

**SOUTH BROWARD DRAINAGE DISTRICT
GOVERNING BOARD MEETING MINUTES**

JUNE 25, 2015

Present:

Scott Hodges, Chairperson
James Ryan, Vice Chairperson
Vicki Minnaugh, Treasurer
Mercedes Santana-Woodall, Commissioner
Alanna Mersinger, Commissioner
Thomas Good, Commissioner

Kevin M. Hart, District Director
Douglas R. Bell, Legal Counsel
Reina Muniz, Recording Secretary
General Public: See Attached List

Absent:

Robert E. Goggin, IV, Secretary

01. CALL TO ORDER/ROLL CALL/PLEDGE OF ALLEGIANCE

Chair Hodges called the SBDD Board Meeting to order at 8:05 A.M., with Vice Chair Ryan, Commissioner Minnaugh, Commissioner Mersinger, Commissioner Good, and Commissioner Santana-Woodall present; followed by the Pledge of Allegiance.

02. PUBLIC COMMENT

None.

03. APPROVAL OF MINUTES

Commissioner Minnaugh moved for approval of the minutes of the May 28th, 2015, South Broward Drainage District Board meeting. Motion was seconded by Commissioner Good and carried unanimously by those present.

04. DIRECTOR'S REPORT

**A. CONTRACT AWARD:
SBDD CULVERT REPAIR PROJECT AT THE S-3 PUMP STATION IN
MIRAMAR.**

District Director Hart stated that SBDD advertised for bids for the Culvert Repair Project at the S-3 Pump Station in Miramar. The District received a total of four (4) bids, ranging in price from \$52,705.98 to \$144,500.00. Each bidder was required to attend a mandatory pre-bid meeting and a mandatory site visit as a prerequisite to submitting a bid.

The project is located at the SBDD S-3 pump station and includes repairs to the two existing, 48-inch diameter by-pass culverts for the sluice gates at that location. The project

will utilize a Cured-In-Place-Pipe (CIPP) culvert repair method in order to maximize the hydraulic/flow capacity through the existing culverts.

The lowest bid received was submitted by Shenandoah General Construction Company (Shenandoah) in the amount of \$52,705.98. SBDD has reviewed the bid submitted by Shenandoah and has determined that the Contractor is qualified to perform the work and that the bid meets all requirements. Shenandoah has performed similar work for SBDD in the past and the District has been satisfied with their work.

Funding for this project will come from the SBDD General Operating Account as part of the 2014/2015 budget and will be split between line item# 1730-Culvert Repairs (\$38,729.76) and line item# 1725-Culvert Inspections & Cleaning (\$13,976.22).

District Director Hart recommended that the District award the contract for the Culvert Repair Project at the S-3 Pump Station in Miramar to Shenandoah as the lowest, responsive, responsible bidder in the amount of \$52,705.98.

Commissioner Minnaugh moved for approval to award the SBDD Culvert Repair Project at the S-3 Pump Station in Miramar project to Shenandoah General Construction Company as recommended by the District Director, in the total amount of \$52,705.98. Motion was seconded by Commissioner Mersinger.

Commissioner Mersinger asked what Cured-In-Place-Pipe (CIPP) meant. District Director Hart explained the process and said that unlike a slip-liner which is an actual pipe that is slipped in place, the CIPP is a fiberglass material that is inserted into the pipe, and is heated to expand and adhere to the inside wall of the pipe, and once cured it is a very strong and durable material that lines the inside of the pipe and provides a nice smooth flow-channel through the pipe.

The question was called and it was carried unanimously by those present.

B. UPDATE TO SBDD 5-YEAR CAPITAL IMPROVEMENT PLAN (CIP)

District Director Hart said that the CIP includes priorities for capital expenditures for fiscal year 2014/2015 and each subsequent year through 2018/2019.

The updated CIP reflects actual costs for current CIP projects that have been completed or are under contract for the current fiscal year. In addition, one additional project has been added for 2014/2015 – “Install Motors and Telemetry for S-3 Sluice Gates”; with an estimated cost of \$35,000. This is in response to Commissioner Minnaugh’s suggestion to move up the installation of the motors and telemetry for all of the District’s gates.

The updated CIP shows a total budget amount for fiscal year 2014/2015 of \$533,712, including the new CIP project for this fiscal year, which is \$16,288 below the original budget amount for 2014/2015 approved on 9/15/14.

The total budget for the 5-year CIP is \$2,718,712. SBDD staff is currently evaluating the CIP for the next five years and will present a new 5-year CIP to the Board in September.

Approval of this agenda item will update the 5-year budget for capital improvement projects for the District, and will add one additional CIP project for the current fiscal year.

The overall budget for CIP projects in 2014/2015 has decreased by \$16,288.

District Director Hart requested approval of the updated SBDD 5-Year Capital Improvement Plan which includes one new project for fiscal year 2014/2015.

Commissioner Minnaugh moved for approval of the 5-year Capital Improvement Plan (CIP) as requested by District Director Hart. Motion was seconded by Commissioner Santana-Woodall and it was carried unanimously.

C. REQUEST TO TRANSFER UNRESTRICTED FUNDS TO THE SBDD CAPITAL IMPROVEMENT COMMITTED ACCOUNT

District Director Hart said that based on the Annual Financial Statements for the fiscal year ending September 30, 2014, SBDD has a total of \$1,201,709 in unassigned or undesignated funds. In addition, SBDD has a total of \$205,716 in surplus funds from the SBDD Liability Account (As-built Account). The total amount of unassigned or undesignated funds available to the District equals \$1,407,425, which breaks down as follows:

- \$205,716 in surplus funds from the SBDD Liability Account (As-built Account)
 - Current Fund Balance = \$709,910 (as of 6/12/15)
 - Total Liabilities = \$504,194 (as of 6/12/15)
 - Surplus = \$205,716

- Unassigned Funds = \$1,201,709 (as of 9/30/14)

- Total = \$1,407,425

District Director Hart said that the current liabilities in the As-built Account are far less than the account balance. He said that the District's accountant pointed out that the District actually has \$205,000 in additional monies in that account than what is owed as a liability on as-built bonds.

