

**Quail Roost
Community Development District**

ANNUAL FINANCIAL REPORT

September 30, 2025

Quail Roost Community Development District

ANNUAL FINANCIAL REPORT

September 30, 2025

TABLE OF CONTENTS

	<u>Page Number</u>
REPORT OF INDEPENDENT AUDITORS	1-3
MANAGEMENT'S DISCUSSION AND ANALYSIS	4-9
BASIC FINANCIAL STATEMENTS:	
Government-wide Financial Statements:	
Statement of Net Position	10
Statement of Activities	11
Fund Financial Statements:	
Balance Sheet – Governmental Funds	12
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	13
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	14
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	15
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	16
Notes to Financial Statements	17-30
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	31-32
MANAGEMENT LETTER	33-36
INDEPENDENT ACCOUNTANTS' REPORT/COMPLIANCE WITH SECTION 218.415, FLORIDA STATUTES	37



Berger, Toombs, Elam, Gaines & Frank

Certified Public Accountants PL

600 Citrus Avenue
Suite 200
Fort Pierce, Florida 34950

772/461-6120 // 461-1155
FAX: 772/468-9278

REPORT OF INDEPENDENT AUDITORS

To the Board of Supervisors
Quail Roost Community Development District
Miami-Dade, Florida

Report on Audit of the Financial Statements

Opinion

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

In our opinion, the accompanying 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 and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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 (*Government Auditing Standards*). 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 opinion.

Responsibilities of Management for the Financial Statements

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.

To the Board of Supervisors
Quail Roost Community Development District

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 one year beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility 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 and *Government Auditing Standards* 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 and *Government Auditing Standards*, 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 be presented to supplement the basic financial statements.

To the Board of Supervisors
Quail Roost Community Development District

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 GAAS, 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 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

Management is responsible for the other information included in the financial report. The other information comprises the information for compliance with Florida Statutes 218.39(3)(c) but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic 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 basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic 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 a report dated May 7, 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 and contracts and grant agreements and other matters.

The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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.



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

May 7, 2026

**Quail Roost Community Development District
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2025**

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

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

The **statement of net position** presents information on all assets and liabilities of the District, with the difference between assets and liabilities reported as net position. Assets, liabilities, and net position are reported for all Governmental activities.

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

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

**Quail Roost Community Development District
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2025**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

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

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

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

Financial Highlights

The following are the highlights of financial activity for the year ended September 30, 2025.

- ◆ The District's total liabilities exceeded total assets by \$(5,698,310) (net position). Restricted net position was \$345,667, and unrestricted net position was \$(5,985,927). Net investment in capital assets was \$(58,050).
- ◆ Governmental activities revenues totaled \$1,980,728 while governmental activities expenses and conveyances of capital assets totaled \$2,498,334.

**Quail Roost Community Development District
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2025**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Financial Analysis of the District

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

Net Position

	Governmental Activities	
	2025	2024
Current assets	\$ 33,304	\$ 56,247
Restricted assets	579,495	484,354
Capital assets	2,375,100	1,571,966
Total Assets	2,987,899	2,112,567
Current liabilities	261,575	243,728
Non-current liabilities	8,424,634	7,049,543
Total Liabilities	8,686,209	7,293,271
Net investment in capital assets	(58,050)	19,270
Net position - restricted	345,667	284,805
Net position - unrestricted	(5,985,927)	(5,484,779)
Total Net Position	\$ (5,698,310)	\$ (5,180,704)

The increase in restricted assets is primarily related to revenues exceeding expenditures in the Debt Service Fund along with the issuance of long-term debt in the current year.

The increase in capital assets is primarily related to capital additions exceeding the conveyance of assets to other entities in the current year.

The increase in total liabilities is primarily related to the issuance of long-term debt in the current year.

**Quail Roost Community Development District
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2025**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Financial Analysis of the District (Continued)

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

Change In Net Position

	Governmental Activities	
	2025	2024
Program Revenues		
Charges for services	\$ 625,383	\$ 629,686
Operating grants and contributions	27,728	11,937
Capital grants and contributions	1,300,891	875,333
General Revenues		
Investment earnings	26,726	26,875
Total Revenues	<u>1,980,728</u>	<u>1,543,831</u>
Expenses		
General government	100,400	68,436
Physical environment	126,344	127,310
Interest and other charges	500,844	265,137
Total Expenses	<u>727,588</u>	<u>460,883</u>
Conveyance of capital assets	<u>(1,770,746)</u>	<u>(5,710,734)</u>
Change in Net Position	(517,606)	(4,627,786)
Net Position - Beginning of Year	<u>(5,180,704)</u>	<u>(552,918)</u>
Net Position - End of Year	<u><u>\$ (5,698,310)</u></u>	<u><u>\$ (5,180,704)</u></u>

The increase in capital contributions is related to an increase in construction contributed by the Developer in the current year.

