

City of Sacramento
Annual Continuing Disclosure Report
Fiscal Year 2016/17

Issue	Sacramento City Financing Authority Revenue Bonds North Natomas Community Facilities District No. 2, Series A (1999)
Par	\$ 7,905,000
Issued	January 13, 1999
CUSIP Number	785849DH0

Content of Annual Report.

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

(a) 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:

www.cityofsacramento.org/Finance/Accounting/Reporting

(b) A maturity schedule for the outstanding Bonds, the outstanding CFD Bonds and the outstanding Project Lease Payments, and a listing of the Bonds and the CFD Bonds redeemed prior to maturity and the Project Lease Payments made in advance during the prior fiscal year.

See Exhibit A1 – CFD 2 Bonds - Combined Debt Service Schedule.

See Exhibit A2 – CFD 2, Series A (1999) Bonds Debt Service Schedule.

See Exhibit A3 – CFD 2, Series B (2016) Bonds Debt Service Schedule.

(c) The balances in the Redemption Fund established pursuant to the Trust Agreement as of the close of the prior fiscal year (with a statement of the debt service requirement to be discharged by such Fund prior to the receipt of expected additional special tax revenue), and the balances in the reserve accounts for the Local Obligations as of the close of the prior fiscal year:

<u>Redemption Fund (as of June 30, 2017)</u>	\$ 570,182.82
<u>Debt service payment (on September 01, 2017)</u>	\$ 488,593.75
• CFD 2, Series A (1999) Bonds	\$ 277,968.75
• CFD 2, Series B (2016) Bonds	\$ 210,625.00
<u>Reserve Fund (as of June 30, 2017)</u>	\$ 612,067.33

(d) A statement of the total special tax levied in the prior fiscal year and the special tax collections in the CFD for the prior fiscal year.

<u>Special Tax levy (for Fiscal Year 2016/17)</u>	\$ 581,128.40
<u>Special Tax collected (for Fiscal Year 2016/17)</u>	\$ 580,875.56

(e) A statement of the status of all Letters of Credit held by the City for CFD Bonds, as described on page 22 of the Official Statement for the Bonds (the “Official Statement”).

The required Letter of Credit was executed with a cash deposit pursuant to a Cash Collateral Agreement. As of September 24, 2005, the values met the requirement. In accordance with the Collateral Agreement dated January 14, 1999, the deposit was fully released.

(f) A statement of any changes known to the City in the development plans of any of the owners of property in the CFD that are described in the section of the Official Statement under the caption “THE DISTRICT – OWNERSHIP AND PROPOSED DEVELOPMENT WITHIN THE DISTRICT”.

Entertainment and Sports Center

The City’s Entertainment and Sports Center (known as the Golden 1 Center)) – new home of the National Basketball Association’s Sacramento Kings was deemed to be substantially complete and suitable for occupancy and use in September 2016. As part of the efforts to develop the Golden 1 Center, in May 2013, City staff with the Community Development Department brought to City Council the Natomas Reuse Plan and Process. While there have been several meetings since May 2013 (including presentations to City Council), collaboration between the City, potential investors, the Natomas Arena Reuse Task Force, community and other stakeholders related to the reuse of Sleep Train Arena and surrounding land is ongoing, however, there are no definitive development plans at this time. Below is the link to the City Council report with milestone dates as of May 2013:

http://sacramento.granicus.com/MetaViewer.php?view_id=22&clip_id=3262&meta_id=398219

Transfer of ownership

On September 30, 2016, the City transferred ownership of the 100-acre parcel known as the “Stadium parcel” to SBH Natomas LLC along with several other parcels as part of the City’s non-cash contribution toward the overall cost of constructing the Golden 1 Center. In connection with the transfer of the Stadium parcel to SBH Natomas LLC, a non-governmental entity, the City was required to terminate the Site Lease and Project Lease and concurrently issue North Natomas Community Facilities District No. 2 Special Tax Bonds, Series B (2016) on the same date as the transfer of property in an amount equal to the amount outstanding of the lease component as of the date of transfer. On October 10, 2016, the City of Sacramento posted an Event Notice for the Release, Substitution, or Sale of Property Securing Repayment of the Bonds. This official notice is attached as additional information to this annual disclosure filing (See Exhibit C).

Federal Emergency Management Agency

On June 16, 2015, the Federal Emergency Management Agency issued new Flood Insurance Rate Maps (FIRMs) for the Natomas Basin. The new FIRMs changed the basin's flood-zone designation from AE to A99 because the 50% criterion for completion of the levee work and federal authorization had been achieved. The practical result of the change was to lift the de facto building moratorium that the basin had been under since December 8, 2008.

In collaboration with the Sacramento Area Flood Control Agency and the California Department of Water Resources, the U.S. Army Corps of Engineers has been working on completing the remaining levee work in Natomas. Construction is anticipated to start in March 2018 on multiple reaches of the levees, and many other reaches are currently being designed. The goal is to have the levee work completed before 2025, thereby providing 200-year level of flood protection in Natomas.

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/Resources/Natomas-Basin>

Additional Information.

CDIAC Annual Filings

See Exhibit B1 - CFD 2 - Authority FY17 Annual CDIAC Marks-Roos Filing.

