

RESOLUTION 2011-05

THE ANNUAL APPROPRIATION RESOLUTION OF THE GROVES COMMUNITY DEVELOPMENT DISTRICT (THE "DISTRICT") RELATING TO THE ANNUAL APPROPRIATIONS AND ADOPTING THE BUDGET FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2011, AND ENDING SEPTEMBER 30, 2012.

WHEREAS, the District Manager has, prior to the fifteenth (15th) day in June, 2011, submitted to the Board of Supervisors (the "Board") a proposed budget for the next ensuing budget year along with an explanatory and complete financial plan for each fund of The Groves Community Development District, pursuant to the provisions of Section 190.008(2)(a), Florida Statutes; and

WHEREAS, at least sixty (60) days prior to the adoption of the proposed annual budget (the "Proposed Budget"), the District filed a copy of the Proposed Budget with the local governing authorities having jurisdiction over the area included in the District pursuant to the provisions of Section 190.008(2)(b), Florida Statutes; and

WHEREAS, the Board set August 2, 2011, as the date for a public hearing thereon and caused notice of such public hearing to be given by publication pursuant to Section 190.008(2)(a), Florida Statutes; and

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

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

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF THE GROVES COMMUNITY DEVELOPMENT DISTRICT;

Section 1. Budget

- a. That the Board of Supervisors has reviewed the District Manager's Proposed Budget, a copy of which is on file with the office of the District Manager and at the District's Records Office, and hereby approves certain amendments thereto, as shown in Section 2 below.
- b. That the District Manager's Proposed Budget, attached hereto as Exhibit "A," as amended by the Board, is hereby adopted in accordance with the provisions of Section 190.008(2)(a), Florida Statutes, and incorporated herein by reference;

provided, however, that the comparative figures contained in the adopted budget may be subsequently revised as deemed necessary by the District Manager to reflect actual revenues and expenditures for Fiscal Year 2011 and/or revised projections for Fiscal Year 2012.

- c. That the adopted budget, as amended, shall be maintained in the office of the District Manager and at the District's Records Office and identified as "The Budget for The Groves Community Development District for the Fiscal Year Ending September 30, 2011," as adopted by the Board of Supervisors on August 2, 2011.

Section 2. Appropriations

There is hereby appropriated out of the revenues of The Groves Community Development District, for the fiscal year beginning October 1, 2011, and ending September 30, 2012, the sum of \$1,369,161.70 * to be raised by the levy of assessments and/or otherwise, which sum is deemed by the Board of Supervisors to be necessary to defray all expenditures of the District during said budget year, to be divided and appropriated in the following fashion:

TOTAL GENERAL FUND	<u>1,211,066</u>
DEBT SERVICE FUND(S)	<u>158,095.70</u>
TOTAL ALL FUNDS	<u>1,369,161.70</u> *

(*not inclusive of collection costs and early payment discounts)

Section 3. Supplemental Appropriations

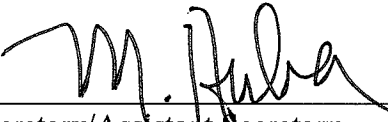
The Board may authorize by resolution, supplemental appropriations or revenue changes for any lawful purpose from funds on hand or estimated to be received within the fiscal year as follows:

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

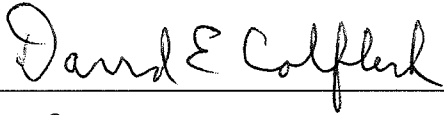
Introduced, considered favorably, and adopted this 2nd day of August, 2011.

