

***Portofino Springs
Community Development District***

August 10, 2017

Portofino Springs

Community Development District

5385 N. Nob Hill Road, Sunrise, Florida 33351

Phone: 954-721-8681 - Fax: 954-721-9202

August 3, 2017

Board of Supervisors
Portofino Springs
Community Development District

Dear Board Members:

The regular meeting of the Board of Supervisors of **Portofino Springs Community Development District** will be held on **August 10, 2017 at 11:00 a.m. at the Portofino Springs Sales Office, 15750 Portofino Springs Blvd., Fort Myers, Florida 33908**. Following is the advance agenda:

1. Roll Call
2. Approval of the Minutes of the April 13, 2017 Meeting
3. Public Hearing to Adopt the Fiscal Year 2018 Budget
 - A. Motion to Open the Public Hearing
 - B. Public Comment and Discussion
 - C. Consideration of **Resolution #2017-02** Annual Appropriation Resolution
 - D. Consideration of **Resolution #2017-03** Levy of Non Ad Valorem Assessments
 - E. Motion to Close the Public Hearing
4. Acceptance of Audit for Fiscal Year Ending September 30, 2016
5. Staff Reports
 - A. Attorney
 - B. Engineer
 - C. Manager
 - 1) Consideration of Proposed Fiscal Year 2018 Meeting Schedule
 - 2) Discussion of Financial Disclosure Report from the Commission on Ethics
6. Supervisors Requests and Audience Comments
7. Financial Reports
 - A. Approval of the Check Run Summary
 - B. Balance Sheet and Income Statement
8. Adjournment

A copy of the minutes from the April 13, 2017 meeting is enclosed for your review.

The third order of business is the public hearing to adopt the budget fiscal year 2018 budget. Copies of the budget, **Resolution #2017-02** Annual Appropriation Resolution, and **Resolution #2017-03** Levy of Non Ad Valorem Assessments are enclosed for your review.

The fourth order of business is acceptance of audit for fiscal year ending September 30, 2016. A copy of the audit is enclosed for your review.

The fifth order of business is staff reports. Enclosed under the manager's report is a copy of the proposed fiscal year 2018 meeting schedule for your consideration and the report from the Commission on Ethics indicating which Supervisors still need to file their annual disclosure forms.

The financials are also enclosed. The balance of the agenda is routine in nature and staff will present their reports at the meeting. I look forward to seeing you at the meeting and in the meantime if you have any questions, please contact me.

Sincerely,



Paul Winkeljohn
Manager

CC: Dennis Lyles David Underhill, Jr. Steve Sanford Irv Weinstein Janet Ricardo
 Randy Treadwell Jon Kessler

**MINUTES OF MEETING
PORTOFINO SPRINGS
COMMUNITY DEVELOPMENT DISTRICT**

The regular meeting of the Board of Supervisors of the Portofino Springs Community Development District was held on Thursday, April 13, 2017 at 11:00 a.m. at the Portofino Springs Sales Office, 15750 Portofino Springs Blvd., Fort Myers, Florida.

Present and constituting a quorum were:

Tirso San Jose	Chairman (by phone)
Carol Demare	Vice Chairman (by phone)
Oscar Sugranes	Assistant Secretary
Kyle Castillo	Assistant Secretary
Jordan San Jose	Assistant Secretary

Also present were:

Michael Pawelczyk	District Counsel (by phone)
Paul Winkeljohn	District Manager

FIRST ORDER OF BUSINESS

Roll Call

Mr. Winkeljohn called the meeting to order and called the roll.

SECOND ORDER OF BUSINESS

**Approval of the Minutes of the
August 11, 2016 Meeting**

Mr. Winkeljohn: The minutes from August 11th meeting, that's when it was last time are in your packets, and if those are ok a motion to accept would be in order.

On MOTION by Mr. Sugranes seconded by Mr. Castillo with all in favor, the Minutes of the August 11, 2016 Meeting were approved.

THIRD ORDER OF BUSINESS

Consideration of Resolution #2017-01 Approving the Proposed Fiscal Year 2018 Budget and Setting the Public Hearing

Mr. Winkeljohn: The main reason we're here today of course is to kick off our budget cycle. You may remember we have to adopt a proposed budget which sets the ceiling on our assessments. I have indications from the developer that there's no change necessary in this year's assessments so resolution #2017-01 is a recommended budget. The trick to this of course is to coordinate our schedules for the next phase which is the adoption. It can't be any sooner than 60 days from today. I would recommend either the July or the August meeting again that gives us plenty of time to sort anything if we have any loose ends on the budget. Do any of those work best for you, July 13th or August 10th?

Mr. Castillo: August works best for me.

Mr. Winkeljohn: Ok. So for that I would recommend the August 10th meeting at this location at this time, and a motion to approve resolution #2017-01 would be in order.

On MOTION by Mr. Sugranes seconded by Mr. Jordan San Jose with all in favor, Resolution #2017-01 approving the proposed Fiscal Year 2018 budget and setting the Public Hearing on August 10, 2017 at 11:00 a.m. at 15750 Portofino Springs Blvd., Fort Myers, Florida was approved.

FOURTH ORDER OF BUSINESS

Consideration of Engagement Letter with McDirmit Davis to perform the Audit for Fiscal Year Ending September 30, 2016

Mr. Winkeljohn: Another routine item is the engagement with McDirmit Davis which is your auditor, it's appropriate for the Board to authorize the audit each year, although they've given us a multi-year estimate for their services. We've already

selected them if you remember that from last time, so it's just a motion to kick off the engagement letter.

On MOTION by Mr. Sugranes seconded by Mr. Jordan San Jose with all in favor, accepting the engagement letter from McDirmit Davis to perform the audit for Fiscal Year ending September 30, 2016 was approved.

FIFTH ORDER OF BUSINESS

Discussion of Procedures for the Landowners Election - November 9, 2017

Mr. Winkeljohn: Item No. 5 is a reminder that this November 9th will be a landowners election. It will be held here under a normal meeting, or actually it's not a normal meeting, it's a special meeting just for a landowner to sign a proxy and I think you guys remember how it happened in the past but we'll need somebody here, either a voting officer of the corporation of the landowner, or a proxy to sign for that person. So we just wanted to give you the heads up and make sure that's on your calendars for this November, and we'll send a list of the seats and the terms and get you oriented in plenty of time for that meeting but just put it on your calendars as a to do item.

SIXTH ORDER OF BUSINESS

Staff Reports

Mr. Winkeljohn: That brings us to staff reports, Mr. Attorney, Mike you have anything for our friends today?

A. Attorney

Mr. Pawelczyk: Actually I do not, so I don't want to slow down the meeting.

B. Engineer

Mr. Winkeljohn: Alright, nothing from our engineer.

C. Manager

Mr. Winkeljohn: And nothing from the manager.

**SEVENTH ORDER OF BUSINESS Supervisors Requests and
Audience Comments**

Mr. Winkeljohn: Any open items in the community that we need to discuss today?

Mr. Sugranes: No.

EIGHTH ORDER OF BUSINESS Financial Reports

A. Approval of Check Run Summary

B. Balance sheet and Income Statement

Mr. Winkeljohn: That brings us to our financial reports. In your packets are the financials and there's been nothing alarming or unique in this District. We've already spoken with the developer about the business with the District and everything is in good shape there. I don't have anything of note, and would recommend an approval of the financial reports.

On MOTION by Mr. Castillo seconded by Mr. Sugranes with all in favor, the Check Run Summary, Balance Sheet and Income Statement were approved.

NINTH ORDER OF BUSINESS Adjournment

Mr. Winkeljohn: And Carol or Tirso, if you don't have anything else, the gentlemen here are ready to adjourn.

Mr. Tirso San Jose: The only question we have is, we're looking at the documents that you guys sent under the CC's, who are all those people that get copies just for our understanding because I know you had the previous landowner there, and I don't know that he needs to get a copy of anything.

Mr. Winkeljohn: Yes that's a good point, I can clean that up, but when somebody asks for a copy or something we leave them on there until they ask to be removed, but

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some of them clearly we know they don't care to get a copy so we can drop a few of those.

Mr. Tirso San Jose: Ok.

Mr. Winkeljohn: I'll take care of that.

Mr. Tirso San Jose: I don't have any questions.

Ms. Demare: No I don't either.

Mr. Winkeljohn: Very good, is there a motion to adjourn?

On MOTION by Mr. Jordan San Jose seconded by Mr. Sugranes with all in favor, the Meeting was adjourned.

