

JPWard and Associates, LLC

**STONELAKE RANCH
COMMUNITY DEVELOPMENT DISTRICT
REGULAR MEETING
AGENDA**

May 14, 2019



James P. Ward
District Manager
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Oakland Park, FL 33334

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**Please visit our website for additional information:
www.stonelakeranch.org**



**Prepared by:
JPWard and Associates, LLC
TOTAL Commitment to Excellence**

STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT

May 7, 2019

Board of Supervisors
Stonelake Ranch
Community Development District

Dear Board Members:

The Regular Meeting of the Board of Supervisors of the Stonelake Ranch Community Development District will be held on **Tuesday, May 14, 2019 at 10:00 a.m.** at the **offices of Carlyle Investments, 601 Bayshore Blvd. Suite 650, Tampa, Florida 33606**

1. Call to Order & Roll Call.
2. Consideration of Minutes
 - a) November 13, 2018 – Landowner Meeting
 - b) November 13, 2018 – Regular Meeting
3. Consideration of acceptance of the Audited Financial Statements for the year ended September 30, 2018.
4. Consideration of Resolution 2019-3 Approving the Proposed Fiscal Year 2020 Budget and setting a Public Hearing for **Tuesday, August 20, 2018 at 10:00 A.M. at the offices of Carlyle Investments, 601 Bayshore Blvd. Suite 650, Tampa, Florida 33606.**
5. Staff Reports
 - a) Attorney
 - b) Engineer
 - c) Manager
 - I. Report on the Number of Registered Voters in the District
 - II. Financial Statements March 31, 2019 (Unaudited)
6. Supervisor's Requests and Audience Comments
7. Adjournment

The second order of business is consideration of the minutes of the November 13, 2018 Landowner and regular meeting.

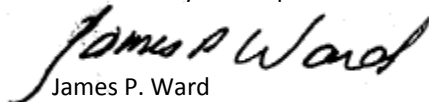
The third order of business is consideration of Resolution 2019-3 which approves the Proposed Fiscal Year 2020 Budget and sets a public hearing for **Tuesday, August 14, 2019**. The District's enabling legislation requires the District Manager to submit a Proposed Budget to the Board by June 15th of each year for your review and approval. The approval of the budget is only intended to permit the District to move through the process towards adopting the budget at a Public Hearing.

The approval of the Budget does not bind the Board to any of the costs contained in the budget, any of the programs contained in the Budget and most importantly it does not bind the Board to any of the Assessment Rates contemplated as a result of the preparation of the Budget. It does however set the maximum assessment rate for the general fund at the proposed rate of **\$296.84 per unit**, which is the same rate as in the current fiscal year.

Under my report, is the statutory requirement that the District determine as of April 15th of each year the number of registered voter's residing with the District. The Statute provides that the Supervisor of Elections in the County where the District is located (Hillsborough County) provides that information from the voter rolls of the County. The significance of the report is based on the transition date in the Statute for the District to begin the transition from a landowner's election to a qualified elector based election. The transition begins when two (2) thresholds are met, the first is six (6) years from the date of establishment of the District which date is November 1, 2005 and the second is when there are 250 qualified electors residing in the District. Although the District has met one of the requirements in the Statute, the District has not reached the threshold for the number of registered voters in the District. There is no required action of the Board for this item, it is provided as a matter of law and placed into the District's records.

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,
Stonelake Ranch
Community Development District



James P. Ward
District Manager
Enclosures

**MINUTES OF MEETING
STONELAKE RANCH
COMMUNITY DEVELOPMENT DISTRICT**

The Landowner Meeting of the Board of Supervisors of the Stonelake Ranch Community Development District was held on Thursday November 13, 2018 at 10:00 a.m., at the Offices of HG Management, 601 Bayshore Boulevard, Suite 650, Tampa, Florida 33606

Landowner:

Michael Gratz

Also present were:

James P. Ward

District Manager

Audience:

All resident's names were not included with the minutes. If a resident did not identify themselves or the audio file did not pick up the name, the name was not recorded in these minutes.

FIRST ORDER OF BUSINESS

Call to Order/Roll Call

District Manager James P. Ward called the meeting to order at approximately 10:00 a.m. and there was one landowner present, Mr. Michael Gratz. He stated he had received no proxies from any other landowner for today's meeting. He asked if there were any other landowners present in person for the record. There were none.

SECOND ORDER OF BUSINESS

Election of a Chairperson for conduction of the Meeting

Mr. Michael Gratz asked Mr. Ward to conduct the meeting. Mr. Ward agreed.

THIRD ORDER OF BUSINESS

Election of Supervisors

Mr. Ward stated the purpose of the meeting was to elect three supervisors to serve on the board of supervisors. He stated the positions which were open were Kimberly Hotaling, Michael Gratz and Judy George. He asked Mr. Gratz to nominate three individuals to serve on the Board.

Mr. Gratz nominated Mr. Michael Gratz, Ms. Judy George and Ms. Kimberly Hotaling.

Mr. Ward instructed those present to fill out a ballot with the three individuals. He explained the two individuals who received the highest number of votes would serve a four year term and the third individual who received a lesser number of votes would serve a two year term.

Mr. Ward tabulated the ballots: Mr. Michael Gratz and Ms. Judy George received 20 votes and would serve a four year term. Ms. Kimberly Hotaling received 19 votes and would serve a two year term.

FOURTH ORDER OF BUSINESS

Landowner's Questions or Comments

There were no Landowner's Questions or Comments.

FIFTH ORDER OF BUSINESS

Adjournment

Mr. Ward adjourned the meeting.

Stonelake Ranch Community Development District

James P. Ward, Secretary

Michael Gratz, Chairman

**MINUTES OF MEETING
STONELAKE RANCH
COMMUNITY DEVELOPMENT DISTRICT**

The Regular Meeting of the Board of Supervisors of the Stonelake Ranch Community Development District was held on Thursday November 13, 2018 at 10:00 a.m., at the Offices of HG Management, 601 Bayshore Boulevard, Suite 650, Tampa, Florida 33606

Present and constituting a quorum:

Michael Gratz	Chairperson
Judy George	Vice Chairperson
Jeffrey Meehan	Assistant Secretary
Kim Pedersen	Assistant Secretary

Absent:

Kim Hotaling	Assistant Secretary
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Also present were:

James P. Ward	District Manager
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Audience:

All resident's names were not included with the minutes. If a resident did not identify themselves or the audio file did not pick up the name, the name was not recorded in these minutes.

FIRST ORDER OF BUSINESS

Call to Order/Roll Call

District Manager James P. Ward called the meeting to order at approximately 10:12 a.m. and all Members of the Board were present at roll call, except for Supervisor Kim Hotaling.

SECOND ORDER OF BUSINESS

Administration of Oath of Office

Administration of Oath of Office for the newly elected Supervisors from the Landowner's Meeting held just prior to the Regular Meeting

Mr. Ward administered the Oath of Office to the newly elected Supervisors and the following were distributed:

- a) Guide to Sunshine Amendment and Code of Ethics for Public Officers and Employees
- b) Membership Obligations and Responsibilities
- c) Form 1- Statement of Financial Interests

THIRD ORDER OF BUSINESS

Administration of Oath of Office

Mr. Ward administered the Oath of Office for Mr. Jeffrey Meehan.

FORTH ORDER OF BUSINESS**Consideration of Resolution 2019-1**

Consideration of Resolution 2019-1 Canvassing and Certifying the Results of the November 13, 2018 Landowners Election.

On MOTION made by Mr. Michael Gratz, seconded by Mr. Jeffrey Meehan, and with all in favor, Resolution 2019-1 was adopted and the chair was authorized to sign.

FIFTH ORDER OF BUSINESS**Consideration of Resolution 2019-2**

Consideration of Resolution 2019-2 Re-Designating the Officers of the Stonelake Ranch Community Development District. The resolution re-designated the Officers of the District as follows:

Chairman:	Mr. Michael Gratz
Vice Chairperson:	Ms. Judy George
Assistant Secretary:	Ms. Kim Pederson
Assistant Secretary:	Ms. Kimberly Hotaling
Assistant Secretary:	Mr. Jeffrey Meehan
Secretary/Treasurer:	Mr. James Ward

On MOTION made by Mr. Michael Gratz, seconded by Mr. Jeffrey Meehan, and with all in favor, Resolution 2019-2 was adopted and the chair was authorized to sign.

