

2022 / 2023

Continuing Disclosure Annual Report

Fiscal Year Ending June 30, 2023

Submitted March 31, 2024

Poway Unified School District

Public Financing Authority

Special Tax Revenue Refunding Bonds

Series 2022B



A division of California Financial Services

\$28,945,000
Poway Unified School District Public Financing Authority
Special Tax Revenue Refunding Bonds
Series 2022B

MATURITY DATE	CUSIP*
Term Bonds	
09/01/2042	N/A ^[1]

[1] Private Placement, therefore there are no CUSIPs associated with this issuance.

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List of Participants

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Exhibit A – Audited Financial Statements for Fiscal Year 2021/2022

Exhibit B – District CFD Rate and Method of Apportionments

Exhibit C – California Debt and Investment Advisory Commission Reports

I. Introduction

This Annual Report (“Report”) has been prepared pursuant to Section 6.13 of the Indenture of Trust (“Disclosure Covenant”) executed in connection with the issuance of the following debt by the Poway Unified School District Public Financing Authority (“Authority”):

- Special Tax Revenue Refunding Bonds, Series 2022B of the Authority issued on March 25, 2022, in the par amount of \$28,945,000 (“Bonds”)

Under the Disclosure Covenant, the Poway Unified School District (“School District”) has agreed to annually provide certain information related to the security of the Bonds. This Report has been prepared by KeyAnalytics, a division of C. Financial Investments, Inc. (“KeyAnalytics”), at the direction of the School District to provide the required information.

Any information contained herein which involves estimates, forecasts or matters of opinion, whether or not expressly so described herein, are intended solely as such and are not to be construed as representation of fact. The information set forth herein has been furnished by the School District, or other sources which are believed to be reliable, but it is not guaranteed as to accuracy or completeness. The information and expressions of opinion herein are subject to change without notice and neither the delivery of this Report nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the School District, each respective Community Facilities District, or the Authority since the date hereof. Capitalized terms used herein which are not otherwise defined shall have the meaning given them in the respective financing documents.

If there are any questions regarding the information provided herein, please contact KeyAnalytics at (949) 282-1077.

II. Audited Financial Statements

The Authority does not prepare Audited Financial Statements; however, as of the date of this Report, the Board of Education of the Poway Unified School District (the "Board") has approved the final Audited Financial Statements of the School District for the Fiscal Year ending June 30, 2023. The School District's Audited Financial Statements have been attached as Exhibit A.

III. Special Taxes

The School District has covenanted to annually levy the Special Tax in accordance with the respective Rate and Method of Apportionments (“RMAs”) for Improvement Area (“IA”) No. 1 of Community Facilities District (“CFD”) No. 2, IA C of CFD No. 10, IA D of CFD No. 10, IA E of CFD No. 10, IA A of CFD No. 11, Zone 1 of CFD No. 11, Zone 2 of CFD No. 11 and Zone 3 of CFD No. 11 (collectively, “District CFDs”), attached as Exhibit B, so long as the Bonds are outstanding. The items below summarize information required by the Disclosure Covenant.

A. Special Tax Collections

Delinquent Special Taxes for the District CFDs, as of September 29, 2023, for Fiscal Year 2022/2023 and prior Fiscal Years are summarized in the tables below. There are no property owners whose delinquent Special Taxes represent more than 10% of the Special Tax levy within a District CFD.

Special Tax Levies and Collections IA No. 1 of CFD No. 2

Fiscal Year	Subject Fiscal Year					June 30, 2023	
	Aggregate Special Tax	Parcels Delinquent ^[1]	Amount Collected	Amount Delinquent	Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2017/2018	\$185,134.00	N/A	\$185,134.00	\$0.00	0.00%	\$0.00	0.00%
2018/2019	188,836.00	N/A	188,051.00	785.00	0.42%	0.00	0.00%
2019/2020	192,612.00	N/A	190,798.00	1,814.00	0.94%	0.00	0.00%
2020/2021	196,464.00	N/A	196,464.00	0.00	0.00%	0.00	0.00%
2021/2022	200,392.00	N/A	197,469.00	2,923.00	1.46%	0.00	0.00%
2022/2023	204,399.98	0	204,399.98	0.00	0.00%	0.00	0.00%

[1] Information not provided by previous administrator for Fiscal Years 2017/2018 through 2021/2022.

Special Tax Levies and Collections IA C of CFD No. 10

Fiscal Year	Subject Fiscal Year					June 30, 2023	
	Aggregate Special Tax	Parcels Delinquent ^[1]	Amount Collected	Amount Delinquent	Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2017/2018	\$321,090.00	N/A	\$320,432.00	\$658.00	0.20%	\$0.00	0.00%
2018/2019	327,511.00	N/A	323,491.00	4,020.00	1.23%	0.00	0.00%
2019/2020	334,060.00	N/A	331,622.00	2,438.00	0.73%	0.00	0.00%
2020/2021	340,740.00	N/A	338,988.00	1,752.00	0.51%	0.00	0.00%
2021/2022	345,766.00	N/A	341,800.00	3,966.00	1.15%	0.00	0.00%
2022/2023	352,680.42	1	351,866.79	813.63	0.23%	813.63	0.23%

[1] Information not provided by previous administrator for Fiscal Years 2017/2018 through 2021/2022.

Special Tax Levies and Collections IA D of CFD No. 10

Fiscal Year	Subject Fiscal Year					June 30, 2023	
	Aggregate Special Tax	Parcels Delinquent ^[1]	Amount Collected	Amount Delinquent	Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2017/2018	\$442,982.00	N/A	\$442,982.00	\$0.00	0.00%	\$0.00	0.00%
2018/2019	451,841.00	N/A	445,435.00	6,406.00	1.42%	0.00	0.00%
2019/2020	460,878.00	N/A	459,245.00	1,633.00	0.35%	0.00	0.00%
2020/2021	466,763.00	N/A	463,431.00	3,332.00	0.71%	0.00	0.00%
2021/2022	469,022.00	N/A	465,623.00	3,399.00	0.72%	0.00	0.00%
2022/2023	478,402.12	2	474,650.54	3,751.58	0.78%	3,751.58	0.78%

[1] Information not provided by previous administrator for Fiscal Years 2017/2018 through 2021/2022.

Special Tax Levies and Collections IA E of CFD No. 10

Fiscal Year	Subject Fiscal Year					June 30, 2023	
	Aggregate Special Tax	Parcels Delinquent ^[1]	Amount Collected	Amount Delinquent	Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2017/2018	\$518,438.00	N/A	\$514,008.00	\$4,430.00	0.85%	\$0.00	0.00%
2018/2019	528,806.00	N/A	522,197.00	6,609.00	1.25%	0.00	0.00%
2019/2020	539,381.00	N/A	530,695.00	8,686.00	1.61%	0.00	0.00%
2020/2021	550,168.00	N/A	543,642.00	6,526.00	1.19%	0.00	0.00%
2021/2022	561,171.00	N/A	556,153.00	5,018.00	0.89%	0.00	0.00%
2022/2023	572,393.44	0	572,393.44	0.00	0.00%	0.00	0.00%

[1] Information not provided by previous administrator for Fiscal Years 2017/2018 through 2021/2022.

Special Tax Levies and Collections IA A of CFD No. 11

Fiscal Year	Subject Fiscal Year					June 30, 2023	
	Aggregate Special Tax	Parcels Delinquent ^[1]	Amount Collected	Amount Delinquent	Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2017/2018	\$905,911.00	N/A	\$899,268.00	\$6,643.00	0.73%	\$0.00	0.00%
2018/2019	917,691.00	N/A	909,205.00	8,486.00	0.92%	0.00	0.00%
2019/2020	932,374.00	N/A	922,526.00	9,848.00	1.06%	0.00	0.00%
2020/2021	938,882.00	N/A	927,585.00	11,297.00	1.20%	0.00	0.00%
2021/2022	945,918.00	N/A	932,568.00	13,350.00	1.41%	0.00	0.00%
2022/2023	956,174.44	5	945,880.39	10,294.05	1.08%	10,294.05	1.08%

[1] Information not provided by previous administrator for Fiscal Years 2017/2018 through 2021/2022.

Special Tax Levies and Collections Zone 1 of CFD No. 11

Fiscal Year	Subject Fiscal Year					June 30, 2023	
	Aggregate Special Tax	Parcels Delinquent ^[1]	Amount Collected	Amount Delinquent	Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2017/2018	\$713,142.00	N/A	\$707,918.00	\$5,224.00	0.73%	\$0.00	0.00%
2018/2019	722,074.00	N/A	715,413.00	6,661.00	0.92%	0.00	0.00%
2019/2020	733,795.00	N/A	727,001.00	6,794.00	0.93%	0.00	0.00%
2020/2021	737,384.00	N/A	729,068.00	8,316.00	1.13%	0.00	0.00%
2021/2022	746,476.00	N/A	736,580.00	9,896.00	1.33%	0.00	0.00%
2022/2023	758,518.30	5	751,308.05	7,210.25	0.95%	7,210.25	0.95%

[1] Information not provided by previous administrator for Fiscal Years 2017/2018 through 2021/2022.

Special Tax Levies and Collections Zone 2 of CFD No. 11

Fiscal Year	Subject Fiscal Year					June 30, 2023	
	Aggregate Special Tax	Parcels Delinquent ^[1]	Amount Collected	Amount Delinquent	Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2017/2018	\$556,260.00	N/A	\$552,129.00	\$4,131.00	0.74%	\$1,376.88	0.25%
2018/2019	564,577.00	N/A	546,320.00	18,257.00	3.23%	0.00	0.00%
2019/2020	575,869.00	N/A	560,111.00	15,758.00	2.74%	0.00	0.00%
2020/2021	569,852.00	N/A	552,318.00	17,534.00	3.08%	0.00	0.00%
2021/2022	572,306.00	N/A	558,893.00	13,413.00	2.34%	0.00	0.00%
2022/2023	583,752.96	2	580,712.58	3,040.38	0.52%	3,040.38	0.52%

[1] Information not provided by previous administrator for Fiscal Years 2017/2018 through 2021/2022.

Special Tax Levies and Collections Zone 3 of CFD No. 11

Fiscal Year	Subject Fiscal Year					June 30, 2023	
	Aggregate Special Tax	Parcels Delinquent ^[1]	Amount Collected	Amount Delinquent	Delinquency Rate	Remaining Amount Delinquent	Remaining Delinquency Rate
2017/2018	\$891,167.00	N/A	\$882,966.00	\$8,201.00	0.92%	\$0.00	0.00%
2018/2019	903,409.00	N/A	882,497.00	20,912.00	2.31%	0.00	0.00%
2019/2020	921,475.00	N/A	901,567.00	19,908.00	2.16%	0.00	0.00%
2020/2021	931,202.00	N/A	916,697.00	14,505.00	1.56%	0.00	0.00%
2021/2022	946,867.00	N/A	933,552.00	13,315.00	1.41%	2,958.96	0.31%
2022/2023	965,804.80	1	962,786.66	3,018.14	0.31%	3,018.14	0.31%

[1] Information not provided by previous administrator for Fiscal Years 2017/2018 through 2021/2022.

B. Foreclosure Update

The District CFDs have covenanted that they will commence judicial foreclosure proceedings against (i) any single parcel with aggregate delinquent Special Taxes in the amount \$7,500 or (ii) any single parcel under common ownership with aggregate delinquent Special Taxes in the amount of \$15,000 or more by the December 30th following the close of each Fiscal Year in which such Special Taxes were due and will commence judicial foreclosure proceedings against all parcels with delinquent Special Taxes by the December 30th following the close of each Fiscal Year in which it receives Special Taxes in an amount which is less than 95% of the total Special Tax levied and/or the Reserve Fund is fully funded and the Debt Service can be paid.

After reviewing the level of delinquencies within each District CFD, it was determined that no District CFD was required to initiate foreclosure proceedings for Fiscal Year 2022/2023.

IV. Debt and Assessed Values

The items below summarize information required by the Disclosure Covenant regarding outstanding debt and Assessed Valuations.

A. Assessed Valuation

A summary of the assessed values, based on the Fiscal Year 2023/2024 equalized tax roll of the County of San Diego, of the property within each District CFDs are shown in the following tables. The total assessed value contains all parcels currently subject to the Special Tax and is distinguished between improved and unimproved parcels. Parcels are considered improved if there is an assessed value for improvements. All taxable property within the District CFDs is considered improved and there are no unimproved parcels.

Assessed Value Summary Poway Unified School District IA No. 1 of CFD No. 2

Tax Class/ Land Use	Square Footage	Number of Units	Assessed Value Land	Assessed Value Improvement	Assessed Value Other	Assessed Value Total
1	< 2,600 Sq. Ft.	23	\$9,198,161.00	\$12,740,049.00	\$0.00	\$21,938,210.00
2	2,600 - 3,000 Sq. Ft.	38	14,806,989.00	21,820,360.00	0.00	36,627,349.00
3	> 3,000 Sq. Ft.	47	17,130,435.00	29,298,087.00	0.00	46,428,522.00
Total		108	\$41,135,585.00	\$63,858,496.00	\$0.00	\$104,994,081.00

**Assessed Value Summary
Poway Unified School District
IA C of CFD No. 10**

Tax Class/ Land Use	Square Footage	Number of Units	Assessed Value Land	Assessed Value Improvement	Assessed Value Other	Assessed Value Total
Zone 1						
1	≤ 1,150 Sq. Ft.	27	\$6,256,499.00	\$5,497,940.00	\$0.00	\$11,754,439.00
2	1,151 - 1,400 Sq. Ft.	28	6,602,364.00	6,849,324.00	0.00	13,451,688.00
3	> 1,400 Sq. Ft.	28	7,670,821.00	8,798,827.00	0.00	16,469,648.00
Subtotal Zone 1		83	\$20,529,684.00	\$21,146,091.00	\$0.00	\$41,675,775.00
Zone 2						
4	≤ 1,850 Sq. Ft.	26	\$8,594,543.00	\$9,769,033.00	\$0.00	\$18,363,576.00
5	1,851 - 2,000 Sq. Ft.	25	9,219,740.00	9,914,224.00	0.00	19,133,964.00
6	2,001 - 2,250 Sq. Ft.	27	10,041,618.00	11,458,165.00	0.00	21,499,783.00
7	> 2,250 Sq. Ft.	29	10,875,708.00	11,571,266.00	0.00	22,446,974.00
Subtotal Zone 2		107	\$38,731,609.00	\$42,712,688.00	\$0.00	\$81,444,297.00
Total		190	\$59,261,293.00	\$63,858,779.00	\$0.00	\$123,120,072.00

**Assessed Value Summary
Poway Unified School District
IA D of CFD No. 10**

Tax Class/ Land Use	Square Footage	Number of Units	Assessed Value Land	Assessed Value Improvement	Assessed Value Other	Assessed Value Total
1	≤ 2,700 Sq. Ft.	34	\$13,890,150.00	\$18,306,792.00	\$0.00	\$32,196,942.00
2	2,701 - 3,100 Sq. Ft.	70	31,389,616.00	40,073,427.00	0.00	71,463,043.00
3	> 3,100 Sq. Ft.	34	17,526,381.00	21,281,128.00	0.00	38,807,509.00
Total		138	\$62,806,147.00	\$79,661,347.00	\$0.00	\$142,467,494.00

**Assessed Value Summary
Poway Unified School District
IA E of CFD No. 10**

Tax Class/ Land Use	Square Footage	Number of Units	Assessed Value Land	Assessed Value Improvement	Assessed Value Other	Assessed Value Total
Zone A						
1	≤ 1,850 Sq. Ft.	85	\$26,030,048.00	\$28,157,664.00	\$0.00	\$54,187,712.00
2	> 1,850 Sq. Ft.	37	12,826,036.00	14,399,562.00	0.00	27,225,598.00
Subtotal Zone A		122	\$38,856,084.00	\$42,557,226.00	\$0.00	\$81,413,310.00
Zone B						
3	≤ 1,250 Sq. Ft.	7	\$1,602,200.00	\$1,072,018.00	\$0.00	\$2,674,218.00
4	1,251 - 1,550 Sq. Ft.	97	24,413,268.00	24,964,185.00	0.00	49,377,453.00
5	> 1,550 Sq. Ft.	47	12,570,904.00	15,357,186.00	0.00	27,928,090.00
Subtotal Zone B		151	\$38,586,372.00	\$41,393,389.00	\$0.00	\$79,979,761.00
Total		273	\$77,442,456.00	\$83,950,615.00	\$0.00	\$161,393,071.00

**Assessed Value Summary
Poway Unified School District
IA A of CFD No. 11**

Tax Class/ Land Use	Square Footage	Number of Units	Assessed Value Land	Assessed Value Improvement	Assessed Value Other	Assessed Value Total
1	≤ 2,650 Sq. Ft.	0	\$0.00	\$0.00	\$0.00	\$0.00
2	2,651- 3,000 Sq. Ft.	36	18,748,010.00	21,009,143.00	0.00	39,757,153.00
3	3,001- 3,250 Sq. Ft.	58	26,793,431.00	36,109,049.00	0.00	62,902,480.00
4	3,251- 3,500 Sq. Ft.	42	21,173,353.00	26,630,316.00	0.00	47,803,669.00
5	3,501- 3,750 Sq. Ft.	39	21,843,517.00	23,741,153.00	0.00	45,584,670.00
6	3,751- 4,000 Sq. Ft.	51	28,874,030.00	35,836,973.00	0.00	64,711,003.00
7	4,001- 4,250 Sq. Ft.	2	898,748.00	1,347,985.00	0.00	2,246,733.00
8	4,251- 4,500 Sq. Ft.	12	6,564,773.00	10,580,942.00	0.00	17,145,715.00
9	4,501- 4,750 Sq. Ft.	4	2,588,314.00	2,582,018.00	0.00	5,170,332.00
10	> 4,750 Sq. Ft.	17	10,757,049.00	14,050,295.00	0.00	24,807,344.00
Total		261	\$138,241,225.00	\$171,887,874.00	\$0.00	\$310,129,099.00

**Assessed Value Summary
Poway Unified School District
Zone 1 of CFD No. 11**

Tax Class/ Land Use	Property Classification	Number of Units	Assessed Value Land	Assessed Value Improvement	Assessed Value Other	Assessed Value Total
1	Attached/Detached	263	\$140,301,625.00	\$173,376,462.00	\$0.00	\$313,678,087.00
2	Assigned	0	0.00	0.00	0.00	0.00
Total		263	\$140,301,625.00	\$173,376,462.00	\$0.00	\$313,678,087.00

**Assessed Value Summary
Poway Unified School District
Zone 2 of CFD No. 11**

Tax Class/ Land Use	Property Classification	Number of Units	Assessed Value Land	Assessed Value Improvement	Assessed Value Other	Assessed Value Total
1	Attached/Detached	192	\$124,631,436.00	\$174,813,628.00	\$0.00	\$299,445,064.00
2	Assigned	106	4,796,730.00	11,378,292.00	0.00	16,175,022.00
Total		298	\$129,428,166.00	\$186,191,920.00	\$0.00	\$315,620,086.00

**Assessed Value Summary
Poway Unified School District
Zone 3 of CFD No. 11**

Tax Class/ Land Use	Property Classification	Number of Units	Assessed Value Land	Assessed Value Improvement	Assessed Value Other	Assessed Value Total
1	Attached/Detached	319	\$212,688,844.00	\$284,793,012.00	\$0.00	\$497,481,856.00
2	Assigned Unit	0	0.00	0.00	0.00	0.00
Total		319	\$212,688,844.00	\$284,793,012.00	\$0.00	\$497,481,856.00

B. Value-to-Lien Ratios for District CFDs

A summary of the value-to-debt ratios for the District CFDs are found in the tables on the following page. The Assessed Values are based on the Fiscal Year 2023/2024 Equalized Tax Roll of the County of San Diego.

Assessed Value-to-Lien by Category IA No. 1 of CFD No. 2

Tax Class/ Land Use	Square Footage	Number of Units	Fiscal Year 2023/2024 Special Tax	Principal Amount of Improve Area 1 of CFD No. 2 Bonds ^[1]	Total Assessed Value ^[2]	Value-to-Lien Ratio
1	< 2,600 Sq. Ft.	23	\$40,076.60	\$461,340.91	\$21,938,210.00	47.55:1
2	2,600 - 3,000 Sq. Ft.	38	71,679.20	825,133.55	36,627,349.00	44.39:1
2	> 3,000 Sq. Ft.	47	96,731.76	1,113,525.55	46,428,522.00	41.70:1
Total		108	\$208,487.56	\$2,400,000.00	\$104,994,081.00	43.75:1

[1] Principal amount outstanding as of March 2, 2024.

[2] Fiscal Year 2023/2024 Assessed Value information provided by the County of San Diego as of January 1, 2023.

Assessed Value-to-Lien by Category IA C of CFD No. 10

Tax Class/ Land Use	Zone	Square Footage	Number of Units	Fiscal Year 2023/2024 Special Tax	Principal Amount of Improvement Area C of CFD No. 10 Bonds ^[1]	Total Assessed Value ^[2]	Value-to-Lien Ratio
1	1	≤ 1,150 Sq. Ft.	27	\$50,203.80	\$247,711.78	\$11,754,439.00	47.45:1
2	1	1,151 - 1,400 Sq. Ft.	28	59,063.20	291,425.15	13,451,688.00	46.16:1
3	1	> 1,400 Sq. Ft.	28	64,062.88	316,094.20	16,469,648.00	52.10:1
4	2	≤ 1,850 Sq. Ft.	26	38,512.24	190,024.17	18,363,576.00	96.64:1
5	2	1,851 - 2,000 Sq. Ft.	25	41,495.50	204,743.94	19,133,964.00	93.45:1
6	2	2,001 - 2,250 Sq. Ft.	27	49,636.26	244,911.46	21,499,783.00	87.79:1
7	2	> 2,250 Sq. Ft.	29	56,765.76	280,089.30	22,446,974.00	80.14:1
Total			190	\$359,739.64	\$1,775,000.00	\$123,120,072.00	69.36:1

[1] Principal amount outstanding as of March 2, 2024.

[2] Fiscal Year 2023/2024 Assessed Value information provided by the County of San Diego as of January 1, 2023.

Assessed Value-to-Lien by Category IA D of CFD No. 10

Tax Class/ Land Use	Square Footage	Number of Units	Fiscal Year 2023/2024 Special Tax	Principal Amount of Improvement Area D of CFD No. 10 Bonds ^[1]	Total Assessed Value ^[2]	Value-to-Lien Ratio
1	≤ 2,700 Sq. Ft.	34	\$110,336.12	\$598,048.07	\$32,196,942.00	53.84:1
2	2,701 - 3,100 Sq. Ft.	70	247,528.40	1,341,662.93	71,463,043.00	53.26:1
3	> 3,100 Sq. Ft.	34	130,121.40	705,289.00	38,807,509.00	55.02:1
Total		138	\$487,985.92	\$2,645,000.00	\$142,467,494.00	53.86:1

[1] Principal amount outstanding as of March 2, 2024.

[2] Fiscal Year 2023/2024 Assessed Value information provided by the County of San Diego as of January 1, 2023.

Assessed Value-to-Lien by Category IA E of CFD No. 10

Tax Class/ Land Use	Zone	Square Footage	Number of Units	Fiscal Year 2023/2024 Special Tax	Principal Amount of Improvement Area E of CFD No. 10 Bonds ^[1]	Total Assessed Value ^[2]	Value-to-Lien Ratio
1	A	≤ 1,850 Sq. Ft.	85	\$187,817.70	\$982,767.45	\$54,187,712.00	55.14:1
2	A	> 1,850 Sq. Ft.	37	98,981.66	517,927.51	27,225,598.00	52.57:1
3	B	≤ 1,250 Sq. Ft.	7	9,764.58	51,093.75	2,674,218.00	52.34:1
4	B	1,251 - 1,550 Sq. Ft.	97	188,356.54	985,586.96	49,377,453.00	50.10:1
5	B	> 1,550 Sq. Ft.	47	98,923.72	517,624.33	27,928,090.00	53.95:1
Total			273	\$583,844.20	\$3,055,000.00	\$161,393,071.00	52.83:1

[1] Principal amount outstanding as of March 2, 2024.

[2] Fiscal Year 2023/2024 Assessed Value information provided by the County of San Diego as of January 1, 2023.

Assessed Value-to-Lien by Category IA A of CFD No. 11

Tax Class/ Land Use	Square Footage	Number of Units	Fiscal Year 2023/2024 Special Tax	Principal Amount of Improvement Area A of CFD No. 11 Bonds ^[1]	Total Assessed Value ^[2]	Value-to-Lien Ratio
1	≤ 2,650 Sq. Ft.	0	\$0.00	\$0.00	\$0.00	N/A
2	2,651- 3,000 Sq. Ft.	36	108,882.72	702,769.92	39,757,153.00	56.57:1
3	3,001- 3,250 Sq. Ft.	58	184,393.60	1,190,145.47	62,902,480.00	52.85:1
4	3,251- 3,500 Sq. Ft.	42	146,923.56	948,299.78	47,803,669.00	50.41:1
5	3,501- 3,750 Sq. Ft.	39	154,905.66	999,819.25	45,584,670.00	45.59:1
6	3,751- 4,000 Sq. Ft.	51	215,386.26	1,390,183.73	64,711,003.00	46.55:1
7	4,001- 4,250 Sq. Ft.	2	8,833.20	57,012.79	2,246,733.00	39.41:1
8	4,251- 4,500 Sq. Ft.	12	55,319.04	357,049.84	17,145,715.00	48.02:1
9	4,501- 4,750 Sq. Ft.	4	18,845.44	121,635.54	5,170,332.00	42.51:1
10	> 4,750 Sq. Ft.	17	81,817.94	528,083.68	24,807,344.00	46.98:1
Total		261	\$975,307.42	\$6,295,000.00	\$310,129,099.00	49.27:1

[1] Principal amount outstanding as of March 2, 2024.

