

**DRINKING WATER STATE REVOLVING
FUND**

ANNUAL REPORT

State Fiscal Year 2011



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INTRODUCTION

The State of Florida is pleased to submit the Annual Report on the Drinking Water State Revolving Fund (DWSRF) for State Fiscal Year (SFY) 2011. This Report addresses operation of the DWSRF from July 1, 2010 through June 30, 2011. Florida received a capitalization grant award, for the Federal Fiscal Year (FFY) 2010, totaling \$44,316,000 on January 28, 2011.

The Florida Department of Environmental Protection (FDEP) provides this comprehensive report to the public and to EPA Region IV to detail the activities undertaken to reach the goals and objectives set forth in the Intended Use Plan (IUP) developed for SFY 2011. The report documents the status of the program by describing the progress made toward long- and short-term program goals, the sources (e.g., federal grants) and uses (e.g., loans and grants) of all funds, the financial status of the DWSRF, and compliance with federal DWSRF requirements.

The report is presented in five major sections. Section I of the report is a summary providing highlights of the program. Section II reports on progress made toward reaching long- and short-term goals of the program. Section III reports details on loan, grants, and set-aside activities. Section IV provides an overview of financial conditions of the program. Finally, Section V reports on our compliance with provisions of the federal capitalization grant agreement and the operating agreement.

I. EXECUTIVE SUMMARY

The FDEP administers the DWSRF program in Florida in accordance with the Safe Drinking Water Act, as amended in 1996, and Section 403.8533 of the Florida Statutes. The FDEP's Bureau of Water Facilities Funding carries out the daily program activities associated with this program.

A total of thirty-four new projects met the "readiness to proceed" requirements for construction assistance and executed assistance agreements during this reporting period. An additional six projects received increases to their construction agreements for projects that were incompletely funded in past years. In addition, there were two projects for preconstruction assistance. Preconstruction assistance provides funds for planning and design activities for small communities. Binding commitments during the period totaled \$59,971,269. Net commitments during the period, including decreases to binding commitments from prior years, totaled \$45,446,925.

Our efforts to assist small drinking water systems were highly successful during this reporting period. Construction agreements were executed with eleven small community sponsors, all of which were ARRA sponsors, and three small communities received an increase to an existing agreement, including one ARRA sponsor. Two small communities also received preconstruction assistance. The total funding provided to small communities during the period was \$11,165,576 or 19 percent of the binding commitments.

The total revenue received by the DWSRF during SFY 2011 was \$78,733,214. State appropriations provided \$8,863,200, of which \$2,240,000 has already been deposited into the fund. Principal and interest repayments of \$30,669,516 were received during this period and \$1,507,698 came from interest earned on state funds deposited into the SRF account. The Federal Fiscal Year's (FFY) 2010 capitalization grant totaling \$44,316,000 was received on January 28, 2011.

Set-aside funding for all programs, including DWSRF program administration, for SFY 2011 was \$5,317,920. For SFY 2011, the cost of administering the DWSRF program was about \$623,628. Since program inception, the total cost of administering the DWSRF has been \$9,582,374. Florida did not receive an administrative set-aside in SFY 2011. Instead, the program charges a service fee to cover administrative expenses.

OVERVIEW OF FLORIDA'S DWSRF PROGRAM FOR SFY 2011

Total Investment: \$79 million

New Construction Projects (Executed Assistance Agreements): 34

Project Funding (Executed Assistance Agreements): \$59 million

Total Population Served (New Construction Projects): 7,886,546

Average Interest Rate: 2.67 percent

Repayment Period for Standard Loans: 20 years

Repayment Period for Disadvantaged Assistance Loans: 30 years

Small Systems Funded: 16 systems for a total of \$11 million

Disadvantaged Community Funding: 28 systems for a total of \$42 million

Set-Aside Assistance: \$5.3 million

Cumulative assistance as a % of funds available: 89%

Cumulative Assistance Provided as a % of Federal Grant: 125%

II. GOALS AND ACCOMPLISHMENTS

We developed the following goals in the 2011 IUP. Our long-term goals provide a framework that guides our management decisions for the DWSRF program. Our short-term goals support the implementation of the program's long-term goals.

A. Long-Term DWSRF Goals and Accomplishments

There are 10 long-term goals described in the 2011 IUP. These goals are being addressed as follows:

- 1. Provide assistance for projects that will facilitate compliance with national primary drinking water regulations under section 1412 of the Safe Drinking Water Act (SDWA) or otherwise significantly further the health protection objectives of the Act (section 1452(a)(2)).**

The priority system is structured to fund acute public health risk projects first and then the chronic public health risk projects. Projects correcting compliance issues are the next priority and all other projects are funded if funds are available.

All projects require the publication of environmental review documents in the Florida Administrative Weekly and must be submitted for State Clearinghouse review before they can go to construction. Only projects that clearly do not involve controversial environmental effects are exempted from the clearinghouse review. A Categorical Exclusion Notice is published for such projects. The environmental and clearinghouse reviews assure that other agencies' concerns are addressed.

2. Encourage systems that are not in compliance with the SDWA, projects that provide the greatest protection to public health and projects which assist systems most in need on a per household basis, to participate in the DWSRF program.

Projects that correct public health risk problems receive the highest priority. For sponsors that meet certain financially disadvantaged criteria, 65 percent or 85 percent grants and 30 year loans are available.

3. Administer the program so that its revolving nature is assured in perpetuity. We will maintain the long-term financial integrity of the DWSRF by judicious use and management of its assets and by realizing an adequate rate of return. Also, assure the fiscal, technical and managerial integrity of the SRF program by preventing waste, fraud, and abuse.

When the capitalization grants end, all set-asides will end. Program administration costs will be funded by service fees, which can be up to four percent of the loan amount. Repayments are assured through security measures built into the loan agreements.

In addition to low interest loans, the DWSRF rules allow up to 15 percent of the funds allocated each year to be used for grants to financially disadvantaged communities. These grants, however, are limited to a maximum of 30 percent of the capitalization grant for the year in which the funds are obligated. Loan repayments are assured through security measures contained in each agreement.

To assure the technical and managerial integrity of the program, the FDEP continues to maintain a highly trained technical and administrative staff. As of June 30, 2011, the Bureau of Water Facilities Funding had twenty-five employees assigned at least part time to the DWSRF program. This staff included three Professional Engineers, all of whom are assigned full time to the program. Many of the employees have been with the program since its inception. Staff reviewed project activities to assure compliance with the various program requirements.

All projects are monitored to ensure that the funds disbursed are being spent on planning, administration, design, or construction that is appropriate for the project. Interim and closeout inspections are conducted at the project sponsor's facility to ensure that record keeping is adequate and that construction is within the scope of the facilities plan and approved plans and specifications.

4. Use the DWSRF set-aside funds strategically and in coordination with the program loans to maximize the DWSRF loan account's impact on achieving affordable compliance and public health protection.

The DWSRF program, the Source Water Protection (SWP) program, and the Public Water System Supervision (PWSS) program work closely together to maximize the efforts of each program. The SWP and the PWSS programs both fund circuit riders with the Florida Rural Water Association. These circuit riders freely exchange information with staff from all three programs and encourage potential project sponsors to participate in funding opportunities with the DWSRF, Rural Development, and Community Development Block Grant programs. In addition, much of the capacity development and compliance work is funded through the PWSS set-aside.