Secretary / Assistant Secretary

Chairman / Vice Chairman

*Proposed Budget
Fiscal Year 2018*

*Portofino Springs Community
Development District*

August 10, 2017



Portofino Springs
Community Development District

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Portofino Springs

Community Development District

General Fund

Description	FY2017 Adopted Budget	Actual through 6/30/2017	Projected Next 3 Months	Total Projected at 9/30/2017	FY2018 Proposed Budget
Revenues					
Assessments On Roll	\$44,025	\$55,015	\$0	\$55,015	\$53,838
Assessments Direct	\$9,813	\$0	\$0	\$0	\$0
Unassigned Fund Balance	\$5,711	\$9,332	\$0	\$9,332	\$11,464
Total Revenues	\$59,549	\$64,347	\$0	\$64,347	\$65,302
Expenditures					
<i>Administrative</i>					
Engineering	\$1,000	\$0	\$500	\$500	\$1,000
Dissemination	\$2,500	\$1,875	\$625	\$2,500	\$2,500
Attorneys Fees	\$10,000	\$4,499	\$1,500	\$5,999	\$10,000
Annual Audit	\$3,900	\$3,900	\$0	\$3,900	\$4,100
Trustee Fees	\$3,500	\$3,500	\$0	\$3,500	\$3,500
Management Fees	\$21,000	\$15,750	\$5,250	\$21,000	\$21,000
Computer Time	\$500	\$375	\$125	\$500	\$500
Website Compliance	\$500	\$375	\$125	\$500	\$500
Postage	\$100	\$43	\$57	\$100	\$100
Printing & Binding	\$200	\$51	\$149	\$200	\$200
Insurance	\$6,515	\$6,042	\$0	\$6,042	\$6,646
Legal Advertising	\$3,000	\$0	\$1,000	\$1,000	\$1,000
Other Current Charges	\$250	\$474	\$85	\$559	\$550
Office Supplies	\$25	\$8	\$17	\$25	\$25
Dues, Licenses & Subscriptions	\$175	\$175	\$0	\$175	\$175
1st Quarter Operating	\$6,384	\$0	\$6,384	\$6,384	\$13,506
Administrative Expenditures	\$59,549	\$37,067	\$15,816	\$52,883	\$65,302
Assigned Fund Balance	\$0	\$27,280	(\$15,816)	\$11,464	\$0

Gross Assessments	\$57,274.42
Less 6% Disc. & Collections	\$3,436.47
Net Assessments	\$53,837.95
Units	203
Per Unit (Gross)	282

Portofino Springs
Community Development District
GENERAL FUND BUDGET

REVENUES:

Maintenance Assessments

The District will levy a non ad-valorem special assessment on all assessed property within the District to fund all of the General Operating and Maintenance Expenditures for the fiscal year.

The District will levy direct assessments to the Developer on all assessable lands within the District to pay all of the operating expenses for the Fiscal Year in accordance with the adopted budget.

EXPENDITURES:

Administrative:

Engineering Fees

The District's engineer will be providing general engineering services to the District, i.e. attendance and preparation for monthly board meetings, review invoices, etc.

Dissemination Agent

The District is required to prepare the Annual Disclosure Report required by the Security and Exchange Commission in order to comply with Rule 15(c)(2)-12(b)(5), which relates to additional reporting requirements for un-rated bond issues.

Attorney

The District's legal counsel will be providing general legal services to the District, i.e. attendance and preparation for monthly meetings, review operating & maintenance contracts, resolutions etc.

Annual Audit

The District is required annually to conduct an audit of its financial records by an Independent Certified Public Accounting Firm.

Trustee Fees

The District will issue bonds to be held with the Trustee at Regions Bank. The amount of the trustee fees is based on the agreement between Regions Bank and the District.

Management Fees

The District receives Management, Accounting and Administrative services as part of a Management Agreement with Governmental Management Services – South Florida, LLC.

Portofino Springs
Community Development District
GENERAL FUND BUDGET

Computer Time

The District processes all of its financial activities, i.e. accounts payable, financial statements, etc. on a main frame computer leased by Governmental Management Services – South Florida, LLC.

Website Compliance

Per Chapter 2014-22, Laws of Florida, all Districts must have a website by October 1, 2015 to provide detailed information on the CDD as well as links to useful websites regarding Compliance issues. This website will be maintained by GMS-SF, LLC and updated monthly.

Postage

Mailing of agenda packages, overnight deliveries, correspondence, etc.

Insurance

The District's General Liability & Public Officials Liability Insurance policy is with Florida Insurance Alliance. Florida Insurance Alliance specializes in providing insurance coverage to governmental agencies.

Printing & Binding

Printing and Binding agenda packages for board meetings, printing of computerized checks, stationary, envelopes etc.

Legal Advertising

The District is required to advertise various notices for monthly Board meetings, public hearings etc in a newspaper of general circulation.

Office Supplies

Miscellaneous office supplies.

Dues, Licenses & Subscriptions

The District is required to pay an annual fee to the Department of Economic Opportunity for \$175. This is the only expense under this category for the District.

Portofino Springs

Community Development District

Debt Service Fund
Series 2007A

Description	FY2017 Adopted Budget	Actual through 6/30/2017	Projected Next 3 Months	Total Projected 9/30/2017	FY2018 Proposed Budget
REVENUES:					
Assessments On Roll	\$99,600	\$138,028	\$0	\$138,028	\$139,075
Assessments Direct	\$40,350	\$14,138	\$0	\$14,138	\$0
⁽¹⁾ Carry Forward Surplus	\$46,868	\$41,271	\$0	\$41,271	\$57,265
Interest Income	\$0	\$78	\$0	\$78	\$0
TOTAL REVENUES	\$186,818	\$193,515	\$0	\$193,515	\$196,340
EXPENDITURES:					
Series 2007A					
Interest - 11/1	\$48,125	\$48,125	\$0	\$48,125	\$47,025
Interest - 5/1	\$48,125	\$48,125	\$0	\$48,125	\$47,025
Principal - 5/1	\$40,000	\$40,000	\$0	\$40,000	\$45,000
TOTAL EXPENDITURES	\$136,250	\$136,250	\$0	\$136,250	\$139,050
EXCESS REVENUES	\$50,568	\$57,265	\$0	\$57,265	\$57,290

⁽¹⁾ Carry Forward Surplus is net of Reserve Fund.

Interest Payment A - 11/1/18 \$45,788

	No. of Units	FY 2018
Net Assessments		\$139,075
Plus Collections (6%)		\$8,877.15
Gross Assessments		\$147,952
Per Unit (Net)	203	\$729

Portofino Springs
COMMUNITY DEVELOPMENT DISTRICT

Series 2007A, Special Assessment Revenue Bonds
Amortization Schedule

DATE	PRINCIPAL BALANCE	RATE	INTEREST	PRINCIPAL	TOTAL
1-Nov-13	\$ 1,865,000	5.500%	\$ 51,287.50	\$ -	
1-May-14	\$ 1,865,000	5.500%	\$ 51,287.50	\$ 35,000.00	\$ 137,575.00
1-Nov-14	\$ 1,830,000	5.500%	\$ 50,325.00	\$ -	
1-May-15	\$ 1,830,000	5.500%	\$ 50,325.00	\$ 40,000.00	\$ 140,650.00
1-Nov-15	\$ 1,790,000	5.500%	\$ 49,225.00	\$ -	
1-May-16	\$ 1,790,000	5.500%	\$ 49,225.00	\$ 40,000.00	\$ 138,450.00
1-Nov-16	\$ 1,750,000	5.500%	\$ 48,125.00	\$ -	
1-May-17	\$ 1,750,000	5.500%	\$ 48,125.00	\$ 40,000.00	\$ 136,250.00
1-Nov-17	\$ 1,710,000	5.500%	\$ 47,025.00	\$ -	
1-May-18	\$ 1,710,000	5.500%	\$ 47,025.00	\$ 45,000.00	\$ 139,050.00
1-Nov-18	\$ 1,665,000	5.500%	\$ 45,787.50	\$ -	
1-May-19	\$ 1,665,000	5.500%	\$ 45,787.50	\$ 45,000.00	\$ 136,575.00
1-Nov-19	\$ 1,620,000	5.500%	\$ 44,550.00	\$ -	
1-May-20	\$ 1,620,000	5.500%	\$ 44,550.00	\$ 50,000.00	\$ 139,100.00
1-Nov-20	\$ 1,570,000	5.500%	\$ 43,175.00	\$ -	
1-May-21	\$ 1,570,000	5.500%	\$ 43,175.00	\$ 55,000.00	\$ 141,350.00
1-Nov-21	\$ 1,515,000	5.500%	\$ 41,662.50	\$ -	
1-May-22	\$ 1,515,000	5.500%	\$ 41,662.50	\$ 55,000.00	\$ 138,325.00
1-Nov-22	\$ 1,460,000	5.500%	\$ 40,150.00	\$ -	
1-May-23	\$ 1,460,000	5.500%	\$ 40,150.00	\$ 60,000.00	\$ 140,300.00
1-Nov-23	\$ 1,400,000	5.500%	\$ 38,500.00	\$ -	
1-May-24	\$ 1,400,000	5.500%	\$ 38,500.00	\$ 60,000.00	\$ 137,000.00
1-Nov-24	\$ 1,340,000	5.500%	\$ 36,850.00	\$ -	
1-May-25	\$ 1,340,000	5.500%	\$ 36,850.00	\$ 65,000.00	\$ 138,700.00
1-Nov-25	\$ 1,275,000	5.500%	\$ 35,062.50	\$ -	
1-May-26	\$ 1,275,000	5.500%	\$ 35,062.50	\$ 70,000.00	\$ 140,125.00
1-Nov-26	\$ 1,205,000	5.500%	\$ 33,137.50	\$ -	
1-May-27	\$ 1,205,000	5.500%	\$ 33,137.50	\$ 75,000.00	\$ 141,275.00
1-Nov-27	\$ 1,130,000	5.500%	\$ 31,075.00	\$ -	
1-May-28	\$ 1,130,000	5.500%	\$ 31,075.00	\$ 80,000.00	\$ 142,150.00
1-Nov-28	\$ 1,050,000	5.500%	\$ 28,875.00	\$ -	
1-May-29	\$ 1,050,000	5.500%	\$ 28,875.00	\$ 80,000.00	\$ 137,750.00
1-Nov-29	\$ 970,000	5.500%	\$ 26,675.00	\$ -	
1-May-30	\$ 970,000	5.500%	\$ 26,675.00	\$ 85,000.00	\$ 138,350.00
1-Nov-30	\$ 885,000	5.500%	\$ 24,337.50	\$ -	
1-May-31	\$ 885,000	5.500%	\$ 24,337.50	\$ 90,000.00	\$ 138,675.00
1-Nov-31	\$ 795,000	5.500%	\$ 21,862.50	\$ -	
1-May-32	\$ 795,000	5.500%	\$ 21,862.50	\$ 95,000.00	\$ 138,725.00
1-Nov-32	\$ 700,000	5.500%	\$ 19,250.00	\$ -	
1-May-33	\$ 700,000	5.500%	\$ 19,250.00	\$ 100,000.00	\$ 138,500.00
1-Nov-33	\$ 600,000	5.500%	\$ 16,500.00	\$ -	
1-May-34	\$ 600,000	5.500%	\$ 16,500.00	\$ 105,000.00	\$ 138,000.00
1-Nov-34	\$ 495,000	5.500%	\$ 13,612.50	\$ -	
1-May-35	\$ 495,000	5.500%	\$ 13,612.50	\$ 115,000.00	\$ 142,225.00
1-Nov-35	\$ 380,000	5.500%	\$ 10,450.00	\$ -	
1-May-36	\$ 380,000	5.500%	\$ 10,450.00	\$ 120,000.00	\$ 140,900.00
1-Nov-36	\$ 260,000	5.500%	\$ 7,150.00	\$ -	
1-May-37	\$ 260,000	5.500%	\$ 7,150.00	\$ 125,000.00	\$ 139,300.00
1-Nov-37	\$ 135,000	5.500%	\$ 3,712.50	\$ -	
1-May-38	\$ 135,000	5.500%	\$ 3,712.50	\$ 135,000.00	\$ 142,425.00
Total			\$ 1,616,725.00	\$ 1,865,000.00	\$ 3,481,725.00