[2] Fiscal Year 2023/2024 Assessed Value information provided by the County of San Diego as of January 1, 2023.

Assessed Value-to-Lien by Category Zone 1 of CFD No. 11

Tax Class/ Land Use	Property Classification	Number of Units	Fiscal Year 2023/2024 Special Tax	Principal Amount of Zone 1 of CFD No. 11 Bonds ^[1]	Total Assessed Value ^[2]	Value-to-Lien Ratio
1	Attached/Detached	263	\$773,693.40	\$7,395,000.00	\$313,678,087.00	42.42:1
2	Assigned	0	0.00	0.00	0.00	NA
Total		263	\$773,693.40	\$7,395,000.00	\$313,678,087.00	42.42:1

[1] Principal amount outstanding as of March 2, 2024.

[2] Fiscal Year 2023/2024 Assessed Value information provided by the County of San Diego as of January 1, 2023.

Assessed Value-to-Lien by Category Zone 2 of CFD No. 11

Tax Class/ Land Use	Property Classification	Number of Units	Fiscal Year 2023/2024 Special Tax	Principal Amount of Zone 2 of CFD No. 11 Bonds ^[1]	Total Assessed Value ^[2]	Value-to-Lien Ratio
1	Attached/Detached	192	\$595,422.72	\$6,605,000.00	\$299,445,064.00	45.34:1
2	Assigned	106	0.00	0.00	16,175,022.00	NA
Total		298	\$595,422.72	\$6,605,000.00	\$315,620,086.00	47.79:1

[1] Principal amount outstanding of Zone 2 of CFD No. 11 bonds as of March 2, 2024, and includes the Series 2014 Special Tax Bonds and the Series 2017 Special Tax Refunding Bonds.

[2] Fiscal Year 2023/2024 Assessed Value information provided by the County of San Diego as of January 1, 2023.

Assessed Value-to-Lien by Category Zone 3 of CFD No. 11

Tax Class/ Land Use	Property Classification	Number of Units	Fiscal Year 2023/2024 Special Tax	Principal Amount of Zone 3 of CFD No. 11 Bonds ^[1]	Total Assessed Value ^[2]	Value-to-Lien Ratio
1	Attached/Detached	319	\$982,047.88	\$9,595,000.00	\$497,481,856.00	51.85:1
2	Assigned	0	0.00	0.00	0.00	NA
Total		319	\$982,047.88	\$9,595,000.00	\$497,481,856.00	51.85:1

[1] Principal amount outstanding of Zone 3 of CFD No. 11 bonds as of March 2, 2024, and includes the Series 2014 Special Tax Bonds and the Series 2017 Special Tax Refunding Bonds.

[2] Fiscal Year 2023/2024 Assessed Value information provided by the County of San Diego as of January 1, 2023.

V. Reports and Additional Information

Below is information regarding the Bonds as required by the Disclosure Covenant.

A. Report to the California Debt and Investment Advisory Commission

Copies of the Yearly Fiscal Status Reports filed to the California Debt and Investment Advisory Commission (“CDIAC”) filed on or before October 30, 2023, and the Annual Debt and Transparency Reports filed to CDIAC on or before January 31, 2024, are attached as Exhibit C.

B. Listed Events

Pursuant to the Disclosure Covenant, the Authority shall give, or cause to be given, notice of the occurrence of any of the following events with respect to the Bonds:

- (i) Any litigation (assuming proper and complete service of process and exclusive of civil litigation within the scope of applicable insurance coverages) or governmental proceedings which may have a material impact on the Authority’s financial position and/or which may impact the receipt or collection of special taxes by the Community Facilities Districts;
- (ii) Any delinquency in the payment of special taxes by a property owner within any Community Facilities District responsible for more than 10% of the aggregate Special Tax levy; and
- (iii) Any default by the Authority on any obligations which may have an impact on the Authority’s ability to pay principal and interest on the Bonds.

None of these events occurred in Fiscal Year 2022/2023.

C. Additional Information

Pursuant to the Disclosure Covenant the School District shall provide further information, if any, as may be necessary to make the specifically required statements, considering the circumstances under which they are made, not misleading.

After a thorough review the School District has determined that no additional information is needed for Fiscal Year 2022/2023.

Exhibit A

Audited Financial Statements

Fiscal Year 2022/2023



Poway Unified School District

County of San Diego
San Diego, California

Audit Report

June 30, 2023



**WILKINSON HADLEY
KING & CO. LLP**
CPAs AND ADVISORS



Poway Unified School District

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June 30, 2023

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Independent Auditor's Report

To the Board of Education
Poway Unified School District

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Poway Unified School District (the District) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

As described in Note A to the financial statements, in the fiscal year ended June 30, 2023, the District adopted new accounting guidance, *GASB Statement No. 96, Subscription-Based Information Technology Arrangements*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information as identified in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board (GASB) who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The accompanying combining financial statements and additional supplementary information, identified in the table of contents, as required by the *2022-23 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations, Section 19810* are presented for purposes of additional analysis and are not a required part of the financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the accompanying combining and individual nonmajor fund financial statements, the schedule of expenditures of federal awards, and the additional supplementary information as identified in the table of contents, are fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 27, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



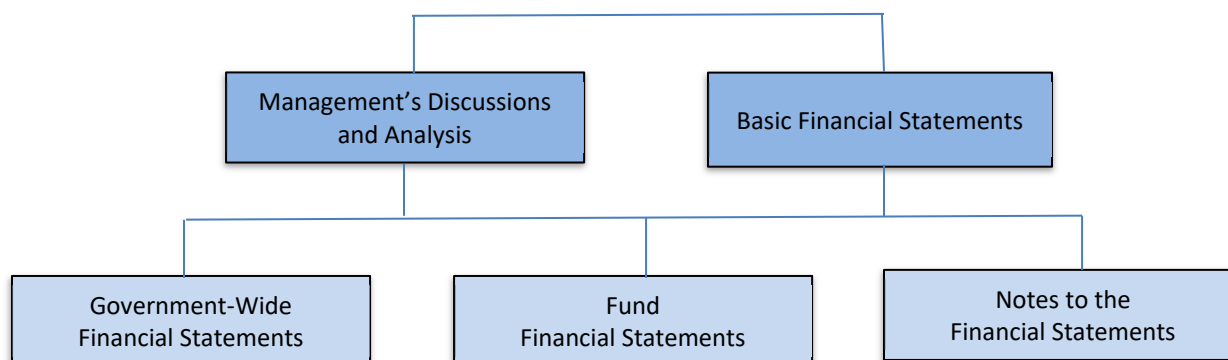
El Cajon, California
February 27, 2024

Management's Discussion and Analysis

Fiscal Year 2022-23

This section of Poway Unified School District's annual financial report presents Management's Discussion and Analysis (MD&A) of the District's financial performance during the year ending June 30, 2023. The MD&A is a required section of the District's annual financial report, as outlined below. The intent of this analysis is to present the District's financial performance as a whole. The MD&A is to be read in conjunction with the financial statements and Notes that follow this section.

Components of the Annual Financial Report



Key Financial Highlights

- The District's enrollment trends show the ongoing decrease in enrollment due to the pandemic that disrupted all aspects of public education. Enrollment in October 2022 was 34,897, a decrease of 293 students compared to October 2021 enrollment.
- At year-end, the District's liabilities and deferred inflows of resources exceeded its assets and deferred outflows of resources by \$169.7 million. Deferred outflows of resources are not assets but increase the Statement of Net Position similarly to an asset and deferred inflows of resources are not liabilities but decrease the Statement of Net Position similarly to liabilities.
- Total Net Position increased by \$110.6 million from June 30, 2022 to June 30, 2023.
- The governmental-wide statement of activities total revenues was \$725.9 million, and expenditures were \$635.1 million.
- As noted on Figure A-2, expenditures related to direct classroom instruction represented 65.8% of total expenditures and pupil services expenditures comprised 9.7% of total expenditures. Overall, the total government-wide expenditures related to the direct education of PUSD students is equivalent to 75.5% of total expenditures.

Overview of the Financial Statements

This MD&A serves as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on the assets and liabilities of the District, with the difference between the two reported as net position.

The *statement of activities* presents information showing how the net position of the District has changed during the recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave). The government-wide financial statements can be found on pages 20-21 of this report.

Fund Financial Statements

A *fund* is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure compliance with finance-related legal requirements. The funds of the District fall into one of three categories: governmental funds, proprietary funds, and fiduciary funds.

- **Governmental funds** - Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the government's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains twelve individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Special Reserve Fund for Capital Outlay Projects, Capital Projects Fund for Blended Component Units and Debt Service Fund for Blended Component Units, each of which are major funds. Data from the other nine governmental funds are combined into a single, aggregated presentation. Individual data for each of these non-major funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget on page 107 of this report.

- **Proprietary funds** - The District maintains two proprietary fund types: internal service funds and an enterprise fund.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses four internal service funds to account for services provided to all the other funds of the District: workers' compensation, employee benefits, other post-employment benefits, and property and liability insurance. The internal service funds have been included within *governmental activities* in the government-wide financial statements. The four internal service funds combine into a single, aggregated presentation in the proprietary fund financial statements.

Enterprise funds are operated in a manner similar to private business where the determination of revenues earned, costs incurred, and net income is necessary for management accountability. The District's one enterprise fund accounts for the business activities of the Extended Student Services and Preschool programs.

The basic proprietary fund financial statements can be found on pages 28-30 of this report.

- **Fiduciary funds** - Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. The District maintains foundation private-purpose trust fund. In addition, the District also maintains an OPEB Trust account for retiree health benefits, which are not presented within the report. The basic agency fund financial statements can be found on pages 31-32 of this report.

Notes to the Financial Statements

The Notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the financial statements can be found on pages 33-106 of this report.

Other Information

The combining statements referred to earlier in connection with non-major governmental funds are presented on pages 118-119 of this report.

Government-wide Financial Analysis

The District's liabilities and deferred inflows exceeded assets and deferred outflows by \$162.2 million in the Governmental Activities and \$7.0 million in the Business Activities at the close of 2022-23.

	2021-22			2022-23		
	Governmental Activities	Business Activities	Total District	Governmental Activities	Business Activities	Total District
ASSETS						
Current and Other Assets	\$ 383,020,750	\$ 4,148,211	\$ 387,168,961	\$ 417,413,038	\$ 8,150,266	\$ 425,563,304
Capital and Intangible Assets	854,334,087	1,995,814	856,329,901	852,582,590	2,004,524	854,587,114
Other Non-Current Assets	6,208,934.0	168,089	6,377,023	5,862,538	-	5,862,538
Total Assets	1,243,563,771	6,312,114	1,249,875,885	1,275,858,166	10,154,790	1,286,012,956
Deferred Outflows of Resources	97,557,484	4,894,776	102,452,260	165,483,545	5,845,439	171,328,984
LIABILITIES						
Long-Term Debt Outstanding	1,376,053,898	13,929,993	1,389,983,891	1,490,602,013	18,797,655	1,509,399,668
Other Liabilities	38,761,633	528,067	39,289,700	36,183,491	724,420	36,907,911
Total Liabilities	1,414,815,531	14,458,060	1,429,273,591	1,526,785,504	19,522,075	1,546,307,579
Deferred Inflows of Resources	195,533,187	7,867,428	203,400,615	77,251,690	3,527,400	80,779,090
Net Position:						
Invested in Capital Assets,						
Net of Related Debt	(18,883,559)	1,995,814	(16,887,745)	(196,839,920)	1,888,148	(194,951,772)
Restricted	257,954,128	-	257,954,128	292,965,528	-	292,965,528
Unrestricted	(508,298,032)	(13,114,412)	(521,412,444)	(258,821,091)	(8,937,394)	(267,758,485)
Total Net Position	\$ (269,227,463)	\$ (11,118,598)	\$ (280,346,061)	\$ (162,695,483)	\$ (7,049,246)	\$ (169,744,729)

- Net Pension Liability of \$383.3 million was included in the District's total liability.
- \$66.9 million of the District's total liability is OPEB. The contribution to the OPEB Trust account through PARS (Public Agency Retirement System) reduces the overall liability. As of June 30, 2023, the OPEB Trust account has a balance of \$14.9 million.

Governmental activities. The key elements of the District's Net Position for the year ended June 30, 2023 are as follows:

	<u>2021-22</u>	<u>% of Total</u>	<u>2022-23</u>	<u>% of Total</u>
<u>Revenues</u>				
Governmental Activities				
Program Revenues				
Charges for services	\$ 7,036,409	1.2%	\$ 5,188,004	0.7%
Operating grants and contributions	127,362,832	21.6%	208,654,301	28.7%
General Revenues				
Property taxes	279,349,229	47.5%	298,371,785	41.1%
Federal and state aid not restricted to specific purposes	146,852,927	24.9%	177,517,115	24.5%
Miscellaneous	7,796,723	1.3%	14,159,235	2.0%
Business-type Activities				
Enterprise activities	20,632,368	3.5%	22,052,245	3.0%
Total Revenues	589,030,488	100.0%	725,942,685	100.0%
<u>Expenditures by Function</u>				
Governmental Activities				
Instruction	331,562,027	61.4%	417,659,122	65.8%
Pupil services	48,652,448	9.0%	61,645,721	9.7%
General administration	29,954,902	5.6%	27,535,439	4.4%
Plant services	44,822,906	8.3%	50,620,617	8.0%
Ancillary and community services	7,307,615	1.4%	7,548,547	1.2%
Self-Insured activities	1,700,790	0.3%	(1,240,853)	-0.2%
Interest on long-term debt	53,589,886	9.9%	52,791,871	8.3%
Other outgo	4,820,662	0.9%	573,158	0.1%
Business-type Activities				
Enterprise activities	16,659,820	3.1%	17,982,893	2.8%
Total Expenditures	539,071,056	99.9%	635,116,515	100.1%
Increase (Decrease)	49,959,432		90,826,170	
Net Position - Beginning	(332,825,156)		(280,346,061)	
Adjustment to Beginning Net Position	2,519,663		19,775,162	
Net Position - Beginning, as Restated	(330,305,493)		(260,570,899)	
Net Position - Ending	\$ (280,346,061)		\$ (169,744,729)	

Figure A-1

2022-23
Revenue by Source
Government-wide Statement of Activities

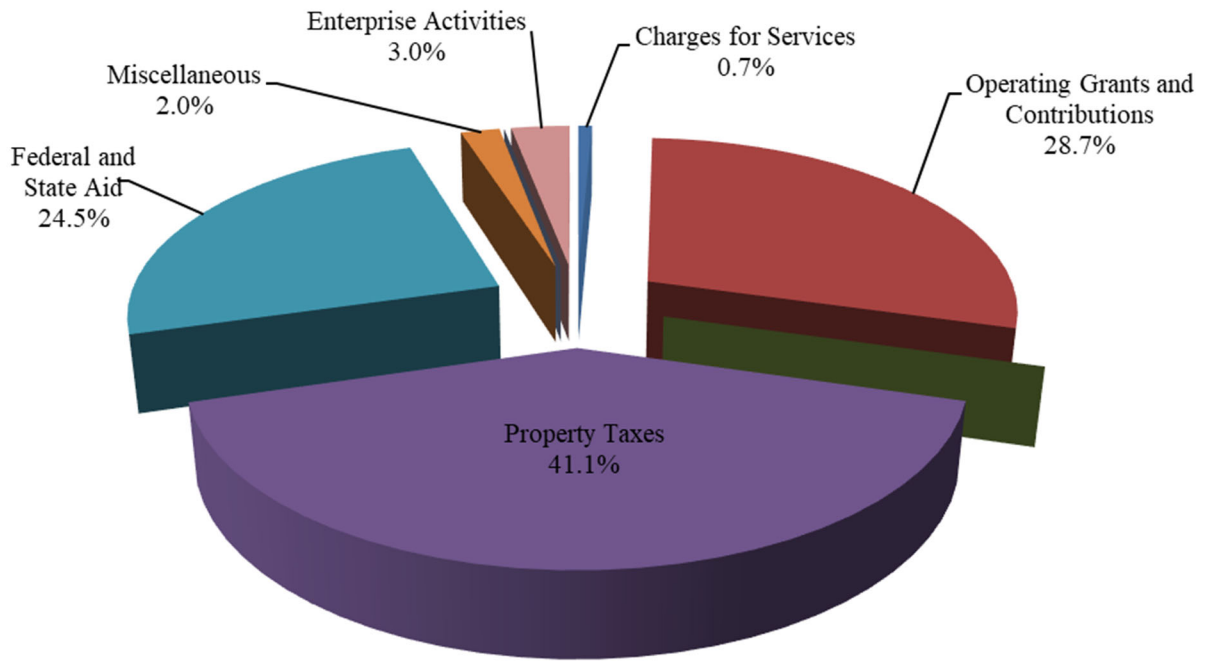


Figure A-2

2022-23
Expenditures by Function
Government-wide Statement of Activities

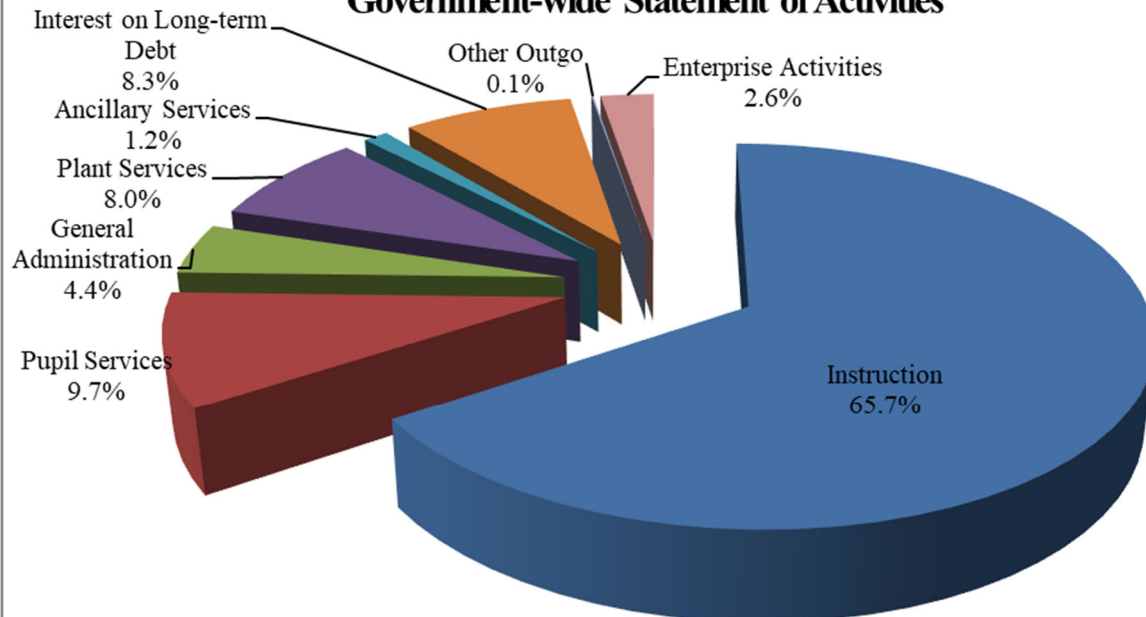
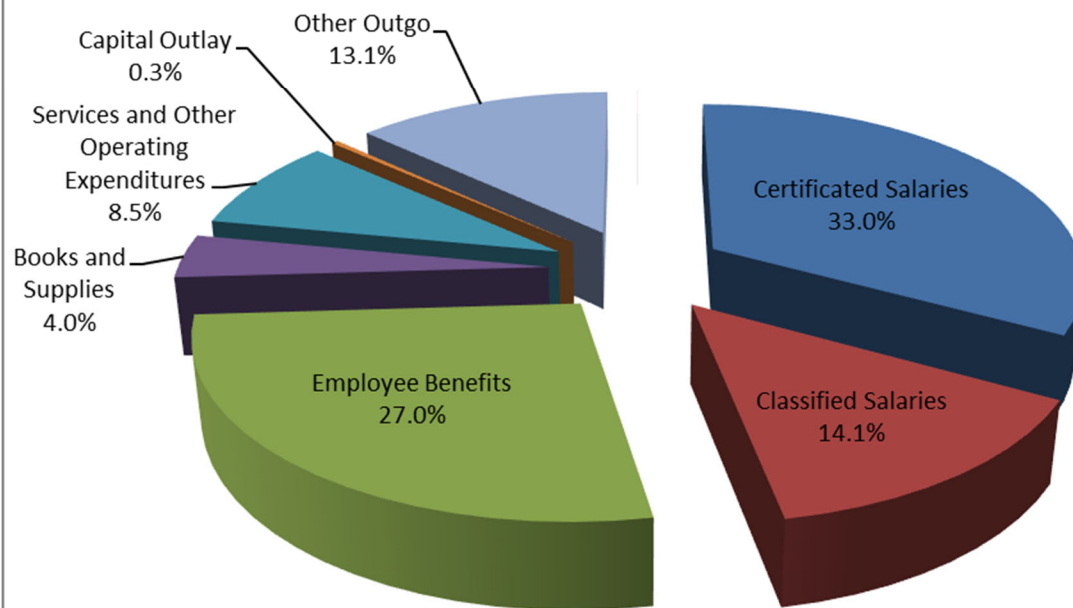


Figure A-3

2022-23
Expenditures by Object
Government-wide Statement of Activities



Local Control Funding Formula (LCFF)

- In 2013-14, the Local Control Funding Formula (LCFF) was implemented to simplify how state funding is provided to local educational agencies (LEAs). Under the new funding model revenue limits and most state categorical programs are eliminated. LEAs receive funding based on the demographic profile of the students they serve and gain greater flexibility to use these funds to improve student outcomes. The LCFF creates funding targets based on these student characteristics. The District's LCFF funding targets consist of grade span-specific base grants plus supplemental grants that reflects student demographics.
- In 2022-23, the District's unaudited unduplicated count is 7,133, equivalent to 20.44% of total enrollment. The Supplemental Grant was funded based on the 3-year rolling percentage of 20.47%.
- The funded COLA (Cost of Living Adjustment) in 2022-23 is 13.26%.
- The unaudited LCFF entitlement per ADA during the year ended June 30, 2023 is \$10,850, an increase of 13.73% or \$1,310 per ADA compared to prior year.

LCFF ENTITLEMENT	2022-23
Base Grant	\$ 344,897,970
Grade Span Adjustment	13,248,588
Supplemental Grant	14,662,521
Add-ons	5,801,704
TOTAL LCFF Entitlement	\$ 378,610,783
CHANGE OVER PRIOR YEAR	\$ 41,370,140
LCFF Entitlement PER ADA	\$ 10,850
PER ADA CHANGE OVER PRIOR YEAR	\$ 1,310

LCFF SOURCES	2022-23
State Aid	\$ 152,542,953
Property Taxes	216,015,101
Education Protection Account (EPA)	10,052,729
TOTAL LCFF	\$ 378,610,783

SUPPLEMENTAL GRANT & MINIMUM PROPORTIONALITY PERCENTAGE (MPP)	2022-23
Supplemental expenditures in the LCAP year	\$ 14,478,549
Minimum Proportionality Percentage (MPP)*	4.09%
*percentage by which services for unduplicated students must be increased or improved over services provided for all students in the LCAP year.	

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. As the District completed the year, its governmental funds reported a combined fund balance of \$373.8 million, \$34.1 million higher than last year's fund balance.

The Governmental Accounting Standard Board (GASB) issued Statement 54 (GASB 54) that went into effect in fiscal year 2010-11. This statement considerably altered the categories and terminology used to describe the components of the ending fund balance. These changes enhanced how fund balance information is reported by establishing new classifications that are easier to understand. GASB 54 also clarified the definition of some governmental funds.

Fund balance reporting is unique to governmental fund accounting. It has traditionally been broken into two components, reserved and unreserved. GASB 54 implements a five-tier fund balance classification based on spending constraints on the use of these resources. Below, the components of the District's ending fund balance as of June 30, 2023 are reclassified in accordance with GASB 54:

Governmental Funds Components of Ending Fund Balance Reclassified in accordance with GASB Statement 54 June 30, 2023			
a) Nonspendable			
Revolving Cash	9711	\$	301,610
Stores	9712	\$	1,023,096
Prepaid Expenditures	9713	\$	34,409
b) Restricted	9740	\$	291,606,413
c) Committed			
Other Commitments	9760	\$	13,137,106
d) Assigned			
Other Assignments	9780	\$	11,296,869
e) Unassigned			
Reserve for Economic Uncertainties	9789	\$	10,002,205
Unassigned/Unappropriated	9790	\$	46,388,970

General Fund Budgetary Highlights

The District's budget is prepared pursuant to California Education Code and is based on the modified accrual basis of accounting.

During the course of fiscal year 2022-23, the District amended its General Fund budget numerous times, resulting in changes to revenue and expenditures estimates. Expenditure appropriation adjustments were made to reflect actual salary changes for step and column, longevity earned by employees, savings for vacancies, updates to employee benefits, changes in the cost of contracted services, and the expenditure of one-time grants carried forward from the prior year.

The Board of Education approves all District budget revisions. In June 2023, the District made its final appropriations adjustments to match anticipated revenue and expenditure totals.

