

RIVERWOOD  
Community Development District

***Annual Operating, Debt Service and Utility Budget***  
**Fiscal Year 2013**

Version 3 - Final Budget  
(Adopted August 21, 2012 meeting)

Prepared by:



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Riverwood  
Community Development District

**Operating Budget**  
Fiscal Year 2013

**Summary of Revenues, Expenditures and Changes in Fund Balances**  
Fiscal Year 2013 Adopted Budget

| ACCOUNT DESCRIPTION                        | ACTUAL         | AMENDED           | ADOPTED           | ACTUAL            | PROJECTED         | TOTAL                | ANNUAL            |
|--|----------------|-------------------|-------------------|-------------------|-------------------|----------------------|-------------------|
|  | FY 2011        | BUDGET<br>FY 2011 | BUDGET<br>FY 2012 | THRU<br>JUNE-2012 | JULY-<br>SEP-2012 | PROJECTED<br>FY 2012 | BUDGET<br>FY 2013 |
| <b>REVENUES</b>                            |                |                   |                   |                   |                   |                      |                   |
| Interest - Investments                     | \$ 7,279       | \$ 2,000          | \$ 2,078          | \$ 3,396          | \$ 27             | \$ 3,423             | \$ 2,078          |
| Net Incr (Decr) In FMV-Invest              | 1,763          | -                 | -                 | -                 | -                 | -                    | -                 |
| Special Assmnts- Tax Collector             | 394,149        | 394,488           | 432,838           | 427,485           | 5,353             | 432,838              | 432,838           |
| Special Assmnts- Discounts                 | (10,144)       | (15,780)          | (17,314)          | (13,772)          | -                 | (13,772)             | (17,314)          |
| Contributions, Private                     | 403,564        | 403,564           | -                 | -                 | -                 | -                    | -                 |
| Other Miscellaneous Revenues               | 500            | 100               | 100               | 325               | -                 | 325                  | 100               |
| Access Cards                               | 877            | -                 | -                 | 700               | -                 | 700                  | -                 |
| RV Park Revenue                            | 13,879         | 14,950            | 13,000            | 13,916            | -                 | 13,916               | 13,000            |
| <b>TOTAL REVENUES</b>                      | <b>811,867</b> | <b>799,322</b>    | <b>430,702</b>    | <b>432,050</b>    | <b>5,380</b>      | <b>437,430</b>       | <b>430,702</b>    |
| <b>EXPENDITURES</b>                        |                |                   |                   |                   |                   |                      |                   |
| <i>Administrative</i>                      |                |                   |                   |                   |                   |                      |                   |
| P/R-Board of Supervisors                   | 1,590          | 1,800             | 1,800             | 1,230             | 570               | 1,800                | 1,800             |
| FICA Taxes                                 | 122            | 138               | 138               | 94                | 44                | 138                  | 138               |
| ProfServ-Arbitrage Rebate                  | 1,200          | 4,725             | 1,800             | 1,200             | 600               | 1,800                | 1,800             |
| ProfServ-Engineering                       | -              | -                 | -                 | 1,400             | -                 | 1,400                | -                 |
| ProfServ-Legal Services                    | 25,333         | 26,000            | 20,000            | 15,370            | 5,123             | 20,493               | 20,000            |
| ProfServ-Mgmt Consulting Serv              | 13,523         | 13,523            | 13,794            | 10,346            | 3,448             | 13,794               | 14,180            |
| ProfServ-Trustee                           | 10,220         | 10,300            | 10,300            | 8,069             | -                 | 8,069                | 10,300            |
| Auditing Services                          | 1,163          | 1,236             | 1,163             | 1,088             | -                 | 1,088                | 1,163             |
| Postage and Freight                        | 273            | 619               | 619               | 237               | 79                | 316                  | 619               |
| Insurance - Property                       | 10,856         | 10,856            | 17,205            | 11,555            | -                 | 11,555               | 17,075            |
| Insurance - General Liability              | 1,083          | 1,083             | 1,802             | 1,711             | -                 | 1,711                | 2,337             |
| Printing and Binding                       | 1,285          | 1,285             | 1,073             | 639               | 213               | 852                  | 1,073             |
| Legal Advertising                          | 504            | 504               | 214               | 26                | 175               | 201                  | 214               |
| Miscellaneous Services                     | 819            | 819               | 623               | 946               | 315               | 1,261                | 785               |
| Misc-Assessmnt Collection Cost             | 972            | 7,889             | 8,656             | 8,274             | 382               | 8,656                | 8,657             |
| Misc-Web Hosting                           | -              | -                 | -                 | -                 | -                 | -                    | 1,000             |
| Office Supplies                            | 72             | 165               | 165               | 51                | 17                | 68                   | 165               |
| <b>Total Administrative</b>                | <b>69,015</b>  | <b>80,942</b>     | <b>79,352</b>     | <b>62,236</b>     | <b>10,966</b>     | <b>73,202</b>        | <b>81,305</b>     |
| <i>Flood Control/Stormwater Mgmt</i>       |                |                   |                   |                   |                   |                      |                   |
| Contracts-Preserve Maintenance             | -              | -                 | 12,000            | 7,038             | 2,346             | 9,384                | 12,000            |
| Contracts-Lakes                            | -              | -                 | 30,000            | 22,878            | 7,626             | 30,504               | 30,504            |
| R&M-Lake                                   | -              | -                 | 4,000             | 126               | 1,000             | 1,126                | 4,000             |
| R&M-Preserves                              | -              | -                 | 1,500             | -                 | 375               | 375                  | 1,500             |
| Misc-Stormwater System Review              | -              | -                 | -                 | -                 | -                 | -                    | 10,000            |
| Misc-Contingency                           | -              | -                 | 2,000             | -                 | 500               | 500                  | 2,000             |
| <b>Total Flood Control/Stormwater Mgmt</b> | <b>-</b>       | <b>-</b>          | <b>49,500</b>     | <b>30,042</b>     | <b>11,847</b>     | <b>41,889</b>        | <b>60,004</b>     |
| <i>Field</i>                               |                |                   |                   |                   |                   |                      |                   |
| Electricity - General                      | 20,300         | 20,300            | 40,000            | 30,496            | 10,165            | 40,661               | 44,000            |
| Utility-Water & Sewer                      | -              | -                 | -                 | 7,228             | 2,409             | 9,637                | 10,000            |
| R&M-General                                | 606            | 2,000             | 5,000             | 1,500             | 500               | 2,000                | 5,000             |
| R&M-Lake                                   | 22,778         | 23,000            | -                 | -                 | -                 | -                    | -                 |
| R&M-Signage                                | -              | 5,000             | -                 | -                 | -                 | -                    | -                 |
| R&M-Preserves                              | 5,886          | 9,028             | -                 | -                 | -                 | -                    | -                 |
| Misc-Special Projects                      | 24,682         | 50,000            | 50,000            | 18,537            | 31,463            | 50,000               | 40,000            |
| Misc-Property Transition                   | 1,911          | 10,000            | -                 | -                 | -                 | -                    | -                 |
| Misc-Contingency                           | 1,675          | 5,000             | 11,790            | -                 | 11,790            | 11,790               | 15,333            |
| Capital Outlay                             | 689,783        | -                 | -                 | -                 | -                 | -                    | -                 |
| <b>Total Field</b>                         | <b>767,621</b> | <b>124,328</b>    | <b>106,790</b>    | <b>57,761</b>     | <b>56,328</b>     | <b>114,089</b>       | <b>114,333</b>    |

**Summary of Revenues, Expenditures and Changes in Fund Balances**  
Fiscal Year 2013 Adopted Budget

| ACCOUNT DESCRIPTION  | ACTUAL              | AMENDED             | ADOPTED             | ACTUAL              | PROJECTED          | TOTAL                | ANNUAL              |
|--|---------------------|---------------------|---------------------|---------------------|--------------------|----------------------|---------------------|
|  | FY 2011             | BUDGET<br>FY 2011   | BUDGET<br>FY 2012   | THRU<br>JUNE-2012   | JULY-<br>SEP-2012  | PROJECTED<br>FY 2012 | BUDGET<br>FY 2013   |
| <b>Road and Street Facilities</b>                            |                     |                     |                     |                     |                    |                      |                     |
| Electricity - Streetlighting                                 | -                   | -                   | 20,000              | -                   | -                  | -                    | -                   |
| R&M-Sidewalks  | -                   | -                   | 15,000              | 488                 | 3,750              | 4,238                | 15,000              |
| R&M-Signage  | -                   | -                   | 5,000               | -                   | 1,250              | 1,250                | 5,000               |
| R&M-Roads  | -                   | -                   | 2,000               | -                   | 500                | 500                  | 2,000               |
| Misc-Contingency   | -                   | -                   | 2,000               | -                   | 500                | 500                  | 2,000               |
| <b>Total Road and Street Facilities</b>                      | <b>-</b>            | <b>-</b>            | <b>44,000</b>       | <b>488</b>          | <b>6,000</b>       | <b>6,488</b>         | <b>24,000</b>       |
| <b>Reserves</b>  |                     |                     |                     |                     |                    |                      |                     |
| Reserve-Activity Center Assets                               | -                   | 31,133              | -                   | -                   | -                  | -                    | -                   |
| Reserve - Catch Up Provision                                 | -                   | 25,000              | -                   | -                   | -                  | -                    | -                   |
| Reserves-Normal Year Provision                               | -                   | 678,498             | -                   | -                   | -                  | -                    | -                   |
| Reserves-Rec Facilities                                      | -                   | -                   | 44,260              | 45,675              | -                  | 45,675               | 44,260              |
| Reserve - Roadways   | -                   | -                   | 93,800              | -                   | -                  | -                    | 93,800              |
| Reserve - RV Park  | 2,239               | 14,950              | 13,000              | 1,268               | -                  | 1,268                | 13,000              |
| <b>Total Reserves</b>  | <b>2,239</b>        | <b>749,581</b>      | <b>151,060</b>      | <b>46,943</b>       | <b>-</b>           | <b>46,943</b>        | <b>151,060</b>      |
| <b>TOTAL EXPENDITURES &amp; RESERVES</b>                     | <b>838,875</b>      | <b>954,851</b>      | <b>430,702</b>      | <b>197,470</b>      | <b>85,141</b>      | <b>282,611</b>       | <b>430,702</b>      |
| Excess (deficiency) of revenues<br>Over (under) expenditures | (27,008)            | (155,529)           | -                   | 234,580             | (79,761)           | 154,819              | -                   |
| <b>OTHER FINANCING SOURCES (USES)</b>                        |                     |                     |                     |                     |                    |                      |                     |
| Contribution to (Use of) Fund Balance                        | -                   | (155,529)           | -                   | -                   | -                  | -                    | -                   |
| <b>TOTAL OTHER SOURCES (USES)</b>                            | <b>-</b>            | <b>(155,529)</b>    | <b>-</b>            | <b>-</b>            | <b>-</b>           | <b>-</b>             | <b>-</b>            |
| Net change in fund balance                                   | (27,008)            | (155,529)           | -                   | 234,580             | (79,761)           | 154,819              | -                   |
| <b>FUND BALANCE, BEGINNING</b>                               | <b>1,197,089</b>    | <b>1,197,087</b>    | <b>1,170,081</b>    | <b>1,170,081</b>    | <b>-</b>           | <b>1,170,081</b>     | <b>1,324,900</b>    |
| <b>FUND BALANCE, ENDING</b>                                  | <b>\$ 1,170,081</b> | <b>\$ 1,041,558</b> | <b>\$ 1,170,081</b> | <b>\$ 1,404,661</b> | <b>\$ (79,761)</b> | <b>\$ 1,324,900</b>  | <b>\$ 1,324,900</b> |

**Budget Narrative**  
Fiscal Year 2013

**REVENUES**

**Interest-Investments**

The District earns interest on the monthly average collected balance for their operating accounts.

