

**FISCAL YEAR 2004-05
ADMINISTRATION REPORT
FOR
IMPROVEMENT AREA B
OF
COMMUNITY FACILITIES DISTRICT No. 10
OF
POWAY UNIFIED SCHOOL DISTRICT**

June 28, 2004

**FISCAL YEAR 2004-05
ADMINISTRATION REPORT
FOR
IMPROVEMENT AREA B
OF
COMMUNITY FACILITIES DISTRICT No. 10**

PREPARED FOR

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June 28, 2004

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INTRODUCTION

This Administration Report ("Report") provides an analysis of the financial and administrative obligations of Improvement Area ("IA") B of Community Facilities District ("CFD") No. 10 of the Poway Unified School District ("District") resulting from the sale of the IA B Special Tax Bonds ("IA B Bonds") issued in October of 2001 in the amount of \$6,345,000. All capitalized terms herein are used as defined in the Rate and Method of Apportionment ("RMA") and the Bond Indenture ("Indenture") for IA B of CFD No. 10.

The IA B Bonds are secured and repaid through the annual levy and collection of Special Taxes from all property subject to the Annual Special Tax within IA B of CFD No. 10. In calculating the Annual Special Tax Requirement for Fiscal Year 2004-05, the Report describes (i) the remaining financial obligations of IA B of CFD No. 10 for Fiscal Year 2004-05, (ii) the financial obligations of IA B of CFD No. 10 for Fiscal Year 2004-05, and (iii) the amount of new development which has occurred within the boundaries of IA B of CFD No. 10.

The Report is organized into the following sections:

Section I

Section I provides a description of the Annual Special Tax levy for Fiscal Year 2003-04, including any delinquent Annual Special Taxes.

Section II

Section II examines the financial activity in the funds, accounts and subaccount established pursuant to the Indenture between State Street Bank and Trust Company of California, N.A. ("Fiscal Agent") and the District. A Fiscal Year summary is provided which lists all disbursements, Annual Special Tax receipts, and interest earnings.

Section III

Section III calculates the Annual Special Tax Requirement based on the financial obligations of IA B of CFD No. 10 for Fiscal Year 2004-05.

Section IV

Section IV provides (i) a description of the Special Tax classifications and (ii) an update of the development which has occurred in IA B of CFD No. 10.

Section V

Section V describes the Annual Special Tax rates and reviews the methodology used to apportion the Annual Special Tax Requirement between Developed Property and Undeveloped Property.

I. ANNUAL SPECIAL TAX LEVY FOR FISCAL YEAR 2003-04

The aggregate Annual Special Tax levy for Fiscal Year 2003-04 equaled \$466,992.12. Special Taxes were levied on Developed Property in Zones 1, 2, and 3. A summary of the levy for Fiscal Year 2003-04 is shown in Table 1.

TABLE 1

ANNUAL SPECIAL TAX RATES AND LEVY OF FISCAL YEAR 2003-04

Zone	Land Use	Building Square Feet	Number of Unit/Acres	Annual Special Tax Rate	Total Special Taxes
1	Attached/Detached Units	≤ 3,600	1	\$2,567.70	\$2,567.70
1	Attached/Detached Units	3,601 – 3,900	3	\$2,732.16	\$8,196.48
1	Attached/Detached Units	> 3,900	52	\$2,794.82	\$176,073.66
1	Undeveloped	NA	2.22	\$0.00	\$0.00
2	Attached/Detached Units	≤ 2,600	0	\$1,424.16	\$0.00
2	Attached/Detached Units	2,601 – 3,000	1	\$1,666.96	\$5,000.88
2	Attached/Detached Units	> 3,000	45	\$1,807.96	\$122,941.28
2	Undeveloped	NA	3.39	\$0.00	\$0.00
3	Attached/Detached Units	≤ 2,450	0	\$1,416.34	\$0.00
3	Attached/Detached Units	2,451 – 2,650	20	\$1,486.84	\$43,118.36
3	Attached/Detached Units	> 2,650	46	\$1,604.32	\$109,093.76
3	Undeveloped	NA	5.704	\$0.00	\$0.00
Total	NA	NA	NA	NA	\$466,992.12

David Taussig & Associates, Inc. ("DTA") has received delinquency information from the County of San Diego ("County") for the first installment of Fiscal Year 2003-04. The Special Tax delinquencies for the first installment equaled \$10,202.24 resulting in a delinquency rate of 2.18 percent. DTA has concluded that IA B of CFD No. 10 will be able to meet its remaining obligations for Fiscal Year 2003-04.

II. FUNDS AND ACCOUNTS

The Indenture established nine (9) funds for IA B of CFD No. 10. They are the Administrative Expense Fund, Bond Fund, Cost of Issuance Fund, Improvement Fund, Rebate Fund, Reserve Fund, Redemption Fund, Letter of Credit Fund and Special Tax Fund. In addition, within the Bond Fund, an Interest Account, a Principal Account, and a Prepayments Account were created. Additionally, within the Interest Account, a Capitalized Interest Subaccount was created.

All receipts from the collection of Annual Special Taxes for IA B of CFD No. 10 are deposited in the Special Tax Fund, which is administered by the Fiscal Agent. Pursuant to the Indenture, the Fiscal Agent transfers the Annual Special Tax receipts to the funds in the amount and priority set forth below.

1. **Administrative Expense Fund** – an amount equal to the Administration Expense Requirement of IA B of CFD No. 10 for that Fiscal Year;
2. **Bond Fund** – an amount taking into account any amounts then on deposit sufficient to meet the principal, premium, if any, and interest due on the next interest payment date;
3. **Reserve Fund** – any amount, taking into account any amounts then on deposit that may be necessary to replenish this account to the Reserve Requirement;
4. **Rebate Fund** – an amount, requested in writing by the District to be used to pay rebate to the United States government; and
5. **Administrative Expense Fund** – any additional amount needed to defray the costs of administering IA B of CFD No. 10 in excess of the Administrative Expense Requirement.

Any monies remaining in the Special Tax Fund after each of the above transfers are made shall remain on deposit in the Special Tax Fund. However, after such time as the levy of Special Taxes on Developed Property exceeds the Annual Special Tax Requirement, then excess funds shall be paid to the District to be used for school facilities.

