

CITY OF CORONA

Annual Report



ASSESSMENT DISTRICT NO. 96-1 (1997 SERIES A)
(MOUNTAIN GATE WEST BENEFIT ZONES 3 AND 4)

FISCAL YEAR ENDING JUNE 30, 2018



SPICER CONSULTING
G R O U P

Table of Contents

Sections

| | | |
|---|--------------------------------|---|
| 1 | Bond Profile | 1 |
| 2 | Fund Information | 1 |
| 3 | Special Assessment Information | 2 |
| 4 | Payment History | 2 |

Tables

| | | |
|-----|---------------------------------|---|
| 2-1 | Fund Balances | 1 |
| 3-1 | Fiscal Year 2018-19 Levy Amount | 2 |
| 4-1 | Delinquency Summary | 2 |

Appendices

Appendix A – Boundary Map

Appendix B – Debt Service Schedule

Assessment District No. 96-1
(Mountain Gate West Benefit Zones 3 and 4)
Limited Obligation Improvement Bonds, 1997 Series A

Bond Profile

Project Description

The Assessment District No. 96-1 (1997 Series A) (the "AD No. 96-1 1997 A") was formed to finance the acquisition of certain public improvements, which have been completed. The Authorized Facilities financed are: Approximately 1,500 lineal feet of half-street improvements; Extension of master-planned sewer main; In-tract street improvements. Pursuant to the 1913 Act, the assessments were assessed against properties in the AD No. 96-1 1997 A for the Public Improvement Cost.

Location

The Assessment District No. 96-1 consists of approximately 287.5 gross acres located in the southern portion of the City. The Assessment District includes within its boundaries nine distinct benefit zones which include properties that derive common benefit from improvements which are to be constructed and acquired with the proceeds of bonds which were issued in four separate series. Approximately 36 gross acres are located within AD No. 96-1 1997 A, Benefit Zones 3 and 4 and are contiguous. Benefit Zones 3 and 4 are generally located north of Mountain Gate Drive and south of W. Foothill Parkway.

1997 Series A Bonds

The Limited Obligation Improvement Bonds, 1997 Series A Bonds (the "AD No. 96-1 1997 A Bonds") in the amount of \$685,000 were issued August 27, 1997, with interest rates ranging from 4.10% to 6.00%. Interest is payable semi-annually on March 2 and September 2. The date for the final maturity of the AD No. 96-1 1997 A Bonds is September 2, 2022. The principal amount of the AD No. 96-1 1997 A Bonds outstanding as of September 30, 2018 is \$150,000.

Fund Information

The Fund Balances for AD No. 96-1 1997 A as of September 30, 2018 are shown below:

Table 2-1
Fund Balances

| Fund Name | Fund Balance |
|-------------------------------|--------------------|
| RESERVE-INV W/FISCAL AGENT | \$52,390.94 |
| REDEMPTION-INV W/FISCAL AGENT | \$4.62 |
| INTEREST-INV W/FISCAL AGENT | \$0.00 |
| Total | \$52,395.56 |

Reserve Fund Requirement and Reserve Fund Balance

The Reserve Fund must be maintained at the Reserve Requirement which is defined as of any date of calculation as an amount equal to the lesser of (i) 10% of the proceeds of the sale of the Bonds, (ii) Maximum Annual Debt Service, or (iii) 125% of average Annual Debt Service. **As of September 30, 2018, the balance in the Reserve Fund was \$52,390.94 and the Reserve Requirement was \$51,600.00.**

Special Assessment Information

Annual Assessment

An annual assessment is levied and collected each year to pay the principal and interest obligations on the outstanding AD No. 96-1 1997 A Bonds. The amount collected each year is levied pursuant to the "Municipal Improvement Act of 1913" which provides that the costs and incidental expenses of a project be assessed in proportion to the estimated benefit received by each of the lots or parcels of land within AD No. 96-1 1997 A. These rates vary from parcel to parcel. The amount levied for Fiscal Year 2018-19 tax year is \$59,996.96. The largest annual assessment levy for Fiscal Year 2018-19 tax year is \$511.10.

Table 3-1
Fiscal Year 2018-19 Levy Amount

| Parcel Count | Levy Amount |
|--------------|-------------|
| 118 | \$59,996.96 |

Payment History

Delinquency Rate for the Fiscal Year 2017-18

As of September 30, 2018, the delinquency rate of AD No. 96-1 1997 A for Fiscal Year 2017-18 is 0.00%.