He explained that the As-built Account is set up for new development projects where bonds are required; and many developers post cash bonds, and those are deposited into the As-built Account; and when the project is completed and accepted, the District returns the money. He said that this is not the District's money; the District holds the money and then returns it; and over the years the District has accumulated these funds, and if the developer has not requested these funds back, they are held by the District.

District Director Hart also recommended that the District begin returning these funds. He said that many of these companies are no longer in business, and those funds will be returned to the State. He said that rather than wait for the business to request that these funds be returned, the District would take the initiative and return them.

The District's unrestricted funds are available as revenues for future year budgets as an Appropriation of Fund Balance, or for designated purposes, as approved and directed by the Board. For example, a portion of the undesignated fund balance could be designated for future Capital Improvement Projects (CIP) and transferred to the District's Capital Improvements Fund.

SBDD’s adopted Financial Policy requires that the District maintain an adequate balance of cash-on-hand in the General Operating account at the beginning of each fiscal year to allow the District to operate on a loan free basis during the initial months of the fiscal year.

Based on a cash flow analysis through the end of November, the District will have adequate cash-on-hand to fund both the General Operating Budget and the remaining Capital Improvement projects through the initial months of the next fiscal year. The analysis was run through the end of November as the majority of the District’s revenues are received in December.

Cash-on-Hand Analysis

| | |
|--|-------------------|
| Current Balance in General Operating Account = | \$1,754,330 |
| Projected Expenses through Nov. 2015 @ \$250,000/mo. = | \$1,250,000 |
| Projected Revenues through Nov. 2015 = | <u>\$ 265,000</u> |
| Balance = | \$ 769,330 |

| | |
|--|-------------------|
| Current Balance in CIP Committed Account = | \$ 565,284 |
| Projected Expenses through Nov. 2015 = | <u>\$ 278,700</u> |
| Balance = | \$ 286,584 |

Based on the cash flow analysis, a total of \$975,046 of undesignated funds would be available to designate for specific purposes: \$769,330 from the SBDD General Operating Account and \$205,716 in surplus funds from the SBDD Liability Account.

District Director Hart recommended that a total of \$750,000 of undesignated funds be transferred into the SBDD CIP Committed account as follows: \$544,284 from the SBDD General Operating Account and \$205,716 from the SBDD Liability Account.

If approved, the readjusted balances in each of these accounts will be as follows:

- | | |
|----------------------------------|---------------------------------|
| • SBDD General Operating Account | \$1,210,046 (cash) |
| | <u>\$ 281,797 (investments)</u> |
| | \$1,491,843 (total) |

- | | |
|------------------------------|----------------------------------|
| • SBDD CIP Committed Account | \$1,109,568 (cash) |
| | <u>\$1,015,787 (investments)</u> |
| | \$2,125,355 (total) |

- | | |
|-------------------------------------|---------------------------------|
| • SBDD Liability Account (As-Built) | \$ 79,405 (cash) |
| | <u>\$ 424,789 (investments)</u> |
| | \$ 504,194 (total) |

With this reallocation of funds, the District’s 5-year CIP will be funded through a portion of fiscal year 2018/2019.

Approval of this agenda item will reallocate a portion of the District's unassigned funds to provide additional funding in the amount of \$750,000 to the District's CIP Committed Account and will extend funding of the CIP through a portion of fiscal year 2018/2019.

District Director Hart requested approval to reallocate a total of \$750,000 in unassigned funds to the SBDD CIP Committed Account from the SBDD General Operating Account and SBDD Liability Account as noted above.

Commissioner Minnaugh moved for approval to transfer unrestricted funds to the SBDD Capital Improvement Committed Account as recommended by District Director Hart. Motion was seconded by Commissioner Mersinger.

Discussion ensued.

Chair Hodges asked if the \$205,000 from the As-built account is money from the cash bonds. District Director Hart replied that it is surplus money in the liability account that has accumulated over the years; and that he could not explain how or why there is an excess of \$205,000 in that account; he said that it has just accumulated over the years. District Director Hart said that while discussing the annual financial report with the District's accountant, it was noted that the District's actual liability under that account is only \$504,000, so there is a surplus of \$205,000 above the District's liability. District Director Hart said that there is no reason to maintain that balance in that account.

Chair Hodges asked if the District should not return it to the state. District Director Hart said that the District will start by returning the monies to the businesses that deposited the monies with SBDD. He reiterated that this is not the District's money and it is a liability account; the District just holds it. The surplus is the District's money because there is no liability there, and that is why he is recommending that the money be moved into the CIP account. Chair Hodges asked if that surplus is not owed to the businesses. District Director Hart replied no; that surplus is not a liability, and the money that is owed totals \$504,194. He said that this total includes current projects and projects that have long been completed. Chair Hodges clarified that some of that needs to stay in the account and some of it needs to be returned. District Director Hart agreed.

Commissioner Mersinger commented that she has an issue with doing other people's accounting. She asked if this money is sent to the state, is there any way that the District has a say as to where it goes. District Director Hart replied no. She asked if the state will hold it in one of those accounts that states that this is money that was left over; for example, a deposit at FPL, etc. District Director Hart replied yes. She asked if legally, these monies have to be turned over to the state. Attorney Bell replied that he does not know that it legally has to go to the state, but if returned, it would go into the state's "treasure hunt" account that the Secretary of State puts out, with a designated name and a tax ID number. The District would give that number, and the monies would stay there until someone puts a claim on it. Attorney Bell said that he is not sure if there is a 20 year statute of limitations where it reverts to the state coffers, but it is still not the District's funds. He said that the District would just be getting it off the books, and that's where it would end up going.

