



*Annual Disclosure Report
For the Fiscal Year Ending June 30, 2016*



**Jurupa Community Services District
2013 Series B
Special Tax Parity Bonds**

**Community Facilities District No. 14
Improvement Area No. 2**

Prepared for:



February 2017



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CUSIP Numbers

Year	CUSIP	Year	CUSIP	Year	CUSIP
2015	482097E57	2022	482097F49	2029	482097G30
2016	482097E65	2023	482097F56	2030	482097G48
2017	482097E73	2024	482097F64	2031	482097G55
2018	482097E81	2025	482097F72	2032	482097G63
2019	482097E99	2026	482097F80	2037	482097G71
2020	482097F23	2027	482097F98	2041	482097G89
2021	482097F31	2028	482097G22		

This report was prepared by Albert A. Webb Associates in coordination with the Jurupa Community Services District, as Administrator. Information is current as of September 2, 2016 unless otherwise stated.

1. District Profile

District Profile

Community Facilities District No. 14

Improvement Area No. 2

(Eastvale Area)

District Description and Location

Community Facilities District No. 14, Improvement Area No. 2 (The “District”) consists of approximately 58.28 gross acres and is located in the City of Eastvale, north of the Santa Ana River, west of Interstate 15, and in between the City of Norco to the south and the City of Ontario to the north (Figure 1). The District is located south of 65th Street and west of Archibald Avenue (Figure 2). The District is comprised entirely of parcels used or planned to be used as single-family residential units. The District is now built out and there are 190 single-family residential units in the District.

Description of Authorized Facilities

The District was formed to fund the design, construction, and acquisition of proposed facilities consisting of the Jurupa Community Services District (“Services District”) Facilities that consist of master plan water system facilities, including capacity in existing facilities, master plan sewer system improvements, including capacity in existing facilities and sewage treatment and disposal capacity. The Corona-Norco Unified School District (“School District”) Facilities include K-12 public school facility improvements to be owned and operated by the School District. Community Facilities District No. 14 is authorized to incur bonded indebtedness in the aggregate amount of \$18,000,000 and has issued bonds in the amount of \$13,465,000 prior to the issuance of the Parity Bonds. In addition, the District has issued Parity Bonds in the amount of \$2,035,000, which makes the total amount of the bonds issued \$15,500,000.

Bonds

Jurupa Community Services District Community Facilities District No. 14, Improvement Area No. 2, Special Tax Parity Bonds, 2013 Series B (the “2013 Bonds”) in the principal amount of \$2,035,000, were issued on June 26, 2013, with interest rates ranging from 2.00% to 5.00%. The 2013 Bonds are payable on a parity basis to the Jurupa Public Financing Authority 2010 Series A Revenue Bonds (the “2010 A Bonds”) originally issued in the principal amount of \$10,485,000, currently outstanding in the aggregate amount of \$9,045,000, with interest rates ranging from 2.00% to 5.00%, and the Jurupa Public Financing Authority 2010 Series B Revenue Bonds (the “2010 B Bonds”) originally issued in the principal amount of \$2,630,000, with interest rates ranging from 2.00% to 6.125%. The 2010 B Bonds were refunded in June of 2015 by the 2015 Series B Revenue Bonds (the “2015 B Bonds”), originally issued in the principal amount of \$2,540,000, currently outstanding in the aggregate amount of \$2,380,000, with interest rates ranging from 2.00% to 5.00%. Interest on the Bonds is payable semi-annually on March 1 and September 1. Principal is payable annually on September 1. The date for the final maturity of the 2013 Bonds is September 1, 2041. The date for the final maturity of the 2010 A is September 1, 2039, and the date for the final maturity of the 2015 B Bonds is September 1, 2040. (Refer to the Official Statement for the Jurupa Public Financing Authority Revenue Bonds, 2010 Series A Superior Lien Bonds and Series B Subordinate Lien Bonds for a detailed report of the 2010 A and B Bonds and the Official Statement for the Jurupa Public Financing Authority Revenue Bonds, 2015 Series B Subordinate Lien Bonds for a detailed report of the 2015 Bonds).