See Exhibit B2 - CFD 2, Series A (1999) Bonds FY17 Annual CDIAC Marks-Roos Filing.

See Exhibit B3 - CFD 2, Series B (2016) Bonds FY17 Annual CDIAC Marks-Roos Filing.

See Exhibit B4 - CFD 2, Series A (1999) Bonds FY17 Annual CDIAC Mello-Roos Filing.

See Exhibit B5 - CFD 2, Series B (2016) Bonds FY17 Annual CDIAC Mello-Roos Filing.

See Exhibit C – EMMA Event Disclosure Filing

EXHIBIT A1

North Natomas CFD 2 Bonds, Combined Debt Service Schedule

DATE	RATE	PRINCIPAL	CALLED PRINCIPAL	CALLED PREMIUM	INTEREST	TOTAL DEBT SERVICE	ANNUAL DEBT SERVICE	FISCAL YEAR DEBT SERVICE	PRINCIPAL REMAINING	INTEREST REMAINING
1-Sep-99		-	-	-	299,115.83	299,115.83	299,115.83		7,905,000.00	7,315,530.00
1-Mar-00		-	-	-	243,623.75	243,623.75		542,739.58	7,905,000.00	7,071,906.25
1-Sep-00	4.80%	100,000.00	-	-	243,623.75	343,623.75	587,247.50		7,805,000.00	6,828,282.50
1-Mar-01		-	-	-	241,223.75	241,223.75		584,847.50	7,805,000.00	6,587,058.75
1-Sep-01	4.80%	110,000.00	-	-	241,223.75	351,223.75	592,447.50		7,695,000.00	6,345,835.00
1-Mar-02		-	-	-	238,583.75	238,583.75		589,807.50	7,695,000.00	6,107,251.25
1-Sep-02	4.80%	125,000.00	-	-	238,583.75	363,583.75	602,167.50		7,570,000.00	5,868,667.50
1-Mar-03		-	-	-	235,583.75	235,583.75		599,167.50	7,570,000.00	5,633,083.75
1-Sep-03	4.80%	135,000.00	-	-	235,583.75	370,583.75	606,167.50		7,435,000.00	5,397,500.00
1-Mar-04		-	-	-	232,343.75	232,343.75		602,927.50	7,435,000.00	5,165,156.25
1-Sep-04	6.25%	150,000.00	-	-	232,343.75	382,343.75	614,687.50		7,285,000.00	4,932,812.50
1-Mar-05		-	-	-	227,656.25	227,656.25		610,000.00	7,285,000.00	4,705,156.25
1-Sep-05	6.25%	165,000.00	-	-	227,656.25	392,656.25	620,312.50		7,120,000.00	4,477,500.00
1-Mar-06		-	-	-	222,500.00	222,500.00		615,156.25	7,120,000.00	4,255,000.00
1-Sep-06	6.25%	180,000.00	-	-	222,500.00	402,500.00	625,000.00		6,940,000.00	4,032,500.00
1-Mar-07		-	-	-	216,875.00	216,875.00		619,375.00	6,940,000.00	3,815,625.00
1-Sep-07	6.25%	200,000.00	-	-	216,875.00	416,875.00	633,750.00		6,740,000.00	3,598,750.00
1-Mar-08		-	-	-	210,625.00	210,625.00		627,500.00	6,740,000.00	3,388,125.00
1-Sep-08	6.25%	215,000.00	-	-	210,625.00	425,625.00	636,250.00		6,525,000.00	3,177,500.00
1-Mar-09		-	-	-	203,906.25	203,906.25		629,531.25	6,525,000.00	2,973,593.75
1-Sep-09	6.25%	235,000.00	385,000.00	-	203,906.25	823,906.25	1,027,812.50		5,905,000.00	2,769,687.50
