

Highland Meadows
Community Development District

Financial Statements
(Unaudited)

June 30, 2016

Prepared by
Rizzetta & Company, Inc.
District Manager

Highland Meadows Community Development District

Balance Sheet

As of 6/30/2016

(In Whole Numbers)

	General Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds	General Fixed Assets Account Group	General Long-Term Debt Account Group
Assets						
Cash	265,482	0	0	265,482	0	0
Investments	0	111,904	26	111,930	0	0
Accounts Receivable	0	0	0	0	0	0
Allowance for Doubtful Accounts	0	0	0	0	0	0
Prepaid Items	0	0	0	0	0	0
Deposits	2,135	0	0	2,135	0	0
Due From Other Funds	0	662	0	662	0	0
Due From Bondholders	0	0	0	0	0	0
Amount Available In Debt Service Fund	0	0	0	0	0	112,567
Amount To Be Provided for Debt Service	0	0	0	0	0	942,433
Fixed Assets	0	0	0	0	8,846,015	0
Total Assets	<u>267,617</u>	<u>112,567</u>	<u>26</u>	<u>380,209</u>	<u>8,846,015</u>	<u>1,055,000</u>
Liabilities						
Accounts Payable	1,107	0	0	1,107	0	0
Accrued Expenses Payable	742	0	0	742	0	0
Deferred Revenue	0	0	0	0	0	0
Due To Other Funds	662	0	0	662	0	0
Debt Service Obligations--Current	0	0	0	0	0	0
Revenue Bonds Payable--Long Term	0	0	0	0	0	1,055,000
Total Liabilities	<u>2,511</u>	<u>0</u>	<u>0</u>	<u>2,511</u>	<u>0</u>	<u>1,055,000</u>
Fund Equity & Other Credits						
Beginning Fund Balance	217,058	(638,290)	26	(421,206)	8,846,015	0
Net Change in Fund Balance	48,048	750,857	0	798,904	0	0
Total Fund Equity & Other Credits	<u>265,106</u>	<u>112,567</u>	<u>26</u>	<u>377,698</u>	<u>8,846,015</u>	<u>0</u>
Total Liabilities & Fund Equity	<u>267,617</u>	<u>112,567</u>	<u>26</u>	<u>380,209</u>	<u>8,846,015</u>	<u>1,055,000</u>

See Notes to Unaudited Financial Statements

Highland Meadows Community Development District

Statement of Revenues and Expenditures

General Fund - 001

From 10/1/2015 Through 6/30/2016

(In Whole Numbers)

	Annual Budget	YTD Budget	YTD Actual	YTD Variance	Percent Annual Budget Remaining
Revenues					
Special Assessments					
Tax Roll	137,009	137,009	138,109	1,100	0.80%
Total Revenues	<u>137,009</u>	<u>137,009</u>	<u>138,109</u>	<u>1,100</u>	<u>0.80%</u>
Expenditures					
Legislative					
Supervisor Fees	5,000	3,750	800	2,950	84.00%
Financial & Administrative					
Administrative Services	4,500	3,375	3,375	0	25.00%
District Management	12,950	9,713	9,713	0	24.99%
District Engineer	1,500	1,125	313	813	79.16%
Disclosure Report	2,400	1,800	2,400	(600)	0.00%
Trustees Fees	9,228	6,921	0	6,921	100.00%
Financial Consulting Services	8,600	7,700	7,700	0	10.46%
Accounting Services	10,000	7,500	7,500	0	25.00%
Auditing Services	4,000	4,000	4,000	0	0.00%
Public Officials Liability Insurance	2,666	2,666	2,500	166	6.22%
Legal Advertising	3,750	2,813	1,045	1,767	72.12%
Dues, Licenses & Fees	175	175	175	0	0.00%
Miscellaneous Fees	150	150	50	100	66.72%
Website Fees & Maintenance	1,200	900	900	0	25.00%
Legal Counsel					
District Counsel	10,000	7,500	8,465	(965)	15.35%
Electric Utility Services					
Utility Services	750	563	388	174	48.25%
Street Lights	9,600	7,200	6,413	787	33.19%
Water-Sewer Combination Services					
Utility Services	8,000	6,000	4,987	1,014	37.66%
Stormwater Control					
Aquatic Maintenance	2,100	1,575	0	1,575	100.00%
Other Physical Environment					
Property Insurance/Gen'l Liab	5,053	5,053	4,812	241	4.76%
Entry & Walls Maintenance	5,000	3,750	0	3,750	100.00%
Landscape Maintenance - Contract	29,580	22,185	20,925	1,260	29.25%
Landscape Miscellaneous	5,000	3,750	2,816	934	43.67%
Landscape - Mulch	1,500	1,125	0	1,125	100.00%
Contingency					
Miscellaneous Contingency	3,400	2,550	785	1,765	76.90%
Total Expenditures	<u>146,102</u>	<u>113,838</u>	<u>90,061</u>	<u>23,776</u>	<u>38.36%</u>

