

*Scenic Terrace North
Community Development District*

Meeting Agenda

June 25, 2026

AGENDA

Scenic Terrace North

Community Development District

219 E. Livingston St., Orlando, Florida 32801
Phone: 407-841-5524 – Fax: 407-839-1526

June 18, 2026

Board of Supervisors Meeting **Scenic Terrace North Community Development District**

Dear Board Members:

A Board of Supervisors Meeting of the **Scenic Terrace North Community Development District** will be held on **Thursday, June 25, 2026 at 10:00 AM** at the **Offices of PRIME Community Management, 375 Avenue A SE, Winter Haven, FL 33880.**

Zoom Video Link: <https://us06web.zoom.us/j/87445994285>

Zoom Call-In Number: 1-646-876-9923

Meeting ID: 874 4599 4285

Following is the advance agenda for the meeting:

Board of Supervisors Meeting

1. Roll Call
2. Public Comment Period (Public Comments are limited to three (3) minutes each)
3. Approval of Minutes of the April 23, 2026 Board of Supervisors Meeting
4. Presentation of Fiscal Year 2025 Audit Report
5. Staff Reports
 - A. Attorney
 - B. Engineer
 - C. Field Manager's Report
 - i. Presentation of Letter from Landscape Maintenance Vendor (Prince and Sons) Regarding Fuel Charge Invoicing
 - D. District Manager's Report
 - i. Approval of Check Register
 - ii. Balance Sheet & Income Statement
 - iii. Reminder to Board Members to File Form 1's by the July 1, 2026 Deadline
6. Other Business
7. Supervisors Requests and Audience Comments
8. Adjournment

MINUTES

**MINUTES OF MEETING
SCENIC TERRACE NORTH
COMMUNITY DEVELOPMENT DISTRICT**

The regular meeting of the Board of Supervisors of the Scenic Terrace North Community Development District was held on **Thursday, April 23, 2026**, at 10:00 a.m. at the Offices of PRIME Community Management, 375 Avenue A SE, Winter Haven, Florida.

Present and constituting a quorum:

Bobbie Shockley	Assistant Secretary
Lindsey Roden	Assistant Secretary
Jessica Spencer	Assistant Secretary

Also present were:

Jill Burns	District Manager, GMS
Roy Van Wyk <i>by Zoom</i>	District Counsel, Kilinski Van Wyk
Megan Birnholz-Couture <i>by Zoom</i>	District Counsel, Kilinski Van Wyk
Joel Blanco	Field Manager, GMS
Matt Fisher	Field Manager, GMS

FIRST ORDER OF BUSINESS

Roll Call

Ms. Burns called the meeting to order at 10:00 a.m. and called the roll. Three Supervisors were present constituting a quorum.

SECOND ORDER OF BUSINESS

Public Comment Period

There were no members of the public present and none joining by Zoom.

THIRD ORDER OF BUSINESS

**Approval of Minutes of February 26, 2026
Board of Supervisor's Meeting**

Ms. Burns presented the meeting minutes from the February 26, 2026 Board of Supervisor's meeting and asked for any comments, corrections, or questions. There Board had no changes to the minutes.

On MOTION by Ms. Shockley, seconded by Ms. Spencer, with all in favor, the Minutes of February 26, 2026 Board of Supervisors Meeting, were approved.

FOURTH ORDER OF BUSINESS

Consideration of Resolution 2026-09 Approving the Proposed Fiscal Year 2026/2027 Budget and Setting the Public Hearing on the Adoption of the Fiscal Year 2026/2027 Budget (Suggested Date: July 23, 2026)

Ms. Burns reviewed Resolution 2026-09 to approve the proposed Fiscal year 2027 budget and schedule a public hearing for July 23, 2026 at 10:00 a.m. at the current location. The proposed budget includes no assessment increase. It covers 330 platted lots, with 27 unconstructed lots still charged at the administrative rate. Field expenses were reduced based on actual costs, while the payment to Scenic Terrace South under the interlocal agreement increased to \$54,384, mainly due to added pool security. Staff noted that there were not many changes to the budget.

Ms. Roden asked if that is for Phase 1. Ms. Burns explained that one budget item was removed because it would be paid from escrow, which helped offset another increase. The Board discussed the timeline for the 27 undeveloped lots. The response was that negotiations with builders are nearly complete and development should begin once contracts are finalized, but no firm start date is known. It was estimated that the lots will not come online during Fiscal Year 2027.

On MOTION by Ms. Roden, seconded by Ms. Shockley, with all in favor, Resolution 2026-09 Approving the Proposed Fiscal Year 2026/2027 Budget and Setting the Public Hearing on the Adoption of the Fiscal Year 2026/2027 Budget on July 23, 2026, was approved.

FIFTH ORDER OF BUSINESS

Staff Reports

A. Attorney

Mr. Van Wyk wanted to remind the Board about the required ethics training and financial disclosures.

B. Engineer

Mr. Arrington reminded the Board that the District’s annual inspection period is approaching. The inspections are expected to take place during the summer months, and the Board was given advance notice that staff will be out in the community conducting them.

C. Field Manager’s Report

Mr. Blanco reported that several maintenance items had been completed, including graffiti removal, a stop sign repair, and installation of previously approved no-parking signs. He updated the Board on damage along Poppy Drive, noting that Tucker Paving had provided a repair quote to the developer and that staff would continue monitoring the situation. He presented a proposal to replace cold-damaged perimeter landscaping, primarily fire bush and gold mound plants, at a total cost of \$11,320.

i. Consideration of Proposal to Replace Landscaping Affected by Cold Snap

Mr. Blanco presented a Proposal on page 29 to replace cold-damaged perimeter landscaping, primarily fire bush and gold mound plants, at a total cost of \$11,320.

Ms. Burns stated that there is \$15,000 in the Landscape replacement line item that has not been used.

On MOTION by Ms. Spencer, seconded by Ms. Roden, with all in favor, the Proposal to Replace Landscaping Affected by Cold Snap, was approved.

D. District Manager’s Report

i. Approval of Check Register

Ms. Burns presented the check register for February 13th through April 9th totaling \$63,715.15 which is included in the agenda package and offered to take any questions.

On MOTION by Ms. Shockley, seconded by Ms. Roden, with all in favor, the Check Register, was approved.

ii. Balance Sheet & Income Statement

Ms. Burns stated the financial statements through the month of February are included in the package for review. These are for informational purposes.

iii. Presentation of Number of Registered Voters – 55

Ms. Burns stated that the community currently has 55 registered voters. Because it has not yet reached either the six-year threshold or the required number of registered voters, no change is needed at this time, but the District will continue monitoring the count.

SIXTH ORDER OF BUSINESS

Other Business

There being no comments, the next item followed.

SEVENTH ORDER OF BUSINESS

Supervisors' Requests and Audience Comments

There being no comments, the next item followed.

EIGHTH ORDER OF BUSINESS

Adjournment

Ms. Burns adjourned the meeting.

On MOTION by Ms. Shockley, seconded by Ms. Spencer, with all in favor, the meeting was adjourned.

Secretary/Assistant Secretary

Chairman/Vice Chairman

SECTION IV

**SCENIC TERRACE NORTH
COMMUNITY DEVELOPMENT DISTRICT
CITY OF HAINES CITY, FLORIDA
FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2025**

**SCENIC TERRACE NORTH COMMUNITY DEVELOPMENT DISTRICT
CITY OF HAINES CITY, FLORIDA**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Supervisors
Scenic Terrace North Community Development District
City of Haines City, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Scenic Terrace North Community Development District, City of Haines City, Florida ("District") as of and for the fiscal year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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, 2025, and the respective changes in financial position thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

The District's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Information Included in the Financial Report

Management is responsible for the other information included in the financial report. The other information comprises the information for compliance with FL Statute 218.39 (3) (c) but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 1, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

June 1, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of Scenic Terrace North Community Development District, City of Haines City, Florida ("District") provides a narrative overview of the District's financial activities for the fiscal year ended September 30, 2025. Please read it in conjunction with the District's Independent Auditor's Report, basic financial statements, accompanying notes and supplementary information to the basic financial statements.