Commissioner Mersinger commented that if the District has been holding that money for 20-25 years, it is really doubtful that the companies/entities still exist. Attorney Bell said that he has done that for several clients, who have set up funds in a pension plan, and that is where the monies end up going; and they gave the name of the individual that was entitled

to it and that was it. District Director Hart clarified that he does not believe that the District has an obligation to return it, but he does not believe the District has the ability or authority to spend it. He said that is why he is recommending that if the District is not able to spend it, then it should go to the state; because he believes that they have the ability to reach the businesses or successors to recapture that money.

Commissioner Mersinger asked if this was money that was bonded for a job that was being worked on, and the money was held against damage that was done on the property, etc., how does the District know that the money is not just laying there. District Director Hart replied that all these projects have been inspected and approved. He said that the policy of the District was that there had to be a request to return the bond; but now, when the final paperwork is completed, and a final release and acceptance is performed on the projects, as a practice, the District is now returning the bond with the final acceptance.

Commissioner Mersinger asked if the District has some sort of paperwork that documents that the \$205,000 has been cleared. District Director Hart said yes, that as far as accounting goes, the District has documentation on what the current liability is, and what has been returned. Commissioner Mersinger asked for further clarification, and asked again, if the District has some sort of paperwork that documents that the \$205,000 has been cleared, even if it's been 25-30 years, before the District lets it go. District Director Hart reiterated that the only thing he can say for certain is that the District has documentation that shows that the District's current liability under that As-built account is \$504,194, and has documentation on what the current balance is in that account. He cannot answer how the additional \$205,000 was accrued in the account, and he does not know what it would take to try to determine how that surplus money was obtained. Chair Hodges commented that he thinks that the best way to avoid this in the future, is to return the bond after the projects are completed. District Director Hart commented that he would rather place the surplus money towards projects, than have it continue to sit in the liability account.

Commissioner Mersinger asked how much it would cost the District to track these people down. District Director Hart replied it will just be an administrative cost, because it will all be done in-house.

Commissioner Good said that the unrestricted balance would be approximately \$700,000. He stated that he is a proponent of placing unrestricted funds into a restricted account; and if you place it in a CIP account, it cannot be used for anything but CIP projects, unless the Board agrees to place it elsewhere. The unassigned balance is the money needed for everything else, other than what is specifically defined under those restricted accounts. Commissioner Good asked if the funding for the CIP is up to the year 2018, why not accelerate those CIP projects. District Director Hart replied that the District can do that; and he believes that when the District presents the CIP in September, there will be a request to do exactly that.

The question was called and it was carried unanimously by those present.

D. RELEASE AND VACATION OF SURFACE WATER MANAGEMENT AREA FOR REGO RESIDENCE, SOUTHWEST RANCHES, FL

District Director Hart said that the owner of the property located at 17900 SW 63rd Manor, Southwest Ranches, FL 33331 is requesting that SBDD vacate the Surface Water Management Area (SWMA) that was previously designated and recorded under OR Book

25991, Page 429, Broward County Records. All properties in the SW Ranches are required to set aside 20% of their property at elevation 5.0' (or an equivalent storage area) as a SWMA.

The property owners, Alfredo and Molly Rego, will dedicate a new SWMA over the property to comply with the 20% SWMA requirement.

SBDD staff has reviewed the request and has no objections.

There are no financial impacts to this Agenda Item, other than SBDD administrative costs; all other costs will be incurred by the property owner.

The request is for SBDD to vacate and release its interest in the Surface Water Management Area on the property located at 17900 SW 63rd Manor, Southwest Ranches, FL 33331, as described above. This request is subject to the dedication of a new Surface Water Management Area in accordance with SBDD Criteria.

Commissioner Minnaugh moved for approval of the Release and Vacation of the SWMA for the Rego residence; subject to the dedication of a new SWMA in accordance with SBDD Criteria. Motion was seconded by Commissioner Mersinger and it was carried unanimously.

E. RELEASE AND VACATION OF SURFACE WATER MANAGEMENT AREA FOR RAMCHARITAR RESIDENCE, SOUTHWEST RANCHES, FL

District Director Hart said that the owner of the property located at 5010 SW 166th Avenue, Southwest Ranches, FL 33331 is requesting that SBDD vacate the Surface Water Management Area (SWMA) that was previously designated and recorded under OR Book 51129, Page 861, B.C.R. All properties in the SW Ranches are required to set aside 20% of their property at elevation 5.0' (or an equivalent storage area) as a SWMA.

The property owner, Karla Ramcharitar, will dedicate a new SWMA over the property to comply with the 20% SWMA requirement.

SBDD staff has reviewed the request and has no objections.

There are no financial impacts to this Agenda Item, other than SBDD administrative costs; all other costs will be incurred by the property owner.

The request is for SBDD to vacate and release its interest in the Surface Water Management Area on the property located at 5010 SW 166th Avenue, Southwest Ranches, FL 33331, as described above. This request is subject to the dedication of a new Surface Water Management Area in accordance with SBDD Criteria.

Commissioner Minnaugh moved for approval of the Release and Vacation of the SWMA for the Ramcharitar residence; subject to the dedication of a new SWMA in accordance with SBDD Criteria. Motion was seconded by Commissioner Santana-Woodall and it was carried unanimously.

