

Annual Report

Poway Unified School District
2003 Public Financing Authority

January 31, 2010

Prepared For:

Poway Unified School District
13626 Twin Peaks Road
Poway, CA 92064-3098
T 858.748.0010

Prepared By:

Dolinka Group, LLC.
20 Pacifica, Suite 900
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Exhibit E: Annual Report, 2003 Special Tax Bonds, CFD No. 7

Introduction

This Annual Report ("Report") has been prepared pursuant to the Continuing Disclosure Agreement ("Disclosure Agreement") executed in connection with the issuance of the 2003 Revenue Bonds ("Bonds") of the Poway Unified School District Public Financing Authority ("Authority") in the amount of \$21,335,000 on March 20, 2003. The Bonds were issued pursuant to an Indenture of Trust ("Indenture") dated February 1, 2003, by and between the Authority and Zions First National Bank, the successor to U.S. Bank National Association, as trustee ("Trustee"). Dolinka Group, LLC has been retained by the School District to act as dissemination agent ("Dissemination Agent"). The Bonds were issued to enable the Authority to purchase four (4) series of local obligations, consisting of the (i) 2003 Special Tax Bonds of Community Facilities District ("CFD") No. 2 of Poway Unified School District ("School District"), (ii) 2003 Special Tax Bonds of CFD No. 3 of the School District, (iii) 2003 Special Tax Bonds of CFD No. 5 of the School District and (iv) 2003 Special Tax Bonds of CFD No. 7 of the School District (collectively, "Local Obligations"). Bond proceeds were also used to fund a Reserve Fund for the Bonds in an amount equal to 50% of the Reserve Requirement and to acquire a Surety Bond in an amount equal to 50% of the Reserve Requirement. Proceeds of the Local Obligations were used to (i) to acquire and construct certain school facilities, (ii) to pay capitalized interest on the Local Obligations through September 1, 2003, and (iii) to pay the costs of issuing the Bonds and the Local Obligations.

I. Audited Financial Statements

A copy of the School District's annual audited financial statements for Fiscal Year 2008/2009 is available online at <http://emma.msrb.org/>.

II. Principal Amount of Bonds Outstanding

As of January 1, 2010, the outstanding principal amount of the Bonds was \$19,340,000.

III. Fund and Account Balances

The balance in each fund and account of the Authority as of January 1, 2010, is listed in the table below.

**Fund and Account Balances
Of the Authority (As of 01/01/10)**

Fund and Account	Balance
Program Fund	\$0.00
Purchase Account of the Program Fund	\$0.00
Authority Cost of Issuance Account of the Program Fund	\$0.00
Revenue Fund	\$139,909.49
Residual Account of the Revenue Fund	\$0.00
Bond Fund	\$0.00
Interest Account of the Bond Fund	\$624.35
Principal Account of the Bond Fund	\$0.00
Redemption Account of the Bond Fund	\$0.00
Reserve Fund	\$968,583.69
Authority Administrative Expense Fund	\$2.00
Authority School Facilities Fund	\$0.00
Rebate Fund	\$0.00

IV. Reserve Requirement

The Reserve Requirement is an amount equal to the lesser of (i) ten percent (10%) of the original principal amount of the Bonds, (ii) one hundred percent (100%) of the maximum annual debt service on the Bonds, or (iii) one hundred and twenty-five percent (125%) of the average annual debt service on the Bonds. The Reserve Requirement for the Bonds as of January 1, 2010 was \$1,895,975.00. As per Section 5.07 of the Indenture, the Reserve Requirement for the Bond is funded (i) 50% by the purchase of a Surety Bond and (ii) 50% by the maintenance of a cash deposit. The Reserve Requirement was satisfied as of January 1, 2010.

V. Annual Reports for Local Obligations

Pursuant to Section 4(b) of the Disclosure Agreement, this report shall include information regarding each Local Obligation. Exhibits B-E include Annual Reports for each Local Obligation which satisfies these requirements.

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Exhibit A

**Report to the California Debt and
Investment Advisory Commission**

**STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR AUTHORITY ISSUE**

CDIAC # 2003-0251

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269

For office use only
Fiscal Year _____

I. GENERAL INFORMATION

- A. Authority Issuer Poway Unified School District Public Financing Authority
- B. Name/Title/Series of Bond Issue 2003 Revenue Bonds
- C. Date of Bond Issuance 03-20-2003
- D. Original Principal Amount of Bonds \$ 21,335,000.00
- E. Reserve Fund Minimum Balance Yes Amount (\$) 1,895,975.00 No
- F. Total Issuance Costs \$ 0.00
(Report Issuance Costs only at initial filing)

II. FUND BALANCE FISCAL STATUS

Balances reported as of June 30, 2009
(Year)

- A. Principal Amount of Bonds Outstanding \$ 19,755,000.00
- B. Bond Reserve Fund \$ 1,896,518.47
- C. Capitalized Interest Fund \$ 0.00

III. AUTHORITY FINANCIAL INFORMATION

A. Fees Paid for Professional Services (Annual Totals)

1. Type of Service	2. Amount of Fees
	\$
	\$
	\$
	\$
	\$

B. Local Obligor

1. Issuer/Borrower	2. Bond Purchase (BP) or Loan (L)	3. Amount of Purchase/Loan (from Authority Issue)	4. Administration Fee (Charged to LOB)
CFD No. 2	BP	\$ 12,635,000.00	\$ 0.00
CFD No. 3	BP	\$ 5,485,000.00	\$ 0.00
CFD No. 5	BP	\$ 1,670,000.00	\$ 0.00
CFD No. 7	BP	\$ 1,545,000.00	\$ 0.00
		\$	\$

STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR AUTHORITY ISSUE
(Continued)

C. Investment Contracts

1. Terms of Investment Contracts

- a. Final Maturity _____
- b. Other (see Guidelines for explanation)

2. Commission/Fee for Contract Total \$ _____

3. Interest Earnings on Contract Current \$ _____

D. Taxes are paid under the county's Teeter Plan Yes No

IV. ISSUE RETIRED

This issue is retired and not longer subject to the Yearly Fiscal Status filing requirements. *(Indicate reason for retirement.)*

A. Matured Yes No If yes, indicate final maturity date: _____

B. Refunded Entirely Yes No If yes, state refunding bond title: _____

_____ and issue date: _____

C. Other: _____

IV. NAME OF PARTY COMPLETING THIS FORM

Name Benjamin Dolinka

Title President

Firm/Agency Dolinka Group, LLC

Address 20 Pacifica, Suite 900

City/State/Zip Code Irvine, CA 92618

Email dginfo@dolinkagroup.com

Phone Number (949) 250-8300 Date Of Report 11/2/2009

Exhibit B

Annual Report, 2003 Special Tax Bonds, CFD No. 2

Annual Report

Poway Unified School District
Series 2003 Special Tax Bonds
Community Facilities District No. 2

January 31, 2010

Prepared For:

Poway Unified School District
13626 Twin Peaks Road
Poway, CA 92064-3098
T 858.748.0010

Prepared By:

Dolinka Group, LLC
20 Pacifica, Suite 900
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Exhibits

Exhibit A: Detailed Direct and Overlapping Debt Report

Exhibit B: Report to the California Debt and Investment Advisory Commission

Introduction

This Annual Report ("Report") has been prepared pursuant to the Continuing Disclosure Agreement ("Agreement") executed in connection with the issuance of the 2003 Special Tax Bonds ("Bonds") by Community Facilities District ("CFD") No. 2 of the Poway Unified School District ("School District") in the amount of \$12,635,000. The Bonds were issued under the Mello-Roos Community Facilities Act of 1982, as amended ("Act"), and pursuant to a Bond Indenture dated February 1, 2003 by and between CFD No. 2 and Zions First National Bank, the successor to U.S. Bank National Association, as fiscal agent ("Fiscal Agent"). Dolinka Group, LLC has been retained by the School District to act as dissemination agent ("Dissemination Agent"). The Bonds were issued to (i) finance the acquisition and construction of certain school facilities, (ii) pay interest on the Bonds through September 1, 2003 and (iii) pay the cost of issuing the Bonds. The Bonds, along with the (i) 2003 Special Tax Bonds of CFD No. 3, (ii) 2003 Special Tax Bonds of CFD No. 5 and (iii) 2003 Special Tax Bonds of CFD No. 7 (each a series of "Local Obligations") were purchased by the Poway Unified School District Public Financing Authority ("Authority"). The Local Obligations were purchased through funds generated from the issuance of the 2003 Revenue Bonds of the Authority on March 20, 2003.

