

Annual Report of the Board of Directors

ENTERPRISE FUNDS

SEMINOLE COUNTY, FLORIDA
 COMBINING BALANCE SHEET
 ALL ENTERPRISE FUNDS
 September 30, 1999

| | <u>WATER AND SEWER</u> | <u>SOLID WASTE</u> | <u>TOTALS</u> | |
|---|------------------------------|-----------------------------|------------------------------|------------------------------|
| | | | <u>1999</u> | <u>1998</u> |
| ASSETS | | | | |
| CURRENT ASSETS | | | | |
| Equity in Pooled Cash and Investments | \$ 10,712,649 | \$ 16,938,876 | \$ 27,651,525 | \$ 33,487,348 |
| Accounts Receivable | 3,847,362 | 1,612,047 | 5,459,409 | 4,016,763 |
| Special Assessments Receivable | 36,728 | - | 36,728 | 49,652 |
| Intragovernmental Receivable | 165 | - | 165 | - |
| Due from Other Governments | 1,249 | 185,564 | 186,813 | 213,371 |
| Inventories | <u>183,134</u> | <u>5,302</u> | <u>188,436</u> | <u>275,577</u> |
| TOTAL CURRENT ASSETS | <u>\$ 14,781,287</u> | <u>\$ 18,741,789</u> | <u>\$ 33,523,076</u> | <u>\$ 38,042,711</u> |
| RESTRICTED ASSETS | | | | |
| Cash and Investments: | | | | |
| Revenue Bond Operations and Maintenance | \$ 844,000 | \$ 577,000 | \$ 1,421,000 | \$ 1,390,000 |
| Revenue Bond Renewal and Replacement | 500,000 | 500,000 | 1,000,000 | 1,000,000 |
| Revenue Bond Connections Fees | 14,904,828 | - | 14,904,828 | 19,618,107 |
| Revenue Bond Arbitrage Rebate | 53,001 | - | 53,001 | 53,001 |
| Revenue Bond Reserve Account | 7,099,893 | - | 7,099,893 | 5,913,098 |
| Revenue Bond Construction Account | 37,776,723 | - | 37,776,723 | - |
| Landfill Closure Funds | - | 3,104,383 | 3,104,383 | 890,840 |
| State Recycling Grants | - | 6,332 | 6,332 | 40,662 |
| Customer Deposits | <u>705,829</u> | <u>2,969</u> | <u>708,798</u> | <u>725,386</u> |
| TOTAL RESTRICTED ASSETS | <u>\$ 61,884,274</u> | <u>\$ 4,190,684</u> | <u>\$ 66,074,958</u> | <u>\$ 29,631,094</u> |
| FIXED ASSETS | | | | |
| Land | \$ 11,291,923 | \$ 7,910,339 | \$ 19,202,262 | \$ 19,202,162 |
| Building and Improvements | 133,933,105 | 12,014,883 | 145,947,988 | 141,242,745 |
| Containment Equipment and Facilities | - | 8,971,068 | 8,971,068 | 8,971,068 |
| Machinery and Equipment | <u>4,484,279</u> | <u>4,683,387</u> | <u>9,167,666</u> | <u>8,485,848</u> |
| | \$ 149,709,307 | \$ 33,579,677 | \$ 183,288,984 | \$ 177,901,823 |
| Less: Accumulated Depreciation | <u>(39,593,375)</u> | <u>(7,856,982)</u> | <u>(47,450,357)</u> | <u>(41,486,064)</u> |
| | \$ 110,115,932 | \$ 25,722,695 | \$ 135,838,627 | \$ 136,415,759 |
| Construction in Progress | <u>21,658,388</u> | <u>1,703,326</u> | <u>23,361,714</u> | <u>14,645,204</u> |
| TOTAL FIXED ASSETS | <u>\$ 131,774,320</u> | <u>\$ 27,426,021</u> | <u>\$ 159,200,341</u> | <u>\$ 151,060,963</u> |
| OTHER ASSETS | | | | |
| Unamortized Landfill Design Costs | \$ - | \$ 465,040 | \$ 465,040 | \$ 488,787 |
| Notes Receivable | - | - | - | 363,500 |
| Unamortized Capacity Rights | 36,283,120 | 237,600 | 36,520,720 | 37,633,629 |
| Special Assessments Receivable | 540,443 | - | 540,443 | 567,365 |
| Accrued Interest Receivable | <u>-</u> | <u>-</u> | <u>-</u> | <u>188,851</u> |
| TOTAL OTHER ASSETS | <u>\$ 36,823,563</u> | <u>\$ 702,640</u> | <u>\$ 37,526,203</u> | <u>\$ 39,242,132</u> |
| TOTAL ASSETS | <u>\$ 245,263,444</u> | <u>\$ 51,061,134</u> | <u>\$ 296,324,578</u> | <u>\$ 257,976,900</u> |

