

**HARMONY
COMMUNITY DEVELOPMENT DISTRICT**

APRIL 25, 2019

WORKSHOP

Steve Berube, Chairman
William Bokunic, Vice Chairman
Kerul Kassel, Assistant Secretary
David Farnsworth, Assistant Secretary
Mike Scarborough, Assistant Secretary

Kristen Suit, District Manager
Timothy Qualls, *Esq.* District Counsel
Steve Boyd, *PE* District Engineer
Gerhard van der Snel, Field Manager

April 17, 2019

Board of Supervisors
Harmony Community Development District

Dear Board Members:

A workshop of the Board of Supervisors of the Harmony Community Development District will be held **Thursday, April 25, 2019 at 4:00 p.m.** at the Harmony Golf Preserve Clubhouse located at 7251 Five Oaks Drive, Harmony, Florida. Following is the advance agenda for the workshop:

- 1. Call to Order**
- 2. Roll Call**
- 3. Discussion Items**
 - A. Fiscal Year 2020 Budget**
- 4. Supervisors' Comments**
- 5. Adjournment**

I look forward to seeing you at the workshop. In the meantime, if you have any questions, please contact me.

Sincerely,
Kristen Suit
Kristen Suit
District Manager

Third Order of Business

3A.

Harmony
Community Development District

Operating Budget
Fiscal Year 2020

Table of Contents

	<u>Page #</u>
<u>OPERATING BUDGET</u>	
General Fund	
Summary of Revenues, Expenditures and Changes in Fund Balances	1-3
Exhibit A - Allocation of Fund Balances	4
Budget Narrative	5-10
<u>DEBT SERVICE BUDGETS</u>	
Series 2014	
Summary of Revenues, Expenditures and Changes in Fund Balances	11
Amortization Schedule	12
Series 2015	
Summary of Revenues, Expenditures and Changes in Fund Balances	13
Amortization Schedule	14
Budget Narrative	15
<u>SUPPORTING BUDGET SCHEDULES</u>	
2019 -2020 Non-Ad Valorem Assessment Summary	16

HARMONY

Community Development District

Annual Operating and Debt Service Budget

Fiscal Year 2020

Version 1 - Proposed Budget
(Printed 4/19/19 at 1pm)

Prepared by:



Summary of Revenues, Expenditures and Changes in Fund Balances
Fiscal Year 2020 Proposed Budget

ACCOUNT DESCRIPTION	ACTUAL FY 2017	ACTUAL FY 2018	ADOPTED BUDGET FY 2019	ACTUAL THRU MAR 2019	PROJECTED APR - SEP 2019	TOTAL PROJECTED FY 2019	ANNUAL BUDGET FY 2020
REVENUES							
Interest - Investments	\$ 4,631	\$ 11,011	\$ 6,000	\$ 5,053	5,053	\$ 10,106	\$ 6,000
Interest - Tax Collector	93	883	-	858	-	858	-
Special Assmnts- Tax Collector	1,251,018	1,942,979	1,968,147	1,734,607	233,540	1,968,147	1,876,212
Special Assmnts- Tax Collector - VC10	-	-	-	-	-	-	(22,434)
Special Assmnts- CDD Collected	682,570	1,750	-	-	-	-	-
Special Assmnts- Delinquent	-	522	-	-	-	-	-
Special Assmnts- Discounts	(34,637)	(47,026)	(78,726)	(53,388)	-	(53,388)	(75,048)
Sale of Surplus Equipment	1,504	-	-	-	-	-	-
Settlements	-	57,705	-	-	-	-	-
Other Miscellaneous Revenues	2,583	2,483	-	212	-	212	-
Access Cards	2,240	2,220	1,200	580	580	1,160	1,200
Facility Revenue	370	1,464	300	400	400	800	300
User Facility User Revenue	-	10,345	12,600	10,150	10,150	-	12,600
Facility Membership Fee	1,200	-	-	-	-	-	-
TOTAL REVENUES	1,911,572	1,984,336	1,909,521	1,698,472	249,723	1,927,895	1,798,829
EXPENDITURES							
Administrative							
P/R-Board of Supervisors	9,800	12,600	11,200	4,000	6,000	10,000	11,200
FICA Taxes	750	964	857	306	459	765	857
ProfServ-Arbitrage Rebate	1,200	1,200	1,200	-	1,200	1,200	1,200
ProfServ-Dissemination Agent	1,500	1,500	1,500	1,500	-	1,500	1,500
ProfServ-Engineering	14,876	10,003	10,000	2,656	2,656	5,312	7,500
ProfServ-Legal Services	54,170	101,060	50,000	35,418	35,418	70,836	75,000
ProfServ-Mgmt Consulting Serv	55,984	37,026	55,984	30,992	32,492	63,484	64,985
ProfServ-Property Appraiser	450	523	779	-	779	779	779
ProfServ-Special Assessment	8,822	8,822	8,822	8,822	-	8,822	8,822
ProfServ-Trustee Fees	9,927	10,127	10,024	-	10,024	10,024	10,024
Auditing Services	4,355	4,355	4,800	4,355	-	4,355	4,355
Postage and Freight	675	939	750	424	424	848	750
Rental - Meeting Room	-	-	4,200	3,575	1,770	5,345	4,200
Insurance - General Liability	27,726	25,334	27,867	24,391	-	24,391	27,867
Printing and Binding	1,703	1,392	2,000	390	390	780	2,000
Legal Advertising	949	891	900	-	900	900	900
Miscellaneous Services	62	-	-	-	-	-	-
Misc- Property Taxes (Transfer to Debt Service)	-	-	-	-	-	-	26,600
Misc-Records Storage	-	-	150	-	150	150	150
Misc-Assessmnt Collection Cost	17,675	26,121	39,363	33,756	5,607	39,363	37,524
Misc-Contingency	1,092	773	2,600	839	839	1,678	2,600
Office Supplies	88	28	150	11	139	150	150
Annual District Filing Fee	175	200	175	175	-	175	175
Total Administrative	211,979	243,858	233,321	151,610	99,247	250,857	289,138
Field							
ProfServ-Field Management	198,091	207,556	230,000	122,646	122,646	245,292	290,000
Total Field	198,091	207,556	230,000	122,646	122,646	245,292	290,000

