



City of Lake Elsinore

Local Agency Special Tax and Bond Accountability Act Report

December 2017

Table of Contents

Sections

1. Introduction of Bond Accountability Act (SB 165)	1
2. Community Facilities District No. 88-3 (West Lake Elsinore)	2
3. Community Facilities District No. 90-2 (Tuscany Hills)	3
4. Community Facilities District No. 95-1 (City Center)	4
5. Community Facilities District No. 98-1 (Summerhill)	5
6. Community Facilities District No. 2003-2 (Canyon Hills)	6
7. Community Facilities District No. 2004-3 (Rosetta Canyon)	9
8. Community Facilities District No. 2005-1 (Serenity)	11
9. Community Facilities District No. 2005-2 (Alberhill Ranch)	12
10. Community Facilities District No. 2005-5 (Wasson Canyon)	13
11. Community Facilities District No. 2005-6 (City Center Townhomes)	14
12. Community Facilities District No. 2006-1 (Summerly)	15
13. Community Facilities District No. 2006-2 (Viscaya)	18

Bond Accountability Act (Senate Bill 165)

Senate Bill 165 (SB 165) shall be cited as the Local Agency Special Tax and Bond Accountability Act (the "Act"). This Act requires that any local special tax/local bond measure subject to voter approval contain a statement indicating the specific purposes of the special tax, require that the proceeds of the special tax be applied to those purposes, require the creation of an account into which the proceeds shall be deposited, and require an annual report containing specified information concerning the use of the proceeds. The Act only applies to bonds issued on or after January 1, 2001 in accordance with Sections 50075.1 and 53410 of the California Government Code.

Some of the requirements of the Act are handled at the formation (bond issuance) of the Special Tax District and others are handled through annual reports. This section of the report intends to comply with Sections 50075.3 and 53411 of the California Government Code that states:

The chief fiscal officer of the issuing local agency shall file a report with its governing body no later than January 1, after the bonds have been issued and at least once a year thereafter. The Annual report shall contain all of the following:

- (a) The amount of funds collected and expended.
- (b) The status of any project required or authorized to be funded as identified in subdivision (a) of Section 50075.1 and Section 53410.

Community Facilities District No. 88-3

(West Lake Elsinore)

Local Agency Revenue Bonds 2013 Series B

Local Agency Revenue Refunding Bonds 2015 Series B

Location

Community Facilities District No. 88-3 (the "CFD No. 88-3") is generally located northwest of Highway 74 and south of Interstate 15. CFD No. 88-3 comprises over 610 acres and its boundaries are Machado Street to the east, Lakeshore Drive and Mountain Avenue to the north, Alvarado Street to the south and the City boundaries to the west.

Authorized Facilities and Bonds

CFD No. 88-3 was formed to finance major public improvements which include street improvements along Grand Avenue, Lincoln Avenue, and Le Gay Street, storm drain improvements, sanitary improvements, water system improvements, and public improvements for McVicker Canyon Park and Lincoln Street Fire Station. The District currently has two series of bonds: The Subordinate Bonds, 2013 Series B, and the Local Agency Revenue Refunding Bonds, 2015 Series B. The Senior Bonds, 2008 Series A, were refunded by the 2015 Series B Bonds.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 88-3 from July 1, 2016 through June 30, 2017.

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$2,504,690
Less: Delinquency as of 6/30/2017	\$14,597
Total Special Taxes Collected	\$2,490,093
2017 Expenditures	
Bond Interest – 3/1/2017	\$167,281
Bond Interest – 9/1/2017	\$167,281
Bond Principal – 9/1/2017	\$2,030,000
Administrative Expenses ⁽¹⁾	\$66,354
Total Expenditures	\$2,430,916
Ending Special Tax Fund Balance	\$59,177

⁽¹⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Project Status

The requirements of the Act apply to the Improvement/Construction Funds of the District. All improvements funded by these Bond series are complete. There were no Improvement/Construction Funds associated with the refunding of the bonds in the District. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for the District.

**Community Facilities District No. 90-2
(Tuscany Hills)
Special Tax Parity Bonds, 2007 Series A**

Location

Community Facilities District No. 90-2 (the "CFD No. 90-2") is located within the Rancho Laguna Redevelopment Project Area No. II in the City. It is generally located adjacent to the northeastern limits of the City. Summerhill Drive serves as the main access from the southwest. The development is bounded on the north by Greenwald Street. Greenwald Street intersects with Highway 74, approximately two miles north of the site, providing access to the cities of Perris and Riverside.

