

*Reunion West Community
Development District*

Agenda

March 14, 2019

AGENDA

Reunion West

Community Development District

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Phone: 407-841-5524 – Fax: 407-839-1526

March 7, 2019

Board of Supervisors
Reunion West Community
Development District

Dear Board Members:

The special meeting of the Board of Supervisors of the Reunion West Community Development District will be held **Thursday, March 14, 2019 at 12:30 p.m. at the Heritage Crossing Community Center, 7715 Heritage Crossing Way, Reunion, FL.** Following is the advance agenda for the meeting:

1. Roll Call
2. Public Comment Period
3. Approval of the Minutes of the February 21, 2019 Meeting
4. Review and Acceptance of Draft Fiscal Year 2018 Audit Report
5. Staff Reports
 - A. Attorney
 - B. Engineer
 - C. District Manager's Report
 - i. Action Items List
 - ii. Approval of Check Register
 - iii. Balance Sheet and Income Statement
 - iv. Status of Direct Bill Assessments
6. Other Business
7. Supervisor's Requests
8. Next Meeting Date
9. Adjournment

The second order of business is the Public Comment Period where the public has an opportunity to be heard on propositions coming before the Board as reflected on the agenda, and any other items.

The third order of business is the approval of the minutes of the February 21, 2019 meeting. The minutes are enclosed for your review.

The fourth order of business is the review and acceptance of the draft Fiscal Year 2018 audit report. A copy of the report is enclosed for your review.

The fifth order of business is Staff Reports. Section 1 of the District Manager's Report is the presentation and discussion of the action items list. A copy of the list is enclosed for your review. Section 2 includes the check register for approval and Section 3 includes the balance

sheet and income statement for review. Section 4 is the discussion of the status of the direct bill assessment collections. A table with the direct bill information is enclosed for your review.

The balance of the agenda will be discussed at the meeting. In the meantime, if you have any questions, please contact me.

Sincerely,



George S. Flint
District Manager

Cc: Jan Carpenter, District Counsel
Steve Boyd, District Engineer

Enclosures

MINUTES

MINUTES OF MEETING
REUNION WEST
COMMUNITY DEVELOPMENT DISTRICT

The regular meeting of the Board of Supervisors of the Reunion West Community Development District was held Thursday, February 21, 2019 at 12:30 p.m. at the Heritage Crossing Community Center, 7715 Heritage Crossing Way, Reunion, Florida.

Present and constituting a quorum were:

John Chiste	Chairman
Mark Greenstein	Vice Chairman
David Burman	Assistant Secretary
Deborah Musser	Assistant Secretary

Also present were:

George Flint	District Manager
Andrew d'Adesky	District Counsel
Steve Boyd	District Engineer
Alan Scheerer	Operations Manager
Rob Stultz	Yellowstone Landscape

FIRST ORDER OF BUSINESS

Roll Call

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

SECOND ORDER OF BUSINESS

Public Comment Period

Ms. Bartlett: I live in the Estate section and my assigned mailbox is the Valhalla mailbox, which is 1.5 miles round trip out of my way and it is irritating to me. The Valhalla mailbox is virtually inaccessible given the construction. Contractors park in front of it, there is some signage but not sufficient signage. I contacted John Cruz last week about this and he said he was going to work on it but there has been no improvement and it has gotten worse. It doesn't make sense for people in the Estates to drive to Valhalla when we drive past the kiosk on Tradition and Grand Traverse that are spacious, they have room for additional mailboxes and a drive in front of it. Last year they were connecting utilities there and the ground in front of the mailbox had holes in it and we had to trudge through mud to get to our mailbox. I'm requesting that my mailbox get moved to the one on Grand Traverse and Tradition and I request the signage

be improved at the Valhalla mailbox, that there needs to be access to the mailbox and that the regulations be enforced.

Mr. Flint: We have this as a new item no. 7 on our agenda, Mr. Greenstein had asked it be added to the agenda. The CDD's involvement is limited to owning the roads and sometimes we own the property on which the mailboxes are located.

Mr. Greenstein: It was constructed without off-site parking so that right now it looks lovely, great landscaping to the left and right of the facility but when you park at the curb you are basically parking in the street. When cars park on the other side of the street, which are lots to be developed there is no way anybody can get through there. What we are going to discuss later would be the need to consider taking out the landscaping and creating four parking spots that are off the street so it comports with the way the kiosks are built throughout Reunion. It is a large, beautiful, park-like parcel that when they set the kiosk on it they should have set it back and put in a parking area but they didn't. We believe there is a need to create parking over there and that would help those who use the mail facility there. I can personally emphasize with the situation of people from the Estates having to go to the back of the community and then come back out in order to get their mail where almost everywhere else they are located in situations where they can do it when they are leaving or returning to the community. I talked to Mr. Burman earlier in his support of the Master Association and POA.

Mr. Burman: Originally we were only able to get those mailbox kiosks and the Post Office refused to deliver to short term resorts like Reunion and it has been maybe ten years since we were able to convince them that we have enough permanent residents but that delivery came with conditions and among the conditions is not considering any changes to where the kiosks are and where the mail gets delivered, they just won't do it. We have had a number of requests of people in Homestead and other places throughout Reunion to move their mailbox to another area and they flatly refused. That is a Postal Service issue.

Mr. Greenstein: What we were looking at was the possibility also because we need to support Bears Den and the residents there I know we are supposed to have sufficient space within the existing two buildings but there is room for a third kiosk on the Grand Traverse site. If a third kiosk were to be erected on that site, we could then relocate 40 mailboxes.

Mr. Burman: The other option is to find someplace in the Estates. The golf course has some property on the right side going into the Estates and it is a possible location. We would have to present the plans to the postal service.

Mr. Greenstein: Another peculiarity is all the folks who live in Legends Corner and Masters Landing, which is east of Tradition Boulevard, their kiosk is at the corner of Grand Traverse and Tradition on the other side of the road. In the short term we are going to discuss how we have the Engineer possibly take a look at the Valhalla mail kiosk site and come up with a plan to create some off-street parking so it comports with all the other kiosks that we have. A secondary issue is looking at the creation of those two parcels.

Mr. Flint: Do you want to deal with them now?

Mr. Chiste: I think we need to at least investigate what we believe the cost would be associated with it.

Mr. Scheerer: Steve is going to have to look at the Homestead mail kiosk, create maybe four parallel parking spaces with appropriate signage and traffic markings. Based on our site visit we have space and Steve will have to go there and confirm that. Homestead would be an example of parallel parking and use that for the Valhalla parking. We will have the Engineer take a look at it.

Mr. Burman: We will address what we can from our side.

THIRD ORDER OF BUSINESS

Approval of the Minutes of the January 10, 2019 and January 24, 2019 meetings

On MOTION by Mr. Burman seconded by Mr. Greenstein with all in favor the minutes of the January 10, 2019 and January 24, 2019 meetings were approved, as presented.

FOURTH ORDER OF BUSINESS

Consideration of Acceptance of G-17 Letter

Mr. Flint: Under MSRB rule G-17 this is a letter disclosing the role and responsibilities of the underwriter. The main intent here is that the underwriter does not have a fiduciary responsibility to the CDD and they are required to disclose that. This is a G-17 letter related to the bond issue that we are currently working on.

On MOTION by Mr. Chiste seconded by Mr. Greenstein with all in favor the G-17 letter from FMS Bonds was accepted.

FIFTH ORDER OF BUSINESS

Public Hearing

Mr. Flint: Next is a public hearing related to the assessments for the Series 2019 Bond Issue for Assessment Area 5. I would ask for a motion to open the public hearing.

On MOTION by Mr. Greenstein seconded by Mr. Burman with all in favor the public hearing was opened.

A. Consideration of Second Supplemental Engineer's Report

Mr. Flint: This report was prepared by your District Engineer defining the improvements that are proposed to be funded that benefit Assessment Area 5.

Mr. d'Adesky: If you will just generally state what type of improvements are going in.

Mr. Boyd: Essentially roadway, stormwater and water, and sewer utility infrastructure.

Mr. d'Adesky: It is just like we accepted in all other phases. There is nothing in there that we are accepting that is any different than other areas.

Mr. Flint: Table 2 in the report defines those types of improvements and the estimated costs associated with those. There is a total of 228 units within Assessment Area 5 and \$8.2 million in proposed improvements.

B. Consideration of Master Assessment Methodology Report for Assessment Area Five

Mr. Flint: We took the Engineer's Report and prepared the Master Assessment Methodology Report. Each bond issue is a separate assessment area so we are going through the assessment process for each area, that is why we are doing a Master Methodology. We prepared the Master Assessment Methodology for Assessment Area 5 dated January 10, 2019. You have previously seen this when you set the public hearing for today. Table 1 is the development plan that the Engineer identified the 228 units a combination of single-family and townhome and totals 215 ERUs. Table 2 is the infrastructure cost estimate is \$8.2 million. Table 3 is a bond sizing for purposes of the assessment process we will come back once the bonds are priced and we will issue a supplemental methodology tied to the actual terms. This takes the estimated construction cost, adds debt service reserve, capitalized interest, underwriters discount, cost of issuance and a contingency and that rounds that up to a par amount of \$11 million. Table 4 is the allocation of those improvement costs per unit. Table 5 is the allocation of par debt per unit. Table 6 shows the net and gross annual debt service assessments would be based on the development plan and if you were to issue \$11 million in bonds under the assumptions that were made and the bond sizing. Table 7 is the preliminary assessment roll, which shows the 21 platted lots that are currently there and you have 4 unplatted parcels at the time we prepared this report totaling about 60 acres and how those assessments would be allocated to those parcels.

Mr. Chiste: I think this is the last anticipated bond issue on the West. When you put some of those lots together on the 18th hole, that is a pretty big assessment.

Mr. Flint: This is if we issue all \$11 million. Those single-family homes are proposed to pay the same per unit amount that any other single-family home in Reunion does. Any time you are combining lots you are paying twice the amount.