RESOLUTION 2017-02

A RESOLUTION OF THE PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT (THE "DISTRICT") RELATING TO THE ANNUAL APPROPRIATIONS AND ADOPTING THE BUDGET FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2017, AND ENDING SEPTEMBER 30, 2018.

WHEREAS, the District Manager of the District has, prior to the fifteenth (15th) day in June, 2017, submitted to the Board of Supervisors (the "Board") a proposed budget for the next ensuing budget year along with an explanatory and complete financial plan for each fund of the District, pursuant to the provisions of Section 190.008(2)(a), Florida Statutes; and

WHEREAS, at least sixty (60) days prior to the adoption of the proposed annual budget and any proposed long-term financial plan or program of the District for future operations (the "Proposed Budget") the District did file a copy of the Proposed Budget with the local governing authorities having jurisdiction over the area included in the District pursuant to the provisions of Sections 190.008(2)(b) and 218.34(3), Florida Statutes; and

WHEREAS, on **April 13, 2017**, the Board set **August 10, 2017** as the date for a public hearing thereon and caused notice of such public hearing to be given by publication pursuant to Section 190.008(2)(a) Florida Statutes; and

WHEREAS, Section 190.008(2)(a), Florida Statutes, requires that, prior to October 1 of each year, the District Board by passage of the Annual Appropriation Resolution shall adopt a budget for the ensuing fiscal year and appropriate such sums of money as the Board deems necessary to defray all expenditures of the District during the ensuing fiscal year; and

WHEREAS, the District Manager has prepared a Proposed Budget on a Cash Flow Budget basis, whereby the budget shall project the cash receipts and disbursements anticipated during a given time period, including reserves for contingencies for emergency or other unanticipated expenditures during the fiscal year; and

WHEREAS, Section 190.021, Florida Statutes, provides that the Annual Appropriation Resolution shall also fix the Maintenance Special Assessments and Benefit Special Assessments upon each piece of property within the boundaries of the District benefited by the adopted maintenance and capital improvement program of the District, such levy representing the amount of assessments for District purposes necessary to provide for payment during the ensuing budget year of all properly authorized expenditures to be incurred by the District, including principal and interest of special revenue, capital improvement and/or benefit assessment bonds.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT, THAT;

Section 1. Budget

- a. The Board of Supervisors has reviewed the District Manager's Proposed Budget, a copy of which is on file with the office of the District Treasurer and the office of the Recording Secretary, and hereby approves certain amendments thereto, as shown in Section 2 below.
- b. The District Manager's Proposed Budget, as amended by the Board, is hereby adopted in accordance with the provisions of Section 190.008(2)(a), Florida Statutes, and is incorporated herein by reference; provided, however, that the comparative figures contained in the adopted budget may be subsequently revised as deemed necessary by the District Manager to reflect actual revenues and expenditures for the Fiscal Year 2017 and/or revised projections for Fiscal Year 2018.
- c. The adopted budget, as amended, shall be maintained in the office of the District Treasurer and the District Recording Secretary and identified as "The Budget for the **Portofino Springs Community Development District** for the Fiscal Year Ending September 30, 2018, as Adopted by the Board of Supervisors on **August 10, 2017**.

Section 2. Appropriations

That there be, and hereby is appropriated out of the revenues of the **Portofino Springs Community Development District**, for the fiscal year beginning October 1, 2017, and ending September 30, 2018 the sum of \$ 204,352 to be raised by the levy of assessments and otherwise, which sum is deemed by the Board of Supervisors to be necessary to defray all expenditures of the District during said budget year, to be divided and appropriated in the following fashion:

Total General Fund	<u>\$ 65,302</u>
Total Debt Service	<u>\$ 139,050</u>
Total All Funds	<u><u>\$ 204,352</u></u>

Section 3. Supplemental Appropriations

The Board may authorize by resolution supplemental appropriations or revenue changes for any lawful purpose from funds on hand or estimated to be received within the fiscal year as follows:

- a. The Board may authorize a transfer of the unexpended balance or portion thereof of any appropriation item.
- b. The Board may authorize an appropriation from the unappropriated balance of any fund.
- c. The Board may increase any revenue or income budget account to reflect receipt of any additional unbudgeted monies and make the corresponding change to appropriations or the unappropriated balance.

The District Manager and Treasurer shall have the power within a given fund to authorize the transfer of any unexpended balance of any appropriation item or any portion thereof, provided such transfers do not exceed Ten Thousand (\$10,000) Dollars or have the effect of causing more than 10% of the total appropriation of a given program or project to be transferred previously approved transfers included. Such transfer shall not have the effect of causing a more than \$10,000 or 10% increase, previously approved transfers included, to the original budget appropriation for the receiving program. Transfers within a program or project may be approved by the applicable department director and the District Manager or Treasurer. The District Manager or Treasurer must establish administrative procedures, which require information on the request forms proving that such transfer requests comply with this section.

Introduced, considered favorably, and adopted this **10th day of August, 2017.**

**Portofino Springs Community Development
District**

Chairman / Vice Chairman

Attest:

Secretary / Assistant Secretary

RESOLUTION 2017-03

A RESOLUTION LEVYING A NON AD VALOREM MAINTENANCE ASSESSMENT FOR THE GENERAL FUND AND ADOPTING AN ASSESSMENT ROLL OF THE PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT FOR FISCAL YEAR 2018

WHEREAS, certain improvements exist within the **Portofino Springs Community Development District** (the "District") and certain costs associated with the operation, repairs and maintenance of these improvements are being incurred; and

WHEREAS, the Board of Supervisors of the **Portofino Springs Community Development District** (the "Board") finds that the District's total General Fund Assessment during Fiscal Year 2018, will amount to \$ 57,274 ; and

WHEREAS, the District has previously levied an assessment for debt service (the "Debt Service Fund Assessment"), which the District desires to collect pursuant to Chapter 170 and 190 F.S., and District Resolution 2007-17, as amended by District Resolution 2013-04; and

WHEREAS, the Board finds that the costs of administration of the Debt Service Fund provide special and peculiar benefit to certain property within the District; and

WHEREAS, the Board finds that the General Fund Assessment and the Debt Services Fund Assessment (collectively, the "Assessment" or "Assessments") on the affected parcels of property to pay for the special and peculiar benefits are fairly and reasonably apportioned in proportion to the benefits received; and

WHEREAS, those non-ad valorem assessments not collected pursuant to the Uniform Method, as later defined, shall be collected by the District pursuant to the Direct Bill Method, as later defined, or by any other lawful means as permitted pursuant to Chapters 170, 190, and 197, Florida Statutes.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF THE PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT OF LEE COUNTY, FLORIDA, THAT;

Section 1. A special assessment for maintenance as provided for in Chapter 190, Florida Statutes (the "General Fund Assessment") is hereby levied on all assessable land within the District.

