



**Sunshine**  
Water Control District

# **REGULAR MEETING AGENDA**

**July 10, 2024**

**SUNSHINE  
WATER CONTROL DISTRICT**

**AGENDA  
LETTER**



July 3, 2024

Board of Supervisors  
Sunshine Water Control District

**ATTENDEES:**  
Please identify yourself each time you speak to facilitate accurate transcription of meeting minutes.

Dear Board Members:

The Board of Supervisors of the Sunshine Water Control District will hold a Regular Meeting on July 10, 2024 at 6:30 p.m., at Sartory Hall, 10150 NW 29th Street, Coral Springs, Florida 33065. The agenda is as follows:

1. Call to Order
2. Roll Call
3. Pledge of Allegiance
4. Public Comments **[3-Minute Time Limit]** *(Comments should be made from the microphone to ensure recording. Please state your name prior to speaking.)*
5. Presentation of Audited Financial Report for the Fiscal Year Ended September 30, 2023, Prepared by Grau & Associates
6. Consideration of Resolution 2024-08, Hereby Accepting the Audited Financial Report for the Fiscal Year Ended September 30, 2023
7. Update: General Election
8. Consideration of Proposals to Remove Fallen Tree from Canal
  - A. Grateful Tree and Hedge Quote #1710
  - B. Just Call James, Inc. Estimate #1334
9. Consideration of Proposals for Obstruction Removal at 8976 NW 25th Court
  - A. Grateful Tree and Hedge Quote #1709
  - B. Just Call James, Inc. Estimate #1333
10. Acceptance of Unaudited Financial Statements as of May 31, 2024
11. Approval of June 12, 2024 Regular Meeting Minutes
12. Supervisors' Communications

13. Staff Reports

- A. District Counsel: *Lewis, Longman & Walker, P.A.*
- B. District Engineer: *Craig A. Smith & Associates*
  - I. Presentation: Monthly Engineer's Report
- C. District Engineering Consultant: *John McKune*
- D. District Field Supervisor: *Cory Selchan*
- E. District Manager: *Wrathell, Hunt & Associates, LLC*
  - NEXT MEETING: August 14, 2024 at 6:30 PM

○ QUORUM CHECK

JOE MORERA	<input type="checkbox"/> IN PERSON	<input type="checkbox"/> PHONE	<input type="checkbox"/> NO
IVAN ORTIZ	<input type="checkbox"/> IN PERSON	<input type="checkbox"/> PHONE	<input type="checkbox"/> NO
CAROL SMITH	<input type="checkbox"/> IN PERSON	<input type="checkbox"/> PHONE	<input type="checkbox"/> NO

14. Public Comments

15. Adjournment

Should you have any questions, please contact me directly at (561) 512-9027.

Sincerely,



Jamie Sanchez  
District Manager

**FOR BOARD MEMBERS AND STAFF TO ATTEND BY TELEPHONE**

**CALL-IN NUMBER: 1-888-354-0094**  
**PARTICIPANT PASSCODE: 131 733 0895**

**SUNSHINE  
WATER CONTROL DISTRICT**

**5**

**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA  
FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
SEPTEMBER 30, 2023**

**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA**

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# Grau & Associates

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Supervisors  
Sunshine Water Control District  
Coral Springs, Florida

### Report on the Financial Statements

#### **Opinions**

We have audited the accompanying financial statements of the governmental activities and each major fund of Sunshine Water Control District, Coral Springs, Florida (the "District") as of and for the fiscal 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.

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, 2023, and the respective changes in financial position, thereof for the fiscal 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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.

#### **Responsibilities of Management for the Financial Statements**

The District's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for 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.

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 GAAS 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 GAAS, 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.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Information Included in the Financial Report***

Management is responsible for the other information included in the financial report. The other information comprises the information for compliance with FL Statute 218.39 (3) (c) but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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 Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 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, contracts, 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.



June 28, 2024

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of Sunshine Water Control District, Coral Springs, Florida ("District") provides a narrative overview of the District's financial activities for the fiscal year ended September 30, 2023. Please read it in conjunction with the District's Independent Auditor's Report, basic financial statements, accompanying notes and supplementary information to the basic financial statements.

### FINANCIAL HIGHLIGHTS

- The assets plus deferred outflows of resources of the District exceeded its liabilities at the close of the most recent fiscal year resulting in a net position balance of \$22,022,060.
- The change in the District's total net position in comparison with the prior fiscal year was \$1,828,631, an increase. The key components of the District's net position and change in net position are reflected in the table in the following section.
- At September 30, 2023, the District's governmental funds reported combined ending fund balances of \$13,687,314, a decrease of (\$505,929) in comparison with the prior fiscal year. A portion of fund balance is restricted for debt service, assigned to working capital, disaster recovery, subsequent year's expenditures and capital reserves; and the remainder is unassigned fund balance which is available for spending at the District's discretion.

### OVERVIEW OF FINANCIAL STATEMENTS

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

#### Government-Wide Financial Statements

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

The statement of net position presents information on all the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the residual amount being reported as net position. Over time, increases or decreases in net position 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 government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements include all governmental activities that are principally supported by assessment revenues. The District does not have any business-type activities. The governmental activities of the District include the general government (management) and maintenance functions.

#### 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. The District has one fund category: governmental funds.

## OVERVIEW OF FINANCIAL STATEMENTS (Continued)

### Governmental Funds

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 outflow 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 a 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 two governmental funds for external reporting. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund and debt service fund, all of which are considered major funds.

The District adopts an annual appropriated budget for its general fund. A budgetary comparison schedule has been provided for the general fund to demonstrate compliance with the budget.

### 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.

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of an entity's financial position. In the case of the District, assets plus deferred outflows of resources exceeded liabilities at the close of the most recent fiscal year.

Key components of the District's net position are reflected in the following table:

	NET POSITION SEPTEMBER 30,	
	2023	2022
Current and other assets	\$ 14,195,293	\$ 14,712,469
Capital assets, net of depreciation	19,323,068	17,406,869
Total assets	33,518,361	32,119,338
Deferred outflows of resources	720,900	763,302
Current liabilities	653,045	670,264
Long-term liabilities	11,564,156	12,018,947
Total liabilities	12,217,201	12,689,211
Net position		
Net investment in capital assets	8,479,812	6,151,224
Restricted	442,238	415,151
Unrestricted	13,100,010	13,627,054
Total net position	\$ 22,022,060	\$ 20,193,429

The District's net position reflects its investment in capital assets (e.g. land, land improvements, and infrastructure); less any related debt used to acquire those assets that is still outstanding. These assets are used to provide services to residents; consequently, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

The restricted portion of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the District's other obligations.

The District's net position increased during the most recent fiscal year. The majority of the increase was due to the increase in charges for services.

Key elements of the change in net position are reflected in the following table:

CHANGES IN NET POSITION		
FOR THE FISCAL YEAR ENDED SEPTEMBER 30,		
	2023	2022
Revenues:		
Program revenues		
Charges for services	\$ 4,479,273	\$ 4,346,720
General revenues		
Unrestricted investment earnings	97,907	13,678
Miscellaneous	122,896	12,348
Total revenues	<u>4,700,076</u>	<u>4,372,746</u>
Expenses:		
General government	621,862	390,785
Maintenance and operations	1,850,660	1,557,985
Bond issue costs	-	3,000
Interest	398,923	394,736
Total expenses	<u>2,871,445</u>	<u>2,346,506</u>
Change in net position	<u>1,828,631</u>	<u>2,026,240</u>
Net position - beginning	<u>20,193,429</u>	<u>18,167,189</u>
Net position - ending	<u>\$ 22,022,060</u>	<u>\$ 20,193,429</u>

As noted above and in the statement of activities, the cost of all governmental activities during the fiscal year ended September 30, 2023 was \$2,871,445. The costs of the District's activities were primarily funded by program revenues. Program revenues, comprised primarily of assessments, increased during the fiscal year because of an increase in the assessment levy. In total, expenses, including depreciation, decreased from the prior fiscal year, the majority of the increase was the result of an increase in maintenance costs as compared to the prior fiscal year.

## GENERAL BUDGETING HIGHLIGHT

An operating budget was adopted and maintained by the governing board for the District pursuant to the requirements of Florida Statutes. The budget is adopted using the same basis of accounting that is used in preparation of the fund financial statements. The legal level of budgetary control, the level at which expenditures may not exceed budget, is in the aggregate. Any budget amendments that increase the aggregate budgeted appropriations must be approved by the Board of Supervisors. Actual general fund expenditure did not exceed appropriations during the current fiscal year.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

At September 30, 2023, the District had \$26,145,987 invested in capital assets for its governmental activities. In the government-wide financial statements depreciation of \$6,822,919, has been taken, which resulted in a net book value of \$19,323,068. More detailed information about the District's capital assets is presented in the notes of the financial statements.

## CAPITAL ASSETS AND DEBT ADMINISTRATION (Continued)

### Capital Debt

At September 30, 2023, the District had \$11,415,000 Bonds outstanding for its governmental activities. More detailed information about the District's capital debt is presented in the notes of the financial statements.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND OTHER EVENTS

The District does not anticipate any major projects or significant changes to its infrastructure maintenance program for the subsequent fiscal year. In addition, it is anticipated that the general operations of the District will remain fairly constant.

## CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, land owners, customers, investors and creditors 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 maintains. If you have questions about this report or need additional financial information, contact the Sunshine Water Control District at 2300 Glades Road, Suite 410W, Boca Raton, Florida, 33431.

