

**Anthem Park Community  
Development District**

**ANNUAL FINANCIAL REPORT**

**September 30, 2014**

**Anthem Park Community Development District**

**ANNUAL FINANCIAL REPORT**

Fiscal Year Ended September 30, 2014

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## REPORT OF INDEPENDENT AUDITORS

To the Board of Supervisors  
Anthem Park Community Development District  
Osceola County, Florida

### Report on the Financial Statements

We have audited the accompanying basic financial statements of Anthem Park Community Development District as of and for the year ended September 30, 2014, as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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



To the Board of Supervisors  
Anthem Park Community Development District

## **Opinion**

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, and each major fund of Anthem Park Community Development District as of September 30, 2014, and the respective changes in financial position and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Management's Discussion and Analysis*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis 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, economical 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 principally 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 the 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 April 24, 2015 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations and contracts.

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 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 Anthem Park Community Development District's internal control over financial reporting and compliance.

*Berger, Toombs, Elam,  
Gaines & Frank*

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

April 24, 2015

**Anthem Park Community Development District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2014**

Management's discussion and analysis of Anthem Park Community Development District (the "District") financial performance provides an objective and easily readable analysis of the District's financial activities. The analysis provides summary financial information for the District and should be read in conjunction with the District's financial statements.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The District's basic financial statements comprise three components; 1) *Government-wide financial statements*, 2) *Fund financial statements*, and 3) *Notes to financial statements*. The *Government-wide financial statements* present an overall picture of the District's financial position and results of operations. The *Fund financial statements* present financial information for the District's major funds. The *Notes to financial statements* provide additional information concerning the District's finances.

The *Government-wide financial statements* are the **statement of net position** and the **statement of activities**. These statements use accounting methods similar to those used by private-sector companies. Emphasis is placed on the net position of governmental activities and the change in net position. Governmental activities are primarily supported by special assessments.

The **statement of net position** presents information on all assets and liabilities of the District, with the difference between assets and liabilities reported as net position. Net position are reported in three categories; 1) net investment in capital assets, 2) restricted, and 3) unrestricted. Assets, liabilities, and net position are reported for all Governmental activities.

The **statement of activities** presents information on all revenues and expenses of the District and the change in net position. Expenses are reported by major function and program revenues relating to those functions are reported, providing the net cost of all functions provided by the District. To assist in understanding the District's operations, expenses have been reported as governmental activities. Governmental activities financed by the District include general government, physical environment and debt service.

*Fund financial statements* present financial information for governmental funds. These statements provide financial information for the major funds of the District. Governmental fund financial statements provide information on the current assets and liabilities of the funds, changes in current financial resources (revenues and expenditures), and current available resources.

**Anthem Park Community Development District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2014**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

*Fund financial statements* include a **balance sheet** and a **statement of revenues, expenditures and changes in fund balances** for all governmental funds. A **statement of revenues, expenditures, and changes in fund balances – budget and actual** is provided for the District's General Fund. *Fund financial statements* provide more detailed information about the District's activities. Individual funds are established by the District to track revenues that are restricted to certain uses or to comply with legal requirements.

The *government-wide financial statements* and the *fund financial statements* provide different pictures of the District. The *government-wide financial statements* provide an overall picture of the District's financial standing. These statements are comparable to private-sector companies and give a good understanding of the District's overall financial health and how the District paid for the various activities, or functions, provided by the District. All assets of the District, including land, buildings and improvements, and infrastructure are reported in the **statement of net position**. All liabilities, including principal outstanding on bonds are included. The **statement of activities** includes depreciation on all long lived assets of the District, but transactions between the different functions of the District have been eliminated in order to avoid "doubling up" the revenues and expenses. The *fund financial statements* provide a picture of the major funds of the District. In the case of governmental activities, outlays for long lived assets are reported as expenditures and long-term liabilities, such as general obligation bonds, are not included in the fund financial statements. To provide a link from the *fund financial statements* to the *government-wide financial statements*, a reconciliation is provided from the *fund financial statements* to the *government-wide financial statements*.

*Notes to financial statements* provide additional detail concerning the financial activities and financial balances of the District. Additional information about the accounting practices of the District, investments of the District, capital assets and long-term debt are some of the items included in the *notes to financial statements*.

**Financial Highlights**

The following are the highlights of financial activity for the year ended September 30, 2014.

- ◆ The District's total assets were exceeded by total liabilities by \$(1,738,700) (net position). Unrestricted net position for Governmental Activities were \$(247,998), Net investment in capital assets were \$(1,490,702).
- ◆ Governmental activities revenues and gain on debt extinguishment totaled \$5,068,285 while governmental activities expenses totaled \$1,464,514.