The Reserve Requirement is an amount equal to the lesser of (i) ten percent (10%) of the original proceeds of the IA B Bonds, (ii) Maximum Annual Debt Service on the IA B Bonds, or (iii) one hundred and twenty-five percent (125%) of the average annual debt service on the IA B Bonds. As of the date of this report, the Reserve Requirement was \$631,304.13.

A. Sources and Uses of Funds

Sources of funds for IA B of CFD No. 10 during the period of July 1, 2003, to May 1, 2004, totaled \$345,510.51. Of this amount Special Tax receipts totaled \$342,319.98 and interest earnings totaled \$3,190.53. Table 2 shows the interest earnings for each fund, account and subaccount of IA B of CFD 10 for the period stated above.

TABLE 2

**INTEREST EARNINGS
JULY 1, 2003 – MAY 1, 2004**

Funds, Accounts and Subaccount	Interest Earnings
Special Tax Fund	\$470.98
Reserve Fund	\$2,628.13
Bond Fund	\$0.00
Interest Account	\$0.00
Principal Account	\$0.00
Capitalized Interest Subaccount	\$0.00
Improvement Fund	\$0.51
Redemption Fund	\$0.00
Rebate Fund	\$0.00
Administrative Expense Fund	\$90.91
Letter of Credit Fund	\$0.00
<i>Total</i>	<i>\$3,190.53</i>

Total uses of funds for IA B of CFD No. 10 for the period of July 1, 2003 to May 1, 2004 was \$403,249.52. Of this amount, \$377,417.50 in interest was paid to bondholders, and \$25,832.02 was paid for legal/consulting/professional services. A detailed analysis of all transactions within the funds, accounts and subaccount for Fiscal Year 2003-04 is included as Exhibit A.

In July 2003, Zions First National Bank ("Zions") succeeded US Bank, N.A. as Fiscal Agent at the request of the District. Therefore, all funds on deposit with US Bank, N.A. were transferred to Zions on July 9, 2003.

B. Account Balances

The balances as of May 1, 2004, in the funds, accounts and subaccount established pursuant to the Indenture are shown in Table 3.

TABLE 3

**FUND, ACCOUNT AND SUBACCOUNT BALANCES
AS OF MAY 1, 2004**

Funds, Accounts and Subaccount	Balance
Special Tax Fund	\$144,660.68
Reserve Fund	\$631,611.50
Bond Fund	\$0.00
Interest Account	\$0.00
Principal Account	\$0.00
Capitalized Interest Subaccount	\$0.00
Improvement Fund	\$2,790.40
Redemption Fund	\$0.00
Rebate Fund	\$0.00
Administrative Expense Fund	\$27,176.42
Letter of Credit Fund	\$0.00

III. ANNUAL SPECIAL TAX REQUIREMENT FOR FISCAL YEAR 2004-05

The Annual Special Tax Requirement of IA B of CFD No. 10 for Fiscal Year 2004-05 is equal to \$476,330.00. This amount represents (i) interest and principal payments due to bondholders in calendar year 2005, (ii) anticipated Administrative Expenses for Fiscal Year 2004-05 and (iii) funding for school facilities. Table 4 shows the calculation of the Annual Special Tax Requirement of IA B of CFD No. 10 for Fiscal Year 2004-05.

TABLE 4

**ANNUAL SPECIAL TAX REQUIREMENT
FOR FISCAL YEAR 2004-05**

FY 2003-04 Current and Projected Funds		\$259,130.58
Balance of Special Tax Fund Balance (as of 5/01/04)	\$144,660.68	
Projected Special Tax Receipts	\$114,469.90	
FY 2003-04 Remaining Obligations		\$259,130.58
Interest Payment Due September 1, 2004	\$188,708.75	
Principal Due September 1, 2004	\$10,000.00	
Direct Construction Funding	\$60,421.83	
<i>FY 2003-04 Surplus/(Draw on Reserve)</i>		<i>\$0.00</i>
FY 2004-05 Obligations		
Interest Payment Due March 1, 2005	\$188,508.75	
Interest Payment Due September 1, 2005	\$188,508.75	
Principal Payment Due September 1, 2005	\$20,000.00	
Administrative Expense Budget for Fiscal Year 2004-05	\$15,918.12	
Direct Construction Funding	\$63,394.38	
<i>Annual Special Tax Requirement for FY 2004-05</i>		<i>\$476,330.00</i>

IV. SPECIAL TAX CLASSIFICATIONS AND DEVELOPMENT UPDATE

IA B of CFD No. 10 encompasses approximately 37.15 gross acres of land within the City of San Diego ("City"). At build-out, IA B of CFD No. 10 is expected to be developed with 235 Units.

A. Special Tax Classifications

Each Fiscal Year, the District calculates the Annual Special Taxes to be levied against Taxable Property within IA B of CFD No. 10. The RMA defines two (2) categories of Taxable Property, "Developed Property" and "Undeveloped Property". Developed Property and Undeveloped Property is in turn divided into three (3) separate Zones. Each Zone contains three (3) tax classes for Developed Property which vary with Unit size. The Developed Property classifications are shown in Table 5.

TABLE 5

SPECIAL TAX CLASSIFICATIONS OF DEVELOPED PROPERTY

Zone	Land Use	Building Square Footage
1	Detached/Attached Unit	≤ 3,600
1	Detached/Attached Unit	3,601 – 3,900
1	Detached/Attached Unit	> 3,900
2	Detached/Attached Unit	≤ 2,600
2	Detached/Attached Unit	2,601 – 3,000
2	Detached/Attached Unit	> 3,000
3	Detached/Attached Unit	≤ 2,450
3	Detached/Attached Unit	2,451 – 2,650
3	Detached/Attached Unit	> 2,650

Developed Property is distinguished from Undeveloped Property by the issuance of a building permit. Specifically, Developed Property means, for any Fiscal Year, all Assessor's Parcels in IA B of CFD No. 10 for which a building permit has been issued as of May 1 of the previous Fiscal Year provided that such Assessor's Parcels were created on or before January 1 of the prior Fiscal Year and that such Assessor's Parcels are associated with a Lot. For example, all Assessor's Parcels in IA B of CFD No. 10 for which a building permit was issued as of May 1, 2004, will be classified as Developed Property in Fiscal Year 2004-05.