I. Audited Financial Statements

A copy of the School District's annual audited financial statements for Fiscal Year 2008/2009 is available online at <http://emma.msrb.org/>.

II. Principal Amount of Bonds Outstanding

As of January 1, 2010, the outstanding principal amount of the Bonds was \$11,460,000.

III. Fund and Account Balances

The balance of each fund and account of CFD No. 2 as of January 1, 2010, is listed in the table below:

Fund and Account Balances (As of 1/01/10)

Funds and Account	Balance
2003 Administrative Expense Fund	\$164,829.11
2003 Bond Interest Account	\$0.00
2003 Bond Principal Account	\$0.00
2003 School Facilities Fund	\$0.00
2007 Administrative Expense Fund	\$0.00
2007 Bond Interest Account	\$0.00
2007 Bond Principal Account	\$0.00
2007 Capitalized Appreciation Payment	\$0.00
2007 Purchase Transfer Account	\$0.00
2007 Surplus Special Tax	\$0.00
Special Tax Fund	\$1,176,900.01

IV. Reserve Requirement

A proportionate share of the proceeds from the sale of the Bonds was deposited into the Authority Reserve Fund to satisfy the Reserve Requirement. For more information regarding the balance in the Reserve Fund and statement of the Reserve Requirement, please refer to the Continuing Disclosure Annual Report for the 2003 Revenue Bonds of the Authority issued March 20, 2003.

V. Assessed Value and Value-to-Lien

The table below shows the assessed values, direct and overlapping debt, and value-to-lien ratio for all parcels within CFD No. 2. Due to an error of the County of San Diego, two (2) parcels that fall within the boundaries of CFD No. 2 are being levied to satisfy the Poway School Facilities Improvement District 2002-1 debt obligation.

Assessed Value to Lien

Land Use	Total Assessed Value ^[1]	2003 Revenue Bonds		Other ^[3]		Total Lien	Value-to-Lien Ratio
		Principal Amount Outstanding	Value-to-Lien Ratio for CFD	Overlapping Debt ^[2]	General Obligation Debt		
Tax Class 1 N/A	\$399,464,376.00	\$11,460,000.00	34.86:1	\$1,598,847.12	\$4,349,324.41	\$17,408,171.53	22.95:1
Tax Class U UNDEV	\$6,431,657.00	\$0.00	NA	\$0.00	\$70,027.18	\$70,027.18	0.00:1
Subtotal for Taxable Parcels ^[3]	\$405,896,033.00	\$11,460,000.00	35.42:1	\$1,598,847.12	\$4,419,351.59	\$17,478,198.71	23.22:1
Tax Class E Exempt	\$12,277,394.00	\$0.00	NA	\$0.00	\$133,674.92	\$133,674.92	0.00:1
Tax Class P Prepaid	\$5,517,000.00	\$0.00	NA	\$0.00	\$60,068.49	\$60,068.49	0.00:1
Total ^[4]	\$423,690,427.00	\$11,460,000.00	36.97:1	\$1,598,847.12	\$4,613,095.00	\$17,671,942.12	23.98:1

[1] Total Assessed Value as reported on the Fiscal Year 2009/2010 equalized tax roll of the County of San Diego.
 [2] Overlapping Debt represents 2007 Series of Bonds Issued by CFD No. 2
 [3] Source: Detailed Direct and Overlapping Debt Report, National Tax Data, Inc. (attached as Exhibit A).
 [4] Totals may not sum due to rounding.

VI. Special Tax Levy Delinquencies

The Special Tax delinquencies for Fiscal Year 2008/2009 and prior Fiscal Years within CFD No. 2 are shown in the table below.

Fiscal Year	Subject Fiscal Year ^[1]				June 30, 2009	
	Aggregate Special Tax	Parcels Delinquent	Fiscal Year Amount Delinquent	Fiscal Year Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2005/2006	\$860,058.34	9	\$8,853.93	1.03 %	\$0.00	0.00 %
2006/2007	\$877,255.20	9	\$16,065.40	1.83 %	\$0.00	0.00 %
2007/2008	\$894,801.18	16	\$23,556.57	2.63 %	\$1,023.51	0.11 %
2008/2009	\$912,697.24	13	\$21,934.36	2.40 %	\$21,934.36	2.40 %

[1] Delinquencies as of June 30th.

Since the overall delinquency rate for Fiscal Year 2008/2009 did not exceed five percent (5.00%), foreclosure proceedings were not initiated.

VII. Major Taxpayers

"Major Taxpayers" are those property owners responsible for more than five percent (5.00%) of the Special Tax levy. There are no Major Taxpayers for Fiscal Year 2009/2010.

VIII. Report to the California Debt and Investment Advisory Commission

A copy of the report prepared and filed with the California Debt and Investment Advisory Commission pursuant to Section 53359.5(b) of the Act is included as Exhibit B.

IX. Changes to Rate and Method of Apportionment

No changes have been made to the Rate and Method of Apportionment since the date of the Official Statement.

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Exhibit A

Detailed Direct and Overlapping Debt Report

POWAY UNIFIED SCHOOL DISTRICT
Community Facilities District No. 2
Special Tax Bonds

Detailed Direct and Overlapping Debt

Report Date: 12/14/2009

Report Time: 12:00:00 PM

I. Assessed Value

2009-2010 Secured Roll Assessed Value

\$423,690,427

II. Secured Property Taxes

Description on Tax Bill	Type	Total Parcels	Total Levy	% Applicable	Parcels	Levy
Basic Levy	PROP13	959,714	\$3,705,485,109	0.11214%	588	\$4,155,349.28
Voter Approved Debt	VOTER	959,505	\$295,475,096	0.02679%	588	\$79,153.80
City of San Diego Penasquitos East Maintenance District	LMD	10,156	\$203,430	1.80332%	48	\$3,668.50
County of San Diego Vector Control, Zone A	VECTOR	531,711	\$1,491,137	0.11588%	576	\$1,728.00
County of San Diego Vector Control, Zone B	VECTOR	359,611	\$749,706	0.00122%	4	\$9.12
County of San Diego Vector Disease Control	VECTOR	945,654	\$5,286,916	0.05551%	580	\$2,934.70
Metropolitan Water District of Southern California Standby Charge	STANDBY	354,498	\$4,361,056	0.20849%	588	\$9,092.44
Poway Unified School District CFD No. 2	CFD	634	\$930,952	100.00000%	437	\$930,951.64
Poway Unified School District SFID No. 2002-1, Series A	GOB	43,384	\$3,450,456	0.00969%	2	\$334.18
Poway Unified School District SFID No. 2002-1, Series B	GOB	43,384	\$6,057,290	0.00969%	2	\$586.66
Poway Unified School District SFID No. 2002-1, Series C	GOB	43,384	\$1,207,971	0.00969%	2	\$117.00
San Diego County Water Authority Standby Charge	STANDBY	362,508	\$3,840,807	0.20439%	582	\$7,850.30
2009-2010 TOTAL PROPERTY TAX LIABILITY						\$5,191,775.62
TOTAL PROPERTY TAX LIABILITY AS A PERCENTAGE OF 2009-2010 ASSESSED VALUATION						1.23%

III. Land Secured Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	Type	Issued	Outstanding	% Applicable	Parcels	Amount
Poway Unified School District CFD No. 2	CFD	\$14,233,847	\$13,058,847	100.00000%	437	\$13,058,847
TOTAL LAND SECURED BOND INDEBTEDNESS (1)						\$13,058,847
TOTAL OUTSTANDING LAND SECURED BOND INDEBTEDNESS (1)						\$13,058,847

IV. General Obligation Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	Type	Issued	Outstanding	% Applicable	Parcels	Amount
City of San Diego GOB 1990 (Public Safety Communication System)	GOB	\$25,500,000	\$4,340,000	0.24453%	588	\$10,613
Metropolitan Water District of Southern California GOB 1966	GOB	\$850,000,000	\$293,425,000	0.02036%	588	\$59,734
Palomar Community College District GOB 2006	GOB	\$160,000,000	\$151,750,000	0.47376%	588	\$718,934
Poway Unified School District SFID 2002-1	GOB	\$197,999,320	\$177,834,320	2.15021%	2	\$3,823,815
TOTAL GENERAL OBLIGATION BOND INDEBTEDNESS (1)						\$4,613,095
TOTAL OUTSTANDING GENERAL OBLIGATION BOND INDEBTEDNESS (1)						\$4,613,095

TOTAL OF ALL OUTSTANDING AND OVERLAPPING BONDED DEBT	\$17,671,942.09
VALUE TO ALL OUTSTANDING DIRECT AND OVERLAPPING BONDED DEBT	23.98:1

(1) Additional bonded indebtedness or available bond authorization may exist but are not shown because a tax was not levied for the referenced fiscal year.

