

Highland Meadows
Community Development District

Financial Statements
(Unaudited)

October 31, 2016

Prepared by
Rizzetta & Company, Inc.
District Manager

Highland Meadows Community Development District

Balance Sheet

As of 10/31/2016

(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 | 216,055 | 0 | 0 | 216,055 | 0 | 0 |
| Investments | 0 | 102,105 | 26 | 102,131 | 0 | 0 |
| Accounts Receivable | 137,009 | 87,984 | 0 | 224,993 | 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 | 946 | 1,787 | 0 | 2,733 | 0 | 0 |
| Due From Bondholders | 0 | 0 | 0 | 0 | 0 | 0 |
| Amount Available In Debt Service Fund | 0 | 0 | 0 | 0 | 0 | 191,876 |
| Amount To Be Provided for Debt Service | 0 | 0 | 0 | 0 | 0 | 863,124 |
| Fixed Assets | 0 | 0 | 0 | 0 | 8,846,015 | 0 |
| Total Assets | <u>356,145</u> | <u>191,876</u> | <u>26</u> | <u>548,046</u> | <u>8,846,015</u> | <u>1,055,000</u> |
| Liabilities | | | | | | |
| Accounts Payable | 1,983 | 0 | 0 | 1,983 | 0 | 0 |
| Accrued Expenses Payable | 1,000 | 0 | 0 | 1,000 | 0 | 0 |
| Deferred Revenue | 0 | 0 | 0 | 0 | 0 | 0 |
| Due To Other Funds | 1,787 | 946 | 0 | 2,733 | 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>4,770</u> | <u>946</u> | <u>0</u> | <u>5,716</u> | <u>0</u> | <u>1,055,000</u> |
| Fund Equity & Other Credits | | | | | | |
| Beginning Fund Balance | 236,062 | 103,884 | 26 | 339,971 | 8,846,015 | 0 |
| Net Change in Fund Balance | 115,313 | 87,046 | 0 | 202,359 | 0 | 0 |
| Total Fund Equity & Other Credits | <u>351,375</u> | <u>190,930</u> | <u>26</u> | <u>542,330</u> | <u>8,846,015</u> | <u>0</u> |
| Total Liabilities & Fund Equity | <u>356,145</u> | <u>191,876</u> | <u>26</u> | <u>548,046</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 10/1/2016 Through 10/31/2016

(In Whole Numbers)

| | Annual Budget | YTD Budget | YTD Actual | YTD Variance | Percent Annual Budget Remaining |
|---|------------------|----------------|----------------|-----------------|--|
| Revenues | | | | | |
| Special Assessments | | | | | |
| Tax Roll | 137,009 | 137,009 | 135,536 | (1,473) | (1.07)% |
| Total Revenues | <u>137,009</u> | <u>137,009</u> | <u>135,536</u> | <u>(1,473)</u> | <u>(1.08)%</u> |
| Expenditures | | | | | |
| Legislative | | | | | |
| Supervisor Fees | 5,000 | 0 | 0 | 0 | 100.00% |
| Financial & Administrative | | | | | |
| Administrative Services | 4,725 | 394 | 394 | 0 | 91.66% |
| District Management | 13,598 | 1,133 | 1,133 | 0 | 91.66% |
| District Engineer | 1,500 | 125 | 0 | 125 | 100.00% |
| Disclosure Report | 2,400 | 200 | 0 | 200 | 100.00% |
| Trustees Fees | 15,000 | 15,000 | 0 | 15,000 | 100.00% |
| Assessment Roll | 5,250 | 5,250 | 5,250 | 0 | 0.00% |
| Financial Consulting Services | 3,780 | 315 | 315 | 0 | 91.66% |
| Accounting Services | 10,500 | 875 | 875 | 0 | 91.66% |
| Auditing Services | 4,000 | 0 | 0 | 0 | 100.00% |
| Public Officials Liability Insurance | 2,750 | 2,750 | 2,500 | 250 | 9.09% |
| Legal Advertising | 3,000 | 250 | 898 | (648) | 70.05% |
| Dues, Licenses & Fees | 175 | 175 | 175 | 0 | 0.00% |
| Website Hosting, Maintenance, Backup | 1,200 | 100 | 100 | 0 | 91.66% |
| Legal Counsel | | | | | |
| District Counsel | 10,000 | 833 | 2 | 832 | 99.98% |
| Electric Utility Services | | | | | |
| Utility Services | 750 | 63 | 50 | 13 | 93.36% |
| Street Lights | 9,600 | 800 | 800 | (0) | 91.66% |
| Water-Sewer Combination Services | | | | | |
| Utility Services | 8,000 | 667 | 455 | 212 | 94.31% |
| Stormwater Control | | | | | |
| Aquatic Maintenance | 2,100 | 175 | 0 | 175 | 100.00% |
| Other Physical Environment | | | | | |
| Property Insurance/General Liability | 5,165 | 5,165 | 4,312 | 853 | 16.51% |
| Entry & Walls Maintenance | 2,500 | 208 | 400 | (192) | 84.00% |
| Landscape Maintenance - Contract | 29,580 | 2,465 | 2,325 | 140 | 92.13% |
| Landscape Miscellaneous | 3,500 | 292 | 239 | 53 | 93.17% |
| Landscape - Mulch | 1,500 | 125 | 0 | 125 | 100.00% |
| Contingency | | | | | |
| Miscellaneous Contingency | 2,500 | 208 | 0 | 208 | 100.00% |