FINANCIAL HIGHLIGHTS

- The assets of the District exceeded its liabilities at the close of the most recent fiscal year resulting in a net position balance of \$10,829,105.
- The change in the District's total net position in comparison with the prior fiscal year was \$7,063,584, an increase. The key components of the District's net position and change in net position are reflected in the table in the government-wide financial analysis section.
- At September 30, 2025, the District's governmental funds reported combined ending fund balances of \$1,495,890, an increase of \$90,040 in comparison with the prior fiscal year. The total fund balance is restricted for debt service, non-spendable for prepaid items, and the remainder is unassigned fund balance which is available for spending at the District's discretion.

OVERVIEW OF FINANCIAL STATEMENTS

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

Government-Wide Financial Statements

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

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

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

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

Fund Financial Statements

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

OVERVIEW OF FINANCIAL STATEMENTS (Continued)

Governmental Funds

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

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

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

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

Notes to the Financial Statements

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

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

	NET POSITION	
	SEPTEMBER 30,	
	2025	2024
Current and other assets	\$ 1,556,909	\$ 1,605,249
Capital assets, net of depreciation	18,466,077	15,619,947
Total assets	20,022,986	17,225,196
Current liabilities	283,925	521,863
Long-term liabilities	8,909,956	12,937,812
Total liabilities	9,193,881	13,459,675
Net position		
Net investment in capital assets	9,556,121	2,682,180
Restricted	1,117,422	1,069,653
Unrestricted	155,562	13,688
Total net position	\$ 10,829,105	\$ 3,765,521

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

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

The District's net position increased during the most recent fiscal year. The majority of the increase was a result of prepayments collected during the current fiscal year.

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

CHANGES IN NET POSITION		
FOR THE FISCAL YEAR ENDED SEPTEMBER 30,		
	2025	2024
Revenues:		
Program revenues		
Charges for services	\$ 4,973,732	\$ 386,956
Operating grants and contributions	87,144	136,401
Capital grants and contributions	2,846,085	4,579,544
General revenues		
Unrestricted investment earnings	2,658	
Total revenues	<u>7,909,619</u>	<u>5,102,901</u>
Expenses:		
General government	97,904	76,936
Maintenance and operations	129,389	605
Interest	618,742	796,480
Bond issue costs	-	1,500
Total expenses	<u>846,035</u>	<u>875,521</u>
Change in net position	<u>7,063,584</u>	<u>4,227,380</u>
Net position - beginning	<u>3,765,521</u>	<u>(461,859)</u>
Net position - ending	<u>\$ 10,829,105</u>	<u>\$ 3,765,521</u>

As noted above and in the statement of activities, the cost of all governmental activities during the fiscal year ended September 30, 2025, was \$846,035. The costs of the District's activities were primarily funded by program revenues. Program revenues were primarily comprised of Developer contributions and special assessments. The decrease in current fiscal year expenses is primarily the result of a decrease in interest expense.

GENERAL BUDGETING HIGHLIGHTS

An operating budget was adopted and maintained by the governing board for the District pursuant to the requirements of Florida Statutes. The budget is adopted using the same basis of accounting that is used in preparation of the fund financial statements. The legal level of budgetary control, the level at which expenditures may not exceed budget, is in the aggregate. Any budget amendments that increase the aggregate budgeted appropriations must be approved by the Board of Supervisors. Actual general fund expenditures did not exceed appropriations for the fiscal year ended September 30, 2025.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At September 30, 2025, the District had \$18,466,077 invested in capital assets for its governmental activities. No depreciation has been taken in the current fiscal year as the District's infrastructure and other capital assets are under construction. More detailed information about the District's capital assets is presented in the notes of the financial statements.

Capital Debt

At September 30, 2025, the District had \$8,970,000 Bonds outstanding for its governmental activities. More detailed information about the District's capital debt is presented in the notes of the financial statements.

ECONOMIC FACTORS AND OTHER EVENTS

The District anticipates an increase in general operations as the District is built out.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, land owners, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the financial resources it manages and the stewardship of the facilities it maintains. If you have questions about this report or need additional financial information, contact the Scenic Terrace North Community Development District's Finance Department at 219 East Livingston Street, Orlando, FL 32801.

**SCENIC TERRACE NORTH COMMUNITY DEVELOPMENT DISTRICT
CITY OF HAINES CITY, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025**

	<u>Governmental Activities</u>
ASSETS	
Cash	\$ 22,763
Investments	142,659
Assessments receivable	3,458
Prepaid items	9,484
Due from Developer	40,810
Restricted assets:	
Investments	1,337,735
Capital assets:	
Nondepreciable	<u>18,466,077</u>
Total assets	<u>20,022,986</u>
 LIABILITIES	
Accounts payable	20,209
Contracts payable	40,810
Accrued interest payable	222,906
Non-current liabilities:	
Due within one year	125,000
Due in more than one year	<u>8,784,956</u>
Total liabilities	<u>9,193,881</u>
 NET POSITION	
Net investment in capital assets	9,556,121
Restricted for debt service	1,117,422
Unrestricted	<u>155,562</u>
Total net position	<u>\$ 10,829,105</u>

See notes to the financial statements

**SCENIC TERRACE NORTH COMMUNITY DEVELOPMENT DISTRICT
CITY OF HAINES CITY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2025**

	Major Funds			Total Governmental Funds
	General	Debt Service	Capital Projects	
ASSETS				
Cash	\$ 22,763	\$ -	\$ -	\$ 22,763
Investments	142,659	1,337,735	-	1,480,394
Assessments receivable	865	2,593	-	3,458
Due from Developer	-	-	40,810	40,810
Prepaid items	9,484	-	-	9,484
Total assets	<u>\$ 175,771</u>	<u>\$ 1,340,328</u>	<u>\$ 40,810</u>	<u>\$ 1,556,909</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 20,209	\$ -	\$ -	\$ 20,209
Contracts payable	-	-	40,810	40,810
Total liabilities	<u>20,209</u>	<u>-</u>	<u>40,810</u>	<u>61,019</u>
Fund balances:				
Nonspendable:				
Prepaid items	9,484	-	-	9,484
Restricted for:				
Debt service	-	1,340,328	-	1,340,328
Unassigned	146,078	-	-	146,078
Total fund balances	<u>155,562</u>	<u>1,340,328</u>	<u>-</u>	<u>1,495,890</u>
Total liabilities and fund balances	<u>\$ 175,771</u>	<u>\$ 1,340,328</u>	<u>\$ 40,810</u>	<u>\$ 1,556,909</u>

See notes to the financial statements

**SCENIC TERRACE NORTH COMMUNITY DEVELOPMENT DISTRICT
CITY OF HAINES CITY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2025**

Fund balance - governmental funds		\$ 1,495,890
Amounts reported for governmental activities in the statement of net position are different because:		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. The statement of net position includes those capital assets, net of accumulated depreciation, in the assets of the government as a whole.</p>		
Cost of capital assets	18,466,077	
Accumulated depreciation	-	18,466,077
<p>Liabilities not due and payable from current available resources are not reported as liabilities in the governmental fund financial statements. All liabilities, both current and long-term, are reported in the government-wide financial statements.</p>		
Accrued interest payable	(222,906)	
Bonds payable	(8,909,956)	(9,132,862)
Net position of governmental activities		\$ 10,829,105

See notes to the financial statements

**SCENIC TERRACE NORTH COMMUNITY DEVELOPMENT DISTRICT
CITY OF HAINES CITY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025**

	Major Funds			Total Governmental Funds
	General	Debt Service	Capital Projects	
REVENUES				
Assessments	\$ 366,509	\$ 4,607,223	\$ -	\$ 4,973,732
Developer contributions	-	-	2,845,920	2,845,920
Interest	2,658	87,144	165	89,967
Total revenues	369,167	4,694,367	2,846,085	7,909,619
EXPENDITURES				
Current:				
General government	97,904	-	-	97,904
Maintenance and operations	129,389	-	-	129,389
Debt service:				
Principal	-	4,030,000	-	4,030,000
Interest	-	716,156	-	716,156
Capital outlay	-	-	2,846,130	2,846,130
Total expenditures	227,293	4,746,156	2,846,130	7,819,579
Excess (deficiency) of revenues over (under) expenditures	141,874	(51,789)	(45)	90,040
Fund balances - beginning	13,688	1,392,117	45	1,405,850
Fund balances - ending	\$ 155,562	\$ 1,340,328	\$ -	\$ 1,495,890