**Anthem Park Community Development District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2014**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Financial Analysis of the District**

The following schedule provides a summary of the assets, liabilities and net position of the District and is presented by category for comparison purposes.

**Net Position**

	<b>Governmental Activities</b>	
	<b>2014</b>	<b>2013</b>
Current assets	\$ 644,860	\$ 453,735
Restricted assets	466,651	347,742
Other assets	-	-
Capital assets	6,524,261	6,696,089
Total Assets	7,635,772	7,497,566
Current liabilities	540,676	595,155
Non-current liabilities	8,833,796	12,244,882
Total Liabilities	9,374,472	12,840,037
Net investment in capital assets	(1,490,702)	(1,278,333)
Net position - unrestricted	(247,998)	(4,064,138)
Total Net Position	\$ (1,738,700)	\$ (5,342,471)

The increase in restricted assets is primarily due to the sale of real estate.

The decrease in liabilities and increase in unrestricted net position is due to the extinguishment of debt that occurred during the fiscal year.

**Anthem Park Community Development District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2014**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Financial Analysis of the District (Continued)**

The following schedule provides a summary of the changes in net position of the District and is presented by category for comparison purposes.

**Change In Net Position**

Program Revenues		
Charges for services	\$ 2,074,120	\$ 1,281,202
General Revenues		
Investment earnings	(835)	2,246
Total Revenues	<u>2,073,285</u>	<u>1,283,448</u>
Gain on debt extinguishment	<u>2,995,000</u>	<u>-</u>
Expenses		
General government	197,384	225,405
Physical environment	717,423	705,304
Interest on long-term debt	549,707	739,604
Total Expenses	<u>1,464,514</u>	<u>1,670,313</u>
Change in Net Position	3,603,771	(386,865)
Net Position - Beginning of Year	<u>(5,342,471)</u>	<u>(4,955,606)</u>
Net Position - End of Year	<u>\$ (1,738,700)</u>	<u>\$ (5,342,471)</u>

The decrease in general government expenses was related to a decrease in legal fees.

The decrease in interest expense was the result of the debt extinguishment.

The increase in net position is directly related to the gain on debt extinguishment.



**Anthem Park Community Development District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2014**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Capital Assets Activity**

The following schedule provides a summary of the District's capital assets as of September 30, 2014 and 2013.

<u>Description</u>	<u>Governmental Activities</u>	
	<u>2014</u>	<u>2013</u>
Land	\$ 1,991,917	\$ 1,991,917
Construction in progress	11,285	3,496
Infrastructure	6,011,761	5,979,009
Accumulated depreciation	<u>(1,490,702)</u>	<u>(1,278,333)</u>
Total Capital Assets (Net)	<u>\$ 6,524,261</u>	<u>\$ 6,696,089</u>

The activity for the year consisted of additions to infrastructure, \$32,752, and construction in progress, \$7,789, and \$212,369 in depreciation.

**General Fund Budgetary Highlights**

Actual governmental expenditures were less than final budgeted amounts primarily due to the capital reserves budgeted amount was greater than capital outlay..

**Debt Management**

Governmental Activities debt includes the following:

- ◆ In December 2004, the District issued \$14,700,000 Series 2004 Capital Improvement Revenue Bonds. These bonds were issued to finance the acquisition and construction of certain improvements for the District. The balance outstanding at September 30, 2014 was \$9,115,000.

Pursuant to a sales transaction dated May 16, 2014, Tracts known as G&M were sold to a buyer free and clear of any special bond assessments; assessments which previously secured the bond. The Trustee was instructed by the bondholders to utilize a portion of the net proceeds from the sales transaction, (\$210,000), to effect a purchase in lieu of redemption of \$3,205,000 principal amounts of bonds held, which is commensurate with the total principal amount of special assessments debt that had been previously levied by the District on Tracts G&M. The transaction was successfully completed and the amount of delinquent special assessment debt has now been extinguished as a result of the transaction.

**Anthem Park Community Development District  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended September 30, 2014**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Economic Factors and Next Year's Budget**

Anthem Park Community Development District has resolved the delinquent special assessment issue and expects that revenues collected will be adequate to cover expenditures in fiscal year 2014/15.

**Request for Information**

The financial report is designed to provide a general overview of Anthem Park Community Development District's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Anthem Park Community Development District, Development Planning & Finance Group, 1060 Maitland Center Commons Blvd., Suite 340, Maitland, FL 32751.