5. Facilitate small community participation in the SRF program.

As required by the Safe Drinking Water Act, 15 percent of the funds available are reserved for small communities. To facilitate their participation, a preconstruction assistance program has been implemented which provides up-front assistance for administration, planning, and design to small communities.

6. Facilitate allocation of program resources to address the most significant public health and compliance problems by actively working with these systems and the drinking water regulatory staff.

Projects that correct a public health risk problem receive the highest priority score and those that are financially disadvantaged may receive a grant to correct the problem. In addition, staff from the PWSS program have received training on the DWSRF and frequently refer projects to us for assistance. These projects often get very personal attention from PWSS and DWSRF staff and generally overcome the many obstacles that these systems normally encounter.

7. Promote the development of the technical, managerial, and financial capability of all public water systems to maintain or come into compliance with state drinking water and federal SDWA requirements.

The submission of a business plan is required from all project sponsors prior to receiving assistance from the DWSRF. This plan ensures that the system stays in compliance or, if it is out of compliance, that the project will bring the system into compliance.

8. Encourage the consolidation and/or regionalization of public water systems that lack the capability to operate and maintain systems in a cost-effective manner, thus allowing them to take advantage of the economics of scale available to larger water systems.

Additional priority points are given to projects involving regionalization. All potential project sponsors are also strongly encouraged to look at options outside their current service area. Program staff strives to bring all potential partners to the table in the planning stages to ensure that regionalization has an adequate chance to come to fruition.

9. Provide drinking water assistance in an orderly and environmentally sound manner.

The priority list is based upon specific procedures that can be found in Rule 62-552, F.A.C. This rule specifies which projects can be funded from each appropriation and for what type of funding they are eligible. In addition, all projects undergo the State's Environmental Clearinghouse review process that includes other agencies and the general public.

10. Assure that all new water systems demonstrate technical, managerial, and financial capability with respect to each national primary drinking water regulation in effect.

Rules have now been adopted that require all new systems to demonstrate technical, managerial, and financial capacity before they are permitted. These rules have been implemented by the Public Water System Supervision Program.

B. Progress Toward Short Term Goals

A description of the Program's short term goals that were included in the 2011 IUP and the success in fulfilling the goals follows.

1. Coordinate completion of set-aside work plans for each set-aside activity.

This task has been completed for this reporting period and is progressing for SFY 2012.

2. Support the continuation of source water protection programs.

This task has been completed for this reporting period and is progressing for SFY 2012.

3. Coordinate implementation of capacity development strategy with PWSS staff.

This task has been completed for this reporting period and is progressing for SFY 2012.

4. Continue the outreach activities to ensure that systems are aware of and understand DWSRF assistance options and the application process by presenting an annual statewide workshop to publicize the DWSRF program.

Due to budget issues, we were not able to conduct an annual workshop this year. We hope to continue having workshops again either this year or in 2013.

5. Complete a transition to a new database that integrates drinking water project data with program management data.

This task has been completed for this reporting period and is progressing for SFY 2012.

6. Assure that all funds in the fund are expended in an expeditious and timely manner, by executing binding agreements in an amount equal to not less than 120 percent of the amount of each capitalization grant payment within 1 year after the receipt of such capitalization grant payment.

This task is progressing.

7. Assure the fiscal, technical, and managerial integrity of the SRF program by preventing waste, fraud, and abuse.

This task is progressing.

8. Incorporate the use of the DWSRF Project & Benefits Reporting System (PBR) to track drinking water projects.

We have started using the PBR to track all projects. All the projects discussed in this report have been entered into the PBR.

III. STATE REVOLVING FUND FINANCIAL INFORMATION

In this section, we provide a detailed discussion of the DWSRF assistance activities during SFY 2011. We provide details on the sources of funding in our program, the status of loan and grant activities, and the status of set-aside activities.

A. Sources of DWSRF Funds

Current revenues for the reporting period, as shown in Table 2, were \$78,733,214. Funding sources included a State contribution of \$2,240,000 (as part of the State match appropriations of \$8,863,200 provided by the Legislature), repayments of \$30,669,516, DWSRF investment earnings on state funds deposited into the SRF account of \$1,507,698 and \$44,316,000 in federal cap grants.

In addition to the four sources of funds just mentioned, \$14,524,344 was available as a result of decreases to previously funded projects, as shown in Table 5a. Also, the DWSRF started the fiscal year with a balance of \$48,948,110, as shown in Table 5. .

B. Uses of DWSRF Funds

The set-asides utilized by Florida fund the administration of the DWSRF program, technical assistance to small public water systems, and state program management (Source Water Protection and PWSS programs). Details of each of these uses are provided in Section III.B.2 below.

The total funds available for projects were \$136,887,748. This amount is based on total current year revenues of \$78,733,214, plus decreases to previous agreements of \$14,524,344, plus the balance from the previous year of \$48,948,110, minus the set-aside funds of \$5,317,920.

1. Binding Commitments for Projects

Table 1 provides details on the projects receiving assistance during SFY 2011. The only ARRA project in Table 1, Dade City, is noted. Appendix A includes a description of the projects receiving assistance this fiscal year and previous years. These details include the assistance type and amount, the population being served, the loan terms, and a description of each project.

As of June 30, 2011, thirty-four construction assistance agreements had been executed with twenty-seven project sponsors. In addition, six existing construction agreements were amended to provide increases for projects that were incompletely funded in previous years and two project sponsors executed an agreement during this period for preconstruction assistance.

Net assistance provided to public water systems for new projects, increases to existing projects, and preconstruction activities in SFY 2011 was \$45,446,925 . Table 2 provides the cumulative totals for revenues and commitments since the inception of the program.

The net assistance provided as loans totaled approximately \$45.5 million and the total provided as principal forgiveness (grants) to financially disadvantaged communities was \$14.4 million.

Project Bypassing

To date, no project has been bypassed after being placed on the fundable list, and all projects that have completed the readiness to proceed requirements have been placed on the fundable list.

Small Systems

Fifteen percent of the funds obligated for projects in each funding cycle are reserved for small community water systems, those serving less than 10,000 people. For this reporting period, the reserved funds totaled \$8,995,690. The sum of the binding commitments made to small systems (including decreases to prior year projects) during this reporting period was \$11,165,576 or 19 percent of the funds obligated. The funds obligated include the total revenue available for projects, loan/grant decreases during the fiscal year, and the balance of funds unencumbered from the previous fiscal year. These commitments exceeded the amount reserved for small communities by \$2,169,886.

Disadvantaged Systems

Florida allows up to 15 percent of the funds obligated to be used for assistance to financially disadvantaged communities with a further cap of 30 percent of the capitalization grant as required by the Safe Drinking Water Act. This program provides principal forgiveness of 65 percent or 85 percent, and 30-year loans to qualifying community water systems. Assistance provided during the reporting period under this program was \$46,659,851 or 34 percent of the funds available. The funds available include the total revenue available for projects, loan/grant decreases during the fiscal year, and the balance of funds unencumbered from the previous fiscal year. The net assistance provided in the form of grants, including decreases to prior agreements, during this period was \$11,954,528.

