

City of Sacramento
Annual Continuing Disclosure Report
Fiscal Year 2013/14

Issue	City of Sacramento North Natomas Drainage Community Facilities District No. 97-01 Special Tax Revenue Bonds, Series 2005
Par	\$ 35,460,000
Issued	June 8, 2005
CUSIP Number	786071HK9 786071HL7 786071HM5 786071HN3 786071HP8 786071HQ6 786071HR4 786071HS2 786071HT0 786071HU7 786071HV5 786071HW3 786071HX1

Content of Annual Report.

The City's Annual Report shall contain or incorporate by reference the following:

(a) The City's comprehensive audited financial report for the prior fiscal year.

The City's Comprehensive Annual Financial Report (CAFR) for the prior fiscal year is uploaded as a separate document to EMMA; it is projected that the CAFR will be presented to the City Council in early February. At that time, the CAFR will also be available on the city's website at:

<http://portal.cityofsacramento.org/Finance/Accounting/Reporting>

(b-1) The principal amount of Bonds Outstanding as of December 31 immediately before the Annual Report Date.

Principal Amount Outstanding (as of December 31, 2014) \$27,960,000.00

See Exhibit A - CFD 97-01, Series 2005 - Debt Service Schedule for details.

(b-2) The balance in the Reserve Fund and a statement of the Reserve Requirement as of the December 31 immediately before the Annual Report Date.

Reserve Fund (as of December 31, 2014) \$ 2,456,747.93

Reserve Requirement (as of December 31, 2014) \$ 2,443,150.00

- (b-3) The balance, if any, in the Acquisition and Construction fund as of the December 31 immediately before the Annual Report Date, and a statement that such amount is sufficient to complete the acquisition and construction of the improvements to be financed with the Bonds in the District or if not, an identification of the source of funding to complete the improvements.**

Acquisition/Construction Fund (as of December 31, 2014) \$ 507,253.92 *

* Does not include \$439,238.70 in the construction fund for CFD 97-01, Series A & B, and \$71,083.80 in the construction fund for CFD 97-01, Series C.

This amount is sufficient to complete the acquisition and construction of the remaining improvements to be financed with the Bonds in the District.

- (b-4) The number of parcels delinquent in the payment of the Special Tax, the total dollar amount of delinquencies in the District, and the status of any foreclosure on delinquent parcels, all as of the December 31 immediately before the Annual Report Date.**

	<u>Parcels</u>	<u>Value</u>
Delinquent parcels in FY2013/14*	67	\$7,394.40
Removed from Tax Roll (intent to foreclose initiated)	8	\$3,893.86
Paid (foreclosure process ended)	2	\$2,810.94
Outstanding Foreclosed Parcels	6	\$1,082.96

* Covered under Teeter, unless foreclosed

Sources: NBS Local Government Solutions, and City of Sacramento

- (b-5) A summary of the results of any foreclosure sales as of the December 31 next preceding the Annual report date.**

There have been no foreclosure sales related to delinquent special taxes in the District as of December 31, 2014.

- (b-6) The amount of the Special Tax collections for the prior Fiscal Year.**

Special Tax levy (for Fiscal Year 2013/14) \$ 2,393,370.60

Special Tax collection (for Fiscal Year 2013/14) – as of June 30, 2014 \$ 2,379,338.30

Special Tax collection (for Fiscal Year 2013/14) – as of December 31, 2014 \$ 2,385,976.20

(b-7) An update for the most recently completed Bond Year of the information contained in Table 1 in the Official Statement, entitled “Authorized Special Tax Levy and Estimated Revenue Requirements,” but excluding the calculation of debt service coverage.

For the Bond Year ending September 01, 2014

Special Tax Developed Parcels	Special Tax Undeveloped Parcels	Total Special Tax	Bond Debt Service
\$ 2,393,370.60	\$ 0.00	\$ 2,393,370.60	\$ 2,327,985.00

Source: NBS Local Government Solutions, City of Sacramento

Additional Information.

Federal Emergency Management Agency

On December 8, 2008, the City decided to cease issuing building permits for new construction within the larger Natomas Basin until the levees protecting the basin meet the criteria for the A99 flood zone— which in general terms means that 50% of the levee work needed to reach 100-year flood protection has been completed and that Congress has authorized the Natomas levee project. No further development will occur in the Natomas Basin until it is remapped into an A99 flood zone.