Authorized Facilities and Bonds

CFD No. 90-2 was formed to finance certain improvements within and in the vicinity of the District including grading for public streets, public access roads, and public building pads; street improvements consisting of curbs, gutters, sidewalks, lawns, street lights, storm drains, and utilities in the public streets; the domestic water system consisting of three reservoirs, booster pumping stations, pressure reducing stations, and the distribution mains and appurtenances in the public streets; and a sanitary sewer system consisting of gravity sewer, manholes, lift stations, force mains, and appurtenances in public streets and public easements. The District has two series of bonds: Special Tax Parity Bonds 2002 Series A and 2007 Series A.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 90-2 from July 1, 2016 through June 30, 2017.

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$1,709,290
Less: Delinquency as of 6/30/2017	\$26,435
Total Special Taxes Collected	\$1,682,855
2017 Expenditures	
Bond Interest – 3/1/2017	\$165,150
Bond Interest – 9/1/2017	\$165,150
Bond Principal – 9/1/2017	\$780,000
Authorized Improvements	\$510,961
Administrative Expenses ⁽¹⁾	\$53,040
Total Expenditures	\$1,674,301
Ending Special Tax Fund Balance	\$8,554

⁽¹⁾Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Project Status

The requirements of the Act apply to the Improvement/Construction Funds of the District. All improvements funded by these Bond series are complete. There were no Improvement/Construction Funds associated with the refunding of the bonds in the District. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for the District.

**Community Facilities District No. 95-1
(City Center)
Local Agency Revenue Refunding Bonds Series 2015**

Location

Community Facilities District No. 95-1 (the "CFD No. 95-1") is part of the Lake Elsinore City Center (the "Shopping Center") located at the northwest quadrant of Grape Street and Railroad Canyon Road adjacent to Interstate Highway 15.

Authorized Facilities and Bonds

CFD No. 95-1 was formed for the purpose of constructing and acquiring certain public improvements needed to meet increased demand upon the City of Lake Elsinore as a result of development within the boundaries of the District, which is part of the Lake Elsinore City Center, a community shopping center. The public facilities financed by the District include street improvements, sanitary sewer, domestic water, and storm drain. The District currently has one series of bonds: The Local Agency Revenue Refunding Bonds, Series 2015, which refunded the 2011 Series B, Local Agency Revenue Bonds.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 95-1 from July 1, 2016 through June 30, 2017.

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$157,432
Less: Delinquency as of 6/30/2017	\$0
Total Special Taxes Collected	\$157,432
2017 Expenditures	
Bond Interest – 3/1/2017	\$21,650
Bond Interest – 9/1/2017	\$21,650
Bond Principal – 9/1/2017	\$90,000
Administrative Expenses ⁽¹⁾	\$24,132
Total Expenditures	\$157,432
Ending Special Tax Fund Balance	\$0

⁽¹⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Project Status

The requirements of the Act apply to the Improvement/Construction Funds of the District. All improvements funded by these Bond series are complete. There were no Improvement/Construction Funds associated with the refunding of the bonds in the District. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for the District.

**Community Facilities District No. 98-1
(Summerhill)
Local Agency Revenue Bonds 2013 Series C**

Location

Community Facilities District No. 98-1 (the "CFD 98-1") is located to the northeast of the intersection of Railroad Canyon Road with Interstate 15. Summerhill Drive, which intersects with Railroad Canyon Road, provides the primary access to the area within the District.

Authorized Facilities and Bonds

CFD No. 98-1 was formed for the purpose of constructing and acquiring certain public improvements needed to meet increased demand upon the City of Lake Elsinore as a result of development within the boundaries of CFD No. 98-1 and include grading, street improvements, domestic water, sanitary sewer, and parks and recreation facilities. Prior to 2004, CFD No. 98-1 was designated CFD No. 91-2.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 98-1 from July 1, 2016 through June 30, 2017.

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$1,139,166
Less: Delinquency as of 6/30/2017	\$13,603
Total Special Taxes Collected	\$1,125,563
2017 Expenditures	
Bond Interest – 3/1/2017	\$286,503
Bond Interest – 9/1/2017	\$286,503
Bond Principal – 9/1/2017	\$505,000
Administrative Expenses ⁽¹⁾	\$31,164
Total Expenditures	\$1,109,170
Ending Special Tax Fund Balance	\$16,393

⁽¹⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Project Status

The requirements of the Act apply to the Improvement/Construction Funds of the District. All improvements funded by these Bond series are complete. There were no Improvement/Construction Funds associated with the refunding of the bonds in the District. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for the District.