**Special Assessments-Tax Collector**

The District will levy a Non-Ad Valorem assessment on all the assessable property within the District in order to pay for the operating expenditures during the Fiscal Year.

**Special Assessments-Discounts**

Per Section 197.162, Florida Statutes, discounts are allowed for early payment of assessments. The budgeted amount for the fiscal year is calculated at 4% of the anticipated Non-Ad Valorem assessments.

**Other Miscellaneous Revenues**

The District receives amounts for the café commissions and other miscellaneous items.

**Access Cards**

The District receives amounts for the purchase of access cards.

**RV Park Revenue**

The District receives amounts for the rental of RV parking spaces.

**EXPENDITURES**

**Administrative**

**P/R-Board of Supervisors**

Chapter 190 of the Florida Statutes allows for members of the Board of Supervisors to be compensated \$200 per meeting at which they are in attendance. The amount for the Fiscal Year is based upon all supervisors attending all of the meetings.

**Professional Services - Arbitrage Rebate Calculation**

The District has a proposal with a company who specializes to calculate the District's Arbitrage Rebate Liability on the Series of Benefit Special Assessment Bonds. The budgeted amount for the fiscal year is based on standard fees charged for this service.

**Professional Services-Legal Services**

The District's Attorney provides general legal services to the District, i.e., attendance and preparation for monthly Board meetings, review of contracts, review of agreements and resolutions, and other research as directed or requested by the Board of Supervisors and the District Manager.

**Professional Services-Management Consulting Services**

The District receives Management, Accounting and Administrative services as part of a Management Agreement with Severn Trent Environmental Services, Inc. Also included are costs for Information Technology charges to process all of the District's financial activities, i.e. accounts payable, financial statements, budgets, etc., on a main frame computer owned by Severn Trent in accordance with the management contract and the charge for rentals. The budgeted amount for the fiscal year is based on the contracted fees outlined in Exhibit "A" of the Management Agreement, with a moderate proposed increase.

**Budget Narrative**  
Fiscal Year 2013

**EXPENDITURES**

**Administrative** (continued)

**Professional Services - Trustee**

The District issued these Series of 1994, 2007A and 2007B Special Assessment Bonds that are deposited with a Trustee to handle all trustee matters. The annual trustee fee is based on standard fees charged plus any out-of-pocket expenses.

**Auditing Services**

The District is required to conduct an annual audit of its financial records by an Independent Certified Public Accounting Firm. The budgeted amount for the fiscal year is based on contracted fees from an existing engagement letter.

**Postage and Freight**

Actual postage and/or freight used for District mailings including agenda packages, vendor checks and other correspondence.

**Insurance-Property**

The District's Property Insurance policy is with Florida Municipal Insurance Trust. They specialize in providing insurance coverage to governmental agencies. The budgeted amount allows for a projected increase in the premium.

**Insurance-General Liability**

The District's General Liability & Public Officials Liability Insurance policy is with Florida Municipal Insurance Trust. They specialize in providing insurance coverage to governmental agencies. The budgeted amount allows for a projected increase in the premium.

**Printing and Binding**

Copies used in the preparation of agenda packages, required mailings, and other special projects.

**Legal Advertising**

The District is required to advertise various notices for monthly Board meetings and other public hearings in a newspaper of general circulation.

**Miscellaneous Services**

This includes monthly bank charges, room rental, telephone charges, annual district filing fee, travel and per diem, and other miscellaneous expenses that may be incurred during the year.

**Miscellaneous-Assessment Collection Costs**

The District reimburses the Tax Collector for her or his necessary administrative costs. Per the Florida Statutes, administrative costs shall include, but not be limited to, those costs associated with personnel, forms, supplies, data processing, computer equipment, postage, and programming. The District also compensates the Tax Collector for the actual cost of collection or 2% on the amount of special assessments collected and remitted, whichever is greater. The budgeted amount for collection costs was based on a maximum of 2% of the anticipated assessment collections.

**Miscellaneous-Web Hosting**

This includes web hosting fees and Severn Trent fees for management of the website.

**Office Supplies**

Supplies used in the preparation and binding of agenda packages, required mailings, and other special projects.

**Budget Narrative**  
Fiscal Year 2013

**EXPENDITURES**

**Flood Control/Stormwater Management**

**Contracts-Preserve Maintenance**

The District currently has a contract with a company to ensure the proper maintenance of the preserves.

**Contracts-Lakes**

The District currently has a contract with a certified lake maintenance company to ensure the proper flow and function of the storm water system.

**R&M-Lake**

This includes any repairs and maintenance of the lakes.

**R&M-Preserves**

This includes any repairs and maintenance of the preserves.

**Misc-Stormwater System Review**

This includes engineering fees for review of the stormwater system for maintenance issues.

**Misc-Contingency**

This includes any expenses that were not anticipated in the budget.

**Field**

**Electricity-General**

Electricity usage for District facilities and assets.

**R&M-General**

The District periodically implements needed repairs to ensure maintenance of District assets.

**Misc-Special Projects**

The District periodically undergoes special projects as approved by the Board.

**Misc-Contingency**

This includes any expenses that were not anticipated in the budget.

**Road & Street Facilities**

**R&M-Sidewalks**

The District periodically implements needed repairs and replacement of the sidewalks.

**R&M-Signage**

The District periodically implements needed repairs and replacement of street and speed limit signs.

**R&M-Roads**

The District periodically implements needed repairs and replacement of the roads.

**Misc-Contingency**

This includes any expenses that were not anticipated in the budget.



**Budget Narrative**  
Fiscal Year 2013

|                     |
|---------------------|
| <b>EXPENDITURES</b> |
|---------------------|

**Reserves**

**Reserve-Recreational Facilities**

The District will set aside funds for improvements of the two activity centers, swimming pool, tennis courts, croquet court and bocce ball court.

**Reserve-Roads**

The District will set aside funds for improvements of the roadways.

**Reserve-RV Park**

This includes expenses related to the RV parking lot.

**Exhibit "A"**  
Allocation of Fund Balances

**AVAILABLE FUNDS**

|  | <u>Amount</u>    |
|--|------------------|
| Beginning Fund Balance - Fiscal Year 2013            | \$ 1,324,900     |
| Net Change in Fund Balance - Fiscal Year 2013        | -                |
| Reserves - Fiscal Year 2013 Additions                | 151,060          |
| <b>Total Funds Available (Estimated) - 9/30/2013</b> | <b>1,475,960</b> |

**ALLOCATION OF AVAILABLE FUNDS**

***Assigned Fund Balance***

|   |                        |
|---|------------------------|
| Operating Reserve - First Quarter Operating Capital | 107,676 <sup>(1)</sup> |
| Reserves - Rec Facilities                           | 433,282 <sup>(2)</sup> |
| Reserves - Roadways                                 | 551,950 <sup>(2)</sup> |
| Reserves - RV Park                                  | 28,115 <sup>(2)</sup>  |
| FY 2013 Reserve Funding                             | 151,060                |
| Subtotal  | <u>1,272,083</u>       |
| <b>Total Allocation of Available Funds</b>          | <b>1,272,083</b>       |

|   |                          |
|---|--------------------------|
| <b>Total Unassigned (undesignated) Cash</b> | <b><u>\$ 203,877</u></b> |
|---|--------------------------|

**Notes**

- (1) Represents approximately 3 months of operating expenditures  
 (2) Represents balance as of June 30, 2012

