

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

Issue	Sacramento City Financing Authority 1997 Lease Revenue Bonds (ARCO Arena)
Par	\$ 73,725,000
Issued	July 24, 1997
Remarketed	July 18, 2007
CUSIP Numbers	785846CT1 (1997 - 785846BR6)

Content of Annual Report.

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

- A. A table showing the gross assessed values, tax allocations and tax collections for all taxable property of the City, substantially in the form of Table 11 included in Appendix A to the Official Statement, dated July 17, 1997, relating to the 1997 Bonds (the "Official Statement").**

The above information is provided in the Statistical Section of the City's Comprehensive Annual Financial Report (CAFR) for the fiscal year ending June 30, 2015.

See Exhibit A - FY15 Assessed Value and Estimated Actual Value of Taxable Property.

See Exhibit B - FY15 Property Tax Levies and Collections.

- B. A table showing the General Fund Obligation Debt Service of the City substantially in the form of Table 14 included in Appendix A to the Official Statement.**

See Exhibit C1 - General Fund Obligation Debt Service, as of June 30, 2015.

Due to the issuance of various refunding bonds and the issuance of the 2015 Remarketing Lease Revenue Bonds, Series 2015 (Golden 1 Center) (Federally Taxable) an additional table is voluntarily included as Exhibit C2 – General Fund Obligation Debt Service, as of December 31, 2015.

- C. The Annual Budget of the City:**

The City's Approved Budget for the current fiscal year has been uploaded as a separate document in EMMA and is also available on-line at: <http://portal.cityofsacramento.org/Finance/Budget>.

D. 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 was uploaded as a separate document to EMMA. The CAFR will also be available on the city's website at:

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

Exhibit A

City of Sacramento
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

(in thousands)

Fiscal Year End June 30	Gross Assessed Value ⁽¹⁾				Exemptions	Net Assessed Taxable Value	Total Direct Tax Rate ⁽²⁾
	Real Property	Personal Property	Public Utility	Total			
2006	31,112,448	1,374,566	56,950	32,543,964	506,813	32,037,151	1.00
2007	35,687,712	1,441,042	54,611	37,183,365	509,257	36,674,108	1.00
2008	39,286,839	1,548,914	15,371 ⁽³⁾	40,851,124	505,519	40,345,605	1.00
2009	40,360,550	1,691,096	11,948	42,063,594	503,159	41,560,435	1.00
2010	37,446,222	1,819,726	11,937	39,277,885	499,878	38,778,007	1.00
2011	36,388,660	1,742,824	11,977	38,143,461	496,459	37,647,002	1.00
2012	35,267,406	1,711,462	12,132	36,991,000	488,888	36,502,112	1.00
2013	34,332,037	1,626,943	13,157	35,972,137	477,326	35,494,811	1.00
2014	35,829,529	1,546,891	12,381	37,388,801	464,546	36,924,255	1.00
2015	37,918,666	1,585,876	18,173	39,522,715	455,212	39,067,503	1.00

Notes: (1) Article XIII A, added to California Constitution by Proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value appeared on the Assessor's 1975-76 assessment roll. Therefore, full cash value can be increased to reflect:

- a) annual inflation up to 2%
- b) current market value at time of ownership change
- c) market value for new construction.

Estimated actual value of taxable property cannot easily determined as the property in the City is not reassessed annually. Reassessment normally occurs when ownership changes

(2) This 1.00% is shared by all taxing agencies for which the subject property resides within.

(3) The decrease in public utility assessed value is primarily due to the transfer of the downtown railyards from a railroad company to a private developer and the City.

Exhibit B

City of Sacramento
Property Tax Levies and Collections ⁽¹⁾
Last Ten Fiscal Years

(in thousands)

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collection in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	114,657	112,052	97.73%	2,605	114,657	100.00%
2007	146,844	142,771	97.23%	4,073	146,844	100.00%
2008	151,667	146,828	96.81%	4,839	151,667	100.00%
2009	151,480	147,780	97.56%	3,700	151,480	100.00%
2010	138,701	136,313	98.28%	2,388	138,701	100.00%
2011	132,440	130,711	98.69%	1,729	132,440	100.00%
2012	129,123	127,914	99.06%	1,209	129,123	100.00%
2013	130,755 ^{(2) (3)}	129,655	99.16%	1,100	130,755	100.00%
2014	140,273 ^{(2) (3)}	139,651	99.56%	622	140,273	100.00%
2015	147,483 ^{(2) (3)}	146,374	99.25%	1,109	147,483	100.00%

Notes: (1) Property taxes in 2007 and subsequent years include revenue reported in 2006 as in lieu sales tax.
(2) Total actual tax levy amount is not available from Sacramento County; amount provided is an estimate.
(3) Includes residual property taxes resulting from the redevelopment agency dissolution.