**Anthem Park Community Development District**  
**STATEMENT OF NET POSITION**  
**September 30, 2014**

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Current Assets	
Cash	\$ 558,912
Investments	36,829
Accounts receivable	10,453
Assessments receivable	37,076
Prepaid items	1,350
Deposits	240
Total Current Assets	644,860
Non-current Assets	
Restricted assets	
Investments	466,651
Capital assets, not being depreciated	
Land	1,991,917
Construction in progress	11,285
Capital assets, being depreciated	
Infrastructure	6,011,761
Less: accumulated depreciation	(1,490,702)
Total Non-current Assets	6,990,912
Total Assets	7,635,772
<b>LIABILITIES</b>	
Current Liabilities	
Accounts payable and accrued expenses	26,901
Accrued interest	303,775
Bonds payable - current portion	210,000
Total Current Liabilities	540,676
Non-current liabilities	
Bonds payable	8,833,796
Total Liabilities	9,374,472
<b>NET POSITION</b>	
Net investment in capital assets	(1,490,702)
Unrestricted	(247,998)
Total Net Position	\$ (1,738,700)

See accompanying notes.

**Anthem Park Community Development District  
STATEMENT OF ACTIVITIES  
For the Year Ended September 30, 2014**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues Charges for Services</u>	<u>Net (Expense) Revenues and Changes in Net Position Governmental Activities</u>
Governmental Activities			
General government	\$ (197,384)	\$ 186,808	\$ (10,576)
Physical environment	(717,423)	662,316	(55,107)
Interest on long-term debt	(549,707)	1,224,996	675,289
Total Governmental Activities	<u>\$ (1,464,514)</u>	<u>\$ 2,074,120</u>	<u>609,606</u>
	<b>General revenues:</b>		
			(835)
			2,995,000
			<u>3,603,771</u>
			Change in Net Position
			3,603,771
			Net Position - October 1, 2013
			<u>(5,342,471)</u>
			Net Position - September 30, 2014
			<u>\$ (1,738,700)</u>

See accompanying notes.

**Anthem Park Community Development District  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
September 30, 2014**

ASSETS	<u>General</u>	<u>2004 Debt Service</u>	<u>2004 Capital Projects</u>	<u>Total Governmental Funds</u>
Cash	\$ 558,912	\$ -	\$ -	\$ 558,912
Investments, at fair value	36,829	-	-	36,829
Accounts receivable	3,085	7,365	3	10,453
Assessments receivable	37,076	-	-	37,076
Prepaid items	1,350	-	-	1,350
Deposits	240	-	-	240
Restricted assets				
Investments, at fair value	-	421,189	45,462	466,651
Total Assets	<u>\$ 637,492</u>	<u>\$428,554</u>	<u>\$ 45,465</u>	<u>\$ 1,111,511</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable and accrued expenses	<u>\$ 26,901</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,901</u>
FUND BALANCES				
Nonspendable				
Prepays	1,350	-	-	1,350
Deposits	240	-	-	240
Restricted				
Debt service	-	428,554	-	428,554
Capital projects	-	-	45,465	45,465
Unassigned	<u>609,001</u>	<u>-</u>	<u>-</u>	<u>609,001</u>
Total Fund Balances	<u>610,591</u>	<u>428,554</u>	<u>45,465</u>	<u>1,084,610</u>
Total Liabilities and Fund Balances	<u>\$ 637,492</u>	<u>\$428,554</u>	<u>\$ 45,465</u>	<u>\$ 1,111,511</u>

See accompanying notes.

**Anthem Park Community Development District**  
**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES**  
**TO NET POSITION OF GOVERNMENTAL ACTIVITIES**  
**September 30, 2014**

Total Governmental Fund Balances	\$	1,084,610
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets consisting of land, \$1,991,917, construction in progress, \$11,285, and infrastructure, \$6,011,761, net of accumulated depreciation, \$(1,490,702), used in governmental activities are not financial resources and therefore, are not reported in the funds.		6,524,261
Long-term liabilities, including bonds payable, \$(9,115,000), net of bond discount, \$71,204, are not due and payable in the current period and therefore, are not reported in the funds.		(9,043,796)
Accrued interest expense for long-term debt is not a financial use, and therefore, is not reported in the funds.		<u>(303,775)</u>
Net Position of Governmental Activities	\$	<u><u>(1,738,700)</u></u>

*See accompanying notes.*

**Anthem Park Community Development District**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**For the Year Ended September 30, 2014**