2. Set-Asides

Administration (4% of each Capitalization Grant)

The Bureau of Water Facilities Funding had taken a total of \$6,774,303 in administrative set-asides through SFY 2003; however, with the exception of \$490,225 in ARRA administration set-aside, the Bureau has not taken an administrative set-aside since SFY 2003, but instead has reserved the right to take the set-asides from future capitalization grants, if needed. As of June 30, 2011 the Bureau had expenses totaling \$9,582,374. Florida is currently charging a service fee that covers the administrative expenses. Charging the service fee throughout the life of the program will minimize the service fees that must be assessed after the capitalization grants end. For loans executed in the first funding year, service fees were included in the loan and deposited directly into the service fee account. Fees deposited directly total \$520,398. After the first year, the service fee was no longer included in the loan. It is now a separate fee, and is paid when the repayments begin. During the reporting period, \$745,966 were collected from

project sponsors in service fees and interest on service fees. The total collected to date is \$8,323,366. In addition, interest earned on funds in the service fee account during the reporting period was \$172,113, and the total interest earned on fees in the account to date is \$1,650,995. The balance in the service fee account at the end of this reporting period was \$7,129,033. See Table 4 for details on the use of administration funds.

The majority of funds from this set-aside paid salaries and associated expenses of personnel administering the DWSRF program. See Table 3 for a detailed breakdown of the administrative expenses.

Technical Assistance to Public Water Systems (2% of each Capitalization Grant)

Within State Fiscal Year (SFY) 2011 (July 1, 2010 through June 30, 2011), the Bureau of Water Facilities Regulation had \$782,206.50 available for Technical Assistance to small public water systems and had expended \$890,558.24. Funds not utilized in any fiscal year are banked to provide funding for the program after the capitalization grants end.

Funds from the Technical Assistance set-aside have been used to provide for the professional services provided by the Florida Rural Water Association (FRWA) under DEP Grant G0276 (July 1 through September 30, 2010) and G0307 (October 1, 2010 through June 30, 2011). The grant funded six Drinking Water Circuit Riders and partially funded two Engineering positions that provided technical assistance to small public water systems from the Technical Assistance fraction of the Capitalization Grant. Technical assistance funds were also used to pay for one Trainer position. Several small Special Projects to aid small water systems were also paid for out of Technical Assistance.

During SFY 2011, the Circuit Riders made 3,153 technical assistance visits; 2,052 of these visits resulted in a return to compliance status. The Circuit Riders assisted small systems with the preparation of DWSRF loan and grant documents, helped systems comply with federal cross-cutting requirements and other state requirements, assisted systems to solve operational problems with chemical feed systems, conducted leak detection studies, located valves and mains and assisted in the preparation of documents like Consumer Confidence Reports and other compliance problems where possible.

The two engineers assisted small water systems that did not meet Capacity Development requirements. This effort assisted systems in designing and permitting small projects, preparing corrective action plans, and the preparation of facilities plans to meet the requirements of the DWSRF. During SFY 2011, the FRWA engineering positions assisted 223 small public water systems in engineering projects. This effort has brought about a significant improvement in the technical and managerial capacity of small systems. In earlier days, small

systems delayed or avoided doing simple engineering work which often escalated into serious problems because engineering assistance was not affordable.

The responsibilities of the trainer included assisting systems with financial and planning issues, providing board member training, training systems in asset management, conducting capacity assessments, devising business plans for improving the technical, financial, and managerial capacity of small systems, and assisting operators and water systems by conducting training in areas of need. Work included the development of training manuals for small water systems and surface water systems and conducting surface water training tailored to the needs of the trainees. Approximately 725 treatment plant representatives attended 28 training classes presented by the trainer during FFY 2011. Over 1,380 treatment plant operators and representatives attended six “Focus on Change” seminars in February 2011. These seminars featured technical presentations on current drinking water rule topics.

Since the first contract with FRWA was initiated, FRWA has provided technical assistance to small systems. Since the Capacity Development (CD) Strategy was approved in September 2000, this work has been an integral part of Florida’s CD Strategy.

State’s Public Water System Supervision (PWSS) Program (7.5% of the Capitalization Grant for 2011)

The Bureau of Water Facilities Regulation had \$2,392,983.75 available for PWSS programs and had expended \$1,934,968.75 within SFY 2011.

During the SFY 2011, these funds provided program enhancements for the:

- Implementation of the new-systems Capacity Development program and the CD strategy for existing systems,
- Consumer Confidence Report Program,
- Area-Wide Optimization Program,
- Enhanced Sanitary Surveys and Compliance Inspections,
- New SDWA state rule development, and
- Enhancements to the PWS database.
- Implementation of Conserve Florida, the state’s principal water conservation program.

Unexpended funds are banked for future use. Some of these funds will be used before the capitalization grants end to ensure a constant level of effort.

Module DSF02 was used to track efforts in the enhanced activities in specific rule/program development areas. During the SFY 2011, the following positions and activities were funded through DSF02 Module:

- Four Engineering Positions at Headquarters.
- State Warning Point operator - one position,
- Compliance and Enforcement – one position,

- Enhanced District inspection, compliance, permitting and enforcement – 20 positions,
- Travel, equipment, and supplies for the program.

The status of the Florida PWSS program’s adoption and implementation of the Amendments of the Federal Safe Drinking Water Act are shown in the table below. Primacy for the Consumer Confidence Reports (CCR) Rule was initially received in the first quarter of FY 2001. State revisions of the CCR Rule were completed April 2003.

The New Systems Capacity Development program was fully delegated to the district and county offices by September 9, 2000. The Capacity Development Strategy for existing systems received final acceptance from the U.S. EPA in September 2000. Since then it has been fully implemented, and Capacity Development (CD) Rule primacy was received in the first quarter of FY 2001.

SUMMARY OF FEDERAL RULE DEVELOPMENT				
Rule	Status	Rule Adopted	Primacy Awarded	Active Implementation
Capacity Development	Completed	Yes	Yes	Yes
Consumer Confidence Reports	Completed	Yes	Yes	Yes
Arsenic and monitoring	Completed	Yes	Yes	Yes
2002 Lead and Copper Minor Revisions	Completed	Yes	Yes	Yes
Lead and Copper Short-Term Revisions	Completed	Yes	Under Review	Yes
Disinfectant/Disinfection Byproducts – Stage 1	Yes	Yes	Yes	Yes
Disinfectant/Disinfection Byproducts – Stage 2	Under Development			
Interim Enhanced Surface Water Treatment	Completed	Yes	Yes	Yes
Filter Backwash Recycling Rule	Completed	Yes	Yes	Yes
Long Term 1 ESWTR	Completed	Yes	Yes	Yes
Long Term 2 ESWTR	Under Development			Initial Monitoring
Radiological Rule	Completed	Yes	Yes	Yes
Groundwater Rule	Under Development			

Additional rules developed under Module DSF02 include the Stage 1 Disinfectant/Disinfection Byproduct (D/DBP) Rule, which was adopted in December 2001. In addition, the Interim Enhanced Surface Water Treatment Rule (IESWTR), radiological, and arsenic rules became effective in April 2003. The Filter Backwash Recycling Rule (FBRR) became effective in May 2003 and

the Long-Term 1 Enhanced Surface Water Treatment Rule (LT1ESWTR) was adopted in November 2003. Minor revisions to the state rules relating to the LT1ESWTR and the IESWTR Rules were adopted in September 2004. The Public Notification (PN) Rule was adopted in January 2005. Primacy was received from EPA for all of the above rules with the exception of the PN Rule, which remains under final review as of this date.

The Stage 2 D/DBP Rule, the Long-Term 2 Enhanced Surface Water Treatment Rule (LT2ESWTR), and the Groundwater Rule (GWR) are currently under development. The Short Term Revisions to the Lead and Copper Rule were adopted in October 2010, and the primacy package for that rule is currently under review.