Information Concerning Delinquent Parcels

AD No. 96-1 1997 A delinquency information as of September 30, 2018 is illustrated below:

Table 4-1
Delinquency Summary

| Fiscal Year | Special Assessments | | Delinquency | | |
|--------------|---------------------|---------------------|-------------|---------------|--------------|
| | Parcels | Amount | Parcels | Amount | Del. Rate |
| 2013-14 | 118 | \$63,799.62 | 0 | \$0.00 | 0.00% |
| 2014-15 | 118 | \$63,501.98 | 0 | \$0.00 | 0.00% |
| 2015-16 | 118 | \$63,501.34 | 0 | \$0.00 | 0.00% |
| 2016-17 | 118 | \$64,300.90 | 0 | \$0.00 | 0.00% |
| 2017-18 | 118 | \$63,401.30 | 0 | \$0.00 | 0.00% |
| Total | | \$318,505.14 | 0 | \$0.00 | 0.00% |

Foreclosure Covenant

The City has covenanted for the benefit of the Owners of the Bonds that it will order, and cause to be commenced, judicial foreclosure proceedings against properties with delinquent Assessment installments in excess of \$2,000 by the October 1 following the close of the Fiscal Year in which such installments were due, and will commence judicial foreclosure proceedings against all properties with delinquent Assessment installments by the October 1 following the close of each Fiscal Year in which it receives Assessment revenues in an amount which is less than ninety-five percent (95%) of the total Assessment revenues which were to be received in the Fiscal Year and diligently pursue to completion such foreclosure proceedings.

Collection and Foreclosure Actions

There are no foreclosure actions at this time.

APPENDIX A

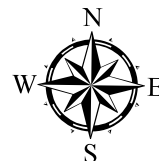
Boundary Map



SPICER CONSULTING
G R O U P



Assessment District No. 96 - 1
Series 1997A



APPENDIX B

Debt Service Schedule



SPICER CONSULTING
G R O U P

CITY OF CORONA
AD 96-1 1997 Series A (MOUNTAIN GATE WEST)
1997 Series A



Issued

08/27/1997

| <i>Date</i> | <i>Coupon Rate</i> | <i>Principal</i> | <i>Principal Outstanding</i> | <i>Semi-Annual Interest</i> | <i>Semi-Annual Debt Service</i> | <i>Annual Debt Service</i> |
|-------------|--------------------|------------------|------------------------------|-----------------------------|---------------------------------|----------------------------|
| 03/02/1998 | | | \$ 685,000.00 | \$ 20,231.81 | \$ 20,231.81 | |
| 09/02/1998 | 4.100% | \$ 15,000.00 | \$ 670,000.00 | \$ 19,685.00 | \$ 34,685.00 | \$ 54,916.81 |
| 03/02/1999 | | | \$ 670,000.00 | \$ 19,377.50 | \$ 19,377.50 | |
| 09/02/1999 | 4.400% | \$ 15,000.00 | \$ 655,000.00 | \$ 19,377.50 | \$ 34,377.50 | \$ 53,755.00 |
| 03/02/2000 | | | \$ 655,000.00 | \$ 19,047.50 | \$ 19,047.50 | |
| 09/02/2000 | 4.700% | \$ 15,000.00 | \$ 640,000.00 | \$ 19,047.50 | \$ 34,047.50 | \$ 53,095.00 |
| 03/02/2001 | | | \$ 640,000.00 | \$ 18,695.00 | \$ 18,695.00 | |
| 09/02/2001 | 4.900% | \$ 15,000.00 | \$ 625,000.00 | \$ 18,695.00 | \$ 33,695.00 | \$ 52,390.00 |
| 03/02/2002 | | | \$ 625,000.00 | \$ 18,327.50 | \$ 18,327.50 | |
| 09/02/2002 | 5.000% | \$ 15,000.00 | \$ 610,000.00 | \$ 18,327.50 | \$ 33,327.50 | \$ 51,655.00 |
| 03/02/2003 | | | \$ 610,000.00 | \$ 17,952.50 | \$ 17,952.50 | |
| 09/02/2003* | | \$ 30,000.00 | \$ 580,000.00 | \$ 0.00 | \$ 30,000.00 | |
| 09/02/2003 | 5.200% | \$ 15,000.00 | \$ 565,000.00 | \$ 17,952.50 | \$ 32,952.50 | \$ 80,905.00 |
| 03/02/2004 | | | \$ 565,000.00 | \$ 16,662.50 | \$ 16,662.50 | |
| 09/02/2004 | 5.400% | \$ 20,000.00 | \$ 545,000.00 | \$ 16,662.50 | \$ 36,662.50 | \$ 53,325.00 |
| 03/02/2005 | | | \$ 545,000.00 | \$ 16,122.50 | \$ 16,122.50 | |
| 09/02/2005 | 5.500% | \$ 20,000.00 | \$ 525,000.00 | \$ 16,122.50 | \$ 36,122.50 | \$ 52,245.00 |
| 03/02/2006 | | | \$ 525,000.00 | \$ 15,572.50 | \$ 15,572.50 | |
| 09/02/2006 | 5.600% | \$ 20,000.00 | \$ 505,000.00 | \$ 15,572.50 | \$ 35,572.50 | \$ 51,145.00 |
| 03/02/2007 | | | \$ 505,000.00 | \$ 15,012.50 | \$ 15,012.50 | |
| 09/02/2007 | 5.700% | \$ 20,000.00 | \$ 485,000.00 | \$ 15,012.50 | \$ 35,012.50 | \$ 50,025.00 |
| 03/02/2008 | | | \$ 485,000.00 | \$ 14,442.50 | \$ 14,442.50 | |
| 09/02/2008 | 5.700% | \$ 20,000.00 | \$ 465,000.00 | \$ 14,442.50 | \$ 34,442.50 | \$ 48,885.00 |
| 03/02/2009 | | | \$ 465,000.00 | \$ 13,872.50 | \$ 13,872.50 | |
| 09/02/2009 | 5.800% | \$ 25,000.00 | \$ 440,000.00 | \$ 13,872.50 | \$ 38,872.50 | \$ 52,745.00 |
| 03/02/2010 | | | \$ 440,000.00 | \$ 13,147.50 | \$ 13,147.50 | |
| 09/02/2010 | 5.800% | \$ 25,000.00 | \$ 415,000.00 | \$ 13,147.50 | \$ 38,147.50 | \$ 51,295.00 |
| 03/02/2011 | | | \$ 415,000.00 | \$ 12,422.50 | \$ 12,422.50 | |
| 09/02/2011 | 5.900% | \$ 25,000.00 | \$ 390,000.00 | \$ 12,422.50 | \$ 37,422.50 | \$ 49,845.00 |
| 03/02/2012 | | | \$ 390,000.00 | \$ 11,685.00 | \$ 11,685.00 | |
| 09/02/2012 | 5.900% | \$ 30,000.00 | \$ 360,000.00 | \$ 11,685.00 | \$ 41,685.00 | \$ 53,370.00 |
| 03/02/2013 | | | \$ 360,000.00 | \$ 10,800.00 | \$ 10,800.00 | |
| 09/02/2013 | 6.000% | \$ 30,000.00 | \$ 330,000.00 | \$ 10,800.00 | \$ 40,800.00 | \$ 51,600.00 |
| 03/02/2014 | | | \$ 330,000.00 | \$ 9,900.00 | \$ 9,900.00 | |
| 09/02/2014 | 6.000% | \$ 30,000.00 | \$ 300,000.00 | \$ 9,900.00 | \$ 39,900.00 | \$ 49,800.00 |
| 03/02/2015 | | | \$ 300,000.00 | \$ 9,000.00 | \$ 9,000.00 | |
| 09/02/2015 | 6.000% | \$ 35,000.00 | \$ 265,000.00 | \$ 9,000.00 | \$ 44,000.00 | \$ 53,000.00 |
| 03/02/2016 | | | \$ 265,000.00 | \$ 7,950.00 | \$ 7,950.00 | |
| 09/02/2016 | 6.000% | \$ 35,000.00 | \$ 230,000.00 | \$ 7,950.00 | \$ 42,950.00 | \$ 50,900.00 |
| 03/02/2017 | | | \$ 230,000.00 | \$ 6,900.00 | \$ 6,900.00 | |

