

## Annual Disclosure Report

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Hemet Unified School District Financing Authority  
2015 Special Tax Revenue Bonds  
\$26,955,000

February 15, 2022

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Secondary-Market Disclosure Information  
as Required by SEC Rule 15c2-12

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**Hemet Unified School District**  
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Hemet, CA 92545  
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Contact: Darrin Watters – Deputy Superintendent, Business Services

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**SPECIAL DISTRICT FINANCING & ADMINISTRATION**

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**Christi Barrett, Ph.D.**  
Superintendent

**Darrin Watters**  
Deputy Superintendent  
**Tracy Chambers**  
Assistant Superintendent  
**Derek Jindra, Ed.D.**  
Assistant Superintendent  
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Assistant Superintendent

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**Governing Board**

Stacey Bailey  
Rob Davis  
Megan Haley  
Sumanta Chaudhuri Saini, M.D.  
Vic Scavarda  
Patrick Searl  
Ross Valenzuela



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[instagram.com/hemetunified](https://instagram.com/hemetunified)

February 15, 2022

Municipal Securities Rulemaking Board  
(Electronic Municipal Market Access)

**RE: SECONDARY MARKET DISCLOSURE INFORMATION AS  
REQUIRED BY SEC RULE 15c2-12**

The following Report has been produced in accordance with the Continuing Disclosure Certificate executed in connection with the issuance of the **Hemet Unified School District Financing Authority, 2015 Special Tax Revenue Bonds** in the principal amount of \$26,955,000.

As a qualified representative of the Hemet Unified School District, I have reviewed the contents of this Report and certify that to the best of my knowledge the information contained herein is complete and factually correct.

If there are any questions regarding the information provided, please be in contact at (951) 765-5100.

**Darrin Watters**  
Deputy Superintendent, Business Services

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# **Annual Disclosure Report**

## **Hemet Unified School District Financing Authority 2015 Special Tax Revenue Bonds**

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### **ISSUER STATEMENT REGARDING REPORT CONTENTS**

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#### ***Data Disclosed in this Report***

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This Report has been prepared by Special District Financing & Administration (“SDF”) on behalf of Community Facilities District Nos. 2004-1 Zone 1, 2005-1, 2005-2, 2005-4 and 2005-3 Improvement Area 1 (each a “District” and together the “Districts”) of the Hemet Unified School District Financing Authority (the “Authority”). It has been produced in accordance with the Continuing Disclosure Certificate (“CDC”) executed in connection with the issuance of \$26,955,000 2015 Special Tax Revenue Bonds (the “Bonds”). The five series of special tax bonds are the Local Obligations (the “Local Obligations”). The information included was deemed to be pertinent in evaluating the market value of the securities at the time that the Bonds were issued. It has been prepared solely for the purpose of complying with the requirements of the Continuing Disclosure Certificate. This information is not to be used or referenced for any other purpose without the written consent of the Issuer.

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#### ***Reliability and Verification of Data***

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Some of the information contained in this Report may have been provided or compiled by independent third parties including, in some cases, obligated parties that may have an interest that is in conflict with the interest of potential purchasers of the securities. Additionally, some of the information may have been extracted from data provided and compiled by other entities including the paying agent, property owners, other municipal agencies, the County Assessor, County Auditor and the Treasurer/Tax Collector. SDF and the Issuer have not independently verified the accuracy of the data provided by such parties and make no representations to its accuracy.

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#### ***Review of Information***

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A qualified representative, acting on behalf of the Hemet Unified School District Financing Authority, has reviewed the contents of this Report and certifies that to the best of his/her knowledge the information contained herein is factually correct.

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# Annual Disclosure Report

## Hemet Unified School District Financing Authority 2015 Special Tax Revenue Bonds

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### SUMMARY OF THE CONTINUING DISCLOSURE AGREEMENT

The CDC establishes that, for the benefit of bondholders and beneficial owners of the Bonds, the Issuer has agreed to make specific information available and update the information annually. This information is intended to assist current and potential bondholders in making an informed purchase decision. The CDC sets forth the date each year by which information is to be provided; the specific information that must be provided; and the means for making this information available in the market place.

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#### *Reporting Dates*

By February 15th of each year, commencing with the report for the 2014-15 Fiscal Year, the Authority and the Districts shall provide, or shall cause the Dissemination Agent to provide, to the MSRB through the EMMA System in an electronic format and accompanied by identifying information as prescribed by the MSRB, an Annual Report which is consistent with the requirements of Section 4 of the Disclosure Certificate. The Dissemination Agent will file a report with the Authority, the Districts and the Trustee certifying that the Annual Report has been provided to the MSRB through the EMMA System pursuant to the Disclosure Certificate.

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#### *Contents of the Annual Report*

In accordance with Section 4, "Content of Annual Reports," of the Continuing Disclosure Certificate, the Annual Report shall contain or incorporate by reference the following:

<u>Section</u>	<u>Description</u>
4(a)	With respect to the Authority, the Authority's Annual Report shall provide the following information:
(i)	Audited Financial Statements of the Authority prepared in accordance with generally accepted accounting principles as promulgated to apply to government entities from time to time by the Governmental Accounting Standards Board. If the Audited Financial Statements are not available by the time the Annual Report is required to be filed pursuant to Section 3(a), the Annual Report shall contain unaudited financial

statements in a format similar to the financial statements contained in the final Official Statement, and the Audited Financial Statements shall be filed in the same manner as the Annual Report when they become available. For purposes of this section, the financial statements of the School District shall be deemed to be the financial statements of the Authority unless separate financial statements are prepared with respect to the Authority.