B. Development Update

As of May 1, 2003, the City had issued building permits for 235 Units. Accordingly, IA B of CFD No. 10 was completely built-out as of Fiscal Year 2003-04. Table 6 lists the status of Developed Property in IA B of CFD No. 10 by Special Tax class for Fiscal Year 2004-05.

TABLE 6

**STATUS OF DEVELOPED PROPERTY
FISCAL YEAR 2004-05**

Zone	Building Square Footage	Units
1	≤ 3,600	1
1	3,601 – 3,900	3
1	> 3,900	63
2	≤ 2,600	0
2	2,601 – 3,000	3
2	> 3,000	68
3	≤ 2,450	0
3	2,451 – 2,650	29
3	> 2,600	68

V. METHOD OF APPORTIONMENT

Section F of the RMA apportions the Annual Special Tax Requirement to the Taxable Property of IA B of CFD No. 10 in a three (3) step process.

The first step states that the Annual Special Tax shall be levied against each parcel of Taxable Developed Property at the Assigned Annual Special Tax rate applicable to such Assessor's Parcel. If the Special Taxes raised pursuant to the first step are less than the Annual Special Tax Requirement, then the second step is applied. The second step states that the Annual Special Tax shall be levied Proportionately on each Assessor's Parcel of Undeveloped Property up to the Assigned Annual Special Tax rate applicable to such Assessor's Parcel. If the Annual Special Taxes raised pursuant to the first two steps are less than the Annual Special Tax Requirement, then the third step is applied. This step states that the Annual Special Tax on each Assessor's Parcel of Developed Property whose Maximum Special Tax is the Backup Annual Special Tax shall be increased Proportionately from the Assigned Annual Special Tax Rate up to the Backup Annual Special Tax rate in order to satisfy the Annual Special Tax Requirement.

Application of the first step yields sufficient Special Taxes to satisfy the Annual Special Tax Requirement for Fiscal Year 2004-05. The Annual Special Tax rates of IA B of CFD No. 10 for Fiscal Year 2004-05 are shown in Table 7. The Annual Special Tax roll, which lists the actual Annual Special Tax levied against each Assessor's Parcel, is included as Exhibit B.

TABLE 7

**ANNUAL SPECIAL TAX RATES
FOR FISCAL YEAR 2004-05**

Zone	Taxable Property	Building Square Footage	FY 2004-05 Special Tax
1	Detached/Attached Unit	≤ 3,600	\$2,619.04 per Unit
1	Detached/Attached Unit	3,601 – 3,900	\$2,786.82 per Unit
1	Detached/Attached Unit	> 3,900	\$2,850.72 per Unit
2	Detached/Attached Unit	≤ 2,600	\$1,452.66 per Unit
2	Detached/Attached Unit	2,601 – 3,000	\$1,700.30 per Unit
2	Detached/Attached Unit	> 3,000	\$1,844.10 per Unit
3	Detached/Attached Unit	≤ 2,450	\$1,444.66 per Unit
3	Detached/Attached Unit	2,451 – 2,650	\$1,516.56 per Unit
3	Detached/Attached Unit	> 2,600	\$1,636.40 per Unit

EXHIBIT A

**SUMMARY OF TRANSACTIONS WITHIN
FUNDS, ACCOUNTS AND SUBACCOUNT
FISCAL YEAR 2003-04**

**SOURCES AND USES OF FUNDS
POWAY UNIFIED SCHOOL DISTRICT CFD NO. 10
IMPROVEMENT AREA B
JULY 2003**

	PRINCIPAL ACCOUNT	INTEREST ACCOUNT	IMPROVEMENT FUND(1)	RESERVE FUND(1)	ADMINISTRATIVE EXPENSE FUND(1)	CAPITALIZED INTEREST SUBACCOUNT(1)	SPECIAL TAX FUND(1)	LETTER OF CREDIT FUND	REDEMPTION FUND	REBATE FUND	TOTAL
BEGINNING BALANCE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
SOURCES OF FUNDS											
SPECIAL TAX RECEIPTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
OTHER INVESTMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
INVESTMENT AGREEMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL SOURCES	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
USES OF FUNDS											
INTEREST PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
PRINCIPAL PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ACQUISITION/CONSTRUCTION PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LEGAL/CONSULTING/PROFESSIONAL SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	(\$1,795.60)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$1,795.60)
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL USES	\$0.00	\$0.00	\$0.00	\$0.00	(\$1,795.60)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$1,795.60)
TRANSFERS	\$0.00	\$0.00	\$33.97	\$631,739.29	\$22,311.53	\$0.17	\$209,893.05	\$0.00	\$0.00	\$0.00	\$863,978.01
ENDING BALANCE	\$0.00	\$0.00	\$33.97	\$631,739.29	\$20,515.93	\$0.17	\$209,893.05	\$0.00	\$0.00	\$0.00	\$862,182.41

**SOURCES AND USES OF FUNDS
POWAY UNIFIED SCHOOL DISTRICT CFD NO. 10
IMPROVEMENT AREA B
AUGUST 2003**

	PRINCIPAL ACCOUNT	INTEREST ACCOUNT	IMPROVEMENT FUND	RESERVE FUND	ADMINISTRATIVE EXPENSE FUND	CAPITALIZED INTEREST SUBACCOUNT	SPECIAL TAX FUND	LETTER OF CREDIT FUND	REDEMPTION FUND	REBATE FUND	TOTAL
BEGINNING BALANCE	\$0.00	\$0.00	\$33.97	\$631,739.29	\$20,515.93	\$0.17	\$209,893.05	\$0.00	\$0.00	\$0.00	\$862,182.41
SOURCES OF FUNDS											
SPECIAL TAX RECEIPTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$3,419.33	\$0.00	\$0.00	\$0.00	\$3,419.33
OTHER INVESTMENT EARNINGS	\$0.00	\$0.00	\$0.01	\$234.14	\$8.24	\$0.00	\$77.79	\$0.00	\$0.00	\$0.00	\$320.18
INVESTMENT AGREEMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL SOURCES	\$0.00	\$0.00	\$0.01	\$234.14	\$8.24	\$0.00	\$3,497.12	\$0.00	\$0.00	\$0.00	\$3,739.51
USES OF FUNDS											
INTEREST PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
PRINCIPAL PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ACQUISITION/CONSTRUCTION PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LEGAL/CONSULTING/PROFESSIONAL SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	(\$356.64)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$356.64)
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL USES	\$0.00	\$0.00	\$0.00	\$0.00	(\$356.64)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$356.64)
TRANSFERS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ENDING BALANCE	\$0.00	\$0.00	\$33.98	\$631,973.43	\$20,167.53	\$0.17	\$213,390.17	\$0.00	\$0.00	\$0.00	\$865,565.28

