COMPREHENSIVE
Annual Financial Report

FLORIDA
GOVERNMENTAL
UTILITY AUTHORITY

for the Fiscal Year Ended
September 30,
2015

FLORIDA GOVERNMENTAL UTILITY AUTHORITY

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2015

Prepared by:

Finance Department
David DiLena, CPA, Chief Financial Officer

TAB 1

Introductory Section

FLORIDA GOVERNMENTAL UTILITY AUTHORITY
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FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2015

TABLE OF CONTENTS

	Page Number(s)
INTRODUCTORY SECTION	
Letter of Transmittal	1 – 25
Certificate of Achievement for Excellence in Financial Reporting	26
Organization Chart	27
List of Principal Officials	28
FINANCIAL SECTION	
Independent Auditors' Report	29 – 30
Management's Discussion and Analysis	31 – 43
Basic Financial Statements	
Statement of Net Position	44 – 45
Statement of Revenues, Expenditures, and Changes in Net Position	46 – 47
Statement of Cash Flows	48 – 49
Notes to Financial Statements	50 – 67
STATISTICAL SECTION	
Net Position by Component	69
Changes in Net Position	70
Summary of Ten Largest Single Water Users	71
Ratios of Outstanding Debt by Fund Type	72
Pledged Revenue Coverage	73 – 74
Demographic and Economic Statistics	75 – 76
Principal Employers	77
Operating Indicators by Function	78
Capital Asset Statistics by Function	79 – 81
OTHER REPORTS	
Independent Auditors' 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*	82 – 83

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March 9, 2016

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Florida State law requires that all units of local government publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, the Comprehensive Annual Financial Report of the Florida Governmental Utility Authority (FGUA) for the fiscal year ended September 30, 2015 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the FGUA. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the FGUA. All disclosures necessary to enable the reader to gain an understanding of the FGUA's financial activities have been included.

The Florida Governmental Utility Authority's financial statements have been audited by James Moore & Co. P.L., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Florida Governmental Utility Authority for the fiscal year ended September 30, 2015, are free of material misstatement. The independent audit involved examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering an unmodified ("clean") opinion that the Florida Governmental Utility Authority's financial statements for the Fiscal Year ended September 30, 2015, are fairly presented in conformance with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

The Florida Governmental Utility Authority's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The FGUA exists as a legal entity and public body pursuant to Chapters 125, 163 and 166, Florida Statutes, and a First Amended and Restated Interlocal Agreement dated as of December 1, 2000, as restated, amended and supplemented from time to time (the "Interlocal Agreement") by and among Citrus County, Nassau County, Polk County and Sarasota County, each a local government located in the State of Florida. Sarasota County and Nassau County have since terminated their membership in the Authority. Osceola County joined as a member in 2003 and has since terminated its membership in the Authority. Lee County joined as a member on October 18, 2005, Pasco County joined as a member on February 27, 2008, Hendry County joined as a member on February 21, 2008, and Marion County joined as a member on November 21, 2013. The Town of Dundee joined as a member on June 12, 2007 and has since terminated membership in the Authority. Desoto County joined as a member on February 19, 2009 and terminated its membership in November 2015. Citrus County, Hendry County, Lee County, Pasco County, Polk County and Marion County are the current counties who are Members in the FGUA. The purpose of the FGUA is to enable its members to make the most efficient use of their common power to acquire, own, improve, operate, and maintain water and wastewater facilities; however, Authority membership is not a prerequisite to the acquisition of property within any particular jurisdiction.

The FGUA does not have any employees. All services are provided on a contractual basis predicated on the management and operational needs of the FGUA. Overall management (including executive oversight, administration, financial management, capital planning, and construction contract supervision) is provided by Government Services Group, Inc. Daily operations, maintenance, customer service, and billing services are provided by US Water/Wade Trim, with the exception of services at MacDill AFB Utility System which are provided by US Water Services Corporation.

The FGUA began its operational and fiscal activities on the date of acquisition of five water and wastewater systems on April 15, 1999. These systems were acquired from Florida Cities Water Company and Poinciana Utilities, Inc., units of Avatar Properties, Inc. A sixth system located in Lee County was part of the acquisition discussions, but was directly purchased by Lee County on April 15, 1999. The Barefoot Bay Utility System was transferred to Brevard County in February 2000. The Sarasota Utility System was transferred to Sarasota County on August 8, 2002. On December 5, 2003, the FGUA completed the purchase of two additional utility systems from Florida Water Services Corporation, the Citrus County Utility System and the Lehigh Acres Utility System (Lee County). On March 31, 2004, the FGUA sold its Carrollwood Utility System water production wells to the Tampa Bay Water Authority and its water distribution system and wastewater collection system to Hillsborough County, ending its ownership in the Carrollwood Utility System. Continuing with the FGUA's purpose to transition utility activities from the private sector to public ownership and operation, the Citrus Utility System was transitioned to Citrus County on February 15, 2007. Shortly thereafter, on April 30, 2007, the Poinciana Utility System was transitioned to the Tohopekaliga Water Authority. On February 27, 2009 the FGUA purchased the Aloha Utilities Inc. water and wastewater systems (Aloha Gardens and Seven Springs), collectively called the FGUA Pasco Utility Systems. On December 23, 2009 the FGUA acquired the Consolidated Utility Systems. On March 10, 2010 the FGUA acquired the Lindrick Utility System and on July 29, 2010 the FGUA acquired the North Fort Myers Utility System. On June 17, 2010, the Authority accepted and approved a contract with the United States Government for the acquisition of the water and wastewater utility facilities at MacDill Air Force Base (AFB). The effective date of this acquisition was March 1, 2011 after the transition period which ended February 28, 2011. On June 28, 2012 the FGUA acquired the Mad Hatter and Paradise Lakes Utility Systems which are located in Pasco County, and combined them into the FGUA's Consolidated Utility Systems enterprise fund. On March 28, 2013 the FGUA acquired certain water and wastewater utility assets owned by Aqua Utilities Florida, Inc. and Crystal River Utilities, Inc. located in Pasco, Lake, Alachua, Citrus, Hardee, Lee, Marion, Orange, Polk, Seminole, Volusia and Putnam Counties, Florida. These system were separated into three separate enterprise funds; Lake Aqua Utility System, Pasco Aqua Utility System, and Unified Aqua Utility

System. As of September 30, 2015, the FGUA consisted of ten separate water and wastewater systems located in fourteen counties in Florida. Each of the systems is accounted for as a separate enterprise fund of the FGUA. One enterprise fund continues to be maintained for the Barefoot Bay System to account for the Revenue Bond Payable used to acquire the system and Revenue Bond Receivable used by Brevard County to pay for their purchase of the system from the FGUA. There is also a Non-System Specific enterprise fund for the other minor contractual services provided by the FGUA.

GOLDEN GATE UTILITY SYSTEM

SERVICE AREA

Golden Gate is located north and east of I-75 between the Golden Gate main canal and CR 951, approximately four miles east of the City of Naples in western Collier County. Golden Gate occupies just more than four square miles of developed urban residential and light-commercial property.

The majority of properties are single-family residential. Commercial development consists of support services to the surrounding residents. The Collier County Water-Sewer District surrounds the Golden Gate system on all sides.

Approximately half of Golden Gate is served with public water service, while less than half of Golden Gate is served by central sewer. Those residents who are currently not connected use private wells and septic tanks. The oldest water and sewer lines were installed in 1964.

Half of the southeast quarter of Golden Gate is comprised of a golf course, to which water and sewer service is provided and on which a water treatment plant is located. The remaining area in the southeast quarter is served with water and sewer. The FGUA continues to expand the water service area since additional water treatment capacity is available.

SYSTEM OPERATIONS

Water Treatment

The original water plant, constructed in 1965 and 1966, was a metal lime-softening treatment plant. This facility was expanded in 1989 to a lime-softening plant capacity of 1.224 MGD. In July 2000, a 0.25-MGD reverse osmosis (RO) system was put on line at the existing water treatment plant site. In 2004, a 0.250 MGD - RO system was put on line for a total treatment capacity of 1.70 MGD. In 2006 a phase 3 - RO system of 0.300 MGD was put on line. In 2009 TUB was converted from a 0.504 MGD lime softening unit into a raw water blend. The total production capacity of the Golden Gate system is now 2.099 MGD (0.720 MGD lime softening, 0.504 MGD raw blend and 0.875 MGD RO). All WTP expansion is contingent upon system growth.

As shown in Table 1, plant flows averaged 1.540 MGD in fiscal year 2015 – 73% of the plant capacity.

Table 1 – Golden Gate Water Treatment Plant Flows

WTP	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
Golden Gate – WUP Limit (Water Table Aquifer)	2.060	1.787 (raw)	87%
Golden Gate – Treatment Capacity	2.099	1.540	73%

Wastewater Treatment

The wastewater treatment plant, which is located next to the Golden Gate canal, is a 1.50 MGD annual average daily flow conventional activated sludge domestic WWTP with effluent disposal to on-site percolation ponds and a deep injection well. The original plant was constructed in 1966 with a capacity of 0.3 MGD and was upgraded to 0.4 MGD in the 1980s and then again in 1995 to 0.95 MGD and in 2009 to its current capacity of 1.50 MGD AADF & 1.80 MGD TMADF.

The annual average daily flow was 1.113 MGD in fiscal year 2015 – 74% of the plant capacity. The permit to operate the DIW was issued in fiscal year 2012. The DIW and associated dedicated RO brine concentrate line are currently in service. The RO brine concentrate bypasses the WWTP and is sent directly down the DIW.

Table 2 – Golden Gate Wastewater Treatment Plant Flows

WWTP	Permitted Capacity (MGD) TMADF	Three Month ADF (MGD)	Permitted Capacity (MGD) AADF	Average Daily Flow (MGD)	% Capacity
Totals	1.80	1.264	1.50	1.113	74%

The utility system served a total of 3,646 water customers and 2,274 wastewater customers in fiscal year 2015.

LEHIGH ACRES UTILITY SYSTEM

SERVICE AREA

Lehigh Acres is in the eastern portion of Lee County, Florida, located east of State Road 82 and south of State Road 80. Fort Myers is the largest population center located due west of Lehigh Acres. Lehigh Acres occupies approximately 94.9 square miles of developed residential and light commercial property. The majority of properties are zoned single family residential. Duplex residential and light commercial properties are located along the main roadways. Originally designed as a retirement community, Lehigh Acres has grown in population to over 86,784 full and seasonal residents according to the 2010 US Census. Less than 50 percent of Lehigh Acres is served by public water service, with 38 percent served by central wastewater service. The Florida Governmental Utility Authority has utility service primarily along three major roadway corridors, Lee Boulevard running east and west, Homestead Road running southwest and Joel Boulevard running north and south. Both old and new planned neighborhoods are scattered along these roadways and typically have water and wastewater service.

SYSTEM OPERATIONS

Water Treatment

The FGUA operates one (1) 3.10 MGD lime softening water treatment plant (WTP No. 1) that includes thirteen (13) raw water wells that supply all water to the Lehigh Acres Utility System. This supply can be supplemented if needed by an interconnect with the City of Fort Myers. There are two (2) onsite storage tanks, one (1) 1.0 million gallon and one (1) 0.5 million gallon ground storage tanks and two (2) offsite storage tanks including one (1) elevated tank with a capacity of 0.25 million gallons and one (1) ground storage tank with a capacity of 0.5 million gallons.

Due to high levels of total dissolved solids from the wells associated with WTP No. 2 FGUA completed the conversion of WTP No. 2 to a Booster Station in FY 2013. WTP No. 2 includes a 2.0 MG onsite storage tank. WTP No. 2 now receives all water from WTP No. 1, Chlorine and Ammonia residuals are adjusted at WTP No. 2 to ensure adequate treatment is provided for the water that is sent to the Southern portion of the Lehigh Acres service area.

Eventually when growth resumes in Lehigh Acres, WTP No. 2 will be modified to include Reverse Osmosis Treatment. Plans call for WTP No. 2 to eventually be expanded to 10.0 MGD and will provide for all future growth in Lehigh Acres. For the time being until growth resumes WTP No. 2 will be operated as a booster station.

Table 3– Lehigh Acres Water Treatment Plant Flows

	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
WUP Limit	3.150	2.249	71%
Treatment Capacity	3.100	2.249	73%

Conversion of WTP No. 2 to a booster station was completed in fiscal year 2013 and the permitted treatment capacity was reduced from 4.10 to 3.10 MGD. This treatment capacity can be supplemented if needed via the City of Fort Myers interconnect.

Wastewater Treatment

The FGUA operates one wastewater treatment plant (WWTP) with a permitted capacity of 3.0 MGD AADF & 4.30 MGD TMADF. The WWTP also includes a deep injection well (DIW) with a permitted disposal capacity of 18.6 MGD which will allow for all future expansions of the WWTP. The plant is comprised of two (2) separate plants which include contact stabilization and activated sludge process plants. The Zenon membrane plant was demolished during FY 2015 as part of the Headworks Capital Improvement Project. The WWTP produces public access quality reclaimed water that is used for irrigation on three area golf courses. During periods of wet weather the effluent is diverted to extensive onsite ponds for storage, percolation and evaporation. The DIW is also used for effluent disposal during wet weather.

Table 4– Lehigh Acres Wastewater Treatment Plant Flows

	Permitted Capacity (MGD) TMADF	Three Month ADF (MGD)	Permitted Capacity (MGD) AADF	Average Daily Flow (MGD)	% Capacity AADF
WWTP	4.30	2.634	3.00	1.92	64%

The customer service center provided utility billing and other services to 12,489 water customers and 10,278 wastewater customers in 2015.

PASCO UTILITY SYSTEM – ALOHA GARDENS & SEVEN SPRINGS

SERVICE AREA

The physical facilities of the Pasco Utility System are located in two distinct service areas, the Aloha Gardens service area and the Seven Springs service area. The Pasco Utility systems are located in Pasco County, immediately north of Pinellas and Hillsborough Counties, with the Aloha Gardens service area west of U.S. Highway 19 and the Seven Springs service area to the east of U.S. Highway 19.

The Aloha Gardens water system consists of three water treatment plants, plants 1, 3 and 8; although at present only WTP No. 8 is in service. The Aloha Gardens system receives additional water purchased from Pasco County through three interconnects with the County Utility system. Wastewater from the Aloha Gardens service area is sent to Pasco County for treatment through a bulk service agreement. Since the Aloha Gardens service area is built out, the agreement is sufficient for future wastewater treatment needs of this area.

The Seven Springs water system consists of one centralized WTP with a permitted treatment capacity of 2.90 MGD and includes 7 permitted wells. The Seven Springs water system is also interconnected with Pasco County and is required to purchase all water needed above the 2.289 MGD AADF WUP limitation. The Seven Springs wastewater treatment plant is permitted at 2.50 MGD and is currently operating within its permitted capacity.

SYSTEM OPERATIONS

Aloha Gardens Water Treatment

The Aloha Gardens water system consists of one active WTP (#8). The Aloha Gardens system receives additional water purchased from Pasco County through three interconnects with the County Utility system.

As shown in Table 5, Aloha Gardens flows averaged 0.406 MGD in FY 2015. The majority of water used in the Aloha Gardens service area was purchased from Pasco County due to water quality issues with the existing wells.

Table 5– Aloha Gardens Water Treatment Plant Flows

WTP No. 8	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
Aloha Gardens WUP	0.136	0.069	51%
Purchased Water (Pasco Interconnect)	N/A	0.337	N/A
		0.406	

Aloha Gardens Wastewater Treatment

All wastewater from the Aloha Gardens service area is sent to Pasco County for treatment through a bulk service agreement.

Seven Springs Water Treatment

The Seven Springs water system previously consisted of seven small water treatment plants. In FY 2011 the centralized Mitchell WTP, Pasco County Interconnect and Raw Water Transmission Main projects were completed. The system is now served by the centralized Mitchell WTP with additional water beyond the 2.289 MGD AADF WUP limitation being purchased from Pasco County. During fiscal year 2014 the Seven Springs WUP withdrawal limit was increased from 2.04 to 2.289 MGD AADF.

As shown in Table 6, the Seven Springs utility system averaged 2.473 MGD in 2015. FGUA maximized use of its withdrawal capacity and utilized the interconnects with Pasco County for all additional flows beyond its WUP limit.

Table 6 – Seven Springs Water Treatment Plant Flows

WTP	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
Permitted Raw Water Withdrawal	2.289	2.342	102%
Purchased Water (Pasco Interconnect)	N/A	0.131	N/A
		2.473	

Seven Springs Wastewater Treatment

The wastewater treatment plant is a 2.5 million gallon per day (MGD), annual average daily flow (AADF), Type I modified conventional activated sludge domestic wastewater treatment facility consisting of: one mechanical screening and grit removal both with manual bypass, one splitter box, and one equalization tank of 500,000 gallons total volume. After the equalization tank, flow is split into three trains. The existing Train 3 consists of two aeration tanks of 227,000 gallons total volume, one clarifier of 105,500 gallons total volume and 1,531 square feet total square area. Trains 1 and 2 from the newly constructed plant consists of one aeration basin of 650,000 gallons each for a total of 1.3 million gallons (MG) total volume, three clarifiers of 191,000 gallons each and surface area of 1963 square feet each for a total of 573,000 gallons and 5,889 square feet total surface area.

Combined flow from Trains 1, 2, and 3 is routed into an intermediate pumping station and from there to the one seven-cell declining rate filter of 3.4 MG and one automatic backwash filter of 4.1 MG. Both filters have a total capacity of 7.5 MG. From the filters, effluent flows via gravity to the two-bay, baffled chlorine contact chamber of 47,752 gallons total with each bay for a total volume of 95,505 gallons. After disinfection, effluent flows by gravity either to the reuse pumping station or to the reject holding tank or to the North Part IV pond, depending on its quality. Part III effluent flows to the reuse pumping station for distribution throughout the Seven Springs Service Area. Non-Part III effluent flows to the lined reject pond of 1.6 MG and/or to the reject holding tanks of 0.7 MG total volume for a total reject volume of 2.3 MG. Waste Activated Sludge (WAS) flows to seven biosolids holding tanks for a total volume of 1.195 MG. Chlorination is provided by a liquid chlorine feed system with an existing gaseous chlorine system to serve as back-up. Two power generation units are provided which together are of sufficient capacity to supply emergency power to all essential plant units as required for Class I Reliability.

The annual average daily flow was 1.674 MGD in fiscal year 2015. Current flows are within the plant's permitted capacity of 2.50 MGD.

Table 7 – Seven Springs Wastewater Treatment Plant Flows

WWTP	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
Totals	2.5	1.674	67%

The Pasco Utility System served a total of 15,958 water customers and 17,344 wastewater customers in fiscal year 2015.

CONSOLIDATED UTILITY SYSTEM

SERVICE AREA

The Consolidated Utility System was originally comprised of 6 small service areas: Anclote, Angus Valley, Colonial Manor, Dixie Groves, Virginia City and Westwood. The Mad Hatter and Paradise Lakes Utility systems were acquired on May 17, 2012 and were combined with the Consolidated Utility Systems. The Consolidated Utility System is now comprised of 13 small service areas and includes the areas previously mentioned above as well as: Carpenter's Run, Cypress Cove, Foxwood Lakes, Linda Lakes, Paradise Lakes, Turtle Lakes and Twin Palms.

Anclote

The Anclote water system is located in Pasco County, approximately 3 miles north of Tarpon Springs, approximately ½ mile south of the Pinellas/Pasco line, west of US Highway 19. The service area encompasses approximately 964 acres, extending both in Pasco and Pinellas Counties. The system consists of single and multi-family homes, mobile home parks, light commercial shops and public schools.

Treatment - All water is purchased from the city of Tarpon Springs.

Angus Valley

The Angus Valley water system is located approximately 23 miles east of New Port Richey on SR 54, ½ mile west of I-75 in the Angus Valley subdivision approximately 1.3 miles west of Wesley Chapel on Dayflower Boulevard west of Old Pasco Rd and ½ mile north of SR 54.

Treatment - Water is withdrawn from two (2) production wells in the Floridian Aquifer. There are two (2) hydro pneumatic tanks both with capacities of 5,000 gallons. Chlorine is injected for disinfection.

Colonial Manor

The Colonial Manor water system is located in Pasco County, approximately 1 mile southwest of the city of Elfers, ½ mile east of US Highway 19, in the subdivision off of Mogg Rd. The service area encompasses approximately 162.4 acres consisting of residential, light commercial and office spaces.

Treatment - All water is purchased from Pasco County.

Dixie Groves

The Dixie Groves water system is located in Holiday which is in the western portion of Pasco County, 3 miles south of New Port Richey, and one mile east of the intersection of US Highway 19 and County Rd. 595. The service area encompasses approximately 42 acres consisting of residential, light commercial and office spaces.

Treatment – Water is withdrawn from two (2) production wells in the Floridian Aquifer. There are two (2) hydro pneumatic tanks with capacities of 1,500 and 3,000 gallons. Chlorine is injected for disinfection.

Virginia City

The Virginia City water system is located in New Port Richey, on Thys Road, in Pasco County, approximately 2.5 miles east of US Highway 19 on the north side of SR 54.

Treatment – Water is withdrawn from one (1) production well in the Floridian Aquifer. There is one (1) hydro pneumatic tank with a capacity of 5,000 gallons. Chlorine and Ammonia are injected for disinfection via chloramination.

Westwood

The Westwood water system is located in southwestern Pasco County, north of Tarpon Springs, ½ mile west of US Highway 19. The Westwood service area encompasses approximately 182 acres. The system consists of mostly single family residential units.

Treatment – Water is withdrawn from one (1) production well in the Floridian Aquifer. There is one (1) hydro pneumatic tank with a capacity of 10,000 gallons. Chlorine is injected for disinfection. There is also an emergency interconnect with Pasco County Utilities. Prior to utilization of the interconnect all Westwood customers are notified and the well is inactivated due to Pasco County Utilities utilizing chloramination for disinfection.

Mad Hatter Utility Systems

The Mad Hatter utility systems are located along State Road 54 (SR 54) near the intersection of US 41 in the south-central portion of Pasco County, Florida. The Mad Hatter systems are summarized below.

Carpenters Run

Treatment - The Carpenter's Run WTP consists of two water supply wells, two (2) 10,000 gallon hydro pneumatic tanks, a diesel drive back up for one (1) of the wells, and a gas chlorination system for disinfection. All Mad Hatter water systems with the exception of Paradise Lakes and Linda Lakes are permitted as a basin under Water Use Permit No. 590.009 for 1.0 MGD annual average daily flow.

All wastewater is sent to Pasco County via an interconnect for treatment.

Cypress Cove

Treatment - The Cypress Cove WTP consists of two (2) water supply wells, a gas chlorination system for disinfection, a polyphosphate chemical system, and two (2) 10,000 gallon hydro pneumatic tanks. All Mad Hatter water systems with the exception of Paradise Lakes and Linda Lakes are permitted as a basin under Water Use Permit No. 590.009 for 1.0 MGD annual average daily flow.

All wastewater is sent to Pasco County via an interconnect for treatment.

Foxwood Lakes

Treatment - The Foxwood Lakes WTP consists of one water supply well with a diesel engine drive back up, a gas chlorination system for disinfection, one (1) 10,000 gallon hydropneumatic tank. All Mad Hatter water systems with the exception of Paradise Lakes and Linda Lakes are permitted as a basin under Water Use Permit No. 590.009 for 1.0 MGD annual average daily flow.

All wastewater is sent to Pasco County via an interconnect for treatment.

Linda Lakes

Treatment - The Linda Lakes WTP consists of one water supply well, treatment via liquid chlorine, and one (1) 5,000 gallon hydro pneumatic tank. Due to the small size of this well a Water Use Permit is not required. This system is not part of Water Use Permit No. 590.009

The Linda Lakes service area also includes a small WWTP permitted to treat 20,000 gallons per day. The WWTP consists of a mechanical bar screen and grit removal system, four aeration basins, clarifier, chlorine contact chamber, digester and rapid infiltration basin.

Paradise Lakes

Treatment - The Paradise Lakes WTP consists of two wells, a 10,000 gallon hydro pneumatic tank, a gas chlorination system for disinfection and an 8kW propane generator. This system is permitted for 77,000 annual average daily under Water Use Permit No. 6223.

All wastewater is sent to Pasco County via an interconnect for treatment.

Turtle Lakes

Treatment - The Turtle Lakes WTP consists of two water supply wells, gas chlorination system for disinfection, and one (1) 20,000 gallon hydro pneumatic tank. All Mad Hatter water systems with the exception of Paradise Lakes and Linda Lakes are permitted as a basin under Water Use Permit No. 590.009 for 1.0 MGD annual average daily flow.

All wastewater is sent to Pasco County via an interconnect for treatment.

Twin Palms

Treatment - Abandonment of the Twin Palms water supply well was completed in FY 2015. This well was abandoned due to sand intrusion. Water is no longer produced at this site. Twin Palms receives it water supply from the Carpenters Run and Turtle Lakes WTPs.

All wastewater is sent to Pasco County via an interconnect for treatment.

SYSTEM OPERATIONS

As shown in Table 8, all Consolidated System plant flows were under capacity leaving room for growth if needed.

Table 8 – Consolidated System Flows

WTP	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
Anclote (Water purchased from Tarpon Springs)	N/A	0.041	N/A
Angus Valley (2 wells) – WUP Limit	0.145	0.112	77%
Colonial Manor (Water purchased from Pasco)	N/A	0.088	N/A
Dixie Groves (2 wells) – WUP Limit	0.0536	0.031	58%
Virginia City (1 well and interconnect) – WUP Limit	0.083	0.047	57%
Westwood (1 well and Interconnect) – WUP Limit	0.029	0.015	52%
Carpenters Run *		0.434	
Cypress Cove *		0.147	
Foxwood Lakes *	1.000	0.000	78%
Turtle Lakes *		0.198	
Paradise Lakes – WUP Limit	0.077	0.057	74%
Linda Lakes	N/A	0.011	N/A

* These systems are combined and Permitted as a basin under the WUP.

WWTP	Permitted Capacity (MGD) TMADF	Three Month Average Daily Flow (MGD)	Average Daily Flow (MGD)	% Capacity TMADF
Totals	0.020	0.039	0.021	195%

The Consolidated Utility System served a total of 6,416 water customers and 3,308 wastewater customers in fiscal year 2015.

LINDRICK UTILITY SYSTEM

SERVICE AREA

The Lindrick service area is comprised of approximately 3.24 square miles and consists of a population of approximately 4,600 people. The majority of the Lindrick service area is located west of US-19 on Florida's Gulf of Mexico coastline.

Lindrick's water supply comes from the Floridan Aquifer. The water system serves its customers with eight permitted supply wells under Southwest Florida Water Management District (SWFWMD) water use permit number 2978.013. The majority of customers served are residential.

Flows from the 19 lift stations in the Lindrick wastewater collection system are sent to the City of New Port Richey wastewater treatment plant under a bulk wastewater service agreement. The current

agreement is in effect until July 1, 2021 and allows up to 700,000 gallons per day of treatment capacity. Under the terms of the agreement with the City of New Port Richey, the Lindrick system must maintain the chloride levels below 600 mg/l and use its best efforts to achieve chloride levels of 400 mg/l. Chloride levels in the Lindrick wastewater system continue to fluctuate between 200 milligrams per liter (mg/L) to 620 mg/L, while the agreement with the City of New Port Richey requires the FGUA to maintain chloride levels below 600 mg/L. In FY 2011 FGUA initiated a project to identify problem areas in the collection system and then to rehabilitate any pipes or facilities that might contribute to brackish ground water or salt water introduction into the collection system.

This project was completed in FY 2014 / FY2015 and the chloride levels were 455 mg/L and 432 mg/L in 2014 and 2015, respectively, thereby bringing it into acceptable range with the city, on an averaged basis. However, there are still peaks and spikes that exceed the 600 mg/l. This issue will likely continue for the length of the agreement with the City of New Port Richey.

SYSTEM OPERATIONS

Water Treatment

The Lindrick system organized in 1960 to serve the Gulf Harbor Development and was acquired by the Lindrick Service Corporation in 1965. In November 2002 Lindrick Service Corporation began purchasing water from Pasco Reserve Corp. to supplement its water supply. Subsequently on November 9, 2009 ownership of the Lindrick Utility System and Pasco Reserve well field / transmission lines was transferred to the FGUA.