In recent years, the Sacramento Area Flood Control Agency, in collaboration with the U.S. Army Corps of Engineers and the California Department of Water Resources, has worked on the Natomas Levee Improvement Program to meet the 50% criterion for completion of the levee work. Set out below is the updated status of the City’s efforts with the Federal Emergency Management Agency (FEMA) to re-zone the flood-basin map to A99 and to resume new construction (in phases) in Natomas:

- In May 2013, the U.S. Senate passed the Water Resources Reform and Development Act of 2013 (WRRDA)
- In October 2013, the U.S. House of Representatives passed WRRDA
- In November 2013, a Senate-House conference committee was formed to reconcile the two versions of WRRDA
- On June 14, 2014, the President signed WRRDA into law, thereby authorizing the Natomas Levee Improvement Project
- On June 10, 2014, the City and the County of Sacramento (the County) jointly submitted a letter to FEMA requesting remap
- On June 24, 2014, FEMA responded to the City-County request
- On July 21, 2014, the City and the County submitted final information to FEMA
- In late July 2014, FEMA sent an A99 letter of approval to the City and the County
- On August 12, 2014, FEMA issued Preliminary Maps
- On August 13, 2014, officials from the City, the County, and FEMA met
- On September 30, 2014, the 90-day appeal period began
- On December 28, 2014, the 90-day appeal period ended

- FEMA issues Letter of Final Determination – *anticipated in mid-March 2015*
- New maps become effective – *anticipated by June 2015*

Delays in re-mapping the North Natomas flood-basin map would affect the phasing of development. No appeals were received during the appeal period, and no delays are anticipated as a result of the appeal process. Even though the City does not anticipate delays, the timing of events identified in the final two bullets cannot be guaranteed. And although the City intends to update the development status in North Natomas as milestones occur, the City does not guarantee that it will do so or that the information provided through the web-page link below is the most current available:

<http://portal.cityofsacramento.org/Community-Development/Planning/Long-Range/New%20Growth/North-Natomas>

CDIAC Annual Filing

See Exhibit B - CFD 97-01, Series 2005 - FY14 Annual CDIAC Mello-Roos Filing.

The City's annual filing with CDIAC for this issue is also available online at:

<http://portal.cityofsacramento.org/CityTreasurer/DebtManagement/ContinuingDisclosure>.