| | WATER AND SEWER | SOLID WASTE | TOTALS | |
|---|----------------------|----------------------|-----------------------|-----------------------|
| | | | 1999 | 1998 |
| LIABILITIES AND FUND EQUITY | | | | |
| CURRENT LIABILITIES (PAYABLE FROM UNRESTRICTED ASSETS) | | | | |
| Accounts Payable | \$ 2,172,317 | \$ 843,750 | \$ 3,016,067 | \$ 2,028,536 |
| Accrued Liabilities | 37,185 | 60,741 | 97,926 | 263,094 |
| Intergovernmental Payable | 20 | - | 20 | - |
| Due to Other Governments | 499,644 | - | 499,644 | 87,697 |
| Revenue Bonds Payable | 1,940,000 | 630,000 | 2,570,000 | 2,435,000 |
| Connection Fees Collected in Advance | <u>2,812,961</u> | <u>-</u> | <u>2,812,961</u> | <u>380,291</u> |
| TOTAL CURRENT LIABILITIES (PAYABLE FROM CURRENT ASSETS) | \$ 7,462,127 | \$ 1,534,491 | \$ 8,996,618 | \$ 5,194,618 |
| CURRENT LIABILITIES (PAYABLE FROM RESTRICTED ASSETS) | | | | |
| Accounts Payable | \$ - | \$ - | \$ - | \$ - |
| Arbitrage Rebate Payable | 53,001 | - | 53,001 | 53,001 |
| Due to Other Governments | - | 6,332 | 6,332 | 40,662 |
| Customer Deposits | <u>705,829</u> | <u>2,969</u> | <u>708,798</u> | <u>725,386</u> |
| TOTAL CURRENT LIABILITIES (PAYABLE FROM RESTRICTED ASSETS) | \$ 758,830 | \$ 9,301 | \$ 768,131 | \$ 819,049 |
| OTHER LIABILITIES | | | | |
| Revenue Bonds Payable | \$ 84,555,050 | \$ 21,305,515 | \$ 105,860,565 | \$ 88,261,602 |
| Compensated Absences | 347,286 | 284,756 | 632,042 | 560,114 |
| Landfill Closure and Postclosure Costs | - | 3,527,445 | 3,527,445 | 3,243,895 |
| Deferred Revenue | <u>-</u> | <u>156,813</u> | <u>156,813</u> | <u>185,009</u> |
| TOTAL OTHER LIABILITIES | \$ 84,902,336 | \$ 25,274,529 | \$ 110,176,865 | \$ 92,250,620 |
| TOTAL LIABILITIES | \$ 93,123,293 | \$ 26,818,321 | \$ 119,941,614 | \$ 98,264,287 |
| FUND EQUITY | | | | |
| Contributed Capital | \$126,767,157 | \$ 405,174 | \$127,172,331 | \$116,707,505 |
| Retained Earnings: | | | | |
| Reserved for Renewal and Replacement | \$ 500,000 | \$ 500,000 | \$ 1,000,000 | \$ 1,000,000 |
| Reserved for Operations and Maintenance | 844,000 | 577,000 | 1,421,000 | 1,390,000 |
| Unreserved | <u>24,028,994</u> | <u>22,760,639</u> | <u>46,789,633</u> | <u>40,615,108</u> |
| TOTAL RETAINED EARNINGS | \$ 25,372,994 | \$ 23,837,639 | \$ 49,210,633 | \$ 43,005,108 |
| TOTAL FUND EQUITY | \$152,140,151 | \$ 24,242,813 | \$ 176,382,964 | \$ 159,712,613 |
| TOTAL LIABILITIES AND FUND EQUITY | \$245,263,444 | \$ 51,061,134 | \$ 296,324,578 | \$ 257,976,900 |

SEMINOLE COUNTY, FLORIDA
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
 IN RETAINED EARNINGS
 ALL ENTERPRISE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 1999

