

**LEE COUNTY HYACINTH CONTROL DISTRICT**  
**TREASURER REPORT NOTES - Modified Accrual Basis of Accounting**  
**Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the Six Months Ended March 31, 2017**

*Balance Sheet Summary*

**Cash and Investments**

Cash and investments of \$3,362,977 are comprised of the checking, money market accounts with PCB and FCB, Florida Prime, a master account, and a revolving PCB CD program (schedule included). Cash and investment balances at March 31, 2016 were \$3,534,689. The current month balance is \$171,712 lower than the prior year. LCHCD participates in all aspects of treasury management of surplus funds either with an account in its name or a shared account with LCMCD.

*Revenues and Expenditures - Please see the LCHCD FS and the LCHCD Trail 12 Reports*

**Receipts - Please see the LCHCD GL Tax Receipts Report**

Net taxes reported on the monthly financial statement are \$1,734,832. The amounts reported on the tax collections worksheets as net taxes collected (report included - "LCHCD Ad Valorem Tax Collections") include cumulative gross taxes, prior year taxes, penalties and refunds, discounts and commissions, and were \$1,747,971 (cash basis). Cash collections were \$60,640 higher than in the prior year. The difference between revenues and collections is the difference between the cash and modified accrual method of accounting. MTD and YTD differences are discussed as follows: Current year taxes will increase due to the District keeping the millage rate at the same level as the prior year and growth that increased the total property value. MTD differences are normally due to the timing of collections and payment cut-off timing by the LCTC, improvements in the economy and increases in the amount levied year-over-year.

**Expenditures - Please see the Trail 12 LCHCD report**

Total expenditures for the month ended March 31, 2017 and March 31, 2016 were \$178,314 and \$122,582 respectively. YTD expenditures as of March 31, 2017 and March 31, 2016 were \$883,213 and \$877,446 respectively. The differences in operating results are discussed below:

**MTD Variances explanations**

Noteworthy changes are as follows: The MTD increase in benefits is primarily due to a repayment of LCHCD to LCMCD for insurance paid by LCMCD in a prior month. The MTD increase in chemicals is due to a large purchase of herbicides in preparation for the rainy season. LCHCD eclipsed last years spatterdock treatment in the first quarter of this year. Management is trying a new herbicide and emphasizing rotation of products to prevent potential resistance. Also, inventory levels had intentionally been allowed to decrease as management was utilizing chemical that had been in stock for quite some time. The MTD increase in capital outlay was due to refurbishment of an aging airboat to extend its useful life and to increase its efficiency in the canals in Cape Coral. There are no other noteworthy MTD changes.

**YTD Variances explanations**

Noteworthy changes are as follows: The YTD decrease in benefits is primarily due to the health savings account contributions being made in quarterly installments in 2017. In the prior year the entire health savings account contribution was reported in January. There are no other noteworthy YTD changes.

**Budget Amendment**

None for the March financial statements.

## Receipts Operating Budget Comparison for Hyacinth Control District

Run Date: 4/7/2017

From: 3/1/2017

To: 3/31/2017

Receipts	Total Budget	This Mo Actual	Prior Yr Month	Variance	YTD Current	YTD Prior	Variance
Taxes	1,885,000.00	40,505.58	45,102.63	(4,597.05)	1,734,832.34	1,602,550.05	132,282.29
State Grant-General Government	-	-	-	-	-	-	-
Interest	8,500.00	1,367.62	1,011.71	355.91	6,252.95	4,545.39	1,707.56
Disposition of Capital Assets	2,000.00	-	-	-	-	-	-
Refunds	-	-	-	-	-	330.99	(330.99)
Other Miscellaneous Revenue	1,000.00	-	-	-	-	-	-
Service Charge - Mosquito Cont	-	-	-	-	-	-	-
Other Charges for Svcs Pub Safe	-	-	-	-	-	-	-
Sale of Surplus Materials/Scrap	-	-	-	-	-	-	-
Transfer from Hyacinth	-	-	-	-	-	-	-
Other Misc Rev-Jet Fuel Sales	-	-	-	-	-	-	-
<b>Total Receipts</b>	<b>1,896,500.00</b>	<b>41,873.20</b>	<b>46,114.34</b>	<b>(4,241.14)</b>	<b>1,741,085.29</b>	<b>1,607,426.43</b>	<b>133,658.86</b>