Summary of Revenues, Expenditures and Changes in Fund Balances
Fiscal Year 2020 Proposed Budget

ACCOUNT DESCRIPTION	ACTUAL FY 2017	ACTUAL FY 2018	ADOPTED BUDGET FY 2019	ACTUAL THRU MAR 2019	PROJECTED APR - SEP 2019	TOTAL PROJECTED FY 2019	ANNUAL BUDGET FY 2020
Landscape Services							
Contracts-Mulch	58,625	57,934	58,803	29,402	29,402	58,804	61,000
Contracts - Landscape	342,298	268,338	272,363	136,181	136,181	272,362	278,000
Cntrs-Shrub/Grnd Cover Annual Svc	15,204	150,420	152,676	76,338	76,338	152,676	157,000
R&M-Irrigation	5,221	12,322	15,000	5,309	5,309	10,618	15,000
R&M-Trees and Trimming	-	76,000	25,000	-	25,000	25,000	25,000
Miscellaneous Services	6,225	14,344	27,475	33,357	2,888	36,245	27,475
Total Landscape Services	427,573	579,358	551,317	280,587	275,118	555,705	563,475
Utilities							
Electricity - General	29,135	29,874	26,400	19,618	9,887	29,505	32,000
Electricity - Streetlighting	74,898	77,144	84,000	47,202	28,819	76,021	88,000
Utility - Water & Sewer	145,748	90,172	130,000	91,809	91,809	183,618	150,000
Lease - Street Light	148,995	121,973	90,000	5,123	-	5,123	-
Buydown - Street Lights	237,583	315,144	-	345,326	-	345,326	-
Cap Outlay - Streetlights	-	-	386,202	-	-	-	-
Total Utilities	636,359	634,307	716,602	509,078	130,515	639,593	270,000
Operation & Maintenance							
Communication - Telephone	3,696	4,569	4,500	2,380	1,753	4,133	4,500
Utility - Refuse Removal	3,500	3,724	3,000	1,350	1,350	2,700	3,000
R&M-Ponds	10,708	2,320	10,000	108	5,000	5,108	10,000
R&M-Pools	19,310	22,378	20,000	14,834	6,010	20,844	25,000
R&M-Roads & Alleyways	525	-	5,000	-	-	-	5,000
R&M-Sidewalks	714	3,436	5,000	408	408	816	15,000
R&M-Vehicles	7,548	8,459	15,000	5,941	5,941	11,882	20,000
R&M-User Supported Facility	-	-	12,600	56	12,544	12,600	12,600
R&M-Equipment Boats	10,054	3,898	7,500	1,932	1,932	3,864	7,500
R&M-Parks & Facilities	26,393	31,153	35,000	18,491	18,491	36,982	70,000
Miscellaneous Services	1,500	1,902	2,400	500	500	1,000	2,400
Misc-Access Cards&Equipment	6,606	-	-	-	-	-	-
Misc-Contingency	5,565	11,686	9,000	18,351	18,351	36,702	9,000
Misc-Security Enhancements	2,596	6,293	5,000	3,305	3,305	6,610	7,500
Op Supplies - Fuel, Oil	-	3,884	4,000	1,880	1,880	3,760	5,000
Cap Outlay - Other	-	-	20,000	19,903	-	19,903	5,000
Cap Outlay - Vehicles	-	20,739	25,000	22,526	-	22,526	20,000
Capital Outlay	-	20,000	-	-	-	-	-
Cap Outlay - Sidewalk Impr	-	7,780	-	-	-	-	-
Reserve - Sidewalks	-	71,792	-	-	-	-	-
Reserve - Sidewalks & Alleyways	-	-	60,000	-	-	-	60,000
Total Operation & Maintenance	98,715	224,013	243,000	111,965	77,465	189,430	281,500
TOTAL EXPENDITURES	1,572,717	1,889,092	1,974,240	1,175,886	704,990	1,880,876	1,694,113

Summary of Revenues, Expenditures and Changes in Fund Balances
Fiscal Year 2020 Proposed Budget

ACCOUNT DESCRIPTION	ACTUAL FY 2017	ACTUAL FY 2018	ADOPTED BUDGET FY 2019	ACTUAL THRU MAR 2019	PROJECTED APR - SEP 2019	TOTAL PROJECTED FY 2019	ANNUAL BUDGET FY 2020
Excess (deficiency) of revenues							
Over (under) expenditures	338,855	95,244	(64,719)	522,586	(455,266)	47,020	104,716
OTHER FINANCING SOURCES (USES)							
Operating Transfers-Out	-		-	-	-	-	-
Contribution to (Use of) Fund Balance	-		(64,719)	-	-	-	(47,688)
TOTAL OTHER SOURCES (USES)	-		(64,719)	-	-	-	(47,688)
Net change in fund balance	338,855	95,244	(64,719)	522,586	(455,266)	47,020	57,028
FUND BALANCE, BEGINNING	717,088	1,055,943	1,151,187	1,151,187	-	1,151,187	1,198,207
FUND BALANCE, ENDING	\$ 1,055,943	\$ 1,151,187	\$ 1,086,468	\$ 1,673,773	\$ (455,266)	\$ 1,198,207	\$ 1,255,235