| | <u>WATER AND SEWER</u> | <u>SOLID WASTE</u> | <u>TOTALS</u> | |
|---|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | | | <u>1999</u> | <u>1998</u> |
| OPERATING REVENUES: | | | | |
| Charges for Services | \$ 22,273,923 | \$ 10,531,263 | \$ 32,805,186 | \$ 30,924,598 |
| OPERATING EXPENSES: | | | | |
| Personal Services | \$ 3,038,084 | \$ 2,526,013 | \$ 5,564,097 | \$ 5,755,839 |
| Contracted Services | 3,561,558 | 1,964,421 | 5,525,979 | 5,233,543 |
| Materials and Supplies | 1,161,339 | 1,070,551 | 2,231,890 | 1,982,616 |
| Rent | - | 1,053,231 | 1,053,231 | 920,904 |
| Utilities | 1,265,926 | 144,714 | 1,410,640 | 1,456,897 |
| Other Services | 1,100,420 | 162,699 | 1,263,119 | 1,195,260 |
| Depreciation | <u>6,496,772</u> | <u>1,756,454</u> | <u>8,253,226</u> | <u>7,891,477</u> |
| TOTAL OPERATING EXPENSES | \$ 16,624,099 | \$ 8,678,083 | \$ 25,302,182 | \$ 24,436,536 |
| OPERATING INCOME | \$ 5,649,824 | \$ 1,853,180 | \$ 7,503,004 | \$ 6,488,062 |
| NONOPERATING REVENUES (EXPENSES) | | | | |
| Interest Income | \$ 1,476,586 | \$ 864,073 | \$ 2,340,659 | \$ 4,206,869 |
| Operating Grants | - | 75,878 | 75,878 | 82,450 |
| Interest Expense | (3,228,168) | (1,228,769) | (4,456,937) | (4,835,023) |
| Iron Bridge Facility | | | | |
| Intergovernmental Revenue | - | - | - | - |
| Loss on Fixed Asset Disposal | (1,784) | - | (1,784) | 362,950 |
| Loss on Bond Defeasance | <u>(850,100)</u> | <u>-</u> | <u>(850,100)</u> | <u>-</u> |
| TOTAL NONOPERATING REVENUES (EXPENSES) | \$ (2,603,466) | \$ (288,818) | \$ (2,892,284) | \$ (182,754) |
| NET INCOME | \$ 3,046,358 | \$ 1,564,362 | \$ 4,610,720 | \$ 6,305,308 |
| ADD: Depreciation of Fixed Assets Acquired by Grants, Entitlements and Shared Revenue that Reduces Contributed Capital | | | | |
| | <u>1,585,023</u> | <u>9,782</u> | <u>1,594,805</u> | <u>1,459,644</u> |
| INCREASE IN RETAINED EARNINGS | \$ 4,631,381 | \$ 1,574,144 | \$ 6,205,525 | \$ 7,764,952 |
| RETAINED EARNINGS AT BEGINNING OF YEAR | <u>20,741,613</u> | <u>22,263,495</u> | <u>43,005,108</u> | <u>35,240,156</u> |
| RETAINED EARNINGS AT END OF YEAR | <u>\$ 25,372,994</u> | <u>\$ 23,837,639</u> | <u>\$ 49,210,633</u> | <u>\$ 43,005,108</u> |

SEMINOLE COUNTY, FLORIDA
 COMBINING STATEMENT OF CASH FLOWS
 ALL ENTERPRISE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 1999

| | <u>WATER AND SEWER</u> | <u>SOLID WASTE</u> |
|---|----------------------------|------------------------|
| CASH FLOW FROM OPERATING ACTIVITIES: | | |
| Cash Received From Customers | \$ 24,082,605 | \$ 9,735,244 |
| Cash Payments to Suppliers for Goods and Services | (6,231,275) | (3,930,090) |
| Cash Payments to Employees for Services | <u>(3,011,278)</u> | <u>(2,480,891)</u> |
| Net Cash Provided by Operating Activities | <u>\$ 14,840,052</u> | <u>\$ 3,324,263</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: | | |
| Cash Receipts From Operating Grants | \$ - | \$ 217,422 |
| Cash Payments to Operating Grant Subrecipients | <u>-</u> | <u>(34,330)</u> |
| Net Cash Provided by Cash Noncapital Financing Activities | <u>\$ -</u> | <u>\$ 183,092</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | |
| Acquisition and Construction of Capital Assets | \$ (7,256,322) | \$ (1,758,789) |
| Principal Payments on Revenue Bonds | (2,195,000) | (605,000) |
| Refund of Connection and Customer Meter Fees | (611,221) | - |
| Interest Paid on Revenue Bonds | (3,888,274) | (1,288,453) |
| Payment to Defeasance Bonds | (22,961,000) | - |
| Receipts from Special Assessments | - | - |
| Payment to Acquire Capacity Rights | (625,174) | - |
| Receipts from Connection and Customer Meter Fees | 8,270,612 | - |
| Proceeds from Revenue Bond Issue | 42,436,349 | - |
| Proceeds from Leachate Containment System Settlement Agreement | - | - |
| Net Proceeds from Sale of Fixed Assets | <u>1,784</u> | <u>16,277</u> |
| Net Cash Provided by Capital and Related Financing Activities | <u>\$ 13,171,754</u> | <u>\$ (3,635,965)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | |
| Interest Income on Investments | \$ 1,476,476 | \$ 1,052,924 |
| Purchase of Investments | (509,306) | - |
| Payment of Note Receivable | <u>-</u> | <u>363,500</u> |
| Net Cash Provided by Investing Activities | <u>\$ 967,170</u> | <u>\$ 363,500</u> |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | \$ 28,978,976 | \$ 1,287,814 |
| CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR | <u>37,925,915</u> | <u>19,841,746</u> |
| CASH AND CASH EQUIVALENTS, END OF YEAR | <u>\$ 66,904,891</u> | <u>\$ 21,129,560</u> |

