

Trails
Community Development District

Financial Statements
(Unaudited)

February 28, 2014

Prepared by
Rizzetta & Company, Inc.
District Manager

Trails Community Development District

Balance Sheet

As of 2/28/2014

(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 In Bank | 142,364 | 0 | 0 | 142,364 | 0 | 0 |
| Investments | 0 | 619,012 | 560 | 619,572 | 0 | 0 |
| Accounts Receivable | 1,203 | 844,625 | 0 | 845,828 | 0 | 0 |
| Allowance for Doubtful Accounts | 0 | (843,425) | 0 | (843,425) | 0 | 0 |
| Prepaid Expenses | 0 | 0 | 0 | 0 | 0 | 0 |
| Due From Other Funds | 0 | 0 | 0 | 0 | 0 | 0 |
| Amount Available in Debt Service | 0 | 0 | 0 | 0 | 0 | 0 |
| Amount To Be Provided Debt Service | 0 | 0 | 0 | 0 | 0 | 9,200,000 |
| Fixed Assets | 0 | 0 | 0 | 0 | 8,223,017 | 0 |
| Total Assets | <u>143,567</u> | <u>620,212</u> | <u>560</u> | <u>764,339</u> | <u>8,223,017</u> | <u>9,200,000</u> |
| Liabilities | | | | | | |
| Accounts Payable | 9,886 | 0 | 323 | 10,208 | 0 | 0 |
| Accrued Expenses Payable | 2,172 | 0 | 0 | 2,172 | 0 | 0 |
| Other Current Liabilities | 0 | 32,646 | 0 | 32,646 | 0 | 0 |
| Deferred Revenue | 0 | 0 | 0 | 0 | 0 | 0 |
| Due To Other Funds | 0 | 0 | 0 | 0 | 0 | 0 |
| Debt Service Obligations - Current | 0 | 1,483,500 | 0 | 1,483,500 | 0 | 0 |
| Revenue Bonds Payable - Long Term | 0 | 0 | 0 | 0 | 0 | 9,200,000 |
| Total Liabilities | <u>12,058</u> | <u>1,516,146</u> | <u>323</u> | <u>1,528,527</u> | <u>0</u> | <u>9,200,000</u> |
| Fund Equity & Other Credits | | | | | | |
| Beginning Fund Balance | (5,604) | (166,759) | 237 | (172,126) | 8,223,017 | 0 |
| Net Change in Fund Balance | 137,113 | (729,175) | 0 | (592,061) | 0 | 0 |
| Total Fund Equity & Other Credits | <u>131,509</u> | <u>(895,934)</u> | <u>237</u> | <u>(764,188)</u> | <u>8,223,017</u> | <u>0</u> |
| Total Liabilities & Fund Equity | <u>143,567</u> | <u>620,212</u> | <u>560</u> | <u>764,339</u> | <u>8,223,017</u> | <u>9,200,000</u> |

See Notes to Unaudited Financial Statements

Trails Community Development District

Statement of Revenues and Expenditures

001 - General Fund

From 10/1/2013 Through 2/28/2014

(In Whole Numbers)