**SOURCES AND USES OF FUNDS
POWAY UNIFIED SCHOOL DISTRICT CFD NO. 10
IMPROVEMENT AREA B
SEPTEMBER 2003**

	PRINCIPAL ACCOUNT	INTEREST ACCOUNT(2)	IMPROVEMENT FUND	RESERVE FUND	ADMINISTRATIVE EXPENSE FUND	CAPITALIZED INTEREST SUBACCOUNT	SPECIAL TAX FUND	LETTER OF CREDIT FUND	REDEMPTION FUND	REBATE FUND	TOTAL
BEGINNING BALANCE	\$0.00	\$0.00	\$33.98	\$631,973.43	\$20,167.53	\$0.17	\$213,390.17	\$0.00	\$0.00	\$0.00	\$865,565.28
SOURCES OF FUNDS											
SPECIAL TAX RECEIPTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,403.35	\$0.00	\$0.00	\$0.00	\$1,403.35
OTHER INVESTMENT EARNINGS	\$0.00	\$0.00	\$0.02	\$301.62	\$9.77	\$0.00	\$101.11	\$0.00	\$0.00	\$0.00	\$412.52
INVESTMENT AGREEMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL SOURCES	\$0.00	\$0.00	\$0.02	\$301.62	\$9.77	\$0.00	\$1,504.46	\$0.00	\$0.00	\$0.00	\$1,815.87
USES OF FUNDS											
INTEREST PAYMENTS	\$0.00	(\$188,708.75)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$188,708.75)
PRINCIPAL PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ACQUISITION/CONSTRUCTION PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LEGAL/CONSULTING/PROFESSIONAL SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL USES	\$0.00	(\$188,708.75)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TRANSFERS	\$0.00	\$188,708.75	\$0.00	\$0.00	\$15,000.00	(\$0.17)	(\$203,708.58)	\$0.00	\$0.00	\$0.00	\$0.00
ENDING BALANCE	\$0.00	\$0.00	\$34.00	\$632,275.05	\$35,177.30	\$0.00	\$11,186.05	\$0.00	\$0.00	\$0.00	\$678,672.40

**SOURCES AND USES OF FUNDS
POWAY UNIFIED SCHOOL DISTRICT CFD NO. 10
IMPROVEMENT AREA B
OCTOBER 2003**

	PRINCIPAL ACCOUNT	INTEREST ACCOUNT	IMPROVEMENT FUND	RESERVE FUND	ADMINISTRATIVE EXPENSE FUND(3)	CAPITALIZED INTEREST SUBACCOUNT	SPECIAL TAX FUND	LETTER OF CREDIT FUND	REDEMPTION FUND	REBATE FUND	TOTAL
BEGINNING BALANCE	\$0.00	\$0.00	\$34.00	\$632,275.05	\$35,177.30	\$0.00	\$11,186.05	\$0.00	\$0.00	\$0.00	\$678,672.40
SOURCES OF FUNDS											
SPECIAL TAX RECEIPTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
OTHER INVESTMENT EARNINGS	\$0.00	\$0.00	\$0.02	\$296.83	\$9.94	\$0.00	\$14.52	\$0.00	\$0.00	\$0.00	\$321.31
INVESTMENT AGREEMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS*	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
TOTAL SOURCES	\$0.00	\$0.00	\$0.02	\$296.83	\$9.94	\$0.00	\$14.52	\$0.00	\$0.00	\$0.00	\$321.31
USES OF FUNDS											
INTEREST PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
PRINCIPAL PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ACQUISITION/CONSTRUCTION PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LEGAL/CONSULTING/PROFESSIONAL SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	(\$17,373.40)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$17,373.40)
MISCELLANEOUS	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
TOTAL USES	\$0.00	\$0.00	\$0.00	\$0.00	(\$17,373.40)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$17,373.40)
TRANSFERS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ENDING BALANCE	\$0.00	\$0.00	\$34.02	\$632,571.88	\$17,813.84	\$0.00	\$11,200.57	\$0.00	\$0.00	\$0.00	\$661,620.31

**SOURCES AND USES OF FUNDS
POWAY UNIFIED SCHOOL DISTRICT CFD NO. 10
IMPROVEMENT AREA B
NOVEMBER 2003**

	PRINCIPAL ACCOUNT	INTEREST ACCOUNT	IMPROVEMENT FUND	RESERVE FUND	ADMINISTRATIVE EXPENSE FUND	CAPITALIZED INTEREST SUBACCOUNT	SPECIAL TAX FUND	LETTER OF CREDIT FUND	REDEMPTION FUND	REBATE FUND	TOTAL
BEGINNING BALANCE	\$0.00	\$0.00	\$34.02	\$632,571.88	\$17,813.84	\$0.00	\$11,200.57	\$0.00	\$0.00	\$0.00	\$661,620.31
SOURCES OF FUNDS											
SPECIAL TAX RECEIPTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$26,704.28	\$0.00	\$0.00	\$0.00	\$26,704.28
OTHER INVESTMENT EARNINGS	\$0.00	\$0.00	\$0.02	\$301.78	\$10.36	\$0.00	\$5.34	\$0.00	\$0.00	\$0.00	\$317.50
INVESTMENT AGREEMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
TOTAL SOURCES	\$0.00	\$0.00	\$0.02	\$301.78	\$10.36	\$0.00	\$26,709.62	\$0.00	\$0.00	\$0.00	\$27,021.78
USES OF FUNDS											
INTEREST PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
PRINCIPAL PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ACQUISITION/CONSTRUCTION PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LEGAL/CONSULTING/PROFESSIONAL SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
TOTAL USES	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TRANSFERS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ENDING BALANCE	\$0.00	\$0.00	\$34.04	\$632,873.66	\$17,824.20	\$0.00	\$37,910.19	\$0.00	\$0.00	\$0.00	\$688,642.09