Exhibit C1

GENERAL FUND OBLIGATION DEBT SERVICE

Fiscal Year	1993 ⁽¹⁾	1997 ⁽²⁾	1999 CFD 2A Lease Portion	1999 ⁽³⁾	2002 ⁽⁴⁾	2003 ⁽⁵⁾	2005 ⁽⁷⁾	2006 ⁽⁸⁾	2006 ⁽⁹⁾	Total ⁽¹⁰⁾ Leases & Loans	Total Debt Service Obligations	% of Budgeted FY 13-14 ⁽¹¹⁾ General Fund Rev.	Total Offset Debt Service	Total General Fund Debt Service	% of Budgeted FY General Fund Rev.	
	Lease Revenue Bonds Series A, B	Lease Revenue Bonds (2007 Remarketing)		Capital Impr. Revenue*	Capital Impr. Revenue*	Capital Impr. Revenue	Ref. Rev. Bonds*	Capital Impr. Revenue Series A, B	Capital Impr. Rev. Series C,D,E							
2016	\$ 15,437,935	\$ 5,767,979	\$ 245,000	-	\$ 302,400	\$ 1,051,448	\$ 2,755,469	\$ 20,530,025	\$ 10,805,696	\$ 11,091,683	\$ 5,308,373	\$ 73,296,008	18.4%	\$ 44,428,831	\$ 28,867,177	7.2%
2017	15,430,735	5,758,070	245,938	-	291,275	1,051,938	2,794,966	20,509,400	10,799,388	11,091,855	4,926,315	72,899,880	18.3	44,429,979	28,469,901	7.1
2018	15,408,975	5,953,976	251,094	-	792,825	1,051,108	2,836,544	19,994,775	9,225,313	11,090,825	2,943,321	69,548,755	17.4	43,199,869	26,348,886	6.6
2019	15,391,035	6,086,638	255,313	-	-	1,048,918	2,952,846	16,591,000	9,229,575	11,540,000	1,461,169	64,556,494	16.2	39,328,421	25,228,073	6.3
2020	15,369,890	6,209,110	253,750	-	-	1,050,215	2,044,926	16,533,475	9,212,048	11,573,525	721,991	62,968,929	15.8	39,283,509	23,685,420	5.9
2021	15,348,515	6,400,018	256,406	-	-	1,044,958	1,718,776	16,470,100	9,210,746	11,042,000	138,659	61,630,178	15.4	38,970,256	22,659,922	5.7
2022	-	6,446,610	262,969	-	-	1,047,831	279,601	16,337,475	9,198,629	12,755,675	138,659	46,467,449	11.6	27,986,998	18,480,451	4.6
2023	-	6,648,342	263,438	-	-	1,043,975	277,395	5,685,600	9,191,481	22,593,150	69,330	45,772,710	11.5	26,987,677	18,785,034	4.7
2024	-	6,796,051	262,969	-	-	1,043,000	279,754	5,537,225	9,182,750	22,126,169	-	45,227,917	11.3	26,890,646	18,337,271	4.6
2025	-	6,956,041	-	-	-	1,044,625	271,772	5,538,688	9,181,265	22,027,794	-	45,020,184	11.3	27,011,137	18,009,047	4.5
2026	-	7,124,005	-	-	-	1,044,500	273,375	5,527,644	9,171,351	22,043,856	-	45,184,731	11.3	27,165,519	18,019,212	4.5
2027	-	7,305,017	-	-	-	1,042,625	274,375	5,533,631	9,162,435	22,035,025	-	45,353,108	11.4	27,335,675	18,017,433	4.5
2028	-	7,461,356	-	-	-	1,039,000	274,875	5,537,250	9,163,419	22,039,475	-	45,515,375	11.4	27,496,944	18,018,431	4.5
2029	-	-	-	-	-	1,038,500	284,625	5,517,000	9,158,354	22,132,225	-	38,130,704	9.5	20,051,450	18,079,254	4.5
2030	-	-	-	-	-	1,036,000	288,500	5,514,500	9,146,692	22,135,788	-	38,121,480	9.5	20,032,240	18,089,240	4.5
2031	-	-	-	-	-	1,036,375	291,625	-	9,132,759	22,135,044	-	32,595,802	8.2	15,656,218	16,939,584	4.2
2032	-	-	-	-	-	1,034,500	289,125	-	9,130,306	22,137,375	-	32,591,306	8.2	15,653,272	16,938,034	4.2
2033	-	-	-	-	-	1,035,250	291,000	-	9,113,362	22,144,775	-	32,584,387	8.2	15,639,814	16,944,573	4.2
2034	-	-	-	-	-	-	292,125	-	9,106,001	5,639,300	-	15,037,426	3.8	3,231,114	11,806,312	3.0
2035	-	-	-	-	-	-	-	-	9,096,828	2,005,000	-	11,101,828	2.8	1,708,316	9,393,512	2.4
2036	-	-	-	-	-	-	-	-	9,074,993	2,004,250	-	11,079,243	2.8	1,702,487	9,376,756	2.3
2037	-	-	-	-	-	-	-	-	9,069,174	2,003,875	-	11,073,049	2.8	1,706,719	9,366,330	2.3
2038	-	-	-	-	-	-	-	-	-	-	-	-	0.0	-	-	0.0
2039	-	-	-	-	-	-	-	-	-	-	-	-	0.0	-	-	0.0
2040	-	-	-	-	-	-	-	-	-	-	-	-	0.0	-	-	0.0
2041	-	-	-	-	-	-	-	-	-	-	-	-	0.0	-	-	0.0
2042	-	-	-	-	-	-	-	-	-	-	-	-	0.0	-	-	0.0
Total	\$ 92,387,085	\$ 84,913,214	\$ 2,296,875	-	\$ 1,386,500	\$ 18,784,764	\$ 18,771,674	\$ 171,357,788	\$ 204,762,562	\$ 335,388,663	\$ 15,707,817	\$ 945,756,941		\$ 535,612,077	\$ 409,859,850	
Offset	73.7%	100.0%	0.0%	0.0%	36.4%	100.0%	19.7%	77.4%	18.5%	54.6%	36.0%	62.3%				