F. OTHER

- **Reminder of Financial Disclosures** – District Director Hart reminded the Board that their Financial Disclosures need to be completed and filed with the County Office of Elections, and are due by July 1st, 2015.
- **Presentation of Projects within the Town of SWR -** District Director Hart shared a PowerPoint presentation with the Board members on projects that SBDD has performed within the Town of SWR. He will be meeting with the Town tonight, and wanted to share his presentation with the Board for any comments/suggestions before the meeting.

05. ATTORNEY'S REPORT:

Attorney Bell discussed dates and times for the Public Hearing for the Tentative Budget Hearing and for the Final Budget Hearing. They are as follows:

Public Hearing for Tentative Budget Hearing will be Thursday, July 30 at 8:15 a.m.
Public Hearing for Final Budget Hearing will be Monday, September 14 at 8:15 a.m.

06. APPROVAL OF LEGAL FEES

Commissioner Minnaugh moved for approval of the legal bills. Motion was seconded by Commissioner Santana-Woodall and it was carried unanimously.

07. BOARD MEMBER'S QUESTIONS/COMMENTS

Commissioner Mersinger commented that the legislature has been discussing fracking within the Everglades. She has concerns that this could possibly affect SBDD negatively. She suggested that everyone keep an ear out on this issue as well as the possibility of presenting a Resolution after having a discussion on it.

08. MEETING DATE(S)

- A. The Next **Regular Board Meeting** will be held on **Thursday, July 30th at 8:00 a.m.** with the **First Public Hearing for Tentative Budget for 2015/2016 Fiscal Year** to be held at **8:15 a.m.**
- B. **Regular Board Meeting** will be held on **Thursday, August 27th at 8:00 a.m.**
- C. The Next **Regular Board Meeting** will be held on **Monday, September 14th at 8:00 a.m.** with the **Final Budget Hearing for 2015/2016 Fiscal Year** to be held at **8:15 a.m.**

Adjournment at 9:20 A.M.

Respectfully submitted,

Robert E. Goggin IV, Secretary
South Broward Drainage District

/rim

****MEMORANDUM****

DATE: July 23, 2015

TO: South Broward Drainage District Commissioners

FROM: Kevin M. Hart, P.E.
District Director

Subject: Re-Investment of District Funds

Comments:

The following investment funds are scheduled to mature over the next two months:

- | | |
|----------------------------------|---------------------------|
| 1. Israel Bonds - \$500,000 | Maturity Date - 8/1/2015 |
| 2. Stonegate Bank CD - \$247,988 | Maturity Date - 8/8/2015 |
| 3. Landmark Bank CD - \$247,414 | Maturity Date - 8/14/2015 |
| 4. Bank United CD - \$102,261 | Maturity Date - 9/26/2015 |

On June 30, 2015, the Finance and Investment Committee met to discuss the District's options for re-investing the cash-on-hand that will be available upon the maturity of each investment fund. The recommendation from the Finance and Investment Committee is to re-invest these funds in four new 12-month CDs at the highest available interest rate. The value of the new CDs will be \$247,500 each. The remaining funds will remain in the appropriated District account as cash-on-hand.

Financial impacts to this Agenda Item: None; a 12 month cash flow analysis by SBDD staff indicates that the District will have adequate cash-on-hand over the 12-month period of the new CDs.

This is to request approval to re-invest the monies that will become available from four maturing SBDD investments over the two months by purchasing four new 12-month CDs in the amount of \$247,500 each, at the highest available interest rates.

KH
Attachment

MEMORANDUM

DATE: July 23, 2015

TO: South Broward Drainage District Commissioners

FROM: Kevin M. Hart, P.E.
District Director

Subject: 2015/2016 Draft Budget
SBDD Resolution No. 2015-04

Comments:

Attached for the Board's review and discussion is the 2015/2016 Draft Budget.

The total proposed budget for fiscal year 2015/2016 is \$3,345,099.24 which represents a 4.69% decrease from the previous year. The main reason for the decrease is the completion of the Basin 3 Drainage Improvements during the 2014-2015 fiscal year and the corresponding decrease of the costs and revenues (under Appropriation of Fund Balance) for those improvements, which totaled \$240,512.65.

I am not recommending any changes to the current assessment rates. Proposed tax revenues for 2015/2016 are up slightly from the previous year, based on the 2015 July Non-Ad Valorem Recap from the Broward County Property Appraiser's Office. All other revenues have been adjusted to reflect the projected income for 2015/2016.

The current level of District operations, maintenance, and repairs is projected to remain at or above the current level. Budgeted expenses for fiscal year 2015/2016 are consistent with 2014/2015 expenses as noted below:

- "Salaries/Wages" have been increased slightly to account for a cost of living increase and merit raises.
- "Engineering Fees/Special Projects/Consulting" costs have been increased significantly to account for projected costs associated with the proposed Basin 8 Permit modification through the South Florida Water Management District.
- "Legal Fees" have been decreased based on projected costs and historical costs over the past 3 years.
- "Commercial Property Pkg", "General/Excess Liability", and "Workers Compensation" Insurance expenses are lower based on projected costs for FY 2015/2016.
- "Advertising" costs have been decreased slightly based upon projected costs.

- “Maintenance Contracts” have been increased by \$2,600 to allow for a monthly service fee for GPS to be placed in District vehicles and boats.
- “Public Records” has been increased by \$35,000 to allow the District to purchase new Records Management, E-Mail Management and E-Forms software that will allow the District staff to better manage their computer/e-mail record keeping and allow the District to utilize E-Forms for its residents and businesses.
- “Fuel” costs are down slightly.
- “Sanitation” costs are slightly higher to account for higher costs for the disposal of trash and debris at the county landfill.
- “Facilities Repair, Replacement & Upgrades” costs are remaining the same for 2015/2016 based on projected costs.
- “Herbicides/Aquatic Plant Management” costs are slightly lower due to continued efficiencies and projected costs for 2015/2016.
- “Water Testing” has been increased to allow for increased water quality testing in advance of the Broward County Water Preserve Area project.
- “Meetings, Seminars & Employee Development” has been decreased based on anticipated costs.
- “Basin 3 Drainage Improvements” has been completed and will no longer be a separate line item on the General Operating budget.
- “Equipment Purchases, Replacement & Upgrades costs have been increased for 2015/2016 to allow for the purchase of one new field truck, an upgraded automotive lift, and miscellaneous equipment.

