

***Adopted Budget
Fiscal Year 2017***

***Reserve Community
Development District***

June 21, 2016



Reserve

Community Development District

Water/Sewer Fund

<u>Description</u>	<u>FY2016 Adopted Budget</u>	<u>Actual thru 4/30/2016</u>	<u>Projected Next 5 Months</u>	<u>Total Projected at 9/30/2016</u>	<u>FY2017 Adopted Budget</u>
REVENUES:					
Water Revenue	\$804,000	\$471,123	\$336,516	\$807,639	\$804,000
Sewer Revenue	\$792,000	\$466,253	\$333,038	\$799,290	\$792,000
Connection Fees	\$0	\$6,740	\$0	\$6,740	\$0
Misc. Income	\$5,200	\$12,021	\$2,404	\$14,425	\$5,200
Interest Income	\$0	\$994	\$710	\$1,704	\$1,000
Rental Income	\$6,000	\$3,100	\$2,700	\$5,800	\$6,000
TOTAL REVENUES	\$1,607,200	\$960,231	\$675,368	\$1,635,599	\$1,608,200
EXPENDITURES:					
<u>Administrative:</u>					
Supervisors Fees	\$10,000	\$5,800	\$4,000	\$9,800	\$10,000
FICA Expense	\$765	\$444	\$306	\$750	\$765
Dissemination	\$250	\$0	\$0	\$0	\$0
Engineering	\$15,000	\$11,261	\$3,500	\$14,761	\$15,000
Attorneys Fees	\$3,000	\$3,396	\$2,500	\$5,896	\$3,000
Annual Audit	\$6,750	\$6,750	\$0	\$6,750	\$6,750
Trustee Fees	\$3,250	\$1,896	\$1,354	\$3,250	\$3,250
Management Fees	\$42,000	\$24,500	\$17,500	\$42,000	\$42,000
Computer Time	\$1,500	\$875	\$625	\$1,500	\$1,500
Telephone	\$150	\$13	\$50	\$63	\$150
Postage	\$2,500	\$722	\$515	\$1,237	\$1,500
Printing & Binding	\$1,200	\$449	\$321	\$770	\$1,200
Rentals & Leases	\$1,200	\$700	\$500	\$1,200	\$1,200
Insurance	\$33,908	\$15,024	\$10,731	\$25,755	\$32,580
Legal Advertising	\$2,000	\$0	\$1,750	\$1,750	\$2,000
Bank Charges	\$3,000	\$1,534	\$1,095	\$2,629	\$3,000
Website Compliance	\$500	\$292	\$208	\$500	\$500
Office Supplies	\$1,000	\$165	\$118	\$283	\$1,000
Dues, Licenses	\$175	\$175	\$0	\$175	\$175
TOTAL ADMINISTRATIVE	\$128,148	\$73,994	\$45,074	\$119,068	\$125,570
<u>Plant and Field Operations:</u>					
Salaries/Benefits	\$148,347	\$84,979	\$60,699	\$145,678	\$148,347
FICA	\$10,420	\$6,501	\$4,643	\$11,144	\$10,420
Workers Comp Insurance	\$2,200	\$7,194	\$0	\$7,194	\$7,400
Health Insurance	\$4,200	\$2,336	\$1,669	\$4,004	\$4,200
Consulting Services	\$92,000	\$52,948	\$37,820	\$90,769	\$94,000
Telephone	\$11,000	\$5,158	\$3,684	\$8,842	\$9,010
Postage	\$16,000	\$10,166	\$7,262	\$17,428	\$18,000
Electric	\$45,000	\$21,458	\$15,327	\$36,785	\$42,000
Bulk Water/Sewer Purchase	\$565,000	\$335,458	\$239,613	\$575,071	\$583,000
Rentals & Leases	\$10,000	\$461	\$0	\$461	\$0
Repairs & Maintenance	\$40,000	\$16,796	\$11,997	\$28,792	\$40,000