EXHIBIT A
NORTH NATOMAS DRAINAGE CFD NO. 97-01, SERIES 2005 DEBT SERVICE SCHEDULE

<u>DATE</u>	<u>RATE</u>	<u>PRINCIPAL</u>	<u>CALLED PRINCIPAL</u>	<u>CALL PREMIUM</u>	<u>INTEREST</u>	<u>TOTAL DEBT SERVICE</u>	<u>BOND YEAR DEBT SERVICE</u>	<u>FISCAL YEAR DEBT SERVICE</u>	<u>PRINCIPAL REMAINING</u>	<u>INTEREST REMAINING</u>
01-Mar-06			-		1,231,965.06	1,231,965.06		1,231,965.06	35,460,000.00	29,076,218.75
01-Sep-06	2.700%	85,000	-		843,170.00	928,170.00	2,160,135.06		35,375,000.00	28,233,048.75
01-Mar-07			115,000	3,450.00	842,022.50	960,472.50		1,888,642.50	35,260,000.00	27,391,026.25
01-Sep-07	3.000%	585,000	-		839,211.25	1,424,211.25	2,384,683.75		34,675,000.00	26,551,815.00
01-Mar-08			80,000	2,400.00	830,436.25	912,836.25		2,337,047.50	34,595,000.00	25,721,378.75
01-Sep-08	3.200%	635,000	90,000	2,700.00	828,562.50	1,556,262.50	2,469,098.75		33,870,000.00	24,892,816.25
01-Mar-09			85,000	2,550.00	816,196.25	903,746.25		2,460,008.75	33,785,000.00	24,076,620.00
01-Sep-09	3.400%	685,000	0	0.00	814,175.00	1,499,175.00	2,402,921.25		33,100,000.00	23,262,445.00
01-Mar-10			-		802,530.00	802,530.00		2,301,705.00	33,100,000.00	22,459,915.00
01-Sep-10	3.600%	745,000	-		802,530.00	1,547,530.00	2,350,060.00		32,355,000.00	21,657,385.00
01-Mar-11			-		789,120.00	789,120.00		2,336,650.00	32,355,000.00	20,868,265.00
01-Sep-11	3.800%	775,000	-		789,120.00	1,564,120.00	2,353,240.00		31,580,000.00	20,079,145.00
01-Mar-12			-		774,395.00	774,395.00		2,338,515.00	31,580,000.00	19,304,750.00
01-Sep-12	3.950%	810,000	-		774,395.00	1,584,395.00	2,358,790.00		30,770,000.00	18,530,355.00
01-Mar-13			-		758,397.50	758,397.50		2,342,792.50	30,770,000.00	17,771,957.50
01-Sep-13	4.100%	860,000	1,050,000	10,500.00	758,397.50	2,678,897.50	3,437,295.00		28,860,000.00	17,013,560.00
01-Mar-14			-		713,992.50	713,992.50		3,392,890.00	28,860,000.00	16,299,567.50
01-Sep-14	4.250%	900,000	-		713,992.50	1,613,992.50	2,327,985.00		27,960,000.00	15,585,575.00
01-Mar-15			-		694,867.50	694,867.50		2,308,860.00	27,960,000.00	14,890,707.50
01-Sep-15	4.400%	945,000	-		694,867.50	1,639,867.50	2,334,735.00		27,015,000.00	14,195,840.00
01-Mar-16			-		674,077.50	674,077.50		2,313,945.00	27,015,000.00	13,521,762.50
01-Sep-16	4.500%	1,005,000	-		674,077.50	1,679,077.50	2,353,155.00		26,010,000.00	12,847,685.00
01-Mar-17			-		651,465.00	651,465.00		2,330,542.50	26,010,000.00	12,196,220.00
01-Sep-17	4.600%	1,055,000	-		651,465.00	1,706,465.00	2,357,930.00		24,955,000.00	11,544,755.00
01-Mar-18			-		627,200.00	627,200.00		2,333,665.00	24,955,000.00	10,917,555.00
01-Sep-18	5.000%	1,125,000	-		627,200.00	1,752,200.00	2,379,400.00		23,830,000.00	10,290,355.00
01-Mar-19			-		599,075.00	599,075.00		2,351,275.00	23,830,000.00	9,691,280.00
01-Sep-19	5.000%	1,175,000	-		599,075.00	1,774,075.00	2,373,150.00		22,655,000.00	9,092,205.00
01-Mar-20			-		569,700.00	569,700.00		2,343,775.00	22,655,000.00	8,522,505.00
01-Sep-20	5.000%	1,245,000	-		569,700.00	1,814,700.00	2,384,400.00		21,410,000.00	7,952,805.00
01-Mar-21			-		538,575.00	538,575.00		2,353,275.00	21,410,000.00	7,414,230.00
01-Sep-21	5.000%	1,310,000	-		538,575.00	1,848,575.00	2,387,150.00		20,100,000.00	6,875,655.00
01-Mar-22			-		505,825.00	505,825.00		2,354,400.00	20,100,000.00	6,369,830.00
01-Sep-22	5.000%	1,395,000	-		505,825.00	1,900,825.00	2,406,650.00		18,705,000.00	5,864,005.00
01-Mar-23			-		470,950.00	470,950.00		2,371,775.00	18,705,000.00	5,393,055.00
01-Sep-23	5.000%	1,475,000	-		470,950.00	1,945,950.00	2,416,900.00		17,230,000.00	4,922,105.00
01-Mar-24			-		434,075.00	434,075.00		2,380,025.00	17,230,000.00	4,488,030.00
01-Sep-24	5.000%	1,560,000	-		434,075.00	1,994,075.00	2,428,150.00		15,670,000.00	4,053,955.00
01-Mar-25			-		395,075.00	395,075.00		2,389,150.00	15,670,000.00	3,658,880.00
01-Sep-25	5.000%	1,640,000	-		395,075.00	2,035,075.00	2,430,150.00		14,030,000.00	3,263,805.00
01-Mar-26			-		354,075.00	354,075.00		2,389,150.00	14,030,000.00	2,909,730.00
01-Sep-26	5.000%	1,735,000	-		354,075.00	2,089,075.00	2,443,150.00		12,295,000.00	2,555,655.00
01-Mar-27			-		310,700.00	310,700.00		2,399,775.00	12,295,000.00	2,244,955.00
01-Sep-27	5.000%	1,820,000	-		310,700.00	2,130,700.00	2,441,400.00		10,475,000.00	1,934,255.00
01-Mar-28			-		265,200.00	265,200.00		2,395,900.00	10,475,000.00	1,669,055.00
01-Sep-28	5.000%	1,865,000	-		265,200.00	2,130,200.00	2,395,400.00		8,610,000.00	1,403,855.00
01-Mar-29			-		218,575.00	218,575.00		2,348,775.00	8,610,000.00	1,185,280.00
01-Sep-29	5.000%	1,960,000	-		218,575.00	2,178,575.00	2,397,150.00		6,650,000.00	966,705.00
01-Mar-30			-		169,575.00	169,575.00		2,348,150.00	6,650,000.00	797,130.00
01-Sep-30	5.100%	2,050,000	-		169,575.00	2,219,575.00	2,389,150.00		4,600,000.00	627,555.00
01-Mar-31			-		117,300.00	117,300.00		2,336,875.00	4,600,000.00	510,255.00
01-Sep-31	5.100%	1,010,000	-		117,300.00	1,127,300.00	1,244,600.00		3,590,000.00	392,955.00
01-Mar-32			-		91,545.00	91,545.00		1,218,845.00	3,590,000.00	301,410.00
01-Sep-32	5.100%	1,070,000	-		91,545.00	1,161,545.00	1,253,090.00		2,520,000.00	209,865.00
01-Mar-33			-		64,260.00	64,260.00		1,225,805.00	2,520,000.00	145,605.00
01-Sep-33	5.100%	1,130,000	-		64,260.00	1,194,260.00	1,258,520.00		1,390,000.00	81,345.00
01-Mar-34			-		35,445.00	35,445.00		1,229,705.00	1,390,000.00	45,900.00
01-Sep-34	5.100%	1,185,000	-		35,445.00	1,220,445.00	1,255,890.00		205,000.00	10,455.00
01-Mar-35			-		5,227.50	5,227.50		1,225,672.50	205,000.00	5,227.50
01-Sep-35	5.100%	205,000	-		5,227.50	210,227.50	215,455.00		0.00	0.00
								210,227.50		
		34,040,000	1,420,000	21,600.00	30,308,183.81	65,789,783.81	65,789,783.81	65,789,783.81		

