

**HARBOUR WATERWAY SPECIAL DISTRICT
Dependent Special District**

**Proposed Budget
Fiscal Year 2011 / 2012**

March 31, 2011

HARBOUR WATERWAY SPECIAL DISTRICT
Dependent Special District

Description	Proposed FY 2011
<u>REVENUES</u>	
Assessments	0
Interest Income	0
Miscellaneous Revenue	0
<i>Total Revenues</i>	<u>\$ -</u>
<u>EXPENDITURES</u>	
<i>Administrative</i>	
Attorney	0
Annual Audit	0
Management Fees	0
Postage	0
Printing & Binding	0
Legal Advertising	0
Office Supplies	0
Web Site Hosting Fee	0
Insurance	0
Interest Expense	0
Other Administrative Expenditures	0
<i>Total Administrative Expenses</i>	<u>\$ -</u>
<i>Canal Maintenance & Dredging Operations</i>	
Engineering	0
Marine Surveyor	0
Laboratory Sampling Analysis	0
Navigational Aid Maintenance	0
Dredging Contractor	0
<i>Total Canal Maintenance & Dredging Operations</i>	<u>\$ -</u>
TOTAL EXPENDITURES	<u>\$ -</u>
EXCESS REVENUES / (EXPENDITURES)	<u>\$ -</u>

**HARBOUR WATERWAY SPECIAL DISTRICT
Dependent Special District**

**Proposed Budget
Fiscal Year 2012 / 2013**

March 28, 2012

HARBOUR WATERWAY SPECIAL DISTRICT

Dependent Special District

Description	Actual FY 2011/12	Proposed FY 2012/13
REVENUES		
Net Assessments - (See Note 1)	\$ -	\$ 209,405
Interest Income	\$ -	\$ 300
Loan Proceeds	\$ -	\$ 350,000
Carry Forward Surplus	\$ -	\$ -
Total Revenues	\$ -	\$ 559,705
EXPENDITURES		
Administrative		
Legal Services	\$ -	\$ 12,000
Annual Audit	\$ -	\$ 2,500
Postage	\$ -	\$ 500
Printing & Binding	\$ -	\$ 500
Legal Advertising	\$ -	\$ 2,500
Office Supplies	\$ -	\$ 500
Web Site Hosting Fee	\$ -	\$ 250
Insurance	\$ -	\$ 4,100
Interest Expense on Loan (See Note 2)	\$ -	\$ 7,015
Other Administrative Expenditures	\$ -	\$ 1,200
Total Administrative Expenses	\$ -	\$ 31,065
Canal Maintenance & Dredging Operations		
Dredging Contractor	\$ -	\$ 515,000
Reserve	\$ -	\$ 13,640
Total Canal Maintenance & Dredging Operations	\$ -	\$ 528,640
TOTAL EXPENDITURES	\$ -	\$ 559,705
EXCESS REVENUES / (EXPENDITURES)	\$ -	\$ -

NOTES:

	Number	Assessment Per Unit	Total Gross Assessment
1 Non Ad-Valorem Assesment 2012 / 2013			
Residential Parcels	105	\$ 2,000	\$ 210,000
Marina	1	\$ 4,000	\$ 4,000
Easements	7	\$ 1,000	\$ 7,000
TOTAL GROSS ASSESSMENTS	113		\$ 221,000
Less Discount and Collections			\$ (11,595)
TOTAL NET ASSESSMENTS			\$ 209,405

2 \$350,000 working capital loan at 4.00% for dredging operations beginning 1/1/2013

3 All expenses incurred by the HWSO for 2011 / 2012 FY were paid by the Harbour Waterway Association as a donation.

**HARBOUR WATERWAY SPECIAL DISTRICT AND
HARBOUR WATERWAY ASSOCIATION
CONSOLIDATED DREDGING BUDGET**

Description	Proposed FY 2012/13
<i>Canal Maintenance & Dredging Operations</i>	
Marine Surveyor	7,500
Laboratory Sampling Analysis	1,500
Navigational Aid Maintenance	2,000
Spoil Site Tipping Fee (60,000 cu yds.)	300,000
Dredging Contractor - (avg \$13.83 per cu yd)	830,000
<i>Total Canal Dredging Operations Budget</i>	<u>\$ 1,141,000</u>

NOTE:
Harbour Waterway Special District will fund \$515,000; and
Harbour Waterway Association will fund \$626,000.