## Expenses Operating Budget for Hyacinth Control District

Run Date: 4/7/2017

From: 3/1/2017

To: 3/31/2017

Expenses	Total Budget	This Mo Actual	Prior Yr Month	Variance	YTD Current	YTD Prior	Variance
Personnel Services	939,870.00	72,006.53	69,993.43	(2,013.10)	449,225.08	441,816.08	(7,409.00)
Benefits	1,309,971.00	43,391.07	25,836.21	(17,554.86)	242,948.19	271,795.64	28,847.45
Operating Expenses	85,100.00	6,049.72	2,817.16	(3,232.56)	32,733.98	26,739.03	(5,994.95)
Travel & Per Diem	10,000.00	112.29	-	(112.29)	1,867.85	496.07	(1,371.78)
Communication Service	9,500.00	903.27	1,111.44	208.17	3,482.26	4,184.62	702.36
Freight Services	1,000.00	11.76	75.00	63.24	237.44	120.00	(117.44)
Utility Services	33,100.00	3,613.68	4,471.39	857.71	12,826.55	15,370.09	2,543.54
Rentals and Leases	4,500.00	95.29	305.40	210.11	1,677.29	1,527.00	(150.29)
Insurance	42,000.00	-	-	-	39,163.00	40,281.12	1,118.12
Repairs & Maintenance	41,000.00	1,760.68	5,963.96	4,203.28	19,037.49	16,425.62	(2,611.87)
Promotional Activities	-	412.44	-	(412.44)	412.44	-	(412.44)
Other Charges	19,050.00	3,288.20	959.31	(2,328.89)	7,370.96	4,771.44	(2,599.52)
Office Supplies	7,500.00	51.38	517.58	466.20	1,753.17	3,330.01	1,576.84
Gasoline/Oil/Lube	32,000.00	2,660.90	-	(2,660.90)	4,023.80	2,725.39	(1,298.41)
Chemicals	66,000.00	30,156.24	6,078.00	(24,078.24)	36,186.76	13,499.70	(22,687.06)
Protective Devices	5,000.00	11.19	100.68	89.49	573.94	499.22	(74.72)
Misc. Supplies	28,000.00	2,001.39	1,580.94	(420.45)	13,118.55	10,943.46	(2,175.09)
Small Tools	4,000.00	-	-	-	4.79	10.56	5.77
Tools & Implements	-	-	-	-	20.89	-	(20.89)
Publications & Dues	7,000.00	888.96	951.75	62.79	4,144.35	4,109.36	(34.99)
Training	5,000.00	984.00	1,820.00	836.00	2,289.03	2,751.85	462.82
Capital Outlay	20,000.00	9,886.12	-	(9,886.12)	9,886.12	12,624.70	2,738.58
Grants	-	-	-	-	-	-	-
Operating Transfer to Mosquito	-	-	-	-	-	3,425.25	3,425.25
Printing & Binding	-	28.98	-	(28.98)	228.68	-	(228.68)
<b>Total Expenditures</b>	<b>2,669,591.00</b>	<b>178,314.09</b>	<b>122,582.25</b>	<b>(55,731.84)</b>	<b>883,212.61</b>	<b>877,446.21</b>	<b>(5,766.40)</b>

**Lee County Hyacinth Control District**  
**Budget vs. Actual**  
 October 2016 through March 2017

	<u>Oct '16 - Mar 17</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
<b>Income</b>				
3110000 · Ad Valorem Taxes	1,734,832.34	1,885,000.00	-150,167.66	92.03%
3611000 · Interest	6,252.95	8,500.00	-2,247.05	73.56%
3640000 · Disposition of Capital Assets	0.00	2,000.00	-2,000.00	0.0%
3699000 · Other Miscellaneous Revenue	0.00	1,000.00	-1,000.00	0.0%
3699100 · Other Misc Rev-Jet Fuel Sales	0.00			
4210000 · Beginning Fund Balance	0.00	2,539,387.00	-2,539,387.00	0.0%
<b>Total Income</b>	<u>1,741,085.29</u>	<u>4,435,887.00</u>	<u>-2,694,801.71</u>	<u>39.25%</u>
<b>Gross Profit</b>	1,741,085.29	4,435,887.00	-2,694,801.71	39.25%
<b>Expense</b>				
5371000 · Personnel Services	449,225.08	939,870.00	-490,644.92	47.8%
5372000 · Benefits	242,948.19	1,309,971.00	-1,067,022.81	18.55%
5373100 · Operating Expenses	32,733.98	85,100.00	-52,366.02	38.47%
5374000 · Travel and Per Diem	1,867.85	10,000.00	-8,132.15	18.68%
5374100 · Communications Services	3,482.26	9,500.00	-6,017.74	36.66%
5374200 · Freight & Postage Services	237.44	1,000.00	-762.56	23.74%
5374300 · Utilities	12,826.55	33,100.00	-20,273.45	38.75%
5374400 · Rentals and Leases	1,677.29	4,500.00	-2,822.71	37.27%
5374500 · Insurance	39,163.00	42,000.00	-2,837.00	93.25%
5374600 · Repairs & Maintenance	19,037.49	41,000.00	-21,962.51	46.43%
5374700 · Printing & Binding	228.68			
5374800 · Promotional Activities	412.44			
5374900 · Other Current Charges	7,370.96	19,050.00	-11,679.04	38.69%
5375100 · Office Supplies	1,753.17	7,500.00	-5,746.83	23.38%
5375210 · Gasoline/Oil/Lube	4,023.80	32,000.00	-27,976.20	12.57%
5375220 · Chemicals	36,186.76	66,000.00	-29,813.24	54.83%
5375230 · Protective Devices	573.94	5,000.00	-4,426.06	11.48%
5375240 · Miscellaneous Supplies	13,118.55	28,000.00	-14,881.45	46.85%
5375241 · Small Tools	4.79	4,000.00	-3,995.21	0.12%
5375250 · Tools & Implements	20.89			
5375400 · Books-Pubs-Subs-Member	4,144.35	7,000.00	-2,855.65	59.21%
5375500 · Training	2,289.03	5,000.00	-2,710.97	45.78%
5376000 · Capital Outlay	9,886.12	20,000.00	-10,113.88	49.43%
5629999 · Reserves - Budget Use Only	0.00	1,766,296.00	-1,766,296.00	0.0%
<b>Total Expense</b>	<u>883,212.61</u>	<u>4,435,887.00</u>	<u>-3,552,674.39</u>	<u>19.91%</u>
<b>Net Income</b>	<u><u>857,872.68</u></u>	<u><u>0.00</u></u>	<u><u>857,872.68</u></u>	<u><u>100.0%</u></u>