A summary of the amounts of the ARRA disbursements for the PWSS set-aside are shown in Table 6a. Funds were spent on DEP/DOH Oculus Licenses, DEP Scanners, DEP Offices-KOFAX Software, DEP-Wide Scale Scanner, Computers/Scan Stations-DEP, ROH Development Contract- UIC ASR, ROH Development Contract-Drinking Water and OPS Personnel-DEP to perform Oculus related work as part of the new Oculus electronic filing system.

Source Water Protection Program (2.5 % of the Capitalization Grant for 2011)

Funds from this set-aside are being used to enhance the implementation of Florida's source water protection program. Through SFY 2011, the FDEP has allocated a total of \$15,253,355.30 for Source Water Protection activities, including \$451,326.00 from the FFY 1997 capitalization grant, \$1,269,340.00 from the FFY 1998 capitalization grant, \$1,686,427.00 from the FFY 2000 capitalization grant, \$1,165,656.00 from the FFY 2003 capitalization grant, \$1,356,573.00 from the FFY 2004 capitalization grant (delayed and actually granted in 2005) and \$1,163,190.00 from the FFY 2005 capitalization grant, \$1,672,582.50 from the FFY 2006 capitalization grant, \$1,858,425.00 from the FFY 2007 capitalization grant, \$1,370,455.80 from the FFY 2008 capitalization grant, \$1,486,740.00 from the FFY 2009 capitalization grant, and \$1,772,640.00 from the FFY 2010 capitalization grant. The total does not include \$278,870.00 from the FFY 1998 capitalization grant, \$1,622,677.00 from the FFY 1999 capitalization grant, \$1,693,403.00 from the FFY 2001 capitalization grant, and \$1,316,748.00 from the FFY 2003 capitalization grant. These funds, totaling \$4,911,698.00, were transferred to projects and are reserved for future use under source water protection.

In SFY 2011, \$589,501.86 was expended under the State Source Water Protection set-aside. A total of \$293,545.10 was spent on salaries and contracted staff, \$3,815.60 on travel, supplies, and equipment, and \$292,141.16 on contracts.

Listed below are the contracts now under this set-aside and the amounts expended for each contract.

- 1) Contract (G0276) with Florida Rural Water Association to fund two Ground Water Specialists to provide assistance and support to small water systems in the formation of wellhead protection/source water assessment and protection plans. Project Cost: \$176,000.00. Expended in SFY 2010: \$178,777.28
- 2) Contract (G0276) with Florida Rural Water Association to fund one Source Water Specialists to provide assistance and support to water systems and to the Department's Source Water Program. Project cost: \$92,166.00. Expended in SFY 2010: \$67,041.48
- 3) Contract (G0258) with Florida Rural Water Association to fund one x 2/3 Trainers to arrange for and provide technical assistance, training and mentoring for small water systems. Project cost: \$122,888.00. Expended in SFY 2010: \$22,347.16
- 4) Contract or hire OPS to expand and enhance the use of Contaminants of Concern information to improve protection of source waters. Project cost: \$75,000.00. Expended in SFY 2010: \$19,947.00
- 5) Supplies and Equipment: Project cost: \$10,000.00. Expended in SFY 2010: \$2,696.02
- 6) Travel: Project cost: \$10,000.00. Expended in SFY 2010: \$1,103.51

Some of the State Programs set-aside was used to pay for work provided by the DEP's Office of General Council (OGC) as Rule Making and Implementation charges. The following table indicates the charges for this set-aside:

Office of General Counsel charges to the DWSRF Set-asides 10/11			
	DWSRF	State Program Management	
	Administration (DSD01)	Drinking Water (DSF02)	Source Water Protection (DSF03)
Rule Making and Implementation charges.	Chapter 62-552, F.A.C. Activities Only	Chapters 62-550, 555, 560, 699, F.A.C. Activities	Chapters 62-520, 522, 524, 531, and 532, F.A.C. Activities and Chapter 528, F.A.C. Class V only Activities
Senior attorney charges directly paid by set-aside funds.	\$0	\$0	\$0
Law clerk charges directly paid by set-aside funds.	\$0	\$0	\$0
Administrative Support charges directly paid by set-aside funds.	\$0	85 hours / \$1,228.87	765 hours / \$11,059.88
Economist charges directly paid by set-aside funds.	\$0	\$0	1933 hours / \$39,976
Senior attorney overmatch charges not paid directly by set-aside funds.	701 hours / \$26,868.24	707 hours / \$26,978.94	\$0

The State Rules included in the above table for the Source Water Protection Program set-aside are as follows:

- Chapter 62-552, F.A.C. – Provided day to day advice and guidance on rule and statutory interpretation of the Department’s State Revolving Fund Program for Drinking Water Facilities rules.
- Chapter 62-550, F.A.C. – Provided day to day advice and guidance on rule and statutory interpretation of the Department’s Drinking Water Standards, Monitoring, and Reporting rules. Processed variance request from provisions of Rule 62-550.310(1)(a), F.A.C. as provided in Section 120.542, Florida Statutes.
- Chapter 62-555, F.A.C. – Provided day to day advice and guidance on rule and statutory interpretation of the Department’s Permitting, Construction, Operation, and Maintenance of Public Water Systems rules.
- Chapter 62-560, F.A.C. - Provided day to day advice and guidance on rule and statutory interpretation of the Department’s Requirements for Public Water Systems rules.
- Chapter 62-699, F.A.C. - Provided day to day advice and guidance on rule and statutory interpretation of the Department’s Treatment Plant Classification and Staffing rules.
- Chapter 62-520 and 62-522, F.A.C. – Provided day to day advice and guidance on rule and statutory interpretation of the Department’s Ground Water Classes, Standards, and Exemptions rules and the Department’s Ground Water Permitting and Monitoring Requirements rules. Processed variance requests from Rules 62-520.310(9), 62-520.420(1), and 62-520.420(2), F.A.C., as provided in Section 120.542, Florida Statutes.
- Chapter 62-524, F.A.C. - Provided day to day advice and guidance on rule and statutory interpretation of the Department’s New Potable Water Well Permitting in Delineated Areas rules.
- 62-531, F.A.C. – Provided day to day advice and guidance on rule and statutory interpretation of the Department’s Water Well Contractor Licensing Requirements rules.
- 62-532, F.A.C. - Provided day to day advice and guidance on rule and statutory interpretation of the Department’s Water Well Permitting and Construction Requirements.
- Chapter 62-528, F.A.C. - Provided day to day advice and guidance on rule and statutory interpretation of the Department’s Underground Injection Control rules.

The activities described above include attorney and support staff efforts. The economist that is paid from the fund is involved in analyzing the economic effects of the rules promulgated and preparing statements of economic impact. A primary task of the economist this fiscal year has been the preparation and background analysis for new administrative procedures resulting from House Bill 1565 and Executive Order 11-01. House Bill 1565 amended Chapter 120.541, F.A.C. introducing new language establishing additional significant criteria for when a Statement of Estimated Regulatory Costs (SERC) is required and increasing the scope of the economic analyses provided by the SERCs. The economist met with Department attorneys to discuss the economic interpretation of the new requirements and possible methods of compliance. The economist surveyed the relevant academic and government literature for analyzing the effects of regulation on economic growth, employment, investment, business competitiveness, productivity, and innovation; explored data sources for relevant and necessary data; and researched various software packages to determine their capacity and applicability in attempt to comply with the new requirements.

