

**VILLAGE COMMUNITY DEVELOPMENT DISTRICT #2**  
**OPERATING BUDGET**  
**BUDGET TO ACTUAL STATEMENT AS OF: August 31, 2010 (Unaudited)**  
**Eleven (11) Months of Operations - 91.67% of Year**

Account Number	Description of Account	Actual Information				Percent of Annual Budget	Footnotes
		Annual Budget	Current Month Actual	Year-to-Date Actual	Year-to-Date Variance		
<b>REVENUES:</b>					<b>Over/(Under)</b>		
337401	Sumter County Roadway Agreement	\$ 63,259	\$ -	\$ 47,444	\$ (15,815)	75.00%	A
341999	Miscellaneous Revenue	-	-	6,273	6,273	0.00%	B
361000	Interest Income	3,050	75	1,107	(1,943)	36.30%	C
325211	Net Maintenance Assessments	865,997	-	869,125	3,128	100.36%	D
	<b>Total Revenues:</b>	<b>932,306</b>	<b>75</b>	<b>923,949</b>	<b>(8,357)</b>	<b>99.10%</b>	
361304	Unrealized Gain or Loss- FMI/T	-	4,220	23,937	23,937	0.00%	E
	<b>Total Available Resources:</b>	<b>\$ 932,306</b>	<b>\$ 4,295</b>	<b>\$ 947,886</b>	<b>\$ 15,580</b>	<b>101.67%</b>	
<b>EXPENDITURES:</b>					<b>Under/(Over)</b>		
511111	Executive Salaries	\$ 16,000	\$ 1,000	\$ 17,800	\$ (1,800)	111.25%	
511211	Social Security Taxes	992	62	1,103	(111)	111.19%	
511212	Medicare Taxes	232	15	259	(27)	111.64%	
511241	Workers Compensation	229	9	231	(2)	100.87%	
<b>500110</b>	<b>Subtotal Personnel Services</b>	<b>17,453</b>	<b>1,086</b>	<b>19,393</b>	<b>(1,940)</b>	<b>111.12%</b>	<b>F</b>
513311	VCCDD Management Fees	160,488	13,374	147,114	13,374	91.67%	
513312	Engineering Fees	3,500	50	2,845	655	81.29%	
514313	Legal Fees	6,000	1,075	5,074	926	84.57%	
513314	Tax Collector Fees	31,000	-	29,080	1,920	93.81%	
519316	Deed Compliance Services	25,101	2,789	16,734	8,367	66.67%	G
519319	Other Professional Services	18,000	425	34,938	(16,938)	194.10%	H
<b>500310</b>	<b>Subtotal Professional Services</b>	<b>244,089</b>	<b>17,713</b>	<b>235,785</b>	<b>8,304</b>	<b>96.60%</b>	
513322	Auditing Services	10,654	2,586	10,344	310	97.09%	
513323	Trustee Services	6,466	-	3,233	3,233	50.00%	I
<b>500320</b>	<b>Subtotal Accounting Services</b>	<b>17,120</b>	<b>2,586</b>	<b>13,577</b>	<b>3,543</b>	<b>79.30%</b>	
513344	Payroll Services	183	-	183	-	100.00%	J
539349	Misc Contractual Services	-	-	200	(200)	0.00%	K
<b>500340</b>	<b>Subtotal Other Contractual Services</b>	<b>183</b>	<b>-</b>	<b>383</b>	<b>(200)</b>	<b>209.29%</b>	
511401	Travel & Per Diem	1,648	-	1,318	330	79.98%	
<b>500400</b>	<b>Subtotal Travel &amp; Per Diem</b>	<b>1,648</b>	<b>-</b>	<b>1,318</b>	<b>330</b>	<b>79.98%</b>	
513412	Postage & Freight	750	-	561	189	74.80%	
<b>500410</b>	<b>Subtotal Communications &amp; Freight Services</b>	<b>750</b>	<b>-</b>	<b>561</b>	<b>189</b>	<b>74.80%</b>	
541431	Electricity	163,000	12,620	130,599	32,401	80.12%	
539434	Irrigation Water	10,000	799	6,548	3,452	65.48%	L
<b>500430</b>	<b>Subtotal Utility Services</b>	<b>173,000</b>	<b>13,419</b>	<b>137,147</b>	<b>35,853</b>	<b>79.28%</b>	
539442	Equipment Rental	1,000	-	-	1,000	0.00%	M
<b>500440</b>	<b>Subtotal Rentals &amp; leases</b>	<b>1,000</b>	<b>-</b>	<b>-</b>	<b>1,000</b>	<b>0.00%</b>	
513451	Insurance- Casualty & Liability	10,900	-	4,295	6,605	39.40%	N
<b>500450</b>	<b>Subtotal Insurance</b>	<b>10,900</b>	<b>-</b>	<b>4,295</b>	<b>6,605</b>	<b>39.40%</b>	
539462	Buildings/Infrastructure Maintenance	25,150	438	17,351	7,799	68.99%	
539463	Landscape Maintenance- Recurring	309,125	21,735	269,954	39,171	87.33%	
539464	Landscape Maintenance- Non-recurring	10,000	-	350	9,650	3.50%	M
539468	Irrigation Repair	12,500	-	7,235	5,265	57.88%	O
539469	Other Maintenance	51,500	7,675	34,059	17,441	66.13%	P
<b>500460</b>	<b>Subtotal Repair &amp; Maintenance Services</b>	<b>408,275</b>	<b>29,848</b>	<b>328,949</b>	<b>79,326</b>	<b>80.57%</b>	
513471	Printing & Binding	500	-	72	428	14.40%	M
<b>500470</b>	<b>Subtotal Printing &amp; Binding</b>	<b>500</b>	<b>-</b>	<b>72</b>	<b>428</b>	<b>14.40%</b>	
513493	Permits and Licenses	250	-	175	75	70.00%	M
513497	Legal Advertising	1,000	-	722	278	72.20%	
513499	Misc Current Charges	-	-	37	(37)	0.00%	Q
<b>500490</b>	<b>Subtotal Other Current Charges</b>	<b>1,250</b>	<b>-</b>	<b>934</b>	<b>316</b>	<b>74.72%</b>	
539522	Operating Materials & Supplies	750	-	139	611	18.53%	M
539524	Non-capitalized Furniture, Fixtures & Equipment	750	-	-	750	0.00%	M
	<b>Subtotal Supplies &amp; Minor Equipment</b>	<b>1,500</b>	<b>-</b>	<b>139</b>	<b>1,361</b>	<b>9.27%</b>	
	<b>Subtotal Operating Expenditures</b>	<b>877,668</b>	<b>64,652</b>	<b>742,553</b>	<b>135,115</b>	<b>84.61%</b>	
539633	Capital Outlay Expenditures- Infrastructure	89,000	20,946	66,996	22,004	75.28%	R
	<b>Subtotal Non-operating Expenditures</b>	<b>89,000</b>	<b>20,946</b>	<b>66,996</b>	<b>22,004</b>	<b>75.28%</b>	
	<b>Total Expenditures</b>	<b>\$ 966,668</b>	<b>\$ 85,598</b>	<b>\$ 809,549</b>	<b>\$ 157,119</b>	<b>83.75%</b>	
	<b>Change in Net Assets (Modified Accrual Basis)</b>	<b>\$ (34,362)</b>	<b>\$ (81,303)</b>	<b>\$ 138,337</b>	<b>\$ 172,699</b>		