SIXTH ORDER OF BUSINESS**Consideration of Minutes**

Mr. Ward asked if there were any corrections or deletions to the Regular Meeting Minutes of August 18, 2018. There were none.

On MOTION made by Mr. Michael Gratz, seconded by Mr. Jeffrey Meehan, and with all in favor, the August 18, 2018 Regular Meeting Minutes were approved.

SEVENTH ORDER OF BUSINESS**Staff Reports**

Mr. Ward called for Staff Reports from the following:

- a) Attorney**
- b) Engineer**
- c) Manager**

There were no Staff Reports.

EIGHTH ORDER OF BUSINESS

Supervisor's Requests and Audience Comments

There were no Supervisor's Requests and Audience Comments.

NINETH ORDER OF BUSINESS

Adjournment

Mr. Ward adjourned the meeting at approximately 10:18 a.m.

<p>On MOTION made by Ms. Judy George, seconded by Mr. Jeffrey Meehan, and with all in favor, the meeting was adjourned.</p>
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Stonelake Ranch Community Development District

James P. Ward, Secretary

Michael Gratz, Chairman

**STONELAKE RANCH
COMMUNITY DEVELOPMENT DISTRICT
HILLSBOROUGH COUNTY, FLORIDA
FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2018**

**STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT
HILLSBOROUGH COUNTY, FLORIDA**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Supervisors
Stonelake Ranch Community Development District
Hillsborough County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund, of Stonelake Ranch Community Development District, Hillsborough County, Florida ("District") as of and for the fiscal year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of September 30, 2018, and the respective changes in financial position thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2018, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Report on Other Legal and Regulatory Requirements

We have also issued our report dated December 20, 2018, on our consideration of the District's compliance with the requirements of Section 218.415, Florida Statutes, as required by Rule 10.556(10) of the Auditor General of the State of Florida. The purpose of that report is to provide an opinion based on our examination conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants.



December 20, 2018

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of Stonelake Ranch Community Development District, Hillsborough County, Florida ("District") provides a narrative overview of the District's financial activities for the fiscal year ended September 30, 2018. Please read it in conjunction with the District's Independent Auditor's Report, basic financial statements, accompanying notes and supplementary information to the basic financial statements.

FINANCIAL HIGHLIGHTS

- The assets of the District exceeded its liabilities at the close of the most recent fiscal year resulting in a net position balance of \$1,386,881.
- The change in the District's total net position in comparison with the prior fiscal year was \$104,517, an increase. The key components of the District's net position and change in net position are reflected in the table in the government-wide financial analysis section.
- At September 30, 2018, the District's governmental funds reported combined ending fund balances of \$358,175, a decrease of (\$98,511) in comparison with the prior fiscal year. A portion of the fund balance is restricted for debt service, and the remainder is unassigned fund balance which is available for spending at the District's discretion.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as the introduction to the District's financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all the District's assets, deferred outflows and liabilities and deferred inflows with the residual amount being reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements include all governmental activities that are principally supported by special assessment revenues. The District does not have any business-type activities. The governmental activities of the District include the general government (management) and maintenance functions.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District has one fund category: governmental funds.

OVERVIEW OF FINANCIAL STATEMENTS (Continued)

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains two governmental funds for external reporting. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund and debt service fund, both of which are considered major funds.

The District adopts an annual appropriated budget for its general fund. A budgetary comparison schedule has been provided for the general fund to demonstrate compliance with the budget.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of an entity's financial position. In the case of the District, assets exceeded liabilities at the close of the most recent fiscal year.

Key components of the District's net position are reflected in the following table:

NET POSITION SEPTEMBER 30,		
	2018	2017
Current and other assets	\$ 363,385	\$ 459,291
Capital assets, net of depreciation	3,430,647	3,458,110
Total assets	3,794,032	3,917,401
Current liabilities	59,293	62,325
Long-term liabilities	2,347,858	2,572,712
Total liabilities	2,407,151	2,635,037
Net Position		
Net investment in capital assets	1,082,789	885,398
Restricted	265,732	362,214
Unrestricted	38,360	34,752
Total net position	\$ 1,386,881	\$ 1,282,364

The District's net position reflects its investment in capital assets (e.g. land, land improvements, and infrastructure) less any related debt used to acquire those assets that is still outstanding. These assets are used to provide services to residents; consequently, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

The restricted portion of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the District's other obligations.

The District's net position increased during the most recent fiscal year. The majority of the increase represents the extent to which ongoing program revenues exceeded the cost of operations and depreciation expense.

Key elements of the change in net position are reflected in the following table:

CHANGES IN NET POSITION FOR THE FISCAL YEAR ENDED SEPTEMBER 30,		
	2018	2017
Revenues:		
Program revenues		
Charges for services	\$ 304,130	\$ 395,862
Operating grants and contributions	4,862	-
General revenues	24	34
Total revenues	309,016	395,896
Expenses:		
General government	40,562	66,413
Maintenance and operations	27,463	-
Interest	136,474	146,658
Total expenses	204,499	213,071
Change in net position	104,517	182,825
Net position - beginning	1,282,364	1,099,539
Net position - ending	\$ 1,386,881	\$ 1,282,364

As noted above and in the statement of activities, the cost of all governmental activities during the fiscal year ended September 30, 2018 was \$204,499. The costs of the District's activities were primarily funded by program revenues. Program revenues, comprised primarily of assessments, decreased during the fiscal year as a result of a decrease in prepayment revenue. In total, expenses, including depreciation, decreased from the prior fiscal year. The majority of the change in expenses results from the decrease in interest. Based on the amortization schedule of the Bonds, as the balance outstanding of the Bonds decreases over time, the portion of each debt service payment allocated to principal increases accordingly thereby decreasing the amount allocated to interest.

GENERAL BUDGETING HIGHLIGHTS

An operating budget was adopted and maintained by the governing board for the District pursuant to the requirements of Florida Statutes. The budget is adopted using the same basis of accounting that is used in preparation of the fund financial statements. The legal level of budgetary control, the level at which expenditures may not exceed budget, is in the aggregate. Any budget amendments that increase the aggregate budgeted appropriations must be approved by the Board of Supervisors. Actual general fund expenditures did not exceed appropriations for the fiscal year ended September 30, 2018.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At September 30, 2018, the District had \$3,866,751 invested in capital assets for its governmental activities. In the government-wide financial statements depreciation of \$436,104 has been taken, which resulted in a net book value of \$3,430,647. More detailed information about the District's capital assets is presented in the notes of the financial statements.

CAPITAL ASSETS AND DEBT ADMINISTRATION (Continued)

Capital Debt

At September 30, 2018, the District had \$2,200,000 in Bonds outstanding for its governmental activities. In addition, the District has a promissory note payable of \$157,150. More detailed information about the District's capital debt is presented in the notes of the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND OTHER EVENTS

The District does not anticipate any major projects or significant changes to its infrastructure maintenance program for the subsequent fiscal year. In addition, it is anticipated that the general operations of the District will remain fairly constant.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, land owners, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the financial resources it manages and the stewardship of the facilities it maintains. If you have questions about this report or need additional financial information, contact the Stonelake Ranch Community Development District at the office of the District Manager, James P. Ward at 2900 Northeast 12th Terrace, Suite 1, Oakland Park, Florida 33334, (954) 658-4900.

**STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT
HILLSBOROUGH COUNTY, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2018**

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 43,278
Assessments receivable	1,790
Restricted assets:	
Investments	318,317
Capital assets:	
Nondepreciable	2,687,669
Depreciable, net	<u>742,978</u>
Total assets	<u>3,794,032</u>
 LIABILITIES	
Accounts payable	5,210
Accrued interest payable	54,083
Non-current liabilities:	
Due within one year	85,000
Due in more than one year	<u>2,262,858</u>
Total liabilities	<u>2,407,151</u>
 NET POSITION	
Net investment in capital assets	1,082,789
Restricted for debt service	265,732
Unrestricted	<u>38,360</u>
Total net position	<u><u>\$ 1,386,881</u></u>

See notes to the financial statements

**STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT
HILLSBOROUGH COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018**

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
Governmental Activities				
Primary government:				
Governmental activities:				
General government	\$ 40,562	\$ 44,146	\$ -	\$ 3,584
Maintenance and operations	27,463	-	-	(27,463)
Interest on long-term debt	136,474	259,984	4,862	128,372
Total governmental activities	204,499	304,130	4,862	104,493
General revenues:				
Investment earnings				24
Total general revenues				24
Change in net position				104,517
Net position - beginning				1,282,364
Net position - ending				\$ 1,386,881

See notes to the financial statements

**STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT
HILLSBOROUGH COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2018**

	Major Funds		Total
	General	Debt Service	Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 43,278	\$ -	\$ 43,278
Investments	-	318,317	318,317
Assessments receivable	1,790	-	1,790
Due from other funds	-	1,498	1,498
Total assets	<u>\$ 45,068</u>	<u>\$ 319,815</u>	<u>\$ 364,883</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 5,210	\$ -	\$ 5,210
Due to other funds	1,498	-	1,498
Total liabilities	<u>6,708</u>	<u>-</u>	<u>6,708</u>
Fund balances:			
Restricted for:			
Debt service	-	319,815	319,815
Unassigned	38,360	-	38,360
Total fund balances	<u>38,360</u>	<u>319,815</u>	<u>358,175</u>
Total liabilities and fund balances	<u>\$ 45,068</u>	<u>\$ 319,815</u>	<u>\$ 364,883</u>

See notes to the financial statements

**STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT
HILLSBOROUGH COUNTY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2018**

Fund balance - governmental funds \$ 358,175

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. The statement of net position includes those capital assets, net of any accumulated depreciation, in the net position of the government as a whole.

Cost of capital assets	3,866,751	
Accumulated depreciation	<u>(436,104)</u>	3,430,647

Liabilities not due and payable from current available resources are not reported as liabilities in the governmental fund statements. All liabilities, both current and long-term, are reported in the government-wide financial statements.

Accrued interest payable	(54,083)	
Original issue discount	9,292	
Notes payable	(157,150)	
Bonds payable	<u>(2,200,000)</u>	<u>(2,401,941)</u>
Net position of governmental activities		<u><u>\$ 1,386,881</u></u>

See notes to the financial statements

**STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT
HILLSBOROUGH COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018**

	Major Funds		Total
	General	Debt Service	Governmental Funds
REVENUES			
Special assessments	\$ 44,146	\$ 259,984	\$ 304,130
Interest earnings	24	4,862	4,886
Total revenues	44,170	264,846	309,016
EXPENDITURES			
Current:			
General government	40,562	-	40,562
Debt service:			
Principal	-	225,456	225,456
Interest	-	141,509	141,509
Total expenditures	40,562	366,965	407,527
Excess (deficiency) of revenues over (under) expenditures	3,608	(102,119)	(98,511)
Fund balances - beginning	34,752	421,934	456,686
Fund balances - ending	\$ 38,360	\$ 319,815	\$ 358,175

See notes to the financial statements

**STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT
HILLSBOROUGH COUNTY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018**

Net change in fund balances - total governmental funds	\$	(98,511)
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Amounts reported for governmental activities in the statement of activities are different because:

Repayment of long-term liabilities are reported as expenditures in the governmental fund financial statements, but such repayments reduce liabilities in the statement of net position and are eliminated in the statement of activities.		225,456
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Amortization of Bond discount is not recognized in the governmental fund financial statements, but is reported as an expense in the statement of activities.		(602)
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Depreciation of capital assets is not recognized in the governmental fund financial statements, but is reported as an expenses in the statement of activities.		(27,463)
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The change in accrued interest on long-term liabilities between the current and prior fiscal year is recorded in the statement of activities, but not in the governmental fund financial statements.		5,637
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Change in net position of governmental activities	\$	<u>104,517</u>
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See notes to the financial statements

**STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT
HILLSBOROUGH COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 - NATURE OF ORGANIZATION AND REPORTING ENTITY

Stonelake Ranch Community Development District (the "District") was created on September 9, 2003 by Ordinance 2003-24 of Hillsborough County, Florida pursuant to the Uniform Community Development District Act of 1980, otherwise known as Chapter 190, Florida Statutes. The Act provides among other things, the power to manage basic services for community development, power to borrow money and issue bonds, and to levy and assess non-ad valorem assessments for the financing and delivery of capital infrastructure.

The District was established for the purposes of financing and managing the acquisition, construction, maintenance and operation of a portion of the infrastructure necessary for community development within the District.

The District is governed by the Board of Supervisors ("Board"), which is composed of five members. The Supervisors are elected by the owners of the property within the District. At September 30, 2018, two of the five supervisors were elected by qualified electors residing in the District. The Board of Supervisors of the District exercise all powers granted to the District pursuant to Chapter 190, Florida Statutes.

The Board has the responsibility for:

1. Assessing and levying assessments.
2. Approving budgets.
3. Exercising control over facilities and properties.
4. Controlling the use of funds generated by the District.
5. Approving the hiring and firing of key personnel.
6. Financing improvements.

The financial statements were prepared in accordance with Governmental Accounting Standards Board ("GASB") Statements. Under the provisions of those standards, the financial reporting entity consists of the primary government, organizations for which the District is considered to be financially accountable and other organizations for which the nature and significance of their relationship with the District are such that, if excluded, the financial statements of the District would be considered incomplete or misleading. There are no entities considered to be component units of the District; therefore, the financial statements include only the operations of the District.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Government-Wide and Fund Financial Statements

The basic financial statements include both government-wide and fund financial statements.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment. Operating-type special assessments for maintenance and debt service are treated as charges for services; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not included among program revenues are reported instead as *general revenues*.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement* focus and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Assessments are recognized as revenues in the year for which they are levied. Grants and similar items are to be recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Assessments

The District's Assessments are included on the property tax bill that all landowner's receive. The Florida Statutes provide that special assessments may be collected by using the Uniform Method. Under the Uniform Method, the District's Assessments will be collected together with County and other taxes. These Assessments will appear on a single tax bill issued to each landowner subject to such. The statutes relating to enforcement of County taxes provide that County taxes become due and payable on November 1 of the year when assessed or soon thereafter as the certified tax roll is received by the Tax Collector and constitute a lien upon the land from January 1 of such year until paid or barred by operation of law. Such taxes (together with any assessments, being collected by the Uniform Method) are to be billed, and landowners in the District are required to pay all such taxes and assessments, without preference in payment of any particular increment of the tax bill, such as the increment owing for the District's Assessments. Upon any receipt of moneys by the Tax Collector from the Assessments, such moneys will be delivered to the District.

All city, county, school and special district ad valorem taxes, non-ad valorem special assessments and voter-approved ad valorem taxes levied to pay principal of and interest on bonds, including the District Assessments, that are collected by the Uniform Method are payable at one time. If a taxpayer does not make complete payment of the total amount, he or she cannot designate specific line items on his or her tax bill as deemed paid in full and such partial payment is not to be accepted and is to be returned to the taxpayer, provided, however that a taxpayer may contest a tax assessment pursuant to certain conditions in Florida Statutes and other applicable law.

Under the Uniform Method, if the Assessments are paid during November when due or at any time within thirty (30) days after the mailing of the original tax notice or during the following three months, the taxpayer is granted a variable discount equal to 4% in November and decreasing one percentage point per month to 1% in February. March payments are without discount. Pursuant to Section 197.222, Florida Statutes, taxpayers may elect to pay estimated taxes, which may include non-ad valorem special assessments such as the District's Assessments in quarterly installments with a variable discount equal to 6% on June 30 decreasing to 3% on December 31, with no discount on March 31. All unpaid taxes and assessments become delinquent on April 1 of the year following assessment, and the Tax Collector is required to collect taxes prior to April 1 and after that date to institute statutory procedures upon delinquency to collect assessed taxes. Delay in the mailing of tax notices to taxpayers may result in a delay throughout this process.

