

Somerset
Community Development District

Financial Statements
(Unaudited)

May 31, 2014

Prepared by
Rizzetta & Company, Inc.
District Manager

Somerset Community Development District

Balance Sheet

As of 5/31/2014

(In Whole Numbers)

	General Fund	Reserve Fund	Debt Service Fund	Total Governmental Funds	General Fixed Assets Account Group	General Long-Term Debt Account Group
Assets						
Cash In Bank	94,950	0	0	94,950	0	0
Investments	100,888	0	1,448,523	1,549,411	0	0
Investments - Reserves	0	5,000	0	5,000	0	0
Accounts Receivable	1,258	0	6,957	8,214	0	0
Prepaid Expenses	0	0	0	0	0	0
Due From Other Funds	17,891	0	0	17,891	0	0
Amount Available in Debt Service	0	0	0	0	0	1,437,589
Amount To Be Provided Debt Service	0	0	0	0	0	13,542,411
Fixed Assets	0	0	0	0	10,915,039	0
Total Assets	<u>214,987</u>	<u>5,000</u>	<u>1,455,480</u>	<u>1,675,466</u>	<u>10,915,039</u>	<u>14,980,000</u>
Liabilities						
Accounts Payable	1,710	0	0	1,710	0	0
Accrued Expenses Payable	8,992	0	0	8,992	0	0
Due To Other Funds	0	0	17,891	17,891	0	0
Other Bonds Payable	0	0	0	0	0	0
Revenue Bonds Payable--Long Term	0	0	0	0	0	14,980,000
Total Liabilities	<u>10,702</u>	<u>0</u>	<u>17,891</u>	<u>28,593</u>	<u>0</u>	<u>14,980,000</u>
Fund Equity & Other Credits						
Beginning Fund Balance	216,396	0	1,453,617	1,670,013	10,915,039	0
Net Change in Fund Balance	(12,111)	5,000	(16,028)	(23,139)	0	0
Total Fund Equity & Other Credits	<u>204,284</u>	<u>5,000</u>	<u>1,437,589</u>	<u>1,646,874</u>	<u>10,915,039</u>	<u>0</u>
Total Liabilities & Fund Equity	<u>214,987</u>	<u>5,000</u>	<u>1,455,480</u>	<u>1,675,466</u>	<u>10,915,039</u>	<u>14,980,000</u>

See Notes to Unaudited Financial Statements

Somerset Community Development District

Statement of Revenues and Expenditures

001 - General Fund

From 10/1/2013 Through 5/31/2014

(In Whole Numbers)

	<u>Annual Budget</u>	<u>YTD Budget</u>	<u>YTD Actual</u>	<u>YTD Variance</u>	<u>Percent Annual Budget Remaining</u>
Revenues					
Interest Earnings					
Interest Earnings	0	0	203	203	0.00%
Special Assessments					
Tax Roll	63,856	63,856	64,103	247	(0.38)%
Off Roll	144,018	144,018	144,018	1	0.00%
Total Revenues	<u>207,874</u>	<u>207,874</u>	<u>208,325</u>	<u>451</u>	<u>(0.22)%</u>
Expenditures					
Legislative					
Supervisor Fees	6,000	4,000	1,600	2,400	73.33%
Financial & Administrative					
Administrative Services	2,800	1,867	1,867	0	33.33%
District Management	28,500	19,000	19,000	0	33.33%
District Engineer	3,600	2,400	0	2,400	100.00%
Disclosure Report	500	333	750	(417)	(50.00)%
Trustees Fees	6,500	4,131	4,131	0	36.44%
Financial Consulting Services	5,000	5,000	5,000	0	0.00%
Accounting Services	16,500	11,000	11,000	0	33.33%
Auditing Services	4,000	2,667	3,750	(1,083)	6.25%
Arbitrage Rebate Calculation	1,125	750	650	100	42.22%
Travel	500	333	0	333	100.00%
Public Officials Liability Insurance	2,600	2,600	2,957	(357)	(13.73)%
Miscellaneous Fees	500	333	0	333	100.00%
Legal Advertising	800	533	980	(447)	(22.52)%
Bank Fees	250	167	0	167	100.00%
Dues, Licenses & Fees	175	175	175	0	0.00%
Legal Counsel					
District Counsel	12,000	8,000	8,169	(169)	31.92%
Electric Utility Services					
Utility-Irrigation	10,000	6,667	3,125	3,541	68.74%
Stormwater Control					
Lake/Pond Bank Maintenance- Landscape	4,800	3,200	0	3,200	100.00%
Stormwater System Mntnc & Repair- Exfiltration	6,500	4,333	0	4,333	100.00%
Lake/Pond Bank Maintenance	1,500	1,000	0	1,000	100.00%
Lake/Pond Maintenance- Pond Liner Repair	2,500	1,667	0	1,667	100.00%
Aquatic Maintenance	1,000	667	0	667	100.00%
Other Physical Environment					
General Liability Insurance & Property	5,400	5,400	8,477	(3,077)	(56.98)%
Entry & Walls Maintenance	3,000	2,000	1,469	531	51.03%
Landscape Maintenance	94,824	63,216	58,944	4,272	37.83%
Irrigation Repairs	2,000	1,333	3,812	(2,478)	(90.58)%
Landscape Replacement Plants, Shrubs, Trees	2,000	1,333	0	1,333	100.00%

