

CITY OF CORONA

Annual Report



COMMUNITY FACILITIES DISTRICT NO. 2002-1
IMPROVEMENT AREA NO. 1 (DOS LAGOS)

FISCAL YEAR ENDING JUNE 30, 2018



SPICER CONSULTING
GROUP

Table of Contents

Sections

1	Bond Profile	1
2	Fund Information	1
3	Special Tax Information	2
4	Payment History	2

Tables

2-1	Fund Balances	1
3-1	Assigned Special Tax Rates	2
3-2	Special Tax Breakdown	2
4-1	Delinquency Summary	3

Appendices

Appendix A – Boundary Map

Appendix B – Debt Service Schedule

Community Facilities District No. 2002-1
Improvement Area No. 1 (Dos Lagos)
2017 Special Tax Refunding Bonds

Bond Profile

Project Description

The Community Facilities District No. 2002-1 Improvement Area No. 1 (CFD No. 2002-1 IA 1) was formed to finance the costs of constructing and acquiring certain public facilities. The Authorized Facilities are: water; reclaimed water and sewer system master plan improvements; drainage and flood control master plan improvements; Temescal Canyon Road and Weirick Road improvements; qualified undergrounding of utilities; master plan signals; landscaping and irrigation of street improvements; public improvements within Westside Area (Tract 32538); I-15 at Weirick Road northbound and southbound Ramps, and Bedford Wash Bridge and Channel.

Location

The Community Facilities District No. 2002-1 consists of approximately 543 acres, of which approximately 98 gross acres are located in Improvement Area No. 1 and is located in the southeastern portion of the City on both sides of Temescal Canyon Road between Cajalco Road and Weirick Road, east of Interstate 15. The District is a mixed use master planned community known as “Dos Lagos”, consisting of residential, commercial, business park/office, research and development/light industrial, golf course and recreational and entertainment uses. Residential property in Improvement Area No. 1 is not subject to the Special Taxes and any undeveloped land that is developed as residential property will not be subject to the Special Taxes.

2017 Special Tax Refunding Bonds

The CFD No. 2002-1 IA 1 2017 Special Tax Refunding Bonds (the “CFD No. 2002-1 IA 1 Bonds”) in the amount of \$7,125,000 were issued January 26, 2017, with interest rates ranging from 2.00% to 5.00%. Interest is payable semi-annually on March 1 and September 1. The date for the final maturity of the CFD No. 2002-1 IA 1 Bonds is September 1, 2037. The principal amount of the CFD No. 2002-1 IA 1 Bonds outstanding as of September 30, 2018 was \$6,735,000.

Fund Information

The Fund Balances for CFD No. 2002-1 IA 1 as of September 30, 2018 are shown in the following table:

Table 2-1

Fund Balances

Account	Balance
COST OF ISSUANCE-INV W/FA	\$0.00
RESERVE-INV W/FISCAL AGENT	\$524,420.85
PRINCIPAL-INV W/FISCAL AGENT	\$0.00
INTEREST-INV W/FISCAL AGENT	\$0.00
BOND FUND-INV W/FISCAL AGENT	\$0.00
SPECIAL-INV W/FISCAL AGENT	\$66,987.91
Total	\$591,408.76

Reserve Requirement

The Fiscal Agent Agreement defines the Reserve Requirement as of the date of any calculation the lesser of (i) 10% of the proceeds of the sale of the Bonds, (ii) Maximum Annual Debt Service on the Bonds, or (iii) 125% of average Annual Debt Service on the Bonds, as determined by the City. **As of September 30, 2018, the Reserve Fund was \$524,420.85 and the Reserve Requirements was \$520,500.00.**

Special Tax Information

Special Tax

A Special Tax is collected each year to pay the principal and interest obligations on the CFD No. 2002-1 IA 1 Bonds. The amount collected each year is determined by the Special Tax formula and can vary from year to year, but shall not exceed the maximum authorized (or permitted) Special Tax rates. The amount levied for Fiscal Year 2018-19 tax year is \$538,070.28.