| | Annual Budget | YTD Budget | YTD Actual | YTD Variance | Percent Annual Budget Remaining |
|--|------------------|----------------|----------------|-----------------|---------------------------------------|
| Revenues | | | | | |
| Special Assessments | | | | | |
| Tax Roll | 165,168 | 165,168 | 165,168 | 0 | 0.00% |
| Off Roll | 161,001 | 161,001 | 90,266 | (70,735) | 43.93% |
| Total Revenues | 326,169 | 326,169 | 255,434 | (70,735) | 21.69% |
| Expenditures | | | | | |
| Legislative | | | | | |
| Supervisor Fees | 12,000 | 5,000 | 2,400 | 2,600 | 80.00% |
| Financial & Administrative | | | | | |
| Administrative Services | 2,800 | 1,167 | 1,167 | 0 | 58.33% |
| District Management | 31,200 | 13,000 | 13,000 | 0 | 58.33% |
| District Engineer | 2,000 | 833 | 0 | 833 | 100.00% |
| Disclosure Report | 5,000 | 2,083 | 5,000 | (2,917) | 0.00% |
| Trustees Fees | 4,000 | 1,667 | 0 | 1,667 | 100.00% |
| Financial Consulting Services | 3,600 | 1,500 | 1,500 | 0 | 58.33% |
| Accounting Services | 16,500 | 6,875 | 6,875 | 0 | 58.33% |
| Auditing Services | 4,000 | 1,667 | 4,000 | (2,333) | 0.00% |
| Arbitrage Rebate Calculation | 1,000 | 417 | 650 | (233) | 35.00% |
| Public Officials Liability Insurance | 8,500 | 8,500 | 8,104 | 396 | 4.65% |
| Legal Advertising | 3,200 | 1,333 | 1,338 | (5) | 58.18% |
| Bank Fees | 100 | 42 | 0 | 42 | 100.00% |
| Dues, Licenses & Fees | 175 | 175 | 175 | 0 | 0.00% |
| Miscellaneous Fees | 500 | 208 | 0 | 208 | 100.00% |
| Legal Counsel | | | | | |
| District Counsel | 10,000 | 4,167 | 3,706 | 461 | 62.94% |
| Electric Utility Services | | | | | |
| Utility Services | 22,000 | 9,167 | 7,148 | 2,018 | 67.50% |
| Garbage/Solid Waste Control | | | | | |
| Garbage - Recreation Facility | 1,700 | 708 | 626 | 83 | 63.19% |
| Water-Sewer Combination Services | | | | | |
| Utility Services | 6,500 | 2,708 | 2,594 | 114 | 60.09% |
| Stormwater Control | | | | | |
| Fountain Service Repairs & Maintenance | 1,500 | 625 | 340 | 285 | 77.33% |
| Aquatic Maintenance | 3,000 | 1,250 | 1,250 | 0 | 58.33% |
| Miscellaneous Expense | 2,000 | 833 | 0 | 833 | 100.00% |
| Other Physical Environment | | | | | |
| Property Insurance | 15,000 | 15,000 | 8,050 | 6,950 | 46.33% |

Trails Community Development District

Statement of Revenues and Expenditures

001 - General Fund

From 10/1/2013 Through 2/28/2014

(In Whole Numbers)

| | Annual Budget | YTD Budget | YTD Actual | YTD Variance | Percent Annual Budget Remaining |
|--|------------------|----------------|----------------|-----------------|---------------------------------------|
| General Liability Insurance | 5,000 | 5,000 | 2,400 | 2,600 | 52.00% |
| Entry & Walls Maintenance | 2,000 | 833 | 0 | 833 | 100.00% |
| Landscape Maintenance | 39,000 | 16,250 | 17,488 | (1,238) | 55.15% |
| Irrigation Repairs | 5,000 | 2,083 | 858 | 1,225 | 82.84% |
| Landscape Replacement Plants, Shrubs, Trees | 5,000 | 2,083 | 650 | 1,433 | 87.00% |
| Miscellaneous Expense | 3,000 | 1,250 | 0 | 1,250 | 100.00% |
| Parks & Recreation | | | | | |
| Management Contract | 33,045 | 13,769 | 12,990 | 779 | 60.68% |
| Maintenance & Repair - Amenity Center | 8,000 | 3,333 | 1,148 | 2,185 | 85.64% |
| Pool Services - Chemicals/Permits/Supplies | 9,000 | 3,750 | 2,894 | 856 | 67.84% |
| Cable Television & Internet | 5,000 | 2,083 | 1,277 | 807 | 74.46% |
| Office Supplies - Amenity Equipment | 3,000 | 1,250 | 198 | 1,052 | 93.40% |
| Pest Control & Termite Bond | 2,000 | 833 | 940 | (107) | 53.00% |
| Fitness Equipment Maintenance & Repairs | 3,500 | 1,458 | 0 | 1,458 | 100.00% |
| Amenity Miscellaneous Expenses | 2,000 | 833 | 153 | 681 | 92.36% |
| Special Events | | | | | |
| Special Events | 5,000 | 2,083 | 1,968 | 115 | 60.63% |
| Contingency | | | | | |
| Miscellaneous Contingency | 15,349 | 6,395 | 0 | 6,395 | 100.00% |
| Capital Outlay | 25,000 | 10,417 | 7,434 | 2,982 | 70.26% |
| Total Expenditures | <u>326,169</u> | <u>152,631</u> | <u>118,321</u> | <u>34,310</u> | <u>63.72%</u> |
| Excess Revenues Over/(Under) Expenditures | 0 | 173,538 | 137,113 | (36,425) | 0.00% |
| Fund Balance, Beginning of Period | 0 | 0 | (5,604) | (5,604) | 0.00% |
| Fund Balance, End of Period | <u>0</u> | <u>173,538</u> | <u>131,509</u> | <u>(42,029)</u> | <u>0.00%</u> |