See Notes to Unaudited Financial Statements

Highland Meadows Community Development District

Statement of Revenues and Expenditures

General Fund - 001

From 10/1/2016 Through 10/31/2016

(In Whole Numbers)

| | Annual Budget | YTD Budget | YTD Actual | YTD Variance | Percent Annual Budget Remaining |
|---|------------------|----------------|----------------|-----------------|--|
| Total Expenditures | <u>148,073</u> | <u>37,568</u> | <u>20,223</u> | <u>17,345</u> | <u>86.34%</u> |
| Excess of Revenue Over (Under) Expenditures | (11,064) | 99,441 | 115,313 | 15,872 | (1,142.23)% |
| Other Financing Sources (Uses) | | | | | |
| Carryforward Fund Balance | 11,064 | 11,064 | 0 | (11,064) | (100.00)% |
| Excess of Rev./Other Sources Over (Under) Expend./Other Uses | 0 | 110,505 | 115,313 | 4,808 | 0.00% |
| Fund Balance, Beginning of Period | 0 | 0 | 236,062 | 236,062 | 0.00% |
| Fund Balance, End of Period | <u>0</u> | <u>110,505</u> | <u>351,375</u> | <u>240,870</u> | <u>0.00%</u> |

Highland Meadows Community Development District

Statement of Revenues and Expenditures

Debt Service Fund - 200

From 10/1/2016 Through 10/31/2016

(In Whole Numbers)

| | Annual Budget | Current Period Actual | Budget to Actual Variance | Budget Percent Remaining |
|---|-------------------|--------------------------|---------------------------------|--------------------------------|
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Revenues | | | | |
| Special Assessments | | | | |
| Tax Roll | 87,984 | 87,038 | (946) | (1.07)% |
| Interest Earnings | | | | |
| Interest Earnings | 0 | 8 | 8 | 0.00% |
| Total Revenues | <u>87,984</u> | <u>87,046</u> | <u>(938)</u> | <u>(1.07)%</u> |
| Expenditures | | | | |
| Debt Service Payments | | | | |
| Interest Payments | 57,984 | 0 | 57,984 | 100.00% |
| Principal Payments | 30,000 | 0 | 30,000 | 100.00% |
| Total Expenditures | <u>87,984</u> | <u>0</u> | <u>87,984</u> | <u>100.00%</u> |
| Excess of Revenue Over (Under) Expenditures | <u>0</u> | <u>87,046</u> | <u>87,046</u> | <u>0.00%</u> |
| Excess of Rev./Other Sources Over (Under) Expend./Other Uses | <u>0</u> | <u>87,046</u> | <u>87,046</u> | <u>0.00%</u> |
| Fund Balance, Beginning of Period | 0 | 103,884 | 103,884 | 0.00% |
| Fund Balance, End of Period | <u>0</u> | <u>190,930</u> | <u>190,930</u> | <u>0.00%</u> |