Variance between budget and actuals is primarily a result of expenditure-driven federal programs, state grants and local donations. Such funds are recognized as revenue. When the qualifying expenditures have been incurred, and all other grant requirements have been met, unspent grant balances are carried forward to the succeeding year's budget. Actual grant revenues and expenditures are normally less than the amount budgeted.

General Fund Expenditure Highlights

The following table compares 2021-22 and 2022-23 General Fund actual expenditures by Standardized Account Code Structure (SACS) functions.

GENERAL FUND - MAJOR FUND					
<i>Expenditures by Function</i>	<i>2021-22</i>	<i>2022-23</i>	<i>%</i>	<i>Change</i>	
				<i>Amount</i>	<i>%</i>
General Education Grades K-12	\$ 206,509,051	\$ 216,436,733	43.28%	\$ 9,927,682	4.8%
Special Education	86,167,472	98,639,729	19.72%	12,472,257	14.5%
Instruction Related Services	21,798,639	27,032,211	5.41%	5,233,572	24.0%
School Administration	27,883,423	27,087,982	5.42%	(795,441)	-2.9%
Pupil Services	25,793,907	30,347,539	6.07%	4,553,632	17.7%
Transportation	12,292,877	12,537,040	2.51%	244,163	2.0%
Ancillary, Co-curricular & Athletics	3,646,752	2,717,268	0.54%	(929,484)	-25.5%
Community Services	233,717	293,349	0.06%	59,632	25.5%
General Administration	18,347,863	21,445,496	4.29%	3,097,633	16.9%
Central Data Processing	11,459,554	6,914,440	1.38%	(4,545,114)	-39.7%
Maintenance & Operations	37,802,698	43,263,457	8.65%	5,460,759	14.4%
Facility Acquisition & Construction	691,622	4,468,712	0.89%	3,777,090	546.1%
Facility Rents and Leases	377,057	252,691	0.05%	(124,366)	-33.0%
Other Outgo	4,415,034	8,673,595	1.73%	4,258,561	96.5%
Total	\$ 457,419,666	\$ 500,110,242	100.00%	\$ 42,690,576	
Final October Enrollment	35,190	34,897		(293)	
Expenditures per Student	\$ 12,999	\$ 14,331		\$ 1,332	

Note: Expenses for Cafeteria, Adult Ed., Construction, Preschool, and Child Care Services are recorded in separate funds. They are not included in the above figures.

- The total expenditure per student increased from \$12,999 to \$14,331, year over year.

Capital Asset

The state school facility fund is used to account for the costs incurred in acquiring and improving sites, constructing, and remodeling facilities, and procuring equipment necessary for providing educational programs for all students within the District.

Capital assets as of June 30, 2022 and June 30, 2023 are outlined below:

Capital Assets

	<u>June 30, 2022</u>	<u>June 30, 2023</u>
<u>Governmental Activities:</u>		
Land	\$ 94,492,626	\$ 94,492,626
Land Improvements	98,944,507	102,012,141
Buildings & Improvements	1,033,044,533	1,071,804,321
Furniture & Equipment	57,840,281	61,337,594
Work in Progress	26,409,547	4,575,387
Accumulated Depreciation	(456,397,407)	(485,538,113)
Total Governmental Activities	<u>\$ 854,334,087</u>	<u>\$ 848,683,956</u>
<u>Business-type Activities</u>		
Land Improvements	\$ 145,468	\$ 145,468
Buildings & Improvements	4,767,384	4,767,384
Accumulated Depreciation	(2,917,038)	(3,030,253)
Total Business-type Activities	<u>\$ 1,995,814</u>	<u>\$ 1,882,599</u>

Additional information on the District's capital assets can be found in Note H to the basic financial statements.

Leases

In 2021-22, Governmental Accounting Standards Board (GASB) lease accounting standard GASB 87 was implemented. The goal of the new lease accounting standard is to represent lease obligation more accurately in the governmental-wide financial statements.

Lease Receivable

Under this Statement, the District as a lessor is required to recognize a lease receivable and a deferred inflow of resources from the cell tower leases.

Right-to-Use-Leases

The accounting of capital leases under GASB 87 is reported based on the principle that leases are financings of the right to use an asset. Below are the District's lease obligations reflected as liabilities (Leases Payable) and assets (Right-to-use-Leases) on the statement of financial position as of June 30, 2022, and June 30, 2023.

Leases Receivable		
	June 30, 2022	June 30, 2023
Governmental Activities	\$ 6,438,243	\$ 5,862,538
Total	\$ 6,438,243	\$ 5,862,538

Right-to-Use-Leases		
	June 30, 2022	June 30, 2023
Governmental Activities	\$ 4,426,967	\$ 3,284,844
Business-type Activities	168,089	121,925
Total	\$ 4,595,056	\$ 3,406,769

Leases Payable		
	June 30, 2022	June 30, 2023
Governmental Activities	\$ 4,462,432	\$ 3,480,997
Business-type Activities	168,189	128,203
Total	\$ 4,630,621	\$ 3,609,200

Additional information on the District's leases receivable, right-to-use, and leases payable can be found in Note G, Note H, and Note O to the basic financial statements, respectively.

Subscription-Based Information Technology Arrangements

In 2022-23, Governmental Accounting Standards Board (GASB) 96 was implemented to account for Subscription-Based Information Technology Arrangements (SBITAs). Under this Statement, the District generally recognizes a right-to-use subscription asset, an intangible asset, and a corresponding subscription liability. The District recognizes the subscription liability at the commencement of the subscription term, which is when the subscription asset is placed into service.

Right-to-Use-SBITAs

Below are the District's subscriptions obligations reflected as liabilities (Subscriptions Payable) and assets (Right-to-use-Subscriptions) activities for the year ended June 30, 2023:

Right-to-Use Subscriptions

	<u>June 30, 2023</u>
<u>Governmental Activities:</u>	
Subscriptions Asset:	
SBITA Agreements	\$ 921,322
Less Accumulated Amortization	(307,532)
Total Subscriptions Asset	<u>\$ 613,790</u>

Subscriptions Payable

	<u>June 30, 2023</u>
<u>Governmental Activities:</u>	
Subscriptions Payable:	
SBITA Agreements	\$ 921,322
Less Accumulated Amortization	(397,393)
Total Subscriptions Payable	<u>\$ 523,929</u>

Additional information on the District's SBITAs assets and payable can be found in Note H and Note O to the basic financial statements, respectively.

Long-Term Liabilities

General Obligation Bonds

The voters of School Facilities Improvement District (SFID) approved Proposition U for \$198 million and Proposition C for \$179 million specifically for the purpose of renovating 24 of the District's older schools.

- Under Proposition U, the District issued three General Obligation Bonds, the \$75 million General Obligation Bonds, Series A which was refunded in 2011-12 at \$53.3 million, the \$119.3 million General Obligation Bonds, Series B and \$3.7 million General Obligation Bonds, Series C which was fully paid in 2016-17. In 2014-15, \$100.3 million of the \$119.3 million General Obligation Bonds, Series B was refunded.
- Under Proposition C, the District has General Obligation Bonds Series A for \$74.0 million and \$105.0 million General Obligation Bonds, Series B.
- In 2019-20, the district issued \$30.7 million General Obligation Refunding Bonds

School Facilities Improvement District - GO Bonds June 30, 2023

Issue Name	Date of Issuance	Original Issue Amount	Principal Balance
General Obligation Bonds, Election of 2002, Series B	11/2/2006	\$ 119,300,766	\$ 3,080,766
General Obligation Bonds, Election of 2002, Series B - Accreted Interest	11/2/2006	n/a	7,043,987
General Obligation Bonds, Election of 2002, Series B - Premium	11/2/2006	9,796,466	252,979
General Obligation Bonds, Election of 2008, Series A	1/9/2009	73,998,936	55,781,522
General Obligation Bonds, Election of 2008, Series A - Accreted Interest	1/9/2009	n/a	89,385,481
General Obligation Bonds, Election of 2008, Series A - Premium	1/9/2009	9,544,567	7,194,840
General Obligation Bonds, Election of 2008, Series B	7/28/2011	105,000,150	105,000,150
General Obligation Bonds, Election of 2008, Series B - Accreted Interest	7/28/2011	n/a	145,660,969
General Obligation Bonds, Election of 2008, Series B - Premium	7/28/2011	21,360,189	21,360,189
General Obligation Refunding Bonds, 2014	7/15/2014	100,325,000	77,180,000
General Obligation Refunding Bonds, 2014 - Premium	7/15/2014	12,429,039	9,561,657
General Obligation Refunding Bonds, 2019	9/26/2019	30,690,000	25,150,000
Total General Obligation Bonds			<u>\$ 546,652,540</u>

Lease Revenue Bonds

In 2012-13, the District issued \$57.3 million in School Facilities Restructuring Program (Bridge). The purpose of the issuance was to refinance the 2007 Lease Revenue Bonds and to use for the remaining school construction projects. The outstanding balance of the Lease Revenue Bonds is an obligation of Community Facilities District (CFD).

Lease Revenue Bonds June 30, 2023

Issue Name	Date of Issuance	Original Issue Amount	Principal Balance
2012 School Facilities Restructuring Program (Bridge)	9/4/2012	\$ 57,300,000	\$ 36,565,000

Early Retirement Incentive

The District has Supplemental Early Retirement Plan (SERP) issued as an incentive for employees' early retirement to create a cost savings for the District. In 2021, the District offered supplemental retirement plan with 89 participants.

Early Retirement Incentive**June 30, 2023**

Issue Name	Date of Issuance	Original Issue Amount	Principal Balance
2021 Retirement Incentive	7/1/2021	\$ 6,879,900	\$ 4,127,940

Special Tax Bonds

The District has formed various Community Facilities Districts to secure school facilities for students that will be generated from new housing developments. Below are outstanding special tax bonds under the Community Facilities Districts (CFD) as of June 30, 2023. These bonds are not obligations of the general fund of the District and are secured by taxes generated by homeowners and developers.

Community Facilities District - Special Tax Bonds**June 30, 2023**

Description	Date of Issuance	Original Issue Amount	Principal Balance	Total
CFD #2				
2015C Series Refunding Bonds	8/12/2015	\$ 8,520,000	\$ 4,295,000	
2015C Series Refunding Bonds Premium	8/12/2015	674,619	340,081	
2022 PFA B Refunding Bonds	3/25/2022	2,510,000	2,460,000	\$ 7,095,081
CFD #3				
2015C Series Refunding Bonds	8/12/2015	\$ 3,680,000	\$ 2,095,000	
2015C Series Refunding Bonds Premium	8/12/2015	291,244	165,803	\$ 2,260,803
CFD #4				
2016 PFA A Refunding	8/18/2016	8,966,000	\$ 5,499,000	
2022 PFA A Refunding	3/25/2022	6,985,000	6,825,000	\$ 12,324,000
CFD #5				
2015C Series Refunding Bonds	8/12/2015	\$ 1,125,000	\$ 640,000	
2015C Series Refunding Bonds Premium	8/12/2015	87,988	50,055	\$ 690,055
CFD #6				
2015 Refunding	6/4/2015	63,145,000	\$ 51,195,000	
2015 Refunding Premium	6/4/2015	7,053,987	5,719,042	
2015C Series Refunding Bonds	6/9/2016	10,120,000	8,550,000	
2015C Series Refunding Bonds Premium	6/9/2016	(102,806)	(86,857)	
2016 CFS 4S Ranch	11/3/2016	29,635,000	23,805,000	
2016 CFS 4S Ranch Premium	11/3/2016	3,685,913	2,960,795	
2017A PFA Series	2/2/2017	14,470,000	11,030,000	
2017A PFA Series Premium	2/2/2017	1,236,202	942,315	
2020 Sp Tax Refunding	9/30/2020	29,920,000	24,805,000	
2020 Bond Discount	9/30/2020	(239,360)	(198,440)	\$ 128,721,855
CFD #7				
2015C Series Refunding Bonds	8/12/2015	\$ 1,080,000	\$ 625,000	
2015C Series Refunding Bonds Premium	8/12/2015	84,445	48,869	\$ 673,869
CFD #8				
2016 PFA A Refunding	8/18/2016	\$ 5,294,000	\$ 2,894,000	\$ 2,894,000
CFD #9				
2016 PFA A Refunding	8/18/2016	\$ 1,270,000	\$ 691,000	\$ 691,000

Community Facilities District - Special Tax Bonds

June 30, 2023

Description	Date of Issuance	Original Issue Amount	Principal Balance	Total
CFD #10				
2016 PFA A Refunding	8/18/2016	\$ 34,006,000	\$ 23,531,000	
2016 Area F Refunding	12/6/2016	1,995,000	1,695,000	
2016 Area F Discount	12/6/2016	(30,922)	(26,273)	
2017A PFA Series	2/2/2017	7,030,000	4,850,000	
2017A PFA Series Premium	2/2/2017	802,229	553,458	
2017A PFA Series	2/2/2017	4,680,000	3,230,000	
2017A PFA Series Premium	2/2/2017	534,393	368,823	
2022 PFA IA C	3/25/2022	1,985,000	1,885,000	
2022 PFA IA D	3/25/2022	3,045,000	2,855,000	
2022 PFA IA E	3/25/2022	3,485,000	3,280,000	\$ 42,222,008
CFD #11				
2014 Special Tax Bonds, Zone 2 & 3	12/2/2014	\$ 10,065,000	\$ 8,890,000	
2014 Special Tax Bonds, Zone 2 & 3 Premium	12/2/2014	273,198	241,305	
2014 Refunding Series B & C	7/16/2014	19,550,000	14,575,000	
2014 Refunding Series B & C Premium	7/16/2014	1,494,679	1,114,320	
2017B Refunding Zone 2 & 3	1/19/2017	5,815,000	5,080,000	
2017B Refunding Zone 2 & 3 Discount	1/19/2017	(80,962)	(70,729)	
2022 IA A PFA	3/25/2022	7,135,000	6,715,000	
2022 Zone 1 PFA	3/25/2022	8,070,000	7,755,000	
2022 Zone 2 PFA	3/25/2022	1,530,000	1,460,000	
2022 Zone 3 PFA	3/25/2022	1,185,000	1,130,000	\$ 46,889,896
CFD #12				
2016 PFA A Refunding	8/18/2016	\$ 6,635,000	\$ 4,575,000	
2022 PFA A Refunding	3/25/2022	3,765,000	3,715,000	\$ 8,290,000
CFD #13				
2022 PFA A Refunding	3/25/2022	\$ 4,815,000	\$ 4,710,000	\$ 4,710,000
CFD #14				
2015 Refunding Bonds	4/22/2015	\$ 44,630,000	\$ 36,330,000	
2015 Refunding Bonds Premium	4/22/2015	6,075,058	4,945,363	
2015 Refunding Bonds Series A	4/22/2015	44,775,000	36,490,000	
2015 Refunding Bonds Series A Premium	4/22/2015	6,094,795	4,966,932	\$ 82,732,295
CFD #15				
2014 Special Tax Bonds	2/27/2014	\$ 40,000,000	\$ 37,840,000	
2014 Special Tax Bonds Premium	2/27/2014	802,459	759,126	
2015 Improvement Area C	4/13/2016	15,000,000	14,385,000	
2015 Improvement Area C Premium	4/13/2016	1,472,684	1,412,304	
2022 Improvement Area A	6/6/2022	8,495,000	8,495,000	
2022 Improvement Area D	6/16/2022	14,890,000	14,890,000	
2022 Improvement Area D Premium	6/16/2022	359,830	359,830	\$ 78,141,260
CFD #16				
2020 Special Tax Bonds	5/7/2020	\$ 15,675,000	\$ 14,960,000	
2020 Special Tax Bonds Premium	5/7/2020	721,726	688,805	
2020 Special Tax Bonds Area A	5/7/2020	25,415,000	24,300,000	
2020 Special Tax Bonds Area A Premium	5/7/2020	1,784,436	1,706,150	\$ 41,654,955
PFA				
2016 Local Debt Receivable	8/18/2016	\$ (56,171,000)	\$ (37,190,000)	
2016 Refunding	8/18/2016	46,770,000	32,805,000	
2016 Refunding Premium	8/18/2016	9,401,000	6,593,967	\$ 2,208,967
Total Special Tax Bonds				\$ 462,200,044

Additional information on the District's long-term debt can be found in Note O to the basic financial statement which is found on page 59 of the audit report.

Changing Enrollment within the District

The October 2022 overall demographics of the District reflect a decreased in the district's enrollment of 293 students.

Changes in Enrollment for Three Years

<u>Grade</u>	<u>Oct 2020</u>	<u>Oct 2021</u>	<u>Chg</u>	<u>Oct 2022</u>	<u>Chg</u>
K	2,951	2,921	(30)	3,028	107
1	2,520	2,457	(63)	2,408	(49)
2	2,547	2,523	(24)	2,508	(15)
3	2,514	2,562	48	2,550	(12)
4	2,691	2,525	(166)	2,613	88
5	2,621	2,649	28	2,558	(91)
6	2,614	2,580	(34)	2,603	23
7	2,717	2,591	(126)	2,564	(27)
8	2,799	2,726	(73)	2,562	(164)
9	2,938	2,811	(127)	2,762	(49)
10	2,897	2,948	51	2,805	(143)
11	2,851	2,886	35	2,908	22
12	3,001	3,011	10	3,028	17
TOTAL	35,661	35,190	(471)	34,897	(293)
	<u>2020-21</u>	<u>2021-22</u>	<u>Chg</u>	<u>2022-23</u>	<u>Chg</u>
Elementary K-5	15,844	15,637	(207)	15,665	28
Middle 6-8	8,130	7,897	(233)	7,729	(168)
High School 9-12	11,687	11,656	(31)	11,503	(153)
TOTAL	35,661	35,190	(471)	34,897	(293)

Factors Bearing on the District's Future

- Beyond the impact of COVID-19, District is facing declining enrollment.
- Inequitable funding under the LCFF model
- Ongoing costs funded by one-time Federal relief funds
- Escalating PERS costs, employer contribution
- Increasing Health and Welfare benefit costs
- Aging and dilapidated schools and facilities
- Lack of capital improvement funds
- Full implementation of Universal Transitional Kindergarten

Contacting the District's Financial Management

This financial report provides a general overview of the Poway Unified School District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Associate Superintendent, Business Support Services, Poway Unified School District, 15250 Avenue of Science, San Diego, CA 92128.

Basic Financial Statements

Poway Unified School District

Statement of Net Position

June 30, 2023

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash	\$ 386,578,211	\$ 7,417,609	\$ 393,995,820
Receivables	29,948,703	161,276	30,109,979
Due From (To) Other Funds	(571,381)	571,381	-
Stores Inventory	1,023,096	-	1,023,096
Prepaid Expenses	434,409	-	434,409
Leases Receivable	5,862,538	-	5,862,538
Capital Assets:			
Land	94,492,626	-	94,492,626
Land Improvements	102,012,141	145,468	102,157,609
Buildings & Improvements	1,071,804,321	4,767,384	1,076,571,705
Equipment	62,956,118	-	62,956,118
Work in Progress	4,575,387	-	4,575,387
Less Accumulated Depreciation	(487,156,637)	(3,030,253)	(490,186,890)
Lease Assets:			
Equipment	4,356,093	192,503	4,548,596
Less Accumulated Amortization	(1,071,249)	(70,578)	(1,141,827)
Subscription Assets:			
SBITA Agreements	921,322	-	921,322
Less Accumulated Amortization	(307,532)	-	(307,532)
Total Assets	<u>1,275,858,166</u>	<u>10,154,790</u>	<u>1,286,012,956</u>
Deferred Outflows of Resources	<u>165,483,545</u>	<u>5,845,439</u>	<u>171,328,984</u>
Liabilities			
Accounts Payable and Other Current Liabilities	30,487,740	724,420	31,212,160
Unearned Revenue	5,695,751	-	5,695,751
Long-Term Liabilities			
Due Within One Year	49,680,843	455,942	50,136,785
Due In More Than One Year	1,440,921,170	18,341,713	1,459,262,883
Total Liabilities	<u>1,526,785,504</u>	<u>19,522,075</u>	<u>1,546,307,579</u>
Deferred Inflows of Resources	<u>77,251,690</u>	<u>3,527,400</u>	<u>80,779,090</u>
Net Position			
Net Investment in Capital Assets	(196,839,920)	1,888,148	(194,951,772)
Restricted For:			
Capital Projects	196,461,942	-	196,461,942
Debt Service	25,073,556	-	25,073,556
Educational Programs	48,780,872	-	48,780,872
Other Purposes (Expendable)	21,290,043	-	21,290,043
Other Purposes (Nonexpendable)	1,359,115	-	1,359,115
Unrestricted	(258,821,091)	(8,937,394)	(267,758,485)
Total Net Position	<u>\$ (162,695,483)</u>	<u>\$ (7,049,246)</u>	<u>\$ (169,744,729)</u>

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Statement of Activities

For the Year Ended June 30, 2023

Functions	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities							
Instruction	\$ 353,332,801	\$ 4,811	\$ 120,799,433	\$ -	\$ (232,528,557)		\$ (232,528,557)
Instruction-Related Services:							-
Instructional Supervision and Administration	24,483,307	29,074	15,648,765	-	(8,805,468)		(8,805,468)
Instructional Library, Media and Technology	8,631,032	4	853,049	-	(7,777,979)		(7,777,979)
School Site Administration	31,211,982	6	4,453,401	-	(26,758,575)		(26,758,575)
Pupil Services:							-
Home-to-School Transportation	13,504,485	-	1,362,089	-	(12,142,396)		(12,142,396)
Food Services	15,906,670	1,358,712	21,071,341	-	6,523,383		6,523,383
All Other Pupil Services	32,234,566	971	15,993,319	-	(16,240,276)		(16,240,276)
General Administration:							-
Centralized Data Processing	6,538,407	-	1,009,958	-	(5,528,449)		(5,528,449)
All Other General Administration	20,997,032	45,040	8,346,685	-	(12,605,307)		(12,605,307)
Plant Services	50,620,617	167,653	6,149,660	-	(44,303,304)		(44,303,304)
Ancillary Services	7,253,551	-	4,872,985	-	(2,380,566)		(2,380,566)
Community Services	294,996	-	683	-	(294,313)		(294,313)
Self-Insured Activities	(1,240,853)	-	-	-	1,240,853		1,240,853
Interest on Long-Term Debt	52,791,871	-	-	-	(52,791,871)		(52,791,871)
Debt Issuance Costs	55,707	-	-	-	(55,707)		(55,707)
Transfers Between Agencies	517,451	3,581,733	8,092,933	-	11,157,215		11,157,215
Total Governmental Activities	<u>\$ 617,133,622</u>	<u>\$ 5,188,004</u>	<u>\$ 208,654,301</u>	<u>\$ -</u>	<u>(403,291,317)</u>		<u>(403,291,317)</u>
Business-Type Activities							
Childcare Services	\$ 17,982,893	\$ 21,886,222	\$ 116,166	\$ -		\$ 4,019,495	\$ 4,019,495
Total Business-Type Activities	<u>\$ 17,982,893</u>	<u>\$ 21,886,222</u>	<u>\$ 116,166</u>	<u>\$ -</u>		<u>\$ 4,019,495</u>	<u>\$ 4,019,495</u>
General Revenues							
Taxes and Subventions:							
Property Taxes, Levied for General Purposes					\$ 218,970,571	\$ -	\$ 218,970,571
Property Taxes, Levied for Debt Service					23,463,960	-	23,463,960
Property Taxes, Levied for Other Specific Purposes					55,937,254	-	55,937,254
Federal and State Aid Not Restricted for Specific Purposes					177,517,115	-	177,517,115
Interest and Investment Earnings					6,787,932	77,864	6,865,796
Interagency Revenues					631,312	-	631,312
Miscellaneous					6,711,984	-	6,711,984
Internal Transfers					28,007	(28,007)	-
Total General Revenues					<u>490,048,135</u>	<u>49,857</u>	<u>490,097,992</u>
Change in Net Position					86,756,818	4,069,352	90,826,170
Net Position - Beginning of Year, As Restated (See Note M)					<u>(249,452,301)</u>	<u>(11,118,598)</u>	<u>(260,570,899)</u>
Net Position - Ending					<u>\$ (162,695,483)</u>	<u>\$ (7,049,246)</u>	<u>\$ (169,744,729)</u>

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Balance Sheet – Governmental Funds

June 30, 2023

	General Fund	Special Reserve Fund for Capital Outlay	Blended Component Unit Funds		Non-Major Governmental Funds	Total Governmental Funds
			Capital Projects Fund	Debt Service Fund		
Assets						
Cash and Investments	\$ 136,255,290	\$ 11,529,485	\$ 180,002,269	\$ -	\$ 49,791,672	\$ 377,578,716
Accounts Receivable	24,289,290	104,176	8,578	-	4,572,277	28,974,321
Due from Other Funds	4,299,941	318,927	-	-	2,485,481	7,104,349
Stores Inventories	484,392	-	-	-	538,704	1,023,096
Prepaid Expenditures	-	-	-	-	34,409	34,409
Leases Receivable	-	5,862,538	-	-	-	5,862,538
Total Assets	<u>\$ 165,328,913</u>	<u>\$ 17,815,126</u>	<u>\$ 180,010,847</u>	<u>\$ -</u>	<u>\$ 57,422,543</u>	<u>\$ 420,577,429</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance:						
Liabilities:						
Accounts Payable	\$ 20,422,984	\$ 10,890	\$ -	\$ -	\$ 746,383	\$ 21,180,257
Due to Other Funds	12,976,413	538,716	-	-	688,011	14,203,140
Unearned Revenue	4,824,927	17,317	-	-	853,508	5,695,752
Total Liabilities	<u>38,224,324</u>	<u>566,923</u>	<u>-</u>	<u>-</u>	<u>2,287,902</u>	<u>41,079,149</u>
Deferred Inflows of Resources:						
Deferred Rent Income	<u>-</u>	<u>5,707,602</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,707,602</u>
Fund Balance:						
Nonspendable	784,902	-	-	-	574,213	1,359,115
Restricted	53,895,248	6,547,083	180,010,847	-	51,153,235	291,606,413
Committed	9,729,913	-	-	-	3,407,193	13,137,106
Assigned	6,303,351	4,993,518	-	-	-	11,296,869
Unassigned	56,391,175	-	-	-	-	56,391,175
Total Fund Balance	<u>127,104,589</u>	<u>11,540,601</u>	<u>180,010,847</u>	<u>-</u>	<u>55,134,641</u>	<u>373,790,678</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 165,328,913</u>	<u>\$ 17,815,126</u>	<u>\$ 180,010,847</u>	<u>\$ -</u>	<u>\$ 57,422,543</u>	<u>\$ 420,577,429</u>

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position June 30, 2023

Total fund balances governmental funds: \$ 373,790,678

Amounts reported for assets, deferred outflows of resources, liabilities, and deferred inflows of resources for governmental activities in the statement of net position are different from amounts reported in governmental funds because:

Capital assets, lease assets, and subscription assets: In governmental funds, only current assets are reported. In the statement of net position, all assets are reported, including capital assets, lease assets, subscription assets, accumulated depreciation, and accumulated amortization.