Trails Community Development District

Statement of Revenues and Expenditures

200 - Debt Service Fund

From 10/1/2013 Through 2/28/2014

(In Whole Numbers)

| | Annual Budget | Current Period Actual | Budget To Actual Variance | Budget Percent Remaining |
|---|-----------------|--------------------------|------------------------------|-----------------------------|
| Revenues | | | | |
| Interest Earnings | | | | |
| Interest Earnings | 0 | 78 | 78 | 0.00% |
| Special Assessments | | | | |
| Tax Roll | 164,675 | 164,675 | 0 | 0.00% |
| Debt Service Prepayments | 0 | 14,747 | 14,747 | 0.00% |
| Total Revenues | <u>164,675</u> | <u>179,500</u> | <u>14,826</u> | <u>9.00%</u> |
| Expenditures | | | | |
| Financial & Administrative | | | | |
| Trustees Fees | 0 | 7,831 | (7,831) | 0.00% |
| Miscellaneous Expense | 0 | 400 | (400) | 0.00% |
| Legal Counsel | | | | |
| Bond Counsel | 0 | 301 | (301) | 0.00% |
| Debt Service | | | | |
| Interest | 164,675 | 282,188 | (117,513) | (71.36)% |
| Principal | 0 | 485,000 | (485,000) | 0.00% |
| Total Expenditures | <u>164,675</u> | <u>775,719</u> | <u>(611,045)</u> | <u>(371.06)%</u> |
| Excess of Revenues Over/(Under) Expenditures | 0 | (596,219) | (596,219) | 0.00% |
| Other Financing Sources (Uses) | | | | |
| SPE Costs | 0 | (132,955) | (132,955) | 0.00% |
| Exc. Of Rev./Other Sources Over Expend./Other Uses | 0 | (729,175) | (729,175) | 0.00% |
| Fund Balance, Beginning of Period | 0 | (166,759) | (166,759) | 0.00% |
| Fund Balance, End of Period | <u><u>0</u></u> | <u><u>(895,934)</u></u> | <u><u>(895,934)</u></u> | <u><u>0.00%</u></u> |

Trails Community Development District

Statement of Revenues and Expenditures

300 - Capital Projects Fund

From 10/1/2013 Through 2/28/2014

(In Whole Numbers)

| | <u>Annual Budget</u> | <u>Current Period Actual</u> | <u>Budget To Actual Variance</u> | <u>Budget Percent Remaining</u> |
|---|----------------------|----------------------------------|--------------------------------------|-------------------------------------|
| Revenues | | | | |
| Interest Earnings | | | | |
| Interest Earnings | <u>0</u> | <u>0</u> | <u>0</u> | <u>0.00%</u> |
| Total Revenues | <u>0</u> | <u>0</u> | <u>0</u> | <u>0.00%</u> |
| Excess of Revenues Over/(Under) Expenditures | <u>0</u> | <u>0</u> | <u>0</u> | <u>0.00%</u> |
| Exc. Of Rev./Other Sources Over Expend./Other Uses | <u>0</u> | <u>0</u> | <u>0</u> | <u>0.00%</u> |
| Fund Balance, Beginning of Period | 0 | 237 | 237 | 0.00% |
| Fund Balance, End of Period | <u><u>0</u></u> | <u><u>237</u></u> | <u><u>237</u></u> | <u><u>0.00%</u></u> |

**Trails CDD
Investment Summary
February 28, 2014**

| <u>Account</u> | <u>Investment</u> | <u>Balance as of February 28, 2014</u> |
|------------------------------------|---|--|
| US Bank Series 2007 Revenue | Money Market Account - Managed | 363,703 |
| US Bank Series 2007 Prepayment | Money Market Account - Managed | 255,309 |
| | Total Debt Service Fund Investments | \$ 619,012 |
| | | |
| US Bank Series 2007 Construction | Money Market Account - Managed | \$ 324 |
| US Bank Series 2007 Deferred Costs | Money Market Account - Managed | 236 |
| | Total Capital Project Fund Investments | \$ 560 |