**HARBOUR WATERWAY SPECIAL DISTRICT
Dependent Special District**

**Proposed Budget
Fiscal Year 2013 / 2014**

March 25, 2013

HARBOUR WATERWAY SPECIAL DISTRICT
FISCAL YEAR 2013 - 2014 BUDGET

31-Mar-13

DESCRIPTION	FY 2012/13 ACTUAL (See Note 3)	PROPOSED FY 2013/14 BUDGET	VARIANCE
REVENUES			
Net Assessments - (See Note 1)	\$ 196,500	\$ 197,500	\$ 1,000
HWA Donation	\$ 20,002	\$ -	\$ (20,002)
Net Revenue Note Proceeds	\$ 650,000	\$ -	\$ (650,000)
Carry Forward Surplus	\$ -	\$ 69,353	\$ 69,353
Total Revenues	\$ 866,502	\$ 266,853	\$ (599,649)
EXPENDITURES			
<i>Professional Services</i>			
Legal Services	\$ 19,104	\$ 18,000	\$ (1,104)
Annual Audit	\$ -	\$ 3,000	\$ 3,000
<i>Administrative</i>			
Postage	\$ 50	\$ 300	\$ 250
Legal Advertising	\$ 874	\$ 1,200	\$ 226
Office Supplies	\$ 273	\$ 200	\$ (73)
Meeting Room Rental	\$ 750	\$ 900	\$ 150
Other Administrative Expenses	\$ 380	\$ 360	\$ (20)
Insurance - General Liability	\$ 4,108	\$ 4,150	\$ 42
Other Expenses	\$ 175	\$ 175	\$ -
Interest Expense on Revenue Notes (See Note 2)	\$ 5,835	\$ 19,516	\$ 13,680
Revenue Note Principal Payments	\$ -	\$ 128,000	\$ 128,000
Total Expenses	\$ 31,828	\$ 175,800	\$ 144,171
<i>Canal Maintenance & Dredging Operations</i>			
Dredging Contractor	\$ 751,971	\$ 17,929	\$ (734,042)
Marine Surveyor	\$ 13,550	\$ -	\$ (13,550)
Total Canal Maintenance & Dredging Operations	\$ 765,521	\$ 17,929	\$ (747,592)
TOTAL EXPENDITURES	\$ 797,149	\$ 193,729	\$ (603,421)
EXCESS REVENUES / (EXPENDITURES)	\$ 69,353	\$ 73,124	\$ 3,771

NOTES:

	Num	2012 / 2013 Assessment	2013 / 2014 Assessment
1 Non Ad-Valorem Assessment			
Residential Parcels	105	\$ 210,000	\$ 210,000
Marina - (Tax Exempt Organization)	1	\$ -	\$ -
Easements	7	\$ 5,000	\$ 5,000
TOTAL GROSS ASSESSMENTS	113	\$ 215,000	\$ 215,000
Less Early Payment Discount (avg 3.58%)		\$ (7,700)	\$ (7,700)
Less PA and TC Discount (3.5%)		\$ (7,525)	\$ (7,525)
Less Provision for Parcels in Default		\$ (3,275)	\$ (2,275)
TOTAL NET NON AD-VALOREM ASSESSMENTS		\$ 196,500	\$ 197,500