	General	2005 Debt Service	2005 Capital Projects	Totals Governmental Funds
Revenues				
Special assessments	\$ 849,124	\$ 1,224,996	\$ -	\$ 2,074,120
Investment earnings	(1,036)	177	24	(835)
Total Revenues	<u>848,088</u>	<u>1,225,173</u>	<u>24</u>	<u>2,073,285</u>
Expenditures				
Current				
General government	137,340	60,044	-	197,384
Physical environment	503,554	-	1,500	505,054
Capital outlay	32,752	-	7,789	40,541
Debt service				
Principal	-	485,000	-	485,000
Interest	-	546,397	-	546,397
Total Expenditures	<u>673,646</u>	<u>1,091,441</u>	<u>9,289</u>	<u>1,774,376</u>
Excess revenues over/(under) expenditures	174,442	133,732	(9,265)	298,909
Other financing sources/(uses)				
Transfers in	-	70,000	5,776	75,776
Transfers out	(5,776)	-	(70,000)	(75,776)
Total Other Financing Sources/(Uses)	<u>(5,776)</u>	<u>70,000</u>	<u>(64,224)</u>	<u>-</u>
Net change in fund balances	168,666	203,732	(73,489)	298,909
Fund Balances - October 1, 2013	<u>441,925</u>	<u>224,822</u>	<u>118,954</u>	<u>785,701</u>
Fund Balances - September 30, 2014	<u>\$ 610,591</u>	<u>\$ 428,554</u>	<u>\$ 45,465</u>	<u>\$ 1,084,610</u>

See accompanying notes.

**Anthem Park Community Development District**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended September 30, 2014**

Net Change in Fund Balances - Total Governmental Funds	\$	298,909
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation and amortization expense. This is the amount that depreciation \$(212,369), exceeded capital outlay expenditures, \$40,541, in the current period.		(171,828)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets		485,000
Certain bonds payable were surrendered and a gain on debt extinguishment was recognized.		2,995,000
Governmental funds report bond discounts as expenditures. However, in the Statement of Activities, the cost is allocated based on an effective interest rate as amortization expense. This is the amount of amortization expense in the current year.		(3,914)
In the statement of activities, interest is accrued on outstanding bonds; whereas in governmental funds, interest expenditures are reported when due. This is the net amount between the prior year and the current year accruals.		604
Change in Net Position of Governmental Activities	<u>\$</u>	<u>3,603,771</u>



**Anthem Park Community Development District  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND**

**For the Year Ended September 30, 2014**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues				
Special assessments	\$ 639,831	\$ 639,831	\$ 849,124	\$ 209,293
Investment earnings	-	-	(1,036)	(1,036)
Total Revenues	<u>639,831</u>	<u>639,831</u>	<u>848,088</u>	<u>208,257</u>
Expenditures				
Current				
General government	128,473	128,473	137,340	(8,867)
Physical environment	467,210	467,210	503,554	(36,344)
Capital outlay	112,000	112,000	32,752	79,248
Total Expenditures	<u>707,683</u>	<u>707,683</u>	<u>673,646</u>	<u>34,037</u>
Excess revenues over/(under) expenditures	(67,852)	(67,852)	174,442	242,294
Other financing sources/(uses)				
Transfer out	-	-	(5,776)	(5,776)
Net change in fund balances	(67,852)	(67,852)	168,666	236,518
Fund Balances - October 1, 2013	<u>67,852</u>	<u>67,852</u>	<u>441,925</u>	<u>374,073</u>
Fund Balances - September 30, 2014	<u>\$ -</u>	<u>\$ -</u>	<u>\$610,591</u>	<u>\$ 610,591</u>

See accompanying notes.

**Anthem Park Community Development District**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2014**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of Anthem Park Community Development District (the District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District's more significant accounting policies are described below.

**1. Reporting Entity**

The District was established on June 24, 2004 by an ordinance of the City Council of St. Cloud, Florida, under the Uniform Community Development District Act of 1980, Chapter 190, Florida Statutes, as amended (the "Act"), as a Community Development District. The District was established for the purposes of financing and managing the acquisition, construction, maintenance and operation of the infrastructure necessary for community development within its jurisdiction. The District is governed by a five-member Board of Supervisors, who are elected for terms of four years. The District operates within the criteria established by Chapter 190. The Board has the responsibility for assessing and levying assessments, approving budgets, exercising control over facilities and properties, controlling the use of funds generated by the District, approving the hiring and firing of key personnel, and financing improvements.

The reporting entity for the District includes all functions of government in which the District's Board exercises oversight responsibility. Oversight responsibility includes, but is not limited to, financial interdependency, designation of management, significant ability to influence operations and accountability for fiscal matters. As required by GAAP, these financial statements present the Anthem Park Community Development District (the primary government) as a stand-alone government.

Based upon the application of the above-mentioned criteria as set forth by the Governmental Accounting Standards Board, the District has identified no component units.