Certain taxpayers that are entitled to claim homestead tax exemption under Section 196.031(1), Florida Statutes may defer payment of a portion of the taxes and non-ad valorem assessments and interest accumulated on a tax certificate, which may include non-ad valorem special assessments. Deferred taxes and assessments bear interest at a variable rate not to exceed 7%. The amount that may be deferred varies based on whether the applicant is younger than age 65 or is 65 years old or older; provided that applicants with a household income for the previous calendar year of less than \$10,000 or applicants with less than the designated amount for the additional homestead exemption under Section 196.075, Florida Statutes that are 65 years old or older may defer taxes and assessments in their entirety.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Assessments (Continued)

Collection of Delinquent Assessments under the Uniform Method is, in essence, based upon the sale by the Tax Collector of "tax certificates" and remittance of the proceeds of such sale to the District for payment of the Assessments due.

The District reports the following major governmental funds:

General Fund

The general fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund

The debt service fund is used to account for the accumulation of resources for the annual payment of principal and interest on long-term debt.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first for qualifying expenditures, then unrestricted resources as they are needed.

Assets, Liabilities and Net Position or Equity

Restricted Assets

These assets represent cash and investments set aside pursuant to Bond covenants or other contractual restrictions.

Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand and demand deposits (interest and non-interest bearing).

The District has elected to proceed under the Alternative Investment Guidelines as set forth in Section 218.415 (17) Florida Statutes. The District may invest any surplus public funds in the following:

- a) The Local Government Surplus Trust Funds, or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act;
- b) Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency;
- c) Interest bearing time deposits or savings accounts in qualified public depositories;
- d) Direct obligations of the U.S. Treasury.

Securities listed in paragraph c and d shall be invested to provide sufficient liquidity to pay obligations as they come due.

The District records all interest revenue related to investment activities in the respective funds. Investments are measured at amortized cost or reported at fair value as required by generally accepted accounting principles.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Net Position or Equity (Continued)

Inventories and Prepaid Items

Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets

Capital assets which include property, plant and equipment, and infrastructure assets (e.g., roads, sidewalks and similar items) are reported in the government activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Infrastructure	20 - 40
Machinery and equipment	15

In the governmental fund financial statements, amounts incurred for the acquisition of capital assets are reported as fund expenditures. Depreciation expense is not reported in the governmental fund financial statements.

Unearned Revenue

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned.

Long-Term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized ratably over the life of the Bonds. Bonds payable are reported net of applicable premiums or discounts. Bond issuance costs are expensed when incurred.

In the fund financial statements, governmental fund types recognize premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Net Position or Equity (Continued)

Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Fund Equity/Net Position

In the fund financial statements, governmental funds report non spendable and restricted fund balance for In the fund financial statements, governmental funds report non spendable and restricted fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Assignments of fund balance represent tentative management plans that are subject to change.

The District can establish limitations on the use of fund balance as follows:

Committed fund balance – Amounts that can be used only for the specific purposes determined by a formal action (resolution) of the Board of Supervisors. Commitments may be changed or lifted only by the Board of Supervisors taking the same formal action (resolution) that imposed the constraint originally. Resources accumulated pursuant to stabilization arrangements sometimes are reported in this category.

Assigned fund balance – Includes spendable fund balance amounts established by the Board of Supervisors that are intended to be used for specific purposes that are neither considered restricted nor committed. The Board may also assign fund balance as it does when appropriating fund balance to cover differences in estimated revenue and appropriations in the subsequent year's appropriated budget. Assignments are generally temporary and normally the same formal action need not be taken to remove the assignment.

The District first uses committed fund balance, followed by assigned fund balance and then unassigned fund balance when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

Net position is the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. Net position in the government-wide financial statements are categorized as net investment in capital assets, restricted or unrestricted. Net investment in capital assets represents net position related to infrastructure and property, plant and equipment. Restricted net position represents the assets restricted by the District's Bond covenants or other contractual restrictions. Unrestricted net position consists of the net position not meeting the definition of either of the other two components.

Other Disclosures

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

NOTE 3 - BUDGETARY INFORMATION

The District is required to establish a budgetary system and an approved Annual Budget. Annual Budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund. All annual appropriations lapse at fiscal year-end.

The District follows these procedures in establishing the budgetary data reflected in the financial statements.

- a) Each year the District Manager submits to the District Board a proposed operating budget for the fiscal year commencing the following October 1.
- b) A public hearing is conducted to obtain public comments.
- c) Prior to October 1, the budget is legally adopted by the District Board.
- d) All budget changes must be approved by the District Board.
- e) The budgets are adopted on a basis consistent with generally accepted accounting principles.
- f) Unused appropriations for annually budgeted funds lapse at the end of the year.

NOTE 4 - DEPOSITS AND INVESTMENTS

Deposits

The District's cash balances were entirely covered by federal depository insurance or by a collateral pool pledged to the State Treasurer. Florida Statutes Chapter 280, "Florida Security for Public Deposits Act", requires all qualified depositories to deposit with the Treasurer or another banking institution eligible collateral equal to various percentages of the average daily balance for each month of all public deposits in excess of any applicable deposit insurance held. The percentage of eligible collateral (generally, U.S. Governmental and agency securities, state or local government debt, or corporate bonds) to public deposits is dependent upon the depository's financial history and its compliance with Chapter 280. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses.

Investments

The District's investments were held as follows at September 30, 2018:

	Amortized cost	Credit Risk	Maturities
Wells Fargo Government Money Market Fund	\$ 318,317	AAAm	31 days
	<u>\$ 318,317</u>		

Credit risk – For investments, credit risk is generally the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Investment ratings by investment type are included in the preceding summary of investments.

Concentration risk – The District places no limit on the amount the District may invest in any one issuer.

Interest rate risk – The District does not have a formal policy that limits investment maturities as a means of managing exposure to fair value losses arising from increasing interest rates.

However, the Bond Indenture limits the type of investments held using unspent proceeds.

Fair Value Measurement – When applicable, the District measures and records its investments using fair value measurement guidelines established in accordance with GASB Statements. The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques.

These guidelines recognize a three-tiered fair value hierarchy, in order of highest priority, as follows:

- *Level 1*: Investments whose values are based on unadjusted quoted prices for identical investments in active markets that the District has the ability to access;
- *Level 2*: Investments whose inputs - other than quoted market prices - are observable either directly or indirectly; and,
- *Level 3*: Investments whose inputs are unobservable.

NOTE 4 - DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

The fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the entire fair value measurement. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs.

Money market investments that have a maturity at the time of purchase of one year or less and are held by governments other than external investment pools should be measured at amortized cost. Accordingly, the District's investments have been reported at amortized cost above.

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the fiscal year ended September 30, 2018 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
<u>Governmental activities</u>				
Capital assets, not being depreciated				
Land and improvements	\$ 2,687,669	\$ -	\$ -	\$ 2,687,669
Total capital assets, not being depreciated	2,687,669	-	-	2,687,669
Capital assets, being depreciated				
Infrastructure	1,178,132	-	-	1,178,132
Machinery and equipment	950	-	-	950
Total capital assets, being depreciated	1,179,082	-	-	1,179,082
Less accumulated depreciation for:				
Infrastructure	407,937	27,400	-	435,337
Machinery and equipment	704	63	-	767
Total accumulated depreciation	408,641	27,463	-	436,104
Total capital assets, being depreciated, net	770,441	(27,463)	-	742,978
Governmental activities capital assets, net	\$ 3,458,110	\$ (27,463)	\$ -	\$ 3,430,647

Depreciation was charged to the maintenance and operations function.

NOTE 6 - LONG TERM LIABILITIES

Series 2004A

On March 10, 2004, the District issued \$3,615,000 of Special Assessment Revenue Bonds, Series 2004A due on May 1, 2034 with a fixed interest rate of 5.90%. The Bonds were issued for the primary purpose to finance the cost of acquisition, construction, installation and equipping of certain public infrastructure improvements. Interest is paid semiannually on each May 1 and November 1, commencing May 1, 2004. Principal on the Series 2004A Bonds is paid serially commencing on May 1, 2005 through May 1, 2034.

The Series 2004A Bonds are subject to redemption at the option of the District prior to their maturity as set forth in the Bond Indenture. The Series 2004A Bonds are also subject to extraordinary mandatory redemption prior to their selected maturity in the manner determined by the Bond Registrar if certain events occurred as outlined in the Bond Indenture. For the Series 2004A Bonds, this occurred during the current fiscal year as the District collected prepaid assessments and prepaid \$125,000 of the Bonds.

