

BOARD OF SUPERVISOR'S

HERITAGE HARBOUR MARKET PLACE COMMUNITY DEVELOPMENT DISTRICT

REGULAR MEETING AGENDA

MARCH 1, 2018

Board of Supervisor's

Terry Kirschner, Chairman
William Riley, Vice Chairman
David Negip, Assistant Secretary
Matt Morris, Assistant Secretary
Russell Smith, Assistant Secretary

James P. Ward
District Manager
2900 NE 12th Terrace
Suite 1
Oakland Park, Florida 33334

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www.heritageharbourmarketplacecdd.org

HERITAGE HARBOUR MARKET PLACE COMMUNITY DEVELOPMENT DISTRICT

February 20, 2018

Board of Supervisors
Heritage Harbour Market Place
Community Development District

Dear Board Members:

The regular meeting of the Board of Supervisors of the Heritage Harbour Market Place Community Development District is scheduled for **Thursday, March 1, 2018 at 2:15 p.m.** at the **River Strand Golf & Country Club (Club House), 7155 Grand Estuary Trail, Bradenton, Florida 34212.**

1. Call to Order & Roll Call
2. Consideration of Minutes:
 - a) October 5, 2017 – Regular Meeting
3. Consideration of setting the date, time and location of the Landowner's Meeting for fill Seat's 1 (Mr. Negip), Seat 3 (Mr. Morris) and Seat 4 (Mr. Riley).
4. Consideration of Ranking of Audit Proposals to service as Auditor for the Fiscal years ending September 30, 2017 through September 30, 2021.
5. Staff Reports
 - a) Attorney
 - b) Engineer
 - c) Manager
- .
6. Supervisor's Requests and Audience Comments
7. Adjournment

The second order of business is consideration of the minutes of the regular meeting of October 5, 2017.

The second order of business is consideration of the date, time and location of the Landowner's election.

The election must be at least ninety (90) days from the date that the landowner's meeting is announced and set at a regular meeting of the Board of Supervisor's and that the official ballot, proxy and instructions is provided at the meeting. The forms of these documents are included.

At this election, Seats 1, 3 and 4 will be up for election. At the election, the two individuals receiving the highest number of votes, will serve terms which will expire in November, 2021 and the individual receiving the lesser number of votes will serve a term which will expire in November, 2019.

The following is the proposed date, time and location of the landowner's meeting.

Date: Thursday, June 7, 2018
Time: 2:15 P.M.
Location: River Strand Golf & Country Club (Club House)
7155 Grand Estuary Trail, Bradenton, Florida 34212.

The third order of business is consideration of the request for proposals to provide auditing services for the District for the Fiscal Year's ending September 30, 2017 through September 30, 2021. In accordance with the Statute, there is a requirement that an audit selection committee be appointed, and in this instance the audit selection committee is deemed to be the Board of Supervisor's of the District.

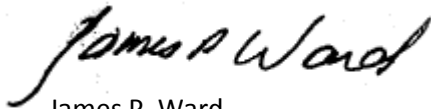
The selection committee must consider all factors on the attached ranking sheet and the number 1 ranked firm will be awarded the contract.

IF YOU COULD PLEASE TAKE A FEW MOMENTS BEFORE THE MEETING AND REVIEW AND RANK THE AUDITOR'S ON THE ATTACHED RANKING FORM, AND THEN BE PREPARED TO DISCUSS THE RANKIN AT THE MEETING. YOU MAY CHANGE YOUR RANKING ONCE YOU HAVE DISCUSSED THE RANKING DURING THE MEETING WITH THE BOARD MEMBERS.

The complete RFP and ranking form used to solicit proposals is attached also.

The balance of the Agenda is standard in nature and I look forward to seeing you at the meeting, and if you have any questions and/or comments, please do not hesitate to contact me directly at (954) 658-4900.

Yours sincerely,
Heritage Harbour Market Place
Community Development District



James P. Ward
District Manager

The Fiscal Year 2018 schedule is as follows

| | |
|------------------|-------------------|
| October 5, 2017 | November 2, 2017 |
| December 7, 2017 | January 4, 2018 |
| February 1, 2018 | March 1, 2018 |
| April 5, 2018 | May 3, 2018 |
| June 7, 2018 | July 5, 2018 |
| August 2, 2018 | September 6, 2018 |

**MINUTES OF MEETING
HERITAGE HARBOUR MARKET PLACE
COMMUNITY DEVELOPMENT DISTRICT**

The Regular Meeting of the Heritage Harbour Market Place Community Development District's Board of Supervisors was held on Thursday, **October 5, 2017**, at **2:15 p.m.**, at the **River Strand Golf & Country Club (Clubhouse)**, **7155 Grand Estuary Trail, Bradenton, Florida 34212**.

Present and constituting a quorum were:

| | |
|-----------------|---------------------|
| Terry Kirschner | Chairman |
| William Riley | Vice Chairman |
| Russell Smith | Assistant Secretary |

Absent were:

| | |
|----------------|---------------------|
| David Negip | Assistant Secretary |
| Matthew Morris | Assistant Secretary |

Also present were:

| | |
|----------------|-------------------|
| James P. Ward | District Manager |
| Jere Earlywine | District Counsel |
| Shane Cooper | District Engineer |

FIRST ORDER OF BUSINESS

Call to Order/Roll Call

Mr. Ward called the meeting to order at 2:30 p.m., and roll call determined that all members of the Board were present with the exception of Supervisors Negip and Morris.

SECOND ORDER OF BUSINESS

Approval of Minutes for August 3, 2017

Mr. Ward asked for any additions, corrections or deletions to the minutes of the August 3, 2017 meeting. Hearing none, he asked for a motion for their approval.

| |
|--|
| <p>MOTION was made by Mr. Smith and seconded by Mr. Riley to approve the minutes of the August 3, 2017 meeting, and with all in favor, the motion was approved.</p> |
|--|

THIRD ORDER OF BUSINESS**Consideration of Resolution 2018-1**

Mr. Ward directed the Board to the consideration of Resolution 2018-1 making certain findings, authorizing and/or ratifying the cancellation of a portion of a tax certificate relative to Parcels 19 and 20, which were the parcels that were in default. He stated the issue was somewhat complicated and asked Mr. Earlywine to explain the resolution and its attachments.

Mr. Earlywine said there was a tax certificate on a defaulted parcel in the amount of approximately \$937,000, and each year it increased due to interest of 18 percent. He said there was an opportunity to cancel a portion of the certificate that related to the District's special assessments, which was the bulk of the \$937,000, about 99 percent of it. He said there were a couple reasons the District would want to cancel this. One was that the certificate process could interfere with foreclosure. He said it was not 100 percent certain that the cancelation would go through, but the appropriate form had been submitted, and they were awaiting a response.

Mr. Earlywine continued that what was important in terms of protecting the District was to make sure that both bondholders were consenting to the cancellation. He said in fact confirmation had been given by both bondholders, the majority bondholder and the minority bondholder; both had agreed.

Mr. Earlywine continued that the Resolution outlined what he had talked about including the outstanding certificate and the delinquent debt assessments. He said it would be in the best interest of the District to cancel the debt, and the bondholders have consented to move forward. He said the Resolution set forth authorization and ratified Mr. Ward's actions. He said it would waive the District's right to collect the interest of 18 percent.

He added that Section 3 of the Resolution further stated that as soon as word was received that the tax certificate was canceled, then the District would re-invoice the underlying special assessments and could include those in the foreclosure suit.

Mr. Earlywine stated there were a number of exhibits attached to the Resolution. The first was a direction letter from the majority bondholder which directed the District to cancel the tax certificate. In this letter, they also make a commitment that the landowner will pay the balance of the certificate plus any accounting costs. He said that would effectively cancel the entire certificate.

Mr. Earlywine added there was a tolling agreement attached to the direction letter, which buttoned up any statute of limitations issues that might exist with respect to the tax certificate, took it off the tax roll and then foreclosed it directly.

Mr. Earlywine stated the last document was an indemnification from the majority bondholder where it was agreed to indemnify the District for all liability including attorneys' fees.

Mr. Earlywine concluded he thought they were well protected and approval of the Resolution would be in the best interest of the District.

Mr. Ward added the majority bondholder was now also the owner of Parcels 19 and 20.

Mr. Smith verified that Mr. Earlywine recommended the adoption of the Resolution.

MOTION was made by Mr. Smith and seconded by Mr. Riley to approve Resolution 2018-1, and with all in favor, the motion was approved.

FOURTH ORDER OF BUSINESS

Staff Reports

a) Attorney –

Mr. Earlywine reported there was a Landowners' election due which had been scheduled for February 1, 2018, 2:15 p.m., at the River Strand Golf & Country Club (Clubhouse), 7155 Grand Estuary Trail, Bradenton, Florida 34212. He said the statutes required that this election be announced at a public meeting along with the presentation of relevant documents.

Mr. Ward called for a motion to adopt the date, time and location for the Landowners' election.

MOTION was made by Mr. Riley and seconded by Mr. Smith to set the date, time and location for the Landowners' meeting as described above, and with all in favor, motion was approved.

b) Engineer – No report was given.

c) Manager - No report was given.

FIFTH ORDER OF BUSINESS

Adjournment

Mr. Ward called for a motion to adjourn the meeting.

MOTION was made by Mr. Riley and seconded by Mr. Smith, and with all in favor, motion to adjourn the meeting was approved.

The meeting was adjourned at 2:41 p.m.

Heritage Harbour Market Place
Community Development District

James P. Ward, Secretary

Terry Kirschner, Chairperson

**INSTRUCTIONS RELATING TO LANDOWNERS' MEETING OF
THE HERITAGE HARBOUR MARKET PLACE COMMUNITY DEVELOPMENT DISTRICT
FOR THE ELECTION OF SUPERVISORS**

DATE OF LANDOWNERS' MEETING: JUNE 7, 2018

TIME: 2:15 P.M.

LOCATION: River Strand Golf and Country Club, 7155 Estuary Trail, Bradenton, FL 34212

Pursuant to Chapter 190, Florida Statutes, after a Community Development District ("District") has been established and the landowners have held their initial election, there shall be a subsequent landowners' meeting for the purpose of electing members of the Board of Supervisors every two years until the District qualifies to have its board members elected by the qualified electors of the district. The following instructions on how all landowners may participate in the election is intended to comply with Section 190.006(2)(b), Florida Statutes, as amended by Chapter 2004-353, Laws of Florida.

A landowner may vote in person at the Landowner's Meeting, or the landowner may nominate a proxy holder to vote at the meeting in place of the landowner. Whether in person or by proxy, each landowner shall be entitled to cast one vote per acre of land owned by him or her and located within the District, for each person that the landowner desires to elect to a position on the Board of Supervisors that is open for election for the upcoming term (three (3) seats on the Board will be up for election). A fraction of an acre shall be treated as one (1) acre, entitling the landowner to one vote with respect thereto. **Please note that a particular parcel of real property is entitled to only one vote for each eligible acre of land or fraction thereof; therefore, two or more people who own real property in common, that is one acre or less, are together entitled to only one vote for that real property.**

At the Landowners' Meeting, the first step is to elect a chair for the meeting, who may be any person present at the meeting. The landowners' shall also elect a secretary for the meeting who may be any person present at the meeting. The secretary shall be responsible for the minutes of the meeting. The chair shall conduct the nominations and the voting. If the chair is a landowner or proxy holder of a landowner, he or she may nominate candidates and make and second motions. Candidates must be nominated and then shall be elected by a vote of the landowners. Nominees may be elected only to a position on the Board of Supervisors that is open for election for the upcoming term. The two candidates receiving the highest number of votes shall be elected for a term of four (4) years. The remaining candidate receiving votes shall be elected for a term of two (2) years. The term of office for each successful candidate shall commence upon election.

A proxy is available upon request. To be valid, each proxy must be signed by one of the legal owners of the property for which the vote is cast and must contain the typed or printed name of the individual who signed the proxy; the street address, legal description of the property or tax parcel identification number; and the number of authorized votes. If the proxy authorizes more than one vote, each property must be listed and the number of acres of each property must be included. The signature on a proxy does not need to be notarized.

**HERITAGE HARBOUR MARKET PLACE
COMMUNITY DEVELOPMENT DISTRICT
MANATEE COUNTY, FLORIDA JUNE 7, 2018**

OFFICIAL BALLOT

For Election (3 Supervisors): The two (2) candidates receiving the highest number of votes will each receive a four (4) year term, and the remaining candidate shall receive a two (2) year term, with the term of office for each successful candidate commencing upon election.

The undersigned certifies that the undersigned is executing this Official Ballot in his or her individual capacity as landowner, or in his or her capacity as an authorized representative of the entity named below as landowner, (hereinafter, "Landowner") and that Landowner is the fee simple owner of land, or the proxy holder for the fee simple owner of land, located within the Heritage Harbour Market Place Community Development District and described as follows:

| <u>Property Description</u> | <u>Acreage</u> |
|-----------------------------|----------------|
| _____ | _____ |
| _____ | _____ |
| _____ | _____ |

[Insert above the street address of each parcel, the legal description of each parcel, or the tax identification number of each parcel. If more space is needed, identification of parcels owned may be incorporated by reference to an attachment hereto.]

The number of authorized votes for this ballot is: _____

I, _____, in my individual capacity as Landowner; or in my capacity as an authorized representative of Landowner, an entity; or as the proxy holder pursuant to the Landowners Proxy attached hereto, do cast my votes as follows:

| | NAME OF CANDIDATE | NUMBER OF VOTES |
|----|--------------------------|------------------------|
| 1. | _____ | _____ |
| 2. | _____ | _____ |
| 3. | _____ | _____ |

Date: _____

Signed: _____

Printed Name: _____

NOTE: If the fee simple landowner is not an individual, and is instead a corporation, limited liability company, limited partnership or other entity, evidence that the individual signing on behalf of the entity has the authority to do so should be attached hereto. (e.g., bylaws, corporate resolution, etc.).

**HERITAGE HARBOUR MARKET PLACE
COMMUNITY DEVELOPMENT DISTRICT
MANATEE COUNTY, FLORIDA JUNE 7, 2018**

LANDOWNER PROXY

KNOW ALL MEN BY THESE PRESENTS, that the undersigned hereby constitutes and appoints:

Proxy holder

For and on behalf of the undersigned to vote as proxy at the meeting of the Landowners of the Heritage Harbour Market Place Community Development District to be held at the River Strand Country Club, 7155 Grand Estuary Trail, Bradenton, Florida 34212 said meeting published in a newspaper in Manatee County; and at any adjournments thereof, according to the number of acres of unplatted land and/or platted lots owned by the undersigned landowner which the undersigned would be entitled to vote if then personally present, upon any question, proposition, or resolution or any other matter or thing which may come before said meeting including, but not limited to, the election of members of the Board of Supervisors and may vote in accordance with their discretion on all matters not known or determined at the time of solicitation of this proxy, which may legally come before the meeting. Any proxy heretofore given by the undersigned for said meeting is hereby revoked. This proxy is to continue in force from the date hereof until the conclusion of the landowners meeting and any adjournment or adjournments thereof, but may be revoked at any time by notice thereof, in writing, filed with the Secretary of the Heritage Harbour Market Place Community Development District.

Signed: _____

Print Name: _____

Date: _____

| <u>Property Description</u> | <u>Acreage</u> |
|-----------------------------|----------------|
| _____ | _____ |
| _____ | _____ |
| _____ | _____ |

[Insert above the street address of each parcel, the legal description of each parcel, or the tax identification number of each parcel. If more space is needed, identification of parcels owned may be incorporated by reference to an attachment hereto.]

The number of authorized votes for this proxy is: _____

NOTE: If the fee simple landowner is not an individual, and is instead a corporation, limited liability company, limited partnership or other entity, evidence that the individual signing on behalf of the entity has the authority to do so should be attached hereto. (e.g., bylaws, corporate resolution, etc.).

**HERITAGE HARBOUR MARKET PLACE
COMMUNITY DEVELOPMENT DISTRICT**

**REQUEST FOR PROPOSALS FOR
PROFESSIONAL AUDITING SERVICES
November 13, 2017**

Prepared by:

*Heritage Harbour Market Place Community Development District
2900 Northeast 12th Terrace, Suite 1
Oakland Park, Florida 33334*

Web Site: www.heritageharbourmarketplacedd.org

*James P. Ward
District Manager*

E-mail: JimWard@JPWardAssociates.com
Phone: (954) 658-4900

TABLE OF CONTENTS

I. PROPOSAL REQUIREMENTS

- A. Legal Notice
- B. General Information
- C. Subcontracting
- D. Insurance

II. NATURE OF SERVICES REQUIRED

- A. Scope of Work to be Performed
- B. Auditing Standards to be Followed
- C. Reports to be Issued
- D. Special Considerations
- E. Working Paper Retention and Access to Working Papers

III. DESCRIPTION OF THE GOVERNMENT

- A. Name and Telephone Number of Contact Persons/Location of Offices
- B. Background Information
- C. Budgetary Basis of Accounting
- D. Pension Plans
- E. Blended Component Units
- F. Joint Ventures

IV. TIME REQUIREMENTS

- A. Date Audit May Commence
- B. Schedule for each Fiscal Year Audit
 - 1. Fieldwork
 - 2. Draft Reports
- C. Date Final Report is Due

V. ASSISTANCE TO BE PROVIDED TO THE AUDITOR AND REPORT PREPARATION

- A. Assistance during Audit
- B. Information Solutions (IS) Assistance
- C. Statements and Schedules to be Prepared by the District
- D. Auditor Work Location
- E. Report Preparation

VI. PROPOSAL REQUIREMENTS

A. Technical Proposal

1. General Requirements
2. Independence
3. License to Practice in Florida
4. Firm Qualifications and Experience
5. Partner, Supervisory and Staff Qualifications and Experience
6. Prior Engagements with the District
7. Similar Engagements with Other Government Entities
8. Specific Audit Approach
9. Identification of Anticipated Potential Audit Problems
10. Report Format

B. Dollar Cost Proposal

1. Total All-Inclusive Maximum Price
2. Rates by Partner, Specialist, Supervisory and Staff Level Times Hours Anticipated for Each
3. Out-of-pocket Expenses in the Total All-inclusive Maximum Price and Reimbursement Rates
4. Rates for Additional Professional Services
5. Manner of Payment

VII. EVALUATION PROCEDURES

A. Review of Proposals

B. Evaluation Criteria

1. Mandatory Elements
2. Technical Qualifications
3. Price

C. Oral Presentations

D. Final Selection

E. Right to Reject Proposals

APPENDICES

A. Format for Total All-Inclusive Maximum Price

B. Agreement for Auditing Services

C. Ranking Form

HERITAGE HARBOUR MARKET PLACE COMMUNITY DEVELOPMENT DISTRICT
(Hereinafter called "District")
REQUEST FOR PROPOSALS

I. PROPOSAL REQUIREMENTS

A. Legal Notice

The Heritage Harbour Market Place Community Development District is requesting proposals from qualified firms of certified public accountants, licensed to practice in the State of Florida, to audit its financial statements for the fiscal years ending September 30, 2017 and in the sole and absolute discretion of the District for each fiscal year thereafter through September 30, 2021.

There is no expressed or implied obligation for the District to reimburse responding firms for any expenses incurred in preparing proposals in response to this request.

Sealed technical and dollar cost proposals will be received by the District Manager's office until **11:00 a.m., on December 15, 2017, located at 2900 Northeast 12th Terrace, Suite 1, Oakland Park, Florida 33334.** Proposals received after this time will be returned unopened.

The Proposer shall submit a sealed and clearly marked envelope that includes both a pdf file along with seven (7) printed Technical and Dollar Cost Proposals to be marked as follows: **"Heritage Harbour Market Place Community Development District, Professional Auditing Services Proposal."**

The Technical and Dollar Cost Proposal will be opened in the Office of the District Manager at **11:00 a.m., on Friday, December 15, 2017.**

Proposals submitted will be evaluated by a five (5) member Auditor Selection Committee, ("Selection Committee") consisting of the five (5) members' of the Board of Supervisor's, who will review submissions.

The District reserves the right to retain all proposals submitted and to use, without compensation, any ideas in a proposal regardless of whether that proposal is selected. Submission of a proposal indicates acceptance by the firm of the conditions contained in this request for proposals, unless clearly and specifically noted in the proposal submitted and confirmed in the contract between the District of and the firm selected.

The District reserves the right to reject any or all proposals submitted or to retain all proposals submitted and to use without compensation any ideas in a proposal regardless of whether that proposal is selected. Submission of a proposal indicates acceptance by the firm of all of the conditions contained this Request for Proposal.

B. General Information

During the evaluation process, the Selection Committee and the District reserve the right, where it may serve the District's best interest, to request additional information or clarifications from proposers, or to allow corrections of errors or omissions. At the discretion of the District or the Selection Committee, firms submitting proposals may be requested to make oral presentations as part of the evaluation process.

It is anticipated the selection of a firm will be completed no later than February, 2018. Following the notification of the selected firm, it is expected a contract will be executed by the end of February, 2018.

C. Subcontracting

No subcontracting will be permitted. Any firm who submits a proposal, which contains any subcontracting work, shall be considered non-responsive and the District will not give any further consideration to the proposal.

D. Insurance Requirements

Worker's Compensation – Statutory Limits of Florida Statutes.

Commercial General Liability – Occurance Form patterned after the current I.S.O. form with no limiting endorsements. Bodily Injury & Property Damage at \$1,000,000 single limit per occurrence

Automobile Liability - \$500,000 each Occurrence Owned/Non-owned/Hired Automobile Included.

The District, its agents and employee's must be named as "ADDITIONAL INSURED" on the insurance Certificate for Commercial General Liability.

Errors and Omissions - \$5,000,000 single limit per occurrence.

Proposer warrants that it is willing and able to obtain insurance coverage, throughout the entire term of the contract and any renewals thereof.

II. NATURE OF SERVICES REQUIRED

A. Scope of Work to be Performed

The District desires the auditor to express an opinion on the fair presentation of its general-purpose financial statements in conformity with generally accepted accounting principles.

The District also desires the auditor to express an opinion on the fair presentation of its combining and individual fund financial statements and schedules in conformity with generally accepted accounting principles.

The auditor shall also be responsible for performing certain limited procedures involving required supplementary information required by the Governmental Accounting Standards Board as mandated by generally accepted auditing standards.

B. Auditing Standards to be followed

To meet the requirements of this request for proposals, the audit shall be performed in accordance with the following standards:

- 1) Generally accepting auditing standards as set forth by the American Institute of Certified Public Accountants.
- 2) The standards for financial audits set forth in the most current applicable U.S. General Accounting Office's (GAO) Government Auditing Standards.
- 3) The most current applicable provisions of the Federal Single Audit Act of 1984 (as amended).
- 4) The most current applicable provisions of U.S. Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, Audits of State and Local Governments.
- 5) The most current applicable Codification of Governmental Accounting and Financial Reporting Standards as promulgated by the Governmental Accounting Standards Board The most current applicable Statements on Auditing Standards issued by the American Institute of Certified Public Accountants.
- 6) The most current applicable Government Auditing Standards published by the Comptroller General of the United States.
- 7) The most current applicable Audit and Accounting Guide-Audits of State and Local Governmental Units, published by the American Institute of Certified Public Accountants.
- 8) The most current applicable Statements and interpretations issued by the Financial Accounting Standards Board.
- 9) Applicable Florida Statutes.
- 10) Regulations of the State of Florida Department of Financial Services
- 11) Rules of the Auditor General, State of Florida, Chapter 10-550 (Local Government Audits)
- 12) Any other applicable federal, state, local regulations or professional guidance not specifically listed above as well as any additional requirements which may be adopted by these organizations in the future.

C. Reports to be Issued

Following the completion of the audit of the fiscal year's financial statements, the auditor shall issue:

1. A report on the fair presentation of the financial statements in conformity with generally accepted accounting principles.
2. A report on compliance and internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with government auditing standards.
3. A Management Letter Report.

In the required report(s) on compliance and internal controls, the auditor shall communicate any reportable conditions found during the audit. A reportable condition shall be defined as a significant deficiency in the design or operation of the internal control structure, which could adversely affect the organization's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions that are also material weaknesses shall be identified as such in the report. Nonreportable conditions discovered by the auditors shall be reported to management.

The report on compliance and internal controls shall include all material instances of noncompliance. All nonmaterial instances of noncompliance shall be reported in a separate management letter, which shall be referred to in the report on compliance and internal controls.

Irregularities and illegal acts. Auditors shall be required to make an immediate, written report of all irregularities and illegal acts or indications of illegal acts of which they become aware of, to the Board of Supervisor's, the District Manager and a copy to the District Attorney.

D. Special Considerations

1. The District currently, may prepare one or more official statements in connection with the sale of debt securities, which will contain the general-purpose financial statements and the auditor's report thereon. The auditor shall be required, if requested by the financial advisor and/or the underwriter, to issue a "consent and citation of expertise" as the auditor and any necessary "comfort letters."
2. The District retains the right to use any audited financials statements in any Official Statement issued by the District without the express consent of the Auditor.

E. Working Paper Retention and Access to Working Papers

All working papers and reports must be retained, at the auditor's expense, for a minimum of three (3) years, unless the firm is notified in writing by the District of the need to extend the retention period.

THE AUDITOR SHALL PROVIDE A COMPLETE ELECTRONIC COPY OF THE WORKING PAPERS TO THE DISTRICT MANAGER AT THE COMPLETION OF THE AUDIT, PRIOR TO THE FINAL PAYMENT OF THE AUDITING FEES, BY THE DISTRICT.

The electronic copy shall be in Microsoft Word or Excel.

In addition, the firm shall respond to the reasonable inquiries of successor auditors and allow successor auditors to review working papers relating to matters of continuing accounting significance.

III. DESCRIPTION OF THE GOVERNMENT

A. Name and Telephone Number of Contact Persons/Location of Offices

The auditor's principal contact with the District will be James P. Ward, District Manager or a designated representative, who will coordinate the assistance to be provided by the District to the auditor.

B. A copy of the District's Budget for the audit period and the Audited Financial Statements for the prior Fiscal Year is available by contacting the District Manager.

C. Budgetary Basis of Accounting

The District prepares its budgets on a basis consistent with generally accepted accounting principles.

D. Pension Plans - NONE

E. Blended Component Units - NONE

The District is defined, for financial reporting purposes, in conformity with the Governmental Accounting Standards Board's *Codification of Governmental Accounting and Financial Reporting Standards*, Section 2100. Using these criteria, there are no blended component units included in the District financial statements.

F. Joint Ventures - NONE

IV. TIME REQUIREMENTS

A. Date Audit May Commence

The District will have all records ready for audit for Fiscal Year 2017 immediately upon award of contract, and all management personnel available to meet with the firm's personnel at contract date and each subsequent year thereafter all records will be ready for audit by October 20th.

B. Schedule for each Fiscal Year Audit

Each of the following should be completed by the auditor, no later than the dates indicated.

1. Fieldwork

The auditor shall complete all fieldwork as soon as practicable for all audit years.

2. Draft Reports

The auditor shall have drafts of the audit report[s] and recommendations to management available for review by December 31st of each year for all audit years thereafter.

C. Date Final Report is Due - 1 business day from Management Approval

The Auditor shall prepare draft financial statements, notes and all required supplementary information.

The final report should be delivered to the District Manager at 2900 Northeast 12th Terrace, Suite 1, Oakland Park, Florida. A pdf file UNLOCKED shall be provided, along with printed audit's as determined reasonable by the District Manager.

V. ASSISTANCE TO BE PROVIDED TO THE AUDITOR AND REPORT PREPARATION

A. The District staff and responsible management personnel will be available during the audit to assist the firm by providing information, documentation and explanations. The preparation of confirmations will be the responsibility of District and provided to the auditor to transmit. In addition any required hours of clerical support will be made available to the auditor for the preparation of routine letters and memoranda.

B. Information Solutions (IS) Assistance

The District Manager also be available to provide systems documentation and

explanations. The auditor will be provided computer time and limited read only access to the use of the District computer hardware and software.

C. Statements and Schedules to be Prepared by the District.

Statement or Schedule

Bank Confirmations
Construction in Progress
GFA Roll Forward
Contract/Retainage Payable
Accounts Payable
Accounts Receivable
Investments/Accrued Interest Receivable
Operating Transfers
Equity Accounts Detail
Bond Reserve Requirements
Amortization/Depreciation Schedules
Interest Expense
Debt Amortization Schedules

D. Auditor Work Location

All work must be handled at the office of the Auditor and the District will provide all files to the Auditor electronically and limited read only access to the District's electronic system.

E. Report Preparation

Report preparation and editing shall be the responsibility of the auditor and the Auditor shall deliver original's of the Audited Financial Statements as may be reasonable and one (1) electronic file in word and one (1) electronic file in pdf format. The pdf file shall be UNLOCKED.

VI. PROPOSAL REQUIREMENTS

A. Technical and Dollar Cost Proposal

1. General Requirements

The purpose of the Technical and Dollar Cost Proposal is to demonstrate the qualifications, competence and capability of the firms seeking to undertake an independent audit of the District in conformity with the requirements of this request for proposals. As such, the substance of proposals will carry more weight than their form or manner of presentation. The Technical and Dollar Cost Proposal should demonstrate the qualifications of the firm and of the

particular staff to be assigned to this engagement. It should also specify an audit approach that will meet the request for proposals requirements.

The Technical and Dollar Cost Proposal should address all the points outlined in the request for proposal. The Proposal should be prepared simply and economically, providing a straightforward, concise description of the proposer's capabilities to satisfy the requirements of the request for proposals.

While additional data may be presented, the following subjects, items Nos. 2 through 10, must be included. They represent the criteria against which the proposal will be evaluated.

2. Independence

The firm should provide an affirmative statement that is independent of the District as defined by generally accepted auditing standards/the most current applicable U.S. General Accounting Office's *Government Auditing Standards*.

The firm also should provide an affirmative statement that it is independent of all of the component units of the District as defined by those same standards.

The firm should also list and describe the firm's professional relationships involving the District for the past five (5) years, together with a statement explaining why such relationships do not constitute a conflict of interest relative to performing the proposed audit.

In addition, the firm shall give the District written notice of any professional relationships entered into during the period of this agreement.

3. License to Practice in Florida

An affirmative statement should be included that the firm and all assigned key professional staff are properly registered/licensed to practice in the State of Florida.

4. Firm Qualifications and Experience

The proposer should state the size of the firm, the size of the firm's governmental audit staff, the location of the office from which the work on this engagement is to be performed and the number and nature of the professional staff to be employed in this engagement on a full-time basis and the number and nature of the staff to be so employed on a part-time basis.

The firm is also required to submit a copy of the report on its most recent external quality control review, with a statement whether that quality control review included a review of specific government engagements.