Capital assets relating to governmental activities, at historical cost	1,334,192,373	
Accumulated depreciation	<u>(485,508,417)</u>	
Net		848,683,956
Lease assets relating to governmental activities, at historical cost	4,356,093	
Accumulated amortization	<u>(1,071,249)</u>	
Net		3,284,844
Subscription assets relating to governmental activities, at historical cost	921,322	
Accumulated amortization	<u>(307,532)</u>	
Net		613,790

Unamortized costs: In governmental funds, debt issue costs are recognized as expenditures in the period they are incurred. In the government-wide statements, debt issue costs for prepaid debt insurance are amortized over the life of the debt. Unamortized debt insurance costs included in deferred outflows of resources on the statement of net position are: 1,304,394

Unmatured interest on long-term debt: In governmental funds, interest on long-term debt is not recognized until the period in which it matures and is paid. In the government-wide statement of activities, it is recognized in the period that it is incurred. The additional liability for unmatrued interest owing at the end of the period was: (7,617,925)

Deferred gain or loss on debt refunding: In the government wide financial statements deferred gain or loss on debt refunding is recognized as a deferred outflow of resources (for a loss) or a deferred inflow of resources (for a gain) and subsequently amortized over the life of the debt. Deferred gain or loss on debt refunding recognized as a deferred outflow of resources or deferred inflow of resources on the statement of net position was: 20,091,064

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position, Continued

June 30, 2023

Long-term liabilities: In governmental funds, only current liabilities are reported. In the statement of net position, all liabilities, including long-term liabilities, are reported. Long-term liabilities relating to governmental activities consist of:

General obligation bonds payable	546,652,540	
Certificates of participation	36,565,000	
Special tax bonds payable	462,200,044	
Leases payable	3,480,997	
Subscriptions payable	523,929	
Retirement incentive payable	4,127,940	
Net pension liability	367,649,812	
Net OPEB liability	64,271,242	
Compensated absences	5,130,509	
	<u>Total</u>	(1,490,602,013)

Deferred outflows and inflows of resources relating to pensions: In governmental funds, deferred outflows and inflows of resources relating to pensions are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions are reported.

Deferred outflows of resources relating to pensions	139,269,251	
Deferred inflows of resources relating to pensions	(43,524,270)	
	<u>Net</u>	95,744,981

Deferred outflows and inflows of resources relating to other postemployment benefits (OPEB): In governmental funds, deferred outflows and inflows of resources relating to OPEB are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to OPEB are reported.

Deferred outflows of resources relating to OPEB	4,539,676	
Deferred inflows of resources relating to OPEB	(27,740,658)	
	<u>Net</u>	(23,200,982)

Internal service funds: Internal service funds are used to conduct certain activities for which costs are charged to other funds on a full cost-recovery basis. Because internal service funds are presumed to operate for the benefit of governmental activities, assets, deferred outflows of resources, liabilities, and deferred inflows of resources, internal service funds are reported with governmental activities in the statement of net position. Net position for internal service funds is:

15,211,730

Total net position governmental activities:

\$ (162,695,483)

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds For the Year Ended June 30, 2023

			Blended Component Unit Funds			
	General Fund	Special Reserve Fund for Capital Outlay	Capital Projects Fund	Debt Service Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues						
State Apportionment	\$ 149,446,302	\$ -	\$ -	\$ -	\$ -	\$ 149,446,302
Education Protection Account Funds	13,149,377	-	-	-	-	13,149,377
Property Taxes	217,470,571	-	55,937,254	-	24,963,960	298,371,785
Federal Revenue	21,823,962	-	-	-	7,604,293	29,428,255
Other State Revenue	117,868,839	-	-	-	15,828,112	133,696,951
Interest	3,077,296	371,740	4,719,897	-	783,601	8,952,534
Fair Market Value Adjustment	(1,600,155)	283,669	-	-	(848,116)	(2,164,602)
Other Local Revenue	13,004,280	640,666	282,522	-	8,375,120	22,302,588
Total Revenues	<u>\$ 534,240,472</u>	<u>\$ 1,296,075</u>	<u>\$ 60,939,673</u>	<u>\$ -</u>	<u>\$ 56,706,970</u>	<u>\$ 653,183,190</u>
Expenditures						
Current Expenditures:						
Instruction	314,839,323	-	-	-	2,590,835	317,430,158
Instruction - Related Services	54,095,655	-	-	-	1,770,528	55,866,183
Pupil Services	42,865,589	-	-	-	14,033,576	56,899,165
Ancillary Services	2,688,481	-	-	-	4,450,414	7,138,895
Community Services	293,349	-	-	-	-	293,349
General Administration	27,400,046	-	-	-	654,669	28,054,715
Plant Services	42,965,646	439,070	873,501	-	157,512	44,435,729
Transfers Between Agencies	517,451	-	-	-	-	517,451
Capital Outlay	6,402,328	8,575,611	8,921,247	-	3,341,573	27,240,759
Debt Service:						
Principal	1,467,390	-	-	73,094,000	12,888,729	87,450,119
Interest	189,825	-	-	19,371,516	9,349,197	28,910,538
Total Expenditures	<u>493,725,083</u>	<u>9,014,681</u>	<u>9,794,748</u>	<u>92,465,516</u>	<u>49,237,033</u>	<u>654,237,061</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>40,515,389</u>	<u>(7,718,606)</u>	<u>51,144,925</u>	<u>(92,465,516)</u>	<u>7,469,937</u>	<u>(1,053,871)</u>
Other Financing Sources (Uses):						
Transfers In	3,593,311	301,611	8,579	92,465,516	2,163,132	98,532,149
Transfers Out	(6,800,540)	(538,716)	(93,561,277)	-	(86,267)	(100,986,800)
Proceeds from Sale of COPs	-	-	36,565,000	-	-	36,565,000
Proceeds from Leases & Subscriptions	1,035,092	-	-	-	-	1,035,092
Total Other Financing Sources (Uses)	<u>(2,172,137)</u>	<u>(237,105)</u>	<u>(56,987,698)</u>	<u>92,465,516</u>	<u>2,076,865</u>	<u>35,145,441</u>
Net Change in Fund Balance	38,343,252	(7,955,711)	(5,842,773)	-	9,546,802	34,091,570
Fund Balance, Beginning of Year	88,761,337	19,496,312	185,853,620	-	45,587,839	339,699,108
Fund Balance, End of Year	<u>\$ 127,104,589</u>	<u>\$ 11,540,601</u>	<u>\$ 180,010,847</u>	<u>\$ -</u>	<u>\$ 55,134,641</u>	<u>\$ 373,790,678</u>

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2023

Total change in fund balances, governmental funds: \$ 34,091,570

Amounts reported for governmental activities in the statement of activities are different from amounts reported in governmental funds because:

Capital outlay: In governmental funds, the costs of capital assets, lease assets, and subscription assets are reported as expenditures in the period when the assets are acquired. In the statement of activities, costs of capital assets, lease assets, and subscription assets are allocated over their estimated useful lives as depreciation expense or amortization expense. The difference between capital outlay expenditures, depreciation expense, and amortization expense for the period is:

Expenditures for capital outlay	27,240,759	
Depreciation expense	(30,199,986)	
Amortization expense	<u>(1,160,785)</u>	
	Net	(4,120,012)

Debt service: In governmental funds, repayments of long-term debt are reported as expenditures. In the government-wide statements, repayments of long-term debt are reported as reductions of liabilities. Expenditures for repayment of the principal portion of long-term debt were: 87,450,119

Debt proceeds: In governmental funds, proceeds from debt are recognized as Other Financing Sources. In the government-wide statements, proceeds from debt are reported as increases to liabilities. Amounts recognized in governmental funds as proceeds from debt were: (37,600,092)

Debt issue costs for prepaid debt insurance: In governmental funds, debt issue costs are recognized as expenditures in the period they are incurred. In the government-wide statements, debt issue costs for prepaid debt insurance are amortized over the life of the debt. The difference between debt issue costs for prepaid insurance incurred in the current period and prepaid insurance costs amortized for the period is: (55,707)

Unmatured interest on long-term debt: In governmental funds, interest on long-term debt is recognized in the period that it becomes due. In the government-wide statement of activities, it is recognized in the period that it is incurred. Unmatured interest owing at the end of the period, less matured interest paid during the period but owing from the prior period was: (23,352,816)

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities, Continued
For the Year Ended June 30, 2023

Compensated absences: In governmental funds, compensated absences are measured by the amounts paid during the period. In the statement of activities, compensated absences are measured by the amounts earned. The difference between compensated absences paid and compensated absences earned was: (251,656)

Pensions: In governmental funds, pension costs are recognized when employer contributions are made. In the statement of activities, pension costs are recognized on the accrual basis. This year, the difference between accrual-basis pension costs and actual employer contributions was: 25,269,746

Other postemployment benefits (OPEB): In governmental funds, OPEB expenses are recognized when employer OPEB contributions are made. In the statement of activities, OPEB expenses are recognized on the accrual basis. This year the difference between OPEB expenses and actual employer OPEB contributions was: (1,420,702)

Other liabilities not normally liquidated with current financial resources: In the government-wide statements, expenses must be accrued in connection with any liabilities incurred during the period that are not expected to be liquidated with current financial resources, in addition to compensated absences and long-term debt. Examples include special termination benefits such as retirement incentives financed over time, and structured legal settlements. This year, expenses incurred for such obligations were: 2,924,525

Amortization of debt issue premium or discount or deferred gain or loss from debt refunding: In governmental funds, if debt is issued at a premium or at a discount, the premium or discount is recognized as an Other Financing Source or an Other Financing Use in the period it is incurred. In the government-wide statements, the premium or discount, plus any deferred gain or loss from debt refunding, is amortized as interest over the life of the debt. Amortization of debt issue premium or discount, or deferred gain or loss from debt refunding for the period is: 844,684

Internal Service Funds: Internal service funds are used to conduct certain activities for which costs are charged to other funds on a full cost-recovery basis. Because internal service funds are presumed to benefit governmental activities, internal service activities are reported as governmental in the statement of activities. The net increase or decrease in internal service funds was: 2,977,159

Change in net position of governmental activities: \$ 86,756,818

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Statement of Net Position – Proprietary Funds

June 30, 2023

	Enterprise Fund	Internal Service Fund
	Childcare Services Fund	Self-Insurance Fund
Assets		
Current Assets:		
Cash and Cash Equivalents	\$ 7,417,609	\$ 8,999,498
Accounts Receivable	161,276	974,380
Due from Other Funds	1,236,919	9,342,102
Prepaid Expenses	-	400,000
Capital Assets:		
Land Improvements	145,468	-
Buildings & Improvements	4,767,384	-
Equipment	-	29,696
Less Accumulated Depreciation	(3,030,253)	(29,696)
Lease Assets:		
Equipment	192,503	-
Less Accumulated Amortization	(70,578)	-
Total Assets	<u>10,820,328</u>	<u>19,715,980</u>
Deferred Outflows of Resources	<u>5,845,439</u>	<u>-</u>
Liabilities		
Current Liabilities:		
Accounts Payable	724,420	1,689,558
Due to Other Funds	665,538	2,814,692
Compensated Absences Payable	415,876	-
Noncurrent Liabilities:		
Net Pension Liability	15,650,977	-
Net OPEB Liability	2,602,599	-
Leases Payable	128,203	-
Total Liabilities	<u>20,187,613</u>	<u>4,504,250</u>
Deferred Inflows of Resources	<u>3,527,400</u>	<u>-</u>
Net Position		
Net Investment in Capital Assets	1,876,321	-
Unrestricted	(8,925,567)	15,211,730
Total Net Position	<u>\$ (7,049,246)</u>	<u>\$ 15,211,730</u>

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds For the Year Ended June 30, 2023

	Enterprise Fund	Internal Service Fund
	Childcare Services Fund	Self-Insurance Fund
Operating Revenues		
In-District Premiums/Contributions	\$ -	\$ 20,708,261
State Grants	116,166	-
Childcare Service Fees	21,886,222	-
Total Operating Revenues	<u>22,002,388</u>	<u>20,708,261</u>
Operating Expenses		
Salaries	10,545,694	-
Employee Benefits	3,649,099	4,022,188
Materials and Supplies	789,221	28,614
Services and Other Operating Expenses	2,847,170	16,157,141
Depreciation and Amortization	151,709	-
Total Operating Expenses	<u>17,982,893</u>	<u>20,207,943</u>
 Operating Income (Loss)	 <u>4,019,495</u>	 <u>500,318</u>
Non-Operating Revenues/(Expenses)		
Interest Income	171,605	239,377
Fair Market Value Adjustment	(93,741)	(245,195)
Interfund Transfers In	-	4,395,510
Interfund Transfers Out	(28,007)	(1,912,851)
Total Nonoperating Revenues/(Expenses)	<u>49,857</u>	<u>2,476,841</u>
 Change in Net Position	 4,069,352	 2,977,159
Total Net Position - Beginning	<u>(11,118,598)</u>	<u>12,234,571</u>
Total Net Position - Ending	<u>\$ (7,049,246)</u>	<u>\$ 15,211,730</u>

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Statement of Cash Flows – Proprietary Funds

For the Year Ended June 30, 2023

	Enterprise Fund	Internal Service Fund
	Childcare Services Fund	Self-Insurance Fund
Cash Flows from Operating Activities		
Cash Received from Interfund Services Provided	\$ -	\$ 15,313,851
Cash Received from Customers & State Agencies	20,752,003	-
Cash Payments for Salaries & Benefits	(14,607,417)	(4,655,414)
Cash Payments to Other Suppliers for Goods and Services	(3,440,038)	(15,475,686)
Net Cash Provided (Used) by Operating Activities	<u>2,704,548</u>	<u>(4,817,249)</u>
Cash Flows from Investing Activities		
Fair Market Value Adjustment	(93,741)	(245,195)
Cash Received from Interest Earned	139,289	239,377
Net Cash Provided (Used) by Investing Activities	<u>45,548</u>	<u>(5,818)</u>
Cash Flows from Non-Capital Financing Activities		
Cash Received From Interfund Transfer	-	4,395,510
Cash Payments For Interfund Transfer	(28,007)	(1,912,851)
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>(28,007)</u>	<u>2,482,659</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,722,089	(2,340,408)
Cash and Cash Equivalents - Beginning of Year	4,695,520	11,339,906
Cash and Cash Equivalents - End of Year	<u>\$ 7,417,609</u>	<u>\$ 8,999,498</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities		
Operating Income (Loss)	\$ 4,019,495	\$ 500,318
Depreciation and Amortization	151,709	-
Change in Assets and Liabilities:		
Decrease (Increase) in Operating Receivables	(68,697)	(176,626)
Decrease (Increase) in Due From Other Funds	(1,181,688)	(5,217,784)
Decrease (Increase) in Deferred Outflows of Resources	(950,663)	-
Increase (Decrease) in Accounts Payable	196,353	710,069
Increase (Decrease) in Due To Other Funds	(29,581)	(633,226)
Increase (Decrease) in Compensated Absences	(33,079)	-
Increase (Decrease) in Net Pension Liability	4,954,104	-
Increase (Decrease) in Net OPEB Liability	(13,377)	-
Increase (Decrease) in Deferred Inflows of Resources	(4,340,028)	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,704,548</u>	<u>\$ (4,817,249)</u>

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Statement of Net Position – Fiduciary Funds

June 30, 2023

	Foundation Private-Purpose Trust Fund
Assets	
Current Assets:	
Cash and Cash Equivalents	\$ 335,106
Accounts Receivable	2,859
Total Assets	<u>\$ 337,965</u>
Net Position	
Held in Trust	<u>\$ 337,965</u>
Total Net Position	<u>\$ 337,965</u>

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Statement of Changes in Net Position – Fiduciary Funds
For the Year Ended June 30, 2023

	Foundation Private-Purpose Trust Fund
Additions:	
Interest Income	\$ 8,348
FMV Adjustment	(9,396)
Plan Member Contributions	29,071
Total Additions	<u>28,023</u>
Deductions	
Total Deductions	<u>-</u>
Change in Net Position	28,023
Total Net Position - Beginning	<u>309,942</u>
Total Net Position - Ending	<u><u>\$ 337,965</u></u>

The accompanying notes to the financial statements are an integral part of this statement.

Poway Unified School District

Notes to the Financial Statements

For the Year Ended June 30, 2023

A. Summary of Significant Accounting Policies

Poway Unified School District (District) accounts for its financial transactions in accordance with the policies and procedures of the California Department of Education's *California School Accounting Manual*. The accounting policies of the District conform to accounting principles generally accepted in the United States of America (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants (AICPA).

1. Reporting Entity

The District operates under a locally elected Board of Education form of government and provides educational services to grades TK/K-12 as mandated by the state. Additionally the District operates an adult education program. A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure the financial statements are not misleading. The primary government of the District consists of all funds, departments and agencies that are not legally separate from the District. For the District, this includes general operations, special revenue funds, capital facilities funds, debt service funds, and student-related activities.

2. Component Units

Component units are legally separate organizations for which the District is financially accountable. Component units may also include organizations that are fiscally dependent on the District in that the District approves their budget, the issuance of their debt or the levying of their taxes. In addition, component units are other legally separate organizations for which the District is not financially accountable but the nature and significance of the organization's relationship with the District is such that exclusion would cause the District's financial statements to be misleading or incomplete.

The District, the Poway Unified School District Public Financing Authority (the PFA), and the Poway Community Facilities Districts (the CFDs) have a financial and operational relationships which meet the reporting entity definition criteria of the Codification of Governmental Accounting and Financial Reporting Standards, Section 2100, for inclusion of the PFA and the CFDs as component units of the District. Therefore, the financial activities of the PFA and the CFDs have been included in the basic financial statements of the District as a blended component unit.

The following are those aspects of the relationship between the District, the PFA and the CFDs which satisfy Codification of Governmental Accounting and Financial Reporting Standards, Section 2100, criteria:

a. Manifestations of Oversight

The governing body of the PFA and the CFDs is substantively the same as the District's Board of Education.

The PFA and the CFDs have no employees, the District's Superintendent, Assistant Superintendent of Business Services, and other employees of the District function as agents of the PFA and the CFDs. None of the aforementioned individuals received additional compensation for work performed in this capacity.

The District exercises significant influence over operations of the PFA and the CFDs.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

b. Accounting and Fiscal Matters

All major financing arrangements, contracts, and other transactions of the PFA and the CFDs must have the consent of the District.

The District will assume a “moral obligation”, and potentially a legal obligation, for any debt incurred by the PFA and the CFDs.

c. Scope of Public Service and Financial Presentation

The PFA and the CFDs were created for the sole purpose of financially assisting the District.

The PFA and the CFDs were created pursuant to a joint powers agreement between the District and the California Statewide Communities Development Authority, pursuant to California Government Code, commencing with Section 6500. The PFA and the CFDs were formed to provide financing assistance to the District for construction and acquisition of major capital facilities.

Financial activity for the PFA and the CFDs is presented in the financial statements in the Capital Projects Fund for Blended Component Units. Debt service payments for the PFA and the CFDs are presented in the financial statements in the Debt Service Fund for Blended Component Units.

3. Basis of Presentation

Government-Wide Statements. The statement of net position and the statement of activities display information about the primary government (the District). These statements include the financial activities of the overall government. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenue, and other non-exchange transactions.

The statement of activities presents a comparison between direct expenses and program revenue for each function of the District’s governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reserved for the statement of activities. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting of operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program or business segment is self-financing or draws from general revenues of the District.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

Fund Financial Statements. The fund financial statements provide information about the District's funds. Separate statements for each fund category are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds.

Governmental funds are used to account for activities that are governmental in nature. Governmental activities are typically tax-supported and include education of pupils, operation of food service programs, construction and maintenance of school facilities, and repayment of long-term debt.

Major Governmental Funds

The District reports the following major governmental funds:

General Fund: The general fund is the primary operating fund of the District. It is used to account for all activities except those that are required to be accounted for in another fund.

Special Reserve Fund for Capital Outlay Projects: This fund exists primarily to provide for the accumulation of general fund moneys for capital outlay purposes (*Education Code §42840*). This fund may also be used to account for any other revenues specifically for capital projects that are not restricted to other capital projects funds. Other authorized resources that may be deposited into this fund are proceeds from the sale or lease-with-option-to-purchase of real property (*Education Code §17462*) and rentals and leases of real property specifically authorized for deposit into the fund by the governing board (*Education Code §41003*).

Capital Projects Fund for Blended Component Units: This fund is used to account for capital projects financed by Mello-Roos Community Facilities Districts and similar entities that are considered component units of the District under generally accepted accounting principles (GAAP). The Mello-Roos Community Facilities Act of 1982 (*Government Code §5311 et seq.*) allows any county, city, special district, school district, or joint powers authority to establish, upon approval of two-thirds of the voters in the district, a "Community Facilities District" (CFD) for the purpose of selling tax-exempt bonds to finance public improvements and services. The District has one CFD reported as a blended component unit.

Debt Service Fund for Blended Component Units: This fund is used to account for the accumulation of resources for the payment of principal and interest on bonds issued by Mello-Roos Community Facilities Districts and similar entities that are considered blended component units of the District under generally accepted accounting principles (GAAP). The Mello-Roos Community Facilities Act of 1982 (*Government Code Section 53311 et seq.*) allows any county, city, special district, school district, or joint powers authority to establish, upon approval of two-thirds of the voters in the district, a "Community Facilities District" (CFD) for the purpose of selling tax-exempt bonds to finance public improvements and services.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

Non-Major Governmental Funds

The District reports the following non-major governmental funds categorized by the fund type:

Special Revenue Funds: Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The District maintains the following nonmajor special revenue funds:

Associated Student Body Fund: This fund is used to account separately for the activities of associated student body organizations operated by the District.

Adult Education Fund: This fund is used to account separately for federal, state, and local revenues that are restricted or committed for adult education programs.

Child Development Fund: This fund is used to account separately for federal, state, and local revenues to operate child development programs.

Cafeteria Special Revenue Fund: This fund is used to account separately for federal, state, and local resources to operate the food service program (*Education Code §38091 through §38093*). The Cafeteria Special Revenue Fund shall be used only for those expenditures authorized by the governing board as necessary for the operation of the District's food service program (*Education Code §38091 and §38100*).

Deferred Maintenance Fund: This fund is used to account separately for revenues that are restricted or committed for deferred maintenance purposes (*Education Code §17582*).

Capital Projects Funds: Capital projects funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds). The District maintains the following nonmajor capital projects funds:

Capital Facilities Fund: The Capital Facilities Fund is used primarily to account separately for moneys received from fees levied on developers or other agencies as a condition of approving a development (*Education Code §17620 through §17626*). The authority for these levies may be county or city ordinances (*Government Code §65970 through §65981*) or private agreements between the District and the developer. All funds, including interest earned, are restricted to the purposes specified in *Government Code §65970 through §65981* or *Government Code §65995*, or items specified in agreements with the developer (*Government Code §66006*).

Debt Service Funds: Debt service funds are established to account for the accumulation of resources for and the payment of principal and interest on general long-term debt. The District maintains the following nonmajor debt service fund:

Bond Interest and Redemption Fund: The Bond Interest and Redemption Fund is used for the repayment of bonds issued for the District (*Education Code §15125 through §15262*). The County of San Diego Auditor maintains control over the District's Bond Interest and Redemption Fund. The principal and interest on the bonds must be paid by the County Treasurer from taxes levied by the County Auditor-Controller.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

Proprietary Funds

Enterprise Fund: Enterprise funds are used to account for an activity for which a fee is charged to external users for goods or services. An enterprise fund is accounted for on the accrual basis. Capital assets and long-term liabilities are recorded in the fund. All revenues and expenses are recorded, regardless of when they are received or paid. The District reports the following enterprise fund:

Child Care Services Fund: This fund accounts for the activities of the District's fee based child care program.

Internal Service Funds: Internal service funds are created principally to render services to other organizational units of the District on a cost-reimbursement basis. These funds are designed to be self-supporting with the intent of full recovery of costs, including some measure of the cost of capital assets, through user fees and charges. The District reports the following internal service fund:

Self-Insurance Fund: The self-insurance fund is used to separate moneys received for self-insurance activities from other operating funds of the District. (*Education Code §17566*).