I am happy to answer any questions or provide whatever additional information is requested as it relates to the draft budget for fiscal year 2015/2016.

Financial impacts to this Agenda Item: Approval of Resolution No. 2015-04 establishes the tentative budget and assessment rates for the 2015/2016 fiscal year.

KH
Attachments

SOUTH BROWARD DRAINAGE DISTRICT
RESOLUTION NO. 2015-04

RESOLUTION OF THE SOUTH BROWARD DRAINAGE DISTRICT APPROVING THE TENTATIVE BUDGET OF THE SOUTH BROWARD DRAINAGE DISTRICT FOR FISCAL YEAR 2015/2016, APPROVING THE TENTATIVE ASSESSMENT RATES FOR TAXATION OF REAL PROPERTY WITHIN THE BOUNDARIES OF THE DISTRICT; PROVIDING FOR A PUBLIC HEARING ON THE BUDGET AND ASSESSMENT RATES AS APPROVED; PROVIDING FOR SEVERABILITY AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the South Broward Drainage District, a political subdivision of the State of Florida (hereinafter referred to as "District") is charged with the responsibility of maintaining canals and other facilities within the area of its jurisdiction in Broward County, Florida; and

WHEREAS, the tentative budget for fiscal year 2015/2016 prepared by the District's Director, a copy of which is attached hereto as Exhibit "A" has been submitted to the District Board of Commissioners for approval; and

WHEREAS, the tentative assessment rate for taxation and assessment of real property lying within the boundaries of the District for fiscal year 2015/2016 prepared by the District's Director, a copy of which is attached hereto as Exhibit "B" has been submitted to the District Board of Commissioners for approval; and

WHEREAS, a public meeting was held at the offices of the South Broward Drainage District, located at 6591 S.W. 160th Avenue, Southwest Ranches, Florida 33331 at 8:15 A.M. on Thursday, July 30, 2015, for the purpose of tentatively approving the proposed budget and approving the assessment rates for the fiscal year 2015/2016;

NOW, THEREFORE, be it resolved by the Board of Commissioners of the South Broward Drainage District in meeting assembled, that:

1. The District's budget as submitted to the Board of Commissioners of the South Broward Drainage District for the fiscal year 2015/2016, a copy of which is attached hereto as Exhibit "A" is tentatively approved as proposed.

2. The assessment rates for taxation and assessment of real property lying within the boundaries of the District for fiscal year 2015/2016 as stated in Exhibit "B" to

this resolution is tentatively approved as proposed.

3. A public hearing shall be held on the budget as approved and on the assessment rates as approved which will be held on Monday, September 14, 2015, at 8:15 A.M. at 6591 S.W. 160th Avenue, Southwest Ranches, Florida 33331.

4. The District's Director or attorney shall prepare a notice of the September 14, 2015 public hearing on the budget and assessment rates, which shall be published in a newspaper of general circulation in Broward County, Florida, once a week for two (2) consecutive weeks providing that the second publication shall be not less than seven (7) days after the first publication and further providing that the second publication shall be seven (7) or more days prior to the public hearing.

5. The notice of public hearing on the budget and assessment rates shall be directed to all landowners of the District, and shall state the purpose of the meetings and shall contain a designation of the date, time and place of the public hearing at which time the Board of Commissioners shall hear all objections to the budget as approved and assessment rates as approved and make changes as the Board deems necessary.

6. At the conclusion of the budget hearing to be held on September 14, 2015, the Board of Commissioners shall, by resolution, adopt a budget as finally approved by the Board and by separate resolution adopt the assessment rates as finally approved by the Board.

7. If any one or more of the covenants, agreements or provisions of this Resolution or the Exhibits attached hereto shall be held contrary to any express provision of law or contrary to the policy of express law, though not expressly prohibited, or against public policy, or shall for any reason whatsoever be held invalid, then such covenants, agreements or provisions shall be null and void and shall be separate from the remaining covenants, agreements or provisions and shall no way affect the validity of all other provisions of this Resolution or the Exhibits attached hereto.

WHEREAS, this resolution shall take effect immediately upon its adoption.

IN WITNESS WHEREOF, the Chairperson of the Board of Commissioners of the District has hereunto set his hand and the Secretary of the Board of Commissioners of the District has caused to be set its seal.

ADOPTED and DATED the _____ day of July, 2015.

SOUTH BROWARD DRAINAGE DISTRICT

(SEAL)

By: _____
Scott Hodges, Chairperson

Attest:

Robert E. Goggin, IV, Secretary

STATE OF FLORIDA)
)'
COUNTY OF BROWARD)

The foregoing Resolution No. 2015-04 was acknowledged before me this _____ day of July, 2015, by SCOTT HODGES and ROBERT E. GOGGIN, IV, as Chairperson and Secretary, respectively of the SOUTH BROWARD DRAINAGE DISTRICT, a political subdivision of the State of Florida, on behalf of SOUTH BROWARD DRAINAGE DISTRICT. They are personally known to me.

WITNESS my hand and official seal in the county and state last aforesaid this _____ day of July, 2015.