**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2023**

	Governmental Activities
<b>ASSETS</b>	
Cash	\$ 13,591,501
Investments	10,602
Assessments receivable	1,310
Accounts receivable	2,396
Prepays	2,440
Restricted assets:	
Investments	587,044
Capital assets:	
Nondepreciable	1,264,604
Depreciable, net	18,058,464
Total assets	33,518,361
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred amounts on refundings	720,900
Total deferred outflows of resources	720,900
 <b>LIABILITIES</b>	
Accounts payable and accrued expenses	225,600
Accrued interest payable	145,066
Deposits payable	282,379
Non-current liabilities:	
Due within one year	490,000
Due in more than one year	11,074,156
Total liabilities	12,217,201
 <b>NET POSITION</b>	
Net investment in capital assets	8,479,812
Restricted for debt service	442,238
Unrestricted	13,100,010
Total net position	\$ 22,022,060

See notes to the financial statements

**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

<u>Functions/Programs</u>	Program Revenues			Net (Expense) Revenue and Changes in Net Position
Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	
Primary government:				
Governmental activities:				
General government	\$ 621,862	\$ 621,862	\$ -	\$ -
Maintenance and operations	1,850,660	3,005,005	-	1,154,345
Interest on long-term debt	398,923	852,406	18,216	471,699
Total governmental activities	2,871,445	4,479,273	18,216	1,626,044
General revenues:				
Unrestricted investment income				79,691
Miscellaneous				122,896
Total general revenues				202,587
Change in net position				1,828,631
Net position - beginning				20,193,429
Net position - ending				\$ 22,022,060

See notes to the financial statements

**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2023**

	Major Fund		Total Governmental Funds
	General	Debt Service	
<b>ASSETS</b>			
Cash	\$ 13,591,501	\$ -	\$ 13,591,501
Investments	10,602	587,044	597,646
Assessments receivable	1,061	249	1,310
Accounts receivable	2,396	-	2,396
Due from other funds	-	11	11
Prepays	2,440	-	2,440
Total assets	<u>\$ 13,608,000</u>	<u>\$ 587,304</u>	<u>\$ 14,195,304</u>
<b>LIABILITIES</b>			
Liabilities:			
Accounts payable and accrued expenses	\$ 225,600	\$ -	\$ 225,600
Deposits payable	282,379	-	282,379
Due to other funds	11	-	11
Total liabilities	<u>507,990</u>	<u>-</u>	<u>507,990</u>
<b>FUND BALANCES</b>			
Restricted for:			
Debt service	-	587,304	587,304
Assigned to:			
Subsequent years expenditures	2,330,800	-	2,330,800
Capital reserves	142,000	-	142,000
Working capital	1,438,513	-	1,438,513
Disaster recovery	3,500,000	-	3,500,000
Unassigned	5,688,697	-	5,688,697
Total fund balances	<u>13,100,010</u>	<u>587,304</u>	<u>13,687,314</u>
Total liabilities and fund balances	<u>\$ 13,608,000</u>	<u>\$ 587,304</u>	<u>\$ 14,195,304</u>

See notes to the financial statements



**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA  
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION  
SEPTEMBER 30, 2023**

Fund balance - governmental funds \$ 13,687,314

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. The statement of net position includes those capital assets, net of any accumulated depreciation, in the net position of the government as a whole.

Cost of capital assets	26,145,987	
Accumulated depreciation	<u>(6,822,919)</u>	19,323,068

Deferred amounts on refunding are shown on the government wide financial statements while these amounts are shown as an expenditure on the fund financial statements.

720,900

Liabilities not due and payable from current available resources are not reported as liabilities in the governmental fund statements. All liabilities, both current and long-term, are reported in the government-wide financial statements.

Accrued interest payable	(145,066)	
Bonds payable	<u>(11,415,000)</u>	(11,560,066)

Compensated absences due and payable after the next fiscal year are not reported as a liability on the governmental funds balance sheet.

(149,156)

Net position of governmental activities	<u><u>\$ 22,022,060</u></u>
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See notes to the financial statements

**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

	Major Fund		Total Governmental Funds
	General	Debt Service	
<b>REVENUES</b>			
Assessments	\$ 3,626,867	\$ 852,406	\$ 4,479,273
Investment income	79,691	18,216	97,907
Miscellaneous	122,896	-	122,896
Total revenues	<u>3,829,454</u>	<u>870,622</u>	<u>4,700,076</u>
<b>EXPENDITURES</b>			
Current:			
General government	604,848	17,014	621,862
Maintenance and operations	1,226,449	-	1,226,449
Debt service:			
Principal	-	470,000	470,000
Interest	-	362,493	362,493
Capital outlay	2,525,201	-	2,525,201
Total expenditures	<u>4,356,498</u>	<u>849,507</u>	<u>5,206,005</u>
Excess (deficiency) of revenues over (under) expenditures	(527,044)	21,115	(505,929)
Fund balances - beginning	<u>13,627,054</u>	<u>566,189</u>	<u>14,193,243</u>
Fund balances - ending	<u>\$ 13,100,010</u>	<u>\$ 587,304</u>	<u>\$ 13,687,314</u>

See notes to the financial statements

**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

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

Net change in fund balance - total governmental funds	\$ (505,929)
Governmental funds report capital outlays as expenditures, however, in the statement of activities, the cost of those assets is eliminated and capitalized as capital assets.	2,525,200
Amortization of deferred amount on refundings is not recognized in the governmental fund financial statements, but is reported as an expense in the statement of activities.	(42,402)
Repayment of long-term liabilities are reported as expenditures in the governmental fund statement but such repayments reduce liabilities in the statement of net position and are eliminated in the statement of activities.	470,000
The change in compensated absences between the current and prior fiscal year is reported in the statement of activities but is not reported as expenditures in governmental funds.	(15,209)
Expenses reported in the statement of activities that do not require the use of current financial resources are not reported as expenditures in the funds. The details of the differences are as follows:	
Depreciation of capital assets	(609,001)
Change in accrued interest	5,972
Change in net position of governmental activities	\$ 1,828,631

See notes to the financial statements

**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA  
NOTES TO FINANCIAL STATEMENTS**

**NOTE 1 – NATURE OF ORGANIZATION AND REPORTING ENTITY**

Sunshine Water Control District ("District") was created on January 23, 1963 by Chapter 63-609, Laws of Florida, under the provisions of Chapter 298.36, Florida Statutes. The District was established for the purposes of constructing and maintaining systems of drainage, flood control and irrigation within the District in Coral Springs, Florida. The District is governed by the Board of Supervisors ("Board"), which is composed of three members. The Supervisors are elected by the owners of the property within the District. The Board of Supervisors exercise all powers granted to the District pursuant to Chapter 298.36, Florida Statutes.

The Board has the responsibility for:

1. Assessing and levying assessments.
2. Approving budgets.
3. Exercising control over facilities and properties.
4. Controlling the use of funds generated by the District.
5. Approving the hiring and firing of key personnel.
6. Financing improvements.

The financial statements were prepared in accordance with Governmental Accounting Standards Board ("GASB") Statements. Under the provisions of those standards, the financial reporting entity consists of the primary government, organizations for which the District Board of Supervisors is considered to be financially accountable, and other organizations for which the nature and significance of their relationship with the District are such that, if excluded, the financial statements of the District would be considered incomplete or misleading. There are no entities considered to be component units of the District; therefore, the financial statements include only the operations of the District.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Government-Wide and Fund Financial Statements**

The basic financial statements include both government-wide and fund 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 non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is 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 who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment (operating-type special assessments for maintenance and debt service are treated as charges for services) and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not included among program revenues are reported instead as *general revenues*.

**Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The government-wide financial statements are reported using the *economic resources measurement* focus and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Assessments are recognized as revenues in the year for which they are levied. Grants and similar items are to be recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

## NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### **Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)**

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

### **Assessments**

Assessments are non-ad valorem assessments on all platted lots within the District. Assessments are levied each November 1 on property as of the previous January 1 to pay for the operations and maintenance of the District. The fiscal year for which annual assessments are levied begins on October 1 with discounts available for payments through February 28 and become delinquent on April 1. The District's annual assessments are billed and collected by the County Tax Assessor/Collector. The amounts remitted to the District are net of applicable discounts or fees and include interest on monies held from the day of collection to the day of distribution.

Assessments and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. The portion of assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period.

The District reports the following major governmental funds:

### **General Fund**

The general fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

### **Debt Service Fund**

The debt service fund is used to account for the accumulation of resources for the annual payment of principal and interest on long-term debt.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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

## NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Assets, Liabilities and Net Position or Equity

#### Restricted Assets

These assets represent cash and investments set aside pursuant to Bond covenants or other contractual restrictions.

#### Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand and demand deposits (interest and non-interest bearing).

District has elected to proceed under the Alternative Investment Guidelines as set forth in Section 218.415 (17) Florida Statutes. The District may invest any surplus public funds in the following:

- a) The Local Government Surplus Trust Funds, or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act;
- b) Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency;
- c) Interest bearing time deposits or savings accounts in qualified public depositories;
- d) Direct obligations of the U.S. Treasury.