Source: National Tax Data, Inc.

Exhibit B

**Report to the California Debt and
Investment Advisory Commission**

**STATE OF CALIFORNIA
MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)**

YEARLY FISCAL STATUS REPORT
California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 FAX (916) 654-7440

For Office Use Only	
CDIAC #	2003-0252
Fiscal Year	_____

I. GENERAL INFORMATION

A. Issuer	Poway Unified School District CFD No 2
B. Community Facilities District Number/Name	Subarea IV - Torrey Highlands
C. Name/Title/Series of Bond Issue	2003 Special Tax Bonds
D. Date of Bond Issue	03-20-2003
E. Original Principal Amount of Bonds	\$ 12,635,000.00
F. Reserve Fund Minimum Balance Required	\$ 0.00

II. FUND BALANCE FISCAL STATUS

Balances Reported as of:	June 30 2009 _____ (Year)
A. Principal Amount of Bonds Outstanding	\$ 11,705,000.00
B. Bond Reserve Fund	\$ 0.00
C. Capitalized Interest Fund	\$ 0.00
D. Construction Fund(s)	\$ 0.00

III. ASSESSED VALUE OF ALL PARCELS IN CFD SUBJECT TO SPECIAL TAX

A. Assessed Value Reported as of: 07-01-2009 _____ (Date)	(Check One)
	<input checked="" type="checkbox"/> From Equalized Tax Roll
	<input type="checkbox"/> From Appraisal of Property <i>(Use only in first year or before annual tax roll billing commences)</i>
B. Total Assessed Value of All Parcels	\$ 405,896,033.00

IV. TAX COLLECTION INFORMATION

A. Total Amount of Special Taxes Due	\$ 912,697.24
B. Total Amount of Unpaid Special Taxes	\$ 21,934.36
C. The Taxes are Paid Under the County's Teeter Plan.	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

V. DELINQUENT REPORTING INFORMATION

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06-30-2009 _____ (Date)
A. Total Number of Delinquent Parcels:	14
B. Total Amount of Taxes Due on Delinquent Parcels:	\$ 23,986.66

VI. FORECLOSURE INFORMATION FOR FISCAL YEAR

(Aggregate totals, if foreclosure commenced on same date)

Date Foreclosure Commenced	Total Number of Foreclosure Parcels	Total Amount of Tax Due on Foreclosure Parcels

**STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR LOCAL OBLIGORS**

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 FAX (916) 654-7440

For Office Use Only

Fiscal Year _____

I. GENERAL INFORMATION

A. Local Obligor Issuer Poway Unified School District CFD No 2

B. Name/Title/Series of Bond Issue 2003 Special Tax Bonds

C. Date of Bond Issue 03-20-2003

D. Original Principal Amount of Bonds 12,635,000.00

E. Reserve Fund Minimum Balance Required Yes No Amount 0.00

Part of Authority Reserve Fund (*Marks-Roos only*) Yes No % of Reserve Fund _____

II. FUND BALANCE FISCAL STATUS

Balances Reported as of: June 30, 2009 (Year)

A. Principal Amount of Bonds Outstanding 11,460,000.00

B. Bond Reserve Fund 0.00

C. Capitalized Interest Fund 0.00

III. DELINQUENT REPORTING INFORMATION

Delinquent Taxes Yes No

Delinquent Parcel Information Reported as of Equalized Tax Roll of: 06/30/2009 (Date)

A. Delinquency Rate 2.40 (Percent)

B. The Taxes are Paid Under the County Teeter Plan: Yes No

C. Taxes Due 912,697.24

D. Taxes Unpaid 21,934.36

IV. ISSUE RETIRED

This issue is retired and not longer subject to the Yearly Fiscal Status filing requirements. (*Indicate reason for retirement.*)

A. Matured Yes No

B. Refunded Entirely Yes No If yes, indicate final maturity date: _____

If yes, state refunding bond title: _____ and issue date: _____

C. Other: _____

V. NAME OF PARTY COMPLETING THIS FORM

Name Benjamin Dolinka

Title President

Firm/Agency Dolinka Group, LLC

Address 20 Pacifica, Suite 900

City Irvine State CA Zip Code 92618

Phone Number (949) 250-8300 Email dginfo@dolinkagroup.com Date of Report 11/2/2009

Section 6599.1 of the California Government Code requires that all issuers selling Mark-Roos bonds, which is part of the Mark-Roos Local Bond Pooling Act of 1985, after January 1, 1996 are required to report specific information to the Commission by October 30th of the current year and each year thereafter

Exhibit C

Annual Report, 2003 Special Tax Bonds, CFD No. 3

Annual Report

Poway Unified School District
Community Facilities District No. 3

January 31, 2010

Prepared For:

Poway Unified School District
13626 Twin Peaks Road
Poway, CA 92064-3098
T 858.748.0010

Prepared By:

Dolinka Group, LLC
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Exhibits

Exhibit A: Detailed Direct and Overlapping Debt Report

Exhibit B: Report to the California Debt and Investment Advisory Commission

Introduction

This Annual Report ("Report") has been prepared pursuant to the Continuing Disclosure Agreement ("Agreement") executed in connection with the issuance of the 2003 Special Tax Bonds ("Bonds") by Community Facilities District ("CFD") No. 3 of the Poway Unified School District ("School District") in the amount of \$5,485,000.00. The Bonds were issued under the Mello-Roos Community Facilities Act of 1982, as amended ("Act"), and pursuant to a Bond Indenture dated February 1, 2003 by and between CFD No. 3 and Zions First National Bank, successor to U.S. Bank National Association, as fiscal agent ("Fiscal Agent"). Dolinka Group, LLC has been retained by the School District to act as dissemination agent ("Dissemination Agent"). The Bonds were issued to (i) finance the acquisition and construction of certain school facilities, (ii) pay interest on the Bonds through September 1, 2003 and (iii) pay the cost of issuing the Bonds. The Bonds, along with the (i) 2003 Special Tax Bonds of CFD No. 2, (ii) 2003 Special Tax Bonds of CFD No. 5 and (iii) 2003 Special Tax Bonds of CFD No. 7 (each a series of "Local Obligations") were purchased by the Poway Unified School District Public Financing Authority ("Authority"). The Local Obligations were purchased through funds generated from the issuance of the 2003 Revenue Bonds of the Authority on March 20, 2003.

I. Audited Financial Statements

A copy of the School District's annual audited financial statements for Fiscal Year 2008/2009 is available online at <http://emma.msrb.org/>.

II. Principal Amount of Bonds Outstanding

As of January 1, 2010, the outstanding principal amount of the Bonds was \$4,950,000.00.

III. Fund and Account Balances

The balance of each fund and account of CFD No. 3 as of January 1, 2010 is listed in the table below.

Fund and Account Balances (As of 1/01/10)

Funds and Accounts	Amount
Administrative Expense Fund	\$51,463.73
Interest Account	\$0.00
Principal Account	\$0.00
Special Tax Fund	\$468,682.03
Total	\$520,145.76

IV. Reserve Requirement

A proportionate share of the proceeds from the sale of the Bonds was deposited into the Authority Reserve Fund to satisfy the Reserve Requirement. For more information regarding the balance in the Reserve Fund and statement of the Reserve Requirement, please refer to the Continuing Disclosure Annual Report for the 2003 Revenue Bonds of the Authority, dated January 31, 2010.

V. Assessed Value and Value-to-Lien

The table below shows the assessed values, direct and overlapping debt, and value-to-lien ratio for all parcels within CFD No. 3.