**2. Measurement Focus and Basis of Accounting**

The basic financial statements of the District are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to financial statements

**Anthem Park Community Development District**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2014**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**2. Measurement Focus and Basis of Accounting (Continued)**

**a. Government-wide Financial Statements**

Government-wide financial statements report all non-fiduciary information about the reporting government as a whole. These statements include the governmental activities of the primary government. The effect of interfund activity has been removed from these statements.

Governmental activities are supported by special assessments, developer assessments and interest. Program revenues include charges for services, and payments made by parties outside of the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

Amounts paid to acquire capital assets are capitalized as assets, rather than reported as an expenditure. Proceeds of long-term debt are recorded as liabilities in the government-wide financial statements, rather than as an other financing source.

Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as an expenditure.

**b. Fund Financial Statements**

The underlying accounting system of the District is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Fund financial statements for the primary government's governmental funds are presented after the government-wide financial statements. These statements display information about major funds individually.

**Anthem Park Community Development District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2014**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**2. Measurement Focus and Basis of Accounting (Continued)**

**b. Fund Financial Statements (Continued)**

**Governmental Funds**

The District has implemented the Governmental Accounting Standards Board Statement 54 – Fund Balance Reporting and Governmental Fund Type Definitions. The Statement requires the fund balance for governmental funds to be reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

The District has various policies governing the fund balance classifications.

**Nonspendable Fund Balance** – This classification consists of amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact.

**Restricted Fund Balance** – This classification includes amounts that can be spent only for specific purposes stipulated by the state constitution, external resource providers, or through enabling legislation.

**Assigned Fund Balance** – This classification consists of the Board of Supervisors' intent to be used for specific purposes, but are neither restricted nor committed. The assigned fund balances can also be assigned by the District's management company.

**Unassigned Fund Balance** – This classification is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications. Unassigned fund balance is considered to be utilized first when expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

**Fund Balance Spending Hierarchy** - For all governmental funds except special revenue funds, when restricted, committed, assigned, and unassigned fund balances are combined in a fund, qualified expenditures are paid first from restricted or committed fund balance, as appropriate, then assigned and finally unassigned fund balances.

**Anthem Park Community Development District**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2014**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**2. Measurement Focus and Basis of Accounting (Continued)**

**b. Fund Financial Statements (Continued)**

**Governmental Funds (Continued)**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collected within the current period or soon 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 generally are recorded when a liability is incurred, as under accrual accounting. Interest associated with the current fiscal period is considered to be an accrual item and so has been recognized as revenue of the current fiscal period.

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of “available spendable resources”. Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during a period.

Because of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by non-current liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. The proceeds of long-term debt are recorded as an other financing source rather than as a fund liability.

Debt service expenditures are recorded only when payment is due.

**3. Basis of Presentation**

**a. Governmental Major Funds**

General Fund - The 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.

**Anthem Park Community Development District**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2014**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**3. Basis of Presentation (Continued)**

**a. Governmental Major Funds (Continued)**

2004 Debt Service Fund - Accounts for debt service requirements to retire certain capital improvement revenue bonds which were used to finance the construction of District infrastructure improvements and finance certain additional improvements. The bond series is secured by a pledge of debt service special assessment revenues in any fiscal year related to the improvements. A lien is placed on all benefited land in relationship to the debt outstanding.

2004 Capital Projects Fund - The Capital Project Fund accounts for construction of infrastructure improvements within the boundaries of the district, which is funded by bond proceeds of the 2004 Series Bond. A lien is placed on all benefited land in relationship to the debt outstanding.

**b. Non-current Governmental Assets/Liabilities**

GASB Statement 34 requires that non-current governmental assets, such as land and buildings, and non-current governmental liabilities, such as special assessment bonds, be reported in the governmental activities column in the government-wide statement of net position.

**4. Assets, Liabilities and Net Position or Equity**

**a. Cash and Investments**

Florida Statutes require state and local governmental units to deposit monies with financial institutions classified as "Qualified Public Depositories," a multiple financial institution pool whereby groups of securities pledged by the various financial institutions provide common collateral from their deposits of public funds. This pool is provided as additional insurance to the federal depository insurance and allows for additional assessments against the member institutions, providing full insurance for public deposits.

**Anthem Park Community Development District**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2014**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**4. Assets, Liabilities and Net Position or Equity (Continued)**

**a. Cash and Investments (Continued)**

The District is authorized to invest in those financial instruments as established by Section 218.415, Florida Statutes. The authorized investments consist of:

1. Direct obligations of the United States Treasury;
2. The Local Government Surplus Funds Trust or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperative Act of 1969;
3. Interest-bearing time deposits or savings accounts in authorized qualified public depositories;
4. Securities and Exchange Commission, registered money market funds with the highest credit quality rating from a nationally recognized rating agency.