The increase in general government is related to an increase in legal advertising and engineering fees in the current year.

The decrease in conveyance of capital assets is related to less infrastructure conveyed in the current year.

**Quail Roost Community Development District
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2025**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Capital Assets Activity

The following schedule provides a summary of the District's capital assets as of September 30, 2025 and 2024.

<u>Description</u>	<u>Governmental Activities</u>	
	<u>2025</u>	<u>2024</u>
Land and improvements	878,198	875,370
Infrastructure	1,554,952	725,621
Accumulated depreciation	(58,050)	(29,025)
Total Capital Assets, Net	<u>\$ 2,375,100</u>	<u>\$ 1,571,966</u>

During the year, activity consisted of additions to land and improvements of \$2,828, additions to construction in progress of \$2,600,077, transfers of construction in progress to infrastructure of \$829,331, conveyances to other entities, \$1,770,746, and depreciation of \$29,025.

General Fund Budgetary Highlights

Final budgeted expenditures exceeded actual expenditures primarily due to less capital outlay expenditures than were anticipated.

The September 30, 2025 budget was amended primarily to closely reflect actual expenditures.

Debt Management

Governmental Activities debt includes the following:

- In August 2018, the District issued \$2,096,000 Special Assessment Bonds, Series 2018. The Bonds were issued to fund the acquisition and construction costs associated with the 2018 Project. The balance outstanding at September 30, 2025 was \$1,862,000.
- In October 2021, the District issued \$5,480,000 Special Assessment Bonds, Series 2021. The Bonds were issued to fund the acquisition costs associated with the Expansion Area Project. The balance outstanding at September 30, 2025 was \$5,020,000.
- In August 2025, the District issued \$1,606,000 Special Assessment Bonds, Series 2025. The Bonds were issued to fund the acquisition costs associated with the Second Expansion Area Project. The balance outstanding at September 30, 2025 was \$1,606,000.

**Quail Roost Community Development District
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2025**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Economic Factors and Next Year's Budget

The District does not expect any economic factors to have a significant effect on the financial position or results of operations of the District in fiscal year 2026.

Request for Information

The financial report is designed to provide a general overview of Quail Roost Community Development District's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Quail Roost Community Development District, Governmental Management Services, 5385 North Nob Hill Road, Sunrise, Florida 33351.

Quail Roost Community Development District
STATEMENT OF NET POSITION
September 30, 2025

	Governmental Activities
ASSETS	
Current Assets	
Cash	\$ 3,797
Investments	16,397
Due from developer	2,095
Prepaid expenses	6,866
Deposits	4,149
Total Current Assets	33,304
Non-current Assets	
Restricted Assets	
Investments	579,495
Capital Assets, Not Being Depreciated	
Land and improvements	878,198
Capital Assets, Being Depreciated	
Infrastructure	1,554,952
Accumulated depreciation	(58,050)
Total Non-current Assets	2,954,595
Total Assets	2,987,899
LIABILITIES	
Current Liabilities	
Accounts payable	1,456
Accrued interest	69,119
Bonds payable	191,000
Total Current Liabilities	261,575
Non-current Liabilities	
Bonds payable, net	8,424,634
Total Liabilities	8,686,209
NET POSITION	
Net investment in capital assets	(58,050)
Restricted for debt service	345,667
Unrestricted	(5,985,927)
Total Net Position	\$ (5,698,310)

See accompanying notes to financial statements.

Quail Roost Community Development District
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2025

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
				Governmental Activities
Governmental Activities				
General government	\$ (100,400)	\$ 75,774	\$ -	\$ -
Physical environment	(126,344)	73,603	27,728	1,300,891
Interest and other charges	(500,844)	476,006	-	-
Total Governmental Activities	<u>\$ (727,588)</u>	<u>\$ 625,383</u>	<u>\$ 27,728</u>	<u>\$ 1,300,891</u>
General Revenues				
Investment income				26,726
Conveyance of capital assets				<u>(1,770,746)</u>
Change in Net Position				(517,606)
Net Position - October 1, 2024				<u>(5,180,704)</u>
Net Position - September 30, 2025				<u>\$ (5,698,310)</u>

See accompanying notes to financial statements.