I believe the developer owns all the property subject to these assessments and they have received a mailed notice as required by the Statute.

C. Public Comment and Testimony

There being none,

D. Consideration of Resolution 2019-07 Levying Assessments for Assessment Area Five

Mr. d'Adesky: Resolution 2019-07 is the levying resolution, which essentially places the actual assessments on that property in proportion of the special benefit of those assessments. It is consistent with Chapter 170, 190 and 197, Florida Statutes and it goes through the provisions that apply to that also the fact that the District has previously adopted the Engineer's Report, the Methodology, provided the statutorily required notice, provided a preliminary assessment roll, approved the date and time of this public hearing and also providing the estimated cost of improvements, confirming the assessment roll as attached to the methodology and providing that we will finalize these special assessments, that is bring them in line with the actual costs once we have pricing on these bonds and once we know the actual numbers. It provides for payment on the tax roll when property is platted and appropriate notice to be filed by the District Manager in the public records of Osceola County.

On MOTION by Mr. Greenstein seconded by Mr. Chiste with all in favor Resolution 2019-07 was approved.

On MOTION by Mr. Chiste seconded by Mr. Greenstein with all in favor the public hearing was closed.

SIXTH ORDER OF BUSINESS

Consideration of Website Compliance Proposal from VGlobalTech

Mr. Flint: Next is a proposal from VGlobalTech for an issue that has come up within the last 12 months or so. There is a single plaintiff and an attorney who filed 18 separate lawsuits

against Community Development Districts in the State of Florida claiming that their websites were not ADA compliant and it turns out that there are over 500 CDDs in Florida, and I don't believe any of their websites are ADA complaint and I don't believe many of the Cities, Counties, School Districts and other governmental entities were ADA compliant as well. The insurance provider for the 18 entities that were sued negotiated a settlement agreement with the plaintiff and their attorney for a nominal fee per District but with the obligation of within 24 months the Districts would become compliant. It doesn't prevent any other plaintiff or attorney from coming and filing the same thing, that settlement was only for that particular individual. This is an issue not just for CDDs we manage but for all the CDDs in Florida as well as government entities and private entities are subject to the same requirements. There are specialized software languages that the websites have to be written in so that they can interface with third party translators. There is certain software that blind people can use that will actually turn the website into audio. We met with a number of companies that indicated they can provide the service of making them compliant and we ended up going with VGlobalTech, they are doing the other Districts that we manage. We are bringing this forward and recommending the Board consider entering into an agreement with VGlobalTech and we suggest you approve the one-time website conversion and compliance cost and it is \$1,975. They do have a proposal for ongoing maintenance, which they indicated is optional and we recommend doing the one-time and our hope is that going forward we will be able to maintain it once it is compliant. In the event that we are not able to do that in-house we may come back to the Board.

Mr. Chiste: When you reached out to different entities was there a range in pricing?

Mr. Flint: This is the least expensive approach that we found. I have seen them anywhere from this to over \$20,000.

On MOTION by Mr. Chiste seconded by Mr. Greenstein with all in favor the proposal from VGlobalTech for one-time website conversion and compliance was approved.

SEVENTH ORDER OF BUSINESS

Mailbox Kiosk

Mr. Flint: We discussed the mailbox kiosk issue and the Engineer is going to come back with an estimated cost for parking at the Valhalla area and we will continue to communicate and coordinate with the Master Association on any other changes that we might be able to make pending cooperation from the postal service.

EIGHTH ORDER OF BUSINESS

Staff Reports

A. Attorney

Mr. d'Adesky: We completed the swaps necessary to effectuate the bond issuance, but we will have a number of conveyances that we will be working on afterwards.

B. Engineer

There being none, the next item followed.

C. Manager

i. Action Items List

Mr. Flint: The only item we have for West is monuments.

Mr. Scheerer: We received a link to the final plans for the monumentation and the location; however, in reviewing those with Mr. Greenstein they omitted one area so the contractor is having the architect add that back in. As soon as we get them they will be submitted for permitting with the County.

ii. Approval of Check Register

Mr. Flint presented the January check register in the amount of \$543,856.67.

On MOTION by Mr. Chiste seconded by Mr. Greenstein with all in favor the check register was approved.

iii. Balance Sheet and Income Statement

A copy of the balance sheet and income statement were included in the agenda package.
No Board action was required.

iv. Status of Direct Bill Assessments

A copy of the status of direct bill assessments was included in the agenda package.

NINTH ORDER OF BUSINESS

Other Business

There being none, the next item followed.

TENTH ORDER OF BUSINESS

Supervisors Requests

There being none, the next item followed.

ELEVENTH ORDER OF BUSINESS

Next Meeting Date

Mr. Flint: The next meeting would be the second Thursday in March.

TWELFTH ORDER OF BUSINESS

Adjournment

On MOTION by Mr. Greenstein seconded by Mr. Chiste with all in favor the meeting adjourned at 12:58 p.m.

Secretary/Assistant Secretary

Chairman/Vice Chairman

SECTION IV

**REUNION WEST
COMMUNITY DEVELOPMENT DISTRICT**

FINANCIAL REPORT

Year Ended September 30, 2018

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

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INDEPENDENT AUDITOR'S REPORT

To the Board of Supervisors
Reunion West Community Development District

We have audited the accompanying financial statements of the governmental activities and each major fund of the *Reunion West Community Development District* as of and for the year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements.

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 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 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, 2018, 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 [REDACTED], 2019, 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, 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.

McDiarmitt Davis & Company, LLC

Orlando, Florida
[REDACTED], 2019

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the *Reunion West Community Development District*, Osceola County, Florida's (the "District") financial accomplishments provide an overview of the District's financial activities for the year ended September 30, 2018. 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 assets of the District exceeded its liabilities at September 30, 2018 by \$10,338,271, an increase in net position of \$205,409 in comparison with the prior year.
- At September 30, 2018, the District's governmental funds reported fund balances of \$4,755,585 an increase of \$139,560 in comparison with the prior year.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the *Reunion West Community Development District's* financial statements. The District's financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the 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 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, physical environment, culture and recreation, public safety and roads and streets 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 \$10,338,271 at September 30, 2018. The analysis that follows focuses on the net position of the District's governmental activities.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Government-Wide Financial Analysis (Continued):

Reunion West Community Development District Statement of Net Position

	September 30, 2018	September 30, 2017
Assets, excluding capital assets	\$ 5,115,419	\$ 4,727,739
Capital Assets Net of Depreciation	40,764,199	41,510,857
Total assets	45,879,618	46,238,596
Liabilities, excluding long-term liabilities	1,134,704	809,212
Long-term Liabilities	34,406,643	35,296,522
Total liabilities	35,541,347	36,105,734
Net Position:		
Net investment in capital assets	6,357,556	6,214,335
Restricted for capital projects	673	4,212
Restricted for debt service	2,070,729	1,948,611
Unrestricted	1,909,313	1,965,704
Total net position	\$ 10,338,271	\$ 10,132,862

The following is a summary of the District's governmental activities for the fiscal years ended September 30, 2018 and 2017.

	2018	2017
Revenues:		
Program revenues	\$ 3,959,727	\$ 3,324,803
General revenues	28,652	25,216
Total revenues	3,988,379	3,350,019
Expenses:		
General government	119,605	478,040
Physical environment	1,527,928	1,401,115
Culture and recreation	102,670	84,127
Public safety	55,999	51,800
Roads and streets	99,167	34,394
Interest on long-term debt	1,877,601	1,598,147
Total expenses	3,782,970	3,647,623
Change in net position	205,409	(297,604)
Net position - beginning	10,132,862	10,430,466
Net position - ending	\$ 10,338,271	\$ 10,132,862

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Government-Wide Financial Analysis (Continued):

As noted above and in the statement of activities, the cost of all governmental activities during the year ended September 30, 2018 was \$3,782,970. The majority of these costs are physical environment and interest on long-term debt.

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, 2018, the District's governmental funds reported combined ending fund balances of \$4,755,585. Of this total, \$34,311 is nonspendable, \$2,846,272 is restricted, \$110,902 is assigned and the remainder is an unassigned fund balance of \$1,764,100.

In the current year, the fund balance of the general fund decreased by \$56,391. The debt service fund balance increased by \$199,590 due to assessment revenue in excess of debt service expenditures. The capital projects fund balance increased by \$3,539.

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 budget amendments to the September 30, 2018 general fund budget. The legal level of budgetary control is at the fund level.

Capital Asset and Debt Administration

Capital Assets - At September 30, 2018, the District had \$40,764,199 invested in capital assets, 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, 2018, the District had \$34,410,000 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 *Reunion West Community Development District's* Finance Department at 135 W. Central Blvd, Suite 320, Orlando, Florida 32801.

