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CIB STAFF

Mr. Chris Bason

Executive Director

Mr. Edward Lewandowski

Executive Director until October 1, 2011

Dr. Dennis Bartow

Schoolyard Habitat Coordinator

Ms. Sally Boswell

Education & Outreach Coordinator

Mr. Eric Bueh

Habitat Coordinator

Mr. E.J. Chalabala

Restoration Coordinato

Ms. Pat Drizd

Volunteer Coordinator

Ms. Jennifer Jones

Development Coordinator

Mr. Roy Miller

Policy Coordinato

Ms. Loretta Smith

Administrative Assistan



Mission

To promote the wise use and enhancement of the Inland Bays and their watershed...

To support and sponsor education activities, restoration efforts, demonstration projects and applied research...

To foster partnerships with all stakeholders to restore and protect the resources...

To serve as a neutral forum for consideration of Inland Bays issues; where informed decisions can lead to sound public policy regarding the protection and restoration of the Inland Bays watershed.

Cover photo: Juvenile Atlantic menhaden, an important food source for predatory fish such as Bluefish and Striped bass. Photo credit: Bob Edelen Photo credit for Great Blue Heron and fisherman on Ingram Pond: Dennis Bartow

Working for Better Bays Ahead...

This past September, the first ever State of the Inland Bays Report was released to an enthusiastic audience gathered in the Center's sunny community room next to the Indian River Inlet.

At the reception for the release, some special friends were asked to say a few words about how the Bays have affected their lives. The speakers included an ecotourism business owner, a farmer, a realtor, a bait & tackle shop owner, and a retired Navy Captain who has made his home on the Bays. Each related their own unique stories of the Bays while together conveying a singularly clear dedication to the waters that support them personally and economically.

Though I had known them all for years, hearing their unfiltered appreciation for the water was moving.

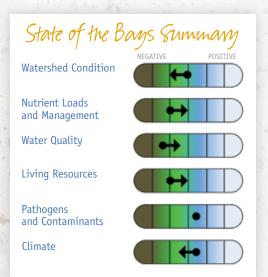
This is the basis of our program. The love of the Bays is a shared interest that has for decades brought us together to work and sacrifice

for the protection of this unique coastal environment that both defines us and supports us. The State of the Bays report demonstrated that the sacrifices made to clean up pollution are bearing fruit, but that great strides are still needed for the Bays.

This year, your support will allow those strides to continue. Efforts to restore underwater bay grass meadows and oyster reefs will increase. Stakeholders will come together to determine how oyster aquaculture can work for everyone using the Bays. And with your input the first ever update of our Comprehensive Conservation and Management Plan will be completed.

As the new Executive Director of the Center, I hope this is the first of many reports detailing the past years' numerous successes. As a scientist, the theme of this year's report, By the Numbers, is close to my heart. Numbers, in the form of good data, have a way of showing us the path forward. I intend to focus on numbers, both economic and environmental, to guide choices for how the Bays are restored and to diversify the funding that sustains us in this important work.

Finally, I'd like to take the opportunity to thank all of the folks who have been so supportive during the CIB's leadership transition this past year...the Board, our staff, and the amazing community of individuals who work with us on the Bays. I'm looking forward to a great year in which I get to know many of you better by listening to your interests and aspirations for your unique and beautiful Inland Bays.