Quail Roost Community Development District
BALANCE SHEET –
GOVERNMENTAL FUNDS
September 30, 2025

	General	Debt Service	Capital Projects	Total Governmental Funds
ASSETS				
Cash	\$ 3,797	\$ -	\$ -	\$ 3,797
Investments	16,397	-	-	16,397
Due from developer	2,095	-	-	2,095
Prepaid expenses	6,866	-	-	6,866
Deposits	4,149	-	-	4,149
Restricted assets				
Investments	-	551,749	27,746	579,495
Total Assets	<u>\$ 33,304</u>	<u>\$ 551,749</u>	<u>\$ 27,746</u>	<u>\$ 612,799</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	<u>\$ 1,456</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,456</u>
FUND BALANCES				
Nonspendable				
Prepaid expenses	6,866	-	-	6,866
Deposits	4,149	-	-	4,149
Restricted				
Debt service	-	551,749	-	551,749
Capital projects	-	-	27,746	27,746
Unassigned	20,833	-	-	20,833
Total Fund Balances	<u>31,848</u>	<u>551,749</u>	<u>27,746</u>	<u>611,343</u>
Total Liabilities and Fund Balances	<u>\$ 33,304</u>	<u>\$ 551,749</u>	<u>\$ 27,746</u>	<u>\$ 612,799</u>

See accompanying notes to financial statements.

Quail Roost Community Development District
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
September 30, 2025

Total Governmental Fund Balances	\$	611,343
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets, not being depreciated, land and improvements, used in governmental activities are not current financial resources and therefore, are not reported at the fund level.		878,198
Capital assets, being depreciated, infrastructure, \$1,554,952, net of accumulated depreciation, \$(58,050), used in governmental activities are not current financial resources and therefore, are not reported at the fund level.		1,496,902
Long-term liabilities, including bonds payable, \$(8,488,000), net of bond premium, net, \$(127,634), are not due and payable in the current period and therefore, are not reported at the fund level.		(8,615,634)
Accrued interest expense for long-term debt is not a current financial use and therefore, is not reported at the fund level.		<u>(69,119)</u>
Net Position of Governmental Activities	\$	<u><u>(5,698,310)</u></u>

See accompanying notes to financial statements.

Quail Roost Community Development District
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – GOVERNMENTAL FUNDS
For the Year Ended September 30, 2025

	General	Debt Service	Capital Projects	Total Governmental Funds
Revenues				
Special assessments	\$ 149,377	\$ 476,006	\$ -	\$ 625,383
Developer contributions	27,728	-	-	27,728
Investment income	1,397	23,800	1,529	26,726
Total Revenues	<u>178,502</u>	<u>499,806</u>	<u>1,529</u>	<u>679,837</u>
Expenditures				
Current				
General government	100,190	-	210	100,400
Physical environment	97,319	-	-	97,319
Capital outlay	2,828	-	1,299,186	1,302,014
Debt service				
Principal	-	198,000	-	198,000
Interest	-	266,127	-	266,127
Other	-	-	248,671	248,671
Total Expenditures	<u>200,337</u>	<u>464,127</u>	<u>1,548,067</u>	<u>2,212,531</u>
Excess of revenues over/(under) expenditures	<u>(21,835)</u>	<u>35,679</u>	<u>(1,546,538)</u>	<u>(1,532,694)</u>
Other Financing Sources/(Uses)				
Issuance of long-term debt	-	46,678	1,559,322	1,606,000
Transfers in	-	-	2,278	2,278
Transfers out	-	(2,278)	-	(2,278)
Total Other Financing Sources/(Uses)	<u>-</u>	<u>44,400</u>	<u>1,561,600</u>	<u>1,606,000</u>
Net Change in Fund Balances	(21,835)	80,079	15,062	73,306
Fund Balances - October 1, 2024	<u>53,683</u>	<u>471,670</u>	<u>12,684</u>	<u>538,037</u>
Fund Balances - September 30, 2025	<u>\$ 31,848</u>	<u>\$ 551,749</u>	<u>\$ 27,746</u>	<u>\$ 611,343</u>

See accompanying notes to financial statements.