Assessed Value to Lien

Land Use	Total Assessed Value ^[1]	2003 Revenue Bonds		Other ^[2]		Total Lien	Value-to-Lien Ratio
		Principal Amount Outstanding	Value-to-Lien Ratio for CFD	Overlapping Debt	General Obligation Debt		
Tax Class 1	\$36,166,163.00	\$1,117,483.56	32.36:1	\$301,708.39	\$313,621.70	\$1,732,813.66	20.87:1
Tax Class 1 PP	\$102,810,821.00	\$2,142,140.83	47.99:1	\$952,452.10	\$891,543.42	\$3,986,136.35	25.79:1
Tax Class 2	\$69,374,396.00	\$1,690,375.61	41.04:1	\$833,281.51	\$601,593.16	\$3,125,250.28	22.20:1
Subtotal for Taxable Parcels ^[3]	\$208,351,380.00	\$4,950,000.00	42.09:1	\$2,087,442.00	\$1,806,758.28	\$8,844,200.28	23.56:1
Tax Class E Exempt	\$1,236.00	\$0.00	0.00:1	\$0.00	\$10.72	\$10.72	0.00:1
Total ^[3]	\$208,352,616.00	\$4,950,000.00	42.09:1	\$2,087,442.00	\$1,806,769.00	\$8,844,211.00	23.56:1

[1] Total Assessed Value as reported on the Fiscal Year 2009/2010 equalized tax roll of the County of San Diego.

[2] Source: Detailed Direct and Overlapping Debt Report, National Tax Data, Inc. (attached as exhibit A).

[3] Totals may not sum due to rounding.

VI. Special Tax Delinquencies

The Special Tax delinquencies for Fiscal Year 2008/2009 and prior Fiscal Years within CFD No. 3 are shown in the table below.

Fiscal Year	Subject Fiscal Year ^[1]				June 30, 2009	
	Aggregate Special Tax	Parcels Delinquent	Fiscal Year Amount Delinquent	Fiscal Year Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2005/2006	\$365,826.00	4	\$1,634.12	0.45 %	\$0.00	0.00 %
2006/2007	\$373,141.28	7	\$4,532.87	1.21 %	\$0.00	0.00 %
2007/2008	\$380,603.24	15	\$10,315.33	2.71 %	\$1,901.06	0.50 %
2008/2009	\$388,039.16	15	\$12,060.03	3.11 %	\$12,060.03	3.11 %

[1] Delinquencies as of June 30th.

Since the overall delinquency rate for Fiscal Year 2008/2009 did not exceed five percent (5.00%), foreclosure proceedings were not initiated.

VII. Major Taxpayers

"Major Taxpayers" are those property owners responsible for more than five percent (5.00%) of the Special Tax levy. There are no Major Taxpayers for Fiscal Year 2009/2010.

VIII. Report to the California Debt and Investment Advisory Commission

A copy of the report prepared and filed with the California Debt and Investment Advisory Commission pursuant to Section 53359.5(b) of the Act is included as Exhibit B.

IX. Changes to Rate and Method of Apportionment

No changes have been made to the Rate and Method of Apportionment since the date of the Official Statement.

S:\Clients\Poway Unified SD\SADM\CFDs\CFD No.
3\FY0809\Reports\ContDisc\Poway_3_Cont_disclosure_authority_CFD3_0910_FN.docx

Exhibit A

Detailed Direct and Overlapping Debt Report

POWAY UNIFIED SCHOOL DISTRICT
Community Facilities District No. 3
Special Tax Bonds

Detailed Direct and Overlapping Debt

Report Date: 12/14/2009

Report Time: 12:00:00 PM

I. Assessed Value

2009-2010 Secured Roll Assessed Value

\$208,352,616

II. Secured Property Taxes

Description on Tax Bill	Type	Total Parcels	Total Levy	% Applicable	Parcels	Levy
Basic Levy	PROP13	959,714	\$3,705,485,109	0.05561%	399	\$2,060,623.80
Voter Approved Debt	VOTER	959,505	\$295,475,096	0.00901%	399	\$26,619.46
County of San Diego AD No. 97-1 (4-S Ranch)	1915	441	\$2,165,950	31.35856%	390	\$679,210.78
County of San Diego Service Area No. 17 (Emergency Medical)	CSA	50,090	\$1,348,426	0.77289%	399	\$10,421.88
County of San Diego Service Area No. 83 (Park Maintenance)	OPENSOURCE	4,920	\$487,185	7.79472%	378	\$37,974.72
County of San Diego Street Lighting, Zone A	LLMD	95,887	\$725,097	0.33775%	399	\$2,449.02
County of San Diego Vector Control, Zone B	VECTOR	359,611	\$749,706	0.12165%	400	\$912.00
County of San Diego Vector Disease Control	VECTOR	945,654	\$5,286,916	0.04116%	400	\$2,175.94
Metropolitan Water District of Southern California Standby Charge	STANDBY	24,743	\$422,104	1.08705%	399	\$4,588.50
Olivenhain Municipal Water District AD No. 96-1	1915	23,020	\$1,439,545	1.24221%	399	\$17,882.14
Olivenhain Municipal Water District Sewer Charge	SEWER	4,418	\$3,719,362	6.89594%	399	\$256,485.00
Palomar Pomerado Health GOB 2004	GOB	188,707	\$10,611,456	0.34469%	399	\$36,576.20
Poway Unified School District CFD No. 3	CFD	445	\$395,975	100.00000%	399	\$395,975.26
Rancho Santa Fe Fire Protection District Special Tax	FIRE	12,282	\$243,533	2.06851%	400	\$5,037.50
San Diego County Water Authority Standby Charge	STANDBY	24,966	\$368,815	1.08184%	399	\$3,990.00
2009-2010 TOTAL PROPERTY TAX LIABILITY						\$3,540,922.20
TOTAL PROPERTY TAX LIABILITY AS A PERCENTAGE OF 2009-2010 ASSESSED VALUATION						1.70%

III. Land Secured Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	Type	Issued	Outstanding	% Applicable	Parcels	Amount
County of San Diego AD No. 97-1 (4-S Ranch)	1915	\$21,755,000	\$5,990,000	31.35856%	390	\$1,878,378
Olivenhain Municipal Water District AD No. 96-1	1915	\$22,530,000	\$16,830,000	1.24221%	399	\$209,064
Poway Unified School District CFD No. 3	CFD	\$5,485,000	\$4,950,000	100.00000%	399	\$4,950,000
TOTAL LAND SECURED BOND INDEBTEDNESS (1)						\$7,037,442
TOTAL OUTSTANDING LAND SECURED BOND INDEBTEDNESS (1)						\$7,037,442

IV. General Obligation Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	Type	Issued	Outstanding	% Applicable	Parcels	Amount
Metropolitan Water District of Southern California GOB 1966	GOB	\$850,000,000	\$293,425,000	0.01001%	399	\$29,374
Palomar Community College District GOB 2006	GOB	\$160,000,000	\$151,750,000	0.23298%	399	\$353,541
Palomar Pomerado Health GOB 2004	GOB	\$431,083,318	\$414,623,319	0.34341%	399	\$1,423,853
TOTAL GENERAL OBLIGATION BOND INDEBTEDNESS (1)						\$1,806,769
TOTAL OUTSTANDING GENERAL OBLIGATION BOND INDEBTEDNESS (1)						\$1,806,769

TOTAL OF ALL OUTSTANDING AND OVERLAPPING BONDED DEBT	\$8,844,210.19
VALUE TO ALL OUTSTANDING DIRECT AND OVERLAPPING BONDED DEBT	23.56:1

(1) Additional bonded indebtedness or available bond authorization may exist but are not shown because a tax was not levied for the referenced fiscal year.

Source: National Tax Data, Inc.