See Notes to Unaudited Financial Statements

Somerset Community Development District

Statement of Revenues and Expenditures

001 - General Fund

From 10/1/2013 Through 5/31/2014

(In Whole Numbers)

	<u>Annual Budget</u>	<u>YTD Budget</u>	<u>YTD Actual</u>	<u>YTD Variance</u>	<u>Percent Annual Budget Remaining</u>
Road & Street Facilities					
Street Light Decorative Light Maintenance	1,000	667	0	667	100.00%
Contingency					
Miscellaneous Contingency	2,000	1,333	0	1,333	100.00%
Capital Outlay	<u>75,000</u>	<u>50,000</u>	<u>79,581</u>	<u>(29,581)</u>	<u>(6.10)%</u>
Total Expenditures	<u>302,874</u>	<u>206,105</u>	<u>215,436</u>	<u>(9,331)</u>	<u>28.87%</u>
Excess of Revenue Over (Under) Expenditures	<u>(95,000)</u>	<u>1,769</u>	<u>(7,111)</u>	<u>(8,880)</u>	<u>92.51%</u>
Other Financing Sources (Uses)					
Carry Forward Fund Balance					
Prior Year	100,000	100,000	0	(100,000)	100.00%
Interfund Transfer					
Transfer of Reserves	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>0</u>	<u>0.00%</u>
Total Other Financing Sources (Uses)	<u>95,000</u>	<u>95,000</u>	<u>(5,000)</u>	<u>(100,000)</u>	<u>105.26%</u>
Excess of Rev./Other Sources Over (Under) Expend./Other Uses	<u>0</u>	<u>96,769</u>	<u>(12,111)</u>	<u>(108,880)</u>	<u>0.00%</u>
Fund Balance Beginning of Period	0	0	216,396	216,396	0.00%
Fund Balance End of Period	<u>0</u>	<u>96,769</u>	<u>204,284</u>	<u>107,516</u>	<u>0.00%</u>

Somerset Community Development District

Statement of Revenues and Expenditures

005 - Reserve Fund

From 10/1/2013 Through 5/31/2014

(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>
Expenditures				
Contingency				
Capital Reserves	<u>5,000</u>	<u>0</u>	<u>5,000</u>	<u>100.00%</u>
Total Expenditures	<u>5,000</u>	<u>0</u>	<u>5,000</u>	<u>100.00%</u>
Excess Of Revenues Over (Under) Expenditures	<u>(5,000)</u>	<u>0</u>	<u>5,000</u>	<u>(100.00)%</u>
Other Financing Sources (Uses)				
Transfer of Reserves	<u>5,000</u>	<u>5,000</u>	<u>0</u>	<u>0.00%</u>
Exc. Of Rev./Other Sources Over Expend./Other Uses	<u>0</u>	<u>5,000</u>	<u>5,000</u>	<u>0.00%</u>
Fund Balance, End of Period	<u><u>0</u></u>	<u><u>5,000</u></u>	<u><u>5,000</u></u>	<u><u>0.00%</u></u>

