Statement of Sources and Uses of Funds
For the Four Months Ended
January 31, 2022

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 January 31, 2022, with 33.3 percent of the fiscal year completed.**

This financial statement compares revenues recognized and encumbrances/expenditures made against the District's FY2021-22 available budget of $406.7 million. Encumbrances represent orders for goods and services which have not yet been received.

Revenues (Sources) Status:

- Overall, as of January 31, 2022, 82 percent of the District's budgeted revenues/balances have been recognized.

- As of January 31, 2022, the District has received $105,832,989 of ad valorem tax revenue representing 89.0 percent of the budget. This is in-line with the four months prior year collection rates of 87.0 percent for FY2020-21 and the 87.0 percent for FY2019-20. The budget represents 96 percent of estimated proceeds based on the taxable property values as certified by the District's sixteen counties multiplied by the Governing Board approved millage rate. Projections are based on historical collections.

- Intergovernmental Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For FY2021-22, $840,569 revenues have been recognized, representing 1.0 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 FY2021-22 interest earnings budget was based on a 0.67 percent expected rate of return. The District's investment portfolio on January 31, 2022 is earning a weighted average yield of 0.59 percent. For the four months ended January 31, 2022, the District has earned 0.73 percent yield on its investments. Interest earnings on invested funds in the amount of $1,202,734 have been recognized representing 36 percent of the budgeted amount.

- 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 39 percent of the budgeted amount as of January 31, 2022.

- As of January 31, 2022, other revenue earned 342 percent of the budgeted amount. 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, hog hunts, insurance recoveries and the sale of capital assets can vary significantly from

year to year. The majority of the increase is sales of fixed assets in the amount of $2,165,510.

- Fund Balance consists of balance from prior years (budgeted for the current year) plus fund balance associated with the ad valorem funded encumbrances that rolled into the current year.

Expenditures (Uses) Status:

Overall, as of January 31, 2022, the District had obligated 65 percent of its total budget.

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)(e)4, Florida Statutes). A discussion of the expenditures by program follows.

- The **Water Resource Planning and Monitoring Program** includes all water management planning, including water supply planning, development of minimum flows and levels, and other water resource planning; research, data collection, analysis, and monitoring; and technical assistance (including local and regional plan and program review). Of the $54.0 million budgeted for this program, the District has obligated 56 percent of the budget (12 percent expended, and 44 percent encumbered).

- The **Land 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 Works and Lands 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 $280.0 million budgeted for this program, the District has obligated 73 percent of the budget (3.0 percent expended, and 70 percent encumbered).

- The **Operation and Maintenance of Works and Lands 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 $34.1 million budgeted for this program, the District has obligated 36 percent of the budget (15 percent expended, and 21 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 $22.7 million budgeted for this program, the District has obligated 34 percent of the budget (27 percent expended, and 7 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 and advertising in any media. Of the $2.9 million budgeted

for this program, the District has obligated 41 percent of the budget (19 percent expended, and 22 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, and risk management. Of the $13.0 million budgeted for this program, the District has obligated 50 percent of the budget (42 percent expended, and 8 percent encumbered).

Based on the financial activities for the four months ended January 31, 2022, 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 Four Months Ended January 31, 2022
(Unaudited)

	FY2022			
	Current Budget	Actual Revenues through 1/31/2022	1/31/2022 Variance (Under)/Over Budget	1/31/2022 Actuals As A % of Budget (rounded)
Sources				
Ad Valorem Property Taxes	$ 118,796,620	$ 105,832,989	$ (12,963,631)	89%
Intergovernmental Revenues	57,743,530	840,569	(56,902,961)	1%
Interest on Invested Funds	3,300,000	1,202,734	(2,097,266)	36%
License and Permit Fees	2,188,899	852,579	(1,336,320)	39%
Other	678,203	2,318,080	1,639,877	342%
Fund Balance	223,975,195	223,975,195	-	100%
Total Sources	**$ 406,682,447**	**$ 335,022,146**	**$ (71,660,301)**	**82%**

	FY2022					
	Current Budget	Actual Expenditures through 1/31/2022	Encumbrances[1]	Available Budget	1/31/2022 % Expended (rounded)	1/31/2022 % Obligated [2] (rounded)
Uses						
Water Resource Planning and Monitoring	$ 53,964,597	$ 6,364,330	$ 23,970,682	$ 23,629,585	12%	56%
Land Acquisition, Restoration and Public Works	280,020,349	7,143,115	197,107,058	75,770,176	3%	73%
Operation and Maintenance of Works and Lands	34,107,543	4,965,141	7,473,271	21,669,131	15%	36%
Regulation	22,658,469	6,084,899	1,567,374	15,006,196	27%	34%
Outreach	2,904,446	559,323	638,093	1,707,030	19%	41%
Management and Administration	13,027,043	5,509,825	1,021,442	6,495,776	42%	50%
Total Uses	**$ 406,682,447**	**$ 30,626,633**	**$ 231,777,920**	**$ 144,277,894**	**8%**	**65%**

[1] Encumbrances represent unexpended balances of open purchase orders and contracts.

[2] Represents the sum of expenditures and encumbrances as a percentage of the current budget.

This unaudited preliminary financial statement is prepared as of January 31, 2022, and covers the interim period since the most recent audited financial statements.