| FUND | TOTALS | TOTALS |
|---------------------|--------------------|--------|
| 1999 | 1999 | 1998 |
| \$ 33,817,849 | \$30,363,778 | |
| (10,161,365) | (10,962,215) | |
| <u>(5,492,169)</u> | <u>(5,596,639)</u> | |
| \$ 18,164,315 | \$13,804,924 | |
| \$ 217,422 | \$ 401,095 | |
| <u>(34,330)</u> | <u>(304,656)</u> | |
| \$ 183,092 | \$ 96,439 | |
| \$ (9,015,111) | \$ (6,697,146) | |
| (2,800,000) | (2,325,000) | |
| (611,221) | (19,455) | |
| (5,176,727) | (5,422,111) | |
| <u>(22,961,000)</u> | <u>-</u> | |
| - | 57,796 | |
| (625,174) | (417,122) | |
| 8,270,612 | 6,317,429 | |
| 42,436,349 | - | |
| - | 58,342 | |
| <u>18,061</u> | <u>1,325,000</u> | |
| \$ 9,535,789 | \$ (7,122,267) | |
| \$ 2,529,400 | \$ 4,181,425 | |
| (509,306) | (606,565) | |
| <u>363,500</u> | <u>-</u> | |
| \$ 30,266,790 | \$10,353,956 | |
| <u>57,767,661</u> | <u>47,413,705</u> | |
| \$ 88,034,451 | \$57,767,661 | |

SEMINOLE COUNTY, FLORIDA
 COMBINING STATEMENT OF CASH FLOWS
 ALL ENTERPRISE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 1999

| | <u>WATER AND SEWER</u> | <u>SOLID WASTE</u> |
|--|----------------------------|------------------------|
| RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPEATING ACTIVITIES: | | |
| Operating Income | <u>\$ 5,649,824</u> | <u>\$ 1,853,180</u> |
| ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES: | | |
| Depreciation and Amortization | \$ 6,496,772 | \$ 1,756,454 |
| Decrease in Allowance for Doubtful Accounts | 4,540 | - |
| Changes in Assets and Liabilities: | | |
| Accounts Receivable | (611,321) | (796,019) |
| Escrow | 2,498,597 | - |
| Due from Other Governments | 4 | - |
| Inventories | 62,507 | 24,634 |
| Other Receivables | - | - |
| Accounts Payable | 459,430 | 528,101 |
| Accrued Liabilities | (78,259) | (87,209) |
| Due to Other Governments | 414,286 | - |
| Customer Deposits | (18,564) | - |
| Connection Fees Collected in Advance | (64,570) | - |
| Accumulated Unused Compensated Absences | <u>26,806</u> | <u>45,122</u> |
| TOTAL ADJUSTMENTS | <u>\$ 9,190,228</u> | <u>\$ 1,471,083</u> |
| TOTAL NET CASH PROVIDED BY OPERATING ACTIVITIES | <u>\$ 14,840,052</u> | <u>\$ 3,324,263</u> |
| NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES: | | |
| Developers Pipeline Construction Recorded as Contributed Capital | <u>\$ 4,581,583</u> | <u>\$ -</u> |
| Decrease in Bond Discount and Issue Costs | <u>\$ 208,295</u> | <u>\$ -</u> |

| TOTALS | |
|----------------------|----------------------|
| <u>1999</u> | <u>1998</u> |
| <u>\$ 7,503,004</u> | <u>\$ 6,488,062</u> |
| \$ 8,253,226 | \$ 7,891,477 |
| 4,540 | 13,057 |
| (1,407,340) | (825,423) |
| 2,498,597 | 20,890 |
| 4 | (39,393) |
| 87,141 | - |
| - | (168,144) |
| 987,531 | 162,005 |
| (165,468) | 51,829 |
| 414,286 | 51,364 |
| (18,564) | - |
| (64,570) | 159,200 |
| <u>71,928</u> | <u>-</u> |
| <u>\$ 10,661,311</u> | <u>\$ 7,316,862</u> |
| <u>\$ 18,164,315</u> | <u>\$ 13,804,924</u> |
| <u>\$ 4,581,583</u> | <u>\$ 3,267,593</u> |
| <u>\$ 208,295</u> | <u>\$ 126,122</u> |