Trails Community Development District

Summary A/R Ledger

001 - General Fund

From 2/1/2014 Through 2/28/2014

| <u>Invoice Date</u> | <u>Customer Name</u> | <u>Invoice Number</u> | <u>Current Balance</u> |
|---------------------|----------------------------|-----------------------------|------------------------|
| 10/1/2013 | Duval County Tax Collector | FY 13-14 | <u>1,202.99</u> |
| | | Total 001 - General Fund | 1,202.99 |

Trails Community Development District

Summary A/R Ledger

200 - Debt Service Fund

From 2/1/2014 Through 2/28/2014

| <u>Invoice Date</u> | <u>Customer Name</u> | <u>Invoice Number</u> | <u>Current Balance</u> |
|---------------------|--------------------------------|----------------------------------|--------------------------|
| 7/1/2011 | FY08-09 Prior Year Assessments | FY08-09 | 421,713.00 |
| 7/1/2011 | FY09-10 Prior Year Assessments | FY09-10 | 421,713.05 |
| 10/1/2013 | Duval County Tax Collector | FY 13-14 | <u>1,199.40</u> |
| | | Total 200 - Debt Service Fund | <u>844,625.45</u> |
| Report Balance | | | <u><u>845,828.44</u></u> |

Trails Community Development District

Summary A/P Ledger

001 - General Fund

From 2/1/2014 Through 2/28/2014

| <u>Vendor Name</u> | <u>Invoice Date</u> | <u>Invoice Number</u> | <u>Invoice Description</u> | <u>Current Balance</u> |
|---|---------------------|------------------------------|---|------------------------|
| Amenity Services Group, Inc. | 2/15/2014 | 4856 | Services of On-Site PT Operations Manager 02/14 | 2,570.00 |
| Bailey Publishing & Communications, Inc. | 2/25/2014 | 14-2006 | Legal Advertising 02/25/14 | 76.75 |
| Comcast | 2/20/2014 | 8495 74 120 1695610 02/14 | 15431 Spotted Stallion Trail 02/14 | 256.29 |
| Future Horizons, Inc. | 2/28/2014 | 38105 | Aquatic Weed Control 02/14 | 250.00 |
| Grau & Associates | 1/6/2014 | 11201 | Audit for FYE 09/30/13 | 4,000.00 |
| JEA | 3/4/2014 | 0715007480 02/14 | Utility Summary 02/14 | 1,944.66 |
| LLS Tax Solutions Inc. | 2/27/2014 | 000646 | Arbitrage Rebate Calculation Series 2007 PE 01/23/14 | 650.00 |
| TruGreen LandCare, LLC | 2/28/2014 | 7687691 | Irrigation Maintenance 02/14 | 63.00 |
| Turner Pest Control | 2/25/2014 | 3893884 | Quarterly Pest Control Service 02/14 | 75.00 |
| | | | Total 001 - General Fund | 9,885.70 |

Trails Community Development District

Summary A/P Ledger

300 - Capital Projects Fund

From 2/1/2014 Through 2/28/2014

| <u>Vendor Name</u> | <u>Invoice Date</u> | <u>Invoice Number</u> | <u>Invoice Description</u> | <u>Current Balance</u> |
|----------------------|---------------------|-----------------------|--------------------------------------|-------------------------|
| Arcadis U.S., Inc. | 4/15/2010 | CR9 Arcadis | CR9 Series 2007 | 311.00 |
| Hopping Green & Sams | 6/16/2010 | CR10 Hopping | CR10 Series 2007 | <u>11.78</u> |
| | | | Total 300 - Capital Projects Fund | 322.78 |
| Report Balance | | | | <u><u>10,208.48</u></u> |

**Trails Community Development District
Notes to Unaudited Financial Statements
February 28, 2014**

Balance Sheet

1. Trust statement activity has been recorded through 02/28/14.
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 2007 Debt Service payments that were not made May 2009 - November 2013.

Statement of Revenue and Expenditures – Debt Service Fund

4. The scheduled Series 2007 Debt Service payments that were not made have been accrued, and are reflected in the accompanying Balance Sheet.

Summary A/R Ledger

5. Payment terms for landowner assessments are (a) defined in the FY13-14 Assessment Resolution adopted by the Board of Supervisors, (b) pursuant to Florida Statutes, Chapter 197 for assessments levied via the county tax roll.