Community Development District

Exhibit "A"
Allocation of Fund Balances

AVAILABLE FUNDS

	<u>Amount</u>
Beginning Fund Balance - Fiscal Year 2020	\$ 1,198,207
Net Change in Fund Balance - Fiscal Year 2020	57,028
Reserves - Fiscal Year 2020	60,000
Total Funds Available (Estimated) - 9/30/2020	1,315,235

ALLOCATION OF AVAILABLE FUNDS***Assigned Fund Balance***

Operating Reserve - First Quarter Operating Capital		423,528 ⁽¹⁾
Reserves - Renewal & Replacement (Prior Years)		99,188
Reserves - Insurance (Prior Years)		50,000
Reserves - Sidewalk and Alleyways (Prior Years)	93,208	
Reserves - Sidewalk and Alleyways (FY 2019)	60,000	153,208
	Subtotal	725,924
Total Allocation of Available Funds		725,924

Total Unassigned (undesignated) Cash	\$ 589,309
---	-------------------

Notes

(1) Represents approximately 3 months of operating expenditures

HARMONY

Community Development District

*General Fund***Budget Narrative**
Fiscal Year 2020**REVENUES****Interest-Investments**

The District earns interest on its operating accounts.

Special Assessments-Tax Collector

The District will levy a Non-Ad Valorem assessment on all the assessable property within the District to pay for the operating expenditures during the Fiscal Year. The collection will be provided by the Tax Collector pursuant to Section 197.3632, Florida Statutes, which is the Uniform Collection Methodology.

Special Assessments-Discounts

Per Section 197.162, Florida Statutes, discounts are allowed for early payment of assessments only when collected by the Tax Collector. The budgeted amount for the fiscal year is calculated at 4% of the anticipated Non-Ad Valorem assessments.

Access Cards

The District is charging fees for access cards to the pools and Buck Lake access.

Facility Revenue

The District is charging for events held at the District facilities.

User Facility Revenue

The District is charging fees for Parking and Garden Club.

EXPENDITURES**Administrative****P/R-Board of Supervisors**

Chapter 190 of the Florida Statutes allows for members of the Board of Supervisors to be compensated \$200 per meeting at which they are in attendance. The amount for the Fiscal Year is based upon four supervisors attending 12 meetings and 2 workshops.

FICA Taxes

Payroll taxes on Board of Supervisors compensation. The budgeted amount for the fiscal year is calculated at 7.65% of the total Board of Supervisor's payroll expenditures.

Professional Services-Arbitrage Rebate

The District will contract with an independent certified public accountant to annually calculate the District's Arbitrage Rebate Liability on the Series of Benefit Special Assessment Bonds. The budgeted amount for the fiscal year is based on signed engagement letters for each Bond series at \$600 each.

Professional Services-Dissemination Agent

The District is required by the Securities and Exchange Commission to comply with rule 15c2-12(b)-(5), which relates additional reporting requirements for unrelated bond issues and is performed by Digital Assurance Company. The budgeted amount for the fiscal year is based on standard fees charged for this service.

Professional Services-Engineering

The District's engineer, Boyd Civil Engineering, Inc., will be providing general engineering services to the District, i.e., attendance and preparation for monthly Board meetings, review of invoices, preparation of requisitions., etc.

HARMONY

Community Development District

General Fund

Budget Narrative Fiscal Year 2020

EXPENDITURES

Administrative (continued)

Professional Services-Legal Services

The District's general counsel, Young, Van Assenderp & Qualls, P.A., retained by the District Board, is responsible for attending and preparing for Board meetings and rendering advice, counsel, recommendations, and representation as determined appropriate or as directed by the Board directly or as relayed by the manager.

Professional Services-Management Consulting Services

The District receives Management, Accounting and Administrative services as part of a Management Agreement with Inframark-Infrastructure Management Services. The budgeted amount for the fiscal year is based on the contracted fees outlined in Exhibit "A" of the Management Agreement.

Contract -Inframark-Infrastructure Management Services

\$64,985

Professional Services-Property Appraiser

The Property Appraiser provides the District with a listing of the legal description of each property parcel within the District boundaries, and the names and addresses of the owners of such property. The District reimburses the Property Appraiser for necessary administrative costs incurred to provide this service. The fiscal year budget for property appraiser costs was based on a unit price per parcel. In prior years, this cost was included in Misc.-Assessment Collection Cost.

Professional Services-Special Assessment

The District will be billed annually for calculating and levying the annual operating and maintenance, and debt service assessments, as provided by Inframark-Infrastructure Management Services.

Professional Services-Trustee Fees

The District pays US Bank an annual fee for trustee services on the Series 2014 and Series 2015 Bonds. The budgeted amount for the fiscal year is based on previous year plus any out-of-pocket expenses.

Auditing Services

The District is required to conduct an annual audit of its financial records by an Independent Certified Public Accounting Firm. The budgeted amount for the fiscal year is based on contracted fees per engagement letter with Berger, Toombs, Elam, Gaines & Frank.

Postage and Freight

Actual postage and/or freight used for District mailings including agenda packages, vendor checks and other correspondence.

Rental-Meeting Room

The anticipated cost of renting meeting room space for District board meetings.

Insurance-General Liability

The District's General Liability & Public Officials Liability Insurance policy is with Public Risks Insurance Agency. They specialize in providing insurance coverage to governmental agencies. The budgeted amount allows for a projected increase in the premium.

Printing and Binding

Copies used in the preparation of agenda packages, required mailings and other special projects.

HARMONY

Community Development District

General Fund

Budget Narrative Fiscal Year 2020

EXPENDITURES

Administrative (continued)

Legal Advertising

The District is required to advertise various notices for monthly Board meetings and other public hearings in the newspaper of general circulation.

Misc. – Property Taxes

Property taxes for parcel VC10.