Exhibit B

**Report to the California Debt and
Investment Advisory Commission**

**STATE OF CALIFORNIA
MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)**

YEARLY FISCAL STATUS REPORT
California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 FAX (916) 654-7440

For Office Use Only	
CDIAC #	2003-0255
Fiscal Year	_____

I. GENERAL INFORMATION

A. Issuer	Poway Unified School District CFD No 3
B. Community Facilities District Number/Name	Christopherhill
C. Name/Title/Series of Bond Issue	2003 Special Tax Bonds
D. Date of Bond Issue	03-20-2003
E. Original Principal Amount of Bonds	\$ 5,485,000.00
F. Reserve Fund Minimum Balance Required	\$ 0.00

II. FUND BALANCE FISCAL STATUS

Balances Reported as of:	June 30 2009 _____ (Year)
A. Principal Amount of Bonds Outstanding	\$ 5,060,000.00
B. Bond Reserve Fund	\$ 0.00
C. Capitalized Interest Fund	\$ 0.00
D. Construction Fund(s)	\$ 0.00

III. ASSESSED VALUE OF ALL PARCELS IN CFD SUBJECT TO SPECIAL TAX

A. Assessed Value Reported as of: 07-01-2009 (Date)	(Check One)
	<input checked="" type="checkbox"/> From Equalized Tax Roll
	<input type="checkbox"/> From Appraisal of Property <i>(Use only in first year or before annual tax roll billing commences)</i>
B. Total Assessed Value of All Parcels	\$ 208,351,380.00

IV. TAX COLLECTION INFORMATION

A. Total Amount of Special Taxes Due	\$ 388,039.16
B. Total Amount of Unpaid Special Taxes	\$ 12,060.03
C. The Taxes are Paid Under the County's Teeter Plan.	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

V. DELINQUENT REPORTING INFORMATION

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06-30-2009 _____ (Date)
A. Total Number of Delinquent Parcels:	15
B. Total Amount of Taxes Due on Delinquent Parcels:	\$ 13,961.09

VI. FORECLOSURE INFORMATION FOR FISCAL YEAR

(Aggregate totals, if foreclosure commenced on same date)

Date Foreclosure Commenced	Total Number of Foreclosure Parcels	Total Amount of Tax Due on Foreclosure Parcels

**STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR LOCAL OBLIGORS**

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 FAX (916) 654-7440

For Office Use Only

Fiscal Year _____

I. GENERAL INFORMATION

A. Local Obligor Issuer Poway Unified School District CFD No 3

B. Name/Title/Series of Bond Issue 2003 Special Tax Bonds

C. Date of Bond Issue 03-20-2003

D. Original Principal Amount of Bonds 5,485,000.00

E. Reserve Fund Minimum Balance Required Yes No Amount 0.00

Part of Authority Reserve Fund (*Marks-Roos only*) Yes No % of Reserve Fund _____

II. FUND BALANCE FISCAL STATUS

Balances Reported as of: June 30, 2009 (Year)

A. Principal Amount of Bonds Outstanding 5,060,000.00

B. Bond Reserve Fund 0.00

C. Capitalized Interest Fund 0.00

III. DELINQUENT REPORTING INFORMATION

Delinquent Taxes Yes No

Delinquent Parcel Information Reported as of Equalized Tax Roll of: 06/30/2009 (Date)

A. Delinquency Rate 3.11 (Percent)

B. The Taxes are Paid Under the County Teeter Plan: Yes No

C. Taxes Due 388,039.16

D. Taxes Unpaid 12,060.03

IV. ISSUE RETIRED

This issue is retired and not longer subject to the Yearly Fiscal Status filing requirements. (*Indicate reason for retirement.*)

A. Matured Yes No

B. Refunded Entirely Yes No If yes, indicate final maturity date: _____

If yes, state refunding bond title: _____ and issue date: _____

C. Other: _____

V. NAME OF PARTY COMPLETING THIS FORM

Name Benjamin Dolinka

Title President

Firm/Agency Dolinka Group, LLC

Address 20 Pacifica, Suite 900

City Irvine State CA Zip Code 92618

Phone Number (949) 250-8300 Email dginfo@dolinkagroup.com Date of Report 11/2/2009

Exhibit D

Annual Report, 2003 Special Tax Bonds, CFD No. 5

Annual Report

Poway Unified School District
Community Facilities District No. 5

January 31, 2010

Prepared For:

Poway Unified School District
13626 Twin Peaks Road
Poway, CA 92064-3098
T 858.748.0010

Prepared By:

Dolinka Group, LLC
20 Pacifica, Suite 900
Irvine, CA 92618
T 949.250.8300
F 949.250.8301

Table of Contents

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III. Fund and Account Balances -----	1
IV. Reserve Requirement-----	2
V. Assessed Value and Value-to-Lien-----	2
VI. Special Tax Delinquencies-----	3
VII. Major Taxpayers-----	3
VIII. Report to the California Debt and Investment Advisory Commission -----	3
IX. Changes to the Rate and Method of Apportionment-----	3

Exhibits

Exhibit A: Detailed Direct and Overlapping Debt Report

Exhibit B: Report to the California Debt and Investment Advisory Commission

Introduction

This Annual Report ("Report") has been prepared pursuant to the Continuing Disclosure Agreement ("Agreement") executed in connection with the issuance of the 2003 Special Tax Bonds ("Bonds") by Community Facilities District ("CFD") No. 5 of the Poway Unified School District ("School District") in the amount of \$1,670,000. The Bonds were issued under the Mello-Roos Community Facilities Act of 1982, as amended ("Act"), and pursuant to a Bond Indenture dated February 1, 2003 by and between CFD No. 5 and Zions First National Bank, successor to U.S. Bank National Association, as fiscal agent ("Fiscal Agent"). Dolinka Group, LLC has been retained by the School District to act as dissemination agent ("Dissemination Agent"). The Bonds were issued to (i) finance the acquisition and construction of certain school facilities, (ii) pay interest on the Bonds through September 1, 2003 and (iii) pay the cost of issuing the Bonds. The Bonds, along with the (i) 2003 Special Tax Bonds of CFD No. 2, (iv) 2003 Special Tax Bonds of CFD No. 3 and (v) 2003 Special Tax Bonds of CFD No. 7 ("Local Obligations") were purchased by the Poway Unified School District Public Financing Authority ("Authority"). The Local Obligations were purchased through funds generated from the issuance of the 2003 Revenue Bonds of the Authority on March 20, 2003.

I. Audited Financial Statements

A copy of the School District's annual audited financial statements for Fiscal Year 2008/2009 is available online at <http://emma.msrb.org/>.

II. Principal Amount of Bonds Outstanding

As of January 1, 2010, the outstanding principal amount of the Bonds was \$1,505,000.00.

III. Fund and Account Balances

The balance of each fund and account of CFD No. 5 as of January 1, 2009, is listed in the table below.

Fund and Account Balances (As of 01/01/10)

Funds and Accounts	Amount
Administrative Expense Fund	\$67,453.69
Interest Account	\$0.00
Principal Account	\$0.00
Special Tax Fund	\$146,809.77
Total	\$214,263.46

IV. Reserve Requirement

A proportionate share of the proceeds from the sale of the Bonds was deposited into the Authority Reserve Fund to satisfy the Reserve Requirement. For more information regarding the balance in the Reserve Fund and statement of the Reserve Requirement, please refer to the Continuing Disclosure Annual Report for the 2003 Revenue Bonds of the Authority dated January 31, 2010.

V. Assessed Value and Value-to-Lien

The table below shows the assessed values, direct and overlapping debt, and value-to-lien ratio for all parcels within CFD No. 5. Due to an error by the County of San Diego ("County"), one (1) parcel falling within the boundaries of CFD No. 5 is being levied against to satisfy the debt obligation of the Poway School Facilities Improvement District No. 2002-1.

Assessed Value to Lien

Land Use	Total Assessed Value ^[1]	2003 Revenue Bonds		Other ^[2]		Total Lien	Value-to-Lien Ratio
		Principal Amount Outstanding	Value-to-Lien Ratio for CFD	Overlapping Debt	General Obligation Debt		
Tax Class 2	\$168,461,169.00	\$1,505,000.00	111.93:1	\$5,222,876.00	\$2,981,208.00	\$9,709,084.00	17.35:1
Subtotal for Taxable Parcels ^[3]	\$168,461,169.00	\$1,505,000.00	111.93:1	\$5,222,876.00	\$2,981,208.00	\$9,709,084.00	17.35:1
Tax Class E Exempt	\$0.00	\$0.00	0.00:1	\$0.00	\$0.00	\$0.00	0.00:1
Total ^[3]	\$168,461,169.00	\$1,505,000.00	111.93:1	\$5,222,876.00	\$2,981,208.00	\$9,709,084.00	17.35:1

[1] Total Assessed Value as reported on the Fiscal Year 2009/2010 equalized tax roll of the County of San Diego.