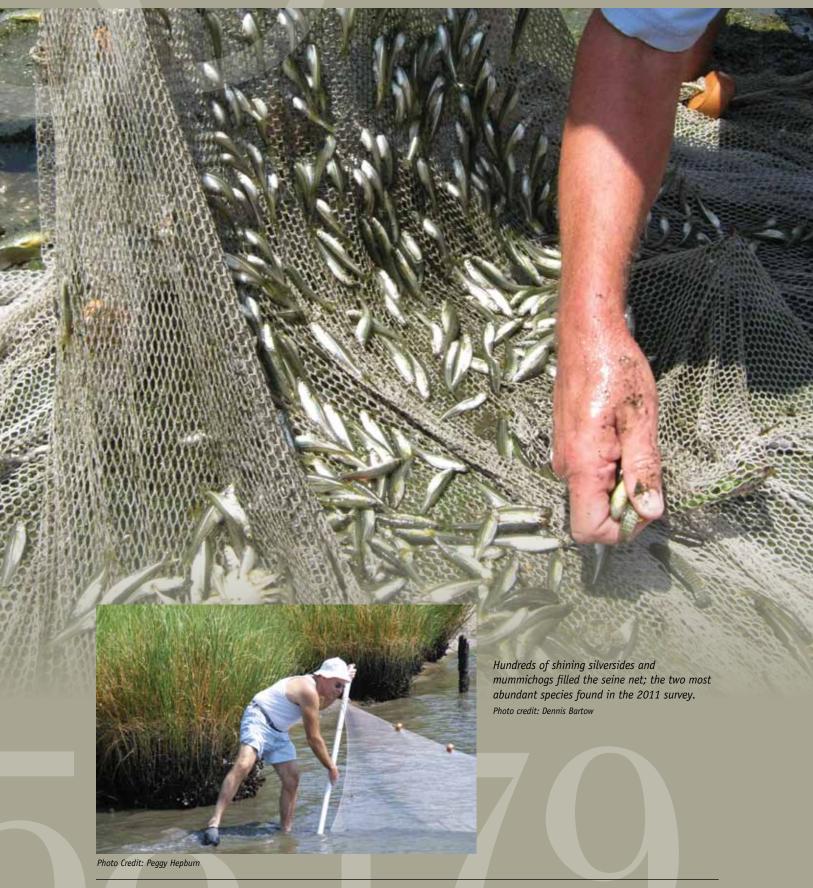


Chris Bason, Executive Director

"The 2011 State of the Bays Report provides the public with the most comprehensive assessment of the health of the Inland Bays yet. And it paints a picture of Inland Bays that are showing signs of recovery but facing great threats.

There is still a lot of work to do to protect and restore the Inland Bays. It will require the support and cooperation of all stakeholders and a spirit of innovation and commitment."

Citizen Science...



Volunteers do the science on the Bays



Photo credit: Dennis Bartow

4th Annual Inland Bays Horseshoe Crab Survey Posts a Record Count

The 2011 count once again demonstrated that horseshoe crab spawning densities on Inland Bays beaches rival those found on the world-renowned Delaware Bay beaches. The surveys were conducted on dates around the New Moon and Full Moon May and June, and, at the James Farm beach, in July as well.

The annual survey is a partnership of the CIB and Dr. Doug Miller at the University of Delaware, College of Earth, Ocean and the Environment in Lewes. Graduate students from CEOE participate in the surveys and are using the data in their research.

Horseshoe Crab Survey By the Numbers

3,840 Horseshoe crabs—Highest one night count on June 1 under a New Moon

Number **1** site where most horseshoe crabs were counted—James Farm Ecological Preserve

86 volunteers participated in the 2011 Survey collecting data at **7** survey sites on beaches around the Inland Bays.

Inland Bays Inshore Fish Survey Launched

Mummichogs, bluefish, pipefish, and thousands of silversides were hauled to shore in seine nets all over the Inland Bays this summer—the first year of a long-term study of the fishes of the inshore areas of the Inland Bays.

Led by volunteer fish biologist, Ron Kernehan, teams of volunteers captured, counted, sized, and returned the fish to the Bays. The survey will provide information about the species of fish that use the inshore areas of the bays as nursery and/or adult habitat, and monitor how the numbers change as the bays change over time.

Fish Survey By the Numbers

39 volunteers worked on the study at **17** sites around the Bays

47 species of fish were identified

59,029 individual fish were counted

54 juvenile striped bass counted—strongly suggesting that these commercially important fish are spawning in the tributaries of the Inland Bays!



Restoring Habitat...



Once a ditch to convey stormwater runoff, this area was widened, deepened, and planted with native vegetation to detain runoff so that less sediment, nitrogen, and phosphorus enters Little Assawoman Bay. Photo credit: Chris Bason

Anchorage By the Numbers

16 bioretention areas were constructed in the Coastal Highway median; each designed to trap and filter **0.15** pounds of phosphorus and **1.5** pounds of nitrogen annually.

6,815 native plants were planted in the Sea Colony wetswale project area

Anchorage Canal Project

Increases in bacteria concentrations, chemical contaminants, and changes in water flow have been found when watersheds of some estuaries reach 10% impervious surface coverage. We have crossed that threshold in two of our watersheds., Rehoboth and Little Assawoman Bay.