The firm shall also provide information on the results of any federal or state desk reviews or field reviews of its audits during the past three (3) years. In addition, the firm shall provide information on the circumstances and status of any disciplinary action taken or pending against the firm during the past three (3) years with state regulatory bodies or professional organizations, as well as, an explanation of all pending litigation against governmental entities, including all accounts of Federal indictments for any civil or criminal matters for which the firm has been charged. The firm shall also provide information as to any and all litigation or arbitration in Florida within the last three (3) years, in which the firm is or was a Defendant.

5. Partner, Supervisory and Staff Qualifications and Experience

Identify the principal supervisory and management staff, including engagement partners, managers, other supervisors and specialists, who would be assigned to the engagement. Indicate whether each such person is registered or licensed to practice as a certified public accountant in Florida. Provide information on the government auditing experience of each person, including information on relevant continuing professional education for the past three (3) years and membership in professional organizations relevant to the performance of this audit.

Provide as much information as possible regarding the number, qualifications, experience and training, including relevant continuing professional education, of the specific staff to be assigned to this engagement. Indicate how the quality of staff over the term of the agreement will be assured.

Engagement partners, managers, other supervisory staff and specialists may be changed if those personnel leave the firm, are promoted or are assigned to another office. These personnel may also be changed for other reasons with the express prior written permission of the District. However, in either case, the District retains the right to approve or reject replacements.

Consultants and firm specialists mentioned in response to this request for proposal can only be changed with the express prior written permission of the District, which retains the right to approve or reject replacements.

Other audit personnel may be changed at the discretion of the proposer provided that replacements have substantially the same or better qualifications or experience.

6. Prior Engagements with the District

List separately all engagements within the last five years, ranked on the basis of

total staff hours, by type of engagement (i.e., audit, management advisory services, other). Indicate the scope of work, date, engagement partners, total hours, the location of the firm's office from which the engagement was performed, and the name and telephone number of the principal client contact.

7. Similar Engagements With Other Government Entities

For the firm's office that will be assigned responsibility for the audit, list the most significant engagements performed in the last five years that are similar to the engagement described in this request for proposal. These engagements should be ranked on the basis of total staff hours. Indicate the scope of work, date, engagement partners, total hours, and the name and telephone number of the principal client contact.

8. Specific Audit Approach

The proposal should set forth a work plan, including an explanation of the audit methodology to be followed, to perform the services required in Section II of this request for proposal. In developing the work plan, reference should be made to such sources of information as District's budget and related materials, organizational charts, manuals and programs, and financial and other management information systems.

Proposers will be required to provide the following information on their audit approach:

- a. Proposed segmentation of the engagement
- b. Level of staff and number of hours to be assigned to each proposed segment of the engagement
- c. Sample size and the extent to which statistical sampling is to be used in the engagement
- d. Extent of use of EDP software in the engagement
- e. Type and extent of analytical procedures to be used in the engagement
- f. Approach to be taken to gain and document an understanding of the District's internal control structure
- g. Approach to be taken in determining laws and regulations that will be subject to audit test work
- h. Approach to be taken in drawing audit samples for purposes of tests of compliance

9. Identification of Anticipated Potential Audit Problems

The proposal should identify and describe any anticipated potential audit problems, the firm's approach to resolving these problems and any special assistance that will be requested from the District .

10. Report Format

The proposal should include sample formats for required reports.

B. Dollar Cost Proposal

1. Total All-Inclusive Maximum Price

The sealed dollar cost proposal should contain all pricing information relative to performing the audit engagement as described in this request for proposal. The total all-inclusive maximum price to be proposal is to contain all direct and indirect costs including all out-of-pocket expenses.

The District will not be responsible for expenses incurred in preparing and submitting the technical proposal or the sealed dollar cost proposal. Such costs should not be included in the proposal.

The first page of the dollar cost proposal should include the following information:

- a. Name of Firm
- b. Certification that the person signing the proposal is entitled to represent the firm, empowered to submit the proposal, and authorized to sign a contract with the District .
- c. A Total All-Inclusive Maximum Price for the Audited Financial Statements for each Fiscal Year.

3. Out-of-pocket Expenses must be included in the Total All-inclusive Maximum Price and Reimbursement Rates

Out-of-pocket expenses for firm personnel (e.g., travel, lodging and subsistence) will be reimbursed at the rates in Florida Statutes.

5. Manner of Payment

Progress payments will be made in accordance with the Florida Prompt Payment Act.

VII. EVALUATION PROCEDURES

A. Review of Proposals

The SELECTION COMMITTEE will evaluate and rank the proposals. Each member of the SELECTION COMMITTEE will evaluate and rank each technical proposal by each of the criteria described in Section VII B below.

After the rankings for the firms have been established, the sealed dollar cost proposal will be opened and will be utilized for the ranking of the firms.

B. Evaluation Criteria

Proposals will be evaluated using three sets of criteria. Firms meeting the mandatory criteria will have their proposals ranked for both technical qualifications. The following represent the principal selection criteria, which will be considered during the evaluation process.

1. Mandatory Elements

- a. The audit firm is independent and licensed to practice in Florida
- b. The firm has no conflict of interest with regard to any other work performed by the firm for the District
- c. The firm adheres to the instructions in this request for proposal on preparing and submitting the proposal
- d. The firm submits a copy of its last external quality control review report and the firm has a record of quality audit work

2. Technical Qualifications:

- a. Expertise and Experience
 - (1) The firm's past experience and performance on comparable government engagements.
 - (2) The quality of the firm's professional personnel to be assigned to the engagement and the quality of the firm's management support personnel to be available for technical consultation.
 - (3) The firm provides information on the results of any federal or state desk reviews or field reviews of its audits during the past

three (3) years. In addition, the firm provides information on the circumstances and status of any disciplinary action taken or pending against the firm during the past three (3) years, with state regulatory bodies or professional organizations, as well as, an explanation of all pending litigation against governmental entities, including all accounts of Federal indictments for any civil or criminal matters for which the firm has been charged. The firm also provides information as to any and all litigation or arbitration in Florida within the last three (3) years, in which the firm is or was a Defendant.

b. Audit Approach

- (1) Adequacy of proposed staffing plan for various segments of the engagement
- (2) Adequacy of sampling techniques
- (3) Adequacy of analytical procedures

Proposals shall be ranked on the basis of their Technical Qualifications by each member of the SELECTION COMMITTEE who will assign each of the top five proposals a number of one (1) through five (5), with one (1) signifying the highest rated proposal and five (5) signifying the lowest rated proposal. The rankings given to each proposal will be averaged and multiplied by a factor of 0.60 to arrive at each proposal's weighted score for this criterion.

3. Price:

Proposals shall be ranked on the basis of their price by the SELECTION COMMITTEE who will assign each of the top five proposals a number of one (1) through five (5), with one (1) signifying the lowest price and five (5) signifying the highest price. The ranking given to each proposal will multiplied by a factor of 0.40 to arrive at each proposal's weighted score for this criterion.

Upon reconciliation of the weighted scores defined above, the proposal with the lowest average ranking score will be ranked one (1), the proposal with the second lowest average ranking score will be ranked two (2), and so on until all proposals are scored and ranked. The proposal ranked one (1), in the ranking form provided in the attachment (Appendix C), will be recommended by the SELECTION COMMITTEE to the District for award of the contract.

C. Oral Presentations

During the evaluation process, the SELECTION COMMITTEE may, at its discretion, request any one or all firms to make oral presentations. Such presentations will provide

firms with an opportunity to answer any questions the SELECTION COMMITTEE may have on a firm's proposal. Not all firms may be asked to make such oral presentations.

D. Right to Reject Proposals

Submission of a proposal indicates acceptance by the firm of the conditions contained in this request for proposal unless clearly and specifically noted in the proposal submitted and confirmed in the contract between the District and the firm selected. The District reserves the right to reject any or all proposals.

APPENDIX A

SCHEDULE OF PROFESSIONAL FEES AND EXPENSES

AUDITED FINANCIAL STATEMENTS

Fee shall include all services, including but not limited to Out-of Pocket expenses, meals and lodging, transportation, printing and binding, telephone, fax, copies.

| | |
|------------------------|-------|
| Fiscal Year 2017 | _____ |
| Fiscal Year 2018 | _____ |
| Fiscal Year 2019 | _____ |
| Fiscal Year 2020 | _____ |
| Fiscal Year 2021 | _____ |
| TOTAL ALL YEARS | _____ |

APPENDIX B

Agreement for Auditing Services

**AGREEMENT
BETWEEN THE
HERITAGE HARBOUR MARKET PLACE COMMUNITY DEVELOPMENT DISTRICT
AND

FOR
PROFESSIONAL AUDITING SERVICES**

This Agreement, is made and entered into the ____ day of _____, 2018 by and between the Heritage Harbour Market Place Community Development District , a Florida municipal corporation, ("DISTRICT"), and _____ ("AUDITOR") for the audit of the DISTRICT'S financial statements for the fiscal year ending September 30, 2017 and for each fiscal year thereafter through September 30, 2021.

WITNESSETH:

WHEREAS, the DISTRICT and Section 218.39, Florida Statutes, require that the DISTRICT shall provide annually for an audit of the financial statements of the DISTRICT; and

WHEREAS, the DISTRICT, undertook a selection process in seeking a firm to perform the required financial audit; and

WHEREAS, proposals were evaluated and ranked by an Auditor Selection Committee; and

WHEREAS, the District has selected the AUDITOR upon the recommendation of the Auditor Selection Committee to audit the DISTRICT'S financial statements for the Fiscal Year ending September 2017 and for each fiscal year thereafter through September 30, 2021, provided that the District Manager renews this Agreement for each subsequent fiscal year; and

WHEREAS, DISTRICT and AUDITOR desire to enter into an Agreement whereby the duties and obligations each to the other are set forth.

IN CONSIDERATION OF THE MUTUAL COVENANTS AND CONDITIONS HEREIN EXPRESSED AND THE FAITHFUL PERFORMANCE OF ALL SUCH COVENANTS AND CONDITIONS, THE PARTIES AGREE AS FOLLOWS:

SECTION 1. SCOPE OF AUDIT

1.1 The audit must meet the requirements identified in the Request for Proposals for Professional Auditing Services dated November 13, 2017, ("RFP") of which is agreement, AUDITOR shall perform the scope of work, issue reports, comply with the Special Considerations and follow the auditing standards, as described in Exhibit "A," Section II, Nature of Services Required.

1.2 AUDITOR shall be required to make an immediate written report of all irregularities and illegal acts or indications of illegal acts of which they become aware of, to the District Manager and the District Attorney.

1.3 AUDITOR agrees that certain books and records may be made available prior to the time when others may be made available, and certain funds may be audited and such audit for those funds completed prior to the time that other funds are so audited and completed. It is contemplated that those funds audited separately and reported separately will be completed and the audit report furnished as soon as possible. In any event, the final audit report shall be furnished to the DISTRICT no later than January 31st of each fiscal year. The DISTRICT agrees that all records, documentation, and information requested in connection with the audit will be made available, that all material information will be disclosed, and that the AUDITOR will have the full cooperation of the DISTRICT and the District's agents. As required by generally accepted auditing standards, the AUDITOR will make specific inquiries of the DISTRICT about the representations embodied in the financial statements, the effectiveness of the internal control structure, the DISTRICT'S compliance with certain laws and regulations, and obtain a representation letter from the DISTRICT about these matters. The responses to the AUDITOR'S inquiries, the written representations and the results of audit tests comprise the evidential matter that will be relied upon in forming an opinion on the financial statements.

1.4 AUDITOR agrees and acknowledges that AUDITOR is prohibited from exempting provisions in the RFP or in this Agreement in any of AUDITOR'S reports prepared pursuant to this Agreement.

1.5 AUDITOR agrees and acknowledges that District Attorney shall review and approve of the litigation section of the Audited Financial Statements prior to its publication.

1.6 AUDITOR agrees and acknowledges that upon execution of this Agreement, AUDITOR shall provide in writing, to the District Manager, AUDITOR's contact person, who shall be responsible for the DISTRICT'S audit.

SECTION 2. TERM

2.1 The term of this Agreement shall begin on the date it is fully executed by both parties and shall extend to the completion and delivery to the DISTRICT of the audited financial statements for the Fiscal Year ending September 30, 2021, subject to the termination provisions contained herein.

2.2 The DISTRICT'S fiscal year is from October 1 through September 30. Except the audit for the Fiscal Year ended September 30, 2017, the audit field work should be substantially completed no

later than December 31st of each fiscal year and the financial statements and the final signed report delivered to the DISTRICT by January 31st of each fiscal year. The District Manager and the Auditor shall agree on a time schedule for the preparation of the audit for the year ended September 30, 2017. Time shall be deemed to be of the essence in performing the duties obligations and responsibilities required by this Agreement, however these dates may be changed each year by the District and AUDITOR. AUDITOR shall comply with all dates as described in Exhibit "A" and with the time schedules for subsequent audit years.

SECTION 3. COMPENSATION

3.1 DISTRICT agrees to pay AUDITOR, the agreed to amount, as set forth in Exhibit "A", which amount shall be accepted by AUDITOR as full compensation for all such work, which shall include provisions for out-of-pocket expenses. It is acknowledged and agreed by AUDITOR that these amounts are the maximum payable and constitute a limitation upon DISTRICT'S obligation to compensate AUDITOR for its services related to this Agreement. This maximum amount, however, does not constitute a limitation of any sort, upon AUDITOR'S obligation to perform all items of work required by or which can be reasonably inferred from the Scope of Services.

3.2. AUDITOR may submit an invoice for compensation, developed and agreed upon by the District Manager and AUDITOR, no more often than on a monthly basis, but only after the services for which the invoices are submitted have been completed. An original invoice plus one copy are due within fifteen (15) days of the end of the month except the final invoice which must be received no later than sixty (60) days after this Agreement expires. Invoices shall designate the nature of the services performed and shall also show a summary of fees and expenses with accrual of the total and credits for portions paid previously, and shall allocate the billing costs to the appropriate fund or combination of funds. Each statement shall show the proportion of the guaranteed maximum payment that has been expended through previous billings.

3.3. DISTRICT shall pay AUDITOR within thirty (30) calendar days of receipt of AUDITOR'S proper statement. To be deemed proper, all invoices must comply with the requirements set forth in this Agreement and must be submitted on the form and pursuant to instructions prescribed by the District Manager. AUDITOR shall provide a complete copy of the working papers to DISTRICT at the completion of the audit, prior to the final payment of the auditing fees by the DISTRICT. DISTRICT shall withhold ten percent (10%) from each billing pending delivery of the AUDITOR'S final reports. Additionally, payment may be withheld by the District Manager, for failure of AUDITOR to comply with a term, condition or requirement of this Agreement.

3.4 Notwithstanding any provision of this Agreement to the contrary, District Manager, may withhold, in whole or in part, payment (in addition to the ten percent (10%) described above) to the extent necessary to protect itself from loss on account of inadequate or defective work which has not been remedied or resolved in a manner satisfactory to District Manager. The amount withheld shall not be subject to payment of interest by DISTRICT.

3.5 Payment shall be made to AUDITOR at:

3.6 AUDITOR agrees to keep such records and accounts as may be necessary in order to record complete and correct entries as to personnel hours charged and any expenses for which AUDITOR receives reimbursement for a period of at least three years after completion of the work provided for in this Agreement. Such books and records shall be available at all reasonable times for examination and audit by DISTRICT.

3.7 If it should become necessary for DISTRICT to request AUDITOR to render any additional services to either supplement the services described in the RFP or to perform additional work as a result of the specific recommendations included in any report issued pursuant to this Agreement, such additional work shall be performed only if set forth in an addendum to this Agreement. Any such additional work agreed to by both parties shall be performed at the same rate in the schedule of fees and expenses included in the sealed dollar cost bid, or if in subsequent fiscal years, at the agreed upon schedule.

SECTION 4. TERMINATION

4.1 This Agreement may be terminated by the District for any reason upon not less than ten (10) days written notice to Auditor in accordance with the Notices section of this Agreement.

4.4 In the event this Agreement is terminated, AUDITOR shall be paid for any services performed to the date the Agreement is terminated; however, upon being notified of DISTRICT'S election to terminate, AUDITOR shall refrain from performing further services or incurring additional expenses under the terms of this Agreement. AUDITOR acknowledges and agrees that Ten Dollars (\$10.00) of the compensation to be paid by DISTRICT, the adequacy of which is hereby acknowledged by AUDITOR, is given as specific consideration to AUDITOR for DISTRICT'S right to terminate this Agreement for convenience.

4.5 In the event this Agreement is terminated, any compensation payable by DISTRICT shall be withheld until all documents are provided to DISTRICT pursuant to Section 7.2 of this Agreement.

SECTION 5. INDEMNIFICATION

AUDITOR shall at all times hereafter indemnify, hold harmless and, at District's option, pay for an attorney selected by the District, after consultation with AUDITOR, to defend DISTRICT, its officers, agents servants, and employees against any and all claims, losses, liabilities, and expenditures of any kind, including attorney fees, court costs, and expenses, caused by negligent act or omission of AUDITOR, its employees, agents, servants, or officers, or accruing, resulting from, or related to the subject matter of this Agreement including, without limitation, any and all claims, demands or causes of action of any nature whatsoever resulting from injuries or damages sustained by any person or property. The provisions of this section shall survive the expiration or earlier termination of this Agreement. To the extent considered necessary by the District Manager and the District Attorney, any sums due AUDITOR under this Agreement may be retained by DISTRICT until all of DISTRICT'S claims for indemnification pursuant to this Agreement have been settled or otherwise resolved; and any amount withheld shall not be subject to payment of interest by DISTRICT.

SECTION 6. INSURANCE

6.1 In order to insure the indemnification obligation contained above, AUDITOR shall, as a minimum, provide, pay for, and maintain in force at all times during the term of this Agreement, the

insurance coverages and any renewals thereof, as required by the Request for Qualifications.

6.2 AUDITOR shall furnish to the District Manager, Certificates of Insurance or endorsements evidencing the insurance coverages specified by the DISTRICT, and DISTRICT shall approve such certificates prior to beginning performance of work under this Agreement.

6.3 Coverage is not to cease and is to remain in force (subject to cancellation notice) until all performance required of AUDITOR is completed. All policies must be endorsed to provide DISTRICT with at least thirty (30) days' notice of cancellation and/or material changes. If any of the insurance coverages will expire prior to the completion of the work, copies of renewal policies shall be furnished at least thirty (30) days prior to the date of their expiration.

SECTION 7. MISCELLANEOUS

7.1 Copies of Report. AUDITOR agrees to furnish DISTRICT with copies of the Audited Financial Statements identified in the Request for Proposals.

7.2 Ownership Of Documents. Unless otherwise provided by law, any and all reports, surveys, and other data and documents provided or created in connection with this Agreement are and shall remain the property of DISTRICT. In the event of termination of this Agreement, any reports photographs surveys and other data and documents prepared by AUDITOR, whether finished or unfinished, shall become the property of DISTRICT and shall be delivered by AUDITOR to the District Manager within seven (7) days of termination of this Agreement by either party. Any compensation due to AUDITOR shall be withheld until all documents are received as provided herein.

7.3 Audit And Inspection Rights And Retention Of Records. DISTRICT shall have the right to audit the books, records and accounts of AUDITOR that are related to this Project. AUDITOR shall keep such books, records, and accounts as may be necessary in order to record complete and correct entries related to the Project.

AUDITOR shall preserve and make available, at reasonable times for examination and audit by DISTRICT, all financial records, supporting documents, statistical records, and any other documents pertinent to this Agreement for the required retention period of the Florida Public Records Act (Chapter 119, Fla. Stat.), if applicable, or, if the Florida Public Records Act is not applicable, for a minimum period of three (3) years after termination of this Agreement, unless AUDITOR is notified in writing by DISTRICT of the need to extend the retention period. Such retention of such records and documents shall be at AUDITOR'S expense. If any audit has been initiated and audit findings have not been resolved at the end of the retention period or three (3) years, whichever is longer, the books, records, and accounts shall be retained until resolution of the audit findings. If the Florida Public Records Act is determined by DISTRICT to be applicable to AUDITOR'S records, AUDITOR shall comply with all requirements thereof; however, no confidentiality or non-disclosure requirement of either federal or state law shall be violated by AUDITOR. Any incomplete or incorrect entry in such books, records, and accounts shall be a basis for DISTRICT'S disallowance and recovery of any payment upon such entry.

In addition, AUDITOR shall respond to the reasonable inquiries of successor auditors and allow successor auditors to review working papers relating to matters of continuing accounting significance.

In addition, AUDITOR shall provide a complete copy of all working papers to the DISTRICT, prior to final

payment by the DISTRICT, in accordance with the RFP for AUDITOR services.

AUDITOR shall affirmatively comply with all applicable provisions of federal, state and local equal employment laws and shall not engage in or commit any discriminatory practice against any person based on race, age, religion, color, gender, sexual orientation, national origin, marital status, physical or mental disability, political affiliation or any other factor which cannot be lawfully used as a basis for service delivery.

7.4 Policy Of Non-Discrimination. AUDITOR shall not discriminate against any person in its operations, activities or delivery of services under this Agreement.

AUDITOR shall affirmatively comply with all applicable provisions of federal, state and local equal employment laws.

7.5 Public Entity Crime Act. AUDITOR represents that the execution of this Agreement will not violate the Public Entity Crime Act (Section 287.133, Florida Statutes), which essentially provides that a person or affiliate who is a contractor, consultant or other provider and who has been placed on the convicted vendor list following a conviction for a Public Entity Crime may not submit a bid on a contract to provide any goods or services to DISTRICT, may not submit a bid on a contract with DISTRICT for the construction or repair of a public building or public work, may not submit bids on leases of real property to DISTRICT, may not be awarded or perform work as a contractor, supplier, subcontractor, or consultant under a contract with DISTRICT, and may not transact any business with DISTRICT in excess of the threshold amount provided in Section 287.017, Florida Statutes, for category two purchases for a period of thirty six (36) months from the date of being placed on the convicted vendor list. Violation of this section shall result in termination of this Agreement and recovery of all monies paid hereto, and may result in debarment from DISTRICT'S competitive procurement activities.

In addition to the foregoing. AUDITOR further represents that there has been no determination, based on an audit, that it committed an act defined by Section 287.133, Florida Statutes, as a "public entity crime" and that it has not been formally charged with committing an act defined as a "public entity crime" regardless of the amount of money involved or whether AUDITOR has been placed on the convicted vendor list.

7.6 Independent Contractor. AUDITOR is an independent contractor under this Agreement. Services provided by AUDITOR pursuant to this Agreement shall be subject to the supervision of AUDITOR. In providing such services, neither AUDITOR nor its agents shall act as officers, employees or agents of the DISTRICT. Personnel policies, tax responsibilities, social security and health insurance, employee benefits, purchasing policies and other similar administrative procedures applicable to services rendered under this Agreement shall be those of AUDITOR. This Agreement shall not constitute or make the parties a partnership or joint venture.

7.7 Third Party Beneficiaries. Neither AUDITOR nor DISTRICT intends to directly or substantially benefit a third party by this Agreement. Therefore, the parties agree that there are no third party beneficiaries to this Agreement and that no third party shall be entitled to assert a claim against either of them based upon this Agreement the parties expressly acknowledge that it is not their intent to create any rights or obligations in any third person or entity under this Agreement.

7.8 Notices. Whenever either party desires to give notice to the other, such notice must be in writing, sent by certified United States Mail postage prepaid return receipt requested or by hand delivery with a request for a written receipt of acknowledgment of delivery, addressed to the party for

whom it is intended at the place last specified. The place for giving notice shall remain the same as set forth herein until changed in writing in the manner provided in this section for the present, the parties designate the following:

As to District:

Heritage Harbour Market Place Community Development District
2900 Northeast 12th Terrace, Suite 1
Oakland Park, Florida 33334
Attention: James P. Ward, District Manager

With a Copy to:

Hopping Green and Sams
119 South Monroe Street, Suite 300
Tallahassee, Florida 32301
Attention: Mr. Jere Earlywine, District Attorney

As to Auditor:

7.9 Assignment And Performance. Neither this Agreement nor any interest herein shall be assigned, transferred, or encumbered by either party. In addition, AUDITOR shall not subcontract any portion of the work required by this Agreement.

AUDITOR represents that all persons delivering the services required by this Agreement have the knowledge and skills, either by training, experience, education, or a combination thereof, to adequately and competently perform the duties, obligations, and services set forth in Exhibit "F" and to provide and perform such services to DISTRICT'S satisfaction for the agreed compensation.

AUDITOR shall perform its duties, obligations and services under this Agreement in a skillful and respectable manner. The quality of AUDITOR'S performance and all interim and final product(s) provided to or on behalf of DISTRICT shall be comparable to the best local and national standards.

7.10 Conflicts. Neither AUDITOR nor its employees shall have or hold any continuing or frequently recurring employment or contractual relationship that is substantially antagonistic or incompatible with AUDITOR'S loyal and conscientious exercise of judgment related to its performance under this Agreement.

AUDITOR agrees that none of its officers or employees shall, during the term of this Agreement, serve as

an expert witness against DISTRICT in any legal or administrative proceeding in which he or she is not a party, unless compelled by court process. Further, AUDITOR agrees that such persons shall not give sworn testimony or issue a report or writing, as an expression of his or her expert opinion, which is adverse or prejudicial to the interests of DISTRICT in connection with any such pending or threatened legal or administrative proceeding. The limitations of this section shall not preclude AUDITOR or any other persons from representing themselves in any action or in any administrative or legal proceeding.

In the event AUDITOR is permitted to utilize subcontractors to perform any services required by this Agreement, AUDITOR agrees to prohibit such subcontractors, by written contract, from having any conflicts within the meaning of this section.

7.11 Contingency Fee. AUDITOR warrants that it has not employed or retained any company or person, other than a bona fide employee working solely for AUDITOR, to solicit or secure this Agreement and that it has not paid or agreed to pay any person, company, corporation, individual or firm, other than a bona fide employee working solely for AUDITOR, any fee, , percentage, gift, or other consideration contingent upon or resulting from the award or making of this Agreement. For a breach or violation of this provision, DISTRICT shall have the right to terminate this Agreement without liability at its discretion or to deduct from the Agreement price or otherwise recover the full amount of such fee, , percentage, gift or consideration.

7.12 Materiality And Waiver Of Breach. DISTRICT and AUDITOR agree that each requirement, duty, and obligation set forth herein is substantial and important to the formation of this Agreement and, therefore, is a material term hereof.

DISTRICT'S failure to enforce any provision of this Agreement shall not be deemed a waiver of such provision or modification of this Agreement. A waiver of any breach of a provision of this Agreement shall not be deemed a waiver of any subsequent breach and shall not be construed to be a modification of the terms of this Agreement.

7.13 Compliance With Laws. AUDITOR shall comply with all federal, state, and local laws, codes, ordinances, rules, and regulations in performing its duties, responsibilities, and obligations pursuant to this Agreement.

7.14 Severance. In the event a portion of this Agreement is found by a court of competent jurisdiction to be invalid, the remaining provisions shall continue to be effective unless DISTRICT or AUDITOR elects to terminate this Agreement. An election to terminate this Agreement based upon this provision shall be made within seven (7) days after the finding by the court becomes final.

7.15 Joint Preparation. The parties acknowledge that they have sought and received whatever competent advice and counsel as was necessary for them to form a full and complete understanding of all rights and obligations herein and that the preparation of this Agreement has been their joint effort. The language agreed to expresses their mutual intent and the resulting document shall not, solely as a matter of judicial construction, be construed more severely against one of the parties than the other.

7.16 Priority Of Provisions. If there is a conflict or inconsistency between any term, statement, requirement, or provision of any exhibit attached hereto, any document or events referred to herein, or any document incorporated into this Agreement by reference and a term, statement, requirement, or provision of this Agreement, the term, statement, requirement, or provision contained

in Articles 1 through 7 of this Agreement shall prevail and be given effect.

7.17 Applicable Law And Venue. This Agreement shall be interpreted and construed in accordance with and governed by the laws of the State of Florida. Any controversies or legal problems arising out of this Agreement and any action involving the enforcement or interpretation of any rights hereunder shall be submitted to the jurisdiction of the state courts of the Seventeenth Judicial Circuit of Broward County, Florida.

7.18 Amendments. No modification, amendment or alteration in the terms or conditions contained herein shall be effective unless contained in a written document prepared with the same or similar formality as this Agreement.

7.19 Drug-Free Workplace. AUDITOR shall maintain a Drug Free Workplace.

7.20 Prior Agreements. This Agreement and its attachments constitute the entire agreement between AUDITOR and DISTRICT, and this document incorporates and includes all prior negotiations, correspondence, conversations, agreements, and understandings applicable to the matters contained herein and the parties agree that there are no commitments, agreements or understandings concerning the subject matter of this Agreement that are not contained in this document. Accordingly, the parties agree that no deviation from the terms hereof shall be predicated upon any prior representations or agreements, whether oral or written. It is further agreed that no modification, amendment or alteration in the terms or conditions contained herein shall be effective unless set forth in writing in accordance with Section 7.18 above.

7.21 Incorporation By Reference. The truth and accuracy of each “Whereas” clause set forth above is acknowledged by the parties. The attached Exhibits “A” and “B” are incorporated hereto and made a part of this Agreement.

7.22 Multiple Originals. This Agreement may be fully executed in FIVE (5) copies by all parties each of which, bearing original signatures, shall have the force and effect of an original document.

7.23 Headings. Headings are for convenience of reference only and shall not be considered in any interpretation of this Agreement.

7.24 Binding Authority. Each person signing this Agreement on behalf of either party individually warrants that he or she has full legal power to execute this Agreement on behalf of the party for whom he or she is signing, and to bind and obligate such party with respect to all provisions contained in this Agreement.

7.25 Survival Of Provisions. Any terms or conditions of this Agreement that require acts beyond the date of its termination shall survive the termination of this Agreement, shall remain in full force and effect unless and until the terms of conditions are completed, and shall be fully enforceable by either party.

AGREEMENT BETWEEN THE DISTRICT AND _____ FOR PROFESSIONAL AUDITING SERVICES.

IN WITNESS WHEREOF, the parties hereto have made and executed this Agreement on the respective dates under each signature: the District signing by and through its Chairman, authorized to execute same by action on the ____ day of _____, 2018; and _____ authorized to execute same, through its _____.

**HERITAGE HARBOUR MARKET PLACE
COMMUNITY DEVELOPMENT DISTRICT**

ATTEST:

By: _____
Terrance Kirschner, Chairman

James P. Ward, Secretary

____ day of _____, 2018

WITNESS:

AUDITOR

Print Name

By: _____
Print Name: _____
Title: _____
____ day of _____, 2018

Print Name

APPENDIX C

AUDITOR RANKING FORM

Heritage Harbour Market Place Community Development District

Analysis of Auditor Proposals

Firm Names:

1. Mandatory Elements

a. The audit firm is independent and licensed to practice in Florida.

b. The firm has no conflict of interest with regard to any other work performed by the firm for the District.

c. The firm adheres to the instructions in the Request for Proposal on preparing and submitting the proposal.

d. The firm submitted a copy of its last external quality control review report and the firm has a record of quality audit work.

e. The firm provides information on the circumstances and status of any disciplinary action taken or pending against the firm during the past three (3) years, as well as, an explanation of all pending litigation (including all accounts of Federal indictments)

Legend for Mandatory Elements:

Y = Meets Criteria

N = Does Not Meet Criteria

2. Technical Qualifications:

Point
Range

a. Expertise and Experience

(1)The firm's past experience and performance on comparable government engagements.