Section 2. That the collection and enforcement of the aforesaid General Fund Assessments on assessable lands within the District shall be by the Tax Collector serving as agent of the State of Florida in Lee County ("Tax Collector") and shall be at the same time and in like manner as ad valorem taxes and subject to all ad valorem tax collection and enforcement procedures which attend the use of the official annual tax notice under Section 190.021(3), Florida Statutes. Alternatively, the District may choose to directly collect and enforce all or a portion of these General Fund Assessments.

Section 3. That a portion of said Assessment, described as the General Fund Assessment, levied on the assessable lands within the District as shown in the Assessment Roll, Exhibit "A", are hereby certified to the Lee County **Property Appraiser**, to be extended on the Lee County **Tax Roll** and shall be collected by the Tax Collector in the same manner and time as Lee County taxes pursuant to the uniform collection methodology of Section 197.3632, Florida Statutes (the "Uniform Method"). The proceeds therefrom shall be paid to the **District**. The chairman of the Board of the **District** hereby designates these certification duties to the District Manager. The balance of said Assessments, more particularly the Debt Service Fund Assessment, levied as shown in the Assessment Roll, Exhibit "A", shall be collected by the District directly from the landowner(s) pursuant to Chapters 170 and 190, Florida Statutes, and pursuant to Resolution 2007-17, as amended by Resolution 2013-04 ("Direct Bill Method" as more particularly defined in Resolution 2013-04 and Chapter 197, Florida Statutes.

Section 4. The District Manager shall keep appraised of all updates made to the Lee County property roll by the Property Appraiser after the date of this Resolution, and shall amend the District's Assessment Roll in accordance with any such updates, for such time as authorized by Florida law, to the Lee County property roll. After any amendment of the Assessment Roll, the District Manager shall file updates to the Assessment Roll in the District records.

Section 5 Be it further resolved, that a copy of this Resolution be transmitted to the proper public and governmental officials so that its purpose and effect may be carried out in accordance with law.

PASSED AND ADOPTED this 10th day of August, 2017, by the Board of Supervisors of the **Portofino Springs Community Development District, Lee County, Florida.**

Secretary / Assistant Secretary

Chairman / Vice Chairman

Exhibit "A"
Assessment Roll

Parcel ID	O&M on Tax Roll	O&M Direct Billed	Debt on Tax Roll	Debt Direct Billed	Owner
33-45-24-24-0000E.0110	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000E.0120	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000E.0130	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000E.0140	\$282.14	\$0.00	\$728.83	\$0.00	MCPHILLIPS CHARLES + FRANCESCA
33-45-24-24-0000E.0150	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000E.0160	\$282.14	\$0.00	\$728.83	\$0.00	PETTUS LANDIS Y
33-45-24-24-0000E.0170	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000E.0180	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000E.0190	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000E.0200	\$282.14	\$0.00	\$728.83	\$0.00	PAGKALINAWAN MARIE CLAIRE
33-45-24-24-0000E.0210	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000E.0220	\$282.14	\$0.00	\$728.83	\$0.00	COAN JOSEPH
33-45-24-24-0000E.0230	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000E.0240	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000E.0250	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000E.0260	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000F.0010	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000F.0020	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000F.0030	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000F.0040	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000F.0050	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000F.0060	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000F.0070	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000G.0010	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000G.0020	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000G.0030	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000G.0040	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000G.0050	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000G.0060	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000G.0070	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000G.0080	\$282.14	\$0.00	\$728.83	\$0.00	PORTOFINO SPRINGS TOWNHOMES LL
33-45-24-24-0000R.00CE	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	PORTOFINO SPRINGS TOWNHOMES LL
	\$57,274.42	\$0.00	\$147,952.49	\$0.00	

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

FINANCIAL REPORT

Year Ended September 30, 2016

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

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Year Ended September 30, 2016

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INDEPENDENT AUDITOR'S REPORT

To the Board of Supervisors
Portofino Springs Community Development District

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, and each major fund of the *Portofino Springs Community Development District* (the "District"), as of and for the year ended September 30, 2016, 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

The District's 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 an opinion 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 of 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 principles 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.

MCDIRMIT DAVIS & COMPANY, LLC

934 NORTH MAGNOLIA AVENUE, SUITE 100 ORLANDO, FLORIDA 32803
TELEPHONE: 407-843-5406 FAX: 407-649-9339 EMAIL: INFO@MCDIRMITDAVIS.COM

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, 2016, and the respective changes in financial position thereof and the respective budgetary comparison for the General Fund for the 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 starting on page 3, 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 a report dated May 24, 2017 on our consideration of the District's internal control over financial reporting and 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 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.

McDiernit Davis & Company, LLC

Orlando, Florida
May 24, 2017

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the *Portofino Springs Community Development District* (the "District") financial accomplishments provide an overview of the District's financial activities for the year ended September 30, 2016. Please read it in conjunction with the District's Independent Auditor's Report, financial statements and accompanying notes.

This information is being presented to provide additional information regarding the activities of the District and to meet the disclosure requirements of Government Accounting Standards Board Statement (GASB) No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* issued June 1999.

Financial Highlights

- The liabilities of the District exceeded its assets at September 30, 2016 by \$618,631, an increase of \$34,201 in comparison with the prior year.
- At September 30, 2016, the District's governmental funds reported a combined fund balance of \$71,473, an increase of \$18,284 in comparison with the prior year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the *Portofino Springs Community Development District's* financial statements. The District's financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to financial statements.

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 of the District's assets and liabilities, with the difference between the two 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 general government and maintenance and operations related functions.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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.

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 government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains three individual governmental funds. 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, debt service fund and capital projects fund, all of which are considered to be 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 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

Statement of Net Position - The District's net position was \$(618,631) at September 30, 2016. The following analysis focuses on the net position of the District's governmental activities.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Government-Wide Financial Analysis (Continued):

Portofino Springs Community Development District
Statement of Net Position

	<u>September 30, 2016</u>	<u>September 30, 2015</u>
Assets, excluding capital assets	\$ 71,973	\$ 77,468
Capital Assets, net of depreciation	<u>1,100,000</u>	<u>1,125,000</u>
Total assets	<u>1,171,973</u>	<u>1,202,468</u>
Liabilities, excluding long-term liabilities	40,604	65,300
Long-term Liabilities	<u>1,750,000</u>	<u>1,790,000</u>
Total liabilities	<u>1,790,604</u>	<u>1,855,300</u>
Net Position:		
Net investment in capital assets	(649,997)	(664,997)
Restricted for debt service	20,840	20,807
Unrestricted	<u>10,526</u>	<u>(8,642)</u>
Total net position	<u>\$ (618,631)</u>	<u>\$ (652,832)</u>

The following is a summary of the District's governmental activities for the fiscal years ended September 30, 2016 and 2015.

Changes in Net Position
Year ended September 30,

	<u>2016</u>	<u>2015</u>
Revenues:		
Program revenues	<u>\$ 204,159</u>	<u>\$ 218,463</u>
Total revenues	<u>204,159</u>	<u>218,463</u>
Expenses:		
General government	72,425	69,934
Interest on long-term debt	<u>97,533</u>	<u>99,733</u>
Total expenses	<u>169,958</u>	<u>169,667</u>
Change in net position	34,201	48,796
Net position - beginning of year	<u>(652,832)</u>	<u>(701,628)</u>
Net position - ending	<u>\$ (618,631)</u>	<u>\$ (652,832)</u>

As noted above and in the statement of activities, the cost of all governmental activities during the year ended September 30, 2016 was \$169,958. The majority of these costs are comprised of interest on long-term debt.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Financial Analysis of the Government's Funds

The District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. At September 30, 2016, the District's governmental funds reported combined ending fund balances of \$71,473. Of this total, \$6,042 is nonspendable, \$3,290 is assigned and \$0 is unassigned and available for spending at the District's discretion. The remainder of the fund balance \$62,141 is restricted to pay debt service and capital project costs.

The fund balance of the general fund increased \$150. The debt service fund balance increased \$18,134 due to a decreased in debt service payments. The capital projects fund balance did not change from the previous year.

General Fund Budgetary 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. There were no amendments to the September 30, 2016 general fund budget. The legal level of budgetary control is at the fund level.

Capital Asset and Debt Administration

Capital Assets - At September 30, 2016, the District had \$1,100,000 invested in infrastructure, net of accumulated depreciation. More detailed information about the District's capital assets is presented in the notes to the financial statements.

Capital Debt - At September 30, 2016, the District had \$1,750,000 in bonds outstanding. More detailed information about the District's capital debt is presented in the notes to the financial statements.

Requests for Information

If you have questions about this report or need additional financial information, contact the *Portofino Springs Community Development District's* Finance Department at 5385 N. Nob Hill Road, Sunrise, Florida 33351.