The State Board of Administration's ("SBA") Local Government Surplus Funds Trust Fund ("Florida PRIME") is a "2a-7 like" pool. A "2a-7 like" pool is an external investment pool that is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a-7 of the Investment Company Act of 1940, which comprises the rules governing money market funds. Thus, the pool operates essentially as a money market fund. The District has reported its investment in Florida PRIME at amortized cost for financial reporting purposes.

Securities listed in paragraph c and d shall be invested to provide sufficient liquidity to pay obligations as they come due. In addition, surplus funds may be deposited into certificates of deposit which are insured and any unspent Bond proceeds are required to be held in investments as specified in the Bond Indenture.

The District records all interest revenue related to investment activities in the respective funds. Investments are measured at amortized cost or reported at fair value as required by generally accepted accounting principles.

#### Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

#### Capital Assets

Capital assets, which include property, plant and equipment, and infrastructure assets (e.g., roads, fences, canals and dikes and similar items) are reported in the government activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$1,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

## NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Assets, Liabilities and Net Position or Equity (Continued)

#### Capital Assets (Continued)

Property, infrastructure and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Machinery and equipment	5 - 25
Infrastructure	5 - 50

In the governmental fund financial statements, amounts incurred for the acquisition of capital assets are reported as fund expenditures. Depreciation expense is not reported in the governmental fund financial statements.

#### Compensated Absences

It is the District's policy to permit employees to accumulate, within certain limits, earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the government does not have a policy to pay any amounts when employees separate from service with the government, except for one employee's sick time which was grandfathered in when the District reversed its policy regarding payment for accumulated sick pay benefits. Compensated absences are reported as accrued in the government-wide financial statements. Governmental funds report only matured compensated absences payable to currently terminating employees which are included in wages payable, if any.

#### Unearned Revenue

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned.

#### Long-Term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the Bonds. Bonds payable are reported net of applicable premiums or discounts. Bond issuance costs are reported as an expense in the year incurred.

In the fund financial statements, governmental fund types recognize premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

#### Deferred Outflows/Inflows of Resources

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

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

## **NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

### **Assets, Liabilities and Net Position or Equity (Continued)**

#### Fund Equity/Net Position

In the fund financial statements, governmental funds report non spendable and restricted fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Assignments of fund balance represent tentative management plans that are subject to change.

The District can establish limitations on the use of fund balance as follows:

Committed fund balance – Amounts that can be used only for the specific purposes determined by a formal action (resolution) of the Board of Supervisors. Commitments may be changed or lifted only by the Board of Supervisors taking the same formal action (resolution) that imposed the constraint originally. Resources accumulated pursuant to stabilization arrangements sometimes are reported in this category.

Assigned fund balance – Includes spendable fund balance amounts established by the Board of Supervisors that are intended to be used for specific purposes that are neither considered restricted nor committed. The Board may also assign fund balance as it does when appropriating fund balance to cover differences in estimated revenue and appropriations in the subsequent year's appropriated budget. Assignments are generally temporary and normally the same formal action need not be taken to remove the assignment.

The District first uses committed fund balance, followed by assigned fund balance and then unassigned fund balance when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

Net position is the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. Net position in the government-wide financial statements are categorized as net investment in capital assets, restricted or unrestricted. Net investment in capital assets represents net position related to infrastructure and property, plant and equipment. Restricted net position represents the assets restricted by the District's Bond covenants or other contractual restrictions. Unrestricted net position consists of the net position not meeting the definition of either of the other two components.

### **Other Disclosures**

#### Use of Estimates

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

## **NOTE 3 – BUDGETARY INFORMATION**

The District is required to establish a budgetary system and an approved Annual Budget. Annual Budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund. All annual appropriations lapse at fiscal year-end.

The District follows these procedures in establishing the budgetary data reflected in the financial statements.

- a) Each year the District Manager submits to the District Board a proposed operating budget for the fiscal year commencing the following October 1.
- b) Public hearings are conducted to obtain public comments.
- c) Prior to October 1, the budget is legally adopted by the District Board.
- d) All budget changes must be approved by the District Board.
- e) The budgets are adopted on a basis consistent with generally accepted accounting principles.
- f) Unused appropriation for annually budgeted funds lapse at the end of the year.



## NOTE 4 – DEPOSITS AND INVESTMENTS

### Deposits

The District's cash balances were entirely covered by federal depository insurance or by a collateral pool pledged to the State Treasurer. Florida Statutes Chapter 280, "Florida Security for Public Deposits Act", requires all qualified depositories to deposit with the Treasurer or another banking institution eligible collateral equal to various percentages of the average daily balance for each month of all public deposits in excess of any applicable deposit insurance held. The percentage of eligible collateral (generally, U.S. Governmental and agency securities, state or local government debt, or corporate bonds) to public deposits is dependent upon the depository's financial history and its compliance with Chapter 280. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses.

### Investments

The District's investments were held as follows at September 30, 2023:

	Amortized	Credit Risk	Maturities
Goldman Sachs Financial Square Government Fund	587,044	S&P AAAm	Weighted average of the fund portfolio: 11 days
Investment in Local Government Surplus Funds Trust Fund (Florida PRIME)	10,602	S&P AAAm	Weighted average of the fund portfolio: 21 days
Total Investments	<u>\$ 597,646</u>		

*Credit risk* – For investments, credit risk is generally the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Investment ratings by investment type are included in the preceding summary of investments.

*Concentration risk* – The District places no limit on the amount the District may invest in any one issuer.

*Interest rate risk* – The District does not have a formal policy that limits investment maturities as a means of managing exposure to fair value losses arising from increasing interest rates.

However, the Bond Indenture limits the type of investments held using unspent proceeds.

*Fair Value Measurement* – When applicable, the District measures and records its investments using fair value measurement guidelines established in accordance with GASB Statements. The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques.

These guidelines recognize a three-tiered fair value hierarchy, in order of highest priority, as follows:

- *Level 1:* Investments whose values are based on unadjusted quoted prices for identical investments in active markets that the District has the ability to access;
- *Level 2:* Investments whose inputs - other than quoted market prices - are observable either directly or indirectly; and,
- *Level 3:* Investments whose inputs are unobservable.

The fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the entire fair value measurement. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs.

Money market investments that have a maturity at the time of purchase of one year or less and are held by governments other than external investment pools should be measured at amortized cost. For external investment pools that qualify to be measured at amortized cost, the pool's participants should also measure their investments in that external investment pool at amortized cost for financial reporting purposes. Accordingly, the District's investments have been reported at amortized cost above.

#### NOTE 4 – DEPOSITS AND INVESTMENTS (Continued)

##### Investments (Continued)

External Investment Pool – With regard to redemption gates, Chapter 218.409(8)(a), Florida Statutes, states that “The principal, and any part thereof, of each account constituting the trust fund is subject to payment at any time from the moneys in the trust fund. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board can invest moneys entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the Trustees, the Joint Legislative Auditing Committee, the Investment Advisory Council, and the Participant Local Government Advisory Council. The Trustees shall convene an emergency meeting as soon as practicable from the time the Executive Director has instituted such measures and review the necessity of those measures. If the Trustees are unable to convene an emergency meeting before the expiration of the 48-hour moratorium on contributions and withdrawals, the moratorium may be extended by the Executive Director until the Trustees are able to meet to review the necessity for the moratorium. If the Trustees agree with such measures, the Trustees shall vote to continue the measures for up to an additional 15 days. The Trustees must convene and vote to continue any such measures before the expiration of the time limit set, but in no case may the time limit set by the Trustees exceed 15 days.” With regard to liquidity fees, Florida Statute 218.409(4) provides authority for the SBA to impose penalties for early withdrawal, subject to disclosure in the enrollment materials of the amount and purpose of such fees. At present, no such disclosure has been made.

As of September 30, 2023, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant’s daily access to 100% of their account value.

#### NOTE 5 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables at September 30, 2023 were as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General	\$ -	\$ 11
Debt Service	11	-
Total	<u>\$ 11</u>	<u>\$ 11</u>

The outstanding balances between funds result primarily from the time lag between the dates that transactions are recorded in the accounting system and payments between funds are made. In the case of the District, the balances between the general fund and debt service fund related amounts not yet transferred to the debt service fund.

## NOTE 6 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended September 30, 2023 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
<u>Governmental activities</u>				
Capital assets, not being depreciated				
Land	\$ 738,000	\$ -	\$ -	\$ 738,000
Infrastructure under construction	9,507,355	-	(8,980,751)	526,604
Total capital assets, not being depreciated	10,245,355	-	(8,980,751)	1,264,604
Capital assets, being depreciated				
Equipment	1,167,549	-	-	1,167,549
Infrastructure - water control and other	12,207,883	11,505,951	-	23,713,834
Total capital assets, being depreciated	13,375,432	11,505,951	-	24,881,383
Less accumulated depreciation for:				
Equipment	1,004,109	39,879	-	1,043,988
Infrastructure - water control and other	5,209,809	569,122	-	5,778,931
Total accumulated depreciation	6,213,918	609,001	-	6,822,919
Total capital assets, being depreciated, net	7,161,514	10,896,950	-	18,058,464
Governmental activities capital assets	\$ 17,406,869	\$ 10,896,950	\$ (8,980,751)	\$ 19,323,068

In October 2010, the District approved its amended water control plan which includes an estimated 5 year Capital Improvement Plan at a cost of approximately \$19,807,000. The Capital Improvements Plan includes restoration of the canal system, repair/replacement/cleaning of culverts, replacement of both pump stations, interconnect between the east and west basins of the District, interconnect with neighboring water control districts, GIS/telemetry systems, and various other miscellaneous improvements. All of the improvements are designed to provide services and benefit to all developable lands in the District. Approximately \$11.2 million of the Capital Improvements is funded by Series 2011 Bonds (see Note 6 for details) and \$8.6 million will be funded with internally generated funds and designated capital reserves.