1-5

(2)The quality of the firm's professional personnel to be assigned to the engagement and the quality of the firm's management support personnel to be available for technical consultation.

1-5

(3)The firm provides information on the circumstances and status of any disciplinary action taken or pending against the firm during the past three (3) years, as well as, an explanation of all pending litigation (including all accounts of Federal indictments)

1-5

b. Audit Approach

(1) Adequacy of proposed staffing plan for various segments of the engagement

1-5

(2) Adequacy of sampling techniques

1-5

(3) Adequacy of analytical procedures

1-5

Sub-Total: Technical
Total Points: Technical

3. Price:

1-5

Total Points: Price

Total Points: Technical/Price:

**HERITAGE HARBOUR MARKET PLACE COMMUNITY
DEVELOPMENT DISTRICT**

PROPOSAL FOR AUDIT SERVICES

PROPOSED BY:

Berger, Toombs, Elam, Gaines & Frank
CERTIFIED PUBLIC ACCOUNTANTS, PL

600 Citrus Avenue, Suite 200
Fort Pierce, Florida 34950

(772) 461-6120

CONTACT PERSON:

J. W. Gaines, CPA, Director

DATE OF PROPOSAL:

December 15, 2017

TABLE OF CONTENTS

| <u>DESCRIPTION OF SECTION</u> | <u>PAGE</u> |
|--|-------------|
| A. Letter of Transmittal | 1-2 |
| B. Profile of the Proposer | |
| Description and History of Audit Firm | 3 |
| Professional Staff Resources | 4-5 |
| Ability to Furnish the Required Services | 5 |
| Arbitrage Rebate Services | 6 |
| C. Governmental Auditing Experience | 7-14 |
| D. Fee Schedule | 15 |
| E. Scope of Work to be Performed | 15 |
| F. Audit Approach | 16-17 |
| G. Resumes | 18-32 |
| H. Peer Review Letter | 33 |
| I. Additional Documents Required | |
| Instructions to Proposers | 34-46 |



Berger, Toombs, Elam, Gaines & Frank

Certified Public Accountants PL

600 Citrus Avenue
Suite 200
Fort Pierce, Florida 34950

772/461-6120 // 461-1155
FAX: 772/468-9278

December 15, 2017

James P. Ward
Heritage Harbour Market Place Community Development District
2900 Northeast 12th Terrace, Suite 1
Oakland Park, FL 33334

Dear Mr. Ward:

Thank you very much for the opportunity to present our professional credentials to provide audit services for Heritage Harbour Market Place Community Development District.

Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants, PL has assembled a team of governmental and nonprofit specialists second to none to serve our clients. Our firm has the necessary qualifications and experience to serve as the independent auditors for Heritage Harbour Market Place Community Development District. We will provide you with top quality, responsive service.

Experience

Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants, PL is a recognized leader in providing services to governmental and nonprofit agencies throughout Florida. We have been the independent auditors for a number of local governmental agencies and through our experience in performing their audits, we have been able to increase our audit efficiency and; therefore, reduce costs. We have continually passed this cost savings on to our clients and will continue to do so in the future. As a result of our experience and expertise, we have developed an effective and efficient audit approach designed to meet or exceed the performance specifications in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and the standards for financial and compliance audits. We will conduct the audit in accordance with auditing standards generally accepted in the United States of America; "Government Auditing Standards" issued by the Comptroller General of the United States; the provisions of the Single Audit Act, Subpart F of Title 2 US Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, with minimal disruption to your operations. Our firm has frequent technical updates to keep our personnel informed and up-to-date on all changes that are occurring within the industry.

Heritage Harbour Market Place Community Development District
December 15, 2017

Our firm is a member of the Government Audit Quality Center, an organization dedicated to improving government audit quality. We also utilize the audit program software of a nationally recognized CPA firm to assure us that we are up to date with all auditing standards and to assist us maintain maximum audit efficiencies.

To facilitate your evaluation of our qualifications and experience, we have arranged this proposal to include a resume of our firm, including our available staff, our extensive prior governmental and nonprofit auditing experience and clients to be contacted.

You need a firm that will provide an efficient, cost-effective, high-quality audit within critical time constraints. You need a firm with the prerequisite governmental and nonprofit experience to perform your audit according to stringent legal and regulatory requirements, a firm that understands the complex nature of community development districts and their unique compliance requirements. You need a firm with recognized governmental and nonprofit specialists within the finance and governmental communities. And, certainly, you need a firm that will provide you with valuable feedback to enhance your current and future operations. Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants, PL is that firm. J. W. Gaines is the person authorized to make representations for the firm.

Thank you again for the opportunity to submit this proposal to Heritage Harbour Market Place Community Development District.

Very truly yours,

*Berger Toombs Elam
Gaines & Frank*

Berger, Toombs, Elam, Gaines & Frank
Certified Public Accountants PL
Fort Pierce, Florida

PROFILE OF THE PROPOSER

Description and History of Audit Firm

Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants, PL is a Treasure Coast public accounting firm, which qualifies as a small business firm, as established by the Small Business Administration (13 CFR 121.38), with offices in Fort Pierce and Stuart. We are a member of the Florida Institute of Certified Public Accountants and the American Institute of Certified Public Accountants. The firm was formed from the merger of Edwards, Berger, Harris & Company (originated in 1972) and McAlpin, Curtis & Associates (originated in 1949). J. W. Gaines and Associates (originated in 1979) merged with the firm in 2004. Our tremendous growth rate experienced over the last 69 years is directly attributable to the firm's unrelenting dedication to providing the highest quality, responsive professional services attainable to its clients.

We are a member of the Private Companies Practice Section (PCPS) of the American Institute of Certified Public Accountants (AICPA) to assure we meet the highest standards. Membership in this practice section requires that our firm meet more stringent standards than standard AICPA membership. These rigorous requirements include the requirement of a triennial peer review of our firm's auditing and accounting practice and annual Continuing Professional Education (CPE) for all accounting staff (whether CPA or non-CPA). For standard AICPA membership, only a quality review is required and only CPAs must meet CPE requirements.

We are also a member of the Government Audit Quality Center ("the Center") of the American Institute of Certified Public Accountants to assure the quality of our government audits. Membership in the Center, which is voluntary, requires our firm to comply with additional standards to promote the quality of government audits.

We have been extensively involved in serving local government entities with professional accounting, auditing and consulting services throughout the entire 69 year history of our firm. Our substantial experience over the years makes us uniquely qualified to provide accounting, auditing, and consulting services to these clients. We are a recognized leader in providing services to governmental and nonprofit agencies on the Treasure Coast and in Central and South Florida, with extensive experience in auditing community development districts and water control districts. We were the independent auditors of the City of Fort Pierce for over 37 years and currently, we are the independent auditors for St. Lucie County since 2002, and for 34 of the 38 years that the county has been audited by CPA firms. Additionally, we have performed audits of the City of Stuart, the City of Vero Beach, Indian River County and Martin County. We also presently audit over 75 Community Development Districts throughout Florida.

Our firm was founded on the belief that we are better able to respond to our clients needs through education, experience, independence, quality control, and personal service. Our firm's commitment to quality is reflected in our endeavor of professional excellence via continuing education, the use of the latest computer technology, professional membership in PCPS and peer review.

We believe our approach to audit engagements, intelligence and innovation teamed with sound professional judgment enables us to explore new concepts while remaining sensitive to the fundamental need for practical solutions. We take pride in giving you the assurance that the personal assistance you receive comes from years of advanced training, technical experience and financial acumen.

Professional Staff Resources

Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants, PL has a total of 28 professional and administrative staff (including 12 professional staff with extensive experience servicing government entities). The work will be performed out of our Fort Pierce office with a proposed staff of one senior accountant and one or two staff accountants supervised by an audit manager and audit partner. With the exception of the directors of the firm's offices, the professional staff is not specifically assigned to any of our individual offices. The professional and administrative staff resources available to you through Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants, PL are as follows:

| | <u>Total</u> |
|---------------------------------------|--------------|
| Partners/Directors (CPA's) | 5 |
| Principals (CPA) | 1 |
| Managers (CPA) | 1 |
| Senior/Supervisor Accountants (1 CPA) | 3 |
| Staff Accountants | 7 |
| Computer Specialist | 1 |
| Paraprofessional | 6 |
| Administrative | <u>4</u> |
| Total – all personnel | 28 |

Following is a brief description of each employee classification:

Staff Accountant – Staff accountants work directly under the constant supervision of the auditor-in-charge and, are responsible for the various testing of documents, account analysis and any other duties as his/her supervisor believes appropriate. Minimum qualification for a staff accountant is graduation from an accredited university or college with a master's degree in accounting or equivalent.

Senior Accountant – A senior accountant must possess all the qualifications of the staff accountant, in addition to being able to draft the necessary reports and financial statements, and supervise other staff accountants when necessary.

Managers – A manager must possess the qualifications of the senior accountant, plus be able to work without extensive supervision from the auditor-in-charge. The manager should be able to draft audit reports from start to finish and to supervise the audit team, if necessary.

Principal – A principal is a partner/director in training. He has been a manager for several years and possesses the technical skills to act as the auditor –in-charge. A principal has no financial interest in the firm.

Partner/Director – The director has extensive governmental auditing experience and acts as the auditor-in-charge. Directors have a financial interest in the firm.

Professional Staff Resources (Continued)

Independence – Independence of the public accounting firm, with respect to the audit client, is the foundation from which the public gains its trust in the opinion issued by the public accounting firm at the end of the audit process. This independence must be in appearance as well as in fact. The public must perceive that the accounting firm is independent of the audit entity to insure that nothing would compromise the opinion issued by the public accounting firm. **Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants, PL** is independent of Heritage Harbour Market Place Community Development District, including its elected officials and related parties, at the date of this proposal, as defined by the following rules, regulations, and standards:

AuSection 220 – Statements on Auditing Standards issued by the American Institute of Certified Public Accountants;

ET Sections 101 and 102 – Code of Professional Conduct of the American Institute of Certified Public Accountants;

Chapter 21A-1, Florida Administrative Code;

Section 473.315, Florida Statutes; and,

Government Auditing Standards, issued by the Comptroller General of the United States.

On an annual basis, all members of the firm are required to confirm, in writing, that they have no personal or financial relationships or holding that would impair their independence with regard to the firm's clients.

Independence is a hallmark of our profession. We encourage our staff to use professional judgment in situations where our independence could be impaired or the perception of a conflict of interest might exist. In the governmental sector, public perception is as important as professional standards. Therefore, the utmost care must be exercised by independent auditors in the performance of their duties.

Ability to Furnish the Required Services

As previously noted in the Profile of the Proposer section of this document, our firm has been in existence for over 69 years. We have provided audit services to some clients for over 30 years continually. Our firm is insured against physical loss through commercial insurance and we also carry liability insurance. The majority of our audit documentation is stored electronically, both on our office network and on each employee laptop or computer assigned to each specific job. Our office computer network is backed up on tape, so in the event of a total equipment loss, we can restore all data as soon as replacement equipment is acquired. In addition, our field laptop computers carry the same data and can be used in the event of emergency with virtually no delay in completing the required services.

ADDITIONAL SERVICES PROVIDED

Arbitrage Rebate Services

Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants, PL also provides arbitrage rebate compliance and related services to governmental issuers. The Tax Reform Act of 1986 requires issuers of most tax-exempt obligations to pay (i.e., "rebate") to the United States government any arbitrage profits. Arbitrage profits are earnings on the investment of bond proceeds and certain other monies in excess of what would have been earned had such monies been invested at a yield equal to the yield on the bonds.

Federal tax law requires that interim rebate calculations and payments are due at the end of every fifth bond year. Final payment is required upon redemption of the bonds. More frequent calculations may be deemed advisable by an issuer's auditor, trustee or bond counsel or to assure that accurate and current records are available. These more frequent requirements are usually contained in the Arbitrage or Rebate Certificate with respect to the bonds.

Our firm performs a comprehensive rebate analysis and includes the following:

- Verifying that the issue is subject to rebate;
- Calculating the bond yield;
- Identifying, and separately accounting for, all "Gross Proceeds" (as that term is defined in the Code) of the bond issue, including those requiring analysis due to "transferred proceeds" and/or "commingled funds" circumstances;
- Determining what general and/or elective options are available to Gross proceeds of the issue;
- Calculating the issue's excess investment earning (rebate liability), if any;
- Delivering appropriate documentation to support all calculations;
- Providing an executive summary identifying the methodology employed, major assumptions, conclusions, and any other recommendations for changes in recordkeeping and investment policies;
- Assisting as necessary in the event of an Internal Revenue Service inquiry; and,
- Consulting with issue staff, as necessary, regarding arbitrage related matters.

GOVERNMENTAL AUDITING EXPERIENCE

Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants, PL has been practicing public accounting in Florida for 69 years. Our success over the years has been the result of a strong commitment to providing personalized quality service to our clients.

The current members of our firm have performed audits of over 750 community development districts, and over 1,500 audits of municipalities, counties and other governmental entities such as the City of Fort Pierce and St. Lucie County.

Our firm provides a variety of accounting, auditing, tax litigation support, and consulting services. Some of the professional accounting, auditing and management consulting services that are provided by our firm are listed below:

- Performance of annual financial and compliance audits, including Single Audits of state and federal financial assistance programs, under the provisions of the Single Audit Act, Subpart F of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), with minimal disruptions to your operations;
- Performance of special compliance audits to ascertain compliance with the applicable local, state and federal laws and regulations;
- Issuance of comfort letters and consent letters in conjunction with the issuance of tax-exempt debt obligations, including compiling financial data and interim period financial statement reviews;
- Calculation of estimated and actual federal arbitrage rebates;
- Assistance in compiling historical financial data for first-time and supplemental submissions for GFOA Certificate of Achievement for Excellence in Financial Reporting;
- Preparation of indirect cost allocation systems in accordance with Federal and State regulatory requirements;
- Providing human resource and employee benefit consulting;
- Performance of automation feasibility studies and disaster recovery plans;
- Performance feasibility studies concerning major fixed asset acquisitions and utility plant expansion plans (including electric, water, pollution control, and sanitation utilities); and
- Assistance in litigation, including testimony in civil and criminal court.
- Assist clients who utilize QuickBooks software with their software needs. Our Certified QuickBooks Advisor has undergone extensive training through QuickBooks and has passed several exams to attain this Certification.

Continuing Professional Education

All members of the governmental audit staff of our firm, and audit team members assigned to this engagement, are in compliance with the Continuing Professional Education (CPE) requirements set forth in Government Auditing Standards issued by the Comptroller General of the United States. In addition, our firm is in compliance with the applicable provisions of the Florida Statutes that require CPA's to have met certain CPE requirements prior to proposing on governmental audit engagements.

GOVERNMENTAL AUDITING EXPERIENCE (CONTINUED)

The audit team has extensive experience in performing governmental audits and is exposed to intensive and continuing concentration on these types of audits. Due to the total number of governmental audits our team performs, each member of our governmental staff must understand and be able to perform several types of governmental audits. It is our objective to provide each professional employee fifty hours or more of comprehensive continuing professional education each year. This is accomplished through attending seminars throughout Florida and is reinforced through in-house training.

Our firm has made a steadfast commitment to professional education. Our active attendance and participation in continuing professional education is a major part of our objective to obtain the most recent knowledge on issues which are of importance to our clients. We are growing on the reputation for work that our firm is providing today.

Quality Control Program

Quality control requires continuing commitment to professional excellence. **Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants, PL** is formally dedicated to that commitment.

To ensure maintaining the standards of working excellence required by our firm, we joined the Private Companies Practice Section (PCPS) of the American Institute of Certified Public Accountants (AICPA). To be a participating member firm of this practice section, a firm must obtain an independent Peer Review of its quality control policies and procedures to ascertain the firm's compliance with existing auditing standards on the applicable engagements.

The scope of the Peer Review is comprehensive in that it specifically reviews the following quality control policies and procedures of the participating firm:

- Professional, economic, and administrative independence;
- Assignment of professional personnel to engagements;
- Consultation on technical matters;
- Supervision of engagement personnel;
- Hiring and employment of personnel;
- Professional development;
- Advancement;
- Acceptance and continuation of clients; and,
- Inspection and review system.

We believe that our commitment to the program is rewarding not only to our firm, but primarily to our clients.

The external independent Peer Review of the elements of our quality control policies and procedures performed by an independent certified public accountant, approved by the PCPS of the AICPA, provides you with the assurance that we continue to conform to standards of the profession in the conduct of our accounting and auditing practice.

GOVERNMENTAL AUDITING EXPERIENCE (CONTINUED)

Our firm is also a member of Governmental Audit Quality Center (GAQC), a voluntary membership center for CPA firms that perform governmental audits. This center promotes the quality of governmental audits.

Our firm has completed successive Peer Reviews. These reviews included a representative sample of our firm's local governmental auditing engagements. As a result of these reviews, our firm obtained an unqualified opinion on our quality control program and work procedures. On page 31 is a copy of our most recent Peer Review report. It should be noted that we received an unqualified report.

Our firm has never had any disciplinary actions by state regulatory bodies or professional organizations.

As our firm performs approximately seventy five audits each year that are reviewed by federal, state or local entities, we are constantly dealing with questions from these entities about our audits. We are pleased to say that any questions that have been raised were minor issues and were easily resolved without re-issuing any reports.

Certificate of Achievement for Excellence in Financial Reporting (CAFR)

We are proud and honored to have been involved with the City of Fort Pierce and the Fort Pierce Utilities Authority when they received their first Certificates of Achievement for Excellence in Financial Reporting for the fiscal years ended September 30, 1988 and 1994, respectively. We were also instrumental in the City of Stuart receiving the award, in our first year of performing their audit, for the year ended September 30, 1999.

We also assisted St. Lucie County, Florida for the year ended September 30, 2003, in preparing their first Comprehensive Annual Financial Report, and St. Lucie County has received their Certificate of Achievement for Excellence in Financial Reporting every year since.

As continued commitment to insuring that we are providing the highest level of experience, we have had at least one employee of our firm serve on the GFOA – Special Review Committee since the mid-1980s. This committee is made up of selective Certified Public Accountants throughout the United States who have demonstrated their high level of knowledge and expertise in governmental accounting. Each committee member attends a special review meeting at the Annual GFOA Conference. At this meeting, the committee reports on the Certificate of Achievement Program's most recent results, future goals, and common reporting deficiencies.

We feel that our previous experience in assisting the City of Fort Pierce, the Fort Pierce Utilities Authority and St. Lucie County obtain their first CAFRs, and the City of Stuart in continuing to receive a CAFR and our firm's continued involvement with the GFOA, and the CAFR review committee make us a valued asset for any client in the field of governmental financial reporting.

GOVERNMENTAL AUDIT EXPERIENCE (CONTINUED)

References

Capron Trail Community Development
District
Jeff Walker, Special District Services
(561) 630-4922

Gateway Community Development
District
Stephen Bloom, Severn Trent Management
(954) 753-5841

The Reserve Community Development District
Darrin Mossing, Governmental Management
Services LLC
(407) 841-5524

Port of the Islands Community Development
District
Cal Teague, Premier District Management
(239) 690-7100 ext 101

In addition to the above, we have the following additional governmental audit experience:

Community Development Districts

Aberdeen Community Development
District

Cedar Hammock Community
Development District

Amelia Concourse Community
Development District

Celebration Pointe Community
Development District

Anthem Park Community
Development District

Channing Park Community
Development District

Arborwood Community Development
District

Cheval West Community
Development District

Bannon Lakes Community
Development District

City Center Community Development
District

Beacon Lakes Community
Development District

Colonial Country Club Community
Development District

Boggy Creek Community
Development District

Creeside at Twin Creeks Community
Development District

Candler Hills East Community
Development District

Deer Run Community Development
District

Capron Trail Community Development
District

Diamond Hill Community
Development District

GOVERNMENTAL AUDIT EXPERIENCE (CONTINUED)

| | |
|---|--|
| Dovera Community Development District | Heritage Lake Park Community Development District |
| Durbin Crossing Community Development District | Heritage Palms Community Development District |
| Eagle Point Community Development District | Julington Creek Community Development District |
| Eastlake Oaks Community Development District | Lake Bernadette Community Development District |
| Easton Park Community Development District | Legends Bay Community Development District |
| Estancia @ Wiregrass Community Development District | Live Oak No 2 Community Development District |
| Forest Brooke Community Development District | Marshall Creek Community Development District |
| Golden Lakes Community Development District | Meadow View at Twin Lakes Community Development District |
| Gramercy Park Community Development District | Meadow Point III Community Development District |
| Greyhawk Landing Community Development District | Meadow Point IV Community Development District |
| Griffin Lakes Community Development District | Midtown Miami Community Development District |
| Habitat Community Development District | Mira Lago Community Development District |
| Harmony Community Development District | Myrtle Creek Community Development District |
| Heritage Harbor Community Development District | Narcoossee Community Development District |
| Heritage Isles Community Development District | New Port Tampa Bay Community Development District |

GOVERNMENTAL AUDIT EXPERIENCE (CONTINUED)

| | |
|---|--|
| Overoaks Community Development District | Seminole Improvement District |
| Panther Trace 2 Community Development District | Solterra Resort Community Development District |
| Pine Island Community Development District | South Village Community Development District |
| Pine Ridge Community Development District | Southern Hills Plantation I Community District |
| Piney-Z Community Development District | Southern Hills Plantation III Community Development District |
| Remington Community Development District | St. John's Forest Community Development District |
| Renaissance Commons Community Development District | Stoneybrook West Community Development District |
| Reserve Community Development District | Tern Bay Community Development District |
| Reserve at Pradera Community Development District | Terracina Community Development District |
| Ridgewood Trails Community Development District | Twin Creeks North Community Development District |
| River Hall Community Development District | Valencia Acres Community Development District |
| River Place on the St. Lucie Community Development District | Villages of Bloomingdale Community Development District |
| Riverwood Community Development District | Westside Community Development District |
| Riverwood Estates Community Development District | Willow Creek Community Development District |
| Rolling Hills Community Development District | Winston Trails Community Development District |
| Sampson Creek Community Development District | |

GOVERNMENTAL AUDIT EXPERIENCE (CONTINUED)

Other Governmental Organizations

| | |
|---|--|
| City of Westlake | Office of the Medical Examiner, District 19 |
| Coquina Water Control District | Rupert J. Smith Law Library of St. Lucie County |
| Florida Inland Navigation District | St. Lucie Education Foundation |
| Fort Pierce Farms Water Control District | Town of Ocean Breeze Park |
| Indian River Regional Crime Laboratory, District 19, Florida | Troup Indiantown Water Control District |
| Jobs and Education Partnership | |

Current or Recent Single Audits.

St. Lucie County, Florida
Early Learning Coalition, Inc.
Treasure Coast Food Bank, Inc.

Members of our audit team have acquired extensive experience from performing or participating in over 1,500 audits of governments, independent special taxing districts, school boards, and other agencies that receive public money and utilize fund accounting.

Much of our firm's auditing experience is with compliance auditing, which is required for publicly financed agencies. In this type of audit, we do a financial examination and also confirm compliance with various statutory and regulatory guidelines.

Following is a summary of our other experience, including Auditor General experience, as it pertains to other governmental and fund accounting audits.

Counties

(Includes elected constitutional officers, utilities and dependent taxing districts)

Indian River
Martin
Okeechobee
Palm Beach

Municipalities

City of Port St. Lucie
City of Vero Beach
Town of Orchid

GOVERNMENTAL AUDIT EXPERIENCE (CONTINUED)

Special Districts

Lakewood Ranch Community Development District
Martin Soil and Water Conservation District
St. Lucie County – Fort Pierce Fire District
The Crossings at Fleming Island
St. Lucie West Services District
Indian River County Mosquito Control District
St. John's Water Control District
Westchase and Westchase East Community Development Districts
Pier Park Community Development District
Verandahs Community Development District
Turnbull Creek Community Development District
Magnolia Park Community Development District

Schools and Colleges

Federal Student Aid Programs – Indian River Community College
Indian River Community College
Okeechobee County District School Board
St. Lucie County District School Board

State and County Agencies

Central Florida Foreign-Trade Zone, Inc. (a nonprofit organization affiliated with the St. Lucie County Board of County Commissioners)
Florida School for Boys at Okeechobee
Indian River Community College Crime Laboratory
Indian River Correctional Institution

FEE SCHEDULE

We propose the fee for our audit services described below to be \$6,400 for the years ended September 30, 2017, 2018, and 2019 and \$6,575 for the years ended September 30, 2020 and 2021. These fees are contingent upon the financial records and accounting systems of Heritage Harbour Market Place Community Development District being "audit ready". If we discover that additional preparation work or subsidiary schedules are needed, we will consult with your authorized representative. We can assist with this additional work at our standard rates should you desire.

SCOPE OF WORK TO BE PERFORMED

If selected as the District's auditors, we will perform a financial and compliance audit in accordance with Section 11.45, Florida Statutes, in order to express an opinion on an annual basis on the financial statements of Heritage Harbour Market Place Community Development District as of September 30, 2017, with the option to renew for two additional years. The audits will be performed to the extent necessary to express an opinion on the fairness in all material respects with which the financial statements present the financial position, results of operations and changes in financial position in conformity with generally accepted accounting principles and to determine whether, for selected transactions, operations are properly conducted in accordance with legal and regulatory requirements. Reportable conditions that are also material weaknesses shall be identified as such in the Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters. Other (non-reportable) conditions discovered during the course of the audit will be reported in a separate letter to management, which will be referred to in the Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters.

Our audit will be performed in accordance with standards for financial and compliance audits contained in *Government Auditing Standards*, as well as in compliance with rules and regulations of audits of special districts as set forth by the State Auditor General in Chapter 10.550, Local Governmental Entity Audits, and other relevant federal, state and county orders, statutes, ordinances, charter, resolutions, bond covenants, Administrative Code and procedures, or rules and regulations which may pertain to the work required in the engagement.

The primary purpose of our audit will be to express an opinion on the financial statements discussed above. It should be noted that such audits are subject to the inherent risk that errors or irregularities may not be detected. However, if conditions are discovered which lead to the belief that material errors, defalcations or other irregularities may exist or if other circumstances are encountered that require extended services, we will promptly notify the appropriate individual.

SPECIFIC AUDIT APPROACH

We utilize proprietary audit program software developed by a nationally recognized CPA firm. Our audit approach is a risk based audit approach where we determine significant accounts and assess risk and then we concentrate our audit on the areas identified.

We would utilize the prior audit report to preliminarily identify the significant accounts.

We would also utilize the internal control, engagement planning questionnaires developed for our audit program to design our audit programs. Our audit programs have the following general segmentation:

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| <ul style="list-style-type: none">• Financial Reports• 16 hours• Audit Director/In charge Staff accountant | In this section, we prepare our working trial balances for each fund and assimilate the financial statements and various reports required. |
| <ul style="list-style-type: none">• Engagement Planning• 12 hours• Audit Director/In charge Staff accountant | This is the section where we identify significant accounts, assess risk, analyze and obtain an understanding of your internal control and develop audit programs. |
| <ul style="list-style-type: none">• Engagement Administration• 2 hours• In charge accountant/ Staff accountants | In this section, we develop and track our audit plan hours and document our review of your minutes. |
| <ul style="list-style-type: none">• Audit Field Work• 32 hours• In charge accountant/ Staff accountant | In this section, we develop and audit specific areas such as assets, liabilities, revenues, expenses/expenditures and your budget. |
| <ul style="list-style-type: none">• Closing the audit• 8 hours• Audit Director/Principal• In charge accountant | In this area, all workpapers are reviewed, the financial statements are prepared/reviewed and we perform a disclosure checklist. |

We utilize certain audit programs to determine our sample sizes which are randomly generated and the size is determined based on the parameters entered for the area tested. Most of our testing is non-statistical sampling.

We utilize various software programs during the audit process, including data extraction software.

We utilize various analytical procedures during the entire audit process to reduce testing, maintain audit efficiencies and analyze audit testing results.

We utilize internal control questionnaires to understand and document the District's internal controls. Generally, these questionnaires deal with cycles such as revenues, capital assets and expenses/expenditures.

SPECIFIC AUDIT APPROACH – (Continued)

We have a working knowledge of the various Florida Statutes that impact the financial statements from our extensive experience in the audits of Community Development Districts and our compliance tests of applicable statutes is integrated into our audit processes and programs.

Anticipated Potential Audit Problems

There are no significant potential audit problems we see for the fiscal year ended September 30, 2017. There have been no new GASB pronouncements that impact the District nor have there been any significant changes in compliance areas.

Commitment to Quality Service

Personnel Qualifications and Experience

J. W. Gaines, CPA, CITP

Director – 38 years

Education

- ◆ Stetson University, B.B.A. – Accounting

Registrations

- ◆ Certified Public Accountant – State of Florida, State Board of Accountancy
- ◆ Certified Information Technology Professional (CITP) – American Institute of Certified Public Accountants

Professional Affiliations/Community Service

- ◆ Member of the American and Florida Institutes of Certified Public Accountants
- ◆ Affiliate member Government Finance Officers Association
- ◆ Past President, Vice President-Campaign Chairman, Vice President and Board Member of United Way of St. Lucie County, 1989 - 1994
- ◆ Past President, President Elect, Secretary and Treasurer of the Treasure Coast Chapter of the Florida Institute of Certified Public Accountants, 1988 - 1991
- ◆ Past President of Ft. Pierce Kiwanis Club, 1994 - 95, Member/Board Member since 1982
- ◆ Past President, Vice President and Treasurer of St. Lucie County Chapter of the American Cancer Society, 1980 -1986
- ◆ Member of the St. Lucie County Chamber of Commerce, Member Board of Directors, Treasurer, September 2002 - 2006, Chairman Elect 2007, Chairman 2008, Past Chairman 2009
- ◆ Member Lawnwood Regional Medical Center Board of Trustees, 2000 – Present, Chairman 2013 - Present
- ◆ Member of St. Lucie County Citizens Budget Committee, 2001 – 2002
- ◆ Member of Ft. Pierce Citizens Budget Advisory Committee, 2010 – 2011
- ◆ Member of Ft. Pierce Civil Service Appeals Board, 2013 - Present

Professional Experience

- ◆ Miles Grant Development/Country Club – Stuart, Florida, July 1975 – October 1976
- ◆ State Auditor General's Office – Public Accounts Auditor – November 1976 through September 1979
- ◆ Director - Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants PL, responsible for numerous government and nonprofit audits.
- ◆ Over 30 years experience in all phases of public accounting and auditing experience, with a concentration in financial and compliance audits. Mr. Gaines has been involved in all phases of the audits listed on the preceding pages.