Highland Meadows Community Development District

Statement of Revenues and Expenditures

Capital Projects Fund - 300

From 10/1/2016 Through 10/31/2016

(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
October 31, 2016

| <u>Account</u> | <u>Investment</u> | <u>Balance as of</u> <u>October 31, 2016</u> |
|--|---|---|
| US Bank Series 2006 Reserve A | US Bank Money Market Account - Managed | \$ 74,879 |
| US Bank Series 2006 Revenue A | US Bank Money Market Account - Managed | 27,226 |
| | Total Debt Service Fund Investments | <u>\$ 102,105</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/R Ledger

001 - General Fund

From 10/1/2016 Through 10/31/2016

| <u>Invoice Date</u> | <u>Customer Name</u> | <u>Invoice Number</u> | <u>Current Balance</u> |
|---------------------|------------------------------|-----------------------------|------------------------|
| 10/1/2016 | Joe G. Tedder, Tax Collector | FY16-17 | <u>137,008.92</u> |
| | | Total 001 - General Fund | 137,008.92 |

Highland Meadows Community Development District

Summary A/R Ledger

200 - Debt Service Fund

From 10/1/2016 Through 10/31/2016

| <u>Invoice Date</u> | <u>Customer Name</u> | <u>Invoice Number</u> | <u>Current Balance</u> |
|---------------------|------------------------------|----------------------------------|--------------------------|
| 10/1/2016 | Joe G. Tedder, Tax Collector | FY16-17 | <u>87,983.65</u> |
| | | Total 200 - Debt Service Fund | <u>87,983.65</u> |
| Report Balance | | | <u><u>224,992.57</u></u> |

Highland Meadows Community Development District

Summary A/P Ledger

001 - General Fund

From 10/1/2016 Through 10/31/2016

| <u>Vendor Name</u> | <u>Invoice Date</u> | <u>Invoice Number</u> | <u>Invoice/Credit Description</u> | <u>Current Balance</u> |
|------------------------------------|---------------------|-----------------------|---|------------------------|
| Department of Economic Opportunity | 10/3/2016 | 39254 | Special District Fee FY 16/17 | 175.00 |
| Duke Energy | 10/13/2016 | 09617 89471 10/16 | 0 County Road 547 N Lite 10/16 | 317.11 |
| Duke Energy | 10/13/2016 | 41513 18262 10/16 | 0 County Road 547 N Lite PH2 10/16 | 483.26 |
| Floralawn, Inc | 10/25/2016 | 72470 | Irrigation Repair 10/16 | 57.99 |
| Hopping Green and Sams | 10/19/2016 | 90381 | Legal Services 09/16 | 51.54 |
| The Ledger / News Chief | 10/27/2016 | L060G0HPJ1 | Acct #650876 Legal Advertising 10/18/16 & 10/25/16 | 898.32 |
| | | | Total 001 - General Fund | 1,983.22 |
| Report Balance | | | | 1,983.22 |

Highland Meadows Community Development District
Notes to Unaudited Financial Statements
October 31, 2016

Balance Sheet

1. Trust statement activity has been recorded through 10/31/16.
2. See EMMA (Electronic Municipal Market Access) at <http://www.emma.msrb.org> for Municipal Disclosures and Market Data.

Summary A/R Ledger – Payment Terms

3. Payment terms for landowner assessments are (a) defined in the FY16-17 Assessment Resolution adopted by the Board of Supervisors, (b) pursuant to Florida Statutes, Chapter 197 for assessments levied via the county tax roll.

Summary A/R Ledger – Subsequent Collections

4. General Fund – Payment for Invoice FY16-17 in the amount of \$1,932.77 was received in November 2016.
5. Debt Service Fund – Payment for Invoice FY16-17 in the amount of \$910.68 was received in November 2016.