**Lee County Hyacinth Control District  
AD VALOREM TAX COLLECTIONS 2016 - 2017 FISCAL YEAR  
CURRENT AND LAST 5 FISCAL YEARS COLLECTION ANALYSIS**

As of March 31 of each year

Fiscal Year	Gross Ad Valorem Taxes Collected	% Change in Gross Ad Valorem Taxes Collected Increase/-Decrease	Prior Year Ad Valorem Taxes	Penalties, Refunds & Corrections and Other	Discounts	Commissions	Net Ad Valorem Taxes Collected	% Change in Net Ad Valorem Taxes Collected Increase/-Decrease	Budget (Net)	% of Net Collections to Budget
2017 Actual	1,853,420.58	3.83%	890.69	(874.16)	(69,994.44)	(35,471.31)	1,747,971.36	3.59%	1,885,000	92.73%
<b>Net increase year-over-year (cash basis)</b>							<b>60,639.73</b>			
2016 Actual	1,785,043.92	1.90%	1,699.45	(789.07)	(64,391.80)	(34,230.87)	1,687,331.63	1.82%	1,745,600	96.66%
2015 Actual	1,751,836.83	1.45%	1,280.82	584.72	(62,946.92)	(33,619.89)	1,657,135.56	1.36%	1,721,000	96.29%
2014 Actual	1,726,754.11	1.44%	2,258.21	868.71	(61,879.37)	(33,164.22)	1,634,837.44	1.45%	1,700,238	96.15%
2013 Actual	1,702,233.36	-3.67%	3,316.37	(584.74)	(60,860.47)	(32,660.29)	1,611,444.23	-3.63%	1,690,101	95.35%
2012 Actual	1,767,095.02	-2.96%	4,029.42	(2,182.35)	(62,988.66)	(33,851.90)	1,672,101.53	-2.86%	1,776,112	94.14%

Comments:

**COMPARISON OF ANNUAL GROSS COLLECTIONS TO DR-420 BUDGET AMOUNT**

	<u>Dr-420 Amount</u>	<u>Actual</u>	<u>Difference</u>	<u>Millage Rate</u>
2017 @	1,984,022.00	1,853,420.58	(130,601.42)	0.0263
2016	1,837,460.00	1,847,244.65	9,784.65	0.0263
2015	1,812,083.00	1,817,818.99	5,735.99	0.0277
2014	1,789,724.00	1,796,324.17	6,600.17	0.0291
2013	1,779,054.00	1,782,151.01	3,097.01	0.0291
2012	1,869,592.00	1,860,149.52	(9,442.48)	0.0310

2017 @ - The actual amount represents taxes collected through the month of the report.

Differences in budgeted gross taxes and actual gross tax collected are primarily due to the following:

The Property Appraiser may adjust the final taxable value. The DR-420 includes the taxable value through July 1 of each year. The Property Appraiser may adjust, up or down, the final taxable value. The District receives a DR-422 after the trim process that documents the change, if any.

Taxes may not be paid. Normally the District collects unpaid taxes through an annual tax certificate sale. However, unsold tax certificates become property of the Board of County Commissioners (BoCC). The District will not collect until the taxes are paid or the BoCC calls for a tax deed sale.

Property values may change through the Property Appraiser's "Value Adjustment Board." A taxpayer may protest the assessed taxable value and a change may occur.