Executive Order 11-01 created the Office of Fiscal Accountability and Regulatory Reform (OFARR), which took an official stance on the new requirements. The OFARR created a checklist to determine if a SERC is required, as well as a template for SERCs. The checklist and template established a position on the interpretation of the new language and the method with which agencies are to comply. The checklist is used to determine whether a SERC is required. In the event that a SERC is required, the SERC template sets forth a series of yes or no questions, the answers to which are predicated on an economic analysis. The economists reviewed the criteria as established by the OFARR, and once again explored data sources, researched software packages and surveyed the relevant academic and government literature, this time exploring the effects of regulation on personal income, housing starts, tourism, wages and salaries, property income, and the price and quantity of goods and services provided by local markets.

All agency rulemaking, including all water related rulemaking, is subject to these procedures. Every new or revised rule must complete the SERC checklist. Rules found to have an impact, a common occurrence with water related rules, are subject to economic analysis and require the completion of the SERC template.

IV. FINANCIAL SUMMARY

The following discussion provides additional details on the financial management activities in the DWSRF.

A. Status of Loans

As of June 30,2011, the DWSRF had closed \$620,838,525 in loans and grants with a net amount of \$45,446,925 closed during SFY 2011. Table 5 provides a summary of the source and use of the DWSRF project funds since program inception. Table 1 shows the status of all DWSRF project assistance provided during this reporting period. Information provided includes the following: loan or grant amount, interest rate for loans, and loan terms.

B. Loan Disbursements/Cash Draw Proportionality

Table 4 lists revolving fund end-of-year disbursements, cash draw totals, and fund balances since the inception of the DWSRF program. During SFY2011, \$74,212,103 were disbursed to project sponsors for payment of project costs pursuant to assistance agreements. Approximately \$63.3 million in capitalization grant moneys were drawn from the Automated Clearing House (ACH) during SFY 2011to pay the Federal share of project cost disbursements.

The ACH draws reimburse the DWSRF for the Federal share of disbursements for project costs and are distinguished from other funds. A uniform 65.65 percent is drawn through the ACH process for project cost disbursements.

C. Set-Aside Disbursements (Excluding DWSRF Administration)

Table 6 provides a listing for each set-aside related expense during the reporting period and Table 6a provides the ARRA set-aside expenses.

D. Annual Repayment/Aging of Accounts

The DWSRF program has received \$163,883,681 in loan repayments (principal and interest only) through the end of SFY 2011 of which, \$30,669,516 was received in SFY2011.

E. Loan Portfolio Analysis

Florida assesses the financial condition of each project sponsor before agreements are signed. Sponsors that are potentially weak are carefully tracked throughout the year to ensure that conditions are not deteriorating.

F. Investments

Interest accrued in the DWSRF project fund through the end of SFY 2011 totals \$12,434,833 of which, \$1,507,698 was received in SFY 2011. The Department of Insurance, Office of the Treasurer manages these funds in compliance with state investment practices. We monitor the DWSRF account quarterly to confirm that the Treasurer credits interest to the DWSRF account in a timely fashion. Management reports from the state-wide financial system that document the DWSRF investment earnings are on file in our office.

G. Financial Statements

The FDEP's Bureau of Finance and Accounting maintains the official accounting system. The Office of Budget and Grants and the Bureau of Water Facilities Funding work closely with each other and the Bureau of Finance and Accounting to assure that accounting records are complete and accurate. The Office of Budget and Grants will prepare the financial statements for SFY 2011 and submit them to the U.S. Environmental Protection Agency.

V. OPERATING AGREEMENT PROVISIONS AND CAPITALIZATION GRANT CONDITIONS

The State made a number of assurances in the Intended Use Plan and Operating Agreement. The State also accepted certain conditions in the capitalization grant agreement. Some of the more important assurances are discussed below.

A. Provide a State Match

State match of \$8,863,200 was provided by the legislature, and \$2,240,000 of these funds has already been deposited into the SRF fund. To date, Florida has received \$406,401,720 in capitalization grants from EPA, not including ARRA (The ARRA funds did not require match). The total amount of state match required for these funds is \$81,280,344. As of June 30, 2011, \$81,280,344 in state match had been provided by the legislature.

B. Binding Commitments within One Year

Federal regulations require the State to make binding commitments in an amount equal to 120% of each quarterly capitalization grant payment within one year of the payment. Table 7 lists Federal payments to the letter of credit (LOC) by quarter and the cumulative binding commitments. Cumulative payments to the LOC at the beginning of the reporting period totaled \$ 493,047,069, including ARRA, and binding commitments by the end of the reporting period totaled \$ 620,838,525, which satisfies the 120% binding commitment requirement of \$538,477,283.

C. Equivalency and Cap Grant Projects

"Equivalency" Projects means drinking water projects meeting certain Title II requirements of the Federal Safe Drinking Water Act. The cumulative equivalency requirement is \$494,475,720; that is, the sum of the portion of the capitalization grants allocated to projects that have been received since FFY 1997. For SFY 2010, the FDEP designated all projects as "cap grant" projects and all are required to have annual audits conducted under the Federal Single Audit Act. The "cap grant" projects are identified on Table 1. The total assistance provided for the designated "cap grant" projects was \$59,971,269 in SFY 2011.

D. Expeditious Construction and Timely Disbursements

When a loan is executed, the date is set for the first repayment based on the scheduled completion date for project construction. The fixed repayment date cannot be revised to accommodate project delays and serves as incentive for timely construction of the project.

The Department generally authorizes disbursement requests within two to five calendar days of receipt. The State Comptroller typically issues checks within seven calendar days of the Department's authorization.

During SFY 2011 the program staff performed nine final inspections on projects that had completed construction.

E. MBE/WBE Participation

The State agreed to an overall fair share goal of 12 percent MBE/WBE participation (9 percent MBE and 3 percent WBE) for the capitalization grant used for making loans during the reporting period. Steps to encourage MBE/WBE participation were required for all construction assistance projects identified in Table 1. For SFY 2011, DW had a total of \$17,167,874 in procurement for cap grant monies. Of that, a total of \$224,000 (1.35%) was MBE and \$0 (0%) was WBE.

F. Assurances of Compliance

Each recipient of DWSRF assistance has made the required assurances of compliance with applicable Federal requirements. Loan agreements include local government assurances of compliance as covenants that are subject to audit.

All loan and grant recipients must conduct annual audits for FDEP review. Such audits must be conducted in accordance with the Federal Single Audit Act. After project completion, the loan recipient must have a separate project specific audit conducted. In addition, the FDEP has the option to conduct its own audit within three years of project closeout.

G. State Environmental Review Process

Environmental reviews, similar to reviews required for projects under the National Environmental Protection Act, were conducted for all construction projects in accordance with the Rule 62-552.700(3), Florida Administrative Code. A finding of no significant impact or categorical exclusion notice was published for each construction project. No Environmental Impact Statements were necessary.

