

Palma Sola Trace  
Community Development District

Financial Statements  
(Unaudited)

December 31, 2016

Prepared by  
Rizzetta & Company, Inc.  
District Manager

**Palma Sola Trace Community Development District**

Balance Sheet

As of 12/31/2016

(In Whole Numbers)

|  | General Fund   | Reserve Fund   | Debt Service Fund | Total<br>Governmental<br>Funds | General Fixed<br>Assets Account<br>Group | General<br>Long-Term Debt<br>Account Group |
|--|----------------|----------------|-------------------|--------------------------------|--|--|
| <b>Assets</b>                                |                |                |                   |                                |  |  |
| Cash In Bank                                 | 131,023        | 0              | 0                 | 131,023                        | 0  | 0  |
| Investments                                  | 141,057        | 0              | 416,609           | 557,666                        | 0  | 0  |
| Investments - Reserves                       | 0              | 179,907        | 0                 | 179,907                        | 0  | 0  |
| Accounts Receivable                          | 42,377         | 0              | 70,665            | 113,041                        | 0  | 0  |
| Prepaid Expenses                             | 0              | 0              | 0                 | 0                              | 0  | 0  |
| Deposits                                     | 381            | 0              | 0                 | 381                            | 0  | 0  |
| Due From Other Funds                         | 26,011         | 0              | 0                 | 26,011                         | 0  | 0  |
| Amount Available in Debt Service             | 0              | 0              | 0                 | 0                              | 0  | 461,262                                    |
| Amount To Be Provided Debt Service           | 0              | 0              | 0                 | 0                              | 0  | 3,088,738                                  |
| Fixed Assets                                 | 0              | 0              | 0                 | 0                              | 1,341,827                                | 0  |
| <b>Total Assets</b>                          | <b>340,849</b> | <b>179,907</b> | <b>487,273</b>    | <b>1,008,030</b>               | <b>1,341,827</b>                         | <b>3,550,000</b>                           |
| <b>Liabilities</b>                           |                |                |                   |                                |  |  |
| Accounts Payable                             | 7,930          | 0              | 0                 | 7,930                          | 0  | 0  |
| Accrued Expenses Payable                     | 3,453          | 0              | 0                 | 3,453                          | 0  | 0  |
| Due To Other Funds                           | 0              | 0              | 26,011            | 26,011                         | 0  | 0  |
| Revenue Bonds Payable--Long Term             | 0              | 0              | 0                 | 0                              | 0  | 3,550,000                                  |
| <b>Total Liabilities</b>                     | <b>11,383</b>  | <b>0</b>       | <b>26,011</b>     | <b>37,394</b>                  | <b>0</b>                                 | <b>3,550,000</b>                           |
| <b>Fund Equity &amp; Other Credits</b>       |                |                |                   |                                |  |  |
| Beginning Fund Balance                       | 217,436        | 179,889        | 258,162           | 655,487                        | 1,341,827                                | 0  |
| Net Change in Fund Balance                   | 112,030        | 18             | 203,100           | 315,148                        | 0  | 0  |
| <b>Total Fund Equity &amp; Other Credits</b> | <b>329,466</b> | <b>179,907</b> | <b>461,262</b>    | <b>970,635</b>                 | <b>1,341,827</b>                         | <b>0</b>                                   |
| <b>Total Liabilities &amp; Fund Equity</b>   | <b>340,849</b> | <b>179,907</b> | <b>487,273</b>    | <b>1,008,030</b>               | <b>1,341,827</b>                         | <b>3,550,000</b>                           |

See Notes to Unaudited Financial Statements

**Palma Sola Trace Community Development District**

Statement of Revenues and Expenditures

001 - General Fund

From 10/1/2016 Through 12/31/2016

(In Whole Numbers)