2 Series 2012 Revenue Note -\$350,000 at 2.80%
 Series 2013 Revenue Note -\$326,000 at 2.98%

3 Actual expenses and revenue thru March 31, 2013, forecast
 April thru June.

HARBOUR WATERWAY SPECIAL DISTRICT AMORTIZATION SCHEDULE

Principal Balance		\$ 350,000	COUPON	2.800%	Issue Date:	12-Dec-12
Principal Balance		\$ 326,000	COUPON	2.980%	Issue Date:	15-Feb-13
		PAYMENT	INTEREST	PAID	TOTAL LOAN	OUTSTANDING
		DATE		PRINCIPAL	PAYMENTS	BALANCE
FISCAL YEAR	1	12-Dec-12	-	-	-	\$ 676,000.00
2012 / 2013	2	01-May-13	(\$5,834.79)	-	(5,834.79)	676,000.00
FISCAL YEAR	3	01-Nov-13	(\$9,757.40)	-	(9,757.40)	676,000.00
2013 / 2014	4	01-May-14	(\$9,757.40)	(\$128,000.00)	(137,757.40)	548,000.00
FISCAL YEAR	5	01-Nov-14	(\$7,909.60)	-	(7,909.60)	548,000.00
2014 / 2015	6	01-May-15	(\$7,909.60)	(\$131,000.00)	(138,909.60)	417,000.00
FISCAL YEAR	12	01-Nov-15	(\$6,018.90)	-	(6,018.90)	417,000.00
2015 / 2016	13	01-May-16	(\$6,018.90)	(\$135,000.00)	(141,018.90)	282,000.00
FISCAL YEAR	16	01-Nov-16	(\$4,070.40)	-	(4,070.40)	282,000.00
2016 / 2017	17	01-May-17	(\$4,070.40)	(\$139,000.00)	(143,070.40)	143,000.00
FISCAL YEAR	20	01-Nov-17	(\$2,064.10)	-	(2,064.10)	143,000.00
2017 / 2018	21	01-May-18	(\$2,064.10)	(\$143,000.00)	(145,064.10)	
			<u>(65,475.59)</u>	<u>\$ (676,000.00)</u>	<u>\$ (741,475.59)</u>	

Harbour Waterway Special District
Branch Banking and Trust Company (BB&T)
Florida Municipal Loan Counsel Bank Loan Program

SOURCES AND USES OF FUNDS

<u>SOURCES:</u>				TOTAL
LOAN DELIVERY DATES:	12/11/2012	3/1/2013		
LOAN / BOND PROCEEDS:	\$ 350,000.00	\$ 326,000.00	\$	676,000.00
<u>USES:</u>				
HWSD 2013 DREDGING PROJECT	\$ 324,500.00	\$ 325,500.00	\$	650,000.00
COST OF ISSUANCE:	\$ 25,500.00	\$ -	\$	25,500.00
ADDITIONAL PROCEEDS:	\$ -	\$ 500.00	\$	500.00
TOTAL		\$ 350,000.00	\$ 326,000.00	\$ 676,000.00

NOTES: COSTS OF ISSUANCE

	Amount
Financial Advisor Fee	\$ 5,000.00
FMLC Upfront Fee	\$ 3,000.00
Bond Counsel Fee	\$ 12,500.00
Bank Counsel Fee	<u>\$ 5,000.00</u>
Total Fees	\$ 25,500.00

**HARBOUR WATERWAY SPECIAL DISTRICT AND
HARBOUR WATERWAY ASSOCIATION
CONSOLIDATED DREDGING BUDGET**

Description	Proposed FY 2013/14
Canal Maintenance & Dredging Operations	
Marine Surveyor	13,550
Laboratory Sampling Analysis	2,500
Spoil Site Tipping Fee	312,500
Dredging Contractor	1,104,900
Total Canal Dredging Operations Budget	<u>\$ 1,433,450</u>

NOTE:

FUNDING SOURCES FOR DREDGING PROJECT:

HWSD General Funds - (FY 2012/2013 non-Ad Valorem Assessment)	\$ 133,450
HWSD Revenue Note - Series 2012 & Series 2013	\$ 650,000
Harbour Waterway Association	\$ 650,000
	<u>\$ 1,433,450</u>

**HARBOUR WATERWAY SPECIAL DISTRICT
BUDGET SUPPLEMENT
FISCAL YEAR 2013/2014**

REVENUES

Assessments

The District will continue to levy a non ad-valorem assessment in the gross amount of \$215,000 on all taxable parcels within the District to fund General Operating Expenditures and the HWSD 2013 Dredging Project. From the Gross Amount of the non ad-valorem assessment the following amounts are deducted: (1) Duval County offers an early payment discount which averaged 3.58% for FY 2012 / 2013; (2) The Duval County Tax Collector and Property Assessor charges a fee for services rendered in the amount of 2.0% and 1.5%, respectively; and (3) a provision for non-collectible taxes due to parcels in bankruptcy or default. The parcel designated as the Marina within the District is a tax exempt entity.

Interest Income

Excess Funds will be invested in the HWSD interest bearing checking account at BB&T, Branch Banking & Trust Company.

Net Revenue Note Proceeds

The HWSD issued two Revenue Notes totaling \$676,000, which were purchased by BB&T to assist in funding the 2013 Dredging Project. The total fees and legal expenses associated with Issuing the Revenue Notes totaled \$26,000.