Special Tax

A special tax is levied and collected each year against various taxable properties throughout the District to pay the principal and interest obligations on the outstanding bonds of the District. The total amount levied for the 2016-2017 tax year was \$451,944.22.

2. Development Status

Table 2-1 below summarizes the Fiscal Year 2016-2017 Special Taxes levied on Developed and Undeveloped Property (as defined in the Rates and Method) within the District and the assessed value of such land, as shown on the equalized assessment roll for Fiscal Year 2016-2017 of the Riverside County Assessor as of August 2016.

Table 2-1
Fiscal Year 2016-2017 Special Tax Levy
by Rates and Method Category and
Assessed Values for Each Category

Land Use Class	Fiscal Year 2016-2017 Special Tax	Percent of Total Fiscal Year 2016-2017 Special Tax	Remaining Principal Amount ⁽³⁾	Fiscal Year 2016-2017 Assessed Value	Value-to-Lien Ratios
Developed ⁽¹⁾	\$451,944	100.00%	\$2,015,000	\$86,090,760	42.72:1
Undeveloped ⁽²⁾	\$0	0.00%	\$0	\$0	n/a
Totals	\$451,944	100.00%	\$2,015,000	\$86,090,760	42.72:1

⁽¹⁾ Developed property is defined as all residential property and non-residential property which, as of March 1 preceding the fiscal year for which the Special Tax is being levied, has been subject to the issuance of a building permit which allows residential dwelling units or non-residential buildings to be constructed. The number of applicable building permits for the District for Fiscal Year 2016-2017 was 190. As of Fiscal Year 2013-2014, all parcels within the District are considered to be developed.

⁽²⁾ Undeveloped property is defined as all parcels of taxable property, which are not categorized as developed property.

⁽³⁾ Outstanding Principal of Bonds as of September 2, 2016.

Building Permit Status

Developed property means all residential property and non-residential property which, as of March 1 preceding the fiscal year for which the Special Tax is being levied, has been subject to the issuance of a building permit which allows residential dwelling units or non-residential buildings to be constructed.

As of September 2, 2016, there were 190 building permits issued for residential dwelling units and no building permits issued for non-residential buildings. Building permits for all lots within the District have been issued.

3. Payment History

Table 3-1
Special Tax Collection and Delinquency History
CFD No. 14
Improvement Area No. 2

Levy			Delinquencies as of September 2, 2016		
Fiscal Year	Amount Levied	Amount Collected	Amount Delinquent	Parcels Delinquent	Percent Delinquent
2007-08	\$386,643.96	\$386,643.96	\$0.00	0	0.00%
2008-09	\$393,662.00	\$393,662.00	\$0.00	0	0.00%
2009-10	\$393,662.00	\$393,662.00	\$0.00	0	0.00%
2010-11	\$346,335.94	\$346,335.94	\$0.00	0	0.00%
2011-12	\$343,953.68	\$343,953.68	\$0.00	0	0.00%
2012-13	\$449,404.96	\$449,404.96	\$0.00	0	0.00%
2013-14	\$461,297.62	\$461,297.62	\$0.00	0	0.00%
2014-15	\$452,486.54	\$452,486.54	\$0.00	0	0.00%
2015-16	\$447,218.54	\$447,218.54	\$0.00	0	0.00%
2016-17	\$451,944.22	n/a	n/a	n/a	n/a
Total ⁽¹⁾	\$3,674,665.24	\$3,674,665.24	\$0.00	0	0.00%

⁽¹⁾ Total does not include the Fiscal Year 2016-17 levy as the Fiscal Year 2016-17 amount delinquent is not yet available.