1-Mar-10		-	-	-	184,531.25	184,531.25		1,008,437.50	5,905,000.00	2,585,156.25
1-Sep-10	6.25%	240,000.00	-	-	184,531.25	424,531.25	609,062.50		5,665,000.00	2,400,625.00
1-Mar-11		-	350,000.00	-	177,031.25	527,031.25		951,562.50	5,315,000.00	2,223,593.75
1-Sep-11	6.25%	265,000.00	-	-	166,093.75	431,093.75	958,125.00		5,050,000.00	2,057,500.00
1-Mar-12		-	-	-	157,812.50	157,812.50		588,906.25	5,050,000.00	1,899,687.50
1-Sep-12	6.25%	270,000.00	-	-	157,812.50	427,812.50	585,625.00		4,780,000.00	1,741,875.00
1-Mar-13		-	-	-	149,375.00	149,375.00		577,187.50	4,780,000.00	1,592,500.00
1-Sep-13	6.25%	290,000.00	365,000.00	-	149,375.00	804,375.00	953,750.00		4,125,000.00	1,443,125.00
1-Mar-14		-	-	-	128,906.25	128,906.25		933,281.25	4,125,000.00	1,314,218.75
1-Sep-14	6.25%	310,000.00	-	-	128,906.25	438,906.25	567,812.50		3,815,000.00	1,185,312.50
1-Mar-15		-	-	-	119,218.75	119,218.75		558,125.00	3,815,000.00	1,066,093.75
1-Sep-15	6.25%	340,000.00	-	-	119,218.75	459,218.75	578,437.50		3,475,000.00	946,875.00
1-Mar-16		-	-	-	108,593.75	108,593.75		567,812.50	3,475,000.00	838,281.25
1-Sep-16	6.25%	365,000.00	115,000.00	-	108,593.75	588,593.75	582,187.50		2,995,000.00	729,687.50
1-Mar-17		-	-	-	93,593.75	93,593.75		682,187.50	2,995,000.00	636,093.75
1-Sep-17	6.25%	395,000.00	-	-	93,593.75	488,593.75	582,187.50		2,600,000.00	542,500.00
1-Mar-18		-	-	-	81,250.00	81,250.00		569,843.75	2,600,000.00	461,250.00
1-Sep-18	6.25%	425,000.00	-	-	81,250.00	506,250.00	587,500.00		2,175,000.00	380,000.00
1-Mar-19		-	-	-	67,968.75	67,968.75		574,218.75	2,175,000.00	312,031.25
1-Sep-19	6.25%	455,000.00	-	-	67,968.75	522,968.75	590,937.50		1,720,000.00	244,062.50
1-Mar-20		-	-	-	53,750.00	53,750.00		576,718.75	1,720,000.00	190,312.50
1-Sep-20	6.25%	490,000.00	-	-	53,750.00	543,750.00	597,500.00		1,230,000.00	136,562.50
1-Mar-21		-	-	-	38,437.50	38,437.50		582,187.50	1,230,000.00	98,125.00
1-Sep-21	6.25%	530,000.00	-	-	38,437.50	568,437.50	606,875.00		700,000.00	59,687.50
1-Mar-22		-	-	-	21,875.00	21,875.00		590,312.50	700,000.00	37,812.50
1-Sep-22	6.25%	445,000.00	-	-	21,875.00	466,875.00	488,750.00		255,000.00	15,937.50
1-Mar-23		-	-	-	7,968.75	7,968.75		474,843.75	255,000.00	7,968.75
1-Sep-23	6.25%	255,000.00	-	-	7,968.75	262,968.75	270,937.50	262,968.75	0.00	0.00
		6,690,000.00	1,215,000.00	0.00	7,614,645.83	15,519,645.83	15,404,645.83	15,519,645.83		

