This Filing Applies to:

   786071LJ7, 786071LK4, 786071LL2, 786071LM0, 786071LN8, 786071LP3, 786071LQ1, 786071LR9, 786071LS7, 786071LT5, 786071LU2, 786071LV0, 786071LW8, 786071LX6

TYPE OF FILING:

If information is also available on the Internet, give URL: www.dacbond.com

WHAT TYPE OF INFORMATION ARE YOU PROVIDING? (Check all that apply)

Financial / Operating Data Disclosures

Rule 15c2-12 Disclosure

☑ Annual Financial Information & Operating Data (Rule 15c2-12)
   2022 - Annual Continuing Disclosure Report - Natomas Central CFD No. 2006-02
☐ Audited Financial Statements or ACFR (Rule 15c2-12)
☐ Failure to provide as required

Additional / Voluntary Disclosure

☐ Quarterly / Monthly Financial Information
☐ Change in Fiscal Year / Timing of Annual Disclosure
☐ Change in Accounting Standard
☐ Interim / Additional Financial Information / Operating Data
☐ Budget
☐ Investment / Debt / Financial Policy
☐ Information Provided to Rating Agency, Credit / Liquidity Provider or Other Third Party
Consultant Reports

Other Financial / Operating Data

Event Filing

Rule 15c2-12 Disclosure

- Principal / Interest Payment Delinquency
- Non-payment Related Default
- Unscheduled Draw on Debt Service Reserve Reflecting Financial Difficulties
- Unscheduled Draw on Credit Enhancement Reflecting Financial Difficulties
- Substitution of Credit or Liquidity Provider, or Its Failure to Perform
- Adverse Tax Opinion or Event Affecting the Tax-exempt Status of the Security
- Modification to the Rights of Security Holders
- Bond Call
- Defeasance
- Release, Substitution or Sale of Property Securing Repayment of the Security
- Rating Change
- Tender Offer / Secondary Market Purchases
- Merger / Consolidation / Acquisition and Sale of All or Substantially All Assets
- Bankruptcy, insolvency, receivership or similar event
- Successor, Additional or Change in Trustee
- Failure to Provide Event Filing Information as Required
- Financial Obligation - Incurrence and Agreement
- Financial Obligation - Event Reflecting Financial Difficulties

Additional / Voluntary Disclosure

- Amendment to Continuing Disclosure Undertaking
- Change in Obligated Person
- Notice to Investor Pursuant to Bond Documents
- Communication From the Internal Revenue Service
- Bid For Auction Rate or Other Securities
- Capital or Other Financing Plan
- Litigation / Enforcement Action
- Change of Tender Agent, Remarketing Agent or Other On-going Party
- Derivative or Other Similar Transaction
- Other Event-based Disclosures

Asset-Backed Securities Filing

Additional / Voluntary Disclosure
Initial Asset-Backed Securities Disclosure (SEC Rule 15Ga-1(c)(1))
Quarterly Asset-Backed Securities Disclosure (SEC Rule 15Ga-1(c)(2)(i))
Annual Asset-Backed Securities Disclosure (SEC Rule 15Ga-1(c)(2)(ii))
Other Asset-Backed Securities Disclosure (e.g. notice of termination of duty to file reports pursuant to SEC Rule 15Ga-1(c)(3))

Disclosure Dissemination Agent Contact:
Name: DAC
Address: 315 East Robinson Street
Suite 300
City: Orlando
State: FL
Zip Code: 32801-1674
Telephone: 407 515 - 1100
Fax: 407 515 - 6513
Email Address: emmaagent@dacbond.com
Relationship to Issuer: Dissemination Agent

Authorized By:
Name: Claudia Lara
Title: Debt Analyst
Entity: Sacramento, CA, City of Sacramento
Digital Assurance Certification

Filing Certificate

DAC transmitted the Annual Financial Information & Operating Data (Rule 15c2-12) to EMMA/SID (if applicable) on behalf of Sacramento, CA, City of Sacramento under their SEC Rule 15c2-12 Continuing Disclosure Agreement.

