AGENDA ITEM # 3
December 2, 2014

3. REPORTS RECEIVED FOR FILING:

a. Florida Development Finance Corporation financial statements for the year ended June 30, 2014 and Report of Independent Auditor.

b. Clerk of the Circuit Court Report of Lands Available for Taxes dated October 27, 2014, pursuant to Section 197.502(7), Florida Statutes.

c. Dock Fee Report for the month of October 2014.

→ BCC Records

Florida Development
FDFC
Finance Corporation

800 N. Magnolia Avenue
Suite 1100
Orlando, Florida 32803

T: 407.956.5600
F: 407.956.5599
eflorida.com

October 24, 2014

Pinellas County
Mr. Mark Woodard
315 Court St.
Clearwater
Florida, 33756

Dear Mr. Woodard:

Re: FDFC Annual Reporting Requirements

At our regularly scheduled meeting on October 15th, our auditors, Cherry Bekaert LLP presented the audited financial statements for the year ended June 30, 2014 to the FDFC Board of Director. The FDFC Board made a motion to accept the financial statements. In accordance with Section 288.9610, Florida Statutes, the FDFC has enclosed the following information:

(1) Audit results conducted pursuant to Section 11.45, Florida Statutes;
(2) A summary of the activities, operations and accomplishments of the FDFC which were conducted during Fiscal Year 2014, including the number of businesses assisted by the FDFC; and
(3) The assets, liabilities, income and operating expenses of the FDFC as of the end of Fiscal Year 2014, including a description of all outstanding revenue bonds.

If you have any questions or concerns about this information, please do not hesitate to contact me.

Sincerely,

William F. Spivey, Jr.
Executive Director

2014 OCT 30 PM 1:33
CLERK OF THE CIRCUIT COURT
PINELLAS COUNTY, FLORIDA

Florida Development
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Appendix A

FLORIDA DEVELOPMENT FINANCE CORPORATION

FINANCIAL STATEMENTS

For the Year Ended June 30, 2014

And Report of Independent Auditor

Cherry Bekaert

FLORIDA DEVELOPMENT FINANCE CORPORATION

TABLE OF CONTENTS

Page

REPORT OF INDEPENDENT AUDITOR ..... 1 – 2

MANAGEMENT'S DISCUSSION AND ANALYSIS ..... 3 – 6

BASIC FINANCIAL STATEMENTS

Statement of Net Position 7
Statement of Revenues, Expenses and Changes in Net Position 8
Statement of Cash Flows 9
Notes to Financial Statements ..... 10 – 14

SUPPLEMENTARY REPORT OF INDEPENDENT AUDITOR

Report of Independent Auditor 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* ..... 15 – 16

Cherry Bekaert LLP
CPAs & Advisors

Report of Independent Auditor

To the Board of Directors,
Florida Development Finance Corporation:

Report on the Financial Statements

We have audited the accompanying financial statements of Florida Development Finance Corporation ("FDFC") as of and for the year ended June 30, 2014 and the related notes to the financial statements, which collectively comprise FDFC's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Florida Development Finance Corporation as of June 30, 2014, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 – 7 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 16, 2014 on our consideration of FDFC's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, 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 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 FDFC's internal control over financial reporting and compliance.

Cherry Bekaert LLP

Orlando, Florida
September 16, 2014

BASIC FINANCIAL STATEMENTS

FLORIDA DEVELOPMENT FINANCE CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2014

This discussion and analysis of Florida Development Finance Corporation's (FDFC) financial performance provides an overview of its financial activities for the fiscal year ended June 30, 2014. Please read it in conjunction with the report of independent auditor and the basic financial statements.

Financial Highlights

FDFC facilitated the authorization and issuance of $229,995,000 in three (3) new money bonds and one (1) refunding bond for the fiscal year ending June 30, 2014. It received application and issuance fees of $303,963. In the past, the FDFC primarily issued bonds for small manufacturers, but over time, it has served a variety of 501(c)3 not-for-profit institutions, including health-care, educational and foundations. In FY13-14, FDFC served a private school, a charter school, a large healthcare provider and a small manufacturer. Current and pending applications include several charter schools and taxable bonds related to infrastructure and Property-Assessed Clean Energy ("PACE") related transactions. The relatively low interest rate environment in the private activity bond market is expected to continue through FDFC's fiscal year ending June 2015.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to FDFC's basic financial statements. The basic financial statements also include notes that explain in more detail some of the information in the financial statements.