Reserve

Community Development District

Water/Sewer Fund

Description	FY2016 Adopted Budget	Actual thru 4/30/2016	Projected Next 5 Months	Total Projected at 9/30/2016	FY2017 Adopted Budget
Condo Expenses	\$6,100	\$2,961	\$2,115	\$5,075	\$6,100
Office Supplies	\$2,500	\$726	\$518	\$1,244	\$2,500
Operating Supplies	\$40,000	\$13,857	\$9,898	\$23,755	\$40,000
Chemicals	\$15,000	\$15,167	\$10,833	\$26,000	\$15,000
Dues & Licenses	\$4,500	\$301	\$4,000	\$4,301	\$4,500
Capital Outlay	\$0	\$36,171	\$0	\$36,171	\$0
TOTAL FIELD:	\$1,012,267	\$612,635	\$410,078	\$1,022,713	\$1,024,477
TOTAL EXPENSES	\$1,140,415	\$686,630	\$455,152	\$1,141,781	\$1,150,047
OPERATING INCOME	\$466,785	\$273,601	\$220,217	\$493,818	\$458,153
Debt Service Coverage %	217%			229%	212%
<u>Non-Operating Income/(Expenses)</u>					
⁽¹⁾ Trans from R&R Account	\$0	\$0	\$131,214	\$131,214	\$0
⁽¹⁾ Renewal & Replacement ERCs due to SLWSD	(\$15,000) (\$494,000)	(\$6,120) (\$288,167)	(\$125,094) (\$205,833)	(\$131,214) (\$494,000)	(\$15,000) \$0
TOTAL NON-OPERATING:	(\$509,000)	(\$294,287)	(\$199,713)	(\$494,000)	(\$15,000)
<u>Debt Service</u>					
<u>Series 2013</u>					
Principal Expense	\$155,000	\$90,417	\$64,583	\$155,000	\$160,000
Interest Expense	\$60,492	\$35,287	\$25,205	\$60,492	\$56,017
TOTAL DEBT SERVICE:	\$215,492	\$125,704	\$89,788	\$215,492	\$216,017
EXCESS REVENUES (EXPENDITURES)	(\$257,707)	(\$146,390)	(\$69,285)	(\$215,675)	\$227,136
Beginning Balance - Net Assets	\$315,455	\$235,447	\$0	\$235,447	\$19,773
⁽¹⁾ Ending Balance - Net Assets	\$57,748	\$89,058	(\$69,285)	\$19,773	\$246,908

⁽¹⁾ R&R Expenses will be reimbursed from the Trust account to the operating account.

RESERVE
COMMUNITY DEVELOPMENT DISTRICT

Series 2013, Utility Revenue Refunding Bonds
Amortization Schedule

DATE	PRINCIPAL BALANCE	RATE	INTEREST	PRINCIPAL	TOTAL
1-Oct-15	\$ 2,515,000	2.500%	\$ 31,961.46	\$ 150,000.00	\$ 181,961.46
1-Apr-16	\$ 2,365,000	2.500%	\$ 30,055.21	\$ -	
1-Oct-16	\$ 2,365,000	2.500%	\$ 30,055.21	\$ 155,000.00	\$ 215,110.42
1-Apr-17	\$ 2,210,000	2.500%	\$ 27,931.94	\$ -	
1-Oct-17	\$ 2,210,000	2.500%	\$ 28,085.42	\$ 160,000.00	\$ 216,017.36
1-Apr-18	\$ 2,050,000	2.500%	\$ 25,909.72	\$ -	
1-Oct-18	\$ 2,050,000	2.500%	\$ 26,052.08	\$ 165,000.00	\$ 216,961.80
1-Apr-19	\$ 1,885,000	2.500%	\$ 23,824.31	\$ -	
1-Oct-19	\$ 1,885,000	2.500%	\$ 23,955.21	\$ 170,000.00	\$ 217,779.52
1-Apr-20	\$ 1,715,000	2.500%	\$ 21,794.79	\$ -	
1-Oct-20	\$ 1,715,000	2.500%	\$ 21,794.79	\$ 175,000.00	\$ 218,589.58
1-Apr-21	\$ 1,540,000	2.500%	\$ 19,463.89	\$ -	
1-Oct-21	\$ 1,540,000	2.500%	\$ 19,570.83	\$ 175,000.00	\$ 214,034.72
1-Apr-22	\$ 1,365,000	2.500%	\$ 17,252.08	\$ -	
1-Oct-22	\$ 1,365,000	2.500%	\$ 17,346.88	\$ 180,000.00	\$ 214,598.96
1-Apr-23	\$ 1,185,000	2.500%	\$ 14,977.08	\$ -	
1-Oct-23	\$ 1,185,000	2.500%	\$ 15,059.38	\$ 185,000.00	\$ 215,036.46
1-Apr-24	\$ 1,000,000	2.500%	\$ 12,708.33	\$ -	
1-Oct-24	\$ 1,000,000	2.500%	\$ 12,708.33	\$ 190,000.00	\$ 215,416.66
1-Apr-25	\$ 810,000	2.500%	\$ 10,237.50	\$ -	
1-Oct-25	\$ 810,000	2.500%	\$ 10,293.75	\$ 195,000.00	\$ 215,531.25
1-Apr-26	\$ 615,000	2.500%	\$ 7,772.92	\$ -	
1-Oct-26	\$ 615,000	2.500%	\$ 7,815.63	\$ 200,000.00	\$ 215,588.55
1-Apr-27	\$ 415,000	2.500%	\$ 5,245.14	\$ -	
1-Oct-27	\$ 415,000	2.500%	\$ 5,273.96	\$ 205,000.00	\$ 215,519.10
1-Apr-28	\$ 210,000	2.500%	\$ 2,668.75	\$ -	
1-Oct-28	\$ 210,000	2.500%	\$ 2,668.75	\$ 210,000.00	\$ 215,337.50
		Total	\$ 472,483.34	\$ 2,515,000.00	\$ 2,987,483.34