Riverwood  
Community Development District

**Debt Service Budgets**  
Fiscal Year 2013

**Summary of Revenues, Expenditures and Changes in Fund Balances**  
Fiscal Year 2013 Adopted Budget

| ACCOUNT DESCRIPTION                   | ACTUAL            | ADOPTED           | ADOPTED           | ACTUAL            | PROJECTED         | TOTAL                | ANNUAL            |
|---------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|----------------------|-------------------|
|                                       | FY 2011           | BUDGET<br>FY 2011 | BUDGET<br>FY 2012 | THRU<br>JUNE-2012 | JULY-<br>SEP-2012 | PROJECTED<br>FY 2012 | BUDGET<br>FY 2013 |
| <b>REVENUES</b>                       |                   |                   |                   |                   |                   |                      |                   |
| Interest - Investments                | \$ 54             | \$ 608            | \$ 293            | \$ 87             | \$ 12             | \$ 99                | \$ 281            |
| Special Assmnts- Tax Collector        | 121,562           | 121,524           | 117,155           | 112,497           | 4,658             | 117,155              | 117,155           |
| Special Assmnts- Prepayment           | 2,128             | -                 | -                 | -                 | -                 | -                    | -                 |
| Special Assmnts- Discounts            | (2,854)           | (4,861)           | (4,686)           | (3,517)           | -                 | (3,517)              | (4,686)           |
| <b>TOTAL REVENUES</b>                 | <b>120,890</b>    | <b>117,271</b>    | <b>112,762</b>    | <b>109,067</b>    | <b>4,670</b>      | <b>113,737</b>       | <b>112,750</b>    |
| <b>EXPENDITURES</b>                   |                   |                   |                   |                   |                   |                      |                   |
| <i>Debt Service</i>                   |                   |                   |                   |                   |                   |                      |                   |
| Misc-Assessmnt Collection Cost        | 308               | 2,430             | 2,343             | 2,180             | 163               | 2,343                | 2,343             |
| Principal Debt Retirement             | 80,000            | 80,000            | 85,000            | 85,000            | -                 | 85,000               | 95,000            |
| Principal Prepayments                 | -                 | -                 | -                 | 5,000             | -                 | 5,000                | -                 |
| Interest Expense                      | 27,900            | 27,900            | 21,700            | 21,506            | -                 | 21,506               | 14,725            |
| <b>Total Debt Service</b>             | <b>108,208</b>    | <b>110,330</b>    | <b>109,043</b>    | <b>113,686</b>    | <b>163</b>        | <b>113,849</b>       | <b>112,068</b>    |
| <b>TOTAL EXPENDITURES</b>             | <b>108,208</b>    | <b>110,330</b>    | <b>109,043</b>    | <b>113,686</b>    | <b>163</b>        | <b>113,849</b>       | <b>112,068</b>    |
| Excess (deficiency) of revenues       |                   |                   |                   |                   |                   |                      |                   |
| Over (under) expenditures             | 12,682            | 6,941             | 3,719             | (4,619)           | 4,507             | (112)                | 682               |
| <b>OTHER FINANCING SOURCES (USES)</b> |                   |                   |                   |                   |                   |                      |                   |
| Contribution to (Use of) Fund Balance | -                 | 6,941             | 3,719             | -                 | -                 | -                    | 682               |
| <b>TOTAL OTHER SOURCES (USES)</b>     | <b>-</b>          | <b>6,941</b>      | <b>3,719</b>      | <b>-</b>          | <b>-</b>          | <b>-</b>             | <b>682</b>        |
| Net change in fund balance            | 12,682            | 6,941             | 3,719             | (4,619)           | 4,507             | (112)                | 682               |
| <b>FUND BALANCE, BEGINNING</b>        | <b>183,470</b>    | <b>183,470</b>    | <b>196,152</b>    | <b>196,152</b>    | <b>-</b>          | <b>196,152</b>       | <b>196,040</b>    |
| <b>FUND BALANCE, ENDING</b>           | <b>\$ 196,152</b> | <b>\$ 190,411</b> | <b>\$ 199,871</b> | <b>\$ 191,533</b> | <b>\$ 4,507</b>   | <b>\$ 196,040</b>    | <b>\$ 196,721</b> |

1994A Special Assessment Revenue Bonds  
Amortization Schedule

| Year      | *Principal | Extraordinary Redemption | Interest | Fiscal Total |
|-----------|------------|--------------------------|----------|--------------|
| 11/1/2012 |            |                          | \$7,363  |              |
| 5/1/2013  | \$95,000   |                          | \$7,363  | \$109,725    |
| 11/1/2013 |            |                          | \$3,681  |              |
| 5/1/2014  | \$95,000   |                          | \$3,681  | \$102,363    |
| Totals    | \$190,000  |                          | \$22,088 | \$212,088    |

\* 7.750% Coupon

**Summary of Revenues, Expenditures and Changes in Fund Balances**  
Fiscal Year 2013 Adopted Budget

| ACCOUNT DESCRIPTION                   | ACTUAL            | ADOPTED           | ADOPTED           | ACTUAL            | PROJECTED         | TOTAL                | ANNUAL            |
|---------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|----------------------|-------------------|
|                                       | FY 2011           | BUDGET<br>FY 2011 | BUDGET<br>FY 2012 | THRU<br>JUNE-2012 | JULY-<br>SEP-2012 | PROJECTED<br>FY 2012 | BUDGET<br>FY 2013 |
| <b>REVENUES</b>                       |                   |                   |                   |                   |                   |                      |                   |
| Interest - Investments                | \$ 53             | \$ 576            | \$ 277            | \$ 57             | \$ 11             | \$ 68                | \$ 266            |
| Special Assmnts- Tax Collector        | 115,156           | 115,120           | 110,645           | 106,246           | 4,399             | 110,645              | 110,645           |
| Special Assmnts- Prepayment           | 38,519            | -                 | -                 | -                 | -                 | -                    | -                 |
| Special Assmnts- Discounts            | (2,704)           | (4,605)           | (4,426)           | (3,321)           | -                 | (3,321)              | (4,426)           |
| <b>TOTAL REVENUES</b>                 | <b>151,024</b>    | <b>111,091</b>    | <b>106,496</b>    | <b>102,982</b>    | <b>4,410</b>      | <b>107,392</b>       | <b>106,485</b>    |
| <b>EXPENDITURES</b>                   |                   |                   |                   |                   |                   |                      |                   |
| <i>Debt Service</i>                   |                   |                   |                   |                   |                   |                      |                   |
| Misc-Assessmnt Collection Cost        | 291               | 2,302             | 2,213             | 2,059             | 154               | 2,213                | 2,213             |
| Principal Debt Retirement             | 66,822            | 66,822            | 69,400            | 69,400            | -                 | 69,400               | 69,311            |
| Principal Prepayments                 | -                 | -                 | -                 | 38,000            | -                 | 38,000               | -                 |
| Interest Expense                      | 41,386            | 41,386            | 38,808            | 38,054            | -                 | 38,054               | 34,438            |
| <b>Total Debt Service</b>             | <b>108,499</b>    | <b>110,510</b>    | <b>110,421</b>    | <b>147,513</b>    | <b>154</b>        | <b>147,667</b>       | <b>105,961</b>    |
| <b>TOTAL EXPENDITURES</b>             | <b>108,499</b>    | <b>110,510</b>    | <b>110,421</b>    | <b>147,513</b>    | <b>154</b>        | <b>147,667</b>       | <b>105,961</b>    |
| Excess (deficiency) of revenues       |                   |                   |                   |                   |                   |                      |                   |
| Over (under) expenditures             | 42,525            | 581               | (3,925)           | (44,531)          | 4,256             | (40,275)             | 523               |
| <b>OTHER FINANCING SOURCES (USES)</b> |                   |                   |                   |                   |                   |                      |                   |
| Contribution to (Use of) Fund Balance | -                 | 581               | (3,925)           | -                 | -                 | -                    | 523               |
| <b>TOTAL OTHER SOURCES (USES)</b>     | <b>-</b>          | <b>581</b>        | <b>(3,925)</b>    | <b>-</b>          | <b>-</b>          | <b>-</b>             | <b>523</b>        |
| Net change in fund balance            | 42,525            | 581               | (3,925)           | (44,531)          | 4,256             | (40,275)             | 523               |
| <b>FUND BALANCE, BEGINNING</b>        | <b>141,680</b>    | <b>141,680</b>    | <b>184,205</b>    | <b>184,205</b>    | <b>-</b>          | <b>184,205</b>       | <b>143,930</b>    |
| <b>FUND BALANCE, ENDING</b>           | <b>\$ 184,205</b> | <b>\$ 142,261</b> | <b>\$ 180,280</b> | <b>\$ 139,674</b> | <b>\$ 4,256</b>   | <b>\$ 143,930</b>    | <b>\$ 144,453</b> |

RIVERWOOD  
Community Development District

2007A Special Assessment Revenue Refunding Bonds  
Amortization Schedule

| Year      | *Principal | Interest  | Principal Balance | Fiscal Total |
|-----------|------------|-----------|-------------------|--------------|
| 11/1/2012 | \$34,174   | \$17,700  | \$849,249         | \$103,748    |
| 5/1/2013  | \$35,136   | \$16,738  | \$814,112         |              |
| 11/1/2013 | \$35,563   | \$16,311  | \$778,549         | \$103,748    |
| 5/1/2014  | \$36,530   | \$15,344  | \$742,020         |              |
| 11/1/2014 | \$37,007   | \$14,867  | \$705,012         | \$103,748    |
| 5/1/2015  | \$37,979   | \$13,895  | \$667,033         |              |
| 11/1/2015 | \$38,510   | \$13,364  | \$628,523         | \$103,748    |
| 5/1/2016  | \$39,418   | \$12,456  | \$589,105         |              |
| 11/1/2016 | \$40,071   | \$11,803  | \$549,034         | \$103,748    |
| 5/1/2017  | \$41,053   | \$10,821  | \$507,981         |              |
| 11/1/2017 | \$41,696   | \$10,178  | \$466,284         | \$103,748    |
| 5/1/2018  | \$42,684   | \$9,190   | \$423,600         |              |
| 11/1/2018 | \$43,387   | \$8,487   | \$380,213         | \$103,748    |
| 5/1/2019  | \$44,381   | \$7,494   | \$335,833         |              |
| 11/1/2019 | \$45,146   | \$6,729   | \$290,687         | \$103,748    |
| 5/1/2020  | \$46,113   | \$5,761   | \$244,574         |              |
| 11/1/2020 | \$46,974   | \$4,900   | \$197,600         | \$103,748    |
| 5/1/2021  | \$47,980   | \$3,894   | \$149,620         |              |
| 11/1/2021 | \$48,876   | \$2,998   | \$100,744         | \$103,748    |
| 5/1/2022  | \$49,889   | \$1,986   | \$50,855          |              |
| 11/1/2022 | \$50,855   | \$1,019   | \$0               | \$51,874     |
| Totals    | \$883,423  | \$205,934 |                   | \$1,089,357  |