Commitment to Quality Service

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| Personnel Qualifications and Experience |
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J. W. Gaines, CPA, CITP (Continued)

Director

Continuing Professional Education

- ♦ Has participated in numerous continuing professional education courses provided by nationally recognized sponsors over the last two years to keep abreast of the latest developments in accounting and auditing such as:
 - Governmental Accounting Report and Audit Update
 - Analytical Procedures, FICPA
 - Annual Update for Accountants and Auditors
 - Single Audit Sampling and Other Considerations

Commitment to Quality Service

Personnel Qualifications and Experience

David S. McGuire, CPA, CITP

Accounting and Audit Principal – 9 years

Accounting and Audit Manager – 4 years

Staff Accountant – 11 years

Education

- ◆ University of Central Florida, B.A. – Accounting
- ◆ Barry University – Master of Professional Accountancy

Registrations

- ◆ Certified Public Accountant – State of Florida, State Board of Accountancy
- ◆ Certified Information Technology Professional (CITP) – American Institute of Certified Public Accountants

Professional Affiliations/Community Service

- ◆ Member of the American and Florida Institutes of Certified Public Accountants
- ◆ Associate Member, Florida Government Finance Office Associates
- ◆ Assistant Coach – St. Lucie County Youth Football Organization (1994 – 2005)
- ◆ Assistant Coach – Greater Port St. Lucie Football League, Inc. (2006 – 2010)
- ◆ Board Member – Greater Port St. Lucie Football League, Inc. (2011 – present)
- ◆ Treasurer, AIDS Research and Treatment Center of the Treasure Coast, Inc. (2000 – 2003)
- ◆ Board Member/Treasurer, North Treasure Coast Chapter, American Red Cross (2004 – 2010)
- ◆ Member/Board Member of Port St. Lucie Kiwanis (1994 – 2001)
- ◆ President (2014/15) of Sunrise Kiwanis of Fort Pierce (2004 – present)
- ◆ St. Lucie District School Board Superintendent Search Committee (2013 – present)

Professional Experience

- ◆ Twenty four years public accounting experience with an emphasis on nonprofit and governmental organizations.
- ◆ Audit Manager in-charge on a variety of audit and review engagements within several industries, including the following government and nonprofit organizations:
 - St. Lucie County, Florida
 - 19th Circuit Office of Medical Examiner
 - Troup Indiantown Water Control District
 - Exchange Club Center for the Prevention of Child Abuse, Inc.
 - Healthy Kids of St. Lucie County
 - Mustard Seed Ministries of Ft. Pierce, Inc.
 - Reaching Our Community Kids, Inc.
 - Reaching Our Community Kids - South
 - St. Lucie County Education Foundation, Inc.
 - Treasure Coast Food Bank, Inc.
 - North Springs Improvement District
- ◆ Four years of service in the United States Air Force in computer operations, with a top secret (SCI/SBI) security clearance.

Commitment to Quality Service

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| Personnel Qualifications and Experience |
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David S. McGuire, CPA, CITP (Continued)

Accounting and Audit Principal

Continuing Professional Education

- ♦ Mr. McGuire has attended numerous continuing professional education courses and seminars taught by nationally recognized sponsors in the accounting auditing and single audit compliance areas. He has attended courses over the last two years in those areas as follows:

- Not-for-Profit Auditing Financial Results and Compliance Requirements

- Update: Government Accounting Reporting and Auditing

- Annual Update for Accountants and Auditors

Commitment to Quality Service

Personnel Qualifications and Experience

David F. Haughton, CPA

Accounting and Audit Manager – 27 years

Education

- ◆ Stetson University, B.B.A. – Accounting

Registrations

- ◆ Certified Public Accountant – State of Florida, State Board of Accountancy

Professional Affiliations/Community Service

- ◆ Member of the American and Florida Institutes of Certified Public Accountants
- ◆ Former Member of Florida Institute of Certified Public Accountants Committee on State and Local Government
- ◆ Affiliate Member Government Finance Officers Association (GFOA) for over 10 years
- ◆ Affiliate Member Florida Government Finance Officers Association (FGFOA) for over 10 years
- ◆ Technical Review – 1997 FICPA Course on State and Local Governments in Florida
- ◆ Board of Directors – Kiwanis of Ft. Pierce, Treasurer – 1994-1999; Vice President – 1999-2001

Professional Experience

- ◆ Twenty-seven years public accounting experience with an emphasis on governmental and nonprofit organizations.
- ◆ State Auditor General's Office – West Palm Beach, Staff Auditor, June 1985 to September 1985
- ◆ Accounting and Audit Manager of Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants PL, responsible for audit and accounting services including governmental and not-for-profit audits.
- ◆ Over 20 years of public accounting and governmental experience, specializing in governmental and nonprofit organizations with concentration in special districts, including Community Development Districts which provide services including water and sewer utilities. Governmental and non-profit entities served include the following:

Counties:

St. Lucie County

Municipalities:

City of Fort Pierce

City of Stuart

Commitment to Quality Service

Personnel Qualifications and Experience

David F. Haughton, CPA (Continued)

Accounting and Audit Manager

Professional Experience (Continued)

Special Districts:

Bluewaters Community Development District
Country Club of Mount Dora Community Development District
Fiddler's Creek Community Development District #1 and #2
Indigo Community Development District
North Springs Improvement District
Renaissance Commons Community Development District
St. Lucie West Services District
Stoneybrook Community Development District
Summerville Community Development District
Terracina Community Development District
Thousand Oaks Community Development District
Tree Island Estates Community Development District
Valencia Acres Community Development District

Non-Profits:

The Dunbar Center, Inc.
Hibiscus Children's Foundation, Inc.
Hope Rural School, Inc.
Maritime and Yachting Museum of Florida, Inc.
Tykes and Teens, Inc.
United Way of Martin County, Inc.
Workforce Development Board of the Treasure Coast, Inc.

- ◆ While with the Auditor General's Office he was on the staff for the state audits of the Martin County School District and Okeechobee County School District.
- ◆ During 1997 he performed a technical review of the Florida Institute of Certified Public Accountants state CPE course on Audits of State and Local Governments in Florida. His comments were well received by the author and were utilized in future updates to the course.

Continuing Professional Education

- ◆ During the past several years, he has participated in numerous professional development training programs sponsored by the AICPA and FICPA, including state conferences on special districts and governmental auditing in Florida. He averages in excess of 100 hours bi-annually of advanced training which exceeds the 80 hours required in accordance with the continuing professional education requirements of the Florida State Board of accountancy and the AICPA Private Companies Practice Section. He has over 75 hours of governmental CPE credit within the past two years.

Commitment to Quality Service

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| Personnel Qualifications and Experience |
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Matthew Gonano, CPA

Senior Staff Accountant – 7 years

Education

- ◆ University of North Florida, B.B.A. – Accounting
- ◆ University of Alicante, Spain – International Business
- ◆ Florida Atlantic University – Masters of Accounting

Professional Affiliations/Community Service

- ◆ American Institute of Certified Public Accountants
- ◆ Florida Institute of Certified Public Accountants

Professional Experience

- ◆ Senior Accountant with Berger, Toombs, Elam, Gaines, & Frank providing professional services to nonprofit and governmental entities.
- ◆ Performed audits of nonprofit and governmental organizations in accordance with Governmental Accounting Auditing Standards (GAAS)
- ◆ Performed Single Audits of nonprofit organizations in accordance with OMB Circular A-133, Audits of State, Local Governments, and Non-Profit Organizations.

Continuing Professional Education

- ◆ Mr. Gonano has participated in numerous continuing professional education courses

Commitment to Quality Service

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| Personnel Qualifications and Experience |
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Paul Daly

Staff Accountant – 6 years

Education

- ♦ Florida Atlantic University, B.S. – Accounting

Professional Experience

- ♦ Staff Accountant with Berger, Toombs, Elam, Gaines, & Frank providing professional services to nonprofit and governmental entities.

Continuing Professional Education

- ♦ Working to attain the requirements to take the Certified Public Accounting (CPA) exam.

Commitment to Quality Service

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| Personnel Qualifications and Experience |
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Melissa Arnold

Senior Staff Accountant – 4 years

Education

- ◆ Indian River State College, A.A. – Accounting
- ◆ Florida Atlantic University, B.B.A. –Accounting

Professional Experience

- ◆ Staff accountant with Berger, Toombs, Elam, Gaines, & Frank providing professional services to nonprofit and governmental entities.

Continuing Professional Education

- ◆ Ms. Arnold participates in numerous continuing professional education courses provided by nationally recognized sponsors to keep abreast of the latest developments.

Commitment to Quality Service

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| Personnel Qualifications and Experience |
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Bryan Snyder

Staff Accountant – 3 years

Education

- ♦ Florida Atlantic University, B.B.A. - Accounting

Professional Experience

- ♦ Accountant beginning his professional auditing career with Berger, Toombs, Elam, Gaines, & Frank.
- ♦ Mr. Snyder is gaining experience auditing governmental & nonprofit entities.

Continuing Professional Education

- ♦ Mr. Snyder participates in numerous continuing education courses and plans on working to acquire his CPA certificate.

Commitment to Quality Service

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| Personnel Qualifications and Experience |
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Maritza Ahrens

Staff Accountant – 2 years

Education

- ♦ Indian River State College, B.S.A. - Accounting

Professional Experience

- ♦ Staff Accountant beginning her professional auditing career with Berger, Toombs, Elam, Gaines, & Frank.

Continuing Professional Education

- ♦ Ms. Ahrens participates in numerous continuing education courses and plans on acquiring her CPA.

Commitment to Quality Service

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| Personnel Qualifications and Experience |
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Jonathan Herman

Senior Staff Accountant – 4 years

Education

- ◆ University of Central Florida, B.S. –Accounting
- ◆ Florida Atlantic University, MACC

Professional Experience

- ◆ Accounting graduate with four years experience with Berger, Toombs, Elam, Gaines, & Frank providing professional services to nonprofit and governmental entities.

Continuing Professional Education

- ◆ Working to study to take the Certified Public Accounting (CPA) exam.

Commitment to Quality Service

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| Personnel Qualifications and Experience |
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Sean Stanton

Staff Accountant

Education

- ◆ University of South Florida, B.S. –Accounting
- ◆ Florida Atlantic University, M.B.A. – Accounting

Professional Experience

- ◆ Staff accountant with Berger, Toombs, Elam, Gaines, & Frank auditing governmental and non-profit entities.

Continuing Professional Education

- ◆ Mr. Stanton is working towards passing the CPA exam.

Commitment to Quality Service

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| Personnel Qualifications and Experience |
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Brianne Davies
Staff Accountant

Education

- ◆ Indian River State College, B.S.A. –Accounting

Professional Experience

- ◆ Staff Accountant with Berger, Toombs, Elam, Gaines, & Frank providing professional services to nonprofit and governmental entities.

Commitment to Quality Service

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| Personnel Qualifications and Experience |
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Taylor Nuccio
Staff Accountant

Education

- ♦ Indian River State College, B.S.A. –Accounting

Professional Experience

- ♦ Staff Accountant with Berger, Toombs, Elam, Gaines, & Frank providing professional services to nonprofit and governmental entities.



Judson B. Baggett 6815 Dairy Road
MBA, CPA, CVA, Partner Zephyrhills, FL 33542
Marci Reutimann (813) 788-2155
CPA, Partner (813) 782-8606

System Review Report

To the Directors
Berger, Toombs, Elam, Gaines & Frank, CPAs PL
and the Peer Review Committee of the Florida Institute of Certified Public Accountants

November 2, 2016

We have reviewed the system of quality control for the accounting and auditing practice of Berger, Toombs, Elam, Gaines & Frank, CPAs PL (the firm), in effect for the year ended May 31, 2016. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants. As a part of our peer review, we considered reviews by regulatory entities, if applicable, in determining the nature and extent of our procedures. The firm is responsible for designing a system of quality control and complying with it to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Our responsibility is to express an opinion on the design of the system of quality control, and the firm's compliance therewith based on our review. The nature, objectives, scope, limitations of, and the procedures performed in a System Review are described in the standards at www.aicpa.org/prsummary.

As required by the standards, engagements selected for review included engagements performed under *Government Auditing Standards* and *audits of employee benefit plans*.

In our opinion, the system of quality control for the accounting and auditing practice of Berger, Toombs, Elam, Gaines & Frank, CPAs PL in effect for the year ended May 31, 2016 has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)*, or *fail*. Berger, Toombs, Elam, Gaines & Frank, CPAs PL, has received a peer review rating of *pass*.


Baggett, Reutimann & Associates, CPAs, PA

(BERGER REPORT16)

Member American Institute of Certified Public Accountants (AICPA) and Florida Institute of Certified Public Accountants (FICPA)
National Association of Certified Valuation Analysts (NACVA)

**HERITAGE HARBOUR MARKET PLACE COMMUNITY DEVELOPMENT DISTRICT
(Hereinafter called "District")
REQUEST FOR PROPOSALS**

I. PROPOSAL REQUIREMENTS

A. Legal Notice

The Heritage Harbour Market Place Community Development District is requesting proposals from qualified firms of certified public accountants, licensed to practice in the State of Florida, to audit its financial statements for the fiscal years ending September 30, 2017 and in the sole and absolute discretion of the District for each fiscal year thereafter through September 30, 2021.

There is no expressed or implied obligation for the District to reimburse responding firms for any expenses incurred in preparing proposals in response to this request.

Sealed technical and dollar cost proposals will be received by the District Manager's office until **11:00 a.m., on December 15, 2017, located at 2900 Northeast 12th Terrace, Suite 1, Oakland Park, Florida 33334**. Proposals received after this time will be returned unopened.

The Proposer shall submit a sealed and clearly marked envelope that includes both a pdf file along with seven (7) printed Technical and Dollar Cost Proposals to be marked as follows: **"Heritage Harbour Market Place Community Development District, Professional Auditing Services Proposal."**

The Technical and Dollar Cost Proposal will be opened in the Office of the District Manager at **11:00 a.m., on Friday, December 15, 2017**.

Proposals submitted will be evaluated by a five (5) member Auditor Selection Committee, ("Selection Committee") consisting of the five (5) members' of the Board of Supervisor's, who will review submissions.

The District reserves the right to retain all proposals submitted and to use, without compensation, any ideas in a proposal regardless of whether that proposal is selected. Submission of a proposal indicates acceptance by the firm of the conditions contained in this request for proposals, unless clearly and specifically noted in the proposal submitted and confirmed in the contract between the District of and the firm selected.

The District reserves the right to reject any or all proposals submitted or to retain all proposals submitted and to use without compensation any ideas in a proposal regardless of whether that proposal is selected. Submission of a proposal indicates acceptance by the firm of all of the conditions contained this Request for Proposal.

B. General Information

During the evaluation process, the Selection Committee and the District reserve the right, where it may serve the District's best interest, to request additional information or clarifications from proposers, or to allow corrections of errors or omissions. At the discretion of the District or the Selection Committee, firms submitting proposals may be requested to make oral presentations as part of the evaluation process.

It is anticipated the selection of a firm will be completed no later than February, 2018. Following the notification of the selected firm, it is expected a contract will be executed by the end of February, 2018.

C. Subcontracting

No subcontracting will be permitted. Any firm who submits a proposal, which contains any subcontracting work, shall be considered non-responsive and the District will not give any further consideration to the proposal.

D. Insurance Requirements

Worker's Compensation – Statutory Limits of Florida Statutes.

Commercial General Liability – Occurrence Form patterned after the current I.S.O. form with no limiting endorsements. Bodily Injury & Property Damage at \$1,000,000 single limit per occurrence

Automobile Liability - \$500,000 each Occurrence Owned/Non-owned/Hired Automobile Included.

The District, its agents and employee's must be named as "ADDITIONAL INSURED" on the insurance Certificate for Commercial General Liability.

Errors and Omissions - \$5,000,000 single limit per occurrence.

Proposer warrants that it is willing and able to obtain insurance coverage, throughout the entire term of the contract and any renewals thereof.

II. NATURE OF SERVICES REQUIRED

A. Scope of Work to be Performed

The District desires the auditor to express an opinion on the fair presentation of its general-purpose financial statements in conformity with generally accepted accounting principles.

The District also desires the auditor to express an opinion on the fair presentation of its combining and individual fund financial statements and schedules in conformity with generally accepted accounting principles.

The auditor shall also be responsible for performing certain limited procedures involving required supplementary information required by the Governmental Accounting Standards Board as mandated by generally accepted auditing standards.

B. Auditing Standards to be followed

To meet the requirements of this request for proposals, the audit shall be performed in accordance with the following standards:

- 1) Generally accepting auditing standards as set forth by the American Institute of Certified Public Accountants.**
- 2) The standards for financial audits set forth in the most current applicable U.S. General Accounting Office's (GAO) Government Auditing Standards.**
- 3) The most current applicable provisions of the Federal Single Audit Act of 1984 (as amended).**
- 4) The most current applicable provisions of U.S. Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and NonProfit Organizations, Audits of State and Local Governments.**
- 5) The most current applicable Codification of Governmental Accounting and Financial Reporting Standards as promulgated by the Governmental Accounting Standards Board The most current applicable Statements on Auditing Standards issued by the American Institute of Certified Public Accountants.**
- 6) The most current applicable Government Auditing Standards published by the Comptroller General of the United States.**
- 7) The most current applicable Audit and Accounting Guide-Audits of State and Local Governmental Units, published by the American Institute of Certified Public Accountants.**
- 8) The most current applicable Statements and interpretations issued by the Financial Accounting Standards Board.**
- 9) Applicable Florida Statutes.**
- 10) Regulations of the State of Florida Department of Financial Services**
- 11) Rules of the Auditor General, State of Florida, Chapter 10-550 (Local Government Audits)**
- 12) Any other applicable federal, state, local regulations or professional guidance not specifically listed above as well as any additional requirements which may be adopted by these organizations in the future.**

C. Reports to be Issued

Following the completion of the audit of the fiscal year's financial statements, the auditor shall issue:

1. A report on the fair presentation of the financial statements in conformity with generally accepted accounting principles.
2. A report on compliance and internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with government auditing standards.
3. A Management Letter Report.

In the required report(s) on compliance and internal controls, the auditor shall communicate any reportable conditions found during the audit. A reportable condition shall be defined as a significant deficiency in the design or operation of the internal control structure, which could adversely affect the organization's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions that are also material weaknesses shall be identified as such in the report. Nonreportable conditions discovered by the auditors shall be reported to management.

The report on compliance and internal controls shall include all material instances of noncompliance. All nonmaterial instances of noncompliance shall be reported in a separate management letter, which shall be referred to in the report on compliance and internal controls.

Irregularities and illegal acts. Auditors shall be required to make an immediate, written report of all irregularities and illegal acts or indications of illegal acts of which they become aware of, to the Board of Supervisor's, the District Manager and a copy to the District Attorney.

D. Special Considerations

1. The District currently, may prepare one or more official statements in connection with the sale of debt securities, which will contain the general-purpose financial statements and the auditor's report thereon. The auditor shall be required, if requested by the financial advisor and/or the underwriter, to issue a "consent and citation of expertise" as the auditor and any necessary "comfort letters."
2. The District retains the right to use any audited financial statements in any Official Statement issued by the District without the express consent of the Auditor.

E. Working Paper Retention and Access to Working Papers

All working papers and reports must be retained, at the auditor's expense, for a minimum of three (3) years, unless the firm is notified in writing by the District of the need to extend the retention period.

THE AUDITOR SHALL PROVIDE A COMPLETE ELECTRONIC COPY OF THE WORKING PAPERS TO THE DISTRICT MANAGER AT THE COMPLETION OF THE AUDIT, PRIOR TO THE FINAL PAYMENT OF THE AUDITING FEES, BY THE DISTRICT.

The electronic copy shall be in Microsoft Word or Excel.

In addition, the firm shall respond to the reasonable inquiries of successor auditors and allow successor auditors to review working papers relating to matters of continuing accounting significance.

III. DESCRIPTION OF THE GOVERNMENT

A. Name and Telephone Number of Contact Persons/Location of Offices

The auditor's principal contact with the District will be James P. Ward, District Manager or a designated representative, who will coordinate the assistance to be provided by the District to the auditor.

B. A copy of the District's Budget for the audit period and the Audited Financial Statements for the prior Fiscal Year is available by contacting the District Manager.

C. Budgetary Basis of Accounting The District prepares its budgets on a basis consistent with generally accepted accounting principles.

D. Pension Plans - NONE .

E. Blended Component Units - NONE The District is defined, for financial reporting purposes, in conformity with the Governmental Accounting Standards Board's Codification of Governmental Accounting and Financial Reporting Standards, Section 2100. Using these criteria, there are no blended component units included in the District financial statements.

F. Joint Ventures - NONE

IV. TIME REQUIREMENTS

A. Date Audit May Commence

The District will have all records ready for audit for Fiscal Year 2017 immediately upon award of contract, and all management personnel available to meet with the firm's personnel at contract date and each subsequent year thereafter all records will be ready for audit by October 20th.

B. Schedule for each Fiscal Year Audit

Each of the following should be completed by the auditor, no later than the dates indicated.

1. Fieldwork

The auditor shall complete all fieldwork as soon as practicable for all audit years.

2. Draft Reports

The auditor shall have drafts of the audit report[s] and recommendations to management available for review by December 31st of each year for all audit years thereafter.

C. Date Final Report is Due - 1 business day from Management Approval

The Auditor shall prepare draft financial statements, notes and all required supplementary information.

The final report should be delivered to the District Manager at 2900 Northeast 12th Terrace, Suite 1, Oakland Park, Florida. A pdf file UNLOCKED shall be provided, along with printed audit's as determined reasonable by the District Manager.

V. ASSISTANCE TO BE PROVIDED TO THE AUDITOR AND REPORT PREPARATION

A. The District staff and responsible management personnel will be available during the audit to assist the firm by providing information, documentation and explanations. The preparation of confirmations will be the responsibility of District and provided to the auditor to transmit. In addition any required hours of clerical support will be made available to the auditor for the preparation of routine letters and memoranda.

B. Information Solutions (IS) Assistance

The District Manager also be available to provide systems documentation and explanations. The auditor will be provided computer time and limited read only access to the use of the District computer hardware and software.

C. Statements and Schedules to be Prepared by the District.

Statement or Schedule

Bank Confirmations
Construction in Progress
GFA Roll Forward
Contract/Retainage Payable
Accounts Payable
Accounts Receivable
Investments/Accrued Interest Receivable
Operating Transfers

Equity Accounts Detail .
Bond Reserve Requirements
Amortization/Depreciation Schedules
Interest Expense
Debt Amortization Schedules

D. Auditor Work Location

All work must be handled at the office of the Auditor and the District will provide all files to the Auditor electronically and limited read only access to the District's electronic system.

E. Report Preparation

Report preparation and editing shall be the responsibility of the auditor and the Auditor shall deliver original's of the Audited Financial Statements as may be reasonable and one (1) electronic file in word and one (1) electronic file in pdf format. The pdf file shall be UNLOCKED.

VI. PROPOSAL REQUIREMENTS

A. Technical and Dollar Cost Proposal

1. General Requirements

The purpose of the Technical and Dollar Cost Proposal is to demonstrate the qualifications, competence and capability of the firms seeking to undertake an independent audit of the District in conformity with the requirements of this request for proposals. As such, the substance of proposals will carry more weight than their form or manner of presentation. The Technical and Dollar Cost Proposal should demonstrate the qualifications of the firm and of the particular staff to be assigned to this engagement. It should also specify an audit approach that will meet the request for proposals requirements.

The Technical and Dollar Cost Proposal should address all the points outlined in the request for proposal The Proposal should be prepared simply and economically, providing a straightforward, concise description of the proposer's capabilities to satisfy the requirements of the request for proposals.

While additional data may be presented, the following subjects, items Nos. 2 through 10, must be included. They represent the criteria against which the proposal will be evaluated.

2. Independence

The firm should provide an affirmative statement that is independent of the District as defined by generally accepted auditing standards/the most current applicable U.S. General Accounting Office's Government Auditing Standards.

The firm also should provide an affirmative statement that it is independent of all of the component units of the District as defined by those same standards.

The firm should also list and describe the firm's professional relationships involving the District for the past five (5) years, together with a statement explaining why such relationships do not constitute a conflict of interest relative to performing the proposed audit.

In addition, the firm shall give the District written notice of any professional relationships entered into during the period of this agreement.

3. License to Practice in Florida

An affirmative statement should be included that the firm and all assigned key professional staff are properly registered/licensed to practice in the State of Florida.

4. Firm Qualifications and Experience

The proposer should state the size of the firm, the size of the firm's governmental audit staff, the location of the office from which the work on this engagement is to be performed and the number and nature of the professional staff to be employed in this engagement on a full-time basis and the number and nature of the staff to be so employed on a part-time basis.

The firm is also required to submit a copy of the report on its most recent external quality control review, with a statement whether that quality control review included a review of specific government engagements.

The firm shall also provide information on the results of any federal or state desk reviews or field reviews of its audits during the past three (3) years. In addition, the firm shall provide information on the circumstances and status of any disciplinary action taken or pending against the firm during the past three (3) years with state regulatory bodies or professional organizations, as well as, an explanation of all pending litigation against governmental entities, including all accounts of Federal indictments for any civil or criminal matters for which the firm has been charged. The firm shall also provide information as to any and all litigation or arbitration in Florida within the last three (3) years, in which the firm is or was a Defendant.

5. Partner, Supervisory and Staff Qualifications and Experience

Identify the principal supervisory and management staff, including engagement partners, managers, other supervisors and specialists, who would be assigned to the engagement. Indicate whether each such person is registered or licensed to practice as a certified public accountant in Florida. Provide information on the government auditing experience of each person, including information on relevant continuing professional education for the past three (3) years and membership in professional organizations relevant to the performance of this audit.

Provide as much information as possible regarding the number, qualifications, experience and training, including relevant continuing professional education, of

the specific staff to be assigned to this engagement. Indicate how the quality of staff over the term of the agreement will be assured.

Engagement partners, managers, other supervisory staff and specialists may be changed if those personnel leave the firm, are promoted or are assigned to another office. These personnel may also be changed for other reasons with the express prior written permission of the District. However, in either case, the District retains the right to approve or reject replacements.

Consultants and firm specialists mentioned in response to this request for proposal can only be changed with the express prior written permission of the District, which retains the right to approve or reject replacements.

Other audit personnel may be changed at the discretion of the proposer provided that replacements have substantially the same or better qualifications or experience.

6. Prior Engagements with the District

List separately all engagements within the last five years, ranked on the basis of total staff hours, by type of engagement (i.e., audit, management advisory services, other). Indicate the scope of work, date, engagement partners, total hours, the location of the firm's office from which the engagement was performed, and the name and telephone number of the principal client contact.

7. Similar Engagements With Other Government Entities For the firm's office that will be assigned responsibility for the audit, list the most significant engagements performed in the last five years that are similar to the engagement described in this request for proposal. These engagements should be ranked on the basis of total staff hours. Indicate the scope of work, date, engagement partners, total hours, and the name and telephone number of the principal client contact.

8. Specific Audit Approach

The proposal should set forth a work plan, including an explanation of the audit methodology to be followed, to perform the services required in Section II of this request for proposal. In developing the work plan, reference should be made to such sources of information as District's budget and related materials, organizational charts, manuals and programs, and financial and other management information systems.

Proposers will be required to provide the following information on their audit approach:

- a. Proposed segmentation of the engagement
- b. Level of staff and number of hours to be assigned to each proposed segment of the engagement
- c. Sample size and the extent to which statistical sampling is to be used in the engagement

- d. Extent of use of EDP software in the engagement
- e. Type and extent of analytical procedures to be used in the engagement
- f. Approach to be taken to gain and document an understanding of the District's internal control structure
- g. Approach to be taken in determining laws and regulations that will be subject to audit test work
- h. Approach to be taken in drawing audit samples for purposes of tests of compliance

9. Identification of Anticipated Potential Audit Problems

The proposal should identify and describe any anticipated potential audit problems, the firm's approach to resolving these problems and any special assistance that will be requested from the District .

10. Report Format The proposal should include sample formats for required reports.

B. Dollar Cost Proposal

1. Total All-Inclusive Maximum Price

The sealed dollar cost proposal should contain all pricing information relative to performing the audit engagement as described in this request for proposal. The total all-inclusive maximum price to be proposal is to contain all direct and indirect costs including all out-of-pocket expenses.

The District will not be responsible for expenses incurred in preparing and submitting the technical proposal or the sealed dollar cost proposal. Such costs should not be included in the proposal.

The first page of the dollar cost proposal should include the following information:

- a. Name of Firm
 - b. Certification that the person signing the proposal is entitled to represent the firm, empowered to submit the proposal, and authorized to sign a contract with the District .
 - c. A Total All-Inclusive Maximum Price for the Audited Financial Statements for each Fiscal Year.
2. Out-of-pocket Expenses must be included in the Total All-inclusive Maximum Price and Reimbursement Rates

Out-of-pocket expenses for firm personnel (e.g., travel, lodging and subsistence) will be reimbursed at the rates in Florida Statutes.

3. Manner of Payment

Progress payments will be made in accordance with the Florida Prompt Payment Act.

VII. EVALUATION PROCEDURES

A. Review of Proposals

The SELECTION COMMITTEE will evaluate and rank the proposals. Each member of the SELECTION COMMITTEE will evaluate and rank each technical proposal by each of the criteria described in Section VII B below.

After the rankings for the firms have been established, the sealed dollar cost proposal will be opened and will be utilized for the ranking of the firms.

B. Evaluation Criteria

Proposals will be evaluated using three sets of criteria. Firms meeting the mandatory criteria will have their proposals ranked for both technical qualifications. The following represent the principal selection criteria, which will be considered during the evaluation process.

1. Mandatory Elements

- a. The audit firm is independent and licensed to practice in Florida.
- b. The firm has no conflict of interest with regard to any other work performed by the firm for the District.
- c. The firm adheres to the instructions in this request for proposal on preparing and submitting the proposal.
- d. The firm submits a copy of its last external quality control review report and the firm has a record of quality audit work.

2. Technical Qualifications:

a. Expertise and Experience

(1) The firm's past experience and performance on comparable government engagements.

(2) The quality of the firm's professional personnel to be assigned to the engagement and the quality of the firm's management support personnel to be available for technical consultation.

