



## Independent Auditors' Management Letter

To the Board of Supervisors  
Fellsmere Water Control District  
Fellsmere, Florida

### Report on the Financial Statements

We have audited the basic financial statements of the Fellsmere Water Control District, as of and for the year ended fiscal September 30, 2021, and have issued our report thereon dated May 20, 2022.

### Auditors' Responsibility

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

### Other Reports and Schedule

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in that report, if any, which are dated May 20, 2022, should be considered in conjunction with this management letter.

### Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. The segregation of duties reportable condition noted in the prior four years has not been corrected.

Fiscal year 2017 – 2018	Finding # 2018 –1
Fiscal year 2018 – 2019	Finding # 2019 –1
Fiscal year 2019 – 2020	Finding # 2020 –1
Fiscal year 2020 – 2021	Finding # 2021 –1

To the Board of Supervisors  
Fellsmere Water Control District  
Fellsmere, Florida

### **Financial Condition and Management**

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

Pursuant to the Section 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for the Fellsmere Water Control District. It is management's responsibility to monitor the Fellsmere Water Control District's financial condition, and our financial condition assessment was based in part on representations made by management and review of financial information provided by same.

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

### **Specific Information**

Information required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6, Rules of the Auditor General (**unaudited**) can be found in the attached letter from the Fellsmere Water Control District.

### **Additional Matters**

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

### **Purpose of the Letter**

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

*Kmetz, Elwell, Graham & Associates*

Kmetz, Elwell, Graham & Associates, PLLC  
Certified Public Accountants  
Vero Beach, Florida

August 2, 2022

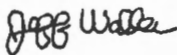
Fellsmere Water Control District  
 c/o Special District Services, Inc.  
 2501A Burns Road  
 Palm Beach Gardens, FL 33410

August 2, 2022

As required by Section 218.39(3), Florida Statutes, and Sections 10.554(1) (i) 6 and 10.554(1) (i) 7, Rules of the Auditor General, the Fellsmere Water Control District offers the following unaudited Data Elements responses:

<u>Element</u>	<u>Comments</u>
Number of district employees compensated at 9/30/2021	2
Number of independent contractors compensated in September 2021	2
Employee compensation for FYE 9/30/2021 (paid/accrued)	\$116,891
Independent contractor compensation for FYE 9/30/2021	\$29,340
Construction projects to begin on or after October 1; (>\$65K)	Not applicable
Budget variance report	See Variance Report in report for details
Ad Valorem taxes:	
Millage rate FYE 9/30/20XX	Not applicable
Ad valorem taxes collected FYE 9/30/20XX	Not applicable
Outstanding Bonds:	Not applicable
Non ad valorem special assessments:	
Special assessment rate FYE 9/30/2021	Ranges from \$12.50 to \$29.00 per acre
Special assessments collected FYE 9/30/2021	\$624,908
Outstanding Bonds:	Not applicable

Sincerely,



Jeff Walker  
 District Finance Director