\*3.920% Coupon

**Summary of Revenues, Expenditures and Changes in Fund Balances**  
Fiscal Year 2013 Adopted Budget

| ACCOUNT DESCRIPTION  | ACTUAL            | ADOPTED           | ADOPTED           | ACTUAL            | PROJECTED         | TOTAL                | ANNUAL            |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|----------------------|-------------------|
|  | FY 2011           | BUDGET<br>FY 2011 | BUDGET<br>FY 2012 | THRU<br>JUNE-2012 | JULY-<br>SEP-2012 | PROJECTED<br>FY 2012 | BUDGET<br>FY 2013 |
| <b>REVENUES</b>  |                   |                   |                   |                   |                   |                      |                   |
| Interest - Investments                                       | \$ 1,012          | \$ 4,926          | \$ 2,348          | \$ 398            | \$ 93             | \$ 491               | \$ 2,254          |
| Special Assmnts- Tax Collector                               | 985,581           | 985,272           | 939,013           | 901,684           | 37,329            | 939,013              | 939,013           |
| Special Assmnts- Prepayment                                  | 76,517            | -                 | -                 | -                 | -                 | -                    | -                 |
| Special Assmnts- CDD Collected                               | 6,334             | -                 | -                 | 6,557             | -                 | 6,557                | -                 |
| Special Assmnts- Discounts                                   | (23,140)          | (39,411)          | (37,561)          | (28,187)          | -                 | (28,187)             | (37,561)          |
| <b>TOTAL REVENUES</b>  | <b>1,046,304</b>  | <b>950,787</b>    | <b>903,800</b>    | <b>880,452</b>    | <b>37,422</b>     | <b>917,874</b>       | <b>903,706</b>    |
| <b>EXPENDITURES</b>  |                   |                   |                   |                   |                   |                      |                   |
| <i>Debt Service</i>  |                   |                   |                   |                   |                   |                      |                   |
| Misc-Assessmnt Collection Cost                               | 2,494             | 19,705            | 18,780            | 17,470            | 1,310             | 18,780               | 18,780            |
| Principal Debt Retirement                                    | 802,000           | 802,000           | 815,000           | 835,000           | -                 | 835,000              | 870,000           |
| Principal Prepayments  | 64,000            | -                 | -                 | 12,000            | -                 | 12,000               | -                 |
| Interest Expense   | 140,838           | 140,838           | 105,103           | 105,144           | -                 | 105,144              | 70,151            |
| <b>Total Debt Service</b>                                    | <b>1,009,332</b>  | <b>962,543</b>    | <b>938,883</b>    | <b>969,614</b>    | <b>1,310</b>      | <b>970,924</b>       | <b>958,931</b>    |
| <b>TOTAL EXPENDITURES</b>                                    | <b>1,009,332</b>  | <b>962,543</b>    | <b>938,883</b>    | <b>969,614</b>    | <b>1,310</b>      | <b>970,924</b>       | <b>958,931</b>    |
| Excess (deficiency) of revenues<br>Over (under) expenditures | 36,972            | (11,756)          | (35,083)          | (89,162)          | 36,112            | (53,050)             | (55,225)          |
| <b>OTHER FINANCING SOURCES (USES)</b>                        |                   |                   |                   |                   |                   |                      |                   |
| Contribution to (Use of) Fund Balance                        | -                 | (11,756)          | (35,083)          | -                 | -                 | -                    | (55,225)          |
| <b>TOTAL OTHER SOURCES (USES)</b>                            | <b>-</b>          | <b>(11,756)</b>   | <b>(35,083)</b>   | <b>-</b>          | <b>-</b>          | <b>-</b>             | <b>(55,225)</b>   |
| Net change in fund balance                                   | 36,972            | (11,756)          | (35,083)          | (89,162)          | 36,112            | (53,050)             | (55,225)          |
| <b>FUND BALANCE, BEGINNING</b>                               | <b>730,611</b>    | <b>730,612</b>    | <b>767,583</b>    | <b>767,583</b>    | <b>-</b>          | <b>767,583</b>       | <b>714,533</b>    |
| <b>FUND BALANCE, ENDING</b>                                  | <b>\$ 767,583</b> | <b>\$ 718,856</b> | <b>\$ 732,500</b> | <b>\$ 678,421</b> | <b>\$ 36,112</b>  | <b>\$ 714,533</b>    | <b>\$ 659,308</b> |



Riverwood  
Community Development District  
2007B Special Assessment Revenue Refunding Bonds  
Amortization Schedule

| Year      | *Principal  | Extraordinary Redemption | Interest  | Principal Balance | Fiscal Total |
|-----------|-------------|--------------------------|-----------|-------------------|--------------|
| 11/1/2012 | \$0         |                          | \$35,364  | \$1,700,000       |              |
| 5/1/2013  | \$870,000   |                          | \$34,787  | \$830,000         | \$940,151    |
| 11/1/2013 | \$0         |                          | \$17,266  | \$830,000         |              |
| 5/1/2014  | \$830,000   |                          | \$16,984  | \$0               | \$864,250    |
| Totals    | \$5,534,000 |                          | \$804,973 |                   | \$6,414,973  |

\*4.070% Coupon

**Budget Narrative**  
Fiscal Year 2013

**REVENUES**

**Interest-Investments**

The District earns interest income on their trust accounts with US Bank.

**Special Assessments-Tax Collector**

The District will levy a Non-Ad Valorem assessment on all the assessable property within the District in order to pay for the debt service expenditures during the Fiscal Year.

**Special Assessments-Discounts**

Per Section 197.162, Florida Statutes, discounts are allowed for early payment of assessments. The budgeted amount for the fiscal year is calculated at 4% of the anticipated Non-Ad Valorem assessments.

**EXPENDITURES**

**Administrative**

**Miscellaneous-Assessment Collection Cost**

The District reimburses the County Tax Collector for her or his necessary administrative costs. Per the Florida Statutes, administrative costs shall include, but not be limited to, those costs associated with personnel, forms, supplies, data processing, computer equipment, postage, and programming. The District also compensates the Tax Collector for the actual cost of collection or 2% on the amount of special assessments collected and remitted, whichever is greater. The budgeted amount for collection costs was based on a maximum of 2% of the anticipated assessment collections.

**Exhibit "B"**  
Allocation of Fund Balances

|  | <u>Debt Service<br/>Series 1994</u> | <u>Debt Service<br/>Series 2007A</u> | <u>Debt Service<br/>Series 2007B</u> |
|--|-------------------------------------|--------------------------------------|--------------------------------------|
| <b><u>AVAILABLE FUNDS</u></b>                        |                                     |                                      |                                      |
| Beginning Fund Balance - Fiscal Year 2013            | \$ 196,040                          | \$ 143,930                           | \$ 714,533                           |
| Net Change in Fund Balance - Fiscal Year 2013        | 682                                 | 523                                  | (55,225)                             |
| Reserves - Fiscal Year 2013 Additions                | -                                   | -                                    | -                                    |
| <b>Total Funds Available (Estimated) - 9/30/2013</b> | <b>196,721</b>                      | <b>144,453</b>                       | <b>659,308</b>                       |
| <b><u>ALLOCATION OF AVAILABLE FUNDS</u></b>          |                                     |                                      |                                      |
| <b><i>Restricted Fund Balance</i></b>                |                                     |                                      |                                      |
| Interest Payment - November 2013                     | 3,681                               | 16,311                               | 17,266                               |
| Reserve Account(s) - US Bank                         | -                                   | -                                    | 357,582                              |
| <b><i>Assigned Fund Balance</i></b>                  |                                     |                                      |                                      |
| Place balances here.                                 | -                                   | -                                    | -                                    |
| <b>Total Allocation of Available Funds</b>           | <b>3,681</b>                        | <b>16,311</b>                        | <b>374,848</b>                       |
| <b>Total Unassigned Cash</b>                         | <b><u>\$ 193,040</u></b>            | <b><u>\$ 128,142</u></b>             | <b><u>\$ 284,460</u></b>             |