Community Facilities District No. 2003-2 (Canyon Hills)

Improvement Areas A, Local Agency Revenue Bonds 2014 Series B

Improvement Areas B, Local Agency Revenue Bonds 2015 Series

Improvement Areas C, Local Agency Revenue Bonds 2014 Series B and Local Agency Revenue Bonds 2012 Series C

Improvement Areas D, Local Agency Revenue Bonds 2014 Series A

Location

Community Facilities District No. 2003-2 (the "CFD No. 2003-2") is comprised of Canyon Hills, a planned residential community in the western portion of Riverside County covering approximately 2,040 acres. Canyon Hills is located in the southeast portion of the City to the south of the City of Canyon Lake. Pardee Homes is the master developer of the Canyon Hills project that is bifurcated by Canyon Hills Road and is approximately 2-1/2 miles east of the Corona Freeway (I-15). The proposed development is planned to include approximately 3,458 single-family residential properties, 305 multi-family residential properties, and approximately 33 acres of non-residential property at build-out.

Authorized Facilities and Bonds

CFD No. 2003-2 was formed in January, 2004 to finance the planning, designing, permitting, acquisition and construction of public infrastructure consisting primarily of street, sewer, water, storm drain, park facilities, fire station, certain City and Elsinore Valley Municipal Water District fees, to fund interest on the Bonds, and to pay the expenses of the District. The District consists of five Improvement Areas (the "IA"), labeled A – E. IA A has a single bond series: Local Agency Revenue Bonds 2014 Series B. IA B has a single series of bonds: Local Agency Revenue Refunding Bonds, Series 2015, which refunded Series 2006 A bonds. IA C has two series of bonds: Local Agency Revenue Bonds 2012 Series C and 2014 Series B. IA D has two series of bonds: Local Agency Revenue Bonds Series A and Special Tax Bonds, 2016 Series A. The IA D bonds were issued August 18, 2016, after the reporting date. No bonds have been issued for Improvement Area E.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 2003-2 from July 1, 2016 through June 30, 2017.

Improvement Area A

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$856,072
Less: Delinquency as of 6/30/2017	\$1,999
Total Special Taxes Collected	\$854,073
2017 Expenditures	
Bond Interest – 3/1/2017	\$228,818
Bond Interest – 9/1/2017	\$228,818
Bond Principal – 9/1/2017	\$330,000
Administrative Expenses ⁽¹⁾	\$43,442
Total Expenditures	\$831,078
Ending Special Tax Fund Balance	\$22,995

⁽¹⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Improvement Area B

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$1,744,542
Less: Delinquency as of 6/30/2017	\$17,158
Total Special Taxes Collected	\$1,727,384
2017 Expenditures	
Bond Interest – 3/1/2017	\$624,925
Bond Interest – 9/1/2017	\$624,925
Bond Principal – 9/1/2017	\$285,000
Administrative Expenses ⁽²⁾	\$56,832
Total Expenditures	\$1,591,682
Ending Special Tax Fund Balance	\$135,702

⁽²⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Improvement Area C

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$742,380
Less: Delinquency as of 6/30/2017	\$5,469
Total Special Taxes Collected	\$736,911
2017 Expenditures	
Bond Interest – 3/1/2017	\$298,006
Bond Interest – 9/1/2017	\$298,006
Bond Principal – 9/1/2017	\$85,000
Administrative Expenses ⁽³⁾	\$41,370
Total Expenditures	\$722,382
Ending Special Tax Fund Balance	\$14,529

⁽³⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Improvement Area D

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$1,688,887
Less: Delinquency as of 6/30/2017	\$6,340
Total Special Taxes Collected	\$1,682,547
2017 Expenditures	
Bond Interest – 3/1/2017	\$524,736
Bond Interest – 9/1/2017	\$503,396
Bond Principal – 9/1/2017	\$110,000
Authorized Improvements	\$467,472
Administrative Expenses ⁽⁴⁾	\$53,281
Total Expenditures	\$1,658,885
Ending Special Tax Fund Balance	\$23,662

⁽⁴⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Project Status

The requirements of the Act apply to the Improvement Fund of the following Improvement Areas. The following table shows the initial amount deposited to the Improvement Fund, the amount expended, the June 30, 2017 Improvement Fund balance, and the project status. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for each Improvement Area.