DRAFT

FINANCIAL STATEMENTS

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

STATEMENT OF NET POSITION

September 30, 2018

	Governmental Activities
Assets:	
Cash	975,513
Investments	1,248,294
Assessments receivable	20,153
Accounts receivable	7,260
Prepaid costs	34,311
Restricted assets:	
Temporarily restricted investments	2,829,888
Capital Assets:	
Capital assets not being depreciated	25,958,378
Capital assets being depreciated, net	14,805,821
Total assets	<u>45,879,618</u>
Liabilities:	
Accounts payable and accrued expenses	111,257
Due to Reunion East	136,330
Accrued interest payable	774,870
Unearned Revenue	112,247
Noncurrent liabilities:	
Due within one year	870,000
Due in more than one year	33,536,643
Total liabilities	<u>35,541,347</u>
Net Position:	
Net investment in capital assets	6,357,556
Restricted for capital projects	673
Restricted for debt service	2,070,729
Unrestricted	1,909,313
Total net position	<u>\$ 10,338,271</u>

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

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

STATEMENT OF ACTIVITIES

Year Ended September 30, 2018

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
General government	\$ 119,605	\$ 67,175	\$ -	\$ -	\$ (52,430)
Physical environment	1,527,928	858,142	-	-	(669,786)
Culture and recreation	102,670	57,663	-	-	(45,007)
Public safety	55,999	31,451	-	-	(24,548)
Roads and streets	99,167	55,696	-	-	(43,471)
Interest on long-term debt	1,877,601	2,869,324	20,274	2	1,011,999
Total governmental activities	\$ 3,782,970	\$ 3,939,451	\$ 20,274	\$ 2	176,757
General Revenues:					
					25,244
					3,408
					28,652
					205,409
					10,132,862
					\$ 10,338,271

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

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

**BALANCE SHEET
GOVERNMENTAL FUNDS**

September 30, 2018

	General	Debt Service	Capital Projects	Total Governmental Funds
Assets:				
Cash	\$ 975,513	\$ -	\$ -	\$ 975,513
Investments	1,248,294	2,829,215	673	4,078,182
Assessments receivable	3,769	16,384	-	20,153
Accounts receivable	7,260	-	-	7,260
Prepaid costs	34,311	-	-	34,311
Total assets	<u>\$2,269,147</u>	<u>\$ 2,845,599</u>	<u>\$ 673</u>	<u>\$ 5,115,419</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable and accrued expenses	\$ 111,257	\$ -	\$ -	\$ 111,257
Due to Reunion East	136,330	-	-	136,330
Unearned Revenue	112,247	-	-	112,247
Total liabilities	<u>359,834</u>	<u>-</u>	<u>-</u>	<u>359,834</u>
Fund balances:				
Nonspendable-prepaid costs	34,311	-	-	34,311
Restricted:				
Debt service	-	2,845,599	-	2,845,599
Capital projects	-	-	673	673
Assigned-subsequent year's expenditures	110,902	-	-	110,902
Unassigned	1,764,100	-	-	1,764,100
Total fund balances	<u>1,909,313</u>	<u>2,845,599</u>	<u>673</u>	<u>4,755,585</u>
Total liabilities and fund balances	<u>\$2,269,147</u>	<u>\$ 2,845,599</u>	<u>\$ 673</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. 40,764,199

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

Accrued interest payable	(774,870)	
Bonds payable	<u>(34,406,643)</u>	<u>(35,181,513)</u>
Net Position of Governmental Activities		<u><u>\$ 10,338,271</u></u>

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

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

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

Year Ended September 30, 2018

	General	Debt Service	Capital Projects	Total Governmental Funds
Revenues:				
Special assessments	\$1,070,127	\$2,777,044	\$ -	\$ 3,847,171
Special assessments - prepayments	-	92,280	-	92,280
Investment income	25,244	20,274	2	45,520
Miscellaneous revenue	3,408	-	-	3,408
Total revenues	1,098,779	2,889,598	2	3,988,379
Expenditures:				
Current:				
General government	116,064	-	-	116,064
Physical environment	802,254	-	-	802,254
Culture and recreation	81,686	-	-	81,686
Public safety	55,999	-	-	55,999
Roads and streets	99,167	-	-	99,167
Debt Service:				
Interest	-	1,800,008	-	1,800,008
Principal	-	890,000	-	890,000
Other debt service costs	-	-	3,541	3,541
Total expenditures	1,155,170	2,690,008	3,541	3,848,719
Excess (Deficit) of Revenues Over Expenditures	(56,391)	199,590	(3,539)	139,660
Net change in fund balances	(56,391)	199,590	(3,539)	139,660
Fund Balances - beginning of year	1,965,704	2,646,009	4,212	4,615,925
Fund Balances - end of year	\$1,909,313	\$2,845,599	\$ 673	\$ 4,755,585

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

REUNION WEST 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, 2018

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

Net change in fund balances - total governmental funds (page 10)	\$	139,660
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Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources; however, in the statement of net assets the cost of those assets is recorded as capital assets. Depreciation of capital assets is not recognized in the governmental fund statements but is reported as an expense in the statement of activities.

Capital outlay	-	
Depreciation expense	<u>(746,658)</u>	(746,658)

Repayments of long-term liabilities are reported as expenditures in governmental funds, while repayments reduce long-term liabilities in the statement of net position.	890,000
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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.

Amortization of bond discount	(121)	
Change in accrued interest	<u>(77,472)</u>	<u>(77,593)</u>

Change in Net Position of Governmental Activities (page 8)	\$	<u>205,409</u>
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The accompanying Notes to Financial Statements are an integral part of this statement.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

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

Year Ended September 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Special assessments	\$ 1,054,847	\$ 1,054,847	\$ 1,070,127	\$ 15,280
Investment income	3,000	3,000	25,244	22,244
Miscellaneous revenue	15,353	15,353	3,468	(11,945)
Total revenues	1,073,200	1,073,200	1,098,779	25,579
Expenditures:				
Current:				
General government	142,327	142,327	116,064	26,263
Physical environment	934,513	934,513	802,254	132,259
Culture and recreation	70,000	70,000	81,686	(11,686)
Public safety	56,000	56,000	55,999	1
Roads and streets	47,360	47,360	99,167	(51,807)
Total expenditures	1,250,200	1,250,200	1,155,170	95,030
Net change in fund balance	(177,000)	(177,000)	(56,391)	120,609
Fund Balance - beginning	1,965,704	1,965,704	1,965,704	-
Fund Balance - ending	<u>\$ 1,788,704</u>	<u>\$ 1,788,704</u>	<u>\$ 1,909,313</u>	<u>\$ 120,609</u>

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

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NOTES TO FINANCIAL STATEMENTS

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 2018

Note 1 - Summary of Significant Accounting Policies:

Reporting Entity

The *Reunion West Community Development District*, (the "District") was established on October 3, 2001 by County Ordinance 01-32, 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 assess 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. 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. At September 30, 2018, none of the Board members were associated with LRA Reunion Borrower, LLC (Developer). In a prior year, the District initiated foreclosure proceedings against the Prior Developer and a foreclosure sale was held on August 26, 2013 (See Note 6).

The Board has final responsibility for:

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

The financial statements were prepared in accordance with Governmental Accounting Standards Board ("GASB") Statements 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.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

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, 2) grants, contributions and investment earnings 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, except for Developer receivables for retainage, which are collected from the Developer when the amount is due to the contractor. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

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

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

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 special 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.

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 is used to account for and report all financial resources not accounted for and reported 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.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

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

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.

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, sidewalks 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 acquisition 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:

Assets	Years
Stormwater Management	30
Roadways	30
Electrical, Communications and Lighting	20
Recreation and Amenities	20

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

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

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

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. Bond issuance costs are reported as expenses. 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, 2018.

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, 2018.

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 - Sometimes 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.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

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

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

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.

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.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

Note 2 - Stewardship, Compliance and Accountability:

Budgetary Information

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 a proposed operating budget for the fiscal year commencing the following October 1.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to October 1, the budget is legally adopted by the District Board.
4. 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.

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.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

Note 3 - Deposits and Investments (Continued):

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.

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, 2018:

- Money market mutual funds of \$1,576,073 are valued using Level 2 inputs.

The District's investment policy is governed by State Statutes and the District Trust Indenture. The District investment 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 District investments include, but are not limited to:

1. The Local Government Surplus Funds Trust Fund (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 time deposits or savings accounts in qualified public depositories;
4. Direct obligations of the U.S. Treasury.

The SBA is not a registrant with the Securities and Exchange Commission (SEC); however, the State of Florida does provide regulatory oversight. The Board has adopted operating procedures consistent with the requirements for a 2a-7 fund for the Florida Prime Fund; therefore, the pool net asset value per share can be used as fair value for financial reporting.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

Note 3 - Deposits and Investments (Continued):

Investments (Continued):

Investments made by the District at September 30, 2018 are summarized below. In accordance with GASB 31, investments are reported at fair value.

Investment Type	Fair Value	Credit Rating	Weighted Average Maturity
First American Prime Obligation Fund Y	\$ 307,867	AAAm	26 days
US Bank Money Market	1,256,672	NA	NA
Fidelity Government Portfolio III	1,268,211	AAAm	36 days
Local Government Surplus Trust Fund	1,245,432	AAAm	33 days
	<u>\$ 4,078,182</u>		

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, 2018, 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, 2018, 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.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

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, 2018 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land and land improvements	\$ 6,987,855	\$ -	\$ -	\$ 6,987,855
Infrastructure under construction	18,970,523	-	-	18,970,523
Total capital assets not being depreciated	25,958,378	-	-	25,958,378
Capital Assets Being Depreciated:				
Stormwater management	5,035,672	-	-	5,035,672
Roadways	15,414,581	-	-	15,414,581
Electrical, communications and lighting	879,988	-	-	879,988
Recreation and amenities	419,684	-	-	419,684
Total capital assets being depreciated	21,749,925	-	-	21,749,925
Less Accumulated Depreciation for:				
Stormwater management	(1,506,587)	(167,856)	-	(1,674,443)
Roadways	(4,110,453)	(513,819)	-	(4,624,272)
Electrical, communications and lighting	(392,064)	(43,999)	-	(436,063)
Recreation and amenities	(188,342)	(20,984)	-	(209,326)
Total accumulated depreciation	(6,197,446)	(746,658)	-	(6,944,104)
Total capital assets being depreciated, net	15,552,479	(746,658)	-	14,805,821
Governmental activities capital assets, net	\$41,510,857	\$ (746,658)	\$ -	\$40,764,199

Depreciation expense was charged in the amounts of \$725,674 and \$20,984 to physical environment and culture and recreation, respectively.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

Note 5 - Long-Term Liabilities:

Series 2004 Special Assessment Revenue Bonds:

In September 2004, the District issued \$59,960,000 of Special Assessment Revenue Bonds Series 2004 consisting of Term Bonds Series due on May 1, 2036 with a fixed interest rate of 6.25%. Interest is due semiannually on each May 1 and November 1. Principal on the Bonds is due annually commencing May 1, 2008 through May 1, 2036. The Bonds were issued to pay off the Bond Anticipation Notes issued on October 31, 2003 for \$17,815,000 and to finance the acquisition and construction of certain improvements for the benefit of the District. During a prior fiscal year, these Bonds were Trifurcated into three (3) separate Bond Series (see below).