Depreciation expense was charged to the maintenance and operations function.

## NOTE 7 – LONG-TERM LIABILITIES

### Series 2021

On July 15, 2022, the District issued \$12,020,000 of Special Assessment Revenue Refunding Bonds Series 2021 due May 1, 2041, with a fixed interest rate of 3.05%. The Bonds were issued to refund the District's outstanding Special Assessment Revenue Bonds, Series 2018 (the "Refunded Bonds"). Interest is to be paid semiannually on each May 1 and November 1. Principal on the Bonds is to be paid serially commencing May 1, 2022 through May 1, 2041.

The Series 2021 Bonds are subject to redemption at the option of the District prior to maturity. The Series 2007 Bonds are subject to extraordinary mandatory redemption prior to maturity in the manner determined by the Bond Registrar if certain events occurred as outlined in the Bond Indenture.

The Bond Indenture established restrictions and requirements relating principally to the use of proceeds to pay for the refunded bonds and the procedures to be followed by the District on assessments to property owners. The District agrees to levy special assessments in annual amounts adequate to provide payment of debt service. The District was in compliance with the requirements at September 30, 2023.

## NOTE 7 – LONG-TERM LIABILITIES (Continued)

### Long-term Debt activity

Changes in long-term liability activity for the fiscal year ended September 30, 2023 were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental activities</u>					
Bonds payable:					
Series 2021	\$ 11,885,000	\$ -	\$ 470,000	\$ 11,415,000	\$ 490,000
Compensated absences	133,947	15,209	-	149,156	
Total	<u>\$ 12,018,947</u>	<u>\$ 15,209</u>	<u>\$ 470,000</u>	<u>\$ 11,564,156</u>	<u>\$ 490,000</u>

At September 30, 2023, the scheduled debt service requirements on the long-term debt were as follows:

Year ending September 30:	Governmental Activities		
	Principal	Interest	Total
2024	\$ 490,000	\$ 348,158	\$ 838,158
2025	500,000	333,213	833,213
2026	515,000	317,963	832,963
2027	530,000	302,255	832,255
2028	550,000	286,090	836,090
2029-2033	3,000,000	1,168,760	4,168,760
2034-2038	3,475,000	683,353	4,158,353
2039-2041	2,355,000	145,180	2,500,180
Total	<u>\$ 11,415,000</u>	<u>\$ 3,584,972</u>	<u>\$ 14,999,972</u>

## NOTE 8 – PENSION PLAN

In October 2009, the District adopted a 401a Defined Contribution Plan as managed by ICMA-RC Services, LLC. The Plan covers all permanent full-time employees with vesting requirements varying between one and five years. The District's contribution to the plan is 10% of each eligible employee's regular pay. The total compensation for the qualified participants for the year was \$427,283, while the total payroll for the year was \$427,283. Total plan contributions for qualified participants were \$50,729.

The District also adopted a deferred compensation plan, which was created in accordance with Internal Revenue Code, Section 457. The plan, available to all District employees, permits them to defer a portion of their salary until future years. The plans are administered through ICMA Retirement Corporation and the District has elected to serve as Trustee for each.

## NOTE 9 – MANAGEMENT COMPANY

The District has contracted with Wrathell, Hunt and Associates, LLC to perform management advisory services, which include financial and accounting services. Certain employees of the management company also serve as officers of the District. Under the agreement, the District compensates the management company for management, accounting, financial reporting, computer and other administrative costs.

## NOTE 10 – RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The District has obtained commercial insurance from independent third parties to mitigate the costs of these risks; coverage may not extend to all situations.

**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL – GENERAL FUND  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Original	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>REVENUES</b>			
Assessments	\$ 3,610,139	\$ 3,626,867	\$ 16,728
Interest	9,000	79,691	70,691
Miscellaneous	19,950	122,896	102,946
Total revenues	<u>3,639,089</u>	<u>3,829,454</u>	<u>190,365</u>
<b>EXPENDITURES</b>			
Current:			
General government	486,024	604,848	(118,824)
Maintenance and operations	2,299,550	1,226,449	1,073,101
Capital outlay	3,982,765	2,525,201	1,457,564
Total expenditures	<u>6,768,339</u>	<u>4,356,498</u>	<u>2,411,841</u>
Excess (deficiency) of revenues over (under) expenditures	(3,129,250)	(527,044)	2,602,206
<b>OTHER FINANCING SOURCES (USES)</b>			
Carry forward	3,129,250	-	(3,129,250)
Transfers In/Out	-	-	0
Total other financing sources (uses)	<u>3,129,250</u>	<u>-</u>	<u>(3,129,250)</u>
Net change in fund balance	<u>\$ -</u>	<u>(527,044)</u>	<u>\$ (527,044)</u>
Fund balance - beginning		<u>13,627,054</u>	
Fund balance - ending		<u>\$ 13,100,010</u>	

See notes to required supplementary information

**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

The District is required to establish a budgetary system and an approved Annual Budget for the general fund. The District's budgeting process is based on estimates of cash receipts and cash expenditures which are approved by the Board. The budget approximates a basis consistent with accounting principles generally accepted in the United States of America (generally accepted accounting principles).

The legal level of budgetary control, the level at which expenditures may not exceed budget, is in the aggregate. Any budget amendments that increase the aggregate budgeted appropriations must be approved by the Board of Supervisors. Actual general fund expenditures did not exceed appropriations for the fiscal year ended September 30, 2023.

**SUNSHINE WATER CONTROL DISTRICT  
CORAL SPRINGS, FLORIDA  
OTHER INFORMATION – DATA ELEMENTS  
REQUIRED BY FL STATUTE 218.39(3)(C)  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023  
UNAUDITED**

<u>Element</u>	<u>Comments</u>
Number of district employees compensated at 9/30/2023	8 employees
Number of independent contractors compensated in September 2023	9 contractors
Employee compensation for FYE 9/30/2023 (paid/accrued)	\$427,283
Independent contractor compensation for FYE 9/30/2023	\$458,997
Construction projects to begin on or after October 1; (>\$65K)	No upcoming projects
Budget variance report	See page 22 of annual financial report
Ad Valorem taxes;	Not applicable
Millage rate FYE 9/30/2023	Not applicable
Ad valorem taxes collected FYE 9/30/2023	Not applicable
Outstanding Bonds:	Not applicable
Non ad valorem special assessments;	
Special assessment rate FYE 9/30/2023	Operations and maintenance - \$221.17
	Debt service - \$51.97
Special assessments collected FYE 9/30/2023	\$4,479,273
Outstanding Bonds:	
Series 2018, due May 1, 2041	see Note 7 for details
Series 2021, due May 1, 2042	see Note 7 for details



**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**

To the Board of Supervisors  
Sunshine Water Control District  
Coral Springs, 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 Sunshine Water Control District, Coral Springs, Florida ("District") as of and for the fiscal year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our opinion thereon dated June 28, 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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not 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 agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.



### **Purpose of this Report**

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

*Brew & Associates*

June 28, 2024



**Grau & Associates**  
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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH THE  
REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES, REQUIRED BY  
RULE 10.556(10) OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA**

To the Board of Supervisors  
Sunshine Water Control District  
Coral Springs, Florida

We have examined Sunshine Water Control District, Coral Springs, Florida's ("District") compliance with the requirements of Section 218.415, Florida Statutes, in accordance with Rule 10.556(10) of the Auditor General of the State of Florida during the fiscal year ended September 30, 2023. Management is responsible for District's compliance with those requirements. Our responsibility is to express an opinion on 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 in Section 218.415, Florida Statutes. An examination involves performing procedures to obtain evidence about whether the District complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that 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.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the examination engagement.

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

This report 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, management, and the Board of Supervisors of Sunshine Water Control District, Coral Springs, Florida and is not intended to be and should not be used by anyone other than these specified parties.

*Grau & Associates*

June 28, 2024



**MANAGEMENT LETTER PURSUANT TO THE RULES OF  
THE AUDITOR GENERAL FOR THE STATE OF FLORIDA**

To the Board of Supervisors  
Sunshine Water Control District  
Coral Springs, Florida

**Report on the Financial Statements**

We have audited the accompanying basic financial statements of Sunshine Water Control District, Coral Springs, Florida ("District"), as of and for the fiscal year ended September 30, 2023, and have issued our report thereon dated June 28, 2024.

**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 Florida Auditor General.

**Other Reporting Requirements**

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; and Independent Auditor'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 June 28, 2024, should be considered in conjunction with this management letter.

**Purpose of this Letter**

The purpose of this letter is to comment on those matters required by Chapter 10.550 of the Rules of the Auditor General for the State of Florida. Accordingly, in connection with our audit of the financial statements of the District, as described in the first paragraph, we report the following:

- I. Current year findings and recommendations.**
- II. Status of prior year findings and recommendations.**
- III. Compliance with the Provisions of the Auditor General of the State of Florida.**

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, as applicable, management, and the Board of Supervisors of Sunshine Water Control District, Coral Springs, Florida and is not intended to be and should not be used by anyone other than these specified parties.