Required Basic Financial Statements

FDFC utilizes an enterprise fund for its financial reporting purposes. This fund includes all activities of FDFC.

The financial statements of FDFC report information about FDFC using accounting methods similar to those used by private sector companies. These statements offer short-term and long-term financial information about its activities. The statement of net position includes all of FDFC's assets and liabilities and provides information about the nature and amounts of investments in resources (assets) and the obligations to FDFC's creditors (liabilities). The statement of net position also provides the basis for computing rate of return, evaluating the capital structure of FDFC and assessing liquidity and financial flexibility of FDFC.

All of the current year's revenues and expenses are accounted for in the statement of revenues, expenses, and changes in net position. This statement measures the success of FDFC's operations over the past year and can be used to determine whether FDFC has successfully recovered all of its costs through its services provided, as well as its profitability, and credit worthiness.

The final required financial statement is the statement of cash flows. The primary purpose of this statement is to provide information about FDFC's cash receipts and payments during the reporting period. The statement reports cash receipts, cash payments, and net changes in cash resulting from operating, investing, non-capital financing and financing activities and provides answers to such questions as where did cash come from, what was cash used for, and what was the change in the cash balance during the reporting period.

Financial Analysis

Net Position

Net position may serve over time as a useful indicator of FDFC's financial position. FDFC's assets exceeded liabilities by $1,028,984, representing an increase in net position for the year of $188,004. The largest portion of FDFC's net position reflects cash received from bond issuance fees.

TABLE A-1:
Statements of Net Position
(In thousands of dollars)

	Fiscal Year 2014	Fiscal Year 2013	Dollar Change	Percentage Change
Assets				
Cash and cash equivalents	$ 1,039	852	$ 187	21.9%
Prepaid expenses	2	2	-	0.0%
Total assets	$ 1,041	$ 854	$ 187	21.9%
Liabilities				
Liabilities:				
Accounts Payable	$ 12	$ 13	$ (1)	(7.7)%
Total liabilities	12	13	(1)	(7.7)%
Net Position				
Unrestricted	1,029	841	188	22.4%
Total net position	$ 1,029	$ 841	$ 188	22.4%

Total assets increased in fiscal 2014 primarily due to the receipt of issuance fees on newly issued conduit debt. Total liabilities remained relatively the same for accounts payable.

Net Position (continued)

The changes in net position displayed below shows FDFC's activities during the past two fiscal years. The increase in net position for each year represents the extent to which revenues exceeded expenses during the year.

TABLE A-2:
Statements of Revenues, Expenses and Changes in Net Position
(In thousands of dollars)

	Fiscal Year 2014	Fiscal Year 2013	Dollar Change	Percentage Change
Revenues:				
Fees	$ 304	$ 150	$ 154	102.7%
Interest income	1	-	1	100.0%
Total revenues	305	150	155	103.3%
Expenses:				
General and administrative	10	6	4	66.7%
Professional fees	107	98	9	9.2%
Total expenses	117	104	13	12.5%
Change in Net Position	188	46	142	308.7%
Net Position, beginning of year	841	795	46	5.8%
Net Position, end of year	$ 1,029	$ 841	$ 188	22.4%

As can be seen in Table A-2 above, the increase in operating revenue resulted directly from an increase in issuance fees related to significantly more new bond issuances as compared to the prior year. The increase in operating expenses is due primarily to an increase in professional fees associated with bond issuance.

Economic Factors

FDFC's primary business is the issuance of tax exempt revenue bonds, which are permissible under the U.S. Internal Revenue Service's private activity regulations. Those regulations, subject to a number of limitations and restrictions, allow small manufacturers and non-profit corporations to finance capital assets with tax exempt bond proceeds.