| <i>Date</i> | <i>Coupon Rate</i> | <i>Principal</i> | <i>Principal Outstanding</i> | <i>Semi-Annual Interest</i> | <i>Semi-Annual Debt Service</i> | <i>Annual Debt Service</i> |
|--------------|--------------------|----------------------|------------------------------|-----------------------------|---------------------------------|----------------------------|
| 09/02/2017 | 6.000% | \$ 40,000.00 | \$ 190,000.00 | \$ 6,900.00 | \$ 46,900.00 | \$ 53,800.00 |
| 03/02/2018 | | | \$ 190,000.00 | \$ 5,700.00 | \$ 5,700.00 | |
| 09/02/2018 | 6.000% | \$ 40,000.00 | \$ 150,000.00 | \$ 5,700.00 | \$ 45,700.00 | \$ 51,400.00 |
| 03/02/2019 | | | \$ 150,000.00 | \$ 4,500.00 | \$ 4,500.00 | |
| 09/02/2019 | 6.000% | \$ 40,000.00 | \$ 110,000.00 | \$ 4,500.00 | \$ 44,500.00 | \$ 49,000.00 |
| 03/02/2020 | | | \$ 110,000.00 | \$ 3,300.00 | \$ 3,300.00 | |
| 09/02/2020 | 6.000% | \$ 45,000.00 | \$ 65,000.00 | \$ 3,300.00 | \$ 48,300.00 | \$ 51,600.00 |
| 03/02/2021 | | | \$ 65,000.00 | \$ 1,950.00 | \$ 1,950.00 | |
| 09/02/2021 | 6.000% | \$ 45,000.00 | \$ 20,000.00 | \$ 1,950.00 | \$ 46,950.00 | \$ 48,900.00 |
| 03/02/2022 | | | \$ 20,000.00 | \$ 600.00 | \$ 600.00 | |
| 09/02/2022 | 6.000% | \$ 20,000.00 | \$ 0.00 | \$ 600.00 | \$ 20,600.00 | \$ 21,200.00 |
| Total | | \$ 685,000.00 | | \$ 605,796.81 | \$ 1,290,796.81 | \$ 1,290,796.81 |



SPICER CONSULTING
GROUP