Riverwood  
Community Development District

**Supporting Budget Schedules**  
Fiscal Year 2013

ANNUAL ASSESSMENT RATES

| FISCAL YEAR 2012-2013        |                      |                  |              |                     |                             |                            |                |
|------------------------------|----------------------|------------------|--------------|---------------------|-----------------------------|----------------------------|----------------|
| Parcel                       | Product Type         | # of Total Units | O&M per unit | 1994A Debt per unit | 2007A Amenity Debt per unit | 2007B (1992) Debt per unit | Total per unit |
| <b>Residential</b>           |                      |                  |              |                     |                             |                            |                |
| Fairway Lakes                | Single Family        | 81.00            | \$295.91     | \$0.00              | \$82.88                     | \$320.62                   | \$699.41       |
| Lakeshore Village            | Single Family        | 59.00            | \$295.91     | \$0.00              | \$82.88                     | \$365.78                   | \$744.57       |
| Riverside                    | Single Family        | 15.00            | \$295.91     | \$0.00              | \$82.88                     | \$777.25                   | \$1,156.04     |
| Riverside                    | Single Family        | 8.00             | \$295.91     | \$0.00              | \$82.88                     | \$1,354.96                 | \$1,733.75     |
| Royal Oaks                   | Single Family        | 39.00            | \$295.91     | \$0.00              | \$82.88                     | \$449.81                   | \$828.60       |
| Royal Oaks                   | Single Family        | 6.00             | \$295.91     | \$0.00              | \$82.88                     | \$367.78                   | \$746.57       |
| Eagle Trace                  | Single Family        | 43.00            | \$295.91     | \$279.00            | \$82.88                     | \$246.35                   | \$904.14       |
| Bayridge                     | Single Family        | 48.00            | \$295.91     | \$0.00              | \$82.88                     | \$463.86                   | \$842.65       |
| Osprey Landing               | Single Family        | 92.00            | \$295.91     | \$0.00              | \$82.88                     | \$446.53                   | \$825.32       |
| Reserves                     | Twin Villas          | 26.00            | \$295.91     | \$0.00              | \$82.88                     | \$463.86                   | \$842.65       |
| Grand Vista                  | Multifamily          | 90.00            | \$295.91     | \$0.00              | \$82.88                     | \$385.90                   | \$764.69       |
| Silver Lakes                 | Estate Single Family | 56.00            | \$295.91     | \$0.00              | \$82.88                     | \$541.82                   | \$920.61       |
| Myakka Pt - Logan Pt         | Estate Single Family | 35.00            | \$295.91     | \$316.00            | \$82.88                     | \$677.47                   | \$1,372.26     |
| Myakka Pt - Baileys Pond     | Single Family        | 53.00            | \$295.91     | \$191.00            | \$82.88                     | \$693.06                   | \$1,262.85     |
| Myakka Pt - Marlin Cove      | Twin Villas          | 18.00            | \$295.91     | \$150.00            | \$82.88                     | \$544.93                   | \$1,073.72     |
| Myakka Pt - Tarpon Harbor    | Multifamily          | 36.00            | \$295.91     | \$162.00            | \$82.88                     | \$614.32                   | \$1,155.11     |
| Myakka Pt - Tarpon Harbor II | Multifamily          | 80.00            | \$295.91     | \$91.45             | \$82.88                     | \$461.44                   | \$931.68       |
| Sawgrass - Westport Ridge    | Estate Single Family | 32.00            | \$295.91     | \$270.60            | \$82.88                     | \$1,365.38                 | \$2,014.77     |
| Sawgrass - Estuary           | Single Family        | 37.00            | \$295.91     | \$174.88            | \$82.88                     | \$882.37                   | \$1,436.04     |
| Sawgrass - Driftwood Pt      | Single Family        | 39.00            | \$295.91     | \$180.75            | \$82.88                     | \$911.99                   | \$1,471.53     |
| Sawgrass - Oyster Bay        | Twin Villas          | 28.00            | \$295.91     | \$156.35            | \$82.88                     | \$788.91                   | \$1,324.05     |
| Sawgrass - Pompano Cove      | Twin Villas          | 34.00            | \$295.91     | \$134.00            | \$82.88                     | \$676.12                   | \$1,188.91     |
| Sawgrass - River Run         | Estate Single Family | 59.00            | \$295.91     | \$243.73            | \$82.88                     | \$1,229.80                 | \$1,852.32     |
| Sawgrass - Channel Ridge     | Estate Single Family | 25.00            | \$295.91     | \$229.43            | \$82.88                     | \$1,157.63                 | \$1,765.85     |
| Sawgrass - Clipper Cove      | Single Family        | 13.00            | \$295.91     | \$148.97            | \$82.88                     | \$751.68                   | \$1,279.44     |
| Sawgrass - Fisher Landing    | Single Family        | 21.00            | \$295.91     | \$149.82            | \$82.88                     | \$755.92                   | \$1,284.53     |
| Sawgrass - Still Water Trace | Twin Villas          | 68.00            | \$295.91     | \$114.26            | \$82.88                     | \$727.87                   | \$1,220.92     |
| Sawgrass - Redfin Shores     | Multifamily          | 50.00            | \$295.91     | \$80.91             | \$82.88                     | \$408.23                   | \$867.93       |
| Stonebridge                  | Single Family        | 60.00            | \$295.91     | \$0.00              | \$82.88                     | \$346.27                   | \$725.06       |
| Willow Glen Phase 1          | Single Family        | 30.00            | \$295.91     | \$0.00              | \$82.88                     | \$216.45                   | \$595.24       |
| Willow Glen Phase 2          | Single Family        | 10.00            | \$295.91     | \$0.00              | \$82.88                     | \$261.43                   | \$640.22       |
| Willow Glen Phase 3          | Single Family        | 24.00            | \$295.91     | \$0.00              | \$82.88                     | \$232.56                   | \$611.35       |
| Willow Glen - 1st Choice     | Single Family        | 20.00            | \$295.91     | \$0.00              | \$82.88                     | \$0.00                     | \$378.79       |
| <b>Total Residential</b>     |                      | <b>1,335.00</b>  |              |                     |                             |                            |                |
| <b>Commercial</b>            |                      |                  |              |                     |                             |                            |                |
| 402121229001                 | Centex               | 14.76            | \$295.91     | \$0.00              | \$0.00                      | \$4,691.22                 | \$4,987.13     |
| 402121276002                 | Myakka               | 11.24            | \$295.91     | \$0.00              | \$0.00                      | \$3,697.46                 | \$3,993.37     |
| 402120277002                 | RCA                  | -                | \$0.00       | \$0.00              | \$0.00                      | \$0.00                     | \$0.00         |
| 402121377001                 | RCA                  | -                | \$0.00       | \$0.00              | \$0.00                      | \$0.00                     | \$0.00         |
| 402120476001                 | RCA                  | -                | \$0.00       | \$0.00              | \$0.00                      | \$0.00                     | \$0.00         |
| 402121328003                 | Maintenance Bldg     | 2.90             | \$295.91     | \$0.00              | \$0.00                      | \$1,258.86                 | \$1,554.77     |
| 402121151003                 | Club                 | 3.10             | \$295.91     | \$0.00              | \$0.00                      | \$7,668.44                 | \$7,964.35     |
| 402129231001                 | Golf Course          | 14.55            | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402121327014                 | Golf Course          | 6.96             | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402121301021                 | Golf Course          | 11.98            | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402121254001                 | Centex               | 0.53             | \$295.91     | \$0.00              | \$0.00                      | \$0.00                     | \$295.91       |
| 402121254002                 | Golf Course          | 14.48            | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402121252002                 | Golf Course          | 6.78             | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402121206014                 | Golf Course          | 1.66             | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402121101002                 | Golf Course          | 21.27            | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402120232009                 | Golf Course          | 0.60             | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402121176002                 | Golf Course          | 0.13             | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402128104002                 | Golf Course          | 14.18            | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402121301022                 | Golf Course          | 2.02             | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402121251006                 | Golf Course          | 0.58             | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| 402121206013                 | Golf Course          | 0.02             | \$295.91     | \$0.00              | \$0.00                      | \$432.01                   | \$727.92       |
| <b>Total Commercial</b>      |                      | <b>127.74</b>    |              |                     |                             |                            |                |
| <b>TOTAL</b>                 |                      | <b>1,462.74</b>  |              |                     |                             |                            |                |

Riverwood  
Community Development District

**Utility Budget**  
Fiscal Year 2013

**Summary of Revenues, Expenses and Changes in Net Assets**  
Fiscal Year 2013 Adopted Budget

| ACCOUNT DESCRIPTION                       | ACTUAL           | ADOPTED           | ADOPTED           | ACTUAL            | PROJECTED         | TOTAL                | ANNUAL            |
|---|------------------|-------------------|-------------------|-------------------|-------------------|----------------------|-------------------|
|   | FY 2011          | BUDGET<br>FY 2011 | BUDGET<br>FY 2012 | THRU<br>JUNE-2012 | JULY-<br>SEP-2012 | PROJECTED<br>FY 2012 | BUDGET<br>FY 2013 |
| <b>OPERATING REVENUES</b>                 |                  |                   |                   |                   |                   |                      |                   |
| Interest - Investments                    | \$ 12,934        | \$ 1,000          | \$ 5,000          | \$ 5,550          | \$ 1,850          | \$ 7,400             | \$ 5,000          |
| Water-Base Rate                           | 176,773          | 167,853           | 150,636           | 136,720           | 13,916            | 150,636              | 150,636           |
| Water-Usage                               | 434,738          | 200,000           | 275,000           | 374,290           | 214,225           | 588,515              | 300,000           |
| Irrigation-Base Rate                      | -                | -                 | -                 | -                 | -                 | -                    | 72,960            |
| Irrigation-Usage                          | -                | -                 | -                 | -                 | -                 | -                    | 76,800            |
| Sewer Revenue                             | 910,951          | 859,832           | 859,832           | 699,249           | 160,583           | 859,832              | 1,078,706         |
| Meter Fees                                | 12,135           | -                 | 11,000            | 7,040             | 161,910           | 168,950              | 12,000            |
| Standby Fees                              | 121,620          | 132,663           | 80,856            | 76,220            | 4,636             | 80,856               | 64,190            |
| Net Incr (Decr) In FMV-Invest             | 2,984            | -                 | -                 | -                 | -                 | -                    | -                 |
| Contributions, Private                    | 121,376          | -                 | 400,000           | 278,624           | -                 | 278,624              | -                 |
| Other Miscellaneous Revenues              | 17,054           | 1,000             | 3,500             | 93,978            | -                 | 93,978               | 3,500             |
| Installation Charges                      | 1,890            | -                 | -                 | 1,120             | -                 | 1,120                | -                 |
| Connection Fees - W/S                     | 94,600           | -                 | -                 | 55,040            | -                 | 55,040               | -                 |
| <b>TOTAL OPERATING REVENUES</b>           | <b>1,907,055</b> | <b>1,362,348</b>  | <b>1,785,824</b>  | <b>1,727,831</b>  | <b>557,120</b>    | <b>2,284,951</b>     | <b>1,763,792</b>  |
| <b>OPERATING EXPENSES</b>                 |                  |                   |                   |                   |                   |                      |                   |
| <i>Personnel and Administration</i>       |                  |                   |                   |                   |                   |                      |                   |
| P/R-Board of Supervisors                  | 9,010            | 10,200            | 10,200            | 6,970             | 3,230             | 10,200               | 10,200            |
| FICA Taxes                                | 689              | 781               | 781               | 533               | 247               | 780                  | 780               |
| ProfServ-Engineering                      | 23,261           | 6,500             | 11,500            | 4,300             | 1,808             | 6,108                | 11,500            |
| ProfServ-Legal Services                   | 14,241           | 23,170            | 15,170            | 15,656            | 5,719             | 21,375               | 15,170            |
| ProfServ-Mgmt Consulting Serv             | 76,631           | 76,632            | 77,984            | 58,488            | 19,496            | 77,984               | 80,352            |
| Auditing Services                         | 6,588            | 7,004             | 6,589             | 6,162             | -                 | 6,162                | 6,589             |
| Postage and Freight                       | 1,549            | 3,506             | 3,506             | 1,302             | 434               | 1,736                | 3,506             |
| Insurance - Property                      | 4,802            | 8,372             | 7,611             | 5,112             | -                 | 5,112                | 7,553             |
| Insurance - General Liability             | 3,248            | 5,514             | 4,184             | 3,755             | -                 | 3,755                | 5,428             |
| Printing and Binding                      | 7,028            | 6,079             | 6,079             | 3,622             | 1,207             | 4,829                | 6,079             |
| Legal Advertising                         | 511              | 1,211             | 1,211             | 1,210             | 403               | 1,613                | 1,211             |
| Miscellaneous Services                    | 2,190            | 3,870             | 3,483             | 2,488             | 829               | 3,317                | 4,448             |
| Office Supplies                           | 407              | 935               | 935               | 288               | 96                | 384                  | 935               |
| <b>Total Personnel and Administration</b> | <b>150,155</b>   | <b>153,774</b>    | <b>149,233</b>    | <b>109,886</b>    | <b>33,470</b>     | <b>143,356</b>       | <b>153,752</b>    |