*Table 3-1
Assigned Special Tax Rates*

Category	Assigned Special Tax Rate
Business Park/Office (per Sq. Ft. of Building Area)	\$0.39
Commercial (per Sq. Ft. of Building Area)	\$1.83
Hotel (per Hotel Guest Room)	\$100.00
Golf Course Club House (per Sq. Ft. of Building Area)	\$0.01
Other Non-Residential (per Acre)	\$16,460.00

*Table 3-2
Special Tax Breakdown*

Development Status	Parcels	Levied Amount	Assigned Special Tax	% of Assigned Special Tax
Business Park/Office (per Sq. Ft. of Building Area)	1	\$42,301.72	\$59,152.08	71.51%
Commercial (per Sq. Ft. of Building Area)	6	\$488,331.16	\$682,851.69	71.51%
Hotel (per Hotel Guest Room)	1	\$7,437.40	\$10,400.00	71.51%
Totals	8	\$538,070.28	\$752,403.77	71.51%

Payment History

Delinquency Rate for Fiscal Year 2017-18

As of September 30, 2018, the delinquency rate of CFD No. 2002-1 IA 1 for Fiscal Year 2017-18 is 0.00%

Information Concerning Delinquent Parcels

CFD No. 2002-1 IA 1 delinquency information as of September 30, 2018 is illustrated below:

*Table 4-1
Delinquency Summary*

Fiscal Year	Levied		Delinquency		
	Parcels	Amount	Parcels	Amount	% Del.
2013-14	7	\$572,138.28	0	\$0.00	0.00%
2014-15	7	\$574,971.30	0	\$0.00	0.00%
2015-16	7	\$575,013.58	0	\$0.00	0.00%
2016-17	7	\$574,793.62	0	\$0.00	0.00%
2017-18	8	\$556,640.08	0	\$0.00	0.00%
Total		\$2,853,556.86	0	\$0.00	0.00%

Foreclosure Covenant

Pursuant to Section 53356.1 of the California Government Code, the City covenants for the benefit of the Owners of the Bonds that within sixty (60) days after each Interest Payment Date it will cause to be commenced, as provided in the Agreement, and (unless delinquent Special Taxes are paid) diligently prosecute to judgment, an action in the superior court to foreclose the lien of any Special Taxes levied on any Assessor's Parcels of Taxable Property (as those terms are defined in the Rates and Method of Appointment of Special Tax) in Improvement Area No. 1, or any installments thereof, which were not paid by the statutory delinquency date (i.e., December 10 or April 10). In furtherance of this covenant set forth in the proceeding sentence, within Five (5) Business Days after each Interest Payment Date, the Finance Director, or her designee, shall review the most recent Fixed Charge Unpaid List received from the Auditor-Controller of the County of Riverside regarding unpaid property taxes to determine if there are any delinquent installments of Special Taxes levied on property in the District. If there are any such delinquent Special Tax installments, the Finance Director, or her designee, shall notify the City Attorney of such delinquencies and, within the previously mentioned sixty (60) days, the City Attorney shall commence, or cause to be commenced and diligently prosecute such a superior court foreclosure action or actions to collect such delinquent Special Taxes.