The Lindrick system consists of eight (8) permitted production wells (No. 1, 2, 3, 4, 5, 6, 7, 8). Wells No. 1 and 7 are currently out of service. Well No. 1 includes a 10,000 gallon hydropneumatic tank, Well No. 4 includes a 6,000 gallon hydropneumatic tank, and Well No. 5 includes a 5,000 gallon hydropneumatic tank.

Water from all wells is conveyed to a centralized treatment system located at Well No. 1. Ammonium Sulfate and Liquid Chlorine is injected for disinfection.

As shown in Table 9, plant flows averaged 0.569 MGD in fiscal year 2015 – 65% of the permitted raw water withdrawals.

Table 9 – Lindrick Water Treatment Plant Flows

WTP	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
Lindrick WTPs – WUP Limit	0.870	0.569	65%
Lindrick WTPs – Treatment Capacity	1.944	0.569	29%

Wastewater Treatment

The Lindrick wastewater collection system serves a population of approximately 4,600 people and consists of approximately 550 manholes, 137,500 feet of gravity sewer and nineteen (19) lift stations. Lift station No. 17 is a triplex station with three pumps and all other stations are dual pump submersible type.

The wastewater from the Lindrick area is pumped to the old Lindrick WWTP which has been converted to a “Master Lift Station” (No. 17). From the master lift station it is sent to the City of New Port Richey WWTP for treatment and disposal under a Bulk Wastewater Treatment Agreement which allows up to 700,000 GPD of treatment capacity. The bulk wastewater agreement was reduced from 850,000 GPD to

the current 700,000 GPD in fiscal year 2013. The current ADF being sent to the City of New Port Richey is within the Bulk Wastewater Treatment Agreement and should provide enough capacity into the 10 year planning period.

Table 10 – Lindrick Wastewater Collection System Flows

WWTP	Bulk Service Agreement (MGD)	Average Daily Flow (MGD)	% Capacity
Totals	0.700	0.449	64%

The Lindrick Utility System served a total of 3,074 water customers and 2,572 wastewater customers in FY 2015.

NORTH FORT MYERS UTILITY SYSTEM

SERVICE AREA

The North Fort Myers service area was initially organized by North Fort Myers Utility, Inc. on January 23, 1978 to provide central sewer service to Old Bridge Park, a mobile home community. Since then it has expanded its service area to include a large portion of the unincorporated area north of the Caloosahatchee River in Lee County, FL. On June 17, 2010 North Fort Myers Utility, Inc. sold the North Fort Myers Utility system to the Florida Governmental Utility Authority.

The service area also includes two small water systems, Pine Lakes and Lake Fairways both located in Lee County, in North Fort Myers, at 10200 Pine Lakes Boulevard and 19371 North Tamiami Trail, respectively. The water distribution system is comprised of approximately 128,175 LF of 2" through 8" water mains serving approximately 1,841 residential units. Both communities are built out and future development or expansion is not expected.

SYSTEM OPERATIONS

Water Treatment

The water distribution system consists of two separate systems: Pine Lakes and Lake Fairways. Both Pine Lakes and Lake Fairways systems are built out with no future development expected.

The Pine Lakes water system is supplied by Lee County through a master meter. The master meter is located on U.S. 41. The Lake Fairways water system consists of two production wells in the Mid Hawthorn Aquifer which send the raw water to a centralized water treatment plant located inside the community. Raw water is sent to a tray aeration unit mounted on the roof of the ground storage tank which removes hydrogen sulfide and small amounts of ferrous iron. Liquid chlorine is used for disinfection.

Treated water is stored in two (2) storage tanks located at the treatment plant. There is a 200,000 gallon concrete ground storage tank and a 7,500 gallon hydro pneumatic tank. The Lake Fairways WTP current WUP limit is 37 MG annually (0.101 MGD). During fiscal year 2015, 33.22 MG (0.091 MGD) was withdrawn from the aquifer which is within the WUP limit.

As shown in Table 11, plant flows averaged 0.091 MGD in 2015 – 90% of the plants permitted water use capacity.

Table 11 – North Fort Myers Water Treatment Plant Flows

WTP	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
Lake Fairways – WUP limit	0.101	0.091	90%
Lake Fairways – Treatment Capacity	0.200	0.091	46%

Wastewater Treatment

The North Fort Myers system is served by two separate collection and treatment facilities, the Del Prado WWTP and the Lake Fairways WWTP.

The Del Prado WWTP is located in Northern Lee County in North Fort Myers, at 4100 Del Prado Boulevard, approximately 1.6 miles east of Tamiami Trail (US 41) and serves approximately 42,000 people. The treatment plant was recently expanded to 4.25 MGD annual average daily flow and 4.80 MGD three month average daily flow. The plant is an extended aeration process domestic wastewater treatment facility and includes an influent mechanical screen, a by-pass bar screen, grit removal system, two EQ tanks, two oxidation ditches, two clarifiers, a chemical feed system, two traveling bridge filters, a chlorine contact chamber, a reject chlorine contact chamber, two digesters, a rotary drum thickener with polymer feed system, a lime silo, two sludge holding tanks and a 1.0 MG reuse storage tank. There is also a 4.87 MGD deep injection well located at the WWTP.

The Lake Fairways WWTP is an extended aeration process domestic WWTP with a permitted capacity of 0.300 MGD AADF. The facility consists of an influent screen, one surge tank, two aeration basins, two clarifiers, one digester and a clear well. The facility includes a public access reuse system which is used to irrigate the Pine Lakes golf course.

The annual average daily flow for fiscal year 2015 was 3.006 MGD for the Del Prado WWTP. The current plant flow is within the plant's permitted capacity of 4.25 MGD. These flows have increased as a result of the Waterway Estates interconnect coming online. The Lake Fairways WWTP is also operating well within its permitted capacity.

Table 12 – North Fort Myers Wastewater Treatment Plant Flows

WWTP	Permitted Capacity (MGD) TMADF	Three Month ADF (MGD)	Permitted Capacity (MGD) AADF	Average Daily Flow (MGD)	% Capacity AADF
Del Prado WWTP	4.80	4.19	4.250	3.006	71%
Lake Fairways WWTP	N/A	N/A	0.300	0.142	47%

The utility system served a total of 1,843 water customers and 11,954 wastewater customers in fiscal year 2015.

MACDILL AIR FORCE BASE UTILTIY SYSTEM

SERVICE AREA

The MacDill Air Force Base (AFB) is located eight miles south of downtown Tampa on the Southwestern tip of the interbay Peninsula on the west coast of Florida. The AFB privatized utilities in 2011 and ownership of all water and wastewater system assets transferred to the FGUA. The FGUA now has the primary responsibility in operating and maintaining the system.

The MacDill AFB water system serves a population of approximately 12,800. The MacDill AFB purchases treated water from the City of Tampa Water Department through three interconnections. The MacDill AFB water system consists of treatment facilities, water storage tanks, and the transmission/distribution system, along with associated pumps, valves and appurtenances. Flows currently average 0.856 MGD.

The MacDill AFB wastewater system consists of collection facilities, lift stations, force mains, treatment facilities, an effluent disposal system and a biosolids disposal system. The wastewater treatment facility is permitted for 1.20 MGD AADF and is a conventional activated sludge system. The facility was originally constructed in 1952 and has been upgraded 6 times since 1952. The available wastewater treatment and disposal capacities for MacDill AFB are considered adequate to meet present and future demands. Flows currently average around 0.577 MGD.

SYSTEM OPERATIONS

MacDill AFB Water Treatment

Treated water is purchased from the City of Tampa Water Department (CTWD), which utilizes the Hillsborough River as its primary water source. CTWD treatment includes coagulation, flocculation, sedimentation, pH stabilization, disinfection, fluoridation, filtration, and final disinfection with chlorine and ammonia. Water is conveyed to the AFB through three interconnects with CTWD. Each of the three interconnects is equipped with a 6 inch water meter and backflow prevention device.

The water system is well designed with multiple supply points, effective system looping, and sufficient storage capacity. The system utilizes sodium hypochlorite and ammonia to boost disinfection at the AFB.

As shown in Table 13, the MacDill plant flows averaged 0.856 MGD for fiscal year 2015.

Table 13 – MacDill AFB ADF

WTP	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
All Water Purchased from CTWD	N/A	0.856	N/A

Wastewater Treatment

The wastewater treatment plant is a 1.20 MGD annual average daily flow (AADF) conventional activated sludge system with mechanical bar screen, grit removal, flow equalization basin, pump station, fine bubble aeration basin, clarifiers, sand filters, chlorine contact basin and effluent pumping. Current plant flow is approximately 0.577 MGD or 48% of the total plant capacity.

Treated effluent is sent to the north pond to supply two golf courses for irrigation. The golf courses include about 320 acres of land on the base.

The annual average daily flow was 0.577 MGD. The current plant flow is within the plant's permitted capacity of 1.20 MGD.

Table 14 – MacDill AFB Wastewater Treatment Plant Flows

WWTP	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
Totals	1.20	0.577	48%

PASCO AQUA UTILITY SYSTEM

SERVICE AREA

The FGUA Pasco Aqua Utility System is comprised of three potable water systems that serve approximately 2,851 connections, primarily residential. Two of these systems, Jasmine Lakes and Zephyr Shores have their own water treatment plants (WTPs) while the third system, Palm Terrace, purchases water from Pasco County Utilities and requires no additional treatment before distribution to its customers. FGUA uses both treated groundwater and purchased water to serve its customers in the Pasco Aqua Utility System.

Jasmine Lakes

The Jasmine Lakes Water Treatment Plant (WTP) is located at 7612 Pineapple Lane in Port Richey. Four (4) groundwater supply wells, referenced as the Oak Hill and Hickory Hill wells, provide the source of water for the Jasmine Lakes WTP.

Jasmine Lakes WTP has four groundwater wells that pump water into a 500,000 gallon, concrete ground storage tank for raw water storage. The raw water is treated by chlorination after it is pumped from the ground storage tank and receives disinfection contact time in a 20,000 gallon hydropneumatic tank prior to entering the distribution system. The hydropneumatic tank does not contain air, so it is acting solely as a contact tank.

The Jasmine Lakes WWTF is a Type II extended aeration domestic wastewater treatment facility located at 1000 Holly Lane in Port Richey. The WWTF has a capacity of 370,000 gallons per day (gpd) permitted on the basis of a three-month rolling average daily flow (3MRAF). It is limited to 308,000 gpd annual average daily flow (AADF) however due to limited effluent disposal.

Palm Terrace

Palm Terrace Gardens is located north of the Jasmine Lakes utility system in Port Richey, and is a consecutive system that purchases all of its water from Pasco County Utilities.

The Palm Terrace Gardens WWTF is located at 116 Arbordale Drive in New Port Richey, and has a permitted AADF capacity of 130,000 gallons per day (gpd). The facility is permitted in terms of annual average daily flow (AADF) and is a Type II, extended aeration domestic wastewater treatment facility.

Zephyr Shores

The Zephyr Shores water treatment plant is located at 35235 State Road 54 in Zephyrhills. The WTP is served by two (2) water supply wells that are located on the plant site.

Zephyr Shores WTP has two wells that pump water into a hydropneumatic tank. The system was recently converted to chloramines and the emergency interconnect with Pasco County was rehabilitated.

The Zephyr Shores wastewater system is a collection system only. Wastewater is sent to Pasco County Utilities for treatment.

SYSTEM OPERATIONS

As shown in Table 15, all Pasco Aqua System plant flows were under capacity with the exception of Zephyr Shores which was at 100% of its WUP limit.

Table 15 – Pasco Aqua System Flows

WTP	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
Jasmine Lakes – WUP Limit	0.318	0.214	67%
Palm Terrace - Interconnect	N/A	0.131	N/A
Zephyr Shores – WUP Limit	0.028	0.028	100%

Table 16 – Pasco Aqua Wastewater Treatment Plant Flows

WWTP	Permitted Capacity (MGD) AADF	Average Daily Flow (MGD)	% Capacity
Jasmine Lakes	0.308	0.233	76%
Palm Terrace	0.130	0.114	88%
Zephyr Shores - Interconnect	N/A	N/A	N/A

The Pasco Aqua Utility System served a total of 2,851 water customer accounts and 2,696 wastewater customer accounts as of September 30, 2015.

LAKE AQUA UTILITY SYSTEM

SERVICE AREA

FGUA currently owns and operates twenty five (25) water treatment plants (WTPs) and seven wastewater treatment facilities (WWTFs) in Lake County, Florida consisting of both residential and commercial customers.

SYSTEM OPERATIONS

Water Treatment

The water treatment systems provide potable drinking water to approximately 4,630 customers. Most of the water systems are relatively small, with 16 of the 25 systems serving 200 connections or less. Nine of the water treatment systems serve a customer base that ranges from 200 to 400 connections. The largest system in the group (Silver Lake Estates Water Treatment Plant) has a treatment capacity of 0.629 million gallons per day (MGD) and serves approximately 1,143 connections. Each water treatment system utilizes one or two water supply wells, most of which are permitted by the Florida Department of Environmental Protection and have a Consumptive Use Permit (CUP) from the St. Johns River Water Management District (SJRWMD).

As shown in Table 17, all Lake System plant flows were under capacity with the exception of Haines Creek.

Table 17 – Lake Aqua System Flows

WTP	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
48 Estates – Plant Design Capacity	0.0570	0.013	23%
Carlton Village – WUP Limit	0.1175	0.051	43%
East Lake Harris Est. – WUP Limit	0.0329	0.014	43%
Fairways at Mt. Plymouth – WUP Limit	0.1113	0.080	72%
Fern Terrace – WUP Limit	0.0484	0.018	37%
Friendly Center	N/A	0.001	N/A
Grand Terrace– WUP Limit	0.0409	0.017	42%
Haines Creek– WUP Limit	0.0061	0.013	213%
Hobby Hills– WUP Limit	0.0270	0.014	52%
Holiday Haven - Interconnect	N/A	0.013	N/A
Imperial Terrace	0.0300	0.015	50%
King's Cove– WUP Limit	0.1360	0.038	28%
Morningview– WUP Limit	0.0134	0.007	52%
Palms MHP– WUP Limit	0.0215	0.005	23%
Picciola– WUP Limit	0.0517	0.024	46%
Piney Woods & Spring Lk Manor-WUP	0.0663	0.028	42%
Quail Ridge– WUP Limit	0.0274	0.014	51%
Ravenswood– WUP Limit	0.0170	0.007	41%
Silver Lake Estates – WUP Limit	0.6290	0.287	46%
Skycrest – WUP Limit	0.0277	0.015	54%
Stone Mountain– WUP Limit	0.0137	0.001	7%
Summit Chase– WUP Limit	0.0581	0.033	57%
Valencia Terrace– WUP Limit	0.1166	0.038	33%
Venetian Village– WUP Limit	0.0475	0.024	51%
Western Shores – Interconnect w/ Silver Lakes Estates	N/A	0.008	N/A

Wastewater Treatment

The seven (7) WWTFs serve a total of 1,160 customers in Lake County. These facilities range in size from 20,000 to 80,000 gallons per day. Process treatment at each facility consists of extended aeration treatment for domestic wastewater using chlorine disinfection for final treatment prior to effluent discharge. Effluent disposal usually consists of rapid infiltration basins or permitted reuse facilities using sprayfields.

As shown in Table 18, all Lake Aqua System WWTP flows were under capacity leaving room for growth if needed.

Table 18 – Lake Aqua Wastewater Treatment Plant Flows

WWTP	Permitted Capacity (MGD) AADF	Average Daily Flow (MGD)	% Capacity
Fairways at Mt. Plymouth	0.075	0.034	45%
Holiday Haven	0.025	0.016	64%
King's Cove	0.055	0.026	47%
Morningview	0.020	0.005	25%
Summit Chase	0.054	0.019	35%
Valencia Terrace	0.080	0.029	36%
Venetian Village	0.036	0.025	69%

The Lake Aqua Utility System served a total of 4,630 water customer accounts and 1,160 wastewater customer accounts as of September 30, 2015.

UNIFIED AQUA UTILITY SYSTEM

SERVICE AREA

The FGUA owns and operates 43 water treatment systems and 12 wastewater systems located throughout various Florida counties which include Alachua, Citrus, Hardee, Lee, Marion, Orange, Polk, Putnam, Seminole, and Volusia Counties.

SYSTEM OPERATIONS

Water Treatment

Permitted capacities for the water treatment systems range from a minimum of 21,096 gpd (Putnam County) to a maximum of 541,589 gpd (Seminole County). Twelve (12) of the water systems do not have consumptive use permits due either to the smaller size of their system or because the facility purchases water from a neighboring utility. Most of the water facilities are relatively small with 31 systems serving 200 connections or less. Seven (7) of the water treatment systems serve between 200 and 400 connections while the largest system in the group (Seminole County - Chuluota) has a permitted capacity of 0.542 million gallons per day (MGD) and serves 1,410 connections. Each water treatment system utilizes one or two water supply wells, most which are permitted by the Florida Department of Environmental Protection and have a Consumptive Use Permit (CUP) from one of the Florida Water Management Districts (WMDs).

As shown in Table 19, all Unified System plant flows were under capacity with the exception of the Twin Rivers WTP which is at capacity.

Table 19 – Unified System Flows

WTP	Permitted Capacity (MGD)	Average Daily Flow (MGD)	% Capacity
Arredondo Estates – WUP Limit	0.068	0.033	49%
Beacher's Point - Interconnect	0.025	0.011	44%
Belleair	0.132	0.041	31%
Belleview Hills & JA	0.108	0.016	15%
Belleview Hills Est. - WUP Limit	0.092	0.050	54%
Breeze Hill – WUP Limit	0.054	0.008	15%
Castle Lake	0.167	0.010	6%
Chappell Hills	0.065	0.006	9%
Chuluota– WUP Limit	0.540	0.440	81%
Fairfax Hills	0.100	0.015	15%
Gibsonia– WUP Limit	0.075	0.037	49%
Harmony Homes– WUP Limit	0.023	0.009	39%
Hawk's Point– WUP Limit	0.042	0.021	50%
Hermit's Cove/St. John's Highlands	0.130	0.034	26%
Interlachen/P.M. – WUP Limit	0.056	0.031	55%
Jungle Den - Interconnect	N/A	0.005	N/A
Kenwood North	0.115	0.006	5%
Lake Gibson– WUP Limit	0.243	0.153	63%
Marion Hills	0.036	0.005	14%
Meadows, The	0.160	0.006	4%
Ocala Oaks– WUP Limit	0.286	0.161	56%
Orange Hill & Surgar Creek– WUP Limit	0.071	0.030	42%
Palm Port – WUP Limit	0.021	0.010	48%
Peace River	0.129	0.023	18%
Pine Valley	0.044	0.004	9%
Pomona Park	0.170	0.025	15%
Ridge Meadows	0.130	0.008	6%
River Grove	0.030	0.018	60%
Rosalie Oaks	0.125	0.007	6%
Saratoga Harbor	0.158	0.006	4%
Welaka	0.086	0.010	12%
Silver Lake Oaks	0.032	0.004	13%
Tangerine– WUP Limit	0.127	0.073	57%
Tomoka View– WUP Limit	0.053	0.036	68%

Twin Rivers– WUP Limit	0.022	0.021	95%
Village Water - Interconnect	N/A	0.088	N/A
West Citrus	0.072	0.007	10%
West View	0.050	0.005	10%
Woodberry Forest	0.054	0.017	31%
Wootens	0.036	0.002	6%

Wastewater Treatment

The thirteen wastewater systems range in size from 12,000 to 264,000 gpd. The collections systems which serve these facilities include approximately 166,000 linear feet of gravity mains and force mains in addition to associated pump stations. Two of the wastewater systems (Lake Gibson and Beecher's Point) pump flows to a neighboring utility for treatment and disposal. The remaining ten systems in the group have treatment facilities consisting of extended aeration process treatment for domestic wastewater using chlorine disinfection for final treatment prior to effluent discharge. Depending on the facility, effluent disposal consists of using permitted reuse facilities comprised of rapid infiltration basins, percolation ponds, holding ponds and sprayfields spray irrigation (golf course), or through an existing reclaimed water agreement (City of Oviedo).

As shown in Table 20, all Unified System plant flows were under capacity with the exception of the Jungle Den WWTP which is overcapacity and the Chuluota WWTP and Village Water WWTP which are at capacity.

Table 20 – Unified Wastewater Treatment Plant Flows

WWTP	Permitted Capacity (MGD) AADF	Permitted Capacity (MGD) TMADF	Three Month Average Daily Flow (MGD)	Average Daily Flow (MGD)	% Capacity
Beacher's Point	0.014	N/A	N/A	0.007	50%
Breeze Hill	N/A	0.040	0.024	0.014	60%
Chuluota	0.150	N/A	N/A	0.141	94%
Fl. Cent. Comm. Pk.	0.095	N/A	N/A	0.031	33%
Jungle Den	0.021	N/A	N/A	0.023	110%
Lake Gibson*	N/A	N/A	N/A	N/A	N/A
Palm Port	0.030	N/A	N/A	0.014	47%
Park Manor	0.015	N/A	N/A	0.006	40%
Peace River	N/A	0.040	0.030	0.019	75%
Rosalie Oaks	N/A	0.040	0.031	0.023	78%
Silver Lake Oaks	0.012	N/A	N/A	0.005	42%
South Seas	0.222	N/A	N/A	0.136	61%
Village Water	0.045	0.075	0.059	0.044	98%

*Lake Gibson is an Interconnected System

The Unified Aqua Utility System served a total of 7,338 water customer accounts and 1,907 wastewater customer accounts as of September 30, 2015.

Economic Condition

The information presented in the financial statement is perhaps best understood when it is considered from the broader perspective of the specific environment within which the FGUA utility systems are located.

Both the Lehigh Acres system and the North Fort Myers system are located in Lee County, which had been one of the fastest growing regions in the nation until the downturn in the housing market. According to data from the Florida Legislature Office of Economic and Demographic Research, Lee County's population was anticipated to increase from 618,754 in 2010 to 665,845 in 2015, an increase of 7.6%. The increase in the number of housing units permitted in Lee County increased from 3,176 in 2013 to 4,095 in 2014, an increase of 28.9%. The unemployment rate continued to decline from the peak of 12.6% in 2010 to 6.0% in 2014. Recent foreclosure information suggests that the housing market is slowly improving, but significant recovery may take a number of years. Personal bankruptcy filings improved from 5.29 per 1,000 of population in 2011 to 2.38 per 1,000 of population as of March 31, 2015. The two Lee County systems have a significant amount of undeveloped land for future growth and expansion.

The Golden Gate System is located in Collier County. There is limited potential for new residential and commercial growth with the Golden Gate service area. According to data from the Florida Legislature Office of Economic and Demographic Research, Collier County's population was anticipated to increase from 321,500 in 2010 to 343,802 in 2015, an increase of 6.9%. The increase in the number of housing units permitted in Collier County increased from 2,678 in 2013 to 3,610 in 2014, an increase of 34.8%. The unemployment rate continued to decline from the peak of 11.6% in 2010 to 5.9% in 2014. Personal bankruptcy filings improved from 4.19 per 1,000 of population in 2011 to 3.74 per 1,000 of population as of March 31, 2015.

The Pasco, Lindrick, Consolidated and Pasco Aqua Utility Systems are located in Pasco County. According to data from the Florida Legislature Office of Economic and Demographic Research, Pasco County's population is anticipated to increase from 464,697 in 2010 to 487,588 in 2015, an increase of 4.9%. The number of housing units permitted in Pasco County increased from 1,974 in 2013 to 2,785 in 2014, an increase of 41%. The unemployment rate continued to decline from the peak of 11.9% in 2010 to 6.7% in 2014. Personal bankruptcy filings continued to improve from 4.21 per 1,000 of population in 2012 to 2.87 per 1,000 of population as of March 31, 2015. Again, recent data suggests an improvement in market conditions. Portions of the FGUA service areas in Pasco County (Seven Springs) have significant potential for future growth and development, while others have limited growth opportunities.

The Lake Aqua Utility Systems are located in Lake County. The FGUA service area within Lake County is largely built out and has limited growth opportunities. According to data from the Florida Legislature Office of Economic and Demographic Research, Lake County's population is anticipated to increase from 297,047 in 2010 to 316,923 in 2015, an increase of 6.7%. The number of housing units permitted in Lake County increased from 1,730 in 2013 to 2,488 in 2014, an increase of 43.82%. The unemployment rate continued to decline from the peak of 11.8% in 2010 to 6.4% in 2014. Personal bankruptcy filings continued to improve from 5.80 per 1,000 of population in 2012 to 3.34 per 1,000 of population as of March 31, 2015.

The Unified Aqua Utility System is spread throughout 10 different Florida Counties. A majority of the customers are located within Seminole County and Polk County. According to released data from the Florida Legislature Office of Economic and Demographic Research, Florida's population is anticipated to increase by 311,405 from 2015 to 2020. The number of housing units permitted in Florida is back in positive territory, showing continued strong growth throughout the State. The unemployment rate

continued to decline from the peak of 10.5% in 2010 to 5.0% as of November 2015. Florida's "underwater' homes declined from a high of 50% of all residential mortgages to less than 12% in the most recent data.

Internal Control

In developing and evaluating the FGUA's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (a) the cost of a control should not exceed the benefits likely to be derived there from; and (b) the evaluation of costs and benefits requires estimates and judgments by management. We believe all internal control evaluations occur within the above framework and that the FGUA's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Control

The FGUA maintains a system of budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level. The FGUA also maintains an encumbrance system as one method of maintaining budgetary control. Encumbered amounts lapse at year end; however, outstanding encumbrances are re-appropriated as part of the following year's budget.

The budget process begins in the spring, when the staff develops proposed capital projects and operating budgets, with input from the Capital Program and Operations Managers and the Contract Operator. A planning retreat by the Board of Directors and senior staff is conducted in February or March of each year and is used to establish or update long-range system goals. Detailed budgets are presented by staff to the Systems Manager in late May. The System Manager's budget is forwarded to the Board of Directors in June. Any adjustments to the budget, to include public hearings for any necessary rate changes, are typically conducted in August and September. The Board of Directors approves the final budget at a public hearing in September for the new fiscal year that begins October 1.

As demonstrated by the statements and schedules included in the financial section of this report, the FGUA meets its responsibility for sound financial management.

Factors Affecting Financial Condition

Capital Improvement Program – The FGUA has adopted a five-year Capital Improvement Program (CIP) for the years 2016 to 2020, which outlines additions and improvements to its utility systems. The FGUA reviews and updates this five-year plan annually, authorizing appropriations for those projects scheduled to be started during the ensuing fiscal year. The cost of all new projects for fiscal year 2016 is approximately $20.6 million, and is estimated to total $55.8 million for the fiscal years 2016 – 2020. The CIP for each system is segregated into five major program areas, as follows:

Wastewater Collection – This program calls for improvements to existing wastewater lines as well as the addition of new lines as the customer base increases. This program also calls for renewal of the existing system by repairing lines that allow infiltration/inflow and the rehabilitation of lift stations.

Wastewater Treatment Facilities/Disposal – This program seeks to increase existing capacity as well as upgrade existing facilities. The objectives of this program are to promote reuse of reclaimed water, protect the environment, ensure that treatment capacity is available for growth, and ensure that facilities are in compliance with regulations of the United States Environmental Protection Agency and the State of Florida Department of Environmental Protection.

Water Treatment Facilities (Water Production/Treatment) – This program ensures that the FGUA is able to deliver water to its customers during peak periods by expanding current production capabilities. This program also includes a comprehensive renewal program which provides for maintenance of water tanks, well pump facilities, well power systems, and filtration equipment.

Water Distribution – This program calls for improvements to existing water lines as well as the addition of new lines as the customer base increases.

Meters – In order to maintain accurate water usage data for appropriate billing and reporting, the FGUA replaces meters each year. Most residential meters are replaced at ten years of age. Larger meters need to be replaced more frequently.

General Projects – Specific project cost centers are created for special large projects as needed.

The successful implementation of FGUA's Capital Improvement Program calls for a portion of funding to be provided through existing balances of construction funds from bonds, with the remaining amounts to be funded from operating revenues and impact fees.

Financial Policies

In January 2009, the FGUA Board approved a Net Asset (Working Capital) Policy in order to maintain and improve financial stability and manage its financial resources for its various enterprise funds to: (1) provide sufficient cash flow for daily financial needs, (2) secure and maintain the highest possible investment grade bond ratings, (3) position properly for significant economic downturns or revenue shortfalls, and (4) provide funds for unforeseen expenditures related to emergencies.