**SOURCES AND USES OF FUNDS
POWAY UNIFIED SCHOOL DISTRICT CFD NO. 10
IMPROVEMENT AREA B
DECEMBER 2003**

	PRINCIPAL ACCOUNT	INTEREST ACCOUNT	IMPROVEMENT FUND	RESERVE FUND	ADMINISTRATIVE EXPENSE FUND	CAPITALIZED INTEREST SUBACCOUNT	SPECIAL TAX FUND	LETTER OF CREDIT FUND	REDEMPTION FUND	REBATE FUND	TOTAL
BEGINNING BALANCE	\$0.00	\$0.00	\$34.04	\$632,873.66	\$17,824.20	\$0.00	\$37,910.19	\$0.00	\$0.00	\$0.00	\$688,642.09
SOURCES OF FUNDS											
SPECIAL TAX RECEIPTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$98,797.82	\$0.00	\$0.00	\$0.00	\$98,797.82
OTHER INVESTMENT EARNINGS	\$0.00	\$0.00	\$0.02	\$295.13	\$8.31	\$0.00	\$11.09	\$0.00	\$0.00	\$0.00	\$314.55
INVESTMENT AGREEMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL SOURCES	\$0.00	\$0.00	\$0.02	\$295.13	\$8.31	\$0.00	\$98,808.91	\$0.00	\$0.00	\$0.00	\$99,112.37
USES OF FUNDS											
INTEREST PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
PRINCIPAL PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ACQUISITION/CONSTRUCTION PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LEGAL/CONSULTING/PROFESSIONAL SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	(\$1,780.47)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$1,780.47)
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL USES	\$0.00	\$0.00	\$0.00	\$0.00	(\$1,780.47)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$1,780.47)
TRANSFERS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ENDING BALANCE	\$0.00	\$0.00	\$34.06	\$633,168.79	\$16,052.04	\$0.00	\$136,719.10	\$0.00	\$0.00	\$0.00	\$785,973.99

**SOURCES AND USES OF FUNDS
POWAY UNIFIED SCHOOL DISTRICT CFD NO. 10
IMPROVEMENT AREA B
JANUARY 2004**

	PRINCIPAL ACCOUNT	INTEREST ACCOUNT	IMPROVEMENT FUND	RESERVE FUND	ADMINISTRATIVE EXPENSE FUND	CAPITALIZED INTEREST SUBACCOUNT	SPECIAL TAX FUND	LETTER OF CREDIT FUND	REDEMPTION FUND	REBATE FUND	TOTAL
BEGINNING BALANCE	\$0.00		\$34.06	\$633,168.79	\$16,052.04	\$0.00	\$136,719.10	\$0.00	\$0.00	\$0.00	\$785,973.99
SOURCES OF FUNDS											
SPECIAL TAX RECEIPTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$111,398.59	\$0.00	\$0.00	\$0.00	\$111,398.59
OTHER INVESTMENT EARNINGS	\$0.00	\$0.00	\$0.02	\$307.70	\$8.02	\$0.00	\$33.72	\$0.00	\$0.00	\$0.00	\$349.46
INVESTMENT AGREEMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL SOURCES	\$0.00	\$0.00	\$0.02	\$307.70	\$8.02	\$0.00	\$111,432.31	\$0.00	\$0.00	\$0.00	\$111,748.05
USES OF FUNDS											
INTEREST PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
PRINCIPAL PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ACQUISITION/CONSTRUCTION PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LEGAL/CONSULTING/PROFESSIONAL SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	(\$891.39)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$891.39)
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL USES	\$0.00	\$0.00	\$0.00	\$0.00	(\$891.39)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$891.39)
TRANSFERS	\$0.00	\$0.00	\$0.00	\$0.00	\$15,606.00	\$0.00	(\$15,606.00)	\$0.00	\$0.00	\$0.00	\$0.00
ENDING BALANCE	\$0.00	\$0.00	\$34.08	\$633,476.49	\$30,774.67	\$0.00	\$232,545.41	\$0.00	\$0.00	\$0.00	\$896,830.65

**SOURCES AND USES OF FUNDS
POWAY UNIFIED SCHOOL DISTRICT CFD NO. 10
IMPROVEMENT AREA B
FEBRUARY 2004**

	PRINCIPAL ACCOUNT	INTEREST ACCOUNT	IMPROVEMENT FUND	RESERVE FUND	ADMINISTRATIVE EXPENSE FUND	CAPITALIZED INTEREST SUBACCOUNT	SPECIAL TAX FUND	LETTER OF CREDIT FUND	REDEMPTION FUND	REBATE FUND	TOTAL
BEGINNING BALANCE	\$0.00	\$0.00	\$34.08	\$633,476.49	\$30,774.67	\$0.00	\$232,545.41	\$0.00	\$0.00	\$0.00	\$896,830.65
SOURCES OF FUNDS											
SPECIAL TAX RECEIPTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$10,899.31	\$0.00	\$0.00	\$0.00	\$10,899.31
OTHER INVESTMENT EARNINGS	\$0.00	\$0.00	\$0.02	\$299.64	\$10.02	\$0.00	\$89.46	\$0.00	\$0.00	\$0.00	\$399.14
INVESTMENT AGREEMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL SOURCES	\$0.00	\$0.00	\$0.02	\$299.64	\$10.02	\$0.00	\$10,988.77	\$0.00	\$0.00	\$0.00	\$11,298.45
USES OF FUNDS											
INTEREST PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
PRINCIPAL PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ACQUISITION/CONSTRUCTION PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LEGAL/CONSULTING/PROFESSIONAL SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	(\$2,275.00)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$2,275.00)
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL USES	\$0.00	\$0.00	\$0.00	\$0.00	(\$2,275.00)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$2,275.00)
TRANSFERS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ENDING BALANCE	\$0.00	\$0.00	\$34.10	\$633,776.13	\$28,509.69	\$0.00	\$243,534.18	\$0.00	\$0.00	\$0.00	\$905,854.10