Misc. - Record Storage

Storage usage for Districts record keeping.

Miscellaneous-Assessment Collection Costs

The District reimburses the Osceola Tax Collector for her or his necessary administrative costs. Per the Florida Statutes, administrative costs shall include, but not be limited to, those costs associated with personnel, forms, supplies, data processing, computer equipment, postage, and programming. The District also compensates the Tax Collector for the actual cost of collection or 2% on the amount of special assessments collected and remitted, whichever is greater. The fiscal year budget for collection costs was based on a maximum of 2% of the anticipated assessment collections.

Miscellaneous-Contingency

This includes monthly bank charges and any other miscellaneous expenses that may be incurred during the year.

Office Supplies

Supplies used in the preparation and binding of agenda packages, required mailings, and other special projects.

Annual District Filing Fee

The District is required to pay an annual fee of \$175 to the Department of Economic Opportunity Division of Community Development.

Field

Professional Services-Field Management

\$290,000

Project Manager will provide onsite field operations management and supervisory services, including oversight of all District contractors providing services including landscape, hardscape, stormwater/ponds, etc. Field services provided for within this scope include community boat operations, facility and common area maintenance and irrigation.

Landscape Services

Contracts-Mulch

\$59,193

Contract with Servello & Sons. Scope of work: Pine nugget bark mulch shall be installed one time a year between November 1st and January 31st at a minimum depth of 3 inches in all plant beds and tree rings. Landscape beds beneath natural pine stands shall be mulched with pine straw at a minimum depth of 3 inches. Playground areas shall be mulched annually during the month of January. Six inches of mulch is required to be added to the existing mulch.

Contracts- Landscape

\$272,753

Contract with Servello & Sons. Scheduled maintenance consists of mowing, edging, trimming, blowing, fertilizing, and applying pest and disease control chemicals to turf within the District. Includes contingency for additional Neighborhoods.

HARMONY

Community Development District

General Fund

Budget Narrative Fiscal Year 2020

EXPENDITURES

Landscape Services (continued)

Contracts- Shrubs/Ground Cover Annual Service

\$153,066

Contract with Servello & Sons. Contractor shall be responsible for installation of 1,600 annuals per quarter (6,400 annuals per year) for each of the four quarterly rotations in spring, summer, fall and winter at various plant beds located throughout the District. Includes contingency for additional Neighborhoods.

R&M-Irrigation

\$15,000

Purchase of irrigation supplies. Unscheduled maintenance consists of major repairs and replacement of system components.

Unscheduled maintenance/repair of Weather Station	\$3,500
Unscheduled maintenance/repair of lines	\$4,500
Irrigation supplies	\$7,000

R&M-Trees Trimming Services (Canopy)

\$25,000

Scheduled maintenance consists of canopy trimming for trees above the 10-foot height level, and consulting with a certified arborist.

Miscellaneous Services

\$27,475

Unscheduled or one-time landscape maintenance expenses for other areas within the District that are not listed in any other budget category.

Utilities

Electricity-General

\$32,000

Electricity for accounts with Orlando Utilities Commissions for the swim club, parks, and irrigation. Fees are based on historical costs for metered use.

Electricity-Streetlighting

\$88,000

Orlando Utilities Company charges electricity usage (maintenance fee). The budget is based on historical costs.

Utility-Water & Sewer

\$140,000

The District currently has utility accounts with Toho Water Authority. Usage consists of water, sewer and reclaimed water services.

Operation & Maintenance

Communication-Telephone

\$4,500

Telephone expenses for the dockmaster and assistant.

Utility-Refuse Removal

\$3,000

Scheduled maintenance consists of trash disposal. Unscheduled maintenance consists of replacement or repair of dumpster.

HARMONY

Community Development District

General Fund

Budget Narrative Fiscal Year 2020

EXPENDITURES

Operation & Maintenance (continued)

R&M-Ponds **\$10,000**
Scheduled maintenance and treatment of nuisance aquatic species, including pond consultant, as necessary.

R&M-Pools **\$20,000**
This includes pool any repairs and maintenance for the Swim Club Ashley Park pools and Lakeshore Park Splash Pad that may be incurred during the year by the District, including repair and replacement of pool furniture, shades, safety equipment, etc. Various pool licenses and permits required for the pools are based on historical expenses.

Repair /replace	\$12,500
Supplies	\$6,425
Licenses	\$1,075

R&M-Roads and Alleyways **\$5,000**
This line item is to resurfacing the alleys of the District.

R&M-Sidewalks **\$5,000**
Unscheduled maintenance consists of grinding uneven areas and replacement of concrete sidewalk areas, replacement of broken sidewalk, and pressure washing.

R&M-Vehicles **\$15,000**
Supplies such as tires and parts, maintenance and equipment needed for various vehicles.

Vehicles, tires and parts	\$5,000
Repairs and maintenance	\$9,500
Miscellaneous	\$500

R&M-User Supported Facility **\$12,600**
Represents cost associated with Parking and Garden Club expenses.

R&M-Equipment Boats **\$7,500**
Supplies such as generators and large tools, maintenance and equipment needed for the boats.

Boat tools and generator	\$4,000
Repairs and maintenance	\$3,000
Miscellaneous	\$500

R&M-Parks and Facilities **\$60,000**
Maintenance or repairs to the basketball courts and athletic fields, cleaning of basketball court, dog parks and all miscellaneous park areas. Also includes cleaning, daily maintenance and rest room supplies.

Lakeshore Park	\$8,500
Dog Parks	\$3,000
Park Areas	\$8,500
Facilities	\$15,000
Neighborhood "O" Playground	\$25,000

HARMONY

Community Development District

*General Fund***Budget Narrative**
Fiscal Year 2020**EXPENDITURES****Operation & Maintenance** (continued)**Miscellaneous Services** **\$2,400**

Draining service for holding tank of District's office trailer.