The FGUA's investment policy is designed to minimize credit and market risk while maintaining a competitive yield on its investments. As of the end of the Fiscal Year all deposits were entirely covered by either federal depository insurance or pooled collateral held by the State Treasurer pursuant to Chapter 280, Florida Statutes.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a thirteenth consecutive Certificate of Achievement for Excellence in Financial Reporting to the Florida Governmental Utility Authority for its Comprehensive Annual Financial Report for the fiscal year ending September 30, 2014. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the efficient and dedicated services of the financial staff. Appreciation is expressed to all those who assisted and contributed to its preparation and to the Board for its interest and support in planning and conducting the operations of the FGUA in a responsible manner.

Respectfully submitted,

Stephen M. Spratt, System Manager

David M. DiLena, CPA, Chief Financial Officer

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

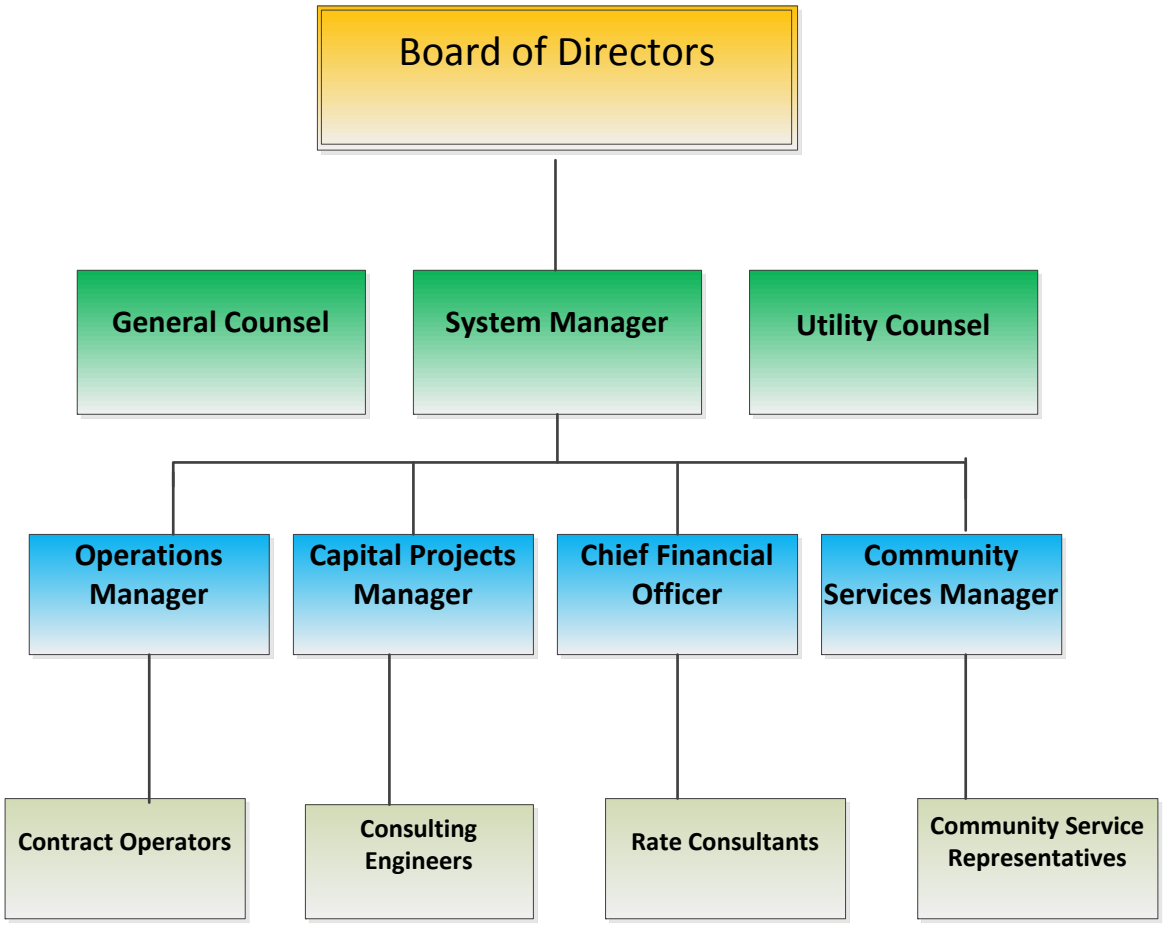
Florida Governmental Utility Authority

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2014

Executive Director/CEO

FGUA ORGANIZATION CHART



List of Principal Officials

Board Members

Name	Local Government	Title
Lea Ann Thomas, Chair	Polk County	Deputy County Manager
Marjorie Craig (Alternate)	Polk County	Utilities Director
James Cheek, P.E., Vice Chair	Citrus County	Director of Water Resources Department
Christina Malmberg (Alternate)	Citrus County	Water Resources Department
C.B. Flip Mellinger	Pasco County	Assistant County Administrator
Robert J. Sigmond (Alternate)	Pasco County	Fiscal and Business Services Director
Doug Muerer, P.E.	Lee County	Assistant County Manager, Public Works
Pam Keyes, P.E. (Alternate)	Lee County	Utilities Director
Shane Parker, P.E., Vice Chair	Hendry County	County Engineer
Doug Andrews, P.E.	Marion County	Interim Utilities Director
Mounir Bouyounes (Alternate)	Marion County	County Administrator

Systems Manager

Government Services Group, Inc.
Stephen Spratt, Vice President
David M. DiLena, CPA, Chief Financial Officer

General Counsel

Pennington, P.A.
John C. Pelham

Utility Counsel

Nabors, Giblin & Nickerson, P.A.
Heather Encinosa

Bond Counsel

Nabors, Giblin & Nickerson, P.A.
Chris Traber

Rate Consultant

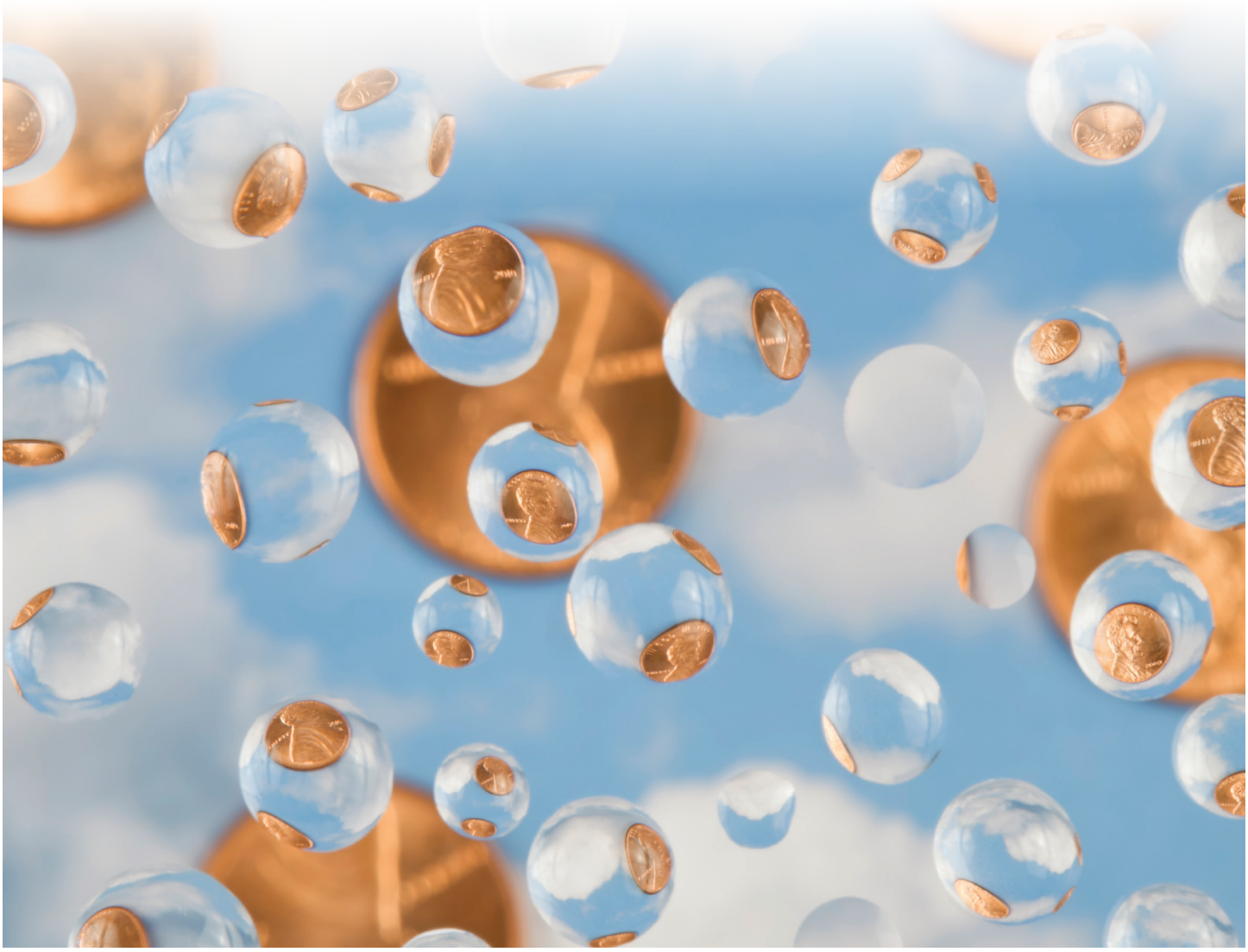
Public Resources Management Group, Inc.
Robert J. Ori, President

Financial Advisor

Ford & Associates, Inc.
Jon Ford

TAB 2

Financial Section



James Moore
Certified Public Accountants and Consultants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors,
Florida Governmental Utility Authority:

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities and each major fund of Florida Governmental Utility Authority (the Authority), as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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Member of AGN International with offices in principal cities worldwide

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities and each major fund of the Authority, as of September 30, 2015, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Authority's basic financial statements. The introductory and statistical sections are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The introductory section and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 9, 2016, on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 Authority's internal control over financial reporting and compliance.

James Moore & Co., P.L.

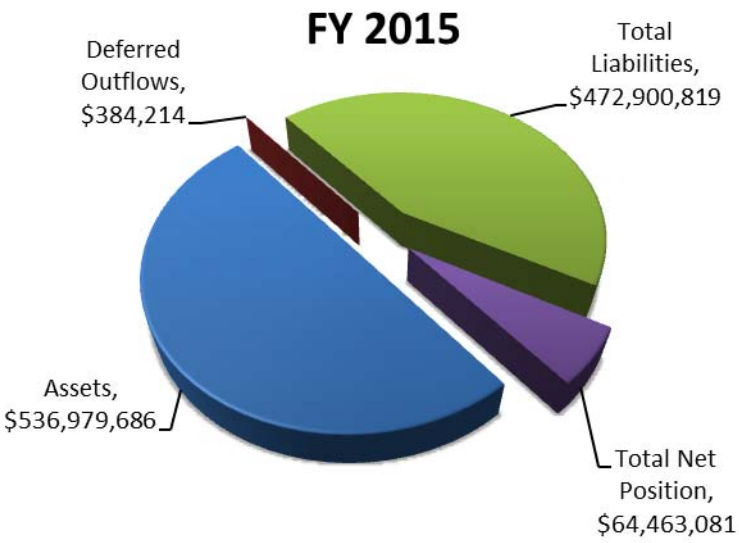
Daytona Beach, Florida
March 9, 2016

FLORIDA GOVERNMENTAL UTILITY AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2015

As management of the Florida Governmental Utility Authority (FGUA), we offer readers of the FGUA's financial statements this narrative overview and analysis of the financial activities for the fiscal year ending September 30, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

FINANCIAL HIGHLIGHTS

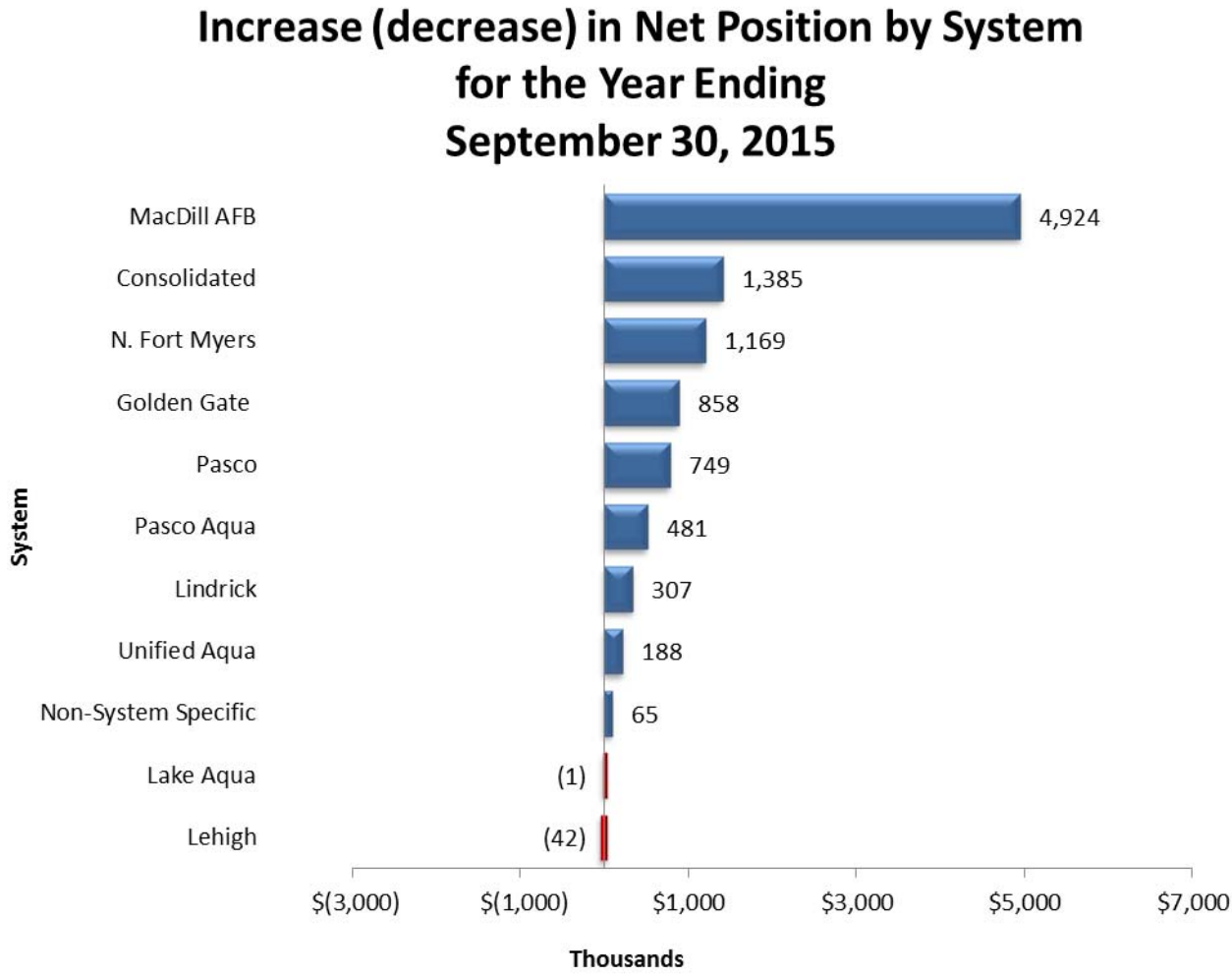
The assets and deferred outflows of the FGUA exceeded its liabilities and deferred inflows at the close of fiscal year 2015 by $64,463,081 as the chart to the right indicates. Of this amount, $42,415,307 may be used to meet the FGUA's ongoing obligations to citizens and creditors (Unrestricted Net Position). This is an increase of $8,203,450 or 24% in unrestricted net position from the prior year.



FGUA's total net position increased by approximately $10 million in fiscal year 2015. As the chart on the next page indicates, certain systems contributed to the increase in total net position and other systems reduced total net position as follows:

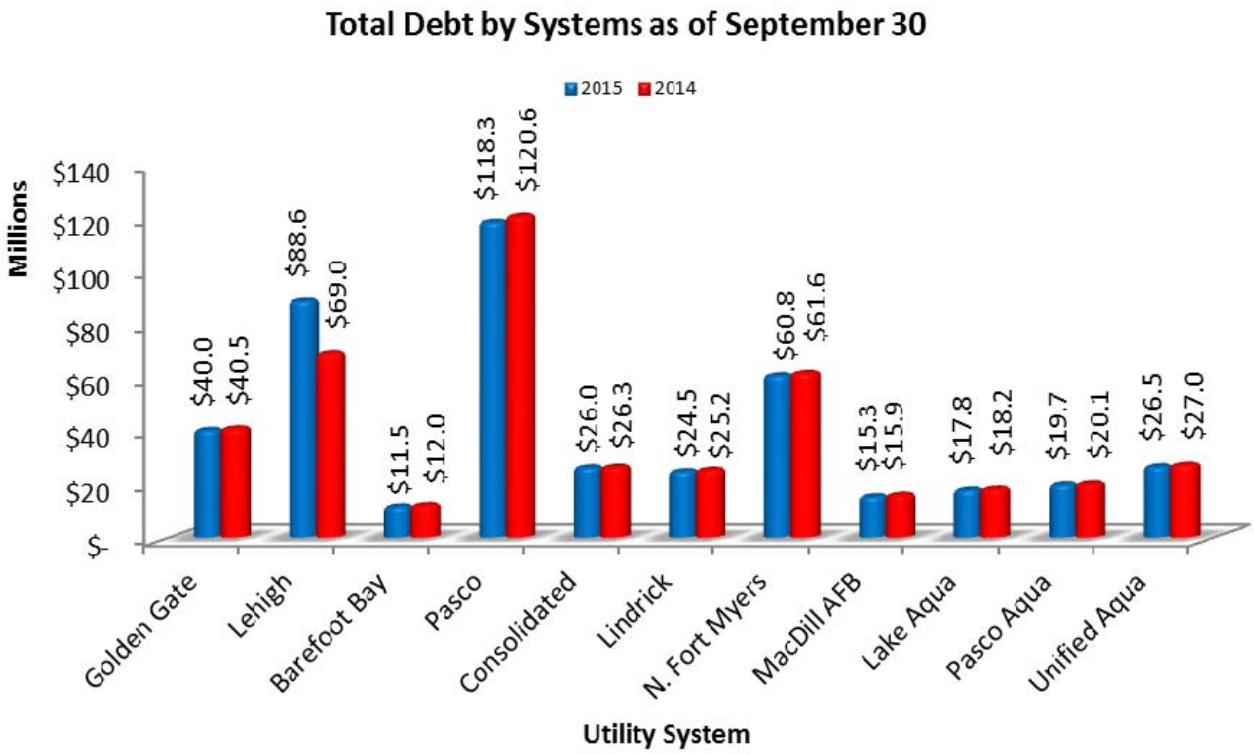
- The MacDill AFB Utility System contributed $4.9 million or 48.8% of the increase in total net position.
- The Consolidated Utility System contributed $1.4 million or 13.7% of the increase in total net position.
- The North Fort Myers Utility System contributed $1.2 million or 11.6% of the increase in total net position.
- The Golden Gate Utility System contributed $857,597 or 8.5% of the increase in total net position.
- The Pasco Utility System contributed $749,309 or 7.4% of the increase in total net position.
- The Lake Aqua, Pasco Aqua, and Unified Aqua Utility Systems contributed a combined $668,820 or 6.63% of the increase in total net position.
- The Lindrick Utility System contributed $307,040 or 3% of the increase in total net position.
- The Lehigh Utility System reduced the net position by $41,627 or -0.4% of the total net position.

- The Authority has one non-specific fund that pre-pays expenses, and then is reimbursed by the appropriate enterprise funds upon determination of a reasonable allocation basis. It also pays for the rare non-allocable expenses for minor contractual services provided to the Authority. This fund had an increase in net position of $64,727, which increased the FGUA total net position by 0.6%.



The net increase in total debt as of September 30, 2015 was $12,689,034. As the chart on the next page indicates, total debt decreased by $6.9 million for all the systems with the exception of Lehigh Utility System. The proceeds from the Lehigh Utility System Series 2014 Refunding Revenue Bonds ($19.6 million) were placed into an Escrow Deposit Agreement with Wells Fargo Bank on October 8, 2014 (FY 2015), and were paid out to the series 2005 bondholders on October 1, 2015 (FY 2016). Additional information can be found in **Note 7** of the **Financial Section.**

The Barefoot Bay Utility System is treated like a custodial fund, where FGUA records the outstanding debt, along with the restricted assets secured to pay the debt as it becomes due. In fiscal year 2015, principal payments reduced the debt in this system by $500,000. The remaining utility systems continue to pay down debt obligations as they become due and in accordance with bond indentures. In fiscal year 2015, principal payments reduced the debt in the remaining systems by $6.4 million.



OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Florida Governmental Utility Authority's (FGUA) basic financial statements. Since the FGUA is a special-purpose government involved solely in the provision of water and wastewater services to its customers on a fee basis, all funds are accounted for in Proprietary Funds, specifically twelve enterprise funds. Therefore, there are no government-wide financial statements, as they would be redundant to the fund financial statements. This report contains fund financial statements and notes to the financial statements. The report also contains other supplementary information in addition to the basic financial statements themselves.

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 FGUA, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of the FGUA are proprietary funds, with one fund set up for each geographically separate utility system operated by the FGUA.

Proprietary Funds

The FGUA operates only one type of proprietary fund, and a separate enterprise fund is maintained for each utility system. Enterprise funds are used to report business-type functions, which recover all or a significant portion of their costs through user fees and charges.

The proprietary fund financial statements are comprised of a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Net Position, and a Statement of Cash Flows. The Statement of Net Position presents information on the FGUA's assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position. The Statement of Revenues, Expenses and Changes in Net Position presents information on the revenues received, the expenses incurred, and the positive or negative results of the individual utility system's increase or decrease in net position, presented on an accrual basis. The Statement of Cash flows provides information on the cash flows of each utility system, based on operations, financing activities, capital uses, and investment activities and a supplemental schedule of noncash activities.

Notes to the Financial Statements The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

Other Information In addition to the basic financial statements and accompanying notes, this report also presents supplementary information concerning its compliance with the funding of outstanding debt issues. This information, known as Coverage Ratios, is provided as part of the information contained in the Statistical Section of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Florida Governmental Utility Authority, the assets and deferred outflows exceeded the liabilities and deferred inflows by $64,463,081 at the close of fiscal year 2015. See the condensed Statement of Net Position on the table on the next page.

- Net investment in capital assets (e.g. land, buildings, and equipment) is presented net of any depreciation and the outstanding balances of any bond or other borrowings that are attributed to the acquisition, construction, or improvements of those assets. These assets are used to provide services to our customers, and consequently, these assets are not available for future spending (restricted). Net investment in capital assets ended the year with a deficit balance of $17,311,873 which is a $531,706 decrease from the prior year deficit balance of $17,843,579 primarily the result of additions to capital assets from completed construction projects during the year.
- Net Position Restricted for Capital Projects ended the year with a balance of $10,785,462, which is an increase of $879,296 as compared to the prior year as the result of increases in the Renewal and Replacement fund and the Water Capacity and Wastewater Capacity funds. These funds are restricted by board resolutions and by bond covenants.
- Net Position Restricted for Debt Service ended the year with a balance of $28,574,185 which is an increase of $469,028 as compared to the prior year. Restricted for Debt Service represents resources reserved for payment of the debt service (principal and interest) on external debt; consequently, these assets are not available for other uses.
- Net Position Unrestricted ended the year with a balance of $42,415,307 which is an increase of $8,203,450 or 24% as compared to the prior year and is available for other budgetary uses of the FGUA.

Florida Governmental Utility Authority Condensed Statement of Net Position

	2015	2014
Current & Other Assets	$ 259,816,086	$ 238,523,673
Capital Assets	277,163,600	274,298,390
Assets	**536,979,686**	**512,822,063**
Deferred loss on bond refunding	384,214	144,257
Deferred Outflows	384,214	144,257
Assets & Deferred Outflows	**$ 537,363,900**	**$ 512,966,320**
Long Term Liabilities	$ 418,245,036	$ 427,175,876
Other Liabilities	54,655,783	31,410,843
Total Liabilities	**472,900,819**	**458,586,719**
Net Position		
Net investment in Capital Assets	(17,311,873)	(17,843,579)
Restricted for Capital Projects	10,785,462	9,906,166
Restricted for Debt Service	28,574,185	28,105,157
Unrestricted	42,415,307	34,211,857
Total Net Position	**$ 64,463,081**	**$ 54,379,601**

In the past year, assets increased by $24 million or 4.7%, primarily due to an inflow of cash in the Lehigh System from issuance of the 2014 series of bonds ($19.6 million). The $19.6 million was set aside in an escrow account to refund bondholders on the first day of fiscal year 2016. Deferred Outflows increased by $239,956 as a result of amortization of the deferred loss on bond refunding within the Golden Gate Utility System. Total liabilities increased by $14 million or 3%. This increase is temporary, and is related to the issuance of the 2014 bond series for the Lehigh Utility system which will be used to refund the 2005 bond series on October 1, 2015 (first day of fiscal year 2016).

The increase in net position of $10 million represents the degree to which revenues have exceeded expenses in the past year combined with the decrease in debt. See chart on the next page. Ninety percent of the $10 million increase in net position was provided by the MacDill AFB, Consolidated, North Fort Myers, Golden Gate, and Pasco Utility Systems. The MacDill AFB Utility System contributed $4.9 million or 48.8% of the increase in total net position. Capital contributions from the federal government to support the purchase of the MacDill assets and current year asset deficiency corrections account for $4.4 million of the increase to net position. The Consolidated Utility System contributed over $1.4 million or 13.7% of the as the result of a 3.5% rate increase and operating cost containment. The North Fort Myers Utility contributed $1.2 million or 11.6% as the result of the reclassification of certain Mobile Home Parks effective May 1, 2015 and a new customer billing fee. The Golden Gate Utility System contributed $857,597 or 8.5% as a result of the increase in operating revenue from a Consumer Price Index rate increase and an increase in customer consumption. The Pasco Utility system contributed $749,309 or 7.4% primarily as a result of the 4.5% rate increase as well as cost savings resulting from renegotiating the operating and maintenance contracts at the beginning of the year. The three Aqua Utility systems contributed a combined $668,820 or 6.6% increase to total net position primarily as a result of a 2.0% rate increase and a slight decrease in operating expenses. The remaining utility systems contributed small increases to net position (Lindrick 3%, Non-System Specific 0.6%) The Lehigh System realized an overall reduction in net position of $41,627 as a result of an increase in finance expenses related to the refunding of the 2005 bond series and bond issuance cost during FY2015.

The FGUA continues to maintain a financially healthy system. The unrestricted cash balance increased by 32% from $29.8 million at FYE 2014 to $39.4 million at FYE 2015, showing a financially healthy utility system with good liquidity.