- (ii) The following information regarding the Bonds:
  - a. Principal amount of the Bonds and any parity bonds and/or refunding bonds outstanding as of a date within 120 days of the date of the Annual Report;
  - b. Balance in the Bond Fund as of a date within 120 days of the date of the Annual Report;
  - c. Balance in Reserve Fund and statement of Reserve Requirement as of a date within 120 days of the date of the Annual Report;
  - d. Balance in any other Fund or Account relating to the Bonds not referenced in clauses (ii) or (iii) (sic) above as of a date within 120 days of the date of the Annual Report.

4(b) With respect to each District, the District's Annual Report shall provide the following information with respect to such District, Zone 1, or the Improvement Area, as applicable, and the applicable Local Obligations:

- (i) The following information regarding the Bonds:
  - a. Principal amount of the Local Obligations and any parity bonds and/or refunding bonds outstanding as of a date within 120 days of the date of the Annual Report;
  - b. Balance in the Special Tax Fund as of a date within 120 days of the date of the Annual Report;
  - c. Balance in Reserve Account of the Authority Reserve Fund applicable to such District and statement of applicable Reserve Requirement as of a date within 120 days of the date of the Annual Report;
  - d. Balance in any other Fund or Account relating to the Local Obligations not referenced in clauses (ii) or (iii) (sic) above as of a date within 120 days of the date of the Annual Report.
- (ii) Information regarding the annual special taxes levied in the District, Zone 1 or the Improvement Area, as applicable, the number of parcels on which special taxes are levied each Fiscal Year, the annual aggregate levy in each Fiscal Year relative to the maximum aggregate special tax levy, amount collected, delinquent amounts and percent delinquent for the most recently completed Fiscal Year;
- (iii) Status of foreclosure proceedings of parcels, if any, within the District, Zone 1 or the Improvement Area, as applicable, and summary of results of foreclosure sales, if available.
- (iv) Total assessed value (per the Riverside County Assessor's records) of all parcels currently subject to the Special Tax within the applicable District, showing the total assessed valuation for all land and the total assessed valuation for all improvements

within such District and distinguishing between the assessed value of improved and unimproved parcels. Parcels are considered improved if there is an assessed value for the improvements in the Assessor's records;

- (v) The total dollar amount of delinquencies in District, Zone 1 or the Improvement Area, as applicable, on or about the August 1 preceding the date of the Annual Report and, in the event that the total delinquencies within the District, Zone 1 or the Improvement Area, as applicable, on or about such August 1 or such more recent date, as determined by the District, exceed 5% of the Special Tax for the previous year, delinquency information for each parcel, including the amounts of delinquencies, length of delinquency and status of any foreclosure of each such parcel;
  - (vi) The number of parcels which prepaid, the aggregate amount of prepayments of the Special Tax with respect to the District for the prior Fiscal Year and the amount of Bonds prepaid;
  - (vii) Any changes to the Rate and Method of Apportionment for the District set forth in Appendix A to the Official Statement;
  - (viii) A copy of the annual information required to be filed by the District with the California Debt and Investment Advisory Commission under the Act and relating generally to outstanding District bond amounts, fund balances, assessed values, special tax delinquencies and foreclosure information; and
  - (ix) A statement as to whether or not the special taxes are or are not included within the Teeter Plan (as of the date of issuance, the special taxes are not included within the Teeter Plan.)
- 4(c) In addition to any of the information expressly required to be provided under paragraphs (a) and (b) of this Section, the Authority or a District, as applicable, shall provide such further information, if any, as may be necessary to make the specifically required statements set forth in clauses (a) and (b), in the light of the circumstances under which they were made, not misleading for purposes of applicable federal securities laws.

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***Dissemination of the Annual Report***

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Special District Financing & Administration is the named Dissemination Agent on behalf of the Hemet Unified School District Financing Authority. The Dissemination Agent is not responsible in any manner for the content of any notice or report prepared by the Issuer pursuant to the Disclosure Agreement.

This Annual Report is being provided to the MSRB through the EMMA System at <http://www.emma.msrb.org/> and the following:

Trustee:

U.S. Bank National Association  
633 West Fifth Street, 24<sup>th</sup> Floor  
LM-CA-T24T  
Los Angeles, CA 90071  
Phone: (213) 615-6063  
Fax: (213) 615-6199  
Email: [Ismael.diaz@usbank.com](mailto:Ismael.diaz@usbank.com)  
Email: [Andrea.freeman@usbank.com](mailto:Andrea.freeman@usbank.com)



Section

**Three**

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# **Annual Disclosure Report**

## **Hemet Unified School District Financing Authority 2015 Special Tax Revenue Bonds**

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### **REPORT SYNOPSIS - MATERIAL CHANGES TO REPORT**

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The Hemet Unified School District Financing Authority 2015 Special Tax Revenue Bonds issued in the amount of \$26,955,000 were delivered on or about February 19, 2015.

Details of all relevant data are contained within the appendices to this report.