Miscellaneous Contingency **\$9,000**

The fiscal year contingency represents the potential excess of unscheduled maintenance expenses not included in budget categories or not anticipated in specific line items.

Miscellaneous-Security Enhancement **\$5,000**

Represents costs for network service and update and improve security within the District. (Gates and pool camera's etc.). cost for purchasing/producing access cards, supplies and special ink cartridges for printer. Unscheduled maintenance; includes repair or replacement of damaged cameras and any required upgrades.

OP Supplies – Fuel, Oil **\$4,000**

Represents usage of fuel.

Cap Outlay – Other **\$20,000**

Represents cost to purchase a Pontoon Boat.

Cap Outlay - Vehicles **\$25,000**

Represents cost to replace Utility Tractor.

Reserves – Sidewalks and Alleyways **\$60,000**

The district anticipates setting aside funds to cover future sidewalk and alleyway expenditures.

Harmony

Community Development District

Debt Service Budgets

Fiscal Year 2020

Summary of Revenues, Expenditures and Changes in Fund Balances
Fiscal Year 2020 Proposed Budget

ACCOUNT DESCRIPTION	ACTUAL FY 2017	ACTUAL FY 2018	ADOPTED BUDGET FY 2019	ACTUAL THRU MAR 2019	PROJECTED APR - SEP 2019	TOTAL PROJECTED FY 2019	ANNUAL BUDGET FY 2020
REVENUES							
Interest - Investments	\$ 1,949	\$ 2,667	\$ 1,000	\$ 1,792	1,792	\$ 3,584	\$ 1,000
Special Assmnts- Tax Collector	1,169,188	1,245,349	1,260,584	1,108,272	152,312	1,260,584	1,255,895
Special Assmnts- Prepayment	11,820	46,115	-	13,904	-	13,904	-
Special Assmnts- CDD Collected	111,155	2,147	-	-	-	-	-
Special Assmnts- Discounts	(32,371)	(30,141)	(50,423)	(34,111)	-	(34,111)	(50,236)
TOTAL REVENUES	1,261,741	1,266,137	1,211,161	1,089,857	154,104	1,243,961	1,206,660
EXPENDITURES							
<i>Administrative</i>							
Misc-Assessmnt Collection Cost	16,519	16,742	25,212	21,567	3,645	25,212	25,118
Total Administrative	16,519	16,742	25,212	21,567	3,645	25,212	25,118
<i>Debt Service</i>							
Principal Debt Retirement	535,000	575,000	605,000	-	585,000	585,000	615,000
Principal Prepayments	40,000	35,000	-	30,000	-	30,000	-
Interest Expense	661,094	632,938	602,813	301,406	300,619	602,025	571,988
Total Debt Service	1,236,094	1,242,938	1,207,813	331,406	885,619	1,217,025	1,186,988
TOTAL EXPENDITURES	1,252,613	1,259,680	1,233,025	352,973	889,264	1,242,237	1,212,105
Excess (deficiency) of revenues							
Over (under) expenditures	9,128	6,457	(21,864)	736,884	(735,160)	1,724	(5,446)
OTHER FINANCING SOURCES (USES)							
Contribution to (Use of) Fund Balance	-	-	(21,864)	-	-	-	(5,446)
TOTAL OTHER SOURCES (USES)	-	-	(21,864)	-	-	-	(5,446)
Net change in fund balance	9,128	6,457	(21,864)	736,884	(735,160)	1,724	(5,446)
FUND BALANCE, BEGINNING	1,163,068	1,172,196	1,157,194	1,178,653	-	1,178,653	1,180,377
FUND BALANCE, ENDING	\$ 1,172,196	\$ 1,178,653	\$ 1,135,330	\$ 1,915,537	\$ (735,160)	\$ 1,180,377	\$ 1,174,931

AMORTIZATION SCHEDULE

Period Ending	Outstanding Balance	Principal	Special Call	Coupon Rate	Interest	Annual Debt Service
11/1/2019	\$11,095,000				285,994	
5/1/2020	\$11,095,000	615,000		5.000%	285,994	\$1,186,988
11/1/2020	\$10,480,000				270,619	
5/1/2021	\$10,480,000	650,000		5.000%	270,619	\$1,191,238
11/1/2021	\$9,830,000				254,369	
5/1/2022	\$9,830,000	680,000		5.000%	254,369	\$1,188,738
11/1/2022	\$9,150,000				237,369	
5/1/2023	\$9,150,000	715,000		5.000%	237,369	\$1,189,738
11/1/2023	\$8,435,000				219,494	
5/1/2024	\$8,435,000	750,000		5.000%	219,494	\$1,188,988
11/1/2024	\$7,685,000				200,744	
5/1/2025	\$7,685,000	790,000		5.000%	200,744	\$1,191,488
11/1/2025	\$6,895,000				180,994	
5/1/2026	\$6,895,000	840,000		5.250%	180,994	\$1,201,988
11/1/2026	\$6,055,000				158,944	
5/1/2027	\$6,055,000	885,000		5.250%	158,944	\$1,202,888
11/1/2027	\$5,170,000				135,713	
5/1/2028	\$5,170,000	930,000		5.250%	135,713	\$1,201,425
11/1/2028	\$4,240,000				111,300	
5/1/2029	\$4,240,000	980,000		5.250%	111,300	\$1,202,600
11/1/2029	\$3,260,000				85,575	
5/1/2030	\$3,260,000	1,030,000		5.250%	85,575	\$1,201,150
11/1/2030	\$2,230,000				58,538	
5/1/2031	\$2,230,000	1,085,000		5.250%	58,538	\$1,202,075
11/1/2031	\$1,145,000				30,056	
5/1/2032	\$1,145,000	1,145,000		5.250%	30,056	\$1,205,113
		\$11,095,000	\$0		\$4,459,413	\$15,554,413