Florida Governmental Utility Authority Condensed Statement of Revenues, Expenses, and Changes in Net Position

	2015	2014
Operating revenues	$ 79,946,147	$ 75,691,308
Operating expenses	(39,211,592)	(38,989,183)
Operating income before depreciation and amortization	40,734,555	36,702,125
Depreciation and amortization	(18,191,389)	(17,836,856)
Operating income	22,543,166	18,865,269
Investment revenue, net	709,064	861,473
Miscellaneous non-operating revenues	270,238	275,038
Interest expense, net	(18,562,920)	(18,120,059)
Debt issuance cost	(621,419)	-
Income (loss) before capital contributions	4,338,129	1,881,721
Recoverable Portion of Purchase Price	1,523,016	1,523,016
Capital contributions & Grants	4,222,335	5,959,742
Change in net position	10,083,480	9,364,479
Total net position - beginning	54,379,601	45,015,122
Total Net Position - end of year	**$ 64,463,081**	**$ 54,379,601**

SIGNIFICANT CAPITAL ASSET AND LONG TERM DEBT ACTIVITY

The fiscal year ending September 30, 2015 represents the sixteenth full fiscal year of the FGUA's operations. During this period, the following significant events occurred:

Capital Asset

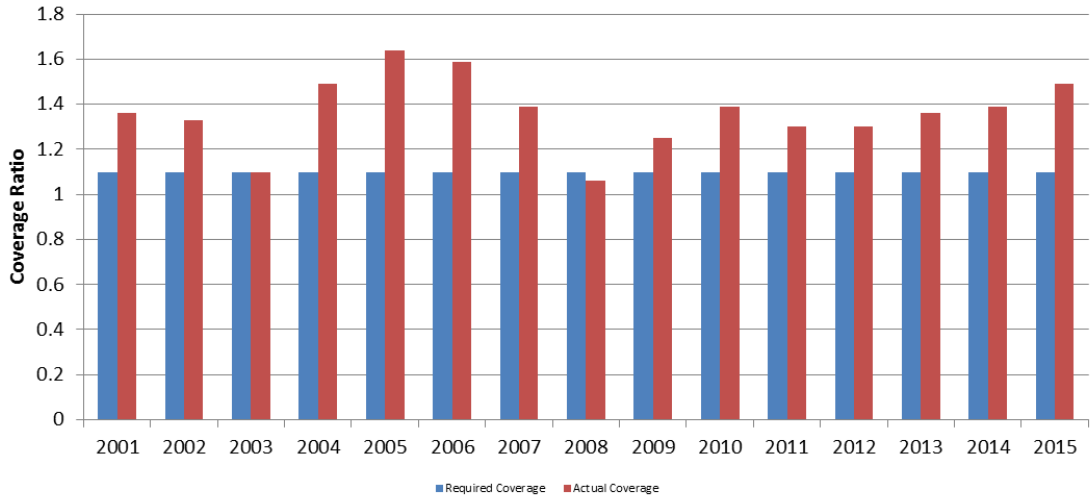
During FY 2015, the FGUA increased its net capital assets by $2.9 million from the prior year. The MacDill AFB Utility System accounted for $3.9 million or 13.5% of the increase in net capital assets during the year thanks to a federally-funded system deficiency correction projects. The Lehigh, Consolidated, Lindrick and Aqua Unified Utility Systems had minor increases in net capital assets during the current year totaling $1.9 million or 12.7% of the net increase. The Golden Gate, Pasco, North Fort Myers, Lake Aqua and Aqua Pasco Utility Systems had minor decreases in net capital assets where depreciation expense exceeded current year additions to fixed assets and accounted for a reduction in net assets of $2.9 million or 9.8%. Of the $277 million recorded for Capital Assets (net of depreciation), $14.3 million represent costs incurred for capital projects that are under construction, but not yet completed as of September 30, 2015. Additional information on the FGUA's capital assets can be found in **Note 6** of the **Financial Section**.

Debt Administration

On September 30, 2015, the FGUA had revenue bonds, state revolving loans, and a seller financed note outstanding in the amount of $449 million. This is an increase of $12.7 million from the prior year's debt balance of $436 million. The increase in outstanding debt comes from the timing and subsequent release of liability through the escrow payment of $21.4 million from the Lehigh 2005 bond refunding, which was paid on October 8, 2015 for fiscal year 2016. During fiscal year 2015, debt service payments into debt sinking funds totaled $45.1 million ($21.8 million-principal, $23.3 million-interest).

Half of the outstanding debt issues are fully insured via municipal bond insurance policies issued by Ambac Assurance Corporation and Assured Guaranty. The remaining issuances have reserve accounts with a September 30, 2015 fair market value of $20.7 million.

The following chart shows the actual coverage compared to the required coverage for the past fifteen years.



Refer to **Note 7** and the **Statistical Section** for more information on the FGUA's Long Term Debt and Coverage Ratios for each utility system.

FACTORS EXPECTED TO HAVE AN ECONOMIC IMPACT ON FUTURE OPERATIONS

Future Growth in Customers

Due to continued economic conditions, customer growth within each utility system continues to be low. There was positive overall utility growth for fiscal year 2015, with the net addition of 294 active connections to our records, mostly through water meter and sewer connection audits. The changes in customer counts in 2015 were verified through further billing and meter audits. Active connections in the Aqua systems currently fluctuate more significantly than in other systems because these systems had no inactive base fee charges during FY2015. Beginning in FY 2016 the Aqua systems will see a significant increase in active customer counts due to adoption of an inactive charge effective October 1, 2015. In the Golden Gate, Lehigh and North Fort Myers systems, we added a small number of new connections. We predict the rate of future growth will continue to be relatively flat. Management monitors growth closely as it has an impact on the infrastructure needs of the Utility Systems and requires prudent long term capital planning. The FGUA will continue to meet system demands by managing the capital improvement projects in accordance with the FGUA capital improvement plan that is adopted each September with the FGUA operating budget. (Further information on customer growth for the past nine years can be found in the **Statistical Section**).

FINANCIAL INFORMATION

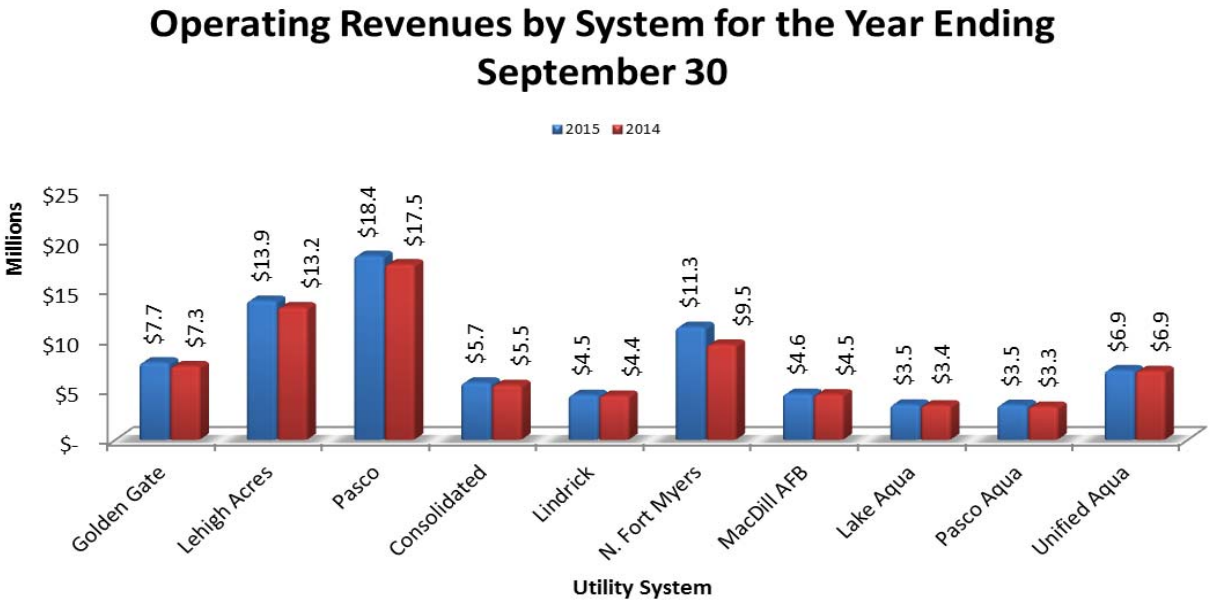
Operations

A core function of the FGUA is to use the collective power of local governments, performing as board members, to acquire, improve, operate, and maintain water and wastewater facilities. Local governments hold the option to acquire any FGUA utility system within its jurisdiction. This makes the FGUA a unique local government. The financial statements can fluctuate significantly as the FGUA acquires utility systems or transitions them over to the local government. There are also years that have small to moderate fluctuations when there are no acquisitions or transitions, and the financial activities are only reflective of traditional operational activities.

There are no major differences in FY 2015 operations as compared to FY 2014 operations. There was no issuance of new debt during FY2015. Generally, revenues and expenses increased modestly. The impacts of acquisitions and transitions are reflected throughout this narrative as explanations for the large variances from prior years; however, there were no acquisitions or sales of utility systems neither in FY2015 nor in FY2014. As a result, many of the explanations for the variances may seem redundant; however, each utility system of the FGUA operates independently. It is important, therefore, for the reader to understand that while the FGUA system, as a whole, may have been impacted by a transition activity in prior years; the explanations for the individual operations of the utility systems are more reflective of the traditional governmental utility operation.

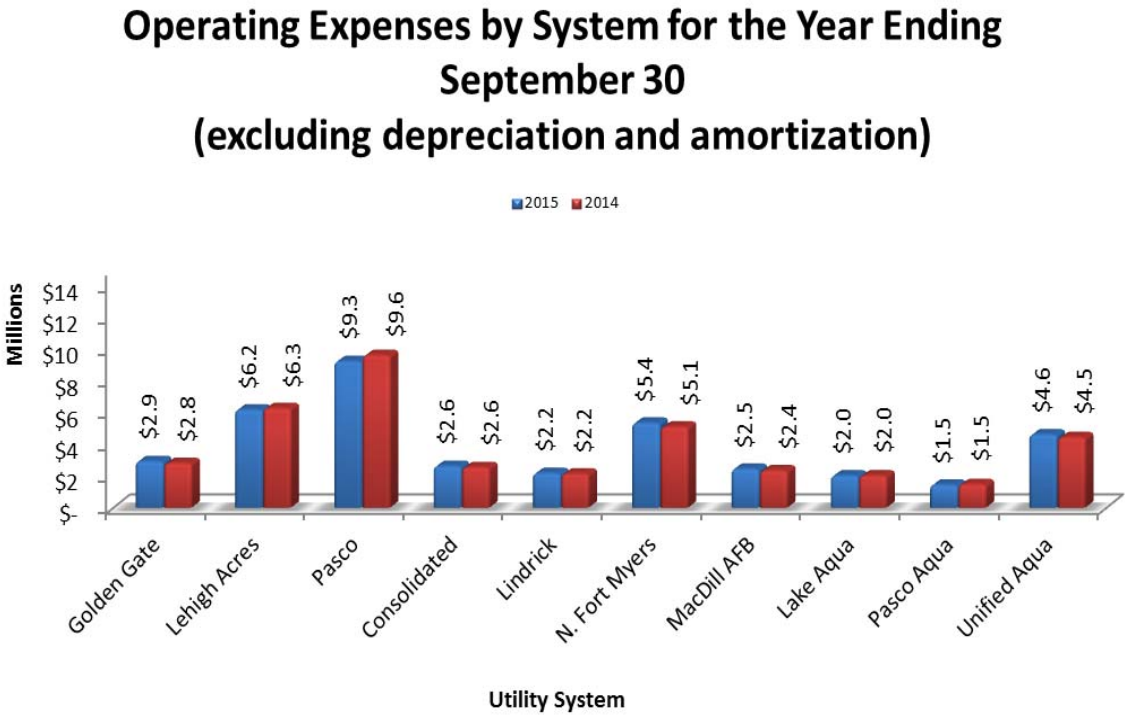
Operating revenues (excluding the General Fund) increased $4.4 million or 5.7% from $75.5 million in FY 2014 to $79.9 million in FY 2015.

- The Golden Gate Utility System realized an increase in operating revenues of $374,044 or 5.1% as compared to the prior year. This increase was primarily the result of a Consumer Price Index increase in rates as well as a general increase in user consumption.
- The Lehigh Acres Utility System realized an increase in operating revenues of $660,281 or 5.0% as compared to the prior year. This increase was primarily the result of a Consumer Price Index increase in rates as well as a general increase in user consumption.
- The Pasco Utility System realized an increase in operating revenues of $846,302 or 4.8% as compared to the prior year. This increase was primarily the result of an increase in rates of 4.5% at the beginning of the year.
- The Consolidated Utility System realized an increase in operating revenues of $234,059 or 4.3% as compared to the prior year. This increase was primarily the result of an increase in rates of 3.5% at the beginning of the year.
- The Lindrick Utility System realized an increase in operating revenues of $66,718 or 1.5% as compared to the prior year. This increase was primarily the result of a Consumer Price Index increase in rates at the beginning of the year.
- The North Fort Myers Utility System realized an increase in operating revenues of $1.7 million or 18.5% as compared to the prior year. This increase was primarily the result of changes in the rate structure for certain customer groups and the adoption of a customer per bill fee.
- The MacDill AFB Utility System operating revenues increased $64,346, or 1.4%, as compared to the prior year. This increase was primarily the result of a Consumer Price Index increase from the Federal Government effective March 1 of each year.
- The Lake Aqua, Pasco Aqua, and Unified Aqua Utility Systems contributed an additional $334,491 in operating revenues. This increase was primarily the result of a Consumer Price Index increase in rates at the beginning of the year.



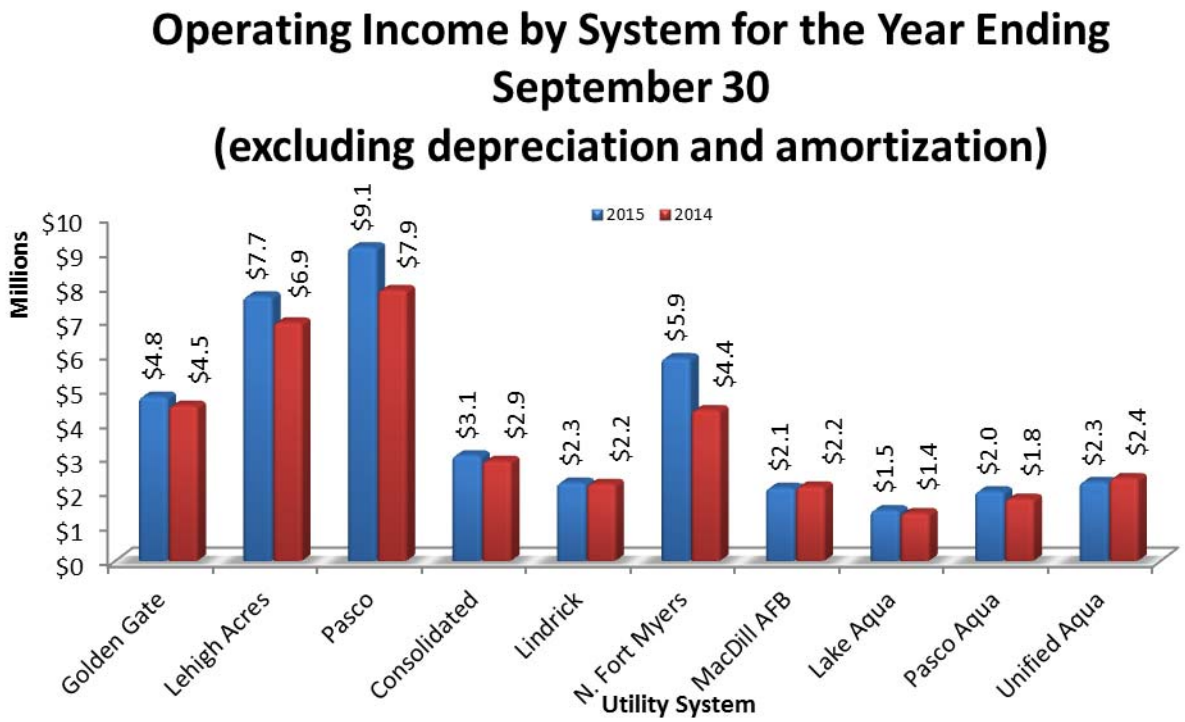
Operating expenses (excluding the General Fund and depreciation and amortization) increased by $222,409, or 0.57% from $39 million in FY 2014 to $39.2 million in FY 2015.

- The Golden Gate Utility System realized an increase in operating expenses of $115,049 or 4.1%. Golden Gate incurred higher electricity costs and bi-annual expenses related to engineering reports required for operating permits and bond covenants.
- The Lehigh Acres Utility System realized a decrease in operating expenses of $97,390 or -1.5% as the result of a significant reduction in the number of unplanned maintenance projects and reduced chemical costs.
- The Pasco Utility System realized a decrease in operating expenses of $389,290 or -4%. The decrease is primarily attributed to a decrease in chemical costs, as well as a decrease in the operations and maintenance contracts.
- The Consolidated Utility System realized an increase in operating expenses of $72,917 or 2.8%. This increase was the result of a general inflationary increase in operating expenses.
- The Lindrick Utility System realized an increase in operating expenses of $32,065 or 1.5%. This increase was the result of a general inflationary increase in operating expenses.
- The North Fort Myers Utility System realized an increase in operating expenses of $247,182 or 4.8%. Most of this increase was the result of increased operating and electricity expenses as the flows and new connections within the Water Way Estates area continue to increase.
- The MacDill AFB Utility System realized an increase in operating expenses of $104,078 or 4.4%. Most of this increase was from costs associated with renewing operating permits, an increase in bank fees, and the 1.5% economic price adjustment to the operating, maintenance and management contracts.
- The Aqua Pasco, Aqua Lake and Aqua Unified Utility Systems contributed to the FGUA's increase in operating expenses by $147,469 or 1.85%. This increase was the result of a general inflationary increase in operating expenses.



Operating income (excluding the General Fund and depreciation and amortization expense) increased by $4.1 million or 11.2% from $36.5 million in FY 2014 to $40.7 million in FY 2015.

- Golden Gate Utility System's operating income increased $258,995 or 6% primarily as the result of an increase in operating revenues beyond the increase in operating expenses.
- Lehigh Acres Utility System's operating income increased $757,671 or 11% primarily as the result of increased revenues, in conjunction with the decrease in operating expenses.
- Pasco Utility System's operating income increased $1.2 million or 16% as a result of a 4.5% rate increase and lower chemical and operating costs.
- The Consolidated Utility System's operating income increased $161,142 or 6% primarily as a result of the increase in operating revenues beyond the increase in operating expenses.
- The Lindrick Utility System's operating income increased $34,653 or 2% as a result of the increase in operating revenues beyond the increase in operating expenses.
- The North Fort Myers Utility System's operating income increased by $1.5million or 34%, as the results of the increase in operating revenues beyond the increase in operating expenses.
- The MacDill AFB Utility System's operating income decreased -2% or $39,732 as the result of higher operating expenses.
- The Lake Aqua, Pasco Aqua, and Unified Aqua Utility Systems' operating income increased $106,523 or 3%, as a result of the increase in operating revenues beyond the increase in operating expenses.



CUSTOMERS

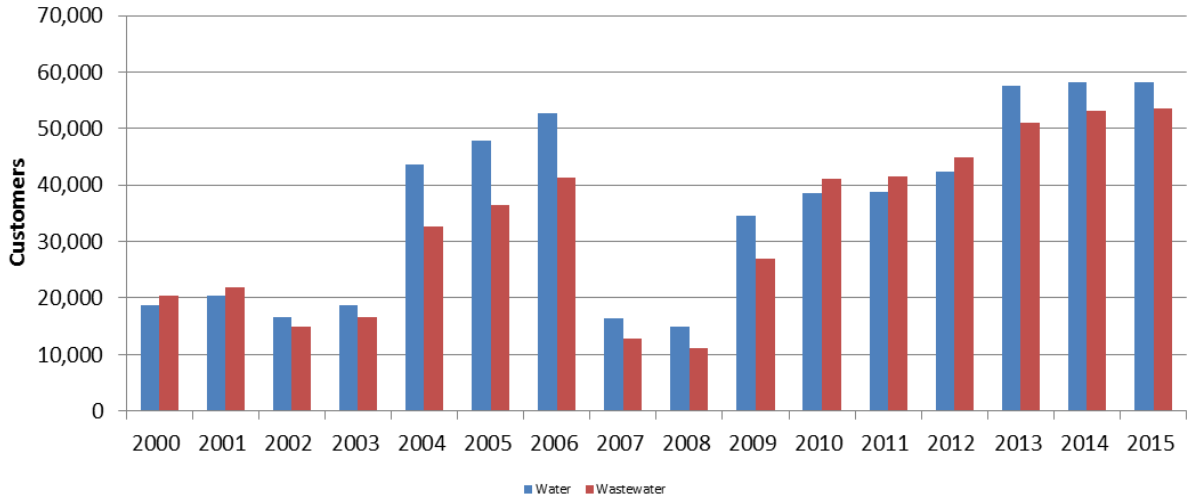
The following chart depicts the change in water and wastewater billed customers over the last two years. The increases and decreases in customer numbers for all systems were primarily the outcome of continued internal meter audits.

	Water Customers				Wastewater Customers			
System	9/30/2015	9/30/2014	Growth	Percent Growth	9/30/2015	9/30/2014	Growth	Percent Growth
Golden Gate	3,646	3,640	6	0.16%	2,274	2,285	(11)	-0.48%
Lehigh Acres	12,489	12,448	41	0.33%	10,278	10,204	74	0.73%
Pasco Systems	15,958	16,001	(43)	-0.27%	17,344	17,154	190	1.11%
Consolidated Systems	6,416	6,363	53	0.83%	3,308	3,321	(13)	-0.39%
Lindrick Utility System	3,074	3,078	(4)	-0.13%	2,572	2,577	(5)	-0.19%
North Fort Myers System	1,843	1,841	2	0.11%	11,954	11,857	97	0.82%
MacDill AFB	1	1	0	0.00%	1	1	0	0.00%
Lake Aqua System	4,630	4,798	(168)	-3.50%	1,160	1,162	(2)	-0.17%
Pasco Aqua System	2,851	2,823	28	0.99%	2,696	2,665	31	1.16%
Unified Aqua System	7,338	7,289	49	0.67%	1,907	1,938	(31)	-1.60%
Totals	**58,246**	**58,282**	**(36)**	**-0.06%**	**53,494**	**53,164**	**330**	**0.62%**

Note:
Reflects active customers on September 30

The following chart shows the overall growth of the FGUA since Fiscal Year 2000. While the individual utilities have traditionally experienced healthy growth in the customer base, acquisitions of new systems and transitioning of exiting systems is reflected in the changes shown below. For example, the transition of the two largest of the four systems explains the significant decrease from 2006 to 2007. However, this chart does not reflect well the actual increase in customers of the systems remaining at the end of 2007. The number of utility systems and the size of the customer base of each system for a given year affect the upward and downward changes over this sixteen-year period. Refer to the **Statistical Section** for additional information.

OVERALL GROWTH IN CUSTOMERS SINCE FY 2000



The FGUA is prohibited by Chapter 163, Florida Statutes from imposing property taxes. In addition, it is further prohibited from issuance of general obligation debt. It is, however, authorized to impose special assessments upon property owners, whose property will benefit from water and wastewater system improvements.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Florida Governmental Utility Authority's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the FGUA Office of the Chief Financial Officer, 280 Wekiva Springs Road, Suite 2070, Longwood, FL 32779.

FLORIDA GOVERNMENTAL UTILITY AUTHORITY
STATEMENT OF NET POSITION
SEPTEMBER 30, 2015

	Non-System Specific	Golden Gate Utility System	Lehigh Utility System	Barefoot Bay Utility System	Pasco Utility System
	ASSETS				
Current assets					
Cash and cash equivalents	$ 457,838	$ 5,441,137	$ 10,149,917	$ -	$ 7,702,394
Restricted assets:					
Cash and cash equivalents	-	2,004,458	25,054,258	-	6,634,485
Bonds receivable	-	-	-	530,000	-
Interest receivable	-	-	-	290,106	-
Accounts receivable, net	-	1,100,685	2,101,473	-	2,330,031
Due from other governments	-	-	-	-	130,194
Prepaid items	29,731	227,606	357,933	-	4,035
Total current assets	487,569	8,773,886	37,663,581	820,106	16,801,139
Non-current assets					
Restricted assets:					
Cash and cash equivalents	-	2,618,316	4,105,708	-	5,732,852
Investments	-	-	-	-	3,662,922
Bonds receivable	-	-	-	10,960,000	-
Special assessment receivable	-	-	385,883	-	-
Intangible right-of-use agreement	-	-	-	-	-
Land	-	500,010	2,557,164	-	1,637,409
Utility plants	23,506	45,719,374	109,513,725	-	58,535,222
Construction in process	-	24,382	6,691,894	-	210,843
Accumulated depreciation	(784)	(21,010,912)	(46,354,620)	-	(10,661,721)
Excess of cost over fair value of acquired assets, net	-	6,106,378	2,158,912	-	42,991,260
Total non-current assets	22,722	33,957,548	79,058,666	10,960,000	102,108,787
Total Assets	$ 510,291	$ 42,731,434	$ 116,722,247	$ 11,780,106	$ 118,909,926
	DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss on bond refunding	$ -	$ 384,214	$ -	$ -	$ -
	LIABILITIES				
Current liabilities					
Accounts payable	$ 116,227	$ 385,977	$ 779,271	$ -	$ 1,093,389
Customer deposits	-	533,028	1,165,553	-	1,443,296
Liabilities payable from current restricted assets:					
Accounts payable	-	437,198	1,015,177	-	204,451
Interest payable	-	400,201	1,849,081	290,106	3,585,034
Current portion of long-term debt	-	1,167,059	22,190,000	530,000	2,845,000
Total current liabilities	116,227	2,923,463	26,999,082	820,106	9,171,170
Non-current liabilities					
Non-current portion of long-term debt	-	38,794,041	66,378,483	10,960,000	115,475,460
Total non-current liabilities	-	38,794,041	66,378,483	10,960,000	115,475,460
Total Liabilities	$ 116,227	$ 41,717,504	$ 93,377,565	$ 11,780,106	$ 124,646,630
	NET POSITION				
Net investment in capital assets	$ 22,722	$ (7,438,629)	$ 8,446,891	$ -	$ (24,894,516)
Restricted for:					
Capital projects	-	2,051,119	1,493,633	-	1,151,103
Debt service	-	935,231	2,353,776	-	10,376,740
Unrestricted	371,342	5,850,423	11,050,382	-	7,629,969
Total Net Position	$ 394,064	$ 1,398,144	$ 23,344,682	$ -	$ (5,736,704)

The accompanying notes to financial statements are an integral part of this statement.

Consolidated Utility Systems	Lindrick Utility System	N. Fort Myers Utility System	MacDill AFB Utility System	Lake Aqua Utility System	Pasco Aqua Utility System	Unified Aqua Utility System	Total
$ 4,475,780	$ 1,920,233	$ 2,771,346	$ 1,916,002	$ 848,759	$ 1,561,802	$ 2,219,709	$ 39,464,917
825,866	1,588,299	3,433,721	1,564,049	785,641	819,166	1,494,780	44,204,723
-	-	-	-	-	-	-	530,000
-	-	-	-	-	-	-	290,106
678,463	636,327	1,321,052	1,363,315	426,454	459,996	838,579	11,256,375
-	-	-	-	-	-	-	130,194
16,418	5,865	22,176	20,999	48,913	18,041	57,175	808,892
5,996,527	4,150,724	7,548,295	4,864,365	2,109,767	2,859,005	4,610,243	96,685,207
4,669,258	1,976,423	3,677,194	2,244,326	1,352,424	2,164,375	2,642,137	31,183,013
-	801,166	2,002,915	-	-	-	-	6,467,003
-	-	-	-	-	-	-	10,960,000
-	-	-	-	-	-	-	385,883
-	3,273,200	-	-	-	-	-	3,273,200
241,686	49,504	345,580	-	227,084	177,465	1,663,925	7,399,827
7,914,609	5,442,224	62,046,879	29,521,890	7,380,067	5,941,286	20,387,968	352,426,750
-	185	70,526	6,892,526	-	-	428,160	14,318,516
(982,351)	(710,767)	(9,168,699)	(3,746,729)	(1,053,761)	(760,276)	(2,530,873)	(96,981,493)
11,742,839	13,563,237	14,511,091	-	7,985,522	10,578,036	1,224,505	110,861,780
23,586,041	24,395,172	73,485,486	34,912,013	15,891,336	18,100,886	23,815,822	440,294,479
$ 29,582,568	$ 28,545,896	$ 81,033,781	$ 39,776,378	$ 18,001,103	$ 20,959,891	$ 28,426,065	$ 536,979,686
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 384,214
$ 361,908	$ 215,302	$ 700,624	$ 423,038	$ 201,908	$ 239,278	$ 610,256	$ 5,127,178
269,282	128,433	368,412	5,000	140,280	198,888	251,604	4,503,776
84,014	60,460	239,137	941,805	52,125	3,924	421,702	3,459,993
521,852	886,292	1,964,584	-	373,516	420,242	508,078	10,798,986
220,000	641,547	1,230,000	622,244	360,000	395,000	565,000	30,765,850
1,457,056	1,932,034	4,502,757	1,992,087	1,127,829	1,257,332	2,356,640	54,655,783
25,829,574	23,892,951	59,548,033	14,672,736	17,445,160	19,347,090	25,901,508	418,245,036
25,829,574	23,892,951	59,548,033	14,672,736	17,445,160	19,347,090	25,901,508	418,245,036
$ 27,286,630	$ 25,824,985	$ 64,050,790	$ 16,664,823	$ 18,572,989	$ 20,604,422	$ 28,258,148	$ 472,900,819
$ (5,132,916)	$ (2,303,137)	$ 7,103,687	$ 17,372,707	$ (3,132,515)	$ (3,121,689)	$ (4,234,478)	$ (17,311,873)
622,066	699,910	1,548,301	2,866,570	109,564	243,196	-	10,785,462
2,267,317	2,105,448	5,285,465	-	1,469,127	1,632,289	2,148,792	28,574,185
4,539,471	2,218,690	3,045,538	2,872,278	981,938	1,601,673	2,253,603	42,415,307
$ 2,295,938	$ 2,720,911	$ 16,982,991	$ 23,111,555	$ (571,886)	$ 355,469	$ 167,917	$ 64,463,081

The accompanying notes to financial statements are an integral part of this statement.