Notary Public - State of Florida at Large

[NOTARY SEAL OR STAMP]

SOUTH BROWARD DRAINAGE DISTRICT
 PROPOSED BUDGET
 FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2015 AND ENDING SEPTEMBER 30, 2016

| | TOTALS |
|---|-------------|
| I. SALARIES/WAGES: | |
| 1501. ADMINISTRATIVE/OFFICE | \$334,501 |
| 1503. BOARD OF COMMISSIONERS | \$37,800 |
| 1505. FIELD OPERATIONS | \$501,105 |
| 1506. ENGINEERING/INSPECTIONS/PERMITTING | \$247,990 |
| 1507. PAYROLL TAXES/FICA | \$90,759 |
| 1509. PENSION/FRS | \$105,891 |
| 1513. OTHER | \$65,000 |
| TOTAL | \$1,383,047 |
| II. PROFESSIONAL FEES: | |
| 1520. ACCOUNTING/AUDIT FEES | \$25,000 |
| 1535. ENGR.FEES/SPECIAL PROJECTS/CONSULTING | \$65,000 |
| 1540. LEGAL FEES | \$60,000 |
| 1543. LEGAL FEES/SPECIAL PROJECTS | \$25,000 |
| 1544. OTHER | \$1,000 |
| TOTAL | \$176,000 |
| III. INSURANCE: | |
| 1550. COMMERCIAL PROPERTY PACKAGE | \$36,000 |
| 1555. GENERAL/EXCESS LIABILITY | \$38,000 |
| 1560. GROUP HEALTH/LIFE/DENTAL | \$395,000 |
| 1570. WORKERS COMPENSATION | \$22,000 |
| TOTAL | \$491,000 |
| IV. OFFICE AND ADMINISTRATION: | |
| 1575. ADVERTISING | \$6,500 |
| 1585. COMPUTER SUPPLIES/UPGRADES | \$10,000 |
| 1590. DUES/SUBSCRIPTIONS | \$5,600 |
| 1600. FPL/ELECTRIC | \$13,000 |
| 1603. GAS (LP)/AUXILIARY SERVICE | \$5,000 |
| 1605. JANITORIAL SERVICE | \$2,000 |
| 1610. LICENSES, FEES & EMS SERVICE | \$900 |
| 1615. MAINTENANCE CONTRACTS | \$9,000 |
| 1620. MISCELLANEOUS/UNIFORMS | \$2,500 |
| 1625. OFFICE SUPPLIES/POSTAGE | \$4,500 |
| 1630. PAYROLL SERVICE | \$3,600 |
| 1635. PRINTING/STATIONERY/DISPLAYS | \$1,800 |
| 1640. PUBLIC RECORDS | \$40,000 |
| 1645. TELEPHONES/MISCELLANEOUS COMMUNICATIONS | \$15,000 |
| 1650. WATER/SEWER | \$2,100 |
| TOTAL | \$121,500 |

EXHIBIT "A" TO SOUTH BROWARD DRAINAGE DISTRICT RESOLUTION N^o. 2015-04

**SOUTH BROWARD DRAINAGE DISTRICT
PROPOSED BUDGET
FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2015 AND ENDING SEPTEMBER 30, 2016**

| | TOTALS |
|---|-----------|
| V. REPAIRS AND MAINTENANCE: | |
| 1655. BUILDINGS/GROUNDS | \$35,000 |
| 1660. EQUIPMENT RENTAL/OUTSIDE SERVICE | \$5,000 |
| 1665. EQUIPMENT/VEHICLES/BOATS | \$30,000 |
| 1670. FUEL/OIL - PUMP STATIONS | \$60,000 |
| 1675. FUEL/OIL - VEHICLES/EQUIPMENT | \$40,000 |
| 1677. SPILL CONTAINMENT MATERIALS | \$5,000 |
| 1680. JANITORIAL SUPPLIES | \$1,000 |
| 1683. HURRICANE PREPAREDNESS SUPPLIES | \$1,500 |
| 1685. LANDSCAPING/MOWING/CLEARING | \$32,000 |
| 1690. PHOTOGRAPHY/SUPPLIES | \$250 |
| 1695. PUMP STATIONS & CONTROL STRUCTURES | \$70,000 |
| 1700. SAFETY/SCUBA/INSPECTION EQUIPMENT | \$2,500 |
| 1705. SANITATION/EXTERMINATION | \$7,500 |
| 1710. SMALL TOOLS/SHOP SUPPLIES | \$9,000 |
| 1715. WATER RECORDERS/ELEVATION GAUGES/TELEMETRY | \$8,000 |
| TOTAL | \$306,750 |
| VI. FACILITIES REPAIR/ REPLACEMENT/ UPGRADES: | |
| 1720. CANAL CLEANING/SWALE RENOVATIONS/CLEANING | \$30,000 |
| 1725. CULVERT INSPECTIONS AND CLEANING | \$50,000 |
| 1730. CULVERT REPAIR/FLAPPER GATES | \$40,000 |
| 1735. ENDWALL REPAIR | \$5,000 |
| 1740. EROSION CONTROL | \$45,000 |
| 1745. GATES/BARRIERS/FENCES/SIGNS | \$5,000 |
| 1747. OUTFALL STRUCTURES/WEIRS | \$2,000 |
| 1750. TRASH RACKS/PILING/TANKS/PAINTING | \$10,000 |
| 1755. TREE REMOVAL | \$30,000 |
| TOTAL | \$217,000 |
| VII. AQUATIC PLANT MGMT/WATER ANALYSIS : | |
| 1765. HERBICIDES | \$370,000 |
| 1770. TRIPLOID CARP/FISH GUARDS/MAINTENANCE | \$30,000 |
| 1775. WATER TESTING | \$8,000 |
| TOTAL | \$408,000 |
| VIII. | |
| 1780. MEETINGS, SEMINARS, TOLLS, TRAVEL, EDUCATION & EMPLOYEE DEVELOPMENT | \$8,500 |