Carry Forward Surplus

Excess Funds from prior years. The Carry Forward Surplus for 2013/2014 FY is projected to be \$69,353.

EXPENDITURES

PROFESSIONAL:

Legal Services

The District's legal counsel, Lewis, Longman, & Walker, will provide general legal services to the District, including attendance of monthly meetings, review of agreements, contracts, and resolutions.

Annual Audit

The District is required by Florida Statutes to conduct an independent audit of its financial records by an Independent Certified Public Accounting Firm. The District has contracted with Roy Miller & Associates to conduct the FY 2012/2013 financial audit. The Harbour Waterway Association donated funds and paid for all operating expenses incurred by the District prior to the first assessment in November, 2012.

ADMINISTRATIVE:

Postage

Postage includes mailing of notices to the District, overnight deliveries, correspondence, etc.

Legal Advertising

The District is required to advertise monthly Board of Supervisor Meetings, public hearings, and any services required to be advertised for public bidding, i.e. dredging contracts and other advertising that may be required in a newspaper of general circulation.

Office Supplies

This item includes any supplies required during the fiscal year, i.e. paper, file folders, labels, etc.

Other Administrative Expenses

Other Administrative Expenses include fees charged to the HWSD to record, document, and publish all Board of Supervisor meetings and public hearings held by the District; and fees required to host, develop, and maintain the HWSD.org website which provides online access to the District's official documents, including meeting minutes, agendas, reports, resolutions, etc.

Insurance – General Liability

The District's General Liability & Public Officials Errors and Omission Liability Insurance policy is with Florida Municipal Insurance Trust (FMIT) a service provided by the Florida League of Cities, Inc.

Other Expenses

Other Expenses include membership fees, dues and registrations for government agencies, i.e. Florida Department of Economic Development.

Interest Expense

Interest charges on the Revenue Notes secured for the HWSD 2013 Dredging Project, for budget purposes the projected maximum outstanding balance for 2013/2014 FY is \$676,000. Semi-annual interest payments equal to a total of \$19,500 for 2013/2014 FY are scheduled. (See Amortization Schedule)

Revenue Note Principal Payments

Principal Payments on the revenue notes are on a (5) five year term with the first annual payment on May 1, 2014 equal to \$128,000. Refer to the Amortization Schedule for future payment schedule.

CANAL MAINTENANCE & DREDGING OPERATIONS:

Dredging Contractor

The HWSO 2013 Dredging Project will require payments to a dredging contractor to remove up to 60,000 cubic yards of material and pump to a spoil site maintained by the Jacksonville Port Authority (JPA) on Bartram Island Cell "F". Dredging operations began February 1, 2013 and are projected to continue for 150 days. A contract with Jacksonville Port Authority is in place to deposit the spoil material. A contract to dredge a channel 50ft wide by 7,300 feet long through the entire canal system was awarded in December, 2012 to Dredge America, Inc. The total cost of the HWSO 2013 Dredging Project is projected to cost \$1,433,450. The Harbour Waterway Association will fund \$650,000 of the HWSO 2013 Dredging Project. (See summary of consolidated dredging budget for more details.)