Quail Roost Community Development District
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2025

Net Change in Fund Balances - Total Governmental Funds	\$	73,306
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation. This is the amount that capital outlay, \$1,302,014, and capital contributions, \$1,300,891, exceeded conveyance of assets, \$(1,770,746), and depreciation \$(29,025), in the current period.		803,134
At the fund level, bond proceeds are recognized as an other financing source/use, however, at the government-wide level, they increase liabilities.		(1,606,000)
Repayment of bond principal is an expenditure at the governmental fund level, but the repayment reduces long-term liabilities in the Statement of Net Position.		198,000
Bond premium does not require current financial resources and therefore, is amortized over the life of the bonds as interest expense at the government-wide level. This is the current year amortization.		4,909
At the fund level, interest is recognized when due. At the government-wide level interest is accrued on outstanding debt. This is the current year change in accrual.		<u>9,045</u>
Change in Net Position of Governmental Activities	\$	(517,606)

See accompanying notes to financial statements.

Quail Roost Community Development District
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL – GENERAL FUND
For the Period Ended September 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Special assessments	\$ 149,000	\$ 149,377	\$ 149,377	\$ -
Developer contributions	30,150	30,150	27,728	(2,422)
Investment income	-	1,397	1,397	-
Total Revenues	<u>179,150</u>	<u>180,924</u>	<u>178,502</u>	<u>(2,422)</u>
Expenditures				
Current				
General government	76,566	101,505	100,190	1,315
Physical environment	102,584	98,420	97,319	1,101
Capital outlay	-	5,000	2,828	2,172
Total Expenditures	<u>179,150</u>	<u>204,925</u>	<u>200,337</u>	<u>4,588</u>
Net Change in Fund Balances	-	(24,001)	(21,835)	2,166
Fund Balances - October 1, 2024	<u>-</u>	<u>24,001</u>	<u>53,683</u>	<u>29,682</u>
Fund Balances - September 30, 2025	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,848</u>	<u>\$ 31,848</u>

See accompanying notes to financial statements.

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

1. Reporting Entity

The District was established on February 21, 2018, pursuant to the Uniform Community Development District Act of 1980, Chapter 190, Florida Statutes, as amended (the "Act"), by Ordinance No. 18-19 of the Board of County Commissioners of Miami-Dade County, as a Community Development District and expanded by Miami-Dade County Ordinance 20-58. The District was established for the purposes of financing and managing the acquisition, construction, maintenance and operation of the infrastructure necessary for community development within its jurisdiction. The District is authorized to issue bonds for the purpose, among others, of financing, funding, planning, establishing, acquiring, constructing district roads, landscaping, and other basic infrastructure projects within or outside the boundaries of the Quail Roost Community Development District. The District is governed by a Board of Supervisors who are elected to four-year and two-year terms. The District operates within the criteria established by Chapter 190, Florida Statutes.

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

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

2. Measurement Focus and Basis of Accounting

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

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

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Measurement Focus and Basis of Accounting (Continued)

a. Government-wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Government-wide financial statements report all non-fiduciary information about the reporting government as a whole. These statements include all the governmental activities of the primary government. The effect of interfund activity has been removed from these statements.

Governmental activities are supported by special assessments, developer contributions, and interest income. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

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

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

b. Fund Financial Statements

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

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

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Measurement Focus and Basis of Accounting (Continued)

b. Fund Financial Statements (Continued)

Governmental Funds

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

The District has various policies governing the fund balance classifications.

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

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

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

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

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

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Measurement Focus and Basis of Accounting (Continued)

b. Fund Financial Statements (Continued)

Governmental Funds (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collected within the current period or soon thereafter, to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Interest associated with the current fiscal period is considered to be an accrual item and so has been recognized as revenue of the current fiscal period.

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of “available spendable resources”.

Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during a period.

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

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

Debt service expenditures are recorded only when payment is due.

3. Basis of Presentation

a. Governmental Major Funds

General Fund – The General Fund is the District’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Basis of Presentation (Continued)

a. Governmental Major Funds (Continued)

Debt Service Fund – The Debt Service Fund accounts for debt service requirements to retire the Special Assessment Bonds, which were used to finance the construction of certain improvements within the District.

Capital Projects Fund – The Capital Projects Fund accounts for acquisition and construction of infrastructure improvements located within the boundaries of the District.

b. Non-current Governmental Assets/Liabilities

GASB Statement 34 requires that non-current governmental assets, such as capital assets, and non-current governmental liabilities, such as long term debt be reported in the governmental activities column in the government-wide Statement of Net Position.