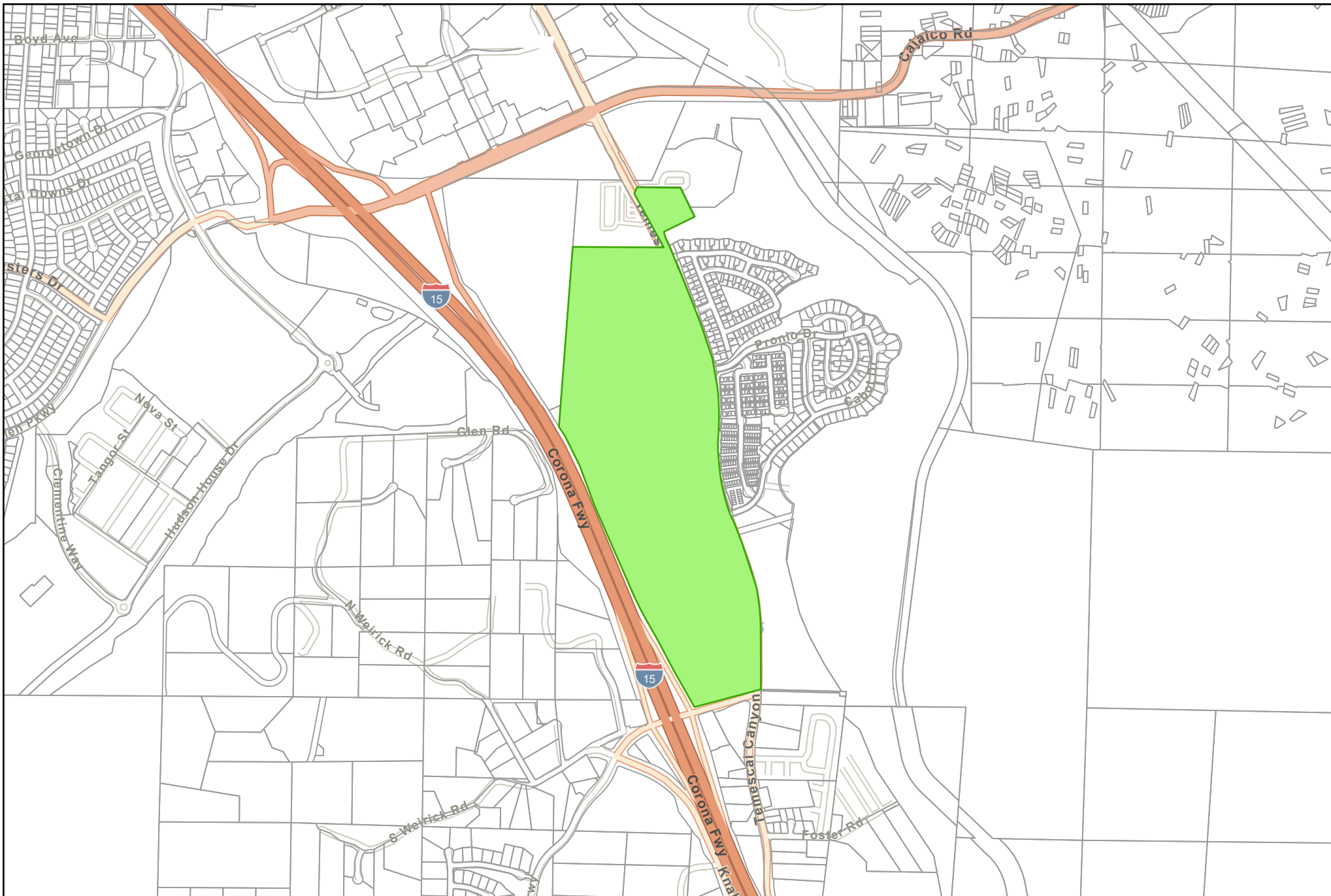
There are no foreclosure actions at this time.