EXHIBIT A2

North Natomas CFD 2, Series A (1999) Bonds Debt Service Schedule

DATE	RATE	PRINCIPAL	CALLED PRINCIPAL	CALLED PREMIUM	INTEREST	TOTAL DEBT SERVICE	ANNUAL DEBT SERVICE	FISCAL YEAR DEBT SERVICE	PRINCIPAL REMAINING	INTEREST REMAINING
1-Sep-99			0.00	0.00	188,978.02	188,978.02	188,978.02		4,995,000.00	4,379,242.50
1-Mar-00			0.00	0.00	153,918.75	153,918.75		342,896.77	4,995,000.00	4,225,323.75
1-Sep-00	4.80%	65,000.00	0.00	0.00	153,918.75	218,918.75	372,837.50		4,930,000.00	4,071,405.00
1-Mar-01			0.00	0.00	152,358.75	152,358.75		371,277.50	4,930,000.00	3,919,046.25
1-Sep-01	4.80%	70,000.00	0.00	0.00	152,358.75	222,358.75	374,717.50		4,860,000.00	3,766,687.50
1-Mar-02			0.00	0.00	150,678.75	150,678.75		373,037.50	4,860,000.00	3,616,008.75
1-Sep-02	4.80%	80,000.00	0.00	0.00	150,678.75	230,678.75	381,357.50		4,780,000.00	3,465,330.00
1-Mar-03			0.00	0.00	148,758.75	148,758.75		379,437.50	4,780,000.00	3,316,571.25
1-Sep-03	4.80%	85,000.00	0.00	0.00	148,758.75	233,758.75	382,517.50		4,695,000.00	3,167,812.50
1-Mar-04			0.00	0.00	146,718.75	146,718.75		380,477.50	4,695,000.00	3,021,093.75
1-Sep-04	6.25%	95,000.00	0.00	0.00	146,718.75	241,718.75	388,437.50		4,600,000.00	2,874,375.00
1-Mar-05			0.00	0.00	143,750.00	143,750.00		385,468.75	4,600,000.00	2,730,625.00
1-Sep-05	6.25%	105,000.00	0.00	0.00	143,750.00	248,750.00	392,500.00		4,495,000.00	2,586,875.00
1-Mar-06			0.00	0.00	140,468.75	140,468.75		389,218.75	4,495,000.00	2,446,406.25
1-Sep-06	6.25%	115,000.00	0.00	0.00	140,468.75	255,468.75	395,937.50		4,380,000.00	2,305,937.50
1-Mar-07			0.00	0.00	136,875.00	136,875.00		392,343.75	4,380,000.00	2,169,062.50
1-Sep-07	6.25%	125,000.00	0.00	0.00	136,875.00	261,875.00	398,750.00		4,255,000.00	2,032,187.50
1-Mar-08			0.00	0.00	132,968.75	132,968.75		394,843.75	4,255,000.00	1,899,218.75
1-Sep-08	6.25%	135,000.00	0.00	0.00	132,968.75	267,968.75	400,937.50		4,120,000.00	1,766,250.00
1-Mar-09			0.00	0.00	128,750.00	128,750.00		396,718.75	4,120,000.00	1,637,500.00
1-Sep-09	6.25%	150,000.00	385,000.00	0.00	128,750.00	663,750.00	792,500.00		3,585,000.00	1,508,750.00
1-Mar-10			0.00	0.00	112,031.25	112,031.25		775,781.25	3,585,000.00	1,396,718.75
1-Sep-10	6.25%	145,000.00	0.00	0.00	112,031.25	257,031.25	369,062.50		3,440,000.00	1,284,687.50
1-Mar-11			350,000.00	0.00	107,500.00	457,500.00		714,531.25	3,090,000.00	1,177,187.50
1-Sep-11	6.25%	160,000.00	0.00	0.00	96,562.50	256,562.50	714,062.50		2,930,000.00	1,080,625.00
1-Mar-12			0.00	0.00	91,562.50	91,562.50		348,125.00	2,930,000.00	989,062.50
1-Sep-12	6.25%	155,000.00	0.00	0.00	91,562.50	246,562.50	338,125.00		2,775,000.00	897,500.00
1-Mar-13			0.00	0.00	86,718.75	86,718.75		333,281.25	2,775,000.00	810,781.25
1-Sep-13	6.25%	165,000.00	365,000.00	0.00	86,718.75	616,718.75	703,437.50		2,245,000.00	724,062.50
1-Mar-14			0.00	0.00	70,156.25	70,156.25		686,875.00	2,245,000.00	653,906.25
1-Sep-14	6.25%	180,000.00	0.00	0.00	70,156.25	250,156.25	320,312.50		2,065,000.00	583,750.00
1-Mar-15			0.00	0.00	64,531.25	64,531.25		314,687.50	2,065,000.00	519,218.75
1-Sep-15	6.25%	200,000.00	0.00	0.00	64,531.25	264,531.25	329,062.50		1,865,000.00	454,687.50
1-Mar-16			0.00	0.00	58,281.25	58,281.25		322,812.50	1,865,000.00	396,406.25
1-Sep-16	6.25%	215,000.00	115,000.00	0.00	58,281.25	388,281.25	446,562.50		1,535,000.00	338,125.00
1-Mar-17			0.00	0.00	47,968.75	47,968.75		436,250.00	1,535,000.00	290,156.25
1-Sep-17	6.25%	230,000.00	0.00	0.00	47,968.75	277,968.75	325,937.50		1,305,000.00	242,187.50
1-Mar-18			0.00	0.00	40,781.25	40,781.25		318,750.00	1,305,000.00	201,406.25
1-Sep-18	6.25%	245,000.00	0.00	0.00	40,781.25	285,781.25	326,562.50		1,060,000.00	160,625.00
1-Mar-19			0.00	0.00	33,125.00	33,125.00		318,906.25	1,060,000.00	127,500.00
1-Sep-19	6.25%	265,000.00	0.00	0.00	33,125.00	298,125.00	331,250.00		795,000.00	94,375.00
1-Mar-20			0.00	0.00	24,843.75	24,843.75		322,968.75	795,000.00	69,531.25
1-Sep-20	6.25%	285,000.00	0.00	0.00	24,843.75	309,843.75	334,687.50		510,000.00	44,687.50
1-Mar-21			0.00	0.00	15,937.50	15,937.50		325,781.25	510,000.00	28,750.00
1-Sep-21	6.25%	305,000.00	0.00	0.00	15,937.50	320,937.50	336,875.00		205,000.00	12,812.50
1-Mar-22			0.00	0.00	6,406.25	6,406.25		327,343.75	205,000.00	6,406.25
1-Sep-22	6.25%	205,000.00	0.00	0.00	6,406.25	211,406.25	217,812.50		0.00	0.00
1-Mar-23			0.00	0.00	0.00	0.00		211,406.25	0.00	0.00
1-Sep-23	6.25%	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
		3,780,000.00	1,215,000.00	0.00	4,568,220.52	9,563,220.52	9,563,220.52	9,563,220.52		