Transmission Details: P21273239

Date & Time Stamp: 03/16/2023
Document Name or Event Type: Annual Financial Information & Operating Data (Rule 15c2-12)
Document Description: 2022 - Annual Continuing Disclosure Report - Natomas Central CFD No. 2006-02
DAC Bond Coversheet: Yes
Transmitted to: MSRB-EMMA
Total CUSIPs associated with this Filing: 14
Filing made on Series: 2016

Red: Original CUSIPs - filing missed  ·  Blue: Non-Original CUSIPs - filing missed  ·  Green: Outstanding CUSIPs - filing made  ·  Black: Inactive CUSIPs

1. Issue: City of Sacramento Natomas Central Community Facilities District No. 2006-02, Special Tax Bonds, Series 2016, $20,030,000, Dated: October 27, 2016
CUSIP: 786071LJ7, 786071LK4, 786071LL2, 786071LM0, 786071LN8, 786071LP3, 786071LQ1, 786071LR9, 786071LS7, 786071LT5, 786071LU2, 786071LV0, 786071LW8, 786071LX6

No missing CUSIPs for this bond issue
City of Sacramento
Annual Continuing Disclosure Report
Fiscal Year 2021-22

Issue
City of Sacramento
Natomas Central Community Facilities District No 2006-02
Special Tax Bonds

Series
Series 2016

Par
$ 20,030,000

Issued
October 27, 2016

CUSIP Numbers
786071LJ7
786071LK4
786071LL2
786071LM0
786071LN8
786071LP3
786071LQ1
786071LR9
786071LS7
786071LT5
786071LU2
786071LV0
786071LW8
786071LX6

Note: The City is migrating from using a .org domain extension to a .gov domain extension. During the migration the hyperlinks below will be re-routed to the .gov domain extension. In the event, the hyperlinks below are no longer accessible, please type in the URL in your internet browser using the .gov domain extension.

Content of Annual Report

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

(a) The City’s audited Annual Comprehensive Financial Report (ACFR) for the prior fiscal year.

The City’s ACFR for the prior fiscal year was uploaded as a separate document to EMMA. The ACFR will be available on the City’s website in the second quarter of calendar 2023 at:

www.cityofsacramento.org/Finance/Accounting/Reporting
(b)(1) Balances in each of the following funds established pursuant to the Indentures as of the close of the prior fiscal year.

(A) The Bond Redemption Fund (with a statement of the debt service requirement to be discharged by the Fund before the receipt of expected additional Special Tax revenue); and

Redemption Fund (as of June 30, 2022):

- Held at the City: $ 813,690.28
- Held at the Trustee: $ 0.32

Debt service payment (September 01, 2022): $ 595,028.13

(B) The Bond Reserve Fund.

Reserve Fund (as of June 30, 2022): $ 1,604,958.15

(2) The assessed valuation of the Taxable Parcels within the District in the aggregate, which may be in form similar to Table 3 (Historic Assessed Values) in the Official Statement.

Net Assessed Valuation (for Fiscal Year 2021-22): $796,569,988.00

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

Debt Service Requirement (for Fiscal Year 2021-22): $ 966,806.26

(4) A statement of the actual Special Tax collections for the District for the prior fiscal year.

Special Tax Collections (for Fiscal Year 2021-22): $ 1,038,232.14

(5) A statement of the actual Special Tax levy for the District for the prior fiscal year.

Special Tax Levy (for Fiscal Year 2021-22) – as of June 30, 2022: $ 1,039,778.78

(6) A statement of a single property owner responsible for 10% or more of the Special Tax levy.

As of June 30, 2022 for Fiscal Year 2022-23:

- No single property owner accounts for 10% or more of the Special Tax Levy in FY 2021-22.
(7) The following information (to the extent that it is no longer reported in the City’s annual filings with the California Debt and Investment Advisory Commission regarding the Bonds):

(A) The Reserve Requirement for the prior fiscal year;

(B) A statement as to the status of any foreclosure actions with respect to delinquent payments of the Special Tax; and

(C) A statement of any discontinuance of the County’s Teeter Plan with respect to any taxable property in the District.