4. Assets, Liabilities, and Net Position or Equity

a. Cash and Investments

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

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

1. Direct obligations of the United States Treasury;
2. The Local Government Surplus Funds Trust or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperative Act of 1969;
3. Interest-bearing time deposits or savings accounts in authorized qualified public depositories;

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

a. Cash and Investments (Continued)

4. Securities and Exchange Commission, registered money market funds with the highest credit quality rating from a nationally recognized rating agency.

Cash and investments include time deposits, certificates of deposit, money market funds, and all highly liquid debt instruments with original maturities of three months or less.

b. Restricted Net Position

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

c. Capital Assets

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

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

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

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

Capital assets of the District are depreciated using the straight-line method over the following useful lives:

Infrastructure	25 years
----------------	----------

d. Bond Premium

Bond premium associated with the issuance of bonds are amortized over the life of the bonds using the straight-line method.

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

e. Budgets

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

f. Use of Estimates

The preparation of the 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 financial statement date and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

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

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

“Total fund balances” of the District’s governmental funds, \$611,343, differs from “net position” of governmental activities, \$(5,698,310), reported in the Statement of Net Position. This difference primarily results from the long-term economic focus of the Statement of Net Position versus the current financial resources focus of the governmental fund balance sheet. The effect of the differences is illustrated below:

Capital related items

When capital assets (that are to be used in governmental activities) are purchased or constructed, the cost of those assets is reported as expenditures at the governmental fund level. However, the Statement of Net Position included those capital assets among the assets of the District as a whole.

Land and improvements	\$	878,198
Infrastructure		1,554,952
Accumulated depreciation		<u>(58,050)</u>
Total		<u>\$ 2,375,100</u>

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

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

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

Long-term debt transactions

Long-term liabilities applicable to the District’s governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities (both current and long-term) are reported in the Statement of Net Position. Balances at September 30, 2025 were:

Bonds payable	\$ (8,488,000)
Bond premium, net	<u>(127,634)</u>
Bonds payable, net	<u>\$ (8,615,634)</u>

Accrued interest

Accrued liabilities in the Statement of Net Position differ from the amount reported at the governmental fund level due to the accrued interest on bonds.

Accrued interest	<u>\$ (69,119)</u>
------------------	--------------------

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

The “net change in fund balances” for governmental funds, \$73,306, differs from the “change in net position” for governmental activities, \$(517,606), reported in the Statement of Activities. The differences arise primarily from the long-term economic focus of the Statement of Activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below:

Capital related items

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

Capital outlay	\$ 1,302,014
Capital contribution	1,300,891
Depreciation	(29,025)
Conveyance of capital assets	<u>(1,770,746)</u>
Total	<u>\$ 803,134</u>

**Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025**

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

2. Explanation of Differences Between the Governmental Fund Operating Statements and the Statement of Activities (Continued)

Long-term debt transactions

When long-term debt is issued for governmental activities, the resources obtained are recognized as an other financing source at the fund level. At the government-wide level, however, the issuance of long-term debt increases non-current liabilities. Repayments of principal are reported as an expenditure at the governmental fund level and, thus, have the effect of reducing fund balance because current financial resources have been used.

Issuance of long term debt	\$ <u>1,606,000</u>
Principal payments	\$ <u>198,000</u>

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures at the governmental fund level.

Amortization of bond premium	\$ <u>4,909</u>
Change in accrued interest	\$ <u>9,045</u>

NOTE C – CASH AND INVESTMENTS

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

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a formal deposit policy for custodial credit risk, however, they follow the provisions of Chapter 280, Florida Statutes regarding deposits and investments. As of September 30, 2025, the District's bank balance was \$12,105 and the carrying value was \$3,797. Exposure to custodial credit risk was as follows. The District maintains all deposits in a qualified public depository in accordance with the provisions of Chapter 280, Florida Statutes, which means that all deposits are fully insured by Federal Depositors Insurance or collateralized under Chapter 280, Florida Statutes.

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

NOTE C – CASH AND INVESTMENTS (Continued)

Investments

As of September 30, 2025, the District had the following investments and maturities:

Investment	Maturity Date	Fair Value
Florida PRIME	47 Days *	\$ 16,397
U.S. Bank Money Market	N/A	579,495
		\$ 595,892

*Weighted Average Maturity

The District categorizes its fair value measurements within the fair value hierarchy recently established by generally accepted accounting principles. The fair value is the price that would be received to sell an asset, or paid to transfer a liability, in an orderly transaction between market participants at the measurement date. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The District uses a market approach in measuring fair value that uses prices and other relevant information generated by market transactions involving identical or similar assets, liabilities, or groups of assets and liabilities.