HARBOUR WATERWAY SPECIAL DISTRICT
Dependent Special District

Proposed Budget
Fiscal Year 2014 / 2015

March 25, 2014

HARBOUR WATERWAY SPECIAL DISTRICT
FISCAL YEAR 2014 - 2015 BUDGET
CASH FLOW ANALYSIS

31-Mar-14

DESCRIPTION	FY 2013/14 ACTUAL (See Note 3)	PROPOSED FY 2014/15 BUDGET	VARIANCE
OPERATING REVENUES			
Carry Forward Surplus	\$ 344,685	\$ 52,653	\$ (292,032)
Net Assessments - 2013 (See Note 1)	\$ 186,588	\$ 197,500	\$ 911
Total Revenues	\$ 541,273	\$ 250,153	\$ (291,120)
EXPENDITURES			
<i>Professional Services</i>			
Legal Services	\$ 7,813	\$ 9,600	\$ 1,787
Administrative Services	\$ 1,100	\$ 1,200	\$ 100
Accounting & Audit Services	\$ 2,864	\$ 3,500	\$ 636
<i>Administrative</i>			
Office Supplies & Postage	\$ 68	\$ 240	\$ 172
Printing & Binding	\$ 107	\$ 240	\$ 133
Rental - Meeting Room	\$ 900	\$ 900	\$ -
Communication Services - Web Hosting	\$ 300	\$ 240	\$ (60)
Legal & Promotional Advertising	\$ 48	\$ 240	\$ 193
Other Administrative Expenses	\$ 126	\$ 180	\$ 54
Insurance - General Liability	\$ 4,271	\$ 4,300	\$ 29
Publications and Memberships	\$ 740	\$ 925	\$ 185
Interest Expense on Revenue Notes (See Note 2)	\$ 19,515	\$ 15,819	\$ (3,696)
Revenue Note Principal Payments	\$ 128,000	\$ 131,000	\$ 3,000
Total Expenditures	\$ 165,851	\$ 168,384	\$ 2,533
<i>Canal Maintenance & Dredging Operations</i>			
Dredging Contractor	\$ 308,431	\$ -	\$ (308,431)
Marine Surveyor	\$ 5,000	\$ 7,500	\$ 2,500
Dredging Consultant	\$ 1,317	\$ -	\$ (1,317)
Navigational Aids & Markers	\$ 8,021	\$ -	\$ (8,021)
Total Canal Maintenance & Dredging Operations	\$ 322,769	\$ 7,500	\$ (315,269)
TOTAL EXPENDITURES	\$ 488,620	\$ 175,884	\$ (312,736)
EXCESS REVENUES / (EXPENDITURES)	\$ 52,653	\$ 74,269	\$ 21,616

NOTES:

	Num	2013 / 2014 Actual	2014 / 2015 Projected
1 Non Ad-Valorem Assessment			
Residential Parcels	105	\$ 210,000	\$ 210,000
Marina - (Tax Exempt Organization)	1	\$ -	\$ -
Easements	7	\$ 5,000	\$ 5,000
TOTAL GROSS ASSESSMENTS	113	\$ 215,000	\$ 215,000
Less Early Payment Discount (avg 3.58%)		\$ (7,797)	\$ (7,800)
Less PA and TC Discount (3.5%)		\$ (7,125)	\$ (7,163)
Less Provision for Parcels in Default		\$ (3,490)	\$ (2,537)
TOTAL NET NON AD-VALOREM ASSESSMENTS		\$ 196,588	\$ 197,500

2 Series 2012 Revenue Note -\$350,000 at 2.80%
Series 2013 Revenue Note -\$326,000 at 2.98%

3 Actual expenses and revenue thru March 31, 2014, forecast April thru June.

**HARBOUR WATERWAY SPECIAL DISTRICT
AMORTIZATION SCHEDULE**

Principal Balance	\$	350,000	COUPON	2.800%	Issue Date:	12-Dec-12
Principal Balance	\$	326,000	COUPON	2.980%	Issue Date:	15-Feb-13

		PAYMENT DATE	INTEREST	PAID PRINCIPAL	TOTAL LOAN PAYMENTS	OUTSTANDING BALANCE
FISCAL YEAR	1	12-Dec-12	-	-	-	\$ 676,000.00
2012 / 2013	2	01-May-13	(\$5,834.79)	-	(5,834.79)	676,000.00
FISCAL YEAR	3	01-Nov-13	(\$9,757.40)	-	(9,757.40)	676,000.00
2013 / 2014	4	01-May-14	(\$9,757.40)	(\$128,000.00)	(137,757.40)	548,000.00
FISCAL YEAR	5	01-Nov-14	(\$7,909.60)	-	(7,909.60)	548,000.00
2014 / 2015	6	01-May-15	(\$7,909.60)	(\$131,000.00)	(138,909.60)	417,000.00
FISCAL YEAR	12	01-Nov-15	(\$6,018.90)	-	(6,018.90)	417,000.00
2015 / 2016	13	01-May-16	(\$6,018.90)	(\$135,000.00)	(141,018.90)	282,000.00
FISCAL YEAR	16	01-Nov-16	(\$4,070.40)	-	(4,070.40)	282,000.00
2016 / 2017	17	01-May-17	(\$4,070.40)	(\$139,000.00)	(143,070.40)	143,000.00
FISCAL YEAR	20	01-Nov-17	(\$2,064.10)	-	(2,064.10)	143,000.00
2017 / 2018	21	01-May-18	(\$2,064.10)	(\$143,000.00)	(145,064.10)	-
			(65,475.59)	\$ (676,000.00)	\$ (741,475.59)	