See notes to the financial statements

**SCENIC TERRACE NORTH COMMUNITY DEVELOPMENT DISTRICT
CITY OF HAINES CITY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025**

Net change in fund balances - total governmental funds	\$ 90,040
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures, however in the statement of activities, the cost of those assets are eliminated and capitalized as capital assets.	2,846,130
Repayments of long-term liabilities are reported as expenditures in the governmental fund financial statements, but such repayments reduce liabilities in the statement of net position and are eliminated in the statement of activities.	4,030,000
Amortization of Bond discounts is not recognized in the governmental fund financial statements, but is reported as an expense in the statement of activities.	(2,144)
The change in accrued interest on long-term liabilities between the current and prior fiscal year is recorded in the statement of activities, but not in the governmental fund financial statements.	<u>99,558</u>
Change in net position of governmental activities	<u>\$ 7,063,584</u>

See notes to the financial statements

**SCENIC TERRACE NORTH COMMUNITY DEVELOPMENT DISTRICT
CITY OF HAINES CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 – NATURE OF ORGANIZATION AND REPORTING ENTITY

The Scenic Terrace North Community Development District ("District") was created on August 19, 2021 by Ordinance 21-1741 of the City of Haines City, Florida, pursuant to the Uniform Community Development District Act of 1980, otherwise known as Chapter 190, Florida Statutes. The Act provides among other things, the power to manage basic services for community development, power to borrow money and issue Bonds, and to levy and assess non-ad valorem assessments for the financing and delivery of capital infrastructure. The boundaries of the District were amended by Ordinance No. 23-2042, effective June 1, 2023.

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

The District is governed by the Board of Supervisors ("Board"), which is composed of five members. The Supervisors are elected by the owners of the property within the District. The Board of Supervisors of the District exercise all powers granted to the District pursuant to Chapter 190, Florida Statutes. At September 30, 2025, all of the Board members are affiliated with Highland Sumner, LLC ("Developer").

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

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Government-Wide and Fund Financial Statements

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

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

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

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

Assessments

Assessments are non-ad valorem assessments on benefitted property within the District. Operating and Maintenance Assessments are based upon adopted budget and levied annually. Debt Service Assessments are levied when Bonds are issued and assessed and collected on an annual basis. The District may collect assessments directly or utilize the uniform method of collection (Chapter 197.3632, Florida Statutes). Direct collected assessments are due as determined by annual assessment resolution adopted by the Board of Supervisors. Assessments collected under the uniform method are mailed by County Tax Collector on November 1 and due on or before March 31 of each year. Property owners may prepay a portion or all of the Debt Service Assessments on their property subject to various provisions in the Bond documents.

Assessments and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. The portion of assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period.

The District reports the following major governmental funds:

General Fund

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

Debt Service Fund

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

Capital Projects Fund

This 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 government's policy to use restricted resources first for qualifying expenditures, then unrestricted resources as they are needed.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Net Position or Equity

Restricted Assets

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

Deposits and Investments

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

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

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

The State Board of Administration's ("SBA") Local Government Surplus Funds Trust Fund ("Florida PRIME") is a "2a-7 like" pool. A "2a-7 like" pool is an external investment pool that is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a-7 of the Investment Company Act of 1940, which comprises the rules governing money market funds. Thus, the pool operates essentially as a money market fund. The District has reported its investment in Florida PRIME at amortized cost for financial reporting purposes.

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

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

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 and equipment, and infrastructure assets (e.g., roads, sidewalks and similar items) are reported in the governmental activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) 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.

No depreciation has been taken in the current fiscal year as the District's infrastructure and other capital assets are under construction.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Net Position or Equity (Continued)

Unearned Revenue

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

Long-Term Obligations

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

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

Deferred Outflows/Inflows of Resources

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

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

Fund Equity/Net Position

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

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

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

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

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

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Net Position or Equity (Continued)

Fund Equity/Net Position (Continued)

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

Other Disclosures

Use of Estimates

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

NOTE 3 – BUDGETARY INFORMATION

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

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

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

NOTE 4 – DEPOSITS AND INVESTMENTS

Deposits

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

NOTE 4 – DEPOSITS AND INVESTMENTS (Continued)

Investments

The District's investments were held as follows at September 30, 2025:

	Maturities	Amortized cost	Credit Risk
Florida Prime (SBA)	Weighted average maturity: 47 days	\$ 142,659	S&P AAAM
First American Treasury Obligations Fund Class Y	Weighted average maturity: 45 days	1,337,735	S&P AAAM
Total investments		<u>\$ 1,480,394</u>	

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

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

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

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

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

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

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

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

Money market investments that have a maturity at the time of purchase of one year or less and are held by governments other than external investment pools should be measured at amortized cost. For external investment pools that qualify to be measured at amortized cost, the pool's participants should also measure their investments in that external investment pool at amortized cost for financial reporting purposes. Accordingly, the District's investments have been reported at amortized cost above.

NOTE 4 – DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

External Investment Pool – With regard to redemption gates, Chapter 218.409(8)(a), Florida Statutes, states that “The principal, and any part thereof, of each account constituting the trust fund is subject to payment at any time from the moneys in the trust fund. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board can invest moneys entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the Trustees, the Joint Legislative Auditing Committee, the Investment Advisory Council, and the Participant Local Government Advisory Council. The Trustees shall convene an emergency meeting as soon as practicable from the time the Executive Director has instituted such measures and review the necessity of those measures. If the Trustees are unable to convene an emergency meeting before the expiration of the 48-hour moratorium on contributions and withdrawals, the moratorium may be extended by the Executive Director until the Trustees are able to meet to review the necessity for the moratorium. If the Trustees agree with such measures, the Trustees shall vote to continue the measures for up to an additional 15 days. The Trustees must convene and vote to continue any such measures before the expiration of the time limit set, but in no case may the time limit set by the Trustees exceed 15 days.” With regard to liquidity fees, Florida Statute 218.409(4) provides authority for the SBA to impose penalties for early withdrawal, subject to disclosure in the enrollment materials of the amount and purpose of such fees. At present, no such disclosure has been made.

As of September 30, 2025, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant’s daily access to 100% of their account value.

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended September 30, 2025 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
<u>Governmental activities</u>				
Capital assets, not being depreciated				
Construction in progress	\$ 15,619,947	\$ 2,846,130	\$ -	\$ 18,466,077
Total capital assets, not being depreciated	15,619,947	2,846,130	-	18,466,077
Governmental activities capital assets, net	\$ 15,619,947	\$ 2,846,130	\$ -	\$ 18,466,077

The infrastructure intended to serve the District has been estimated at a total cost of approximately \$22,125,000. A portion of the project costs was expected to be financed with the proceeds from the issuance of Bonds with the remainder to be funded by the Developer and conveyed to the District. Upon completion, certain improvements are to be conveyed to others for ownership and maintenance responsibilities.

NOTE 6 – LONG-TERM LIABILITIES

Series 2023

On September 14, 2023, the District issued \$13,000,000 of Special Assessment Bonds, Series 2023, consisting of term Bonds with due dates from May 1, 2025, to May 1, 2054, and fixed interest rates from 5.125% to 6.125%. The Bonds were issued to finance the acquisition and construction of certain improvements for the benefit of the District. Interest is to be paid semiannually on each May 1 and November 1. Principal on the Bonds is to be paid serially commencing May 1, 2025, through May 1, 2054.

The Bonds are subject to redemption at the option of the District prior to their maturity. The Bonds are subject to extraordinary mandatory redemption prior to their selected maturity in the manner determined by the Bond Registrar if certain events occurred as outlined in the Bond Indenture. This occurred during the current fiscal year as the District collected assessments from lot closings and prepaid \$3,910,000 of the Series 2023 Bonds.

NOTE 6 – LONG-TERM LIABILITIES (Continued)

Series 2023 (Continued)

The Bond Indenture established a debt service reserve requirement as well as other 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 agrees to levy special assessments in annual amounts adequate to provide payment of debt service and to meet the reserve requirements. Upon satisfaction of certain conditions, a portion of the original reserve requirements will be released to the Developer for construction costs paid on behalf of the District; This occurred during the current fiscal year as a result of the February 1, 2025 prepayment, which reduced the required reserve amount. The resulting excess reserve funds were transferred to the Prepayment Account in accordance with the Supplemental Indenture. The District was in compliance with the requirements at September 30, 2025.