# Annual Disclosure Report

## Hemet Unified School District Financing Authority 2015 Special Tax Revenue Bonds

### APPENDICES

#### With respect to the Authority:

Appendix	CDC Section No.	Description
<i>A</i>	<i>4(a)(i)</i>	Audited Financial Statements – (FY 2020/21)
<i>B</i>	<i>4(a)(ii)</i>	Bond Principal, Fund Balances & Reserve Requirements

#### With respect to each District:

Appendix	CDC Section No.	Description
<i>C</i>	<i>4(b)(i)</i>	Local Obligations Principal, Local Obligations Fund Balances & Reserve Requirements
<i>D</i>	<i>4(b)(ii)</i>	Information regarding the Annual Special Taxes Levied / Collected, Delinquency Amounts / Percentages for the most recently completed Fiscal Year
<i>E</i>	<i>4(b)(iii)</i>	Foreclosure Status
<i>F</i>	<i>4(b)(iv)</i>	Assessed Values
<i>G</i>	<i>4(b)(v)</i>	Amount of Delinquencies as of August 1 or more Recent Date
<i>H</i>	<i>4(b)(vi)</i>	Prepayment Information
<i>I</i>	<i>4(b)(vii)</i>	Changes to the Rate & Method of Apportionment
<i>J</i>	<i>4(b)(viii)</i>	CDIAC Reports – (FY 2020/21)
<i>K</i>	<i>4(b)(ix)</i>	Statement as to Teeter Plan
<i>L</i>	<i>4(c)</i>	Further Information, if necessary, for clarity

***APPENDIX A: With respect to the Authority –  
2020/21 Audited Financial Statements  
CDC Section 4.(a)(i)***

The 2020/21 Audited Financial Statements have been filed separately with the Municipal Securities Rulemaking Board's Electronic Municipal Market Access website on January 25, 2022 and are incorporated by reference as noted below.

The Audited Financial Statements of the Hemet Unified School District may be downloaded at the following URL: <https://emma.msrb.org/P21538851-P21189508-P21607824.pdf>

***APPENDIX B: With respect to the Authority –  
Bond Principal, Fund Balances and Reserve  
Requirement  
CDC Section 4.(a)(ii)***

With respect to the Authority, the Bond Principal, Bond Fund Balances and the Reserve Requirements follow.

**APPENDIX B: WITH RESPECT TO THE AUTHORITY; PRINCIPAL, FUND BALANCES AND RESERVE REQUIREMENT**

**CDC Section 4.(a)(ii)**

**(NOVEMBER 30, 2021 FUND/ACCOUNT BALANCES)**

- a. Principal amount of the Bonds and any parity bonds and/or refunding bonds outstanding as of a date within 120 days of the date of the Annual Report:

Principal Outstanding: \$22,235,000.00

- b. Balance in the Bond Fund as of a date within 120 days of the date of the Annual Report:

<u>Bond Fund:</u>	\$0.00
Principal Account:	\$0.00
Interest Account:	\$0.00
Redemption Account:	\$0.00

- c. Balance in Reserve Fund and statement of Reserve Requirement as of a date within 120 days of the date of the Annual Report:

<u>Reserve Fund:</u>	
Reserve Account 2004-1:	\$257,641.92
Reserve Account 2005-1:	\$270,684.64
Reserve Account 2005-2:	\$719,858.30
Reserve Account 2005-3 IA1:	\$737,600.58
Reserve Account 2005-4:	<u>\$276,035.04</u>
Total Reserve Funds:	\$2,261,820.48

Reserve Statement

The Indenture of Trust provides that the amount in the Reserve Fund shall, as of any date of calculation equal to the least of (i) 10% of the initial principal amount of the Bonds, (ii) Maximum Annual Debt Service on the Outstanding Bonds, or (iii) 125% of average Annual Debt Service on the Outstanding Bonds.

Reserve Requirement: \$2,237,250.00

- d. Balance in any other Fund or Account relating to the Bonds not referenced in clauses (ii) or (iii) as of a date within 120 days of the date of the Annual Report:

<u>Revenue Fund:</u>	\$30,129.16
Auth. Surplus Account:	\$0.00

**APPENDIX B: WITH RESPECT TO THE AUTHORITY; PRINCIPAL, FUND BALANCES AND RESERVE REQUIREMENT**

CDC Section 4.(a)(ii)

(CONTINUED)

<u>Rebate Fund:</u>	\$0.00
<u>Program Fund:</u>	\$0.00
Purchase Account:	\$0.00
Costs of Issuance Account:	\$0.00

***APPENDIX C: With respect to each District –  
Local Obligations Principal, Fund Balances &  
Reserve Requirements  
CDC Section 4.(b)(i)***

With respect to each District, the Local Obligations Principal, Local Obligations Fund Balances and the Reserve Requirements for each District follow.

## APPENDIX C: WITH RESPECT TO CFD 2004-1; PRINCIPAL, FUND BALANCES AND RESERVE REQUIREMENT

### CDC Section 4.(b)(i)

#### (NOVEMBER 30, 2020 FUND/ACCOUNT BALANCES)

- a. Principal amount of the Local Obligations and any parity bonds and/or refunding bonds outstanding as of a date within 120 days of the date of the Annual Report:

Principal Outstanding: \$2,545,000.00

- b. Balance in the Special Tax Fund as of a date within 120 days of the date of the Annual Report:

Special Tax Fund: \$0.31  
Prepayment Account: \$0.00

- c. Balance in Reserve Account of the Authority Reserve Fund applicable to such District and statement of the applicable Reserve Requirement as of a date within 120 days of the date of the Annual Report:

2004-1 Reserve Account: \$257,641.92

#### Reserve Statement (HUSD Financing Authority Indenture of Trust)

The Indenture of Trust provides that the amount in the Reserve Fund shall, as of any date of calculation equal to the least of (i) 10% of the initial principal amount of the Authority Bonds, (ii) Maximum Annual Debt Service on the Outstanding Authority Bonds, or (iii) 125% of average Annual Debt Service on the Outstanding Authority Bonds.

Reserve Requirement: \$256,073.81

(The Reserve Requirement is allocated among the Reserve Fund Accounts on a pro rata basis based on the then-outstanding amounts of the Local Obligations as set forth in the Indenture.)