Foreclosure Status

Pursuant to Section 53356.1 of the Mello-Roos Community Facilities Act of 1982 and the Official Statement dated June 26, 2013 the commencement of judicial foreclosure following the non-payment of Special Tax is not mandatory. However, the Services District has covenanted for the benefit of the owners of the bonds that it will commence and diligently pursue to completion, judicial foreclosure proceedings against properties with delinquent Special Taxes in excess of \$5,000 by October 1 following the close of the fiscal year in which such Special Taxes were due. In addition, the District will commence and diligently pursue to completion judicial foreclosure proceedings against all properties with delinquent Special Taxes by October 1 following the close of each fiscal year in which it receives Special Taxes in an amount which is less than 95% of the total Special Taxes levied.

There are currently no foreclosure actions pending for this District.

4. Bond Information

\$2,035,000

COMMUNITY FACILITIES DISTRICT NO. 14

(EASTVALE AREA)

IMPROVEMENT AREA NO. 2

OF JURUPA COMMUNITY SERVICES DISTRICT

SPECIAL TAX PARITY BONDS, 2013 SERIES B

JUNE 26, 2013

Debt Service Schedule

Period Ending (September 1)	Principal	Interest	Debt Service
2014		\$116,897.14	\$116,897.14
2015	\$10,000.00	\$99,018.76	\$109,018.76
2016	\$10,000.00	\$98,818.76	\$108,818.76
2017	\$15,000.00	\$98,618.76	\$113,618.76
2018	\$10,000.00	\$98,168.76	\$108,168.76
2019	\$15,000.00	\$97,868.76	\$112,868.76
2020	\$15,000.00	\$97,418.76	\$112,418.76
2021	\$15,000.00	\$96,931.26	\$111,931.26
2022	\$15,000.00	\$96,406.26	\$111,406.26
2023	\$15,000.00	\$95,806.26	\$110,806.26
2024	\$15,000.00	\$95,206.26	\$110,206.26
2025	\$15,000.00	\$94,587.50	\$109,587.50
2026	\$20,000.00	\$93,950.00	\$113,950.00
2027	\$20,000.00	\$93,050.00	\$113,050.00
2028	\$20,000.00	\$92,150.00	\$112,150.00
2029	\$20,000.00	\$91,200.00	\$111,200.00
2030	\$20,000.00	\$90,250.00	\$110,250.00
2031	\$25,000.00	\$89,250.00	\$114,250.00
2032	\$25,000.00	\$88,000.00	\$113,000.00
2033	\$25,000.00	\$86,750.00	\$111,750.00
2034	\$25,000.00	\$85,500.00	\$110,500.00
2035	\$30,000.00	\$84,250.00	\$114,250.00
2036	\$30,000.00	\$82,750.00	\$112,750.00
2037	\$30,000.00	\$81,250.00	\$111,250.00
2038	\$370,000.00	\$79,750.00	\$449,750.00
2039	\$390,000.00	\$61,250.00	\$451,250.00
2040	\$405,000.00	\$41,750.00	\$446,750.00
2041	\$430,000.00	\$21,500.00	\$451,500.00
Totals	\$2,035,000.00	\$2,448,347.24	\$4,483,347.24

The principal amount of the Bonds outstanding as of September 2, 2016 is \$2,015,000.

4. Bond Information

Table 4-1
Investment Summary
as of September 30, 2016

Account Name	Security	Coupon Rate	Maturity	Book Value	Market Value
Reserve Fund	US Bank Money Market	0.1500%	n/a	\$4,706	\$4,706
Reserve Fund	FHLMC MTN	1.0000%	03/08/2017	\$194,390	\$193,444
Special Tax Fund	US Bank Money Market	0.1500%	n/a	\$78,758	\$78,758
Interest Account	US Bank Money Market	0.1500%	n/a	\$0	\$0
Principal Account	US Bank Money Market	0.1500%	n/a	\$10	\$10
Total				\$277,864	\$276,918

Reserve Requirement

In order to secure further the payment of the principal of and interest on the Bonds, the District is required, upon delivery of the Bonds, to deposit in the Reserve Fund and thereafter to maintain in the Reserve Fund an amount equal to the Reserve Requirement. The Fiscal Agent Agreement provides that the amount in the Reserve Fund shall, as of any date of calculation, equal the lesser of (i) 10% of the initial principal amount of the Bonds less net original issue discount, (ii) the Maximum Annual Debt Service on the Bonds; or (iii) one hundred twenty-five percent (125%) of the average Annual Debt Service on the Bonds (the "Reserve Requirement").