EXHIBIT A3
North Natomas CFD 2, Series B (2016) Bonds - Debt Service Schedule

DATE	RATE	PRINCIPAL	CALLED PRINCIPAL	CALLED PREMIUM	INTEREST	TOTAL DEBT SERVICE	ANNUAL DEBT SERVICE	FISCAL YEAR DEBT SERVICE	PRINCIPAL REMAINING	INTEREST REMAINING
1-Mar-17			0.00	0.00	45,625.00	45,625.00	45,625.00	45,625.00	1,460,000.00	345,937.50
1-Sep-17	6.25%	165,000.00	0.00	0.00	45,625.00	210,625.00			1,295,000.00	300,312.50
1-Mar-18			0.00	0.00	40,468.75	40,468.75	251,093.75	251,093.75	1,295,000.00	259,843.75
1-Sep-18	6.25%	180,000.00	0.00	0.00	40,468.75	220,468.75			1,115,000.00	219,375.00
1-Mar-19			0.00	0.00	34,843.75	34,843.75	255,312.50	255,312.50	1,115,000.00	184,531.25
1-Sep-19	6.25%	190,000.00	0.00	0.00	34,843.75	224,843.75			925,000.00	149,687.50
1-Mar-20			0.00	0.00	28,906.25	28,906.25	253,750.00	253,750.00	925,000.00	120,781.25
1-Sep-20	6.25%	205,000.00	0.00	0.00	28,906.25	233,906.25			720,000.00	91,875.00
1-Mar-21			0.00	0.00	22,500.00	22,500.00	256,406.25	256,406.25	720,000.00	69,375.00
1-Sep-21	6.25%	225,000.00	0.00	0.00	22,500.00	247,500.00			495,000.00	46,875.00
1-Mar-22			0.00	0.00	15,468.75	15,468.75	262,968.75	262,968.75	495,000.00	31,406.25
1-Sep-22	6.25%	240,000.00	0.00	0.00	15,468.75	255,468.75			255,000.00	15,937.50
1-Mar-23			0.00	0.00	7,968.75	7,968.75	263,437.50	263,437.50	255,000.00	7,968.75
1-Sep-23	6.25%	255,000.00	0.00	0.00	7,968.75	262,968.75		262,968.75	0.00	0.00
		1,460,000.00	0.00	0.00	391,562.50	1,851,562.50	1,588,593.75	1,851,562.50		

EXHIBIT B1

**STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR AUTHORITY ISSUE**

Submitted:
Tuesday, October 24, 2017
9:53:57AM
CDIAC #: 1999-0001

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 Fax (916) 654-7440

For Office Use Only
Fiscal Year _____

California Government Code Section 6599.1 requires that all issuers selling Marks-Roos bonds, which is part of the Marks-Roos Local Bond Pooling Act of 1985, after January 1, 1996 are required to report specific information to the Commission by October 30th of the current year and each year thereafter, until maturity.

I. GENERAL INFORMATION

A. Authority Issuer Sacramento City Financing Authority

B. Name/ Title/ Series of Bond Issue

Senior Issue Yes No Subordinate Issue Yes No

C. Project Name North Natomas CFD No 2

D. Date of Bond Issue 12/17/1998

E. Original Principal Amount of Bonds \$7,905,000.00

F. Reserve Fund Minimum Balance Required Yes Amount \$606,875.00 No

G. Total Issuance Costs \$0.00
(Report Issuance Costs only at initial filing)

II. FUND BALANCE FISCAL STATUS

Balances Reported as of: 6/30/2017

A. Principal Amount of Bonds Outstanding \$2,995,000.00

B. Total Bond Reserve Fund \$612,067.33

Bond Reserve Cash \$612,067.33 Bond Reserve Surety Bond \$0.00

C. Capitalized Interest Fund \$0.00

III. AUTHORITY FINANCIAL INFORMATION

A. Fees Paid for Professional Services (Annual Totals)

1. Type of Services	2. Amount of Fees
TRST	\$2,100.00
ADMIN	\$9,521.91
	\$0.00
	\$0.00
	\$0.00

(Attach additional sheets if necessary.)

B. Local Obligor

1. Issuer/Borrower	2. Bond Purchase (BP) or Loan (L)	3. Original Amount of Purchase/Loan (from Authority Issue)	4. Administration Fee (Charged to LOB) this FY
Sacramento N. Natomas CFD No. 2	BP	4,995,000 \$	11,621.91 \$

Submitted:
Tuesday, October 24, 2017
9:53:57AM
CDIAC #: 1999-0001

**STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR AUTHORITY ISSUE**

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 Fax (916) 654-7440

For Office Use Only Fiscal Year _____
--

C. Investment Contracts

1. Terms of Investment Contracts

a. Final Maturity

b. Other (see Guidelines for explanation)

2. Commission/Fee for Contract Total \$0.00

3. Interest Earnings on Contract Current \$0.00

D. Does this Agency participate in the County's Teeter Plan? Yes No

IV. ISSUE RETIRED

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

Matured Redeemed Entirely Other

If Matured, indicate final maturity date:

If Redeemed Entirely, state refunding bond title & CDIAC #:

and redemption date:

If Other:

and date:

V. 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 Number (800) 676-7516

Date of Report 10/24/2017

E-Mail CTO_Debt@cityofsacramento.org

VI. COMMENTS:

II.B. Based on market value basis.

Submitted:
Tuesday, October 24, 2017
9:53:57AM
CDIAC #: 1999-0001

**STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR AUTHORITY ISSUE**

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 Fax (916) 654-7440

For Office Use Only Fiscal Year _____
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Local Obligor (continued)

1. Issuer/Borrower	2. Bond Purchase (BP) or Loan (L)	3. Original Amount of Purchase/Loan (from Authority Issue)	4. Administration Fee (Charged to LOB) this FY

EXHIBIT B2

STATE OF CALIFORNIA

MARKS-ROOS YEARLY FISCAL STATUS REPORT FOR LOCAL OBLIGORS

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

Submitted: Tuesday, October 24, 2017 10:58:24AM CDIAC #: 1999-0003

For Office Use Only Fiscal Year _____

California Government Code Section 6599.1 requires that all issuers selling Marks-Roos bonds, which is part of the Marks-Roos Local Bond Pooling Act of 1985, after January 1, 1996 are required to report specific information to the Commission by October 30th of the current year and each year thereafter, until maturity.