On August 21, 2012, the Series 2004 Bonds were Trifurcated into three (3) separate Bond Series. As a result of the Trifurcation, \$10,000 of the bonds were cancelled and the matured principal amount of \$1,745,000 was amortized over the remaining bond term. The remaining outstanding Series 2004 Bonds with a principal balance of \$57,560,000 exchanged for; \$16,905,000 in principal amount of the District's Series 2004-1, \$40,405,000 in principal amount of the District's Series 2004-2, and \$250,000 in principal amount (paid in November 2012) of the District's Series 2004-3 (collectively, the "Series 2004 Bonds"). The Series 2004 Bonds are due May 1, 2036 with a fixed interest rate of 6.25%.

The Series 2004 Bonds are subject to redemption at the option of the District prior to their maturity. The Bonds are also subject to extraordinary mandatory redemption prior to their 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 requirements for the Series 2004A-1 Bonds, as defined in the Indenture. The requirement was met at September 30, 2018.

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. The principal of and interest on the Series 2004 Special Assessment Revenue Bonds issued under the Indenture are secured by all revenues received by the District from Series 2004 assessments levied and collected on the District lands benefited by the project. The District is not in compliance with the requirements of the Bond Indenture.

As of September 30, 2018, total principal and interest remaining on the Series 2004-1 Special Assessment Revenue Bonds was \$24,460,312. Principal and Interest paid on the Series 2004-1 Bonds in the current year was \$1,347,188. Total special assessment revenue pledged for the year was \$1,367,402.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

Note 5 - Long-Term Liabilities (Continued):

Series 2015 Special Assessment Refunding and Improvement Bonds:

In April 2015, the District issued \$4,285,000 of Special Assessment Refunding and Improvement Bonds Series 2015 consisting of \$550,000 Term Bonds Series due on May 1, 2019 with a fixed interest rate of 3.5%, \$995,000 Term Bonds Series due on May 1, 2025 with a fixed interest rate of 4.25%, and \$2,740,000 Term Bonds Series due on May 1, 2036 with a fixed interest rate of 5.0%. Interest is due semiannually on each May 1 and November 1. Principal on the Bonds is due annually commencing May 1, 2016 through May 1, 2036. The Bonds were issued to acquire a portion of the Assessment Area Two - Phase One Project and pay certain bond issuance costs.

The Series 2015 Bonds are subject to redemption at the option of the District prior to their maturity. The Bonds are also subject to extraordinary mandatory redemption prior to their 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 requirements for the Series 2015 Bonds, as defined in the Indenture. The requirement was met at September 30, 2018.

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. The principal of and interest on the Series 2015 Special Assessment Refunding and Improvement Bonds issued under the Indenture are secured by all revenues received by the District from Series 2015 assessments levied and collected on the District lands benefited by the project. The District is in compliance with the requirements of the Bond Indenture.

As of September 30, 2018, total principal and interest remaining on the Series 2015 Special Assessment Refunding and Improvement Bonds was \$5,930,325. Principal and Interest paid in the current year was \$329,263. Total special assessment revenue pledged for the year was \$335,548.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

Note 5 - Long-Term Liabilities (Continued):

Series 2016 Special Assessment Bonds:

In May 2016, the District issued \$8,500,000 of Special Assessment Bonds, Series 2016 consisting of \$590,000 Term Bonds Series due on November 1, 2020 with a fixed interest rate of 3.625%, \$1,510,000 Term Bonds Series due on May 1, 2028 with a fixed interest rate of 4.375%, and \$6,400,000 Term Bonds Series due on May 1, 2046 with a fixed interest rate of 5.0%. Interest is due semiannually on each May 1 and November 1. Principal on the Bonds is due annually commencing November 1, 2017 through May 1, 2046. The Bonds were issued to finance the acquisition and construction of certain improvements for the benefit of the District and pay certain bond issuance costs.

The Series 2016 Bonds are subject to redemption at the option of the District prior to their maturity. The Bonds are also subject to extraordinary mandatory redemption prior to their 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 requirements for the Series 2016 Bonds, as defined in the Indenture. The requirement was met at September 30, 2018.

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. The principal of and interest on the Series 2016 Special Assessment Refunding and Improvement Bonds issued under the Indenture are secured by all revenues received by the District from Series 2016 assessments levied and collected on the District lands benefited by the project. The District is in compliance with the requirements of the Bond Indenture.

As of September 30, 2018, total principal and interest remaining on the Series 2016 Special Assessment Refunding and Improvement Bonds was \$15,488,332. Interest and principal paid in the current year was \$733,514. Total special assessment revenue pledged for the year ended September 30, 2018 was \$556,468.

Series 2017 Special Assessment Bonds:

In July 2017, the District issued \$7,945,000 of Special Assessment Bonds, Series 2017 consisting of \$725,000 Term Bonds Series due on November 1, 2022 with a fixed interest rate of 3.5%, \$1,065,000 Term Bonds Series due on November 1, 2028 with a fixed interest rate of 4.25%, \$2,550,000 Term Bonds Series due on November 1, 2038 with a fixed interest rate of 4.75%, and \$3,605,000 Term Bonds Series due on November 1, 2047 with a fixed interest rate of 5.0%. Interest is due semiannually on each May 1 and November 1. Principal on the Bonds is due annually commencing November 1, 2017 through November 1, 2047. The Bonds were issued to finance the acquisition and construction of certain improvements for the benefit of the District and pay certain bond issuance costs.

The Series 2017 Bonds are subject to redemption at the option of the District prior to their maturity. The Bonds are also subject to extraordinary mandatory redemption prior to their maturity in the manner determined by the Bond Indenture.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

Note 5 - Long-Term Liabilities (Continued):

Series 2017 Special Assessment Bonds (Continued):

The Bond Indenture requires that the District maintain adequate funds in a reserve account to meet the debt service reserve requirements for the Series 2017 Bonds, as defined in the Indenture. The requirement was met at September 30, 2018.

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. The principal of and interest on the Series 2017 Special Assessment Bonds issued under the Indenture are secured by all revenues received by the District from Series 2017 assessments levied and collected on the District lands benefited by the project. The District is in compliance with the requirements of the Bond Indenture.

As of September 30, 2018, total principal and interest remaining on the Series 2017 Special Assessment Refunding and Improvement Bonds was \$15,017,632. Interest paid in the current year was \$280,043. There was no principal paid in the current year. Special assessment revenue pledged for the year ended September 30, 2018 was \$517,626.

Long-term debt activity for the year ended September 30, 2018 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds Payable:					
Series 2004	\$14,835,000	\$ -	\$ (420,000)	\$14,415,000	\$ 445,000
Series 2015	4,020,000	-	(140,000)	3,880,000	145,000
Series 2016	8,500,000	-	(330,000)	8,170,000	145,000
Bond discount	(3,478)	-	121	(3,357)	-
Series 2017	7,945,000	-	-	7,945,000	135,000
Governmental activity long-term liabilities	\$35,296,522	\$ -	\$ (889,879)	\$34,406,643	\$ 870,000

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

Note 5 - Long-Term Liabilities (Continued):

At September 30, 2018, the scheduled debt service requirements on the bonds payable were as follows:

Year Ending September 30,	Governmental Activities	
	Principal	Interest
2019	\$ 870,000	\$ 1,854,697
2020	915,000	1,811,650
2021	960,000	1,765,072
2022	1,010,000	1,715,450
2023	1,070,000	1,662,344
2024 - 2028	6,265,000	7,383,694
2029 - 2033	8,265,000	5,425,232
2034 - 2038	7,435,000	2,872,100
2039 - 2043	3,675,000	1,510,987
2044 - 2047	3,945,000	485,375
	<u>\$ 34,440,000</u>	<u>\$ 26,486,601</u>

Note 6 - Related Party Transactions:

Developer and Major Landowners:

The Prior Developer and major landowners in the District failed to pay their assessments owed in prior years. The unpaid assessments have not been recognized as revenue in the Fund or Government Wide financial statements.

In a prior year, the District filed a foreclosure action against the Prior Developer for nonpayment of debt service and operating and maintenance assessments owed.

In fiscal year 2010, the District filed foreclosure actions against Fourth Quarter Properties LVII, LLC and Fourth Quarter Properties LVIII, LLC, major landowners within the District, because of their failure to pay debt service and operating and maintenance assessments owed. In a prior year, RWest Holdings, LLC, a Special Purpose Entity (SPE), was awarded the land within the District owned by Fourth Quarter Properties LVII through a foreclosure sale. This land represents approximately 21% of assessable lots within the District. The SPE was formed by the Trustee, on behalf of the Bondholders, to own, manage and dispose of the property and is responsible for funding current operating and maintenance costs.

REUNION WEST COMMUNITY DEVELOPMENT DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Year Ended September 30, 2018

Note 6 - Related Party Transactions (Continued):

Developer and Major Landowners (Continued):

As a result of the foreclosure and settlement agreement, the Trustee directed the District to temporarily defer collection of the debt service assessments on the SPE-owned property. The Bondholders purchased tax certificates and took ownership through the tax deed process of the land within the District owned by Fourth Quarter Properties LVIII, LLC, representing 31% of assessable lots within the District. During a previous fiscal year, RWest Holdings, LLC transferred its assets to Reunion West I, LLC and operations for RWest Holdings, LLC ended. In a prior year, the District transferred land valued at \$2,316,502 to Reunion West I, LLC.