Fiduciary Funds

Trust and Custodial Funds: Trust and agency funds are used to account for assets held in a trustee or agent capacity for others that cannot be used to support the District's own programs. The key distinction between trust and agency funds is that trust funds are subject to a trust agreement that affects the degree of management involvement and the length of time that the resources are held. The District maintains the following custodial fund:

Foundation Private-Purpose Trust Fund: This fund is used to account separately for gifts or bequests per *Education Code §41031* that benefit individuals, private organizations, or other governments and under which neither principal nor income may be used for purposes that support the District's own programs. The contributions and use of funds is restricted to purposes outlined in the trust documents.

4. Basis of Accounting – Measurement Focus

Government-Wide, Proprietary, and Fiduciary Financial Statements. The government-wide, proprietary, and fiduciary financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

Governmental Fund Financial Statements. The governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources.

When the District incurs an expenditure or expense for which both restricted and unrestricted resources may be used, it is the District's policy to use restricted resources first, then unrestricted resources.

5. Encumbrances

Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid or at year end, whichever is sooner.

6. Budgets and Budgetary Accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. By state law, the District's governing board must adopt a final budget no later than July 1st. A public hearing must be conducted to receive comments prior to adoption. The District's governing board has satisfied these requirements.

These budgets are revised by the District's governing board and district superintendent during the year to give consideration to unanticipated income and expenditures.

Formal budgetary integration was used as a management control device during the year for all budgeted funds. The District employs budget control by minor object and by individual appropriation accounts.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

7. Revenues and Expenses

a. Revenues – Exchange and Non-Exchange

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or expected to be collected soon enough thereafter, to be used to pay liabilities of the current fiscal year. Generally, available is defined as collectible within 60 days. However, to achieve comparability of reporting among California districts and so as to not distort normal revenue patterns, with specific respect to reimbursement grants and corrections to State-aid apportionments, the California Department of Education has defined available for districts as collectible within one year. The following revenue sources are considered to be both measurable and available at fiscal year-end: State apportionments, property taxes, interest, certain grants, and other local sources.

Non-exchange transactions are transactions in which the District receives value without directly giving equal value in return, including property taxes, certain grants, entitlements, and donations. Revenue from property taxes is recognized in the fiscal year in which the taxes are received. Revenue from certain grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include time and purpose restrictions. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

b. Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable, and typically paid within 90 days. Principal and interest on long-term obligations, which has not matured, are recognized when paid in the governmental funds as expenditures. Allocations of costs, such as depreciation and amortization, are not recognized in the governmental funds but are recognized in the government-wide financial statements.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

8. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Fund Balance and Net Position

a. Deposits and Investments

Cash balances held in banks and in revolving funds are insured to \$250,000 by the Federal Depository Insurance Corporation (FDIC). All cash held by the financial institutions is fully insured or collateralized. For purposes of the statement of cash flows, highly liquid investments are considered to be cash equivalents if they have a maturity of three months or less when purchased.

In accordance with Education Code §41001, the District maintains substantially all its cash in the San Diego County Treasury. The county pools these funds with those of other districts in the county and invests the cash. These pooled funds are carried at cost, which approximates market value. Interest earned is deposited quarterly into participating funds, except for the Tax Override Funds, in which interest earned is credited to the general fund. Any investment losses are proportionately shared by all funds in the pool.

The county is authorized to deposit cash and invest excess funds by California Government Code §53648 et seq. The funds maintained by the county are either secured by federal depository insurance or are collateralized.

Information regarding the amount of dollars invested in derivatives with San Diego County Treasury was not available.

b. Stores Inventories and Prepaid Expenditures

Inventories are recorded using the purchases method in that the cost is recorded as an expenditure at the time individual inventory items are purchased. Inventories are valued using the first-in/first-out (FIFO) method and consist of expendable supplies held for consumption. Reported inventories are equally offset by a non-spendable fund balance designation, which indicates that these amounts are not “available for appropriation and expenditure” even though they are a component of net current assets.

The District has the option of reporting an expenditure in governmental funds for prepaid items either when purchased or during the benefiting period. The District has chosen to report the expenditures during the benefiting period.

c. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of the donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. A capitalization threshold of \$5,000 is used.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

Capital assets are being depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Life</u>
Buildings & Improvements	20 - 50 Years
Land Improvements	10 - 25 Years
Equipment	5 - 15 Years

d. Lease Assets & Lease Liabilities

A lease is defined as a contract that conveys control of the right to use another entity's nonfinancial asset (the underlying asset) as specified in the contract for a period of time in an exchange or exchange-like transaction. Examples of nonfinancial assets include buildings, land, vehicles and equipment. In accordance with GASB Statement 87, the District records lease assets and lease liabilities with a capitalization threshold of \$5,000. Lease assets are amortized over the shorter of the useful life of the underlying asset (as defined in capital assets policy) or the lease term. Lease liabilities are reduced as principal payments on the lease are made.

e. Subscription Assets & Subscription Liabilities

A subscription based information technology arrangement (SBITA) is a contract that conveys control of the right to use another party's information technology software, alone or in combination with tangible capital assets, as specified in the contract for a period of time in an exchange or exchange-like transaction. SBITAs result in a subscription asset and subscription liability on the date of inception in accordance with GASB Statement 96 which are recorded at present value using an imputed interest rate based on the best available borrowing rate for the District in the year of inception. The District has established a capitalization threshold for subscription assets and liabilities of \$5,000. The subscription assets are amortized over the subscription term. The subscription liabilities are reduced as principal payments on the agreements are paid.

f. Compensated Absences

Accumulated unpaid employee vacation benefits are recognized as liabilities of the District. The balance of the liabilities is recognized in the government-wide financial statements at year end.

Accumulated sick leave benefits are not recognized as liabilities of the District. The District's policy is to record sick leave as an operating expense in the period taken since such benefits do not vest nor is payment probable; however, unused sick leave is added to the creditable service period for calculation of retirement benefits when the employee retires.

g. Unearned Revenue

Unearned revenue arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the District prior to the occurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for unearned revenue is removed from the combined balance sheet and revenue is recognized.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

h. Interfund Activity

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers in and Transfers Out are netted and presented as a single "Transfers" line on the government-wide statement of activities. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line of the government-wide statement of net position.

i. Fund Balances – Governmental Funds

Fund balances of the governmental funds are classified as follows:

Nonspendable Fund Balance represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid items) or legally required to remain intact (such as revolving cash accounts or principal of a permanent fund).

Restricted Fund Balance represents amounts that are subject to externally imposed and legally enforceable constraints. Such constraints may be imposed by creditors, grantors, contributors, or laws or regulations, or may be imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance represents amounts that can only be used for a specific purpose because of a formal action by the District's governing board. Committed amounts cannot be used for any other purpose unless the governing board removes those constraints by taking the same type of formal action. Committed fund balance amounts may be used for other purposes with appropriate due process by the governing board. Commitments are typically done through adoption and amendment of the budget or resolution. Committed fund balance amounts differ from restricted balances in that the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.

Assigned Fund Balance represents amounts which the District intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the governing board or by an official or body to which the governing board delegates the authority. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service, or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the general fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the District itself.

Unassigned Fund Balance represents amounts which are unconstrained in that they may be spent for any purpose. Only the general fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

When an expenditure is incurred for a purpose for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

j. Minimum Fund Balance Policy

The District is committed to maintaining a prudent level of financial resources to protect against the need to reduce the service levels because of temporary revenue shortfalls or unpredicted expenses. The District's minimum fund balance policy requires a reserve for economic uncertainties, consisting of unassigned amounts equal to 2% of the general fund operating expenses and other financing uses.

k. GASB 54 Fund Presentation

GASB Statement No. 54 defines a special revenue fund as a fund that has a special revenue source that is either restricted or committed to the financing of particular activities, that compose a substantial portion of the inflows of the fund, and that are reasonably expected to continue. The Special Reserve Fund for other than Capital Outlay (Fund 17) does not have continuing revenue sources that are either restricted or committed in nature. As such this fund does not meet the definition of special revenue funds under the provisions of GASB Statement No. 54. This fund has been combined with the general fund for reporting purposes.

l. Deferred Inflows and Deferred Outflows of Resources

Deferred outflows of resources is a consumption of net position that is applicable to a future reporting period. Deferred inflows of resources is an acquisition of net position that is applicable to a future reporting period. Deferred outflows of resources and deferred inflows of resources are recorded in accordance with GASB Statement numbers 63 and 65.

m. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources relating to pension, deferred inflows of resources relating to pension, pension expense, information about the fiduciary net position of the CalPERS Schools Pool Cost-Sharing Multiple-Employer Plan (CalPERS Plan) and CalSTRS Schools Pool Cost-Sharing Multiple Employer Plan (CalSTRS Plan), and additions to/deductions from the CalPERS Plan and CalSTRS Plan fiduciary net positions have been determined on the same basis as they are reported by the CalPERS Financial Office and CalSTRS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain timeframes. For this report, the following time frames are used:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Measurement Period	July 1, 2021 to June 30, 2022

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

9. Postemployment Benefits Other than Pensions (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources related to OPEB and deferred inflows of resources related to OPEB, and OPEB expense have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms.

Generally accepted accounting principles require the reported results must pertain to liability and asset information within certain defined timeframes. For this report the following timeframes are used:

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Measurement Period	July 1, 2022 to June 30, 2023

10. Property Taxes

Secured property taxes attach as an enforceable lien on property as of January 1. Taxes are payable in two installments on November 1 and February 1 and become delinquent on December 10 and April 10, respectively. Unsecured property taxes are payable in one installment on or before August 31. The County Auditor-Controller bills and collects the taxes on behalf of the District. Local property tax revenues are recorded when received.

11. Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

12. Fair Value Measurements

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles as defined by Governmental Accounting Standards Board (GASB) Statement No. 72. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The hierarchy is detailed as follows:

Level 1 Inputs:	Quoted prices (unadjusted) in active markets for identical assets or liabilities that a government can access at the measurement date.
Level 2 Inputs:	Inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly.
Level 3 Inputs:	Unobservable inputs to an asset or liability.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

13. New Accounting Pronouncements

The District has adopted accounting policies compliant with new pronouncements issued by the Government Accounting Standards Board (GASB) that are effective for the fiscal year ended June 30, 2023. Those newly implemented pronouncements are as follows:

Description	Date Issued
GASB Statement 91, Conduit Debt Obligations	05/2019
GASB Statement 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements	03/2020
GASB Statement 96, Subscription Based Information Technology Arrangements	05/2020
GASB Statement 99, Omnibus 2022 (Portions related to leases, PPPs, and SBITAs)	04/2022
GASB Implementation Guide 2021-1, Implementation Guidance Update - 2021 (Except Question 5.1)	05/2021

The implementation of new accounting guidelines resulted in the following changes during the fiscal year ended June 30, 2023:

- Subscription based information technology arrangements (SBITAs) were previously accounted for as a current expense in the years the subscription payments were made. Under the provisions of GASB Statement No. 96 long-term subscriptions are recorded on the government wide statement of net position as subscription assets which are amortized over the life of the agreement, and subscription liabilities which are reduced over the life of the agreement by principal payments.

Implementation of these standards did not result in any additional changes to financial accounting or reporting for the District.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

B. Compliance and Accountability

1. Finance Related Legal and Contractual Provisions

In accordance with GASB Statement No. 38, "Certain Financial Statement Note Disclosures", violations of finance-related legal and contractual provisions, if any are reported below, along with actions taken to address such violations:

<u>Violation</u>	<u>Action Taken</u>
None Reported	Not Applicable

2. Deficit Fund Balance or Fund Net Position of Individual Funds

The following funds are funds having deficit fund balances or fund net position at year end, if any, along with remarks which address such deficits:

<u>Fund Name</u>	<u>Deficit Amount</u>	<u>Remarks</u>
Childcare Enterprise Fund	\$ 7,049,246	The enterprise fund is in a deficit as a result of recording net pension liability in accordance with GASB Statement No. 68 and net OPEB liability in accordance with GASB Statement No. 75.

C. Fair Value Measurements

The District's investments at June 30, 2023, categorized within the fair value hierarchy established by generally accepted accounting principles, were as follows:

	<u>Amount</u>	<u>Fair Value Measurement Using</u>		
		<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
External investment pools measured at fair value				
San Diego County Treasury	\$ 208,254,372	\$ -	\$ 208,254,372	\$ -
JPA Deposit in San Diego County Treasury	142,390	-	142,390	-
Total external investment pools measured at fair value	208,396,762	-	208,396,762	-
Other Investments by fair value level				
Money Market Funds	180,002,269	180,002,269	-	-
Total other investments by fair value level	180,002,269	180,002,269	-	-
Total Investments Measured at Fair Value	\$ 388,399,031	\$ 180,002,269	\$ 208,396,762	\$ -

The District is considered to be an involuntary participant in an external investment pool as the District is required to deposit all receipts and collections of monies with their County Treasurer (Education Code §41001). The fair value of the District's investments in the pool is reported in the accounting financial statements as amounts based upon the District's pro-rata share of the fair value provided by the County Treasurer for the entire portfolio (in relation to the amortized cost of the portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

The San Diego County Treasury is not registered with the Securities and Exchange Commission (SEC) as an investment company; however, the County Treasury acts in accordance with investment policies monitored by a Treasury Oversight Committee consisting of members appointed by participants in the investment pool and up to five members of the public having expertise, or an academic background in, public finance. In addition, the County Treasury is audited annually by an independent auditor.

D. Cash and Investments

As of June 30, 2023 the District held the following cash and investments:

	General Fund	Special Reserve Fund for Capital Outlay	Blended Component Unit Fund Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
Cash in County Treasury	\$ 139,585,746	\$ 11,852,771	\$ -	\$ 45,954,738	\$ 197,393,255
Cash in County Treasury - FMV Adjustment	(3,807,229)	(323,286)	-	(1,253,423)	(5,383,938)
Cash in Banks	176,263	-	-	5,089,257	5,265,520
Revolving Cash Accounts	300,510	-	-	1,100	301,610
Cash with Fiscal Agents	-	-	180,002,269	-	180,002,269
Total Cash and Investments	<u>\$ 136,255,290</u>	<u>\$ 11,529,485</u>	<u>\$ 180,002,269</u>	<u>\$ 49,791,672</u>	<u>\$ 377,578,716</u>

	Childcare Enterprise Fund	Self-Insurance Fund	Foundation Private- Purpose Trust Fund
Cash in County Treasury	\$ 7,366,382	\$ 8,989,682	\$ 344,503
Cash in County Treasury - FMV Adjustment	(200,920)	(245,195)	(9,397)
Cash in Banks	252,147	112,621	-
Cash with Fiscal Agents	-	142,390	-
Total Cash and Investments	<u>\$ 7,417,609</u>	<u>\$ 8,999,498</u>	<u>\$ 335,106</u>

1. Cash in County Treasury

In accordance with Education Code §41001, the District maintains substantially all of its cash in the San Diego County Treasury as part of the common investment pool (\$214,093,822 as of June 30, 2023). The fair value of the District's portion of this pool as of that date, as provided by the pool sponsor, was \$208,254,372. Assumptions made in determining the fair value of the pooled investment portfolios are available from the County Treasurer.

2. Cash on Hand, In Banks, and in Revolving Fund

Cash balances on hand and in banks (\$5,630,288 as of June 30, 2023) and in revolving fund (\$301,610 as of June 30, 2023) are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC).

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

3. Cash with Fiscal Agent

The District's cash with fiscal agent at June 30, 2023 consisted of \$180,002,269 held in money market accounts on behalf of the blended component units and \$142,390 held by a joint powers authority on behalf of the District's self-insurance program.

4. Investments Authorized by the California Government Code and the District's Investment Policy

The table below identifies the investment types that are authorized for the District by the California Government Code (or the District's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the District's investment policy where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the District, rather than the general provisions of the California Government Code or the District's investment policy.

<u>Authorized Investment Type</u>	<u>Maximum Remaining Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
Local Agency Bonds, Notes, Warrants	5 Years	None	None
Registered State Bonds, Notes, Warrants	5 Years	None	None
U.S. Treasury Obligations	5 Years	None	None
U.S. Agency Securities	5 Years	None	None
Banker's Acceptance	180 Days	40%	30%
Commercial Paper	270 Days	25%	10%
Negotiable Certificates of Deposit	5 Years	30%	None
Repurchase Agreements	1 Year	None	None
Reverse Repurchase Agreements	92 Days	20% of Base	None
Medium-Term Corporate notes	5 Years	30%	None
Mutual Funds	N/A	20%	10%
Money Market Mutual Funds	N/A	20%	10%
Mortgage Pass-Through Securities	5 Years	20%	None
County Pooled Investment Funds	N/A	None	None
Local Agency Investment Fund	N/A	None	None
Joint Powers Authority Pools	N/A	None	None

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

5. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the District was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The county treasury is restricted by Government Code §53635 pursuant to §53601 to invest only in time deposits, U.S. government securities, state registered warrants, notes or bonds, State Treasurer's investment pool, bankers' acceptances, commercial paper, negotiable certificates of deposit, and repurchase or reverse repurchase agreements. The ratings of securities by nationally recognized rating agencies are designed to give an indication of risk.

At June 30, 2023, credit risk for the District's investments was as follows:

<u>Investment Type</u>	<u>Rating</u>	<u>Rating Agency</u>	<u>Amount</u>
County Treasurer's Investment Pool	Unrated	Not Applicable	\$ 208,254,372
Deposit with JPA	Unrated	Not Applicable	142,390
Money Market Funds	Aa1	Moody's	180,002,269
Total			<u>\$ 388,399,031</u>

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name. The California Government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the District's name.

At June 30, 2023, the District bank accounts were held in institutions which held insurance for the entire amount, but not in the District's name and as such the District was exposed to custodial credit risk for all amounts in excess of the FDIC insurance limitations per banking institution (\$5,371,887 as of June 30, 2023).

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The investment policy of the District contains no limitations on the amount that can be invested in any one issuer beyond the amount stipulated by the California Government Code. Investments in any one issuer that represent five percent or more of the total investments are either an external investment pool and are therefore exempt. As such, the District was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District maintains pooled investments with the San Diego County Treasury with a fair value of \$208,254,372. The average weighted maturity for this pool was 438 days at June 30, 2023.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the District was not exposed to foreign currency risk.

6. Investment Accounting Policy

The District is required by GASB Statement No. 31 to disclose its policy for determining which investments, if any, are reported at amortized cost. The District's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

The District's investments in external investment pools are reported at an amount determined by the fair value per share of the pool's underlying portfolio, unless the pool is a 2a7-like, in which case they are reported at share value. A 2a7-like pool is one which is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

E. Accounts Receivable

There are no significant receivables which are not scheduled for collection within one year of year end. Accounts receivable balances as of June 30, 2023, consisted of:

			Blended Component Unit Fund		
	General Fund	Special Reserve Fund for Capital Outlay	Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
Federal Government					
Title I	\$ 562,037	\$ -	\$ -	\$ -	\$ 562,037
ESSER/GEER	673,360	-	-	-	673,360
Special Education	8,221,365	-	-	-	8,221,365
Child Nutrition Funding	-	-	-	2,959,919	2,959,919
Other Federal Programs	466,333	-	-	118,397	584,730
State Government					
Local Control Funding Formula	90,156	-	-	-	90,156
Lottery	2,162,649	-	-	-	2,162,649
Special Education	495,260	-	-	-	495,260
Arts, Music & Instructional Materials	8,879,312	-	-	-	8,879,312
Child Nutrition Funding	-	-	-	1,125,444	1,125,444
Other State Programs	285,114	-	-	162,696	447,810
Local Government					
Interest	1,168,642	104,176	8,578	170,176	1,451,572
After School Program	370,352	-	-	-	370,352
Other Local Grants	35,000	-	-	-	35,000
Other Local Sources					
Foundations, Boosters & PTAs	264,511	-	-	-	264,511
Other Local Sources	615,199	-	-	35,645	650,844
Total Accounts Receivable	<u>\$ 24,289,290</u>	<u>\$ 104,176</u>	<u>\$ 8,578</u>	<u>\$ 4,572,277</u>	<u>\$ 28,974,321</u>
	Childcare Enterprise Fund	Self-Insurance Fund	Foundation Private- Purpose Trust Fund		
Local Government					
Interest	\$ 67,038	\$ 72,981	\$ 2,859		
Other Local Sources					
Fees for Services	94,238	901,399	-		
Total Accounts Receivable	<u>\$ 161,276</u>	<u>\$ 974,380</u>	<u>\$ 2,859</u>		

F. Prepaid Expenditures/Expenses

Prepaid expenditures/expenses for the year ended June 30, 2023, consisted of:

	Non-Major Governmental Funds	Self-Insurance Fund
Prepaid Service Contracts	\$ 34,409	\$ -
Prepaid Insurance	-	400,000
Total Prepaid Expenditures/Expenses	<u>\$ 34,409</u>	<u>\$ 400,000</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

G. Leases Receivable

The District's lease receivable is measured at the present value of lease payments expected to be received during the lease term. Under the lease agreement, the District may receive variable lease payments that are dependent upon the lessee's revenue. Any variable payments are recorded as an inflow of resources in the period the payment is received. To determine present value of the lease payments, the District utilized imputed interest rates ranging from 0.2% to 6.572% based on the District's borrowing rates in the year the leases were recorded.

A deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

Leases receivable as of June 30, 2023, consisted of the following:

Description	Number of Contracts	Balance Beginning of Year	Current Year Additions	Current Year Principal Collected	Balance End of Year
Cell Towers	17	\$ 6,355,923	\$ -	\$ 536,384	\$ 5,819,539
Building	1	82,320	-	39,321	42,999
Total Leases Receivable		<u>\$ 6,438,243</u>	<u>\$ -</u>	<u>\$ 575,705</u>	<u>\$ 5,862,538</u>

Deferred inflows of resources related to leases receivable as of June 30, 2023, consisted of the following:

Description	Number of Contracts	Balance Beginning of Year	Current Year Additions	Current Year Amortization	Balance End of Year
Cell Towers	17	\$ 6,275,305	\$ -	\$ 610,318	\$ 5,664,987
Building	1	81,952	-	39,337	42,615
Total Deferred Inflows		<u>\$ 6,357,257</u>	<u>\$ -</u>	<u>\$ 649,655</u>	<u>\$ 5,707,602</u>

Future receipts on the leases receivable and amortization of the deferred inflows of resources, as of June 30, 2023, are expected as follows:

Year Ended June 30,	Principal Receivable	Interest Receivable	Total Receivable	Deferred Inflow Amortization
2024	\$ 586,898	\$ 11,363	\$ 598,261	\$ 649,655
2025	543,687	10,053	553,740	591,631
2026	535,568	8,961	544,529	550,039
2027	511,782	7,925	519,707	518,355
2028	475,810	6,928	482,738	481,726
Thereafter	3,208,793	43,570	3,252,363	2,916,196
Total	<u>\$ 5,862,538</u>	<u>\$ 88,800</u>	<u>\$ 5,951,338</u>	<u>\$ 5,707,602</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

H. Capital Assets, Lease Assets and Subscription Assets

Capital asset, lease asset and subscription asset activity for the year ended June 30, 2023, was as follows:

<u>Governmental activities:</u>	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Capital assets not being depreciated:				
Land	\$ 94,492,626	\$ -	\$ -	\$ 94,492,626
Work in progress	26,409,547	19,993,261	41,827,421	4,575,387
Total capital assets not being depreciated	120,902,173	19,993,261	41,827,421	99,068,013
Capital assets being depreciated:				
Land improvements	98,944,507	3,067,634	-	102,012,141
Buildings and improvements	1,033,044,533	38,759,788	-	1,071,804,321
Equipment	58,399,525	4,556,593	-	62,956,118
Total capital assets being depreciated	1,190,388,565	46,384,015	-	1,236,772,580
Less accumulated depreciation for:				
Land improvements	(55,531,137)	(4,381,184)	-	(59,912,321)
Buildings and improvements	(357,812,268)	(23,492,867)	-	(381,305,135)
Equipment	(43,613,246)	(2,325,935)	-	(45,939,181)
Total accumulated depreciation	(456,956,651)	(30,199,986)	-	(487,156,637)
Total capital assets, net	854,334,087	36,177,290	41,827,421	848,683,956
Lease assets:				
Facilities and Equipment	2,586,511	1,769,582	-	4,356,093
Less accumulated amortization	(217,996)	(853,253)	-	(1,071,249)
Total lease assets	2,368,515	916,329	-	3,284,844
Subscription assets:				
Information technology licenses	-	921,322	-	921,322
Less accumulated amortization	-	(307,532)	-	(307,532)
Total subscription assets	-	613,790	-	613,790
Total Capital, Lease & Subscription Assets, Net	\$ 856,702,602	\$ 37,707,409	\$ 41,827,421	\$ 852,582,590
<u>Business-Type Activities</u>	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Capital assets being depreciated:				
Land improvements	\$ 145,468	\$ -	\$ -	\$ 145,468
Buildings and improvements	4,767,384	-	-	4,767,384
Total capital assets being depreciated	4,912,852	-	-	4,912,852
Less accumulated depreciation for:				
Land improvements	(3,637)	(7,273)	-	(10,910)
Buildings and improvements	(2,913,401)	(105,942)	-	(3,019,343)
Total accumulated depreciation	(2,917,038)	(113,215)	-	(3,030,253)
Total capital assets, net	1,995,814	(113,215)	-	1,882,599
Lease assets:				
Equipment	192,503	-	-	192,503
Less accumulated amortization	(24,414)	(46,164)	-	(70,578)
Total lease assets	168,089	(46,164)	-	121,925
Total Capital, Lease & Subscription Assets, Net	\$ 2,163,903	\$ (159,379)	\$ -	\$ 2,004,524