I. GENERAL INFORMATION

- A. Local Obligor Issuer Sacramento North Natomas CFD No 2
B. Name/ Title/ Series of Bond Issue
C. Project Name Series A
D. Date of Bond Issue/Loan 12/17/1998
E. Original Principal Amount of Bonds/Loan \$4,995,000.00
F. Reserve Fund Minimum Balance Required Yes [X] Amount: \$606,875.00 No []
Part of Authority Reserve Fund Yes [X] Percent of Reserve fund: 100.0% No []
G. Name of Authority that purchased debt
H. Date of Authority Bond(s) Issuance 12/17/1998

II. FUND BALANCE FISCAL STATUS

- Balances Reported as of : 6/30/2017
A. Principal Amount of Bonds/Loan Outstanding \$1,535,000.00 \$2,995,000.00
B. Bond Reserve Fund \$612,067.33
C. Capitalized Interest Fund \$0.00
D. Administrative Fee Charged by Authority \$11,621.91

III. DELINQUENT REPORTING INFORMATION

- Have delinquent Taxes been reported: Yes [X] No []
Delinquent Parcel Information Reported as of Equalized Tax Roll of: 6/30/2017
A. Delinquency Rate 0.06% 0.04%
B. Does this Agency participate in the County's Teeter Plan: Yes [X] No []
C. Taxes Due \$424,379.72 \$581,128.40 [=338,167.04(att.D) + \$242,961.36 (att.F)]
D. Taxes Unpaid \$252.84

IV. ISSUE RETIRED

This issue is retired and no longer subject to the Yearly Fiscal Status report filing requirements. (Indicate reason for retirement)
Matured [] Redeemed/Repaid Entirely [] Other []
If Matured, indicate final maturity date:
If Redeemed/Repaid Entirely, state refunding bond title/ Loan, and CDIAC#:
and redemption/repayment date:
If Other:
and date:

V. 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

Submitted:

Tuesday, October 24, 2017

10:58:24AM

CDIAC #: 1999-0003

STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR LOCAL OBLIGORS

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

For Office Use Only

Fiscal Year _____

Phone Number (800) 676-7516

Date of Report 10/24/2017

E-Mail CTO_Debt@cityofsacramento.org

VI. COMMENTS: II.B. Based on market value basis.

EXHIBIT B3
STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR LOCAL OBLIGORS

Submitted:
Tuesday, October 24, 2017
10:55:30AM
CDIAC #: 1999-0002

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

For Office Use Only
Fiscal Year _____

California Government Code Section 6599.1 requires that all issuers selling Marks-Roos bonds, which is part of the Marks-Roos Local Bond Pooling Act of 1985, after January 1, 1996 are required to report specific information to the Commission by October 30th of the current year and each year thereafter, until maturity.

I. GENERAL INFORMATION

- A. Local Obligor Issuer Sacramento North Natomas CFD No 2
- B. Name/ Title/ Series of Bond Issue
- C. Project Name
- D. Date of Bond Issue/Loan 12/17/1998
- E. Original Principal Amount of Bonds/Loan \$2,910,000.00
- F. Reserve Fund Minimum Balance Required Yes Amount: \$0.00 No
- Part of Authority Reserve Fund Yes Percent of Reserve fund: 0.00% No
- G. Name of Authority that purchased debt
- H. Date of Authority Bond(s) Issuance 12/17/1998

II. FUND BALANCE FISCAL STATUS

- Balances Reported as of : 6/30/2017
- A. Principal Amount of Bonds/Loan Outstanding ~~\$1,460,000.00~~ \$0.00
- B. Bond Reserve Fund \$0.00
- C. Capitalized Interest Fund \$0.00
- D. Administrative Fee Charged by Authority \$0.00

III. DELINQUENT REPORTING INFORMATION

- Have delinquent Taxes been reported: Yes No
- Delinquent Parcel Information Reported as of Equalized Tax Roll of: 6/30/2017
- A. Delinquency Rate 0.06%
- B. Does this Agency participate in the County's Teeter Plan: Yes No
- C. Taxes Due ~~\$424,379.72~~ \$0
- D. Taxes Unpaid ~~\$252.84~~ \$0

IV. ISSUE RETIRED

- This issue is retired and no longer subject to the Yearly Fiscal Status report filing requirements. (Indicate reason for retirement)
- Matured Redeemed/Repaid Entirely Other
- If Matured, indicate final maturity date:
- If Redeemed/Repaid Entirely, state refunding bond title/ Loan, and CDIAC#:
- and redemption/repayment date:
- If Other: See Comments
- and date: 9/30/2016

V. 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

Submitted:

Tuesday, October 24, 2017

10:55:30AM

CDIAC #: 1999-0002

STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR LOCAL OBLIGORS

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

For Office Use Only

Fiscal Year _____

Phone Number (800) 676-7516

Date of Report 10/24/2017

E-Mail CTO_Debt@cityofsacramento.org

VI. COMMENTS: The Site Lease and Project Lease, both dated January 1, 1999, associated with the Sacramento City Financing Authority Revenue Bonds, North Natomas CFD No. 2, Series A were terminated and the outstanding bonds were recharacterized to community facilities district special tax bonds