The District has covenanted to levy Special Taxes in an amount that is anticipated to be sufficient, in light of the other intended uses of the Special Tax proceeds, to maintain the balance in the Reserve Fund at the Reserve Requirement. Amounts in the Reserve Fund are to be applied to (i) pay debt service on the Bonds, to the extent other monies are not available therefore; (ii) redeem the Bonds in whole or in part, including without limitation from Special Tax Prepayments; and (iii) pay the principal and interest due in the final year of maturity of the Bonds.

The current Reserve Fund Requirement is \$195,822, which is 10% of the initial principal amount of the Bonds less net original issue discount. The book value balance in the Reserve Fund as of September 30, 2016 was \$199,096 and the market value balance in the Reserve Fund as of September 30, 2016 was \$198,150.

Financial Statements

PLEASE NOTE: The Services District's Annual Financial Report is submitted to the Municipal Securities Rulemaking Board using EMMA (Electronic Municipal Market Access) under separate cover and is incorporated herein by reference.

5. Rates and Method of Apportionment

Changes to the Rates and Method of Apportionment

The Rates and Method of Apportionment requires the Services District to cause the Special Tax to be apportioned and levied first on developed property in equal percentages up to 100% of the Maximum Special Tax rate, second, if additional funds are needed, on undeveloped property in equal percentages up to 100% of the Maximum Special Tax Rate, and third, if additional funds are needed, on parcels of developed property classified as residential property whose Maximum Special Tax for debt service and facilities is determined by the application of the Alternative Special Tax Rate in equal percentages up to 100% of such Maximum Special Tax. Should there be any changes to the Rates and Method of Apportionment of Special Tax, it must be submitted to the qualified electors for approval prior to the filing of the Annual Report.

There are no changes pending to the Rates and Method of Apportionment at this time.

6. Significant Events

The following events as set forth in Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission, are considered material by the District

SECTION 5A

- | | |
|---|----------------|
| 1. Principal and interest payment delinquencies; | Not Applicable |
| 2. Unscheduled draws on debt service reserves reflecting financial difficulties; | Not Applicable |
| 3. Unscheduled draws on credit enhancements reflecting financial difficulties; | Not Applicable |
| 4. Substitution of credit or liquidity providers, or their failure to perform; | Not Applicable |
| 5. Adverse tax opinions or the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds; | Not Applicable |
| 6. Defeasances; | Not Applicable |
| 7. Tender offers; | Not Applicable |
| 8. Bankruptcy, insolvency, receivership or similar proceedings; | Not Applicable |
| 9. Ratings changes. | Not Applicable |

SECTION 5B

- | | |
|---|----------------|
| 1. Mergers, consolidations, acquisitions, the sale of all or substantially all of the assets of the obligated persons or their termination; | Not Applicable |
| 2. Appointment of a successor or additional fiscal agent or the change of the name of a fiscal agent; | Not Applicable |
| 3. Non-payment related defaults; | Not Applicable |
| 4. Modifications to the rights of Bondholders; | Not Applicable |
| 5. Notices of prepayment; and | Not Applicable |
| 6. Release, substitution or sale of property securing repayment of the Bonds. | Not Applicable |

Notice for events described in Section 5A, subsections 1-9 shall be given to the Dissemination Agent not more than 8 Business Days following the event, the Dissemination Agent shall give notice to EMMA not more than 10 Business Days following the event.

Notice for events described in Section 5B, subsections 1-6 shall be given only if material.