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Fund Balance Analysis:	Balance Forward 09/30/09	Current Month Actual	Year to Date Actual	Current Balance
Unassigned	271,075	(81,303)	298,337	569,412
Operating Reserve	160,000	-	(160,000)	-
Assigned R&R General	1,134,830	-	-	1,134,830
Assigned R&R Villa Roads	54,172	-	-	54,172
<b>Total Fund Balance</b>	<b>\$ 1,620,077</b>	<b>\$ (81,303)</b>	<b>\$ 138,337</b>	<b>\$ 1,758,414</b>

**Footnotes:**

- A** Sumter County is billed in quarterly installments at the end of each quarter.
- B** Miscellaneous revenue consists of rebates from OMI (\$6,101), Bank of America purchasing card (\$150) and Workers Comp (\$22).
- C** The interest rate at CFB, our depository bank, is tied to the Federal Funds Rate, which was reduced to zero in November 2008. Interest Income includes monthly interest from investments with the State Board of Administration (SBA) and quarterly interest income from the Sumter County Tax Collector.
- | Month  | CFB   | SBA   |
|--------|-------|-------|
| Mar-10 | 0.00% | 0.20% |
| Apr-10 | 0.00% | 0.23% |
| May-10 | 0.00% | 0.27% |
| Jun-10 | 0.00% | 0.34% |
| Jul-10 | 0.00% | 0.38% |
| Aug-10 | 0.00% | 0.35% |
- D** Maintenance Assessments are paid to the District by Sumter County from the payment of property tax bills. Bills are mailed November 1st and the majority of the payments are received November through January.
- E** Current month investment income/expense for FMIvT will not be available until the 15th of the following month.
- | Month  | FMIvT 1-3 Yr | FMIvT 0 - 2 Yr |
|--------|--------------|----------------|
| Mar-10 | -0.24%       | -0.24%         |
| Apr-10 | 0.84%        | -0.12%         |
| May-10 | 1.44%        | 0.12%          |
| Jun-10 | 3.24%        | 0.84%          |
| Jul-10 | 3.24%        | 0.96%          |
| Aug-10 | -            | -              |
- F** Expenditures are above average due to additional meetings for Deed Compliance. A budget transfer is required to cover remainder of the year.
- G** Deed Compliance expenditures will be under budget for year due to the process beginning in March instead of the budgeted start of January.
- H** Board resolution required to cover additional expenditures by BDA Environmental Consultants related to four gopher tortoise burrows found during fence replacement project.
- I** Payment to US Bank for trustee service fees are paid twice a year.
- J** Payroll Service expenditure is a once a year occurrence; therefore, budget to actual at 100%.
- K** Unbudgeted expenditures for extra detail work by deputy sheriff on Azteca Loop.
- L** Irrigation Water average monthly expenditure is \$595 per month versus budget of \$833.
- M** Some expenditure accounts incur charges on an irregular basis resulting in little or no expenditures to date.
- N** Account will be under budget due to insurance policy renewal covers only May through September.
- O** To date, irrigation repair expenditures averaging \$658 per month versus budget of \$1,042.
- P** Water retention and preserve maintenance running below budget.
- Q** Unbudgeted expenditures for miscellaneous recording fees with Sumter County on deed compliance.
- R** Unextended budget dollars are for the completion of the Sharon Morse Owl Preserve fencing.

**Debt Service Trust Accounts**

The interest rate at US Bank, our trustee, was reduced to zero in July 2009. In August 2010 US Bank migrated our Debt Service investments from 1st American Money Market Account to Federated (1996 Bond) and Fidelity Prime (1998 Bond) Money Market Accounts. The interest rate for August is 0.26% and 0.25% respectively. Interest will be posted to the trust accounts in September.