In partnership with South Bethany, Bethany Beach, Middlesex Beach, Sea Colony, and the DE Department of Transportation, a plan was developed to decrease the amount of untreated stormwater entering residential canals on Little Assawoman Bay.

Implementation began with a project to treat storm water from the Sea Colony high rise complex. Wetswale bio-retention areas were created, and a series of infiltration pits were established along South Pennsylvania Avenue. In phase 2 of the project, 16 bio-retention areas were created in the median of Coastal Highway; designed to slow down and filter runoff from the highway.

Acres restored on the land and in the Bays



Grass shrimp is one of many species that use eelgrass habitat; others include blue crabs, bivalves such as hard clams, gastropods (snails), and numerous fish species, such as winter flounder, tautog and cod. Photo credit: John Carroll

Bringing Back the Grasses

By the late 1970's, eelgrass could not be found in the Inland Bays. Restoration efforts in the 1990's yielded only one acre of eelgrass, but conditions for bay grasses appear to have improved in parts of Rehoboth and Indian River Bays.

In response, the CIB is stepping up efforts to restore this critical habitat by identifying favorable areas for eelgrass reestablishment, and testing techniques for seeding and planting.

Eelgrass seed collected
in Sinepuxent Bay just
south of Ocean City,
Maryland that was planted
in the Inland Bays.
Photo credit: E.J. Chalabala

Eelgrass By the Numbers

120,000 eelgrass seeds were planted in the Rehoboth and Indian River.

The Maryland Coastal Bays south of the Inland Bays had over **10,000** acres of bay grass in 2006.

Work continued this year to restore wetlands in the Great Cypress Swamp

At 10,000 acres, the Great Cypress Swamp along Delaware's southern border is the largest remaining contiguous tract of forest on Delmarva, and supports state endangered bird species and globally rare insects and plant communities. It is owned and managed by Delaware Wild Lands, our partner on a project to restore wetlands and re-establish native Atlantic White Cedar to the swamp.

The Great Cypress Swamp is the headwaters of Pepper Creek and Vines Creek, two tributaries of the Bays so the hydrologic restoration aims to improve water quality in the Inland Bays.

Acres Restored at Great Cypress Swamp By the Numbers

47,000 Atlantic White Cedars were planted on a **47** acres section of the swamp.

In pre-Colonial times, the Great Cypress Swamp covered more than **60,000** acres, from western Sussex County to the Atlantic coast.



Photo Credit: Sally Boswell

Education...





Above: A 5th grader collects macro invertebrates in her net to learn about the ecology of the headwater ponds and streams of the Inland Bays.

Photo credit: Dennis Bartow

Left: Students at E. Millsboro Elementary test the waters in their Schoolyard Habitat.

Photo credit: Dennis Bartow

More than 3,000 children had a watershed experience in 2011



Four students from the Southern Delaware School for the Arts identify the plant and animal species in the salt marsh to study the salt marsh food web Photo credit: Karen Knight

At the James Farm Ecological Preserve and Ingram Pond Outdoor Education Center, at the Bethany Beach Nature Center and at schools throughout the watershed, thousands of children learned about the Inland Bays watershed, in their schoolyard habitats, their classrooms, on the Bays and in their communities.

Our on-going partnerships with the Indian River School District and the Bethany Beach Nature Center have helped us give thousands of students 'hands-on' watershed experiences.

Education By the Numbers

0| ' | '1| ' | 2| ' | 3| ' | 4| ' | 5| ' | 6| ' | 7| ' | 8| ' | 9| ' | 10| ' | 11| ' | 12| ' | 12| ' | 12| ' | 13| ' | 14| ' | 15| ' | 16| ' | 17| ' | 17| ' | 18| ' | 19| ' | 16| ' | 17| ' | 12| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' | 18| ' |

750 7th & 8th grade students from Millsboro Middle School, Georgetown Middle School and the Southern DE School of the Arts attended the James Farm Watershed Education Program in 2011.

850 5th grade students from Indian River School District received instruction in water quality analysis and collected data for the international database World Water Monitoring Day in 2011.

More than **841** children and their families attended the Saturday morning program and Friday afternoon programs at the Bethany Beach Nature Center in 2011.



45 children and their families helped plant the demonstration rain garden, one of a 1000 Rain Gardens for the Inland Bays at the Bethany Beach Nature Center.