|   | Annual Budget  | YTD Budget     | YTD Actual     | YTD Variance | Percent Annual<br>Budget<br>Remaining |
|---|----------------|----------------|----------------|--------------|---------------------------------------|
| <b>Revenues</b>                                     |                |                |                |              |                                       |
| Interest Earnings                                   |                |                |                |              |                                       |
| Interest Earnings                                   | 1,000          | 250            | 79             | (171)        | 92.14%                                |
| Special Assessments                                 |                |                |                |              |                                       |
| Tax Roll  | 161,339        | 161,339        | 167,034        | 5,695        | (3.52)%                               |
| <b>Total Revenues</b>                               | <b>162,339</b> | <b>161,589</b> | <b>167,112</b> | <b>5,523</b> | <b>(2.94)%</b>                        |
| <b>Expenditures</b>                                 |                |                |                |              |                                       |
| Legislative   |                |                |                |              |                                       |
| Supervisor Fees                                     | 7,000          | 2,333          | 2,000          | 333          | 71.42%                                |
| Financial & Administrative                          |                |                |                |              |                                       |
| Administrative Services                             | 5,400          | 1,350          | 1,350          | 0            | 75.00%                                |
| District Management                                 | 19,571         | 4,893          | 4,893          | 0            | 74.99%                                |
| District Engineer                                   | 6,000          | 1,500          | 2,108          | (608)        | 64.87%                                |
| Disclosure Report                                   | 1,000          | 250            | 0              | 250          | 100.00%                               |
| Trustees Fees                                       | 2,155          | 1,437          | 1,437          | 0            | 33.33%                                |
| Assessment Roll                                     | 5,000          | 5,000          | 5,000          | 0            | 0.00%                                 |
| Financial Consulting Services                       | 5,000          | 1,250          | 1,250          | 0            | 74.99%                                |
| Accounting Services                                 | 15,500         | 3,875          | 3,875          | 0            | 74.99%                                |
| Auditing Services                                   | 3,700          | 0              | 0              | 0            | 100.00%                               |
| Public Officials Liability<br>Insurance             | 2,750          | 2,750          | 2,500          | 250          | 9.09%                                 |
| Legal Advertising                                   | 700            | 175            | 271            | (96)         | 61.22%                                |
| Dues, Licenses & Fees                               | 175            | 175            | 175            | 0            | 0.00%                                 |
| Website Hosting, Maintenance,<br>Backup (and Email) | 2,100          | 525            | 525            | 0            | 75.00%                                |
| Legal Counsel                                       |                |                |                |              |                                       |
| District Counsel                                    | 15,000         | 3,750          | 1,240          | 2,510        | 91.73%                                |
| Electric Utility Services                           |                |                |                |              |                                       |
| Utility Services                                    | 2,000          | 500            | 467            | 33           | 76.62%                                |
| Street Lights                                       | 10,000         | 2,500          | 2,002          | 498          | 79.98%                                |
| Stormwater Control                                  |                |                |                |              |                                       |
| Fountain Service Repairs &<br>Maintenance           | 500            | 125            | 0              | 125          | 100.00%                               |
| Lake/Pond Bank Maintenance                          | 5,000          | 1,250          | 0              | 1,250        | 100.00%                               |
| Wetland Monitoring &<br>Maintenance                 | 9,000          | 2,250          | 1,800          | 450          | 80.00%                                |
| Aquatic Maintenance                                 | 10,200         | 2,550          | 2,550          | 0            | 75.00%                                |
| Miscellaneous Expense                               | 500            | 125            | 0              | 125          | 100.00%                               |
| Aquatic Plant Replacement                           | 5,000          | 1,250          | 0              | 1,250        | 100.00%                               |
| Other Physical Environment                          |                |                |                |              |                                       |
| General Liability Insurance                         | 3,025          | 3,025          | 2,750          | 275          | 9.09%                                 |

**Palma Sola Trace Community Development District**

Statement of Revenues and Expenditures

001 - General Fund

From 10/1/2016 Through 12/31/2016

(In Whole Numbers)

|   | Annual Budget   | YTD Budget            | YTD Actual            | YTD Variance          | Percent Annual<br>Budget<br>Remaining |
|---|-----------------|-----------------------|-----------------------|-----------------------|---------------------------------------|
| Property Insurance  | 249             | 249                   | 199                   | 50                    | 20.08%                                |
| Landscape Maintenance   | 8,400           | 2,100                 | 2,244                 | (144)                 | 73.28%                                |
| Miscellaneous Expense   | 500             | 125                   | 0                     | 125                   | 100.00%                               |
| Road & Street Facilities  |                 |                       |                       |                       |                                       |
| Gate Facility Maintenance                                       | 500             | 125                   | 161                   | (36)                  | 67.75%                                |
| Street Light Decorative Light<br>Maintenance                    | 30,000          | 7,500                 | 16,285                | (8,785)               | 45.71%                                |
| Contingency   |                 |                       |                       |                       |                                       |
| Miscellaneous Contingency                                       | 500             | 125                   | 0                     | 125                   | 100.00%                               |
| Total Expenditures  | <u>176,425</u>  | <u>53,062</u>         | <u>55,082</u>         | <u>(2,020)</u>        | <u>68.78%</u>                         |
| Excess of Revenue Over (Under)<br>Expenditures                  | <u>(14,086)</u> | <u>108,527</u>        | <u>112,030</u>        | <u>3,503</u>          | <u>895.33%</u>                        |
| Other Financing Sources (Uses)                                  |                 |                       |                       |                       |                                       |
| Carryforward Fund Balance                                       | 14,086          | 14,086                | 0                     | (14,086)              | 100.00%                               |
| Excess of Rev./Other Sources Over<br>(Under) Expend./Other Uses | <u>0</u>        | <u>122,613</u>        | <u>112,030</u>        | <u>(10,583)</u>       | <u>0.00%</u>                          |
| Fund Balance, Beginning of Period                               | 0               | 0                     | 217,436               | 217,436               | 0.00%                                 |
| Fund Balance, End of Period                                     | <u><u>0</u></u> | <u><u>122,613</u></u> | <u><u>329,466</u></u> | <u><u>206,853</u></u> | <u><u>0.00%</u></u>                   |

