

# NOTICE

A summary of the Florida Keys Aqueduct Authority's proposed annual budget for the fiscal year ending September 30, 2011 is presented below. This proposed budget was presented at public hearings on June 17, 2010 in Key West and July 22, 2010 in Marathon. A final public hearing will be held in Key Largo on August 26, 2010. The Authority's board must adopt a budget at least thirty days before the beginning of its fiscal year (October 1). The complete budget can be found at the Authority's website, [www.fkaa.com](http://www.fkaa.com), under the July 22, 2010 budget public hearing agenda.

**Florida Keys Aqueduct Authority**  
**Proposed Summary Budget**  
For the fiscal year ending September 30, 2011

|   | <b>2010 final<br/>budget</b> | <b>2011 proposed<br/>budget</b> |
|---|------------------------------|---------------------------------|
| <b>Total budgeted sources of funds</b>                      |                              |                                 |
| Operating revenue   | \$ 47,750,500                | \$ 48,657,500                   |
| Interest income   | 675,000                      | 495,000                         |
| Other receipts  | 120,000                      | 120,000                         |
| System development charges                                  | 700,000                      | 840,000                         |
| Funding from US Navy for specific capital projects          | -                            | 1,100,000                       |
|   | <hr/>                        | <hr/>                           |
| <b>Total budgeted sources of funds</b>                      | 49,245,500                   | 51,212,500                      |
|   | <hr/>                        | <hr/>                           |
| <b>Total budgeted uses of funds</b>                         |                              |                                 |
| Operating expenses (excluding depreciation)                 | 36,127,626                   | 35,238,300                      |
| Interest expense  | 5,885,000                    | 6,011,500                       |
| Principal payments of debt                                  | 2,632,000                    | 2,823,700                       |
| Capital expenditures for ongoing operations                 | 1,392,728                    | 1,282,300                       |
| Capital improvement projects                                | 22,390,000                   | 19,104,500                      |
|   | <hr/>                        | <hr/>                           |
| <b>Total budgeted uses of funds</b>                         | 68,427,354                   | 64,460,300                      |
|   | <hr/>                        | <hr/>                           |
| <b>Excess sources available for reserves and other uses</b> | (19,181,854)                 | (13,247,800)                    |
| <b>Estimated beginning cash and investments</b>             | 55,807,332                   | 39,517,900                      |
|   | <hr/>                        | <hr/>                           |
| <b>Estimated ending cash and investments</b>                | 36,625,478                   | 26,270,100                      |
| <b>Reserves and restricted cash and investments</b>         | (21,500,000)                 | (24,245,000)                    |
|   | <hr/>                        | <hr/>                           |
| <b>Estimated ending unrestricted cash and investments</b>   | \$ 15,125,478                | \$ 2,025,100                    |
|   | <hr/>                        | <hr/>                           |