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

Depreciation and amortization were charged to functions as follows:

<i>Governmental Activities</i>		
	Depreciation by Function	Amortization by Function
Instruction	\$ 17,615,375	\$ 1,160,785
Instruction Related Services	5,002,247	-
Pupil Services	1,890,311	-
Ancillary Services	42,306	-
Self-Insured Activities	5,089	-
General Administration	859,025	-
Plant Services	4,785,633	-
Total	<u>\$ 30,199,986</u>	<u>\$ 1,160,785</u>

<i>Business-Type Activities</i>		
	Depreciation by Function	Amortization by Function
Childcare Enterprise Activities	<u>\$ 113,215</u>	<u>\$ 46,164</u>

I. Interfund Balances & Activities

1. Due To and From Other Funds

Balances due to and due from other funds at June 30, 2023, consisted of the following:

Interfund Receivable (Due From Other Funds)	Interfund Payable (Due To Other Funds)	Amount	Purpose
General Fund	Special Reserve Capital Outlay	\$ 538,716	Program transfer and cell tower adjustments
General Fund	Nonmajor Governmental Funds	389,727	Indirect costs and expenditure reimbursement
General Fund	Childcare Enterprise Fund	556,805	Indirect costs and expenditure reimbursement
General Fund	Self-Insurance Fund	1,912,851	OPEB expenditure reimbursement
General Fund	Self-Insurance Fund	901,842	Payroll and expenditure reimbursement
Special Reserve Capital Outlay	General Fund	318,927	Cell tower payment and construction projects
Nonmajor Governmental Funds	General Fund	2,000,000	Deferred maintenance contribution
Nonmajor Governmental Funds	General Fund	479,106	Expenditure adjustments and reimbursement
Nonmajor Governmental Funds	Childcare Enterprise Fund	6,375	Meal reimbursement
Childcare Enterprise Fund	General Fund	1,034,504	Reimburse interprogram expenditures
Childcare Enterprise Fund	Nonmajor Governmental Funds	202,415	Reimburse interprogram expenditures
Self-Insurance Fund	General Fund	6,126,606	OPEB contributions and allocations
Self-Insurance Fund	General Fund	3,017,270	COBRA reimbursement and other expenditures
Self-Insurance Fund	Nonmajor Governmental Funds	95,869	OPEB contributions and allocations
Self-Insurance Fund	Childcare Enterprise Fund	102,357	OPEB contributions and allocations
	Totals	<u>\$ 17,683,370</u>	

Poway Unified School District
Notes to the Financial Statements, Continued
For the Year Ended June 30, 2023

2. Transfers To and From Other Funds

Transfers to and from other funds at June 30, 2023, consisted of the following:

Transfers In	Transfers Out	Amount	Purpose
General Fund	Special Reserve Capital Outlay	\$ 538,716	Program transfer and cell tower adjustments
General Fund	Blended Component Unit - Capital Projects	1,095,761	CFD reimbursement
General Fund	Nonmajor Governmental Funds	45,983	Developer's fee and program transfer
General Fund	Self-Insurance Fund	1,912,851	OPEB expenditure reimbursement
Special Reserve Capital Outlay	General Fund	301,611	Capital projects fund transfers
Blended Component Unit - Capital Projects	General Fund	8,579	CFD reimbursement overpayment
Blended Component Unit - Debt Service	Blended Component Unit - Capital Projects	94,465,516	Debt service payments
Nonmajor Governmental Funds	General Fund	2,000,000	Deferred maintenance contribution
Nonmajor Governmental Funds	General Fund	163,132	Expenditure adjustments and reimbursement
Self-Insurance Fund	General Fund	4,327,218	OPEB and flex account transfers
Self-Insurance Fund	Nonmajor Governmental Funds	40,284	OPEB transfers
Self-Insurance Fund	Childcare Enterprise Fund	28,007	OPEB transfers
	Totals	<u>\$ 104,927,658</u>	

J. Accounts Payable

Accounts payable balances in the fund financial statements as of June 30, 2023, consisted of:

	General Fund	Special Reserve Fund for Capital Outlay	Non-Major Governmental Funds	Total Governmental Funds
Vendors Payable	\$ 13,150,311	\$ 10,890	\$ 608,835	\$ 13,770,036
Due to Grantor Government	5,033,422	-	137,548	5,170,970
Payroll and Related Benefits	2,239,251	-	-	2,239,251
Total Accounts Payable	<u>\$ 20,422,984</u>	<u>\$ 10,890</u>	<u>\$ 746,383</u>	<u>\$ 21,180,257</u>

	Childcare Enterprise Fund	Self-Insurance Fund
Vendors Payable	\$ 276,136	\$ 938,116
Payroll and Related Benefits	448,284	-
IBNR Liability	-	751,442
Total Accounts Payable	<u>\$ 724,420</u>	<u>\$ 1,689,558</u>

Accounts payable balances on the government-wide financial statements as of June 30, 2023, consisted of:

	Governmental Activities	Business-Type Activities	Total Government-Wide
Vendors Payable	\$ 14,708,152	\$ 276,136	\$ 14,984,288
Due to Grantor Government	5,170,970	448,284	5,619,254
Payroll and Related Benefits	2,239,251	-	2,239,251
IBNR Liability	751,442	-	751,442
Accrued Interest	7,617,925	-	7,617,925
Total Accounts Payable	<u>\$ 30,487,740</u>	<u>\$ 724,420</u>	<u>\$ 31,212,160</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

K. Unearned Revenue

Unearned revenue balances as of June 30, 2023, consisted of:

	General Fund	Special Reserve Fund for Capital Outlay	Non-Major Governmental Funds	Total Governmental Funds
Federal Government				
ESSER/GEER	\$ 345,345	\$ -	\$ -	\$ 345,345
Other Federal Programs	21,553	-	-	21,553
State Government				
Universal Pre-Kindergarten	1,307,159	-	-	1,307,159
Career and Technical Education	2,024,362	-	-	2,024,362
In-Person Instruction Grant	339,667	-	-	339,667
Child Development	-	-	240,189	240,189
Local Government				
Other Local Grants	385,454	-	-	385,454
Other Local Sources				
Child Nutrition Accounts	-	-	613,319	613,319
Other Local Sources	401,387	17,317	-	418,704
Total Unearned Revenue	<u>\$ 4,824,927</u>	<u>\$ 17,317</u>	<u>\$ 853,508</u>	<u>\$ 5,695,752</u>

L. Short Term Debt Activity

The District accounts for short-term debts for maintenance purposes through the General Fund. The proceeds from loans are shown in the financial statements as other financing sources. During the year ended June 30, 2023, the District did not enter into any short-term debt agreements.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

M. Adjustment to Beginning Net Position

As of June 30, 2023, the District is recording corrections to beginning net position resulting from errors in prior year calculations as follows:

	<u>Governmental Activities</u>
Net Position as Stated in 6/30/2022 Audit Report	\$ (269,227,463)
Adjustments and Corrections to:	
Lease Assets	(2,058,452)
Lease Receivable	(2,398,629)
Deferred Outflows/(Inflows) for Refunding Losses	8,840,491
Special Tax Bonds	53,266
Net Pension Liability	(20,940,376)
Deferred Outflows/(Inflows) for Pension	33,955,479
Deferred Outflows/(Inflows) for OPEB	(71,506)
Deferred (Inflows) for Leases Receivable	<u>2,394,889</u>
Total Adjustments and Corrections	<u>19,775,162</u>
Beginning Net Position, As Restated	<u><u>\$ (249,452,301)</u></u>

Poway Unified School District
Notes to the Financial Statements, Continued
For the Year Ended June 30, 2023

N. Fund Balance Classifications of the Governmental Funds

Ending fund balance classifications of the governmental funds for the year ended June 30, 2023 consisted of:

			Blended Component Unit Fund		
	General Fund	Special Reserve Fund for Capital Outlay	Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
Nonspendable Fund Balance					
Revolving Cash Fund	\$ 300,510	\$ -	\$ -	\$ 1,100	\$ 301,610
Inventory	484,392	-	-	538,704	1,023,096
Prepaid Expenditures	-	-	-	34,409	34,409
Total Nonspendable Fund Balance	<u>784,902</u>	<u>-</u>	<u>-</u>	<u>574,213</u>	<u>1,359,115</u>
Restricted Fund Balance					
Capital Projects	17,220	6,547,083	180,010,847	9,886,792	196,461,942
Debt Service	-	-	-	25,073,556	25,073,556
Educational Programs	48,386,286	-	-	394,586	48,780,872
Child Nutrition Program	1,698,087	-	-	14,121,396	15,819,483
Associated Student Body	-	-	-	1,676,905	1,676,905
Other Purposes	3,793,655	-	-	-	3,793,655
Total Restricted Fund Balance	<u>53,895,248</u>	<u>6,547,083</u>	<u>180,010,847</u>	<u>51,153,235</u>	<u>291,606,413</u>
Committed Fund Balance					
Capital Projects	8,000,000	-	-	-	8,000,000
Educational Programs	-	-	-	319,379	319,379
Deferred Maintenance	-	-	-	3,087,814	3,087,814
Program Stabilization	1,729,913	-	-	-	1,729,913
Total Committed Fund Balance	<u>9,729,913</u>	<u>-</u>	<u>-</u>	<u>3,407,193</u>	<u>13,137,106</u>
Assigned Fund Balance					
Capital Projects	-	4,993,518	-	-	4,993,518
Educational Programs	6,303,351	-	-	-	6,303,351
Total Assigned Fund Balance	<u>6,303,351</u>	<u>4,993,518</u>	<u>-</u>	<u>-</u>	<u>11,296,869</u>
Unassigned Fund Balance					
For Economic Uncertainty	10,002,205	-	-	-	10,002,205
Other Unassigned Fund Balance	46,388,970	-	-	-	46,388,970
Total Unassigned Fund Balance	<u>56,391,175</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,391,175</u>
Total Fund Balance	<u>\$ 127,104,589</u>	<u>\$ 11,540,601</u>	<u>\$ 180,010,847</u>	<u>\$ 55,134,641</u>	<u>\$ 373,790,678</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

O. Long Term Obligations

1. Long-Term Obligation Activity

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended June 30, 2023, are as follows:

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
Governmental Activities:					
General Obligation Bonds	\$ 537,273,909	\$ 28,281,579	\$ 18,902,948	\$ 546,652,540	\$ 21,062,021
Certificates of Participation	54,460,000	36,565,000	54,460,000	36,565,000	580,000
Special Tax Bonds	481,618,074	-	19,418,030	462,200,044	20,012,275
Leases Payable	4,462,432	113,770	1,095,205	3,480,997	1,139,478
Subscriptions Payable	-	921,322	397,393	523,929	380,580
Early Retirement Incentive*	7,052,465	-	2,924,525	4,127,940	1,375,980
Net Pension Liability*	242,562,514	125,087,298	-	367,649,812	-
Net OPEB Liability*	64,632,761	-	361,519	64,271,242	-
Compensated Absences Payable*	4,878,853	251,656	-	5,130,509	5,130,509
Total Governmental Activities	1,396,941,008	191,220,625	97,559,620	1,490,602,013	49,680,843
Business Type Activities:					
Leases Payable	168,189	-	39,986	128,203	40,066
Net Pension Liability*	10,696,873	4,954,104	-	15,650,977	-
Net OPEB Liability*	2,615,976	-	13,377	2,602,599	-
Compensated Absences Payable*	448,955	-	33,079	415,876	415,876
Total Business Type Activities	13,929,993	4,954,104	86,442	18,797,655	455,942
Total Long-Term Liabilities	\$ 1,410,871,001	\$ 196,174,729	\$ 97,646,062	\$ 1,509,399,668	\$ 50,136,785

*Other long-term liabilities

- Payments for general obligation bonds are made from the bond interest and redemption fund.
- Payments for certificates of participation are made from the debt service fund for blended component units.
- Payments for special tax bonds are made from the debt service fund for blended component units.
- Payments for leases payable are made from the general fund, the child development fund, the cafeteria fund, and the capital facilities fund.
- Payments for subscriptions payable are made from the general fund, the child development fund, and the cafeteria fund.
- Payments for early retirement incentive are made from the general fund.
- Payments for net pension liability are made from the general fund, the associated student body fund, the adult education fund, the child development fund, the cafeteria fund, and the childcare enterprise fund.
- Payments for net OPEB liability are made from the general fund, the adult education fund, the child development fund, the cafeteria fund, the childcare enterprise fund, and the self-insurance fund.
- Payments for compensated absences are made from the corresponding fund the employees salaries are charged to.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

2. Advance Refunding of Debt

GASB Statement No. 7, "Advance Refunding's Resulting in Defeasance of Debt," provides that refunded debt and assets placed in escrow for the payment of related debt service be excluded from the financial statements. As of June 30, 2023, outstanding balances of bond issues that have been refunded and defeased in-substance by placing existing assets and the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments are as follows:

<u>Bond Issue</u>	<u>Amount</u>
PFA 2013 Series A	\$ 15,999,721
PFA 2013 Series B	28,559,521
Total	<u>\$ 44,559,242</u>

3. General Obligation Bonds

The District's bonded debt consists of various issues of general obligation bonds that are generally callable with interest payable semiannually. Bond proceeds pay primarily for acquiring or constructing capital facilities. The District repays general obligation bonds from voter-approved property taxes.

On November 5, 2002 registered voters authorized the issuance of \$198,000,000 principal amount of general obligation bonds. Of the total amount originally authorized, \$3,699,234 remains unissued.

On February 5, 2008 registered voters authorized the issuance of \$179,000,000 principal amount of general obligation bonds. Of the total amount originally authorized, \$914 remains unissued.

General obligation bonds at June 30, 2023 consisted of the following:

	<u>Date of Issuance</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount of Original Issue</u>
2002 Election, Series B	10/19/06	4.50 - 5.00%	08/01/31	\$ 119,300,766
2008 Election, Series A	01/09/09	6.00 - 7.10%	08/01/33	73,998,936
2008 Election, Series B	07/28/11	6.56 - 7.12%	08/01/51	105,000,150
2014 Refunding	07/15/14	2.00 - 5.00%	08/01/30	100,325,000
2019 Refunding	09/26/19	1.912 - 2.414%	08/01/27	30,690,000
Total				<u>\$ 429,314,852</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2002 Election, Series B					
Principal	\$ 3,080,766	\$ -	\$ -	\$ 3,080,766	\$ -
Premium	252,979	-	-	252,979	-
Accreted Interest	6,318,395	725,592	-	7,043,987	-
Total 2002-B	9,652,140	725,592	-	10,377,732	-
2008 Election, Series A					
Principal	59,542,160	-	3,760,638	55,781,522	4,004,579
Premium	7,679,896	-	485,056	7,194,840	516,521
Accreted Interest	84,688,285	9,861,558	5,164,362	89,385,481	6,270,421
Total 2008-A	151,910,341	9,861,558	9,410,056	152,361,843	10,791,521
2008 Election, Series B					
Principal	105,000,150	-	-	105,000,150	-
Premium	21,360,189	-	-	21,360,189	-
Accreted Interest	127,966,540	17,694,429	-	145,660,969	-
Total 2008-B	254,326,879	17,694,429	-	272,021,308	-
2014 Refunding					
Principal	81,885,000	-	4,705,000	77,180,000	5,170,000
Premium	10,144,549	-	582,892	9,561,657	640,500
Total 2014	92,029,549	-	5,287,892	86,741,657	5,810,500
2019 Refunding					
Principal	29,355,000	-	4,205,000	25,150,000	4,460,000
Total 2019	29,355,000	-	4,205,000	25,150,000	4,460,000
Total GO Bonds	\$ 537,273,909	\$ 28,281,579	\$ 18,902,948	\$ 546,652,540	\$ 21,062,021

The annual requirements to amortize the bonds outstanding at June 30, 2023 are as follows:

Governmental Activities

Year Ended June 30,	Principal	Interest	Accreted Interest	Total
2024	\$ 13,634,579	\$ 13,409,763	\$ 6,270,421	\$ 33,314,763
2025	14,625,734	13,816,122	7,519,266	35,961,122
2026	15,632,316	14,220,942	8,927,684	38,780,942
2027	16,710,958	14,645,495	10,454,042	41,810,495
2028	17,743,169	15,078,429	12,246,831	45,068,429
2029-2033	79,840,875	48,888,000	124,884,125	253,613,000
2034-2038	43,799,905	-	199,095,095	242,895,000
2039-2043	32,578,240	-	232,951,491	265,529,731
2044-2048	20,877,835	-	249,843,018	270,720,853
2049-2053	10,748,827	-	208,282,917	219,031,744
Total	\$ 266,192,438	\$ 120,058,751	\$ 1,060,474,890	\$ 1,446,726,079

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

Accreted Interest

Amounts represented in the repayment schedule for accreted interest are reflective of 100% of amounts to be repaid. Amounts represented as accreted interest in the debt summary are reflective of amounts that have accrued as of June 30, 2023.

Accreted interest is the process of systematically increasing the carrying amount of capital appreciation bonds to their estimated value at the maturity date of the bond. The District imputes the effective interest rate, using the present value, the face value, and the period of the bond and multiplies the effective interest rate by the book value of the debt at the end of the period.

Premium/Discount

Bond premium arises when the market rate of interest is higher than the stated interest rate on the bond. Generally Accepted Accounting Principles (GAAP) require that the premium increase the face value of the bond and then amortize the premium over the life of the bond.

Bond discount arises when the market rate of interest is lower than the stated interest rate on the bond. Generally Accepted Accounting Principles (GAAP) require that the discount decrease the face value of the bond and then amortize the discount over the life of the bond. The discounts are amortized over the life of the bond using the effective interest rate method.

Effective interest on general obligation bonds issued at a premium are as follows:

	2002 Election, Series B	2008 Election, Series A	2008 Election, Series B	2014 Refunding
Total Interest Payments	\$ 104,659,742	\$ 186,726,064	\$ 876,562,178	\$ 51,357,792
Less Bond Premium	(9,796,466)	(9,544,567)	(21,360,189)	(12,429,039)
Net Interest Payments	94,863,276	177,181,497	855,201,989	38,928,753
PAR Amount of Bonds	119,300,766	73,998,936	105,000,150	100,325,000
Periods	25	17	50	17
Effective Interest Rate	3.18%	14.08%	16.29%	2.28%

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

4. Certificates of Participation

In June 2008 the District issued a series of lease revenue bonds totaling \$92,681,499. The bonds were secured by lease payments from the district to the Poway Unified School District Public Financing Authority for Westview High School. Legal provisions in the debt include a fully-funded reserve and rental interruption insurance covering two years of lease payments to offset abatement risk.

Dexia Credit Local (Dexia) provided the District with the initial Standby LOC. Starting in 2010, Dexia began notifying its American clients, including the District, that it would not renew their Standby LOCs upon the respective expiration dates. Prior to the Dexia Standby LOC expiration date in 2012, the District successfully replaced Dexia with US Bank, and restructured the 2007 LRBs under the 2012 Program by maintaining the Multimode Structure instead of having to convert to a Fixed-To-Maturity Rate Mode.

The District also added \$12,300,000 of funding for school facilities under the 2012 Program. The District's initial savings resulting from the lower interest rates under the Multimode Structure compared to the alternative higher Fixed-To-Maturity Interest rate levels approximate 1) \$17,727,326 for the total 2012 program; and 2) \$13,444,221 for the 2012 Program's 2007 LRB component only.

August 16, 2022 the District entered into an agreement with CN Financing, Inc. to issue certificates of participation for the 2012 School Facilities Restructuring Program in the amount of \$36,565,000 with annual maturities on September 1 beginning September 1, 2023 and extending through September 1, 2043. Semi-annual interest payments at a rate of 4.24% will also be made each September 1 and March 1 through maturity. The funds from the certificates of participation along with funds on hand at the District were utilized to repay the 2012 extended rate bonds with US Bank in their entirety.

Certificates of participation as of June 30, 2023 consisted of the following:

	<u>Date of Issuance</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount of Original Issue</u>
2012 Extended Rate Bonds	09/04/12	1.95% - 3.00%	09/01/43	\$ 57,300,000
2022 Certificates of Participation	09/01/22	4.24%	09/01/43	36,565,000
Total				<u>\$ 93,865,000</u>

	<u>Balance July 1, 2022</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2023</u>	<u>Due Within One Year</u>
2012 Extended Rate Bonds	\$ 54,460,000	\$ -	\$ 54,460,000	\$ -	\$ -
2022 Certificates of Participation	-	36,565,000	-	36,565,000	580,000
Total COPs	<u>\$ 54,460,000</u>	<u>\$ 36,565,000</u>	<u>\$ 54,460,000</u>	<u>\$ 36,565,000</u>	<u>\$ 580,000</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

The annual requirements to amortize the certificates of participation outstanding at June 30, 2023 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 580,000	\$ 1,538,060	\$ 2,118,060
2025	655,000	1,511,878	2,166,878
2026	735,000	1,482,410	2,217,410
2027	825,000	1,449,338	2,274,338
2028	920,000	1,412,344	2,332,344
2029-2033	6,165,000	6,358,834	12,523,834
2034-2038	9,465,000	4,718,166	14,183,166
2039-2043	13,830,000	2,269,884	16,099,884
2044-2048	3,390,000	71,868	3,461,868
Total	<u>\$ 36,565,000</u>	<u>\$ 20,812,782</u>	<u>\$ 57,377,782</u>

5. Special Tax Bonds

The District has fifteen community facilities districts (CFDs) and a public financing authority (PFA) within its boundaries which have issued special tax bonds for the purpose of financing public improvements and services. The special tax bonds are repaid with special tax assessments known as Mello-Roos taxes that are assessed on the properties within the boundaries of each district.