FLORIDA GOVERNMENTAL UTILITY AUTHORITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Non-System Specific	Golden Gate Utility System	Lehigh Utility System	Barefoot Bay Utility System	Pasco Utility System
Operating revenues					
Water and wastewater revenues	$ -	$ 7,485,218	$ 13,265,554	$ -	$ 17,729,642
Other operating revenues	76,390	223,141	615,694	-	629,651
Special assessments	-	-	-	-	-
Total operating revenues	76,390	7,708,359	13,881,248	-	18,359,293
Operating expenses					
Operating and management services	-	2,514,351	5,792,581	-	8,747,802
Other operating expenses	11,386	429,654	409,612	-	511,260
Depreciation and amortization	784	2,102,501	4,423,154	-	3,937,727
Total operating expenses	12,170	5,046,506	10,625,347	-	13,196,789
Operating income (loss)	64,220	2,661,853	3,255,901	-	5,162,504
Nonoperating revenues (expenses)					
Investment income (loss)	507	884	12,701	580,213	47,209
Miscellaneous income	-	435	3,253	-	125,502
Build America Bond interest subsidies	-	-	-	-	2,326,329
Interest expense	-	(1,592,336)	(3,120,759)	(580,213)	(7,173,658)
Debt issuance costs	-	(276,037)	(345,382)	-	-
Total nonoperating revenues (expenses)	507	(1,867,054)	(3,450,187)	-	(4,674,618)
Income (loss) before capital contributions	64,727	794,799	(194,286)	-	487,886
Capital contributions					
Capital grants	-	-	-	-	-
Recoverable portion of system purchase price	-	-	-	-	-
Impact fees and developer contributions	-	62,798	152,659	-	261,423
Total capital contributions	-	62,798	152,659	-	261,423
Increase (decrease) in net position	64,727	857,597	(41,627)	-	749,309
Net position, beginning of year	329,337	540,547	23,386,309	-	(6,486,013)
Net position, end of year	$ 394,064	$ 1,398,144	$ 23,344,682	$ -	$ (5,736,704)

The accompanying notes to financial statements are an integral part of this statement.

Consolidated Utility Systems	Lindrick Utility System	N. Fort Myers Utility System	MacDill AFB Utility System	Lake Aqua Utility System	Pasco Aqua Utility System	Unified Aqua Utility System	Total
$ 5,381,024	$ 4,341,076	$ 10,492,543	$ 4,556,280	$ 3,380,299	$ 3,308,537	$ 6,592,245	$ 76,532,418
318,410	122,738	763,881	30,220	131,751	166,684	335,169	3,413,729
-	-	-	-	-	-	-	-
5,699,434	4,463,814	11,256,424	4,586,500	3,512,050	3,475,221	6,927,414	79,946,147
2,441,479	2,093,907	4,811,443	2,238,209	1,903,314	1,362,269	4,318,737	36,224,092
193,786	97,898	558,616	228,366	137,274	93,807	315,841	2,987,500
736,938	762,036	2,650,979	1,040,511	727,750	697,457	1,111,552	18,191,389
3,372,203	2,953,841	8,021,038	3,507,086	2,768,338	2,153,533	5,746,130	57,402,981
2,327,231	1,509,973	3,235,386	1,079,414	743,712	1,321,688	1,181,284	22,543,166
889	18,731	46,339	428	236	356	571	709,064
-	-	23,429	115,713	507	-	1,399	270,238
-	575,115	1,183,828	-	-	-	-	4,085,272
(1,133,853)	(1,803,019)	(3,934,084)	(710,937)	(749,569)	(840,715)	(1,009,049)	(22,648,192)
-	-	-	-	-	-	-	(621,419)
(1,132,964)	(1,209,173)	(2,680,488)	(594,796)	(748,826)	(840,359)	(1,007,079)	(18,205,037)
1,194,267	300,800	554,898	484,618	(5,114)	481,329	174,205	4,338,129
-	-	-	2,916,079	-	-	-	2,916,079
-	-	-	1,523,016	-	-	-	1,523,016
190,407	6,240	614,329	-	4,200	-	14,200	1,306,256
190,407	6,240	614,329	4,439,095	4,200	-	14,200	5,745,351
1,384,674	307,040	1,169,227	4,923,713	(914)	481,329	188,405	10,083,480
911,264	2,413,871	15,813,764	18,187,842	(570,972)	(125,860)	(20,488)	54,379,601
$ 2,295,938	$ 2,720,911	$ 16,982,991	$ 23,111,555	$ (571,886)	$ 355,469	$ 167,917	$ 64,463,081

The accompanying notes to financial statements are an integral part of this statement.

FLORIDA GOVERNMENTAL UTILITY AUTHORITY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Non-System Specific	Golden Gate Utility System	Lehigh Utility System	Barefoot Bay Utility System	Pasco Utility System
Cash flows from operating activities					
Cash received from customers, including customer deposits	$ 109,460	$ 7,522,497	$ 13,901,634	$ -	$ 18,512,076
Cash received from rental activities	-	435	3,253	-	125,502
Cash payments for contractual and other services	(32,210)	(2,921,016)	(6,013,901)	-	(9,159,819)
Net cash provided by (used in) operating activities	77,250	4,601,916	7,890,986	-	9,477,759
Cash flows from capital and related financing activities					
Proceeds from issuance of bonds and loans	-	13,119,073	21,628,895	-	-
Debt issuance costs	-	(276,037)	(345,382)	-	-
Principal paid on revenue bond and assessment note maturities	-	(13,762,040)	(1,645,000)	(500,000)	(2,310,001)
Interest paid on revenue bonds and assessment note	-	(1,806,453)	(3,266,348)	(567,088)	(7,206,335)
Build America Bond subsidy receipts on revenue bonds	-	-	-	-	2,326,329
Payments to acquire and construct plant property	(23,506)	(519,876)	(3,803,873)	-	(1,480,373)
Interfund loans	19,846	(1,842)	(3,487)	-	1,315
Impact fees and other capital contributions	-	53,247	152,659	-	21,494
Net cash provided by (used in) capital and related financing activities	(3,660)	(3,193,928)	12,717,464	(1,067,088)	(8,647,571)
Cash flows from investing activities					
Proceeds from bond maturities	-	-	-	500,000	-
Sales (purchases) of investments	-	-	-	-	68,919
Interest received	507	884	12,701	567,088	47,209
Net cash provided by (used in) investing activities	507	884	12,701	1,067,088	116,128
Net increase (decrease) in cash and cash equivalents	74,097	1,408,872	20,621,151	-	946,316
Cash and cash equivalents, beginning of year	383,741	8,655,039	18,688,732	-	19,123,415
Cash and cash equivalents, end of year	$ 457,838	$ 10,063,911	$ 39,309,883	$ -	$ 20,069,731
Reconciliation of operating income to net cash provided by (used in) operating activities					
Cash flows from operating activities					
Operating income	$ 64,220	$ 2,661,853	$ 3,255,901	$ -	$ 5,162,504
Adjustments to reconcile operating income to net cash provided by operating activities:					
Miscellaneous nonoperating income	-	435	3,253	-	125,502
Depreciation and amortization expense	784	2,102,501	4,423,154	-	3,937,727
Changes in assets and liabilities					
Decrease (Increase) in accounts receivable	-	(193,677)	(56,995)	-	(8,994)
Decrease (Increase) in prepaid expenses	(20,824)	(22,316)	(35,836)	-	5,798
Increase (Decrease) in accounts payable and accrued expenses	33,070	45,305	224,128	-	93,445
Increase (Decrease) in customer deposits payable	-	7,815	77,381	-	161,777
Total adjustments	13,030	1,940,063	4,635,085	-	4,315,255
Net cash provided by (used in) operating activities	$ 77,250	$ 4,601,916	$ 7,890,986	$ -	$ 9,477,759
Supplemental schedule of noncash investing, capital, and financing activities					
Amortization of excess of cost over fair value of acquired assets	$ -	$ 452,324	$ 264,357	$ -	$ 1,835,926
Amortization of deferred loss on refunding	-	11,512	-	-	-
Bond discount (premium) amortization	-	(195,796)	(371,691)	-	12,088
Plant property contributed by developers	-	9,551	-	-	239,929

The accompanying notes to financial statements are an integral part of this statement.

Consolidated Utility Systems	Lindrick Utility System	N. Fort Myers Utility System	MacDill AFB Utility System	Lake Aqua Utility System	Pasco Aqua Utility System	Unified Aqua Utility System	Total
$ 5,623,379	$ 4,398,508	$ 11,155,462	$ 5,595,227	$ 3,500,198	$ 3,491,851	$ 6,972,448	$ 80,782,740
-	-	23,429	115,713	507	-	1,399	270,238
(2,660,262)	(2,191,820)	(5,411,993)	(2,378,122)	(2,001,165)	(1,356,314)	(4,510,614)	(38,637,236)
2,963,117	2,206,688	5,766,898	3,332,818	1,499,540	2,135,537	2,463,233	42,415,742
-	-	-	-	-	-	-	34,747,968
-	-	-	-	-	-	-	(621,419)
(220,000)	(617,845)	(860,000)	(586,095)	(350,000)	(385,000)	(555,000)	(21,790,981)
(1,112,783)	(1,818,133)	(3,942,068)	(937,025)	(750,872)	(844,635)	(1,021,706)	(23,273,446)
-	575,115	1,183,828	-	-	-	-	4,085,272
(765,422)	(389,651)	(508,502)	(5,466,725)	(334,677)	(247,102)	(1,795,343)	(15,335,050)
(1,268)	1,201	(2,497)	(9,532)	14,628	13,972	(32,336)	-
189,397	6,240	614,329	4,439,095	4,200	-	14,200	5,494,861
(1,910,076)	(2,243,073)	(3,514,910)	(2,560,282)	(1,416,721)	(1,462,765)	(3,390,185)	(16,692,795)
-	-	-	-	-	-	-	500,000
-	15,032	37,581	-	-	-	-	121,532
889	18,731	46,339	428	236	356	571	695,939
889	33,763	83,920	428	236	356	571	1,317,471
1,053,930	(2,622)	2,335,908	772,964	83,055	673,128	(926,381)	27,040,418
8,916,974	5,487,577	7,546,353	4,951,413	2,903,769	3,872,215	7,283,007	87,812,235
$ 9,970,904	$ 5,484,955	$ 9,882,261	$ 5,724,377	$ 2,986,824	$ 4,545,343	$ 6,356,626	$ 114,852,653
$ 2,327,231	$ 1,509,973	$ 3,235,386	$ 1,079,414	$ 743,712	$ 1,321,688	$ 1,181,284	$ 22,543,166
-	-	23,429	115,713	507	-	1,399	270,238
736,938	762,036	2,650,979	1,040,511	727,750	697,457	1,111,552	18,191,389
(108,018)	(84,001)	(161,994)	1,005,727	(48,235)	(36,406)	(25,178)	282,229
1,045	1,863	574	7,690	(7,163)	4,000	(14,750)	(79,919)
(26,042)	(1,878)	(42,508)	80,763	46,586	95,762	138,714	687,345
31,963	18,695	61,032	3,000	36,383	53,036	70,212	521,294
635,886	696,715	2,531,512	2,253,404	755,828	813,849	1,281,949	19,872,576
$ 2,963,117	$ 2,206,688	$ 5,766,898	$ 3,332,818	$ 1,499,540	$ 2,135,537	$ 2,463,233	$ 42,415,742
$ 445,782	$ 555,491	$ 584,340	$ -	$ 290,383	$ 384,656	$ 44,407	$ 4,857,666
23,000	-	-	-	-	-	-	34,512
495	-	7,109	-	2,538	230	2,602	(542,425)
1,010	-	-	-	-	-	-	250,490

The accompanying notes to financial statements are an integral part of this statement.

(1) **Summary of Significant Accounting Policies:**

(a) **Reporting entity**—The Florida Governmental Utility Authority (the "Authority") was formed as a legal entity and public body pursuant to Chapters 125, 166 and 163, Florida Statutes and an Interlocal Agreement dated February 1, 1999 (the "Interlocal Agreement") initially by and between Brevard County, Lee County, Polk County, and Sarasota County (the "Authority Members"), each a local government located in the State of Florida. The Interlocal Agreement was amended and restated on December 1, 2000, by and between Citrus County, Nassau County, Polk County, and Sarasota County. Sarasota County was a member of the Interlocal Agreement, but withdrew effective August 29, 2002, after assuming ownership of the Authority's assets and liabilities related to the Sarasota Utility System. On January 16, 2003, Osceola County was accepted as a member. Osceola County has since terminated its membership and the Poinciana Utility System assets and liabilities were transferred to the Tohopekaliga Water Authority on April 30, 2007. The Citrus Utility System was transitioned to Citrus County on February 15, 2007. On October 15, 2005 Lee County rejoined the Authority subsequent to the purchase of the Lehigh Acres System. The Town of Dundee joined as a member on June 12, 2007 and subsequently withdrew on January 21, 2010. Hendry County joined as a member on February 21, 2008. Pasco County joined as a member on February 27, 2008. DeSoto County joined as a member on January 13, 2009, and terminated its membership on November 12, 2015. The purpose of the Authority is to enable the Authority Members to make the most efficient use of their common power to acquire, own, improve, operate, and maintain water and wastewater facilities. It is not expected that the Authority will have any employees. All services will be provided on a contractual basis.

The Authority has adopted Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting Entity: Omnibus*, for the purpose of evaluating its financial statements. Based on the criteria in Statement No. 61, the Authority has determined that there are no other units that meet the criteria for inclusion in the Authority's financial statements.

(b) **Measurement focus, basis of accounting, and financial statement presentation**—The accounting systems of the Authority are organized on the basis of funds, each of which is considered an accounting entity having a self-balancing set of accounts for recording its assets, deferred outflows, liabilities, deferred inflows, net position, revenues, and expenses. Since the Authority is a special purpose government involved solely in the provision of water and wastewater services to its customers on a fee basis, all funds are accounted for in Proprietary Funds.

The focus of proprietary fund measurement is the determination of net income, financial position, and cash flows. The proprietary funds are used to account for operations: (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The Authority operates ten utility systems (Golden Gate, Lehigh Acres, Pasco, Consolidated, Lindrick, North Fort Myers, MacDill AFB, Lake Aqua, Pasco Aqua, Unified Aqua) in ten separate funds. The Authority has one non-system specific fund that handles the administration of the interlocal agreements and also has a fund (Barefoot Bay) that services outstanding bonds from former utility systems the Authority operated years ago. All funds are considered major funds.

The Authority utilizes the accrual basis of accounting in accordance with the GASB Codification.

(1) **Summary of Significant Accounting Policies:** (Continued)

(c) **Cash and cash equivalents**—Cash and cash equivalents consists of cash on hand and on deposit in banks and money market accounts. Investments with a maturity of three months or less when purchased are considered to be cash equivalents.

(d) **Investments**—Investments are carried at fair value.

(e) **Accounts receivable**—The Authority's accounts receivable consists of amounts due from consumers. The Utility Systems perform credit evaluations on their consumers and generally require collateral deposits from them.

(f) **Restricted assets and reserves**—Certain assets are required to be segregated from other assets due to various bond indenture agreements. These assets are legally restricted for specific purposes such as debt service, construction, and renewals and replacements. The remaining excess of restricted assets over liabilities is reflected as restricted net position.

(g) **Property and plant**—Property and plant are recorded at cost less accumulated depreciation, except contributed assets which are recorded at fair value on the date of contribution. Expenditures of $5,000 or more are capitalized. Construction period interest cost, net of interest earned on the unexpended proceeds of tax-exempt borrowings, is capitalized as part of the asset cost. Depreciation, on a straight-line basis, is charged over estimated useful lives ranging from 5 to 35 years.

(h) **Intangibles**—The excess cost over fair value of acquired assets is being amortized, on a straight-line basis, over the approximate life of the related assets purchased, ranging from 20 to 30 years. The right-of-use capacity agreement for the Lindrick Utility System has an indefinite life.

(i) **Bond discounts and premiums**—Bond discounts and premiums are deferred and amortized over the term of the bonds using the effective interest method.

(j) **Revenue recognition**—Operating revenue consists primarily of charges for services, which are billed to customers for water, wastewater, and reclaimed water service. Billings are included in revenue as meters are read on a cycle basis throughout each month. Unbilled revenues are accrued based on estimated consumption of the most recent billing. For the MacDill AFB system, all water and wastewater revenues are earned based on the terms set forth in a formal agreement between the Authority and the Federal government.

(k) **Net position flow assumption—**Sometimes the Authority will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to determine amounts reported as restricted and unrestricted net position, it is the Authority’s policy to consider restricted net position to have been used before unrestricted net position is applied.

(1) **Summary of Significant Accounting Policies:** (Continued)

(l) **Capital grants, contributions, and impact fees**—Impact fees are imposed by the Utility Systems to acquire, construct, equip, or expand the capacity of the water and/or wastewater facilities in order to serve new users of the facilities and new development within the service area of the Utility Systems. Impact fees revenue is recognized when the related connection services are performed. Capital contributions represent contributions of certain water distribution and wastewater collection systems. Such contributions are recognized as revenue in the period they are received. The recoverable portion of system purchase price is earned in the MacDill AFB System based on the terms set forth in the agreement with the Federal government. Capital grants represent funding from state and Federal agencies to support capital asset construction.

(m) **Operating and nonoperating revenues and expenses**—Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with principal ongoing operations. The Authority's principal operating revenues are charges for water and sewer services. Operating expenses include the costs to maintain and repair the water and sewer treatment plants, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

(n) **Deferred outflows/inflows of resources—**In addition to assets, the statement of financial position will, if required, 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. It is the deferred loss on refunding. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will, if required, 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 future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Authority has no items that qualify for reporting in this category.

(o) **Use of estimates**—The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, and changes therein, and disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

(p) **Risk management**—The Authority participates in various insurance programs for property and casualty losses. Coverage includes property, general liability, and public officials insurance. Environmental impairment insurance for potential spills is maintained with a third party insurance carrier. Settled claims have not exceeded insurance coverage during the last three fiscal years.

(2) **Purchase and Transition of Utility Systems:**

In recent years, the Authority has periodically engaged in acquiring new utility systems, most recently acquiring the Lake Aqua, Pasco Aqua, and Unified Aqua systems in fiscal year 2013.

No such acquisitions or transitions occurred during the year ended September 30, 2015.

(3) **Sale of Utility Systems:**

(a) **Barefoot Bay utility system**—Effective February 2, 2000, Barefoot Bay Water and Sewer District (the "District"), a component unit of Brevard County, Florida, acquired all the assets and assumed all operating liabilities of the Barefoot Bay Utility System at net book value. This transaction resulted in a gain of approximately $250,000, equal to the accumulated deficit of the Barefoot Bay Utility System at the sale date. In payment for the Barefoot Bay Utility System, the District issued Barefoot Bay Water and Sewer District Utility Revenue Bonds Series 2000 (the "Series 2000 Bonds") in the amount of $17,135,000. The respective interest rates and maturities of the Series 2000 Bonds are identical to the Florida Governmental Utility Authority Utility System Revenue Bonds (Barefoot Bay Utility System), Series 1999 Bonds issued at the acquisition of the Barefoot Bay Utility System by the Authority and which remain outstanding. The trust estate as defined in the Series 2000 Bonds trust indenture secures the Series 2000 Bonds. This trust estate has replaced the net revenues of the Barefoot Bay Utility System as the pledged revenue source securing the Series 1999 Bonds. The Series 2000 Bonds are included in restricted assets in the combined Statement of Net Position of the Authority.

(4) **Deposits and Investments:**

(a) **Deposits**—At September 30, 2015, the carrying amount of the Authority's cash on deposit in its bank account was $11,377,481 and the related bank balance was $12,149,983. In addition to insurance provided by the Federal Depository Insurance Corporation, deposits are held in banking institutions approved by the State Treasurer of the State of Florida to hold public funds. Under Florida Statutes Chapter 280, Florida Security for Public Deposits Act, the State Treasurer requires all Florida qualified public depositories to deposit with the Treasurer or another banking institution eligible collateral. In the event of failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses. The Authority's deposits at year end are considered insured for custodial credit risk purposes.

(b) **Investments**—At September 30, 2015, the Authority's investments consisted of the following:

Types of Investments	Maturities	Credit Quality (Moody's)	Fair Value
Investments			
Municipal bonds receivable	15.00	N/A	$ 11,490,000
Municipal bonds	2.20	Aaa-Aa3	6,467,003
Money market mutual funds	N/A	N/A	103,475,172
Total investments			121,432,175
Cash on deposit			11,377,481
Total cash and investments (unrestricted and restricted)			$ 132,809,656

(c) **Custodial credit risk**—For an investment, custodial credit is the risk that, in the event of the failure of the counterparty, the Authority will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. In order to manage the custodial credit risk, the Authority's investment policy specifies certain requirements to pre-qualify financial institutions and brokers/dealers and an annual review of the institutions used.

(d) **Credit risk**—Credit risk is the risk that an issuer or other counter party to an investment will not fulfill its obligations. The Authority does have a formal investment policy that limits its investments to high quality investments to control credit risk, which requires diversification of investments, limited investments in securities with higher credit risks, investing in securities with varying maturities, and continuously investing a portion of the portfolio in readily available funds such as local government investment pools or money market funds. In addition, Certificates of deposit and other evidences of deposit at qualified depositories, bankers' acceptances, and commercial paper, rated in the highest tier (e.g., A-I, P-I, F-I or D-1 or higher) by a nationally recognized rating agency. The municipal bonds receivable and money market mutual funds do not have credit quality ratings. The municipal bonds receivable are insured by a financial guaranty insurance policy.

(e) **Interest rate risk—**Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Authority has a formal investment policy that, except for special situations, limits investment maturities to instruments maturing within three years from purchase as a means of managing exposure to fair value losses arising from increasing interest rates. At September 30, 2015, the Plan's municipal bonds had a weighted average duration of 2.20 years.

(5) **Accounts Receivable:**

Receivables at September 30, 2015, consist of the following:

	Non-System Specific	Golden Gate Utility System	Lehigh Utility System	Pasco Utility System
Billed customer receivables	$ -	$ 757,021	$ 1,476,680	$ 1,789,842
Unbilled customer receivables	-	478,689	1,005,324	897,863
Special assessments - current	-	-	47,479	-
Other receivables	-	-	29,357	2,121
Gross accounts receivable	-	1,235,710	2,558,840	2,689,826
Less: Allowance for uncollectables	-	(135,025)	(457,367)	(359,795)
Net total receivables	$ -	$ 1,100,685	$ 2,101,473	$ 2,330,031

	Consolidated Utility System	Lindrick Utility System	N. Ft. Myers Utility System	MacDill AFB Utility System
Billed customer receivables	$ 503,524	$ 350,421	$ 540,565	$ 1,360,600
Unbilled customer receivables	347,093	387,617	861,310	-
Special assessments - current	-	-	-	-
Other receivables	-	19,324	-	2,715
Gross accounts receivable	850,617	757,362	1,401,875	1,363,315
Less: Allowance for uncollectables	(172,154)	(121,035)	(80,823)	-
Net total receivables	$ 678,463	$ 636,327	$ 1,321,052	$ 1,363,315

	Lake Aqua Utility System	Pasco Aqua Utility System	Unified Aqua Utility System	Total
Billed customer receivables	$ 352,757	$ 338,230	$ 587,586	$ 8,057,226
Unbilled customer receivables	144,907	231,973	370,849	4,725,625
Special assessments - current	-	-	-	47,479
Other receivables	-	-	52,893	106,410
Gross accounts receivable	497,664	570,203	1,011,328	12,936,740
Less: Allowance for uncollectables	(71,210)	(110,207)	(172,749)	(1,680,365)
Net total receivables	$ 426,454	$ 459,996	$ 838,579	$ 11,256,375

(6) Capital Assets:

Changes in the Authority's capital assets for the year ended September 30, 2015, were as follows:

	Balance October 1, 2014	Increases	Decreases	Balance September 30, 2015
Capital assets not being depreciated:				
Land	$ 7,399,887	$ 550	$ (610)	$ 7,399,827
Construction in progress	7,496,242	15,928,195	(9,105,921)	14,318,516
Total capital assets not being depreciated	14,896,129	15,928,745	(9,106,531)	21,718,343
Capital assets being depreciated:				
Utility plants	343,050,652	9,414,670	(38,572)	352,426,750
Accumulated depreciation	(83,648,391)	(13,335,979)	2,877	(96,981,493)
Total capital assets being depreciated, net	259,402,261	(3,921,309)	(35,695)	255,445,257
Capital Assets, net	$ 274,298,390	$ 12,007,436	$ (9,142,226)	$ 277,163,600
Excess of cost over fair value of acquired assets	$ 143,092,388	$ -	$ (2,411)	$ 143,089,977
Accumulated amortization	(27,370,532)	(4,857,665)	-	(32,228,197)
Excess of cost over fair value of acquired assets, net	115,721,856	(4,857,665)	(2,411)	110,861,780
Right of use intangible	3,273,200	-	-	3,273,200
Intangible Assets, net	$ 118,995,056	$ (4,857,665)	$ (2,411)	$ 114,134,980

Total interest expense incurred by the Authority during the current fiscal year was $23,521,179. Of this amount, $365,077 was capitalized and included as part of the cost of construction in progress.

(7) **Bonds and Notes Payable:**

(a) Revenue bonds and notes payable at September 30, 2015, are comprised of the following:

Barefoot Bay Utility System	
$3,715,000 5.25% Series 1999 Term Bonds due October 1, 2018, subject to mandatory sinking fund requirements in varying annual principal amounts beginning October 1, 2012; secured by matching bond receivable with identical terms	$ 2,285,000
$9,205,000 5.00% Series 1999 Term Bonds due October 1, 2029, subject to mandatory sinking fund requirements in varying annual principal amounts beginning October 1, 2019; secured by matching bond receivable with identical terms	9,205,000
Golden Gate Utility System	
$12,605,000 Series 2015 Serial Bonds, interest due semi-annually on January 1 and July 1 commencing July 1, 2015, principal payments due annually July 1, 2030 through 2035; interest rates ranging from 3.25% to 4.00%; secured by pledged water and wastewater revenues	12,605,000
$17,095,000 Series 2012 Serial Bonds, interest due semi-annually on January 1 and July 1 commencing July 1, 2013, principal payments due annually July 1, 2013 through 2029; interest rates ranging from 2.00% to 5.00%; secured by pledged water and wastewater revenues	14,875,000
$3,180,000 3.125% Series 2012 Term Bonds interest due semi-annually on January 1 and July 1 commencing July 1, 2013, principal payments due annually July 1, 2025 through 2029; secured by pledged water and wastewater revenues	3,180,000
$6,315,000 5.50% Series 2010 Term Bonds interest due semi-annually on January 1 and July 1 commencing July 1, 2011, principal payments due annually July 1, 2036 through 2040; secured by pledged water and wastewater revenues	6,315,000
$1,546,461 Loan Agreement CS12090902P—The Golden Gate Utility System was approved for preconstruction and construction loans by the Florida Department of Environmental Protection under the Clean Water State Revolving Loan Fund Program in the amount of $1,546,461 at an interest rate of 2.96%. The funds were used for wastewater system improvements. According to the loan agreement, 40 semi-annual payments of principal and interest are due beginning on October 15, 2004, currently in the amount of $52,237. This loan is junior and subordinate in all regards in right of payment and security to the Golden Gate Utility System Series 2005, Series 2010, and Series 2012 Bonds.	820,109
$1,855,921 Loan Agreement DW1127010—The Golden Gate Utility System was approved for a construction loan by the Florida Department of Environmental Protection under the Drinking Water State Revolving Loan Fund Program in the amount of $1,395,175 at an interest rate of 2.86%. Amendment 1 to the loan increased the loan amount to $1,855,921 at an average interest rate of 2.85%. The funds were used for system improvements. According to the loan agreement, 40 semi-annual payments of principal and interest are due beginning on February 15, 2005, currently in the amount of $61,648. This loan is junior and subordinate in all regards in right of payment and security to the Golden Gate Utility System Series 2005, Series 2010, and Series 2012 Bonds.	972,833

(7) **Bonds and Notes Payable:** (Continued)

Lehigh Acres Utility System

$16,480,000 Series 2014 Serial Bonds, interest due semi-annually on April 1 and October 1 commencing April 1, 2015, principal payments due annually October 1, 2016 through 2032; interest rates ranging from 2.00% to 5.00%; secured by pledged water and wastewater revenues	$ 16,480,000
$4,145,000 3.625% Series 2014 Term Bonds, interest due semi-annually on April 1 and October 1 commencing April 1, 2015, mandatory redemption of principal payments due annually October 1, 2033 through 2035; secured by pledged water and wastewater revenues	4,145,000
$20,465,000 Series 2012 Serial Bonds, interest due semi-annually on April 1 and October 1 commencing April 1, 2013, principal payments due annually October 1, 2015 through 2028; interest rates ranging from 2.75% to 5.00%; secured by pledged water and wastewater revenues	20,465,000
$10,615,000 5.00% Series 2012 Term Bonds interest due semi-annually on April 1 and October 1 commencing April 1, 2013, principal payments due annually October 1, 2029 through 2033; secured by pledged water and wastewater revenues	10,615,000
$12,535,000 5.25% Series 2010 Term Bonds interest due semi-annually on April 1 and October 1 commencing April 1, 2011, principal payments due annually October 1, 2034 through 2040; secured by pledged water and wastewater revenues	12,535,000
*$13,390,000 Series 2005 Serial Bonds interest due semi-annually on April 1 and October 1 commencing April 1, 2006, principal payments due annually October 1, 2006 through 2025; interest at rates ranging from 3.40% to 4.50%; secured by pledged water and wastewater revenues	8,685,000
*$5,515,000 4.50% Series 2005 Term Bonds interest due semi-annually on April 1 and October 1 commencing April 1, 2006, principal payments due annually October 1, 2026 through 2030; secured by pledged water and wastewater revenues	5,515,000
*$6,890,000 4.625% Series 2005 Term Bonds interest due semi-annually on April 1 and October 1 commencing April 1, 2006, principal payments due annually October 1, 2031 through 2035; secured by pledged water and wastewater revenues	6,890,000

*The Lehigh Series 2005 Bonds were refunded by the Series 2014 bonds but not paid off until subsequent to year-end on October 1, 2015.