The programs at the Nature Center are a partnership between the Town of Bethany Beach and the Center for the Inland Bays. Photo Credit: Sally Boswell

GRANTS AND CONTRACTS

The Chichester duPont Foundation

Delaware Clean Water Advisory Council Community Water Quality

Grants Program

Delaware Department of Agriculture, Forest Service

Delaware Department of Natural Resources and Environmental Control,
Division of Fish and Wildlife

Delaware Department of Natural Resources and Environmental Control,
Division of Parks and Recreation

Delaware Department of Natural Resources and Environmental Control,
Division of Watershed Stewardship

Delaware State University

Ducks Unlimited

Natural Resources Conservation Service

State of Delaware, Division of Motor Vehicles

Town of South Bethany

U.S. Environmental Protection Agency

 ${\bf University\ of\ Delaware\ Sea\ Grant\ College\ Program}$

Wesley College, Environmental Studies Program

EVENT SPONSORS

Artesian Water Company

Atlantic Refrigeration and Air Conditioning

Bank's Wines and Spirits

Delaware Department of Natural Resources and Environmental Control

Delaware Seashore Preservation Foundation

Delmarva Power

Green Stone Engineering

The Greene Turtle Restaurants

Gary and Barbara Jayne

NRG Indian River Power Plant

Susan Moerschel and John Schneider

Perdue Farms Inc.

PNC Bank

Red Bull America

South Bethany Property Owners Association

The Starboard

BUSINESSES FOR THE BAYS MEMBERS

Alesi Construction & Renovation

AMI

Artesian Water Company

Atlantic Refrigeration and Air Conditioning

Bank's Wines and Spirits

Betty's Classic American

Charitable Games of Delaware

The Cottage Cafe

Delaware Sports League

Delaware Department of Natural Resources and Environmental Control

Delmarva Power

Drace Insurance & Investment Services

European Coach Werkes

The Greene Turtle Ocean City North, Lewes and Salisbury

Green Stone Engineering

Jake's Seafood House Restaurant

Jake's Seafood II

Jamshirtz

John F. Kleinstuber & Associates

Just Hooked

NRG Indian River Power Plant

Peninsula Dental

Perdue Farms

Port

South Bethany Property Owner's Association

The Starboard

Surf Fishing Specialties

\$1000 AND UP

Reverend Elizabeth Carl

Charitable Games of Delaware

Dewey Beach Lions Club

Cynthia Flynn and Deirdre Boyle

Barbara and George Junkin

Just Hooked

\$500 TO \$999

Becky Brewer

Frances Hart

Edward and Betsy Henifin

In Honor of Elaine and Erik Rifkin

Lillian and Montford Smith Family Fund

Vickie York

\$250-\$499

Thomas Adams

Robert Crim and Suzanne Schwartz

Edward D. Harner

Ann Ludwig and David Dotzert

Roy and Diane Miller

Rehoboth Bay Foundation

Edward Seyfried

Bob and Mary Ellen Williams

BOD and Mary Eller Williams

\$150-\$249

Mark and Joanne Anderson

Mary Appollina and Pamela Petill

Lisa Aramony

In Memory of Garylee Cox

Glenn and Madolyn Dallas

Richard and Wanda Drnec

Richard Fisher

William Janson and Lori Shmukler

Robert and Joanne Levy

In Honor of Edward Henifin

Mary Perkins and Kenneth Hooker

In Memory of Kenneth Keller

M.Q. Riding

Nancy Steckel and Mark Caraccia

Jim Stuart

Jack and Maggie Tarburton

David and Melinda Campbell

Ed and Adele Chalabala

William C. Clarke

Beverly Corelle

Pat and Terry Drizd Muns and Linda Farestad

Margaret Forbes

Robert and Trish Gable

Bob Gallaghar

Tom and Cathy Greco

Diane and Bill Hanson

Mary Harahan

Cynthia and Robert Hibbert

Terry and Martha Higgins

Gerald and Karen Hirst

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Diane and Michael Kane

Pete and Pat Keenan

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Katherine and Edward Lambert James C. Mankin