Special tax bonds outstanding is as follows:

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
CFD #2	\$ 8,477,869	\$ -	\$ 1,382,788	\$ 7,095,081	\$ 804,635
CFD #3	2,562,963	-	302,160	2,260,803	318,347
CFD #4	13,129,000	-	805,000	12,324,000	789,000
CFD #5	776,312	-	86,257	690,055	97,039
CFD #6	135,356,725	-	6,634,870	128,721,855	6,915,509
CFD #7	760,124	-	86,255	673,869	91,646
CFD #8	3,345,000	-	451,000	2,894,000	474,000
CFD #9	800,000	-	109,000	691,000	114,000
CFD #10	45,474,070	-	3,252,062	42,222,008	3,376,266
CFD #11	48,768,213	-	1,878,317	46,889,896	1,840,387
CFD #12	8,715,000	-	425,000	8,290,000	448,000
CFD #13	4,815,000	-	105,000	4,710,000	100,000
CFD #14	85,765,737	-	3,033,442	82,732,295	3,328,833
CFD #15	78,979,228	-	837,968	78,141,260	1,193,145
CFD #16	41,941,133	-	286,178	41,654,955	328,624
PFA	1,951,700	-	(257,267)	2,208,967	(207,156)
Total	<u>\$ 481,618,074</u>	<u>\$ -</u>	<u>\$ 19,418,030</u>	<u>\$ 462,200,044</u>	<u>\$ 20,012,275</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

CFD #2

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2015-C Refunding Bonds	08/12/15	2.00 - 5.00%	09/01/28	\$ 8,520,000
2022 PFA B Refunding Bonds	03/25/22	3.30%	09/01/42	2,510,000
Total				<u>\$ 11,030,000</u>

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2015-C Refunding Bonds					
Principal	\$ 5,530,000	\$ -	\$ 1,235,000	\$ 4,295,000	\$ 690,000
Premium/(Discount)	437,869	-	97,788	340,081	54,635
Total	<u>5,967,869</u>	<u>-</u>	<u>1,332,788</u>	<u>4,635,081</u>	<u>744,635</u>
2022 PFA B Refunding Bonds					
Principal	<u>2,510,000</u>	<u>-</u>	<u>50,000</u>	<u>2,460,000</u>	<u>60,000</u>
Total	<u>2,510,000</u>	<u>-</u>	<u>50,000</u>	<u>2,460,000</u>	<u>60,000</u>
Total CFD #2	<u>\$ 8,477,869</u>	<u>\$ -</u>	<u>\$ 1,382,788</u>	<u>\$ 7,095,081</u>	<u>\$ 804,635</u>

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #2 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 750,000	\$ 239,878	\$ 989,878
2025	815,000	201,900	1,016,900
2026	865,000	165,125	1,030,125
2027	755,000	135,443	890,443
2028	800,000	109,775	909,775
2029-2033	1,210,000	316,006	1,526,006
2034-2038	675,000	203,858	878,858
2039-2043	885,000	75,818	960,818
Total	<u>\$ 6,755,000</u>	<u>\$ 1,447,803</u>	<u>\$ 8,202,803</u>

CFD #3

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2015-C Refunding Bonds	08/12/15	2.00 - 5.00%	09/01/28	\$ 3,680,000
Total				<u>\$ 3,680,000</u>

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2015-C Refunding Bonds					
Principal	\$ 2,375,000	\$ -	\$ 280,000	\$ 2,095,000	\$ 295,000
Premium/(Discount)	187,963	-	22,160	165,803	23,347
Total CFD #3	<u>\$ 2,562,963</u>	<u>\$ -</u>	<u>\$ 302,160</u>	<u>\$ 2,260,803</u>	<u>\$ 318,347</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #3 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 295,000	\$ 77,173	\$ 372,173
2025	320,000	61,798	381,798
2026	345,000	46,898	391,898
2027	360,000	34,105	394,105
2028	380,000	22,037	402,037
2029-2033	395,000	7,931	402,931
Total	<u>\$ 2,095,000</u>	<u>\$ 249,942</u>	<u>\$ 2,344,942</u>

CFD #4

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2016 PFA A Refunding Bonds	08/18/16	2.33%	09/01/31	\$ 8,966,000
2022 PFA A Refunding Bonds	03/25/22	3.30%	09/01/42	6,985,000
Total				<u>\$ 15,951,000</u>

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2016 PFA A Refunding Bonds Principal	\$ 6,144,000	\$ -	\$ 645,000	\$ 5,499,000	\$ 634,000
2022 PFA A Refunding Bonds Principal	6,985,000	-	160,000	6,825,000	155,000
Total CFD #4	<u>\$ 13,129,000</u>	<u>\$ -</u>	<u>\$ 805,000</u>	<u>\$ 12,324,000</u>	<u>\$ 789,000</u>

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #4 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 789,000	\$ 125,855	\$ 914,855
2025	864,000	112,888	976,888
2026	900,000	105,987	1,005,987
2027	945,000	91,483	1,036,483
2028	981,000	76,464	1,057,464
2029-2033	3,840,000	161,402	4,001,402
2034-2038	1,890,000	62,370	1,952,370
2039-2043	2,115,000	69,795	2,184,795
Total	<u>\$ 12,324,000</u>	<u>\$ 806,244</u>	<u>\$ 13,130,244</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

CFD #5

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2015-C Refunding Bonds	08/12/15	2.00 - 5.00%	09/01/28	\$ 1,125,000
Total				<u>\$ 1,125,000</u>

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2015-C Refunding Bonds					
Principal	\$ 720,000	\$ -	\$ 80,000	\$ 640,000	\$ 90,000
Premium/(Discount)	56,312	-	6,257	50,055	7,039
Total CFD #5	<u>\$ 776,312</u>	<u>\$ -</u>	<u>\$ 86,257</u>	<u>\$ 690,055</u>	<u>\$ 97,039</u>

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #5 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 90,000	\$ 23,476	\$ 113,476
2025	95,000	18,851	113,851
2026	105,000	14,376	119,376
2027	110,000	10,476	120,476
2028	115,000	6,807	121,807
2029-2033	125,000	2,469	127,469
Total	<u>\$ 640,000</u>	<u>\$ 76,455</u>	<u>\$ 716,455</u>

CFD #6

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2015 Refunding Bonds	06/04/15	2.00 - 5.00%	09/01/36	\$ 63,145,000
2016 Refunding Bonds	06/09/16	2.00 - 3.75%	09/01/42	10,120,000
2016 Special Tax Refunding	11/03/16	2.00 - 5.00%	09/01/35	29,635,000
2017 Special Tax Refunding	02/02/17	2.00 - 5.00%	09/01/33	14,470,000
2020 Special Tax Refunding	09/30/20	0.52 - 2.08%	09/01/36	29,920,000
Total				<u>\$ 147,290,000</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2015 Refunding Bonds					
Principal	\$ 53,020,000	\$ -	\$ 1,825,000	\$ 51,195,000	\$ 1,930,000
Premium/(Discount)	5,922,914	-	203,872	5,719,042	215,602
Total	58,942,914	-	2,028,872	56,914,042	2,145,602
2016 Refunding Bonds					
Principal	8,810,000	-	260,000	8,550,000	240,000
Premium/(Discount)	(89,498)	-	(2,641)	(86,857)	(2,438)
Total	8,720,502	-	257,359	8,463,143	237,562
2016 Special Tax Refunding					
Principal	24,860,000	-	1,055,000	23,805,000	1,130,000
Premium/(Discount)	3,092,013	-	131,218	2,960,795	140,546
Total	27,952,013	-	1,186,218	26,765,795	1,270,546
2017 Special Tax Refunding					
Principal	11,645,000	-	615,000	11,030,000	670,000
Premium/(Discount)	994,856	-	52,541	942,315	57,239
Total	12,639,856	-	667,541	11,972,315	727,239
2020 Special Tax Refunding					
Principal	27,320,000	-	2,515,000	24,805,000	2,555,000
Premium/(Discount)	(218,560)	-	(20,120)	(198,440)	(20,440)
Total	27,101,440	-	2,494,880	24,606,560	2,534,560
Total CFD #6	\$ 135,356,725	\$ -	\$ 6,634,870	\$ 128,721,855	\$ 6,915,509

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #6 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 6,525,000	\$ 4,637,791	\$ 11,162,791
2025	6,925,000	4,421,502	11,346,502
2026	7,380,000	4,177,115	11,557,115
2027	7,840,000	3,906,612	11,746,612
2028	8,335,000	3,607,798	11,942,798
2029-2033	45,970,000	12,833,559	58,803,559
2034-2038	33,395,000	3,221,327	36,616,327
2039-2043	3,015,000	265,190	3,280,190
Total	\$ 119,385,000	\$ 37,070,894	\$ 156,455,894

CFD #7

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2015-C Refunding Bonds	08/12/15	2.00 - 5.00%	09/01/28	\$ 1,080,000
Total				\$ 1,080,000

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2015-C Refunding Bonds					
Principal	\$ 705,000	\$ -	\$ 80,000	\$ 625,000	\$ 85,000
Premium/(Discount)	55,124	-	6,255	48,869	6,646
Total CFD #7	<u>\$ 760,124</u>	<u>\$ -</u>	<u>\$ 86,255</u>	<u>\$ 673,869</u>	<u>\$ 91,646</u>

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #7 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 85,000	\$ 22,988	\$ 107,988
2025	95,000	18,488	113,488
2026	100,000	14,113	114,113
2027	110,000	10,313	120,313
2028	115,000	6,644	121,644
2029-2033	120,000	2,388	122,388
Total	<u>\$ 625,000</u>	<u>\$ 74,934</u>	<u>\$ 699,934</u>

CFD #8

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2016 PFA A Refunding	08/18/16	2.40%	09/01/31	\$ 5,294,000
Total CFD #8				<u>\$ 5,294,000</u>

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2016 PFA A Refunding					
Principal	<u>\$ 3,345,000</u>	<u>\$ -</u>	<u>\$ 451,000</u>	<u>\$ 2,894,000</u>	<u>\$ 474,000</u>

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #8 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 474,000	\$ 63,768	\$ 537,768
2025	497,000	52,116	549,116
2026	516,000	39,960	555,960
2027	541,000	27,276	568,276
2028	567,000	13,980	580,980
2029-2033	299,000	3,588	302,588
Total	<u>\$ 2,894,000</u>	<u>\$ 200,688</u>	<u>\$ 3,094,688</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

CFD #9

	<u>Date of Issuance</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount of Original Issue</u>
2016 PFA A Refunding	08/18/16	2.40%	09/01/31	\$ 1,270,000
Total CFD #8				<u>\$ 1,270,000</u>

	<u>Balance July 1, 2022</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2023</u>	<u>Due Within One Year</u>
2016 PFA A Refunding Principal	\$ 800,000	\$ -	\$ 109,000	\$ 691,000	\$ 114,000

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #9 are as follows:

<i>Governmental Activities</i>			
<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 114,000	\$ 15,343	\$ 129,343
2025	119,000	12,524	131,524
2026	125,000	9,571	134,571
2027	131,000	6,474	137,474
2028	136,000	3,243	139,243
2029-2033	66,000	799	66,799
Total	<u>\$ 691,000</u>	<u>\$ 47,954</u>	<u>\$ 738,954</u>

CFD #10

	<u>Date of Issuance</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount of Original Issue</u>
2016 PFA A Refunding	08/18/16	2.22%	09/01/31	\$ 34,006,000
2016 Area F Refunding	12/06/16	2.00 - 4.00%	09/01/41	1,995,000
2017 Special Tax Refunding IA-A	02/02/17	2.00 - 5.00%	09/01/33	7,030,000
2017 Special Tax Refunding IA-B	02/02/17	2.00 - 5.00%	09/01/33	4,680,000
2022 PFA IA-C Bonds	03/25/22	3.30%	09/01/33	1,985,000
2022 PFA IA-D Bonds	03/25/22	3.30%	09/01/32	3,045,000
2022 PFA IA-E Bonds	03/25/22	3.30%	09/01/32	3,485,000
Total				<u>\$ 56,226,000</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2016 PFA A Refunding					
Principal	\$ 25,475,000	\$ -	\$ 1,944,000	\$ 23,531,000	\$ 1,991,000
Total	25,475,000	-	1,944,000	23,531,000	1,991,000
2016 Area F Refunding					
Principal	1,740,000	-	45,000	1,695,000	50,000
Premium/(Discount)	(26,970)	-	(697)	(26,273)	(775)
Total	1,713,030	-	44,303	1,668,727	49,225
2017 Special Tax Refunding IA-A					
Principal	5,260,000	-	410,000	4,850,000	430,000
Premium/(Discount)	600,245	-	46,787	553,458	49,069
Total	5,860,245	-	456,787	5,403,458	479,069
2017 Special Tax Refunding IA-B					
Principal	3,510,000	-	280,000	3,230,000	280,000
Premium/(Discount)	400,795	-	31,972	368,823	31,972
Total	3,910,795	-	311,972	3,598,823	311,972
2022 PFA IA-C Bonds					
Principal	1,985,000	-	100,000	1,885,000	110,000
Total	1,985,000	-	100,000	1,885,000	110,000
2022 PFA IA-D Bonds					
Principal	3,045,000	-	190,000	2,855,000	210,000
Total	3,045,000	-	190,000	2,855,000	210,000
2022 PFA IA-E Bonds					
Principal	3,485,000	-	205,000	3,280,000	225,000
Total	3,485,000	-	205,000	3,280,000	225,000
Total CFD #10	\$ 45,474,070	\$ -	\$ 3,252,062	\$ 42,222,008	\$ 3,376,266

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #10 are as follows:

<i>Governmental Activities</i>			
Year Ended			
June 30,	Principal	Interest	Total
2024	\$ 3,296,000	\$ 1,209,301	\$ 4,505,301
2025	3,541,000	1,007,555	4,548,555
2026	3,734,000	996,585	4,730,585
2027	3,951,000	875,913	4,826,913
2028	4,175,000	747,796	4,922,796
2029-2033	21,359,000	1,716,353	23,075,353
2034-2038	735,000	163,783	898,783
2039-2043	535,000	42,900	577,900
Total	\$ 41,326,000	\$ 6,760,186	\$ 48,086,186

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

CFD #11

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2014 Special Tax Zone 2	08/07/14	2.00 - 5.00%	09/15/42	\$ 2,565,000
2014 Special Tax Zone 3	08/07/14	2.00 - 5.00%	09/15/43	7,500,000
2014 Refunding Area B & C	07/16/14	3.00 - 5.00%	09/15/35	19,550,000
2017 Refunding Zone 2 & 3	01/19/17	2.00 - 4.00%	09/01/39	5,815,000
2022 PFA IA-A	03/25/22	3.30%	09/01/34	7,135,000
2022 PFA Zone 1	03/25/22	3.30%	09/01/37	8,070,000
2022 PFA Zone 2	03/25/22	3.30%	09/01/32	1,530,000
2022 PFA Zone 3	03/25/22	3.30%	09/01/32	1,185,000
Total				<u>\$ 53,350,000</u>

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2014 Special Tax Zone 2					
Principal	\$ 2,275,000	\$ -	\$ 30,000	\$ 2,245,000	\$ 20,000
Premium/(Discount)	61,751	-	814	60,937	543
Total	<u>2,336,751</u>	<u>-</u>	<u>30,814</u>	<u>2,305,937</u>	<u>20,543</u>
2014 Special Tax Zone 3					
Principal	6,765,000	-	120,000	6,645,000	95,000
Premium/(Discount)	183,625	-	3,257	180,368	2,579
Total	<u>6,948,625</u>	<u>-</u>	<u>123,257</u>	<u>6,825,368</u>	<u>97,579</u>
2014 Refunding Area B & C					
Principal	15,300,000	-	725,000	14,575,000	700,000
Premium/(Discount)	1,169,749	-	55,429	1,114,320	53,518
Total	<u>16,469,749</u>	<u>-</u>	<u>780,429</u>	<u>15,689,320</u>	<u>753,518</u>
2017 Refunding Zone 2 & 3					
Principal	5,165,000	-	85,000	5,080,000	90,000
Premium/(Discount)	(71,912)	-	(1,183)	(70,729)	(1,253)
Total	<u>5,093,088</u>	<u>-</u>	<u>83,817</u>	<u>5,009,271</u>	<u>88,747</u>
2022 PFA IA-A					
Principal	7,135,000	-	420,000	6,715,000	395,000
Total	<u>7,135,000</u>	<u>-</u>	<u>420,000</u>	<u>6,715,000</u>	<u>395,000</u>
2022 PFA Zone 1					
Principal	8,070,000	-	315,000	7,755,000	330,000
Total	<u>8,070,000</u>	<u>-</u>	<u>315,000</u>	<u>7,755,000</u>	<u>330,000</u>
2022 PFA Zone 2					
Principal	1,530,000	-	70,000	1,460,000	90,000
Total	<u>1,530,000</u>	<u>-</u>	<u>70,000</u>	<u>1,460,000</u>	<u>90,000</u>
2022 PFA Zone 3					
Principal	1,185,000	-	55,000	1,130,000	65,000
Total	<u>1,185,000</u>	<u>-</u>	<u>55,000</u>	<u>1,130,000</u>	<u>65,000</u>
Total CFD #11	<u>\$ 48,768,213</u>	<u>\$ -</u>	<u>\$ 1,878,317</u>	<u>\$ 46,889,896</u>	<u>\$ 1,840,387</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #11 are as follows:

<i>Governmental Activities</i>			
Year Ended			
June 30,	Principal	Interest	Total
2024	\$ 1,785,000	\$ 1,871,024	\$ 3,656,024
2025	1,995,000	1,794,859	3,789,859
2026	2,155,000	1,711,814	3,866,814
2027	2,315,000	1,622,353	3,937,353
2028	2,465,000	1,526,181	3,991,181
2029-2033	14,745,000	5,960,543	20,705,543
2034-2038	12,980,000	2,795,523	15,775,523
2039-2043	6,260,000	1,074,058	7,334,058
2044-2048	905,000	22,625	927,625
Total	<u>\$ 45,605,000</u>	<u>\$ 18,378,980</u>	<u>\$ 63,983,980</u>

CFD #12

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2016 PFA A Refunding Bonds	08/18/16	2.15%	09/01/31	\$ 6,635,000
2022 PFA A Refunding Bonds	03/25/22	3.00 - 5.00%	09/01/42	3,765,000
Total				<u>\$ 10,400,000</u>

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2016 PFA A Refunding Bonds Principal	\$ 4,950,000	\$ -	\$ 375,000	\$ 4,575,000	\$ 393,000
2022 PFA A Refunding Bonds Principal	3,765,000	-	50,000	3,715,000	55,000
Total CFD #12	<u>\$ 8,715,000</u>	<u>\$ -</u>	<u>\$ 425,000</u>	<u>\$ 8,290,000</u>	<u>\$ 448,000</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #12 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 448,000	\$ 229,764	\$ 677,764
2025	476,000	218,846	694,846
2026	505,000	207,145	712,145
2027	530,000	194,734	724,734
2028	555,000	181,754	736,754
2029-2033	2,971,000	692,887	3,663,887
2034-2038	785,000	441,059	1,226,059
2039-2043	2,020,000	237,848	2,257,848
Total	<u>\$ 8,290,000</u>	<u>\$ 2,404,037</u>	<u>\$ 10,694,037</u>

CFD #13

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2022 PFA A Refunding	03/25/22	3.00 - 5.00%	09/01/42	\$ 4,815,000
Total CFD #13				<u>\$ 4,815,000</u>

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2022 PFA A Refunding Principal	\$ 4,815,000	\$ -	\$ 105,000	\$ 4,710,000	\$ 100,000

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #13 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 100,000	\$ 171,523	\$ 271,523
2025	140,000	167,138	307,138
2026	145,000	161,904	306,904
2027	160,000	156,293	316,293
2028	170,000	150,218	320,218
2029-2033	960,000	650,810	1,610,810
2034-2038	1,325,000	443,859	1,768,859
2039-2043	1,710,000	165,660	1,875,660
Total	<u>\$ 4,710,000</u>	<u>\$ 2,067,405</u>	<u>\$ 6,777,405</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

CFD #14

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2015 Refunding Bonds	04/22/15	2.00 - 5.00%	09/01/36	\$ 44,630,000
2015 Refunding Area A	04/22/15	2.00 - 5.00%	09/01/36	44,775,000
Total				<u>\$ 89,405,000</u>

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2015 Refunding Bonds					
Principal	\$ 37,665,000	\$ -	\$ 1,335,000	\$ 36,330,000	\$ 1,465,000
Premium/(Discount)	5,127,088	-	181,725	4,945,363	199,421
Total	<u>42,792,088</u>	<u>-</u>	<u>1,516,725</u>	<u>41,275,363</u>	<u>1,664,421</u>
2015 Refunding Area A					
Principal	37,825,000	-	1,335,000	36,490,000	1,465,000
Premium/(Discount)	5,148,649	-	181,717	4,966,932	199,412
Total	<u>42,973,649</u>	<u>-</u>	<u>1,516,717</u>	<u>41,456,932</u>	<u>1,664,412</u>
Total CFD #14	<u>\$ 85,765,737</u>	<u>\$ -</u>	<u>\$ 3,033,442</u>	<u>\$ 82,732,295</u>	<u>\$ 3,328,833</u>

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #14 are as follows:

<i>Governmental Activities</i>			
Year Ended			
June 30,	Principal	Interest	Total
2024	\$ 2,930,000	\$ 3,232,000	\$ 6,162,000
2025	3,195,000	3,078,875	6,273,875
2026	3,490,000	2,911,750	6,401,750
2027	3,805,000	2,729,375	6,534,375
2028	4,130,000	2,539,750	6,669,750
2029-2033	26,235,000	9,569,625	35,804,625
2034-2038	29,035,000	3,027,125	32,062,125
Total	<u>\$ 72,820,000</u>	<u>\$ 27,088,500</u>	<u>\$ 99,908,500</u>

CFD #15

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2014 Special Tax Bonds	02/27/14	3.00 - 5.00%	10/01/41	\$ 40,000,000
2016 Special Tax IA-C	04/13/16	2.00 - 4.625%	09/01/46	15,000,000
2022 Special Tax IA-A	06/06/22	4.62%	09/01/44	8,495,000
2022 Special Tax IA-D	06/16/22	4.62%	09/01/52	14,890,000
Total				<u>\$ 78,385,000</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2014 Special Tax Bonds					
Principal	\$ 38,500,000	\$ -	\$ 660,000	\$ 37,840,000	\$ 760,000
Premium/(Discount)	772,367	-	13,241	759,126	15,247
Total	39,272,367	-	673,241	38,599,126	775,247
2016 Special Tax IA-C					
Principal	14,535,000	-	150,000	14,385,000	170,000
Premium/(Discount)	1,427,031	-	14,727	1,412,304	16,690
Total	15,962,031	-	164,727	15,797,304	186,690
2022 Special Tax IA-A					
Principal	8,495,000	-	-	8,495,000	180,000
Premium/(Discount)	-	-	-	-	-
Total	8,495,000	-	-	8,495,000	180,000
2022 Special Tax IA-D					
Principal	14,890,000	-	-	14,890,000	50,000
Premium/(Discount)	359,830	-	-	359,830	1,208
Total	15,249,830	-	-	15,249,830	51,208
Total CFD #15	\$ 78,979,228	\$ -	\$ 837,968	\$ 78,141,260	\$ 1,193,145

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #15 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 1,160,000	\$ 3,445,655	\$ 4,605,655
2025	1,200,000	3,399,972	4,599,972
2026	1,360,000	3,344,662	4,704,662
2027	1,570,000	3,277,825	4,847,825
2028	1,725,000	3,202,181	4,927,181
2029-2033	12,025,000	14,509,167	26,534,167
2034-2038	16,770,000	11,476,605	28,246,605
2039-2043	24,835,000	6,183,731	31,018,731
2044-2048	9,575,000	2,338,764	11,913,764
2049-2053	5,390,000	748,914	6,138,914
Total	\$ 75,610,000	\$ 51,927,476	\$ 127,537,476

CFD #16

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2020 Special Tax Bonds	05/01/20	2.875 - 4.00%	05/01/50	\$ 15,675,000
2020 Special Tax Bonds IA-A	05/01/20	3.00 - 5.00%	05/01/50	25,415,000
Total				\$ 41,090,000

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2020 Special Tax Bonds					
Principal	\$ 15,075,000	\$ -	\$ 115,000	\$ 14,960,000	\$ 130,000
Premium/(Discount)	694,100	-	5,295	688,805	5,986
Total	15,769,100	-	120,295	15,648,805	135,986
2020 Special Tax Bonds IA-A					
Principal	24,455,000	-	155,000	24,300,000	180,000
Premium/(Discount)	1,717,033	-	10,883	1,706,150	12,638
Total	26,172,033	-	165,883	26,006,150	192,638
Total CFD #16	\$ 41,941,133	\$ -	\$ 286,178	\$ 41,654,955	\$ 328,624

The annual requirements to amortize the bonds outstanding at June 30, 2023 for CFD #16 are as follows:

<i>Governmental Activities</i>			
Year Ended June 30,	Principal	Interest	Total
2024	\$ 310,000	\$ 1,538,838	\$ 1,848,838
2025	360,000	1,526,338	1,886,338
2026	415,000	1,510,838	1,925,838
2027	465,000	1,493,238	1,958,238
2028	530,000	1,473,338	2,003,338
2029-2033	3,625,000	6,967,515	10,592,515
2034-2038	5,635,000	6,046,098	11,681,098
2039-2043	8,060,000	4,798,474	12,858,474
2044-2048	11,235,000	2,906,100	14,141,100
2049-2053	8,625,000	531,500	9,156,500
Total	\$ 39,260,000	\$ 28,792,277	\$ 68,052,277

PFA

	Date of Issuance	Interest Rate	Maturity Date	Amount of Original Issue
2015 Refunding Bonds	08/12/15	2.00 - 5.00%	09/01/28	\$ 14,405,000
2015 Refunding Bonds Receivable				(15,543,296)
2016 Refunding Bonds	08/18/16	2.00 - 5.00%	09/01/31	46,770,000
2016 Refunding Bonds Receivable				(56,171,000)
2017 Refunding Bonds	02/02/17	2.00 - 5.00%	09/01/33	26,180,000
2017 Refunding Bonds Receivable				(28,752,824)
Total				\$ (13,112,120)

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2015 Refunding Bonds					
Principal	\$ 9,330,000	\$ -	\$ 1,675,000	\$ 7,655,000	\$ 1,160,000
Premium/(Discount)	737,265	-	132,360	604,905	91,664
Less: 2015 Receivable	(10,067,265)	-	(1,807,360)	(8,259,905)	(1,251,664)
Total 2015 Refunding	-	-	-	-	-
2016 Refunding Bonds					
Principal	\$ 35,525,000	\$ -	\$ 2,720,000	\$ 32,805,000	\$ 2,830,000
Premium/(Discount)	7,140,700	-	546,733	6,593,967	568,844
Less: 2016 Receivable	(40,714,000)	-	(3,524,000)	(37,190,000)	(3,606,000)
Total 2016 Refunding	1,951,700	-	(257,267)	2,208,967	(207,156)
2017 Refunding Bonds					
Principal	\$ 20,415,000	\$ -	\$ 1,305,000	\$ 19,110,000	\$ 1,380,000
Premium/(Discount)	2,006,272	-	128,248	1,878,024	135,619
Less: 2017 Receivable	(22,421,272)	-	(1,433,248)	(20,988,024)	(1,515,619)
Total 2017 Refunding	-	-	-	-	-
Total PFA	\$ 1,951,700	\$ -	\$ (257,267)	\$ 2,208,967	\$ (207,156)

The annual requirements to amortize the bonds outstanding at June 30, 2023 for PFA 2016 Refunding Bonds are as follows:

<i>Governmental Activities</i>					
Year Ended June 30,	Principal Payments	Principal Receivable	Net Principal	Interest	Total
2024	\$ 2,830,000	\$ (3,606,000)	\$ (776,000)	\$ 1,545,400	\$ 769,400
2025	3,045,000	(3,762,000)	(717,000)	1,398,525	681,525
2026	3,270,000	(3,920,000)	(650,000)	1,240,650	590,650
2027	3,505,000	(4,078,000)	(573,000)	1,071,275	498,275
2028	3,750,000	(4,244,000)	(494,000)	889,900	395,900
2029-2033	16,405,000	(17,580,000)	(1,175,000)	2,609,575	1,434,575
Total	\$ 32,805,000	\$ (37,190,000)	\$ (4,385,000)	\$ 8,755,325	\$ 4,370,325

2015 Series C Refunding Bonds were issued by the Public Financing Authority on behalf of CFD #2, CFD #3, CFD #5, and CFD #7. The initial total issue of the bonds was \$14,405,000 with a premium of \$1,138,296. Each CFD is reflecting their individual share of the total bonds outstanding.

2016 PFA Refunding Bond was issued to refund the 2007 PFA Revenue bonds on behalf of CFD #2, CFD #4, CFD #8, CFD #9, CFD #10, and CFD #12. The individual CFD's restructured bond issuance by putting cash on hands towards the refunding as well as entering into a debt obligation to the PFA equal to the PFA outstanding debt. Principal plus premium on the 2016 PFA Refunding Bonds total \$56,171,000 with annual coupon rates ranging from 2.00-5.00% through September 15, 2031. Individual CFD's are reflecting obligations to the PFA totaling \$56,171,000 at an interest rate of 2.15 - 2.33%.