ATTEST:

**THE GROVES COMMUNITY
DEVELOPMENT DISTRICT**



Secretary/Assistant Secretary

By: 

Its: Chairman

Final Budget
The Groves Community Development District
General Fund
Fiscal Year 2011/2012

	Chart of Accounts Classification	Actual YTD through 06/30/11	Projected Annual Totals 2010/2011	Annual Budget for 2010/2011	Projected Budget variance for 2010/2011	Budget for 2011/2012	Budget Increase (Decrease) vs 2010/2011	Comments
8	REVENUES							
9	Interest Earnings	2,528	1,939		1,939			
10	Special Assessments							
11								
12	Assessments - Tax Roll	972,267	972,267	961,066	11,201	1,211,066	250,000	
13	Miscellaneous Revenues							
14	Misc. Revenue	12,862	10,682		10,682			
15	Key Fobs	3,887	3,887	0	3,887		0	
16								
17	TOTAL REVENUES	991,544	988,775	961,066	27,709	1,211,066	250,000	
18								
19	EXPENDITURES							
20	Administrative							
21	Legislative							
22	Supervisor Fees	9,600	12,800	15,000	(2,200)	15,000	0	15 Annual meetings
23	Financial & Administrative							
24	Administrative Services	6,814	9,085	9,085	0	9,085	0	
25	District Management	26,265	35,020	35,020	0	35,020	0	
26	Disclosure Report	1,000	1,000	1,000	0	1,000	0	Prager Sealy LLC
27	Trustees Fees	3,000	3,500	3,500	0	3,500	0	US Bank
28	Tax Collector Fees **	150	200	150	50	150	0	Mike Wells Pasco Co. Property App.
29	Financial Consulting Services	8,550	9,733	9,733	0	9,733	0	
30	Accounting Services	14,369	19,158	19,158	0	19,158	0	
31	Auditing Services	0	4,000	4,000	0	4,250	250	Increase per C.R.I. audit contract
32	Arbitrage Rebate Calculation	1,125	1,125	1,125	0	1,000	(125)	Deloitte Tax LLP
33	District Engineer	8,890	11,853	13,000	(1,147)	13,000	0	
34	Travel Reimbursement	0	0	500	(500)	0	(500)	
35	Miscellaneous	0	0	264	(264)	0	(264)	see line #41
36	Music License	1,311	1,748	1,536	212	1,700	164	Tropical Music / Seasac license
37	Public Officials Liability Insurance	2,250	2,250	2,400	(150)	2,250	(150)	
38	Legal Advertising	163	218	500	(282)	500	0	
39	Bank Fees	769	1,025	500	525	1,000	500	Dependant on usage
40	Dues, Licenses & Fees	590	590	500	90	1,000	500	DCA fees/Pool permits/PACA fees
41	Miscellaneous Fees	50	67	0	67	0	0	
42	Liquor License	3,006	3,006	1,820	1,186	2,000	180	Attorney fees included
43	Property Taxes	0	0	0	0		0	
44	Legal Counsel							
45	District Counsel	13,242	17,656	25,000	(7,344)	25,000	0	
46	Pending Resident/SWFWMD Property Claims	9,530	9,530	0	(9,530)		0	Expenses not anticipated
47	Administrative Subtotal	110,674	143,564	143,791	(19,287)	144,346	555	
48								
49	Field Operations							
50								
51	Monitor Contract	85,922	114,563	147,000	32,437	147,000	0	Envera Systems
	CDD Vehicle Fuel & Repair	0	0	1,500	1,500	0	(1,500)	CDD truck sold
53	Electric Utility Services							
54	Utility Services	10,345	13,793	3,000	10,793	6,000	3,000	Costs shared w/HOA
55	Utility - Recreation Facilities	27,225	36,300	33,000	3,300	33,000	0	Costs shared w/HOA
56	Street Lights	19,173	25,564	30,000	(4,436)	26,500	(3,500)	
57	Gas Utility Services							
58	Utility Services	18,708	24,944	30,000	(5,056)	20,500	(9,500)	Anticipate reduction due to Vesh
59	Garbage/Solid Waste Control							
60	Solid Waste Assessment Rec Facility	2,050	2,050	3,000	(950)	2,500	(500)	
61								
62	Water - Sewer Combination Services							
63	Utility Services	10,066	13,421	12,000	1,421	14,500	2,500	
64	Paco County Stormwater Assessment	2,035	2,035	2,000	35	2,500	500	
65	Water - Reclaimed	0	0	0	0	0	0	
66	Water - Fountain	0	0	0	0	0	0	
67	Water - Pool	0	0	0	0	0	0	
68	Stormwater Control							
69	Fountain Service Repairs & Maintenance	0	0	0	0	0	0	
70	Lake/Pond Bank Maintenance	5,333	7,111	5,000	2,111	5,000	0	
71	Aquatic Contract	2,970	3,960	5,000	(1,040)	4,000	(1,000)	American Eco Systems contract
72	Mitigation Area Monitoring & Maintenance	0	0	0	0	0	0	
73	Wetland Monitoring & Maintenance	0	0	1,000	(1,000)		(1,000)	
74	Drainage Repairs	0	0	2,500	(2,500)		(2,500)	
75	Lake/Pond Repair	0	0	0	0		0	