[2] Source: Detailed Direct and Overlapping Debt Report, National Tax Data, Inc. (attached as Exhibit A).

[3] Totals may not sum due to rounding.

VI. Special Tax Delinquencies

The Special Tax delinquencies for Fiscal Year 2008/2009 and prior Fiscal Years within CFD No. 5 are shown in the table below.

Fiscal Year	Subject Fiscal Year ^[1]				June 30, 2009	
	Aggregate Special Tax	Parcels Delinquent	Fiscal Year Amount Delinquent	Fiscal Year Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2005/2006	\$127,541.96	3	\$1,280.46	1.00 %	\$0.00	0.00 %
2006/2007	\$130,093.12	4	\$2,607.96	2.00 %	\$0.00	0.00 %
2007/2008	\$132,694.20	6	\$3,538.24	2.67 %	\$441.21	0.33 %
2008/2009	\$135,347.28	10	\$5,863.50	4.33 %	\$5,863.50	4.33 %

[1] Delinquencies as of June 30th.

Since the overall delinquency rate for Fiscal Year 2008/2009 did not exceed five percent (5.00%), foreclosure proceedings were not initiated.

VII. Major Taxpayers

"Major Taxpayers" are those property owners responsible for more than five percent (5.00%) of the Special Tax levy. There are no Major Taxpayers for Fiscal Year 2009/2010.

VIII. Report to the California Debt and Investment Advisory Commission

A copy of the report prepared and filed with the California Debt and Investment Advisory Commission pursuant to Section 53359.5(b) of the Act is included as Exhibit B.

IX. Changes to Rate and Method of Apportionment

No changes have been made to the Rate and Method of Apportionment since the date of the Official Statement.

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Exhibit A

Detailed Direct and Overlapping Debt Report

POWAY UNIFIED SCHOOL DISTRICT
Community Facilities District No. 5
Special Tax Bonds

Detailed Direct and Overlapping Debt

Report Date: 12/14/2009

Report Time: 12:00:00 PM

I. Assessed Value

2009-2010 Secured Roll Assessed Value

\$168,461,169

II. Secured Property Taxes

Description on Tax Bill	Type	Total Parcels	Total Levy	% Applicable	Parcels	Levy
Basic Levy	PROP13	959,714	\$3,705,485,109	0.04522%	150	\$1,675,441.69
Voter Approved Debt	VOTER	959,505	\$295,475,096	0.00733%	150	\$21,645.16
County of San Diego Service Area No. 17 (Emergency Medical)	CSA	50,090	\$1,348,426	0.29056%	150	\$3,918.00
County of San Diego Service Area No. 83 (Park Maintenance)	OPENSACE	4,920	\$487,185	3.31414%	150	\$16,146.00
County of San Diego Street Lighting, Zone A	LLMD	95,887	\$725,097	0.13405%	150	\$972.00
County of San Diego Vector Control, Zone B	VECTOR	359,611	\$749,706	0.04562%	150	\$342.00
County of San Diego Vector Disease Control	VECTOR	945,654	\$5,286,916	0.01680%	150	\$888.00
Metropolitan Water District of Southern California Standby Charge	STANDBY	24,743	\$422,104	0.40594%	149	\$1,713.50
Olivenhain Municipal Water District AD No. 96-1	1915	23,020	\$1,439,545	0.67886%	150	\$9,772.56
Palomar Pomerado Health GOB 2004	GOB	188,707	\$10,611,456	0.28026%	150	\$29,739.14
Poway Unified School District CFD No. 5	CFD	181	\$138,052	100.00000%	150	\$138,052.36
Poway Unified School District SFID No. 2002-1, Series A	GOB	43,384	\$3,450,456	0.00591%	1	\$203.84
Poway Unified School District SFID No. 2002-1, Series B	GOB	43,384	\$6,057,290	0.00591%	1	\$357.85
Poway Unified School District SFID No. 2002-1, Series C	GOB	43,384	\$1,207,971	0.00591%	1	\$71.36
Rancho Santa Fe Community Services District CFD No. 1	CFD	918	\$3,593,774	10.78110%	150	\$387,448.18
Rancho Santa Fe Community Services District Sewer Service	SEWER	937	\$608,008	19.73658%	150	\$120,000.00
Rancho Santa Fe Fire Protection District Special Tax	FIRE	12,282	\$243,533	0.77505%	150	\$1,887.50
San Diego County Water Authority Standby Charge	STANDBY	24,966	\$368,815	0.40671%	150	\$1,500.00

2009-2010 TOTAL PROPERTY TAX LIABILITY

\$2,410,099.14

TOTAL PROPERTY TAX LIABILITY AS A PERCENTAGE OF 2009-2010 ASSESSED VALUATION

1.43%

III. Land Secured Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	Type	Issued	Outstanding	% Applicable	Parcels	Amount
Olivenhain Municipal Water District AD No. 96-1	1915	\$22,530,000	\$16,830,000	0.67886%	150	\$114,252
Poway Unified School District CFD No. 5	CFD	\$1,670,000	\$1,505,000	100.00000%	150	\$1,505,000
Rancho Santa Fe Community Services District CFD No. 1	CFD	\$48,660,000	\$47,385,000	10.78110%	150	\$5,108,624

TOTAL LAND SECURED BOND INDEBTEDNESS (1)

\$6,727,876

TOTAL OUTSTANDING LAND SECURED BOND INDEBTEDNESS (1)

\$6,727,876

IV. General Obligation Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	Type	Issued	Outstanding	% Applicable	Parcels	Amount
Metropolitan Water District of Southern California GOB 1966	GOB	\$850,000,000	\$293,425,000	0.00809%	150	\$23,750
Palomar Community College District GOB 2006	GOB	\$160,000,000	\$151,750,000	0.18837%	150	\$285,851
Palomar Pomerado Health GOB 2004	GOB	\$431,083,318	\$414,623,319	0.27766%	150	\$1,151,241
Poway Unified School District SFID 2002-1	GOB	\$197,999,320	\$177,834,320	0.85493%	1	\$1,520,365

TOTAL GENERAL OBLIGATION BOND INDEBTEDNESS (1)

\$2,981,208

TOTAL OUTSTANDING GENERAL OBLIGATION BOND INDEBTEDNESS (1)

\$2,981,208

TOTAL OF ALL OUTSTANDING AND OVERLAPPING BONDED DEBT

\$9,709,084.26

VALUE TO ALL OUTSTANDING DIRECT AND OVERLAPPING BONDED DEBT

17.35:1

(1) Additional bonded indebtedness or available bond authorization may exist but are not shown because a tax was not levied for the referenced fiscal year.

Source: National Tax Data, Inc.

Exhibit B

**Report to the California Debt and
Investment Advisory Commission**

**STATE OF CALIFORNIA
MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)**

YEARLY FISCAL STATUS REPORT
California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 FAX (916) 654-7440

For Office Use Only	
CDIAC #	2003-0254
Fiscal Year	_____

I. GENERAL INFORMATION

A. Issuer	Poway Unified School District CFD No 5
B. Community Facilities District Number/Name	Santa Fe Valley Area IV
C. Name/Title/Series of Bond Issue	2003 Special Tax Bonds
D. Date of Bond Issue	03-20-2003
E. Original Principal Amount of Bonds	\$ 1,670,000.00
F. Reserve Fund Minimum Balance Required	\$ 0.00

II. FUND BALANCE FISCAL STATUS

Balances Reported as of:	June 30 2009 _____ (Year)
A. Principal Amount of Bonds Outstanding	\$ 1,540,000.00
B. Bond Reserve Fund	\$ 0.00
C. Capitalized Interest Fund	\$ 0.00
D. Construction Fund(s)	\$ 0.00

III. ASSESSED VALUE OF ALL PARCELS IN CFD SUBJECT TO SPECIAL TAX

A. Assessed Value Reported as of: 07-01-2009 _____ (Date)	(Check One)
	<input checked="" type="checkbox"/> From Equalized Tax Roll
	<input type="checkbox"/> From Appraisal of Property <i>(Use only in first year or before annual tax roll billing commences)</i>
B. Total Assessed Value of All Parcels	\$ 168,461,169.00

