,009</u>	<u>20,991</u>
	<u>165,000</u>	<u>144,009</u>	<u>20,991</u>
Capital outlay	275,000	-	275,000
Contingency	10,000	-	10,000
Reserves - assigned	250,000	-	250,000
Reserves - unassigned	<u>(9,517)</u>	<u>-</u>	<u>(9,517)</u>
TOTAL EXPENDITURES	<u>751,105</u>	<u>201,083</u>	<u>550,022</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ -</u>	<u>(64,514)</u>	<u>\$ (64,514)</u>
FUND BALANCE - BEGINNING		<u>548,173</u>	
FUND BALANCE - ENDING		<u>\$ 483,659</u>	

The accompanying notes are an integral part of this statement.

COLLINS SLOUGH WATER CONTROL DISTRICT

**606 West Sugarland Hwy
P.O. Box 265
Clewiston, FL 33440**

June 24, 2024

Sherrill F. Norman, CPA
Auditor General
401 Claude Pepper Building
111 West Madison Street
Tallahassee, FL 32399-1450

Re: Management's Response to Independent Auditor's Report
Fiscal Year 2022-2023

Dear Ms. Norman,

The Rules of the Auditor General require the audit report to include a written statement of explanation, including corrective action to be taken, or a rebuttal regarding any deficiencies cited in the auditors' reports and management letter.

CURRENT YEAR COMMENTS:

Finding 2023-01 – Long Standing Receivables Should Be Investigated

The treasurer and engineer worked together with the bank to track down the missing receivable. The \$72,442.40 was located and posted to Collins Slough Water Control District's bank account on June 17, 2024. The accountant will reconcile the bank accounts monthly to ensure all checks and payments are entered and received.

Sherrill Norman, CPA
Auditor General
Page 2

If you need any additional information, please contact our office at (863) 983-8590.

Sincerely,

A handwritten signature in black ink, appearing to read "Amy L. Swindle, CPA". The signature is written in a cursive style with a large, rounded initial "A".

Amy L. Swindle, CPA
Treasurer – Collins Slough Water Control District