FDFC's revenues are generated by fees charged for issuance of bonds, and the volume of bond issuance is directly impacted by general economic conditions including those conditions affecting manufacturers such as the demand for Florida manufactured goods, the amount of Florida factory utilization, and the age and efficiency of capital equipment utilized in production.

Requests for Information

This financial report is designed to provide a general overview of FDFC's finances for all those with an interest in FDFC's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Bill Spivey
Executive Director
800 North Magnolia Avenue, Suite 1100
Orlando, Florida 32803

FLORIDA DEVELOPMENT FINANCE CORPORATION

STATEMENT OF NET POSITION

JUNE 30, 2014

ASSETS		
Current Assets:		
Cash and cash equivalents	$	1,038,946
Prepaid expenses		1,926
Total Current Assets		1,040,872
Total Assets	$	1,040,872
LIABILITIES		
Current Liabilities:		
Accounts Payable	$	11,888
Total Current Liabilities		11,888
Total Liabilities	$	11,888
NET POSITION		
Unrestricted		1,028,984
Total Net Position	$	1,028,984

See notes to financial statements.

FLORIDA DEVELOPMENT FINANCE CORPORATION

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

YEAR ENDED JUNE 30, 2014

Revenues:		
Fees	$	303,963
Interest		1,116
Total Revenues		305,079
Expenses:		
Professional fees		106,832
Miscellaneous		10,243
Total Expenses		117,075
Increase in Net Position		188,004
Net Position, Beginning of Year		840,980
Net Position, End of Year	$	1,028,984

See notes to financial statements.

FLORIDA DEVELOPMENT FINANCE CORPORATION

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2014

Cash Flows From Operating Activities:		
Receipts from fees	$	303,963
Payments to service providers		(118,056)
Interest received		1,116
Net Cash Provided by Operating Activities		187,023
Net Increase in Cash and Cash Equivalents		187,023
Cash and Cash Equivalents, Beginning of Year		851,923
Cash and Cash Equivalents, End of Year	$	1,038,946
Reconciliation of Increase in Net Position to Net Cash		
Provided by Operating Activities:		
Increase in net position	$	188,004
Adjustments to reconcile increase in net position to net cash provided by operating activities:		
Changes in:		
Prepaid expenses		(160)
Accounts payable		(821)
Net Cash Provided by Operating Activities	$	187,023

See notes to financial statements.

Note 1 – Summary of Significant Accounting Policies

A. Reporting Entity

Florida Development Finance Corporation ("FDFC") is an independent entity constituted as a public instrumentality of local government, created to facilitate economic development in Florida by working in partnership with the Florida financial services industry and local development organizations to create access to competitive sources of finance for creditworthy small manufacturers and other firms contributing to job creation and the economic base of Florida. FDFC's bond programs can provide tax exempt and taxable financing to many types of businesses under state and federal regulations. This includes financing through private activity bonds for small, creditworthy manufacturers and 501(c)(3) not-for-profit corporations.

FDFC was specifically formed pursuant to Florida Statutes, Chapter 288, Part IX and all acts supplemental thereto and amendatory thereof.

FDFC is governed by a five member board of directors, appointed by the Governor subject to confirmation of the Senate. Each board member serves a term of four years.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 14, as amended, *The Financial Reporting Entity*, in that the financial statements include all organizations, activities, and functions that comprise FDFC. Component units are legally separate entities for which FDFC (the primary entity) has financial accountability. Financial accountability is defined as the ability of the primary entity to appoint a voting majority of an organization's governing body and either (1) impose its will over the organization or (2) there is a potential that the organization will provide a specific financial benefit to, or impose a specific financial burden on the primary entity. Financial accountability may also arise if an organization is fiscally dependent on and has a fiscal benefit or burden relationship with the primary government. Using these criteria FDFC has no component units.

B. Measurement Focus and Basis of Accounting

FDFC is accounted for as an enterprise fund. The basic financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are reported when the liability is incurred, regardless of the timing of the related cash flows.

FDFC financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America, including application of all relevant GASB pronouncements.

