

## **Statement of Sources and Uses of Funds For the One Month Ended October 31, 2012**

The attached "Statement of Sources and Uses of Funds" statement is provided for your review. This financial statement provides summary-level revenues (i.e., sources) and expenditures by program (i.e., uses). **This unaudited financial statement is provided as of October 31, 2012, with 8.3 percent of the fiscal year completed.**

This financial statement compares revenues recognized and encumbrances/expenditures made against the District's FY2012-13 current budget of \$402.8 million. Encumbrances represent orders for goods and services which have not yet been received.

### **Revenues (Sources) Status:**

- Overall, as of October 31, 2012, 73 percent (including fund balance) of the District's budgeted revenue has been recognized.
- As of October 31, 2012, the District has received \$92,539 of ad valorem tax revenue representing less than 1 percent of the budget. The budget represents 96 percent of the tax levy based on the historical collection rate.
- Intergovernmental Revenues are recognized at the time related expenditures are incurred. For FY2012-13, \$283,628 in revenues has been recognized, representing 5 percent of the budget. From year to year, the budgeted amount of intergovernmental revenue compared to the recognized amount can fluctuate for various reasons; projects can be in the planning stages and have not incurred a significant amount of expenditures, or anticipated projects may be canceled (e.g., cooperative funding projects).
- The FY2012-13 interest earnings budget was based on a 0.5 percent expected rate of return. The District's investment portfolio at October 31, 2012, is earning a weighted average yield of 0.48 percent. For the one month ended October 31, 2012, the District has earned 0.54 percent yield on its investments. Interest earnings on invested funds in the amount of \$246,510 have been recognized representing 12 percent of the budget.
- License and Permit Fees consist of revenue from water use permits, environmental resource permits, water well construction permits, and water well construction licenses. Revenue recognized represents 9 percent of the budget as of October 31, 2012.
- As of October 31, 2012, other revenue collected is 24 percent of budget. Each year, items that fall within the "Other" revenue category are budgeted conservatively due to the uncertainty of the amounts to be collected. For example, revenues from timber sales, the prorated share of revenue from Blue Cross Blue Shield, rebates, and insurance proceeds can vary significantly from year to year.
- Fund Balance represents funds carried over from prior years that are allocated for expenditures, or are reserved or designated to fund outstanding encumbrances or board designations that were re-appropriated for expenditure in FY2012-13.

### **Expenditures (Uses) Status:**

Overall, as of October 31, 2012, the District had obligated 65 percent of its total budget. This indicates that most major projects are in progress and will be accomplished.

### **Summary of Expenditures by Program**

This financial statement illustrates the effort to date for each of the District's six statutory program areas (Section 373.536(5)(d)4, Florida Statutes). Provided below is a discussion of the expenditures by program.

- The **Water Resources Planning and Monitoring Program** includes all water management planning, including water supply planning, development of minimum flows and levels, and other water resources planning; research, data collection, analysis, and monitoring; and technical assistance (including local and regional plan and program review). Of the \$48.8 million budgeted for this program, the District has obligated 51 percent of the budget (2 percent expended and 49 percent encumbered).
- The **Acquisition, Restoration and Public Works Program** includes the development and construction of all capital projects (except for those contained in the Operation and Maintenance of Lands and Works Program), including water resource development projects/water supply development assistance, water control projects, and support and administrative facilities construction, land acquisition (i.e., Florida Forever program), and the restoration of lands and water bodies. Of the \$288.5 million budgeted for this program, the District has obligated 77 percent of the budget (less than 1 percent expended and 77 percent encumbered).
- The **Operation and Maintenance of Lands and Works Program** includes all operation and maintenance of facilities, flood control and water conservation structures, lands, and other works authorized by Chapter 373, Florida Statutes. Of the \$21 million budgeted for this program, the District has obligated 23 percent of the budget (7 percent expended and 16 percent encumbered).
- The **Regulation Program** includes water use permitting, water well construction permitting, water well contractor licensing, environmental resource and surface water management permitting, permit administration, compliance and enforcement, and any delegated regulatory program. Of the \$23.1 million budgeted for this program, the District has obligated 20 percent of the budget (4 percent expended and 16 percent encumbered).
- The **Outreach Program** includes all environmental education activities, such as water conservation campaigns and water resources education; public information activities; all lobbying activities relating to local, regional, state, and federal governmental affairs; and all public relations activities, including public service announcements and advertising in any media. Of the \$4.9 million budgeted for this program, the District has obligated 33 percent of the budget (3 percent expended and 30 percent encumbered).

- The **Management and Administration Program** includes executive management, executive support, governing board support, ombudsman, general counsel, inspector general, administrative support (general), procurement, finance, human resources, risk management, and communications. Of the \$16.5 million budgeted for this program, the District has obligated 24 percent of the budget (6 percent expended and 18 percent encumbered).

Based on the financial activities for the one month ended October 31, 2012, the financial condition of the District is positive and budget variances are generally favorable. There are no reported or identified major trends, conditions or variances that warrant additional management attention.

**Southwest Florida Water Management District  
Statement of Sources and Uses of Funds  
For the One Month Ended October 31, 2012  
(Unaudited)**

	<b>Current Budget</b>	<b>Actuals Through 10/31/2012</b>	<b>Variance (under)/Over Budget</b>	<b>Actuals As A % of Budget</b>
<b>Sources</b>				
Ad Valorem Property Taxes	\$ 100,477,587	\$ 92,539	\$ (100,385,048)	0%
Intergovernmental Revenues	5,673,662	283,628	(5,390,034)	5%
Interest on Invested Funds	2,000,000	246,510	(1,753,490)	12%
License and Permit Fees	1,900,000	173,024	(1,726,976)	9%
Other	343,200	81,575	(261,625)	24%
Fund Balance	292,418,160	292,418,160	-	100%
<b>Total Sources</b>	<b>\$ 402,812,609</b>	<b>\$ 293,295,436</b>	<b>\$ (109,517,173)</b>	<b>73%</b>

	<b>Current Budget</b>	<b>Expenditures</b>	<b>Encumbrances<sup>1</sup></b>	<b>Available Budget</b>	<b>%Expended</b>	<b>%Obligated<sup>2</sup></b>
<b>Uses</b>						
Water Resources Planning and Monitoring	\$ 48,758,750	\$ 875,203	\$ 23,759,980	\$ 24,123,567	2%	51%
Acquisition, Restoration and Public Works	288,472,072	212,659	221,879,066	66,380,347	0%	77%
Operation and Maintenance of Lands and Works	21,022,668	1,399,404	3,460,819	16,162,445	7%	23%
Regulation	23,103,884	986,301	3,554,033	18,563,550	4%	20%
Outreach	4,892,498	127,356	1,463,166	3,301,976	3%	33%
Management and Administration	16,562,737	1,018,899	2,921,839	12,621,999	6%	24%
<b>Total Uses</b>	<b>\$ 402,812,609</b>	<b>\$ 4,619,822</b>	<b>\$ 257,038,903</b>	<b>\$ 141,153,884</b>	<b>1%</b>	<b>65%</b>

<sup>1</sup> Encumbrances represent unexpended balances of open purchase orders and contracts.

<sup>2</sup> Represents the sum of expenditures and encumbrances as a percentage of the current budget.

This unaudited financial statement is prepared as of October 31, 2012, and covers the interim period since the most recent audited financial statements.