EXHIBIT B4

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

Submitted:
Monday, October 23, 2017
4:41:42PM
CDIAC #: 1999-0003

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 Fax (916) 654-7440

For Office Use Only
Fiscal Year _____

I. GENERAL INFORMATION

A. Issuer Sacramento North Natomas CFD No 2

B. Project Name Series A

C. Name/ Title/ Series of Bond Issue

D. Date of Bond Issue 12/17/1998

E. Original Principal Amount of Bonds \$4,995,000.00

F. Reserve Fund Minimum Balance Required Yes Amount \$606,875.00 No

II. FUND BALANCE FISCAL STATUS

Balances Reported as of: 6/30/2017

A. Principal Amount of Bonds Outstanding ~~\$1,535,000.00~~ **\$2,995,000.00**

B. Bond Reserve Fund \$612,067.33

C. Capitalized Interest Fund \$0.00

D. Construction Fund(s) \$652,603.03

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

A. Assessed or Appraised Value Reported as of: 7/1/2017

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 \$421,617,320.00

IV. TAX COLLECTION INFORMATION

A. Total Amount of Special Taxes Due Annually ~~\$594,417.04~~ **\$581,128.40 [=338,167.04(att.D) + \$242,961.36 (att.F)]**

B. Total Amount of Unpaid Special Taxes Annually \$252.84

C. Does this agency participate in the County's Teeter Plan? Y

V. DELINQUENT REPORTING INFORMATION

Delinquent Parcel Information Reported as of Equalized Tax Roll of: 6/30/2017

A. Total Number of Delinquent Parcels: 3

B. Total Amount of Taxes Due on Delinquent Parcels: \$252.84
(Do not include penalties, penalty interest, etc.)

VI. FORECLOSURE INFORMATION FOR FISCAL YEAR

(Aggregate totals, if foreclosure commenced on same date) (Attach additional sheets if necessary.)

Date Foreclosure Commenced	Total Number of Foreclosure Parcels	Total Amount of Tax Due on Foreclosure Parcels
		\$0.00
		\$0.00
		\$0.00
		\$0.00
		\$0.00

STATE OF CALIFORNIA

MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)
YEARLY FISCAL STATUS REPORT

Submitted:
Monday, October 23, 2017
4:41:42PM
CDIAC #: 1999-0003

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 Fax (916) 654-7440

For Office Use Only
Fiscal Year _____

VII. ISSUE RETIRED

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

Matured Redeemed Entirely Other

If Matured, indicate final maturity date:

If Redeemed Entirely, state refunding bond title & CDIAC #:

and redemption date:

If 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 Number (800) 676-7516 Date of Report 10/23/2017
E-Mail dschroeder@nbsgov.com

IX. ADDITIONAL COMMENTS:

II.B. Based on market value basis.

- I.A. Issuer: Sacramento City Financing Authority
- I.B. Project Name: North Natomas CFD No. 2
- I.C. Name/Title/Series of Bond Issue: Special Tax Bonds Series A (1999) and Series B (2016)
- I.D. Date of Bond Issue: January 20, 1999 and September 30, 2016
- I.F. Original Principal Amount of Bonds: \$6,455,000.00 (\$4,995,000+\$1,460,000)

EXHIBIT B5

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

Submitted:
Monday, October 23, 2017
4:38:02PM
CDIAC #: 1999-0002

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 Fax (916) 654-7440

For Office Use Only
Fiscal Year _____

I. GENERAL INFORMATION

A. Issuer Sacramento North Natomas CFD No 2

B. Project Name

C. Name/ Title/ Series of Bond Issue

D. Date of Bond Issue 12/17/1998

E. Original Principal Amount of Bonds \$2,910,000.00

F. Reserve Fund Minimum Balance Required Yes Amount ~~\$606,875.00~~ \$0 No

II. FUND BALANCE FISCAL STATUS

Balances Reported as of: 6/30/2017

A. Principal Amount of Bonds Outstanding ~~\$1,460,000.00~~ \$0

B. Bond Reserve Fund ~~\$612,067.33~~ \$0

C. Capitalized Interest Fund \$0.00

D. Construction Fund(s) \$0.00

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

A. Assessed or Appraised Value Reported as of: 7/1/2017

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 ~~\$421,617,320.00~~ \$0

IV. TAX COLLECTION INFORMATION

A. Total Amount of Special Taxes Due Annually ~~\$594,417.04~~ \$0

B. Total Amount of Unpaid Special Taxes Annually ~~\$252.84~~ \$0

C. Does this agency participate in the County's Teeter Plan? Y

V. DELINQUENT REPORTING INFORMATION

Delinquent Parcel Information Reported as of Equalized Tax Roll of: 6/30/2017

A. Total Number of Delinquent Parcels: 3 \$0

B. Total Amount of Taxes Due on Delinquent Parcels: ~~\$252.84~~ \$0
(Do not include penalties, penalty interest, etc.)

VI. FORECLOSURE INFORMATION FOR FISCAL YEAR

(Aggregate totals, if foreclosure commenced on same date) *(Attach additional sheets if necessary.)*