We wish to thank Sunshine Water Control District, Coral Springs, Florida and the personnel associated with it, for the opportunity to be of service to them in this endeavor as well as future engagements, and the courtesies extended to us.

*Grau & Associates*

June 28, 2024

## REPORT TO MANAGEMENT

### I. CURRENT YEAR FINDINGS AND RECOMMENDATIONS

None

### II. PRIOR YEAR FINDINGS AND RECOMMENDATIONS

None

### III. COMPLIANCE WITH THE PROVISIONS OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

Unless otherwise required to be reported in the auditor's report on compliance and internal controls, the management letter shall include, but not be limited to the following:

1. A statement as to whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report.

There were no significant findings and recommendations made in the preceding annual financial audit report for the fiscal year ended September 30, 2022.

2. Any recommendations to improve the local governmental entity's financial management.

There were no such matters discovered by, or that came to the attention of, the auditor, to be reported for the fiscal year ended September 30, 2023.

3. 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.

There were no such matters discovered by, or that came to the attention of, the auditor, to be reported, for the fiscal year ended September 30, 2023.

4. The name or official title and legal authority of the District are disclosed in the notes to the financial statements.
5. The District has not met one or more of the financial emergency conditions described in Section 218.503(1), Florida Statutes.
6. We applied financial condition assessment procedures and no deteriorating financial conditions were noted as of September 30, 2023. It is management's responsibility to monitor 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.
7. Management has provided the specific information required by Section 218.39(3)(c) in the Other Information section of the financial statements on page 24.

**SUNSHINE  
WATER CONTROL DISTRICT**

**6**

**RESOLUTION 2024-08**

**A RESOLUTION OF THE BOARD OF SUPERVISORS OF THE SUNSHINE WATER CONTROL DISTRICT HEREBY ACCEPTING THE AUDITED FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

**WHEREAS**, the District's Auditor, Grau & Associates, has heretofore prepared and submitted to the Board, for accepting, the District's Audited Financial Report for Fiscal Year 2023;

**NOW, THEREFORE BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF THE SUNSHINE WATER CONTROL DISTRICT;**

1. The Audited Financial Report for Fiscal Year 2023, heretofore submitted to the Board, is hereby accepted for Fiscal Year 2023, for the period ending September 30, 2023; and
2. A verified copy of said Audited Financial Report for Fiscal Year 2023 shall be attached hereto as an exhibit to this Resolution, in the District's "Official Record of Proceedings".

**PASSED AND ADOPTED** this 10<sup>th</sup> day of July, 2024.

ATTEST:

**SUNSHINE WATER CONTROL DISTRICT**

---

Secretary/Assistant Secretary

---

President/Vice President, Board of Supervisors

**SUNSHINE  
WATER CONTROL DISTRICT**

**8A**

# Grateful Tree and Hedge

5580 Pine Tree Road  
Parkland, Florida 33067  
954-200-9359 / 954-444-5144  
Gratultreeandhedge@gmail.com | Gratefultreeandhedge.com



**RECIPIENT:**

**Sunshine Water Control District**

10135 Northwest 43rd Street  
Coral Springs, Florida 33065

<b>Quote #1710</b>	
Sent on	Jun 26, 2024
<b>Total</b>	<b>\$8,500.00</b>

Product/Service	Description	Qty.	Unit Price	Total
Tree Removal	Remove large fallen tree obstructing water way. Unable to access the stump.	1	\$8,500.00	\$8,500.00
Haul Debris	Haul debris from site	1	\$0.00	\$0.00

**Total** **\$8,500.00**

We are Grateful for the Business!!  
This quote is valid for the next 30 days, after which values may be subject to change.



**SUNSHINE  
WATER CONTROL DISTRICT**

**8B**

**Just Call James, Inc.**

600 SW 51st Ave  
Margate, FL 33068 US  
+17542452069  
justcalljamesclm@gmail.com



**Estimate**

ADDRESS  
Sunshine Water Way District

ESTIMATE 1334  
DATE 06/30/2024

DATE	DESCRIPTION	QTY	RATE	AMOUNT
	Services	1	4,400.00	4,400.00
-----				
			SUBTOTAL	4,400.00
			TAX	0.00
-----				
			<b>TOTAL</b>	<b>\$4,400.00</b>

Accepted By

Accepted Date

**SUNSHINE  
WATER CONTROL DISTRICT**

**9A**

# Grateful Tree and Hedge

5580 Pine Tree Road  
Parkland, Florida 33067  
954-200-9359 / 954-444-5144  
Gratultreeandhedge@gmail.com | Gratefultreeandhedge.com



**RECIPIENT:**

**Sunshine Water Control District**

8976 Northwest 25th Court  
Coral Springs, Florida 33065

<b>Quote #1709</b>	
Sent on	Jun 26, 2024
<b>Total</b>	<b>\$7,500.00</b>

Product/Service	Description	Qty.	Unit Price	Total
Tree Removal	3 Black Olive Trees to be cut down flush to the ground. Unable to reach with the stump grinder. 1 Stump to cut down and removed.	1	\$7,500.00	\$7,500.00
Haul Debris	Haul debris from site	1	\$0.00	\$0.00

**Total** **\$7,500.00**

We are Grateful for the Business!!  
This quote is valid for the next 30 days, after which values may be subject to change.

**SUNSHINE  
WATER CONTROL DISTRICT**

**9B**

# Just Call James, Inc.

600 SW 51st Ave  
Margate, FL 33068 US  
+17542452069  
justcalljamesclm@gmail.com



## Estimate

ADDRESS  
Sunshine Water Way District

ESTIMATE 1333  
DATE 06/30/2024

DATE	DESCRIPTION	QTY	RATE	AMOUNT
	Services Remove all Desert Rose trees and stumps on the West side of property. Remove All trees located along the South end, on the bank adjacent to canal. (2 Black Olives). No stump grinding on the Black Olives due to the angle of the bank. Removal of all debris from property.  Property address- 8976 NW 25th Court.	1	5,400.00	5,400.00
-----				
	SUBTOTAL			5,400.00
	TAX			0.00
-----				
	TOTAL			<b>\$5,400.00</b>

Accepted By

Accepted Date

**SUNSHINE  
WATER CONTROL DISTRICT**

**UNAUDITED  
FINANCIAL  
STATEMENTS**

**SUNSHINE  
WATER CONTROL DISTRICT  
FINANCIAL STATEMENTS  
UNAUDITED  
MAY 31, 2024**



**SUNSHINE  
WATER CONTROL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
MAY 31, 2024**

	General Fund	Debt Service Fund Series 2021	Total Governmental Funds
<b>ASSETS</b>			
Centennial Bank	\$ 5,124,176	\$ -	\$ 5,124,176
Centennial Bank - escrow	82,535	-	82,535
DS - Series 2021	-	571,860	571,860
Investments			
State Board of Administration			
A Investment account	5,628	-	5,628
A Bank maintenance reserve account	2,949	-	2,949
A Renewal & replacement reserve account	2,194	-	2,194
A Equipment replacement reserve account	232	-	232
Centennial Bank - MMA	262,223	-	262,223
FineMark Bank - MMA	40,779	-	40,779
Bank United - MMA	250,000	-	250,000
Bank United - ICS	10,407,339	-	10,407,339
Iberia Bank - MMA	5,562	-	5,562
Undeposited funds	350	-	350
Due from general fund	-	13,046	13,046
Due from other sources	3,749	-	3,749
Total assets	<u>\$16,187,716</u>	<u>\$ 584,906</u>	<u>\$ 16,772,622</u>
<b>LIABILITIES</b>			
<b>Liabilities:</b>			
Due to debt service	\$ 13,046	\$ -	\$ 13,046
Deposits payable/trash bonds	239,500	-	239,500
Cost recovery deposits	52,879	-	52,879
Total liabilities	<u>305,425</u>	<u>-</u>	<u>305,425</u>
<b>FUND BALANCES</b>			
Assigned:			
3 months working capital	575,077	-	575,077
Disaster recovery	3,500,000	-	3,500,000
Truck replacement	180,000	-	180,000
Restricted for			
Debt service	-	584,906	584,906
Unassigned	11,627,214	-	11,627,214
Total fund balances	<u>15,882,291</u>	<u>584,906</u>	<u>16,467,197</u>
Total liabilities and fund balances	<u>\$16,187,716</u>	<u>\$ 584,906</u>	<u>\$ 16,772,622</u>

**SUNSHINE  
WATER CONTROL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
GENERAL FUND  
FOR THE PERIOD ENDED MAY 31, 2024**