(7) **Bonds and Notes Payable:** (Continued)

Pasco Utility System

$20,920,000 Series 2010B Serial Bonds interest due semi-annually on April 1 and October 1 commencing April 1, 2011, principal payments due annually October 1, 2013 through 2020; interest at rates ranging from 2.746% to 5.022%; secured by pledged water and wastewater revenues	18,230,000
$18,150,000 5.72% Series 2010B Term Bonds interest due semi-annually on April 1 and October 1 commencing April 1, 2011, principal payments due annually October 1, 2021 through 2025; secured by pledged water and wastewater revenues	18,150,000
$21,955,000 6.348% Series 2010B Term Bonds interest due semi-annually on April 1 and October 1 commencing April 1, 2011, principal payments due annually October 1, 2026 through 2030; secured by pledged water and wastewater revenues	21,955,000
$60,120,000 6.548% Series 2010B Term Bonds interest due semi-annually on April 1 and October 1 commencing April 1, 2011, principal payments due annually October 1, 2031 through 2040; secured by pledged water and wastewater revenues	60,120,000

Consolidated Utility System

$1,815,000 Series 2012A Serial Bonds, interest due semi-annually on April 1 and October 1 commencing October 1, 2012, principal payments due annually October 1, 2013 through 2025; interest at rates ranging from 2.00% to 3.75%; secured by pledged water and wastewater revenues	$ 1,745,000
$6,995,000 4.00% Series 2012A Term Bonds, interest due semi-annually on April 1 and October 1 commencing October 1, 2012, principal payments due annually October 1, 2026 through 2032; secured by pledged water and wastewater revenues	6,995,000
$4,250,000 5.00% Series 2012A Term Bonds, interest due semi-annually on April 1 and October 1 commencing October 1, 2012, principal payments due annually October 1, 2033 through 2037; secured by pledged water and wastewater revenues	4,250,000
$4,000,000 5.00% Series 2012A Term Bonds, interest due semi-annually on April 1 and October 1 commencing October 1, 2012, principal payments due annually October 1, 2038 through 2042; secured by pledged water and wastewater revenues	4,000,000
$3,580,000 4.25% Series 2012A Term Bonds, interest due semi-annually on April 1 and October 1 commencing October 1, 2012, principal payments due annually October 1, 2038 through 2042; secured by pledged water and wastewater revenues	3,580,000
$705,000 Series 2012B Serial Bonds, interest due semi-annually on April 1 and October 1 commencing October 1, 2012, principal payments due annually October 1, 2013 through 2016; interest at rates ranging from 2.00% to 2.80%; secured by pledged water and wastewater revenues	335,000
$5,000,000 4.00% Series 2012 Subordinate Bond, interest due semi-annually on June 1 and December 1 commencing December 1, 2012, principal payments of $1,000,000 due annually June 1, 2020 through 2024; secured by pledged water and wastewater revenues	5,000,000

(7) **Bonds and Notes Payable:** (Continued)

Lindrick Utility System

$1,729,413 Bulk Wastewater Treatment Agreement with the City of New Port Richey as amended effective October 1, 2012, due in monthly installments of $16,107 through October 1, 2022, comprised of principal and interest at a rate of 2.25%; secured by pledged water and wastewater revenues	$ 1,264,498
$4,585,000 6.641% Series 2010 Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2010, principal payments due annually October 1, 2011 through 2020; secured by pledged water and wastewater revenues	3,190,000
$3,375,000 7.141% Series 2010 Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2010, principal payments due annually October 1, 2021 through 2025; secured by pledged water and wastewater revenues	3,375,000
$4,255,000 7.630% Series 2010 Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2010, principal payments due annually October 1, 2026 through 2030; secured by pledged water and wastewater revenues	4,255,000
$5,445,000 7.880% Series 2010 Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2010, principal payments due annually October 1, 2031 through 2035; secured by pledged water and wastewater revenues	5,445,000
$7,005,000 8.080% Series 2010 Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2010, principal payments due annually October 1, 2036 through 2040; secured by pledged water and wastewater revenues	7,005,000

North Fort Myers Utility System

$9,965,000 Series 2010A Serial Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2010, principal payments due annually October 1, 2013 through 2020; interest at rates ranging from 2.50% to 3.75%; secured by pledged water and wastewater revenues	8,355,000
$9,175,000 6.584% Series 2010B Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2010, principal payments due annually October 1, 2021 through 2025; secured by pledged water and wastewater revenues	9,175,000
$11,365,000 6.884% Series 2010B Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2010, principal payments due annually October 1, 2026 through 2030; secured by pledged water and wastewater revenues	11,365,000
$31,935,000 7.084% Series 2010B Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2010, principal payments due annually October 1, 2031 through 2040; secured by pledged water and wastewater revenues	31,935,000

MacDill AFB Utility System

$17,715,314 6.00% seller-financed purchase price liability due in monthly installments of $126,918, recorded as offset against utility service charges, March 1, 2011 through February 1, 2031; secured by utility plant, infrastructure, and equipment	15,294,980

(7) **Bonds and Notes Payable:** (Continued)

Lake Aqua Utility System

$3,310,000 Series 2013A Serial Bonds interest due semi-annually on April 1 and October 1 commencing October 1 2013, principal payments due annually October 1, 2014 through 2023; interest at rates ranging from 2.00% to 3.375%; secured by pledged water and wastewater revenues	$ 3,155,000
$5,525,000 4.25% Series 2013A Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2013, principal payments due annually October 1, 2024 through 2033; secured by pledged water and wastewater revenues	5,525,000
$5,615,000 5.00% Series 2013A Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2013, principal payments due annually October 1, 2034 through 2040; secured by pledged water and wastewater revenues	5,615,000
$3,045,000 4.50% Series 2013A Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2013, principal payments due annually October 1, 2041 through 2043; secured by pledged water and wastewater revenues	3,045,000
$595,000 2.35% Series 2013B Serial Bonds interest due semi-annually on April 1 and October 1 commencing October 1 2013, principal payments due annually October 1, 2014 through 2016; secured by pledged water and wastewater revenues	400,000

Pasco Aqua Utility System

$3,860,000 Series 2013A Serial Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2013, principal payments due annually October 1, 2014 through 2023; interest at rates ranging from 2.00% to 3.50%; secured by pledged water and wastewater revenues	3,625,000
$6,165,000 4.25% Series 2013A Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2013, principal payments due annually October 1, 2024 through 2033; secured by pledged water and wastewater revenues	6,165,000
$6,260,000 5.00% Series 2013A Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2013, principal payments due annually October 1, 2034 through 2040; secured by pledged water and wastewater revenues	6,260,000
$3,390,000 4.50% Series 2013A Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2013, principal payments due annually October 1, 2041 through 2043; secured by pledged water and wastewater revenues	3,390,000
$465,000 2.40% Series 2013B Serial Bonds interest due semi-annually on April 1 and October 1 commencing October 1 2013, principal payments due annually October 1, 2014 to October 1, 2016; secured by pledged water and wastewater revenues	315,000

(7) **Bonds and Notes Payable:** (Continued)

Unified Aqua Utility System

$6,370,000 Series 2013A Serial Bonds interest due semi-annually on April 1 and October 1 commencing October 1 2013, principal payments due annually October 1, 2014 through 2025; interest at rates ranging from 2.00% to 4.00%; secured by pledged water and wastewater revenues	$ 6,225,000
$2,390,000 3.75% Series 2013A Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2013, principal payments due annually October 1, 2026 through 2028; secured by pledged water and wastewater revenues	2,390,000
$4,640,000 4.00% Series 2013A Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2013, principal payments due annually October 1, 2029 through 2033; secured by pledged water and wastewater revenues	4,640,000
$12,665,000 4.25% Series 2013A Term Bonds interest due semi-annually on April 1 and October 1 commencing October 1, 2013, principal payments due annually October 1, 2034 through 2043; secured by pledged water and wastewater revenues	12,665,000
$1,260,000 2.00% Series 2013B Serial Bonds interest due semi-annually on April 1 and October 1 commencing October 1 2013, principal payments due annually October 1, 2014 through 2016; secured by pledged water and wastewater revenues	850,000
Bonds and notes payable at September 30, 2015	444,872,420
Add: unamortized bond premiums, net of unamortized bond discounts	4,138,466
Less: current portion of bonds and notes payable	(30,765,850)
Long-term bonds and notes payable at September 30, 2015, net	$418,245,036

For the above debt instruments secured by pledged water and wastewater revenues, amounts pledged consist of the respective system's operating revenues are pledged over the course of the long-term debt payments and approximately equal to the debt service requirements outlined on the following pages. The debt instruments have been issued to fund various capital improvements. Operating revenues and the respective debt service requirements for the year ended September 30, 2015, are available in the statement of revenues, expenses, and changes in net position and the statement of cash flows.

(b) **Changes in bonds and notes payable**—Activity in bonds and notes payable for the year ended September 30, 2015, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds	$ 409,160,000	$ 33,230,000	$ (20,870,000)	$ 421,520,000	$ 29,800,000
Seller-financed note	20,881,075	-	(586,095)	20,294,980	622,244
Note Payable	1,427,343	-	(162,845)	1,264,498	166,547
State revolving loans	1,964,979	-	(172,037)	1,792,942	177,059
	$ 433,433,397	$ 33,230,000	$ (21,790,977)	$ 444,872,420	$ 30,765,850

(7) **Bonds and Notes Payable:** (Continued)

(c) Debt service requirements to maturity are as follows at September 30, 2015:

	Barefoot Bay Utility System		
September 30	Principal	Interest	Total Debt Service
2016	$ 530,000	$ 580,212	$ 1,110,212
2017	555,000	552,387	1,107,387
2018	585,000	523,250	1,108,250
2019	615,000	492,537	1,107,537
2020	650,000	460,250	1,110,250
2021 – 2025	3,760,000	1,781,000	5,541,000
2026 – 2030	4,795,000	742,500	5,537,500
Totals	$ 11,490,000	$ 5,132,136	$ 16,622,136

	Golden Gate Utility System		
September 30	Principal	Interest	Total Debt Service
2016	$ 1,167,059	$ 1,584,474	$ 2,751,533
2017	1,207,230	1,539,704	2,746,934
2018	1,257,552	1,493,382	2,750,934
2019	1,303,029	1,445,105	2,748,134
2020	1,363,666	1,383,968	2,747,634
2021 – 2025	7,374,406	6,140,643	13,515,049
2026 – 2030	8,085,000	4,767,984	12,852,984
2031 – 2035	10,695,000	3,140,813	13,835,813
2036 – 2040	6,315,000	1,079,100	7,394,100
Totals	$ 38,767,942	$ 22,575,173	$ 61,343,115

	Lehigh Utility System		
September 30	Principal	Interest	Total Debt Service
2016	$ 22,190,000	$ 3,599,516	$ 25,516,931
2017	1,880,000	2,718,739	4,247,720
2018	1,945,000	2,650,889	4,265,703
2019	2,015,000	2,573,089	4,278,967
2020	2,085,000	2,508,189	4,303,773
2021 – 2025	11,765,000	11,193,945	21,750,764
2026 – 2030	14,395,000	8,574,143	22,312,520
2031 – 2035	16,035,000	5,418,191	21,024,306
2036 – 2040	13,020,000	2,438,752	14,959,214
2041	2,560,000	134,400	2,694,400
Totals	$ 85,330,000	$ 41,809,853	$ 127,139,853

(7) **Bonds and Notes Payable:** (Continued)

	Pasco Utility System		
September 30	**Principal**	**Interest**	**Total Debt Service**
2016	$ 2,845,000	$ 7,170,068	$ 10,015,068
2017	2,910,000	7,069,355	9,979,355
2018	2,985,000	6,953,886	9,938,886
2019	3,070,000	6,824,994	9,894,994
2020	3,160,000	6,684,633	9,844,633
2021 – 2025	17,510,000	30,820,952	48,330,952
2026 – 2030	21,105,000	25,291,694	46,396,694
2031 – 2035	25,845,000	17,984,405	43,829,405
2036 – 2040	31,825,000	8,782,504	40,607,504
2041	7,200,000	471,456	7,671,456
Totals	$ 118,455,000	$118,053,947	$ 236,508,947

	Consolidated Utility System		
September 30	**Principal**	**Interest**	**Total Debt Service**
2016	$ 220,000	$ 1,110,358	$ 1,330,358
2017	225,000	1,105,108	1,330,108
2018	90,000	1,099,288	1,189,288
2019	95,000	1,097,263	1,192,263
2020	1,100,000	1,094,888	2,194,888
2020 – 2024	4,680,000	4,832,339	9,512,339
2025 – 2029	4,430,000	4,029,175	8,459,175
2030 – 2034	4,775,000	3,048,200	7,823,200
2035 – 2039	5,530,000	1,973,775	7,503,775
2040 – 2043	4,760,000	449,825	5,209,825
Totals	$ 25,905,000	$ 19,840,219	$ 45,745,219

	Lindrick Utility System		
September 30	**Principal**	**Interest**	**Total Debt Service**
2016	$ 641,547	$ 1,799,324	$ 2,440,871
2017	670,333	1,763,992	2,434,325
2018	694,205	1,726,915	2,421,120
2019	718,166	1,688,422	2,406,588
2020	747,216	1,648,511	2,395,727
2021 – 2025	3,623,031	7,580,438	11,203,469
2026 – 2030	4,055,000	6,286,407	10,341,407
2031 – 2035	5,180,000	4,565,223	9,745,223
2036 – 2040	6,655,000	2,291,512	8,946,512
2041	1,550,000	125,240	1,675,240
Totals	$ 24,534,498	$ 29,475,984	$ 54,010,482

(7) **Bonds and Notes Payable:** (Continued)

	North Fort Myers Utility System		
September 30	**Principal**	**Interest**	**Total Debt Service**
2016	$ 1,230,000	$ 3,929,168	$ 5,159,168
2017	1,290,000	3,892,268	5,182,268
2018	1,355,000	3,853,568	5,208,568
2019	1,420,000	3,809,530	5,229,530
2020	1,495,000	3,761,605	5,256,605
2021 – 2025	8,745,000	17,617,901	26,362,901
2026 – 2030	10,885,000	14,469,967	25,354,967
2031 – 2035	13,555,000	10,348,670	23,903,670
2036 – 2040	16,975,000	5,089,853	22,064,853
2041	3,880,000	274,859	4,154,859
Totals	$ 60,830,000	$ 67,047,389	$ 127,877,389

	MacDill AFB Utility System		
September 30	**Principal**	**Interest**	**Total Debt Service**
2016	$ 622,244	$ 900,772	$ 1,523,016
2017	660,623	862,393	1,523,016
2018	701,369	821,647	1,523,016
2019	744,628	778,388	1,523,016
2020	790,555	732,461	1,523,016
2021 – 2025	4,747,167	2,867,913	7,615,080
2026 – 2030	6,403,215	1,211,865	7,615,080
2031	625,179	9,409	634,588
Totals	$ 15,294,980	$ 8,184,848	$ 23,479,828

	Lake Aqua Utility System		
September 30	**Principal**	**Interest**	**Total Debt Service**
2016	$ 360,000	$ 747,031	$ 1,107,031
2017	365,000	739,131	1,104,131
2018	375,000	731,131	1,106,131
2019	385,000	723,631	1,108,631
2020	390,000	715,450	1,105,450
2021 – 2025	2,135,000	3,400,676	5,535,676
2026 – 2030	2,580,000	2,955,876	5,535,876
2031 – 2035	3,180,000	2,358,751	5,538,751
2036 – 2040	4,000,000	1,535,625	5,535,625
2041 – 2044	3,970,000	461,375	4,431,375
Totals	$ 17,740,000	$ 14,368,677	$ 32,108,677

(7) **Bonds and Notes Payable:** (Continued)

	Pasco Aqua Utility System		
September 30	Principal	Interest	Total Debt Service
2016	$ 395,000	$ 840,485	$ 1,235,485
2017	405,000	831,965	1,236,965
2018	410,000	823,225	1,233,225
2019	425,000	810,925	1,235,925
2020	435,000	798,175	1,233,175
2021 – 2025	2,375,000	3,793,676	6,168,676
2026 – 2030	2,880,000	3,295,901	6,175,901
2031 – 2035	3,550,000	2,629,500	6,179,500
2036 – 2040	4,460,000	1,711,000	6,171,000
2041 – 2044	4,420,000	513,650	4,933,650
Totals	$ 19,755,000	$ 16,048,502	$ 35,803,502

	Unified Aqua Utility System		
September 30	Principal	Interest	Total Debt Service
2016	$ 565,000	$ 1,016,156	$ 1,581,156
2017	575,000	1,004,856	1,579,856
2018	590,000	993,356	1,583,356
2019	605,000	975,656	1,580,656
2020	620,000	962,800	1,582,800
2021 – 2025	3,375,000	4,522,281	7,897,281
2026 – 2030	3,990,000	3,915,395	7,905,395
2031 – 2035	4,830,000	3,077,515	7,907,515
2036 – 2040	5,915,000	1,987,513	7,902,513
2041 – 2044	5,705,000	618,589	6,323,589
Totals	$ 26,770,000	$ 19,074,117	$ 45,844,117

(d) **Bond issuances**—During the year ended September 30, 2015, the authority entered into the following debt issuances:

Lehigh Acres Utility System Series 2014 Refunding Revenue Bonds—On November 13, 2014, the Authority isued the Series 2014 Utility Refunding Revenue Bonds for the Lehigh Acres Utility System in the amount of $20,625,000 and due October 1, 2035. Interest will compound monthly on a 30/360 basis. Payments on interest are due semi-annually, beginning on April 1, 2015, at rates ranging from 2.000% to 5.000%. Principal payments in varying amounts are due annually on October 1, 2016 through 2035. The Purpose of the Revenue Bonds was to refund the Lehigh Acres Utility System Series 2005 Revenue Bonds, for which the outstanding balances of $21,090,000 at year-end will be paid in early 2016 with proceeds from the 2014 Refunding Revenue Bonds held in a restricted escrow account at year-end. The refunding enabled the Authority to reduce its debt service payments over 20 years by $1,957,633 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $1,431,491.

Golden Gate Utility System Series 2015 Refunding Revenue Bonds—On April 16, 2015, the Authority issued the Series 2015 Utility Refunding Revenue Bonds for the Golden Gate Utility System in the amount of $12,605,000 and due July 1, 2035. Interest will compound monthly on a 30/360 basis. Payments on interest are due semi-annually, beginning on July 1, 2015, at rates ranging from 3.25% to 4.00%. Principal payments in varying amounts are due annually on July 1, 2030 through 2035. The Purpose of the Revenue Bonds was to refund the Golden Gate Utility System Series 2005 Revenue Bonds. The refunding enabled the Authority to reduce its debt service payments over 20 years by $1,309,305 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $966,605.

(8) **Commitments and Contingencies:**

(a) **U.S. Water/Wade Trim, LLC**—Contracted to perform water treatment, water distribution, wastewater treatment, wastewater disposal and control, and other related services for all utility systems of the Authority. With the exception of Golden Gate and Lehigh Acres, both of which had contract effective dates of October 1, 2011, the contract terms started on the effective date of the acquisitions of each system, and expire on varying dates from September 30, 2015 to September 30, 2019.

U.S. Water receives an annual fixed fee for services provided to the systems of $23,362,919, paid in monthly installments. Fees in future years are adjusted as defined in the Operations and Billing Contract. The Operations and Billing Contract also provides for additional payments to U.S. Water for renewals and replacements and for capital improvements. Such additional payments are to be at U.S. Water's cost plus a specified profit percentage. Total amounts paid to U.S. Water for the year ended September 30, 2015 for all services were $34,471,754. At September 30, 2015, amounts payable to U.S. Water totaled $5,317,216.

(b) **Government Services Group, Inc.**—In order to execute the powers of the Authority pursuant to the Interlocal Agreement and the responsibilities of the Authority, the Authority retained Government Services Group, Inc. (GSG), a private contractor, for the overall management of the Authority. The Management Services Agreement between the Authority and GSG defines the general functions GSG will carry out and expires September 30, 2020, with the exception of the agreement defining functions relating to the MacDill AFB System, which expires September 30, 2021. The Authority has the option to extend the term of the Management Services Agreement. GSG receives an annual base fixed fee for general administrative services provided to the Authority of $3,524,022, as well as an annual based fixed fee for capital improvement program administrative fees of $1,165,309. Additional payments are made for other services approved by the Authority's Board of Directors. Total amounts paid to GSG for the year ended September 30, 2015 were $5,620,157. At September 30, 2015, amounts payable to GSG totaled $346,866.

(c) **North Fort Myers System contingent payments**—As part of the purchase agreement for the North Fort Myers System, the Authority agreed to pay the seller 50% of impact fees collected for a period of 20 years from the closing date in June 2010 or until $25 million has been paid to the seller, whichever occurs first. As of September 30, 2015, $474,373 has been incurred in accordance with this agreement, $230,226 of which was incurred during the year ended September 30, 2015. The Authority also entered into a settlement with a developer of a specific subdivision whereby the developer is entitled to $635 per lot (less a 2.0% handling fee) which impact fees are paid. Total amounts incurred under this agreement at September 30, 2015, were $66,538, $15,558 which was incurred during the year ended September 30, 2015.

(d) **Contracts**—Commitments on outstanding contracts for improvements and maintenance of the Utility Systems totaled $8,028,136 at September 30, 2015.

(e) **Other pending litigation**—The Utility Systems are contingently liable with respect to regulatory inquiries and other claims incidental to the ordinary course of its operations. In the opinion of management, based on the advice of legal counsel, the ultimate disposition of these regulatory inquiries and claims will not have a material adverse effect on the financial position or results of operations of the Utility Systems.

(9) **Related Party Transactions:**

Prior to December 31, 2001, Government Services Group, Inc. (GSG) was partially owned by Nabors, Giblin & Nickerson, P.A., (NGN) which is serving as Bond Counsel with respect to the Authority's bond issues and Special Authority Counsel of each of the Utility Systems. This direct interest ended through a buyout of NGN shares by GSG.

TAB 3

Statistical Section

STATISTICAL SECTION

This part of the Florida Governmental Utility Authority's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health. In some instances, data is not available for all years. In future financial statements, we will add the current year plus continue to report on the years reflected in these schedules until a full ten years of data is presented.

Contents **Page**

Financial Trends
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time
- Net Position by Component 69
- Changes in Net Position 70
- Summary of Ten Largest Single Water Users 71

Debt Capacity
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.
- Ratios of Outstanding Debt by Fund Type 72
- Pledged Revenue Coverage 73 – 74

Demographic and Economic Information
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.
- Demographic and Economic Statistics 75 – 76
- Principal Employers 77

Operating Information
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.
- Operating Indicators by Function 78
- Capital Asset Statistics by Function 79 – 81

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Florida Governmental Utility Authority
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in whole dollars)

Description	2006	2007	2008	2009	2010	2011 (Restated)	2012	2013	2014	2015
Primary Government										
Business-type activities										
Net Investment in Capital Assets	$ 32,190,518	$ 16,432,401	$ 17,914,712	$ 13,992,783	$ 4,939,605	$ (14,035,110)	$ (6,533,854)	$ (17,013,072)	$ (17,843,579)	$ (17,311,873)
Restricted for capital projects	35,749,809	5,091,960	2,973,351	4,629,009	13,652,745	11,925,265	6,330,759	8,110,836	9,906,166	10,785,462
Restricted for debt service	6,725,253	1,924,309	2,250,265	2,574,639	3,978,362	19,055,348	21,685,846	26,687,847	28,105,157	28,574,185
Unrestricted	16,280,688	3,724,891	5,523,306	6,047,544	8,122,236	13,476,660	17,814,769	27,229,511	34,211,857	42,415,307
Total Business Type Activities Net Position	**$ 90,946,268**	**$ 27,173,561**	**$ 28,661,634**	**$ 27,243,975**	**$ 30,692,948**	**$ 30,422,163**	**$ 39,297,520**	**$ 45,015,122**	**$ 54,379,601**	**$ 64,463,081**
Total Primary Government Net Position	**$ 90,946,268**	**$ 27,173,561**	**$ 28,661,634**	**$ 27,243,975**	**$ 30,692,948**	**$ 30,422,163**	**$ 39,297,520**	**$ 45,015,122**	**$ 54,379,601**	**$ 64,463,081**

The Florida Governmental Utility Authority has no governmental activities. All funds are accounted for in enterprise funds.

Note: The change in Net Position from fiscal year 2006 to 2007 is the result of the transition of the Poinciana and Citrus Utility systems to their local governmental authorities

Note: Implementation of Governmental Accounting Standards Board (GASB) Statement No. 65, Items Previously Reorted as Assets and Liabilities.