Long-term Debt Activity

Changes in long-term liability activity for the fiscal year ended September 30, 2025, were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental activities</u>					
Bonds Payable					
Series 2023	\$ 13,000,000	\$ -	\$ 4,030,000	\$ 8,970,000	\$ 125,000
Less original issue discount	(62,188)	-	(2,144)	(60,044)	-
Total	\$ 12,937,812	\$ -	\$ 4,027,856	\$ 8,909,956	\$ 125,000

At September 30, 2025, the scheduled debt service requirements on the long-term debt were as follows:

Year ending September 30:	Governmental Activities		
	Principal	Interest	Total
2026	\$ 125,000	\$ 534,975	\$ 659,975
2027	130,000	528,569	658,569
2028	135,000	521,906	656,906
2029	145,000	514,988	659,988
2030	150,000	507,556	657,556
2031-2035	905,000	2,399,469	3,304,469
2036-2040	1,210,000	2,099,256	3,309,256
2041-2045	1,630,000	1,696,838	3,326,838
2046-2050	2,215,000	1,135,881	3,350,881
2051-2054	2,325,000	366,888	2,691,888
Total	\$ 8,970,000	\$ 10,306,326	\$ 19,276,326

NOTE 7 – DEVELOPER TRANSACTIONS

The Developer has agreed to fund the general operations of the District. For the current fiscal year, Developer contributions in the capital projects fund were \$2,845,920. Of this amount, \$40,810 was noted as receivable as at the year end. The Developer owns a portion of land within the District; therefore, assessment revenues in the general and debt service funds include the assessments levied on those lots owned by the Developer.

NOTE 8 – CONCENTRATION

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

NOTE 9 – MANAGEMENT COMPANY

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

NOTE 10 – RISK MANAGEMENT

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

NOTE 11 – INTERLOCAL AGREEMENT

The District has entered into a cost sharing agreement with Scenic Terrace South Community Development District in which it was agreed that both Districts would share in the costs and acquisition of certain amenity improvements for the benefit of both Districts. During the current fiscal year, the District paid \$58,325 in shared costs in accordance with the interlocal agreement.

NOTE 12 – SUBSEQUENT EVENTS

Bond Payments

Subsequent to fiscal year end, the District prepaid a total of \$60,000 of the Series 2023 Bonds. The prepayments were considered extraordinary mandatory redemptions as outlined in the Bond Indenture.

**SCENIC TERRACE NORTH COMMUNITY DEVELOPMENT DISTRICT
CITY OF HAINES CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL – GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025**

	Budgeted Amounts Original & Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Assessments	\$ 356,991	\$ 366,509	\$ 9,518
Interest	-	2,658	2,658
Total revenues	356,991	369,167	12,176
EXPENDITURES			
Current:			
General government	126,166	97,904	28,262
Maintenance and operations	230,825	129,389	101,436
Total expenditures	356,991	227,293	129,698
Excess (deficiency) of revenues over (under) expenditures	\$ -	141,874	\$ 141,874
Fund balances - beginning		13,688	
Fund balances - ending		\$ 155,562	

See notes to required supplementary information

**SCENIC TERRACE NORTH COMMUNITY DEVELOPMENT DISTRICT
CITY OF HAINES CITY, FLORIDA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

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

The legal level of budgetary control, the level at which expenditures may not exceed budget, is in the aggregate. Any budget amendments that increase the aggregate budgeted appropriations must be approved by the Board of Supervisors. Actual general fund expenditures did not exceed appropriations for the fiscal year ended September 30, 2025.

**SCENIC TERRACE NORTH COMMUNITY DEVELOPMENT DISTRICT
CITY OF HAINES CITY, FLORIDA
OTHER INFORMATION – DATA ELEMENTS
REQUIRED BY FLORIDA STATUTE 218.39(3)(C)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025
UNAUDITED**

<u>Element</u>	<u>Comments</u>
Number of District employees compensated in the last pay period of the District's fiscal year being reported.	3
Number of independent contractors compensated to whom nonemployee compensation was paid in the last month of the District's fiscal year being reported.	6
Employee compensation	\$600
Independent contractor compensation	\$224,378
Construction projects to begin on or after October 1; (\$65K)	\$499,673
Budget variance report	See the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund
Ad Valorem taxes;	Not applicable
Non ad valorem special assessments;	
Special assessment rate	Operations and maintenance - \$1,021.51 Debt service - \$3,062.07
Special assessments collected	\$4,973,732.00
Outstanding Bonds:	
Series 2023, Due May 1, 2054	\$8,970,000



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
Scenic Terrace North Community Development District
City of Haines City, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and the major fund of Scenic Terrace North Community Development District, City of Haines City, Florida ("District") as of and for the fiscal year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our opinion thereon dated June 1, 2026.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

June 1, 2026



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

To the Board of Supervisors
Scenic Terrace North Community Development District
City of Haines City, Florida

We have examined Scenic Terrace North Community Development District, City of Haines City, Florida's ("District") compliance with the requirements of Section 218.415, Florida Statutes, in accordance with Rule 10.556(10) of the Auditor General of the State of Florida during the fiscal year ended September 30, 2025. Management is responsible for the District's compliance with those requirements. Our responsibility is to express an opinion on District's compliance based on our examination.

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

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the examination engagement.

In our opinion, the District complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2025.

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

June 1, 2026



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

To the Board of Supervisors
Scenic Terrace North Community Development District
City of Haines City, Florida

Report on the Financial Statements

We have audited the accompanying basic financial statements of Scenic Terrace North Community Development District, City of Haines City, Florida ("District") as of and for the fiscal year ended September 30, 2025, and have issued our report thereon dated June 1, 2026.

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 the financial statements performed in accordance with *Government Auditing Standards*; and Independent Auditor's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated June 1, 2026, should be considered in conjunction with this management letter.

Purpose of this Letter

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

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

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

We wish to thank Scenic Terrace North Community Development District, City of Haines City, Florida and the personnel associated with it, for the opportunity to be of service to them in this endeavor as well as future engagements, and the courtesies extended to us.

June 1, 2026

REPORT TO MANAGEMENT

I. CURRENT YEAR FINDINGS AND RECOMMENDATIONS

None

II. PRIOR YEAR FINDINGS AND RECOMMENDATIONS

None

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

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

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

There were no significant findings and recommendations made in the preceding annual financial audit report for the fiscal year ended September 30, 2024.

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

There were no such matters discovered by, or that came to the attention of, the auditor, to be reported for the fiscal year ended September 30, 2025.

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

There were no such matters discovered by, or that came to the attention of, the auditor, to be reported, for the fiscal year ended September 30, 2025.

4. The name or official title and legal authority of the District are disclosed in the notes to the financial statements.

5. The District has not met one or more of the financial emergency conditions described in Section 218.503(1), Florida Statutes.

6. We applied financial condition assessment procedures, and no deteriorating financial conditions were noted as of September 30, 2025. It is management's responsibility to monitor financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

7. Management has provided the specific information required by Section 218.39(3)(c) in the Other Information section of the financial statements on page 24.

SECTION V

SECTION C

Scenic Terrace North CDD

Field Management Report

Completed Items

- Plantings affected by the freeze have been installed at entrance and perimeter.
- Maintenance staff has repairs street signs, completed pond clean ups at both wet ponds, and reinstalled a fallen monument topper.
- Landscaping vendor has serviced CDD tract behind the resident lots on Vanilla Dr.



Contracted Services

- GMS staff performed thorough reviews of contracted services. Vendors have been performing at a satisfactory level.
- Aquatics vendor has sprayed pennyworts and aquatic weeds on Poppy Dr. wet pond.



Site Items

- Monitoring CDD owned areas in need of landscaping maintenance.
- Monitoring areas where proposed dog park and playground will be going.
- Monitoring and pending start date on flume and MES repairs on Poppy Dr. pond.



In Progress

- Additional street sign repairs have been scheduled with the maintenance staff.
- Trash clean up has been scheduled for both Poppy Dr. ponds.