In a previous fiscal year, the District filed foreclosure actions against LRA Reunion Borrower, LLC, Developers within the District, because of their failure to pay debt service and operating and maintenance assessments owed. Reunion West SPE, LLC, a Special Purpose Entity (SPE), obtained the land within the District owned by LRA Reunion Borrower, LLC through a settlement agreement. The SPE was formed by the District, on behalf of the Bondholders, to own, manage and dispose of the property and is responsible for funding current operating and maintenance costs. Due to the foreclosure and the previous settlement, the outstanding O&M and debt assessments on this property was satisfied.

For the fiscal year ended September 30, 2018, there were no SPE's considered a component unit of the District.

Developer Assessments:

In the current year, special assessment revenue from the Developers was \$1,256,990, which is 32% of total special assessment revenue.

Reunion East:

The District has an Interlocal Agreement with Reunion East, to share certain maintenance costs. These shared costs are allocated based on the platted number of units (which is adjusted from year to year), resulting in 40% of the costs currently allocated to Reunion West and 60% to Reunion East. Most of these costs are paid by Reunion East and reimbursed by Reunion West. At year end, Reunion West owed Reunion East \$136,330 for reimbursement of Reunion West's share of expenses.

Note 7 - 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. Settled claims from these risks have not exceeded commercial insurance coverage since inception of the District.

DRAFT

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
Reunion West 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 *Reunion West Community Development District* (the "District") as of and for the year ended September 30, 2018 and the related notes to the financial statements, which collectively comprise the District's financial statements and have issued our report thereon dated _____, 2019.

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 a material weaknesses. However, material weaknesses may exist that have not been identified.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and 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 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.

McDiarmitt Davis & Company, LLC

Orlando, Florida
_____, 2019

MANAGEMENT COMMENTS

Board of Supervisors
Reunion West Community Development District

Report on the Financial Statements

We have audited the financial statements of the *Reunion West Community Development District*, (the "District") as of and for the fiscal year ended September 30, 2018, and have issued our report thereon dated _____, 2019.

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 Reporting Requirements

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 Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated _____, 2019, 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 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 findings or recommendations made 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 notes to the financial statements.

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Financial Condition and Management

Section 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, requires us to apply appropriate procedures and communicate 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 to identify 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 for the District. It is management's responsibility to monitor the District 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.

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

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate 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 note 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.

McDermitt Davis & Company, LLC

Orlando, Florida
_____, 2019

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

Board of Supervisors
Reunion West Community Development District

We have examined *Reunion West Community Development District's* (the "District") compliance with the requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2018. Management is responsible for the District's compliance with those requirements. Our responsibility is to express an opinion on the 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, 2018.

McDirmit Davis & Company, LLC

Orlando, Florida
_____, 2019

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MCDIRMIT DAVIS

CERTIFIED PUBLIC ACCOUNTANTS AND ADVISORS

To the Board of Supervisors
Reunion West Community Development District

We have audited the financial statements of Reunion West Community Development District (the "District") as of and for the year ended September 30, 2018, and have issued our report thereon dated _____, 2019. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated August 11, 2017, our responsibility, as described by professional standards, is to form and express an opinion(s) about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, as part of our audit, we considered the internal control of the District solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

MCDIRMIT DAVIS & COMPANY, LLC

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MEMBERS: PRIVATE COMPANIES PRACTICE SECTION AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS FLORIDA INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, and our firm has complied with all relevant ethical requirements regarding independence.

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the District is included in Note 1 to the financial statements. There have been no initial selections of accounting policies and no changes in significant accounting policies or their application during 2018. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements are:

Management's estimate of depreciation is based on the estimated useful lives of the capital assets. We evaluated the key factors and assumptions used to develop the depreciation estimate and determined that it is reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

Management estimated an allowance for uncollectible receivables to reserve for amounts that had not yet been collected. We evaluated this estimate and determined that it is reasonable in relation to the financial statements taken as a whole.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users.

The most sensitive disclosures affecting the financial statements were:

The disclosures of related party transactions in Note 6.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. There were no identified misstatements.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the District's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management, which are included in the attached letter dated _____, 2019.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with the District, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the District's auditors.

This report is intended solely for the information and use of the Board of Supervisors and management of Reunion West Community Development District and is not intended to be and should not be used by anyone other than these specified parties.

McDiarmitt Davis & Company LLC

Orlando, Florida
_____, 2019

SECTION V

SECTION C

SECTION 1

Reunion West

Community Development District

Summary of Check Register

February 1, 2019 to February 28, 2019

Fund	Date	Check No.'s		Amount
General Fund	2/5/19	1406	\$	132.00
	2/7/19	1407	\$	7,328.30
	2/14/19	1408	\$	395.88
	2/17/19	1409-1412	\$	99,676.09
	2/26/19	1413-1414	\$	6,271.76
			\$	113,804.03
Payroll	<u>February 2019</u>			
	David Burman	50428	\$	184.70
	Deborah Musser	50429	\$	184.70
	John Chiste	50430	\$	184.70
	Mark Greenstein	50431	\$	184.70
			\$	738.80
			\$	114,542.83

*** CHECK DATES 02/01/2019 - 02/28/2019 ***

REUNION WEST-GENERAL FUND

BANK A GENERAL FUND

CHECK DATE	VEND#	.....INVOICE..... DATE INVOICE	...EXPENSED TO... YRMO DPT ACCT# SUB SUBCLASS	VENDOR NAME	STATUS	AMOUNT	....CHECK.... AMOUNT #
2/05/19	00035	1/31/19 175138	201901 320-53800-47000		*	58.08	
			AQUATIC PLANT MGMT JAN19				
		1/31/19 175138	201901 300-13100-10100		*	73.92	
			AQUATIC PLANT MGMT JAN19				
				APPLIED AQUATIC MANAGEMENT, INC.			132.00 001406
2/07/19	00020	2/01/19 436	201902 310-51300-34000		*	3,689.50	
			MANAGEMENT FEES-FEB19				
		2/01/19 436	201902 310-51300-35100		*	183.33	
			INFORMATION TECH-FEB19				
		2/01/19 436	201902 310-51300-31300		*	625.00	
			DISSEMINATION-FEB19				
		2/01/19 436	201902 310-51300-51000		*	15.57	
			OFFICE SUPPLIES				
		2/01/19 436	201902 310-51300-42000		*	25.01	
			POSTAGE				
		2/01/19 436	201902 310-51300-42500		*	164.25	
			COPIES				
		2/01/19 436	201902 310-51300-41000		*	16.31	
			TELEPHONE				
		2/01/19 437	201902 320-53800-12000		*	2,609.33	
			FIELD MANAGEMENT-FEB19				
				GOVERNMENTAL MANAGEMENT SERVICES			7,328.30 001407
2/14/19	00051	2/06/19 2161	201901 310-51300-31100		*	395.88	
			CDD MTG/COORD.LAND SWAP				
				BOYD CIVIL ENGINEERING			395.88 001408
2/17/19	00031	2/17/19 02172019	201902 300-20700-10000		*	49,093.39	
			FY19 DEBT SERV SER2004-1				
				REUNION WEST C/O USBANK			49,093.39 001409
2/17/19	00031	2/17/19 02172019	201902 300-20700-10400		*	12,047.06	
			FY19 DEBT SERV SER2015				
				REUNION WEST C/O USBANK			12,047.06 001410
2/17/19	00031	2/17/19 02172019	201902 300-20700-10500		*	19,829.02	
			FY19 DEBT SERV SER2016				
				REUNION WEST C/O USBANK			19,829.02 001411
2/17/19	00031	2/17/19 02172019	201902 300-20700-10600		*	18,706.62	
			FY19 DEBT SERV SER2017				
				REUNION WEST C/O USBANK			18,706.62 001412
2/26/19	00043	2/21/19 84450	201901 310-51300-31500		*	1,310.41	
			EXPND ORD/INTERLOCAL/BOCC				

REUW REUNION WEST TVISCARRA

AP300R

YEAR-TO-DATE ACCOUNTS PAYABLE PREPAID/COMPUTER CHECK REGISTER

RUN 3/03/19

PAGE 2

*** CHECK DATES 02/01/2019 - 02/28/2019 ***

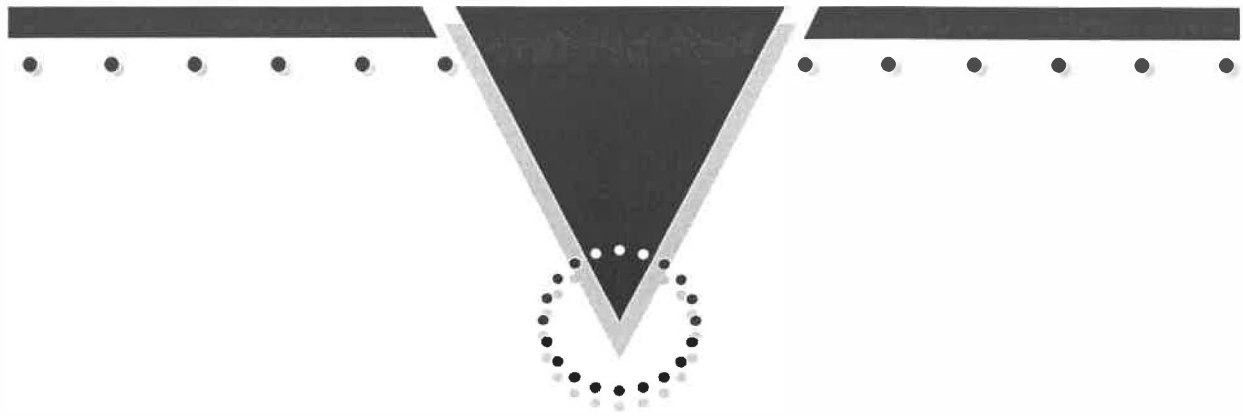
REUNION WEST-GENERAL FUND

BANK A GENERAL FUND

CHECK DATE	VEND#	.....INVOICE..... DATE INVOICE	...EXPENSED TO... YRMO DPT ACCT# SUB SUBCLASS	VENDOR NAME	STATUS	AMOUNT	.....CHECK..... AMOUNT #
		2/22/19 84479	201901 310-51300-31500		*	3,523.99	
		REV.AGNDA/LAND SWAP/TRACT					
		LATHAM,SHUKER,EDEN & BEAUDINE,LLP					4,834.40 001413
2/26/19	00036	1/31/19	DUKE-DUK 201812 320-53800-43000		*	156.82	
			DUKE ENERGY #54512 29301				
		1/31/19	DUKE-DUK 201812 320-53800-43000		*	362.95	
			DUKE ENERGY #64321-61161				
		1/31/19	DUKE-DUK 201901 320-53800-43000		*	211.44	
			DUKE ENERGY #54512 29301				
		1/31/19	DUKE-DUK 201901 320-53800-43000		*	444.13	
			DUKE ENERGY #64321-61161				
		1/31/19	TOHO-TOH 201812 320-53800-43100		*	262.02	
			TOHO METER#49005514 DEC18				
		REUNION RESORT					1,437.36 001414
TOTAL FOR BANK A						113,804.03	
TOTAL FOR REGISTER						113,804.03	