Final Budget
The Groves Community Development District
General Fund
Fiscal Year 2011/2012

	Chart of Accounts Classification	Actual YTD through 06/30/11	Projected Annual Totals 2010/2011	Annual Budget for 2010/2011	Projected Budget variance for 2010/2011	Budget for 2011/2012	Budget Increase (Decrease) vs 2010/2011	Comments
76	Miscellaneous Expense	0	0	0	0	5,000	5,000	
77	Aquatic Plant Replacement	0	0	5,000	(5,000)	0	(5,000)	
78	Other Physical Environment							
83	General Liability Insurance	4,750	4,750	7,000	(2,250)	5,000	(2,000)	
84	Property Casualty Insurance	27,684	27,684	28,750	(1,066)	28,750	0	
86	Entry & Walls Maintenance	0	0	2,000	(2,000)	2,000	0	
87	Landscape Maintenance	64,985	86,647	107,000	(20,353)	107,000	0	NDL Maint. \$84,000+mulch+annuals
88	Irrigation Repairs and Maintenance	26,947	35,929	8,000	27,929	8,000	0	Wesco Turf purchase for WUP/pump
89	Equipment Rental	0	0	0	0	0	0	
90	Orange Tree Maintenance	1,050	1,400	12,000	10,600	5,000	(7,000)	Replace with FL Friendly plants/beds
91	Irrigation Pump Replacement	0	0	8,000	(8,000)	0	(8,000)	replaced under line #89
92	Landscape Replacement Plants, Shrubs, Trees	25,238	33,651	20,808	12,843	25,000	4,192	
93	Miscellaneous Expense	0	0	25,000	(25,000)	0	(25,000)	
94	Road & Street Facilities							
97	Gate Maintenance	4,578	6,104	5,000	1,104	5,000	0	Front & Back gate repairs
99	Street Light/Decorative Light Maintenance	2,750	3,667	3,000	667	3,000	0	Holiday lights + repairs
100	Street Signs	4,108	5,477	3,000	2,477	1,500	(1,500)	
101	Sidewalk Repair & Maintenance	827	1,103	1,000	103	1,350	350	
102	Parking Lot Repair & Maintenance	2,935	3,913	2,500	1,413	2,500	0	
103	Roadway Repair & Maintenance	975	1,300	2,500	(1,200)	4,000	1,500	
104	Parks & Recreation							
110	Management Contract	120,123	160,000	160,000	0	160,000	0	
111	Public Pay Phone	0	0	0	0	0	0	
112	Clubhouse Facility Maintenance	22,857	30,476	45,000	(14,524)	45,000	0	
113	Clubhouse Telephone, Fax, Internet	3,770	5,027	5,000	27	3,500	(1,500)	Costs shared with HOA (50/50)
114	Maintenance Utility Vehicle	2,520	3,360	1,500	1,860	1,500	0	
115	Clubhouse Facility Janitorial Supplies	5,863	7,817	5,000	2,817	5,000	0	
116	Clubhouse Office Supplies	3,268	4,357	4,250	107	4,250	0	
117	ADA Pool Compliance	1,000	1,000	0	1,000	21,600	21,600	RGAs quote for revisions to pool
118	Pool Cabana	3,789	5,052	3,000	2,052	0	(3,000)	Project was completed
119	Pool/Water Park/Fountain Maint	4,416	5,888	8,000	(2,112)	5,000	(3,000)	
120	Security System	1,535	2,047	1,450	597	0	(1,450)	Expense included in Envera costs
121	Clubhouse Furniture Replacement	10,211	13,615	5,750	7,865	5,750	0	Treadmill replaced
122	Pool Furniture Replacement	2,146	2,861	2,000	861	4,500	2,500	replacement needed
123	Clubhouse Lighting Replacement	4,813	6,417	2,500	3,917	2,500	0	
124	Library Renovation	4,798	4,798	6,150	(1,352)	0	(6,150)	Project was completed
125	Clubhouse Miscellaneous Expense	0	0	0	0	6,250	6,250	Stage floor/Fitness Rm floor/Office
126	Dog Park Maintenance	185	247	500	(253)	500	0	
127	Athletic/Park Court/Field Repairs	2,082	2,776	450	2,326	450	0	Addition of Pickleball courts
128	Trail/Bike Path Maintenance	0	0	0	0	0	0	
129	Boardwalk Maintenance	195	260	2,500	(2,240)	5,000	2,500	Add'l work on #13 & #18 bridges
146	Contingency							
147	Sinkhole Work	36,633	48,844	0	(48,844)	0	0	Expenses not anticipated
148	District Engineer-Water Use Permit	6,650	8,867	0	(8,867)	0	0	Expenses not anticipated
149	Capital Reserve	0	0	248,667	(248,667)	250,000	1,333	Reserve study funding
150	Miscellaneous contingency	6,586	8,781	50,000	(41,219)	50,000	0	
151	Capital Reserves	0	0	0	0	31,320	31,320	Reclaimed water-WUP commitment
152	Capital Improvements							
153	Field Operations Subtotal	594,094	777,856	1,067,275	(315,766)	1,066,720	(555)	
154								
155	Contingency for TRIM notice							
156								
157	TOTAL EXPENDITURES	704,768	921,420	1,211,066	(335,053)	1,211,066	0	
158								
159	Balance Forward from Prior Year	365,914		250,000				
160								
161	EXCESS OF REVENUES OVER EXPENDITURES	652,690	67,355	0	362,762	0	250,000	