District	Series	Initial Deposit Amount to Improvement Fund	Expended Amount	June 30, 2017 Balance	Project Status
CFD No. 2003-2 IA A	2014B ⁽⁵⁾	N/A	N/A	N/A	Completed
CFD No. 2003-2 IA B	2015	\$9,265,303.49	\$9,265,303.49	\$0.00	Completed
CFD No. 2003-2 IA C	2012C	\$4,547,080.39	\$4,547,080.39	\$0.00	Completed
CFD No. 2003-2 IA C	2014 ⁽⁵⁾	N/A	N/A	N/A	Completed
CFD No. 2003-2 IA D	2014	\$5,709,425.45	\$5,709,425.45	\$0.00	Completed
CFD No. 2003-2 IA D	2016A	\$15,846,431.43	\$15,846,431.43	\$0.00	Completed

⁽⁵⁾ There were no Improvement/Construction Funds associated with the refunding of the bonds in these Districts. The amount levied pays the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for each District.

Community Facilities District No. 2004-3 (Rosetta Canyon)
Improvement Area 1, Local Agency Revenue Refunding Bonds Series 2015
Improvement Area 2, Local Agency Revenue Refunding Bonds Series 2015

Location

The boundaries of Community Facilities District No. 2004-3 (the "CFD No. 2004-3") coincide with the development generally known as Rosetta Canyon. CFD No. 2004-3 is located 1 ½ miles east of Interstate 15 freeway and south of Highway 74. Rosetta Canyon is planned for a total of 1,012 single family homes on 180.6 acres. Development within Improvement Area No. 1 is planned for 509 single family homes on approximately 94.9 gross acres. Development within Improvement Area No. 2 is planned for 503 single family homes on approximately 153.31 gross acres.

Authorized Facilities and Bonds

In March of 2005 the City formed CFD 2004-3 Improvement Area 1 and Improvement Area 2 to finance public infrastructure facilities including but not limited to, streets, streetscape, storm drain, water and sewer facilities, fire station, fire equipment, city fees and fees of the Elsinore Valley Municipal Water District, and related costs including designs, inspections, professional fees, annexation fees, connections fees, and acquisition costs, and for the purpose of paying principal and interest on bonds issued with respect to each improvement area. Both Improvement Area bonds were refunded by the Local Agency Refunding Revenue Bonds, Series 2015.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 2004-3 from July 1, 2016 through June 30, 2017.

Improvement Area 1

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$1,506,633
Less: Delinquency as of 6/30/2017	\$9,071
Total Special Taxes Collected	\$1,497,562
2017 Expenditures	
Bond Interest – 3/1/2017	\$497,050
Bond Interest – 9/1/2017	\$497,050
Bond Principal – 9/1/2017	\$425,000
Administrative Expenses ⁽¹⁾	\$42,538
Total Expenditures	\$1,461,638
Ending Special Tax Fund Balance	\$35,924

⁽¹⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Improvement Area 2

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$1,680,873
Less: Delinquency as of 6/30/2017	\$10,887
Total Special Taxes Collected	\$1,669,986
2017 Expenditures	
Bond Interest – 3/1/2017	\$557,350
Bond Interest – 9/1/2017	\$557,350
Bond Principal – 9/1/2017	\$295,000
Authorized Improvements	\$180,041
Administrative Expenses ⁽²⁾	\$46,138
Total Expenditures	\$1,635,879
Ending Special Tax Fund Balance	\$34,107

⁽²⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Project Status

The requirements of the Act apply to the Improvement Fund of the following Improvement Areas. The following table shows the initial amount deposited to the Improvement Fund, the amount expended, the June 30, 2017 Improvement Fund balance, and the project status. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for each Improvement Area.

District	Series	Initial Deposit Amount to Improvement Fund	Expended Amount	June 30, 2017 Balance	Project Status
CFD No. 2004-3 IA 1	2015	\$1,992,981.25	\$1,992,981.25	\$0.00	Completed
CFD No. 2004-3 IA 2	2015	\$4,650,214.69	\$4,650,214.69	\$0.00	Completed

**Community Facilities District No. 2005-1
(Serenity)
Local Agency Revenue Refunding Bonds Series 2015**

Location

The boundaries of Community Facilities District No. 2005-1 (the "CFD No. 2005-1") coincide with the development generally known as Serenity. CFD No. 2005-1 is located in the southern portion of the City, 3 miles east of Interstate 15 freeway at Baxter Street. The Serenity residential community is planned for a total of 233 detached single family homes on approximately 77.6 acres.