- d. Balance in any other Fund or Account relating to the Local Obligations not referenced in clauses (ii) or (iii) above as of a date within 120 days of the date of the Annual Report:

Bond Fund: \$0.00  
Principal Account: \$0.00  
Interest Account: \$248.37



**APPENDIX C: WITH RESPECT TO CFD 2004-1; PRINCIPAL, FUND BALANCES AND RESERVE REQUIREMENT**

**CDC Section 4.(b)(i) - CONTINUED**

<u>Administrative Expense Fund:</u>	\$67,851.75
<u>Redemption Fund:</u>	\$0.00
Optional Red. Account:	\$0.00
Sinking Fund Red. Account:	\$0.00
Mandatory Red. Account:	\$0.00
<u>Surplus School Facilities Fund:</u>	\$811,544.56
<u>Escrow Fund:</u>	\$0.00

**APPENDIX C: WITH RESPECT TO CFD 2005-1; PRINCIPAL, FUND BALANCES AND RESERVE REQUIREMENT**

**CDC Section 4.(b)(i)**

**(NOVEMBER 30, 2021 FUND/ACCOUNT BALANCES)**

- a. Principal amount of the Local Obligations and any parity bonds and/or refunding bonds outstanding as of a date within 120 days of the date of the Annual Report:

Principal Outstanding: \$2,645,000.00

- b. Balance in the Special Tax Fund as of a date within 120 days of the date of the Annual Report:

Special Tax Fund: \$0.26  
Prepayment Account: \$0.00

- c. Balance in Reserve Account of the Authority Reserve Fund applicable to such District and statement of the applicable Reserve Requirement as of a date within 120 days of the date of the Annual Report:

2005-1 Reserve Account: \$266,135.65

Reserve Statement (HUSD Financing Authority Indenture of Trust)

The Indenture of Trust provides that the amount in the Reserve Fund shall, as of any date of calculation equal to the least of (i) 10% of the initial principal amount of the Authority Bonds, (ii) Maximum Annual Debt Service on the Outstanding Authority Bonds, or (iii) 125% of average Annual Debt Service on the Outstanding Authority Bonds.

Reserve Requirement: \$266,135.65

(The Reserve Requirement is allocated among the Reserve Fund Accounts on a pro rata basis based on the then-outstanding amounts of the Local Obligations as set forth in the Indenture.)

- d. Balance in any other Fund or Account relating to the Local Obligations not referenced in clauses (ii) or (iii) above as of a date within 120 days of the date of the Annual Report:

Bond Fund: \$0.00  
Principal Account: \$0.00  
Interest Account: \$6,777.93

**APPENDIX C: WITH RESPECT TO CFD 2005-1; PRINCIPAL, FUND BALANCES AND RESERVE REQUIREMENT**

**CDC Section 4.(b)(i) - CONTINUED**

<u>Administrative Expense Fund:</u>	\$10,602.35
<u>Redemption Fund:</u>	\$0.00
Optional Red. Account:	\$0.00
Sinking Fund Red. Account:	\$0.00
Mandatory Red. Account:	\$0.00
<u>Surplus School Facilities Fund:</u>	\$68,058.87
<u>Escrow Fund:</u>	\$0.00

**APPENDIX C: WITH RESPECT TO CFD 2005-2; PRINCIPAL, FUND BALANCES AND RESERVE REQUIREMENT**

**CDC Section 4.(b)(i)**

**(NOVEMBER 30, 2021 FUND/ACCOUNT BALANCES)**

- a. Principal amount of the Local Obligations and any parity bonds and/or refunding bonds outstanding as of a date within 120 days of the date of the Annual Report

Principal Outstanding: \$7,020,000.00

- b. Balance in the Special Tax Fund as of a date within 120 days of the date of the Annual Report:

Special Tax Fund: \$0.76  
Prepayment Account: \$0.00

- c. Balance in Reserve Account of the Authority Reserve Fund applicable to such District and statement of the applicable Reserve Requirement as of a date within 120 days of the date of the Annual Report:

2005-2 Reserve Account: \$719,858.30

Reserve Statement (HUSD Financing Authority Indenture of Trust)

The Indenture of Trust provides that the amount in the Reserve Fund shall, as of any date of calculation equal to the least of (i) 10% of the initial principal amount of the Authority Bonds, (ii) Maximum Annual Debt Service on the Outstanding Authority Bonds, or (iii) 125% of average Annual Debt Service on the Outstanding Authority Bonds.

Reserve Requirement: \$706,341.13

(The Reserve Requirement is allocated among the Reserve Fund Accounts on a pro rata basis based on the then-outstanding amounts of the Local Obligations as set forth in the Indenture.)

- d. Balance in any other Fund or Account relating to the Local Obligations not referenced in clauses (ii) or (iii) above as of a date within 120 days of the date of the Annual Report:

Bond Fund: \$0.00  
Principal Account: \$0.00  
Interest Account: \$1,049.46

**APPENDIX C: WITH RESPECT TO CFD 2005-2; PRINCIPAL, FUND BALANCES AND RESERVE REQUIREMENT**

**CDC Section 4.(b)(i) - CONTINUED**

<u>Administrative Expense Fund:</u>	\$32,627.80
<u>Redemption Fund:</u>	\$0.00
Optional Red. Account:	\$0.00
Sinking Fund Red. Account:	\$0.00
Mandatory Red. Account:	\$0.00
<u>Surplus School Facilities Fund:</u>	\$1.13
<u>Escrow Fund:</u>	\$0.00