Table 1: Projects Funded in SFY 2011

Project Number	Project Sponsor	Grant Amount	Loan Amount	Agreement or Amendment Date	Agree. Type**	Type of Funding	Small Comm.	Financially Disadvantage Assistance	Interest Rate	Term (years)	Population
140100	Arcadia	\$1,796,000	\$3,000,000	5/23/2011	C	L/G	Yes	Yes	3.06	40	6,604
140100	Arcadia	\$204,000	\$0	1/24/2011	P	G	Yes	Yes	N/A	N/A	6,604
420701	Bellevue	\$0	\$842,973	10/29/2010	C	L	Yes	Yes	2.61	40	3,478
300111	Bonifay	\$0	\$58,843	10/8/2010	C	L	Yes	Yes	2.61	40	4,078
600401	Bushnell	\$0	\$222,764	10/8/2010	C	L	Yes	Yes	2.61	30	2,050
590301	Casselberry	\$2,000,000	\$1,076,923	4/15/2011	C	L/G	No	Yes	2.66	40	22,629
590310	Casselberry	\$2,000,000	\$1,076,923	2/2/2011	C	L/G	No	Yes	2.66	0	22,629
170311	Century	\$0	\$216,007	2/7/2011	C	L	Yes	Yes	2.61	40	3,332
120401	Columbia County	\$0	\$176,748	11/22/2010	C	L	Yes	Yes	2.61	40	1,650
060301	Coral Springs	\$0	\$2,400,000	7/19/2010	C	L	No	No	2.57	40	65,000
061620	Coral Springs	\$0	\$1,717,380	6/23/2011	I	L	No	No	3.06	40	65,000
510400	Dade City (ARRA)	\$0	\$64,320	12/20/2010	I	L	Yes	Yes	2.43	40	6,188
060406	Dania Beach	\$0	\$5,000,000	10/4/2010	C	L	No	Yes	2.61	40	20,061
640501	Edgewater	\$0	\$218,143	10/5/2010	C	L	No	Yes	2.61	40	18,668
640511	Edgewater	\$0	\$228,106	10/5/2010	C	L	No	Yes	2.61	40	18,668
570202	Fairpoint Regional Utility System, Inc.	\$0	\$181,674	11/8/2010	C	L	No	No	2.43	40	49,693
310301	Fellsmere	\$0	\$187,699	12/23/2010	C	L	Yes	Yes	2.61	40	3,813
530411	Haines City	\$0	\$294,529	11/3/2010	C	L	No	Yes	2.61	40	13,174
150001	Horseshoe Beach	\$0	\$46,740	9/10/2010	I	L	Yes	Yes	2.61	60	252
110121	Immokalee W/S District	\$0	\$328,158	10/28/2010	C	L	No	Yes	2.43	40	26,837
501701	Lake Worth	\$0	\$6,500,000	9/30/2010	C	L	No	Yes	2.61	40	42,962
060701	Lauderhill	\$0	\$96,462	12/3/2010	C	L	No	Yes	2.43	40	57,585
610211	Live Oak	\$2,000,000	\$1,984,614	9/30/2010	C	L/G	Yes	Yes	2.61	40	6,480
110301	Marco Island	\$0	\$5,000,000	5/26/2011	C	L	No	No	2.66	40	14,897
130210	Miami-Dade County	\$384,000	\$0	8/18/2010	C	G	No	Yes	N/A	N/A	2,253,362
130201	Miami-Dade County	\$0	\$215,782	11/1/2010	C	L	No	Yes	2.61	40	2,253,362
130220	Miami-Dade County	\$407,000	\$0	6/28/2011	C	G	No	Yes	N/A	N/A	2,253,362
010101	Newberry	\$0	\$869,255	11/19/2010	I	L	Yes	Yes	2.43	40	3,316
130103	North Miami Beach	\$2,000,000	\$565,185	2/10/2011	C	L/G	No	Yes	2.66	40	40,786
130130	North Miami Beach	\$0	\$2,434,815	6/20/2011	I	L	No	Yes	3.06	40	162,205
521400	Oldsmar	\$0	\$4,012,364	3/22/2011	C	L	No	No	2.43	40	14,313
541901	Palatka	\$0	\$660,442	10/11/2010	I	L	No	Yes	2.61	40	10,201
230110	Port St. Joe	\$204,000	\$0	2/24/2011	P	G	Yes	Yes	N/A	N/A	3,644
590120	Sanford	\$2,000,000	\$3,000,000	2/3/2011	C	L/G	No	Yes	2.66	40	38,291
280330	Sebring	\$887,281	\$515,978	3/7/2011	C	L/G	Yes	Yes	2.66	40	9,667
280320	Sebring	\$592,981	\$104,644	3/7/2011	C	L/G	Yes	Yes	2.66	40	9,667
290202	Tampa	\$0	\$752,503	4/15/2011	C	L	No	Yes	2.66	40	522,000
050200	Titusville	\$0	\$766,542	5/10/2011	C	L	No	Yes	2.66	40	40,670
310221	Vero Beach	\$0	\$265,206	12/23/2010	C	L	No	Yes	2.43	40	42,410
250200	Wauchula	\$0	\$414,285	10/29/2010	C	L	Yes	Yes	2.61	40	4,368

Totals \$14,475,262 \$45,496,007

Total Funding for Grants and Loans \$59,971,269

Table 1: Projects Funded in SFY 2011 (continued)

Net Funding for Grants and Loans \$45,446,925 (includes decrease to project listed in Table 5a)

Total Funding for Financially Disadvantaged Communities (loans) \$32,184,589

Total Funding for Financially Disadvantaged Communities (Grants) \$14,475,262

Total Funding for Financially Disadvantaged Communities (Grants and Loans) \$46,659,851

Disadvantaged Community Assistance as a percentage of funds available 34%

Disadvantaged Community Assistance as a percentage of Cap Grant 105%

Total Funding for Small Communities (Grants and Loans) \$11,165,576 (includes decrease to small community project in Table 5a)

Funds for Small Communities as a % of binding commitments (Grants and Loans) 19%

** Codes for Assistance Type: C - new construction agreement; I - increase to construction agreement; P - new preconstruction agreement; PI - increase to preconstruction agreement

Table 2 - Summary of Revenue and Commitments

Fiscal Year	Cap Grant Totals	Set-Asides					Funds Available for Projects						
		Admin. (B)	Small Systems Technical Assist. (E)	Total State Programs (F)	Source Water Assessment and Delineation (G)	Total Set Asides	Funds in Cap Grant for Projects	Interest Income	Repayments (principal and interest only)	State Match	Total Project Revenue	Net Assistance Agreements	Total Program Revenues
1998								90,881		7,000,000	7,090,881		7,090,881
1999	65,775,400	2,631,016	1,315,508	2,986,167	2,933,619	9,866,310	56,187,960	670,610		11,000,000	67,858,570	28,560,434	77,446,010
2000	21,635,700	865,428	432,714	45,666	0	1,343,808	20,013,022	809,968		5,000,000	25,822,990	76,361,440	27,445,668
2001	45,064,400	1,798,856	899,428	2,361,000	0	5,059,284	40,005,116	976,583	545,168	5,000,000	46,526,867	38,935,145	51,586,151
2002	18,841,300	753,652	376,826	333,491	0	1,463,969	17,377,331	699,075	3,356,696	5,000,000	26,433,102	27,090,056	27,897,071
2003	18,728,100	725,352	348,526	1,667,416	0	2,741,294	15,986,806	624,020	8,021,205	5,000,000	29,632,031	31,939,030	32,373,325
2004	*	*	*	*	0	*	*	514,456	13,068,814	5,000,000	18,583,270	32,743,357	18,583,270
2005	38,814,100	0	764,526	3,440,501	0	4,205,027	34,609,073	492,542	12,723,021	5,000,000	52,824,636	27,959,698	57,029,663
2006	*	*	*	*	0	*	*	721,717	14,771,367	5,000,000	20,493,084	35,161,741	20,493,084
2007	37,168,500	0	743,370	3,345,165	0	4,088,535	33,079,965	1,507,922	16,018,926	1,000,000	51,606,813	35,479,921	55,695,348
2008	37,169,000	0	746,932	3,361,194	0	4,108,126	33,060,874	1,794,025	17,632,319	10,073,000	62,560,218	61,821,056	66,668,344
2009	42,097,220	0	735,840	3,311,280	0	4,047,120	38,050,100	932,220	23,356,809	2,840,700	65,179,829	49,558,499	69,226,949
2010	124,866,000	490,225	885,840	4,467,626	0	5,843,691	119,022,309	1,093,116	23,719,840	5,920,000	149,755,265	129,781,223	155,598,956
2011	44,316,000	0	886,320	4,431,600	0	5,317,920	38,998,080	1,507,698	30,669,516	2,240,000	73,415,294	45,446,925	78,733,214
Totals	494,475,720	7,264,529	8,135,830	29,751,106	2,933,619	48,085,084	446,390,636	12,434,833	163,883,681	75,073,700	697,782,850	620,838,525	745,867,934