IV. TAX COLLECTION INFORMATION

A. Total Amount of Special Taxes Due	\$ 135,347.28
B. Total Amount of Unpaid Special Taxes	\$ 5,863.50
C. The Taxes are Paid Under the County's Teeter Plan.	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

V. DELINQUENT REPORTING INFORMATION

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06-30-2009 _____ (Date)
A. Total Number of Delinquent Parcels:	11
B. Total Amount of Taxes Due on Delinquent Parcels:	\$ 8,506.14

VI. FORECLOSURE INFORMATION FOR FISCAL YEAR

(Aggregate totals, if foreclosure commenced on same date)

Date Foreclosure Commenced	Total Number of Foreclosure Parcels	Total Amount of Tax Due on Foreclosure Parcels

**STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR LOCAL OBLIGORS**

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 FAX (916) 654-7440

For Office Use Only

Fiscal Year _____

I. GENERAL INFORMATION

A. Local Obligor Issuer Poway Unified School District CFD No 5

B. Name/Title/Series of Bond Issue 2003 Special Tax Bonds

C. Date of Bond Issue 03-20-2003

D. Original Principal Amount of Bonds 1,670,000.00

E. Reserve Fund Minimum Balance Required Yes No Amount 0.00

Part of Authority Reserve Fund (*Marks-Roos only*) Yes No % of Reserve Fund _____

II. FUND BALANCE FISCAL STATUS

Balances Reported as of: June 30, 2009 (Year)

A. Principal Amount of Bonds Outstanding 1,540,000.00

B. Bond Reserve Fund 0.00

C. Capitalized Interest Fund 0.00

III. DELINQUENT REPORTING INFORMATION

Delinquent Taxes Yes No

Delinquent Parcel Information Reported as of Equalized Tax Roll of: 06/30/2009 (Date)

A. Delinquency Rate 4.33 (Percent)

B. The Taxes are Paid Under the County Teeter Plan: Yes No

C. Taxes Due 135,347.28

D. Taxes Unpaid 5,863.50

IV. ISSUE RETIRED

This issue is retired and not longer subject to the Yearly Fiscal Status filing requirements. (*Indicate reason for retirement.*)

A. Matured Yes No

B. Refunded Entirely Yes No If yes, indicate final maturity date: _____

If yes, state refunding bond title: _____ and issue date: _____

C. Other: _____

V. NAME OF PARTY COMPLETING THIS FORM

Name Benjamin Dolinka

Title President

Firm/Agency Dolinka Group, LLC

Address 20 Pacifica, Suite 900

City Irvine State CA Zip Code 92618

Phone Number (949) 250-8300 Email dginfo@dolinkagroup.com Date of Report 11/2/2009

Section 6599.1 of the California Government Code requires that all issuers selling Mark-Roos bonds, which is part of the Mark-Roos Local Bond Pooling Act of 1985, after January 1, 1996 are required to report specific information to the Commission by October 30th of the current year and each year thereafter

Exhibit E

Annual Report, 2003 Special Tax Bonds, CFD No. 7

Annual Report

Poway Unified School District
Community Facilities District No. 7

January 31, 2010

Prepared For:

Poway Unified School District
13626 Twin Peaks Road
Poway, CA 92064-3098
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Prepared By:

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Exhibits

Exhibit A: Detailed Direct and Overlapping Debt Report

Exhibit B: Report to the California Debt and Investment Advisory Commission

Introduction

This Annual Report ("Report") has been prepared pursuant to the Continuing Disclosure Agreement ("Agreement") executed in connection with the issuance of the 2003 Special Tax Bonds ("Bonds") by Community Facilities District ("CFD") No. 7 of the Poway Unified School District ("School District") in the amount of \$1,545,000. The Bonds were issued under the Mello-Roos Community Facilities Act of 1982, as amended ("Act"), and pursuant to a Bond Indenture dated February 1, 2003 by and between CFD No. 7 and Zions First National Bank as successor to U.S. Bank National Association, as fiscal agent ("Fiscal Agent"). Dolinka Group, LLC has been retained by the School District to act as dissemination agent ("Dissemination Agent"). The Bonds were issued to (i) finance the acquisition and construction of certain school facilities, (ii) pay interest on the Bonds through September 1, 2003 and (iii) pay the cost of issuing the Bonds. The Bonds, along with the (i) 2003 Special Tax Bonds of CFD No. 2 (ii) 2003 Special Tax Bonds of CFD No. 3 and (iii) 2003 Special Tax Bonds of CFD No. 5 ("Local Obligations") were purchased by the Poway Unified School District Public Financing Authority ("Authority"). The Local Obligations were purchased through funds generated from the issuance of the 2003 Revenue Bonds of the Authority, dated January 31, 2010.

I. Audited Financial Statements

A copy of the School District's annual audited financial statements for Fiscal Year 2008/2009 is available online at <http://emma.msrb.org/>.

II. Principal Amount of Bonds Outstanding

As of January 1, 2010, the outstanding principal amount of the Bonds was \$1,450,000.00.

III. Fund and Account Balances

The balance of each fund and account of CFD No. 7 as of January 1, 2010, is listed in the table below.

Fund and Account Balances (As of 1/01/10)

Funds and Accounts	Amount
Administrative Expense Fund	\$81,935.06
Interest Account	\$0.00
Principal Account	\$0.00
Special Tax Fund	\$128,912.74
Total	\$210,847.80

IV. Reserve Requirement

A proportionate share of the proceeds from the sale of the Bonds was deposited into the Authority Reserve Fund to satisfy the Reserve Requirement. For more information regarding the balance in the Reserve Fund and statement of the Reserve Requirement, please refer to the Continuing Disclosure Annual Report for the 2003 Revenue Bonds of the Authority, dated January 31, 2010.

V. Assessed Value and Value-to-Lien

The table below shows the assessed values, direct and overlapping debt, and value-to-lien ratio for all parcels within CFD No. 7.

Assessed Value to Lien for CFD No. 7

Land Use	Total Assessed Value ^[1]	2003 Revenue Bonds		Other ^[2]		Total Lien	Value-to-Lien Ratio
		Principal Amount Outstanding	Value-to-Lien Ratio for CFD	Overlapping Debt	General Obligation Debt		
Tax Class 1	\$143,285,133.00	\$1,425,000.00	100.55:1	\$3,927,935.43	\$266,922.08	\$5,619,857.51	25.50:1
Subtotal for Taxable Parcels ^[3]	\$143,285,133.00	\$1,425,000.00	100.55:1	\$3,927,935.43	\$266,922.08	\$5,619,857.51	25.50:1
Tax Class E Exempt	\$8,205,024.00	\$0.00	0.00:1	\$7,064.57	\$15,284.92	\$22,349.49	367.12.:1
Total ^[3]	\$151,490,157.00	\$1,425,000.00	106.31:1	\$3,935,000.00	\$282,207.00	\$5,642,207.00	26.85:1

[1] Total Assessed Value as reported on the Fiscal Year 2009/2010 equalized tax roll of the County of San Diego.

[2] Source: Detailed Direct and Overlapping Debt Report, National Tax Data, Inc. (attached as Exhibit A).

[3] Totals may not sum due to rounding.

VI. Special Tax Delinquencies

The Special Tax delinquencies for Fiscal Year 2008/2009 and prior Fiscal Years within CFD No. 7 are shown in the table below.

Fiscal Year	Subject Fiscal Year ^[1]				June 30, 2009	
	Aggregate Special Tax	Parcels Delinquent	Fiscal Year Amount Delinquent	Fiscal Year Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2005/2006	\$120,412.68	4	\$3,884.28	3.23 %	\$0.00	0.00 %
2006/2007	\$122,821.38	2	\$2,641.32	2.15 %	\$0.00	0.00 %
2007/2008	\$125,278.44	4	\$3,367.70	2.69 %	\$0.00	0.00 %
2008/2009	\$127,783.86	6	\$5,496.08	4.30 %	\$5,496.08	4.30 %

[1] Delinquencies as of June 30th.

Since the overall delinquency rate for Fiscal Year 2008/2009 did not exceed five percent (5.00%), foreclosure proceedings were not initiated.

VII. Major Taxpayers

"Major Taxpayers" are those property owners responsible for more than five percent (5.00%) of the Special Tax levy. There are no Major Taxpayers for Fiscal Year 2009/2010.