(3) The firm provides information on the results of any federal or state desk reviews or field reviews of its audits during the past three (3) years. In addition, the firm provides information on the circumstances and status of any disciplinary action taken or pending against the firm during the past three (3) years, with state

regulatory bodies or professional organizations, as well as, an explanation of all pending litigation against governmental entities, including all accounts of Federal indictments for any civil or criminal matters for which the firm has been charged. The firm also provides information as to any and all litigation or arbitration in Florida within the last three (3) years, in which the firm is or was a Defendant.

b. Audit Approach

(1) Adequacy of proposed staffing plan for various segments of the engagement

(2) Adequacy of sampling techniques

(3) Adequacy of analytical procedures

Proposals shall be ranked on the basis of their Technical Qualifications by each member of the SELECTION COMMITTEE who will assign each of the top five proposals a number of one (1) through five (5), with one (1) signifying the highest rated proposal and five (5) signifying the lowest rated proposal. The rankings given to each proposal will be averaged and multiplied by a factor of 0.60 to arrive at each proposal's weighted score for this criterion.

3. Price:

Proposals shall be ranked on the basis of their price by the SELECTION COMMITTEE who will assign each of the top five proposals a number of one (1) through five (5), with one (1) signifying the lowest price and five (5) signifying the highest price. The ranking given to each proposal will multiplied by a factor of 0.40 to arrive at each proposal's weighted score for this criterion.

Upon reconciliation of the weighted scores defined above, the proposal with the lowest average ranking score will be ranked one (1), the proposal with the second lowest average ranking score will be ranked two (2), and so on until all proposals are scored and ranked. The proposal ranked one (1), in the ranking form provided in the attachment (Appendix C), will be recommended by the SELECTION COMMITTEE to the District for award of the contract.

C. Oral Presentations

During the evaluation process, the SELECTION COMMITTEE may, at its discretion, request any one or all firms to make oral presentations. Such presentations will provide firms with an opportunity to answer any questions the SELECTION COMMITTEE may have on a firm's proposal. Not all firms may be asked to make such oral presentations.

D. Right to Reject Proposals

Submission of a proposal indicates acceptance by the firm of the conditions contained in this request for proposal unless clearly and specifically noted in the proposal submitted and confirmed in the contract between the District and the firm selected. The District reserves the right to reject any or all proposals.

APPENDIX A

SCHEDULE OF PROFESSIONAL FEES AND EXPENSES

AUDITED FINANCIAL STATEMENTS

Fee shall include all services, including but not limited to Out-of Pocket expenses, meals and lodging, transportation, printing and binding, telephone, fax, copies.

| | |
|------------------|-----------------------|
| Fiscal Year 2017 | _____ \$ 6,400 _____ |
| Fiscal Year 2018 | _____ \$ 6,400 _____ |
| Fiscal Year 2019 | _____ \$ 6,400 _____ |
| Fiscal Year 2020 | _____ \$ 6,575 _____ |
| Fiscal Year 2021 | _____ \$ 6,575 _____ |
| TOTAL ALL YEARS | _____ \$ 32,350 _____ |



Grau & Associates
CERTIFIED PUBLIC ACCOUNTANTS

Proposal to Provide Financial Auditing Services

HERITAGE HARBOUR MARKET PLACE COMMUNITY DEVELOPMENT DISTRICT

Proposal Due: December 15, 2017, 11:00AM

Submitted to:

Heritage Harbour Market Place Community Development District
2900 Northeast 12th Terrace, Suite 1
Oakland Park, FL 33334

Submitted by:

Antonio J. Grau, Partner
Grau & Associates
2700 North Military Trail, Suite 350
Boca Raton, Florida 33431
Tel (561) 994-9299 / (800) 229-5728
Fax (561) 994-5823
tony@graucpa.com / www.graucpa.com

Table of Contents

| | <u>PAGE</u> |
|--|-------------|
| EXECUTIVE SUMMARY / TRANSMITTAL LETTER | 1 |
| FIRM QUALIFICATIONS & EXPERIENCE..... | 3 |
| STAFF QUALIFICATIONS,..... | 21 |
| REFERENCES | 28 |
| COST OF SERVICES | 30 |
| SUPPLEMENTAL INFORMATION | 32 |



Grau & Associates

CERTIFIED PUBLIC ACCOUNTANTS

2700 North Military Trail, Suite 350
Boca Raton, Florida 33431
(561) 994-9299 • (800) 299-4728
Fax (561) 994-5823

December 15, 2017

Heritage Harbour Market Place Community Development District
2900 Northeast 12th Terrace, Suite 1
Oakland Park, FL 33334

Re: Request for Proposal for Professional Auditing Services for the fiscal years ended September 30, 2017, with annual renewal options thereafter until 2021

Grau & Associates (Grau) is pleased to respond to Heritage Harbour Market Place Community Development District's (the "District") Request for Proposal (RFP), and look forward to working with you on your audit. We are a team of knowledgeable professionals with extensive experience in audits for organizations just like yours, and we know how to work with you to complete an effective and efficient audit.

Since our focus is on government, we fully understand the professional services and work products required to meet your RFP requirements. Our team provided services in excess of 19,000 hours for our public sector clients last year, and we currently audit over 300 governmental entities. Our practice is unique as 98% of work is either audit or work related to government and non-profit entities.

In addition to our firm's focus, Grau & Associates is a great fit for your audit for a variety of other reasons, including:

- **Experience**

Grau is proud of the fact that the personnel we assign to your audit are some of the most experienced auditors in the field. Unlike many other firms, our auditors work almost exclusively with governmental entities, which mean they are more knowledgeable and efficient on audits like yours. Our engagement partners have decades of experience and take a hands-on approach to our assignments, which all ensures a smoother process for you. Also, due to Grau's very low turnover rate for our industry, you won't have to worry about retraining your auditors from year to year.

- **Service**

Our clients are pleased with the level of personalized service they receive from our talented professionals. Because of our extensive experience, we are adept at making the transition to a new firm as smooth as possible. We work with you to resolve any issues and keep in regular contact so there are no surprises when the final report delivers. In fact, your engagement team will report any potential audit adjustments to you on a regular basis so you will have adequate time to research and respond. Additionally, we have a disaster recovery plan that includes daily data back-ups and offsite file storage, so in the case of an emergency, your records would be safe.

- **Responsiveness**

We pride ourselves on our high level of responsiveness. We answer emails and telephone calls within 24 hours, and usually right away. We are always accessible to clients during business hours, and make every effort to answer any questions as they arise. Additionally, we don't just complete your audit and disappear. We understand the "big picture" and think beyond the traditional auditor's perspective. We remain in touch for the entire year, suggesting ways you can improve your District's performance, procedures and controls. We will update, advise and educate you on new or revised reporting requirements so you are sure to always remain compliant.

- **Reputation**

Our reputation in our field is impeccable. **We have never been involved in any litigation, proceeding or received any disciplinary action. Additionally, we have never been charged with, or convicted of, a public entity crime of any sort.** We have the professional staff available to perform the engagement and resources required to complete the work. We are financially stable and have never been involved in any bankruptcy proceedings.

- **Standards**

Grau & Associates is a professional association / licensed certified public accounting firm serving clients through the state of Florida. We are a member of the American Institute of Certified Public Accountants (AICPA) and the Florida Institute of Certified Public Accountants (FICPA). Additionally, individuals are members of both the (GFOA) and (FGFOA). Grau is also a member of the Governmental Audit Quality Center (GAQC). Our audit will follow the Auditing Standards of the AICPA, Generally Accepted Government Auditing Standards, issued by the Comptroller General of the United States, and the Rules of the Auditor General of the State of Florida, and any other applicable federal, state and local regulations. We will deliver our reports in accordance with your requirements.

This proposal is a firm and irrevocable offer for 90 days. We certify this proposal is made without previous understanding, agreement or connection either with any previous firms or corporations offering a proposal for the same items. We also certify our proposal is in all respects fair, without outside control, collusion, fraud, or otherwise illegal action, and was prepared in good faith. Only the person(s), company or parties interested in the project as principals are named in the proposal. Grau has no existing or potential conflicts, and anticipates no conflicts during the engagement. Our Federal I.D. number is 20-2067322.

We would be happy to answer any questions or provide additional information as needed. Please do not hesitate to call or email either of our Partners, Antonio J. Grau, CPA (tgrau@graucpa.com) or Racquel McIntosh, CPA (rmcintosh@graucpa.com) at 561.994.9299. We thank you for considering our firm's qualifications and experience, and look forward to serving you.

Very truly yours,

Grau & Associates



Antonio J. Grau



Grau & Associates
CERTIFIED PUBLIC ACCOUNTANTS

Firm Qualifications & Experience

Grau & Associates is a medium-sized accounting firm providing comprehensive financial and compliance auditing, attestation and accounting, and other management consulting services and we are properly registered and licensed by the State of Florida. The Partners, Consultant and Managers of Grau are members of the American Institute of Certified Public Accountants and the Florida Institute of Certified Public Accountants.

Grau & Associates is a properly registered/licensed State of Florida professional corporation and all assigned supervisory professional staff are properly registered/licensed to practice in the State of Florida.

Grau's Focus and Experience

- We are dedicated to serving **Special Districts**.
- We currently audit over **300 Special Districts**.
- Last year, Grau performed in excess of 19,000 **hours** of services for our Public Sector Clients under *Governmental Auditing Standards*.
- Grau currently **only** provides **audit and attestation** services principally for governmental and non-profit entities under government auditing standards. The firm and staff are 100% dedicated to the audit practice.

During Grau's history we have consistently focused on providing service to the public sector. By focusing our resources on this industry, we provide the highest level of services to our Public Sector Clients.

Grau & Associates has a total of 17 employees, 15 professional staff, including 2 *Partners* and 13 *professionals* who *specialize in providing auditing, accounting, consulting, and monitoring services to the Public Sector and 2 administrative professionals*. The number of professional staff by employee classification is as follows:

| Team Member | Total Professional Staff | Total CPAs | Total Government Audit Staff |
|------------------------|--------------------------|------------|------------------------------|
| Partners * | 2 | 2 | 2 |
| Managers * | 3 | 3 | 3 |
| Advisory Consultant | 1 | 1 | 1 |
| Supervisor / Seniors * | 4 | 3 | 4 |
| Staff Accountants * | 5 | 2 | 5 |
| Total | 15 | 11 | 15 |

***ALL FULL TIME EMPLOYEES**

Compliance with Government Education Requirements

In order to maintain our high level of technical competence, we provide continuing professional education programs for all partners and professional staff members, which exceed national and state standards. **All of the audit professionals of Grau & Associates exceed the education requirements as set forth in *Government Auditing Standards*, published by the Comptroller General of the United States, and our continuing professional education programs ensure that all audit professionals meet the requirements to participate in audits of government agencies.**

Professional Staff Training

Partners - All of our Partners are CPA's and have diversified public accounting experience. They are responsible for overall engagement performance, policy, direction and quality control and have ***far exceeded minimum CPE requirements***.

Managers - All of our Audit Managers are CPA's who have demonstrated the ability to plan audit engagements, supervise personnel and maintain frequent contact with clients. They continually upgrade their skills through the firm's continuing education programs and courses sponsored by the AICPA, FICPA and GFOA. They have ***far exceeded minimum CPE Requirements***.

Seniors - All of our Seniors have a minimum of 3 years of diversified public accounting experience. They perform audits, evaluate staff, review findings and prepare audit reports. They possess the potential for upward mobility and have ***far exceeded minimum CPE requirements***.

Memberships

All of the firm's CPA's are properly licensed as CPA's and members in good standing of both the American Institute of Certified Public Accountants and the Florida Institute of Certified Public Accountants. In addition, certain firm professionals are members or have been members of the following professional groups:

- FICPA Committee on State and Local Government
- Florida Government Finance Officers Association (FGOA)
- Special Review Committee of the Government Finance Officers Association
- Florida Institute of CPA Non-Profit Conference Committee
- Florida Association of Special Districts (FASD)
- FGFOA Annual Conference Program Committee
- FASD Finance Committee
- FICPA Young CPAs Committee
- FICPA Accounting Careers Committee

In addition, we have an ongoing recruitment program that seeks only those accountants with a proven record of academic success. When we recruit at the senior and manager level, we select CPA's with proven governmental accounting and auditing experience.

Quality Control and Confidentiality

Grau participates in an external quality review program requiring an on-site independent examination of our auditing practice. Grau has consistently received an unqualified opinion on the quality of our audit practice. During our firm's last external quality control review, six audits were reviewed, including five government audits. *A copy of the report on the firm's most recent quality review can be found on the following page.*

In addition to scheduled Peer Reviews, our firm continually monitors performance to ensure the highest quality of services. Under the supervision of the Audit Partner, an Audit Manager is responsible for monitoring quality control of all appropriate engagements.

Results of State and Federal Reviews

All state and federal reviews of the firm's reports and working papers have been accepted without change or revision to issued reports.



FICPA Peer Review Program
Administered in Florida by the
Florida Institute of CPAs



AICPA Peer Review Program
Administered in Florida by the
Florida Institute of CPAs

March 2, 2017

Antonio Jose Grau Jr, CPA
Grau & Associates
2700 N Military Trl Ste 350
Boca Raton, FL 33431

Dear Mr. Grau:

It is my pleasure to notify you that on March 2, 2017 the Florida Peer Review Committee accepted the report on the most recent system peer review of your firm. The due date for your next review is December 31, 2019. This is the date by which all review documents should be completed and submitted to the administering entity.

As you know, the report had a peer review rating of pass. The Committee asked me to convey its congratulations to the firm.

Sincerely,

Paul N. Brown, CPA, CGMA
Director of Technical Services

cc: Daniel Joseph Hevia, CPA

Firm Number: 4390114

Review Number: 474720

325 W. College Ave. | P.O. Box 5437 | Tallahassee, FL 32314 | (850) 224-2727 | (800) 342-3197 | Fax: (850) 222-8190 | www.ficpa.org



PEER REVIEW PROGRAM

is proud to present this
Certificate of Recognition
to

Grau & Associates

For having a system of quality control for its accounting and auditing practice in effect for the year ended June 30, 2016 which has been designed to meet the requirements of the quality control standards for an accounting and auditing practice established by the AICPA and which was complied with during the year then ended to provide the firm with reasonable assurance of conforming with professional standards.

Anita Ford, Chair
AICPA Peer Review Board
2016

Partial List of Clients

The following is a partial list of clients served and related experience:

| COMMUNITY DEVELOPMENT DISTRICTS | Governmental Audit | Utility Audit | Current Client | Year End |
|--|---------------------------|----------------------|-----------------------|-----------------|
| Aberdeen Community Development District | ✓ | | | 9/30 |
| Allen Plantation Community Development District | ✓ | | | 9/30 |
| Amelia Concourse Community Development District | ✓ | | | 9/30 |
| Amelia National Community Development District | ✓ | | | 9/30 |
| Amelia Walk Community Development District | ✓ | | | 9/30 |
| Anthem Park Community Development District | ✓ | | | 9/30 |
| Antigua at St. Augustine Community District | ✓ | | | 9/30 |
| Aqua One Community Development District | ✓ | | | 9/30 |
| Arbor Green Community Development District | ✓ | | ✓ | 9/30 |
| Arbor Green Community Development District | ✓ | | ✓ | 9/30 |
| Arlington Ridge Community Development District | ✓ | | | 9/30 |
| Armstrong Community Development District | ✓ | | ✓ | 9/30 |
| Artisan Lakes Community Development District | ✓ | | | 9/30 |
| Asturia Community Development District | ✓ | | ✓ | 9/30 |
| Ave Maria Stewardship Community Development District | ✓ | | ✓ | 9/30 |
| Aventura Isles Community Development District | ✓ | | ✓ | 9/30 |
| Bahia Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Ballantrae Community Development District | ✓ | | ✓ | 9/30 |
| Ballantrae Hillsborough Community Development District | ✓ | | ✓ | 9/30 |
| Bartram Park Community Development District | ✓ | | ✓ | 9/30 |
| Bartram Springs Community Development District | ✓ | | ✓ | 9/30 |
| Bay Creek Community Development District | ✓ | | ✓ | 9/30 |
| Bay Laurel Community Development District | ✓ | ✓ | ✓ | 9/30 |
| Bay Tree Community Development District | ✓ | | ✓ | 9/30 |
| Bayside Improvement Development District | ✓ | | ✓ | 9/30 |
| Baywinds Community Development District | ✓ | | | 9/30 |
| Beach Community Development District | ✓ | | | 9/30 |
| Beacon Tradeport Community Development District | ✓ | | | 9/30 |
| Beeline Community Development District | ✓ | | ✓ | 9/30 |
| Bella Verda East Community Development District | ✓ | | | 9/30 |
| Bella Verda Lake Community Development District | ✓ | | | 9/30 |
| Bella Vida Community Development District | ✓ | | ✓ | 9/30 |
| Bellagio Community Development District | ✓ | | ✓ | 9/30 |
| Belmont Community Development District | ✓ | | | 9/30 |
| Belmont Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Bexley Community Development District | ✓ | | ✓ | 9/30 |
| Blackburn Creek Community Development District | ✓ | | | 9/30 |
| Bluewaters Community Development District | ✓ | | ✓ | 9/30 |

| COMMUNITY DEVELOPMENT DISTRICTS | Governmental Audit | Utility Audit | Current Client | Year End |
|---|-------------------------------|----------------------|-----------------------|-----------------|
| Bobcat Trail Community Development District | ✓ | | ✓ | 9/30 |
| Boggy Creek Community Development District | ✓ | | | 9/30 |
| Bonita Landing Community Development District | ✓ | | ✓ | 9/30 |
| Bonita Village Community Development District | ✓ | | ✓ | 9/30 |
| Bonnett Creek Resort Community Development District | ✓ | | ✓ | 9/30 |
| Bonterra Community Development District | ✓ | | ✓ | 9/30 |
| Brandy Creek Community Development District | ✓ | | ✓ | 9/30 |
| Bridgewater Community Development District | ✓ | | ✓ | 9/30 |
| Bridgewater of Wesley Chapel Community Development District | ✓ | | | 9/30 |
| Briger Community Development District | ✓ | | ✓ | 9/30 |
| Brighton Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Brooks of Bonita Springs I Community Development District | ✓ | | ✓ | 9/30 |
| Brooks of Bonita Springs II Community Development District | ✓ | | ✓ | 9/30 |
| Bull Frog Creek Community Development District | ✓ | | ✓ | 9/30 |
| Candler Hills East Community Development District | ✓ | | | 9/30 |
| Capital Region Community Development District | ✓ | | | 9/30 |
| Captain's Key Dependent District | ✓ | | ✓ | 9/30 |
| Caribe Palm Community Development District | ✓ | | ✓ | 9/30 |
| Carlton Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Cascades at Groveland Community Development District | ✓ | | | 9/30 |
| Catalina at Winkler Preserve Community Development District | ✓ | | ✓ | 9/30 |
| CBL/BM Port Orange West Community Development District | ✓ | | | 9/30 |
| Cedar Pointe Community Development District | ✓ | | | 9/30 |
| Celebration Point Community Development District | ✓ | | ✓ | 9/30 |
| Central Lake Community Development District | ✓ | | ✓ | 9/30 |
| Century Gardens Community Development District | ✓ | | ✓ | 9/30 |
| Century Gardens at Tamiami Community Development District | ✓ | | ✓ | 9/30 |
| Century Gardens Village Community Development District | ✓ | | ✓ | 9/30 |
| Century Parc Community Development District | ✓ | | ✓ | 9/30 |
| CFM (Coolidge Fort Myers) Community Development District | ✓ | | | 9/30 |
| Chapel Creek Community Development District | ✓ | | | 9/30 |
| Champions Gate Community Development District | ✓ | | ✓ | 9/30 |
| Champion's Reserve Community Development District | ✓ | | ✓ | 9/30 |
| Channing Park Community Development District | ✓ | | | 9/30 |
| City Center Community Development District | ✓ | | | 9/30 |
| City Place Community Development District | ✓ | | ✓ | 9/30 |
| Clearwater Cay Community Development District | ✓ | | | 9/30 |
| Coastal Lake Community Development District | ✓ | | | 9/30 |
| Cocot Palms Community Development District | ✓ | | ✓ | 9/30 |
| Coconut Cay Community Development District | ✓ | | ✓ | 9/30 |
| Concorde Estates Community Development District | ✓ | | | 9/30 |
| Concorde Station Community Development District | ✓ | | ✓ | 9/30 |

| COMMUNITY DEVELOPMENT DISTRICTS | Governmental Audit | Utility Audit | Current Client | Year End |
|--|-------------------------------|----------------------|-----------------------|-----------------|
| Connerton West Community Development District | ✓ | | | 9/30 |
| Copper Creek Community Development District | ✓ | | ✓ | 9/30 |
| Copper Oaks Community Development District | ✓ | | ✓ | 9/30 |
| Copperstone Community Development District | ✓ | | ✓ | 9/30 |
| Coral Bay Community Development District | ✓ | | ✓ | 9/30 |
| Coral Keys Homes Community Development District | ✓ | | | 9/30 |
| Coral Town Park Community Development District | ✓ | | | 9/30 |
| Cordoba Ranch Community Development District | ✓ | | ✓ | 9/30 |
| Corkscrew Farms Community Development District | ✓ | | ✓ | 9/30 |
| Coronado Community Development District | ✓ | | ✓ | 9/30 |
| Cory Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Country Club of Mount Dora Community Development District | ✓ | | | 9/30 |
| Country Greens Community Development District | ✓ | | ✓ | 9/30 |
| Country Walk Community Development District | ✓ | | ✓ | 9/30 |
| Covington Park Community Development District | ✓ | | ✓ | 9/30 |
| Creeside Community Development District | ✓ | | ✓ | 9/30 |
| Crestview II Community Development District | ✓ | | ✓ | 9/30 |
| Crestview West Community Development District | ✓ | | ✓ | 9/30 |
| Cross Country Home Services Community Development District | ✓ | | | 9/30 |
| Cross Creek Community Development District | ✓ | | | 9/30 |
| Cutler Cay Community Development District | ✓ | | | 9/30 |
| Cypress Cove Community Development District | ✓ | | ✓ | 9/30 |
| Cypress Grove Community Development District | ✓ | | ✓ | 9/30 |
| Cypress Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Cypress Shadows Community Development District | ✓ | | ✓ | 9/30 |
| Deer Island Community Development District | ✓ | | | 9/30 |
| Deer Run Community Development District | ✓ | | | 9/30 |
| Diamond Hill Community Development District | ✓ | | | 9/30 |
| Double Branch Community Development District | ✓ | | ✓ | 9/30 |
| Dove Pond Community Development District | ✓ | | | 9/30 |
| Downtown Doral Community Development District | ✓ | | ✓ | 9/30 |
| Dunes Community Development District | ✓ | ✓ | ✓ | 9/30 |
| Dupree Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Eagle Point Community Development District | ✓ | | | 9/30 |
| East Bonita Bridge Road Community Development District | ✓ | | ✓ | 9/30 |
| East Park Community Development District | ✓ | | ✓ | 9/30 |
| Easton Park Community Development District | ✓ | | | 9/30 |
| Enclave at Black Point Marina Community Development District | ✓ | | ✓ | 9/30 |
| Encore Community Development District | ✓ | | ✓ | 9/30 |
| Enterprise Community Development District | ✓ | ✓ | ✓ | 9/30 |
| Epperson Ranch Community Development District | ✓ | | ✓ | 9/30 |
| Estancia at Wiregrass Community Development District | ✓ | | | 9/30 |

| COMMUNITY DEVELOPMENT DISTRICTS | Governmental Audit | Utility Audit | Current Client | Year End |
|--|-------------------------------|----------------------|-----------------------|-----------------|
| Estates at Cherry Lake Community Development District | ✓ | | ✓ | 9/30 |
| Estuary Community Development District | ✓ | | | 9/30 |
| Falcon Trace Community Development District | ✓ | | ✓ | 9/30 |
| Fallschase Community Development District | ✓ | | ✓ | 9/30 |
| Fiddler's Creek Community Development District | ✓ | | | 9/30 |
| Fishhawk I Community Development District | ✓ | | ✓ | 9/30 |
| Fishhawk II Community Development District | ✓ | | ✓ | 9/30 |
| Fishhawk III Community Development District | ✓ | | | 9/30 |
| Fishhawk IV Community Development District | ✓ | | ✓ | 9/30 |
| Fleming Island Plantation Community Development District | ✓ | | ✓ | 9/30 |
| Florida Green Finance Authority | ✓ | | ✓ | 9/30 |
| Founder's Ridge Community Development District | ✓ | | | 9/30 |
| Fountainbleau Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Forest Creek Community Development District | ✓ | | | 9/30 |
| Gardens at Millenia Community Development District | ✓ | | | 9/30 |
| Glen St. Johns Community Development District | ✓ | | | 9/30 |
| Gramercy Farms Community Development District | ✓ | | | 9/30 |
| Grand Bay at Doral Community Development District | ✓ | | ✓ | 9/30 |
| Grand Hampton Community Development District | ✓ | | ✓ | 9/30 |
| Grand Haven Community Development District | ✓ | | ✓ | 9/30 |
| Greater Lakes/Sawgrass Community Development District | ✓ | | ✓ | 9/30 |
| Green Corridor PACE District | ✓ | | ✓ | 9/30 |
| Greyhawk Landing Community Development District | ✓ | | | 9/30 |
| Groves Community Development District | ✓ | | ✓ | 9/30 |
| Habitat Community Development District | ✓ | | | 9/30 |
| Hacienda Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Hamal Community Development District | ✓ | | ✓ | 9/30 |
| Hammocks Community Development District | ✓ | | ✓ | 9/30 |
| Harbor Bay Community Development District | ✓ | | | 9/30 |
| Harbour Isles Community Development District | ✓ | | | 9/30 |
| Harbourage at Braden River Community Development District | ✓ | | ✓ | 9/30 |
| Harmony Community Development District | ✓ | | | 9/30 |
| Harrison Ranch Community Development District | ✓ | | | 9/30 |
| Hawk's Point Community Development District | ✓ | | | 9/30 |
| Hemmingway Point Community Development District | ✓ | | ✓ | 9/30 |
| Heritage Bay Community Development District | ✓ | | ✓ | 9/30 |
| Heritage Greens Community Development District | ✓ | | ✓ | 9/30 |
| Heritage Harbor Community Development District | ✓ | | | 9/30 |
| Heritage Harbor at Braden River Community Development District | ✓ | | | 9/30 |
| Heritage Harbour Market Place Community Development District | ✓ | | | 9/30 |
| Heritage Harbour South Community Development District | ✓ | | | 9/30 |
| Heritage Isles at Viera Community Development District | ✓ | | | 9/30 |

| COMMUNITY DEVELOPMENT DISTRICTS | Governmental Audit | Utility Audit | Current Client | Year End |
|---|-------------------------------|----------------------|-----------------------|-----------------|
| Heritage Isles Community Development District | ✓ | | | 9/30 |
| Heritage Landing Community Development District | ✓ | | ✓ | 9/30 |
| Heritage Oak Park Community Development District | ✓ | | ✓ | 9/30 |
| Heritage Park Community Development District | ✓ | | ✓ | 9/30 |
| Heritage Plantation Community Development District | ✓ | | ✓ | 9/30 |
| Heritage Springs Community Development District | ✓ | | ✓ | 9/30 |
| Heron Isles Community Development District | ✓ | | | 9/30 |
| Hickory Hammock Community Development District | ✓ | | | 9/30 |
| High Ridge/Quantum Community Development District | ✓ | | | 9/30 |
| Highlands Community Development District | ✓ | | ✓ | 9/30 |
| Hollywood Beach Community Development District | ✓ | | ✓ | 9/30 |
| Homestead 50 Community Development District | ✓ | | | 9/30 |
| Hypoluxo-Haverhill Community Development District | ✓ | | ✓ | 9/30 |
| Independence Park Community Development District | ✓ | | | 9/30 |
| Indigo Community Development District | ✓ | | ✓ | 9/30 |
| Indigo East Community Development District | ✓ | | ✓ | 9/30 |
| Interlaken Community Development District | ✓ | | | 9/30 |
| Islands at Doral III Community Development District | ✓ | | ✓ | 9/30 |
| Islands at Doral (NE) Community Development District | ✓ | | ✓ | 9/30 |
| Islands at Doral (SW) Community Development District | ✓ | | ✓ | 9/30 |
| Islands at Doral Townhomes Community Development District | ✓ | | ✓ | 9/30 |
| Isles of Bartram Park Community Development District | ✓ | | ✓ | 9/30 |
| Journey's End Community Development District | ✓ | | ✓ | 9/30 |
| Jurlington Creek Plantation Community Development District | ✓ | | | 9/30 |
| K-Bar Ranch Community Development District | ✓ | | ✓ | 9/30 |
| Kendall Breeze Community Development District | ✓ | | ✓ | 9/30 |
| Kendall Breeze West Community Development District | ✓ | | ✓ | 9/30 |
| Key Marco Community Development District | ✓ | | ✓ | 9/30 |
| Keys Cove Community Development District | ✓ | | ✓ | 9/30 |
| Keys Cove II Community Development District | ✓ | | ✓ | 9/30 |
| La Collina Community Development District | ✓ | | ✓ | 9/30 |
| Laguna Estates Community Development District | ✓ | | | 9/30 |
| Laguna Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Lake Ashton Community Development District | ✓ | | ✓ | 9/30 |
| Lake Ashton II Community Development District | ✓ | | ✓ | 9/30 |
| Lake Francis Community Development District | ✓ | | ✓ | 9/30 |
| Lake Padgett Estates Independent District | ✓ | | ✓ | 9/30 |
| Lake Powell Residential Golf Community Development District | ✓ | | | 9/30 |
| Lakes by the Bay South Community Development District | ✓ | | ✓ | 9/30 |
| Lakeshore Ranch Community Development District | ✓ | | | 9/30 |
| Lakeside Community Development District | ✓ | | | 9/30 |
| Lakeside Landings Community Development District | ✓ | | | 9/30 |