Cumulative Available for Projects	\$697,782,850
Cumulative Obligations for Projects	\$620,838,525
Balance	<u>\$76,944,325</u>

* 2004 and 2006 Cap Grants were not received in the State Fiscal Year (SFR).

Table 3: Administrative Expenses

	Direct Salaries	Fringe	OPS Salaries	OPS Fringe	Total Salaries	Other	Indirect	Total Expenditures
FY 2011 Expenditures	\$236,057.52	\$159,409.63	\$39,473.16	\$572.36	\$435,512.67	\$8,859.16	\$179,257.02	\$623,628.85

Table 4: Disbursement and Cash Balances

DWSRF Fund Balance by Fiscal Year

FY	Deposits of State		Disbursements	Service Fees	Interest Earned	Repayment		Cumulative Available Balance
	Money	ACH Draws				Deposits	Available Balance	
1998	7,000,000				90,881		7,090,881	7,090,881
1999	11,000,000	3,912,040	(4,832,660)	0	670,610		10,749,990	17,840,871
2000	5,000,000	18,066,747	(22,318,403)	(\$520,398)	809,968		1,037,914	18,878,784
2001	5,000,000	32,863,108	(40,596,799)	0	976,583	545,168	(1,211,940)	17,666,844
2002	5,000,000	52,866,483	(64,987,141)	0	699,075	3,356,696	(3,064,887)	14,601,957
2003	5,000,000	25,046,582	(35,548,170)	0	624,020	8,041,574	3,164,007	17,765,964
2004	5,000,000	16,815,276	(49,703,746)	0	514,456	13,068,814	(14,305,201)	3,460,763
2005	5,000,000	17,355,058	(29,279,275)	0	492,542	12,723,021	6,291,346	9,752,109
2006	5,000,000	17,254,015	(29,479,903)	0	721,717	14,771,367	8,267,196	18,019,305
2007	1,000,000	18,332,105	(37,245,768)	0	1,507,922	16,018,926	(386,815)	17,632,490
2008	10,073,000	28,580,978	(48,197,211)	0	1,794,025	17,632,319	9,883,111	27,515,601
2009	2,840,700	28,032,312	(50,188,363)	0	932,221	23,356,809	4,973,679	32,489,280
2010	5,920,000	53,041,135	(66,601,403)	0	1,093,117	23,719,840	17,172,689	49,661,968
2011	2,240,000	63,278,498	(74,212,103)	0	1,507,698	30,669,516	23,483,609	73,145,577
Totals	75,073,700	375,444,337	(\$553,190,945)	(\$520,398)	12,434,833	163,904,050	\$73,145,577	

DWSRF Service Fee Sub-Account by Fiscal Year

FY	Disbursed Service					Balance	Cumulative Balance
	Admin Draw	Fees	Payment Service Fees	Interest	Admin Charges		
1997	0	0	0	0	(66,214)	(66,214)	(66,214)
1998	0	0	0	0	(535,986)	(535,986)	(602,200)
1999	1,330,099	0	0	0	(891,260)	438,839	(163,361)
2000	869,247	520,398	0	20,161	(838,035)	571,771	408,410
2001	839,636	0	97,777	32,343	(831,975)	137,781	546,191
2002	717,374	0	1,275,347	57,068	(703,188)	1,346,601	1,892,792
2003	811,045	0	982,433	123,714	(842,238)	1,074,954	2,967,747
2004	900,452	0	473,847	94,428	(903,092)	565,634	3,533,381
2005	731,133	0	1,063,929	175,865	(857,114)	1,113,814	4,647,195
2006	575,317	0	534,421	151,969	(782,290)	479,417	5,126,612
2007	0	0	342,014	234,483	(606,649)	(30,153)	5,096,459
2008	0	0	740,117	266,444	(584,232)	422,329	5,518,788
2009	0	0	1,169,119	148,504	(513,636)	803,987	6,322,775
2010	0	0	898,395	173,904	(560,492)	511,807	6,834,583
2011	0	0	745,966	172,113	(623,629)	294,450	7,129,033
Totals	6,774,303	520,398	8,323,366	1,650,995	(9,537,830)	7,731,232	

Table 5: Source and Use of Funds
DWSRF Funds by Fiscal Year

FY	Balance			**Interest	Loan	Decreases	Awards	Cumulative Net	
	Forward	Federal Capital	State Approps.	Earned	Repayments			Awards	Awards
1998	0	0	7,000,000	90,881	0	0	0	0	7,090,881
1999	7,090,881	56,115,518	11,000,000	670,610	0	0	28,560,434	28,560,434	46,316,575
2000	46,316,575	20,498,320	5,000,000	809,968	0	29,149	76,390,589	104,921,874	(3,736,577)
2001	(3,736,577)	39,592,260	5,000,000	976,583	545,168	17,850	38,952,995	143,857,019	3,442,289
2002	3,442,289	17,377,331	5,000,000	699,075	3,356,696	4,161,655	31,251,711	170,947,075	2,785,335
2003	2,757,489	15,986,806	5,000,000	624,020	8,021,205	1,780,610	33,719,640	202,886,105	450,490
2004	450,490	*	5,000,000	514,456	13,068,814	560,282	33,303,639	235,629,462	(13,709,597)
2005	(13,709,597)	34,609,073	5,000,000	492,542	12,723,021	3,594,150	31,553,848	263,589,160	11,155,341
2006	11,155,341	*	5,000,000	721,717	14,771,367	2,070,254	37,231,995	298,750,901	(3,513,316)
2007	(3,513,316)	33,079,965	1,000,000	1,507,922	16,018,926	334,235	35,814,156	334,230,822	12,613,576
2008	12,613,576	33,060,874	10,073,000	1,794,025	17,632,319	722,783	62,543,839	396,051,878	13,352,738
2009	13,352,738	38,050,100	2,840,700	932,220	23,356,809	388,917	49,947,416	445,610,377	28,974,068
2010	28,974,068	119,022,309	5,920,000	1,093,116	23,719,840	16,022,394	145,803,617	575,391,600	48,948,110
2011	48,948,110	38,998,080	2,240,000	1,507,698	30,669,516	14,524,344	59,971,269	620,838,525	76,916,479
Totals		446,390,636	75,073,700	12,434,833	163,883,681	44,206,623	665,045,148		

* 2004 Cap Grant was not received prior to 7/1/2004. Therefore it is reflected in Year 2005.

