

Highland Meadows  
Community Development District

Financial Statements  
(Unaudited)

June 30, 2015

Prepared by  
Rizzetta & Company, Inc.  
District Manager

**Highland Meadows Community Development District**

Balance Sheet

As of 6/30/2015

(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
<b>Assets</b>						
Cash	257,607	0	0	257,607	0	0
Investments	0	611,936	26	611,962	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	480	0	480	0	0
Due From Bondholders	0	138,473	0	138,473	0	0
Amount Available In Debt Service Fund	0	0	0	0	0	0
Amount To Be Provided for Debt Service	0	0	0	0	0	2,820,000
Fixed Assets	0	0	0	0	8,838,581	0
<b>Total Assets</b>	<u>259,742</u>	<u>750,889</u>	<u>26</u>	<u>1,010,657</u>	<u>8,838,581</u>	<u>2,820,000</u>
<b>Liabilities</b>						
Accounts Payable	762	0	0	762	0	0
Accrued Expenses Payable	4,800	0	0	4,800	0	0
Deferred Revenue	0	0	0	0	0	0
Due To Other Funds	480	0	0	480	0	0
Debt Service Obligations--Current	0	1,250,600	0	1,250,600	0	0
Revenue Bonds Payable--Long Term	0	0	0	0	0	2,820,000
<b>Total Liabilities</b>	<u>6,042</u>	<u>1,250,600</u>	<u>0</u>	<u>1,256,642</u>	<u>0</u>	<u>2,820,000</u>
<b>Fund Equity &amp; Other Credits</b>						
Beginning Fund Balance	200,924	(357,858)	26	(156,908)	8,838,581	0
Net Change in Fund Balance	52,776	(141,854)	0	(89,077)	0	0
<b>Total Fund Equity &amp; Other Credits</b>	<u>253,700</u>	<u>(499,711)</u>	<u>26</u>	<u>(245,985)</u>	<u>8,838,581</u>	<u>0</u>
<b>Total Liabilities &amp; Fund Equity</b>	<u>259,742</u>	<u>750,889</u>	<u>26</u>	<u>1,010,657</u>	<u>8,838,581</u>	<u>2,820,000</u>

See Notes to Unaudited Financial Statements

## Highland Meadows Community Development District

### Statement of Revenues and Expenditures

General Fund - 001

From 10/1/2014 Through 6/30/2015

(In Whole Numbers)

	Annual Budget	YTD Budget	YTD Actual	YTD Variance	Percent Annual Budget Remaining
<b>Revenues</b>					
Special Assessments					
Tax Roll	137,009	137,009	137,935	926	0.67%
Total Revenues	<u>137,009</u>	<u>137,009</u>	<u>137,935</u>	<u>926</u>	<u>0.68%</u>
<b>Expenditures</b>					
Legislative					
Supervisor Fees	5,000	3,750	1,600	2,150	68.00%
Financial & Administrative					
District Manager	30,900	23,175	23,175	0	25.00%
District Engineer	1,500	1,125	0	1,125	100.00%
Disclosure Report	2,400	1,800	2,400	(600)	0.00%
Trustees Fees	3,800	3,800	0	3,800	100.00%
Financial Consulting Services	5,150	3,863	3,862	0	25.00%
Auditing Services	4,000	3,000	4,000	(1,000)	0.00%
Public Officials Liability Insurance	7,000	7,000	2,539	4,461	63.73%
Legal Advertising	1,600	1,200	1,787	(587)	(11.66)%
Bank Fees	180	135	0	135	100.00%
Dues, Licenses & Fees	175	175	175	0	0.00%
Miscellaneous Fees	500	375	51	324	89.72%
Website Fees & Maintenance - Technology	750	563	0	563	100.00%
Legal Counsel					
District Counsel	10,000	7,500	5,074	2,426	49.26%
Electric Utility Services					
Utility Services	750	563	431	131	42.48%
Street Lights	9,600	7,200	6,867	333	28.47%
Water-Sewer Combination Services					
Utility Services	8,000	6,000	5,164	836	35.44%
Stormwater Control					
Aquatic Maintenance	2,100	1,575	0	1,575	100.00%
Other Physical Environment					
Property Insurance	4,303	4,303	4,812	(509)	(11.82)%
Entry & Walls Maintenance	5,000	3,750	0	3,750	100.00%
Landscape Maintenance	30,000	22,500	20,925	1,575	30.25%
Landscape Miscellaneous	5,000	3,750	2,296	1,454	54.08%
Landscape - Mulch	1,500	1,125	0	1,125	100.00%
Contingency					
Miscellaneous Contingency	5,000	3,750	0	3,750	100.00%
Total Expenditures	<u>144,208</u>	<u>111,976</u>	<u>85,158</u>	<u>26,818</u>	<u>40.95%</u>

See Notes to Unaudited Financial Statements

**Highland Meadows Community Development District**

Statement of Revenues and Expenditures

General Fund - 001

From 10/1/2014 Through 6/30/2015

(In Whole Numbers)