**SOURCES AND USES OF FUNDS
POWAY UNIFIED SCHOOL DISTRICT CFD NO. 10
IMPROVEMENT AREA B
MARCH 2004**

	PRINCIPAL ACCOUNT	INTEREST ACCOUNT(4)	IMPROVEMENT FUND	RESERVE FUND	ADMINISTRATIVE EXPENSE FUND	CAPITALIZED INTEREST SUBACCOUNT	SPECIAL TAX FUND	LETTER OF CREDIT FUND	REDEMPTION FUND	REBATE FUND	TOTAL
BEGINNING BALANCE	\$0.00	\$0.00	\$34.10	\$633,776.13	\$28,509.69	\$0.00	\$243,534.18	\$0.00	\$0.00	\$0.00	\$905,854.10
SOURCES OF FUNDS											
SPECIAL TAX RECEIPTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$14,966.49	\$0.00	\$0.00	\$0.00	\$14,966.49
OTHER INVESTMENT EARNINGS	\$0.00	\$0.00	\$0.02	\$283.92	\$12.84	\$0.00	\$107.28	\$0.00	\$0.00	\$0.00	\$404.06
INVESTMENT AGREEMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
TOTAL SOURCES	\$0.00	\$0.00	\$0.02	\$283.92	\$12.84	\$0.00	\$15,073.77	\$0.00	\$0.00	\$0.00	\$15,370.55
USES OF FUNDS											
INTEREST PAYMENTS	\$0.00	(\$188,708.75)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$188,708.75)
PRINCIPAL PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ACQUISITION/CONSTRUCTION PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LEGAL/CONSULTING/PROFESSIONAL SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	(\$1,153.23)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$1,153.23)
MISCELLANEOUS	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
TOTAL USES	\$0.00	(\$188,708.75)	\$0.00	\$0.00	(\$1,153.23)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$189,861.98)
TRANSFERS	\$0.00	\$188,708.75	\$2,755.92	(\$2,755.92)	\$0.00	\$0.00	(\$188,708.75)	\$0.00	\$0.00	\$0.00	\$0.00
ENDING BALANCE	\$0.00	\$0.00	\$2,790.04	\$631,304.13	\$27,369.30	\$0.00	\$69,899.20	\$0.00	\$0.00	\$0.00	\$731,362.67

**SOURCES AND USES OF FUNDS
POWAY UNIFIED SCHOOL DISTRICT CFD NO. 10
IMPROVEMENT AREA B
APRIL 2004**

	PRINCIPAL ACCOUNT	INTEREST ACCOUNT	IMPROVEMENT FUND	RESERVE FUND	ADMINISTRATIVE EXPENSE FUND	CAPITALIZED INTEREST SUBACCOUNT	SPECIAL TAX FUND	LETTER OF CREDIT FUND	REDEMPTION FUND	REBATE FUND	TOTAL
BEGINNING BALANCE	\$0.00	\$0.00	\$2,790.04	\$631,304.13	\$27,369.30	\$0.00	\$69,899.20	\$0.00	\$0.00	\$0.00	\$731,362.67
SOURCES OF FUNDS											
SPECIAL TAX RECEIPTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$74,730.81	\$0.00	\$0.00	\$0.00	\$74,730.81
OTHER INVESTMENT EARNINGS	\$0.00	\$0.00	\$0.36	\$307.37	\$13.41	\$0.00	\$30.67	\$0.00	\$0.00	\$0.00	\$351.81
INVESTMENT AGREEMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL SOURCES	\$0.00	\$0.00	\$0.36	\$307.37	\$13.41	\$0.00	\$74,761.48	\$0.00	\$0.00	\$0.00	\$75,082.62
USES OF FUNDS											
INTEREST PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
PRINCIPAL PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ACQUISITION/CONSTRUCTION PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LEGAL/CONSULTING/PROFESSIONAL SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	(\$206.29)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$206.29)
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL USES	\$0.00	\$0.00	\$0.00	\$0.00	(\$206.29)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$206.29)
TRANSFERS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ENDING BALANCE	\$0.00	\$0.00	\$2,790.40	\$631,611.50	\$27,176.42	\$0.00	\$144,660.68	\$0.00	\$0.00	\$0.00	\$806,239.00

**SOURCES AND USES OF FUNDS
POWAY UNIFIED SCHOOL DISTRICT CFD NO. 10
IMPROVEMENT AREA B
MAY 2004**

Statement Received (R) Called to Confirm Account Activity (C)	R 7150801C	R 7150801B	R 7150801E	R 7150801D	R 7150801H ADMINISTRATIVE	R 7150801H CAPITALIZED	R 7150801A SPECIAL	NA LETTER OF CREDIT	NA REDEMPTION	NA REBATE	TOTAL
	PRINCIPAL ACCOUNT	INTEREST ACCOUNT	IMPROVEMENT FUND	RESERVE FUND	EXPENSE FUND	INTEREST SUBACCOUNT	TAX FUND	FUND	FUND	FUND	
BEGINNING BALANCE	\$0.00	\$0.00	\$2,790.40	\$631,611.50	\$27,176.42	\$0.00	\$144,660.68	\$0.00	\$0.00	\$0.00	\$806,239.00
SOURCES OF FUNDS											
SPECIAL TAX RECEIPTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$124,896.53	\$0.00	\$0.00	\$0.00	\$124,896.53
OTHER INVESTMENT EARNINGS	\$0.00	\$0.00	\$1.28	\$289.81	\$12.56	\$0.00	\$49.92	\$0.00	\$0.00	\$0.00	\$353.57
INVESTMENT AGREEMENT EARNINGS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL SOURCES	\$0.00	\$0.00	\$1.28	\$289.81	\$12.56	\$0.00	\$124,946.45	\$0.00	\$0.00	\$0.00	\$125,250.10
USES OF FUNDS											
INTEREST PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
PRINCIPAL PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ACQUISITION/CONSTRUCTION PAYMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LEGAL/CONSULTING/PROFESSIONAL SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MISCELLANEOUS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL USES	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TRANSFERS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ENDING BALANCE	\$0.00	\$0.00	\$2,791.68	\$631,901.31	\$27,188.98	\$0.00	\$269,607.13	\$0.00	\$0.00	\$0.00	\$931,489.10

EXHIBIT B

**ANNUAL SPECIAL TAX ROLL
FISCAL YEAR 2004-05**

**POWAY UNIFIED SCHOOL DISTRICT
IMPROVEMENT AREA B OF
COMMUNITY FACILITIES DISTRICT NO. 10
SPECIAL TAX LEVY FOR FISCAL YEAR 2004-05**