RESERVE
Community Development District
Water & Sewer Fund Budget
Fiscal Year 2017

REVENUES:

Water Revenue

The estimated amount that will be billed to users of the potable water system of the District based upon average monthly consumption, current utility rates in effect and projected number of users during the fiscal year.

Wastewater Revenue

The estimated amount that will be billed to users of the wastewater system of the District based upon average monthly consumption, current utility rates in effect and projected number of users during the fiscal year.

Miscellaneous Income

The District charges a 10% late penalty on delinquent monthly utility accounts up to a maximum of \$2,160 per meter.

Rental Income

The District owns an office condo which will be used by other entities. A monthly rental fee will be charged for the use of the space.

Interest Income

The District invests its excess funds with the Florida State Board of Administration.

EXPENDITURES:

ADMINISTRATIVE:

Supervisor Fees/FICA Expense

The District anticipates 10 meetings per year with five board members in attendance and each receiving \$200.00 per meeting plus payroll taxes.

Engineering Fees

The District currently has a contract with Acardis – G&M to provide engineering services. The contract includes the preparation of an engineering report, attendance of monthly board meetings, reviewing requisitions and invoices, etc.

Attorney

The District has a contract with Gonano & Harrell as legal counsel to the District. The contract includes general legal services, preparation and attendance of monthly meetings, agreement and contract review, etc.

**RESERVE
Community Development District
Water & Sewer Fund Budget**

Annual Audit

The District is required annually to conduct an audit of its financial records by an Independent Certified Public Accounting Firm. The District currently has a contract with Berger, Toombs, Elam, Gaines & Frank, CPAs.

Trustee Fee

The District issued Series 2013 Utility Revenue Refunding Bonds that are held by a trustee at U.S. Bank. The fee is based upon the current contract with U.S. Bank.

Management Fees

The following services are provided to the District by a Management contract with GMS-South Florida, LLC. The services provided are further outlined in Exhibit of the contract.

Computer Time

The District processes all of its financial activities, i.e. accounts payable, financial statements, utility billing, etc. on a mainframe computer leased by GMS-South Florida, LLC.

Telephone

Telephone and fax machine, amount based on prior years' cost.

Postage

Mailing of agenda packages, overnight deliveries, correspondence, etc., based on prior years cost.

Printing & Binding

Accounts Payable checks, stationary, envelopes, photocopies, etc.

Rental & Leases

The District will be charged \$100.00 per month for office rent from GMS-South Florida, LLC where the District's administrative offices are located.

**RESERVE
Community Development District
Water & Sewer Fund Budget**

Insurance

Egis Insurance & Risk Advisors, who specializes in providing local governments with insurance coverage currently, holds the District's insurance policy. The District's coverage includes General Liability, Workers' Comp, Property, Plant and Automobile.

Legal Advertising

Represents cost associated with legal advertising requirements of the District for monthly meetings, public hearings, notice to bidders, etc.

Other Current Charges

Bank charges and any other miscellaneous expenses incurred during the year.

Website Compliance

Per Chapter 2014-22, Laws of Florida, all Districts must have a website by October 1, 2015 to provide detailed information on the CDD as well as links to useful websites regarding Compliance issues. This website will be maintained by GMS-SF, LLC and updated monthly.

Property Taxes

Represents the estimated non-ad valorem property assessments for water and wastewater property owned by the District.

Office Supplies

Miscellaneous Office Supplies based on prior years' cost.

Dues, Licenses & Subscriptions

The District is required to pay an annual fee to the Department of Community affairs for \$175.00.

**RESERVE
Community Development District
Water & Sewer Fund Budget**

PLANT OPERATIONS

Personnel

The District currently has two employees to assist the District in the operations of its water and wastewater utility plant and part time help for monthly meter readings. This includes salary, FICA taxes, and benefits.