Florida Governmental Utility Authority
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in whole dollars)

Description	FISCAL YEAR 2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Business-type activities										
Operational and management services	$ 16,196,892	$ 10,525,349	$ 6,533,699	$ 10,064,112	$ 15,281,545	$ 20,497,628	$ 22,778,812	$ 31,489,919	$ 35,783,063	$ 36,224,092
Other operating expenses	5,686,891	3,788,543	2,841,753	3,985,936	3,222,587	4,062,030	4,374,611	3,193,505	3,372,047	2,987,500
Depreciation and amortization (1)	9,091,026	6,852,093	4,638,000	7,843,407	10,617,680	14,516,388	13,552,276	16,291,959	17,836,854	18,191,389
Debt issuance costs	-	-	-	-	-	-	508,069	2,870,865	-	621,419
Interest expense (net)	9,107,813	7,860,464	5,154,598	8,319,821	11,380,492	14,250,220	15,605,019	17,693,700	18,120,059	18,562,920
Loss on sale of system (transfer of net assets) (2)	-	80,868,281	-	-	-	-		-	-	-
Total business-type activities expenses	**$ 40,082,622**	**$ 109,894,730**	**$ 19,168,050**	**$ 30,213,276**	**$ 40,502,304**	**$ 53,326,266**	**$ 56,818,787**	**$ 71,539,948**	**$ 75,112,024**	**$ 76,587,320**
Program revenues										
Business-type activities										
Water and wastewater revenue (3)	$ 37,523,395	$ 28,467,322	$ 15,660,843	$ 25,321,022	$ 34,618,769	$ 50,615,714	$ 55,545,185	$ 66,319,456	$ 72,578,666	$ 76,532,418
Other operating revenues	2,353,150	683,818	212,766	73,952	106,801	97,369	214,781	2,690,929	3,112,652	3,413,729
Special assessments	77,476	74,773	86,195	39,759	362	-	-	-	-	-
Developer contributions	1,044,296	1,836,726	514,989	1,009,786	2,052,823	655,159	368,367	2,084,610	1,215,519	250,490
Impact Fees	3,844,776	1,959,022	1,072,627	328,026	5,113,634	121,022	822,747	313,856	1,257,129	1,055,766
Capital grants	-	-	110,058	17,500	-	10,715,974	7,220,049	4,172,288	3,653,010	2,916,079
Recoverable portion of purchase price	-	-	-	-	-	888,426	1,523,016	1,523,016	1,523,016	1,523,016
Nonoperating revenues (primarily investment interest and rental income)	20,096,255	13,100,362	2,998,645	2,005,572	2,058,884	214,315	-	153,394	1,136,507	979,302
Total business-type activities revenue	**$ 64,939,348**	**$ 46,122,023**	**$ 20,656,123**	**$ 28,795,617**	**$ 43,951,273**	**$ 63,307,979**	**$ 65,694,144**	**$ 77,257,550**	**$ 84,476,499**	**$ 86,670,800**
Change in net position										
Total primary government	**$ 24,856,726**	**$ (63,772,707)**	**$ 1,488,073**	**$ (1,417,659)**	**$ 3,448,969**	**$ 9,981,713**	**$ 8,875,357**	**$ 5,717,602**	**$ 9,364,475**	**$ 10,083,480**

Note (1): Depreciation and amortization for system assets and goodwill.

Note (2): The Loss on sale of system amount under the Expenses section represents the net asset value of those systems that transitioned from FGUA ownship.

Note (3): Water and wastewater revenue is net of bad debt.

Note (4): The change in Net Position during fiscal year 2007 is the result of the transition of the Poinciana and Citrus Utility systems to their local governmental authorities

Florida Governmental Utility Authority
Summary of Ten Largest Single Water Users
September 30, 2015

System	Total Consumption (thousands of gallons)	Percent of Total Gallons Consumed
GOLDEN GATE		
PACIFICA NAPLES LLC	21,060	4.97%
BENCHMARK WAVERLEY PLACE	20,093	4.74%
CORAL PALMS NAPLES APT LLC	15,985	3.77%
PAR ONE HOMEOWNERS	12,648	2.98%
PACIFICA LAUREL RIDGE LLC	9,533	2.25%
RANIERI (QUALITY INN)	7,356	1.73%
4300 ATOLL COURT LLC	7,184	1.69%
WHISTLER'S GREEN	7,170	1.69%
POLLO TROPICAL	5,717	1.35%
OPUS APARTMENTS LLC	5,126	1.21%
TOTAL	**111,872**	**26.38%**
LEHIGH ACRES		
LEHIGH REGIONAL MED CENTER	7,372	1.27%
FOUNTAIN CREST RETIREMENT COMM	4,120	0.71%
PHOENIX ASSOCIATES OF NAPLES	3,646	0.63%
LEHIGH ACRES NH LLC	2,808	0.48%
STERLING HOUSE OF LEHIGH ACRES	2,647	0.46%
SUNSHINE VILLAS	2,513	0.43%
D & B LAUNDROMAT	2,414	0.42%
EAST LEE COUNTY HIGH SCHOOL	2,177	0.37%
LEHIGH KIDNEY CARE CENTER	1,980	0.34%
PRESBYTERIAN HOMES OF LEHIGH	1,968	0.34%
TOTAL	**31,645**	**5.45%**
PASCO		
PARK AT BARRINGTON, LLC	14,610	1.62%
CRP HOLDINGS CSS LLC	13,049	1.45%
PALMS AT WYNDTREE	11,204	1.25%
VIVA VILLA MAINTENANCE CORP.	6,508	0.72%
TANDEM HEALTH CARE	6,073	0.68%
DISTRICT SCHOOL BOARD PASCO	6,021	0.67%
EASTLAKE REHAB&CARE CENTER LLC	5,664	0.63%
HOLIDAY HOTEL AND RESORT LLC	3,314	0.37%
BAYCARE SURGERY CENTER	2,971	0.33%
ELON PROPERTY MANAGEMENT	2,890	0.32%
TOTAL	**72,304**	**8.04%**
PASCO AQUA		
RICCIARDI	400	0.36%
SUNSHINE INVESTMENT	332	0.29%
FLORIDA VILLAGE SQUARE	325	0.29%
SYBRA INC #1310	276	0.25%
AOH RIVERMILL, LLC.	262	0.23%
SERGIOS REST	209	0.19%
KEMP REAL ESTATE	167	0.15%
AAA	161	0.14%
AMERICAN CONDOMINIMUM PARKS	143	0.13%
BLUE FIN FAMILY CORP	138	0.12%
TOTAL	**2,413**	**2.14%**
UNIFIED AQUA		
CITY OF LONGWOOD	2,715	0.64%
SUNNY PINES MHP	2,123	0.50%
FLA TOOL AND EQUIPMENT SERVICE	1,771	0.42%
FLA REFUSE SERVICE INC	1,435	0.34%
SEA BREEZE	1,372	0.33%
RIVERBEND CONDO ASSN	1,368	0.32%
SUNSET BEACH VILLAS	1,118	0.27%
BEACH VILLAS III CONDO	1,080	0.26%
BAYSIDE VILLAS CONDO	968	0.23%
SOUTH SEAS CLUB	968	0.23%
TOTAL	**14,918**	**3.54%**

System	Total Consumption (thousands of gallons)	Percent of Total Gallons Consumed
CONSOLIDATED		
NORTH BAY S.R. 54 FACILITY	4,454	1.18%
RESORT AT PARADISE LAKES, LLC	4,048	1.07%
DENHAM OAKS ELEMENTARY	3,079	0.81%
DR HORTON	2,501	0.66%
TERRA BELLA HOMEOWNERS	1,779	0.47%
Gulfside Elem School	1,631	0.43%
WALMART STORES EAST, LP	1,628	0.43%
TRINITY INVESTMENT GROUP	1,521	0.40%
K. HOVNANIAN COMPANIES, LLC	1,437	0.38%
HOMES BY WEST BAY	1,436	0.38%
TOTAL	**23,514**	**6.21%**
LINDRICK		
GULF HARBOR CONDOS	15,051	8.36%
NEW PORT COLONY	5,108	2.84%
LANDINGS AT SEA FOREST	4,731	2.63%
LANDINGS OF ST ANDREWS	4,166	2.31%
SEAVIEW PLACE CONDOMINIUMS	3,641	2.02%
HEATHER COVE	2,750	1.53%
SEA CASTLE CONDO	2,585	1.44%
WINDWARD COVE CONDO	2,309	1.28%
HARBOR VILLAS CONDO	2,242	1.25%
HOLIDAY HARBOR	1,535	0.85%
TOTAL	**44,118**	**24.51%**
NFMU		
LEE COUNTY BOCC - UTILITIES	338,314	31.17%
TAMIAMI MASTER ASSOC. INC	99,939	9.21%
EQUITY LIFESTYLE PROPERTIES, INC	27,784	2.56%
ISLAND VISTA ESTATES LLC	21,354	1.97%
MHC WINDMILL VILLAGE	18,605	1.71%
SIX LAKES COUNTRY CLUB IN	15,800	1.46%
BUCCANEER ESTATES	14,055	1.29%
BAYSHORE ELEM SCHOOL	11,443	1.05%
PIONEER VILLAGE	7,854	0.72%
SERENDIPITY MOBIL HOME PARK	7,647	0.70%
TOTAL	**562,795**	**51.85%**
LAKE AQUA		
JACOBSON	1,854	0.79%
S CHASE HOMEOWNERS ASSOC.	1,666	0.71%
MHC OPERATING LP	1,552	0.66%
MUNN SALES SERVICE INC	881	0.38%
HUNTLEY JIFFY STORE #6079	826	0.35%
ECONO WASH/LAUNDROMAT	326	0.14%
BILL BRYAN CHRYSLERPLYMOUTH	529	0.23%
KRAUSE	380	0.16%
GARNER CONSTRUCTION	297	0.13%
EXCLUSIVE AGENCY, INC	256	0.11%
TOTAL	**8,567**	**3.65%**

Florida Governmental Utility Authority
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(amounts expressed in whole dollars)

Fiscal Year	Business-Type Activities			Total Primary Government	Percentage of Personal Income	Per Utility Customer
	Water & Wastewater Bonds	General Obligation Bonds	Capital Leases			
2006	$ 225,466,429	-	-	$ 225,466,429	na	$ 4,797
2007 (1)	145,239,428	-	-	145,239,428	na	9,946
2008	143,294,162	-	-	143,294,162	na	9,729
2009	252,014,267	-	-	252,014,267	na	4,295
2010	341,518,994	-	-	341,518,994	na	4,290
2011 (2)	332,432,943	-	-	332,432,943	na	4,137
2012 (2)	351,269,540	-	-	351,269,540	na	4,029
2013 (2)	447,217,820	-	1,586,568	448,804,388	na	4,138
2014 (2)	407,023,434	-	1,427,343	408,450,777	na	3,652
2015 (2)	420,961,408	-	1,264,498	422,225,906	na	3,767

Note: (1) During Fiscal Year 2007, the transition of the Poinciana and Citrus Utility systems to their local governmental authorities caused the overall increase in the Per Utility Customer Costs. These systems accounted for the majority of the total customer count for the combined FGUA Systems.

(2) This amount excludes the Barefoot Bay bonds, as the FGUA no longer owns or operates this system. The Barefoot Bay debt service is fully funded by the new owners and the FGUA acts as a pass-through agent only. In addition, we are also excluding the Seller-financed note associated with the MacDill AFB purchase because the AFB is considered one customer, and the Federal Government subsidizes the debt service.

Florida Governmental Utility Authority
Pledged-Revenue Coverage
Last Ten Fiscal Years
(amounts expressed in whole dollars)

		Water & Sewer Revenue Bonds						Special Assessment Bonds			
					Debt Service				Debt Service		
Fiscal Year	Name of System	Water, Wastewater and Other Revenue (1)	Less: Operating Expenses (2)	Net Available Revenue	Principal	Interest	Coverage	Special Assessment	Principal	Interest	Coverage
2006											
	Barefoot Bay(4)	1,110,058	-	1,110,058	355,000	755,058	1.00	-	-	-	-
	Sarasota(4)	1,774,140	-	1,774,140	555,000	1,219,140	1.00	-	-	-	-
	Citrus (3)	7,174,292	4,594,908	2,579,384	420,000	1,128,394	1.67	-	-	-	-
	Golden Gate	6,396,112	2,570,262	3,825,850	835,071	1,880,344	1.41	77,476	52,802	19,760	1.07
	Lehigh Acres	11,382,882	4,739,615	6,643,267	1,725,000	2,796,384	1.47	-	-	-	-
	Poinciana (3)	18,210,839	9,653,016	8,557,823	1,320,000	2,433,294	2.28	-	-	-	-
	Total	$46,048,323	$21,557,801	$24,490,522	$5,210,071	$10,212,614	1.59	77,476	52,802	19,760	1.07
2007											
	Barefoot Bay	1,105,859	-	1,105,859	365,000	740,859	1.00	-	-	-	-
	Sarasota	1,751,892	-	1,751,892	555,000	1,196,892	1.00	-	-	-	-
	Golden Gate	6,498,238	2,823,225	3,675,013	801,652	1,947,323	1.34	74,773	54,866	14,272	1.08
	Lehigh Acres	12,070,977	5,047,070	7,023,907	1,170,000	3,003,803	1.68	-	-	-	-
	Total	$21,426,966	$7,870,295	$13,556,671	$2,891,652	$6,888,877	1.39	74,773	54,866	14,272	1.08
2008											
	Barefoot Bay	1,090,893	-	1,090,893	365,000	725,893	1.00	-	-	-	-
	Sarasota	1,752,929	-	1,752,929	580,000	1,172,929	1.00	-	-	-	-
	Golden Gate	6,066,118	3,172,185	2,893,933	795,642	1,918,578	1.07	86,195	59,240	8,255	1.28
	Lehigh Acres	10,707,788	6,020,572	4,687,216	1,305,000	2,970,503	1.10	-	-	-	-
	Total	$19,617,728	$9,192,757	$10,424,971	$3,045,642	$6,787,903	1.06	86,195	59,240	8,255	1.28
2009											
	Barefoot Bay	1,090,123	-	1,090,123	380,000	710,123	1.00	-	-	-	-
	Sarasota	1,752,652	-	1,752,652	605,000	1,147,652	1.00	-	-	-	-
	Golden Gate	5,704,070	3,079,882	2,624,188	829,749	1,360,084	1.20	39,759	90,145	3,513	0.42
	Lehigh Acres	10,594,737	6,337,683	4,257,054	1,335,000	2,192,343	1.21	-	-	-	-
	Pasco Systems (5)	9,258,799	4,612,090	4,646,709	-	2,909,619	1.60	-	-	-	-
	Total	$28,400,381	$14,029,655	$14,370,726	$3,149,749	$8,319,821	1.25	39,759	90,145	3,513	0.42
2010											
	Barefoot Bay	1,093,123	-	1,093,123	400,000	693,123	1.00	-	-	-	-
	Sarasota	1,736,391	-	1,736,391	630,000	1,106,391	1.00	-	-	-	-
	Golden Gate	6,141,890	2,877,879	3,264,011	864,474	1,874,800	1.19	-	-	-	-
	Lehigh Acres	10,200,210	5,428,303	4,771,907	1,380,000	2,970,455	1.10	-	-	-	-
	Pasco Systems (5)	14,494,924	4,612,090	9,882,834	-	4,930,583	2.00	-	-	-	-
	Consolidated	656,710	425,806	230,904	-	176,400	1.31	-	-	-	-
	Lindrick	2,020,189	1,137,864	882,325	-	676,921	1.30	-	-	-	-
	NFMU	1,174,236	674,730	499,506	-	401,866	1.24	-	-	-	-
	Total	$37,517,673	$15,156,672	$22,361,001	$3,274,474	$12,830,539	1.39	-	-	-	-
2011											
	Barefoot Bay	1,118,992	-	1,118,992	435,000	683,992	1.00	-	-	-	-
	Sarasota	1,415,300	-	1,415,300	420,000	995,300	1.00	-	-	-	-
	Golden Gate	6,745,712	3,112,442	3,633,270	897,072	2,145,828	1.19	-	-	-	-
	Lehigh Acres	11,888,187	6,051,218	5,836,969	1,415,000	3,439,336	1.20	-	-	-	-
	Pasco Systems	16,366,387	7,524,066	8,842,321	-	7,178,225	1.23	-	-	-	-
	Consolidated	823,093	538,282	284,811	-	227,976	1.25	-	-	-	-
	Lindrick	4,232,463	1,632,076	2,600,387	-	1,865,225	1.39	-	-	-	-
	NFMU	8,333,037	3,718,003	4,615,034	-	3,726,984	1.24	-	-	-	-
	Total	$50,923,171	$22,576,087	$28,347,084	$3,167,072	$20,262,866	1.21	-	-	-	-
2012											
	Barefoot Bay	1,100,074	-	1,100,074	435,000	665,074	1.00	-	-	-	-
	Sarasota	14,164,966	-	14,164,966	13,691,259	473,707	1.00	-	-	-	-
	Golden Gate	6,621,557	2,884,461	3,737,096	936,561	2,124,023	1.22	-	-	-	-
	Lehigh Acres	11,608,382	5,480,600	6,127,782	1,465,000	3,477,651	1.24	-	-	-	-
	Pasco Systems	16,516,475	9,321,853	7,194,622	-	4,785,891	1.50	-	-	-	-
	Consolidated	1,976,950	977,353	999,597	-	453,053	2.21	-	-	-	-
	Lindrick	3,868,309	1,992,190	1,876,119	250,000	1,201,605	1.29	-	-	-	-
	NFMU	7,614,567	4,125,609	3,488,958	200,004	2,720,739	1.19	-	-	-	-
	Total	$63,471,280	$24,782,066	$38,689,214	$16,977,824	$15,901,743	1.18	-	-	-	-

Florida Governmental Utility Authority
Pledged-Revenue Coverage (continued)
Last Ten Fiscal Years
(amounts expressed in whole dollars)

		Water & Sewer Revenue Bonds						Special Assessment Bonds			
					Debt Service				Debt Service		
Fiscal Year	Name of System	Water, Wastewater and Other Revenue (1)	Less: Operating Expenses (2)	Net Available Revenue	Principal	Interest	Coverage	Special Assessment	Principal	Interest	Coverage
2013											
	Barefoot Bay	1,098,344	-	1,098,344	455,000	643,344	1.00	-	-	-	-
	Golden Gate	6,646,052	2,966,733	3,679,319	1,072,412	1,910,268	1.23	-	-	-	-
	Lehigh Acres	12,782,792	6,039,445	6,743,347	590,000	3,612,996	1.60	-	-	-	-
	Pasco Systems	17,738,116	10,044,662	7,693,454	1,375,000	4,881,691	1.23	-	-	-	-
	Consolidated	4,545,813	2,524,771	2,021,042	220,000	1,120,726	1.51	-	-	-	-
	Lindrick	4,484,435	2,100,149	2,384,286	380,000	1,216,054	1.49	-	-	-	-
	NFMU	8,908,982	4,876,976	4,032,006	750,000	2,759,660	1.15	-	-	-	-
	Lake Aqua	1,642,755	979,501	663,254	-	383,646	1.73	-	-	-	-
	Pasco Aqua	1,577,468	745,693	831,775	-	431,466	1.93	-	-	-	-
	Unified Aqua	3,326,669	2,157,780	1,168,889	-	522,189	2.24	-	-	-	-
	Total	$62,751,426	$32,435,710	$30,315,716	$4,842,412	$17,482,040	1.36	-	-	-	-
2014											
	Barefoot Bay	1,068,994		1,068,994	475,000	593,994	1.00	-	-	-	-
	Golden Gate	7,284,315	2,828,956	4,455,359	918,750	1,184,472	2.12	-	-	-	-
	Lehigh Acres	13,070,967	6,299,583	6,771,384	1,645,000	2,954,708	1.47	-	-	-	-
	Pasco Systems	17,662,991	9,648,352	8,014,639	2,310,000	4,890,205	1.11	-	-	-	-
	Consolidated	5,465,375	2,562,348	2,903,027	220,000	915,208	2.56	-	-	-	-
	Lindrick	4,397,096	2,159,740	2,237,356	455,000	1,217,251	1.34	-	-	-	-
	NFMU	9,500,526	5,122,877	4,377,649	1,009,991	2,773,115	1.16	-	-	-	-
	Lake Aqua	3,427,822	2,036,859	1,390,963	350,000	754,714	1.26	-	-	-	-
	Pasco Aqua	3,293,298	1,490,673	1,802,625	385,000	848,785	1.46	-	-	-	-
	Unified Aqua	6,859,074	4,456,241	2,402,833	555,000	1,027,256	1.52	-	-	-	-
	Total	$72,030,458	$36,605,629	$35,424,829	$8,323,741	$17,159,707	1.39	-	-	-	-
2015											
	Barefoot Bay	1,106,463		1,106,463	500,000	606,463	1.00	-	-	-	-
	Golden Gate	7,709,678	2,944,005	4,765,673	956,250	1,723,015	1.78	-	-	-	-
	Lehigh Acres	13,897,202	6,202,193	7,695,009	1,740,000	2,700,784	1.73	-	-	-	-
	Pasco Systems	18,532,004	9,259,062	9,272,942	3,065,000	4,843,739	1.17	-	-	-	-
	Consolidated	5,700,323	2,635,265	3,065,058	220,000	910,358	2.71	-	-	-	-
	Lindrick	4,482,545	2,191,805	2,290,740	475,000	1,197,469	1.37	-	-	-	-
	NFMU	11,326,192	5,370,059	5,956,133	1,230,000	2,745,339	1.50	-	-	-	-
	Lake Aqua	3,512,793	2,040,588	1,472,205	360,000	747,031	1.33	-	-	-	-
	Pasco Aqua	3,475,577	1,456,076	2,019,501	395,000	840,485	1.63	-	-	-	-
	Unified Aqua	6,929,384	4,634,578	2,294,806	565,000	1,016,156	1.45	-	-	-	-
	Total	$76,672,161	$36,733,631	$39,938,530	$9,506,250	$17,330,839	1.49	-	-	-	-

Notes: (1) Includes revenue from the sale of water and wastewater, meter tapping, service charges, and miscellaneous operating revenue. Also includes funds contributed from Capitalized Interest Accounts and Rate Stabilization Accounts in accordance with Bond documents. Excludes water and wastewater impact fee revenue and special assessments.

(2) Excludes depreciation and amortization expenses.

(3) In Fiscal Year 2007, these Systems were transitioned to their local governmental authorities. The bonds were defeased.

(4) These Systems were sold, but the debt, along with the funds to pay the annual debt service requirements, are still shown on the FGUA Financial Statements. The amounts in the Revenue (Note 1) column reflect the restricted funds used to pay the annual debt service requirement.

(5) The Pasco Systems includes the Aloha Gardens and Seven Springs service areas. This system was purchased on February 27, 2009 and issued $106,710,000 in debt for the acquistion.

(6) The FGUA purchased the Consolidated Systems, the Lindrick Utility Systems and the North Fort Myers Utility Systems during FY 2010 and Issued debt for $5,124,000, $24,665,000, and $62,440,000 respectively for these aquisitions.

Florida Governmental Utility Authority
Demographic and Economic Statistics
Last Ten Fiscal Years

		Estimated population served	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2006						
	Citrus	27,882				3.5
	Golden Gate	22,490	50,196	62.4	41,588	3.6
	Lehigh Acres	549,442	34,760	44.2	75,558	2.9
	Poinciana	69,930				3.2
	Total	**669,744**				
2007						
	Golden Gate	22,970	54,337	62.4	42,775	2.7
	Lehigh Acres	585,608	35,411	43.7	78,775	2.7
	Total	**608,578**				
2008						
	Golden Gate	23,101	71,033	62.4	42,062	5.1
	Lehigh Acres	615,741	39,410	43.2	80,526	5.2
	Total	**638,842**				
2009						
	Golden Gate	22,556	79,315	63.0	41,666	8.2
	Lehigh Acres	623,725	41,864	42.7	79,457	9.2
	Pasco Systems	439,702	27,628	41.6	62,530	12.5
	Total	**1,085,983**				
2010						
	Golden Gate	21,651	76,708	62.5	42,786	10.0
	Lehigh Acres	615,124	41,954	42.7	80,161	13.9
	Pasco Systems	437,500	29,113	45.6	66,994	13.2
	Consolidated Systems	See Pasco System	29,113	45.6	66,994	13.2
	Lindrick Systems	See Pasco System	29,113	45.6	66,994	13.2
	NFMU Systems	See Lehigh System	41,954	43	80,161	13.9
	Total	**1,074,275**				
2011						
	Golden Gate	22,390	75,910	63.8	42,098	12.4
	Lehigh Acres	622,900	38,653	42.8	81,929	13.5
	Pasco Systems	464,697	29,113	45.6	66,994	13.2
	Consolidated Systems	See Pasco System	29,113	45.6	66,994	13.2
	Lindrick Systems	See Pasco System	29,113	45.6	66,994	13.2
	NFMU Systems	See Lehigh System	38,653	34.4	81,929	13.5
	Total	**1,109,987**				
2012						
	Golden Gate	19,537	74,862	63.9	42,430	10.3
	Lehigh Acres	625,310	30,363	45.6	83,771	11.2
	Pasco Systems	464,697	29,236	43.6	67,337	11.7
	Consolidated Systems	See Pasco System	29,236	43.6	67,337	11.7
	Lindrick Systems	See Pasco System	29,236	43.6	67,337	11.7
	NFMU Systems	See Lehigh System	30,363	45.6	83,771	11.2
	Total	**1,109,544**				

Florida Governmental Utility Authority
Demographic and Economic Statistics
Last Ten Fiscal Years

		Estimated population served	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2013						
	Golden Gate	19,939	82,316	64.2	44,346	10.0
	Lehigh Acres	631,330	43,022	45.7	85,581	8.7
	Pasco Systems	468,562	30,424	43.6	66,497	9.7
	Consolidated Systems	See Pasco System	30,424	43.6	66,497	9.7
	Lindrick Systems	See Pasco System	30,424	43.6	66,497	9.7
	NFMU Systems	See Lehigh System	43,022	45.7	85,581	8.7
	Lake Aqua	301,019	33,846	46.2	40,753	8.9
	Pasco Aqua	See Pasco System	30,424	43.6	66,497	9.7
	Unified Aqua	360,308	33,520	42.2	57,023	8.0
	Total	**1,781,158**				
2014						
	Golden Gate	20,115	83,798	64.3	44,881	7.2
	Lehigh Acres	638,029	40,248	45.6	87,215	7.2
	Pasco Systems	473,566	33,228	43.6	67,374	7.8
	Consolidated Systems	See Pasco System	33,228	43.6	67,374	7.8
	Lindrick Systems	See Pasco System	33,228	43.6	67,374	7.8
	NFMU Systems	See Lehigh System	40,248	45.6	87,215	7.2
	Lake Aqua	303,186	34,442	46.2	40,753	6.9
	Pasco Aqua	See Pasco System	33,228	43.6	67,374	7.8
	Unified Aqua	522,512	33,579	38.6	79,938	6.9
	Total	**1,957,408**				
2015						
	(1) Golden Gate	20,537	80,156	64.0	44,415	5.9
	(2) Lehigh Acres	643,367	43,169	45.7	90,887	6.1
	(3) Pasco Systems	479,340	32,711	43.8	66,904	6.7
	(3) Consolidated Systems	See Pasco System	32,711	43.8	66,904	6.7
	(3) Lindrick Systems	See Pasco System	32,711	43.8	66,904	6.7
	(2) NFMU Systems	See Lehigh System	43,169	45.7	90,887	6.1
	(4) Lake Aqua	308,034	34,782	na	na	6.9
	(3) Pasco Aqua	See Pasco System	32,711	43.8	66,904	6.7
	(5) Unified Aqua	465,905	37,636	36.7	69,392	4.7
	Total	**1,917,183**				

Data Sources:

(1) City of Naples FY2014 CAFR. Information for Golden Gate System is not specific to the service area. Information reflects the City of Naples data.

(2) Lee County FY2014 CAFR. Information for Lehigh Acres and NFMU System data is not specific to the service area. Information reflects the Lee County data.

(3) Pasco County FY2014 CAFR. Information for Pasco, Consolidated, Lindrick and Aqua Pasco data is not specific to the service area. Information reflects the Pasco County data.

(4) Lake County FY2014 CAFR. Information for Aqua Lake data is not specific to the service area. Information reflects the Lake County data.

(5) Seminole, Marion, and Polk County FY2014 CAFRs. Information for Aqua Unified data is not specific to the service area. Information reflects the average Seminole County, Marion County, and Polk County data.