ASSESSOR PARCEL NUMBER				SPECIAL TAX
BOOK	PAGE	PARCEL	INT	
306	331	01	00	\$2,850.72
306	331	02	00	\$2,850.72
306	331	03	00	\$2,850.72
306	331	04	00	\$2,850.72
306	331	05	00	\$2,850.72
306	331	06	00	\$2,850.72
306	331	07	00	\$2,850.72
306	331	08	00	\$2,786.82
306	331	09	00	\$2,850.72
306	331	10	00	\$2,850.72
306	331	11	00	\$2,850.72
306	331	12	00	\$2,619.04
306	331	13	00	\$2,786.82
306	331	14	00	\$2,850.72
306	331	15	00	\$2,850.72
306	331	16	00	\$2,850.72
306	331	17	00	\$2,850.72
306	331	18	00	\$2,850.72
306	331	19	00	\$2,850.72
306	331	20	00	\$2,850.72
306	331	21	00	\$2,850.72
306	331	22	00	\$2,850.72
306	331	23	00	\$2,786.82
306	331	24	00	\$2,850.72
306	331	25	00	\$2,850.72
306	331	26	00	\$2,850.72
306	331	27	00	\$0.00
306	330	01	00	\$2,850.72
306	330	02	00	\$2,850.72
306	341	01	00	\$1,844.10
306	341	02	00	\$1,844.10
306	341	03	00	\$1,844.10
306	341	04	00	\$1,844.10
306	341	05	00	\$1,844.10
306	341	06	00	\$1,844.10
306	341	07	00	\$1,844.10
306	341	08	00	\$1,844.10
306	341	09	00	\$1,844.10
306	341	10	00	\$1,844.10
306	341	11	00	\$1,844.10
306	341	12	00	\$1,844.10

**POWAY UNIFIED SCHOOL DISTRICT
IMPROVEMENT AREA B OF
COMMUNITY FACILITIES DISTRICT NO. 10
SPECIAL TAX LEVY FOR FISCAL YEAR 2004-05**

ASSESSOR PARCEL NUMBER				SPECIAL TAX
BOOK	PAGE	PARCEL	INT	
306	341	13	00	\$1,844.10
306	341	14	00	\$1,844.10
306	341	15	00	\$1,844.10
306	341	16	00	\$1,844.10
306	341	17	00	\$1,844.10
306	341	18	00	\$1,844.10
306	341	19	00	\$1,844.10
306	341	20	00	\$1,844.10
306	341	21	00	\$1,844.10
306	341	22	00	\$1,844.10
306	341	23	00	\$1,844.10
306	341	24	00	\$1,844.10
306	341	25	00	\$1,844.10
306	341	26	00	\$1,844.10
306	341	27	00	\$1,844.10
306	341	28	00	\$1,844.10
306	341	29	00	\$1,844.10
306	341	30	00	\$1,844.10
306	341	31	00	\$1,700.30
306	341	32	00	\$1,700.30
306	341	33	00	\$1,844.10
306	341	34	00	\$1,844.10
306	341	35	00	\$1,844.10
306	341	36	00	\$1,844.10
306	341	37	00	\$1,844.10
306	341	38	00	\$1,700.30
306	341	39	00	\$1,844.10
306	341	40	00	\$1,844.10
306	341	41	00	\$1,844.10
306	341	42	00	\$1,844.10
306	341	43	00	\$1,844.10
306	341	44	00	\$1,844.10
306	341	45	00	\$1,844.10
306	341	46	00	\$1,844.10
306	341	47	00	\$1,844.10
306	341	48	00	\$1,844.10
306	341	49	00	\$1,844.10
306	341	50	00	\$1,844.10
306	341	51	00	\$1,844.10
306	341	52	00	\$1,844.10
306	341	53	00	\$1,844.10

**POWAY UNIFIED SCHOOL DISTRICT
IMPROVEMENT AREA B OF
COMMUNITY FACILITIES DISTRICT NO. 10
SPECIAL TAX LEVY FOR FISCAL YEAR 2004-05**

ASSESSOR PARCEL NUMBER				SPECIAL TAX
BOOK	PAGE	PARCEL	INT	
306	341	54	00	\$1,844.10
306	341	55	00	\$1,844.10
306	341	56	00	\$1,844.10
306	341	57	00	\$1,844.10
306	341	58	00	\$1,844.10
306	341	59	00	\$1,844.10
306	341	60	00	\$1,844.10
306	341	61	00	\$1,844.10
306	341	62	00	\$1,844.10
306	341	63	00	\$1,844.10
306	341	64	00	\$1,844.10
306	341	65	00	\$1,844.10
306	341	66	00	\$1,844.10
306	341	67	00	\$1,844.10
306	341	68	00	\$1,844.10
306	341	69	00	\$1,844.10
306	341	70	00	\$1,844.10
306	341	71	00	\$1,844.10
306	341	72	00	\$0.00
306	341	73	00	\$0.00
306	330	03	00	\$0.00
306	340	01	00	\$0.00
306	340	02	00	\$0.00
306	340	03	00	\$1,444.66
306	340	04	00	\$1,444.66
306	340	05	00	\$0.00
306	340	06	00	\$1,444.66
306	340	07	00	\$1,444.66
306	340	08	00	\$0.00
306	340	09	00	\$1,444.66
306	340	10	00	\$0.00
306	340	11	00	\$1,444.66
306	340	12	00	\$1,444.66
306	340	13	00	\$1,444.66
306	340	14	00	\$0.00
306	340	15	00	\$1,444.66
306	340	16	00	\$1,444.66
306	340	17	00	\$0.00
306	340	18	00	\$1,444.66
306	340	19	00	\$1,444.66
306	340	20	00	\$0.00

**POWAY UNIFIED SCHOOL DISTRICT
IMPROVEMENT AREA B OF
COMMUNITY FACILITIES DISTRICT NO. 10
SPECIAL TAX LEVY FOR FISCAL YEAR 2004-05**