FINANCIAL STATEMENTS

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

STATEMENT OF NET POSITION

September 30, 2016

	Governmental Activities
Assets:	
Cash	\$ 3,745
Assessments receivable	103
Prepaid costs	6,042
Restricted assets:	
Temporarily restricted investments	62,083
Capital assets:	
Capital assets not being depreciated	400,000
Capital assets being depreciated, net	700,000
Total assets	<u>1,171,973</u>
Liabilities:	
Accounts payable and accrued expenses	500
Accrued interest payable	40,104
Noncurrent liabilities:	
Due within one year	40,000
Due in more than one year	1,710,000
Total liabilities	<u>1,790,604</u>
Net Position:	
Net investment in capital assets	(649,997)
Restricted for debt service	20,840
Unrestricted	10,526
Total net position	<u>\$ (618,631)</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

STATEMENT OF ACTIVITIES

Year Ended September 30, 2016

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenue</u>		<u>Net (Expense) Revenue and Changes in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	
Governmental activities:				
General government	\$ 72,425	\$ 47,575	\$ -	\$ (24,850)
Interest on long-term debt	97,533	156,444	140	59,051
Total governmental activities	<u>\$ 169,958</u>	<u>\$ 204,019</u>	<u>\$ 140</u>	<u>34,201</u>
General Revenues:				-
Change in net position				34,201
Net Position - beginning				<u>(652,832)</u>
Net Position - ending				<u>\$ (618,631)</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

BALANCE SHEET
GOVERNMENTAL FUNDS

September 30, 2016

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Governmental Funds</u>
Assets:				
Cash	\$ 3,745	\$ -	\$ -	\$ 3,745
Investments	-	62,080	3	62,083
Assessments receivable	45	58	-	103
Prepaid costs	6,042	-	-	6,042
Total assets	<u>\$ 9,832</u>	<u>\$ 62,138</u>	<u>\$ 3</u>	<u>\$ 71,973</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable and accrued expenses	\$ 500	\$ -	\$ -	\$ 500
Total liabilities	<u>500</u>	<u>-</u>	<u>-</u>	<u>500</u>
Fund Balances:				
Nonspendable	6,042	-	-	6,042
Restricted for:				
Debt service	-	62,138	-	62,138
Capital projects	-	-	3	3
Assigned:				
Subsequent years' expenditures	3,290	-	-	3,290
Unassigned	-	-	-	-
Total fund balances	<u>9,332</u>	<u>62,138</u>	<u>3</u>	<u>71,473</u>
Total liabilities and fund balances	<u>\$ 9,832</u>	<u>\$ 62,138</u>	<u>\$ 3</u>	

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 in the funds. 1,100,000

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

Accrued interest payable	(40,104)	
Bonds payable	<u>(1,750,000)</u>	<u>(1,790,104)</u>
Net Position of Governmental Activities		<u>\$ (618,631)</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

Year Ended September 30, 2016

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Governmental Funds</u>
Revenues:				
Special assessments	\$ 47,575	\$ 156,444	\$ -	\$ 204,019
Investment income	-	140	-	140
Total revenues	<u>47,575</u>	<u>156,584</u>	<u>-</u>	<u>204,159</u>
Expenditures:				
Current:				
General government	47,425	-	-	47,425
Debt service:				
Interest	-	98,450	-	98,450
Principal	-	40,000	-	40,000
Total expenditures	<u>47,425</u>	<u>138,450</u>	<u>-</u>	<u>185,875</u>
Net change in fund balances	150	18,134	-	18,284
Fund Balances - beginning of year	<u>9,182</u>	<u>44,004</u>	<u>3</u>	<u>53,189</u>
Fund Balances - end of year	<u>\$ 9,332</u>	<u>\$ 62,138</u>	<u>\$ 3</u>	<u>\$ 71,473</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES**

Year Ended September 30, 2016

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Net Change in Fund Balances - total governmental funds (page 10)	\$ 18,284
Depreciation on capital assets is not recognized in the governmental fund statement; however, it is reported as an expense in the statement of activities.	(25,000)
Repayments of long-term liabilities are reported as expenditures in governmental funds, while repayments reduce long-term liabilities in the statement of net position.	40,000
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Change in accrued interest	<u>917</u>
Change in Net Position of Governmental Activities (page 8)	<u><u>\$ 34,201</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND

Year Ended September 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Special Assessments	\$ 53,838	\$ 53,838	\$ 47,575	\$ (6,263)
Total revenues	53,838	53,838	47,575	(6,263)
Expenditures:				
Current:				
General government	57,747	57,747	47,425	10,322
Total expenditures	57,747	57,747	47,425	10,322
Net change in fund balance	(3,909)	(3,909)	150	4,059
Fund Balance - beginning	9,182	9,182	9,182	-
Fund Balance - ending	\$ 5,273	\$ 5,273	\$ 9,332	\$ 4,059

The accompanying Notes to Financial Statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 2016

Note 1 - Summary of Significant Accounting Policies:

Reporting Entity

The *Portofino Springs Community Development District*, (the "District") was established by Lee County, Florida, Ordinance No. 06-23 enacted on November 21, 2006 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, the power to borrow money and issue bonds, and the power to levy and collect non-ad valorem assessments for the financing and delivery of capital infrastructure. The District was established for the purpose 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 (the "Board"), which is composed of five members. At present, the Supervisors are elected on an at large basis by the owners of the property within the District. The Board of Supervisors of the District exercises all powers granted to the District pursuant to Chapter 190, Florida Statutes. Portofino Springs Townhomes, LLC (the "Developer") owns a significant portion of the land within the District. All of the Board members were affiliated with the Developer at September 30, 2016. The District is economically dependent on the Developer.

The Board has the final responsibility for, among other things:

1. Allocating 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 14, 39 and 61. Under the provisions of those standards, the financial reporting entity consists of the primary government, organizations for which the District Board of Supervisors 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.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued):

Government-Wide and Fund Financial Statements

The 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 and 2) grants, contributions and investment income that are restricted to meeting the operational or capital requirements of a particular function or segment and 3) operating-type special assessments that are treated as charges for services (including assessments for maintenance and debt service). Other items not included among program revenues are reported instead as *general revenues*.

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 recognized as revenues 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 District 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, including debt service assessments and operation and maintenance assessments, are non-ad valorem assessments imposed on all lands located within the District and benefited by the District's activities. Operation and maintenance assessments are levied by the District prior to the start of the fiscal year which begins October 1st and ends on September 30th. These assessments are imposed upon all benefited lands located in the District. Debt service special assessments are imposed upon certain lots and lands as described in each resolution imposing the special assessment for each series of bonds issued by the District. Certain debt service assessments are collected upon the closing of those lots subject to short term debt and are used to prepay a portion of the bonds outstanding.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued):

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

Assessments and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental funds:

General Fund - is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Debt Service Fund - accounts for the accumulation of resources for the annual payment of principal and interest on long-term debt.

Capital Projects Fund - accounts for the financial resources to be used for the acquisition or construction of major infrastructure within the District.

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 District's policy to use restricted resources first, then unrestricted resources as they are needed.

Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

Restricted Assets - These assets represent cash and investments set aside pursuant to bond covenants.

Deposits and Investments - The District's cash and cash equivalents are considered to be cash on hand and demand deposits.

Investments of the District are reported at fair value and are categorized within the fair value hierarchy established in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. The District's investments consist of investments authorized in accordance with Section 218.415, Florida Statutes.

Prepaid Items - 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.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued):

Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance (Continued):

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., utilities system, stormwater system, landscaping and similar items), are reported in the applicable governmental activities column 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>
Stormwater System	30

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 over the life of the bonds using the straight-line method. Bonds payable are reported net of premiums or discounts.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond 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 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. The District does not have any item that qualifies for reporting in this category for the year ended September 30, 2016.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued):

Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance (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. The District does not have any item that qualifies for reporting in this category for the year ended September 30, 2016.

Net Position Flow Assumption - Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted- net position and unrestricted- net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted - net position to have been depleted before unrestricted-net position is applied.

Fund Balance Flow Assumptions - Sometime the District will fund outlays for a particular purpose from both restricted and unrestricted resources (total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policies - Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through either commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes fund balance amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The Board of Supervisors is the highest level of decision-making authority for the government that can, by adoption of an ordinance or resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance or resolution remains in place until a similar action is taken to remove or revise the limitation.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued):

Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance (Continued):

Fund Balance Policies (Continued):

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The Board of Supervisors has authorized the District Manager to assign amounts for specific purposes. The Board of Supervisors may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above and additional action is essential to either remove or revise a commitment.

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 2 - Stewardship, Compliance and Accountability:

The District is required to establish a budgetary system and an approved annual budget for the General Fund. Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at the fiscal year end. The legal level of budgetary control is at the fund level. Any budget amendments that increase the aggregate budgeted appropriations, at the fund level, must be approved by the Board of Supervisors.

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

1. Each year the District Manager submits to the District Board proposed budgets for the fiscal year commencing the following October 1.
2. A public hearing is conducted to obtain public comments.
3. Prior to October 1, the budget is legally adopted by the District Board.
4. Subject to certain limited exceptions set forth in the District's appropriation resolutions adopted each year, all budget changes must be approved by the District Board.
5. The budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2016

Note 3 - 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 categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The fair value is the price that would be received to sell an asset, or paid to transfer a liability, in an orderly transaction between market participants at the measurement date. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The District adopted GASB 72 during the fiscal year.