**APPENDIX C: WITH RESPECT TO CFD 2005-3 IA-1; PRINCIPAL, FUND BALANCES AND RESERVE REQUIREMENT**

**CDC Section 4.(b)(i)**

**(NOVEMBER 30, 2021 FUND/ACCOUNT BALANCES)**

- a. Principal amount of the Local Obligations and any parity bonds and/or refunding bonds outstanding as of a date within 120 days of the date of the Annual Report:

Principal Outstanding: \$7,295,000.00

- b. Balance in the Special Tax Fund as of a date within 120 days of the date of the Annual Report:

Special Tax Fund: \$0.47  
Prepayment Account: \$0.00

- c. Balance in Reserve Account of the Authority Reserve Fund applicable to such District and statement of the applicable Reserve Requirement as of a date within 120 days of the date of the Annual Report:

2005-3 IA-1 Reserve Account: \$737,600.58

Reserve Statement (HUSD Financing Authority Indenture of Trust)

The Indenture of Trust provides that the amount in the Reserve Fund shall, as of any date of calculation equal to the least of (i) 10% of the initial principal amount of the Authority Bonds, (ii) Maximum Annual Debt Service on the Outstanding Authority Bonds, or (iii) 125% of average Annual Debt Service on the Outstanding Authority Bonds.

Reserve Requirement: \$734,011.19

(The Reserve Requirement is allocated among the Reserve Fund Accounts on a pro rata basis based on the then-outstanding amounts of the Local Obligations as set forth in the Indenture.)

- d. Balance in any other Fund or Account relating to the Local Obligations not referenced in clauses (ii) or (iii) above as of a date within 120 days of the date of the Annual Report:

Bond Fund: \$0.00  
Principal Account: \$0.00  
Interest Account: \$0.02

**APPENDIX C: WITH RESPECT TO CFD 2005-3 IA-1; PRINCIPAL, FUND BALANCES  
AND RESERVE REQUIREMENT  
CDC Section 4.(b)(i) - CONTINUED**

<u>Administrative Expense Fund:</u>	\$13,786.00
<u>Redemption Fund:</u>	\$0.00
Optional Red. Account:	\$0.00
Sinking Fund Red. Account:	\$0.00
Mandatory Red. Account:	\$0.00
<u>Project Fund:</u>	\$0.00
<u>Surplus School Facilities Fund:</u>	\$0.72
<u>Escrow Fund:</u>	\$0.00

## APPENDIX C: WITH RESPECT TO CFD 2005-4; PRINCIPAL, FUND BALANCES AND RESERVE REQUIREMENT

### CDC Section 4.(b)(i)

#### (NOVEMBER 30, 2021 FUND/ACCOUNT BALANCES)

- a. Principal amount of the Local Obligations and any parity bonds and/or refunding bonds outstanding as of a date within 120 days of the date of the Annual Report:

Principal Outstanding: \$2,730,000.00

- b. Balance in the Special Tax Fund as of a date within 120 days of the date of the Annual Report:

Special Tax Fund: \$0.20  
Prepayment Account: \$0.00

- c. Balance in Reserve Account of the Authority Reserve Fund applicable to such District and statement of the applicable Reserve Requirement as of a date within 120 days of the date of the Annual Report:

2005-4 Reserve Account: \$276,035.04

#### Reserve Statement (HUSD Financing Authority Indenture of Trust)

The Indenture of Trust provides that the amount in the Reserve Fund shall, as of any date of calculation equal to the least of (i) 10% of the initial principal amount of the Authority Bonds, (ii) Maximum Annual Debt Service on the Outstanding Authority Bonds, or (iii) 125% of average Annual Debt Service on the Outstanding Authority Bonds.

Reserve Requirement: \$274,688.22

(The Reserve Requirement is allocated among the Reserve Fund Accounts on a pro rata basis based on the then-outstanding amounts of the Local Obligations as set forth in the Indenture.)

- d. Balance in any other Fund or Account relating to the Local Obligations not referenced in clauses (ii) or (iii) above as of a date within 120 days of the date of the Annual Report:

Bond Fund: \$0.00  
Principal Account: \$0.00  
Interest Account: \$0.01



**APPENDIX C: WITH RESPECT TO CFD 2005-4; PRINCIPAL, FUND BALANCES AND RESERVE REQUIREMENT**

**CDC Section 4.(b)(i) - CONTINUED**

<u>Administrative Expense Fund:</u>	\$59,182.16
<u>Redemption Fund:</u>	\$0.00
Optional Red. Account:	\$0.00
Sinking Fund Red. Account:	\$0.00
Mandatory Red. Account:	\$0.00
<u>Surplus School Facilities Fund:</u>	\$674,863.72
<u>Escrow Fund:</u>	\$0.00

***APPENDIX D: With respect to each District –  
Annual Special Taxes Levied / Collected  
Delinquent Amount / Percentages for most recently  
completed Fiscal Year (FY 2020/21)***

With respect to each District, the Annual Special Taxes Levied / Collected, Delinquency Amounts and Percentages for the most recently completed Fiscal Year follow.