Assets or liabilities are classified into one of three levels. Level 1 is the most reliable and is based on quoted price for identical assets, or liabilities, in an active market. Level 2 uses significant other observable inputs when obtaining quoted prices for identical or similar assets, or liabilities, in markets that are not active. Level 3 is the least reliable and uses significant unobservable inputs that use the best information available under the circumstances, which includes the District's own data in measuring unobservable inputs.

Based on the criteria in the preceding paragraph, the investments in U.S. Bank Money Market are Level 1 assets.

Interest Rate Risk

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

Credit Risk

The District's investments are limited by state statutory requirements and bond compliance. The District has no investment policy that would further limit its investment choices. As of September 30, 2025, the District's investment in Florida PRIME were rated AAAM by Standard & Poor's. The District's investments in U.S. Bank Money Market are not rated by Standard & Poor's.

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

NOTE C – CASH AND INVESTMENTS (Continued)

Concentration of Credit Risk

The District places no limit on the amount it may invest in any one fund. The investments in U.S. Bank Money Market represent 97% of the District's total investments. The investments in Florida PRIME represent 3% of the District's total investments.

The types of deposits and investments and their level of risk exposure as of September 30, 2025 were typical of these items during the fiscal year then ended.

NOTE D – CAPITAL ASSETS

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

	Balance October 1, 2024	Additions	Deletions	Balance September 30, 2025
<u>Governmental Activities:</u>				
Capital assets, not being depreciated:				
Land and improvements	\$ 875,370	\$ 2,828	\$ -	\$ 878,198
Construction in progress	-	2,600,077	(2,600,077)	-
Total Capital Assets, Not Being Depreciated	<u>875,370</u>	<u>2,602,905</u>	<u>(2,600,077)</u>	<u>878,198</u>
Capital assets, being depreciated				
Infrastructure	725,621	829,331	-	1,554,952
Accumulated depreciation	(29,025)	(29,025)	-	(58,050)
Total Capital Assets, Being Depreciated, Net	<u>696,596</u>	<u>800,306</u>	<u>-</u>	<u>1,496,902</u>
Governmental Activities Capital Assets	<u>\$ 1,571,966</u>	<u>\$ 3,403,211</u>	<u>\$ (2,600,077)</u>	<u>\$ 2,375,100</u>

Depreciation of \$29,025 was charged to physical environment.

NOTE E – SPECIAL ASSESSMENT REVENUES

Special assessment revenues that fund the annual operating budget are levied annually at a public hearing prior to the beginning of each fiscal year. Special assessment revenues that repay the District's bond issue were levied when the bonds were issued and are collected annually over the term of the bonds. Assessments collected utilizing the uniform method of collection per Section 197.3632 Florida Statutes are certified for collection to the County Tax Collector no later than September 15th of each year. The District's Special Assessments are included on the property owners November 1st property tax bill. Per Section 197.162, Florida Statutes discounts are allowed for early payment at the rate of 4% in November, 3% in December, 2% in January, and 1% in February. Taxes paid in March are without a discount.

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

NOTE F – LONG-TERM DEBT

The following is a summary of activity for long-term debt for the year ended September 30, 2025:

Long-term debt at October 1, 2024	\$ 7,080,000
Issuance of long-term debt	1,606,000
Principal payments	<u>(198,000)</u>
Long-term debt at September 30, 2025	8,488,000
Bond premium, net	<u>127,634</u>
Long-term Debt, Net at September 30, 2025	<u><u>\$ 8,615,634</u></u>

Long-term debt is comprised of the following:

Special Assessment Bonds

\$2,096,000 Series 2018 Special Assessment Bonds due in annual principal installments beginning December 2019 and maturing December 2048. Interest is due semi-annually each June 15 and December 15, at various interest rates ranging between 3.875% and 5%. Current portion is \$44,000.

\$ 1,862,000

\$5,480,000 Series 2021 Special Assessment Bonds due in annual principal installments beginning December 2022 and maturing December 2051. Interest is due semi-annually each June 15 and December 15, at various interest rates ranging between 2.2% and 4%. Current portion is \$125,000.

5,020,000

\$1,606,000 Series 2025 Special Assessment Bonds due in annual principal installments beginning May 2026 and maturing May 2055. Interest is due semi-annually each November 1 and May 1, at various interest rates ranging between 4% and 6%. Current portion is \$22,000.