* Does not include amounts payable solely from tax-increment revenues.

- (1) 1993 Lease A: 80.5% Community Center Fund, 11.5% General Fund, 8.0% Golf Fund. 1993 Lease B: 47.8% General Fund, 30.2% Parking Fund, 13.0%, Drainage Fund, 9.0% Community Center Fund.
- (2) 1997 Lease (ARCO Arena Sublease): assumes the fixed rate established in the 2007 remarketing is in effect for the remaining term of the bonds.
- (3) 1999 Capital Improvement Revenue Bonds: amounts remaining supported solely from tax-increment revenues
- (4) 2002 Capital Improvement Revenue Bonds: 58.4% General Fund, 21.0% RASA Master Lease (Stockton Blvd), 20.6% North Natomas Fund
- (5) 2002 COP: payable from H Street Theatre Revenues (obligation of General Fund if insufficient)
- (6) 2003 Capital Improvement Revenue Bonds: 85.3% General Fund, 14.7% North Natomas Fund
- (7) 2005 Refunding: 30.9% Water Fund, 22.9% General Fund, 17.1% Solid Waste Fund, 14.6% Parking Fund, 12.3% RASA (Del Paso Heights, Merged Downtown, North Sacramento, Oak Park, River District), 1.7% North Natomas Fund, 0.5% Golf Fund
- (8) 2006 Capital Improvement Revenue Bonds Series A and B: 81.5% General Fund, 18.5% RASA Master Lease (65th Street, Army Depot, North Sacramento, River District)
- (9) 2006 Capital Improvement Revenue Bonds, Series C, D, and E: 46.3% Water Fund, 45.0% General Fund, 6.9% North Natomas Fund, 1.0% RASA Master Lease (Stockton Boulevard), 0.8% Golf Fund,
- (10) Total Leases and Loans: 64.0% General Fund, 24.8% Solid Waste, 6.6% Marina, 2.6% RASA Master Lease (Merged Downtown), 2.0% Wastewater
- (11) Data based on Fiscal Year 2016 General Fund Revenue Forecast: \$399,329,000.

Source: City of Sacramento.