| COMMUNITY DEVELOPMENT DISTRICTS | Governmental Audit | Utility Audit | Current Client | Year End |
|--|-------------------------------|----------------------|-----------------------|-----------------|
| Lakeside Plantation Community Development District | ✓ | | ✓ | 9/30 |
| Lakewood Ranch 1 Community Development District | ✓ | | | 9/30 |
| Lakewood Ranch 2 Community Development District | ✓ | | | 9/30 |
| Lakewood Ranch 3 Community Development District | ✓ | | | 9/30 |
| Lakewood Ranch 4 Community Development District | ✓ | | | 9/30 |
| Lakewood Ranch 5 Community Development District | ✓ | | | 9/30 |
| Lakewood Ranch 6 Community Development District | ✓ | | | 9/30 |
| Legacy Springs Community Development District | ✓ | | | 9/30 |
| Legends Bay Community Development District | ✓ | | | 9/30 |
| Lexington Community Development District | ✓ | | ✓ | 9/30 |
| Live Oak Lake Community Development District | ✓ | | ✓ | 9/30 |
| Live Oak No. 1 Community Development District | ✓ | | ✓ | 9/30 |
| Long Lake Ranch Community Development District | ✓ | | ✓ | 9/30 |
| Longleaf Community Development District | ✓ | | | 9/30 |
| Lucaya Community Development District | ✓ | | ✓ | 9/30 |
| Madeira Community Development District | ✓ | | | 9/30 |
| Magnolia Park Community Development District | ✓ | | | 9/30 |
| Magnolia West Community Development District | ✓ | | | 9/30 |
| Main Street Community Development District | ✓ | | | 9/30 |
| Mainstreet Community Development District | ✓ | | | 9/30 |
| Majorca Isles Community Development District | ✓ | | ✓ | 9/30 |
| Maple Ridge Community Development District | ✓ | | ✓ | 9/30 |
| Marsh Harbour Community Development District | ✓ | | | 9/30 |
| Marshall Creek Community Development District | ✓ | | | 9/30 |
| Mayfair Community Development District | ✓ | | | 9/30 |
| Meadow Pines Community Development District | ✓ | | ✓ | 9/30 |
| Meadow Point I Community Development District | ✓ | | ✓ | 9/30 |
| Meadow Point III Community Development District | ✓ | | | 9/30 |
| Meadow Point IV Community Development District | ✓ | | | 9/30 |
| Meadow Woods Community Development District | ✓ | | | 9/30 |
| Mediterra North Community Development District | ✓ | | ✓ | 9/30 |
| Mediterra South Community Development District | ✓ | | ✓ | 9/30 |
| Mediterranea Community Development District | ✓ | | ✓ | 9/30 |
| Middle Village Community Development District | ✓ | | ✓ | 9/30 |
| Mira Lago West Community Development District | ✓ | | | 9/30 |
| Mirada Community Development District | ✓ | | ✓ | 9/30 |
| Miromar Lakes Community Development District | ✓ | | | 9/30 |
| Montecito Community Development District | ✓ | | ✓ | 9/30 |
| Monterey/Congress Community Development District | ✓ | | ✓ | 9/30 |
| Myakka Community Development District | ✓ | | ✓ | 9/30 |
| Moody River Estates Community Development District | ✓ | | | 9/30 |
| Myakka Ranch Community Development District | ✓ | | ✓ | 9/30 |

| COMMUNITY DEVELOPMENT DISTRICTS | Governmental Audit | Utility Audit | Current Client | Year End |
|---|-------------------------------|----------------------|-----------------------|-----------------|
| Myrtle Creek Community Development District | ✓ | | | 9/30 |
| Naples Heritage Community Development District | ✓ | | ✓ | 9/30 |
| Narcoossee Community Development District | ✓ | | | 9/30 |
| Newport Tampa Bay Community Development District | ✓ | | | 9/30 |
| North Dade Community Development District | ✓ | | ✓ | 9/30 |
| Northern Riverwalk Community Development District | ✓ | | ✓ | 9/30 |
| Northwood Community Development District | ✓ | | | 9/30 |
| Oak Creek Community Development District | ✓ | | ✓ | 9/30 |
| Oakridge Community Development District | ✓ | | ✓ | 9/30 |
| Oaks at Shady Creek, The Community Development District | ✓ | | ✓ | 9/30 |
| Oakstead Community Development District | ✓ | | ✓ | 9/30 |
| Old Palm Community Development District | ✓ | | ✓ | 9/30 |
| Orchid Grove Community Development District | ✓ | | ✓ | 9/30 |
| Osprey Oaks Community Development District | ✓ | | ✓ | 9/30 |
| OTC Community Development District | ✓ | | ✓ | 9/30 |
| Palm Bay Community Development District | ✓ | | ✓ | 9/30 |
| Palm Beach Plantation Community Development District | ✓ | | | 9/30 |
| Palm Coast Park Community Development District | ✓ | | ✓ | 9/30 |
| Palm Glades Community Development District | ✓ | | | 9/30 |
| Palma Sola Trace Community Development District | ✓ | | ✓ | 9/30 |
| Palms of Terra Ceia Bay Community Development District | ✓ | | ✓ | 9/30 |
| Pan American West Community Development District | ✓ | | | 9/30 |
| Panther Trace I Community Development District | ✓ | | ✓ | 9/30 |
| Panther Trace II Community Development District | ✓ | | | 9/30 |
| Panther Trails Community Development District | ✓ | | ✓ | 9/30 |
| Parker Road Community Development District | ✓ | | | 9/30 |
| Parklands Lee Community Development District | ✓ | | ✓ | 9/30 |
| Parklands West Community Development District | ✓ | | ✓ | 9/30 |
| Parkway Center Community Development District | ✓ | | | 9/30 |
| Paseo Community Development District | ✓ | | | 9/30 |
| PBR Community Development District | ✓ | | | 9/30 |
| Pebblewalk Village Community Development District | ✓ | | | 9/30 |
| Pelican Marsh Community Development District | ✓ | | | 9/30 |
| Pembroke Harbor Community Development District | ✓ | | ✓ | 9/30 |
| Pentathlon Community Development District | ✓ | | ✓ | 9/30 |
| Pine Air Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Pine Island Community Development District | ✓ | | | 9/30 |
| Pine Island South Community Development District | ✓ | | | 9/30 |
| Piney-Z Community Development District | ✓ | | | 9/30 |
| Pioneer Community Development District | ✓ | | | 9/30 |
| Poinciana Community Development District | ✓ | | | 9/30 |
| Poinciana West Community Development District | ✓ | | ✓ | 9/30 |

| COMMUNITY DEVELOPMENT DISTRICTS | Governmental Audit | Utility Audit | Current Client | Year End |
|---|-------------------------------|----------------------|-----------------------|-----------------|
| Portico Community Development District | ✓ | | ✓ | 9/30 |
| Portofino Cove Community Development District | ✓ | | ✓ | 9/30 |
| Portofino Isles Community Development District | ✓ | | ✓ | 9/30 |
| Portofino Landings Community Development District | ✓ | | ✓ | 9/30 |
| Portofino Shores Community Development District | ✓ | | ✓ | 9/30 |
| Portofino Springs Community Development District | ✓ | | | 9/30 |
| Portofino Vineyards Community Development District | ✓ | | | 9/30 |
| Portofino Vista Community Development District | ✓ | | ✓ | 9/30 |
| Preserve at Wilderness Lake Community Development District | ✓ | | | 9/30 |
| Principal One Community Development District | ✓ | | ✓ | 9/30 |
| Quantum Community Development District | ✓ | | | 9/30 |
| Quantum Park Overlay Community Development District | ✓ | | ✓ | 9/30 |
| Quarry Community Development District | ✓ | | ✓ | 9/30 |
| Randal Park Community Development District | ✓ | | ✓ | 9/30 |
| Remington Community Development District | ✓ | | | 9/30 |
| Renaissance Community Development District | ✓ | | ✓ | 9/30 |
| Reserve Community Development District | ✓ | | | 9/30 |
| Reserve 2 Community Development District | ✓ | | ✓ | 9/30 |
| Reunion East Community Development District | ✓ | | | 9/30 |
| Reunion West Community Development District | ✓ | | | 9/30 |
| River Bend Community Development District | ✓ | | | 9/30 |
| River Glen Community Development District | ✓ | | | 9/30 |
| River Hall Community Development District | ✓ | | | 9/30 |
| River Place on the St. Lucie Community Development District | ✓ | | | 9/30 |
| River Ridge Community Development District | ✓ | | ✓ | 9/30 |
| Rivercrest Community Development District | ✓ | | | 9/30 |
| Rivers Edge Community Development District | ✓ | | | 9/30 |
| Sable Palm Community Development District | ✓ | | ✓ | 9/30 |
| Sail Harbour Community Development District | ✓ | | ✓ | 9/30 |
| Sampson Creek Community Development District | ✓ | | | 9/30 |
| Sandy Creek Community Development District | ✓ | | ✓ | 9/30 |
| Sausalito Bay Community Development District | ✓ | | ✓ | 9/30 |
| Seven Oaks I Community Development District | ✓ | | | 9/30 |
| Seven Oaks II Community Development District | ✓ | | | 9/30 |
| Silver Palms Community Development District | ✓ | | ✓ | 9/30 |
| Silverado Community Development District | ✓ | | ✓ | 9/30 |
| Six Mile Creek Community Development District | ✓ | | ✓ | 9/30 |
| Somerset Community Development District | ✓ | | | 9/30 |
| Sonoma Bay Community Development District | ✓ | | ✓ | 9/30 |
| South Bay Community Development District | ✓ | | | 9/30 |
| South Fork Community Development District | ✓ | | | 9/30 |
| South Fork East Community Development District | ✓ | | ✓ | 9/30 |

| COMMUNITY DEVELOPMENT DISTRICTS | Governmental Audit | Utility Audit | Current Client | Year End |
|--|-------------------------------|----------------------|-----------------------|-----------------|
| South Fork III Community Development District | ✓ | | ✓ | 9/30 |
| South Kendall Community Development District | ✓ | | | 9/30 |
| South Shore Corporate Park Industrial Community Development District | ✓ | | ✓ | 9/30 |
| South-Dade Venture Development District | ✓ | | ✓ | 9/30 |
| South Village Community Development District | ✓ | | | 9/30 |
| Southaven Community Development District | ✓ | | | 9/30 |
| Southern Hills Plantation I Community Development District | ✓ | | | 9/30 |
| Southern Hills Plantation II Community Development District | ✓ | | | 9/30 |
| Southern Hills Plantation III Community Development District | ✓ | | | 9/30 |
| Spicewood Community Development District | ✓ | | ✓ | 9/30 |
| Split Pine Community Development District | ✓ | | | 9/30 |
| Springridge Community Development District (formerly Killarney) | ✓ | | ✓ | 9/30 |
| St. John's Forest Community Development District | ✓ | | | 9/30 |
| Sterling Hill Community Development District | ✓ | | | 9/30 |
| Stevens Plantation Community Development District | ✓ | | ✓ | 9/30 |
| Stonebrier Community Development District | ✓ | | | 9/30 |
| Stonegate Community Development District | ✓ | | ✓ | 9/30 |
| Stoneybrook at Venice Community Development District | ✓ | | ✓ | 9/30 |
| Stoneybrook Community Development District | ✓ | | ✓ | 9/30 |
| Stoneybrook Oaks Community Development District | ✓ | | | 9/30 |
| Storey Park Community Development District | ✓ | | ✓ | 9/30 |
| Summerville Community Development District | ✓ | | ✓ | 9/30 |
| Summit at Fern Hill Community Development District | ✓ | | ✓ | 9/30 |
| Sunny Hills Units 12-15 Dependent District | ✓ | | | 9/30 |
| SWI Community Development District | ✓ | | | 9/30 |
| Talavera Community Development District | ✓ | | ✓ | 9/30 |
| Talis Park Community Development District | ✓ | | ✓ | 9/30 |
| Tampa Palms Community Development District | ✓ | | ✓ | 9/30 |
| Tampa Palms Open Space and Transport Community Development District | ✓ | | ✓ | 9/30 |
| Tapestry Community Development District | ✓ | | ✓ | 9/30 |
| Tara Community Development District | ✓ | | | 9/30 |
| Terra Bella Community Development District | ✓ | | | 9/30 |
| Tesoro Community Development District | ✓ | | ✓ | 9/30 |
| Thousand Oaks Community Development District | ✓ | | ✓ | 9/30 |
| Tison's Landing Community Development District | ✓ | | | 9/30 |
| Tolomato Community Development District | ✓ | | ✓ | 9/30 |
| Tomoka Community Development District | ✓ | | ✓ | 9/30 |
| Toscana Isles Community Development District | ✓ | | | 9/30 |
| Town Center at Palm Coast Community Development District | ✓ | | ✓ | 9/30 |
| Tradition Community Development District | ✓ | | | 9/30 |
| Trails Community Development District | ✓ | | | 9/30 |
| Trails at Monterey Community Development District | ✓ | | ✓ | 9/30 |

| COMMUNITY DEVELOPMENT DISTRICTS | Governmental Audit | Utility Audit | Current Client | Year End |
|---|-------------------------------|----------------------|-----------------------|-----------------|
| Treaty Oaks Community Development District | ✓ | | | 9/30 |
| Tree Island Estates Community Development District | ✓ | | ✓ | 9/30 |
| Treeline Preserve Community Development District | ✓ | | | 9/30 |
| Trevesta Community Development District | ✓ | | ✓ | 9/30 |
| Triple Creek Community Development District | ✓ | | ✓ | 9/30 |
| TSR Community Development District | ✓ | | ✓ | 9/30 |
| Turnbull Creek Community Development District | ✓ | | ✓ | 9/30 |
| Turtle Run Community Development District | ✓ | | | 9/30 |
| Tuscany Reserve Community Development District | ✓ | | | 9/30 |
| Twelve Oaks Community Development District | ✓ | | | 9/30 |
| Two Creeks Community Development District | ✓ | | ✓ | 9/30 |
| University Place Community Development District | ✓ | | ✓ | 9/30 |
| University Square Community Development District | ✓ | | | 9/30 |
| Urban Orlando Community Development District | ✓ | | ✓ | 9/30 |
| Valencia Acres Community Development District | ✓ | | | 9/30 |
| Vasari Community Development District | ✓ | | ✓ | 9/30 |
| Venetian Community Development District | ✓ | | | 9/30 |
| Venetian Isles Community Development District | ✓ | | ✓ | 9/30 |
| Venetian Parc Community Development District | ✓ | | ✓ | 9/30 |
| Verandah Community Development District | ✓ | | ✓ | 9/30 |
| Verandah East Community Development District | ✓ | | ✓ | 9/30 |
| Verandah West Community Development District | ✓ | | ✓ | 9/30 |
| Verandahs Community Development District | ✓ | | ✓ | 9/30 |
| Verano #1 Community Development District | ✓ | | ✓ | 9/30 |
| Verano Center Community Development District | ✓ | | ✓ | 9/30 |
| Verona Walk Community Development District | ✓ | | | 9/30 |
| Viera East Community Development District | ✓ | | ✓ | 9/30 |
| Villa Portofino East Community Development District | ✓ | | ✓ | 9/30 |
| Villa Portofino West Community Development District | ✓ | | ✓ | 9/30 |
| Villa Vizcaya Community Development District | ✓ | | ✓ | 9/30 |
| Village Walk of Bonita Springs Community Development District | ✓ | | | 9/30 |
| Villages at Bloomingdale Community Development District | ✓ | | | 9/30 |
| Village at Gulfstream Park Community Development District | ✓ | | ✓ | 9/30 |
| Villages of Glen Creek Community Development District | ✓ | | ✓ | 9/30 |
| Villages of Westport Community Development District | ✓ | | | 9/30 |
| Vista Community Development District | ✓ | | ✓ | 9/30 |
| Vista Lakes Community Development District | ✓ | | ✓ | 9/30 |
| Vizcaya in Kendall Community Development District | ✓ | | ✓ | 9/30 |
| Walnut Creek Community Development District | ✓ | | ✓ | 9/30 |
| Waterchase Community Development District | ✓ | | ✓ | 9/30 |
| Waterford Estates Community Development District | ✓ | | ✓ | 9/30 |
| Waterford Landing Community Development District | ✓ | | ✓ | 9/30 |

| COMMUNITY DEVELOPMENT DISTRICTS | Governmental Audit | Utility Audit | Current Client | Year End |
|---|---------------------------|----------------------|-----------------------|-----------------|
| Watergrass Community Development District | ✓ | | ✓ | 9/30 |
| Waterlefe Community Development District | ✓ | | | 9/30 |
| Water's Edge Community Development District | ✓ | | ✓ | 9/30 |
| Waterset North Community Development District | ✓ | | | 9/30 |
| Waterstone Community Development District | ✓ | | ✓ | 9/30 |
| Wentworth Estates Community Development District | ✓ | | | 9/30 |
| West Lake Community Development District | ✓ | | ✓ | 9/30 |
| West Villages Independent District | ✓ | | ✓ | 9/30 |
| Westchase Community Development District | ✓ | | ✓ | 9/30 |
| Westchester Community Development District | ✓ | | | 9/30 |
| Westridge Community Development District | ✓ | | | 9/30 |
| Willow Creek Community Development District | ✓ | | | 9/30 |
| Winding Cypress Community Development District | ✓ | | ✓ | 9/30 |
| Windsor at Westside Community Development District | ✓ | | ✓ | 9/30 |
| Winston Trails East Community Development District | ✓ | | | 9/30 |
| Winter Garden Village at Fowler Groves Community Development District | ✓ | | | 9/30 |
| Woodlands Community Development District | ✓ | | | 9/30 |
| World Commerce Community Development District | ✓ | | | 9/30 |
| Wyndam Park Community Development District | ✓ | | ✓ | 9/30 |
| Wynnfield Lakes Community Development District | ✓ | | | 9/30 |
| Wynnmere West Community Development District | ✓ | | ✓ | 9/30 |
| TOTAL | 437 | 3 | 255 | |

| OTHER GOVERNMENTAL ENTITIES | Attestation Services | Consulting Services | Governmental Audit | Single Audit | CAFR | Current Client | Year End |
|--|-----------------------------|----------------------------|---------------------------|---------------------|-------------|-----------------------|-----------------|
| Broward County School District (Joint Venture) (Assessment of Maintenance Operations) | | ✓ | | | | | N/A |
| Broward County School District (Joint Venture, 20%) | | | ✓ | ✓ | ✓ | | 6/30 |
| Florida Community College at Jacksonville (Internal Audit) | ✓ | | | | | | 6/30 |
| Florida Transit Association Finance Corporation | | ✓ | ✓ | | | ✓ | 6/30 |
| Highland County School District (Internal Funds Audit) | | | ✓ | | | | 6/30 |
| Palm Beach County School District (Assessment of maintenance for Facility and Property Management) (Internal Funds Audit) | | ✓ | ✓ | | | | 6/30 |
| Palm Beach County School District (Joint Venture, 20%) | | | ✓ | ✓ | ✓ | | 6/30 |
| Migrant Health Services of Palm Beach County | | | ✓ | ✓ | | | N/A |
| South Florida Water Management District | | | | ✓ | | | 9/30 |
| South Florida Water Management District CERP Program Management Services (Joint Venture) | ✓ | | | | | | N/A |
| State of Florida Department of Management Services (Construction) | | | ✓ | | | | N/A |
| State of Florida Department of Transportation (Overhead Audits - Various) | | | ✓ | | | ✓ | N/A |
| TOTAL | 2 | 3 | 8 | 4 | 2 | 2 | |

| NON-PROFIT CLIENTS SERVED AND RELATED EXPERIENCE | Attestation Services | Financial Audit | Consulting Services | Governmental Audit | Single Audit | Tax Services | Current Client | Year End |
|---|-----------------------------|------------------------|----------------------------|---------------------------|---------------------|---------------------|-----------------------|-----------------|
| Aid to Victims of Domestic Abuse, Inc. | | ✓ | | ✓ | ✓ | ✓ | ✓ | 6/30 |
| Alliance for Human Services, Inc. | | ✓ | | | | ✓ | | 6/30 |
| Brevard Workforce Development Board, Inc. | | | | ✓ | ✓ | | | 6/30 |
| Broward County Human Rights Board/Division (Joint Venture, 30%) | ✓ | | ✓ | | | | | N/A |
| Broward Education Foundation | | ✓ | | ✓ | ✓ | ✓ | | 6/30 |
| CareerSource Broward | | ✓ | | | | | ✓ | 9/30 |
| Christian Manor | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | | 12/31 |
| Delray Beach Community Land Trust | | | | ✓ | | ✓ | | 9/30 |
| Family Promise | ✓ | | | ✓ | | | | 12/31 |
| Florida Public Transportation Association, Inc. | ✓ | ✓ | | | | ✓ | | 9/30 |
| Florida Transit Association Finance Corporation | | ✓ | | | | ✓ | | 9/30 |
| Hispanic Human Resources Council | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | 9/30 |
| Mae Volen Senior Center | ✓ | ✓ | | ✓ | ✓ | ✓ | ✓ | 6/30 |
| National Board for Registration of Registrars | | ✓ | | | | ✓ | | 3/31 |
| National Cancer Registration Board | | ✓ | | | | ✓ | | 6/30 |
| North Lauderdale Academy High School | ✓ | | | ✓ | | | | 6/30 |
| Northwood Development Corporation | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | | 9/30 |
| Palm Beach Community College Foundation | | | ✓ | ✓ | | ✓ | | 6/30 |
| Palm Beach County Workforce Development Board (Joint Venture, 25%) | ✓ | | | | | | | 6/30 |
| Pasco-Hernando Workforce Board | | ✓ | | | | | ✓ | 6/30 |
| Southwest Florida Workforce Development Board | | | | ✓ | ✓ | | ✓ | 6/30 |
| Urban League of Palm Beach County | | | | ✓ | ✓ | | | 6/30 |
| TOTAL | 9 | 13 | 5 | 13 | 9 | 13 | 6 | |

| RETIREMENT PLANS | Financial Audit | ERISA/DOL | Current Client | Year End |
|--|------------------------|------------------|-----------------------|-----------------|
| Campbell Property Management 401(k) | ✓ | ✓ | ✓ | 12/31 |
| City of Cooper City General Employee Retirement Plan | ✓ | | ✓ | 9/30 |
| City of Lauderhill General Employee Retirement Plan | ✓ | | ✓ | 9/30 |
| City of Parkland Police Pension Fund | ✓ | | ✓ | 9/30 |
| City of Sunrise General Employees' Retirement System | ✓ | | ✓ | 9/30 |
| Cross County Home Services and Affiliates 401(k) Plan | ✓ | ✓ | ✓ | 9/30 |
| Danmar Corporation 401(k) Plan | ✓ | ✓ | | 12/31 |
| Florida Public Utilities 401(k) and Pension Plans | ✓ | ✓ | | 12/31 |
| Jacksonville Police and Fire Pension Fund | ✓ | | | 9/30 |
| Pinetree Water Control District Defined Contribution Retirement Plan | ✓ | | | 9/30 |
| San Carlos Park Fire Protection and Rescue Service District | ✓ | | ✓ | 9/30 |
| Town of Davie General Employees Retirement Plan | ✓ | | | 9/30 |
| Town of Hypoluxo Defined Contribution Retirement Plan | ✓ | | ✓ | 9/30 |
| Town of Lauderdale By The Sea Volunteer Firefighters Pension Plan | ✓ | | ✓ | 9/30 |
| TOTAL | 14 | 4 | 9 | |

| SPECIAL DISTRICTS | Governmental Audit | Single Audit | Utility Audit | Current Client | Year End |
|--|-------------------------------|---------------------|----------------------|-----------------------|-----------------|
| Belle Fontaine Improvement District | ✓ | | | | 9/30 |
| Boca Raton Airport Authority | ✓ | | | ✓ | 9/30 |
| Central Broward Water Control District | ✓ | | | ✓ | 9/30 |
| Central County Water Control District | ✓ | | | | 9/30 |
| Citrus County Mosquito Control District | ✓ | | | | 9/30 |
| Coquina Water Control District | ✓ | | | ✓ | 9/30 |
| East Central Regional Wastewater Treatment Facility | ✓ | | ✓ | ✓ | 9/30 |
| East Naples Fire Control and Rescue District | ✓ | | | ✓ | 9/30 |
| Greater Boca Raton Beach and Park District | ✓ | | | ✓ | 9/30 |
| Greeneway Improvement District | ✓ | | | | 9/30 |
| Hobe-St. Lucie Conservancy District | ✓ | | | ✓ | 9/30 |
| Homestead Educational Facilities Benefits District | ✓ | | | | 9/30 |
| Horizons Improvement District | ✓ | | | | 9/30 |
| Indian Trail Improvement District | ✓ | | | ✓ | 9/30 |
| Key Largo Waste Water Treatment District | ✓ | ✓ | ✓ | ✓ | 9/30 |
| Lake Padgett Estates Independent Special District | ✓ | | | | 9/30 |
| Lakewood Ranch Inter-District Authority | ✓ | | | | 9/30 |
| Lost Rabbit Public Improvement District | ✓ | | | | 9/30 |
| Loxahatchee Groves Water Control District | ✓ | | | ✓ | 9/30 |
| Myakka City Fire Control District | ✓ | | | | 9/30 |
| Old Plantation Control District | ✓ | | | ✓ | 9/30 |
| Pal Mar Water Control District | ✓ | | | ✓ | 9/30 |
| Palm Beach Soil and Water Conservation District | ✓ | | | | 9/30 |
| Pinellas Park Water Management District | ✓ | | | ✓ | 9/30 |
| Pine Tree Water Control District (Broward) | ✓ | | | ✓ | 9/30 |
| Pinetree Water Control District (Wellington) | ✓ | | | ✓ | 9/30 |
| Ranger Drainage District | ✓ | | | ✓ | 9/30 |
| Renaissance Improvement District | ✓ | | | ✓ | 9/30 |
| San Carlos Park Fire Protection and Rescue Service District | ✓ | | | ✓ | 9/30 |
| South Central Regional Wastewater Treatment and Disposal Board | ✓ | ✓ | | ✓ | 9/30 |
| South Indian River Water Control District | ✓ | ✓ | | ✓ | 9/30 |
| South Trail Fire Protection & Rescue District | ✓ | | | ✓ | 9/30 |
| St. Lucie West Services District | ✓ | | | ✓ | 9/30 |
| Sun 'N Lake of Sebring Improvement District | ✓ | | ✓ | | 9/30 |
| Sunshine Water Control District | ✓ | | | ✓ | 9/30 |
| Twelve Oaks Improvement District | ✓ | | | | 9/30 |
| West Lakeland Water Control District | ✓ | | | | 9/30 |
| West Villages Independent District | ✓ | | | ✓ | 9/30 |
| TOTAL | 38 | 3 | 3 | 24 | |

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Grau & Associates
CERTIFIED PUBLIC ACCOUNTANTS

Staff Qualifications, Experience & Resumes

QUALITY AND EXPERIENCE OF FIRM'S ASSIGNED AUDITING PERSONNEL

You will have two partners available and our consultant for any technical assistance. In addition, an audit manager will be available for the engagement and a senior will be assigned to the engagement that will perform the majority of fieldwork. Additional staff are available to assist with the engagement should the need arise.

| Name | Years performing government audits | CPE within last 2 years | Professional Memberships |
|---|---|--|---------------------------------|
| ANTONIO J. GRAU, CPA (Partner) | Over 30 | Government Accounting, Auditing: 63 hours Accounting, Auditing and Other: 62 hours | AICPA FICPA FGFOA GFOA |
| ANTONIO S. GRAU, CPA (Concurring Review Consultant) | Over 40 | Government Accounting and Auditing: 32 hours Accounting, Auditing and Other: 62 hours | AICPA FICPA ICPA |
| RACQUEL MCINTOSH, CPA (Partner) | Over 10 | Government Accounting and Auditing hours:61 Accounting, Auditing and Other: 41 hours | AICPA FICPA FGFOA FASD |

POSITION DESCRIPTIONS

Engagement Partner

The engagement will be performed under the direct supervision of an Engagement Partner. The Engagement Partner will participate extensively during the various stages of the engagement and has direct responsibility for engagement policy, direction, supervision, quality control, security, confidentiality of information of the engagement and communication with client personnel.

The Engagement Partner will also be involved in:

- ❖ coordinating all services;
- ❖ directing the development of the overall audit approach and plan;
- ❖ performing an overriding review of work papers;
- ❖ resolving technical accounting and reporting issues;
- ❖ reviewing, approving and signing reports, management letters, and other audit engagement products; and,
- ❖ ascertaining client satisfaction with all aspects of our engagement, such as services and the personnel assigned.



Concurring Review and Advisory Consultant

A Concurring Review Consultant will be available as a sounding board to advise in those areas where problems are encountered. He will also perform a second review of all reports to be issued by Grau & Associates.

Audit Manager and Senior

The assigned personnel will work closely with the partner and the District to ensure that the financial statements and all other reports are prepared in accordance with professional standards and firm policy. Responsibilities will include:

- ❖ planning the audit;
- ❖ preparing or modifying audit programs, as needed;
- ❖ evaluating internal control and assessing risk;
- ❖ communicating with the client and the partners the progress of the audit; and
- ❖ determining that financial statements and all reports issued by the firm for accuracy, completeness and that they are prepared in accordance with professional standards and firm policy.

Information Technology Consultants and Personnel

In addition to the assigned personnel above, Grau and Associates has staff with significant IT auditing experience that will assist in the evaluation and testing of internal controls. Because our staff has both a financial audit and IT background, they are able to communicate effectively all IT related concerns to management. In addition, Grau contracts with an outside group of IT management consultants to assist with matters including, but not limited to; network and database security, internet security and vulnerability testing.

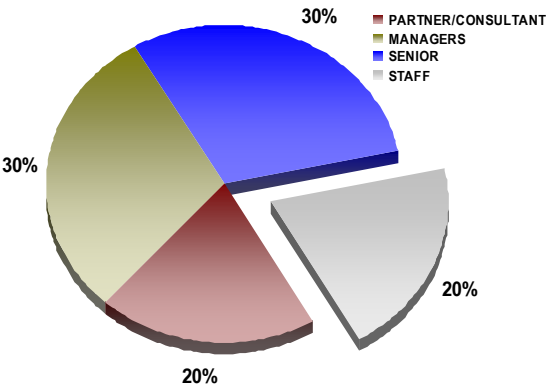
CONTINUITY OF STAFF AND AUDIT TEAM

Grau's engagement team's workload is organized in such a way that additional activities brought about by this engagement will not impact our current commitments to our clients. We have sufficient staff capacity to integrate these professional services into our present operations, while continuing to maintain the highest standards of quality and time lines for our clients.

COMPOSITION OF ENGAGEMENT TEAM

*In contrast to the majority of both national and local firms, **Grau’s proposed engagement team is comprised** of an exceptionally large percentage of high-level audit professionals. This gives us the ability to quickly recognize problems and be more efficient as a result of our Team’s **DECADES** of governmental auditing experience.*

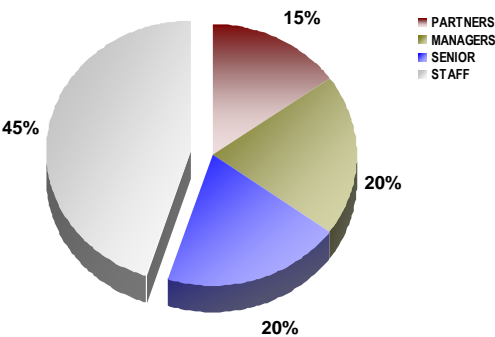
Grau & Associates



**80 percent of engagement will be performed by
*Partners, Management and Senior Staff***

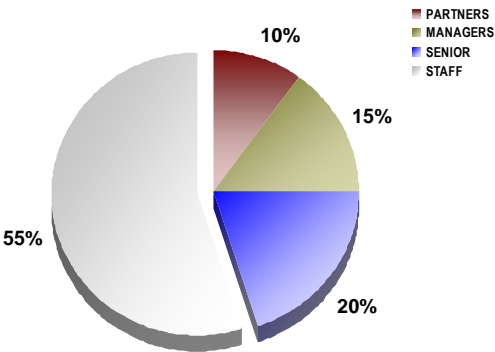
VS.