**HEMET UNIFIED SCHOOL DISTRICT  
COMMUNITY FACILITIES DISTRICTS  
SPECIAL TAX LEVY and DELINQUENCIES  
FOR THE MOST RECENTLY COMPLETED FISCAL YEAR (FY 2020/21)**

<b>Community Facilities District No.</b>	<b>Fiscal Year</b>	<b>Number of Parcels Levied</b>	<b>Total Aggregate Special Tax Levied</b>	<b>Maximum Aggregate Special Tax</b>	<b>Amount of Special Taxes Collected</b>	<b>Parcels Delinquent</b>	<b>Amount Delinquent as of June 30</b>	<b>% Delinquent June 30</b>	<b>County Delinquency Report Date<sup>(1)</sup></b>
2004-1 (Z-1)	2020/21	151	\$365,974.84	\$483,859.87	\$365,974.84	0	\$0.00	0.00%	7/1/2021
2005-1	2020/21	146	\$352,678.90	\$381,500.76	\$351,362.00	1	\$1,316.90	0.37%	7/1/2021
2005-2	2020/21	427	\$917,229.00	\$991,068.00	\$904,881.00	7	\$12,348.00	1.35%	7/1/2021
2005-3 IA-1	2020/21	310	\$747,239.86	\$1,477,212.21	\$732,952.40	6	\$14,287.46	1.91%	7/1/2021
2005-4	2020/21	100	\$330,121.08	\$373,396.00	\$324,878.37	2	\$5,242.71	1.59%	7/1/2021

<sup>(1)</sup> Amount delinquent as of June 30; County of Riverside Report date 7/1/2021 for FY 2020/21 delinquencies.

## ***APPENDIX E: With respect to each District – Foreclosure Status***

Status of foreclosure proceedings of parcels, if any, within the District, Zone 1 or the Improvement Area, as applicable, and summary of results of foreclosure sales, if any.

Not later than August 1 of each Fiscal Year, the District will compare the amount of Special Taxes theretofore levied in the District in the prior Fiscal Year to the amount of Special Taxes theretofore reported by the County as paid and received and:

If the District determines that any single parcel within the District is delinquent in the payment of all or a portion of three semi-annual installments of Special Taxes, then the District shall send or cause to be sent a notice of delinquency (and a demand for immediate payment thereof) to the property owner within 45 days of such determination, and (if the delinquency remains uncured) foreclosure proceedings shall be commenced by the District as to each parcel that received the delinquency notification within 120 days of such determination, to the extent permissible under applicable law.

If the District determines that (i) the total amount of delinquent Special Taxes for the prior Fiscal Year for the District (including the total of delinquencies described above) exceeds 5% of the total Special Taxes due and payable for the prior Fiscal Year, and (ii) the applicable Community Facilities District Reserve Account is less than the Reserve Requirement, the District shall notify or cause to be notified property owners who are then delinquent in the payment of Special Taxes (and demand immediate payment of the delinquency) within 45 days of such determination, and shall commence foreclosure proceedings within 120 days of such determination against each parcel of land within the District that received the delinquency notification with a Special Tax delinquency, to the extent permissible under applicable law.

In certain instances, the amount of a Special Tax delinquency on a particular parcel in relation to the cost of appropriate foreclosure proceedings may be such that the costs do not warrant the foreclosure proceedings costs. In such cases, foreclosure proceedings may be delayed by the District until there are sufficient Special Tax delinquencies accruing to such parcel (including interest and penalties thereon) to warrant the foreclosure proceedings cost.

**HEMET UNIFIED SCHOOL DISTRICT FINANCING AUTHORITY  
2015 SPECIAL TAX REVENUE BONDS  
COMMUNITY FACILITIES DISTRICT FORECLOSURE STATUS**

On October 2, 2007, Resolution No. 1746 was adopted by the Board initiating foreclosure proceedings on delinquent parcels in compliance with the delinquency covenants entered into at the time of bond issuance. A Certificate to Commence Foreclosure Proceedings is executed the date foreclosure is commenced.

Foreclosure proceedings have been initiated in the following Community Facilities Districts:

<b>Community Facilities District No. 2005-2</b>				
<b>Date Foreclosure Commenced</b>	<b>Number of Foreclosure Parcels</b>		<b>Total Amount of Tax due on Foreclosure Parcels</b>	<b>Status</b>
	<b>New Actions</b>	<b>Continued Actions</b>		
November 2020	0	1	\$1,050.00	Unresolved
November 2019	0	1	\$3,150.00	Unresolved
October 2017	1	0	\$3,150.00	Unresolved
<b>Total</b>	<b>1</b>			

<b>Community Facilities District No. 2005-3 Improvement Area 1</b>				
<b>Date Foreclosure Commenced</b>	<b>Number of Foreclosure Parcels</b>		<b>Total Amount of Tax due on Foreclosure Parcels</b>	<b>Status</b>
	<b>New Actions</b>	<b>Continued Actions</b>		
November 2020	1	1	\$6,337.41	Unresolved
November 2019	1	0	\$3,172.30	Unresolved
<b>Total</b>	<b>2</b>			

<b>Community Facilities District No. 2005-4 Improvement Area 1</b>				
<b>Date Foreclosure Commenced</b>	<b>Number of Foreclosure Parcels</b>		<b>Total Amount of Tax due on Foreclosure Parcels</b>	<b>Status</b>
	<b>New Actions</b>	<b>Continued Actions</b>		
November 2020	1	0	\$6,786.04	Unresolved
<b>Total</b>	<b>1</b>			

***APPENDIX F: With respect to each District –  
Assessed Values***

The Assessed Values for each District, Zone 1, or the Improvement Area follow.

***APPENDIX G: With respect to each District –  
Total Amount of Delinquencies***

Total dollar amount of delinquencies in each District, Zone 1, or the Improvement Area, on or about August 1 preceding the date of the Annual Report.

