

City of Sacramento
Annual Continuing Disclosure Report
Fiscal Year 2014/15

Issue	City of Sacramento North Natomas Drainage Community Facilities District No. 97-01 Special Tax Revenue Bonds, Series 2015
Par	\$ 24,325,000
Issued	June 2, 2015
CUSIP Number	786071JS0 786071JT8 786071JU5 786071JV3 786071JW1 786071JX9 786071JY7 786071JZ4 786071KA7 786071KB5 786071KC3 786071KD1 786071KE9 786071KF6 786071KG4 786071KH2

Content of Annual Report.

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

- (a) The Issuer'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. The CAFR will also be available on the city's website at:

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

- (b) Financial and Operating Data.** To the extent not included in the Issuer's audited financial statements, the Annual Report must contain or incorporate by reference the following information:

- 1) The balances as of the close of the prior fiscal year in each of the following funds established under the Indenture:**

A. the Bond Redemption Fund (with a statement of the debt service requirement to be discharged by the fund before the receipt of expected additional Special Tax Revenue); and

Redemption Fund: \$190,517.95
 September 1, 2015 Debt Service \$0.00

B. the Bond Reserve Fund.

Reserve Fund: \$2,218,000.00

2) The assessed valuation of the Taxable Parcels, which may be in a form similar to Table 2 in the Official Statement.

Assessed Value Fiscal Year 2015-16 \$5,493,372,732

3) Any changes to the Rate and Method of Apportionment that are approved or submitted to the qualified electors for approval before the filing of the Annual Report.

Not applicable in the current year.

4) A table setting forth the annual Special Tax delinquency rate as of June 30 for each fiscal year on which a delinquency exists, listing for each fiscal year the total Special Tax levy, the amount delinquent, and the percent delinquent. The table may be in a form similar to Table 7 in the Official Statement.

Fiscal Year	Amount Levied	Parcels Levied	Parcels Delinquent	Amount Delinquent	Percent Delinquent
2014-15	\$2,361,578	18,820	152	\$12,186.41	0.52%

5) The status of any foreclosure actions the Issuer is prosecuting with respect to the delinquent Special Taxes.

Not applicable in the current year.

6) A Statement of any discontinuance of the County's Teeter Plan with respect to any Taxable Parcel.

Not applicable in the current year.

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
- On March 30, 2015, FEMA issued a Letter of Final Determination
- On June 16, 2015 new maps become effective

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://www.cityofsacramento.org/Community-Development/Planning/Natomas>

Voluntary Disclosures:

Debt Service Schedule

See Exhibit A – North Natomas CFD 97-01, Series 2015 Debt Service Schedule

CDIAC Annual Filing

See Exhibit B – CFD 97-01, Series 2015 - FY15 Annual CDIAC Mello-Roos Filing

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

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

EXHIBIT A

**CITY OF SACRAMENTO
TREASURER'S OFFICE**

**NORTH NATOMAS DRAINAGE CFD NO. 97-01 Special Tax Bonds, Series 2015
DEBT SERVICE SCHEDULE**

BOND AMOUNT: 24,325,000.00
ISSUE DATE: 02-Jun-15
DATED DATE: 02-Jun-15

<u>DATE</u>	<u>RATE</u>	<u>PRINCIPAL</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-16			827,642.01	827,642.01		827,642.01	24,325,000.00	11,974,912.50
01-Sep-16	2.000%	680,000	553,812.50	1,233,812.50	2,061,454.51		23,645,000.00	11,421,100.00
01-Mar-17			547,012.50	547,012.50		1,780,825.00	23,645,000.00	10,874,087.50
01-Sep-17	2.000%	980,000	547,012.50	1,527,012.50	2,074,025.00		22,665,000.00	10,327,075.00
01-Mar-18			537,212.50	537,212.50		2,064,225.00	22,665,000.00	9,789,862.50
01-Sep-18	2.500%	1,015,000	537,212.50	1,552,212.50	2,089,425.00		21,650,000.00	9,252,650.00
01-Mar-19			524,525.00	524,525.00		2,076,737.50	21,650,000.00	8,728,125.00
01-Sep-19	4.000%	1,055,000	524,525.00	1,579,525.00	2,104,050.00		20,595,000.00	8,203,600.00
01-Mar-20			503,425.00	503,425.00		2,082,950.00	20,595,000.00	7,700,175.00
01-Sep-20	4.000%	1,115,000	503,425.00	1,618,425.00	2,121,850.00		19,480,000.00	7,196,750.00
01-Mar-21			481,125.00	481,125.00		2,099,550.00	19,480,000.00	6,715,625.00
01-Sep-21	4.000%	1,175,000	481,125.00	1,656,125.00	2,137,250.00		18,305,000.00	6,234,500.00
01-Mar-22			457,625.00	457,625.00		2,113,750.00	18,305,000.00	5,776,875.00
01-Sep-22	5.000%	1,235,000	457,625.00	1,692,625.00	2,150,250.00		17,070,000.00	5,319,250.00
01-Mar-23			426,750.00	426,750.00		2,119,375.00	17,070,000.00	4,892,500.00
01-Sep-23	5.000%	1,315,000	426,750.00	1,741,750.00	2,168,500.00		15,755,000.00	4,465,750.00
01-Mar-24			393,875.00	393,875.00		2,135,625.00	15,755,000.00	4,071,875.00
01-Sep-24	5.000%	1,395,000	393,875.00	1,788,875.00	2,182,750.00		14,360,000.00	3,678,000.00
01-Mar-25			359,000.00	359,000.00		2,147,875.00	14,360,000.00	3,319,000.00
01-Sep-25	5.000%	1,480,000	359,000.00	1,839,000.00	2,198,000.00		12,880,000.00	2,960,000.00
01-Mar-26			322,000.00	322,000.00		2,161,000.00	12,880,000.00	2,638,000.00
01-Sep-26	5.000%	1,570,000	322,000.00	1,892,000.00	2,214,000.00		11,310,000.00	2,316,000.00
01-Mar-27			282,750.00	282,750.00		2,174,750.00	11,310,000.00	2,033,250.00
01-Sep-27	5.000%	1,650,000	282,750.00	1,932,750.00	2,215,500.00		9,660,000.00	1,750,500.00
01-Mar-28			241,500.00	241,500.00		2,174,250.00	9,660,000.00	1,509,000.00
01-Sep-28	5.000%	1,735,000	241,500.00	1,976,500.00	2,218,000.00		7,925,000.00	1,267,500.00
01-Mar-29			198,125.00	198,125.00		2,174,625.00	7,925,000.00	1,069,375.00
01-Sep-29	5.000%	1,810,000	198,125.00	2,008,125.00	2,206,250.00		6,115,000.00	871,250.00
01-Mar-30			152,875.00	152,875.00		2,161,000.00	6,115,000.00	718,375.00
01-Sep-30	5.000%	1,885,000	152,875.00	2,037,875.00	2,190,750.00		4,230,000.00	565,500.00
01-Mar-31			105,750.00	105,750.00		2,143,625.00	4,230,000.00	459,750.00
01-Sep-31	5.000%	930,000	105,750.00	1,035,750.00	1,141,500.00		3,300,000.00	354,000.00
01-Mar-32			82,500.00	82,500.00		1,118,250.00	3,300,000.00	271,500.00
01-Sep-32	5.000%	985,000	82,500.00	1,067,500.00	1,150,000.00		2,315,000.00	189,000.00
01-Mar-33			57,875.00	57,875.00		1,125,375.00	2,315,000.00	131,125.00
01-Sep-33	5.000%	1,040,000	57,875.00	1,097,875.00	1,155,750.00		1,275,000.00	73,250.00
01-Mar-34			31,875.00	31,875.00		1,129,750.00	1,275,000.00	41,375.00
01-Sep-34	5.000%	1,085,000	31,875.00	1,116,875.00	1,148,750.00		190,000.00	9,500.00
01-Mar-35			4,750.00	4,750.00		1,121,625.00	190,000.00	4,750.00
01-Sep-35	5.000%	190,000	4,750.00	194,750.00	199,500.00	194,750.00	0.00	0.00
		24,325,000	12,802,554.51	37,127,554.51	37,127,554.51	37,127,554.51		

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>2015</u>
CDIAC # <u>2015-0791</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 Special Tax Bonds, Series 2015

D. Date of Bond Issue May 7, 2015

E. Original Principal Amount of Bonds \$ 24,325,000.00

F. Reserve Fund Minimum Balance Required Yes Amount \$ 2,218,000.00 No

II. FUND BALANCE FISCAL STATUS

Balances Reported as of: June 30, 2015 (Year)

A. Principal Amount of Bonds Outstanding \$ 24,325,000.00

B. Bond Reserve Fund \$ 2,218,000.00

C. Capitalized Interest Fund \$ _____

D. Construction Fund(s) \$ 500,767.28

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

A. Assessed Value Reported as of: (Date) 07/01/2015 (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: \$ 5,493,372,732

IV. TAX COLLECTION INFORMATION

A. Total Amount of Special Taxes Due Annually: \$ _____

B. Total Amount of Unpaid Special Taxes Annually: \$ _____

C. Taxes are Paid Under the County's Teeter Plan? Yes No

V. DELINQUENT REPORTING INFORMATION

Delinquent Parcel Information Reported as of Equalized Tax Roll of: 06/30/2015 (Date)

A. Total Number of Delinquent Parcels: _____

B. Total Amount of Special Taxes Due on Delinquent Parcels: \$ _____
(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
		\$ _____
		\$ _____
		\$ _____
		\$ _____
		\$ _____

(Attach additional sheets if necessary.)

EXHIBIT B

STATE OF CALIFORNIA
MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)
YEARLY FISCAL STATUS REPORT
(Continued)

VII. RETIRED ISSUES

This issue is retired and no longer subject to the Yearly Fiscal Status report filing requirements. (Indicate reason for retirement)

- A. Matured [] Yes [X] No If yes, indicate final maturity date:
B. Redeemed Entirely [] Yes [X] No If yes, state refunding bond title & CDIAC #:
C. Other: And Date:

VIII. NAME OF PARTY COMPLETING THIS FORM

Name David Schroeder
Title Senior Consultant
Firm/Agency NBS
Address 32605 Temecula Parkway, Suite 100
City/State/Zip Temecula, CA 92592
Phone No. 800-676-7516 Date of Report 10/30/2015
Email:

IX. ADDITIONAL COMMENTS:

- I.A. Issuer: City of Sacramento
I.B. Project Name: North Natomas Drainage CFD 97-01
I.D. Date of Bond Issue: 05/07/2015

Completion and submittal of this form to the California Debt and Investment Advisory Commission will assure your compliance with California State law. Section 53359.5 of the California Government Code requires that all agencies issuing Mello-Roos Community Facilities bonds after January 1, 1993 to report specific information to the Commission by October 30th of each year.