Exhibit C2

GENERAL FUND OBLIGATION DEBT SERVICE, AS OF DECEMBER 31, 2015

Fiscal Year	1993 Lease Revenue Bonds, Series A&B ¹	1997 Lease Revenue Bonds (2007 Remarketing) ²	1999 CFD 2A Lease Portion	2002 Certificates of Participation ^{3,4}	2006 Capital Improvement Revenue Bonds, Series B ^{5,*}	2006 Capital Improvement Revenue Bonds, Series D,E ^{6,*}	2015 Golden 1 Center Bonds ⁷	2015 Revenue Refunding Bonds ⁸	Total Equipment Leases & Loans Amount ⁹	Total Debt Service Obligations Amount	Percentage of Budgeted Fiscal Year General Fund Revenues ¹⁰	Total Offset Debt Service Amount	Total General Fund Debt Service Amount	Percentage of Budgeted Fiscal Year General Fund Revenues
FY16	1,821,420	1,597,899	50,313	291,081	1,402,552	4,555,605	7,229,367	4,213,106	3,019,266	24,180,609	6.1%	15,588,769	8,591,841	2.2%
FY17	15,430,735	5,758,070	245,938	1,051,938	3,955,738	9,573,955	14,871,842	24,772,613	5,759,074	81,419,901	20.4%	53,714,290	27,705,611	6.9%
FY18	15,408,975	5,953,976	251,094	1,051,108	3,954,413	9,086,700	18,296,842	23,714,463	3,776,079	81,493,649	20.4%	51,715,873	29,777,777	7.5%
FY19	15,391,035	6,086,638	255,313	1,048,918	3,958,138	9,534,625	18,295,874	22,218,713	2,293,928	79,083,180	19.8%	42,842,700	36,240,480	9.1%
FY20	15,369,890	6,209,110	253,750	1,050,215	3,952,298	9,568,900	18,299,225	21,259,138	1,554,750	77,517,274	19.4%	42,631,021	34,886,253	8.7%
FY21	15,348,515	6,400,018	256,406	1,044,958	3,942,040	9,035,250	18,378,689	21,082,763	555,039	76,043,677	19.0%	42,641,187	33,402,490	8.4%
FY22	-	6,446,610	262,969	1,047,831	3,941,923	10,749,050	18,378,701	19,645,288	138,659	60,611,030	15.2%	32,742,236	27,868,794	7.0%
FY23	-	6,648,342	263,438	1,043,975	3,940,606	20,588,900	18,289,067	9,928,813	69,330	60,772,469	15.2%	32,644,172	28,128,298	7.0%
FY24	-	6,796,051	262,969	1,043,000	3,937,750	20,121,670	18,289,067	9,922,438	-	60,372,944	15.1%	32,923,041	27,449,903	6.9%
FY25	-	6,956,041	-	1,044,625	3,933,765	20,020,670	18,289,286	9,925,688	-	60,170,074	15.1%	33,283,115	26,886,959	6.7%
FY26	-	7,124,005	-	1,044,500	3,928,351	20,036,857	18,286,258	9,898,313	-	60,318,284	15.1%	33,684,358	26,633,926	6.7%
FY27	-	7,305,017	-	1,042,625	3,926,060	20,030,900	18,289,420	9,904,438	-	60,498,458	15.2%	34,110,919	26,387,539	6.6%
FY28	-	7,461,356	-	1,039,000	3,926,294	20,031,226	18,287,643	9,909,388	-	60,654,906	15.2%	34,534,144	26,120,762	6.5%
FY29	-	-	-	1,038,500	3,923,604	20,127,976	18,285,364	9,896,838	-	53,272,282	13.3%	27,358,236	25,914,046	6.5%
FY30	-	-	-	1,036,000	3,917,692	20,128,788	18,286,739	9,897,256	-	53,266,475	13.3%	27,618,964	25,647,511	6.4%
FY31	-	-	-	1,036,375	3,908,259	20,128,795	18,285,638	5,854,175	-	49,213,241	12.3%	24,876,977	24,336,265	6.1%
FY32	-	-	-	1,034,500	3,909,556	20,130,500	18,286,217	5,844,050	-	49,204,823	12.3%	25,166,541	24,038,282	6.0%
FY33	-	-	-	1,035,250	3,900,987	20,136,150	18,282,349	5,394,175	-	48,748,911	12.2%	25,460,565	23,288,346	5.8%
FY34	-	-	-	-	3,892,251	3,632,925	18,283,188	5,384,550	-	31,192,914	7.8%	13,359,709	17,833,204	4.5%
FY35	-	-	-	-	3,892,453	-	18,282,324	5,130,175	-	27,304,951	6.8%	12,165,390	15,139,561	3.8%
FY36	-	-	-	-	3,880,993	-	18,283,630	5,120,800	-	27,285,423	6.8%	12,493,832	14,791,591	3.7%
FY37	-	-	-	-	3,872,424	-	18,280,697	5,120,400	-	27,273,521	6.8%	12,833,792	14,439,729	3.6%
FY38	-	-	-	-	-	-	18,282,397	-	-	18,282,397	4.6%	12,089,056	6,193,341	1.6%
FY39	-	-	-	-	-	-	18,282,040	-	-	18,282,040	4.6%	12,451,728	5,830,312	1.5%
FY40	-	-	-	-	-	-	18,278,216	-	-	18,278,216	4.6%	12,825,279	5,452,937	1.4%
FY41	-	-	-	-	-	-	18,279,516	-	-	18,279,516	4.6%	13,210,038	5,069,478	1.3%
FY42	-	-	-	-	-	-	18,278,967	-	-	18,278,967	4.6%	13,606,339	4,672,628	1.2%
FY43	-	-	-	-	-	-	18,279,878	-	-	18,279,878	4.6%	14,014,529	4,265,349	1.1%
FY44	-	-	-	-	-	-	18,275,276	-	-	18,275,276	4.6%	14,434,965	3,840,311	1.0%
FY45	-	-	-	-	-	-	18,273,469	-	-	18,273,469	4.6%	14,868,014	3,405,455	0.9%
FY46	-	-	-	-	-	-	18,277,204	-	-	18,277,204	4.6%	15,314,054	2,963,150	0.7%
FY47	-	-	-	-	-	-	18,273,943	-	-	18,273,943	4.6%	15,773,476	2,500,467	0.6%
FY48	-	-	-	-	-	-	18,271,713	-	-	18,271,713	4.6%	16,246,680	2,025,033	0.5%
FY49	-	-	-	-	-	-	18,272,978	-	-	18,272,978	4.6%	16,734,081	1,538,897	0.4%
FY50	-	-	-	-	-	-	18,269,919	-	-	18,269,919	4.6%	17,236,103	1,033,816	0.3%
Total	78,770,570	80,743,134	2,102,188	18,024,398	83,798,142	287,219,442	625,632,942	254,037,575	17,166,124	1,447,494,514		853,194,174	594,300,341	
Offset	73.7%	100.0%	0.0%	100.0%	28.3%	63.2%	65.1%	35.7%	36.0%	58.9%				