VIII. Report to the California Debt and Investment Advisory Commission

A copy of the report prepared and filed with the California Debt and Investment Advisory Commission pursuant to Section 53359.5(b) of the Act is included as Exhibit B.

IX. Changes to Rate and Method of Apportionment

No changes have been made to the Rate and Method of Apportionment since the date of the Official Statement.

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Exhibit A

Detailed Direct and Overlapping Debt Report

POWAY UNIFIED SCHOOL DISTRICT
Community Facilities District No. 7
Special Tax Bonds

Detailed Direct and Overlapping Debt

Report Date: 12/14/2009

Report Time: 12:00:00 PM

I. Assessed Value

2009-2010 Secured Roll Assessed Value

\$151,490,157

II. Secured Property Taxes

Description on Tax Bill	Type	Total Parcels	Total Levy	% Applicable	Parcels	Levy
Basic Levy	PROP13	959,714	\$3,705,485,109	0.03853%	93	\$1,427,755.33
Voter Approved Debt	VOTER	959,505	\$295,475,096	0.00920%	93	\$27,197.99
City of San Diego CFD No. 2, Impv Area 3	CFD	94	\$371,645	100.00000%	94	\$371,644.72
County of San Diego Vector Control, Zone A	VECTOR	531,711	\$1,491,137	0.01891%	94	\$282.00
County of San Diego Vector Disease Control	VECTOR	945,654	\$5,286,916	0.01056%	94	\$558.04
Metropolitan Water District of Southern California Standby Charge	STANDBY	354,498	\$4,361,056	0.03346%	93	\$1,459.36
Poway Unified School District CFD No. 7	CFD	109	\$130,338	100.00000%	93	\$130,337.64
San Diego County Water Authority Standby Charge	STANDBY	362,508	\$3,840,807	0.03332%	94	\$1,279.80
2009-2010 TOTAL PROPERTY TAX LIABILITY						\$1,960,514.88
TOTAL PROPERTY TAX LIABILITY AS A PERCENTAGE OF 2009-2010 ASSESSED VALUATION						1.29%

III. Land Secured Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	Type	Issued	Outstanding	% Applicable	Parcels	Amount
City of San Diego CFD No. 2, Impv Area 3	CFD	\$4,350,000	\$3,935,000	100.00000%	94	\$3,935,000
Poway Unified School District CFD No. 7	CFD	\$1,545,000	\$1,425,000	100.00000%	93	\$1,425,000
TOTAL LAND SECURED BOND INDEBTEDNESS (1)						\$5,360,000
TOTAL OUTSTANDING LAND SECURED BOND INDEBTEDNESS (1)						\$5,360,000

IV. General Obligation Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	Type	Issued	Outstanding	% Applicable	Parcels	Amount
City of San Diego GOB 1990 (Public Safety Communication System)	GOB	\$25,500,000	\$4,340,000	0.08743%	93	\$3,795
Metropolitan Water District of Southern California GOB 1966	GOB	\$850,000,000	\$293,425,000	0.00728%	93	\$21,358
Palomar Community College District GOB 2006	GOB	\$160,000,000	\$151,750,000	0.16939%	93	\$257,054
TOTAL GENERAL OBLIGATION BOND INDEBTEDNESS (1)						\$282,207
TOTAL OUTSTANDING GENERAL OBLIGATION BOND INDEBTEDNESS (1)						\$282,207

TOTAL OF ALL OUTSTANDING AND OVERLAPPING BONDED DEBT	\$5,642,206.52
VALUE TO ALL OUTSTANDING DIRECT AND OVERLAPPING BONDED DEBT	26.85:1

(1) Additional bonded indebtedness or available bond authorization may exist but are not shown because a tax was not levied for the referenced fiscal year.

Source: National Tax Data, Inc.

Exhibit B

**Report to the California Debt and Investment
Advisory Commission**

**STATE OF CALIFORNIA
MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)**

YEARLY FISCAL STATUS REPORT
California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 FAX (916) 654-7440

For Office Use Only	
CDIAC #	2003-0253
Fiscal Year	_____

I. GENERAL INFORMATION

A. Issuer	Poway Unified School District CFD No 7
B. Community Facilities District Number/Name	Fairbank Highlands
C. Name/Title/Series of Bond Issue	2003 Special Tax Bonds
D. Date of Bond Issue	03-20-2003
E. Original Principal Amount of Bonds	\$ 1,545,000.00
F. Reserve Fund Minimum Balance Required	\$ 0.00

II. FUND BALANCE FISCAL STATUS

Balances Reported as of:	June 30 2009 _____ (Year)
A. Principal Amount of Bonds Outstanding	\$ 1,450,000.00
B. Bond Reserve Fund	\$ 0.00
C. Capitalized Interest Fund	\$ 0.00
D. Construction Fund(s)	\$ 0.00

III. ASSESSED VALUE OF ALL PARCELS IN CFD SUBJECT TO SPECIAL TAX

A. Assessed Value Reported as of: 07-01-2009 (Date) (Check One)

From Equalized Tax Roll

From Appraisal of Property
(Use only in first year or before annual tax roll billing commences)

B. Total Assessed Value of All Parcels \$ 143,285,133.00

IV. TAX COLLECTION INFORMATION

A. Total Amount of Special Taxes Due \$ 127,783.86

B. Total Amount of Unpaid Special Taxes \$ 5,496.08

C. The Taxes are Paid Under the County's Teeter Plan. Yes No

V. DELINQUENT REPORTING INFORMATION

Delinquent Parcel Information Reported as of Equalized Tax Roll of: 06-30-2009 (Date)

A. Total Number of Delinquent Parcels: 6

B. Total Amount of Taxes Due on Delinquent Parcels: \$ 5,496.08

VI. FORECLOSURE INFORMATION FOR FISCAL YEAR

(Aggregate totals, if foreclosure commenced on same date)

Date Foreclosure Commenced	Total Number of Foreclosure Parcels	Total Amount of Tax Due on Foreclosure Parcels

**STATE OF CALIFORNIA
MARKS-ROOS YEARLY FISCAL STATUS REPORT
FOR LOCAL OBLIGORS**

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 FAX (916) 654-7440

For Office Use Only

Fiscal Year _____

I. GENERAL INFORMATION

A. Local Obligor Issuer Poway Unified School District CFD No 7

B. Name/Title/Series of Bond Issue 2003 Special Tax Bonds

C. Date of Bond Issue 03-20-2003

D. Original Principal Amount of Bonds 1,545,000.00

E. Reserve Fund Minimum Balance Required Yes No Amount 0.00

Part of Authority Reserve Fund (*Marks-Roos only*) Yes No % of Reserve Fund _____

II. FUND BALANCE FISCAL STATUS

Balances Reported as of: June 30, 2009 (Year)

A. Principal Amount of Bonds Outstanding 1,450,000.00

B. Bond Reserve Fund 0.00

C. Capitalized Interest Fund 0.00

III. DELINQUENT REPORTING INFORMATION

Delinquent Taxes Yes No

Delinquent Parcel Information Reported as of Equalized Tax Roll of: 06/30/2009 (Date)

A. Delinquency Rate 4.30 (Percent)

B. The Taxes are Paid Under the County Teeter Plan: Yes No

C. Taxes Due 127,783.86

D. Taxes Unpaid 5,496.08

IV. ISSUE RETIRED

This issue is retired and not longer subject to the Yearly Fiscal Status filing requirements. (*Indicate reason for retirement.*)

A. Matured Yes No

B. Refunded Entirely Yes No If yes, indicate final maturity date: _____

If yes, state refunding bond title: _____ and issue date: _____

C. Other: _____

V. NAME OF PARTY COMPLETING THIS FORM

Name Benjamin Dolinka

Title President

Firm/Agency Dolinka Group, LLC

Address 20 Pacifica, Suite 900

City Irvine State CA Zip Code 92618

Phone Number (949) 250-8300 Email dginfo@dolinkagroup.com Date of Report 11/2/2009

Section 6599.1 of the California Government Code requires that all issuers selling Mark-Roos bonds, which is part of the Mark-Roos Local Bond Pooling Act of 1985, after January 1, 1996 are required to report specific information to the Commission by October 30th of the current year and each year thereafter