Summary of Revenues, Expenditures and Changes in Fund Balances
Fiscal Year 2020 Proposed Budget

ACCOUNT DESCRIPTION	ACTUAL FY 2017	ACTUAL FY 2018	ADOPTED BUDGET FY 2019	ACTUAL THRU MAR 2019	PROJECTED APR - SEP 2019	TOTAL PROJECTED FY 2018	ANNUAL BUDGET FY 2019
REVENUES							
Interest - Investments	\$ 815	\$ 1,830	\$ 300	\$ 1,132	1,132	\$ 2,264	\$ 300
Special Assmnts- Tax Collector	360,345	1,114,212	1,096,637	939,118	157,519	1,096,637	1,029,367
Special Assmnts- District Contribution							-
Special Assmnts- Prepayment	47,468	442,167	-	140,216	-	140,216	-
Special Assmnts- CDD Collected	1,112,308		-	-	-	-	-
Special Assmnts- Discounts	(9,977)	(26,967)	(43,865)	(28,904)	-	(28,904)	(41,175)
TOTAL REVENUES	1,510,959	1,531,242	1,053,072	1,051,562	158,651	1,210,213	988,492
EXPENDITURES							
<i>Administrative</i>							
Misc-Assessmnt Collection Cost	5,091	14,979	21,933	18,276	3,150	21,426	20,587
Total Administrative	5,091	14,979	21,933	18,276	3,150	21,426	20,587
<i>Debt Service</i>							
Principal Debt Retirement	410,000	425,000	430,000	-	420,000	420,000	435,000
Principal Prepayments	-	375,000	-	335,000	-	335,000	-
Interest Expense	648,481	631,972	588,150	299,181	290,784	589,965	561,619
Total Debt Service	1,058,481	1,431,972	1,018,150	634,181	710,784	1,344,965	996,619
TOTAL EXPENDITURES	1,063,572	1,446,951	1,040,083	652,457	713,935	1,366,392	1,017,206
Excess (deficiency) of revenues							
Over (under) expenditures	447,387	84,291	12,989	399,105	(555,284)	(156,179)	(28,714)
OTHER FINANCING SOURCES (USES)							
Interfund Transfer - In	-	-	-	-	-	-	26,600
Contribution to (Use of) Fund Balance	-	-	12,989	-	-	-	(2,114)
TOTAL OTHER SOURCES (USES)	-	-	12,989	-	-	-	24,486
Net change in fund balance	447,387	84,291	12,989	399,105	(555,284)	(156,179)	(2,114)
FUND BALANCE, BEGINNING	397,392	844,778	844,779	929,069	-	929,069	772,890
FUND BALANCE, ENDING	\$ 844,779	\$ 929,069	\$ 857,768	\$ 1,328,174	\$ (555,284)	\$ 772,890	\$ 770,776

AMORTIZATION SCHEDULE

Period Ending	Outstanding Balance	Principal	Coupon Rate	Interest	Annual Debt Service
11/1/2019	\$11,175,000		4.750%	\$280,809	
5/1/2020	\$11,175,000	\$435,000	4.750%	\$280,809	\$996,619
11/1/2020	\$10,740,000		4.750%	\$270,478	
5/1/2021	\$10,740,000	\$455,000	4.750%	\$270,478	\$995,956
11/1/2021	\$10,285,000		4.750%	\$259,672	
5/1/2022	\$10,285,000	\$480,000	4.750%	\$259,672	\$999,344
11/1/2022	\$9,805,000		4.750%	\$248,272	
5/1/2023	\$9,805,000	\$505,000	4.750%	\$248,272	\$1,001,544
11/1/2023	\$9,300,000		4.750%	\$236,278	
5/1/2024	\$9,300,000	\$530,000	4.750%	\$236,278	\$1,002,556
11/1/2024	\$8,770,000		4.750%	\$223,691	
5/1/2025	\$8,770,000	\$555,000	4.750%	\$223,691	\$1,002,381
11/1/2025	\$8,215,000		4.750%	\$210,509	
5/1/2026	\$8,215,000	\$580,000	5.125%	\$210,509	\$1,001,019
11/1/2026	\$7,635,000		5.125%	\$195,647	
5/1/2027	\$7,635,000	\$605,000	5.125%	\$195,647	\$996,294
11/1/2027	\$7,030,000		5.125%	\$180,144	
5/1/2028	\$7,030,000	\$630,000	5.125%	\$180,144	\$990,288
11/1/2028	\$6,400,000		5.125%	\$164,000	
5/1/2029	\$6,400,000	\$670,000	5.125%	\$164,000	\$998,000
11/1/2029	\$5,730,000		5.125%	\$146,831	
5/1/2030	\$5,730,000	\$705,000	5.125%	\$146,831	\$998,663
11/1/2030	\$5,025,000		5.125%	\$128,766	
5/1/2031	\$5,025,000	\$740,000	5.125%	\$128,766	\$997,531
11/1/2031	\$4,285,000		5.125%	\$109,803	
5/1/2032	\$4,285,000	\$775,000	5.125%	\$109,803	\$994,606
11/1/2032	\$3,510,000		5.125%	\$89,944	
5/1/2033	\$3,510,000	\$810,000	5.125%	\$89,944	\$989,888
11/1/2033	\$2,700,000		5.125%	\$69,188	
5/1/2034	\$2,700,000	\$850,000	5.125%	\$69,188	\$988,375
11/1/2034	\$1,850,000		5.125%	\$47,406	
5/1/2035	\$1,850,000	\$900,000	5.125%	\$47,406	\$994,813
11/1/2035	\$950,000		5.125%	\$24,344	
5/1/2036	\$950,000	\$950,000	5.125%	\$24,344	\$998,688
Total		\$11,175,000		\$5,771,563	\$16,946,563

HARMONY

Community Development District

*Debt Service***Budget Narrative**
Fiscal Year 2020**REVENUES****Interest-Investments**

The District earns interest income on its trust accounts with US Bank.