Florida Governmental Utility Authority
Principal Employers
Last Four Fiscal Years

Employer	2015 Employees	2015 Rank	2015 Percentage of total County Employment	2014 Employees	2014 Rank	2014 Percentage of total County Employment	2013 Employees	2013 Rank	2013 Percentage of total County Employment	2012 Employees	2012 Rank	2012 Percentage of total County Employment
Golden Gate (1)												
Collier County School District	5,365	1	21.1%	5,288	1	20.8%	5,374	1	22.2%	5,446	1	17.3%
NCH Healthcare System	4,000	2	15.7%	4,000	2	15.7%	3,007	2	12.4%	3,725	2	11.8%
Publix Supermarket	2,214	3	8.7%	800	7	3.1%	2,214	3	9.1%			
Collier County Government	1,946	4	7.7%	2,157	3	8.5%	2,121	4	8.8%	1,727	3	5.5%
Collier County Sheriff's Office	1,367	5	5.4%	1,867	4	7.3%	1,387	5	5.7%	1,387	4	4.4%
Allen Systems Group	1,200	6	4.7%	1,300	5	5.1%						
Marriott Corporation, Inc. (Ritz Carlton)	800	7	3.1%	1,100	6	4.3%	743	6	3.1%	743	6	2.4%
Waldorf Astoria (Naples Grande Beach)	760	8	3.0%	760	8	3.0%	605	9	2.5%	605	7	1.9%
Fifth-Third Bank	733	9	2.9%	733	9	2.9%	733	7	3.0%			
The Moorings	730	10	2.9%	730	10	2.9%	730	8	3.0%			
Home Depot										1,012	5	3.2%
City of Naples										449	8	1.4%
Naples Beach and Tennis Club										423	9	1.3%
Collier County Health Department										235	10	0.7%
Barron Collier Partnership							600	10	2.5%			
Estimated Other Employers	6,325		24.9%	6,684		26.3%	6,684		27.6%	15,814		50.1%
Total	**25,440**		**100.1%**	**25,419**		**100.0%**	**24,198**		**100.0%**	**31,566**		**100.0%**
Lehigh Acres and North Fort Myers (2)												
Lee Memorial Health System	10,500	1	3.7%	10,425	1	3.5%	10,249	1	3.7%	9,500	1	3.5%
Lee County School District	10,000	2	3.5%	10,333	2	3.4%	9,394	2	3.4%	9,270	2	3.4%
Publix Super Markets	5,297	3	1.9%	4,404	3	1.5%	4,362	3	1.6%	3,071	3	1.1%
Lee County Government	2,528	4	0.9%	2,358	4	0.8%	2,538	4	0.9%	2,364	4	0.9%
Wal-Mart	2,075	5	0.7%	1,967	5	0.7%	1,967	5	0.7%	1,967	5	0.7%
Chico's FAS, Inc	1,703	6	0.6%	1,703	6	0.6%	1,253	8	0.5%	1,388	8	0.5%
City of Cape Coral	1,654	7	0.6%	1,197	9	0.4%	1,197	9	0.4%	1,409	7	0.5%
Lee County Sheriff's Office	1,508	8	0.5%	1,535	7	0.5%	1,585	6	0.6%	1,585	6	0.6%
Florida Gulf Coast University	1,490	9	0.5%							993	10	0.4%
ShellPoint Retirement Community	1,000	10	0.4%									
U.S. Postal Service				1,477	8	0.5%	1,291	7	0.5%			
Target				1,100	10	0.4%	1,100	10	0.4%	1,100	9	0.4%
Estimated Other Employers	244,842		86.6%	263,924		87.9%	239,836		87.3%	241,919		88.1%
Total	**282,597**		**100.0%**	**300,423**		**100.0%**	**274,772**		**100.0%**	**274,566**		**100.0%**
Pasco, Consolidated, Lindrick and Pasco Aqua Utility Systems (3)												
Pasco County School District	9,278	1	5.1%	9,289	1	5.2%	9,289	1	4.8%	11,035	1	5.5%
HCA Health Services of Florida (Regional Medical Center Bayonet Point, Medical Center of Trinity fka Community Hospital)	2,646	2	1.5%	2,502	3	1.4%	2,086	6, 8		2,086	6, 7	
Pasco County Government	2,627	3	1.4%	2,026	5	1.1%	2,000	3	1.0%	2,073	2	1.0%
Pasco County Sheriff	1,336	4	0.7%	1,319	6	0.7%	1,300	4	0.7%	1,250	4	0.6%
State of Florida Government	1,218	5	0.7%	1,262	7	0.7%	1,296	5	0.7%	1,328	3	0.7%
Florida Medical Clinic	1,193	6	0.7%	1,066	8	0.6%	909	9	0.5%	909	8	0.5%
Florida Hospital Zephyrhills	950	7	0.5%	1,000	9	0.6%	1,050	7	0.5%	1,076	5	0.5%
Morton Plant North Bay Hospital	873	8	0.5%	831	10	0.5%	777	10	0.4%			
WalMart Supercenters	766	9	0.4%	2,531	2	1.4%	2,050	2	1.0%			
Federal Government	729	10	0.4%							780	9	0.4%
Physicians Injury Medical Center				2,200	4	1.2%						
Pasco-Hernando Community College										713	10	0.4%
Saddlebrook Resort												
Estimated Other Employers	160,663		88.1%	156,343		86.7%	174,801		89.4%	178,298		89.4%
Total	**182,279**		**100.0%**	**180,369**		**100.0%**	**195,558**		**98.9%**	**199,548**		**99.0%**
Lake Aqua Utility System (4)												
Lake County Public Schools	5,435	1	4.3%	6,796	1	5.5%	4,353	1	3.6%			
Leesburg Regional Medical	1,826	2	1.4%	2,299	2	1.9%	2,093	2	1.8%			
Lake County Government	1,501	3	1.2%	1,411	5	1.1%	1,817	4	1.5%			
Florida Hospital Waterman	1,482	4	1.2%	1,500	3	1.2%	1,400	5	1.2%			
Southlake Hospital	1,143	5	0.9%	1,500	4	1.2%						
Villages of Lake-Sumter, Inc.	1,120	6	0.9%	1,120	6	0.9%	2,022	3	1.7%			
Lake Port Square	500	7	0.4%	400	9	0.3%						
Lifestream Behavioral Company	500	7	0.4%									
Dura-Stress, Inc.	425	8	0.3%									
Hewitt Contracting Company	370	9	0.3%									
Southeast Modular Manufacturing	325	10	0.3%									
Lake Medical Imaging				500	7	0.4%						
Ranye Components				400	10	0.3%						
Embarq							811	6	0.7%			
Casmin Incorporated							800	7	0.7%			
G&T Conveyor Company, Inc.							550	8	0.5%			
Bailey Industries							509	9	0.4%			
Accent							500	10	0.4%			
Estimated Other Employers	113,042		88.5%	107,413		87.1%	104,733		87.6%			
Total	**127,669**		**100.0%**	**123,339**		**100.0%**	**119,588**		**100.0%**			
Unified Aqua Utility System (5)												
Polk County School Board	13,121	1	2.0%	13,800	1	2.2%	13,800	1	2.2%			
Publix Supermarkets (Polk + Marion)	12,030	2	1.9%	10,470	2	1.7%	9,800	2	1.5%			
Seminole County Public Schools	7,751	3	1.2%	7,952	3	1.3%	7,220	3	1.1%			
Walmart (Polk + Marion)	7,470	4	1.2%	5,100	5	0.8%	5,100	5	0.8%			
State of Florida (Polk + Marion)	6,900	5	1.1%	4,300	8	0.7%	4,300	8	0.7%			
Marion County Public Schools	6,071	6	0.9%	6,071	4	1.0%	6,071	4	0.9%			
Polk County Government	4,500	7	0.7%	4,500	6	0.7%	4,500	6	0.7%			
Lakeland Regional Medical Center	4,500	8	0.7%	4,500	7	0.7%	4,500	7	0.7%			
AT&T (Seminole + Marion)	4,063	9	0.6%									
Orlando Sanford International Airport	3,500	10	0.5%									
Mosiac				3,000	9	0.5%						
Munroe Regional Medical Center				2,648	10	0.4%	2,648	9	0.4%			
State of Florida (Marion County)							2,600	10	0.4%			
Estimated Other Employers	573,582		89.1%	563,765		90.0%	578,855		90.5%			
Total	**643,488**		**100.0%**	**626,106**		**100.0%**	**639,394**		**100.0%**			

(1) City of Naples FY2014 CAFR
Note: Employer Statistical Information is not available for the specific service area. Information presented is for the whole City of Naples.
(2) Lee County FY2014 CAFR
Note: Employer Statistical Information is not available for the specific service area. Information provided is for all of Lee County.
(3) Pasco County FY2014 CAFR
Note: Information for Pasco Systems is presented for all of Pasco County. This information is relevant for the Pasco, Consolidated, Lindrick and Aqua Pasco Utlity Systems.
(4) Lake County FY2014 CAFR
Note: Employer Statistical Information is not available for the specific service area. Information provided is for all of Lake County.
(5) Seminole County FY2014 CAFR, Marion County FY2014 CAFR, and Polk County FY2014 CAFR
Note: Employer Statistical Information is not available for the specific service area. Information provided is for all of Seminole County and Polk County.

Florida Governmental Utility Authority
Operating Indicators by Function
Last Ten Fiscal Years

	Function	Fiscal Year 2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Water											
Citrus (1)	New Connections	1,542	105	-	-	-	-	-	-	-	-
	Average Daily Flow (mgpd)*	5.915	5.775	-	-	-	-	-	-	-	-
Poinciana (2)	New Connections	3,276	284	-	-	-	-	-	-	-	-
	Average Daily Flow (mgpd)*	7.489	7.850	-	-	-	-	-	-	-	-
Golden Gate	New Connections	56	55	(1)	(299)	13	13	(78)	68	(46)	6
	Average Daily Flow (mgpd)*	1.458	1.446	1.411	1.341	1.38	1.427	1.626	1.284	1.374	1.54
Lehigh Acres	New Connections	(21)	267	125	56	60	46	(488)	3	67	41
	Average Daily Flow (mgpd)*	2.638	2.437	2.162	2.07	2.105	2.199	2.203	2.01	2.051	2.249
Pasco (3)	New Connections	-	-	-	15,196	(192)	236	446	213	102	(43)
	Average Daily Flow (mgpd)*	-	-	-	4.006	3.28	3.009	3.283	3.119	2.996	2.879
Consolidated (4)	New Connections	-	-	-	-	2,358	20	3,596	122	267	53
	Average Daily Flow (mgpd)*	-	-	-	-	0.382	0.360	1.285	1.202	1.081	1.181
Lindrick	New Connections	-	-	-	-	2,766	59	(7)	10	250	(4)
	Average Daily Flow (mgpd)*	-	-	-	-	0.704	0.658	0.630	0.653	0.597	0.569
MacDill AFB	New Connections	-	-	-	-	1	-	-	-	-	-
	Average Daily Flow (mgpd)*	-	-	-	-	-	1.200	0.977	0.988	0.903	0.856
North Fort Myers (6)	New Connections	-	-	-	-	1,839	10	-	-	(8)	2
	Average Daily Flow (mgpd)*	-	-	-	-	0.131	0.077	0.0825	0.086	0.094	0.091
Lake Aqua	New Connections	-	-	-	-	-	-	-	4,778	20	(168)
	Average Daily Flow (mgpd)*	-	-	-	-	-	-	-	0.832	0.793	0.778
Pasco Aqua	New Connections	-	-	-	-	-	-	-	2,886	(63)	28
	Average Daily Flow (mgpd)*	-	-	-	-	-	-	-	0.237	0.337	0.373
Unified Aqua	New Connections	-	-	-	-	-	-	-	7,106	183	49
	Average Daily Flow (mgpd)*	-	-	-	-	-	-	-	1.483	1.470	1.492
Total	New Connections	4,853	711	124	14,953	6,845	384	3,469	15,186	772	(36)
	Average Daily Flow (mgpd)*	17.500	17.508	3.573	7.417	7.982	8.930	10.087	11.894	11.696	12.008
Wastewater											
Citrus (1)	New Connections	486	65	-	-	-	-	-	-	-	-
	Average Daily Flow (mgpd)*	0.514	0.556	-	-	-	-	-	-	-	-
Poinciana (2)	New Connections	4347	661	-	-	-	-	-	-	-	-
	Average Daily Flow (mgpd)*	5.129	5.240	-	-	-	-	-	-	-	-
Golden Gate	New Connections	18	12	(7)	(319)	1	-	(20)	30	(31)	(11)
	Average Daily Flow (mgpd)*	1.328	1.209	1.204	1.105	1.025	0.863	1.113	1.171	1.08	1.113
Lehigh Acres	New Connections	(31)	138	77	27	89	45	(135)	(18)	36	74
	Average Daily Flow (mgpd)*	1.871	1.602	1.764	1.674	2.044	1.429	1.446	2.002	1.707	1.92
Pasco (3)	New Connections	-	-	-	14,555	(153)	178	420	237	1,917	190
	Average Daily Flow (mgpd)*	-	-	-	1.345	1.670	1.750	1.891	1.747	1.596	1.674
Consolidated (7)	New Connections	-	-	-	-	-	-	3,037	70	214	(13)
	Average Daily Flow (mgpd)*	-	-	-	-	-	-	0.018	0.014	0.017	0.021
Lindrick	New Connections	-	-	-	-	2,508	42	(9)	27	9	(5)
	Average Daily Flow (mgpd)*+	-	-	-	-	-	-	-	-	-	-
MacDill AFB	New Connections	-	-	-	-	1	-	-	-	-	-
	Average Daily Flow (mgpd)*	-	-	-	-	-	0.600	0.413	0.421	0.465	0.577
North Fort Myers (5)	New Connections	-	-	-	-	11,650	86	46	46	29	97
	Average Daily Flow (mgpd)*	-	-	-	-	2.097	1.963	1.867	2.983	2.711	3.148
Lake Aqua	New Connections	-	-	-	-	-	-	-	1,164	(2)	(2)
	Average Daily Flow (mgpd)*	-	-	-	-	-	-	-	0.125	0.147	0.154
Pasco Aqua	New Connections	-	-	-	-	-	-	-	2,742	(77)	31
	Average Daily Flow (mgpd)*	-	-	-	-	-	-	-	0.261	0.282	0.347
Unified Aqua	New Connections	-	-	-	-	-	-	-	1,824	114	(31)
	Average Daily Flow (mgpd)*	-	-	-	-	-	-	-	0.446	0.495	0.463
Total	New Connections	4,820	876	70	14,263	14,096	351	3,339	6,122	2,209	330
	Average Daily Flow (mgpd)*	8.842	8.607	2.968	4.124	6.836	6.605	6.748	9.170	8.501	9.417

Notes: * mgpd = Million gallons per day
+ Wastewater treatment provided by Hillsborough County, Florida
++Wastewater treatment provided by City of New Port Richey (0.700 MGD)
+++Wastewater treatment provided by Pasco county, Florida
(1) The Citrus System was transitioned to Citrus County on February 15, 2007.
(2) The Poinciana System was transitioned to the Tohopekaliga Water Authority on April 30, 2007.
(3) The Aloha Gardens and Seven Springs service areas are combined for Financial reporting purposes and called the Pasco Utility Systems.
(4) The Consolidated System is comprised of thirteen small service areas.
(5) The North Fort Myers wastewater treatment is comprised of 2 treatment plants.
(6) Flows reported for Lk Fairways only
(7) Flows reported for Linda Lakes WWTP only

Florida Governmental Utility Authority
Capital Asset Statistics by Function
Last Ten Fiscal Years

	Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Water											
Citrus	Number of customer accounts	12,975	-	-	-	-	-	-	-	-	
	Water mains (miles)	448.0	-	-	-	-	-	-	-	-	
	Water treatment plant capacity (mgpd)*	18.098	-	-	-	-	-	-	-	-	
Poinciana	Number of customer accounts	23,544	-	-	-	-	-	-	-	-	
	Water mains (miles)	240	-	-	-	-	-	-	-	-	
	Water treatment plant capacity (mgpd)*	13.378	-	-	-	-	-	-	-	-	
Golden Gate	Number of customer accounts	3,915	3,970	3,969	3,670	3,683	3,696	3,618	3,686	3,640	3,646
	Water mains (miles)	42	42	42	44	44	44	44	44	44	44
	Water treatment plant capacity (mgpd)*	2.079	2.099	2.099	2.099	2.099	2.099	2.099	2.099	2.099	2.099
Lehigh Acres	Number of customer accounts	12,312	12,579	12,704	12,760	12,820	12,866	12,378	12,381	12,448	12,489
	Water mains (miles)	169	195	195	196	196	196	196	196	196	196
	Water treatment plant capacity (mgpd)*	3.100	3.100	4.100	4.100	4.100	4.100	4.100	3.100	3.100	3.100
Pasco Systems	Number of customer accounts	-	-	-	15,196	15,004	15,240	15,686	15,899	16,001	15,958
	Water mains (miles)	-	-	-	144	144	144	144	144	144	144
	Water treatment plant capacity (mgpd)*++++	-	-	-	3.125	3.125	2.900	2.900	2.900	2.900	2.900
Consolidated	Number of customer accounts	-	-	-	-	2,358	2,378	5,974	6,096	6,363	6,416
	Water mains (miles)	-	-	-	-	24	24	36	36	36	36
	Water treatment plant capacity (mgpd)*	-	-	-	-	0.550	0.550	1.627	1.627	1.430	1.388
Lindrick	Number of customer accounts	-	-	-	-	2,766	2,825	2,818	2,828	3,078	3,074
	Water mains (miles)	-	-	-	-	-	-	-	-		
	Water treatment plant capacity (mgpd)*	-	-	-	-	0.870	0.870	0.870	0.870	0.870	0.870
MacDill AFB	Number of customer accounts	-	-	-	-	1	1	1	1	1	1
	Water mains (miles)	-	-	-	-	-	94	94	94	94	94
	Water treatment plant capacity (mgpd)	-	-	-	-	-	5.000	5.000	5.000	5.000	5.000
North Fort Myers	Number of customer accounts	-	-	-	-	1,839	1,849	1,849	1,849	1,841	1,843
	Water mains (miles)	-	-	-	-	24	24	24	24	24	24
	Water treatment plant capacity (mgpd)*	-	-	-	-	0.101	0.101	0.101	0.101	0.101	0.101
Lake Aqua	Number of customer accounts	-	-	-	-	-	-	-	4,778	4,798	4,630
	Water mains (miles)	-	-	-	-	-	-	-	-		
	Water treatment plant capacity (mgpd)*++++	-	-	-	-	-	-	-	1.693	1.693	1.697
Pasco Aqua	Number of customer accounts	-	-	-	-	-	-	-	2,886	2,823	2,851
	Water mains (miles)	-	-	-	-	-	-	-	-		
	Water treatment plant capacity (mgpd)*++++	-	-	-	-	-	-	-	0.328	0.347	0.347
Unified Aqua	Number of customer accounts	-	-	-	-	-	-	-	7,106	7,289	7,338
	Water mains (miles)	-	-	-	-	-	-	-	-		
	Water treatment plant capacity (mgpd)*++++	-	-	-	-	-	-	-	3.929	3.929	3.927
Total	Number of customer accounts	52,746	16,549	16,673	31,626	38,471	38,855	42,324	57,510	58,282	58,246
	Water mains (miles)	899.0	237.0	237.0	384.3	432.0	526.4	538.4	538.4	538.0	538.0
	Water treatment plant capacity (mgpd)*	36.655	5.199	6.199	9.324	10.845	15.620	16.697	21.647	21.469	21.429

Florida Governmental Utility Authority
Capital Asset Statistics by Function (continued)
Last Ten Fiscal Years

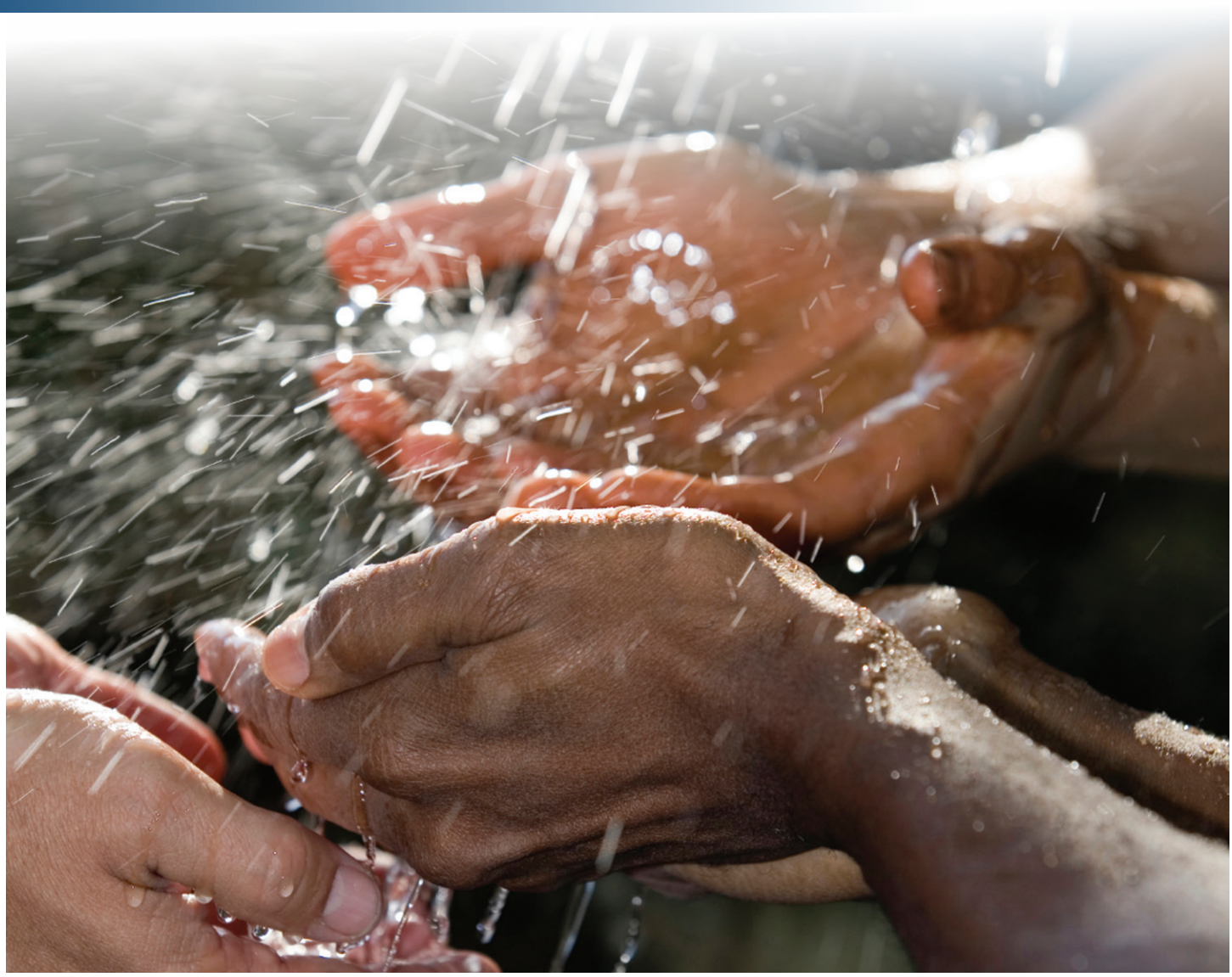
	Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Wastewater											
Citrus ***	Number of customer accounts	5,613	-	-	-	-	-	-	-	-	-
	Force mains (miles)	17	-	-	-	-	-	-	-	-	-
	Gravity sewer mains (miles)	111	-	-	-	-	-	-	-	-	-
	Wastewater treatment plant capacity (mgpd)*	0.975	-	-	-	-	-	-	-	-	-
Poinciana ****	Number of customer accounts	23,076	-	-	-	-	-	-	-	-	-
	Force mains (miles)	38	-	-	-	-	-	-	-	-	-
	Gravity sewer mains (miles)	169	-	-	-	-	-	-	-	-	-
	Wastewater treatment plant capacity (mgpd)*	5.550	-	-	-	-	-	-	-	-	-
Golden Gate	Number of customer accounts	2,619	2,631	2,624	2,305	2,306	2,306	2,286	2,316	2,285	2,274
	Force mains (miles)	14	14	14	14	14	14	14	14	14	14
	Gravity sewer mains (miles)	22	23	23	23	23	23	23	23	23	23
	Wastewater treatment plant capacity (mgpd)*	0.950	0.950	0.950	0.950	1.250	1.250	1.500	1.500	1.500	1.500
Lehigh Acres	Number of customer accounts	9,945	10,083	10,160	10,187	10,276	10,321	10,186	10,168	10,204	10,278
	Force mains (miles)	38	49	49	49	49	49	49	49	49	49
	Gravity sewer mains (miles)	85	103	103	103	103	103	103	103	103	103
	Wastewater treatment plant capacity (mgpd)*	2.100	2.500	2.500	2.300	2.300	2.300	3.500	3.500	3.000	3.000
Pasco Systems	Number of customer accounts	-	-	-	14,555	14,402	14,580	15,000	15,237	17,154	17,344
	Force mains (miles)	-	-	-	-	-	-	-	-	-	-
	Gravity sewer mains (miles)	-	-	-	-	-	-	-	-	-	-
	Wastewater treatment plant capacity (mgpd)*	-	-	-	2.100	2.100	2.100	2.100	2.500	2.500	2.500
Consolidated	Number of customer accounts	-	-	-	-	-	-	3,037	3,107	3,321	3,308
	Force mains (miles)	-	-	-	-	-	-	-	-	-	-
	Gravity sewer mains (miles)	-	-	-	-	-	-	20	20	20	20
	Wastewater treatment plant capacity (mgpd)*	-	-	-	-	-	-	0.020	0.020	0.020	0.020
Lindrick	Number of customer accounts	-	-	-	-	2,508	2,550	2,541	2,568	2,577	2,572
	Force mains (miles)	-	-	-	-	-	-	-	-	-	
	Gravity sewer mains (miles)	-	-	-	-	26	26	26	26	26	26
	Wastewater treatment plant capacity (mgpd)*++	-	-	-	-	0.85	0.85	0.850	0.700	0.700	0.700
MacDill AFB	Number of customer accounts	-	-	-	-	1	1	1	1	1	1
	Force mains (miles)	-	-	-	-	-	10.830	10.830	10.830	10.830	10.830
	Gravity sewer mains (miles)	-	-	-	-	-	23.040	23.040	23.040	23.040	23.040
	Wastewater treatment plant capacity (mgpd)*	-	-	-	-	-	1.200	1.200	1.200	1.200	1.200
North Fort Myers	Number of customer accounts	-	-	-	-	11,650	11,736	11,782	11,828	11,857	11,954
	Force mains (miles)	-	-	-	-	-	-	-	-	-	-
	Gravity sewer mains (miles)	-	-	-	-	-	-	-	-	-	-
	Wastewater treatment plant capacity (mgpd)*+++	-	-	-	-	3.800	3.800	4.550	4.550	4.550	4.550
Lake Aqua	Number of customer accounts	-	-	-	-	-	-	-	1,164	1,162	1,160
	Force mains (miles)	-	-	-	-	-	-	-	-	-	-
	Gravity sewer mains (miles)	-	-	-	-	-	-	-	-	-	-
	Wastewater treatment plant capacity (mgpd)*	-	-	-	-	-	-	-	0.345	0.345	0.345

Florida Governmental Utility Authority
Capital Asset Statistics by Function (continued)
Last Ten Fiscal Years

Function		2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Pasco Aqua	Number of customer accounts	-	-	-	-	-	-	-	2,742	2,665	2,696
	Force mains (miles)	-	-	-	-	-	-	-	-	-	-
	Gravity sewer mains (miles)	-	-	-	-	-	-	-	-	-	-
	Wastewater treatment plant capacity (mgpd)*	-	-	-	-	-	-	-	0.438	0.438	0.438
Unified Aqua	Number of customer accounts	-	-	-	-	-	-	-	1,824	1,938	1,907
	Force mains (miles)	-	-	-	-	-	-	-	-	-	-
	Gravity sewer mains (miles)	-	-	-	-	-	-	-	-	-	-
	Wastewater treatment plant capacity (mgpd)*	-	-	-	-	-	-	-	0.741	0.741	0.724
Total	Number of customer accounts	41,253	12,714	12,784	27,047	41,143	41,494	44,833	50,955	53,164	53,494
	Force mains (miles)	107.0	63.0	63.0	63.0	63.0	73.8	73.8	73.8	73.8	73.8
	Gravity sewer mains (miles)	387.0	126.0	126.0	126.0	152.0	175.0	195.0	195.0	195.0	195.0
	Wastewater treatment plant capacity (mgpd)*	9.575	3.450	3.450	5.350	10.300	11.500	13.720	15.494	14.994	14.977

Note: * mgpd = Million gallons per day
** Carrollwood System was sold on March 31, 2004 to Hillsborough County, Florida
+ Wastewater treatment provided by Hillsborough County, Florida
++ Wastewater treatment provided by City of New Port Richey (0.850 MGD)
+++ (2) WWTP's Lk Fairways (0.30 MGD) & Del Prado (3.50 MGD)
++++ Combined system capacities (Seven Springs 2.04 MGD and Aloha Gardens 1.085 MGD)
*** Citrus System was transitioned to Citrus County on February 15, 2007
**** Poinciana System was transitioned to the Tohopekaliga Water Authority on April 30, 2007

TAB 4
Other Reports



James Moore
Certified Public Accountants and Consultants

INDEPENDENT AUDITORS' 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 Directors,
Florida Governmental Utility Authority:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and each major fund of Florida Governmental Utility Authority (the Authority) as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated March 9, 2016.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Authority'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 Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Authority'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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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.

James Moore & Co., P.L.

Daytona Beach, Florida
March 9, 2016