**Summary of Revenues, Expenses and Changes in Net Assets**  
Fiscal Year 2013 Adopted Budget

| ACCOUNT DESCRIPTION                        | ACTUAL              | ADOPTED             | ADOPTED             | ACTUAL              | PROJECTED           | TOTAL                | ANNUAL              |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|---------------------|
|  | FY 2011             | BUDGET<br>FY 2011   | BUDGET<br>FY 2012   | THRU<br>JUNE-2012   | JULY-<br>SEP-2012   | PROJECTED<br>FY 2012 | BUDGET<br>FY 2013   |
| <b>Water-Sewer Comb Services</b>           |                     |                     |                     |                     |                     |                      |                     |
| ProfServ-Utility Billing                   | 969                 | 23,955              | 350                 | 110                 | 49                  | 159                  | 350                 |
| Contracts-Other Services                   | 304,085             | 309,705             | 332,185             | 249,641             | 83,214              | 332,855              | 332,185             |
| Communication - Telephone                  | 1,916               | 2,000               | 2,000               | 1,284               | 428                 | 1,712                | 2,000               |
| Electricity - General                      | 46,546              | 75,000              | 75,000              | 36,253              | 12,084              | 48,337               | 70,000              |
| Utility - Water & Sewer                    | 6,044               | 2,000               | 2,000               | 5,538               | 1,846               | 7,384                | 8,000               |
| Utility - Base Rate                        | 108,119             | 104,660             | 100,000             | 83,727              | 27,909              | 111,636              | 115,000             |
| Utility - Water-Usage                      | 386,980             | 200,000             | 275,000             | 324,994             | 108,331             | 433,325              | 331,140             |
| R&M-General                                | 250,609             | 136,000             | 146,000             | 90,864              | 42,720              | 133,584              | 154,916             |
| R&M-Sludge Hauling                         | 49,970              | 45,000              | 45,000              | 24,936              | 12,468              | 37,404               | 45,000              |
| Misc-Bad Debt                              | 30,522              | -                   | -                   | 11                  | -                   | 11                   | -                   |
| Misc-Licenses & Permits                    | 35                  | 10                  | 10                  | -                   | -                   | -                    | 10                  |
| Misc-Biological Treatment                  | 26,500              | 40,000              | 40,000              | 28,000              | 14,000              | 42,000               | 42,000              |
| Misc-Water Pressure Project                | 9,627               | 15,000              | -                   | -                   | -                   | -                    | -                   |
| Misc-Contingency                           | 880                 | 7,000               | 22,000              | 510                 | 4,420               | 4,930                | 11,531              |
| Op Supplies - Chemicals                    | 10,823              | 10,000              | 10,000              | (158)               | 2,800               | 2,642                | 10,000              |
| Depreciation Expense                       | 172,327             | -                   | -                   | -                   | -                   | -                    | -                   |
| Amortization Expense                       | 4,982               | -                   | -                   | -                   | -                   | -                    | -                   |
| Cap Outlay - Lift Station                  | -                   | 300,000             | -                   | -                   | -                   | -                    | -                   |
| Cap Outlay-Reclaimed Water Pro             | -                   | 600,000             | 725,407             | 812,674             | 769,166             | 1,581,840            | -                   |
| Cap Outlay-WW Cover                        | -                   | -                   | -                   | -                   | -                   | -                    | 500,000             |
| Cap Outlay-Storage Build. Proj             | -                   | 75,000              | -                   | -                   | -                   | -                    | 75,000              |
| Cap Outlay-Water Looping Project           | -                   | -                   | -                   | -                   | -                   | -                    | 150,000             |
| <b>Total Water-Sewer Comb Services</b>     | <b>1,410,934</b>    | <b>1,945,330</b>    | <b>1,774,952</b>    | <b>1,658,384</b>    | <b>1,079,436</b>    | <b>2,737,820</b>     | <b>1,847,132</b>    |
| <b>Debt Service</b>                        |                     |                     |                     |                     |                     |                      |                     |
| ProfServ-Arbitrage Rebate                  | -                   | 1,575               | 600                 | -                   | 600                 | 600                  | 600                 |
| ProfServ-Trustee                           | 2,694               | 3,500               | 3,500               | 2,694               | -                   | 2,694                | 3,500               |
| Principal Debt Retirement                  | -                   | 143,875             | 149,759             | -                   | 149,759             | 149,759              | 155,992             |
| Interest Expense                           | 25,511              | 24,911              | 19,055              | 14,264              | 4,791               | 19,055               | 12,960              |
| <b>Total Debt Service</b>                  | <b>28,205</b>       | <b>173,861</b>      | <b>172,914</b>      | <b>16,958</b>       | <b>155,150</b>      | <b>172,108</b>       | <b>173,052</b>      |
| <b>Reserves</b>                            |                     |                     |                     |                     |                     |                      |                     |
| Reserve - Sewer System                     | 5,689               | -                   | -                   | 203,241             | -                   | 203,241              | -                   |
| <b>Total Reserves</b>                      | <b>5,689</b>        | <b>-</b>            | <b>-</b>            | <b>203,241</b>      | <b>-</b>            | <b>203,241</b>       | <b>-</b>            |
| <b>TOTAL OPERATING EXPENSES &amp; RESE</b> | <b>1,594,983</b>    | <b>2,272,965</b>    | <b>2,097,099</b>    | <b>1,988,469</b>    | <b>1,268,056</b>    | <b>3,256,525</b>     | <b>2,173,935</b>    |
| Operating income (loss)                    | 312,072             | (910,617)           | (311,275)           | (260,638)           | (710,936)           | (971,574)            | (410,143)           |
| <b>OTHER FINANCING SOURCES (USES)</b>      |                     |                     |                     |                     |                     |                      |                     |
| Grants and Donations - State               | 73,826              | -                   | 350,000             | 220,474             | 359,700             | 580,174              | -                   |
| Contribution to (Use of) Fund Balance      | -                   | -                   | -                   | -                   | -                   | -                    | -                   |
| <b>TOTAL OTHER SOURCES (USES)</b>          | <b>73,826</b>       | <b>-</b>            | <b>350,000</b>      | <b>220,474</b>      | <b>359,700</b>      | <b>580,174</b>       | <b>-</b>            |
| Change in net assets                       | 385,898             | (910,617)           | 38,725              | (40,164)            | (351,236)           | (391,400)            | (410,143)           |
| <b>TOTAL NET ASSETS, BEGINNING</b>         | <b>6,776,837</b>    | <b>6,776,837</b>    | <b>7,162,735</b>    | <b>7,162,735</b>    | <b>-</b>            | <b>7,162,735</b>     | <b>6,771,335</b>    |
| <b>TOTAL NET ASSETS, ENDING</b>            | <b>\$ 7,162,735</b> | <b>\$ 5,866,220</b> | <b>\$ 7,201,460</b> | <b>\$ 7,122,571</b> | <b>\$ (351,236)</b> | <b>\$ 6,771,335</b>  | <b>\$ 6,361,192</b> |



**Summary of Revenues, Expenses and Changes in Net Assets**  
Fiscal Year 2013 Adopted Budget

| ACCOUNT DESCRIPTION                       | ACTUAL           | ADOPTED           | ADOPTED           | ACTUAL            | PROJECTED         | TOTAL                | ANNUAL            |
|---|------------------|-------------------|-------------------|-------------------|-------------------|----------------------|-------------------|
|   | FY 2011          | BUDGET<br>FY 2011 | BUDGET<br>FY 2012 | THRU<br>JUNE-2012 | JULY-<br>SEP-2012 | PROJECTED<br>FY 2012 | BUDGET<br>FY 2013 |
| <b>OPERATING REVENUES</b>                 |                  |                   |                   |                   |                   |                      |                   |
| Sewer Revenue                             | 910,951          | 859,832           | 859,832           | 699,249           | 160,583           | 859,832              | 1,078,706         |
| Standby Fees                              | 121,620          | 132,663           | 80,856            | 76,220            | 4,636             | 80,856               | 64,190            |
| Other Miscellaneous Revenues              | 8,527            | 500               | 3,000             | 8,133             | -                 | 8,133                | 3,000             |
| Connection Fees - W/S                     | 94,600           | -                 | -                 | 55,040            | -                 | 55,040               | -                 |
| <b>TOTAL OPERATING REVENUES</b>           | <b>1,135,698</b> | <b>992,995</b>    | <b>943,688</b>    | <b>838,642</b>    | <b>165,219</b>    | <b>1,003,861</b>     | <b>1,145,896</b>  |
| <b>OPERATING EXPENSES</b>                 |                  |                   |                   |                   |                   |                      |                   |
| <i>Personnel and Administration</i>       |                  |                   |                   |                   |                   |                      |                   |
| P/R-Board of Supervisors                  | 7,950            | 9,000             | 9,000             | 6,150             | 2,850             | 9,000                | 9,000             |
| FICA Taxes                                | 608              | 689               | 689               | 470               | 218               | 688                  | 689               |
| ProfServ-Engineering                      | 20,939           | 5,000             | 10,000            | 4,300             | 1,433             | 5,733                | 10,000            |
| ProfServ-Legal Services                   | 8,710            | 20,000            | 12,000            | 5,616             | 1,872             | 7,488                | 12,000            |
| ProfServ-Mgmt Consulting Serv             | 67,615           | 67,616            | 68,968            | 51,726            | 17,242            | 68,968               | 70,898            |
| Auditing Services                         | 5,813            | 6,180             | 5,813             | 5,437             | -                 | 5,437                | 5,813             |
| Postage and Freight                       | 1,367            | 3,094             | 3,094             | 1,149             | 383               | 1,532                | 3,094             |
| Insurance - Property                      | 4,802            | 8,372             | 7,611             | 5,112             | -                 | 5,112                | 7,553             |
| Insurance - General Liability             | 1,083            | 1,838             | 1,802             | 1,711             | -                 | 1,711                | 2,337             |
| Printing and Binding                      | 6,201            | 5,363             | 5,363             | 3,195             | 1,065             | 4,260                | 5,363             |
| Legal Advertising                         | 402              | 1,069             | 1,069             | 1,076             | 359               | 1,435                | 1,069             |
| Miscellaneous Services                    | 1,981            | 3,500             | 3,113             | 2,224             | 741               | 2,965                | 3,925             |
| Office Supplies                           | 361              | 825               | 825               | 254               | 85                | 339                  | 825               |
| <b>Total Personnel and Administration</b> | <b>127,832</b>   | <b>132,546</b>    | <b>129,347</b>    | <b>88,420</b>     | <b>26,248</b>     | <b>114,668</b>       | <b>132,566</b>    |
| <i>Water-Sewer Comb Services</i>          |                  |                   |                   |                   |                   |                      |                   |
| ProfServ-Utility Billing                  | 631              | 15,604            | 250               | 78                | 39                | 117                  | 250               |
| Contracts-Other Services                  | 283,384          | 288,621           | 303,442           | 228,040           | 76,013            | 304,053              | 303,442           |
| Communication - Telephone                 | 1,916            | 2,000             | 2,000             | 1,284             | 428               | 1,712                | 2,000             |
| Electricity - General                     | 46,546           | 75,000            | 75,000            | 36,253            | 12,084            | 48,337               | 55,000            |
| Utility - Water & Sewer                   | 6,044            | 2,000             | 2,000             | 5,538             | 1,846             | 7,384                | 8,000             |
| R&M-General                               | 205,443          | 125,000           | 125,000           | 74,594            | 37,297            | 111,891              | 125,000           |
| R&M-Sludge Hauling                        | 49,970           | 45,000            | 45,000            | 24,936            | 12,468            | 37,404               | 45,000            |
| Misc-Bad Debt                             | 30,522           | -                 | -                 | 11                | -                 | 11                   | -                 |
| Misc-Licenses & Permits                   | 35               | 10                | 10                | -                 | -                 | -                    | 10                |
| Misc-Biological Treatment                 | 26,500           | 40,000            | 40,000            | 28,000            | 14,000            | 42,000               | 42,000            |
| Misc-Contingency                          | 654              | 5,000             | 5,000             | 510               | 170               | 680                  | 5,758             |
| Op Supplies - Chemicals                   | 10,823           | 10,000            | 10,000            | (158)             | 2,800             | 2,642                | 10,000            |
| Depreciation Expense                      | 172,327          | -                 | -                 | -                 | -                 | -                    | -                 |
| Amortization Expense                      | 4,982            | -                 | -                 | -                 | -                 | -                    | -                 |
| Cap Outlay - Lift Station                 | -                | 300,000           | -                 | -                 | -                 | -                    | -                 |
| Cap Outlay - WW Cover                     | -                | -                 | -                 | -                 | -                 | -                    | 500,000           |
| Cap Outlay-Storage Build. Proj            | -                | 75,000            | -                 | -                 | -                 | -                    | 75,000            |
| <b>Total Water-Sewer Comb Services</b>    | <b>839,777</b>   | <b>983,235</b>    | <b>607,702</b>    | <b>399,086</b>    | <b>157,146</b>    | <b>556,232</b>       | <b>1,171,460</b>  |
| <i>Debt Service</i>                       |                  |                   |                   |                   |                   |                      |                   |
| ProfServ-Arbitrage Rebate                 | -                | 1,575             | 600               | -                 | 600               | 600                  | 600               |
| ProfServ-Trustee                          | 2,694            | 3,500             | 3,500             | 2,694             | -                 | 2,694                | 3,500             |
| Principal Debt Retirement                 | -                | 143,875           | 149,759           | -                 | 149,759           | 149,759              | 155,992           |
| Interest Expense                          | 25,511           | 24,911            | 19,055            | 14,264            | 4,791             | 19,055               | 12,960            |
| <b>Total Debt Service</b>                 | <b>28,205</b>    | <b>173,861</b>    | <b>172,914</b>    | <b>16,958</b>     | <b>155,150</b>    | <b>172,108</b>       | <b>173,052</b>    |