REUW REUNION WEST TVISCARRA

SECTION 2



Reunion West
Community Development District

Unaudited Financial Reporting

January 31, 2019



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Reunion West
COMMUNITY DEVELOPMENT DISTRICT
COMBINED BALANCE SHEET
January 31, 2019

	General	Replacement & Maintenance	Debt Service	Capital Projects	(Memorandum Only) 2019
ASSETS:					
CASH	\$812,314	\$57,700	---	---	\$870,013
CUSTODY ACCOUNT	\$2,865	---	---	---	\$2,865
STATE BOARD OF ADMINISTRATION INVESTMENTS	---	\$1,256,008	---	---	\$1,256,008
SERIES 2004-1					
Reserve	---	---	\$669,007	---	\$669,007
Revenue	---	---	\$1,022,345	---	\$1,022,345
General Redemption	---	---	\$385	---	\$385
SERIES 2015					
Reserve	---	---	\$164,403	---	\$164,403
Revenue	---	---	\$265,731	---	\$265,731
Construction	---	---	---	\$5	\$5
SERIES 2016					
Reserve	---	---	\$271,626	---	\$271,626
Revenue	---	---	\$373,649	---	\$373,649
Prepayment	---	---	\$1	---	\$1
Construction	---	---	---	\$66	\$66
SERIES 2017					
Reserve	---	---	\$255,212	---	\$255,212
Revenue	---	---	\$338,379	---	\$338,379
Prepayment	---	---	\$1,984	---	\$1,984
Construction	---	---	---	\$602	\$602
Cost of Issuance	---	---	---	---	\$0
DUE FROM REUNION EAST	\$24,809	---	---	---	\$24,809
DUE FROM OTHER	\$7,260	---	---	---	\$7,260
TOTAL ASSETS	\$847,247	\$1,313,707	\$3,362,723	\$674	\$5,524,351
LIABILITIES:					
ACCOUNTS PAYABLE	\$6,800	---	---	---	\$6,800
DUE TO REUNION EAST	\$118,216	\$22,266	---	---	\$140,481
DUE TO DEVELOPER	\$2,883	---	---	---	\$2,883
FUND EQUITY:					
FUND BALANCES:					
ASSIGNED	---	\$1,291,442	---	---	\$1,291,442
UNASSIGNED	\$719,348	---	---	---	\$719,348
RESTRICTED FOR DEBT SERVICE 2004-1	---	---	\$1,691,737	---	\$1,691,737
RESTRICTED FOR DEBT SERVICE 2015	---	---	\$430,135	---	\$430,135
RESTRICTED FOR DEBT SERVICE 2016	---	---	\$645,276	---	\$645,276
RESTRICTED FOR DEBT SERVICE 2017	---	---	\$595,576	---	\$595,576
RESTRICTED FOR CAPITAL PROJECTS 2015	---	---	---	\$5	\$5
RESTRICTED FOR CAPITAL PROJECTS 2016	---	---	---	\$66	\$66
RESTRICTED FOR CAPITAL PROJECTS 2017	---	---	---	\$602	\$602
TOTAL LIABILITIES & FUND EQUITY & OTHER CREDITS	\$847,247	\$1,313,707	\$3,362,723	\$674	\$5,524,351

Reunion West
COMMUNITY DEVELOPMENT DISTRICT

General Fund
Statement of Revenues & Expenditures
For The Period Ending January 31, 2019

	ADOPTED BUDGET	PRORATED BUDGET THRU 1/31/19	ACTUAL THRU 1/31/19	VARIANCE
REVENUES:				
Special Assessments - Tax Collector	\$517,848	\$399,621	\$399,621	\$0
Special Assessments - Direct	\$536,999	\$136,740	\$192,863	\$56,123
Interest	\$0	\$0	\$3	\$3
Miscellaneous Income	\$3,749	\$1,250	\$312	(\$937)
TOTAL REVENUES	\$1,058,596	\$537,610	\$592,799	\$55,189
EXPENDITURES:				
ADMINISTRATIVE:				
Supervisor Fees	\$12,000	\$4,000	\$3,600	\$400
FICA	\$918	\$306	\$275	\$31
Engineering	\$8,000	\$2,667	\$885	\$1,782
Attorney	\$17,000	\$5,667	\$10,150	(\$4,483)
Trustee Fee	\$21,000	\$4,863	\$4,863	\$0
Dissemination	\$7,500	\$2,500	\$2,750	(\$250)
Arbitrage	\$2,400	\$0	\$0	\$0
Collection Agent	\$7,500	\$7,500	\$7,500	\$0
Property Appraiser Fee	\$500	\$500	\$465	\$35
Annual Audit	\$5,200	\$0	\$0	\$0
Management Fees	\$44,274	\$14,758	\$14,758	\$0
Information Technology	\$2,200	\$733	\$733	\$0
Telephone	\$300	\$100	\$13	\$87
Postage	\$1,000	\$333	\$369	(\$36)
Printing & Binding	\$1,600	\$533	\$143	\$391
Insurance	\$9,400	\$9,400	\$8,540	\$860
Legal Advertising	\$1,500	\$500	\$688	(\$188)
Other Current Charges	\$350	\$117	\$3,400	(\$3,283)
Office Supplies	\$300	\$100	\$62	\$38
Travel Per Diem	\$600	\$200	\$0	\$200
Dues, Licenses & Subscriptions	\$175	\$175	\$175	\$0
TOTAL ADMINISTRATIVE	\$143,717	\$54,952	\$59,367	(\$4,416)
MAINTENANCE-SHARED EXPENSES:				
Field Management	\$31,312	\$10,437	\$10,437	(\$0)
Facility Lease Agreement	\$17,980	\$5,993	\$5,993	\$0
Telephone	\$3,740	\$1,247	\$953	\$294
Electric	\$259,600	\$86,533	\$60,778	\$25,755
Water & Sewer	\$35,200	\$11,733	\$6,463	\$5,271
Gas	\$33,880	\$11,293	\$4,996	\$6,297
Pool and Fountain Maintenance	\$77,000	\$25,667	\$28,159	(\$2,492)
Environmental	\$4,400	\$1,467	\$956	\$511
Property Insurance	\$20,130	\$20,130	\$18,271	\$1,859
Irrigation Repairs	\$6,600	\$2,200	\$2,763	(\$563)
Landscape Contract	\$341,568	\$113,856	\$125,374	(\$11,518)
Landscape Contingency	\$17,083	\$5,694	\$20,612	(\$14,918)
Landscape Consulting	\$17,160	\$5,720	\$9,158	(\$3,438)
Gate and Gatehouse Expenses	\$14,080	\$4,693	\$2,883	\$1,811
Roadways/Sidewalks	\$22,000	\$7,333	\$2,724	\$4,610
Lighting	\$4,400	\$1,467	\$0	\$1,467
MSA Building Repairs	\$17,600	\$5,867	\$2,154	\$3,712
Pressure Washing	\$8,800	\$2,933	\$2,816	\$117
Maintenance (Inspections)	\$770	\$257	\$29	\$228
Repairs & Maintenance	\$8,800	\$2,933	\$0	\$2,933
Pest Control	\$319	\$106	\$0	\$106
Signage	\$1,760	\$587	\$2,830	(\$2,243)
Security	\$61,600	\$20,533	\$20,533	\$0
MAINTENANCE-DIRECT EXPENSES:				
Irrigation System Operations	\$20,000	\$6,667	\$0	\$6,667
Contingency	\$0	\$0	\$0	\$0
TOTAL MAINTENANCE	\$1,025,781	\$355,347	\$328,881	\$26,466
TOTAL EXPENDITURES	\$1,169,498		\$388,249	
EXCESS REVENUES (EXPENDITURES)	(\$110,902)		\$204,550	
FUNDBALANCE - Beginning	\$110,902		\$514,798	
FUND BALANCE- Ending	\$0		\$719,348	

Reunion West

COMMUNITY DEVELOPMENT DISTRICT

Replacement & Maintenance Fund Statement of Revenues & Expenditures

For The Period Ending January 31, 2019

	ADOPTED BUDGET	PRORATED THRU 1/31/19	ACTUAL THRU 1/31/19	VARIANCE
REVENUES:				
Interest	\$3,000	\$1,000	\$10,594	\$9,594
TOTAL REVENUES	\$3,000	\$1,000	\$10,594	\$9,594
EXPENDITURES:				
Building Improvements	\$79,200	\$26,400	\$12,143	\$14,257
Fountain Improvements	\$11,000	\$3,667	\$0	\$3,667
Gate/Gatehouse Improvements	\$0	\$0	\$2,549	(\$2,549)
Landscape Improvements	\$59,400	\$19,800	\$22,123	(\$2,323)
Lighting Improvements	\$3,520	\$1,173	\$0	\$1,173
Monument Improvements	\$11,000	\$3,667	\$0	\$3,667
Pool Furniture	\$5,280	\$1,760	\$6,222	(\$4,462)
Pool Repair & Replacements	\$17,600	\$5,867	\$3,654	\$2,213
Roadways/Sidewalks Improvements	\$4,400	\$1,467	\$0	\$1,467
Signage	\$28,600	\$9,533	\$0	\$9,533
Signalization	\$0	\$0	\$67,276	(\$67,276)
TOTAL EXPENDITURES	\$220,000	\$73,333	\$113,967	(\$40,633)
EXCESS REVENUES (EXPENDITURES)	(\$217,000)		(\$103,373)	
FUND BALANCE - Beginning	\$1,332,608		\$1,394,814	
FUND BALANCE - Ending	\$1,115,608		\$1,291,442	