**Palma Sola Trace Community Development District**

Statement of Revenues and Expenditures

Reserve Fund - 005

From 10/1/2016 Through 12/31/2016

(In Whole Numbers)

|   | <u>Annual Budget</u> | <u>Current Period<br/>Actual</u> | <u>Budget To Actual<br/>Variance</u> | <u>Budget Percentage<br/>Remaining</u> |
|---|----------------------|----------------------------------|--------------------------------------|--|
| Revenues  |                      |                                  |                                      |  |
| Interest Earnings   |                      |                                  |                                      |  |
| Interest Earnings   | <u>0</u>             | <u>18</u>                        | <u>18</u>                            | <u>0.00%</u>                           |
| Total Revenues  | <u>0</u>             | <u>18</u>                        | <u>18</u>                            | <u>0.00%</u>                           |
| Excess of Revenue Over (Under)<br>Expenditures                  | <u>0</u>             | <u>18</u>                        | <u>18</u>                            | <u>0.00%</u>                           |
| Excess of Rev./Other Sources Over<br>(Under) Expend./Other Uses | <u>0</u>             | <u>18</u>                        | <u>18</u>                            | <u>0.00%</u>                           |
| Fund Balance, Beginning of Period                               | 0                    | 179,889                          | 179,889                              | 0.00%                                  |
| Fund Balance, End of Period                                     | <u><u>0</u></u>      | <u><u>179,907</u></u>            | <u><u>179,907</u></u>                | <u><u>0.00%</u></u>                    |

**Palma Sola Trace Community Development District**

Statement of Revenues and Expenditures

Debt Service Fund - 200

From 10/1/2016 Through 12/31/2016

(In Whole Numbers)

|   | <u>Annual Budget</u> | <u>Current Period<br/>Actual</u> | <u>Budget To Actual<br/>Variance</u> | <u>Budget Percentage<br/>Remaining</u> |
|---|----------------------|----------------------------------|--------------------------------------|--|
| <b>Revenues</b>   |                      |                                  |                                      |  |
| Interest Earnings   |                      |                                  |                                      |  |
| Interest Earnings   | 0                    | 133                              | 133                                  | 0.00%                                  |
| Special Assessments   |                      |                                  |                                      |  |
| Tax Roll  | 269,036              | 269,036                          | 0                                    | 0.00%                                  |
| <b>Total Revenues</b>   | <u>269,036</u>       | <u>269,169</u>                   | <u>133</u>                           | <u>0.05%</u>                           |
| <b>Expenditures</b>   |                      |                                  |                                      |  |
| Debt Service  |                      |                                  |                                      |  |
| Interest  | 134,036              | 66,069                           | 67,967                               | 50.70%                                 |
| Principal   | 135,000              | 0                                | 135,000                              | 100.00%                                |
| <b>Total Expenditures</b>                                       | <u>269,036</u>       | <u>66,069</u>                    | <u>202,967</u>                       | <u>75.44%</u>                          |
| Excess of Revenue Over (Under)<br>Expenditures                  | 0                    | 203,100                          | 203,100                              | 0.00%                                  |
| Excess of Rev./Other Sources Over<br>(Under) Expend./Other Uses | 0                    | 203,100                          | 203,100                              | 0.00%                                  |
| Fund Balance, Beginning of Period                               | 0                    | 258,162                          | 258,162                              | 0.00%                                  |
| <b>Fund Balance, End of Period</b>                              | <u><u>0</u></u>      | <u><u>461,262</u></u>            | <u><u>461,262</u></u>                | <u><u>0.00%</u></u>                    |