**Hemet Unified School District Financing Authority  
Community Facilities District No. 2004-1  
Special Tax Delinquency History**

<i>Fiscal Year</i>	<i>Number of Parcels Levied</i>	<i>Total Special Tax Levied</i>	<i>Total Parcels Delinquent</i>	<i>Total Amount Delinquent</i>	<i>Total % Delinquent</i>	<i>Amount Delinquent with the County</i>	<i>County Delinquency Data Report Date <sup>(1)</sup></i>	<i>Amount Delinquent with Foreclosure Attorney <sup>(2)</sup></i>	<i>Delinquencies with Foreclosure Attorney Updated as of <sup>(3)</sup></i>
2020-21	151	\$365,974.84	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2019-20	151	\$358,798.94	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2018-19	151	\$351,763.32	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2017-18	151	\$344,866.16	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2016-17	151	\$338,103.68	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2015-16	151	\$331,474.38	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021

<sup>(1)</sup> The source for the amount delinquent is the County of Riverside; Delinquency Report date as indicated.

<sup>(2)</sup> On October 2, 2007, Resolution No. 1746 was adopted by the Board initiating foreclosure proceedings in compliance with the delinquency covenants against property owners whose delinquent special taxes are over the delinquency covenant threshold. A Certificate Authorizing Commencement of Foreclosure is taken to the Board annually, if required by the delinquency covenants, against property owners whose delinquent special taxes are over the delinquency covenant threshold. If collection from the property owner or lender is not obtained, the District's Foreclosure Attorney will file foreclosure proceedings in Superior Court pursuant to Government Code Section 53356.1.

<sup>(3)</sup> Foreclosure Attorney Delinquency Data as of 8/17/2021; unless otherwise indicated.



**Hemet Unified School District Financing Authority  
Community Facilities District No. 2005-1  
Special Tax Delinquency History**

<i>Fiscal Year</i>	<i>Number of Parcels Levied</i>	<i>Total Special Tax Levied</i>	<i>Parcels Total Parcels Delinquent</i>	<i>Total Amount Delinquent</i>	<i>Total % Delinquent</i>	<i>Amount Delinquent with the County</i>	<i>County Delinquency Data Report Date <sup>(1)</sup></i>	<i>Amount Delinquent with Foreclosure Attorney <sup>(2)</sup></i>	<i>Delinquencies with Foreclosure Attorney Updated as of <sup>(3)</sup></i>
2020-21	146	\$352,378.90	1	\$1,316.90	0.37%	\$1,316.90	7/1/2021	\$0.00	8/17/2021
2019-20	146	\$352,378.90	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2018-19	146	\$352,378.90	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2017-18	146	\$352,378.90	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2016-17	146	\$352,378.90	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2015-16	146	\$352,378.90	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021

<sup>(1)</sup> The source for the amount delinquent is the County of Riverside; Delinquency Report date as indicated.

<sup>(2)</sup> On October 2, 2007, Resolution No. 1746 was adopted by the Board initiating foreclosure proceedings in compliance with the delinquency covenants against property owners whose delinquent special taxes are over the delinquency covenant threshold. A Certificate Authorizing Commencement of Foreclosure is taken to the Board annually, if required by the delinquency covenants, against property owners whose delinquent special taxes are over the delinquency covenant threshold. If collection from the property owner or lender is not obtained, the District's Foreclosure Attorney will file foreclosure proceedings in Superior Court pursuant to Government Code Section 53356.1.

<sup>(3)</sup> Foreclosure Attorney Delinquency Data as of 8/17/2021; unless otherwise indicated.

**Hemet Unified School District Financing Authority  
Community Facilities District No. 2005-2  
Special Tax Delinquency History**

<i>Fiscal Year</i>	<i>Number of Parcels Levied</i>	<i>Total Special Tax Levied</i>	<i>Parcels Total Delinquent</i>	<i>Total Amount Delinquent</i>	<i>Total % Delinquent</i>	<i>Amount Delinquent with the County</i>	<i>County Delinquency Data Report Date <sup>(1)</sup></i>	<i>Amount Delinquent with Foreclosure Attorney <sup>(2)</sup></i>	<i>Delinquencies with Foreclosure Attorney Updated as of <sup>(3)</sup></i>
2020-21	427	\$917,229.00	7	\$12,348.00	1.35%	\$12,348.00	7/1/2021	\$0.00	8/17/2021
2019-20	427	\$917,229.00	2	\$3,150.00	0.34%	\$3,150.00	7/1/2021	\$0.00	8/17/2021
2018-19	427	\$917,229.00	1	\$2,100.00	0.23%	\$2,100.00	7/1/2021	\$0.00	8/17/2021
2017-18	427	\$917,229.00	1	\$1,050.00	0.11%	\$1,050.00	7/1/2021	\$0.00	8/17/2021
2016-17	427	\$917,229.00	1	\$1,050.00	0.11%	\$0.00	7/1/2021	\$1,050.00	8/17/2021
2015-16	427	\$917,229.00	1	\$2,100.00	0.23%	\$0.00	7/1/2021	\$2,100.00	8/17/2021
2014-15	427	\$917,229.00	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2013-14	427	\$917,229.00	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2012-13	427	\$917,229.00	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2011-12	427	\$917,229.00	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2010-11	427	\$917,229.00	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021

<sup>(1)</sup> The source for the amount delinquent is the County of Riverside; Delinquency Report date as indicated.

<sup>(2)</sup> On October 2, 2007, Resolution No. 1746 was adopted by the Board initiating foreclosure proceedings in compliance with the delinquency covenants against property owners whose delinquent special taxes are over the delinquency covenant threshold. A Certificate Authorizing Commencement of Foreclosure is taken to the Board annually, if required by the delinquency covenants, against property owners whose delinquent special taxes are over the delinquency covenant threshold. If collection from the property owner or lender is not obtained, the District's Foreclosure Attorney will file foreclosure proceedings in Superior Court pursuant to Government Code Section 53356.1.

<sup>(3)</sup> Foreclosure Attorney Delinquency Data as of 8/17/2021; unless otherwise indicated.