Worker's Compensation Insurance

The District's Worker's Compensation Insurance Policy is with Egis Insurance & Risk Advisors. Based on last year's amount, the projected amount for this Fiscal Year is \$7,400.

Other Contractual

The District will contract the Lime Sludge hauling services related to the operations of the District's water and wastewater utility system.

Consulting Services

The District will contract the following services related to the operations of the District's water and Wastewater utility system, includes payroll and benefits:

Utility Billing Manager	\$5,384 per month*12	\$64,608
District Consultant	\$2,000 per month*12	\$24,000
Contingency		<u>\$ 5,392</u>
	Total	<u>\$94,000</u>

Telephone

Telephone and fax machine, amount based on prior years' cost.

<u>Description</u>			<u>Amount</u>
Comcast	Phone/Fax/Internet	\$260 avg/month	\$3,120.00
Verizon		\$60 avg/month	\$ 720.00
G. Morgan Cell Reimb		\$100 avg/month	\$1,200.00
T. Perkins Cell Reimb		\$100 avg/month	\$1,200.00
Contingency			<u>\$2,770.00</u>
			<u>\$9,010.00</u>

**RESERVE
Community Development District
Water & Sewer Fund Budget**

Electric

The District currently has the following utility accounts with Florida Power & light:

Account No.	Description	Monthly	Amount
07958-53373	9710 Reserve Blvd # LS	\$ 15.47	\$ 182.29
18601-58268	Plantation Lakes Dr # Lift Station 7	\$ 81.81	\$ 974.19
20545-80333	9491 Brandywine Ln #LS	\$ 15.83	\$ 189.94
23613-27766	2160 NW Reserve Park Trace	\$2,314.00	\$27,766.31
23843-26761	Commerce Lakes D #LS S-3	\$ 12.19	\$ 146.33
28708-21028	Club House Dr - LS	\$ 30.88	\$ 370.60
38178-27003	5860 Legends Dr # LS	\$ 30.69	\$ 368.28
38208-21092	9541 Legends Dr # Lift Station	\$ 26.28	\$ 315.39
38258-26013	7855 Legends Dr # LS	\$ 50.61	\$ 607.30
48958-26008	Legends Dr # Lift Sta S1 T-8	\$ 98.42	\$ 1,181.01
52582-41529	1916 Perfect Drive LS	\$ 56.31	\$ 675.76
65271-37274	8350 Mulligan Rd # Lift	\$ 104.73	\$ 1,256.77
72514-30166	8795 Champions Way # Lift	\$ 44.86	\$ 538.30
88950-40098	0857 Links Way # Lift Station	\$ 56.31	\$ 675.76
94346-01549	202 Dogleg Dr #Lift Station	\$ 60.11	\$ 721.26
98516-72221	8501 NW Commerce Center Dr Lift Station	\$ 53.90	\$ 646.74
	Contingency		\$ 5,400.00
			\$42,000.00

Postage

The District currently contracts with Southwest Direct to print and mail the monthly Utility invoices to the customers.

Bulk Water & Sewer

The District has an interconnect agreement with the St. Lucie West Services District to provide bulk potable water and bulk sewer. The District has reserved 300,000 gallons per day of water capacity and 360,000 per day of sewer capacity. The amount budgeted includes a \$724.10 monthly base charge and average usage of 260,000 GPD for water and 233,000 GPD for sewer.

Repairs & Maintenance

Represents any repairs and maintenance cost the District may incur. The amount for the Fiscal Year is based on historical costs.

Condo Expenses

This represents the costs associated with the office condo owned by the District. Expenses include Condo Fees, electric and cleaning costs.

**RESERVE
Community Development District
Water & Sewer Fund Budget**

Office Supplies

Any supplies needed for normal operations of the District Utility Billing office.

Operating Supplies

Purchase of supplies for the District. Amount based on the following items:

<u>Description</u>	
General Supplies	\$ 27,500.00
Oil/Gas	\$ 4,500.00
Misc.	<u>\$ 8,000.00</u>
Total	\$ 40,000.00

Chemicals

Represents the following chemicals necessary to the utility plant:

<u>Description</u>	
Lime Hydrated	\$ 3,475.00
Chlorine Gas	\$ 3,787.50
Ammonia	\$ 1,550.00
Calsquest/Polymer	\$ 1,187.50
Contingency	<u>\$ 5,000.00</u>
Total	\$15,000.00

Dues, Licenses

The Utility operates are required to have and keep current their Water/Wastewater Operators licenses. In addition, the District pays an Annual Drinking Water License to the Florida DEP.