See Exhibit A – FY22 – Mello-Roos - Natomas Central CFD No. 2006-02

The City’s annual filing CDIAC for this issue is also available online at:

www.cityofsacramento.org/CityTreasurer/DebtManagement/ContinuingDisclosure/CDIACReports

(c) Additional information required under Natomas Central CFD No. 2006-02, Series 2016 Continuing Disclosure Certificate not previously reported above:

Additional Information

De Facto Building Moratorium from 2008 to 2015

In 2005, in response to revised criteria and standards relating to levees and flood protection, the United States Army Corp of Engineers (the “Corps”) and the Sacramento Area Flood Control Agency (“SAFCA”) commissioned the Natomas Levee Evaluation Study (“NLES”). The NLES final report concluded that considerable improvements were necessary along the south levee of the Natomas Cross Canal, the east levee of the Sacramento River, and the north levee of the American River. As a result of these conclusions, on July 20, 2006, the Corps issued a letter to SAFCA stating that the Corps could no longer support its original position certifying the levees in the Natomas Basin. On December 29, 2006, FEMA issued a letter to the City notifying the City that FEMA planned to update the Flood Insurance Rate Map within the Natomas Basin. On December 8, 2008, FEMA’s Revised Map became effective, placing the Natomas Basin (including the District) within a Special Flood Hazard Area (“Zone AE”). As a result of the Revised Map and the Zone AE designation, the Natomas Basin was subject to a de facto building moratorium from December 8, 2008, through June 15, 2015.

On June 10, 2014, then President Barack Obama signed the Water Resources Reform & Redevelopment Act (“WRRDA”) into law. With respect to the Natomas Basin, the WRRDA directs the Corps to strengthen 24 miles of levees surrounding the Natomas Basin (the “Levee Project”). As a result of the implementation of the Levee Project, FEMA issued a revised map and designated the area within the Natomas Basin (including the District) as Zone A99 effective June 16, 2015, which allows for the resumption of new building construction, subject to the limitations described below. According to FEMA, an area designated as Zone A99 has a 1% annual chance of a flood event (i.e., a 100-year flood) but ultimately will be protected upon completion of an under-construction federal flood-protection system. The four major requirements for that designation are (a) 50% of the critical improvements to achieve a 100-year level of flood protection have been constructed, (b) 50% of the total cost for such improvements has been expended, (c) 60% of the total cost of the improvements has been appropriated, and (d) 100% of the
improvements have been authorized. As described below, construction of the Levee Project is underway (see “—Flood Hazard” below).

On March 31, 2015, the City adopted an ordinance allowing for non-residential development and a limited resumption of residential development in the portion of the Natomas Basin that is within the City and designated as Zone A99 (the “Building Ordinance”). The Building Ordinance became operative on June 16, 2015, upon the revised map and Zone A99 designation by FEMA. The Building Ordinance allows non-residential development to resume with no cap and limited residential development of up to 1,000 single-family detached units and 500 multi-family attached units each calendar year. Dwelling units in excess of those limits will require City Council approval.

Flood Hazard

Development in the District is subject to federal and state requirements regarding the restoration of protection against flood hazards (e.g., levees).

**Compliance with Federal Flood-Protection Requirements.** As required by 44 C.F.R. § 65.14(g), the City annually submits to FEMA a certification that the Zone A99 restoration plan will be completed within a specified time. This regulation also requires the City and the cost-sharing Federal agency to update the restoration plan and identify any permitting or construction problems that will delay the Levee Project’s completion beyond the deadline set out in the restoration plan previously submitted to the Federal Insurance Administrator. The FEMA Regional Office that has jurisdiction over the District makes an annual assessment and recommendation to the Federal Insurance Administrator about the viability of the restoration plan and will conduct periodic on-site inspections of the flood-protection system under restoration. Should FEMA make an adverse finding as to the viability of the restoration plan, FEMA could revise the flood map from its current Zone A99 designation, which might result in the Natomas Basin becoming subject again to a de facto building moratorium. The City currently does not expect any delays with respect to the Levee Project that would cause the Natomas Basin to be subject to another de facto building moratorium.