Special Assessments-Tax Collector

The District will levy a Non-Ad Valorem assessment on all the assessable property within the District in order to pay for the debt service expenditures during the Fiscal Year. The collection will be provided by the Tax Collector pursuant to Section 197.3632, Florida Statutes, which is the Uniform Collection Methodology.

Special Assessments-Discounts

Per Section 197.162, Florida Statutes, discounts are allowed for early payment of assessments only when collected by the Tax Collector. The budgeted amount for the fiscal year is calculated at 4% of the anticipated Non-Ad Valorem assessments.

EXPENDITURES**Administrative****Miscellaneous-Assessment Collection Cost**

The District reimburses the Osceola Tax Collector for necessary administrative costs. Per the Florida Statutes, administrative costs shall include, but not be limited to, those costs associated with personnel, forms, supplies, data processing, computer equipment, postage, and programming. The District also compensates the Tax Collector for the actual cost of collection or 2% on the amount of special assessments collected and remitted, whichever is greater. The fiscal year budget for collection costs was based on a maximum of 2% of the anticipated assessment collections.

Principal Debt Retirement

The District pays regular principal payments annually in order to pay down/retire the debt service.

Interest Expense

The District pays interest expense on the debt service bonds twice a year.

Harmony

Community Development District

Supporting Budget Schedules

Fiscal Year 2020

Summary of Assessment Rates

Neighborhood	Lot Type	Lot Width	O & M			2014 Debt Service			2015 Debt Service			Total			Units	Acres
			FY 2020	FY 2019	% Change (Decrease)/ Increase	FY 2020	FY 2019	% Change (Decrease)/ Increase	FY 2020	FY 2019	% Change (Decrease)/ Increase	FY 2020	FY 2019	% Change (Decrease)/ Increase		
A-1	MF	n/a	\$ 463.92	\$ 486.65	-4.67%	\$ 605.71	\$ 605.71	0.00%	\$ -	\$ -	N/A	\$ 1,069.63	\$ 1,092.36	-2.08%	186	19.77
B	SF	80	\$ 1,466.58	\$ 1,538.44	-4.67%	\$ 1,914.87	\$ 1,914.87	0.00%	\$ -	\$ -	N/A	\$ 3,381.45	\$ 3,453.31	-2.08%	9	23.58
	SF	65	\$ 1,191.60	\$ 1,249.99	-4.67%	\$ 1,555.83	\$ 1,555.83	0.00%	\$ -	\$ -	N/A	\$ 2,747.43	\$ 2,805.82	-2.08%	25	
C-1	SF	52	\$ 953.28	\$ 999.99	-4.67%	\$ 1,244.66	\$ 1,244.66	0.00%	\$ -	\$ -	N/A	\$ 2,197.94	\$ 2,244.65	-2.08%	35	
	SF	42	\$ 769.96	\$ 807.68	-4.67%	\$ 1,005.31	\$ 1,005.31	0.00%	\$ -	\$ -	N/A	\$ 1,775.27	\$ 1,812.99	-2.08%	22	
	SF	35	\$ 641.63	\$ 673.07	-4.67%	\$ 837.75	\$ 837.75	0.00%	\$ -	\$ -	N/A	\$ 1,479.38	\$ 1,510.82	-2.08%	15	
	SF	80	\$ 1,442.48	\$ 1,513.17	-4.67%	\$ 1,883.40	\$ 1,883.40	0.00%	\$ -	\$ -	N/A	\$ 3,325.88	\$ 3,396.57	-2.08%	10	25.82
	SF	65	\$ 1,172.02	\$ 1,229.45	-4.67%	\$ 1,530.26	\$ 1,530.26	0.00%	\$ -	\$ -	N/A	\$ 2,702.28	\$ 2,759.71	-2.08%	30	
C-2	SF	52	\$ 937.61	\$ 983.56	-4.67%	\$ 1,224.21	\$ 1,224.21	0.00%	\$ -	\$ -	N/A	\$ 2,161.82	\$ 2,207.77	-2.08%	35	
	SF	42	\$ 757.30	\$ 794.41	-4.67%	\$ 988.78	\$ 988.78	0.00%	\$ -	\$ -	N/A	\$ 1,746.08	\$ 1,783.19	-2.08%	30	
	SF	35	\$ 631.09	\$ 662.01	-4.67%	\$ 823.98	\$ 823.98	0.00%	\$ -	\$ -	N/A	\$ 1,455.07	\$ 1,485.99	-2.08%	12	