The Bond Indenture established debt service reserve requirements for the Series 2004A Bonds. The Series 2004A requirement was satisfied with the combined value of a separate debt service reserve fund surety policy and cash deposit amount. The Bond Indenture has certain other restrictions and requirements relating principally to the use of proceeds and the procedures to be followed by the District on assessments to property owners. In addition, the District agrees to levy special assessments in annual amounts adequate to provide payment of debt service and to meet the reserve requirements. The District is in compliance with the requirements of the Bond Indenture at September 30, 2018.

NOTE 6 - LONG TERM LIABILITIES (Continued)

Note Payable

The note payable is evidenced by a promissory note between the District and Stonelake Ranch, LLC, the Developer. The note obligates the District to pay the Developer for the acquisition of District assets from excess funds in the Bond Reserve Account, Series 2004, as provided for in the Bond Indenture. The promissory note bears interest at the rate earned on certain trust accounts. The District acquired assets in excess of the reserve account, including anticipated earnings. In the event of a refinancing of the Bond Reserve Account, Series 2004, the promissory note will mature and all outstanding principal and interest shall be paid to the developer from the remaining funds in the Bond Reserve Account, Series 2004. In the current year, principal of \$15,456 and interest of \$1,974 was paid.

Long-term Debt Activity

Changes in long-term liability activity for the fiscal year ended September 30, 2018 were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental activities</u>					
Bonds payable:					
Series 2004A	\$ 2,410,000	\$ -	\$ 210,000	\$ 2,200,000	\$ 85,000
Notes Payable	172,606	-	15,456	157,150	-
Less: Original Issue Discount	9,894	-	602	9,292	-
Total	<u>\$ 2,572,712</u>	<u>\$ -</u>	<u>\$ 224,854</u>	<u>\$ 2,347,858</u>	<u>\$ 85,000</u>

At September 30, 2018, the scheduled debt service requirements on the long-term debt were as follows:

Year ending September 30:	Governmental Activities		
	Principal	Interest	Total
2019	\$ 85,000	\$ 129,800	\$ 214,800
2020	90,000	124,785	214,785
2021	95,000	119,475	214,475
2022	100,000	113,870	213,870
2023	105,000	107,970	212,970
2024-2028	645,000	437,190	1,082,190
2029-2033	875,000	221,250	1,096,250
2034	205,000	12,095	217,095
	<u>\$ 2,200,000</u>	<u>\$ 1,266,435</u>	<u>\$ 3,466,435</u>

NOTE 7 – DEVELOPER TRANSACTIONS & CONCENTRATION

The Developer owns a portion of land within the District; therefore, assessment revenues in the general and debt service funds include the assessments levied on those lots owned by the Developer.

The District's activity is dependent upon the continued involvement of the Developer, the loss of which could have a material adverse effect on the District's operations.

NOTE 8 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The District has obtained commercial insurance from independent third parties to mitigate the costs of these risks; coverage may not extend to all situations. There were no settled claims during the past three years.

NOTE 9 – MANAGEMENT COMPANY

The District has contracted with a management company to perform management services, which include financial and accounting services. Certain employees of the management company also serve as officers of the District. Under the agreement, the District compensates the management company for management, accounting, financial reporting, computer and other administrative costs.

**STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT
HILLSBOROUGH COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL – GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Assessments	\$ 47,495	\$ 44,146	\$ (3,349)
Interest earnings	30	24	(6)
Total revenues	<u>47,525</u>	<u>44,170</u>	<u>(3,355)</u>
EXPENDITURES			
Current:			
General government	<u>47,525</u>	<u>40,562</u>	<u>6,963</u>
Total expenditures	<u>47,525</u>	<u>40,562</u>	<u>6,963</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>3,608</u>	<u>\$ 3,608</u>
Fund balance - beginning		<u>34,752</u>	
Fund balance - ending		<u>\$ 38,360</u>	

See notes to required supplementary information

**STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT
HILLSBOROUGH COUNTY, FLORIDA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

The District is required to establish a budgetary system and an approved Annual Budget for the general fund. The District's budgeting process is based on estimates of cash receipts and cash expenditures which are approved by the Board. The budget approximates a basis consistent with accounting principles generally accepted in the United States of America (generally accepted accounting principles).

The legal level of budgetary control, the level at which expenditures may not exceed budget, is in the aggregate. Any budget amendments that increase the aggregate budgeted appropriations must be approved by the Board of Supervisors. Actual general fund expenditures did not exceed appropriations for the fiscal year ended September 30, 2018.



**INDEPENDENT AUDITOR'S REPORT ON 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**

To the Board of Supervisors
Stonelake Ranch Community Development District
Hillsborough County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of Stonelake Ranch Community Development District, Hillsborough County, Florida ("District") as of and for the fiscal year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our opinion thereon dated December 20, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink that reads "Shaw & Associates".

December 20, 2018



Grau & Associates
CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH THE
REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES, REQUIRED BY
RULE 10.556(10) OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA**

To the Board of Supervisors
Stonelake Ranch Community Development District
Hillsborough County, Florida

We have examined Stonelake Ranch Community Development District, Hillsborough County, Florida's ("District") compliance with the requirements of Section 218.415, Florida Statutes, in accordance with Rule 10.556(10) of the Auditor General of the State of Florida during the fiscal year ended September 30, 2018. Management is responsible for District's compliance with those requirements. Our responsibility is to express an opinion on District's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the District complied, in all material respects, with the specified requirements referenced in Section 218.415, Florida Statutes. An examination involves performing procedures to obtain evidence about whether the District complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the District's compliance with specified requirements.

In our opinion, the District complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2018.

This report is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, management, and the Board of Supervisors of Stonelake Ranch Community Development District, Hillsborough County, Florida and is not intended to be and should not be used by anyone other than these specified parties.

Grau & Associates

December 20, 2018



Grau & Associates
CERTIFIED PUBLIC ACCOUNTANTS

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**MANAGEMENT LETTER PURSUANT TO THE RULES OF
THE AUDITOR GENERAL FOR THE STATE OF FLORIDA**

To the Board of Supervisors
Stonelake Ranch Community Development District
Hillsborough County, Florida

Report on the Financial Statements

We have audited the accompanying basic financial statements of Stonelake Ranch Community Development District, Hillsborough County, Florida ("District") as of and for the fiscal year ended September 30, 2018, and have issued our report thereon dated December 20, 2018.

Auditor's Responsibility

We conducted our audit 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 Chapter 10.550, Rules of the Florida Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; and Independent Auditor's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated December 20, 2018, should be considered in conjunction with this management letter.

Purpose of this Letter

The purpose of this letter is to comment on those matters required by Chapter 10.550 of the Rules of the Auditor General for the State of Florida. Accordingly, in connection with our audit of the financial statements of the District, as described in the first paragraph, we report the following:

- I. Current year findings and recommendations.**
- II. Status of prior year findings and recommendations.**
- III. Compliance with the Provisions of the Auditor General of the State of Florida.**

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, as applicable, management, and the Board of Supervisors of Stonelake Ranch Community Development District, Hillsborough County, Florida and is not intended to be and should not be used by anyone other than these specified parties.

We wish to thank Stonelake Ranch Community Development District, Hillsborough County, Florida and the personnel associated with it, for the opportunity to be of service to them in this endeavor as well as future engagements, and the courtesies extended to us.

Grau & Associates

December 20, 2018

REPORT TO MANAGEMENT

I. CURRENT YEAR FINDINGS AND RECOMMENDATIONS

None

II. PRIOR YEAR FINDINGS AND RECOMMENDATIONS

None

III. COMPLIANCE WITH THE PROVISIONS OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

Unless otherwise required to be reported in the auditor's report on compliance and internal controls, the management letter shall include, but not be limited to the following:

1. A statement as to whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report.

There were no significant findings and recommendations made in the preceding annual financial audit report for the fiscal year ended September 30, 2017.

2. Any recommendations to improve the local governmental entity's financial management.

There were no such matters discovered by, or that came to the attention of, the auditor, to be reported for the fiscal year ended September 30, 2018.

3. Noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance.

There were no such matters discovered by, or that came to the attention of, the auditor, to be reported, for the fiscal year ended September 30, 2018.