**Compliance with State Flood Protection Requirements.** The Central Valley Flood Protection Act of 2008 requires that cities and counties within the California Central Valley (including the City) make certain findings with respect to flood protection before approving development agreements, tentative maps, discretionary permits, and ministerial permits for new residences. One of those findings is that the local flood-management agency has made “adequate progress” on the construction of a flood-protection system that will provide an Urban Level of Flood Protection (“ULOP”) by 2025. An ULOP is the level of flood protection needed to withstand a flood event that has a 0.5% chance of occurring in a year (i.e., a 200-year flood).

SAFCA is the local flood-management agency that serves the area within the City. In 2016, SAFCA prepared its ULOP plan, which the City accepted in June 2016. When making the adequate progress finding, the City has relied on annual progress reports prepared by SAFCA, which demonstrate that the Levee Project is meeting specified development milestones toward providing a ULOP by 2025. If construction of the Levee Project is delayed so that the City is unable to make a finding of adequate progress toward a ULOP, then the City might not be able to approve either or both of the following: a discretionary permit or other discretionary entitlement for construction of a new building or construction that would result in an increase in allowed occupancy for an existing building; or a ministerial permit for construction of a new residence. The City currently does not expect that this would occur.
**Status of the Levee Project.** Even though the Natomas Basin has been designated as Zone A99, the Natomas Basin will not be outside of a 100-year flood zone until the Levee Project is completed. The Corps began construction of the Levee Project in 2017 and the Levee Project is currently estimated to be complete in 2025. Although no local or state delays have occurred and all federal funding has been secured, the Corps has indicated that one contract for erosion repairs along the Sacramento River East Levee (in Sacramento’s “pocket area” not the Natomas Basin) and a portion of the Natomas Basin levee improvement may not be completed by the end of 2025. SAFCA is evaluating whether this will have an impact on achieving ULOP and will make any necessary updates to the schedule prior to its 2023 annual report. (SAFCA 2022 Urban Level of Flood Protection Annual Report p. 13.) SAFCA’s latest Urban Level of Flood Protection Annual Report, dated August 2022, and accepted by the Sacramento City Council on October 11, 2022, with Resolution Number 2022-0313, is available here:


When the Levee Project is completed, the City expects that, under current FEMA criteria, the Natomas Basin will be zoned “X (shaded),” meaning an area that is subject to between a 1.0% (100-year flood zone) to 0.2% annual chance of a flood event (i.e., a 500-year flood zone). As described above, under State law, completion of the Levee Project will mean the Natomas Basin will have a ULOP, which is the level of flood protection needed to withstand a flood event that has a 0.5% chance of occurring in a year (200-year flood zone).

As described above, completion of the Levee Project provides additional protection but does not eliminate the risk of flood-related property damage within the Natomas Basin (including the property in Improvement Area No. 1). The requirement to purchase flood insurance will remain in effect even though the Natomas Basin is designated as Zone A99. Flood insurance is available for purchase by homeowners within the Natomas Basin. The City participates in FEMA’s national flood-insurance program community rating system, which provides flood insurance premium discounts resulting from the community’s efforts to reduce certain flood risks. Notwithstanding the foregoing, the City can make no assurances as to the continued availability of flood insurance or any discounts on premiums through the community rating system.

**Voluntary Disclosure**

See Exhibit B – CFD - Natomas Central Debt Service Schedule
Information as of Reporting Year End: 06/30/2022

**Issuance**

Issuer Name: Sacramento Natomas Central CFD No 2006-02  
Issue Name: 2016 Special Tax Bonds  
Project Name:  
Actual Sale Date: 10/18/2016  
Settlement Date: 10/27/2016  
Original Principal Amount: $20,030,000.00  
Date of Filing: 10/21/2022  
Reserve Fund Minimum Balance: Yes  
Reserve Fund Minimum Balance Amount: $1,593,721.70  

Credit Rating from Report of Final Sale  
Credit Rating: Not Rated  
Standard & Poor:  
Fitch:  
Moody's:  
Other:  

