City of Sacramento
Annual Continuing Disclosure Report
Fiscal Year 2008/09

Issue: 1996 City of Sacramento Citywide Landscaping and Lighting Assessment District No. 2 Series A Limited Obligation Improvement Bonds

Par: $7,290,000
Issued: October 10, 1996

<u>Content of Annual Reports</u>. The Issuer's Annual Report shall contain or incorporate by reference the following:

(a) The Issuer's comprehensive annual financial report for the prior fiscal year.
The City's Comprehensive Annual Financial Report (CAFR) for the fiscal year ending June 30, 2009, will be delivered in a separate mailing. The CAFR is projected to be presented to the City Council in January 2010 and released immediately thereafter. At that time the CAFR will also be available on the city's website at: http://www.cityofsacramento.org/finance/accounting/reporting.cfm.

(b) A maturity schedule for the outstanding Bonds, and a listing of Bonds redeemed prior to maturity during the fiscal year.

See Exhibit A, Debt Service Schedule.

(c) Balances in each of the following funds established pursuant to the Paying Agent Agreement as of the close of the fiscal year ending June 30, 2009:

(i) the Redemption Account (with a statement of the debt service requirement to be discharged by said Fund prior to the receipt of expected additional assessment revenue); and

Redemption Account (Assessment Fund): $6,959,943

Note: The assessments account, funds the redemption account. The amount of debt service required to be disbursed prior to the receipt of additional revenue equals $493,755, due on September 2, 2009.

(ii) the Reserve Account.

Reserve Account: $599,735

Note: The Reserve Requirement is equal to the maximum annual debt service on the Bonds.

(d) A statement of the total Assessment levy for the fiscal year.

Assessment Levy for FY 08/09: $13,653,124

Note: The District was initially established in 1989, and has levied annual assessments to fund maintenance and capital improvements for lighting and parks. All assessments are pledged to pay debt service on the Bonds that were issued in 1996.

(e) A statement of the debt service requirements for the Bonds for the fiscal year.

Debt Service requirements from FY 08/09 levy: $587,315

(f) A statement of the actual assessment collections for the Assessment District for the fiscal year.

Assessment Collections for FY 08/09 levy: $12,815,679

EXHIBIT A

Dated: *10/10/1996*
Delivered: *10/10/1996*

Debt Service Schedule
City of Sacramento
Citywide Landscaping & Lighting Assessment District No. 2

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No Calls

Fiscal Yr	Coupon Date	Principal Payment	Coupon Rate	Interest Payment	Credit Enhancements	Periodic Debt Service	Fiscal Debt Service	Outstanding Debt
	9/2/1997	265,000.00	3.800	334,734.65	-	599,734.65	599,734.65	7,025,000.00
1998	3/2/1998			182,083.75	-	182,083.75	-	7,025,000.00
	9/2/1998	235,000.00	4.100	182,083.75	-	417,083.75	599,167.50	6,790,000.00
1999	3/2/1999			177,266.25	-	177,266.25	-	6,790,000.00
	9/2/1999	245,000.00	4.300	177,266.25	-	422,266.25	599,532.50	6,545,000.00
2000	3/2/2000			171,998.75	-	171,998.75	-	6,545,000.00
	9/2/2000	255,000.00	4.500	171,998.75	-	426,998.75	598,997.50	6,290,000.00
2001	3/2/2001			166,261.25	-	166,261.25	-	6,290,000.00
	9/2/2001	265,000.00	4.600	166,261.25	-	431,261.25	597,522.50	6,025,000.00
2002	3/2/2002			160,166.25	-	160,166.25	-	6,025,000.00
	9/2/2002	275,000.00	4.750	160,166.25	-	435,166.25	595,332.50	5,750,000.00
2003	3/2/2003			153,635.00	-	153,635.00	-	5,750,000.00
	9/2/2003	290,000.00	4.800	153,635.00	-	443,635.00	597,270.00	5,460,000.00
2004	3/2/2004			146,675.00	-	146,675.00	-	5,460,000.00
	9/2/2004	305,000.00	4.900	146,675.00	-	451,675.00	598,350.00	5,155,000.00
2005	3/2/2005			139,202.50	-	139,202.50	-	5,155,000.00
	9/2/2005	320,000.00	5.000	139,202.50	-	459,202.50	598,405.00	4,835,000.00
2006	3/2/2006			131,202.50	-	131,202.50	-	4,835,000.00
	9/2/2006	335,000.00	5.100	131,202.50	-	466,202.50	597,405.00	4,500,000.00
2007	3/2/2007			122,660.00	-	122,660.00	-	4,500,000.00
	9/2/2007	350,000.00	5.200	122,660.00	-	472,660.00	595,320.00	4,150,000.00
2008	3/2/2008			113,560.00	-	113,560.00	-	4,150,000.00
	9/2/2008	370,000.00	5.300	113,560.00	-	483,560.00	597,120.00	3,780,000.00
2009	3/2/2009			103,755.00	-	103,755.00	-	3,780,000.00
	9/2/2009	390,000.00	5.400	103,755.00	-	493,755.00	597,510.00	3,390,000.00
2010	3/2/2010			93,225.00	-	93,225.00	-	3,390,000.00
	9/2/2010	410,000.00	5.500	93,225.00	-	503,225.00	596,450.00	2,980,000.00
2011	3/2/2011			81,950.00	-	81,950.00	-	2,980,000.00
	9/2/2011	435,000.00	5.500	81,950.00	-	516,950.00	598,900.00	2,545,000.00
2012	3/2/2012			69,987.50	-	69,987.50	-	2,545,000.00
	9/2/2012	455,000.00	5.500	69,987.50	-	524,987.50	594,975.00	2,090,000.00
2013	3/2/2013			57,475.00	-	57,475.00	-	2,090,000.00
	9/2/2013	480,000.00	5.500	57,475.00	-	537,475.00	594,950.00	1,610,000.00
2014	3/2/2014			44,275.00	-	44,275.00	-	1,610,000.00
	9/2/2014	510,000.00	5.500	44,275.00	-	554,275.00	598,550.00	1,100,000.00
2015	3/2/2015			30,250.00	-	30,250.00	-	1,100,000.00
	9/2/2015	535,000.00	5.500	30,250.00	-	565,250.00	595,500.00	565,000.00
2016	3/2/2016			15,537.50	-	15,537.50	-	565,000.00
	9/2/2016	565,000.00	5.500	15,537.50	-	580,537.50	596,075.00	
		7,290,000.00		***4,657,067.15***		***11,947,067.15***		

True Interest Cost (TIC)	**5.7751985**	***Arbitrage Yield Limit (AYL)***	**5.5745333**
Net Interest Cost (NIC)	**5.6608047**	***Arbitrage Net Interest Cost (ANIC)***	**5.6409529**
Accrued Interest	**0.00**		