4. The name or official title and legal authority of the District are disclosed in the notes to the financial statements.
5. The District has not met one or more of the financial emergency conditions described in Section 218.503(1), Florida Statutes.
6. We applied financial condition assessment procedures and no deteriorating financial conditions were noted as of September 30, 2018. It is management's responsibility to monitor financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

RESOLUTION 2019-3

A RESOLUTION OF THE BOARD OF SUPERVISORS OF STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT APPROVING A PROPOSED BUDGET FOR FISCAL YEAR 2020 AND SETTING A PUBLIC HEARING THEREON PURSUANT TO FLORIDA LAW; PROVIDING A SEVERABILITY CLAUSE; PROVIDING FOR CONFLICT AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the District Manager has heretofore prepared and submitted to the Board of Supervisors of Stonelake Ranch Community Development District (the "Board") prior to June 15th of each year, a proposed Budget for the ensuing Fiscal Year; and

WHEREAS, the Board has considered the proposed Budget and desires to set the required public hearing thereon.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT:

SECTION 1. That the foregoing whereas clauses are true and correct and incorporated herein as if written into this Section.

SECTION 2. The proposed Budget submitted by the District Manager for Fiscal Year 2020 and attached hereto as **Exhibit A** is hereby approved as the basis for conducting a public hearing to adopt said budget.

SECTION 3. A public hearing on said approved Budget is hereby declared and set for the following date, hour and location:

DATE:	Tuesday, August 20, 2019
HOUR:	10:00 A.M.
LOCATION:	Offices of Caryle Investments 601 Bayshore Boulevard, Suite 650 Tampa, Florida 33606

SECTION 4. The District Manager is hereby directed to submit a copy of the approved proposed Budget to Hillsborough County at least 60 days prior to the hearing set above.

SECTION 5. Notice of this public hearing on the budget shall be published in a newspaper of general circulation in the area of the district once a week for two (2) consecutive weeks, except that the first publication shall not be fewer than 15 days prior to the date of the hearing. The notice shall further contain a designation of the day, time, and place of the public hearing. At the time and place designated in the notice, the Board shall hear all objections to the approved proposed Budget and may make such changes as the Board deems necessary.

SECTION 6. If any one of the covenants, agreements or provisions herein contained shall be held contrary to any express provision of law or contract to the policy of express law, but not expressly prohibited or against public policy, or shall for any reason whatsoever be held invalid, then such covenants, agreements or provisions shall be null and void and shall be deemed separable from the remaining covenants, agreements or provisions and shall in no way effect the validity of the other provisions hereof.

RESOLUTION 2019-3

A RESOLUTION OF THE BOARD OF SUPERVISORS OF STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT APPROVING A PROPOSED BUDGET FOR FISCAL YEAR 2020 AND SETTING A PUBLIC HEARING THEREON PURSUANT TO FLORIDA LAW; PROVIDING A SEVERABILITY CLAUSE; PROVIDING FOR CONFLICT AND PROVIDING AN EFFECTIVE DATE.

SECTION 7. That all Sections or parts of Sections of any Resolutions, Agreements or actions of the Board of Supervisor's in conflict are hereby repealed to the extent of such conflict.

SECTION 8. This Resolution shall take effect immediately upon adoption.

PASSED AND ADOPTED this 14th day of May, 2019.

ATTEST:

**STONELAKE RANCH COMMUNITY
DEVELOPMENT DISTRICT**

James P. Ward, Secretary

Michael Gratz, Chairman

BOARD OF SUPERVISOR'S

EXHIBIT A

STONELAKE RANCH COMMUNITY DEVELOPMENT DISTRICT

PROPOSED BUDGET FISCAL YEAR 2020

October 1, 2019 through September 30, 2020



James P. Ward
District Manager
513 Northeast 13th Avenue
Fort Lauderdale, Florida 33301

Phone: 954-658-4900
E-mail: ward9490@comcast.net





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**Stonelake Ranch
Community Development District**

**General Fund - Budget
Fiscal Year 2020**

Description	Fiscal Year 2019 Budget	Actual at March 31, 2019	Anticipated Year End 09/30/19	Fiscal Year 2020 Budget
Revenues and Other Sources				
Carryforward	\$ -	\$ -	\$ -	\$ -
Interest Income - General Account	\$ 30	\$ 13	\$ 50	\$ 30
Special Assessment Revenue				
Special Assessment - On-Roll	\$ 47,495	\$ 37,762	\$ 47,495	\$ 47,495
Total Revenue & Other Sources	\$ 47,525	\$ 37,775	\$ 47,545	\$ 47,525
Appropriations				
Executive				
Professional - Management	\$ 21,465	\$ 10,732	\$ 21,465	\$ 21,465
Financial and Administrative				
Audit Services	\$ 4,600	\$ 3,600	\$ 3,600	\$ 3,700
Other Contractual Services				
Recording and Transcription	\$ -	\$ -	\$ -	\$ -
Legal Advertising	\$ 550	\$ 157	\$ 550	\$ 550
Trustee Services	\$ 3,500	\$ -	\$ 3,500	\$ 3,500
Dissemination Agent Services	\$ 5,000	\$ -	\$ 5,000	\$ 5,000
Bank Service Fees	\$ 460	\$ 187	\$ 400	\$ 460
Travel and Per Diem	\$ -	\$ -	\$ -	\$ -
Rentals and Leases				
Web Site Maintenance	\$ 700	\$ 300	\$ 950	\$ 1,850
Communications and Freight Services				
Telephone	\$ -	\$ -	\$ -	\$ -
Postage, Freight & Messenger	\$ 25	\$ 15	\$ 25	\$ 25
Insurance	\$ 6,200	\$ 6,042	\$ 6,042	\$ 6,200
Printing and Binding	\$ 50	\$ 175	\$ 200	\$ 50
Office Supplies	\$ -	\$ -	\$ -	\$ -
Subscriptions and Memberships	\$ 175	\$ 175	\$ 175	\$ 175
Legal Services				
General Counsel	\$ 1,000	\$ 75	\$ 150	\$ 750
Other General Government Services				
Engineering Services	\$ -	\$ -	\$ -	\$ -
Contingencies	\$ -	\$ -	\$ -	\$ -
Other Fees and Charges				
Discounts and Tax Collector Fees	\$ 3,800	\$ -	\$ 3,800	\$ 3,800
Total Appropriations	\$ 47,525	\$ 21,459	\$ 45,857	\$ 47,525

**Stonelake Ranch
Community Development District**

General Fund - Budget

Fiscal Year 2020

Description	Fiscal Year 2019 Budget	Actual at March 31, 2019	Anticipated Year End 09/30/19	Fiscal Year 2020 Budget
Net Increase/(Decrease) in Fund Balance		\$ 16,316	\$ 1,688	
Fund Balance - Beginning (Audited)		\$ 34,752	\$ 34,752	
Fund Balance - Ending (Projected)			\$ 36,440	
Assessment Comparison	\$ 296.84			\$ 296.84

**Stonelake Ranch
Community Development District
General Fund - Budget
Fiscal Year 2020**

Revenues and Other Sources

Carryforward	\$ -
Interest Income - General Account	\$ 30

Appropriations

Executive

Professional - Management	\$ 21,465
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The District retains the services of a professional management company - **JPWard and Associates, LLC** - which specializes in Community Development Districts. The firm brings a wealth of knowledge and expertise to Stonelake Ranch.

Financial and Administrative

Audit Services	\$ 3,700
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Statutorily required for the District to undertake an independent examination of its books, records and accounting procedures.

Other Contractual Services

Recording and Transcription	\$ -
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Legal Advertising	\$ 550
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Trustee Services	\$ 3,500
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With the issuance of the District's Bonds, the District is required to maintain the accounts established for the Bond Issue with a bank that holds trust powers in the State of Florida. The primary purpose of the trustee is to safeguard the assets of the Bondholder's, to insure the timely payment of the principal and interest due on the Bonds, and to insure the investment of the funds in the trust are made pursuant to the requirements of the trust.

Dissemination Agent Services	\$ 5,000
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With the issuance of the District's Bonds, the District is required to report on a periodic basis the same information that is contained in the Official Statement that was issued for the Bonds. These requirements are pursuant to requirements of the Securities and Exchange Commission and sent to national repositories.