Somerset Community Development District

Statement of Revenues and Expenditures

200 - Debt Service Fund

From 10/1/2013 Through 5/31/2014

(In Whole Numbers)

	<u>Annual Budget</u>	<u>Current Period Actual</u>	<u>Budget To Actual Variance</u>	<u>Budget Percent Remaining</u>
Revenues				
Special Assessments				
Tax Roll	353,132	354,499	1,367	0.38%
Off Roll	796,433	796,433	0	0.00%
Total Revenues	<u>1,149,564</u>	<u>1,150,932</u>	<u>1,367</u>	<u>0.12%</u>
Expenditures				
Debt Service				
Interest	824,564	811,960	12,604	1.52%
Principal	325,000	355,000	(30,000)	(9.23)%
Total Expenditures	<u>1,149,564</u>	<u>1,166,960</u>	<u>(17,396)</u>	<u>(1.51)%</u>
Excess Of Revenues Over (Under) Expenditures	<u>0</u>	<u>(16,028)</u>	<u>(16,028)</u>	<u>0.00%</u>
Exc. Of Rev./Other Sources Over Expend./Other Uses	<u>0</u>	<u>(16,028)</u>	<u>(16,028)</u>	<u>0.00%</u>
Fund Balance, Beginning of Period	0	1,453,617	1,453,617	0.00%
Fund Balance, End of Period	<u><u>0</u></u>	<u><u>1,437,589</u></u>	<u><u>1,437,589</u></u>	<u><u>0.00%</u></u>

**Somerset CDD
Investment Summary
May 31, 2014**

<u>Account</u>	<u>Investment</u>	<u>Balance as of</u> <u>May 31, 2014</u>
The Bank of Tampa	Money Market Account	\$ 100,888
	Total General Fund Investments	<u>\$ 100,888</u>
The Bank of Tampa ICS - Capital Reserve The First Bank & Trust Company	Money Market Account	\$ 5,000
	Total Reserve Fund Investments	<u>\$ 5,000</u>
US Bank Series 2005 Prepayment	First American Treasury Obligation Fund Class Z	\$ 21,645
US Bank Series 2005 Reserve	First American Treasury Obligation Fund Class Z	997,668
US Bank Series 2005 Revenue	First American Treasury Obligation Fund Class Z	429,210
	Total Debt Service Fund Investments	<u>\$ 1,448,523</u>

Somerset Community Development District

Summary A/R Ledger

From 5/1/2014 Through 5/31/2014

<u>Invoice Date</u>	<u>Customer Name</u>	<u>Invoice Number</u>	<u>Current Balance</u>
10/1/2013	Walton County Tax Collector	FY13-14	<u>8,214.49</u>
Report Balance			<u><u>8,214.49</u></u>

Somerset Community Development District

Summary A/P Ledger

001 - General Fund

From 5/1/2014 Through 5/31/2014

<u>Vendor Name</u>	<u>Invoice Date</u>	<u>Invoice Number</u>	<u>Invoice Description</u>	<u>Current Balance</u>
DeFuniak Springs Herald-Breeze, Inc.	5/28/2014	121U	Legal Advertising 05/14	38.25
Digital Assurance Certification LLC	5/1/2014	23447	Annual Dissemination Services 2014	500.00
Gulf Power Company	6/2/2014	42245-97026 05/14	9954 E Cty Hwy 30A Irrigation 05/14	55.39
Gulf Power Company	6/3/2014	89919-91030 05/14	9396 E Cty Hwy 30A Irrigation 05/14	303.91
Hopping Green & Sams	5/30/2014	76310	General/Monthly Legal Services 04/14	812.50
			Total 001 - General Fund	1,710.05
Report Balance				1,710.05

Somerset Community Development District
Notes to Unaudited Financial Statements
May 31, 2014

Balance Sheet

1. Trust statement activity has been recorded through 05/31/14.
2. See EMMA (Electronic Municipal Market Access) at <http://www.emma.msrb.org> for Municipal Disclosures and Market Data.
3. \$5,000 of the General Fund Balance is reserved for future Capital Expenditures as appropriated from the General Fund Budget and is reflected in the Reserve Fund. Current YTD funding is \$5,000.

Summary A/R Ledger

4. 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.
5. Payment for Invoice #FY13-14 for \$8,214.49 was received in June 2014.