**Palma Sola Trace CDD  
Investment Summary  
December 31, 2016**

| <u>Account</u>   | <u>Investment</u>                               | <u>Balance as of<br/>December 31, 2016</u> |
|--|---|--|
| The Bank of Tampa  | Money Market Account                            | \$ 130,800                                 |
| The Bank of Tampa ICS Program:<br>The Washington Trust Company of Westerly | Money Market Account                            | 10,257                                     |
|  | <b>Total General Fund Investments</b>           | <b><u>\$ 141,057</u></b>                   |
| <br>   |   |  |
| SunTrust Capital Reserve   | Money Market Account                            | \$ 179,907                                 |
|  | <b>Total Reserve Fund Investments</b>           | <b><u>\$ 179,907</u></b>                   |
| <br>   |   |  |
| US Bank Series 2013 Revenue  | First American Treasury Obligation Fund Class Z | \$ 263,930                                 |
| US Bank Series 2013 Reserve A-1  | First American Treasury Obligation Fund Class Z | 134,304                                    |
| US Bank Series 2013 Reserve A-2  | First American Treasury Obligation Fund Class Z | 18,375                                     |
|  | <b>Total Debt Service Fund Investments</b>      | <b><u>\$ 416,609</u></b>                   |

**Palma Sola Trace Community Development District**

Summary A/R Ledger

001 - General Fund

From 12/1/2016 Through 12/31/2016

| <u>Invoice Date</u> | <u>Customer Name</u>         | <u>Invoice Number</u>       | <u>Current Balance</u> |
|---------------------|------------------------------|-----------------------------|------------------------|
| 10/1/2016           | Manatee County Tax Collector | FY16-17                     | <u>42,376.60</u>       |
|                     |                              | Total 001 - General<br>Fund | 42,376.60              |



**Palma Sola Trace Community Development District**

Summary A/R Ledger

200 - Debt Service Fund

From 12/1/2016 Through 12/31/2016

| <u>Invoice Date</u> | <u>Customer Name</u>         | <u>Invoice Number</u>            | <u>Current Balance</u>   |
|---------------------|------------------------------|----------------------------------|--------------------------|
| 10/1/2016           | Manatee County Tax Collector | FY16-17                          | <u>70,664.68</u>         |
|                     |                              | Total 200 - Debt<br>Service Fund | <u>70,664.68</u>         |
| Report Balance      |                              |                                  | <u><u>113,041.28</u></u> |

**Palma Sola Trace Community Development District**

Aged Payables by Invoice Date

Aging Date - 11/1/2016

001 - General Fund

From 12/1/2016 Through 12/31/2016

| <u>Vendor Name</u>                     | <u>Invoice Date</u> | <u>Invoice Number</u> | <u>Invoice Description</u>              | <u>Current Balance</u> |
|--|---------------------|-----------------------|---|------------------------|
| ECo Consultants Inc.                   | 11/29/2016          | 15694                 | Quarterly Canal<br>Maintenance -11/16   | 1,800.00               |
| Aquagenix                              | 12/1/2016           | 1289808               | Aquatic Service 12/16                   | 850.00                 |
| BrightView Landscape<br>services, Inc. | 12/10/2016          | 5197638               | Monthly Lawn Service<br>12/16           | 748.00                 |
| Bellmore Electric Inc.                 | 12/22/2016          | 6967                  | Street Light<br>Maintenance #22         | 2,425.00               |
| Bellmore Electric Inc.                 | 12/22/2016          | 6968                  | Street Light<br>Maintenance #21         | 1,910.00               |
| Hopping Green & Sams                   | 12/28/2016          | 91498                 | General/Monthly Legal<br>Services 11/16 | 196.90                 |
|  |                     |                       | Total 001 - General<br>Fund             | 7,929.90               |
| Report Total                           |                     |                       |   | 7,929.90               |

**Palma Sola Trace Community Development District**  
**Notes to Unaudited Financial Statements**  
**December 31, 2016**

**Balance Sheet**

1. Trust statement activity has been recorded through 12/31/16.
2. See EMMA (Electronic Municipal Market Access) at <http://www.emma.msrb.org> for Municipal Disclosures and Market Data.
3. For presentation purposes, the Reserves are shown in a separate fund titled Reserve Fund.

**Summary A/R Ledger – Payment Terms**

4. 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**

5. General Fund - Payment for Invoice FY16-17 in the amount of \$26,112.78 was received in January 2017.
6. Debt Service Fund - Payment for Invoice FY16-17 in the amount of \$43,544.11 was received in January 2017.