ASSESSOR PARCEL NUMBER				SPECIAL TAX
BOOK	PAGE	PARCEL	INT	
306	340	21	00	\$1,444.66
306	340	22	00	\$0.00
306	340	23	00	\$1,444.66
306	340	24	00	\$0.00
306	340	25	00	\$1,444.66
306	340	26	00	\$1,444.66
306	340	27	00	\$0.00
306	340	28	00	\$1,444.66
306	340	29	00	\$1,444.66
306	340	30	00	\$0.00
306	340	31	00	\$1,444.66
306	340	32	00	\$1,444.66
306	340	33	00	\$0.00
306	340	34	00	\$1,444.66
306	340	35	00	\$1,444.66
306	340	36	00	\$0.00
306	340	37	00	\$1,444.66
306	340	38	00	\$1,444.66
306	340	39	00	\$1,444.66
306	340	40	00	\$0.00
306	340	41	00	\$1,444.66
306	340	42	00	\$0.00
306	340	43	00	\$1,444.66
306	340	44	00	\$1,444.66
306	340	45	00	\$1,444.66
306	340	46	00	\$1,444.66
306	340	47	00	\$1,444.66
306	340	48	00	\$1,444.66
306	340	49	00	\$1,444.66
306	340	50	00	\$0.00
306	340	51	00	\$1,444.66
306	340	52	00	\$0.00
306	340	53	00	\$1,444.66
306	340	54	00	\$0.00
306	340	55	00	\$1,444.66
306	340	56	00	\$1,444.66
306	340	57	00	\$1,444.66
306	340	58	00	\$1,444.66
306	340	59	00	\$1,444.66
306	340	60	00	\$1,444.66
306	340	61	00	\$1,444.66

**POWAY UNIFIED SCHOOL DISTRICT
IMPROVEMENT AREA B OF
COMMUNITY FACILITIES DISTRICT NO. 10
SPECIAL TAX LEVY FOR FISCAL YEAR 2004-05**

ASSESSOR PARCEL NUMBER				SPECIAL TAX
BOOK	PAGE	PARCEL	INT	
306	340	62	00	\$1,444.66
306	340	63	00	\$1,444.66
306	340	64	00	\$0.00
306	340	65	00	\$0.00
306	340	66	00	\$0.00
306	342	01	00	\$1,444.66
306	342	02	00	\$1,444.66
306	342	03	00	\$0.00
306	342	04	00	\$0.00
306	342	05	00	\$1,444.66
306	342	06	00	\$0.00
306	342	07	00	\$1,444.66
306	342	08	00	\$0.00
306	342	09	00	\$1,444.66
306	342	10	00	\$1,444.66
306	342	11	00	\$1,444.66
306	342	12	00	\$0.00
306	342	13	00	\$1,444.66
306	342	14	00	\$0.00
306	342	15	00	\$1,444.66
306	342	16	00	\$1,444.66
306	342	17	00	\$1,444.66
306	342	18	00	\$1,444.66
306	342	19	00	\$1,444.66
306	342	20	00	\$1,444.66
306	342	21	00	\$1,444.66
306	342	22	00	\$0.00
306	342	23	00	\$1,444.66
306	342	24	00	\$1,444.66
306	342	25	00	\$0.00
306	342	26	00	\$1,444.66
306	342	27	00	\$1,444.66
306	342	28	00	\$1,444.66
306	342	29	00	\$0.00
306	342	30	00	\$1,444.66
306	342	31	00	\$1,444.66
306	342	32	00	\$1,444.66
306	342	33	00	\$0.00
306	342	34	00	\$1,444.66
306	342	35	00	\$0.00
306	342	36	00	\$0.00

**POWAY UNIFIED SCHOOL DISTRICT
IMPROVEMENT AREA B OF
COMMUNITY FACILITIES DISTRICT NO. 10
SPECIAL TAX LEVY FOR FISCAL YEAR 2004-05**

ASSESSOR PARCEL NUMBER				SPECIAL TAX
BOOK	PAGE	PARCEL	INT	
306	342	37	00	\$0.00
306	290	01	00	\$2,850.72
306	290	02	00	\$2,850.72
306	290	03	00	\$2,850.72
306	290	04	00	\$2,850.72
306	290	05	00	\$2,850.72
306	290	06	00	\$2,850.72
306	290	07	00	\$2,850.72
306	290	08	00	\$2,850.72
306	290	09	00	\$2,850.72
306	290	10	00	\$2,850.72
306	290	11	00	\$2,850.72
306	290	12	00	\$2,850.72
306	290	13	00	\$2,850.72
306	290	14	00	\$2,850.72
306	290	15	00	\$2,850.72
306	290	16	00	\$2,850.72
306	290	17	00	\$2,850.72
306	290	18	00	\$2,850.72
306	290	19	00	\$2,850.72
306	290	20	00	\$2,850.72
306	290	21	00	\$2,850.72
306	290	22	00	\$2,850.72
306	290	23	00	\$2,850.72
306	290	24	00	\$2,850.72
306	290	25	00	\$2,850.72
306	290	26	00	\$2,850.72
306	290	27	00	\$2,850.72
306	290	28	00	\$2,850.72
306	290	29	00	\$2,850.72
306	290	30	00	\$2,850.72
306	290	31	00	\$2,850.72
306	290	32	00	\$2,850.72
306	290	33	00	\$2,850.72
306	290	34	00	\$2,850.72
306	290	35	00	\$2,850.72
306	290	36	00	\$2,850.72
306	290	37	00	\$2,850.72
306	290	38	00	\$2,850.72
306	290	39	00	\$2,850.72
306	041	29	00	\$0.00

**POWAY UNIFIED SCHOOL DISTRICT
IMPROVEMENT AREA B OF
COMMUNITY FACILITIES DISTRICT NO. 10
SPECIAL TAX LEVY FOR FISCAL YEAR 2004-05**

ASSESSOR PARCEL NUMBER				SPECIAL TAX
BOOK	PAGE	PARCEL	INT	
306	041	23	00	\$0.00
306	041	30	00	\$0.00
306	041	33	00	\$0.00
306	041	37	00	\$0.00
306	041	38	00	\$0.00

MAJOR CONCLUSIONS

NUMBER OF PARCELS WITHIN CFD NO. 10 IA B	251
NUMBER OF PARCELS TAXED	206
TOTAL TAX LEVY FY 2004-05	\$419,311.44