SECTION 1



Headquarters
200 South F Street
Haines City, Florida 33844
(863) 422-5207
www.princeandsonsinc.com

Tampa
9513 US 92 East
Tampa, Florida 33610

Orlando
14645 Boggy Creek Rd
Orlando, Florida 32824

Valued Customer,

Our family-owned company at Prince & Sons thanks you for the business in servicing your property's landscaping. We are unable to continue to absorb excessive increase in the cost of fuel to our company. We do everything we can to conserve fuel and buy in bulk to keep our prices down however the increases to gas and diesel have resulted in a direct 3% increase to our hard costs that we need to pass along to our customers. We hope this is not a long-term problem so we want to have in place a clear invoicing process that can be tracked. Effective immediately we are sending a separate 3% fuel charge invoice to help offset this expense. The below increase will be invoiced:

Average gas price of $\geq \$4$ /gallon we will have a 3% increase

Average gas price of \$3.50-\$3.99/gallon we will have a 2% increase

Average gas price $< \$3.49$ /gallon the fuel service charge will end

We thank you for your understanding with this. Please do not hesitate to contact your manager if you have any questions.

Warmest Regards,

Lucas Dean Martin
Vice President
Phone: 863-422-5207 Office



SECTION D

SECTION 1

Scenic Terrace North Community Development District

Summary of Check Register

April 10, 2026 through June 11, 2026

Fund	Date	Check No.'s	Amount
General Fund	4/15/26	321-323	\$ 8,006.70
	4/23/26	324-324	\$ 187.50
	5/1/26	325-326	\$ 406.55
	5/7/26	327-328	\$ 14,508.55
	5/14/26	329-330	\$ 489,013.28
	5/21/26	331-332	\$ 1,145.50
	5/29/26	333-334	\$ 1,141.91
	6/3/26	335-336	\$ 5,672.97
	6/11/26	337-337	\$ 1,933.24
			\$ 522,016.20
General Fund - Autopay	4/21/26	80045-80051	\$ 3,453.39
	5/18/26	80052-80058	\$ 3,385.70
			\$ 6,839.09
Total Amount			\$ 528,855.29

CHECK DATE	VEND#	INVOICE DATE	INVOICE	EXPENSED TO YRMO	DPT	ACCT#	SUB	SUBCLASS	VENDOR NAME	STATUS	AMOUNT	CHECK AMOUNT	CHECK #
4/15/26	00001	4/01/26	106	202604	320	53800	12000			*	1,287.50		
			FIELD MANAGEMENT APR26										
4/01/26		107	202604	310	51300	34000				*	3,433.33		
			MANAGEMENT FEES APR26										
4/01/26		107	202604	310	51300	35200				*	108.17		
			WEBSITE ADMIN APR26										
4/01/26		107	202604	310	51300	35100				*	162.25		
			INFO TECHNOLOGY APR26										
4/01/26		107	202604	310	51300	31300				*	450.67		
			DISSEMINATION AGENT APR26										
4/01/26		107	202604	310	51300	51000				*	.27		
			OFFICE SUPPLIES										
4/01/26		107	202604	310	51300	42000				*	6.66		
			POSTAGE										
4/01/26		107	202604	310	51300	42500				*	14.85		
			COPIES										
			GOVERNMENTAL MANAGEMENT SERVICES-CF									5,463.70	000321
4/15/26	00004	4/12/26	14771	202603	310	51300	31500			*	368.00		
			GENERAL COUNSEL MAR26										
			KILINSKI VAN WYK PLLC									368.00	000322
4/15/26	00035	4/01/26	23241	202604	320	53800	46200			*	1,425.00		
			LANDSCAPE MAINT. APR26										
4/01/26		23241	202604	320	53800	47100				*	750.00		
			POND DISCING APR26										
			PRINCE & SONS INC									2,175.00	000323
4/23/26	00015	4/10/26	22485631	202603	310	51300	31100			*	187.50		
			GENERAL ENGINEERING MAR26										
			DEWBERRY ENGINEERS INC									187.50	000324
5/01/26	00036	4/14/26	5	202604	310	51300	31300			*	250.00		
			AMORTIZATION SCHEDULE S23										
			DISCLOSURE SERVICES LLC									250.00	000325
5/01/26	00035	4/30/26	23665	202604	320	53800	47300			*	156.55		
			REPAIR LINE/REPAIR NOZZLE										
			PRINCE & SONS INC									156.55	000326
5/07/26	00001	2/28/26	103	202602	320	53800	48000			*	255.23		
			ENTRANCE MONUMENT REPAIRS										
2/28/26		104	202602	320	53800	49000				*	440.00		
			REMOVE SIGNS ON HUGHES RD										
2/28/26		105	202602	320	53800	48000				*	318.32		
			PERIMETER WALL MAINT.										
			GOVERNMENTAL MANAGEMENT SERVICES-CF									1,013.55	000327
STNO SCENIC TERRACE ZYAN													

CHECK DATE	VEND#	INVOICE DATE	INVOICE	EXPENSED TO YRMO	DPT	ACCT#	SUB	SUBCLASS	VENDOR NAME	STATUS	AMOUNT	CHECK AMOUNT	CHECK #
5/07/26	00035	4/30/26	23714	202604	320	53800	46201		PLANT REPLACE/GOLD MOUND	*	11,320.00		
5/01/26		23807		202605	320	53800	46200		LANDSCAPE MAINT. MAY26	*	1,425.00		
5/01/26		23807		202605	320	53800	47100		POND DISKING MAY26	*	750.00		
PRINCE & SONS INC												13,495.00	000328
5/14/26	00001	5/01/26	108	202605	320	53800	12000		FIELD MANAGEMENT MAY26	*	1,287.50		
5/01/26		109		202605	310	51300	34000		MANAGEMENT FEES MAY26	*	3,433.33		
5/01/26		109		202605	310	51300	35200		WEBSITE ADMIN MAY26	*	108.17		
5/01/26		109		202605	310	51300	35100		INFO TECHNOLOGY MAY26	*	162.25		
5/01/26		109		202605	310	51300	31300		DISSEMINATION AGENT MAY26	*	450.67		
5/01/26		109		202605	310	51300	51000		OFFICE SUPPLIES	*	2.86		
5/01/26		109		202605	310	51300	42000		POSTAGE	*	33.14		
GOVERNMENTAL MANAGEMENT SERVICES-CF												5,477.92	000329
5/14/26	00032	5/12/26	051226	202605	300	20700	10000		TRANSFER OF TAX RCPT S23	*	483,535.36		
SCENIC TERRACE NORTH CDD/ US BANK												483,535.36	000330
5/21/26	00015	5/15/26	22489532	202604	310	51300	31100		ENGINEER SERVICES APR26	*	125.00		
DEWBERRY ENGINEERS INC												125.00	000331
5/21/26	00004	5/15/26	14980	202604	310	51300	31500		GENERAL COUNSEL APR26	*	1,020.50		
KILINSKI VAN WYK PLLC												1,020.50	000332
5/29/26	00001	4/30/26	110	202604	320	53800	48000		REINSTALL STOP SIGN	*	639.66		
4/30/26		111		202604	320	53800	48000		POND CLEAN UP	*	440.00		
GOVERNMENTAL MANAGEMENT SERVICES-CF												1,079.66	000333
5/29/26	00035	5/08/26	23983	202605	320	53800	49000		MATERIAL FUEL CHARGE	*	62.25		
PRINCE & SONS INC												62.25	000334

STNO SCENIC TERRACE ZYAN

CHECK DATE	VEND#	.....INVOICE..... DATE INVOICE	...EXPENSED TO... YRMO DPT ACCT# SUB SUBCLASS	VENDOR NAME	STATUS	AMOUNT	....CHECK..... AMOUNT #
6/03/26	00017	3/02/26 28880	202603 310-51300-32200	AUDIT FY25	*	5,500.00	
							5,500.00 000335
6/03/26	00035	5/29/26 24269	202605 320-53800-47300	REPAIR BUBBLER LINE	*	172.97	
							172.97 000336
6/11/26	00032	6/11/26 06112026	202606 300-20700-10000	TXFER OF TAX RECEIPTS S23	*	1,933.24	
							1,933.24 000337
TOTAL FOR BANK A						522,016.20	