Date Foreclosure Commenced	Total Number of Foreclosure Parcels	Total Amount of Tax Due on Foreclosure Parcels
		\$0.00
		\$0.00
		\$0.00
		\$0.00
		\$0.00

STATE OF CALIFORNIA

MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)
YEARLY FISCAL STATUS REPORT

For Office Use Only
Fiscal Year _____

Submitted:
Monday, October 23, 2017
4:38:02PM
CDIAC #: 1999-0002

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 Fax (916) 654-7440

VII. ISSUE RETIRED

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

Matured [] Redeemed Entirely [] Other [X]

If Matured, indicate final maturity date:

If Redeemed Entirely, state refunding bond title & CDIAC #:

and redemption date:

If Other: See Additional Comments

and date: 9/30/2016

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 Number (800) 676-7516 Date of Report 10/23/2017
E-Mail dschroeder@nbsgov.com

IX. ADDITIONAL COMMENTS:

II.B. Based on market value basis.
VII. The Site Lease and Project Lease, both dated January 1, 1999, associated with the Sacramento City Financing Authority Revenue Bonds, North Natomas CFD No. 2, Series A were terminated and the outstanding bonds were recharacterized to community facilities district special tax bonds.

- I.A. Issuer: Sacramento City Financing Authority
I.B. Project Name: North Natomas CFD No. 2, Series A (1999)
I.C. Name/Title/Series of Bond Issue: Revenue Bonds, Project Lease
I.D. Date of Bond Issue: January 20, 1999



915 I Street, HCH 3rd Floor
Sacramento CA 95814

John Colville ~ Interim City Treasurer

Phone 916-808-5168
Fax 916-808-5171

EVENT NOTICE UNDER S.E.C. RULE 15c2-12
RELEASE, SUBSTITUTION, OR SALE OF PROPERTY
SECURING REPAYMENT OF THE BONDS
Sacramento City Financing Authority Revenue Bonds
(North Natomas CFD No. 2), Series A (1999)

Dated: October 10, 2016

NOTICE IS HEREBY GIVEN that on September 30, 2016, the City of Sacramento (the "**City**") and the Sacramento City Financing Authority (the "**Authority**") terminated the Site Lease and the Project Lease (together, the "**Leases**") associated with the Sacramento City Financing Authority Revenue Bonds (North Natomas CFD No. 2), Series A (1999) (the "**Authority Bonds**") in accordance with the provisions of the Leases. As of the date of termination, the outstanding principal amount of the Authority Bonds secured by the Leases was \$1,460,000.

Concurrently with the termination of the Leases, the City issued \$1,460,000 aggregate principal amount of its North Natomas Community Facilities District No. 2 Special Tax Bonds, Series B (2016) (the "**Series B (2016) Bonds**") in accordance with the Mello-Roos Community Facilities Act of 1982. The trustee for the Authority Bonds is the holder of the Series B (2016) Bonds and will use the debt-service payments received on the Series B (2016) Bonds to pay the portion of the debt service on the Authority Bonds that was previously payable from rent the Authority received under the Leases.

The Series B (2016) Bonds are payable solely from the proceeds of the special tax levied by the City within the City of Sacramento North Natomas Community Facilities District No. 2 (the "**District**") on a parity with the City's North Natomas Community Facilities District No. 2 Special Tax Bonds, Series A (1999) (the "**Series A (1999) Bonds**"). The Series A (1999) Bonds are also held by the trustee for the Authority Bonds. So, with the Leases terminated, debt service on the Authority Bonds is now payable from debt-service payments on *both* the Series A (1999) Bonds *and* the Series B (2016) Bonds.

Before the issuance of the Series B (2016) Bonds, two conditions in the Master Indenture relating to the Series A (1999) Bonds had to be satisfied: (1) certification of a value-to-lien ratio of 3:1 (inclusive of the Series A (1999) Bonds, the Series B (2016) Bonds, and overlapping debt of other

Event Notice

Release, Substitution, or Sale of Property Securing Repayment of Sacramento City Financing Authority Revenue Bonds (North Natomas CFD No. 2), Series A (1999)

October 10, 2016

Page 2 of 2

special districts) based on a *bulk-value-of-land basis*; and (2) certification that the ratio of the special-tax levy in the District to debt service on the Series A (1999) Bonds and Series B (2016) Bonds would be at least 115% if the special tax were levied and collected in the District at its maximum rate. Both conditions have been satisfied.

Below is a table that summarizes the principal-maturity schedule after the termination of the Leases and the issuance of the Series B (2016) Bonds.

Maturity Date	Series A (1999) Bonds (Principal only)	Series B (2016) Bonds (Principal only)	Aggregate Principal
9/1/2017	\$230,000	\$165,000	\$395,000
9/1/2018	\$245,000	\$180,000	\$425,000
9/1/2019	\$265,000	\$190,000	\$455,000
9/1/2020	\$285,000	\$205,000	\$490,000
9/1/2021	\$305,000	\$225,000	\$530,000
9/1/2022	\$205,000	\$240,000	\$445,000
9/1/2023	\$0	\$255,000	\$255,000
TOTAL	\$1,535,000	\$1,460,000	\$2,995,000

Sincerely,
City of Sacramento



Brian Wong
Debt Manager