**MODIFIED ACCRUAL BASIS**

Date	Dist #	Taxes 311100-000-0	Prior Year Taxes 311200.000-0	Discounts 000-0	311140- 311120-000-0	Penalties 311120-000-0	Interest 361110-000-0	Commission 000-0	522340- 311150-000-0	Refunds and Corrections 311150-000-0	Other 311160-000-0	Total Net Distribution
11/15/2016	1	36,643.85	115.35	(1,647.97)	65.26	-	(716.69)	(0.07)	-	-	-	34,459.73
11/30/2016	2	397,213.39	22.03	(15,846.15)	63.36	-	(7,629.34)	(612.99)	-	-	-	373,210.30
12/16/2016	3	1,087,755.78	129.78	(43,454.24)	232.84	-	(20,898.11)	(11.06)	-	-	-	1,023,754.99
12/30/2016	4	130,666.71	47.99	(4,773.22)	74.81	-	(2,526.21)	(198.39)	-	-	-	123,291.69
1/15/2017	5	70,173.51	172.92	(2,096.17)	60.24	-	(1,367.91)	(39.51)	-	-	-	66,903.08
2/15/2017	6	76,048.84	66.36	(1,703.03)	58.11	-	(1,490.31)	(273.00)	-	-	-	72,706.97
3/14/2017	7	42,081.04	82.74	(471.84)	87.32	-	(836.38)	(437.30)	-	-	-	40,505.58
4/15/2017	8	-	-	-	-	-	-	-	-	-	-	-
5/15/2017	9	-	-	-	-	-	-	-	-	-	-	-
6/14/2017	10	-	-	-	-	-	-	-	-	-	-	-
7/12/2017	11	-	-	-	-	-	-	-	-	-	-	-
8/9/2017	12	-	-	-	-	-	-	-	-	-	-	-
9/13/2017	13	-	-	-	-	-	-	-	-	-	-	-
10/11/2016	14	-	-	-	-	-	-	-	-	-	-	-
10/11/2016	15	-	-	-	-	-	-	-	-	-	-	-
	16	-	-	-	-	-	-	-	-	-	-	-
	17	-	-	-	-	-	-	-	-	-	-	-
	Excess fees	-	-	-	-	-	-	-	-	-	-	-
<b>Total Modified Accrual</b>		<b>\$ 1,840,583.12</b>	<b>\$ 637.17</b>	<b>\$ (69,992.62)</b>	<b>\$ 641.94</b>	<b>\$ -</b>	<b>\$ (35,464.95)</b>	<b>\$ (1,572.32)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,734,832.34</b>
<b>Conversion to Cash Basis (Ad Valorem Taxes)</b>												
<b>Reductions</b>												
Distribution 14	10/10/2016	-	-	-	-	-	-	-	-	-	-	-
Excess Fees	10/31/2016	-	-	-	-	-	-	-	-	-	-	-
Sub-total		-	-	-	-	-	-	-	-	-	-	-
<b>Additions</b>												
Distribution 14	10/14/2016		253.52	(1.82)	56.22	-	(6.36)	-	-	-	-	301.56
Excess Fees	10/28/2016	12,837.46	-	-	-	-	-	-	-	-	-	12,837.46
		12,837.46	253.52	(1.82)	56.22	-	(6.36)	-	-	-	-	13,139.02
<b>Ad Valorem Tax Revenue</b>		<b>\$ 1,853,420.58</b>	<b>\$ 890.69</b>	<b>\$ (69,994.44)</b>	<b>\$ 698.16</b>	<b>\$ -</b>	<b>\$ (35,471.31)</b>	<b>\$ (1,572.32)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,747,971.36</b>

March 31, 2017

Account	LCMCD	LCHCD	Total	ECR Accounts	Earnings rate (Basis Points -BP)
SunTrust Operating	\$ 487,352.12	\$ 52,061.77	\$ 539,413.89	Yes	ECR and BP - 01
SunTrust Master 2397	3,695,641.78	834,721.52	4,530,363.30	Yes	ECR and BP - 01
Fla Community Bank	5,262,034.11	1,521,954.58	6,783,988.69	No	BP - 53
SBA 322630	11,802.87	-	11,802.87	No	BP - 103
SBA 322640	-	10,531.32	10,531.32	No	BP - 103
PCB MM	5,021,769.67	533,884.98	5,555,654.65	No	BP - 53
PCB CD Program	<u>2,322,329.33</u>	<u>409,822.81</u>	<u>2,732,152.14</u>	No	BP - 35 to BP - 105
	<u>16,800,929.88</u>	<u>3,362,976.98</u>	<u>20,163,906.86</u>		

100 Basis Points equal 1%

PCB - Preferred Community Bank

SBA - State Board of Administration (Local Government Surplus Funds Trust Fund)