STNO SCENIC TERRACE ZYAN

CHECK DATE	VEND#	INVOICE DATE	INVOICE	EXPENSED TO YRMO	DPT	ACCT#	SUB	SUBCLASS	VENDOR NAME	STATUS	AMOUNT	CHECK AMOUNT	CHECK #
4/21/26	00042	4/15/26	5276-03. 1801 POPPY DR MAR26	202603	320	53800	43200		CITY OF HAINES CITY UTILITY	*	41.71	41.71	080045
4/21/26	00042	4/15/26	5279-03. 2438 BASIL LN MAR26	202603	320	53800	43200		CITY OF HAINES CITY UTILITY	*	195.92	195.92	080046
4/21/26	00042	4/15/26	5275-03. 2201 PARSLEY DR MAR26	202603	320	53800	43200		CITY OF HAINES CITY UTILITY	*	17.93	17.93	080047
4/21/26	00042	4/15/26	5277-03. 1549 TUMERIC PL MAR26	202603	320	53800	43200		CITY OF HAINES CITY UTILITY	*	182.79	182.79	080048
4/21/26	00042	4/15/26	5278-03. 1485 SAGE AVE MAR26	202603	320	53800	43200		CITY OF HAINES CITY UTILITY	*	13.55	13.55	080049
4/21/26	00041	4/15/26	3902-03. 2455 BASIL LN MAR26	202603	320	53800	43000		DUKE ENERGY	*	23.54	23.54	080050
4/21/26	00041	4/16/26	5473-03. 2755 SCNIC HWY MAR26	202603	320	53800	43100		DUKE ENERGY	*	2,977.95	2,977.95	080051
5/18/26	00042	5/15/26	5275-04. 2201 PARSLEY DR APR26	202604	320	53800	43200		CITY OF HAINES CITY UTILITY	*	17.93	17.93	080052
5/18/26	00042	5/15/26	5276-04. 1801 POPPY DR APR26	202604	320	53800	43200		CITY OF HAINES CITY UTILITY	*	35.43	35.43	080053
5/18/26	00042	5/15/26	5277-04. 1549 TUMERIC PL APR26	202604	320	53800	43200		CITY OF HAINES CITY UTILITY	*	143.41	143.41	080054
5/18/26	00042	5/15/26	5278-04. 1485 SAGE AVE APR26	202604	320	53800	43200		CITY OF HAINES CITY UTILITY	*	13.55	13.55	080055
5/18/26	00042	5/15/26	5279-04. 2438 BASIL LN APR26	202604	320	53800	43200		CITY OF HAINES CITY UTILITY	*	174.04	174.04	080056

STNO SCENIC TERRACE ZYAN

CHECK DATE	VEND#	.....INVOICE..... DATE INVOICE	...EXPENSED TO... YRMO DPT ACCT# SUB SUBCLASS	VENDOR NAME	STATUS	AMOUNT	.....CHECK..... AMOUNT #
5/18/26	00041	5/15/26 3902-04.	202604 320-53800-43000	DUKE ENERGY	*	23.39	23.39 080057

5/18/26	00041	5/15/26 5473-04.	202604 320-53800-43100	DUKE ENERGY	*	2,977.95	2,977.95 080058

TOTAL FOR BANK Z						6,839.09	
TOTAL FOR REGISTER						528,855.29	

STNO SCENIC TERRACE ZYAN

SECTION 2

Scenic Terrace North
Community Development District

Unaudited Financial Reporting
May 31, 2026



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Scenic Terrace North
Community Development District
Combined Balance Sheet
May 31, 2026

	<i>General Fund</i>	<i>Debt Service Fund</i>	<i>Capital Projects Fund</i>	<i>Totals Governmental Funds</i>
Assets:				
Cash:				
Operating Account	\$ 276,387	\$ -	\$ -	\$ 276,387
State Board of Administration	\$ 105,574	\$ -	\$ -	\$ 105,574
Due From General Fund	\$ -	\$ 1,933	\$ -	\$ 1,933
Investments:				
Custody - Phase 2	\$ -	\$ -	\$ 3	\$ 3
Series 2023				
Reserve	\$ -	\$ 649,909	\$ -	\$ 649,909
Revenue	\$ -	\$ 665,927	\$ -	\$ 665,927
Prepayment	\$ -	\$ 14,325	\$ -	\$ 14,325
Total Assets	\$ 381,961	\$ 1,332,095	\$ 3	\$ 1,714,059
Liabilities:				
Accounts Payable	\$ 8,666	\$ -	\$ -	\$ 8,666
Due To Debt Service	\$ 1,933	\$ -	\$ -	\$ 1,933
Total Liabilities	\$ 10,599	\$ -	\$ -	\$ 10,599
Fund Balance:				
Restricted for:				
Debt Service	\$ -	\$ 1,332,095	\$ -	\$ 1,332,095
Capital Projects	\$ -	\$ -	\$ 3	\$ 3
Unassigned	\$ 371,362	\$ -	\$ -	\$ 371,362
Total Fund Balances	\$ 371,362	\$ 1,332,095	\$ 3	\$ 1,703,460
Total Liabilities & Fund Balance	\$ 381,961	\$ 1,332,095	\$ 3	\$ 1,714,059

Scenic Terrace North
Community Development District
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance
For The Period Ending May 31, 2026

	Adopted Budget	Prorated Budget Thru 05/31/26	Actual Thru 05/31/26	Variance
Revenues:				
Assessments - Tax Roll	\$ 389,655	\$ 389,655	\$ 398,829	\$ 9,174
Assessments - Direct	\$ 9,383	\$ 9,383	\$ 9,383	\$ -
Interest	\$ -	\$ -	\$ 5,282	\$ 5,282
Other Income	\$ -	\$ -	\$ 60	\$ 60
Total Revenues	\$ 399,038	\$ 399,038	\$ 413,554	\$ 14,516
Expenditures:				
General & Administrative:				
Supervisor Fees	\$ 12,000	\$ 8,000	\$ 2,400	\$ 5,600
FICA Expense	\$ 918	\$ 612	\$ 184	\$ 428
Engineering	\$ 10,000	\$ 6,667	\$ 2,858	\$ 3,809
Attorney	\$ 20,000	\$ 13,333	\$ 5,848	\$ 7,485
Annual Audit	\$ 5,500	\$ 5,500	\$ 5,500	\$ -
Assessment Administration	\$ 5,150	\$ 5,150	\$ 5,150	\$ -
Arbitrage	\$ 450	\$ 450	\$ 450	\$ -
Disclosure Software	\$ 1,500	\$ 1,500	\$ 1,500	\$ -
Dissemination	\$ 5,408	\$ 3,605	\$ 4,205	\$ (600)
Trustee Fees	\$ 4,628	\$ 4,208	\$ 4,208	\$ -
Management Fees	\$ 41,200	\$ 27,467	\$ 27,467	\$ (0)
Information Technology	\$ 1,947	\$ 1,298	\$ 1,298	\$ (0)
Website Maintenance	\$ 1,298	\$ 865	\$ 865	\$ (0)
Postage & Delivery	\$ 500	\$ 333	\$ 303	\$ 30
Insurance	\$ 7,891	\$ 7,891	\$ 6,163	\$ 1,728
Printing & Binding	\$ 500	\$ 333	\$ 15	\$ 318
Legal Advertising	\$ 2,500	\$ 1,667	\$ 2,398	\$ (732)
Other Current Charges	\$ 2,500	\$ 1,667	\$ 487	\$ 1,180
Office Supplies	\$ -	\$ -	\$ 15	\$ (15)
Dues, Licenses & Subscriptions	\$ 175	\$ 175	\$ 175	\$ -
Total General & Administrative:	\$ 124,064	\$ 90,720	\$ 71,489	\$ 19,232

Scenic Terrace North
Community Development District
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance
For The Period Ending May 31, 2026