Figure 1. Regional Location Map

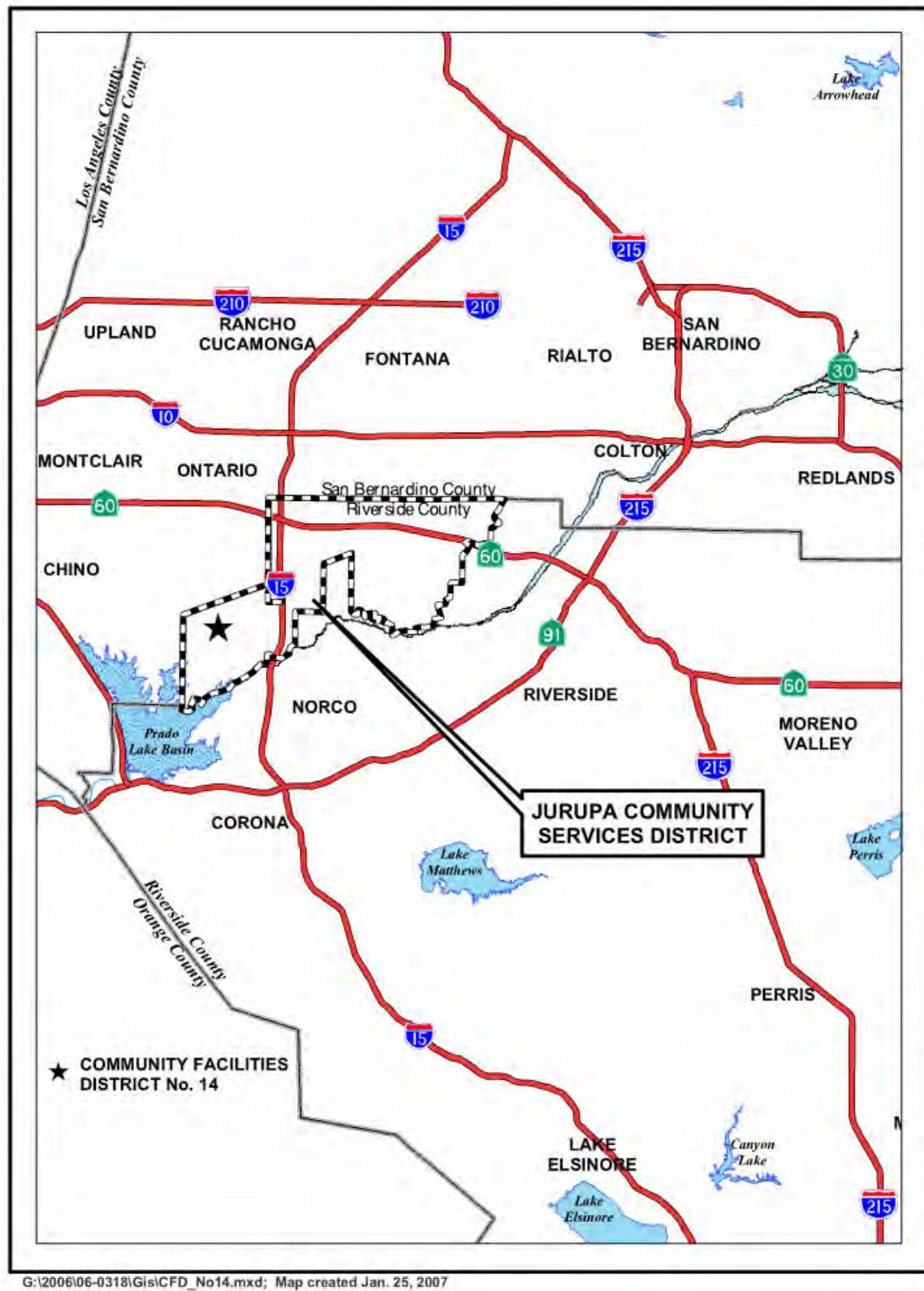


Figure 2. District Boundary Map





Corporate Headquarters

3788 McCray Street
Riverside, CA 92506
951.686.1070

Palm Desert Office

41-990 Cook St., Bldg. I - #801B
Palm Desert, CA 92211
951.686.1070

Murrieta Office

41870 Kalmia Street #160
Murrieta, CA 92562
951.686.1070