Under GASB 72, assets or liabilities are classified into one of three levels. Level 1 is the most reliable and is based on quoted price for identical assets, or liabilities, in an active market. Level 2 uses significant other observable inputs when obtaining quoted prices for identical or similar assets, or liabilities, in markets that are not active. Level 3 is the least reliable, and uses significant unobservable inputs that uses the best information available under the circumstances, which includes the District's own data in measuring unobservable inputs.

The District has the following recurring fair value measurements as of September 30, 2016:

- Money market mutual funds of \$62,083 are valued using Level 2 inputs.

The District's investment policy is governed by State Statutes and the District Trust Indenture. This policy allows investments in any financial institution that is a qualified public depository of the State of Florida as identified by the State Treasurer, in accordance with Chapter 280 of the Florida Statutes. Authorized investments are:

1. The State Board of Administration Local Government Investment Pool (SBA);
2. Securities and Exchange Commission Registered Money Market Funds with the highest credit quality rating from a nationally recognized rating agency;
3. Interest-bearing savings accounts and certificates of deposit in state-certified qualified public depositories;
4. Direct obligations of the U.S. Treasury.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2016

Note 3 - Deposits and Investments (Continued):

Investments (Continued):

Investments made by the District at September 30, 2016 are summarized below. In accordance with GASB 31, investments are reported at fair value.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Credit Rating</u>	<u>Weighted Average Maturity</u>
Fidelity Institutional Government Class I	\$ 62,083	AAAm	42 days

Credit Risk:

The District's investment policy limits credit risk by restricting authorized investments to those described. Investments in U.S. Government securities and agencies must be backed by the full faith and credit of the United States Government. Short term bond funds shall be rated by a nationally recognized ratings agency and shall maintain the highest credit quality rating.

Custodial Credit Risk:

In the case of deposits, this is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy requires that bank deposits be secured as provided by Chapter 280, Florida Statutes. This law requires local governments to deposit funds only in financial institutions designated as qualified public depositories by the Chief Financial Officer of the State of Florida, and creates the Public Deposits Trust Fund, a multiple financial institution pool with the ability to assess its member financial institutions for collateral shortfalls if a default or insolvency has occurred. At September 30, 2016, all of the District's bank deposits were in qualified public depositories.

For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At September 30, 2016, none of the investments listed are exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book entry form.

Concentration of Credit Risk:

The District's investment policy does not specify limits on the amount the District may invest in any one issuer.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2016

Note 3 - Deposits and Investments (Continued):

Investments (Continued):

Interest Rate Risk:

The District's investment policy does not specifically address interest rate risk; however, the general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and in general, avoid speculative investments. The District manages its exposure to declines in fair values by investing primarily in pooled investments that have a weighted average maturity of less than three months.

Note 4 - Capital Assets:

Capital asset activity for the year ended September 30, 2016 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets, not being depreciated:				
Land and land improvements	\$ 400,000	\$ -	\$ -	\$ 400,000
Total capital assets, not being depreciated	<u>400,000</u>	<u>-</u>	<u>-</u>	<u>400,000</u>
Capital Assets Being Depreciated:				
Infrastructure-Stormwater management	750,000	-	-	750,000
Total capital assets, being depreciated	<u>750,000</u>	<u>-</u>	<u>-</u>	<u>750,000</u>
Less Accumulated Depreciation for:				
Infrastructure-stormwater management	(25,000)	(25,000)	-	(50,000)
Total accumulated depreciation	<u>(25,000)</u>	<u>(25,000)</u>	<u>-</u>	<u>(50,000)</u>
Total capital assets being depreciated, net	<u>725,000</u>	<u>(25,000)</u>	<u>-</u>	<u>700,000</u>
Governmental activities capital assets, net	<u>\$ 1,125,000</u>	<u>\$ (25,000)</u>	<u>\$ -</u>	<u>\$ 1,100,000</u>

Depreciation expense for 2016 in the amount of \$25,000 was charged to general government.

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2016

Note 5 - Long-Term Liabilities:

In June, 2007, the District issued \$3,415,000 of Special Assessment Bonds, Series 2007A due on May 1, 2038 with a fixed interest rate of 5.5%. The Bonds were issued to finance the acquisition and construction of certain improvements for the benefit of the property within the District. Interest is paid semiannually on each May 1 and November 1. Principal is payable annually commencing May 1, 2009 through May 1, 2038.

The Series 2007A Bonds are subject to redemption at the option of the District, in whole or in part at a redemption price set forth in the Bond Indenture. The Series 2007A Bonds are subject to optional and extraordinary mandatory redemption prior to maturity in the manner determined by the Bond Indenture.

The Bond Indenture requires that the District maintain adequate funds in a reserve account to meet the debt service reserve requirement as defined in the Indenture. This requirement has been met at September 30, 2016.

The Bond Indenture has certain restrictions and requirements relating principally to the use of proceeds to pay for the infrastructure improvements and the procedures to be followed by the District on assessments to property owners. The District agreed to levy special assessments in annual amounts adequate to provide payment of debt service and to meet the reserve requirements. Payment of principal and interest on the 2007A Bonds is secured by a pledge of and a first lien upon the pledged special assessment revenue. The District is in compliance with the requirements of the Bond Indenture.

During a prior fiscal year, the Bondholders authorized the First Amendment to the First Supplemental Trust Indenture which amended the definition of the Series 2007A debt service reserve requirement and certain provision related to the application of funds in the Series 2007A Reserve Account.

Total principal and interest remaining on the Series 2007A Bonds at September 30, 2016 is \$3,065,050. For the year ended September 30, 2016, principal and interest paid was \$138,450 and total special assessment revenue pledged was \$156,444.

Long-term debt activity for the year ended September 30, 2016 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds Payable:					
Series 2007	\$ 1,790,000	\$ -	\$ (40,000)	\$ 1,750,000	\$ 40,000
Governmental activity long-term liabilities	<u>\$ 1,790,000</u>	<u>\$ -</u>	<u>\$ (40,000)</u>	<u>\$ 1,750,000</u>	<u>\$ 40,000</u>

PORTOFINO SPRINGS COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2016

Note 5 - Long-Term Liabilities (Continued):

At September 30, 2016, the scheduled debt service requirements on the bonds payable were as follows:

<u>Year Ending September 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2017	\$ 40,000	\$ 96,250
2018	45,000	94,050
2019	45,000	91,575
2020	50,000	89,100
2021	55,000	86,350
2022 - 2026	310,000	384,450
2027 - 2031	410,000	288,200
2032 - 2036	535,000	163,350
2037 - 2038	260,000	21,725
	<u>\$ 1,750,000</u>	<u>\$ 1,315,050</u>

Note 6 - Related Party Transaction:

Assessments from Developer:

The Developer owns a portion of land within the District; therefore, assessment revenue in the general and debt service funds include the assessments levied on those lots owned by the Developer. The Developer's portion of special assessment revenue for the year ended September 30, 2016 totaled \$56,858, which is 28% of total special assessment revenue.

Concentrations:

A significant portion of 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 7 - Management Company:

The District has contracted with a management company to perform management advisory services, which include financial advisory and accounting services. Certain employees of the management company also serve as officers (Board appointed non-voting positions) of the District. Under the agreement, the District compensates the management company for management, accounting, financial reporting and other administrative costs.

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. These risks are covered by commercial insurance from independent third parties. The District has not filed any claims under this commercial coverage during the last three years.

COMPLIANCE SECTION

**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
Portofino Springs Community Development District

We have audited, 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, the financial statements of the governmental activities and each major fund of the *Portofino Springs Community Development District* (the "District") as of and for the year ended September 30, 2016, which collectively comprise the District's financial statements and have issued our report thereon dated May 24, 2017.

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

MCDIRMIT DAVIS & COMPANY, LLC

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, 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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

McDermitt Davis & Company, LLC

Orlando, Florida
May 24, 2017

MANAGEMENT COMMENTS

Board of Supervisors
Portofino Springs Community Development District

We have audited the financial statements of the *Portofino Springs Community Development District* (the "District"), as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated May 24, 2017.

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 Auditor General.

Other Reports

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and Independent Auditor's Report on an examination conducted in accordance with *AICPA Professional Standards*, Section 601, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in these reports, which are dated May 24, 2017 should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, require that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no such findings in the preceding annual financial audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. This information has been disclosed in the noted to the financial statements.

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Financial Condition

Section 10.554(1)(i)5.a., Rules of the Auditor General, requires that we apply appropriate procedures and report the results of our determination as to whether or not the District has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit, we determined that the District did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.c. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures. It is management's responsibility to monitor the *District's* 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.

Annual Financial Report

Section 10.554(1)(i)5.b. and 10.556(7), Rules of the Auditor General, requires that we apply appropriate procedures and report the results of our determination as to whether the annual financial report for the District for the fiscal year ended September 30, 2016, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2016. In connection with our audit, we determined that these two reports were in agreement.

Other Matters

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address 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. In connection with our audit, we did not have any such findings.