Authorized Facilities and Bonds

In January of 2005 the City formed CFD No. 2005-1. The District is authorized to issue bonds to fund the planning, design, permitting and construction of public infrastructure consisting primarily of street, sewer, water, storm drain, park facilities as well as the funding of certain City and Elsinore Valley Municipal Water District Fees. The District currently has one series of bonds: Local Agency Refunding Revenue Bonds, Series 2015, which refunded the Special Tax Bonds 2006 Series A.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 2005-1 from July 1, 2016 through June 30, 2017.

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$664,407
Less: Delinquency as of 6/30/2017	\$10,008
Total Special Taxes Collected	\$654,399
2017 Expenditures	
Bond Interest – 3/1/2017	\$188,775
Bond Interest – 9/1/2017	\$188,775
Bond Principal – 9/1/2017	\$230,000
Administrative Expenses ⁽¹⁾	\$36,859
Total Expenditures	\$644,409
Ending Special Tax Fund Balance	\$9,990

⁽¹⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Project Status

The requirements of the Act apply to the Improvement Fund of the following District. The following table shows the initial amount deposited to the Improvement Fund, the amount expended, the June 30, 2017 Improvement Fund balance, and the project status. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for the District.

District	Series	Initial Deposit Amount to Improvement Fund	Expended Amount	June 30, 2017 Balance	Project Status
CFD No. 2005-1	2015	\$1,465,351.72	\$1,160,466.54	\$304,885.18	Ongoing

Community Facilities District No. 2005-2
(Alberhill Ranch)
Improvement Area A, Local Agency Revenue Refunding Bonds 2015

Location

The boundaries of Community Facilities District No. 2005-2 Improvement Area A (the "CFD No. 2005-2 IA A") coincide with the development generally known as Alberhill Ranch. CFD No. 2005-2 IA A is located in the northern portion of the City, 1 ½ miles east of the Interstate 15 freeway and south Lake Street. Alberhill Ranch is planned for a total of 1,181 single family homes and approximately 389 multifamily units on approximately 489 gross acres.

Authorized Facilities and Bonds

In September of 2005 the City formed CFD 2005-2 IA A. The District is authorized to issue bonds to fund the planning, design, permitting and construction of public infrastructure consisting primarily of street, sewer, water, storm drain, park facilities as well as the funding of certain City and Elsinore Valley Municipal Water District fees. The District currently has one series of Bonds: Local Agency Refunding Revenue Bonds Series 2015, which refunded the Special Tax 2005 Series A Bonds.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 2005-2 IA A from July 1, 2016 through June 30, 2017.

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$1,390,645
Less: Delinquency as of 6/30/2017	\$12,900
Total Special Taxes Collected	\$1,377,745
2017 Expenditures	
Bond Interest – 3/1/2017	\$469,625
Bond Interest – 9/1/2017	\$469,625
Bond Principal – 9/1/2017	\$365,000
Administrative Expenses ⁽¹⁾	\$46,398
Total Expenditures	\$1,350,648
Ending Special Tax Fund Balance	\$27,097

⁽¹⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Project Status

The requirements of the Act apply to the Improvement/Construction Funds of the District. All improvements funded by these Bond series are complete. There were no Improvement/Construction Funds associated with the refunding of the bonds in the District. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for the District.

**Community Facilities District No. 2005-5
(Wasson Canyon)
Local Agency Revenue Bonds 2012 Series A**

Location

Community Facilities District No. 2005-5 (the "CFD No. 2005-5") is located in an area known as Rosetta Hills, which is southeast of Highway 74 and northeast of Interstate 15, and generally encompasses the residential community known as the "Villages at Wasson Canyon".

Authorized Facilities and Bonds

CFD No. 2005-5 was formed in August, 2005 for the purpose of acquiring or constructing public improvements needed to meet increased demand upon the City as a result of development within the boundaries of the District, including streets, streetscape, storm drains, City fees, and fees of the Elsinore Valley Municipal Water District. The development includes 190 residential units at build-out. The District currently has one series of Bonds: Local Agency Revenue Bonds 2012 Series A.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 2005-5 from July 1, 2016 through June 30, 2017.