1,606,000

Long-term Debt at September 30, 2025 \$ 8,488,000

Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025

NOTE F – LONG-TERM DEBT (Continued)

The annual requirements to amortize the principal and interest of bonded debt outstanding as of September 30, 2025 are as follows:

Year Ending September 30,	Principal	Interest	Total
2026	\$ 191,000	\$ 325,373	\$ 516,373
2027	194,000	347,777	541,777
2028	202,000	341,730	543,730
2029	205,000	335,177	540,177
2030	213,000	328,433	541,433
2031-2035	1,188,000	1,519,771	2,707,771
2036-2040	1,430,000	1,267,540	2,697,540
2041-2045	1,756,000	944,295	2,700,295
2046-2050	2,056,000	504,350	2,560,350
2051-2055	1,053,000	115,480	1,168,480
Totals	<u>\$ 8,488,000</u>	<u>\$ 6,029,926</u>	<u>\$ 14,517,926</u>

Summary of Significant Bonds Resolution Terms and Covenants

The Series 2018, 2021 and 2025 Bonds are subject to redemption at the option of the District prior to their maturity, in whole or in part, at any time on or after December 15, 2028, December 15, 2031 and November 1, 2035, respectively, at a redemption price equal to the principal amount of the Series 2018, Series 2021 and Series 2025 Bonds to be redeemed, together with accrued interest to the date of redemption. The Series 2018, Series 2021 and Series 2025 Bonds are subject to extraordinary mandatory redemption prior to maturity in the manner determined by the Bond Registrar if certain events occurred as outlined in the Trust Indenture.

The Trust Indenture requires certain amounts be maintained in a reserve account. In addition, the Trust Indenture has certain restrictions and requirements relating to 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.

**Quail Roost Community Development District
NOTES TO FINANCIAL STATEMENTS
September 30, 2025**

NOTE F – LONG-TERM DEBT (Continued)

The bond resolutions establish certain funds and determine the order in which revenues are to be deposited into these funds. A description of the significant funds, including their purposes, is as follows:

Reserve Fund – The Series 2018, Series 2021 and Series 2025 Reserve Accounts were funded from the proceeds of the Series 2018, Series 2021 and Series 2025 Bonds, respectively, in an amount equal to 25% of the maximum annual debt service outstanding on the Series 2018, Series 2021, and Series 2025 Bonds. The Series 2021 and Series 2025 reserve requirement will be reduced to 10% of the maximum annual debt service outstanding of the Series 2021 and Series 2025 Bonds if certain release conditions are met as outlined in the Trust Indenture. Monies held in the reserve account will be used only for the purposes established in the Trust Indenture.

The following is a schedule of required reserve deposits as of September 30, 2025:

	Reserve Balance	Reserve Requirement
Series 2018 Special Assessment Bonds	\$ 33,653	\$ 33,653
Series 2021 Special Assessment Bonds	\$ 76,138	\$ 74,658
Series 2025 Special Assessment Bonds	\$ 28,652	\$ 28,652

NOTE G – ECONOMIC DEPENDENCY AND RELATED PARTY

The Developer owns a significant portion of land within the District. 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. During the year ended September 30, 2025, the District recognized \$27,728 in operating contributions and \$1,300,891 in capital contributions. At September 30, 2025, all board members were affiliated with the Developer.

NOTE H – 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 for which the government carries commercial insurance. There were no claims or settled claims from these risks that have exceeded commercial insurance coverage.



Berger, Toombs, Elam, Gaines & Frank

Certified Public Accountants PL

600 Citrus Avenue
Suite 200
Fort Pierce, Florida 34950

772/461-6120 // 461-1155
FAX: 772/468-9278

INDEPENDENT AUDITORS' 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
Quail Roost Community Development District
Miami-Dade, 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 (*Government Auditing Standards*), the financial statements, as listed in the table of contents, of Quail Roost Community Development District, as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the basic financial statements and have issued our report thereon dated May 7, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit, we considered Quail Roost Community Development District's internal control over financial reporting (internal control) as a basis for designing 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 Quail Roost Community Development District's internal control. Accordingly, we do not express an opinion on the effectiveness of Quail Roost Community Development 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 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.