Typical Local CPA Firm:



Fifty-five percent of engagement is performed by “Management”

Typical National CPA Firm



Forty-five percent of engagement is performed by “Management”

Antonio J. Grau, CPA, Partner

e-mail: tgrau@graucpa.com

Education

Bachelor of Arts, Business Administration, 1983 University of South Florida; Certificate of Educational Achievement from the AICPA in Governmental Single Audits, 2016

Professional History

CPA, in Florida since February 28, 1985, Certificate No. 15330

| | | |
|--------------------|------------------|--------------|
| Grau & Associates | Partner | 2005-Present |
| Grau & Company | Partner | 1995-2005 |
| Grau & Company | Audit Manager | 1987-1995 |
| International Firm | Auditor | 1985-1986 |
| Grau & Company | Staff Accountant | 1983-1984 |

Clients Served *(partial list)*

| | |
|--|---|
| (>300) Various Special Districts | Key Largo Water Treatment District |
| Brevard Workforce Board | Mae Volen Senior Center, Inc. |
| Broward Education Foundation | North Lauderdale Academy High School |
| City of Cooper City | Orlando Housing Authority |
| City of Lauderdale Lakes | Palm Beach County Workforce Development Board |
| City of Lauderhill | Peninsula Housing Programs |
| City of Lauderhill General Pension | School Board of Broward County |
| City of North Lauderdale | School Board of Miami-Dade County |
| City of Oakland Park | School Board of Palm Beach County |
| City of Weston | South Florida Water Management District |
| Delray Beach Housing Authority | Southwest Florida Workforce Development Board |
| East Central Regional Wastewater Treatment Faci. | Town of Davie |
| Florida Community College at Jacksonville | Town of Highland Beach |
| Florida Department of Management Services | Town of Hypoluxo |
| Greater Boca Raton Park & Beach District | Village of Golf |
| Highland County School District | Village of Wellington |
| Hispanic Human Resource Council | West Palm Beach Housing Authority |

Professional Education *(over the last two years)*

| <u>Course</u> | <u>Hours</u> |
|------------------------------------|---|
| Government Accounting and Auditing | 63 |
| Accounting, Auditing and Other | 62 |
| Total Hours | <u>125</u> <i>(includes of 4 hours of Ethics CPE)</i> |

Other Qualifications

As a member of the Government Finance Officers Association Special Review Committee, Mr. Grau participated in the review process for awarding the GFOA Certificate of Achievement in Financial Reporting. Mr. Grau was the review team leader for the Quality Review of the Office of Management Audits of School Board of Miami-Dade County.

Professional Associations/Memberships

| | |
|--|---|
| American Institute of Certified Public Accountants | Florida Government Finance Officers Association |
| Florida Institute of Certified Public Accountants | Government Finance Officers Association Member |
| City of Boca Raton Financial Advisory Board Member | |

Antonio S. Grau, CPA, Concurring Review Consultant

e-mail: asgrau@graucpa.com

Education

Bachelor Degree, Business Administration, 1966, University of Miami, Certificate of Educational Achievement from the AICPA in Governmental and Not-For-Profit Accounting and Auditing, 1994/1995

Professional History

CPA in Florida since April 29, 1970, Certificate No. 2623

| | | |
|--------------------|-------------------|-----------|
| Grau & Company | Partner | 1977-2004 |
| Public Company | Financial Officer | 1972-1976 |
| International Firm | Auditor | 1966-1972 |

Clients Served (partial list)

Mr. Grau was the head of the governmental audit department of Grau & Company, and performs the concurring review and advises on all the governmental audits of the firm.

| | |
|---|---|
| Atlanta Housing Authority | Hispanic Human Resource Council |
| Broward County Housing Authority | Mae Volen Senior Center, Inc. |
| City of Dania Beach | Miami Beach Housing Authority |
| City of Lauderdale Lakes | North Lauderdale Academy High School |
| City of Lauderhill | Palm Beach County Workforce Development Board |
| City of Lauderhill General Pension | School Board of Miami-Dade County |
| City of Miami Springs | South Florida Water Management District |
| City of Oakland Park | Town of Hypoluxo |
| City of Sweetwater Pension | Town of Lauderdale-By-The-Sea |
| Florida Community College at Jacksonville | Town of Miami Lakes |
| Highland County School District | Town of Southwest Ranches |
| Downtown Development Authority of the City of | Village of Biscayne Park |
| Miami / Community Development Block Grants | West Palm Beach Housing Authority |

Professional Education (over the last two years)

| <u>Course</u> | <u>Hours</u> |
|------------------------------------|---|
| Government Accounting and Auditing | 32 |
| Accounting, Auditing and Other | 62 |
| Total Hours | <u>94</u> (includes of 4 hours of Ethics CPE) |

Other Qualifications

Mr. Grau was the review team leader for the Quality Review of the Office of Management Audits of School Board of Miami-Dade County.

Professional Associations/Memberships

| | |
|---|---|
| Member, American Institute of Certified Public Accountants | Institute of Certified Public Accountants (1996-1997) |
| Member, Florida Institute of Certified Public Accountants | Institute of Certified Public Accountants (1991 - 1993) |
| Past member, State and Local Government Committee, Florida | |
| Past member, Quality Review Acceptance Committee, Florida | |
| Past member of BKR International Committee on Government and Non-Profit Accounting and Auditing | |

Racquel C. McIntosh, CPA, Partner

e-mail: rmcintosh@graucpa.com / 561-939-6669

Education

Master of Accounting, MACC; Florida Atlantic University, December 2004;
Bachelor of Arts – Majors: Accounting and Finance; Florida Atlantic University, May 2003

Professional History

| | | |
|-------------------|----------------|--------------|
| Grau & Associates | Partner | 2014-Present |
| Grau & Associates | Manager | 2009-2014 |
| Grau & Associates | Senior Auditor | 2007-2009 |
| Grau & Associates | Staff Auditor | 2006-2007 |
| Grau & Company | Staff Auditor | 2005-2006 |

Clients Served *(partial list)*

| | |
|---|--|
| (>300) Various Special Districts | Pinetree Water Control District (Broward/Palm Beach) |
| Boca Raton Airport Authority | Ranger Drainage District |
| Brevard Workforce Development Board | San Carlos Park Fire Protection & Rescue District |
| Broward Education Foundation | South Central Reg. Wastewater Treatment & Disposal Bd. |
| Central Broward Water Control District | South Trail Fire Protection & Rescue |
| City of Cooper City | Southwest Florida Workforce Development Board |
| City of Pompano Beach (Joint Venture) | Sun N Lake of Sebring Improvement District |
| City of West Park | Town of Highland Beach |
| City of Weston | Town of Hypoluxo |
| East Central Reg. Wastewater Treatment Fac. | Town of Lantana |
| East Naples Fire Control & Rescue District | Town of Hillsboro Beach |
| Greater Boca Raton Beach & Park District | Village of Golf |
| Key Largo Wastewater Treatment District | Village of Wellington |

Professional Education *(over the last two years)*

| <u>Course</u> | <u>Hours</u> |
|------------------------------------|---|
| Government Accounting and Auditing | 61 |
| Accounting, Auditing and Other | 41 |
| Total Hours | <u>102</u> <i>(includes of 4 hours of Ethics CPE)</i> |

Professional Associations/ Memberships

| | |
|--|--|
| American Institute of Certified Public Accountants | FICPA State & Local Government Committee |
| Florida Institute of Certified Public Accountants | FICPA Atlantic Chapter Board Member |
| FICPA Young CPAs Committee | FGFOA Palm Beach Chapter |



Grau & Associates
CERTIFIED PUBLIC ACCOUNTANTS

References

We have included three references of government engagements that require compliance with laws and regulations, follow fund accounting, and have financing requirements, which we believe are similar to the District.

Two Creeks Community Development District

| | |
|--------------------|--|
| Scope of Work | Financial audit |
| Engagement Partner | Racquel McIntosh |
| Dates | Annually since 2007 |
| Client Contact | William Rizzetta, President 12750 Citrus Park Lane, Suite 115 Tampa, Florida 33625 813-933-5571 |

Dunes Community Development District

| | |
|--------------------|--|
| Scope of Work | Financial audit |
| Engagement Partner | Antonio J. Grau |
| Dates | Annually since 1998 |
| Client Contact | Darrin Mossing, Finance Director 475 W. Town Place, Suite 114 St. Augustine, Florida 32092 904-940-5850 |

Journey's End Community Development District

| | |
|--------------------|---|
| Scope of Work | Financial audit |
| Engagement Partner | Antonio J. Grau |
| Dates | Annually since 2004 |
| Client Contact | Todd Wodraska, Vice President 2501 A Burns Road Palm Beach Gardens, Florida 33410 561-630-4922 |



Grau & Associates
CERTIFIED PUBLIC ACCOUNTANTS

Cost of Services

Our proposed all-inclusive fees for the financial audit for the fiscal years ended September 30, 2017-2021 are as follows:

| <u>Year Ended September 30,</u> | <u>Fee</u> |
|---------------------------------|------------------------|
| 2017 | \$5,500 |
| 2018 | \$5,600 |
| 2019 | \$5,700 |
| 2020 | \$5,800 |
| 2021 | <u>\$5,900</u> |
| TOTAL | <u>\$28,500</u> |

The above fees are based on the assumption that the District maintains its current level of operations. Should conditions change or Bonds are issued the fees would be adjusted accordingly upon approval from all parties concerned.



Grau & Associates
CERTIFIED PUBLIC ACCOUNTANTS

Supplemental Information

Specific Audit Approach

SCOPE / WORK PRODUCTS / RESULTS

Grau's Understanding of Work Product / Scope of Services:

We recognize the District is an important entity and we are confident our firm is eminently qualified to meet the challenges of this engagement and deliver quality audit services. ***You would be a valued client of our firm and we pledge to commit all firm resources to provide the level and quality of services (as described below) which not only meet the requirements set forth in the RFP but will exceed those expectations.*** Grau & Associates fully understands the scope of professional services and work products requested. Our audit will follow the Auditing Standards of the AICPA, *Generally Accepted Government Auditing Standards*, issued by the Comptroller General of the United States, and the Rules of the Auditor General of the State of Florida and any other applicable Federal, State or Local regulations. **We will deliver our reports in accordance with your requirements.**

Proposed segmentation of the engagement

Our approach to the audit engagement is a risk-based approach which integrates the best of traditional auditing techniques and a total systems concept to enable the team to conduct a more efficient and effective audit. The audit will be conducted in three phases, which are as follows:

Phase I - Preliminary Planning

A thorough understanding of your organization, service objectives and operating environment is essential for the development of an audit plan and for an efficient, cost-effective audit. During this phase, we will meet with appropriate personnel to obtain and document our understanding of your operations and service objectives and, at the same time, give you the opportunity to express your expectations with respect to the services that we will provide. Our work effort will be coordinated so that there will be minimal disruption to your staff.

During this phase we will perform the following activities:

- Review the regulatory, statutory and compliance requirements. This will include a review of applicable federal and state statutes, resolutions, bond documents, contracts, and other agreements.
- Read minutes of meetings.
- Review major sources of information such as budgets, organization charts, procedures, manuals, financial systems, and management information systems.
- Obtain an understanding of fraud detection and prevention systems.
- Obtain and document an understanding of internal control. Consider the methods that are used to process accounting information which influence the design of the internal control. This understanding includes knowledge about the design of relevant policies, procedures, and records, and whether they have been placed in operation.
- Assess risk and determine what controls we are to rely upon and what tests we are going to perform. Perform test of controls.
- Develop audit programs to incorporate the consideration of financial statement assertions, specific audit objectives, and appropriate audit procedures to achieve the specified objectives.
- Discuss and resolve any accounting, auditing and reporting matters which have been identified.

Phase II – Execution of Audit Plan

The audit team will complete a major portion of transaction testing and audit requirements during this phase. The procedures performed during this period will enable us to identify any matter that may impact the completion of our work or require the attention of management. Tasks to be performed in Phase II include, but are not limited to the following:

- Apply analytical procedures to further assist in the determination of the nature, timing, and extent of auditing procedures used to obtain evidential matter for specific account balances or classes of transactions.
- Perform tests of account balances and transactions through sampling, vouching, confirmation and other analytical procedures.
- Perform tests of compliance.

Phase III - Completion and Delivery

In this phase of the audit, we will complete the tasks related to year-end balances and financial reporting. All reports will be reviewed with management before issuance, and the partners will be available to meet and discuss our report and address any questions. Tasks to be performed in Phase III include, but are not limited to the following:

- Perform final analytical procedures.
- Review information and make inquiries for subsequent events.
- Meeting with Management to discuss preparation of draft financial statements and any potential findings or recommendations.

You should expect more from your accounting firm than a signature in your annual financial report. Our concept of truly responsive professional service emphasizes taking an active interest in the issues of concern to our clients and serving as an effective resource in dealing with those issues. In following this approach, we not only audit financial information with hindsight but also consider the foresight you apply in managing operations.

Application of this approach in developing our management letter is particularly important given the increasing financial pressures and public scrutiny facing today's public officials. We will prepare the management letter at the completion of our final procedures.

In preparing this management letter, we will initially review any draft comments or recommendations with management. In addition, we will take necessary steps to ensure that matters are communicated to those charged with governance.

In addition to communicating any recommendations, we will also communicate the following, if any:

- Significant audit adjustments;
- Significant deficiencies or material weaknesses;
- Disagreements with management; and,
- Difficulties encountered in performing the audit.

Our findings will contain a statement of condition describing the situation and the area that needs strengthening, what should be corrected and why. Our suggestions will withstand the basic tests of corrective action:

- The recommendation must be cost effective;
- The recommendations are to be the simplest to effectuate in order to correct a problem;
- The recommendation must go to the heart of the problem and not just correct symptomatic matter; and
- The corrective action must take into account why the deficiency occurred.

To assure full agreement with facts and circumstances, we will fully discuss each item with Management prior to the final exit conference. This policy means there will be no “surprises” in the management letter and fosters a professional, cooperative atmosphere.

Communications

We emphasize a continuous, year-round dialogue between the District and our management team. We typically begin our audit process with an entrance conference before the onsite fieldwork begins. We regularly communicate through personal telephone calls and electronic mail throughout the audit and on a regular basis. Our clients have the ability to transmit information to us on our secure client portal with the ability to assign different staff with separate log on and viewing capability. This further facilitates efficiency as all assigned users receive electronic mail notification as soon as new information has been posted into the portal. We strive to continue to keep an open line of communication through the fieldwork and ending with an exit conference.

Additional Services

CONSULTING / MANAGEMENT ADVISORY SERVICES

Grau & Associates also provide a broad range of other management consulting services. Our expertise has been consistently utilized by Governmental and Non-Profit entities throughout Florida. Examples of engagements performed are as follows:

- Accounting systems
- Development of budgets
- Organizational structures
- Financing alternatives
- IT Auditing
- Fixed asset records
- Cost reimbursement
- Indirect cost allocation
- Grant administration and compliance

ARBITRAGE

The federal government has imposed complex rules to restrict the use of tax-exempt financing. Their principal purpose is to eliminate any significant arbitrage incentives in a tax-exempt issue. We have determined the applicability of these requirements and performed the rebate calculations for more than 150 bond issues, including both fixed and variable rate bonds. Please find a partial list of clients served on the following pages.

***GRAU HAS PROVIDED ARBITRAGE SERVICES FOR
GOVERNMENTAL CLIENTS INCLUDING:***

- Aberdeen Community Development District
- Amelia Walk Community Development District
- Arlington Ridge Community Development District
- Bartram Park Community Development District
- Bartram Springs Community Development District
- Bayside Improvement District
- Baywinds Community Development District
- Beacon Lakes Community Development District
- Beacon Tradeport Community Development District
- Bobcat Trail Community Development District
- Boynton Village Community Development District
- Brandy Creek Community Development District
- Briger Community Development District
- Brighton Lakes Community Development District
- Brooks of Bonita Springs Community Development District
- Candler Hills East Community Development District
- Capital Region Community Development District
- Cedar Pointe Community Development District
- Championsgate Community Development District
- Chevel West Community Development District
- City Place Community Development District
- Coconut Cay Community Development District
- Colonial Country Club Community Development District
- Cory Lakes Community Development District
- Country Greens Community Development District
- Creekside Community Development District
- Double Branch Community Development District
- Dunes Community Development District
- Durbin Crossing Community Development District
- East Bonita Beach Road Plantation Comm. Development District
- East Homestead Community Development District
- East Park Community Development District
- Enclave at Black Point Marina Community Development District
- Falcon Trace Community Development District
- Fiddler's Creek Community Development District I
- Fiddler's Creek Community Development District II
- Fleming Island Plantation Comm. Dev. District
- Grand Haven Community Development District
- Griffin Lakes Community Development District
- Habitat Community Development District
- Hamal Community Development District
- Hammocks Community Development District
- Harbour Lakes Estates Comm. Development District
- Harmony Community Development District
- Heritage Bay Community Development District
- Heritage Palms Community Development District
- Heritage Pines Community Development District
- Heritage Springs Community Development District
- Huntington Community Development District
- Indigo East Community Development District
- Islands of Doral III Community Development District
- Julington Creek Plantation Comm. Dev. District
- Laguna Lakes Community Development District
- Lake Ashton Community Development District
- Lake Ashton II Community Development District
- Lake Powell Residential Golf Community Dev. District
- Lakes By The Bay South Community Dev. District
- Lakewood Ranch 1 Community Development District
- Landmark at Doral Community Development District
- Jurlington Creek Plantation Community Dev. District
- Lakewood Ranch 2 Community Development District
- Lakewood Ranch 3 Community Development District
- Lakewood Ranch 4 Community Development District
- Lakewood Ranch 5 Community Development District
- Lakewood Ranch 6 Community Development District
- Legacy Springs Improvement District No. 1
- Live Oak Community Development District
- Main Street Community Development District
- Marshall Creek Community Development District
- Meadow Pointe II Community Development District
- Mediterra North Community Development District
- Mediterra South Community Development District
- Mediterranean Community Development District
- Midtown Miami Community Development District
- Moody River Community Development District
- Monterra Community Development District
- Narcossee Community Development District
- North Springs Improvement District
- Oakstead Community Development District
- Old Palm Community Development District
- Orchid Grove Community Development District
- OTC Community Development District
- Overoaks Community Development District
- Palm Glades Community Development District
- Parklands Lee Community Development District
- Parklands West Community Development District
- Parkway Center Community Development District
- Pine Air Lakes Community Development District
- Pine Island Community Development District
- Pine Ridge Plantation Community Development District

ARBITRAGE SERVICES (Continued)

- Portofino Cove Community Development District
- Portofino Isles Community Development District
- Portofino Landings Community Development District
- Portofino Shores Community Development District
- Portofino Vista Community Development District
- Reunion East Community Development District
- Reunion West Community Development District
- Ridgewood Trails Community Development District
- River Place on the St. Lucie Community Dev. District
- Rolling Hills Community Development District
- Sampson Creek Community Development District
- South Dade Venture Community Development District
- South Village Community Development District
- Spicewood Community Development District
- Split Pine Community Development District
- Stonegate Community Development District
- Stoneybrook Community Development District
- Stoneybrook West Community Development District
- The Crossings at Fleming Island Comm. Dev. District
- Tison's Landing Community Development District
- Treeline Preserve Community Development District
- Turnbull Creek Community Development District
- Tuscany Reserve Community Development District
- University Place Community Development District
- Urban Orlando Community Development District
- Vasari Community Development District
- Verandah East Community Development District
- Verandah West Community Development District
- Verano Center Community Development District
- Villa Portofino East Community Development District
- Villa Vizcaya Community Development District
- Villages of Westport Comm. Development District
- Villasol Community Development District
- Vista Lakes Community Development District
- Vizcaya Community Development District
- Vizcaya in Kendall Community Development District
- Walnut Creek Community Development District
- Waterchase Community Development District
- Waterford Estates Community Development District
- Waterstone Community Development District
- Wentworth Estates Community Development District
- Westchester Community Development District #1
- Woodlands Community Development District
- Wynnfield Lakes Community Development District

**Grau provides value and services
above and beyond
the traditional auditor's "product"**

We look forward to providing Heritage Harbour Market Place Community Development District with our resources and experience to accomplish not only those minimum requirements set forth in your Request for Proposal, but to exceed those expectations!

**For even more information on Grau & Associates
please visit us on www.graucpa.com.**



December 15, 2017

Mr. James P. Ward, District Manager and Members of the Audit Selection Committee
Heritage Harbour Market Place Community Development District
2900 Northeast 12th Terrace, Suite 1
Oakland Park, FL 33334

Dear Mr. Ward and Audit Selection Committee:

Our fee for services rendered will be based upon the difficulty of your engagement and the time and skill level of our personnel assigned. Work is assigned, according to its complexity, to the appropriate member of our staff. Our proposed fee for the audit of the financial statements for the year ended September 30, 2017 is \$ 6,800.

We have included Appendix A, Schedule of Professional Fees and Expenses and our firm commits to these total all-inclusive maximum fees.

We hereby attest to our authority to submit this proposal and to individually bind Keefe McCullough to perform this audit in accordance with the resulting contract agreement should the firm be selected. This proposal is a firm and irrevocable offer for ninety (90) days from the date of the proposal.

We are excited about the opportunity to serve as your independent auditing firm. Please feel free to contact me directly if you require additional information.

Regards,

KEEFE McCULLOUGH

A handwritten signature in blue ink, appearing to read 'W. Benson', written over the printed name 'KEEFE McCULLOUGH'.

William G. Benson, C.P.A.

Out-of-pocket expenses must be included in the Total All-inclusive Maximum Price and Reimbursement Rates.

All out-of-pocket expenses are included in the Total All-inclusive Maximum Price and Reimbursement Rate.

Out-of-pocket expenses for firm personnel (e.g. travel, lodging and subsistence) will be reimbursed at the rates in Florida Statutes.

We agree any additional out-of-pocket expenses for firm personnel (e.g. travel, lodging and subsistence) will be reimbursed at the rates in Florida Statutes.

Progress payments will be made in accordance with the Florida Prompt Payment Act.

We agree to the District's manner of payment.

APPENDIX A

SCHEDULE OF PROFESSIONAL FEES AND EXPENSES

AUDITED FINANCIAL STATEMENTS

Fee shall include all services, including but not limited to Out-of Pocket expenses, meals and lodging, transportation, printing and binding, telephone, fax, copies.

| | |
|-------------------------|---------------------|
| Fiscal Year 2017 | <u>\$ 6,800.00</u> |
| Fiscal Year 2018 | <u>\$ 6,900.00</u> |
| Fiscal Year 2019 | <u>\$ 7,000.00</u> |
| Fiscal Year 2020 | <u>\$ 7,100.00</u> |
| Fiscal Year 2021 | <u>\$ 7,200.00</u> |
| TOTAL ALL YEARS | <u>\$ 35,000.00</u> |



6550 N. Federal Highway
4th Floor
Fort Lauderdale, FL 33308



support@KMCcpa.com



www.KMCcpa.com



954.771.0896

PROJECT PROPOSAL

for Auditing Services

Prepared for

**Heritage Harbour Market Place
Community Development District**

2900 Northeast 12th Terrace, Suite 1

Oakland Park, FL 33334

P: 954.658-4900 E: JimWard@JPWardAssociates.com

Issued date

12.15.2017



PROPOSAL FOR PROFESSIONAL AUDITING SERVICES

Issued on December 15, 2017

Keefe McCullough
6550 N Federal Highway, 4th Floor
Fort Lauderdale, FL 33308

Phone: 954-771-0896

Contact: Bill Benson
Email: Bill.Benson@kmccpa.com





CONTENTS

Transmittal Letter I

Detailed Proposal II

Service Team Member Profiles III

Peer Review Documents IV



CPA's + Trusted Advisors

Keefe
McCullough

TRANSMITTAL LETTER

Section I



6550 N. Federal Highway
4th Floor
Fort Lauderdale, FL 33308



support@KMCcpa.com



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December 15, 2017

Mr. James P. Ward, District Manager and Members of the Audit Selection Committee
Heritage Harbour Market Place Community Development District
2900 Northeast 12th Terrace, Suite 1
Oakland Park, FL 33334

Dear Mr. Ward and Audit Selection Committee:

We are pleased to propose to perform auditing services for the Heritage Harbour Market Place Community Development District. It is our understanding that our proposal covers the annual financial audit of the various funds of the District for the fiscal years ending September 30, 2017, 2018, 2019, 2020 and 2021 with the continuation option of auditing its financial statements for subsequent years.

Our examination of these financial statements will be conducted in accordance with:

- Generally accepted auditing standards as set forth by the American institute of Certified Public Accountants.
- The standards for financial audits set forth in the most current applicable U.S. General Accounting Office's (GAO) *Government Auditing Standards*.
- The most current applicable provisions of the Federal Single Audit Act of 1984 (as amended).
- The most current applicable provisions of U.S. Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, Audits of State and Local Governments.
- The most current applicable Codification of Government Accounting and Financial Reporting Standards as promulgated by the Governmental Accounting Standards Board. The most current applicable Statements on Auditing Standards issued by the American Institute of Certified Accountants.
- The most current applicable Government Auditing Standards published by the Comptroller General of the United States.
- The most current applicable Audit and Accounting Guide-Audits of State and Local Government Units, published by the American Institute of Certified Public Accountants.
- The most current applicable Statements and interpretations issued by the Financial Accounting Standards Board.
- Applicable Florida Statutes.
- Regulations of the State of Florida Department of Financial Services.
- Rules of the Auditor General, State of Florida, Chapter 10-550 (Local Government Audits).
- Any other applicable federal, state, local regulations or professional guidance not specifically listed above as well as any additional requirements which may be adopted by these organizations in the future.

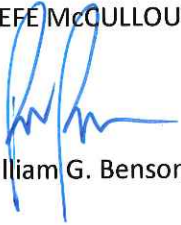
Keefe McCullough is committed to performing the auditing services within the prescribed time frame as outlined in the District's request for proposal.

We believe our firm to be the best qualified to perform your audit engagements based on our substantial governmental experience obtained over the entire period of our firm's existence, our firm's commitment to continue to provide the necessary continuing professional education to qualify all of our professional governmental accounting staff in this specialized area, our absolute dedication to excellence and quality in our practice and our unique service philosophy which has resulted in a loyal and satisfied clientele over many years.

We hereby attest to our authority to submit this proposal and to individually bind Keefe McCullough to perform this audit in accordance with the resulting contract agreement should the firm be selected. This proposal is a firm and irrevocable offer for ninety (90) days from the date of the proposal.

Regards,

KEEFE McCULLOUGH



William G. Benson, C.P.A.



Successful auditors
share the District's
commitment to
excellence



DETAILED PROPOSAL

Section II





A. Technical and Dollar Cost Proposal

1. General Requirements

The purpose of the Technical and Dollar Cost Proposal is to demonstrate the qualifications, competence and capability of the firms seeking to undertake an independent audit of the District in conformity with the requirements of this request for proposals. As such, the substance of proposals will carry more weight than their form or manner of presentation. The Technical and Dollar Cost proposal should demonstrate the qualifications of the firm and of the staff to be assigned to this engagement. It should also specify an audit approach that will meet the request for proposals requirements.

The Technical and Dollar Cost Proposal should address all the points outlined in the request for proposal. The Proposal should be prepared simply and economically, providing a straightforward, concise description of the proposer's capabilities to satisfy the requirements of the request for proposals.

While additional data may be presented, the following subjects, items Nos. 2 through 10, must be included. They represent the criteria against which the proposal will be evaluated.

We believe our proposal demonstrates the qualifications of the firm and of the staff to be assigned to this engagement. It also specifies an audit approach that will meet the RFP requirements.

Our proposal addresses all the points outlined in the request and provides a straightforward, concise description of the proposer's capabilities to satisfy the requirements.

2. Independence

The firm should provide an affirmative statement that is independent of the District as defined by generally accepted auditing standards/the most current applicable U.S. General Accounting Office's Government Auditing Standards.

Keefe McCullough is independent of Heritage Harbour Market Place Community Development District as defined by generally accepted auditing standards and the most current applicable U.S. General Accounting Office's Governing Auditing Standards.

The firm also should provide an affirmative statement that is independent of all of the component units of the District as defined by those same standards.

Keefe McCullough is independent of all of the component units of Heritage Harbour Market Place Community Development District as defined by generally accepted auditing standards and the most current applicable U.S. General Accounting Office's Governing Auditing Standards.

The firm should also list and describe the firm's professional relationships involving the District for the past five (5) years, together with a statement explaining why such relationships do not constitute a conflict of interest relative to performing the proposed audit.

We have been the District's independent auditors for the past five (5) years. This does not constitute a conflict of interest relative to performing the proposed audit. Our firm policy is to periodically rotate audit personnel to ensure independence.

In addition, the firm shall give the District written notice of any professional relationships entered into during the period of this agreement.

We agree to give the District written notice of any professional relationships entered into during the period of this agreement.



3. License to Practice in Florida

An affirmative statement should be included indicating that the firm and all assigned key professional staff are properly registered/licensed to practice in the State of Florida.

Keefe McCullough is properly licensed in the State of Florida by the Department of Professional Regulation. Our license number is AD0010282. Further, all members of the firm that are designated as Certified Public Accountants are properly licensed in the State of Florida.

4. Firm Qualifications and Experience

The proposer should state the size of the firm, the size of the firm's governmental audit staff, the location of the office from which the work on this engagement is to be performed and the number and nature of the professional staff to be employed in this engagement on a full-time basis and the number and nature of the staff to be so employed on a part-time basis.

Our office consists of eight partners, approximately seventy-five (75) professional accounting staff members and administrative support personnel. Our governmental audit staff consists of thirty-five professionals. Keefe McCullough has grown as a firm for over forty-five (45) years. The work on this engagement will be performed in our office located in Ft. Lauderdale.

Our proposed audit team is comprised of the following principal supervisory and management staff:

William G. Benson, C.P.A.
Cynthia L. Calvert, C.P.A.
Ross S. Gotthoffer, C.P.A.

Engagement Partner
Second Review Partner
Manager

The firm is also required to submit a copy of the report on its most recent external quality control review, with a statement whether that quality control review included a review of specific government engagements.

Our firm participates in the American Institute of Certified Public Accountants Peer Review Program and we have received unmodified opinions on all of our previous peer reviews. We have provided the most recent quality control review documentation for your reference in Section IV. This quality control review included a specific review of the Town of Davie and the City of Sunny Isles Beach, Florida audit workpapers, financial statements and reports.