**Summary of Revenues, Expenses and Changes in Net Assets**  
Fiscal Year 2013 Adopted Budget

| ACCOUNT DESCRIPTION                        | ACTUAL<br>FY 2011 | ADOPTED<br>BUDGET<br>FY 2011 | ADOPTED<br>BUDGET<br>FY 2012 | ACTUAL<br>THRU<br>JUNE-2012 | PROJECTED<br>JULY-<br>SEP-2012 | TOTAL<br>PROJECTED<br>FY 2012 | ANNUAL<br>BUDGET<br>FY 2013 |
|--|-------------------|------------------------------|------------------------------|-----------------------------|--------------------------------|-------------------------------|-----------------------------|
| <i>Reserves</i>                            |                   |                              |                              |                             |                                |                               |                             |
| Reserve - Sewer System                     | 5,689             | -                            | -                            | 203,241                     | -                              | 203,241                       | -                           |
| <b>Total Reserves</b>                      | <b>5,689</b>      | <b>-</b>                     | <b>-</b>                     | <b>203,241</b>              | <b>-</b>                       | <b>203,241</b>                | <b>-</b>                    |
| <b>TOTAL OPERATING EXPENSES &amp; RESE</b> | <b>1,001,503</b>  | <b>1,289,642</b>             | <b>909,963</b>               | <b>707,705</b>              | <b>338,544</b>                 | <b>1,046,249</b>              | <b>1,477,077</b>            |
| Operating income (loss)                    | 134,195           | (296,647)                    | 33,725                       | 130,937                     | (173,325)                      | (42,388)                      | (331,181)                   |

**Summary of Revenues, Expenses and Changes in Net Assets**  
Fiscal Year 2013 Adopted Budget

| ACCOUNT DESCRIPTION                       | ACTUAL         | ADOPTED           | ADOPTED           | ACTUAL            | PROJECTED         | TOTAL                | ANNUAL            |
|---|----------------|-------------------|-------------------|-------------------|-------------------|----------------------|-------------------|
|   | FY 2011        | BUDGET<br>FY 2011 | BUDGET<br>FY 2012 | THRU<br>JUNE-2012 | JULY-<br>SEP-2012 | PROJECTED<br>FY 2012 | BUDGET<br>FY 2013 |
| <b>OPERATING REVENUES</b>                 |                |                   |                   |                   |                   |                      |                   |
| Water-Base Rate                           | 176,773        | 167,853           | 150,636           | 136,720           | 13,916            | 150,636              | 150,636           |
| Water-Usage                               | 434,738        | 200,000           | 275,000           | 374,290           | 214,225           | 588,515              | 300,000           |
| Meter Fees                                | 12,135         | -                 | 11,000            | 7,040             | 3,960             | 11,000               | 11,000            |
| Other Miscellaneous Revenues              | 8,527          | 500               | 500               | 1,665             |                   | 1,665                | 500               |
| Installation Charges                      | 1,890          | -                 | -                 | 1,120             |                   | 1,120                | -                 |
| <b>TOTAL OPERATING REVENUES</b>           | <b>634,063</b> | <b>368,353</b>    | <b>437,136</b>    | <b>520,835</b>    | <b>232,101</b>    | <b>752,936</b>       | <b>462,136</b>    |
| <b>OPERATING EXPENSES</b>                 |                |                   |                   |                   |                   |                      |                   |
| <i>Personnel and Administration</i>       |                |                   |                   |                   |                   |                      |                   |
| P/R-Board of Supervisors                  | 530            | 600               | 600               | 410               | 190               | 600                  | 600               |
| FICA Taxes                                | 41             | 46                | 46                | 31                | 15                | 46                   | 46                |
| ProfServ-Engineering                      | 2,323          | 500               | 500               | -                 | 125               | 125                  | 500               |
| ProfServ-Legal Services                   | 2,099          | 2,000             | 2,000             | -                 | 500               | 500                  | 2,000             |
| ProfServ-Mgmt Consulting Serv             | 4,508          | 4,508             | 4,508             | 3,381             | 1,127             | 4,508                | 4,727             |
| Auditing Services                         | 388            | 412               | 388               | 363               | -                 | 363                  | 388               |
| Postage and Freight                       | 91             | 206               | 206               | 77                | 26                | 103                  | 206               |
| Insurance - General Liability             | 1,083          | 1,838             | 1,191             | 1,022             | -                 | 1,022                | 1,546             |
| Printing and Binding                      | 413            | 358               | 358               | 213               | 71                | 284                  | 358               |
| Legal Advertising                         | 24             | 71                | 71                | 67                | 22                | 89                   | 71                |
| Miscellaneous Services                    | 209            | 370               | 370               | 264               | 88                | 352                  | 523               |
| Office Supplies                           | 24             | 55                | 55                | 17                | 6                 | 23                   | 55                |
| <b>Total Personnel and Administration</b> | <b>11,733</b>  | <b>10,964</b>     | <b>10,293</b>     | <b>5,845</b>      | <b>2,169</b>      | <b>8,014</b>         | <b>11,020</b>     |
| <i>Water-Sewer Comb Services</i>          |                |                   |                   |                   |                   |                      |                   |
| ProfServ-Utility Billing                  | 338            | 21,084            | 100               | 31                | 10                | 41                   | 100               |
| Contracts-Other Services                  | 20,701         | 8,351             | 28,743            | 21,601            | 7,200             | 28,801               | 28,743            |
| Utility - Base Rate                       | 108,119        | 104,660           | 100,000           | 83,727            | 27,909            | 111,636              | 115,000           |
| Utility - Water-Usage                     | 386,980        | 200,000           | 275,000           | 324,994           | 108,331           | 433,325              | 286,500           |
| R&M-General                               | 16,516         | 6,000             | 6,000             | 9,541             | 3,180             | 12,721               | 15,000            |
| Misc-Water Pressure Project               | 9,627          | 15,000            | -                 | -                 | -                 | -                    | -                 |
| Misc-Contingency                          | 226            | 2,000             | 17,000            | -                 | 4,250             | 4,250                | 5,773             |
| Cap Outlay - Water Looping Project        | -              | -                 | -                 | -                 | -                 | -                    | 150,000           |
| <b>Total Water-Sewer Comb Services</b>    | <b>542,507</b> | <b>357,095</b>    | <b>426,843</b>    | <b>439,894</b>    | <b>150,881</b>    | <b>590,775</b>       | <b>601,116</b>    |
| <b>TOTAL OPERATING EXPENSES</b>           | <b>554,240</b> | <b>368,059</b>    | <b>437,136</b>    | <b>445,739</b>    | <b>153,051</b>    | <b>598,790</b>       | <b>612,136</b>    |
| Operating income (loss)                   | 79,823         | 294               | -                 | 75,096            | 79,050            | 154,146              | (150,000)         |