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$262,174
Less: Delinquency as of 6/30/2017	\$719
Total Special Taxes Collected	\$261,455
2017 Expenditures	
Bond Interest – 3/1/2017	\$78,596
Bond Interest – 9/1/2017	\$78,596
Bond Principal – 9/1/2017	\$60,000
Administrative Expenses ⁽¹⁾	\$34,982
Total Expenditures	\$252,174
Ending Special Tax Fund Balance	\$9,281

⁽¹⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Project Status

The requirements of the Act apply to the Improvement/Construction Funds of the District. All improvements funded by these Bond series are complete. There were no Improvement/Construction Funds associated with the refunding of the bonds in the District. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for the District.

**Community Facilities District No. 2005-6
(City Center Townhomes)
Local Agency Refunding Revenue Bonds 2015 Series**

Location

Community Facilities District No. 2005-6 (the "CFD No. 2005-6") is generally located adjacent to and east of Grape Street near the intersection of Grape Street and Railroad Canyon. The development within CFD No. 2005-6 is planned for 144 attached single family housing units in condominium ownership on approximately 14.2 gross acres.

Authorized Facilities and Bonds

In September of 2005 the City formed CFD No. 2005-6. The District is authorized to issue bonds to fund the planning, design, permitting and construction of public infrastructure consisting primarily of street, sewer, water, storm drain, park facilities as well as the funding of certain City and Elsinore Valley Municipal Water District fees. The District currently has one series of Bonds: Local Agency Refunding Revenue Bonds Series 2015, which refunded the Special Tax 2006 Series A Bonds.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 2005-6 from July 1, 2016 through June 30, 2017.

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$227,564
Less: Delinquency as of 6/30/2017	\$9,699
Total Special Taxes Collected	\$217,865
2017 Expenditures	
Bond Interest – 3/1/2017	\$67,000
Bond Interest – 9/1/2017	\$67,000
Bond Principal – 9/1/2017	\$45,000
Administrative Expenses ⁽¹⁾	\$32,566
Total Expenditures	\$211,566
Ending Special Tax Fund Balance	\$6,299

⁽¹⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Project Status

The requirements of the Act apply to the Improvement/Construction Funds of the District. All improvements funded by these Bond series are complete. There were no Improvement/Construction Funds associated with the refunding of the bonds in the District. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for the District.

Community Facilities District No. 2006-1 (Summerly)

Improvement Area A, Local Agency Revenue Bonds 2013 Series A
 Improvement Area B, Local Agency Revenue Bonds 2015 Series A
 Improvement Area CC, Local Agency Revenue Bonds 2016 Series A

Location

The boundaries of Community Facilities District No. 2006-1 (the "CFD No. 2006-1") are included within the development generally known as Summerly. The primary entrance to the District is located at the intersection of Village Parkway with Diamond Drive approximately 0.8 miles from the I-15 freeway. Although not in the District the Links at Summerly, a par 72 golf course, is part of the greater Summerly development. The Lake Elsinore Diamond Stadium is located adjacent to the Summerly development across Diamond Drive. In total the Summerly development is expected to include 1,482 homes.

Authorized Facilities and Bonds

CFD No. 2006-1 was formed in 2006 and initially consisted of three Improvement Areas (the "IA"); in 2011, the City reconfigured the CFD No. 2006-1 into six Improvement Areas (A, B, CC through FF), and one remainder Improvement Area (Improvement Area 1), which consisted of nine existing homes which prepaid its special taxes. IA A has a single bond series: Local Agency Revenue Bonds 2013 Series A. IA B has a single series of bonds: Local Agency Revenue Bonds 2015 A. IA CC has one series of bonds: Local Agency Revenue Bonds 2016 Series A. IA FF has one series of bonds. Special Tax Bonds Series 2016 B, after the reporting date. No bonds have been issued for the other Improvement Areas.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 2006-1 from July 1, 2016 through June 30, 2017.