Collection and Discount % applicable to the county:

6.0%

Gross assessments

\$ 1,288,368

Notes:

1. Preliminary financial statements were used for this exercise.
2. Developer Contribution or Levied Assessments to cover 100% of the budgeted expenditures. Exclude other revenue sources from projection. Interest Earnings are excluded from this exercise.
- ** 3. Tax Roll Collection Costs for Pasco County is 6.0% of Tax Roll. Budgeted net of tax roll assessments. See Assessment Table.
4. If financing needed for operations until tax roll assessments are received, include financing costs in Miscellaneous Expense.
5. The assessments will be reclassified (on roll vs. off roll) as appropriate based on the respective percentage of platted lots.

Budget Template
The Groves Community Development District
Debt Service
Fiscal Year 2011/2012

Chart of Accounts Classification	Series 2007A	Budget for 2011/2012
REVENUES		
Special Assessments		
Net Special Assessments ⁽¹⁾	\$158,095.70	\$158,095.70
TOTAL REVENUES	\$158,095.70	\$158,095.70
EXPENDITURES		
Administrative		
Financial & Administrative		
Bank Fees		\$0.00
Debt Service Obligation	\$158,095.70	\$158,095.70
Administrative Subtotal	\$158,095.70	\$158,095.70
TOTAL EXPENDITURES	\$158,095.70	\$158,095.70
EXCESS OF REVENUES OVER EXPENDITURES	\$0.00	\$0.00

Collection and Discount % applicable to the county: 6.0%

Gross assessments \$168,186.92

Notes:

Tax Roll Collection Costs for Pasco County is 6.0% of Tax Roll. Budgeted net of tax roll assessments. See Assessment Table.

⁽¹⁾ Maximum Annual Debt Service less Prepaid Assessments received.

