



OFFICE OF THE
CITY TREASURER

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TREASURER

CITY OF SACRAMENTO
CALIFORNIA

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January 27, 2011

Annual Continuing Disclosure for Fiscal Year 2010:
Limited Obligation Refunding Bonds
Reassessment District II No. 2006-01
(Willowcreek II AD No. 96-01 and North Natomas AD No. 88-03)
\$19,025,000

In accordance with the provision of the Continuing Disclosure Certificate executed in connection with the bond issue referenced above, the attached Annual Report for Fiscal Year ending June 30, 2010 is submitted. This information may also be found at the City Treasurer's website at:
http://www.cityofsacramento.org/treasurer/continuing_disclosure.html.

CUSIP numbers to which the information relates:

785878TJ8 785878TK5 785878TL3 785878TM1
785878TN9 785878TP4 785878TQ2 785878TR0
785878TS8 785878TU3 785878TW9

If you have any questions or concerns, please do not hesitate to call our office at (916) 808-5168.

Submitted by,

Janelle Gray
Debt Manager

**City of Sacramento
Annual Continuing Disclosure Report
Fiscal Year 2009/10**

Issue:	2006 City of Sacramento Limited Obligation Refunding Bonds Reassessment District II No. 2006-01	Par: \$19,025,000 Issued: May 10, 2006
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Content of Annual Report. The City's Annual Report shall contain or incorporate by reference the following:

A: The City's audited financial statement for the most recently completed fiscal year, prepared in accordance with Generally Accepted Accounting Principles as promulgated to apply to governmental entities from time to time by the Governmental Accounting Standards Board, together with the following statements:

The City's Comprehensive Annual Financial Report (CAFR) for the fiscal year ending June 30, 2010, will be delivered in a separate mailing. The CAFR is projected to be presented to the City Council in February 2011 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: To the extent not included in the City's audited financial statements, the following information:

B (i): Principal amount of Bonds outstanding (as of 12/31/10): \$12,145,000

B (ii): Balance in the Debt Service Reserve Fund and a statement of the Reserve Requirement:

Reserve Fund (as of June 30, 2010): \$2,167,018

Reserve Requirement: \$1,682,346

B (iii): Total assessed value of all parcels subject to the annual installments of Reassessments:

Total Assessed Value: \$1,017,797,246

B (iv): The delinquency rate in the payment of reassessments for the most recent fiscal year:

Delinquency rate: 4.31%

B (v): Concerning delinquent parcels:

a) number of parcels delinquent in payment of reassessments (as of 6/30/10): 54 parcels
number of parcels delinquent in payment of reassessments (as of 12/31/10): 29 parcels

b) amount of total delinquency (as of 6/30/10): \$86,633
amount of total delinquency (as of 12/31/10): \$69,993

c) whether the City has fulfilled its covenants to pursue foreclosure proceedings upon delinquent properties:

Delinquent parcels stripped from the tax roll, in accordance with the bond covenants, were forwarded to Foreclosure Counsel in December 2010.

B (vi): Identity of any delinquent taxpayer obligated for more than 5% of the total annual reassessment levy and:

- a) assessed value of applicable properties: N/A
- b) summary of results of foreclosure sales, if available: N/A

B (vii): For each parcel in the District securing more than 5% of the annual reassessment levy for the year to which the report relates (or for any individual owner owning in the aggregate parcels securing more than 5% of the reassessment levy for the fiscal year to which the report relates) the following form the most recently available County assessor’s roll: name of owner, assessed value (broken out by land, improvements and total) and the share of the percentage the reassessment levy for the year to which the report relates.

- Name of Owner: Beazer Homes Holdings Corp
 - Total Assessed Value: \$2,680,000
 - Land Assessed Value: \$2,680,000
 - Improvement Assessed Value: \$0
 - Share: 9.11%

- Name of Owner: Alleghany Properties Inc
 - Total Assessed Value: \$7,798,480
 - Land Assessed Value: \$7,554,172
 - Improvement Assessed Value: \$244,308
 - Share: 8.42%

Source: NBS Government Solutions

C: Each Annual report shall include the form of cover sheet attached as Exhibit B, completed with the appropriate information relating to the Bonds.

Included as cover sheet.