Purpose of this Letter

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, the Board of Supervisors and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

McDirmit Davis & Company, LLC

Orlando, Florida
May 24, 2017

MCDIRMIT DAVIS & COMPANY, LLC

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH THE
REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES**

To the Board of Supervisors
Portofino Springs Community Development District

We have examined *Portofino Springs Community Development District's* (the "District") compliance with the requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2016. Management is responsible for the 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 *and the standards applicable to attestation engagements contained in Government Auditing Standards issued by the Comptroller General of the United States*, and, accordingly, included examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides 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 year ended September 30, 2016.

MCDIRMIT DAVIS & COMPANY, LLC

Orlando, Florida
May 24, 2017

MCDIRMIT DAVIS & COMPANY, LLC

934 NORTH MAGNOLIA AVENUE, SUITE 100 ORLANDO, FLORIDA 32803
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**NOTICE OF MEETINGS
PORTOFINO SPRINGS
COMMUNITY DEVELOPMENT DISTRICT**

The Board of Supervisors of the Portofino Springs Community Development District will hold their regularly scheduled public meetings for Fiscal Year 2018 at 11:00 AM at the Portofino Springs Sales Office, 15750 Portofino Springs Blvd., Fort Myers, FL 33908 the second Thursday of each month as follows:

October 12, 2017
November 09, 2017 Landowners meeting
December 14, 2017
January 11, 2018
February 08, 2018
March 08, 2018
April 12, 2018
May 10, 2018
June 14, 2018
July 12, 2018
August 09, 2018
September 13, 2018

There may be occasions when one or more Supervisors will participate by telephone. At the above location there will be present a speaker telephone so that any interested person can attend the meeting at the above location and be fully informed of the discussions taking place either in person or by telephone communication.

These meetings are open to the public and may be continued to a time, date and place certain. Supervisors may attend the meeting by telephone as long as there is a quorum present at the meeting place. Any person wishing to receive a copy of the minutes of the meeting may contact Paul Winkeljohn at (954) 721-8681.

Each person who decides to appeal any action taken at these meetings is advised that person will need a record of the proceedings and that accordingly, the person may need to ensure that a verbatim record of the proceedings is made, including the testimony and evidence upon which such appeal is to be based.

Paul Winkeljohn
Manager



Search for Financial Disclosure Filers

Search Results

In the table below, organization names are linked to coordinator contact information. Supervisor of Election and Commission on Ethics links display the relevant contact information.

If you filed a form and no date appears in the "Filing Requirement Fulfilled" column, then the Supervisor of Elections or Commission on Ethics has not yet recorded receipt of your form. Generally, forms are recorded within a few days of receipt. If you are concerned about the status of your form, please use the contact information under "Statutory Filing Requirement."

Section 112.31445, Florida Statutes, requires that all CE Form 6 Full and Public Disclosure of Financial Interests, other than those of judges and judges of compensation claims, be posted online. Before being posted online, any information required by law to be maintained as confidential must be redacted. For persons other than those who have filed as candidates with the Department of State, this process may take up to 5 business days. Processing times for Form 6 disclosures filed with the Department of State at qualifying may exceed 5 business days. Those forms may be available for viewing on the [Department of State](#) website before they are available here.

Once we have logged in a Form 6, the status will contain the date received and the message "Form Available Soon!" When the Form 6 becomes available online, the Filing Requirement Fulfilled status will have a link to "View Form."

Your Search for "Portofino Springs Community Development District - Board of Supervisors" returned the following results:

Coordinator: **Narrow results to a particular suborg:**
Rich Hans
• [All Suborganizations](#)
• [Board of Supervisors](#)
• [Employees](#)

Governmental Management Services
5385 N. Nob Hill Rd
Sunrise, FL, 33351
(954) 721-8681
rhans@gmssf.com

Filer ID	Form Year	Full Name	Organizations	Statutory Filing Requirement	Filing Requirement Fulfilled	Filing History
255592	2016	Castillo, Kyle	• Portofino Springs Community Development District-Board of Supervisors	Form 1 with Collier County SOE	📅 05/16/2017	View Filing History
251387	2016	Demare, Carol	• Portofino Springs Community Development District-Board of Supervisors	Form 1 with Broward County SOE	📅 07/03/2017	View Filing History
260174	2016	San Jose, Jordan	• Portofino Springs Community Development District-Board of Supervisors	Form 1 with Lee County SOE	📄 Form Receipt Not Recorded	View Filing History
251388	2016	San Jose, Tirso	• Portofino Springs Community Development District-Board of Supervisors	Form 1 with Broward County SOE	📄 Form Receipt Not Recorded	View Filing History
251386	2016	Sugranes, Oscar	• Portofino Springs Community Development District-Board of Supervisors	Form 1 with Miami-Dade County SOE	📄 Form Receipt Not Recorded	View Filing History

[Search Again](#)

General Information about Filing Financial Disclosure

- [Brochure: A Guide to the Sunshine Amendment and Code of Ethics \(PDF\)](#)
- [Financial Disclosure Laws](#)
- [The Commission on Ethics Rules on Financial Disclosure](#)
- [Forms and Detailed Instructions](#)

For assistance with financial disclosure, you may wish to contact the Commission's Financial Disclosure Coordinator, Kimberly Holmes, at disclosure@leg.state.fl.us or (850) 488-7864. Address correspondence to P.O. Drawer 15709 Tallahassee, FL 32317-5709.

Under Florida law, e-mail addresses are public records. If you do not want your e-mail address released in response to a public-records request, do not send electronic mail to this entity. Instead, contact this office by phone or in writing.

**Portofino Springs
Community Development District**

Check Register Summary

4/1/2017 - 7/31/2017

<i>Check Date</i>	<i>Check #'s</i>	<i>Total Amount</i>
5/25/2017	286-289	\$ 11,914.99
6/7/2017	290-291	\$ 5,947.50
7/26/2017	292-295	\$ 4,877.44
<i>Total</i>		\$ 22,739.93

*** CHECK DATES 04/01/2017 - 07/31/2017 ***
 PORTOFINO SPRINGS - GF
 BANK A PORT SPRINGS - GF

CHECK DATE	VEND#	INVOICE DATE	INVOICE	EXPENSED TO YRMO DPT ACCT# SUB	VENDOR NAME	STATUS	AMOUNT	CHECK AMOUNT	CHECK #
5/25/17	00004	3/31/17	140702	201703 310-51300-31500		*	500.00		
			MAR 17 - LEGAL SERVICES						
		4/30/17	141361	201704 310-51300-31500		*	503.30		
			APR 17 - LEGAL SERVICES						
BILLING, COCHRAN, LYLES, MAURO &								1,003.30	000286
5/25/17	00001	4/03/17	128	201704 310-51300-34000		*	1,750.00		
			APR 17-MGMT FEES						
		4/03/17	128	201704 310-51300-35100		*	41.67		
			APR 17-COMPUTER TIME						
		4/03/17	128	201704 310-51300-31300		*	208.33		
			APR 17-DISSEMINATION SVCS						
		4/03/17	128	201704 310-51300-35110		*	41.67		
			APR 17-WEBSITE ADMIN						
		5/01/17	129	201705 310-51300-34000		*	1,750.00		
			MAY 17-MGMT FEES						
		5/01/17	129	201705 310-51300-35100		*	41.67		
			MAY 17-COMPUTER TIME						
		5/01/17	129	201705 310-51300-31300		*	208.33		
			MAY 17-DISSEMINATION SVCS						
		5/01/17	129	201705 310-51300-35110		*	41.67		
			MAY 17-WEBSITE ADMIN						
		5/01/17	129	201705 310-51300-51000		*	5.00		
			MAY 17-OFFICE SUPPLIES						
		5/01/17	129	201705 310-51300-42000		*	.92		
			MAY 17-POSTAGE						
		5/01/17	129	201705 310-51300-42500		*	31.80		
			MAY 17-COPIES						
GMS-SF, LLC								4,121.06	000287
5/25/17	00017	5/25/17	05252017	201705 300-20700-10100		*	3,290.63		
			TXFER OF TAX RCPTS						
PORTOFINO SPRINGS CDD C/O REGIONS								3,290.63	000288
5/25/17	00012	4/27/17	55265	201704 310-51300-32400		*	3,500.00		
			FY 2017 TRUSTEE FEES						
REGIONS BANK								3,500.00	000289
6/07/17	00001	6/01/17	130	201706 310-51300-34000		*	1,750.00		
			MANAGEMENT FEES						
		6/01/17	130	201706 310-51300-35100		*	41.67		
			COMPUTER TIME						
		6/01/17	130	201706 310-51300-31300		*	208.33		
			DISSEMINATION						
		6/01/17	130	201706 310-51300-35110		*	41.67		
			WEBSITE ADMIN						