Bank Service Fees	\$ 460
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Travel and Per Diem

\$ -

Communications and Freight Services

Telephone	\$ -
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Postage, Freight & Messenger	\$ 25
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Rentals and Leases

Web Site Maintenance	\$ 1,850
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In accordance with recent changes to Florida Statutes, the District has developed a web site to provide for the maintenance of certain records, as such, this is for the on-going maintenance of the web site.

Insurance	\$ 6,200
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Printing and Binding	\$ 50
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Office Supplies	\$ -
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Subscriptions and Memberships	\$ 175
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Legal Services

Stonelake Ranch
Community Development District
General Fund - Budget
Fiscal Year 2020

General Counsel	\$ 750
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The District's general council provides on-going legal representation relating to issues such as public finance, public bidding, rulemaking, open meetings, public records, real property dedications, conveyances and contracts. In this capacity, they provide services as "local government lawyers".

Other General Government Services

Engineering Services	\$ -
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The District's engineering firm provides a broad array of engineering, consulting and construction services, which assists the District in crafting solutions with sustainability for the long term interests of the Community while recognizing the needs of government, the environment and maintenance of the District's facilities.

Contingencies	\$ -
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Other Fees and Charges

Discounts and Other Fees	\$ 3,800
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4% Discount permitted by Law for early payment along with 2% each for the Tax Collector and Property Appraiser Fees

Total Appropriations:	<u>\$ 47,525</u>
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**Stonelake Ranch
Community Development District**

**Debt Service Fund - Budget
Fiscal Year 2020**

Description	Fiscal Year 2019 Budget	Actual at March 31, 2019	Anticipated Year End 09/30/19	Fiscal Year 2020 Budget
Revenues and Other Sources				
Carryforward		\$ -	\$ -	
Deferred Cost Account	\$ 5,900	\$ -	\$ -	\$ 5,900
Prepayment Account	\$ -	=		\$ 15,667
Revenue Account	\$ 3,000	\$ -	\$ -	\$ 2,260
Interest Income	\$ 45	\$ 3,581	\$ 7,200	\$ 2,900
Special Assessment Revenue				
Special Assessment - On-Roll	\$ 250,071	\$ 186,343	\$ 250,071	\$ 238,639
Special Assessment - Prepayments	\$ -	\$ 15,667	\$ 15,667	\$ -
Total Revenue & Other Sources	\$ 259,016	\$ 205,590	\$ 272,937	\$ 265,366
Appropriations				
Debt Service				
Principal Debt Service - Mandatory				
Series 2004 Bonds	\$ 85,000	\$ -	\$ 85,000	\$ 95,000
Stonelake Ranch LLC	\$ 5,900	\$ -	\$ 5,900	\$ 5,900
Principal Debt Service - Early Redemptions				
Series 2004 Bonds	\$ -			\$ 20,000
Interest Expense				
Series 2004 Bonds	\$ 148,090	\$ 64,900	\$ 148,090	\$ 119,475
Stonelake Ranch LLC	\$ 20	\$ 1,645	\$ 3,280	\$ 5,900
Other Fees and Charges				
Discounts and Other Fees	\$ 20,006	\$ -	\$ 20,006	\$ 19,091
Total Appropriations	\$ 259,016	\$ 66,545	\$ 262,276	\$ 265,366
 Net Income from Operations	 \$ -	 \$ 139,045	 \$ 252,932	 \$ (0)
Fund Balance - Beginning	\$ 319,815	\$ 319,815	\$ 319,815	\$ 66,883
Fund Balance - Ending (Projected)	\$ 319,815	\$ 458,860	\$ 66,883	\$ 66,883
Restricted Fund Balance:				
Reserve Account Requirement				\$157,963
Restricted for November 1st Interest Payment				\$ 56,935
Total - Restricted Fund Balance:				\$ 214,898
 Assessment Comparison	 \$ 1,728.07			 \$ 1,780.89

Stonelake Ranch
Community Development District
Debt Service Fund - Budget
Series 2004 A - \$3,615,000 Special Assessment Revenue Bonds
Fiscal Year 2020

Description	Principal	Coupon Rate	Interest	Annual Debt Service
Principal Balance - October 1, 2019	\$ 2,115,000	5.90%		
11/1/2019 \$ 20,000			\$ 59,737.50	
5/1/2020	\$ 95,000	5.90%	\$ 59,737.50	\$ 214,475
11/1/2020			\$ 56,935.00	
5/1/2021	\$ 100,000	5.90%	\$ 56,935.00	\$ 213,870
11/1/2021			\$ 53,985.00	
5/1/2022	\$ 105,000	5.90%	\$ 53,985.00	\$ 212,970
11/1/2022			\$ 50,887.50	
5/1/2023	\$ 115,000	5.90%	\$ 50,887.50	\$ 216,775
11/1/2023			\$ 47,495.00	
5/1/2024	\$ 120,000	5.90%	\$ 47,495.00	\$ 214,990
11/1/2024			\$ 43,955.00	
5/1/2025	\$ 130,000	5.90%	\$ 43,955.00	\$ 217,910
11/1/2025			\$ 40,120.00	
5/1/2026	\$ 135,000	5.90%	\$ 40,120.00	\$ 215,240
11/1/2026			\$ 36,137.50	
5/1/2027	\$ 145,000	5.90%	\$ 36,137.50	\$ 217,275
11/1/2027			\$ 31,860.00	
5/1/2028	\$ 155,000	5.90%	\$ 31,860.00	\$ 218,720
11/1/2028			\$ 27,287.50	
5/1/2029	\$ 160,000	5.90%	\$ 27,287.50	\$ 214,575
11/1/2029			\$ 22,567.50	
5/1/2030	\$ 170,000	5.90%	\$ 22,567.50	\$ 215,135
11/1/2030			\$ 17,552.50	
5/1/2031	\$ 185,000	5.90%	\$ 17,552.50	\$ 220,105
11/1/2031			\$ 12,095.00	
5/1/2032	\$ 195,000	5.90%	\$ 12,095.00	\$ 219,190
11/1/2032			\$ 6,342.50	
5/1/2033	\$ 205,000	5.90%	\$ 6,342.50	\$ 217,685
11/1/2033			\$ 295.00	
5/1/2034	\$ 220,000	5.90%	\$ 295.00	\$ 220,590

**Stonelake Ranch
Community Development District**

**Budget
Fiscal Year 2020
Assessment Comparison**

Description	Fiscal Year 2019	Fiscal Year 2020	Dollar Change	Percentage Change
General Fund	\$ 296.84	\$ 296.84	\$ 0.00	0.00%
Debt Service Fund - Capital Assessment	\$ 1,728.07	\$ 1,780.89	\$ 52.82	3.06%
Combined General Fund and Debt Service Fund				
General Fund & Debt Service Fund	\$ 2,024.91	\$ 2,077.74	\$ 52.83	2.61%
Debt Outstanding	\$ 15,666.67	\$ 14,962.96	\$ (703.71)	N/A

The debt outstanding assumes that property owners do not pay off their assessment during the year. If a property owner would like to pay off the debt assessment, they must contact the District Manager for the pay off amount. The amount will change depending on the time of year that the pay off occurs and may be lower than the amount noted above.



Craig Latimer
Supervisor of Elections

Our Vision: To be the best place in America to vote

GOVERNOR'S
STERLING
AWARD
RECIPIENT

April 19, 2019

Steven Devito
Stonelake Ranch CDD
2900 NE 12 Terrace, Suite 1
Oakland Park, FL 33334

Dear Steven Devito,

As per F.S. 190.006, you'll find the number of qualified registered electors for your Community Development District as of April 15, 2019, listed below.

Community Development District	Number of Registered Electors
Stonelake Ranch CDD	204

We ask that you respond to our office with a current list of CDD office holders by **June 1st** and that you update us throughout the year if there are changes. This will enable us to provide accurate information to potential candidates during filing and qualifying periods.

Please note it is the responsibility of each district to keep our office updated with current district information. If you have any questions, please do not hesitate to contact me at (813) 384-3944 or ewhite@hcsoe.org.