EXHIBIT A

Debt Service Schedule for Reassessment District II No. 2006-01

CITY OF SACRAMENTO		REASSESSMENT DISTRICT II 2006-01							
TREASURER'S OFFICE		DEBT SERVICESCHEDULE							
						Original Par:	19,025,000		
						Issue Date:	5/10/2006		
						Dated Date:	4/26/2006		
DATE	RATE	PRINCIPAL	CALLED PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	FISCAL YEAR DEBT SERVICE	BOND YEAR DEBT SERVICE	PRINCIPAL REMANING	INTEREST REMANING
9/2/2006	3.75%	1,345,000.00	5,000.00	267,014.22	1,612,014.22		1,612,014.22	17,675,000.00	6,247,761.37
3/2/2007			180,000.00	403,786.25	403,786.25	2,015,800.47		17,495,000.00	5,843,975.12
9/2/2007	3.85%	1,230,000.00	130,000.00	399,788.13	1,629,788.13		2,033,574.38	16,135,000.00	5,444,186.99
3/2/2008			40,000.00	372,954.38	372,954.38	2,002,742.50		16,095,000.00	5,071,232.62
9/2/2008	4.00%	1,255,000.00		372,056.26	1,627,056.26		2,000,010.63	14,840,000.00	4,699,176.36
3/2/2009			50,000.00	346,956.26	346,956.26	1,974,012.52		14,790,000.00	4,352,220.10
9/2/2009	0.043	1,300,000.00		345,817.51	1,645,817.51		1,992,773.77	13,490,000.00	4,006,402.59
3/2/2010				318,192.51	318,192.51	1,964,010.02		13,490,000.00	3,688,210.08
9/2/2010	4.38%	1,345,000.00		318,192.51	1,663,192.51		1,981,385.02	12,145,000.00	3,370,017.57
3/2/2011				288,770.63	288,770.63	1,951,963.14		12,145,000.00	3,081,246.94
9/2/2011	4.50%	1,400,000.00		288,770.63	1,688,770.63		1,977,541.26	10,745,000.00	2,792,476.31
3/2/2012				257,270.63	257,270.63	1,946,041.26		10,745,000.00	2,535,205.68
9/2/2012	4.50%	1,460,000.00		257,270.63	1,717,270.63		1,974,541.26	9,285,000.00	2,277,935.05
3/2/2013				224,420.63	224,420.63	1,941,691.26		9,285,000.00	2,053,514.42
9/2/2013	4.60%	1,535,000.00		224,420.63	1,759,420.63		1,983,841.26	7,750,000.00	1,829,093.79
3/2/2014				189,115.63	189,115.63	1,948,536.26		7,750,000.00	1,639,978.16
9/2/2014	4.70%	1,600,000.00		189,115.63	1,789,115.63		1,978,231.26	6,150,000.00	1,450,862.53
3/2/2015				151,515.63	151,515.63	1,940,631.26		6,150,000.00	1,299,346.90
9/2/2015	4.80%	650,000.00		151,515.63	801,515.63		953,031.26	5,500,000.00	1,147,831.27
3/2/2016				135,915.63	135,915.63	937,431.26		5,500,000.00	1,011,915.64
9/2/2016	4.80%	675,000.00		135,915.63	810,915.63		946,831.26	4,825,000.00	876,000.01
3/2/2017				119,715.63	119,715.63	930,631.26		4,825,000.00	756,284.38
9/2/2017	4.88%	710,000.00		119,715.63	829,715.63		949,431.26	4,115,000.00	636,568.75
3/2/2018				102,409.38	102,409.38	932,125.00		4,115,000.00	534,159.37
9/2/2018	4.88%	745,000.00		102,409.38	847,409.38		949,818.75	3,370,000.00	431,750.00
3/2/2019				84,250.00	84,250.00	931,659.38		3,370,000.00	347,500.00
9/2/2019	5.00%	780,000.00		84,250.00	864,250.00		948,500.00	2,590,000.00	263,250.00
3/2/2020				64,750.00	64,750.00	929,000.00		2,590,000.00	198,500.00
9/2/2020	5.00%	820,000.00		64,750.00	884,750.00		949,500.00	1,770,000.00	133,750.00
3/2/2021				44,250.00	44,250.00	929,000.00		1,770,000.00	89,500.00
9/2/2021	5.00%	865,000.00		44,250.00	909,250.00		953,500.00	905,000.00	45,250.00
3/2/2022				22,625.00	22,625.00	931,875.00		905,000.00	22,625.00
9/2/2022	5.00%	905,000.00		22,625.00	927,625.00	927,625.00	950,250.00	-	(0.00)
TOTAL		18,620,000.00		6,514,775.59	25,134,775.59	25,134,775.59			