PSPR PORT SPRINGS MPHILLIPS

*** CHECK DATES 04/01/2017 - 07/31/2017 ***
 PORTOFINO SPRINGS - GF
 BANK A PORT SPRINGS - GF

CHECK DATE	VEND#	INVOICE DATE	INVOICE	EXPENSED TO YRMO	DPT	ACCT#	SUB	SUBCLASS	VENDOR NAME	STATUS	AMOUNT	CHECK AMOUNT	CHECK #
6/01/17		130		201706	310	51300	42000			*	1.40		
			POSTAGE										
6/01/17		130		201706	310	51300	42500			*	1.20		
			COPIES										
6/01/17		130		201706	310	51300	41000			*	3.23		
			TELEPHONE										
GMS-SF, LLC											2,047.50	000290	
6/07/17	00020	5/24/17	34732	201705	310	51300	32200			*	3,900.00		
			AUDIT 09/30/2016										
MCDIRMIT DAVIS											3,900.00	000291	
7/26/17	00004	5/31/17	142187	201705	310	51300	31500			*	500.60		
			MAY 17-LEGAL SERVICES										
6/30/17		142912		201706	310	51300	31500			*	500.00		
			JUN 17 - GENERAL COUNSEL										
BILLING, COCHRAN, LYLES, MAURO &											1,000.60	000292	
7/26/17	00001	7/03/17	131	201707	310	51300	34000			*	1,750.00		
			MANAGEMENT FEES										
7/03/17		131		201707	310	51300	35100			*	41.67		
			COMPUTER TIME										
7/03/17		131		201707	310	51300	31300			*	208.33		
			DISSEMINATION										
7/03/17		131		201707	310	51300	35110			*	41.67		
			WEBSITE ADMIN										
7/03/17		131		201707	310	51300	42000			*	1.38		
			POSTAGE										
7/03/17		131		201707	310	51300	42500			*	.30		
			COPIES										
GMS-SF, LLC											2,043.35	000293	
7/26/17	00014	7/18/17	1577339	201707	310	51300	48000			*	344.40		
			NOTICE OF HEARING										
NAPLES DAILY NEWS											344.40	000294	
7/26/17	00017	7/26/17	07262017	201707	300	20700	10100			*	1,489.09		
			TAX COLLECTIONS										
PORTOFINO SPRINGS CDD C/O REGIONS											1,489.09	000295	
TOTAL FOR BANK A											22,739.93		
TOTAL FOR REGISTER											22,739.93		

Portofino Springs
 Community Development District
 Tax Collections - Lee County
 For the year ending September 30, 2017

							\$143,697.58	\$57,274.42	\$ 200,972.00
<i>Date Received</i>	<i>Gross Tax Received</i>	<i>Discounts/ Penalties</i>	<i>Commissions</i>	<i>Interest</i>	<i>Property Appraiser</i>	<i>Net Amount Received</i>	<i>Debt Service Fund 71.50%</i>	<i>General Fund 28.50%</i>	<i>Total 100.00%</i>
11/18/2016	\$ 12,871.03	\$ 514.86	\$ 142.10	\$ -	\$ -	\$ 12,214.07	\$ 8,733.22	\$ 3,480.85	\$ 12,214.07
12/16/2016	\$ 95,815.99	\$ 3,832.80	\$ 142.10	\$ -	\$ -	\$ 91,841.09	\$ 65,667.57	\$ 26,173.52	\$ 91,841.09
12/30/2016	\$ 79,776.10	\$ 3,171.82	\$ -	\$ -	\$ -	\$ 76,604.28	\$ 54,773.05	\$ 21,831.23	\$ 76,604.28
1/17/2017	\$ 4,964.32	\$ 159.04	\$ -	\$ -	\$ -	\$ 4,805.28	\$ 3,435.84	\$ 1,369.44	\$ 4,805.28
2/15/2017	\$ 920.44	\$ 27.61	\$ -	\$ -	\$ -	\$ 892.83	\$ 638.39	\$ 254.44	\$ 892.83
4/14/2017	\$ 4,602.20	\$ -	\$ -	\$ -	\$ -	\$ 4,602.20	\$ 3,290.63	\$ 1,311.57	\$ 4,602.20
5/15/2017	\$ 2,021.94	\$ 60.66	\$ -	\$ -	\$ -	\$ 2,082.60	\$ 1,489.09	\$ 593.51	\$ 2,082.60
TOTALS	\$ 200,972.02	\$ 7,766.79	\$ 284.20	\$ -	\$ -	\$ 193,042.35	\$ 138,027.78	\$ 55,014.57	\$ 193,042.35
<i>Percent Collected</i>		<i>100%</i>							

Portofino Springs
COMMUNITY DEVELOPMENT DISTRICT
BALANCE SHEET
June 30, 2017

	<u>Major Funds</u>		<u>Non-Major Fund</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	
ASSETS:				
Cash	\$29,770	---	---	\$29,770
Reserve A	---	\$20,905	---	\$20,905
Revenue	---	\$55,978	---	\$55,978
Construction	---	---	\$3	\$3
Due from General Fund	---	\$1,489	---	\$1,489
TOTAL ASSETS	<u>\$29,770</u>	<u>\$78,373</u>	<u>\$3</u>	<u>\$108,146</u>
LIABILITIES:				
Accounts Payable	\$1,001	---	---	\$1,001
Due to Debt Service	\$1,489	---	---	\$1,489
FUND BALANCES:				
Restricted for Debt Service	---	\$78,373	---	\$78,373
Restricted for Capital Projects	---	---	\$3	\$3
Unassigned	\$27,280	---	---	\$27,280
TOTAL LIABILITIES & FUND EQUITY & OTHER CREDITS	<u>\$29,770</u>	<u>\$78,373</u>	<u>\$3</u>	<u>\$108,146</u>

Portofino Springs
COMMUNITY DEVELOPMENT DISTRICT

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance
For The Period Ending June 30, 2017

<u>Description</u>	<u>ADOPTED BUDGET</u>	<u>PRORATED BUDGET THRU 6/30/2017</u>	<u>ACTUAL THRU 6/30/2017</u>	<u>VARIANCE</u>
Revenue				
Assessments On Roll	\$44,025	\$44,025	\$55,015	\$10,990
Assessments Direct	\$9,813	\$9,813	\$0	(\$9,813)
Unassigned Fund Balance	\$5,711	\$0	\$0	\$0
Total Revenue	\$59,549	\$53,838	\$55,015	\$1,177
Expenditures				
Administrative				
Engineering	\$1,000	\$750	\$0	\$750
Dissemination	\$2,500	\$1,875	\$1,875	\$0
Attorneys Fees	\$10,000	\$7,500	\$4,499	\$3,001
Auditing	\$3,900	\$3,900	\$3,900	\$0
Trustee Fees	\$3,500	\$3,500	\$3,500	\$0
Management Fees	\$21,000	\$15,750	\$15,750	\$0
Computer Time	\$500	\$375	\$396	(\$21)
Website Compliance	\$500	\$375	\$375	(\$0)
Postage	\$100	\$75	\$43	\$32
Printing & Binding	\$200	\$150	\$51	\$99
Insurance	\$6,515	\$6,515	\$6,042	\$473
Legal Advertising	\$3,000	\$2,250	\$0	\$2,250
Other Current Charges	\$250	\$188	\$453	(\$265)
Office Supplies	\$25	\$19	\$8	\$11
Dues, Licenses & Subscriptions	\$175	\$175	\$175	\$0
1st Quarter Operating	\$6,384	\$4,788	\$0	\$4,788
Total Expenditures	\$59,549	\$48,184	\$37,067	\$11,117
Excess Revenues/Expenditures	\$0		\$17,948	
Fund Balance - Beginning			\$9,332	
Fund Balance - Ending			\$27,280	

Portofino Springs
COMMUNITY DEVELOPMENT DISTRICT

DEBT SERVICE FUND

Statement of Revenues, Expenditures and Changes in Fund Balance

For The Period Ending June 30, 2017

ADOPTED BUDGET	PRORATED THRU 6/30/2017	ACTUAL THRU 6/30/2017	VARIANCE
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REVENUES:

Special Assessments - On Roll	\$99,600	\$99,600	\$138,028	\$38,428
Special Assessments - Direct	\$40,350	\$14,138	\$14,138	\$0
Interest Income	\$0	\$0	\$318	\$318
TOTAL REVENUES	\$139,950	\$113,738	\$152,484	\$38,746

EXPENDITURES:

Series 2007A

Interest - 11/1	\$48,125	\$48,125	\$48,125	\$0
Interest - 5/1	\$48,125	\$48,125	\$48,125	\$0
Principal - 5/1	\$40,000	\$40,000	\$40,000	\$0
TOTAL EXPENDITURES	\$136,250	\$136,250	\$136,250	\$0

EXCESS REVENUES (EXPENDITURES)	\$3,700		\$16,234	
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FUND BALANCE - Beginning	\$46,868		\$62,139	
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FUND BALANCE - Ending	<u>\$50,568</u>		<u>\$78,373</u>	
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Portofino Springs

COMMUNITY DEVELOPMENT DISTRICT CAPITAL PROJECTS FUND

Statement of Revenues, Expenditures and Changes in Fund Balance
For The Period Ending June 30, 2017

	ADOPTED BUDGET	PRORATED THRU 6/30/2017	ACTUAL THRU 6/30/2017	VARIANCE
<u>REVENUES:</u>				
Interest Income	\$0	\$0	\$0	\$0
TOTAL REVENUES	\$0	\$0	\$0	\$0
<u>EXPENDITURES:</u>				
Capital Outlay	\$0	\$0	\$0	\$0
TOTAL EXPENDITURES	\$0	\$0	\$0	\$0
EXCESS REVENUES (EXPENDITURES)			\$0	
FUND BALANCE - Beginning			\$3	
FUND BALANCE - Ending			\$3	