Reunion West

COMMUNITY DEVELOPMENT DISTRICT

Debt Service Fund

Statement of Revenues & Expenditures

Series 2004-1

For The Period Ending January 31, 2019

REVENUES:

Special Assessments - Tax Collector
Interest

ADOPTED BUDGET	PRORATED THRU 1/31/19	ACTUAL THRU 1/31/19	VARIANCE
\$1,336,719	\$858,388	\$858,388	\$0
\$500	\$167	\$6,888	\$6,721

TOTAL REVENUES

\$1,337,219	\$858,555	\$865,277	\$6,721
-------------	-----------	-----------	---------

EXPENDITURES:

Interest Expense 11/01
Principal Expense 05/01
Interest Expense 05/01

\$450,469	\$450,469	\$450,469	\$0
\$445,000	\$0	\$0	\$0
\$450,469	\$0	\$0	\$0

TOTAL EXPENDITURES

\$1,345,938	\$450,469	\$450,469	\$0
-------------	-----------	-----------	-----

Transfer In/(Out)
Other Debt Service Costs

\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0

TOTAL OTHER

\$0	\$0	\$0	\$0
-----	-----	-----	-----

EXCESS REVENUES (EXPENDITURES)

(\$8,719)	\$414,808
-----------	-----------

FUND BALANCE - Beginning

\$592,889	\$1,276,929
-----------	-------------

FUND BALANCE - Ending

\$584,171	\$1,691,737
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Reunion West
COMMUNITY DEVELOPMENT DISTRICT

Debt Service Fund
Statement of Revenues & Expenditures
Series 2015
For The Period Ending January 31, 2019

	ADOPTED BUDGET	PRORATED THRU 1/31/19	ACTUAL THRU 1/31/19	VARIANCE
REVENUES:				
Special Assessments Tax Collector	\$326,875	\$210,641	\$210,641	\$0
Interest	\$100	\$0	\$1,674	\$1,674
TOTAL REVENUES	\$326,975	\$210,641	\$212,315	\$1,674
EXPENDITURES:				
Interest Expense 11/01	\$92,181	\$92,181	\$92,181	\$0
Principal Expense 05/01	\$145,000	\$0	\$0	\$0
Interest Expense 05/01	\$92,181	\$0	\$0	\$0
TOTAL EXPENDITURES	\$329,363	\$92,181	\$92,181	\$0
Transfer In/(Out)	\$0	\$0	\$0	\$0
Other Debt Service Costs	\$0	\$0	\$0	\$0
TOTAL OTHER	\$0	\$0	\$0	\$0
EXCESS REVENUES (EXPENDITURES)	(\$2,388)		\$120,134	
FUND BALANCE - Beginning	\$143,381		\$310,001	
FUND BALANCE - Ending	\$140,994		\$430,135	

Reunion West
COMMUNITY DEVELOPMENT DISTRICT

Debt Service Fund
Statement of Revenues & Expenditures
Series 2016
For The Period Ending January 31, 2019

	ADOPTED BUDGET	PRORATED THRU 1/31/19	ACTUAL THRU 1/31/19	VARIANCE
<u>REVENUES:</u>				
Special Assessments - Tax Collector	\$549,750	\$346,707	\$346,707	\$0
Interest	\$0	\$0	\$504	\$504
TOTAL REVENUES	\$549,750	\$346,707	\$347,210	\$504
<u>EXPENDITURES:</u>				
Interest Expense 11/01	\$196,706	\$196,581	\$196,581	\$0
Principal Expense 11/01	\$145,000	\$145,000	\$145,000	\$0
Interest Expense 05/01	\$194,078	\$0	\$0	\$0
TOTAL EXPENDITURES	\$535,784	\$341,581	\$341,581	\$0
Transfer In/(Out)	\$0	\$0	\$0	\$0
Other Debt Service Costs	\$0	\$0	\$0	\$0
TOTAL OTHER	\$0	\$0	\$0	\$0
EXCESS REVENUES (EXPENDITURES)	\$13,966		\$5,629	
FUND BALANCE - Beginning	\$365,497		\$639,647	
FUND BALANCE - Ending	\$379,463		\$645,276	

Reunion West

COMMUNITY DEVELOPMENT DISTRICT

Debt Service Fund

Statement of Revenues & Expenditures

Series 2017

For The Period Ending January 31, 2019

REVENUES:

Special Assessments - Tax Collector
Interest

ADOPTED BUDGET	PRORATED THRU 1/31/19	ACTUAL THRU 1/31/19	VARIANCE
\$509,250	\$327,082	\$327,082	\$0
\$0	\$0	\$477	\$477
TOTAL REVENUES	\$509,250	\$327,559	\$477

EXPENDITURES:

Special Call 11/01
Interest Expense 11/01
Principal Expense 11/01
Interest Expense 05/01

\$30,000	\$30,000	\$30,000	\$0
\$186,006	\$186,006	\$186,006	\$0
\$135,000	\$135,000	\$135,000	\$0
\$183,644	\$0	\$0	\$0
TOTAL EXPENDITURES	\$534,650	\$351,006	\$0

Transfer In/(Out)

\$0	\$0	\$0	(\$0)
-----	-----	-----	-------

TOTAL OTHER

\$0	\$0	\$0	(\$0)
-----	-----	-----	-------

EXCESS REVENUES (EXPENDITURES)

(\$25,400)	(\$23,447)		
------------	------------	--	--

FUND BALANCE - Beginning

\$362,060	\$619,022		
-----------	-----------	--	--

FUND BALANCE - Ending

\$336,660	\$595,576		
-----------	-----------	--	--

Reunion West

COMMUNITY DEVELOPMENT DISTRICT

Capital Projects Fund

Series 2015

Statement of Revenues & Expenditures

For The Period Ending January 31, 2019

	ADOPTED BUDGET	PRORATED THRU 1/31/19	ACTUAL THRU 1/31/19	VARIANCE
<u>REVENUES:</u>				
Interest	\$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
Transfer In/(Out)	\$0	\$0	\$0	\$0
TOTAL OTHER	\$0	\$0	\$0	\$0
EXCESS REVENUES (EXPENDITURES)	\$0		\$0	
FUND BALANCE - Beginning	\$0		\$5	
FUND BALANCE - Ending	\$0		\$5	

Reunion West

COMMUNITY DEVELOPMENT DISTRICT

Capital Projects Fund

Series 2016

Statement of Revenues & Expenditures

For The Period Ending January 31, 2019

	ADOPTED BUDGET	PRORATED THRU 1/31/19	ACTUAL THRU 1/31/19	VARIANCE
<u>REVENUES:</u>				
Interest	\$0	\$0	\$0	\$0
TOTAL REVENUES	\$0	\$0	\$0	\$0
<u>EXPENDITURES:</u>				
Capital Outlay - Construction	\$0	\$0	\$0	\$0
TOTAL EXPENDITURES	\$0	\$0	\$0	\$0
Transfer In/(Out)	\$0	\$0	\$0	\$0
TOTAL OTHER	\$0	\$0	\$0	\$0
EXCESS REVENUES (EXPENDITURES)	\$0		\$0	
FUND BALANCE - Beginning	\$0		\$66	
FUND BALANCE - Ending	\$0		\$66	

Reunion West

COMMUNITY DEVELOPMENT DISTRICT

Capital Projects Fund

Series 2017

Statement of Revenues & Expenditures

For The Period Ending January 31, 2019

REVENUES:

	ADOPTED BUDGET	PRORATED THRU 1/31/19	ACTUAL THRU 1/31/19	VARIANCE
Interest	\$0	\$0	\$1	\$1
TOTAL REVENUES	\$0	\$0	\$1	\$1

EXPENDITURES:

Capital Outlay - Construction	\$0	\$0	\$0	\$0
Capital Outlay - Costs of Issuance	\$0	\$0	\$0	\$0
TOTAL EXPENDITURES	\$0	\$0	\$0	\$0
Transfer In/(Out)	\$0	\$0	\$0	\$0
TOTAL OTHER	\$0	\$0	\$0	\$0
EXCESS REVENUES (EXPENDITURES)	\$0		\$1	
FUND BALANCE - Beginning	\$0		\$602	
FUND BALANCE - Ending	\$0		\$602	

Reunion West CDD

Month to Month

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Total
Revenues													
Special Assessments - Tax Collector	\$0	\$65,616	\$309,398	\$24,607	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$399,621
Special Assessments - Direct	\$112,247	\$0	\$0	\$80,616	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$192,863
Interest Income	\$1	\$1	\$1	\$1	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3
Miscellaneous Revenue	\$312	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$312
Total Revenues	\$112,560	\$65,617	\$309,399	\$105,223	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$592,799
Expenses													
Supervisor Fees	\$0	\$800	\$800	\$2,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3,600
FICA	\$0	\$61	\$61	\$153	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$275
Engineering	\$0	\$319	\$170	\$396	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$885
Attorney	\$2,379	\$1,261	\$1,675	\$4,834	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$10,150
Trustee Fee	\$4,863	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4,863
Dissemination	\$875	\$625	\$625	\$625	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,750
Arbitrage	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Collection Agent	\$7,500	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$7,500
Property Appraiser Fee	\$0	\$0	\$0	\$465	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$465
Annual Audit	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Management Fees	\$3,690	\$3,690	\$3,690	\$3,690	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$14,758
Information Technology	\$183	\$183	\$183	\$183	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$733
Telephone	\$0	\$6	\$6	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$13
Postage	\$60	\$65	\$120	\$125	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$369
Printing & Binding	\$56	\$1	\$51	\$35	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$143
Insurance	\$8,540	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$8,540
Legal Advertising	\$688	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$688
Other Current Charges	\$3,400	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3,400
Office Supplies	\$21	\$0	\$20	\$20	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$62
Travel Per Diem	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Dues, Licenses & Subscriptions	\$175	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$175
Total Administrative	\$32,428	\$7,012	\$7,402	\$12,526	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$59,367