To the Board of Supervisors
Quail Roost Community Development District

Report on Compliance and Other Matters

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

Purpose of this Report

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



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

May 7, 2026



Berger, Toombs, Elam, Gaines & Frank

Certified Public Accountants PL

600 Citrus Avenue
Suite 200
Fort Pierce, Florida 34950

772/461-6120 // 461-1155
FAX: 772/468-9278

MANAGEMENT LETTER

To the Board of Supervisors
Quail Roost Community Development District
Miami-Dade, Florida

Report on the Financial Statements

We have audited the financial statements of Quail Roost Community Development District as of and for the year ended September 30, 2025, and have issued our report thereon dated May 7, 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 Florida Auditor General.

Other Reports and Schedule

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and our Independent Auditor's Report on an examination conducted in accordance with *AICPA 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 May 7, 2026, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been made to address findings and recommendations made in the preceding financial audit report. There were no findings or recommendations in the preceding financial audit report.

To the Board of Supervisors
Quail Roost Community Development District

Financial Condition and Management

Section 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, requires us to apply appropriate procedures and communicate the results of our determination as to whether or not Quail Roost Community Development District met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that Quail Roost Community Development District did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

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

Specific Information

The information below was provided by management and has not been audited by us; therefore, we do not express an opinion or provide any assurance on the information.

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)7, Rules of the Auditor General, Quail Roost Community Development District reported:

- 1) The total number of District employees compensated in the last pay period of the District's fiscal year as: 0
- 2) The total number of independent contractors, to whom nonemployee compensation was paid in the last month of the District's fiscal year as: 7
- 3) All compensation earned by or awarded to employees, whether paid or accrued, regardless of contingency as: \$0
- 4) All compensation earned by or awarded to nonemployee independent contractors, whether paid or accrued, regardless of contingency: \$198,467.56
- 5) Each construction project with a total cost of at least \$65,000 approved by the District that is scheduled to begin on or after October 1, 2024, together with the total expenditures for such project as: N/A
- 6) A budget variance based on the budget adopted under Section 189.016(4), Florida Statutes, before the beginning of the fiscal year being reported if the District amends a final adopted budget under Section 189.016(6), Florida Statutes: The Board did amend the budget, see below.

To the Board of Supervisors
 Quail Roost Community Development District

	Original Budget	Actual	Variance with Original Budget Positive (Negative)
Revenues			
Special assessments	\$ 149,000	\$ 149,377	\$ 377
Developer contributions	30,150	27,728	(2,422)
Investment income	-	1,397	1,397
Total Revenues	179,150	178,502	(648)
Expenditures			
Current			
General government	76,566	100,190	(23,624)
Physical environment	102,584	97,319	5,265
Capital outlay	-	2,828	(2,828)
Total Expenditures	179,150	200,337	(21,187)
Net Change in Fund Balances	-	(21,835)	(21,835)
Fund Balances - October 1, 2024	-	53,683	53,683
Fund Balances - September 30, 2025	\$ -	\$ 31,848	\$ 31,848

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)9, Rules of the Auditor General, Quail Roost Community Development District reported:

- 1) The rate or rates of non-ad valorem special assessments imposed by the District: \$473.68 – \$842.11 for the General Fund and \$1,526.32 – \$2,052.63 for the Debt Service Fund
- 2) The amount of special assessments collected by or on behalf of the District: \$625,383
- 3) The total amount of outstanding bonds issued by the District and the terms of such bonds are as follows: Series 2018 Bonds, \$1,862,000 maturing December 2048, Series 2021 Bonds, \$5,020,000 maturing December 2051, and Series 2025 Bonds, \$1,606,000 maturing May 2055

To the Board of Supervisors
Quail Roost Community Development District

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or fraud, waste, or abuse, that has occurred or is likely to have occurred, that has an effect on the financial statements that is less than material, but which warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

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

*Berger Toombs Elam
Gaines + Frank*

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

May 7, 2026



**Berger, Toombs, Elam,
Gaines & Frank**

Certified Public Accountants PL

600 Citrus Avenue
Suite 200
Fort Pierce, Florida 34950

772/461-6120 // 461-1155
FAX: 772/468-9278

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

To the Board of Supervisors
Quail Roost Community Development District
Miami-Dade, Florida

We have examined Quail Roost Community Development District's compliance with Section 218.415, Florida Statutes during the year ended September 30, 2025. Management is responsible for Quail Roost Community Development District's compliance with those requirements. Our responsibility is to express an opinion on Quail Roost Community Development District's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about Quail Roost Community Development District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on Quail Roost Community Development District's compliance with the specified requirements.

In our opinion, Quail Roost Community Development District complied, in all material respects, with the aforementioned requirements during the year ended September 30, 2025.

*Berger Toombs Elam
Gaines + Frank*

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

May 7, 2026