	Current Month	Year to Date	Adopted Budget	% of Budget
<b>REVENUES</b>				
Assessments	\$ 54,002	\$ 3,629,980	\$ 3,727,751	97%
Interest and miscellaneous	44,506	344,494	9,000	3828%
Permit review fees	1,050	2,100	2,450	86%
Cost recovery	4,165	4,165	17,500	24%
Total revenues	<u>103,723</u>	<u>3,980,739</u>	<u>3,756,701</u>	106%
<b>EXPENDITURES</b>				
<b>Administrative</b>				
Supervisors	150	1,150	1,938	59%
Supervisor health care benefits	-	4,615	25,000	18%
Supervisors reimbursement	-	-	7,500	0%
Management/accounting/recording	5,642	45,136	67,706	67%
DSF & CPF accounting	1,318	10,544	15,816	67%
Dissemination fee	83	667	1,000	67%
Arbitrage rebate calculation	-	-	750	0%
Trustee	-	3,000	5,000	60%
Audit	2,500	2,500	11,500	22%
Legal	2,106	27,190	95,000	29%
Legal - legislative representation	2,667	10,667	24,000	44%
Retirement plan consulting	1,025	1,537	10,000	15%
Human resource services	649	5,190	7,784	67%
Communication	-	-	7,500	0%
Dues/subscriptions	-	4,675	4,500	104%
Rent - operations facility	8,354	33,418	50,126	67%
Insurance	-	25,997	27,630	94%
Legal advertising	-	732	2,500	29%
Office supplies and expenses	-	385	1,500	26%
Postage	87	696	1,200	58%
Postage-ROW clearing	-	-	500	0%
Printing and binding	116	933	1,400	67%
Website	-	705	3,000	24%
ADA website compliance	-	-	210	0%
Contingencies	-	1,030	5,000	21%
Total administrative expenses	<u>24,697</u>	<u>180,767</u>	<u>378,060</u>	48%
<b>Field operations</b>				
Salaries and wages	32,445	280,713	469,439	60%
FICA taxes	2,489	21,810	35,912	61%
Special pay	-	1,451	2,000	73%
Bonus program	-	-	2,500	0%
401a retirement plan	3,239	30,706	46,944	65%
Health insurance	17,402	134,672	373,750	36%
Workers' compensation insurance	-	11,908	16,500	72%
Engineering	2,887	9,229	100,000	9%
Engineering - capital outlay ps1 & ps2	22,187	148,983	-	N/A
Engineering - capital outlay NW 123 ave	-	5,775	85,000	7%
Engineering - capital outlay University drive	-	-	100,000	0%
Engineering - telemetry	-	-	75,500	0%
Engineering - wofo phase 3	-	-	340,000	0%
Consulting engineer services	-	-	25,000	0%
Cost recovery	1,225	5,575	17,500	32%
Water quality testing	1,253	3,758	5,224	72%
Telephone	255	510	1,800	28%

**SUNSHINE  
WATER CONTROL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
GENERAL FUND  
FOR THE PERIOD ENDED MAY 31, 2024**

	Current Month	Year to Date	Adopted Budget	% of Budget
Electric	552	41,655	85,000	49%
Insurance	-	67,237	89,438	75%
Repairs and maintenance				
Canal banks	-	5,190	75,000	7%
Canal dredging	-	-	50,000	0%
Culvert inspection & cleaning	-	4,250	100,000	4%
Dumpster service	2,394	10,468	13,000	81%
Truck, tractor and generator	904	15,889	32,000	50%
Other	6,993	9,580	10,000	96%
Operating supplies				
Chemicals	6,408	57,988	90,000	64%
Fuel	1,983	6,802	20,000	34%
Fuel-pump station generator	-	-	50,000	0%
Triploid carp	-	-	19,755	0%
Uniforms	155	1,067	3,217	33%
Other	69	790	4,000	20%
Permit fees, licenses, schools	102	782	5,000	16%
Capital outlay- West Outfall	63,614	63,614	-	N/A
Capital outlay - NW 123 Ave	-	-	200,000	0%
Capital outlay - University drive	-	-	150,000	0%
Capital outlay - telemetry	-	-	340,000	0%
Capital outlay - wofc phase 3	-	-	2,500,000	0%
Field equipment	-	1,539	35,000	4%
Pump station telemetry	150	3,245	40,000	8%
Pump station telemetry	-	-	5,000	0%
Total field operations	<u>166,706</u>	<u>945,186</u>	<u>5,613,479</u>	17%
<b>Other fees and charges</b>				
Tax collector	540	36,233	38,831	93%
Property appraiser	540	36,233	38,831	93%
Property tax bills - fire & EMS assessment	-	40	100	40%
Total other fees & charges	<u>1,080</u>	<u>72,506</u>	<u>77,762</u>	93%
Total expenditures	<u>192,483</u>	<u>1,198,459</u>	<u>6,069,301</u>	20%
Excess/(deficiency) of revenues over/(under) expenditures	(88,760)	2,782,280	(2,312,600)	
Fund balance - beginning	15,971,051	13,100,011	11,721,524	
Fund balance - ending				
Assigned:				
3 months working capital	1,760,312	1,760,312	1,760,312	
Disaster recovery	3,500,000	3,500,000	3,500,000	
Truck replacement	180,000	180,000	180,000	
Unassigned	10,441,979	10,441,979	5,155,520	
Total fund balance - ending	<u>\$ 15,882,291</u>	<u>\$ 15,882,291</u>	<u>\$ 9,408,924</u>	

**SUNSHINE  
WATER CONTROL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
DEBT SERVICE FUND SERIES 2021  
FOR THE PERIOD ENDED MAY 31, 2024**

	<u>Current Month</u>	<u>Year To Date</u>	<u>Adopted Budget</u>	<u>% of Budget</u>
<b>REVENUES</b>				
Assessment levy: on-roll	\$ 12,291	\$ 826,171	\$ 848,359	97%
Interest	4,905	26,083	-	N/A
Total revenues	<u>17,196</u>	<u>852,254</u>	<u>848,359</u>	100%
<b>EXPENDITURES</b>				
<b>Debt service</b>				
Principal	490,000	490,000	490,000	100%
Interest	174,079	348,158	348,158	100%
Total debt service	<u>664,079</u>	<u>838,158</u>	<u>838,158</u>	100%
<b>Other fees and charges</b>				
Tax collector	123	8,247	8,837	93%
Property appraiser	123	8,247	8,837	93%
Total other fees and charges	<u>246</u>	<u>16,494</u>	<u>17,674</u>	93%
Total expenditures	<u>664,325</u>	<u>854,652</u>	<u>855,832</u>	100%
Excess/(deficiency) of revenues over/(under) expenditures	(647,129)	(2,398)	(7,473)	
Fund balances - beginning	1,232,035	587,304	570,220	
Fund balances - ending	<u>\$ 584,906</u>	<u>\$ 584,906</u>	<u>\$ 562,747</u>	

# SUNSHINE

Water Control District

Special Assessment Revenue Refunding Bonds, Series 2021

\$12,010,000

## Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+i
11/01/2022		-	181,246.25	181,246.25
05/01/2023	470,000.00	3.050%	181,246.25	651,246.25
11/01/2023	-	-	174,078.75	174,078.75
05/01/2024	490,000.00	3.050%	174,078.75	664,078.75
11/01/2024	-	-	166,606.25	166,606.25
05/01/2025	500,000.00	3.050%	166,606.25	666,606.25
11/01/2025	-	-	158,981.25	158,981.25
05/01/2026	515,000.00	3.050%	158,981.25	673,981.25
11/01/2026	-	-	151,127.50	151,127.50
05/01/2027	530,000.00	3.050%	151,127.50	681,127.50
11/01/2027	-	-	143,045.00	143,045.00
05/01/2028	550,000.00	3.050%	143,045.00	693,045.00
11/01/2028	-	-	134,657.50	134,657.50
05/01/2029	565,000.00	3.050%	134,657.50	699,657.50
11/01/2029	-	-	126,041.25	126,041.25
05/01/2030	585,000.00	3.050%	126,041.25	711,041.25
11/01/2030	-	-	117,120.00	117,120.00
05/01/2031	600,000.00	3.050%	117,120.00	717,120.00
11/01/2031	-	-	107,970.00	107,970.00
05/01/2032	615,000.00	3.050%	107,970.00	722,970.00
11/01/2032	-	-	98,591.25	98,591.25
05/01/2033	635,000.00	3.050%	98,591.25	733,591.25
11/01/2033	-	-	88,907.50	88,907.50
05/01/2034	655,000.00	3.050%	88,907.50	743,907.50
11/01/2034	-	-	78,918.75	78,918.75
05/01/2035	675,000.00	3.050%	78,918.75	753,918.75
11/01/2035	-	-	68,625.00	68,625.00
05/01/2036	690,000.00	3.050%	68,625.00	758,625.00
11/01/2036	-	-	58,102.50	58,102.50
05/01/2037	720,000.00	3.050%	58,102.50	778,102.50
11/01/2037	-	-	47,122.50	47,122.50
05/01/2038	735,000.00	3.050%	47,122.50	782,122.50
11/01/2038	-	-	35,913.75	35,913.75
05/01/2039	760,000.00	3.050%	35,913.75	795,913.75
11/01/2039	-	-	24,323.75	24,323.75
05/01/2040	785,000.00	3.050%	24,323.75	809,323.75
11/01/2040	-	-	12,352.50	12,352.50
05/01/2041	810,000.00	3.050%	12,352.50	822,352.50
<b>Total</b>	<b>\$11,885,000.00</b>	<b>-</b>	<b>\$3,947,462.50</b>	<b>\$15,832,462.50</b>

**SUNSHINE  
WATER CONTROL DISTRICT**

**MINUTES**

**DRAFT**

**MINUTES OF MEETING  
SUNSHINE WATER CONTROL DISTRICT**

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The Board of Supervisors of the Sunshine Water Control District held a Regular Meeting on June 12, 2024 at 6:30 p.m., at Sartory Hall, 10150 NW 29th Street, Coral Springs, Florida 33065.