The figures above do not reflect the release of respective reserves for final debt service payment if cash reserves are held.

* These bond issues have been partially refunded since June 30, 2015.

⁽¹⁾ 1993 Lease A: 80.5% Community Center Fund, 11.5% General Fund, and 8.0% Golf Fund

1993 Lease B: 47.8% General Fund, 30.2% Parking Fund, 13.0% Storm Drainage Fund, and 9.0% Community Center Fund

⁽²⁾ 1997 Lease (ARCO Sublease): Assumes the fixed-rate established in the 2007 remarketing is in effect for the remaining term of the bonds.

⁽³⁾ 2002 COP: payable from H Street Theatre Revenues (The City of Sacramento and the County of Sacramento are each responsible for 50% of any shortfall in debt service payments made by the CA Musical Theater.)

⁽⁴⁾ The 2002 COP is currently scheduled to be refunded on January 28th, 2016 at which time the full amount of the refunding will become backed by the City of Sacramento's General Fund, payments will be continued to be made by CMT. Debt service payments will

⁽⁵⁾ 2006 Capital Improvement Revenue Bonds, Series A were fully refunded by the 2015 Refunding Revenue Bonds. 2006 Capital Improvement Revenue Bonds Series B: 71.7% General Fund and 28.3% RASA Master Lease (65th Street, Army Depot, North Sacramento

⁽⁶⁾ 2006 Capital Improvement Revenue Bonds, Series C were fully refunded by the 2015 Refunding Revenue Bonds. 2006 Capital Improvement Revenue Bonds, Series D and E: 53.2% Water Fund, 36.9% General Fund, 7.9% North Natomas Fund, 1.1% RASA Master Le

⁽⁷⁾ The debt service for the 2015 Golden 1 Center Lease Revenue Bonds is offset by a Lease Rental Payment from the Sacramento Kings or its affiliates as well as Capitalized interest through October 2017. Other revenue sources may further offset required debt serv

⁽⁸⁾ 2015 Refunding Revenue Bonds: 64.3% General Fund, 16.6% Water Fund, 8.8% Solid Waste Fund, 8.3% Parking Fund, 1.8% North Natomas Fund, 0.3% Golf Fund.

⁽⁹⁾ Total Leases and Loans: 49.1% General Fund, 24.3% Parking Fund 17.9% Solid Waste Fund, 5.7% Marina Fund, 1.8% RASA (Merged Downtown), and 1.3% Wastewater.

⁽¹⁰⁾ Data Based on Fiscal Year 2016 General Fund Revenue Forecast of \$399,329,000