Cash equivalents include time deposits and certificates of deposit with original maturities of three months or less and held in a qualified public depository as defined by Florida Statute 280.02.

**b. Restricted Assets**

Certain net position of the District are classified as restricted assets on the statement of net position because their use is limited either by law through constitutional provisions or enabling legislation; or by restrictions imposed externally by creditors. In a fund with both restricted and unrestricted assets, qualified expenses are considered to be paid first from restricted net position and then from unrestricted net position.

**c. Capital Assets**

Capital assets, which include land and infrastructure, are reported in the applicable governmental activities column.

The District defines capital assets as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. The valuation basis for all assets is historical cost.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

**Anthem Park Community Development District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2014**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**4. Assets, Liabilities and Net Position or Equity (Continued)**

**c. Capital Assets (Continued)**

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation of capital assets is computed and recorded by utilizing the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows:

Recreational Facilities	30 years
Stormwater	25 years

**d. Budgets**

Budgets are prepared and adopted after public hearings for the governmental funds, pursuant to Chapter 190 and Section 200.065, Florida Statutes. The District utilizes the same basis of accounting for budgets as it does for revenues and expenditures in its various funds. The legal level of budgetary control is at the fund level. All budgeted appropriations lapse at year end. Formal budgets are adopted for the general and debt service funds. As a result, deficits in the budget variance columns of the accompanying financial statements may occur.

**NOTE B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**1. Explanation of Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position**

“Total fund balances” of the District’s governmental funds (\$1,084,610) differs from “net position” of governmental activities (\$(1,738,700)) reported in the statement of net position. This difference primarily results from the long-term economic focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheet. The effect of the differences is illustrated below.



**Anthem Park Community Development District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2014**

**NOTE B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)**

**1. Explanation of Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position (Continued)**

**Capital related items**

When capital assets (property, plant and equipment that are to be used in governmental activities) are purchased or constructed, the cost of those assets is reported as expenditures in governmental funds. However, the statement of net position included those capital assets among the assets of the District as a whole.

Land	\$ 1,991,917
Construction in progress	11,285
Infrastructure	6,011,761
Accumulated depreciation	<u>(1,490,702)</u>
Total	<u>\$ 6,524,261</u>

**Long-term debt transactions**

Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities (both current and long-term) are reported in the statement of net position. Balances at September 30, 2014 were:

Bonds payable	\$ (9,115,000)
Bond discount, net	71,204
Total	<u>\$ (9,043,796)</u>

**Accrued interest**

Accrued liabilities in the statement of net position differ from the amount reported in governmental funds due to accrued interest on bonds.

Accrued interest on bonds payable	<u>\$ (303,775)</u>
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**Anthem Park Community Development District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2014**

**NOTE B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)**

**2. Explanation of Differences Between the Governmental Fund Operating Statements and the Statement of Activities**

The “net change in fund balances” for government funds (\$298,909) differs from the “change in net position” for governmental activities (\$3,603,771) reported in the statement of activities. The differences arise primarily from the long-term economic focus of the statement of activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

**Capital related items**

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation. As a result, fund balances decrease by the amount of financial resources expended, whereas net position decrease by the amount of depreciation expense charged for the year.

Depreciation	\$	(212,369)
Capital outlay		40,541
Total		<u><u>(171,828)</u></u>

**Long-term debt transactions**

Repayments of bond principal are reported as an expenditure in the governmental funds and, thus, have the effect of reducing fund balance because current financial resources have been used.

Debt principal payments	\$	485,000
Bond discount amortization		(3,914)
Total		<u><u>481,086</u></u>

Some expenses reported in the statement of activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.

Net change in accrued interest payable	\$	<u><u>604</u></u>
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Certain bonds were surrendered during the year and a gain on debt extinguishment was recognized.	\$	<u><u>2,995,000</u></u>
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**Anthem Park Community Development District  
 NOTES TO FINANCIAL STATEMENTS  
 September 30, 2014**

**NOTE C - CASH AND INVESTMENTS**

All deposits are held in qualified public depositories and are included on the accompanying balance sheet as cash and investments.

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a formal deposit policy for custodial credit risk, however, they follow the provisions of Chapter 280, Florida Statutes regarding deposits and investments. As of September 30, 2014, the District's bank balance was \$558,912 and the carrying value was \$558,447. Exposure to custodial credit risk was as follows. The District maintains all deposits in a qualified public depository in accordance with the provisions of Chapter 280, Florida Statutes, which means that all deposits are fully insured by Federal Depositors Insurance or collateralized under Chapter 280, Florida Statutes.