Improvement Area A

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$225,875
Less: Delinquency as of 6/30/2017	\$4,510
Total Special Taxes Collected	\$221,365
2017 Expenditures	
Bond Interest – 3/1/2017	\$84,484
Bond Interest – 9/1/2017	\$84,484
Bond Principal – 9/1/2017	\$25,000
Administrative Expenses ⁽¹⁾	\$25,409
Total Expenditures	\$219,377
Ending Special Tax Fund Balance	\$1,988

⁽¹⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Improvement Area B

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$165,971
Less: Delinquency as of 6/30/2017	\$1,105
Total Special Taxes Collected	\$164,866
2017 Expenditures	
Bond Interest – 3/1/2017	\$53,134
Bond Interest – 9/1/2017	\$53,134
Bond Principal – 9/1/2017	\$35,000
Administrative Expenses ⁽²⁾	\$20,204
Total Expenditures	\$161,472
Ending Special Tax Fund Balance	\$3,394

⁽²⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Improvement Area CC

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$137,387
Less: Delinquency as of 6/30/2017	\$0
Total Special Taxes Collected	\$137,387
2017 Expenditures	
Bond Interest – 3/1/2017	\$43,600
Bond Interest – 9/1/2017	\$43,600
Bond Principal – 9/1/2017	\$30,000
Administrative Expenses ⁽³⁾	\$20,187
Total Expenditures	\$137,387
Ending Special Tax Fund Balance	\$0

⁽³⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Improvement Area FF

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$44,623
Capitalized Interest	\$88,843
Less: Delinquency as of 6/30/2017	\$0
Total Special Taxes Collected	\$133,466
2017 Expenditures	
Bond Interest – 3/1/2017	\$37,748
Bond Interest – 9/1/2017	\$68,634
Bond Principal – 9/1/2017	\$0
Administrative Expenses ⁽³⁾	\$8,649
Total Expenditures	\$115,031
Ending Special Tax Fund Balance	\$18,435

Project Status

The requirements of the Act apply to the Improvement Fund of the following Improvement Areas. The following table shows the initial amount deposited to the Improvement Fund, the amount expended, the June 30, 2017 Improvement Fund balance, and the project status. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for each Improvement Area.

District	Series	Initial Deposit Amount to Improvement Fund	Expended Amount	June 30, 2017 Balance	Project Status
CFD No. 2006-1 IA A	2013A	\$2,785,178.85	\$2,785,178.85	\$0.00	Completed
CFD No. 2006-1 IA B	2015A	\$2,617,345.52	\$2,617,345.52	\$0.00	Completed
CFD No. 2006-1 IA CC	2016A	\$2,483,234.03	\$2,483,234.03	\$0.00	Completed
CFD No. 2006-1 IA FF	2016B	\$3,119,295.49	\$3,119,295.49	\$0.00	Completed

**Community Facilities District No. 2006-2
(Viscaya)
Local Agency Revenue Bonds 2012 Series A**

Location

Community Facilities District No. 2006-2 (the "CFD No. 2006-2") is generally located approximately 2 miles southwest of Interstate 15 freeway near the southwest corner of Lakeshore Drive and Riverside Drive. The development within CFD No. 2006-2 is planned for 168 detached residential units on approximately 15.6 net acres.

Authorized Facilities and Bonds

In April of 2006 the City formed CFD No. 2006-2. The District is authorized to issue the Bonds to fund the planning, design, permitting, acquisition and construction of public infrastructure consisting primarily of street, sewer, water, storm drain, park facilities as well as the funding of certain City and Elsinore Valley Municipal Water District fees. The District currently has one series of Bonds: Local Agency Refunding Revenue Bonds Series 2015, which refunded the Special Tax 2006 Series A Bonds.

Funds Collected and Expended

The table below shows the amount of special taxes collected and the expenditures made to fund the authorized facilities and incidental expenses of CFD No. 2006-2 from July 1, 2016 through June 30, 2017.

Description	Amount
FY 2016-17 Revenues	
Special Taxes Levied	\$444,842
Less: Delinquency as of 6/30/2017	\$23,323
Total Special Taxes Collected	\$421,519
2017 Expenditures	
Bond Interest – 3/1/2017	\$139,275
Bond Interest – 9/1/2017	\$139,275
Bond Principal – 9/1/2017	\$90,000
Administrative Expenses ⁽¹⁾	\$31,293
Total Expenditures	\$399,843
Ending Special Tax Fund Balance	\$21,676

⁽¹⁾ Amount allocated to Administrative Expenses and may not have been expended in its entirety.

Project Status

The requirements of the Act apply to the Improvement/Construction Funds of the District. All improvements funded by these Bond series are complete. There were no Improvement/Construction Funds associated with the refunding of the bonds in the District. The amounts levied pay the administrative expenses, debt service (principal and interest), and remaining facilities eligible to be financed for the District.



Prepared By:
Spicer Consulting Group