**Hemet Unified School District Financing Authority  
Improvement Area 1 of Community Facilities District No. 2005-3  
Special Tax Delinquency History**

<i>Fiscal Year</i>	<i>Number of Parcels Levied</i>	<i>Total Special Tax Levied</i>	<i>Parcels Total Delinquent</i>	<i>Total Amount Delinquent</i>	<i>Total % Delinquent</i>	<i>Amount Delinquent with the County</i>	<i>County Delinquency Data Report Date <sup>(1)</sup></i>	<i>Amount Delinquent with Foreclosure Attorney <sup>(2)</sup></i>	<i>Delinquencies with Foreclosure Attorney Updated as of <sup>(3)</sup></i>
2020-21	310	\$747,239.86	6	\$14,287.46	1.91%	\$14,287.46	7/1/2021	\$0.00	8/17/2021
2019-20	310	\$732,587.92	4	\$8,224.04	1.12%	\$8,224.04	7/1/2021	\$0.00	8/17/2021
2018-19	310	\$718,221.88	2	\$3,499.19	0.49%	\$3,449.19	7/1/2021	\$0.00	8/17/2021
2017-18	310	\$704,139.70	1	\$1,043.52	0.15%	\$1,043.52	7/1/2021	\$0.00	8/17/2021
2016-17	310	\$690,333.38	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2015-16	291	\$643,742.34	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2014-15	310	\$609,439.06	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2013-14	310	\$616,434.06	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2012-13	310	\$530,861.06	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2011-12	310	\$625,453.24	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2010-11	310	\$592,314.48	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2009-10	311	\$586,285.52	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2008-09	311	\$546,677.98	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021

<sup>(1)</sup> The source for the amount delinquent is the County of Riverside; Delinquency Report date as indicated.

<sup>(2)</sup> On October 2, 2007, Resolution No. 1746 was adopted by the Board initiating foreclosure proceedings in compliance with the delinquency covenants against property owners whose delinquent special taxes are over the delinquency covenant threshold. A Certificate Authorizing Commencement of Foreclosure is taken to the Board annually, if required by the delinquency covenants, against property owners whose delinquent special taxes are over the delinquency covenant threshold. If collection from the property owner or lender is not obtained, the District's Foreclosure Attorney will file foreclosure proceedings in Superior Court pursuant to Government Code Section 53356.1.

<sup>(3)</sup> Foreclosure Attorney Delinquency Data as of 8/17/2021; unless otherwise indicated.

**Hemet Unified School District Financing Authority  
Community Facilities District No. 2005-4  
Special Tax Delinquency History**

<i>Fiscal Year</i>	<i>Number of Parcels Levied</i>	<i>Total Special Tax Levied</i>	<i>Parcels Total Parcels Delinquent</i>	<i>Total Amount Delinquent</i>	<i>Total % Delinquent</i>	<i>Amount Delinquent with the County</i>	<i>County Delinquency Data Report Date <sup>(1)</sup></i>	<i>Amount Delinquent with Foreclosure Attorney <sup>(2)</sup></i>	<i>Delinquencies with Foreclosure Attorney Updated as of <sup>(3)</sup></i>
2020-21	100	\$330,121.08	2	\$5,242.71	1.59%	\$5,242.71	7/1/2021	\$0.00	8/17/2021
2019-20	100	\$323,648.52	1	\$3,426.62	1.06%	\$3,426.62	7/1/2021	\$0.00	8/17/2021
2018-19	100	\$317,301.84	1	\$3,359.42	1.06%	\$3,359.42	7/1/2021	\$0.00	8/17/2021
2017-18	100	\$311,081.00	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2016-17	100	\$304,981.36	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021
2015-16	100	\$299,000.92	0	\$0.00	0.00%	\$0.00	7/1/2021	\$0.00	8/17/2021

<sup>(1)</sup> The source for the amount delinquent is the County of Riverside; Delinquency Report date as indicated.

<sup>(2)</sup> On October 2, 2007, Resolution No. 1746 was adopted by the Board initiating foreclosure proceedings in compliance with the delinquency covenants against property owners whose delinquent special taxes are over the delinquency covenant threshold. A Certificate Authorizing Commencement of Foreclosure is taken to the Board annually, if required by the delinquency covenants, against property owners whose delinquent special taxes are over the delinquency covenant threshold. If collection from the property owner or lender is not obtained, the District's Foreclosure Attorney will file foreclosure proceedings in Superior Court pursuant to Government Code Section 53356.1.

<sup>(3)</sup> Foreclosure Attorney Delinquency Data as of 8/17/2021; unless otherwise indicated.

***APPENDIX H: With respect to each District –  
Prepayment Information***

No prepayments have been received in any of the Districts, Zone 1 or the Improvement Area for the prior fiscal year (FY 2020/21).

***APPENDIX I: With respect to each District –  
Changes to the Rate & Method of Apportionment***

No changes have been made to the Rate and Method of Apportionment for each District as set forth in Appendix A of the Official Statement.

***APPENDIX J: With respect to each District –  
CDIAC Report***

The most recently filed CDIAC Reports for CFD Nos. 2004-1 Zone 1, 2005-1, 2005-2, 2005-3 Improvement Area 1, 2005-4 and the Hemet Unified School District Financing Authority follow.

***APPENDIX K: With respect to each District –  
Statement as to Teeter Plan***

The Special Taxes of each District, Zone 1, or the Improvement Area, as applicable, are not included in the County's Teeter Plan.



***APPENDIX L: With respect to each District –  
Additional Information, if necessary, for Clarity***

There is no further information to provide for clarity.