As of September 30, 2014, the District had the following investments and maturities:

Investment	Maturities	Fair Value
SBA Local Gov't Surplus Trust Fund		
Florida Prime	N/A	\$ 36,829
Managed Money Market Accounts	N/A	466,651
Total		\$ 503,480

Investments

The District's investment policy allows management to invest funds in investments permitted under Section 218.415, Florida Statutes. Among other investments, the policy allows the District to invest in the State Board of Administration Local Government Surplus Funds Trust Fund. Cash placed with the State Board of Administration represents the District's participation in the Local Government Surplus Funds Prime Fund and is reported at fair value. As a pool participant the District invests in pools of investments in which shares are owned in the pool rather than the underlying investments.

**Anthem Park Community Development District**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2014**

**NOTE C - CASH AND INVESTMENTS (CONTINUED)**

Interest Rate Risk

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

Credit Risk

The District's investments in treasury funds and government loans are limited by state statutory requirements and bond compliance. The District has no investment policy that would further limit its investment choices. As of September 30, 2014, the District's investments in Managed Money Market Accounts was rated AAAM by Standard & Poor's. The District has monies invested with the Local Government Surplus Funds Trust Fund (Fund), at September 30, 2014. This fund met the requirements of a "2a7- like pool" as defined in Government Accounting Standards Board, Statement 31.

Concentration of Credit Risk

The District places no limit on the amount it may invest in any one fund. The investments in Managed Money Markets are 93% of the District's total investments. The remaining investments in SBA Local Government Surplus funds are 7% of the District's total investments.

The types of deposits and investments and their level of risk exposure as of September 30, 2014 were typical of these items during the fiscal year then ended. The District considers any decline in fair value for certain investments to be temporary.

**NOTE D – SPECIAL ASSESSMENT REVENUES**

Special assessment revenues recognized for the 2013-2014 fiscal year were levied in October 2013. All taxes are due and payable on November 1 or as soon as the assessment roll is certified and delivered to the Tax Collector. Per Section 197.162, Florida Statutes discounts are allowed for early payment at the rate of 4% in November, 3% in December, 2% in January, and 1% in February. Taxes paid in March are without discount.

**Anthem Park Community Development District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2014**

**NOTE E – CAPITAL ASSETS**

Capital Asset activity for the year ended September 30, 2014 was as follows:

	<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
<u>Governmental Activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 1,991,917	\$ -	\$ -	\$ 1,991,917
Construction in progress	3,496	7,789	-	11,285
Total Capital Assets, Not Being Depreciated	1,995,413	7,789	-	2,003,202
Capital assets, being depreciated:				
Stormwater	1,796,520	-	-	1,796,520
Recreational Facilities	4,182,489	32,752	-	4,215,241
	<u>5,979,009</u>	<u>32,752</u>	<u>-</u>	<u>6,011,761</u>
Less accumulated depreciation for:				
Infrastructure	(1,278,333)	(212,369)	-	(1,490,702)
Total Capital Assets Depreciated, Net	<u>4,700,676</u>	<u>(179,617)</u>	<u>-</u>	<u>4,521,059</u>
Governmental Activities Capital Assets	<u>\$ 6,696,089</u>	<u>\$ (171,828)</u>	<u>\$ -</u>	<u>\$ 6,524,261</u>

Depreciation in the amount of \$212,369 was charged to physical environment.

**NOTE F - LONG-TERM DEBT**

The following is a summary of activity for long-term debt of the District for the year ended September 30, 2014:

Long-term debt at October 1, 2013	\$ 12,595,000
Principal payments	(485,000)
Extinguishment of debt	<u>(2,995,000)</u>
Long-term debt September 30, 2014	<u>\$ 9,115,000</u>
Long-term debt at September 30, 2014	
\$14,700,000 Series 2004 Capital Improvement Revenue Bonds due in annual principal installments beginning May 2007, maturing in May 2036. Interest at a rate of 5.80% is due May and November beginning May 2005.	\$ 9,115,000
Bond Discount, Net	<u>(71,204)</u>
Bonds Payable, Net	<u>\$ 9,043,796</u>

**Anthem Park Community Development District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2014**

**NOTE F - LONG-TERM DEBT (CONTINUED)**

The annual requirements to amortize the principal and interest of bonded debt outstanding as of September 30, 2014 are as follows:

Year Ending September 30,	Principal	Interest	Total
2015	\$ 210,000	\$ 264,335	\$ 474,335
2016	225,000	516,490	741,490
2017	235,000	503,440	738,440
2018	250,000	489,810	739,810
2019	265,000	475,310	740,310
2020-2024	1,585,000	2,126,570	3,711,570
2025-2029	2,125,000	1,608,050	3,733,050
2030-2034	2,840,000	913,210	3,753,210
2035-2036	1,380,000	120,930	1,500,930
Totals	<u>\$ 9,115,000</u>	<u>\$ 7,018,145</u>	<u>\$ 16,133,145</u>

Summary of Significant Bonds Resolution Terms and Covenants

The District levies special assessments pursuant to Section 190.022, Florida Statutes and the assessment rolls are approved by resolutions of the District Board. The collections are to be strictly accounted for and applied to the debt service of the bond series for which they were levied. The District covenants to levy special assessments in annual amounts adequate to provide for payment of principal and interest on the bonds. Payment of principal and interest is dependent on the money available in the debt service fund and the District's ability to collect special assessments levied.

The bonds are subject to extraordinary mandatory redemption prior to maturity, in whole on any date, or in part on an interest payment date, without premium, together with accrued interest to the redemption date if monies are available to retire the debt in accordance with the provisions of the indenture.

The bond resolution and the trust indenture provide for the establishment of certain accounts. The accounts include a construction, revenue, redemption, reserve, interest and prepayment account and are maintained by a trustee.

The bond indenture provides for Debt Service Reserve Funds, which shall be held by the Trustee separate and apart from all other funds. The following is a schedule of reserve requirements and balances in the reserve accounts at September 30, 2014:

	Reserve Balance	Reserve Requirement
Series 2004	<u>\$ 145,353</u>	<u>\$ 916,841</u>

**Anthem Park Community Development District  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2014**

**NOTE G - RISK MANAGEMENT**

The government is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the government carries commercial insurance.



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**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  
Anthem Park Community Development District  
Osceola County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Anthem Park Community Development District, as of and for the year ended September 30, 2014, and the related notes to the financial statements, and have issued our report thereon dated April 24, 2015.

**Internal Control Over Financial Reporting**

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

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 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 that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



Board of Supervisors  
Anthem Park Community Development District

### **Compliance and Other Matters**

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

### **Purpose of this Report**

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

*Berger, Toombs, Elam,  
Gaines & Frank*

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

April 24, 2015



# Berger, Toombs, Elam, Gaines & Frank

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## MANAGEMENT LETTER

To the Board of Supervisors  
Anthem Park Community Development District  
Osceola County, Florida

### Report on the Financial Statements

We have audited the financial statements of the Anthem Park Community Development District as of and for the year ended September 30, 2014, and have issued our report thereon dated April 24, 2015.

### Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and Chapter 10.550, Rules of the Florida Auditor General.

### Other Reports and Schedule

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and our Independent Auditor's Report on an examination conducted in accordance with AICPA Professionals Standards, Section 601 regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in that report, which is dated April 24, 2015, should be considered in conjunction with this Management Letter.

### Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we address in the Management Letter, if not already addressed in the auditor's report on compliance and internal controls, whether or not recommendations made in the preceding annual financial report have been followed. There were no recommendations made in the preceding audit report.

### Financial Condition

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

To the Board of Supervisors  
Anthem Park Community Development District

Pursuant to Sections 10.554(1)(i)5.c. and 10.556(8), Rules of the Auditor General, we applied financial conditions assessment procedures. It is management's responsibility to monitor the Anthem Park Community Development District's financial condition; our financial condition assessment was based in part on the representations made by management and the review of the financial information provided by the same.

### **Annual Financial Report**

Section 10.554(1)(i)5.b., Rules of the Auditor General, requires that we report the results of our determination as to whether the annual financial report for the Anthem Park Community Development District for the fiscal year ended September 30, 2014, 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, 2014. 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.

*Berger, Toombs, Elam,  
Gaines & Frank*

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

April 24, 2015



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**INDEPENDENT ACCOUNTANT'S REPORT/COMPLIANCE  
WITH SECTION 218.415, FLORIDA STATUTES**

To the Board of Supervisors  
Anthem Park Community Development District  
Osceola County, Florida

We have examined Anthem Park Community Development District's compliance with Section 218.415, Florida Statutes during the year ended September 30, 2014. Management is responsible for Anthem Park Community Development District's compliance with those requirements. Our responsibility is to express an opinion on Anthem Park Community Development 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, accordingly, included examining, on a test basis, evidence about Anthem Park Community Development 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 Anthem Park Community Development District's compliance with the specified requirements.

In our opinion, Anthem Park Community Development District complied, in all material respects, with the aforementioned requirements during the year ended September 30, 2014.

*Berger, Toombs, Elam,  
Gaines & Frank*

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

April 24, 2015