	Adopted Budget	Prorated Budget Thru 05/31/26	Actual Thru 05/31/26	Variance
<i>Operations & Maintenance</i>				
<i>Field Services</i>				
Property Insurance	\$ 10,000	\$ 10,000	\$ 3,321	\$ 6,679
Field Management	\$ 15,450	\$ 10,300	\$ 10,300	\$ -
Landscape Maintenance	\$ 68,000	\$ 45,333	\$ 11,400	\$ 33,933
Landscape Replacement	\$ 15,000	\$ 10,000	\$ 11,320	\$ (1,320)
Streetlights	\$ 37,287	\$ 24,858	\$ 27,231	\$ (2,373)
Electric	\$ 5,000	\$ 3,333	\$ 198	\$ 3,136
Water & Sewer	\$ 40,000	\$ 26,667	\$ 7,522	\$ 19,144
Irrigation Repairs	\$ 5,000	\$ 3,333	\$ 1,929	\$ 1,404
General Repairs & Maintenance	\$ 10,000	\$ 6,667	\$ 2,696	\$ 3,970
Pond Maintenance	\$ 6,000	\$ 4,000	\$ 6,000	\$ (2,000)
Holiday Lighting	\$ 5,000	\$ 3,333	\$ 3,330	\$ 3
Contingency	\$ 7,500	\$ 5,000	\$ 509	\$ 4,491
Subtotal Field Expenses	\$ 224,237	\$ 152,825	\$ 85,757	\$ 67,068
<i>Amenity Expenses</i>				
Playground Lease	\$ 12,173	\$ -	\$ -	\$ -
Interlocal Amenity Agreement	\$ 38,563	\$ 38,563	\$ 40,508	\$ (1,945)
Subtotal Amenity Expenses	\$ 50,736	\$ 38,563	\$ 40,508	\$ (1,945)
Total Operations & Maintenance:	\$ 274,973	\$ 191,388	\$ 126,265	\$ 65,123
Total Expenditures	\$ 399,038	\$ 282,108	\$ 197,754	\$ 84,354
Excess (Deficiency) of Revenues over Expenditures	\$ -		\$ 215,800	
Fund Balance - Beginning	\$ -		\$ 155,562	
Fund Balance - Ending	\$ -		\$ 371,362	

Scenic Terrace North
Community Development District
Debt Service Fund Series 2023

Statement of Revenues, Expenditures, and Changes in Fund Balance
For The Period Ending May 31, 2026

	Adopted Budget	Prorated Budget Thru 05/31/26	Actual Thru 05/31/26	Variance
Revenues:				
Assessments - Tax Roll	\$ 656,536	\$ 656,536	\$ 667,498	\$ 10,962
Assessments - Prepayments	\$ -	\$ -	\$ 54,739	\$ 54,739
Interest	\$ 49,563	\$ 33,042	\$ 27,472	\$ (5,570)
Total Revenues	\$ 706,099	\$ 689,578	\$ 749,709	\$ 60,131
Expenditures:				
Series 2023				
Interest - 11/1	\$ 267,488	\$ 267,488	\$ 267,488	\$ -
Special Call - 11/1	\$ -	\$ -	\$ 60,000	\$ (60,000)
Interest - 2/1	\$ -	\$ -	\$ 214	\$ (214)
Special Call - 2/1	\$ -	\$ -	\$ 15,000	\$ (15,000)
Principal - 5/1	\$ 125,000	\$ 120,000	\$ 120,000	\$ -
Interest - 5/1	\$ 267,488	\$ 265,241	\$ 265,241	\$ -
Special Call - 5/1	\$ -	\$ -	\$ 30,000	\$ (30,000)
Total Expenditures	\$ 659,975	\$ 652,728	\$ 757,942	\$ (105,214)
Excess (Deficiency) of Revenues over Expenditures	\$ 46,124		\$ (8,233)	
Fund Balance - Beginning	\$ 636,439		\$ 1,340,328	
Fund Balance - Ending	\$ 682,563		\$ 1,332,095	

Scenic Terrace North
Community Development District
Capital Projects Fund Series 2023

Statement of Revenues, Expenditures, and Changes in Fund Balance
For The Period Ending May 31, 2026

	Adopted Budget	Prorated Budget Thru 05/31/26	Actual Thru 05/31/26	Variance
Revenues:				
Developer Contributions	\$ -	\$ -	\$ 212,673	\$ 212,673
Interest	\$ -	\$ -	\$ 32	\$ 32
Total Revenues	\$ -	\$ -	\$ 212,705	\$ 212,705
Expenditures:				
Capital Outlay - Construction	\$ -	\$ -	\$ 191,843	\$ (191,843)
Capital Outlay - PH2	\$ -	\$ -	\$ 20,858	\$ (20,858)
Total Expenditures	\$ -	\$ -	\$ 212,701	\$ (212,701)
Excess (Deficiency) of Revenues over Expenditures	\$ -	\$ -	\$ 3	\$ 3
Fund Balance - Beginning	\$ -	\$ -	\$ -	\$ -
Fund Balance - Ending	\$ -	\$ -	\$ 3	\$ 3

Scenic Terrace North
Community Development District
 Month to Month

	Oct	Nov	Dec	Jan	Feb	March	April	May	June	July	Aug	Sept	Total
Revenues:													
Assessments - Tax Roll	\$ -	\$ 4,436	\$ 23,959	\$ 80,573	\$ 35,508	\$ 1,144	\$ 252,055	\$ 1,155	\$ -	\$ -	\$ -	\$ -	\$ 398,829
Assessments - Direct	\$ 4,692	\$ -	\$ -	\$ -	\$ -	\$ 2,346	\$ -	\$ 2,346	\$ -	\$ -	\$ -	\$ -	\$ 9,383
Interest	\$ 512	\$ 391	\$ 351	\$ 635	\$ 535	\$ 613	\$ 1,040	\$ 1,204	\$ -	\$ -	\$ -	\$ -	\$ 5,282
Other Income	\$ -	\$ -	\$ -	\$ -	\$ 60	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60
Total Revenues	\$ 5,204	\$ 4,827	\$ 24,310	\$ 81,208	\$ 36,103	\$ 4,103	\$ 253,095	\$ 4,705	\$ -	\$ -	\$ -	\$ -	\$ 413,554
Expenditures:													
General & Administrative:													
Supervisor Fees	\$ 600	\$ -	\$ 600	\$ -	\$ -	\$ 600	\$ 600	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,400
FICA Expense	\$ 46	\$ -	\$ 46	\$ -	\$ -	\$ 46	\$ 46	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 184
Engineering	\$ 725	\$ 335	\$ 963	\$ -	\$ 523	\$ 188	\$ 125	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,858
Attorney	\$ 1,224	\$ 586	\$ 886	\$ 61	\$ 1,703	\$ 368	\$ 1,021	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,848
Annual Audit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,500
Assessment Administration	\$ 5,150	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,150
Arbitrage	\$ -	\$ -	\$ 450	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 450
Disclosure Software	\$ 1,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,500
Dissemination	\$ 701	\$ 451	\$ 451	\$ 551	\$ 451	\$ 451	\$ 701	\$ 451	\$ -	\$ -	\$ -	\$ -	\$ 4,205
Trustee Fees	\$ 4,208	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,208
Management Fees	\$ 3,433	\$ 3,433	\$ 3,433	\$ 3,433	\$ 3,433	\$ 3,433	\$ 3,433	\$ 3,433	\$ -	\$ -	\$ -	\$ -	\$ 27,467
Information Technology	\$ 162	\$ 162	\$ 162	\$ 162	\$ 162	\$ 162	\$ 162	\$ 162	\$ -	\$ -	\$ -	\$ -	\$ 1,298
Website Maintenance	\$ 108	\$ 108	\$ 108	\$ 108	\$ 108	\$ 108	\$ 108	\$ 108	\$ -	\$ -	\$ -	\$ -	\$ 865
Postage & Delivery	\$ 30	\$ 7	\$ 16	\$ 177	\$ 9	\$ 24	\$ 7	\$ 33	\$ -	\$ -	\$ -	\$ -	\$ 303
Insurance	\$ 6,163	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,163
Printing & Binding	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15
Legal Advertising	\$ -	\$ 2,049	\$ -	\$ 350	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,398
Other Current Charges	\$ 66	\$ 70	\$ 92	\$ 48	\$ 50	\$ 51	\$ 51	\$ 59	\$ -	\$ -	\$ -	\$ -	\$ 487
Office Supplies	\$ 0	\$ 3	\$ 3	\$ 3	\$ 0	\$ 3	\$ 0	\$ 3	\$ -	\$ -	\$ -	\$ -	\$ 15
Dues, Licenses & Subscriptions	\$ 175	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 175
Total General & Administrative:	\$ 24,292	\$ 7,203	\$ 7,210	\$ 4,893	\$ 6,440	\$ 10,933	\$ 6,268	\$ 4,249	\$ -	\$ -	\$ -	\$ -	\$ 71,489
Operations & Maintenance													
Field Services													
Property Insurance	\$ 3,321	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,321
Field Management	\$ 1,288	\$ 1,288	\$ 1,288	\$ 1,288	\$ 1,288	\$ 1,288	\$ 1,288	\$ 1,288	\$ -	\$ -	\$ -	\$ -	\$ 10,300
Landscape Maintenance	\$ 1,425	\$ 1,425	\$ 1,425	\$ 1,425	\$ 1,425	\$ 1,425	\$ 1,425	\$ 1,425	\$ -	\$ -	\$ -	\$ -	\$ 11,400
Landscape Replacement	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,320	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,320
Streetlights	\$ 6,216	\$ 3,108	\$ 3,027	\$ 2,978	\$ 2,978	\$ 2,978	\$ 2,978	\$ 2,969	\$ -	\$ -	\$ -	\$ -	\$ 27,231
Electric	\$ 29	\$ 26	\$ 25	\$ 23	\$ 23	\$ 24	\$ 23	\$ 23	\$ -	\$ -	\$ -	\$ -	\$ 198
Water & Sewer	\$ 4,515	\$ 511	\$ 650	\$ 571	\$ 439	\$ 452	\$ 384	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,522
Irrigation Repairs	\$ -	\$ -	\$ 901	\$ 326	\$ 267	\$ 106	\$ 157	\$ 173	\$ -	\$ -	\$ -	\$ -	\$ 1,929
General Repairs & Maintenance	\$ -	\$ 603	\$ -	\$ -	\$ 1,014	\$ -	\$ 1,080	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,696
Pond Maintenance	\$ 750	\$ 750	\$ 750	\$ 750	\$ 750	\$ 750	\$ 750	\$ 750	\$ -	\$ -	\$ -	\$ -	\$ 6,000
Holiday Lighting	\$ 1,665	\$ -	\$ -	\$ 1,665	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,330
Contingency	\$ -	\$ 7	\$ -	\$ -	\$ 440	\$ -	\$ -	\$ 62	\$ -	\$ -	\$ -	\$ -	\$ 509
Subtotal Field Expenses	\$ 19,208	\$ 7,717	\$ 8,065	\$ 9,026	\$ 8,623	\$ 7,022	\$ 19,404	\$ 6,690	\$ -	\$ -	\$ -	\$ -	\$ 85,757
Amenity Expenses													
Playground Lease	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interlocal Amenity Agreement	\$ -	\$ -	\$ -	\$ -	\$ 40,508	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,508
Subtotal Amenity Expenses	\$ -	\$ -	\$ -	\$ -	\$ 40,508	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,508
Total Operations & Maintenance:	\$ 19,208	\$ 7,717	\$ 8,065	\$ 9,026	\$ 49,132	\$ 7,022	\$ 19,404	\$ 6,690	\$ -	\$ -	\$ -	\$ -	\$ 126,265
Total Expenditures	\$ 43,500	\$ 14,921	\$ 15,275	\$ 13,919	\$ 55,571	\$ 17,955	\$ 25,673	\$ 10,940	\$ -	\$ -	\$ -	\$ -	\$ 197,754
Excess (Deficiency) of Revenues over Expenditures	\$ (38,296)	\$ (10,094)	\$ 9,035	\$ 67,288	\$ (19,469)	\$ (13,852)	\$ 227,422	\$ (6,235)	\$ -	\$ -	\$ -	\$ -	\$ 215,800