SOUTH BROWARD DRAINAGE DISTRICT
 PROPOSED BUDGET
 FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2015 AND ENDING SEPTEMBER 30, 2016

| | TOTALS |
|--|--------------------|
| IX. 1785. EQUIPMENT PURCHASES, REPLACEMENTS & UPGRADES | \$50,000 |
| X. BROWARD COUNTY COLLECTION FEES (2%) | \$61,894 |
| XI. DISCOUNTS (EARLY TAX PAYMENTS): | \$111,408 |
| XII. 1787. CONTINGENCY | \$10,000 |
| TOTAL BUDGET FUND | \$3,345,099 |
| | |
| DISTRICT REVENUE/INCOME | TOTALS |
| I. MAINTENANCE OPERATIONS/REVENUES (2013/2014 PROPERTY ASSESSMENT) | \$3,094,676 |
| II. PERMIT FEES | \$30,000 |
| III. 5 YR RECERTIFICATION PROGRAM | \$30,000 |
| IV. RESIDENTIAL & LOS PERMIT FEES | \$22,000 |
| V. TELECOMMUNICATIONS ANNUAL FEE | \$2,850 |
| VI. APPROPRIATION OF FUND BALANCE | \$152,573 |
| VII. INTEREST | \$12,000 |
| VIII. MISCELLANEOUS INCOME | \$1,000 |
| TOTAL ESTIMATED REVENUES | \$3,345,099 |
| | |

**SOUTH BROWARD DRAINAGE DISTRICT ASSESSMENT RATES
FOR FISCAL YEAR BEGINNING OCTOBER 1, 2015
AND ENDING SEPTEMBER 30, 2016**

| SUB-DISTRICT No. | OPERATIONS AND MAINTENANCE | | TOTALS |
|-----------------------------|---------------------------------------|--|---------------|
| 1 (B1) | \$31.00 | | \$31.00 |
| 1V | \$24.00 | | \$24.00 |
| 1M | \$21.50 | | \$21.50 |
| 1C | \$21.50 | | \$21.50 |
| 1K | \$64.00 | | \$64.00 |
| 2 (B2) | \$31.00 | | \$31.00 |
| 2V | \$24.00 | | \$24.00 |
| 2Z | \$0.00 | | \$0.00 |
| 2M | \$21.50 | | \$21.50 |
| 2C | \$21.50 | | \$21.50 |
| 2K | \$64.00 | | \$64.00 |
| 2L | \$0.00 | | \$0.00 |
| 2X | \$0.00 | | \$0.00 |
| 3 (B3) | \$31.00 | | \$31.00 |
| 3L | \$0.00 | | \$0.00 |
| 3V | \$24.00 | | \$24.00 |
| 3M | \$0.00 | | \$0.00 |
| 3C | \$21.50 | | \$21.50 |
| 3K | \$64.00 | | \$64.00 |
| 3G | \$64.00 | | \$64.00 |
| 4 (B4) | \$0.00 | | \$0.00 |
| 4H | \$31.00 | | \$31.00 |
| 4I | \$31.00 | | \$31.00 |
| 4J | \$64.00 | | \$64.00 |
| EJ | \$0.00 | | \$0.00 |
| GJ | \$21.50 | | \$21.50 |
| 4K | \$31.00 | | \$31.00 |
| 4L | \$0.00 | | \$0.00 |
| EL | \$24.00 | | \$24.00 |
| GL | \$64.00 | | \$64.00 |
| 4N | \$64.00 | | \$64.00 |
| EN | \$0.00 | | \$0.00 |
| 4P | \$0.00 | | \$0.00 |
| 4Q | \$0.00 | | \$0.00 |
| 4R | \$21.50 | | \$21.50 |
| 4S | \$0.00 | | \$0.00 |
| 4T | \$21.50 | | \$21.50 |
| 4V | \$64.00 | | \$64.00 |
| EV | \$24.00 | | \$24.00 |
| 5 (B5) | \$24.00 | | \$24.00 |
| 5A | \$31.00 | | \$31.00 |
| 5B | \$31.00 | | \$31.00 |
| 5C | \$31.00 | | \$31.00 |
| 5D | \$31.00 | | \$31.00 |
| 5E | \$31.00 | | \$31.00 |
| 5G | \$31.00 | | \$31.00 |
| 5I | \$31.00 | | \$31.00 |
| HI | \$0.00 | | \$0.00 |

**SOUTH BROWARD DRAINAGE DISTRICT ASSESSMENT RATES
FOR FISCAL YEAR BEGINNING OCTOBER 1, 2015
AND ENDING SEPTEMBER 30, 2016**