Reunion West CDD

Month to Month

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Total
Field Management	\$2,609	\$2,609	\$2,609	\$2,609	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$10,437
Facility Lease Agreement	\$1,498	\$1,498	\$1,498	\$1,498	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$5,993
Telephone	\$242	\$242	\$227	\$242	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$953
Electric	\$15,069	\$15,068	\$15,510	\$15,131	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$60,778
Water & Sewer	\$1,519	\$1,507	\$1,708	\$1,729	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$6,463
Gas	\$178	\$1,433	\$1,170	\$2,215	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4,996
Pool and Fountain Maintenance	\$5,419	\$7,258	\$9,080	\$6,401	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$28,159
Environmental	\$611	\$115	\$115	\$115	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$956
Property Insurance	\$18,271	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$18,271
Irrigation Repairs	\$1,768	\$375	\$219	\$400	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,763
Landscape Contract	\$23,796	\$47,157	\$30,577	\$23,844	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$125,374
Landscape Contingency	\$19,223	\$1,046	\$253	\$90	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$20,612
Landscape Consulting	\$1,430	\$3,320	\$2,978	\$1,430	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$9,158
Gate and Gatehouse Expenses	\$672	\$1,375	\$606	\$229	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,883
Roadways/Sidewalks	\$462	\$1,685	\$0	\$576	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,724
Lighting	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
MSA Building Repairs	\$1,707	\$88	\$0	\$359	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,154
Pressure Washing	\$2,552	\$0	\$0	\$264	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,816
Maintenance (Inspections)	\$0	\$0	\$29	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$29
Pest Control	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Signage	\$1,209	\$425	\$713	\$484	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,830
Security	\$5,133	\$5,133	\$5,133	\$5,133	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$20,533
Irrigation System Operations	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Contingency	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Maintenance	\$103,368	\$90,336	\$72,427	\$62,750	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$328,881
Total Expenses	\$135,796	\$97,347	\$79,829	\$75,276	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$388,249
Excess Revenues (Expenditures)	(\$23,236)	(\$31,730)	\$229,570	\$29,947	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$204,550

SPECIAL ASSESSMENT RECEIPTS - FY2019

Gross Assessments	\$ 3,536,875	\$ 659,720	\$ 1,417,083	\$ 347,739	\$ 572,366	\$ 539,968
Net Assessments	\$ 3,324,662	\$ 620,136	\$ 1,332,058	\$ 326,875	\$ 538,024	\$ 507,569

OFF ROLL ASSESSMENTS

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OFF ROLL ASSESSMENTS

REUNION WEST SPE, LLC \$7,276.00 \$7,276.00

DATE RECEIVED	DUE DATE	CHECK NO.	NET ASSESSED	AMOUNT RECEIVED	GENERAL FUND
1/30/19	12/31/18	24079	\$ 1,819.00	\$ 1,819.00	\$ 1,819.00
	3/31/19		\$ 1,819.00	\$ -	\$ -
	6/30/19		\$ 1,819.00	\$ -	\$ -
	9/30/19		\$ 1,819.00	\$ -	\$ -
			\$ 7,276.00	\$ 1,819.00	\$ 1,819.00

REUNION WEST SPE, LLC \$37,864.00 \$37,864.00

DATE RECEIVED	DUE DATE	CHECK NO.	NET ASSESSED	AMOUNT RECEIVED	GENERAL FUND
1/30/19	12/31/18	24079	\$ 9,466.00	\$ 9,466.00	\$ 9,466.00
	3/31/19		\$ 9,466.00	\$ -	\$ -
	6/30/19		\$ 9,466.00	\$ -	\$ -
	9/30/19		\$ 9,466.00	\$ -	\$ -
			\$ 37,864.00	\$ 9,466.00	\$ 9,466.00

REUNION WEST SPE, LLC \$41,725.00 \$41,725.00

DATE RECEIVED	DUE DATE	CHECK NO.	NET ASSESSED	AMOUNT RECEIVED	GENERAL FUND
1/30/19	12/31/18	24079	\$ 10,431.25	\$ 10,431.00	\$ 10,431.00
	3/31/19		\$ 10,431.25	\$ -	\$ -
	6/30/19		\$ 10,431.25	\$ -	\$ -
	9/30/19		\$ 10,431.25	\$ -	\$ -
			\$ 41,725.00	\$ 10,431.00	\$ 10,431.00

REUNION WEST SPE, LLC \$32,668.00 \$32,668.00

DATE RECEIVED	DUE DATE	CHECK NO.	NET ASSESSED	AMOUNT RECEIVED	GENERAL FUND
1/30/19	12/31/18	24079	\$ 8,167.00	\$ 8,167.00	\$ 8,167.00
	3/31/19		\$ 8,167.00	\$ -	\$ -
	6/30/19		\$ 8,167.00	\$ -	\$ -
	9/30/19		\$ 8,167.00	\$ -	\$ -
			\$ 32,668.00	\$ 8,167.00	\$ 8,167.00

REUNION WEST II LLC \$202,932.00 \$202,932.00

DATE RECEIVED	DUE DATE	CHECK NO.	NET ASSESSED	AMOUNT RECEIVED	GENERAL FUND
1/30/19	12/31/18	24079	\$ 50,733.00	\$ 50,733.00	\$ 50,733.00
	3/31/19		\$ 50,733.00	\$ -	\$ -
	6/30/19		\$ 50,733.00	\$ -	\$ -
	9/30/19		\$ 50,733.00	\$ -	\$ -
			\$ 202,932.00	\$ 50,733.00	\$ 50,733.00

SUMMARY	
	GENERAL FUND
TOTAL DIRECT BILLED	\$434,712.00
TOTAL RECEIVED	\$ 192,863.00
VARIANCE	\$241,849.00

SECTION 3

Reunion East/West CDD Direct Billed Assessments for FY 2019

District Reunion East	Landowner	Product	Total O & M	Total Debt	Total Due		O & M	Debt	Total	Paid	
	Citicommunities					Nov	\$5,491	\$7,496	\$12,987	paid 2/25/19	
	35-25-27-4885-PRCL-OC30					Feb	\$2,746	\$3,748	\$6,494	Paid 2/25/19	
			\$10,982	\$14,992	\$25,974	May	\$2,746	\$3,748	\$6,494		
	Estoppel										
	Totals		<u>\$10,982</u>	<u>\$14,992</u>	<u>\$25,974</u>	Total	<u>\$10,982</u>	<u>\$14,992</u>	<u>\$25,974</u>		
							O & M	Debt	Total	Paid	
	LRA ORLANDO LLC		\$1,848	\$5,053	\$6,901	Nov	\$924	\$2,527	\$3,451		11/5/18
	35-25-27-4885-PRCL-OC30 4 MF					Feb	\$462	\$1,263	\$1,725		11/5/18
						May	\$462	\$1,263	\$1,725		11/5/18
						Total	<u>\$1,848</u>	<u>\$5,053</u>	<u>\$6,901</u>		
							O & M	Debt	Total	Paid	
	EHOF										
	11-1-15 Interest										
	27-25-27-2985-TRAC-FD20 30 Comm/755 MF		\$358,021	\$153,228	\$511,249	Nov	\$454,923	\$858,693	\$1,313,616	Paid 1/2/19	
	35-25-27-4895-PRCL-01C0 242.29 Comm/701 MF/300 Hotel		\$490,846	\$1,207,865	\$1,698,711	Feb	\$227,462	\$429,346	\$656,808		
	27-25-27-2985-TRAC-FD30 10 Comm/56 MF/104 Hotel		\$60,979	\$356,292	\$417,271	May	\$227,462	\$429,346	\$656,808		
			<u>\$909,846</u>	<u>\$1,717,385</u>	<u>\$2,627,231</u>	Total	<u>\$909,846</u>	<u>\$1,717,385</u>	<u>\$2,627,231</u>		
District Reunion West	Landowner		Total O & M	Total Debt	Total Due		O & M	Debt	Total	Paid	
	Reunion West SPE										
	27-25-27-4927-0001-WC10		\$7,276		\$7,276	Dec	\$29,883	\$0	\$29,883	Paid 1/30/2019	
	27-25-27-4927-0001-SF10		\$37,864		\$37,864	March	\$29,883	\$0	\$29,883		
	27-25-27-4927-0001-SF20		\$41,725		\$41,725	June	\$29,883	\$0	\$29,883		
	27-25-27-4935-0001-0XX0		\$32,667.00		\$32,667	September	\$29,883	\$0	\$29,883		
			<u>\$119,532.00</u>	<u>\$0.00</u>	<u>\$119,532.00</u>	Total	<u>\$119,532</u>	<u>\$0</u>	<u>\$119,532</u>		
	Reunion West HOA		\$202,932	\$0	\$202,932	Dec	\$50,733.00	\$0.00	\$50,733.00	Paid 1/30/2019	
	22-25-27-4923-0001-00B0					March	\$50,733.00	\$0.00	\$50,733.00		
						June	\$50,733.00	\$0.00	\$50,733.00		
						September	\$50,733.00	\$0.00	\$50,733.00		
						Total	<u>\$202,932.00</u>	<u>\$0.00</u>	<u>\$202,932.00</u>		