SCENIC TERRACE NORTH

Community Development District

Long Term Debt Report

SERIES 2023, SPECIAL ASSESSMENT REVENUE BONDS	
INTEREST RATE:	5.125%, 5.875%, 6.125%
MATURITY DATE:	5/1/2054
RESERVE FUND DEFINITION	MAXIMUM ANNUAL DEBT SERVICE
RESERVE FUND REQUIREMENT	\$649,909
RESERVE FUND BALANCE	\$649,909
BONDS OUTSTANDING - 05/01/24	\$13,000,000
LESS: SPECIAL CALL - 02/01/25	(\$60,000)
LESS: PRINCIPAL PAYMENT - 05/01/25	(\$120,000)
LESS: SPECIAL CALL - 05/01/25	(\$30,000)
LESS: SPECIAL CALL - 11/01/25	(\$60,000)
LESS: SPECIAL CALL - 02/01/26	(\$15,000)
LESS: SPECIAL CALL - 11/01/26	(\$30,000)
CURRENT BONDS OUTSTANDING	\$12,685,000

Scenic Terrace North
COMMUNITY DEVELOPMENT DISTRICT
Special Assessment Receipts
Fiscal Year 2026

ON ROLL ASSESSMENTS

Gross Assessments \$ **418,984.50** \$ **701,231.40** \$ **1,120,215.90**
Net Assessments \$ **389,655.59** \$ **652,145.20** \$ **1,041,800.79**

Date	Distribution	Gross Amount	Discount/Penalty	Commission	Interest	Net Receipts	37% 63% 100%		
							General Fund	2023 Debt Service	Total
11/26/25	ACH	\$ 12,605.48	\$ (504.28)	\$ (242.02)	\$ -	\$ 11,859.18	\$ 4,435.58	\$ 7,423.60	\$ 11,859.18
11/26/25	1% Fee Adj	\$ (11,202.16)	\$ -	\$ -	\$ -	\$ (11,202.16)	\$ (4,189.85)	\$ (7,012.31)	\$ (11,202.16)
12/8/25	ACH	\$ 26,391.31	\$ (1,055.76)	\$ (506.71)	\$ -	\$ 24,828.84	\$ 9,286.51	\$ 15,542.33	\$ 24,828.84
12/19/25	ACH	\$ 47,270.55	\$ (1,891.05)	\$ (907.59)	\$ -	\$ 44,471.91	\$ 16,633.44	\$ 27,838.47	\$ 44,471.91
12/31/25	ACH	\$ 6,302.74	\$ (220.61)	\$ (121.64)	\$ -	\$ 5,960.49	\$ 2,229.35	\$ 3,731.14	\$ 5,960.49
1/9/26	ACH	\$ 226,040.11	\$ (6,781.30)	\$ (4,385.18)	\$ -	\$ 214,873.63	\$ 80,367.29	\$ 134,506.34	\$ 214,873.63
1/29/26	ACH	\$ -	\$ -	\$ -	\$ 548.95	\$ 548.95	\$ 205.32	\$ 343.63	\$ 548.95
2/12/26	ACH	\$ 98,850.20	\$ (1,976.91)	\$ (1,937.47)	\$ -	\$ 94,935.82	\$ 35,508.01	\$ 59,427.81	\$ 94,935.82
3/13/26	ACH	\$ 3,119.86	\$ -	\$ (62.40)	\$ -	\$ 3,057.46	\$ 1,143.55	\$ 1,913.91	\$ 3,057.46
4/17/26	ACH	\$ 686,998.66	\$ (13,739.97)	\$ -	\$ -	\$ 673,258.69	\$ 251,813.03	\$ 421,445.66	\$ 673,258.69
4/30/26	ACH	\$ -	\$ -	\$ -	\$ 549.73	\$ 549.73	\$ 205.61	\$ 344.12	\$ 549.73
4/30/26	ACH	\$ -	\$ -	\$ -	\$ 96.22	\$ 96.22	\$ 35.99	\$ 60.23	\$ 96.22
5/13/26	ACH	\$ 3,151.37	\$ -	\$ (63.02)	\$ -	\$ 3,088.35	\$ 1,155.11	\$ 1,933.24	\$ 3,088.35
Total		\$ 1,099,528.12	\$ (26,169.88)	\$ (8,226.03)	\$ 1,194.90	\$ 1,066,327.11	\$ 398,828.94	\$ 667,498.17	\$ 1,066,327.11

102%	Net Percent Collected
0	Balance Remaining to Collect

DIRECT BILL ASSESSMENTS

HIGHLAND SUMNER LLC						
2026-01						
Date Received	Due Date	Check Number	Net Assessed	Amount Received	General Fund	Net Assessments
10/21/25	10/1/25	1655	\$ 4,691.55	\$ 4,691.55	\$ 4,691.55	\$ 9,383.10
3/12/26	2/1/26	1672	\$ 2,345.78	\$ 2,345.78	\$ 2,345.78	\$ 9,383.10
5/5/26	5/1/26	1678	\$ 2,345.78	\$ 2,345.78	\$ 2,345.78	\$ 9,383.10
			\$ 9,383.10	\$ 9,383.11	\$ 9,383.11	\$ 9,383.10