| SUB-DISTRICT No. | OPERATIONS AND MAINTENANCE | | TOTALS |
|-----------------------------|---------------------------------------|--|---------------|
| 5J | \$64.00 | | \$64.00 |
| HJ | \$24.00 | | \$24.00 |
| 5K | \$0.00 | | \$0.00 |
| 5M | \$64.00 | | \$64.00 |
| 5N | \$64.00 | | \$64.00 |
| HN | \$0.00 | | \$0.00 |
| 5P | \$0.00 | | \$0.00 |
| 5R | \$0.00 | | \$0.00 |
| HR | \$0.00 | | \$0.00 |
| 5S | \$0.00 | | \$0.00 |
| 5T | \$0.00 | | \$0.00 |
| 5U | \$0.00 | | \$0.00 |
| 5V | \$31.00 | | \$31.00 |
| HV | \$24.00 | | \$24.00 |
| 5W | \$64.00 | | \$64.00 |
| HW | \$24.00 | | \$24.00 |
| 5X | \$31.00 | | \$31.00 |
| HX | \$0.00 | | \$0.00 |
| 6 (B6) | \$24.00 | | \$24.00 |
| 7 (B7) | \$31.00 | | \$31.00 |
| 7V | \$24.00 | | \$24.00 |
| 7M | \$21.50 | | \$21.50 |
| RC | \$21.50 | | \$21.50 |
| 7K | \$64.00 | | \$64.00 |
| 8 (B8) | \$31.00 | | \$31.00 |
| 8V | \$24.00 | | \$24.00 |
| 8K | \$64.00 | | \$64.00 |
| 9 (B9) | \$24.00 | | \$24.00 |
| 9A | \$31.00 | | \$31.00 |
| 9B | \$64.00 | | \$64.00 |
| UB | \$24.00 | | \$24.00 |
| 9C | \$64.00 | | \$64.00 |
| 9D | \$31.00 | | \$31.00 |
| 9E | \$64.00 | | \$64.00 |
| 9F | \$31.00 | | \$31.00 |
| 9G | \$31.00 | | \$31.00 |
| UG | \$24.00 | | \$24.00 |
| 9H | \$31.00 | | \$31.00 |
| UH | \$0.00 | | \$0.00 |
| 9I | \$31.00 | | \$31.00 |
| UI | \$24.00 | | \$24.00 |
| 9J | \$31.00 | | \$31.00 |
| UJ | \$24.00 | | \$24.00 |
| 9K | \$31.00 | | \$31.00 |
| UK | \$24.00 | | \$24.00 |
| 9L | \$31.00 | | \$31.00 |
| 9M | \$31.00 | | \$31.00 |
| 9N | \$31.00 | | \$31.00 |

**SOUTH BROWARD DRAINAGE DISTRICT ASSESSMENT RATES
FOR FISCAL YEAR BEGINNING OCTOBER 1, 2015
AND ENDING SEPTEMBER 30, 2016**

| SUB-DISTRICT No. | OPERATIONS AND MAINTENANCE | | TOTALS |
|-----------------------------|---------------------------------------|--|---------------|
| 9P | \$31.00 | | \$31.00 |
| 9Q | \$31.00 | | \$31.00 |
| UQ | \$24.00 | | \$24.00 |
| 9R | \$31.00 | | \$31.00 |
| 9S | \$31.00 | | \$31.00 |
| 9T | \$31.00 | | \$31.00 |
| UT | \$24.00 | | \$24.00 |
| 9U | \$64.00 | | \$64.00 |
| 9V | \$0.00 | | \$0.00 |
| 9W | \$0.00 | | \$0.00 |
| 9X | \$0.00 | | \$0.00 |
| 9Y | \$0.00 | | \$0.00 |
| 9Z | \$0.00 | | \$0.00 |
| UZ | \$0.00 | | \$0.00 |
| 10 (BA) | \$24.00 | | \$24.00 |
| AA | \$31.00 | | \$31.00 |
| JA | \$24.00 | | \$24.00 |
| AC | \$64.00 | | \$64.00 |
| JC | \$24.00 | | \$24.00 |
| AZ | \$0.00 | | \$0.00 |
| JV | \$0.00 | | \$0.00 |
| AD | \$64.00 | | \$64.00 |
| JD | \$24.00 | | \$24.00 |
| AE | \$64.00 | | \$64.00 |
| JE | \$24.00 | | \$24.00 |
| AF | \$64.00 | | \$64.00 |
| JF | \$0.00 | | \$0.00 |
| AG | \$31.00 | | \$31.00 |
| JG | \$24.00 | | \$24.00 |
| JZ | \$64.00 | | \$64.00 |
| AH | \$31.00 | | \$31.00 |
| JH | \$24.00 | | \$24.00 |
| AI | \$31.00 | | \$31.00 |
| JT | \$24.00 | | \$24.00 |
| AJ | \$31.00 | | \$31.00 |
| JJ | \$24.00 | | \$24.00 |
| AK | \$31.00 | | \$31.00 |
| JK | \$24.00 | | \$24.00 |
| AL | \$31.00 | | \$31.00 |
| AM | \$31.00 | | \$31.00 |
| JM | \$24.00 | | \$24.00 |
| AN | \$31.00 | | \$31.00 |
| AP | \$31.00 | | \$31.00 |
| JP | \$24.00 | | \$24.00 |
| AQ | \$0.00 | | \$0.00 |
| AR | \$64.00 | | \$64.00 |
| AT | \$0.00 | | \$0.00 |
| AV | \$64.00 | | \$64.00 |

**SOUTH BROWARD DRAINAGE DISTRICT ASSESSMENT RATES
FOR FISCAL YEAR BEGINNING OCTOBER 1, 2015
AND ENDING SEPTEMBER 30, 2016**

| SUB-DISTRICT No. | OPERATIONS AND MAINTENANCE | | TOTALS |
|-----------------------------|---------------------------------------|--|---------------|
| 11 (BB) | \$21.50 | | \$21.50 |
| VV | \$24.00 | | \$24.00 |
| VK | \$64.00 | | \$64.00 |
| 12 (BC) | \$31.00 | | \$31.00 |
| CV | \$24.00 | | \$24.00 |
| CN | \$21.50 | | \$21.50 |
| MH | \$21.50 | | \$21.50 |
| HC | \$21.50 | | \$21.50 |
| CK | \$64.00 | | \$64.00 |
| 13 (BD) | \$31.00 | | \$31.00 |
| DV | \$24.00 | | \$24.00 |
| DM | \$21.50 | | \$21.50 |
| DC | \$64.00 | | \$64.00 |
| DK | \$64.00 | | \$64.00 |
| 14 (BE) | \$0.00 | | \$0.00 |