Credit Rating from Mello-Roos Last Yearly Fiscal Status Report  
Credit Rating: Not Rated  
Standard & Poor:  
Fitch:  
Moody's:  
Other:  

Credit Rating for This Reporting Period  
Credit Rating: Not Rated  
Standard & Poor:  

Exhibit A
Fund Balance

Principal Amount of Bonds Outstanding: $17,700,000.00
Bond Reserve Fund: $1,604,958.15
Capitalized Interest Fund: $0.00
Construction Fund(s): $0.00

Assessed Value

Assessed or Appraised Value Reported as of: 07/01/2022
Use Appraised Value only in first year or before annual tax roll billing commences: From Equalized Tax Roll
Total Assessed Value of All Parcels: $831,141,720.00

Tax Collection

Total Amount of Special Taxes Due Annually: $1,039,778.78
Total Amount of Unpaid Special Taxes Annually: $1,546.64
Does this agency participate in the County’s Teeter Plan? Yes

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of: 06/30/2022
Total Number of Delinquent Parcels: 6
Total Amount of Special Taxes Due on Delinquent Parcels: $1,546.64

Foreclosure

<table>
<thead>
<tr>
<th>Date Foreclosure Commenced</th>
<th>Total Number of Foreclosure Parcels</th>
<th>Total Amount of Tax on Foreclosure Parcels</th>
</tr>
</thead>
</table>

Retired Issues
Indicate Reason for Retirement: Not Retired

**Filing Contact**

Filing Contact Name: Chris Thomas

Agency/Organization Name: Harris & Associates

Address: 3620 American River Drive, Suite 175

City: Sacramento

State: CA

Zip Code: 95864

Telephone: 916-9708001

Fax Number:

E-mail: chris.thomas@weareharris.com

**Comments**

Issuer: Issuer Name: City of Sacramento Issuer Name & Project Name: Natomas Central CFD No. 2006-02

Comments: Special Tax Bonds, Series 2016 Bond Reserve Fund: Based on market value

Submission Date: 10/21/2022
## Exhibit B
Current Debt Service Schedule
As of 12/28/2022

City of Sacramento Natomas Central Community Facilities District No. 2006-02 Special Tax Bonds, Series 2016

<table>
<thead>
<tr>
<th>PAYMENT DATE</th>
<th>INTEREST RATE</th>
<th>ORIGINAL DUE</th>
<th>CALLED DUE</th>
<th>CALLED PRINCIPAL</th>
<th>PRINCIPAL DUE</th>
<th>OUTSTANDING PREMIUM</th>
<th>INTEREST DUE</th>
<th>DEBT SERVICE PAYMENT</th>
<th>TOTAL BOND YEAR DEBT SERVICE</th>
<th>TOTAL FISCAL YEAR DEBT SERVICE</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mar 01, 2017</td>
<td>2.00%</td>
<td>$1,750,000.00</td>
<td>$1,500,000.00</td>
<td>$288,181.60</td>
<td>$288,181.60</td>
<td>$481,328.13</td>
<td>$1,481,328.13</td>
<td>$2,168,328.13</td>
<td>$2,456,509.73</td>
<td>$2,569,156.26</td>
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<tr>
<td>Sep 01, 2017</td>
<td>3.00%</td>
<td>$370,000.00</td>
<td>$235,000.00</td>
<td>$395,028.13</td>
<td>$395,028.13</td>
<td>$790,056.25</td>
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<td>$990,056.25</td>
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<tr>
<td>Sep 01, 2018</td>
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<td>$260,000.00</td>
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<td>Sep 01, 2019</td>
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<td>$350,000.00</td>
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<td>$125,000.00</td>
<td>$175,000.00</td>
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<tr>
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<td>$150,000.00</td>
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<tr>
<td>Sep 01, 2022</td>
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<td>$625,000.00</td>
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</tr>
<tr>
<td>Sep 01, 2023</td>
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<td>$150,000.00</td>
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<td>$175,000.00</td>
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<tr>
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<td>$625,000.00</td>
<td>$515,000.00</td>
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</tr>
</tbody>
</table>

*Extraordinary Redemptions allowed for prepayments*