**Present were:**

Joe Morera	President
Ivan Ortiz	Vice President
Carol Smith (via telephone)	Secretary

**Also present:**

Jamie Sanchez	District Manager
Janice Rustin	District Counsel
Orlando Rubio	District Engineer
Cory Selchan	Field Superintendent

**FIRST ORDER OF BUSINESS**

**Call to Order**

Mr. Morera called the meeting to order at 6:33 p.m.

**SECOND ORDER OF BUSINESS**

**Roll Call**

Supervisors Morera and Ortiz were present in person. Supervisor Smith attended via telephone.

**THIRD ORDER OF BUSINESS**

**Pledge of Allegiance**

All present recited the Pledge of Allegiance.

**FOURTH ORDER OF BUSINESS**

**Public Comments [3-Minute Time Limit]  
(Comments should be made from the microphone to ensure recording. Please state your name prior to speaking.)**

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There were no public comments.

**FIFTH ORDER OF BUSINESS**

**Approval of Access and Maintenance Easement Agreement for District Right-of-Way**

Ms. Rustin reported that she has been working with Counsel for The Foundry, who requested an Access and Maintenance Easement Agreement over an area of lake that they constructed, which is adjacent to the District right-of-way (ROW). They are constructing pedestrian facilities and landscaping over that area and, if the District does any maintenance in that area, they must restore it to its prior condition. The document is in standard form, and a Certificate of Sufficiency was previously forwarded to District Management.

Mr. Morera recalled that, typically, when there is an easement agreement and the District needs to do any work, for whatever reason, it is up to the owner to restore the location to its original condition, not the District.

Mr. Selchan clarified that, if the District is doing work on its own accord, it will restore the area, but, if the District is performing work because of a problem that has arisen, such as because the property owner did not address a problem, then the District would request that the property owner restore the area. Mr. Morera asked if the agreement contains that clarity, Ms. Rustin replied affirmatively and stated the owner agrees to hold the District harmless and indemnify the District from any claims if someone gets hurt in that area.

**On MOTION by Ms. Smith and seconded by Mr. Ortiz, with all in favor, the Access and Maintenance Easement Agreement for District Right-of-Way, was approved.**

Ms. Rustin stated any of the work that she did on this item will be billed separately and attached to The Foundry cost recovery.

**SIXTH ORDER OF BUSINESS**

**Acceptance of Unaudited Financial Statements as of April 30, 2024**



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Ms. Sanchez presented the Unaudited Financial Statements as of April 30, 2024. In response to a question from the last meeting, she checked with Accounting and revenues can automatically be placed into the General Fund. Mr. Morera asked if the Board can request a transfer of funds if it wishes to use funds that is collecting interest towards a District-related project. Ms. Sanchez replied yes; however, she must first notify the Accounting Department.

Discussion ensued regarding re-investing surplus funds, FineMark Bank, the SBA account, why funds under “Capital outlay” are not being utilized and the Florida Power & Light (FPL) billing.

Mr. Morera asked Staff to identify if District funds that can be swept from the investment account and re-invested to continue earning interest on behalf of the District versus having it kept in a non-interest-bearing account.

Ms. Sanchez stated a discussion about re-investing of District funds will be included on the next agenda.

**On MOTION by Mr. Ortiz and seconded by Ms. Smith, with all in favor, the Unaudited Financial Statements as of April 30, 2024, were accepted.**

**SEVENTH ORDER OF BUSINESS**

**Approval of May 8, 2024 Regular Meeting Minutes**

Ms. Sanchez presented the May 8, 2024 Regular Meeting Minutes.

**On MOTION by Ms. Smith and seconded by Mr. Ortiz, with all in favor, the May 8, 2024 Regular Meeting Minutes, as presented, were approved.**

**EIGHTH ORDER OF BUSINESS**

**Supervisors’ Communications**

Ms. Smith stated, according to the Supervisor of Elections’ website, Mr. Daniel Meleary and Mr. Lawrence Caldire have qualified to run for District Board seats and the Coral Springs Improvement District (CSID) has five qualified candidates. Ms. Smith stated that the candidate qualifying period ends at noon on Friday and voiced her hope that the District will have a full

106 Board. She commented that the rainfall is good for the water levels in the lakes. Asked if she  
107 will remain on the Board, Ms. Smith replied no.

108 Mr. Ortiz shared that his work is becoming more demanding. Although being on the  
109 District Board is becoming a challenge, he will help until the end. He stated that he will not be  
110 available for the July meeting.

111 Mr. Morera wished all the fathers in attendance a Happy Father's Day and everyone a  
112 Happy Independence Day. He announced that he met all the criteria and recently qualified as a  
113 candidate for the Coral Springs City Commission and will officially be on the November ballot.  
114 He voiced his opinion that the rain is welcome and thanked the Staff for their hard work.

115

## 116 NINTH ORDER OF BUSINESS

## Staff Reports

117

### 118 A. District Counsel: Lewis, Longman & Walker, P.A.

#### 119 • Memorandum: Cooperative Purchasing

120 Ms. Rustin presented a Memorandum from her firm regarding District Participation in  
121 Cooperative Purchasing Programs.

122 Mr. Rubio discussed the importance of having an alternative to the bid process,  
123 piggyback agreements, contract pricing and the control structure at Pump Station 3.

124 Ms. Rustin stated the District has a purchasing policy that allows for piggyback  
125 agreements and it must be compliant with Florida law. This is a cooperative and a private entity  
126 that does all the administrative work on a given project; the District's purchasing policy does  
127 not provide for that and Florida law allows Districts to be part of purchasing cooperatives. This  
128 is a policy decision of the Board and it seems like the service is free and would benefit the  
129 District. The only caveat is that federal funds cannot be used for private purchasing  
130 cooperatives.

131 Mr. Ortiz stated, based on Mr. Rubio's comments that the cooperative program  
132 facilitated his vetting of qualified, capable vendors, he thinks this would be a good idea.

133 Mr. Selchan stated cooperative purchasing might be worth exploring if it will help the  
134 District complete smaller projects.

135 Discussion ensued regarding if there is a cooperative purchasing fee, the culvert project,  
136 the competitive bid process, if qualified vendors would be local and performance bonds on  
137 contracts.

138

139 **On MOTION by Ms. Smith and seconded by Mr. Ortiz, with all in favor,**  
140 **participating in the cooperative purchasing program and the District becoming**  
141 **a member of The Interlocal Purchasing System (TIPS), was approved.**

142

143

144 **B. District Engineer: Craig A. Smith & Associates**

145 **I. Presentation: Monthly Engineer's Report**

146 Mr. Rubio presented the Monthly Engineer's Report and provided updates on Pump  
147 Station 3 replacement and the West Outfall Canal (WOFC) Phase 3 projects.

148 **II. Permit Application(s)**

149 • **Comcast - Canal RR East of NW 120<sup>th</sup> Ave & West of Coral Ridge Drive**

150 Mr. Rubio recommended approval.

151

152 **On MOTION by Mr. Ortiz and seconded by Ms. Smith, with all in favor, CAS**  
153 **Project 15-1826 Right-of-Way Permit application related to Permittee Comcast**  
154 **– S18/T48S/R41E, submitted by AT&T via DraftPros, Inc., for a trench**  
155 **installation consisting of one 69 LF of 2" HDPE Conduit and one 70 LF of 4" PVC**  
156 **Conduit under SWCD Canal "RR" East of NW 120<sup>th</sup> Ave & West of Coral Ridge**  
157 **Drive, respectively, subject to the Special Conditions set forth in the**  
158 **recommendation letter dated June 3, 2024, was approved.**

159

160

161 **▪ ROW Permit recommendation for fence installation adjacent to SWCD Canal "FF"**

162 **This item was an addition to the agenda.**

163 Mr. Rubio presented and recommended approval of the ROW Permit application from a  
164 Condominium property owner for fence installation adjacent to SWCD Canal "FF" provided they  
165 remove all encroachments along the canal ROW. Mr. Selchan explained that the Condominium  
166 property owner is asking to install a fence in a maintenance easement. Staff asked them to  
167 submit a permit application rather than issuing a Letter of No Objection.

168 Discussion ensued regarding the permit request, the canal, the road and tree removals.

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**On MOTION by Ms. Smith and seconded by Mr. Ortiz, with all in favor, CAS Project No. 15-1826 ROW Permit application, submitted by Price CP 1002, LLC, a Condominium Association, for fence installation adjacent to SWCD Canal "FF" at 10911 NW 4<sup>th</sup> Street, Unit Nos. 1-9, Coral Springs, FL 33065, subject to all previously approved plans and permit conditions remaining in full force and effect and the Special Conditions set forth in the original recommendation letter, was approved.**

177

178

179 **C. District Engineering Consultant: John McKune**

180 There was no report.

181 **D. District Field Supervisor: Cory Selchan**

182 Mr. Selchan reported the following:

183 ➤ Yesterday, the District received 3.73" of rainfall. Despite the rain, crews have not  
184 needed to activate the pump stations.

185 Discussion ensued regarding drought benefits, low water levels, aquatic weed control,  
186 de-mucking, culvert cleaning, dredging and canal excavations.

187 ➤ Aside from the sudden rainfall, the District is operating smoothly.

188 **E. District Manager: Wrathell, Hunt & Associates, LLC**

- 189 • **Consideration of Obstruction Removal Agreement for 8976 NW 25 Ct. Coral**
- 190 **Springs, FL 33065**

191 Ms. Sanchez presented Obstruction Removal Agreement – Option 2 between the  
192 District and Sara and Steven Garonce, of 8976 NW 25 Court, Coral Springs, Florida 33065.