APPENDIX A

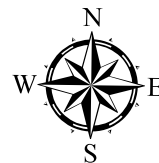
Boundary Map



SPICER CONSULTING
GROUP



**Community Facilities District No. 2002 - 1
Improvement Area 1**



APPENDIX B
Debt Service Schedule



SPICER CONSULTING
G R O U P

CITY OF CORONA
CFD 2002-1 IA 1 (DOS LAGOS)
2017 Special Tax Refunding Bonds



Issued

01/26/2017

<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>
03/01/2017			\$ 7,125,000.00	\$ 25,604.08	\$ 25,604.08	
09/01/2017	2.000%	\$ 135,000.00	\$ 6,990,000.00	\$ 131,678.13	\$ 266,678.13	\$ 292,282.20
03/01/2018			\$ 6,990,000.00	\$ 130,328.13	\$ 130,328.13	
09/01/2018	2.000%	\$ 255,000.00	\$ 6,735,000.00	\$ 130,328.13	\$ 385,328.13	\$ 515,656.25
03/01/2019			\$ 6,735,000.00	\$ 127,778.13	\$ 127,778.13	
09/01/2019	3.000%	\$ 260,000.00	\$ 6,475,000.00	\$ 127,778.13	\$ 387,778.13	\$ 515,556.25
03/01/2020			\$ 6,475,000.00	\$ 123,878.13	\$ 123,878.13	
09/01/2020	3.000%	\$ 270,000.00	\$ 6,205,000.00	\$ 123,878.13	\$ 393,878.13	\$ 517,756.25
03/01/2021			\$ 6,205,000.00	\$ 119,828.13	\$ 119,828.13	
09/01/2021	3.000%	\$ 275,000.00	\$ 5,930,000.00	\$ 119,828.13	\$ 394,828.13	\$ 514,656.25
03/01/2022			\$ 5,930,000.00	\$ 115,703.13	\$ 115,703.13	
09/01/2022	3.000%	\$ 285,000.00	\$ 5,645,000.00	\$ 115,703.13	\$ 400,703.13	\$ 516,406.25
03/01/2023			\$ 5,645,000.00	\$ 111,428.13	\$ 111,428.13	
09/01/2023	3.000%	\$ 290,000.00	\$ 5,355,000.00	\$ 111,428.13	\$ 401,428.13	\$ 512,856.25
03/01/2024			\$ 5,355,000.00	\$ 107,078.13	\$ 107,078.13	
09/01/2024	3.000%	\$ 300,000.00	\$ 5,055,000.00	\$ 107,078.13	\$ 407,078.13	\$ 514,156.25
03/01/2025			\$ 5,055,000.00	\$ 102,578.13	\$ 102,578.13	
09/01/2025	3.125%	\$ 310,000.00	\$ 4,745,000.00	\$ 102,578.13	\$ 412,578.13	\$ 515,156.25
03/01/2026			\$ 4,745,000.00	\$ 97,734.38	\$ 97,734.38	
09/01/2026	3.250%	\$ 320,000.00	\$ 4,425,000.00	\$ 97,734.38	\$ 417,734.38	\$ 515,468.75
03/01/2027			\$ 4,425,000.00	\$ 92,534.38	\$ 92,534.38	
09/01/2027	3.375%	\$ 330,000.00	\$ 4,095,000.00	\$ 92,534.38	\$ 422,534.38	\$ 515,068.75
03/01/2028			\$ 4,095,000.00	\$ 86,965.63	\$ 86,965.63	
09/01/2028	3.500%	\$ 345,000.00	\$ 3,750,000.00	\$ 86,965.63	\$ 431,965.63	\$ 518,931.25
03/01/2029			\$ 3,750,000.00	\$ 80,928.13	\$ 80,928.13	
09/01/2029	3.625%	\$ 355,000.00	\$ 3,395,000.00	\$ 80,928.13	\$ 435,928.13	\$ 516,856.25
03/01/2030			\$ 3,395,000.00	\$ 74,493.75	\$ 74,493.75	
09/01/2030	3.750%	\$ 365,000.00	\$ 3,030,000.00	\$ 74,493.75	\$ 439,493.75	\$ 513,987.50
03/01/2031			\$ 3,030,000.00	\$ 67,650.00	\$ 67,650.00	
09/01/2031	4.000%	\$ 380,000.00	\$ 2,650,000.00	\$ 67,650.00	\$ 447,650.00	\$ 515,300.00
03/01/2032			\$ 2,650,000.00	\$ 60,050.00	\$ 60,050.00	
09/01/2032	4.000%	\$ 395,000.00	\$ 2,255,000.00	\$ 60,050.00	\$ 455,050.00	\$ 515,100.00
03/01/2033			\$ 2,255,000.00	\$ 52,150.00	\$ 52,150.00	
09/01/2033	4.000%	\$ 415,000.00	\$ 1,840,000.00	\$ 52,150.00	\$ 467,150.00	\$ 519,300.00
03/01/2034			\$ 1,840,000.00	\$ 43,850.00	\$ 43,850.00	
09/01/2034	4.000%	\$ 430,000.00	\$ 1,410,000.00	\$ 43,850.00	\$ 473,850.00	\$ 517,700.00
03/01/2035			\$ 1,410,000.00	\$ 35,250.00	\$ 35,250.00	
09/01/2035	5.000%	\$ 450,000.00	\$ 960,000.00	\$ 35,250.00	\$ 485,250.00	\$ 520,500.00
03/01/2036			\$ 960,000.00	\$ 24,000.00	\$ 24,000.00	
09/01/2036	5.000%	\$ 470,000.00	\$ 490,000.00	\$ 24,000.00	\$ 494,000.00	\$ 518,000.00

<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>
03/01/2037			\$ 490,000.00	\$ 12,250.00	\$ 12,250.00	
09/01/2037	5.000%	\$ 490,000.00	\$ 0.00	\$ 12,250.00	\$ 502,250.00	\$ 514,500.00
Total		\$ 7,125,000.00		\$ 3,490,194.70	\$ 10,615,194.70	\$ 10,615,194.70



SPICER CONSULTING
GROUP