The Groves Community Development District

FISCAL YEAR 2011/2012 O&M & DEBT SERVICE ASSESSMENT SCHEDULE

2011/2012 O&M Budget	\$1,211,066.00
Pasco County 6% Collection Cost:	<u>\$77,302.09</u>
2011/2012 Total:	<u>\$1,288,368.09</u>

2010/2011 O&M Budget	\$961,066.00
2011/2012 O&M Budget	<u>\$1,211,066.00</u>
Total Difference:	<u><u>\$250,000.00</u></u>

	PER UNIT ANNUAL ASSESSMENT		Proposed Increase / Decrease	
	2010/2011	2011/2012	\$	%
Debt Service - Club	\$220.14	\$220.14	\$0.00	0.00%
Operations/Maintenance - Club	\$1,336.48	\$1,684.14	\$347.66	26.01%
Total	\$1,556.62	\$1,904.28	\$347.66	22.33%
<hr/>				
Debt Service - Courtyard	\$220.14	\$220.14	\$0.00	0.00%
Operations/Maintenance - Courtyard	\$1,336.48	\$1,684.14	\$347.66	26.01%
Total	\$1,556.62	\$1,904.28	\$347.66	22.33%
<hr/>				
Debt Service - Patio	\$220.14	\$220.14	\$0.00	0.00%
Operations/Maintenance - Patio	\$1,336.48	\$1,684.14	\$347.66	26.01%
Total	\$1,556.62	\$1,904.28	\$347.66	22.33%
<hr/>				
Debt Service - Estate	\$220.14	\$220.14	\$0.00	0.00%
Operations/Maintenance - Estate	\$1,336.48	\$1,684.14	\$347.66	26.01%
Total	\$1,556.62	\$1,904.28	\$347.66	22.33%
<hr/>				
Debt Service - Golf Course	\$2,201.36	\$2,201.36	\$0.00	0.00%
Operations/Maintenance - Golf Course	\$13,364.84	\$16,841.41	\$3,476.57	26.01%
Total	\$15,566.20	\$19,042.77	\$3,476.57	22.33%

THE GROVES

FISCAL YEAR 2011/2012 O&M & DEBT SERVICE ASSESSMENT SCHEDULE

TOTAL O&M BUDGET
COLLECTION COSTS @ 6.0%
TOTAL O&M ASSESSMENT

\$1,211,066.00
\$77,302.09
\$1,288,368.09

LU	LOT SIZE	UNITS ASSESSED		ALLOCATION OF O&M ASSESSMENT				TOTAL		PER LOT ANNUAL ASSESSMENT	
		O&M	SERVICE (1)	EAU FACTOR	EAU'S	% TOTAL	O&M BUDGET	DEBT SERVICE	O&M	DEBT SERVICE (2)	TOTAL (3)
		285	285	1.00	285.00	37.25%	\$479,980.27	\$62,739.90	\$1,684.14	\$220.14	\$1,904.28
H	Club	273	273	1.00	273.00	35.69%	\$459,770.57	\$60,098.22	\$1,684.14	\$220.14	\$1,904.28
H	Courtyard	138	137	1.00	138.00	18.04%	\$232,411.50	\$30,159.18	\$1,684.14	\$220.14	\$1,904.28
H	Patio	59	59	1.00	59.00	7.71%	\$99,364.34	\$12,988.26	\$1,684.14	\$220.14	\$1,904.28
H	Estate	1	1	10.00	10.00	1.31%	\$16,841.41	\$2,201.36	\$16,841.41	\$2,201.36	\$19,042.77
G	Golf Course										
		<u>756</u>	<u>755</u>		<u>765.00</u>	<u>100.00%</u>	<u>\$1,288,368.09</u>	<u>\$168,186.92</u>			
							<u>(\$77,302.09)</u>	<u>(\$10,091.22)</u>			
							<u>\$1,211,066.00</u>	<u>\$158,095.70</u>			

LESS: Pasco County Collection Costs and Early Payment Discount Costs
Net Revenue to be Collected

(1) Reflects the number of total lots with Series 2007 debt outstanding.

(2) Annual debt service assessment per lot adopted in connection with the Series 2007 bond issue. Annual assessment includes principal, interest, Pasco County collection costs and early payment discount costs.

(3) Annual assessment that will appear on November 2011 Pasco County property tax bill. Amount shown includes all applicable collection costs. Property owner is eligible for a discount of up to 4% if paid early.