** Accrual Basis

2006 Cap Grant was not received prior to 7/1/2006. Therefore it is reflected in Year 2007.

DWSRF Grant and Loan Awards by Fiscal Year

FY	Grant Amount	Grant Decreases	Loan Amount	Loan Decreases	Total Amount	No. of Grants	No. of Loans	No. of Gt/Lns	Total Number
1999	1,136,982		27,423,452		28,560,434	9	5	3	17
2000	9,474,091		66,916,498	29,149	76,390,589	6	17	4	27
2001	6,784,320	17,850	32,168,675		38,952,995	8	14	5	27
2002	2,803,572	1,514	28,448,139	4,160,141	31,251,711	7	14	4	25
2003	4,226,401	169,562	29,493,239	1,704,402	33,719,640	4	10	6	20
2004	2,707,072	64,258	30,596,567	299,326	33,303,639	10	18	2	30
2005	3,098,836		28,455,012	4,037,950	31,553,848	5	10	6	21
2006	1,324,963	3,524	35,907,032	2,066,730	37,231,995	2	11	2	15
2007	323,930	32,149	35,490,226	334,235	35,814,156	0	10	0	10
2008	10,872,248	113,723	51,671,591	609,060	62,543,839	1	9	0	10
2009	5,460,461		44,486,955	388,917	49,947,416	0	9	0	9
2010	66,428,278	3,822,773	79,375,339	12,199,621	145,803,617	0	42	0	42
2011	14,475,262	2,520,734	45,496,007	12,003,610	59,971,269	4	22	8	34
Totals	129,116,416	6,746,087	535,928,732	37,833,141	665,045,148	56	191	40	287

Net Total Grants	122,370,329
Net Total Loans	498,095,591
Net Total Assistance	620,465,920

Totals include increases to existing loans and grants

TABLE 5a: LOAN DECREASES FOR SFY 2011

Project Sponsor	Project Number	ARRA	Small Community	Disadvantaged Community	Amendment Date	Loan Amount	Grant Amount	Total Decrease
Carrabelle	190300	No	Yes	Yes	7/9/2010	(1,300,794)	0	(\$1,300,794)
Casselberry	590310	No	No	Yes	4/15/2011	(1,076,923)	(2,000,000)	(\$3,076,923)
Collier County	111102	No	No	No	9/23/2010	(1,334,909)	0	(\$1,334,909)
Coral Springs	60301	No	No	No	12/13/2010	(3,311,459)	0	(\$3,311,459)
Coral Springs	60302	No	No	No	12/13/2010	(2,699,334)	0	(\$2,699,334)
Lake Helen	640602	No	Yes	Yes	3/3/2011	(7,528)	0	(\$7,528)
Lee County	361001	No	No	No	7/2/2010	(452,377)	0	(\$452,377)
Live Oak	610211	No	Yes	Yes	2/11/2011	(1,246,542)	(516,857)	(\$1,763,399)
Oldsmar	521402	Yes	No	No	8/6/2010	(421,223)	0	(\$421,223)
Toho Water Authority	490330	Yes	No	No	5/4/2011	(686)	(3,877)	(\$4,563)
Yankeetown	380601	No	Yes	Yes	11/2/2010	(151,835)	0	(\$151,835)
TOTAL DECREASES						<u>(\$12,003,610)</u>	<u>(\$2,520,734)</u>	<u>(\$14,524,344)</u>

Table 6: DWSRF Set-Aside Expenses for SFY 2011 (excluding ARRA)

<u>CATEGORY</u>	(E) Tech Asst to Pub Water Sys (TAPWS)	(F) Pub Water Sys Suprvsn (PWSS)	(F) Source Water Protection (SWP)	(F) Total State Programs (PWSS+SWP)	(G) Source Water Assess & Delin (SSWAD)	<u>TOTAL</u>
<u>July 2010 THROUGH June 2011</u>						
Personnel	0	500,339	38,836	539,175	0	539,175
Fringe	0	193,183	16,592	209,775	0	209,775
OPS	0	617,231	71,978	689,209	0	689,209
Contracts	963,799	268,169	295,507	563,675	0	1,527,474
Other	0	0	0	0	0	0
Total Direct:	963,799	1,578,922	422,913	2,001,835	0	2,965,634
Total Indirect:	0	599,063	56,406	655,468	0	655,468
Totals:	963,799	2,177,985	479,318	2,657,303	0	3,621,102

Table 6a: DWSRF Set-Aside Expenses for SFY 2011 (ARRA only)

<u>CATEGORY</u>	(E) Tech Asst to Pub Water Sys (TAPWS)	(F) Pub Water Sys Suprvsn (PWSS)	(F) Source Water Protection (SWP)	(F) Total State Programs (PWSS+SWP)	(G) Source Water Assess & Delin (SSWAD)	<u>TOTAL</u>
<u>July 2010 THROUGH June 2011</u>						
Personnel	0	0	0	0	0	0
Fringe	0	0	0	0	0	0
OPS	0	105,612	0	105,612	0	105,612
Contracts	37,500	0	0	0	0	37,500
Other	0	0	0	0	0	0
Total Direct:	37,500	105,612	0	105,612	0	143,112
Total Indirect:	0	43,470	0	43,470	0	43,470
Totals:	37,500	149,082	0	149,082	0	186,582

Table 7: Binding Commitments and Federal Payments to the LOC

		Deposits into LOC by Capitalization Grant											Cumulative	Required Binding	Actual Binding
Federal Fiscal Year	Quarter	SFY 2001	SFY 2002	SFY 2003	SFY 2004	SFY 2005	SFY 2006	SFY 2007	SFY 2008	SFY 2009	SFY 2010	SFY 2011	Deposits into LOC	Commitments	Commitments
1998 to 2002													135,896,800		170,947,075
2003	1	2,578,700	12,841,300										151,316,800		
	2			17,000,000									168,316,800		
	3			1,000,000									169,316,800		202,886,105
	4			728,100									170,044,900	163,076,160	
2004	1												170,044,900	181,580,160	
	2												170,044,900	201,980,160	
	3												170,044,900	203,180,160	235,629,462
	4					19,427,600							189,472,500	204,053,880	
2005	1												189,472,500	204,053,880	
	2					19,386,500							208,859,000	204,053,880	
	3												208,859,000	204,053,880	263,589,160
	4												208,859,000	227,367,000	
2006	1												208,859,000	227,367,000	
	2												208,859,000	250,630,800	
	3												208,859,000	250,630,800	298,750,901
	4							37,168,500					246,027,500	250,630,800	
2007	1												246,027,500	250,630,800	
	2												246,027,500	250,630,800	
	3												246,027,500	250,630,800	334,230,822
	4								37,169,000				283,196,500	295,233,000	
2008	1												283,196,500	295,233,000	
	2												283,196,500	295,233,000	
	3												283,196,500	295,233,000	396,051,878
	4									42,097,220			325,293,720	339,835,800	
2009	1												325,293,720	339,835,800	
	2												325,293,720	339,835,800	
	3										86,645,349		411,939,069	339,835,800	445,610,377
	4										36,792,000		448,731,069	390,352,464	
2010	1												448,731,069	390,352,464	
	2												448,731,069	390,352,464	
	3												448,731,069	494,326,883	575,391,600
	4												448,731,069	538,477,283	
2011	1												448,731,069	538,477,283	
	2											44,316,000	493,047,069	538,477,283	
	3												493,047,069	538,477,283	620,838,525
	4												493,047,069	538,477,283	
Totals		2,578,700	12,841,300	18,728,100	-	38,814,100	-	37,168,500	37,169,000	42,097,220	123,437,349	44,316,000			