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## **INDEPENDENT AUDITOR'S MANAGEMENT LETTER**

The Board of Commissioners  
Florida Keys Mosquito Control District  
Key West, Florida

### **Report on the Financial Statements**

We have audited the financial statements of the Florida Keys Mosquito Control District (the District), as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated May 10, 2022.

### **Auditor's Responsibility**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Additionally, our audit was conducted in accordance with Chapter 10.550, Rules of the Florida Auditor General, which govern the conduct of local government entity audits performed in the State of Florida and require that certain items be addressed in this letter.

### **Other Reporting Requirements**

We have issued our Independent Auditor's Report and Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; and Independent Accountant's Report on an examination conducted in accordance with AICPA Professional Standards, ATC Section 315, regarding compliance requirements in accordance with Chapter 10.550 Rules of the Florida Auditor General, all dated May 10, 2022. Disclosures in those reports should be considered in conjunction with this management letter.

### **Prior Audit Findings**

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

### **Official Title and Legal Authority**

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements.

There were no component units related to the District. The District's name and legal authority is disclosed in the notes to the financial statements.

### **Financial Condition and Management**

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

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

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we provide the following:

#### **2021-01**

During the fiscal year, the District, settled through mitigation, and entered an agreement with the City of Key West Florida, to pay the sum of \$850,000: \$350,000 to be paid on or before March 31, 2021 and \$500,000 to be paid on or before November 30, 2021. The \$500,000 payment was outstanding at year end. However, the amount was not included as a payable in the trial balance at year end. We suggest management implement additional procedures to ensure that the accounts payable and accrued expenses are complete.

#### **Specific Special District Information**

The following items have been provided to us to comply with state reporting requirements and have not been audited by us. We did not audit the following information within this section, nor were we required to perform any procedures to verify the accuracy of the completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on this data.

As required by Section 218.39(3)(a), Florida Statutes, and Section 10.554(1)(i)6, rules of the Auditor General, the District reported:

- a. The total number of employees compensated in the last pay period of the District's fiscal year as of September 30, 2021: 80
- b. The total number of independent contractors to whom nonemployee compensation was paid in the last month of the District's fiscal year as of September 30, 2021: None
- c. All compensation earned or awarded to employees, whether paid or accrued, regardless of contingency: \$4,489,919
- d. All compensation earned or awarded to nonemployee independent contractors, whether paid or accrued, regardless of contingency: \$166,011
- e. There were no construction projects with a total cost of at least \$65,000 approved by the District that were scheduled to begin on or after October 1 of the fiscal year being reported, together with the total expenditures for such project as of September 30, 2021.
- f. The budget variance based on the budget adopted under Section 189.016(4), Florida Statutes, before the beginning of the fiscal year being reported if the District amends a final adopted budget under Section 189.016(6), Florida Statutes: \$243,530. The financial statements include a budget to actual variance report with the original and final budget amounts.

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

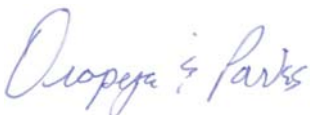
- a. The millage rate imposed by the District was 0.4508.
- b. The total amount of ad valorem taxes collected on behalf of the district was \$13,132,413
- c. The District did not issue or have any outstanding bonds during the fiscal year.

#### **Additional Matters**

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

#### **Purpose of this Letter**

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



May 10, 2022