193 Mr. Selchan responded to questions regarding the Option 2 Agreement.

194 Ms. Sanchez stated it might be necessary to establish a not-to-exceed amount for the  
195 obstruction removal. Mr. Morera suggested re-visiting this item at the next meeting.

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**On MOTION by Ms. Smith and seconded by Mr. Ortiz, with all in favor, the Obstruction Removal Agreement – Option 2 between the District and Sara and Steven Garonce, of 8976 NW 25 Court, Coral Springs, FL 33065, was approved.**

200

201

- 202 • **NEXT MEETING: July 10, 2024 at 6:30 PM**

203 Ms. Sanchez stated Staff was able to confirm the availability of Sartory Hall for the  
204 public hearing to adopt the budget on September 12, 2024 at 5:30.

205 **QUORUM CHECK**

206 Mr. Ortiz will not attend the July meeting.

207

208 **TENTH ORDER OF BUSINESS**

**Public Comments**

209

210 There were no members of the public present.

211

212 **ELEVENTH ORDER OF BUSINESS**

**Adjournment**

213

214 There being nothing further to discuss, the meeting adjourned at 7:48 p.m.

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[SIGNATURES APPEAR ON THE FOLLOWING PAGE]

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221  
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Secretary/Assistant Secretary

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President/Vice President

**SUNSHINE  
WATER CONTROL DISTRICT**

**STAFF  
REPORTS  
BI**

July 3, 2024

Board of Supervisors  
Sunshine Water Control District (via e-mail)  
2300 Glades Road, Suite 410W  
Boca Raton, Florida 33073

**RE: SUNSHINE WATER CONTROL DISTRICT – JUNE MONTHLY ENGINEER’S REPORT (MER)**  
**June 12, 2024 - July 3, 2024**  
**CAS PROJECT NO. 15-1826**

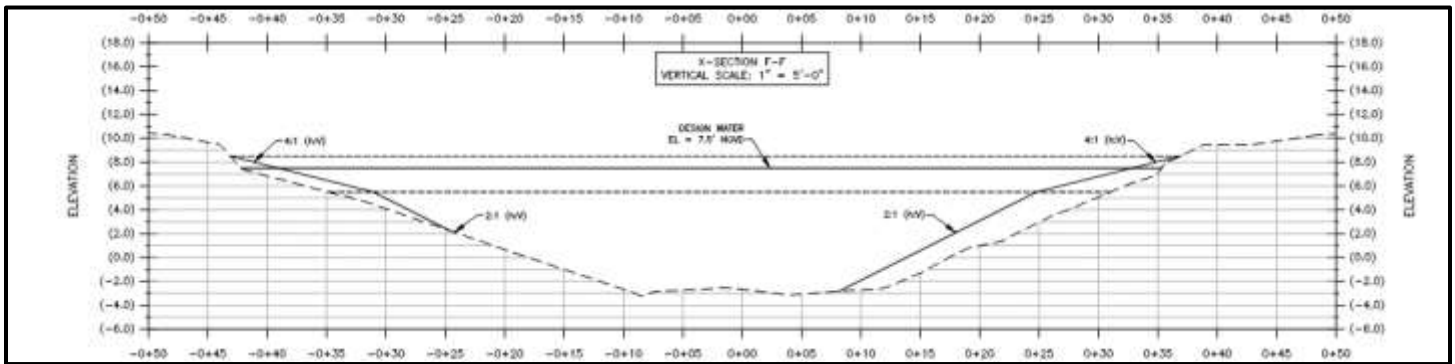
Dear Board of Supervisors:

Craig A. Smith & Associates, Inc. (CAS) is pleased to provide you with the MER summarizing activity performed by our team on behalf of SWCD during the referenced period including future work. Anything of significance or modifications occurring after this writing will be brought up at the July 10, 2024 BOS meeting.

**Pump Station 3 Replacement**

Lake slope plans and the permit submittal documents to the South Florida Water Management District are being finalized.

Figure 1 – Lake Section F-F with slope modification



561.314.4445

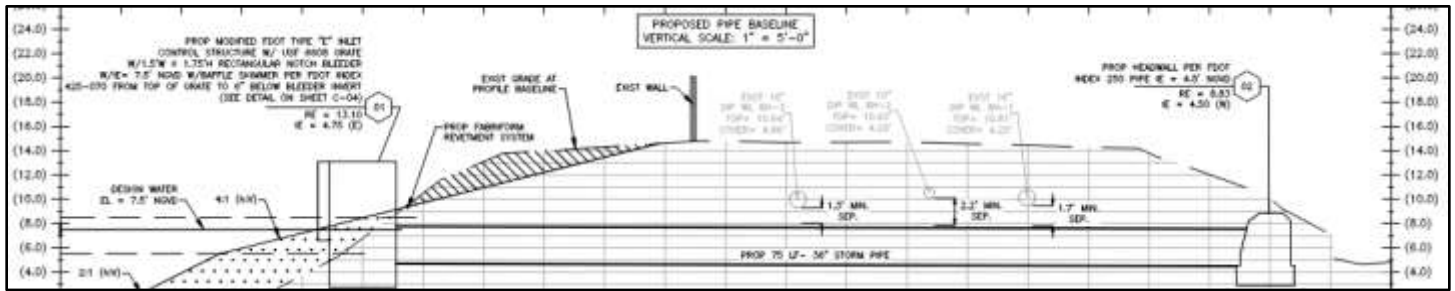


1425 E. Newport Drive  
Deerfield Beach, FL 33442



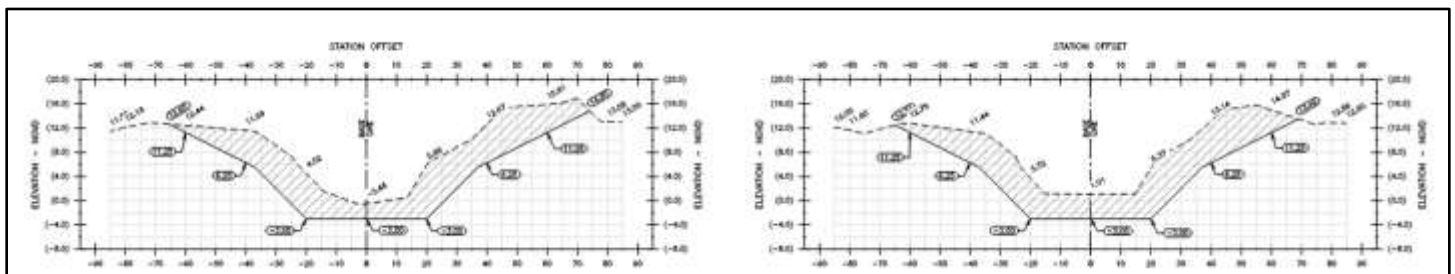


Figure 2 – Proposed Control Structure



### WOFC Phase 3

Quantities and estimate are under development. Permit submittal of this project will follow the PS3 permit submittal. CAS is coordinating with the arborist on the tree permit submittal.



### Right-of-way Permitting

Applications for Sportsplex Park Improvements and Westchester Area stormwater improvements, both are City projects, have been reviewed and we are awaiting a response.

As always, we continue to look forward to working with the SWCD staff on current and future important projects. Should there be any questions, I can be reached at the letterhead numbers shown or by electronic mail at [orubio@craigasmith.com](mailto:orubio@craigasmith.com).

Sincerely,  
**CRAIG A. SMITH & ASSOCIATES**

Orlando A. Rubio, PE  
VP - Stormwater Engineering

cc via e-mail: **SWCD** - Cory Selchan, District Superintendent; **WHA** - Jamie Sanchez, Daphne Gillyard, Gianna Denofrio, Caryn Kupiec ; **CAS** - Stephen C. Smith, PE

**SUNSHINE  
WATER CONTROL DISTRICT**

**STAFF  
REPORTS  
E**

**SUNSHINE WATER CONTROL DISTRICT**

**BOARD OF SUPERVISORS FISCAL YEAR 2023/2024 MEETING SCHEDULE**

**LOCATION**

*Sartory Hall, 10150 NW 29th St., Coral Springs, Florida 33065  
1 to be determined*

<b>DATE</b>	<b>POTENTIAL DISCUSSION/FOCUS</b>	<b>TIME</b>
<b>October 11, 2023</b>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>November 8, 2023</b>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>December 6, 2023</b>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>December 13, 2023</b> <i>Rescheduled to December 6, 2023</i>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>January 10, 2024</b>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>February 14, 2024</b> <i>Rescheduled to February 15, 2024</i>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>February 15, 2024</b>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>March 13, 2024</b>	<b>Landowners' Meeting &amp; Regular Meeting</b>	<b>6:30 PM</b>
<b>April 10, 2024</b>	<b>401(a) Committee Meeting</b>	<b>6:00 PM</b>
<b>April 10, 2024</b>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>May 8, 2024</b>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>June 12, 2024</b>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>July 10, 2024</b>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>August 14, 2024</b>	<b>Regular Meeting</b>	<b>6:30 PM</b>
<b>September 11, 2024<sup>1</sup></b> <i>rescheduled to September 12, 2024</i>	<b>Regular Meeting</b>	<b>6:30 PM</b>

<b>September 12, 2024<sup>1</sup></b>	<b>Public Hearing &amp; Regular Meeting</b>	<b>5:30 PM</b>