The firm shall also provide information on the results of any federal or state desk reviews or field reviews of its audits during the past three (3) years. In addition, the firm shall provide information on the circumstances and status of any disciplinary action taken or pending against the firm during the past three (3) years with state regulatory bodies or professional organizations, as well as, an explanation of all pending litigation against governmental entities, including all accounts of Federal indictments for any civil or criminal matters for which the firm has been charged. The firm shall also provide information as to any and all litigation or arbitration in Florida within the last three (3) years, in which the firm is or was a Defendant.

Because our firm performs a substantial number of "Yellow Book" type engagements, we routinely receive desk reviews from various State of Florida departments (DCF, FDOT or DOEA). We have had no field reviews during the last three years, and we are not aware of any disciplinary action ever taken or now pending against our firm or any of our professional accounting staff.



5. Partner, Supervisory and Staff Qualification and Experience

Identify the principal supervisory and management staff, including engagement partners, managers, other supervisors and specialists, who would be assigned to the engagement. Indicate whether each such person is registered or licensed to practice as a certified public accountant in Florida. Provide information on the government auditing experience of each person, including information on relevant continuing professional education for the past (3) years and membership in professional organizations relevant to the performance of this audit.

Our proposed audit team is comprised of the following principal supervisory and management staff:

William G. Benson, C.P.A.
Cynthia L. Calvert, C.P.A.
Ross S. Gotthoffer, C.P.A.

Engagement Partner
Second Review Partner
Manager

A profile of each audit team member is included in Section III, which lists specific governmental experience, qualifications, continuing professional education and memberships in professional organizations relevant to the performance of the audit.

Provide as much information as possible regarding the number, qualifications, experience and training, including relevant continuing professional education, of the specific staff to be assigned to this engagement. Indicate how the quality of staff over the term of the agreement will be assured.

Due to our firm's concentration of governmental and not-for-profit clients, we sponsor continuing professional education courses annually regarding a variety of governmental subjects, including Governmental Accounting Standards Board (GASB) pronouncements. One eight-hour governmental seminar is offered to our governmental clients. In addition, our entire professional governmental accounting staff takes eighty hours of "governmental qualified" continuing education courses every two years.

A profile of each audit team member is included in Section III, which lists specific governmental experience, qualifications and continuing professional education.

We have experienced very low turnover of our professional accounting staff members and our firm philosophy emphasizes direct partner involvement in each engagement including various phases of the audit fieldwork and review processes. We believe this partner involvement positively impacts engagement staff continuity.

Engagement partners, managers, other supervisory staff and specialists may be changed if those personnel leave the firm, are promoted or are assigned to another office. These personnel may also be changed for other reasons with the express prior written permission of the District. However, in either case, the District retains the right to approve or reject replacements.

We understand that the engagement partners, managers, other supervisory staff and specialists mentioned in this request for proposal may be changed if those personnel leave the firm, are promoted or are assigned to another office or for other reasons with the express prior written permission of the District.

Consultants and firm specialists mentioned in response to this request for proposal can only be changed with the express prior written permission of the District, which retains the right to approve or reject replacements.

We understand that consultants and firm specialist mentioned in this request for proposal may only be changed with the express prior written permission of the District.



Other audit personnel may be changed at the discretion of the proposer provided that replacements have substantially the same or better qualifications or experience.

We understand that other audit personnel mentioned in this request for proposals may be changed at the discretion of the proposer provided that replacements have substantially the same or better qualifications or experience.

6. Prior Engagements with the District

List separately all engagements within the last five years, ranked on the basis of total staff hours, by type of engagement (i.e., audit, management advisory services, other). Indicate the scope of work, date, engagement partners, total hours, the location of the firm's office from which the engagement was performed, and the name and telephone number of the principal client contact.

Annual financial statement audit
Engagement period: 2012 to current
Engagement Partners: William G. Benson, C.P.A. and Cynthia L. Calvert, C.P.A.
Total Hours: 80
Office Location: 6550 North Federal Highway, 4th Floor, Ft. Lauderdale, FL 33308
Principal Client Contact: James P. Ward
P: 954-658-4900

7. Similar Engagements with Other Government Entities

For the firm's office that will be assigned responsibility for the audit, list the most significant engagements performed in the last five years that are similar to the engagement described in this request for proposal. These engagements should be ranked on the basis of total staff hours. Indicate the scope of work, date, engagement partners, total hours, and the name and telephone number of the principal client contact.

North Springs Improvement District
Ms. Brenda J. Schurz, District Clerk
P: 954-796-6603
Services provided: Annual financial statement audit.
Engagement Period: 2010 to Present
Total Hours: 300
Engagement Partner: William G. Benson, C.P.A.

Coral Springs Improvement District
Mr. Dan Daly, Director of Operations
P: 954-753-0380
Services provided: Annual financial statement audit.
Engagement Period: 2002 to Present
Total Hours: 200
Engagement Partner: William G. Benson, C.P.A.

Boynton Village Community Development District
Mr. Craig Wrathell, Treasurer
P: 561-571-0013
Services provided: Annual financial statement audit.
Engagement Period: 2008 to Present
Total Hours: 60
Engagement Partner: William G. Benson, C.P.A.

Fiddler's Creek II Community Development District
Mr. Craig Wrathell, Treasurer
P: 561-571-0010
Services provided: Annual financial statement audit.
Engagement Period: 2004 to Present
Total Hours: 120
Engagement Partner: Cynthia L. Calvert, C.P.A.

Lexington Oaks Community Development District
Mr. Stephen Bloom, Accounting Manager
P: 954-753-5841
Services provided: Annual financial statement audit.
Engagement Period: 2006 to Present
Total Hours: 115
Engagement Partner: Cynthia L. Calvert, C.P.A.

Our firm also presently serves as independent auditors for over 200 other governmental entities (municipalities, community development districts, schools and other entities).



8. Specific Audit Approach

The proposal should set forth a work plan, including an explanation of the audit methodology to be followed, to perform the services required in Section II of this request for proposal. In developing the work plan, reference should be made to such sources of information as District's budget and related materials, organizational charts, manuals and programs, and financial and other management information systems.

Proposers will be required to provide the following information on their audit approach:

- a. **Proposed segmentation of the engagement.**
- b. **Level of staff and number of hours to be assigned to each proposed segment of the engagement.**
- c. **Sample sizes and the extent to which statistical sampling is to be used in the engagement.**
- d. **Extent of use of EDP software in the engagement.**
- e. **Type and extent of analytical procedures to be used in the engagement.**
- f. **Approach to be taken to gain and document an understanding of the District internal control structure.**
- g. **Approach to be taken in determining laws and regulations that will be subject to audit test work.**
- h. **Approach to be taken in drawing audit samples for purposes of tests of compliance.**

Keefe McCullough has a steadfast commitment to accuracy, our audit process is based on a thorough initial planning process, open and honest lines of communication throughout the year, and a specific methodology of analysis and quality review that will ensure a successful audit, as well as a successful relationship with the District and its professionals year after year. We have developed this successful methodology and are recognized for the quality and thoroughness of our audit process.

Our audit approach is focused on listening to and understanding you and your organization, not only the flow of transactions and internal controls, but also your strategies and risks. This enables us to identify key audit components and tailor our procedures to the unique aspects of the District's business. We hire the most competent people and invest heavily in systems that ensure consistency, objectivity, and accountability for results in strict compliance with professional standards. We also rely on experience. Our senior people are extensively involved in the audit process and will seek active dialogue with the District's leadership. The benefit to the District is an effective, cost-efficient, independent audit performed within your time requirements by experienced professionals.

Our audit process is continuous, whereby we address and resolve issues, throughout the year, not just at year end. We encourage client communication throughout the year.

As part of our commitment to you, we have developed a business advisory approach to audit services, which looks beyond accounting entries to underlying transactions and business systems. We place substantial emphasis on understanding your operations and fundamental business strategies. We don't view your audit as a commodity. Instead, we see it as a tool that you can use to improve your operations and service delivery. We contribute recommendations about your internal controls, operating and accounting procedures, and other important matters.

In summary, development of the specific audit plan is accomplished through:

- Meeting with District management to obtain an understanding of your business concerns and challenges.
- Thoroughly understanding and documenting the financial management and information systems.



- Evaluating economic and industry factors affecting operations.
- Identifying major areas of audit risk.
- Coordinating the audit process with the accounting and finance personnel.
- Performing testing on interim balances to minimize the amount of year-end testing.

Our audit approach is conducted in three segments and involves communication throughout:

Segment 1 - Strategic Planning and Risk Assessment - Completed in October

Planning is the most critical segment to a successful audit. This segment will commence with a joint meeting between Keefe McCullough, District Management, and its Finance Department. This meeting is important to ensure a coordinated audit and will cover our preliminary plan for conducting the audit to meet the District's timing requirements and reporting issues.

During this segment, we will obtain a thorough understanding of your organization and its operations. We will document your systems and perform tests of controls to evaluate their effectiveness. We will obtain certain documents for our permanent files. Confirmation requests will be selected, and we will work with the District's personnel to determine the timing of the final audit fieldwork. We will also perform the risk assessments required to determine our audit approach and procedures. After this segment is completed, we will provide the District and accountants with a list of items needed for the year-end work and meet with management to provide a status update.

Segment 2 - Comprehensive Testing and Analysis - Completed in November

This segment will occur when the District's Finance Department have prepared a trial balance of its year-end general ledger accounts and completed the working papers agreed upon during planning. This phase includes substantive audit procedures that involve obtaining or examining evidence to verify the propriety of such balances. Throughout audit fieldwork, we will meet with members of the management team to discuss the results of the audit.

Segment 3 - Report Delivery and Follow Up - Completed in December

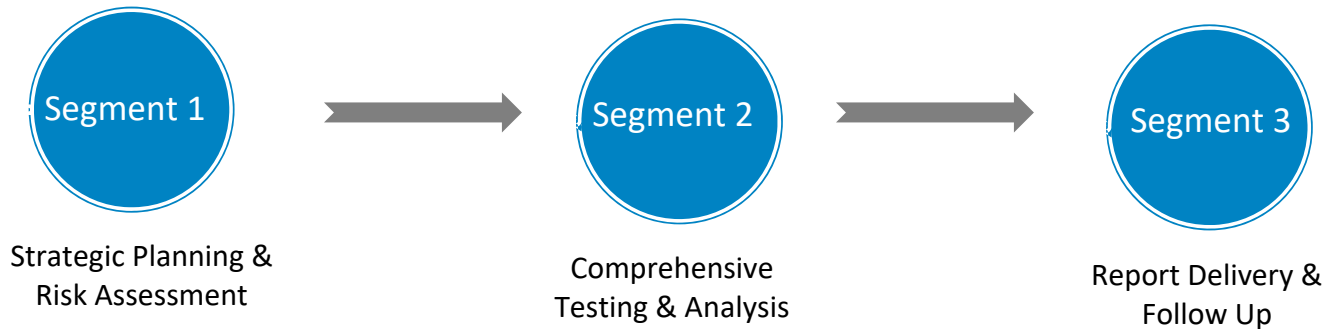
The final segment involves the independent partner quality control review of your financial statements and completion of the report on internal control and other required reports. All draft reports will be reviewed with District Management before issuance. We will adhere to the report timelines you have outlined in your request for proposal. All partners will be available to present final audit report to District Board.

Segments of our audit approach:

The following section gives an overview of the procedures we anticipate will be implemented during the audit. It does not include every step of the audit, but indicates our understanding of the intricacies of governmental entities. Audit procedures are continually evaluated throughout the audit process and adjustments made based on the District's operations, internal controls, and any significant issues that are identified.



SPECIFIC AUDIT APPROACH



Segment 1

Strategic Planning & Risk Assessment

Engagement Planning

Joint meeting with members of District Management and Finance Department to discuss audit approach, scheduling, and any questions or concerns.

Document our understanding of all financially significant laws and regulations, and identify any new laws or regulations that require audit testing.

Make preliminary assessments of the District and its operations by identifying significant accounts, critical audit areas, and relevant internal controls over operations.

Review and update status of the prior-year audit recommendations or findings, if any.

Obtain items for permanent file such as: debt agreements, lease agreements and other significant contract agreements.

Identify and review all state and federal financial award agreements.

Assessment and Evaluation of Internal Controls

Perform entity-wide risk assessment by obtaining an understanding of all the District's activities and services.

Review major sources of information such as the District's budgets, organization charts, process and procedure manuals, and information systems.



Segment 1

Strategic Planning & Risk Assessment

Review all relevant regulatory, statutory, and compliance requirements that could potentially impact the District.

Obtain and review minutes of District Board and other relevant committees.

Document and perform testing of controls of areas that are deemed to have financial significance. Generally, these areas would be on cash disbursements, cash receipts, payroll, utility billing, journal entries and financial closing.

Document and evaluate information technology controls, including general application controls, user controls, identify critical transaction processing systems, disaster recovery plans, and physical security environment.

Complete information technology risk assessment and communicate to management any findings or recommendations.

Perform preliminary analytical procedures to assist in planning the nature, timing and extent of auditing procedures.

Identify and resolve accounting, auditing or other reporting matters with District personnel.

Provide District personnel with detailed list of schedules and working papers to be prepared by District personnel.

Segment 2

Comprehensive Testing & Analysis

Cash and Investments

Review ledger account entries and compare cash account balances.

Confirm year-end cash and investment balances with depositories.

Obtain bank reconciliations and substantiate reconciling items.

Substantiate cash cut-offs and interbank transfers.

Determine that investment gains, losses and interest earned are properly recorded.

Determine if investments are in accordance with District investment policy.

Ascertain if cash and investments are in compliance with applicable laws, regulations, and restrictions.

Determine that cash and investments are properly disclosed in the financial statements.



Segment 2

Comprehensive Testing & Analysis

Revenue and Receivables

Compare revenues to prior-year actual, current budget, or other expectations deemed necessary. Analyze accounts with significant variations.

Confirm or otherwise validate revenues and accounts receivable, as well as allocations to funds.

Verify the District has satisfied the relevant legal requirements to receive all revenues recorded.

Verify amounts billed for services rendered are valid and have been billed at the authorized rates.

Perform a search for unrecorded receivables by reviewing subsequent cash receipts.

Verify unbilled service revenues are reflected in the proper accounting period.

Review functional classifications of revenues for government-wide financial statements.

Analyze allowances for doubtful accounts for adequacy.

Determine that revenue and receivable disclosures are properly presented in the financial statements.

Expenses and Accounts Payable

Compare expenses to prior-year actual, current budget, or other expectations deemed necessary. Analyze accounts with significant variations.

Determine that recorded expenses and cash disbursements are for goods and services authorized and received.

Verify disbursements have been properly recorded as to account, budget category, period and amount.

Perform a search for unrecorded payables by reviewing subsequent cash disbursements.

Determine contracts and retainage payable are properly recorded.

Review other significant accruals, including any contingent liabilities and management's estimation process.

Determine that expenses and liabilities are properly presented and disclosed in the financial statements.



Segment 2

Comprehensive Testing & Analysis

Payroll and Related Liabilities

Compare payroll to prior-year actual, current budget, or other expectations deemed necessary. Analyze accounts with significant variations.

Perform payroll reasonableness procedures to validate account balances.

Verify that payroll disbursements are made only for authorized work performed by authorized personnel.

Verify payroll is calculated using rates in accordance with contracts, laws and regulations.

Ascertain that accrued payroll, compensated absences and other payroll liabilities are recorded in the proper period.

Determine that payroll expenses and liabilities are properly presented and disclosed in the financial statements.

Property, Plant and Equipment

Obtain schedules of property and equipment, including additions, retirements, and accumulated depreciation.

Verify that schedules represent a valid and complete listing of all assets.

Obtain capitalization policy and verify that assets are recorded in accordance with policy.

Determine that additions and deletions have been properly approved in accordance with the policies and procedures of the District.

Recalculate depreciation and verify consistency throughout.

Determine that capitalizable costs are excluded from repairs and maintenance type accounts.

Determine that capital assets are properly secured.

Determine that capital assets and related expenditures are properly presented and disclosed in the financial statements.

Inventory

Inventory observations will be performed on September 30th for significant inventory balances.

Verify that inventory listings are valid and complete.

Determine that inventory is properly secured.



Segment 2

Comprehensive Testing & Analysis

Determine that inventory is properly valued and recorded.

Determine that inventories are properly presented and disclosed in the financial statements.

Long Term Debt

Confirmation of debt with financial institutions.

Review of interest expense for reasonableness.

Review of compliance with debt covenants.

Obtain and review arbitrage calculations.

Determine that long term debt is properly presented and disclosed in the financial statements.

Fund Balance and Net Position

Balances will be rolled forward from the prior year and recalculated.

Restricted balances will be agreed to external restrictions or enabling legislation.

Committed and assigned balances will be agreed to ordinances and resolutions of the District Commission.

Determine that fund balance and net position is properly presented and disclosed in the financial statements.

Pensions, OPEB Liabilities and Self-Insurance

Obtain valuation reports from actuaries.

Evaluate the methods and assumptions used to calculate the liabilities, including the assumptions used in developing the models.

Testing of the inputs given to the District's actuaries will be conducted to determine that the valuations were created with accurate data.

We will evaluate the professional credentials of the District's actuaries and confirm their independence.

Keefe McCullough will provide custom templates for District to perform appropriate entries as needed.

Determine that information is properly presented and disclosed in the financial statements.



Segment 2

Comprehensive Testing & Analysis

Grants and Single Audits

Obtain and review all grant agreements of the District.

Test grant revenue through confirmation with grantor agencies.

Review OMB Compliance Supplement.

Perform risk assessment of federal program or state projects based on nature of programs, external environments, internal factors, irregularities and other noncompliance matters.

Determine if the District is a low or high risk auditee.

Identify Type A and B programs or projects.

Assess the appropriateness and completeness of the Schedule of Federal Awards or State Projects.

Perform tests of compliance and internal controls over compliance for each major program or project.

Determine status and resolution of prior year findings and questioned costs.

Determine grant and single audit disclosure are presented properly.

Segment 3

Report Delivery & Follow Up

Report Delivery and Follow Up

Exit conference discussing the results of the audit.

Obtain and review MD&A, statistical section, and transmittal letter.

Preparation of Basic Financial Statements.

Preparation of auditor's reports.

Complete financial statement disclosure checklists.

Provide current year findings and recommendations for review by District management.

Provide preliminary drafts of financial statements for review by District management before issuance.

Issuance of final financial statements.

Written communication to those charged with governance.

Partner presentation of financial statements to District Board.



The following table summarizes each staff levels and approximate hours in the various segments of the audit engagement:

| Segment | Partners | Manager | Supervisor | Staff | Total |
|--|----------|---------|------------|-------|-------|
| Strategic Planning and Risk Assessment | 2 | 4 | 5 | 3 | 14 |
| Comprehensive Testing and Analysis | 1 | 2 | 20 | 30 | 53 |
| Report Delivery and Follow Up | 2 | 4 | 5 | 2 | 13 |
| Total Hours | 5 | 10 | 30 | 35 | 80 |

Sampling and Sample Sizes

Audit sampling will be utilized throughout each segment of the audit to ensure that the most effective and efficient procedures are performed. Sample sizes in the various phases of the engagement, including compliance testing, would be determined based on population sizes, audit objectives and nature of transaction and/or account. We have customized checklists and audit software that assists in the selection of these samples. Additionally, we would utilize both "statistical" and "non-statistical" methods to select certain test transactions. Sample selections are reviewed and evaluated to ensure that they are representative of the population and of adequate size based on a variety of factors.

Analytical Procedures

Analytical procedures may range from simple comparisons to complex models involving many relationships and elements of data. Generally accepted auditing standards require the use of analytical procedures in all audits of financial statements.

Our analytical procedures are conducted in each segment of the engagement. Analytical procedures are performed during our interim work to help us plan the audit and determine where we might need to focus additional attention. Preliminary procedures are performed using the District's trial balance and budget report prior to audit entries. The engagement team reviews the current-year information and compare it to prior year actual amounts, the current budget, and other expected results.

Final analytical review takes place after all audit entries are posted. The partners and managers review the financial statements, looking for variances to our expectations. Items that exceed our predetermined variance threshold are highlighted for further investigation. This investigation includes reviewing detail transactions, vouching a sample of transactions, discussions with management, and validation techniques. Explanations of variances are documented in our file, with the results used to determine the extent of any additional audit testing or financial statement disclosures.

Use of Technology

Keefe McCullough minimizes fees by conducting a completely paperless audit using proven processes and comprehensive auditing software. This investment in technology supports real-time communication with our engagement team at any time and from anywhere. This provides a seamless trail from initial planning through the final financial statement issuance.

In addition, we have certified network engineers (CNE) on our staff to assist with our assurance engagement. They assist during risk assessment of key internal controls and in various other phases of fieldwork.



9. Identification of Anticipated Potential Audit Problems

The proposal should identify and describe any anticipated potential audit problems, the firm's approach to resolving these problems and any special assistance that will be requested from the District.

At this time, we are not aware of any potential audit problem areas. If selected, we will communicate any potential problem areas we become aware of during the audit. At that time, we would outline our approach to resolving such problem areas and the level of assistance necessary from the District's personnel.

10. Report Format

The proposal should include sample formats for required reports.

We have included a copy of the audited financial statements of Heritage Harbour Market Place Development District for the year ended September 30, 2016 in the proposal package.





SERVICE TEAM MEMBER PROFILES

Section III



WILLIAM G. BENSON, C.P.A.

Managing Partner

EXPERIENCE

- 34 years at Keefe McCullough

EDUCATION

- B.S. (Business Administration & Accounting)
Washington and Lee University

PROFESSIONAL ORGANIZATIONS

- American Institute of Certified Public Accountants
- Florida Institute of Certified Public Accountants
- Florida Government Finance Officers Association

CONTINUING PROFESSIONAL EDUCATION

- Total CPE hours for the last three years are 168, of which 140 directly relate to governmental continuing education.

COMMUNITY LEADERSHIP

- Food for the Poor (vice chair of board, treasurer, vice president)
- Catholic Community Foundation (board chair, past treasurer)
- Executives at Broward (past president, treasurer)
- Leadership Broward

EXPERIENCE

Bill Benson has more than 34 years of governmental audit experience. He has a proven track record of delivering high quality audit and advisory services to large and intricate governmental entities. He is experienced and qualified with respect to “Yellow Book”, Uniform Guidance and Rules of the Auditor General of the State of Florida compliance auditing reporting. Bill assists his clients in many areas of accounting including restructuring their existing loan agreements and bond indentures, developing annual operating budgets, assisting with their dealings with financial institutions and the development of business plans, financial planning and proforma financial statements. He has assisted municipalities and other governmental entities with accounting standard implementation and internal control assessments.

ENGAGEMENT ROLE

Bill will oversee all services provided and ensure that they are delivered in a timely and efficient manner. He will be responsible for all matters concerning accounting and auditing policy and practice, participate in all segments of our engagement, review all working papers and reports prepared by the engagement team, and attend meetings with management or designated personnel.

PARTIAL LISTING OF GOVERNMENTAL EXPERIENCE

- | | | |
|----------------------------|--|--|
| * Boynton Village CDD | * Coral Springs Improvement District | * Downtown Development Authority |
| * Fiddler’s Creek II CDD | * Gateway Services CDD | * Heritage Harbour Market Place CDD |
| * Hillsboro Inlet District | * Key Largo Fire Rescue and EMS District | * Heritage Harbour South CDD |
| * Landmark at Doral CDD | * Lexington Oaks CDD | * North Springs Improvement District |
| * Old Palm CDD | * Park Place CDD | * Sarasota National CDD |
| * Stonegate CDD | * VillaSol CDD | * Many other Special Districts, Authorities, |
| * Wentworth Estates CDD | * Woodland Hammock CDD | and Schools |



CYNTHIA CALVERT, C.P.A.

Partner

EXPERIENCE

- 23 years at Keefe McCullough

EDUCATION

- B.A. (Political Science) Auburn University
- B.B.A. (Accounting) Florida Atlantic University

PROFESSIONAL ORGANIZATIONS

- American Institute of Certified Public Accountants
- Florida Institute of Certified Public Accountants
- Florida Government Finance Officers Association
- GFOA Special Review Committee

CONTINUING PROFESSIONAL EDUCATION

- Total CPE hours for the last three years are 137, of which 113 directly relate to governmental continuing education.

COMMUNITY LEADERSHIP

- Make-A-Wish Foundation of Southern Florida (*founding board member and board member emeritus*)
- Plantation Junior Women's Club (*past president*)
- Junior League of Greater Fort Lauderdale (*past treasurer*)

EXPERIENCE

Cindy Calvert has more than 23 years of governmental audit experience. She is experienced and qualified with respect to "Yellow Book", Uniform Guidance and Rules of the Auditor General of the State of Florida compliance auditing reporting. She has assisted numerous governmental entities implement various Governmental Accounting Standards Board (GASB) pronouncements. She provides guidance on accounting policies and procedures to improve the operation of the accounting function and strengthen internal controls. Additionally, Cindy serves as a member of the GFOA Special Review Committee for the Certificate of Achievement for Excellence in Financial Reporting.

ENGAGEMENT ROLE

Cindy will play a significant role on the engagement team by providing a secondary review of all deliverables and critical engagement decisions, and leading the preparation and review of the District's financial statements. She is responsible for ensuring that all reports issued by the firm are in compliance with professional standards. Cindy will be available throughout the engagement to consult and review on any auditing and/or accounting questions that may arise.

PARTIAL LISTING OF GOVERNMENTAL EXPERIENCE

- | | | |
|--------------------------|--|--|
| * Boynton Village CDD | * Coral Springs Improvement District | * Downtown Development Authority |
| * Fiddler's Creek II CDD | * Gateway Services CDD | * Heritage Harbour Market Place CDD |
| * Habitat CDD | * Key Largo Fire Rescue and EMS District | * Heritage Harbour South CDD |
| * Landmark at Doral CDD | * Lexington Oaks CDD | * Margate Community Redevelopment District |
| * Old Palm CDD | * Park Place CDD | * Plantation Acres Improvement District |
| * Sarasota National CDD | * Viera East CDD | * Many other Special Districts, Authorities, |
| * VillaSol CDD | * Wentworth Estates CDD | Municipalities, and Schools |



ROSS S. GOTTHOFFER, C.P.A.

Manager

EXPERIENCE

- 13 years at Keefe McCullough
- 2 years at Severn Trent Services
- 3 years at Southern Exchange Bank

EDUCATION

- B.S. (Business Administration) University of Florida
- Master (Business Administration and Accounting) University of South Florida

PROFESSIONAL ORGANIZATIONS

- American Institute of Certified Public Accountants
- Florida Institute of Certified Public Accountants
- GFOA Special Review Committee

CONTINUING PROFESSIONAL EDUCATION

- Total CPE hours for the last three years are 136, of which 67 directly relate to governmental continuing education.

EXPERIENCE

Ross has over 13 years of accounting and auditing experience with Keefe McCullough, focused primarily in the public sector. He has managed numerous large governmental engagements, assisting many in obtaining the Certificate of Achievement for Excellence in Financial Reporting. He provides strategic planning and implementation services for governmental entities. He has attended and participated in numerous seminars regarding governmental auditing, governmental pension plans, single audits and current governmental pronouncements.

ENGAGEMENT ROLE

Ross will be involved in every segment of the audit. Beginning with the initial planning of the audit through the issuance of the financial statements. He will oversee the day-to-day performance of the audit and manage the audit team. He will perform technical reviews of all workpapers and is responsible for reviewing all financial statements and reports issued.

PARTIAL LISTING OF GOVERNMENTAL EXPERIENCE

- | | |
|--|---|
| * Heritage Harbour Market Place Community Development District | * Hillsboro Inlet District |
| * Old Palm Community Development District | * Plantation Acres Improvement District |
| * Wentworth Estates Community Development District | * North Bay Village |
| * Many other Special Districts, Authorities and Schools | |



PEER REVIEW DOCUMENTS

Section IV

AJK

AJK, LLC

CERTIFIED PUBLIC ACCOUNTANTS

P.O. Box 609 □ 405 Second Street □ Manchester, GA 31816
(706) 846-8401 □ Fax (706) 846-3370

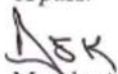
SYSTEM REVIEW REPORT

To the owners
Keefe, McCullough & Co., LLP
And the Peer Review Committee of the Florida Institute of CPAs

We have reviewed the system of quality control for the accounting and auditing practice of Keefe, McCullough & Co., LLP (the firm) in effect for the year ended August 31, 2014. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants. As a part of our peer review, we considered reviews by regulatory entities, if applicable, in determining the nature and extent of our procedures. The firm is responsible for designing a system of quality control and complying with it to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Our responsibility is to express an opinion on the design of the system of quality control and the firm's compliance therewith based on our review. The nature, objectives, scope, limitations of, and the procedures performed in a System Review are described in the standards at www.aicpa.org/prsummary.

As required by the standards, engagements selected for review included engagements performed under *Government Auditing Standards* and audits of employee benefit plans.

In our opinion, the system of quality control for the accounting and auditing practice of Keefe, McCullough & Co., LLP in effect for the year ended August 31, 2014, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)*, or *fail*. Keefe, McCullough & Co., LLP has received a peer review rating of *pass*.


Manchester, Georgia
December 4, 2014

MEMBERS OF
AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS
GEORGIA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

GEORGIA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS



FICPA Peer Review Program
Administered in Florida by the
Florida Institute of CPAs



AICPA Peer Review Program
Administered in Florida by the
Florida Institute of CPAs

March 26, 2015

Joseph D. Leo, CPA
Keefe, McCullough & Co., LLP
6550 N Federal Hwy., Ste. 410
Fort Lauderdale, FL 33308

Dear Mr. Leo:

It is my pleasure to notify you that on March 19, 2015 the Florida Peer Review Committee accepted the report on the most recent system peer review of your firm. The due date for your next review is February 28, 2018. This is the date by which all review documents should be completed and submitted to the administering entity. If your due date falls between January and April, you can arrange to have your review a few months earlier to avoid having a review during tax season.

As you know, the report had a peer review rating of pass. The Committee asked me to convey its congratulations to the firm.

Sincerely,

Paul N. Brown, CPA, CGMA
Director of Technical Services

cc: David C. Jordan, CPA

Firm Number: 10036786

Review Number: 366979





PEER REVIEW PROGRAM

is proud to present this

Certificate of Recognition

to

KEEFE, MCCULLOUGH & COMPANY, LLP

For having a system of quality control for its accounting and auditing practice in effect for the year ended August 31, 2014 which has been designed to meet the requirements of the quality control standards for an accounting and auditing practice established by the AICPA and which was complied with during the year then ended to provide the firm with reasonable assurance of conforming with professional standards.

Anita Ford, Chair
AICPA Peer Review Board
2015



Keefe McCullough

CPA's + Trusted Advisors



6550 N. Federal Highway
4th Floor
Fort Lauderdale, FL 33308



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www.KMCcpa.com



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