EXHIBIT B
STATE OF CALIFORNIA
MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)

YEARLY FISCAL STATUS REPORT
 California Debt and Investment Advisory Commission
 915 Capitol Mall, Room 400, Sacramento, CA 95814
 P.O. Box 942809, Sacramento, CA 94209-0001
 Tel: (916) 653-3269 FAX (916) 654-7440

Fiscal Year <u>2014</u>
CDIAC # <u>2005-0533</u>

I. GENERAL INFORMATION

A. Issuer	City of Sacramento
B. Project Name	North Natomas Drainage CFD 97-01
C. Name/Title/Series of Bond Issue	Specail Tax Bonds, Series 2005
D. Date of Bond Issue	June 8, 2005
E. Original Principal Amount of Bonds	\$ 35,460,000.00
F. Reserve Fund Minimum Balance Required	Yes <input checked="" type="checkbox"/> Amount \$ 2,443,150.00 No <input type="checkbox"/>

II. FUND BALANCE FISCAL STATUS

Balances Reported as of:	June 30 2014 (Year)
A. Principal Amount of Bonds Outstanding	\$ 28,860,000.00
B. Bond Reserve Fund	\$ 2,461,424.93
C. Capitalized Interest Fund	\$ 0.00
D. Construction Fund(s)	\$ 507,253.92

III. ASSESSED VALUE OF ALL PARCELS IN CFD SUBJECT TO SPECIAL TAX

A. Assessed Value Reported as of: (Date) 07/01/14 (Check one) (Date)
 From Equalized Tax Roll
 From Appraisal of Property
(Use only in first year or before annual tax roll billing commences)

B. Total Assessed Value of All Parcels: \$ 5,285,583,384.00

IV. TAX COLLECTION INFORMATION

A. Total Amount of Special Taxes Due <u>Annually</u> :	\$ <u>2,393,370.60</u>
B. Total Amount of Unpaid Special Taxes <u>Annually</u> :	\$ <u>14,032.30</u>
C. Taxes are Paid Under the County's Teeter Plan?	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>

V. DELINQUENT REPORTING INFORMATION

Delinquent Parcel Information Reported as of Equalized Tax Roll of: June 30, 2014 (Date)
 A. Total Number of Delinquent Parcels Annually: 150
 B. Total Amount of Special Taxes Due on Delinquent Parcels Annually: \$ 24,838.40
(Do not include penalties, penalty interest, etc.)

VI. FORECLOSURE INFORMATION FOR FISCAL YEAR

(Aggregate totals, if foreclosure commenced on same date)

Date Foreclosure Commenced	Total Number of Foreclosure Parcels	Total Amount of Tax Due on Foreclosure Parcels
08/15/14	8	\$ 3,893.86
08/29/2013	10	\$ 8,716.38
08/24/2012	6	\$ 7,670.70
10/10/2011	10	\$ 8,653.66
08/04/2010	6	\$ 7,487.62
08/30/2009	6	7,340.84

(Attach additional sheets if necessary.)