C. Economic Dependency

FDFC is managed by the staff of Enterprise Florida, Inc. ("EFI"), a not-for-profit organization formed under Florida Statutes, Chapter 288, as a public-private partnership responsible for leading Florida's economic development.

Note 1 - Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Position

(1) Deposits and Investments

(a) Cash and Cash Equivalents

Highly liquid financial instruments with an original maturity of three months or less at the time they are purchased by FDFC are considered to be cash equivalents.

FDFC places its cash and cash equivalents on deposit with financial institutions in the United States. The Federal Deposit Insurance Corporation (FDIC) covers $250,000 for substantially all depository accounts. From time to time, FDFC may have amounts on deposit in excess of the insured limits. As of June 30, 2014, FDFC had $788,946 on deposit in excess of these insured amounts. Management believes the associated risk is minimized by placing such assets with quality financial institutions. FDFC has not experienced any losses on such accounts.

(b) Investments

Florida Statute §218.415 states that units of local government electing not to adopt a written investment policy may invest or reinvest any surplus public funds in their control or possession in (1) the Local Government Surplus Funds Trust Fund, or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act of 1969, (2) Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency, (3) interest-bearing time deposits or savings accounts in qualified public depositories, and (4) direct obligations of the U.S. Treasury.

(2) Fees

Issuance fees paid by borrowers for conduit debt obligations are recognized as revenue in the period the bonds are issued; however, application fees are not refundable and are typically recognized when received.

E. Use of Estimates

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

F. Income Taxes

FDFC is a not-for-profit corporation and has been determined by the Internal Revenue Service to be a 501(c)(4) company exempt from taxes under Section 501(a) of the Internal Revenue Code. Accordingly, no provision has been made for income taxes.

Note 2 - Deposits and Investments

A. Deposits consist of the following at June 30, 2014:

	Unrestricted
Demand deposits	$ 1,038,946
	$ 1,038,946

Note 3 - Conduit Debt

In accordance with its mission and Chapter 288, Part IX, Florida Statutes, FDFC has facilitated the issuance of debt obligations whereby FDFC is merely a conduit issuer of bonds issued on behalf of borrowers. These bonds do not constitute a general debt, liability or obligation of FDFC.

Additionally, FDFC has assigned all rights to receive payments from the borrowers to the bond purchaser in all bond financing transactions, or assign all rights to receive payments to a financial institution providing an irrevocable letter of credit which secures bondholders in typical credit enhanced transactions. Assigned payments are not included in the accompanying basic financial statements.

Note 3 - Conduit Debt (continued)

Changes in conduit debt outstanding for the year ended June 30, 2014 are as follows:

	Balance at June 30, 2013	Additions	Reductions	Balance at June 30, 2014
1999 Series B5 Composite Investor, LLC	$ 440,000	$ -	$ 60,000	$ 380,000
2000 Series A2 R.L. Smith Investments, LLC	880,000	-	90,000	790,000
2000 Series B2 through Series B3	950,000	-	120,000	830,000
2001 Series A1 Plastic Components, Inc.	450,000	-	50,000	400,000
2001 Series B2 MLMJC, Inc.	440,000	-	140,000	300,000
2001 Series C1 through Series C2	835,000	-	110,000	725,000
2002 Series B3 Air Technology Holdings, LLC	2,000,000	-	-	2,000,000
2002 Series C1 and Series C4	1,130,000	-	120,000	1,010,000
2003 Series B2 Cabinet Connection of the Treasure Coast, Inc.	825,000	-	825,000	-
2005 Series A1 through Series A2	2,015,000	-	835,000	1,180,000
2006 Series A1 Florida Food Products, Inc.	2,200,000	-	250,000	1,950,000
2006 Series A Palm Bay Academy	5,130,000	-	-	5,130,000
2006 Series B Palm Bay Academy	550,000	-	-	550,000
2007 Series A Learning Gate	6,555,000	-	-	6,555,000
2007 Series A Palm Bay Academy	5,565,000	-	-	5,565,000
2007 Series B Learning Gate	455,000	-	115,000	340,000
2007 Series B Palm Bay Academy	535,000	-	-	535,000
2007 Series Direct Placement Tiffany & Associates	733,444	-	733,444	-
2007 Series Maronda Homes of Florida	8,022,262	-	2,550,222	5,472,040
2007 Series Various Issues Elite Vinyl/Arrow Fencing & PressEx	3,650,000	-	3,650,000	-
2008 Series Direct Placement SE Printing & St. Thomas Aquinas	1,859,382	-	480,110	1,379,272
2008 Series A Sculptor Charter School	4,710,000	-	-	4,710,000
2008 Series B Sculptor Charter School	105,000	-	55,000	50,000
2008 Series Out of Door Academy of Sarasota, Inc.	12,600,000	-	12,600,000	-
2009 Series Center Court Properties, Inc.	1,900,000	-	75,000	1,825,000
2009 Series Airport Properties Partners, LLC	11,920,000	-	105,000	11,815,000
2010 Series DT Leasing, LLC	2,696,326	-	84,707	2,611,619
2010 Series Lake Eola Charter Schools Foundation, Inc.	1,820,256	-	63,129	1,757,127
2010 Series A Renaissance Charter Schools, Inc.	57,030,000	-	230,000	56,800,000
2010 Series B Renaissance Charter Schools, Inc.	10,670,000	-	455,000	10,215,000
2011 Series A Renaissance Charter Schools, Inc.	86,055,000	-	-	86,055,000
2011 Series B Renaissance Charter Schools, Inc.	3,180,000	-	955,000	2,225,000
2011 Series A and Series B Atlantic Pro-Nutrients	9,605,000	-	335,000	9,270,000
2011 Series A and Series B Bay Area Charter Foundation	37,990,000	-	325,000	37,665,000
2012 Series Sculptor Charter School	720,000	-	-	720,000
2012 Series A and Series B Montverde Academy	5,985,000	-	315,000	5,670,000
2012 Series Classical South Florida	4,085,000	-	-	4,085,000
2012 Series A&B Renaissance Charter School, Inc.	59,320,000	-	800,000	58,520,000
2013 Series A&B Out of Door Academy, Inc.	-	19,000,000	-	19,000,000
2013 Series A&B Renaissance Charter School, Inc.	-	80,525,000	-	80,525,000
2013 Series A UF Health-Jacksonville	-	64,240,000	-	64,240,000
2013 Series B UF Health-Jacksonville	-	59,405,000	-	59,405,000
2014 Series A Earnest Products, Inc.	-	2,325,000	-	2,325,000
2014 Series B Earnest Products, Inc.	-	4,500,000	501,856	3,998,144
	$ 355,611,670	$ 229,995,000	$ 27,028,468	$ 558,578,202

Note 3 - Conduit Debt (continued)

FDFC recognized $303,963 of issuance revenue in the fiscal year ended June 30, 2014. FDFC facilitated the authorization and issuance of $229,995,000 of new bonds in the current fiscal year.

Note 4 - Related Party Transactions

FDFC enters into bond financing transactions on behalf of borrowers with various financial institutions who have been approved by FDFC's Board of Directors. Certain Board members are affiliated with these financial institutions, which issue letters of credit that secure payment of the bonds. It is management's opinion that these transactions have been conducted at arm's length.

EFI provides certain administrative services on behalf of FDFC. During the year ended June 30, 2014, EFI charged FDFC $50,000 for the provision of these services.

Note 5 – Subsequent Events

On July 8, 2014, FDFC issued 2014A and 2014B series bonds for Henderson Hammock Charter School of up to $14,630,000, of which $14,428,838 was disbursed on July 8, 2014.

SUPPLEMENTARY REPORT OF INDEPENDENT AUDITOR

Cherry Bekaert LLP
CPAs & Advisors

Report of Independent Auditor 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 Directors,
Florida Development Finance Corporation:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Florida Development Finance Corporation ("FDFC") as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise FDFC's basic financial statements and have issued our report thereon dated September 16, 2014.

Internal Control over Financial Reporting

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

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control 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 weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

This 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.

Cherry Bekaert LLP

Orlando, Florida
September 16, 2014