	Annual Budget	YTD Budget	YTD Actual	YTD Variance	Percent Annual Budget Remaining
Excess of Revenue Over (Under) Expenditures	(7,199)	25,033	52,776	27,743	(833.10)%
Other Financing Sources (Uses)					
Carry Forward Fund Balance					
Prior Year	7,199	5,399	0	(5,399)	(100.00)%
Total Other Financing Sources (Uses)	7,199	5,399	0	(5,399)	(100.00)%
Excess of Rev./Other Sources Over (Under) Expend./Other Uses	0	30,433	52,776	22,344	0.00%
Fund Balance, Beginning of Period	0	0	200,924	200,924	0.00%
Fund Balance, End of Period	0	30,433	253,700	223,268	0.00%

**Highland Meadows Community Development District**

Statement of Revenues and Expenditures

Debt Service Fund - 200

From 10/1/2014 Through 6/30/2015

(In Whole Numbers)

	Annual Budget	Current Period Actual	Budget to Actual Variance	Budget Percent Remaining
<b>Revenues</b>				
Special Assessments				
Tax Roll	87,984	87,984	(0)	0.00%
Interest Earnings				
Interest Earnings	0	69	69	0.00%
<b>Total Revenues</b>	<u>87,984</u>	<u>88,053</u>	<u>69</u>	<u>0.08%</u>
<b>Expenditures</b>				
Financial & Administrative				
Trustees Fees	0	9,228	(9,228)	0.00%
Legal Counsel				
Legal Counsel	0	2,780	(2,780)	0.00%
Debt Service Payments				
Interest Payments	27,984	155,100	(127,116)	(454.24)%
Principal Payments	60,000	60,000	0	0.00%
<b>Total Expenditures</b>	<u>87,984</u>	<u>227,108</u>	<u>(139,124)</u>	<u>(158.12)%</u>
Excess of Revenue Over (Under) Expenditures	<u>0</u>	<u>(139,055)</u>	<u>(139,055)</u>	<u>0.00%</u>
<b>Other Financing Sources (Uses)</b>				
SPE Costs	0	(2,799)	(2,799)	0.00%
Excess of Rev./Other Sources Over (Under) Expend./Other Uses	<u>0</u>	<u>(141,854)</u>	<u>(141,854)</u>	<u>0.00%</u>
Fund Balance, Beginning of Period	0	(357,858)	(357,858)	0.00%
Fund Balance, End of Period	<u>0</u>	<u>(499,711)</u>	<u>(499,711)</u>	<u>0.00%</u>

**Highland Meadows Community Development District**

Statement of Revenues and Expenditures

Capital Projects Fund - 300

From 10/1/2014 Through 6/30/2015

(In Whole Numbers)

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

**Highland Meadows CDD**  
**Investment Summary**  
**June 30, 2015**

<u>Account</u>	<u>Investment</u>	<u>Balance as of</u> <u>June 30, 2015</u>
US Bank Series 2006 Interest A	US Bank Money Market Account - Managed	\$ 10
US Bank Series 2006 Reserve A	US Bank Money Market Account - Managed	24,389
US Bank Series 2006 Revenue A	US Bank Money Market Account - Managed	587,537
	<b>Total Debt Service Fund Investments</b>	<b><u>\$ 611,936</u></b>
US Bank Series 2006 Acquisition/Construction	US Bank Money Market Account - Managed	\$ 26
	<b>Total Capital Project Fund Investments</b>	<b><u>\$ 26</u></b>

**Highland Meadows Community Development District**

Summary A/P Ledger

001 - General Fund

From 6/1/2015 Through 6/30/2015

<u>Vendor Name</u>	<u>Invoice Date</u>	<u>Invoice Number</u>	<u>Invoice/Credit Description</u>	<u>Current Balance</u>
Duke Energy	6/19/2015	09617 89471 06/15	0 County Road 547 N Lite 06/15	286.31
Duke Energy	6/19/2015	41513 18262 06/15	0 County Road 547 N Lite PH2 06/15	435.40
Duke Energy	7/2/2015	97783 97148 06/15	101 Highland Meadows Pl, Unit A, Entrance Lights 06/15	24.10
Duke Energy	7/2/2015	35100 85009 06/15	508 Highland Meadows St Unit A, Entrance Lights 06/15	15.76
			Total 001 - General Fund	761.57
Report Balance				761.57



**Highland Meadows Community Development District**  
**Notes to Unaudited Financial Statements**  
**June 30, 2015**

**Balance Sheet**

1. Trust statement activity has been recorded through 6/30/15.
2. See EMMA (Electronic Municipal Market Access) at <http://www.emma.msrb.org> for Municipal Disclosures and Market Data.
3. Debt Service Obligations-Current, represents scheduled Series 2006A Debt Service payments that were not made Nov 2009 – May 2015.

**Statement of Revenue and Expenditures – Debt Service Fund**

4. The scheduled Series 2006 Debt Service payments that were not made have been accrued, and are reflected in the accompanying Balance Sheet.