Midway Lions Club

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Thomas and Mary Jo Murphy

Lord Baltimore Women's Club

Margaret LoVergine

Sharon Lynn

Mari Noster

Alan Perantoni and Tracie Bunton Michael Polovina

Ron Riegert

Non Niegert

Nancy Sager

Paula Schneider

Robert Schumm

Joanne Shipley

David and Cynthia Small

Jan and Greg Thompson Rosalind Troupin

William Ullman

Joan Wallace

Norine and George Watson

Ed Whereat

UP TO \$75

Jennifer Adkins Lynn and David Andrews

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Richard and Kathleen Brady Chris Bason and Chantal Bouchard

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Lawrence A. Brown

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David Ludlow

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John and Christine Sadowski Ellen Saether Chuck Schonder

Robert Smiles Senator Liane Sorenson Michael and Donna Thomas

Shuli Tor Dell and Larry Tush

David Vineberg Pamela White James Williams

Lisa Wool

Statements of Assets, Liabilities and Fund Balances—Accrual Basis

September 30, 2011 and September 2010

ASSETS		
Current Assets	2011	2010
Cash	\$ 341,534	\$ 466,123
Grants receivable	190,000	<u> </u>
Unbilled receivables	12,909	17,405
Total Current Assets	544,443	483,528
Property and Equipment		
Land	125,000	125,000
Building	872,508	872,508
Furniture and equipment	469,517	442,890
	1,467,025	1,440,398
Less accumulated depreciation	(451,472)	(398,589)
Total Property and Equipment	1,015,553	1,041,809
Other Assets		
Delaware Community Foundation Endowment Fund	68,267	70,145
Total Assets	1,628,263	1,595,482

LIABILITIES

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1,738	1,218
21,964	36,971
\$ 15,423	\$ 9,674
\$	21,964

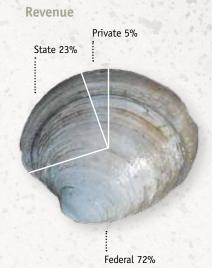
NET ASSETS

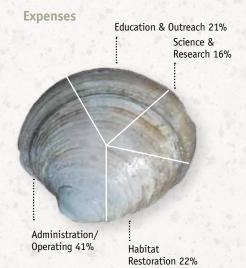
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Total Liabilities and Net Assets	\$1,628,263	\$1,595,482
Total Net Assets	1,589,138	1,547,619
Permanently restricted	125,000	125,000
Temporarily restricted	190,000	142,500
Total unrestricted	1,274,138	1,280,119
Undesignated	315,318	293,165
Invested in property and equipment	890,553	916,809
Board designated	68,267	70,145

The Delaware Center for the Inland Bays is a nonprofit 501(c)(3). We need tax-deductible donations to support our work.

2011 Operating Budget





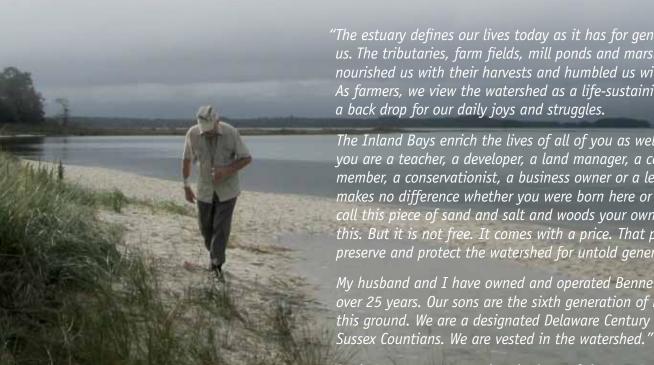




39375 Inlet Road Rehoboth Beach, DE 19971

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Nonprofit Org U.S. Postage PAID Wilmington, DE Permit No. 674



"The estuary defines our lives today as it has for generations before us. The tributaries, farm fields, mill ponds and marshes have nourished us with their harvests and humbled us with their beauty. As farmers, we view the watershed as a life-sustaining tapestry—

The Inland Bays enrich the lives of all of you as well, whether you are a teacher, a developer, a land manager, a county council member, a conservationist, a business owner or a legislator. It makes no difference whether you were born here or have chosen to call this piece of sand and salt and woods your own. You deserve this. But it is not free. It comes with a price. That price is a duty to preserve and protect the watershed for untold generations to come.

My husband and I have owned and operated Bennett Orchards for over 25 years. Our sons are the sixth generation of Bennett's to till this ground. We are a designated Delaware Century Farm. We are

Carrie Bennett...presented at the State of the Bays Press Conference on September 23, 2011.