**Summary of Revenues, Expenses and Changes in Net Assets**  
Fiscal Year 2013 Adopted Budget

| ACCOUNT DESCRIPTION                       | ACTUAL         | ADOPTED           | ADOPTED           | ACTUAL            | PROJECTED         | TOTAL                | ANNUAL            |
|---|----------------|-------------------|-------------------|-------------------|-------------------|----------------------|-------------------|
|   | FY 2011        | BUDGET<br>FY 2011 | BUDGET<br>FY 2012 | THRU<br>JUNE-2012 | JULY-<br>SEP-2012 | PROJECTED<br>FY 2012 | BUDGET<br>FY 2013 |
| <b>OPERATING REVENUES</b>                 |                |                   |                   |                   |                   |                      |                   |
| Irrigation-Base Rate                      | -              | -                 | -                 | -                 | -                 | -                    | 72,960            |
| Irrigation-Usage                          | -              | -                 | -                 | -                 | -                 | -                    | 76,800            |
| Meter Fees                                | -              | -                 | -                 | -                 | 157,950           | 157,950              | 1,000             |
| Contributions, Private                    | 121,376        | -                 | 400,000           | 278,624           | -                 | 278,624              | -                 |
| Other Miscellaneous Revenues              | -              | -                 | -                 | 84,180            | -                 | 84,180               | -                 |
| <b>TOTAL OPERATING REVENUES</b>           | <b>121,376</b> | <b>-</b>          | <b>400,000</b>    | <b>362,804</b>    | <b>157,950</b>    | <b>520,754</b>       | <b>150,760</b>    |
| <b>OPERATING EXPENSES</b>                 |                |                   |                   |                   |                   |                      |                   |
| <i>Personnel and Administration</i>       |                |                   |                   |                   |                   |                      |                   |
| P/R-Board of Supervisors                  | 530            | 600               | 600               | 410               | 190               | 600                  | 600               |
| FICA Taxes                                | 41             | 46                | 46                | 31                | 15                | 46                   | 46                |
| ProfServ-Engineering                      | -              | 1,000             | 1,000             | -                 | 250               | 250                  | 1,000             |
| ProfServ-Legal Services                   | 3,432          | 1,170             | 1,170             | 10,040            | 3,347             | 13,387               | 1,170             |
| ProfServ-Mgmt Consulting Serv             | 4,508          | 4,508             | 4,508             | 3,381             | 1,127             | 4,508                | 4,727             |
| Auditing Services                         | 388            | 412               | 388               | 363               | -                 | 363                  | 388               |
| Postage and Freight                       | 91             | 206               | 206               | 77                | 26                | 103                  | 206               |
| Insurance - General Liability             | 1,083          | 1,838             | 1,191             | 1,022             | -                 | 1,022                | 1,546             |
| Printing and Binding                      | 413            | 358               | 358               | 213               | 71                | 284                  | 358               |
| Legal Advertising                         | 85             | 71                | 71                | 67                | 22                | 89                   | 71                |
| Office Supplies                           | 22             | 55                | 55                | 17                | 6                 | 23                   | 55                |
| <i>Total Personnel and Administration</i> | <b>10,593</b>  | <b>10,264</b>     | <b>9,593</b>      | <b>15,621</b>     | <b>5,053</b>      | <b>20,674</b>        | <b>10,167</b>     |
| <i>Water-Sewer Comb Services</i>          |                |                   |                   |                   |                   |                      |                   |
| Electricity - General                     | -              | -                 | -                 | -                 | -                 | -                    | 15,000            |
| Utility - Water-Usage                     | -              | -                 | -                 | -                 | -                 | -                    | 44,640            |
| R&M-General                               | 28,649         | 5,000             | 15,000            | 6,729             | 2,243             | 8,972                | 14,916            |
| Cap Outlay-Reclaimed Water Pro            | -              | 600,000           | 725,407           | 812,674           | 769,166           | 1,581,840            | -                 |
| <i>Total Water-Sewer Comb Services</i>    | <b>28,649</b>  | <b>605,000</b>    | <b>740,407</b>    | <b>819,403</b>    | <b>771,409</b>    | <b>1,590,812</b>     | <b>74,556</b>     |
| <b>TOTAL OPERATING EXPENSES</b>           | <b>39,242</b>  | <b>615,264</b>    | <b>750,000</b>    | <b>835,024</b>    | <b>776,462</b>    | <b>1,611,486</b>     | <b>84,723</b>     |
| Operating income (loss)                   | 82,134         | (615,264)         | (350,000)         | (472,220)         | (618,512)         | (1,090,732)          | 66,038            |
| <b>OTHER FINANCING SOURCES (USES)</b>     |                |                   |                   |                   |                   |                      |                   |
| Grants and Donations - State              | 73,826         | -                 | 350,000           | 220,474           | 359,700           | 580,174              | -                 |
| Contribution to (Use of) Fund Balance     | -              | -                 | -                 | -                 | -                 | -                    | -                 |
| <b>TOTAL OTHER SOURCES (USES)</b>         | <b>73,826</b>  | <b>-</b>          | <b>350,000</b>    | <b>220,474</b>    | <b>359,700</b>    | <b>580,174</b>       | <b>-</b>          |

2007 Sewer System Revenue Refunding Bonds  
 Amortization Schedule

| Year      | *Principal | Interest | Principal Balance | Fiscal Total |
|-----------|------------|----------|-------------------|--------------|
| 4/1/2013  | \$0        | \$6,480  | \$318,421         |              |
| 10/1/2013 | \$155,992  | \$6,480  | \$162,429         | \$168,952    |
| 4/1/2014  | \$0        | \$3,305  | \$162,429         |              |
| 10/1/2014 | \$162,429  | \$3,305  | \$0               | \$169,040    |
| Totals    | \$318,421  | \$19,571 |                   | \$337,992    |

\*4.070% Coupon

**Budget Narrative**  
Fiscal Year 2013

**REVENUES**

**Interest-Investments**

The District earns interest on the monthly average collected balance for their operating accounts.

**Water-Base Rate**

The District will earn revenue from the monthly water base rate fees.

**Water-Usage**

The District will earn revenue from the monthly water usage fees.

**Irrigation-Base Rate**

The District will earn revenue from the monthly irrigation base rate fees.

**Irrigation-Usage**

The District will earn revenue from the monthly irrigation usage fees.

**Sewer Revenue**

The District will earn revenue from the monthly sewer base rates.

**Meter fees**

The District will earn revenue from water and irrigation meter fees.

**Standby Fees**

These fees are paid by the owners of undeveloped lots in order to guarantee the availability of sewer service in the future.

**Other Miscellaneous Revenues**

Miscellaneous utility billing revenue such as bad check fees, late charges, meter read fees and turn on charges.

**EXPENDITURES**

**Administrative**

**P/R-Board of Supervisors**

Chapter 190 of the Florida Statutes allows for members of the Board of Supervisors to be compensated \$200 per meeting at which they are in attendance. The amount for the Fiscal Year is based upon all supervisors attending all of the meetings.

**Professional Services-Engineering**

The District's engineer provides general engineering services to the District, i.e. attendance and preparation for monthly board meetings when requested, review of invoices, and other specifically requested assignments.

**Professional Services-Legal Services**

The District's Attorney provides general legal services to the District, i.e., attendance and preparation for monthly Board meetings, review of contracts, review of agreements and resolutions, and other research as directed or requested by the Board of Supervisors and the District Manager.

**Budget Narrative**  
Fiscal Year 2013

**EXPENDITURES**

**Administrative** (continued)

**Professional Services-Management Consulting Services**

The District receives Management, Accounting and Administrative services as part of a Management Agreement with Severn Trent Environmental Services, Inc. Also included are costs for Information Technology charges to process all of the District's financial activities, i.e. accounts payable, financial statements, budgets, etc., on a main frame computer owned by Severn Trent in accordance with the management contract and the charge for rentals. The budgeted amount for the fiscal year is based on the contracted fees outlined in Exhibit "A" of the Management Agreement, with a moderate proposed increase.

**Auditing Services**

The District is required to conduct an annual audit of its financial records by an Independent Certified Public Accounting Firm. The budgeted amount for the fiscal year is based on contracted fees from an existing engagement letter.

**Postage and Freight**

Actual postage and/or freight used for District mailings including agenda packages, vendor checks and other correspondence.

**Insurance-Property**

The District's Property Insurance policy is with Florida Municipal Insurance Trust. They specialize in providing insurance coverage to governmental agencies. The budgeted amount allows for a projected increase in the premium.

**Insurance-General Liability**

The District's General Liability & Public Officials Liability Insurance policy is with Florida Municipal Insurance Trust. They specialize in providing insurance coverage to governmental agencies. The budgeted amount allows for a projected increase in the premium.

**Printing and Binding**

Copies used in the preparation of agenda packages, required mailings, and other special projects.

**Legal Advertising**

The District is required to advertise various notices for monthly Board meetings and other public hearings in a newspaper of general circulation.

**Miscellaneous Services**

This includes monthly bank charges, room rental, telephone charges and other miscellaneous expenses that may be incurred during the year.

**Office Supplies**

Supplies used in the preparation and binding of agenda packages, required mailings, and other special projects.

**Water-Sewer Comb Services**

**Professional Services – Utility Billing**

Incidental charges by Severn Trent for utility billing such as printing and postage.

**Contracts-Other Services**

The District contracts with Severn Trent for various services related to operations and maintenance of the waste water treatment plant and operations and maintenance of the water system, hydrant flushing, water testing, etc.

**Budget Narrative**  
Fiscal Year 2013

**EXPENDITURES**

**Water-Sewer Comb Services** (continued)

**Communication-Telephone**

Telephone and fax machine charges.

**Electricity-General**

Electricity usage for the sewer plant and lift stations.

**Utility-Water & Sewer**

Potable water and sewer usage at the sewer plant.

**Utility-Base Rate**

Water base rate fees charged by Charlotte County Utilities.

**Utility-Water-Usage**

Water usage fees charged by Charlotte County Utilities.

**R&M-General**

The District periodically implements needed repairs to ensure maintenance of the sewer plant, lift stations, water system and irrigation system.

**R&M-Sludge Hauling**

The District will incur expenses related to periodic hauling of sludge from the sewer plant.

**Misc-Licenses and Permits**

Licenses and permits for the sewer plant.

**Misc-Biological Treatment**

The District contracts for insertion of biological treatment into the sewer system.

**Misc-Contingency**

This includes any expenses that were not anticipated in the budget.

**Operating Supplies-Chemicals**

This includes any chemical necessary for the sewer plant operation.

**Debt Service Payments**

**Professional Services - Arbitrage Rebate Calculation**

The District has a proposal with a company who specializes to calculate the District's Arbitrage Rebate Liability on the Series of Benefit Special Assessment Bonds. The budgeted amount for the fiscal year is based on standard fees charged for this service.

**Professional Services - Trustee**

The District issued this Series of 2007 Sewer System Revenue Bonds that are deposited with a Trustee to handle all trustee matters. The annual trustee fee is based on standard fees charged plus any out-of-pocket expenses.