See Notes to Unaudited Financial Statements

Highland Meadows Community Development District

Statement of Revenues and Expenditures

General Fund - 001

From 10/1/2015 Through 6/30/2016

(In Whole Numbers)

	Annual Budget	YTD Budget	YTD Actual	YTD Variance	Percent Annual Budget Remaining
Excess of Revenue Over (Under) Expenditures	(9,093)	23,171	48,048	24,876	(628.40)%
Other Financing Sources (Uses)					
Carryforward Fund Balance	9,093	9,093	0	(9,093)	(100.00)%
Excess of Rev./Other Sources Over (Under) Expend./Other Uses	0	32,264	48,048	15,783	0.00%
Fund Balance, Beginning of Period	0	0	217,058	217,058	0.00%
Fund Balance, End of Period	<u>0</u>	<u>32,264</u>	<u>265,106</u>	<u>232,842</u>	<u>0.00%</u>

Highland Meadows Community Development District

Statement of Revenues and Expenditures

Debt Service Fund - 200

From 10/1/2015 Through 6/30/2016

(In Whole Numbers)

	<u>Annual Budget</u>	<u>Current Period Actual</u>	<u>Budget to Actual Variance</u>	<u>Budget Percent Remaining</u>
Revenues				
Special Assessments				
Tax Roll	87,984	87,984	(0)	0.00%
Interest Earnings				
Interest Earnings	0	63	63	0.00%
Total Revenues	<u>87,984</u>	<u>88,047</u>	<u>63</u>	<u>0.07%</u>
Expenditures				
Financial & Administrative				
Trustees Fees	0	14,962	(14,962)	0.00%
Legal Counsel				
Legal Counsel	0	4,513	(4,513)	0.00%
Debt Service Payments				
Interest Payments	22,984	29,838	(6,854)	(29.81)%
Principal Payments	65,000	66,278	(1,278)	(1.96)%
Total Expenditures	<u>87,984</u>	<u>115,590</u>	<u>(27,606)</u>	<u>(31.38)%</u>
Excess of Revenue Over (Under) Expenditures	<u>0</u>	<u>(27,543)</u>	<u>(27,543)</u>	<u>0.00%</u>
Other Financing Sources (Uses)				
Forgiveness of Debt	0	779,400	779,400	0.00%
SPE Costs	0	(1,000)	(1,000)	0.00%
Total Other Financing Sources (Uses)	<u>0</u>	<u>778,400</u>	<u>778,400</u>	<u>0.00%</u>
Excess of Rev./Other Sources Over (Under) Expend./Other Uses	<u>0</u>	<u>750,857</u>	<u>750,857</u>	<u>0.00%</u>
Fund Balance, Beginning of Period	0	(638,290)	(638,290)	0.00%
Fund Balance, End of Period	<u><u>0</u></u>	<u><u>112,567</u></u>	<u><u>112,567</u></u>	<u><u>0.00%</u></u>

Highland Meadows Community Development District

Statement of Revenues and Expenditures

Capital Projects Fund - 300

From 10/1/2015 Through 6/30/2016

(In Whole Numbers)

	Annual Budget	Current Period Actual	Budget to Actual Variance	Budget Percent Remaining
Fund Balance, Beginning of Period	0	26	26	0.00%
Fund Balance, End of Period	<u>0</u>	<u>26</u>	<u>26</u>	<u>0.00%</u>

Highland Meadows CDD
Investment Summary
June 30, 2016

<u>Account</u>	<u>Investment</u>	<u>Balance as of</u> <u>June 30, 2016</u>
US Bank Series 2006 Reserve A	US Bank Money Market Account - Managed	\$ 74,857
US Bank Series 2006 Revenue A	US Bank Money Market Account - Managed	37,047
	Total Debt Service Fund Investments	<u>\$ 111,904</u>
US Bank Series 2006 Acquisition/Construction	US Bank Money Market Account - Managed	\$ 26
	Total Capital Project Fund Investments	<u>\$ 26</u>

Highland Meadows Community Development District

Summary A/P Ledger

001 - General Fund

From 6/1/2016 Through 6/30/2016

<u>Vendor Name</u>	<u>Invoice Date</u>	<u>Invoice Number</u>	<u>Invoice/Credit Description</u>	<u>Current Balance</u>
Duke Energy	6/22/2016	09617 89471 06/16	0 County Road 547 N Lite 06/16	292.84
Duke Energy	6/22/2016	41513 18262 06/16	0 County Road 547 N Lite PH2 06/16	446.32
Hopping Green and Sams	6/23/2016	88389	Legal Services 05/16	91.63
The Ledger / News Chief	6/26/2016	985387	Acct #650876 Legal Advertising 06/16	<u>276.56</u>
			Total 001 - General Fund	1,107.35
Report Balance				<u><u>1,107.35</u></u>

Highland Meadows Community Development District
Notes to Unaudited Financial Statements
June 30, 2016

Balance Sheet

1. Trust statement activity has been recorded through 6/30/16.
2. See EMMA (Electronic Municipal Market Access) at <http://www.emma.msrb.org> for Municipal Disclosures and Market Data.