Respectfully,

Enjoli White
Candidate Services Liaison

Stonelake Ranch Community Development District

Financial Statements

March 31, 2019



Prepared by:

JPWARD AND ASSOCIATES LLC

2900 NORTHEAST 12th TERRACE

SUITE 1

OAKLAND PARK, FLORIDA 33334

E-MAIL: JIMWARD@JPWARDASSOCIATES.COM

PHONE: (954) 658-4900

Stonelake Ranch Community Development District

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JPWard & Associates, LLC

2900 Northeast 12th Terrace

Suite 1

Oakland Park, Florida 33334

Stonelake Ranch Community Development District
Balance Sheet
for the Period Ending March 31, 2019

	Governmental Funds		Account Groups		Totals (Memorandum Only)
	General Fund	Debt Service Fund	General Long Term Debt	General Fixed Assets	
Assets					
Cash and Investments					
General Fund - Invested Cash	\$ 64,950	\$ -	\$ -	\$ -	\$ 64,950
Debt Service Fund					
Interest Account	-	4	-	-	4
Sinking Account	-	-	-	-	-
Reserve Account	-	152,047	-	-	152,047
Prepayment Account	-	-	-	-	-
Revenue	-	280,338	-	-	280,338
Deferred Cost Account	-	5,916	-	-	5,916
Due from Other Funds					
General Fund	-	4,889	-	-	4,889
Debt Service Fund	-	-	-	-	-
Market Valuation Adjustments	-	-	-	-	-
Accrued Interest Receivable	-	-	-	-	-
Accounts Receivable	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Amount Available in Debt Service Funds	-	-	443,194	-	443,194
Amount to be Provided by Debt Service Funds	-	-	1,898,499	-	1,898,499
Investment in General Fixed Assets (net of depreciation)	-	-	-	3,726,925	3,726,925
Total Assets	\$ 64,950	\$ 443,194	\$ 2,341,693	\$ 3,726,925	\$ 6,576,762

Stonelake Ranch Community Development District
Balance Sheet
for the Period Ending March 31, 2019

	Governmental Funds		Account Groups		Totals (Memorandum Only)
	General Fund	Debt Service Fund	General Long Term Debt	General Fixed Assets	
Liabilities					
Accounts Payable	\$ 5,210	\$ -	\$ -	\$ -	\$ 5,210
Due to Other Funds					
General Fund	-	-	-	-	-
Debt Service Fund	4,889	-	-	-	4,889
Bonds Payable - Series 2004					
Current Portion	-	-	\$90,000	-	90,000
Long Term	-	-	\$2,110,000	-	2,110,000
Notes Payable - Stonelake Ranch LLC	-	-	\$141,693.02	-	141,693
Total Liabilities	\$ 10,099	\$ -	\$ 2,341,693	\$ -	\$ 2,351,792
Fund Equity and Other Credits					
Investment in General Fixed Assets	-	-	-	3,726,925	3,726,925
Fund Balance					
Reserved					
Beginning: October 1, 2018 (Audited)	-	319,815	-	-	319,815
Results from Current Operations	-	123,379	-	-	123,379
Unreserved					
Beginning: October 1, 2018 (Audited)	38,360	-	-	-	38,360
Results from Current Operations	16,491	-	-	-	16,491
Total Fund Equity and Other Credits	\$ 54,851	\$ 443,194	\$ -	\$ 3,726,925	\$ 4,224,970
Total Liabilities, Fund Equity and Other Credits	\$ 64,950	\$ 443,194	\$ 2,341,693	\$ 3,726,925	\$ 6,576,762

Stonelake Ranch Community Development District
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Through March 31, 2019

Description	October	November	December	January	February	March	Total	Total Annual Budget	% of Budget
Revenue and Other Sources									
Carryforward	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A
Interest									
Interest - General Checking	1	1	4	2	2	2	13	30	45%
Special Assessment Revenue									
Special Assessments - Uniform Method	-	4,342	27,947	2,031	2,452	991	37,762	43,695	86%
Total Revenue and Other Sources:	\$ 1	\$ 4,343	\$ 27,950	\$ 2,033	\$ 2,454	\$ 993	\$ 37,775	\$ 43,725	86%
Expenditures and Other Uses									
Executive									
Professional Management	1,789	1,789	1,789	1,789	1,789	1,789	10,733	\$ 21,465	50%
Financial and Administrative									
Audit Services	-	-	-	-	3,600	-	3,600	4,600	78%
Other Contractual Services									
Legal Advertising	71	-	85	-	-	-	157	550	29%
Trustee Services	-	-	-	-	-	-	-	3,500	0%
Dissemination Agent Services	-	-	-	-	-	-	-	5,000	0%
Bank Services	30	31	32	32	31	31	187	460	41%
Rentals and Leases									
Web Site Maintenance	50	-	100	50	50	50	300	950	32%
Communications & Freight Services									
Postage, Freight & Messenger	-	7	-	-	8	-	15	25	61%
Insurance	6,042	-	-	-	-	-	6,042	6,200	97%
Printing & Binding	-	-	-	-	-	-	-	50	0%
Subscription & Memberships	-	175	-	-	-	-	175	175	100%
Legal Services									
Legal - General Counsel	-	-	-	75	-	-	75	750	10%
Other General Government Services									
Engineering Services - General Fund	-	-	-	-	-	-	-	-	N/A
Total Expenditures and Other Uses:	\$ 7,983	\$ 2,002	\$ 2,006	\$ 1,946	\$ 5,478	\$ 1,870	\$ 21,284	\$ 43,725	49%
Net Increase/ (Decrease) in Fund Balance	(7,981)	2,342	25,945	86	(3,024)	(877)	16,491	\$ -	
Fund Balance - Beginning	38,360	30,379	32,721	58,666	58,752	55,728	38,360	20,468	
Fund Balance - Ending	\$ 30,379	\$ 32,721	\$ 58,666	\$ 58,752	\$ 55,728	\$ 54,851	\$ 54,851	\$ 20,468	

Stonelake Ranch Community Development District
Debt Service Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Through March 31, 2019

Description	October	November	December	January	February	March	Total	Total Annual Budget	% of Budget
Revenue and Other Sources									
Carryforward									
Interest Account	\$ -	\$ 4	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4	\$ -	0%
Revenue Account	\$ -	\$ 269	\$ 166	\$ 285	\$ 503	\$ 466	\$ 1,688	\$ 3,000	0%
Reserve Account	-	268	266	290	305	275	\$ 1,405	-	N/A
Prepayment Account	-	-	-	-	-	-	\$ -	-	N/A
Sinking Fund Account	-	-	-	-	-	-	\$ -	-	N/A
Deferred Cost Account	-	0	0	0	0	0	\$ 0	15,300	N/A
Interest Income	484	-	-	-	-	-	\$ 484	2,900	17%
Special Assessment Revenue									
Special Assessments - On-Roll	-	21,426	137,908	10,020	12,099	4,889	186,343	215,630	86%
Special Assessments - Prepayments	-	-	-	-	-	-	-	-	N/A
Total Revenue and Other Sources:	\$ 484	\$ 21,967	\$ 138,340	\$ 10,595	\$ 12,908	\$ 5,629	\$ 189,924	\$ 236,830	80%
Expenditures and Other Uses									
Debt Service									
Principal Debt Service - Mandatory									
Series 2004 Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 90,000	0%
Stonelake Ranch LLC	-	-	-	-	-	-	-	15,300	0%
Principal Debt Service - Early Redemptions									
Series 2004 Bonds	-	-	-	-	-	-	-	-	N/A
Interest Expense									
Series 2004 Bonds	-	64,900	-	-	-	-	64,900	129,800	50%
Stonelake Ranch LLC	240	268	267	290	305	275	1,645	1,730	95%
Total Expenditures and Other Uses:	\$ 240	\$ 65,168	\$ 267	\$ 290	\$ 305	\$ 275	\$ 66,545	\$ 236,830	28%
Net Increase/ (Decrease) in Fund Balance	244	(43,201)	138,074	10,305	12,602	5,355	123,379	-	
Fund Balance - Beginning	319,815	320,059	276,858	414,931	425,237	437,839	319,815	335,814	
Fund Balance - Ending	\$ 320,059	\$ 276,858	\$ 414,931	\$ 425,237	\$ 437,839	\$ 443,194	\$ 443,194	\$ 335,814	

Prepared by:

JPWARD and Associates, LLC