	SF	80	\$ 1,499.98	\$ 1,573.48	-4.67%	\$ 1,958.47	\$ 1,958.47	0.00%	\$ -	\$ -	N/A	\$ 3,458.45	\$ 3,531.95	-2.08%	4	17.54
	SF	65	\$ 1,218.73	\$ 1,278.45	-4.67%	\$ 1,591.26	\$ 1,591.26	0.00%	\$ -	\$ -	N/A	\$ 2,809.99	\$ 2,869.71	-2.08%	14	
D-1	SF	52	\$ 974.99	\$ 1,022.76	-4.67%	\$ 1,273.01	\$ 1,273.01	0.00%	\$ -	\$ -	N/A	\$ 2,248.00	\$ 2,295.77	-2.08%	13	
	SF	42	\$ 787.49	\$ 826.08	-4.67%	\$ 1,028.20	\$ 1,028.20	0.00%	\$ -	\$ -	N/A	\$ 1,815.69	\$ 1,854.28	-2.08%	31	
	SF	35	\$ 656.24	\$ 688.40	-4.67%	\$ 856.83	\$ 856.83	0.00%	\$ -	\$ -	N/A	\$ 1,513.07	\$ 1,545.23	-2.08%	25	
	SF	80	\$ 1,549.70	\$ 1,625.63	-4.67%	\$ 2,023.39	\$ 2,023.39	0.00%	\$ -	\$ -	N/A	\$ 3,573.09	\$ 3,649.02	-2.08%	9	10.35
	SF	65	\$ 1,259.13	\$ 1,320.83	-4.67%	\$ 1,644.00	\$ 1,644.00	0.00%	\$ -	\$ -	N/A	\$ 2,903.13	\$ 2,964.83	-2.08%	20	
D-2	SF	52	\$ 1,007.30	\$ 1,056.66	-4.67%	\$ 1,315.20	\$ 1,315.20	0.00%	\$ -	\$ -	N/A	\$ 2,322.50	\$ 2,371.86	-2.08%	6	
	SF	n/a	\$ 920.53	\$ 965.64	-4.67%	\$ 1,201.91	\$ 1,201.91	0.00%	\$ -	\$ -	N/A	\$ 2,122.44	\$ 2,167.55	-2.08%	11	2.32
E	SF	n/a	\$ 2,456.16	\$ 2,576.51	-4.67%	\$ 3,206.92	\$ 3,206.92	0.00%	\$ -	\$ -	N/A	\$ 5,663.08	\$ 5,783.43	-2.08%	51	28.70
G	SF	52	\$ 1,108.79	\$ 1,163.12	-4.67%	\$ 1,447.71	\$ 1,447.71	0.00%	\$ -	\$ -	N/A	\$ 2,556.50	\$ 2,610.83	-2.08%	62	39.86
	SF	42	\$ 895.56	\$ 939.44	-4.67%	\$ 1,169.30	\$ 1,169.30	0.00%	\$ -	\$ -	N/A	\$ 2,064.86	\$ 2,108.74	-2.08%	85	
H-1	SF	35	\$ 746.30	\$ 782.87	-4.67%	\$ 974.41	\$ 974.41	0.00%	\$ -	\$ -	N/A	\$ 1,720.71	\$ 1,757.28	-2.08%	39	
	SF	35	\$ 834.14	\$ 875.01	-4.67%	\$ 1,073.54	\$ 1,073.54	0.00%	\$ -	\$ -	N/A	\$ 1,907.68	\$ 1,948.55	-2.10%	39	20.34
	SF	40	\$ 953.30	\$ 1,000.01	-4.67%	\$ 1,288.25	\$ 1,288.25	0.00%	\$ -	\$ -	N/A	\$ 2,241.55	\$ 2,288.26	-2.04%	14	
	SF	50	\$ 1,191.62	\$ 1,250.01	-4.67%	\$ 1,594.98	\$ 1,594.98	0.00%	\$ -	\$ -	N/A	\$ 2,786.60	\$ 2,844.99	-2.05%	13	
	SF	25	\$ 595.81	\$ 625.01	-4.67%	\$ 766.82	\$ 766.82	0.00%	\$ -	\$ -	N/A	\$ 1,362.63	\$ 1,391.83	-2.10%	46	
H-2/F/A-2/M I/J/K/L/O	SF	50	\$ 1,212.51	\$ 1,271.92	-4.67%	\$ 1,592.89	\$ 1,592.89	0.00%	\$ -	\$ -	N/A	\$ 2,805.40	\$ 2,864.81	-2.07%	164	45.56
	SF	40	\$ 1,216.71	\$ 1,276.32	-4.67%	\$ -	\$ -	N/A	\$ 1,534.73	\$ 1,534.73	0.00%	\$ 2,751.44	\$ 2,811.05	-2.12%	186	158.20
	SF	50	\$ 1,520.88	\$ 1,595.40	-4.67%	\$ -	\$ -	N/A	\$ 1,918.41	\$ 1,918.41	0.00%	\$ 3,439.29	\$ 3,513.81	-2.12%	220	
Office GC	Office		\$ 1,825.06	\$ 1,914.49	-4.67%	\$ -	\$ -	N/A	\$ 2,302.10	\$ 2,302.10	0.00%	\$ 4,127.16	\$ 4,216.59	-2.12%	71	
	Golf Course		\$ 1,222.09	\$ 1,281.97	-4.67%	\$ -	\$ -	N/A	\$ 1,541.52	\$ 1,541.52	0.00%	\$ 2,763.61	\$ 2,823.49	-2.12%		0.28
Comm	Comm		\$ 4,364.60	\$ 4,578.47	-4.67%	\$ -	\$ -	N/A	\$ 5,505.44	\$ 5,505.44	0.00%	\$ 9,870.04	\$ 10,083.91	-2.12%		7.58
TC/M*	SF	50	\$ 1,258.25	\$ 1,319.91	-4.67%	\$ -	\$ -	N/A	\$ 1,234.92	\$ 1,234.92	0.00%	\$ 2,493.18	\$ 2,554.83	-2.41%	35	10.09
TC	TC 1 and TC 2		\$ 4,364.60	\$ 4,578.47	-4.67%	\$ -	\$ -	N/A	\$ 5,505.44	\$ 5,505.44	0.00%	\$ 9,870.04	\$ 10,083.91	-2.12%		12.45
TC*	TC 3 and TC 4		\$ 4,364.60	\$ 4,578.47	-4.67%	\$ -	\$ -	N/A	\$ 4,283.68	\$ 4,283.68	0.00%	\$ 8,648.28	\$ 8,862.15	-2.41%		7.43
															1567	429.87

**All lands, with the exception of Parcel VC10, are assessed on the Tax Collector Assessment Roll