2017 Refunding bonds were issued by the Public Financing Authority on behalf of CFD #6 and CFD #10. The initial total issue of the bonds was \$26,180,000 with coupon rates ranging from 2.00-5.00% through September 2031. Each CFD is reflecting their individual share of the total bonds outstanding.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

6. Leases Payable

The District has entered into financing leases with US Bancorp, PNC Huntington Finance, and Santander bank for the purchase of equipment. Additionally, the District has entered into operating leases with De Lage Copy Machine, William Scotsman, Facilities Leases, and Classic Leasing, for the right to use equipment and facilities. Operating leases are recording utilizing an imputed interest rate based on the District's borrowing rate when the lease was entered into. The following represents lease activity for the fiscal year ended June 30, 2023:

Description	Interest Rate	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
<i>Governmental Activities:</i>						
Financing Leases						
US Bancorp	2.27%	\$ 233,677	\$ -	\$ 115,517	\$ 118,160	\$ 118,160
PNC Huntington Finance	2.77%	630,128	-	310,763	319,365	319,365
Santander Bank	1.94%	1,200,529	-	392,512	808,017	400,127
Operating Leases						
De Lage Copy Machine Lease	2.52%	122,800	-	27,196	95,604	27,890
De Lage Copy Machine Lease	2.56%	122,619	-	27,103	95,516	27,805
William Scotsman Relocatables Lease	0.20%	161,756	-	36,499	125,257	36,572
Facilities Lease	0.90%	1,990,923	-	181,592	1,809,331	189,401
De Lage Copy Machine Lease	9.99%	-	5,459	978	4,481	1,174
De Lage Copy Machine Lease	6.57%	-	108,311	3,045	105,266	18,984
Total Governmental Activities		4,462,432	113,770	1,095,205	3,480,997	1,139,478
<i>Business Type Activities</i>						
Operating Leases						
Classic Leasing Relocatables Lease	0.20%	8,647	-	3,986	4,661	3,994
William Scotsman Relocatables Lease	0.20%	159,542	-	36,000	123,542	36,072
Total Business Type Activities		168,189	-	39,986	128,203	40,066
Total Leases Payable		\$ 4,630,621	\$ 113,770	\$ 1,135,191	\$ 3,609,200	\$ 1,179,544

Future payments on the leases are as follows:

<i>Governmental Activities</i>			
Year Ending June 30,	Principal	Interest	Total
2024	\$ 1,139,478	\$ 53,422	\$ 1,192,900
2025	720,634	29,333	749,967
2026	323,996	16,483	340,479
2027	271,819	11,720	283,539
2028	243,910	8,112	252,022
2029-2033	781,160	10,700	791,860
Total	\$ 3,480,997	\$ 129,770	\$ 3,610,767

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

<i>Business Type Activities</i>			
Year Ending June 30,	Principal	Interest	Total
2024	\$ 40,066	\$ 214	\$ 40,280
2025	36,810	142	36,952
2026	36,216	69	36,285
2027	15,111	8	15,119
Total	<u>\$ 128,203</u>	<u>\$ 433</u>	<u>\$ 128,636</u>

7. Subscription Liabilities

The District entered into agreements with various companies subscribing to use of software for specified terms. Five of the agreements resulted in subscription liabilities as defined by GASB Statement No. 96. Interest was imputed at a rate of 6.57% for the subscriptions.

Description	Interest Rate	Number of Agreements	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
<i>Governmental Activities:</i>							
SBITAs	6.57%	5	<u>\$ -</u>	<u>\$ 921,322</u>	<u>\$ 397,393</u>	<u>\$ 523,929</u>	<u>\$ 380,580</u>

Future payments on the subscriptions are as follows:

<i>Governmental Activities</i>			
Year Ending June 30,	Principal	Interest	Total
2024	\$ 380,580	\$ 23,119	\$ 403,699
2025	131,393	4,232	135,625
2026	11,956	98	12,054
Total	<u>\$ 523,929</u>	<u>\$ 27,449</u>	<u>\$ 551,378</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

8. Early Retirement Incentive

In June 2018 the District issued a supplemental early retirement plan through Keenan & Associates. The plan was issued as an incentive for 109 employees to retire early in order to create a cost savings for the District. The Plan requires payments of the annuity premiums over five years plus a 4% commission paid to Keenan & Associates.

In February 2021, the District approved a supplemental early retirement plan through the Public Agency Retirement Services (PARS). The plan was issued as an incentive for 347 employees to retire early in order to create a cost savings for the District. The Plan requires payments of the annuity premiums over five years, beginning July 10, 2021.

Current year activity on the early retirement incentives are as follows:

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
2018 Retirement Incentive	\$ 1,548,545	\$ -	\$ 1,548,545	\$ -	\$ -
2021 Retirement Incentive	5,503,920	-	1,375,980	4,127,940	1,375,980
Total	<u>\$ 7,052,465</u>	<u>\$ -</u>	<u>\$ 2,924,525</u>	<u>\$ 4,127,940</u>	<u>\$ 1,375,980</u>

Future payments on the early retirement incentives are expected as follows:

<i>Governmental Activities</i>	
Year Ended June 30,	Annual Premium
2024	\$ 1,375,980
2025	1,375,980
2026	1,375,980
Total	<u>\$ 4,127,940</u>

9. Compensated Absences

Total unpaid employee compensated absences as of June 30, 2023 amounted to \$5,546,385. This amount is included as part of long-term liabilities in the government-wide financial statements.

10. Net Pension Liability

The District's beginning net pension liability was \$253,259,387 and increased by \$130,041,402 during the year ended June 30, 2023 for an ending net pension liability of \$383,300,789. See Note P for additional information regarding the net pension liability.

11. Net OPEB Liability

The District's beginning net OPEB liability was \$67,248,737 and decreased during the year ended June 30, 2023 by \$374,896. The ending net OPEB liability at June 30, 2023 was \$66,873,841. See Note Q for additional information regarding the net OPEB liability.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

12. Refunding (Gains)/Losses

The District issues refunding bonds when the reduction in interest rate is sufficient to result in an economic gain or loss based on present value of total future payments which are inclusive of principal and interest. The issuance of refunding bonds results in an increase (decrease) in overall long-term debt as the refunding carries with it certain transaction costs that increase the face value of the debt. This increase in the long-term liabilities resulting from refunding is considered an accounting loss and is recorded as a deferred outflow of resources and the decrease in long-term liabilities is considered an accounting gain and is recorded as a deferred inflow of resources. The deferred outflows (inflows) of resources are amortized over the life of the debt using the straight-line method.

The following is a detail of refunding losses recorded as deferred outflows (inflows) of resources on the government wide financial statements:

	Balance July 1, 2022	Additions	Amortization	Balance June 30, 2023
General Obligation Bonds				
2014 GO Refunding Loss	\$ 736,360	\$ -	\$ 81,817	\$ 654,543
2019 GO Refunding Gain	(334,993)	-	(55,833)	(279,160)
Special Tax Bonds				
CFD 2 - 2015 Refunding Loss	358,631	-	51,233	307,398
CFD 2 - 2022 Refunding Loss	17,786	-	846	16,940
CFD 3 - 2015 Refunding Loss	151,284	-	21,612	129,672
CFD 4 - 2022 Refunding Loss	142,800	-	6,800	136,000
CFD 5 - 2015 Refunding Loss	48,741	-	6,963	41,778
CFD 6 - 2015 Refunding Loss	2,987,940	-	199,196	2,788,744
CFD 6 - 2016 Refunding Loss 1	567,630	-	27,030	540,600
CFD 6 - 2016 Refunding Loss 2	1,477,616	-	105,544	1,372,072
CFD 6 - 2017 Refunding Loss	1,689,708	-	140,809	1,548,899
CFD 6 - 2020 Refunding Loss	922,710	-	92,271	830,439
CFD 7 - 2015 Refunding Loss	43,057	-	6,151	36,906
CFD 8 - 2016 Refunding Loss	340,438	-	48,634	291,804
CFD 9 - 2016 Refunding Loss	81,963	-	11,709	70,254
CFD 10 - 2016 Refunding Loss 1	2,409,561	-	219,051	2,190,510
CFD 10 - 2016 Refunding Loss 2	360,904	-	18,046	342,858
CFD 10 - 2017 Refunding Loss 1	1,399,870	-	139,987	1,259,883
CFD 10 - 2017 Refunding Loss 2	329,240	-	32,924	296,316
CFD 10 - 2022 Refunding Loss 1	114,585	-	9,546	105,039
CFD 10 - 2022 Refunding Loss 2	181,705	-	16,515	165,190
CFD 10 - 2022 Refunding Loss 3	202,733	-	18,433	184,300
CFD 11 - 2014 Refunding Loss	427,224	-	30,516	396,708
CFD 11 - 2017 Refunding Loss	1,086,803	-	60,377	1,026,426
CFD 11 - 2022 Refunding Loss 1	71,588	-	5,504	66,084
CFD 11 - 2022 Refunding Loss 2	70,274	-	4,394	65,880
CFD 11 - 2022 Refunding Loss 3	14,403	-	1,313	13,090
CFD 11 - 2022 Refunding Loss 4	10,244	-	934	9,310
CFD 12 - 2016 Refunding Loss	2,243,626	-	203,966	2,039,660
CFD 12 - 2022 Refunding Loss	88,723	-	4,223	84,500
CFD 13 - 2022 Refunding Loss	100,773	-	4,793	95,980
CFD 14 - 2015 Refunding Loss	2,463,120	-	164,208	2,298,912
CFD 15 - 2022 Refunding Loss	1,007,326	-	43,797	963,529
Total	<u>\$ 21,814,373</u>	<u>\$ -</u>	<u>\$ 1,723,309</u>	<u>\$ 20,091,064</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

P. Pension Plans

1. General Information about the Pension Plans

a. Plan Descriptions

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Certificated employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by State statute and Local Government resolution. Support by the State for the CalSTRS plan is such that the plan has a special funding situation as defined by GASB Statement No. 68. CalSTRS and CalPERS issue publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on their respective websites.

b. Benefits Paid

CalSTRS and CalPERS provide service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at 62 for normal benefits or at age 55 with statutorily reduced benefits. Employees hired prior to January 1, 2013 are eligible to retire at age 60 for normal benefits or at age 55 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. All members are eligible for death benefits after one year of total service.

The Plan's provisions and benefits in effect at June 30, 2023 are summarized as follows:

	CalSTRS	
	Before Jan. 1, 2013	After Jan. 1, 2013
Hire Date		
Benefit Formula	2% at 60	2% at 62**
Benefit Vesting Schedule	5 Years	5 Years
Benefit Payments	Monthly for life	Monthly for life
Retirement Age	55-60	55-62
Monthly Benefits as a % of Eligible Compensation	1.1 - 2.4%	1.0 - 2.4%*
Required Employee Contribution Rates (2022-23)	10.250%	10.205%
Required Employer Contribution Rates (2022-23)	19.100%	19.100%
Required State Contribution Rates (2022-23)	10.828%	10.828%

*Amounts are limited to 120% of Social Security Wage Base.

**The contribution rate for CalSTRS 2% at 62 members is based, in part, on the normal cost of benefits and may increase or decrease in future years.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

	CalPERS	
	Before Jan. 1, 2013	After Jan. 1, 2013
Hire Date		
Benefit Formula	2% at 60	2% at 62**
Benefit Vesting Schedule	5 Years	5 Years
Benefit Payments	Monthly for life	Monthly for life
Retirement Age	50-62	52-67
Monthly Benefits as a % of Eligible Compensation	1.1 - 2.5%	1.0 - 2.5%*
Required Employee Contribution Rates (2022-23)	7.000%	8.000%
Required Employer Contribution Rates (2022-23)	25.370%	25.370%

*Amounts are limited to 120% of Social Security Wage Base

**The rate imposed on CalPERS 2% at 62 members is based on the normal cost of benefits.

c. Contributions

CalSTRS

For the fiscal year ended June 30, 2023, California Education Code §22950 requires members to contribute monthly to the system 10.205% (if hired on or after January 1, 2013) or 10.25% (if hired before January 1, 2013) of the creditable compensation upon which members' contributions under this part are based. In addition, the employer required rates established by the CalSTRS board have been established at 19.10% of creditable compensation for the fiscal year ended June 30, 2023. The CalSTRS Board has the authority to increase or decrease percentages paid specific to reflect the contribution required to eliminate by June 30, 2046, the remaining unfunded actuarial obligation with respect to service credited to members before July 1, 2014, as determined by the Board based upon a recommendation from its actuary. Those adjustments are limited to 1% annually, not to exceed 20.25% of creditable compensation.

CalPERS

California Public Employees' Retirement Law §20814(c) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on July 1 following notice of a change in the rate. The CalPERS Board retains the authority to amend contribution rates. The total plan contributions are determined through CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of the employees. For the fiscal year ended June 30, 2023, the employee contribution rate was 7.00% for employees hired prior to January 1, 2013 and 8.00% for employees hired on or after January 1, 2013, and the employer contribution rate was 25.37% of covered payroll.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

On Behalf Payments

Consistent with California Education Code §22955.1, the State of California makes contributions to CalSTRS on behalf of employees working for the District. For the fiscal year ended June 30, 2023 the State contributed 10.828% of salaries creditable to CalSTRS. Consistent with the requirements of generally accepted accounting principles, the District has recorded these contributions as revenue and expense in the fund financial statements (current financial resources measurement focus). The government-wide financial statements have recorded revenue and expense for pension expense paid on behalf of the District (economic resources measurement focus). Contributions reported for on behalf payments are based on the District's proportionate share of the States contribution for the fiscal year. Contributions made by the state on behalf of the District and the State's pension expense associated with District employees for the past three fiscal years are as follows:

Year Ended June 30,	CalSTRS		
	On Behalf Contribution	On Behalf Contribution	On Behalf Pension
	Rate	Amount	Expense
2021	10.328%	\$ 21,924,675	\$ 17,371,010
2022	10.828%	22,496,860	3,262,280
2023	10.828%	18,072,024	68,553,820

The State contributed an additional \$297 Million to CalSTRS during the 2020-21 fiscal year as a continuing settlement associated with SB90.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

d. Contributions Recognized

For the fiscal year ended June 30, 2023 (measurement period June 30, 2022), the contributions recognized for each plan were:

Governmental Fund Financial Statements (Current Financial Resources Measurement Focus)			
	CalSTRS	CalPERS	Total
Contributions - Employer	\$ 38,179,729	\$ 18,757,587	\$ 56,937,316
Contributions - State On Behalf Payments	17,956,601	-	17,956,601
Total Governmental Funds	<u>\$ 56,136,330</u>	<u>\$ 18,757,587</u>	<u>\$ 74,893,917</u>
Enterprise Fund Financial Statements (Economic Resources Measurement Focus)			
	CalSTRS	CalPERS	Total
Contributions - Employer	\$ 206,121	\$ 1,480,899	\$ 1,687,020
Contributions - State On Behalf Payments	128,482	-	128,482
Total Enterprise Funds	<u>\$ 334,603</u>	<u>\$ 1,480,899</u>	<u>\$ 1,815,502</u>
Government-Wide Financial Statements (Economic Resources Measurement Focus)			
	CalSTRS	CalPERS	Total
Governmental Activities			
Contributions - Employer	\$ 35,885,001	\$ 14,141,832	\$ 50,026,833
Contributions - State On Behalf Payments	22,496,860	-	22,496,860
Total Governmental Activities	<u>58,381,861</u>	<u>14,141,832</u>	<u>72,523,693</u>
Business-Type Activities			
Contributions - Employer	206,121	1,480,899	1,687,020
Contributions - State On Behalf Payments	128,482	-	128,482
Total Business-Type Activities	<u>334,603</u>	<u>1,480,899</u>	<u>1,815,502</u>
Total Government-Wide	<u>\$ 58,716,464</u>	<u>\$ 15,622,731</u>	<u>\$ 74,339,195</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

2. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions

As of June 30, 2022 (measurement date) the District reported net pension liabilities for its proportionate share of the net pension liability of each plan as follows:

	Proportionate Share of the Net Pension Liability		
	CalSTRS	CalPERS	Total
Governmental Activities	\$ 230,850,988	\$ 136,798,824	\$ 367,649,812
Business-Type Activities	1,325,787	14,325,190	15,650,977
Total	<u>\$ 232,176,775</u>	<u>\$ 151,124,014</u>	<u>\$ 383,300,789</u>

The District's net pension liability for each Plan is measured as the proportionate share of the total net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2022. The total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021 rolled forward to measurement date June 30, 2022 using standard update procedures. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, as actuarially determined.

The District's proportionate share of the net pension liability for each Plan as of June 30, 2022 and June 30, 2023 were as follows:

	CalSTRS			CalPERS
	District's Proportionate Share	State's Proportionate Share*	Total For District Employees	District's Proportionate Share
<i>Governmental Activities</i>				
Proportion June 30, 2022	0.356600%	0.229557%	0.586157%	0.394817%
Proportion June 30, 2023	0.332228%	0.201460%	0.533688%	0.397566%
Change in Proportion	<u>-0.024372%</u>	<u>-0.028097%</u>	<u>-0.052469%</u>	<u>0.002749%</u>
<i>Business-Type Activities</i>				
Proportion June 30, 2022	0.002300%	0.001494%	0.003794%	0.047212%
Proportion June 30, 2023	0.001900%	0.001157%	0.003057%	0.041632%
Change in Proportion	<u>-0.000400%</u>	<u>-0.000337%</u>	<u>-0.000737%</u>	<u>-0.005580%</u>

*Represents State's Proportionate Share on behalf of District employees.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

a. Pension Expense

	Governmental Activities		
	CalSTRS	CalPERS	Total
State On Behalf Pension Expense	\$ 68,162,300	\$ -	\$ 68,162,300
Employer Contributions	38,179,729	18,757,587	56,937,316
Change In:			
Net Pension Liability	68,572,269	56,515,029	125,087,298
Deferred Outflows of Resources	12,804,132	(57,752,065)	(44,947,933)
Deferred Inflows of Resources	(107,557,272)	2,148,161	(105,409,111)
Total Pension Expense - Governmental	<u>\$ 80,161,158</u>	<u>\$ 19,668,712</u>	<u>\$ 99,829,870</u>

	Business-Type Activities		
	CalSTRS	CalPERS	Total
State On Behalf Pension Expense	\$ 391,520	\$ -	\$ 391,520
Employer Contributions	206,121	1,480,899	1,687,020
Change In:			-
Net Pension Liability	269,565	4,724,898	4,994,463
Deferred Outflows of Resources	137,349	(5,086,651)	(4,949,302)
Deferred Inflows of Resources	(818,519)	375,488	(443,031)
Total Pension Expense - Business-Type	<u>\$ 186,036</u>	<u>\$ 1,494,634</u>	<u>\$ 1,680,670</u>

b. Deferred Outflows and Inflows of Resources

At June 30, 2023, The District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		
	CalSTRS	CalPERS	Total
<i>Governmental Activities</i>			
Contributions Subsequent to Measurement	\$ 38,179,729	\$ 18,757,587	\$ 56,937,316
Experience Differences	189,370	618,251	807,621
Changes in Assumptions	11,440,034	10,119,599	21,559,633
Changes in Proportionate Share	41,681,186	2,131,274	43,812,460
Earnings Differences	-	16,152,221	16,152,221
Total Governmental Activities	<u>91,490,319</u>	<u>47,778,932</u>	<u>139,269,251</u>
<i>Business-Type Activities</i>			
Contributions Subsequent to Measurement	245,416	1,418,941	1,664,357
Experience Differences	1,087	56,866	57,953
Changes in Assumptions	65,700	1,059,696	1,125,396
Changes in Proportionate Share	464,714	826,664	1,291,378
Earnings Differences	-	1,540,812	1,540,812
Total Business-Type Activities	<u>776,917</u>	<u>4,902,979</u>	<u>\$ 5,679,896</u>
Total Deferred Outflows of Resources	<u>\$ 92,267,236</u>	<u>\$ 52,681,911</u>	<u>\$ 144,949,147</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

	Deferred Inflows of Resources		
	CalSTRS	CalPERS	Total
<i>Governmental Activities</i>			
Experience Differences	\$ 17,306,230	\$ 3,403,730	\$ 20,709,960
Changes in Proportionate Share	10,452,904	1,064,989	11,517,893
Earnings Differences	11,296,417	-	11,296,417
Total Governmental Activities	\$ 39,055,551	\$ 4,468,719	\$ 43,524,270
<i>Business-Type Activities</i>			
Experience Differences	\$ 99,391	\$ 356,429	\$ 455,820
Changes in Proportionate Share	527,117	1,387,463	1,914,580
Earnings Differences	64,875	-	64,875
Total Business-Type Activities	\$ 691,383	\$ 1,743,892	\$ 2,435,275
Total Deferred Inflows of Resources	\$ 39,746,934	\$ 6,212,611	\$ 45,959,545

Pension contributions made subsequent to the measurement date reported as deferred outflows of resources will be recognized as a portion of pension expense in the year ended June 30, 2024. The remaining amounts reported as deferred outflows or deferred inflows of resources will be recognized as an increase or decrease to pension expense over a five-year period. Pension expense resulting from deferred outflows and deferred inflows of resources will be recognized as follows:

Governmental Activities					
Year Ended June 30,	Deferred Outflows of Resources		Deferred Inflows of Resources		Net Effect on Expenses
	CalSTRS	CalPERS	CalSTRS	CalPERS	
2024	\$ 57,357,815	\$ 26,178,605	\$ (15,246,585)	\$ (1,725,911)	\$ 66,563,924
2025	9,502,182	6,585,943	(14,921,978)	(1,725,909)	(559,762)
2026	9,326,848	5,024,394	(19,387,029)	(1,016,899)	(6,052,686)
2027	7,895,924	9,989,990	14,468,523	-	32,354,437
2028	7,407,550	-	(2,783,724)	-	4,623,826
Thereafter	-	-	(1,184,758)	-	(1,184,758)
Total	\$ 91,490,319	\$ 47,778,932	\$ (39,055,551)	\$ (4,468,719)	\$ 95,744,981

Business-Type Activities					
Year Ended June 30,	Deferred Outflows		Deferred Inflows		Net Effect on Expenses
	CalSTRS	CalPERS	CalSTRS	CalPERS	
2024	\$ 422,058	\$ 2,447,499	\$ (255,016)	\$ (512,038)	\$ 2,102,503
2025	121,074	967,449	(216,746)	(512,037)	359,740
2026	116,894	456,667	(242,390)	(493,552)	(162,381)
2027	116,891	1,031,364	71,611	(226,265)	993,601
2028	-	-	(37,659)	-	(37,659)
Thereafter	-	-	(11,183)	-	(11,183)
Total	\$ 776,917	\$ 4,902,979	\$ (691,383)	\$ (1,743,892)	\$ 3,244,621

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

c. Actuarial Assumptions

Total pension liabilities for the fiscal year ended June 30, 2023, were based on actuarial valuations determined using the following actuarial assumptions:

	CalSTRS	CalPERS
Fiscal Year	June 30, 2023	June 30, 2023
Measurement Date	June 30, 2022	June 30, 2022
Valuation Date	June 30, 2021	June 30, 2021
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Experience Study Period	2015 - 2018	2000 - 2019
Actuarial Assumptions:		
Discount Rate	7.10%	6.90%
Inflation	2.75%	2.30%
Payroll Growth	3.50%	(3)
Investment Rate of Return	7.00%	6.90%
Post Retirement Benefit Increase	(1)	(4)
Mortality	(2)	(5)

- (1) CalSTRS post-retirement benefit increases assumed at 2% simple (annually) maintaining 85% purchasing power level.
- (2) CalSTRS base mortality tables are custom tables derived to best fit the patterns of mortality among CalSTRS members. The projection scale was set to equal 110% of the ultimate improvement factor from the Mortality Improvement Scale (MP-2019) table issued by the Society of Actuaries.
- (3) Varies by entry age and service.
- (4) CalPERS post retirement benefit increases assumes 2.00% until PPPA floor on purchasing power applies, 2.50% thereafter.
- (5) CalPERS mortality table was developed based on CalPERS specific data. The table includes 15 years of mortality improvement using the Society of Actuaries 90% of scale MP-2016. For more details on this table, please refer to the December 2021 experience study report (based on CalPERS demographic data from 2000 to 2019) that can be found on the CalPERS website.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

d. Discount Rate

The discount rate used to measure the total pension liability was 7.10% for CalSTRS and 6.90% for CalPERS. The projection of cash flows used to determine the discount rates assumed the contributions from the plan members, employers, and state contributing agencies (where applicable) will be made at statutory contribution rates. To determine whether the District bond rate should be used in the calculation of a discount rate for each plan, CalSTRS and CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current discount rates are adequate, and the use of the discount bond rate calculations is not necessary for either plan. The stress test results are presented in detailed reports that can be obtained from CalPERS and CalSTRS respective websites.

The CalPERS discount rate was increased from 7.50% to 7.65% at measurement date June 30, 2015 (Fiscal year June 30, 2016) to correct for an adjustment to exclude administrative expenses. Subsequently CalPERS discount rate was decreased from 7.65% to 7.15% at measurement date June 30, 2017 (Fiscal year June 30, 2018) to adjust for changes resulting from actuarially determined amounts. Finally, the CalPERS discount rate was decreased from 7.15% to 6.90% at measurement date June 30, 2022 (fiscal year June 30, 2023) resulting from a new actuarial experience study completed.

The CalSTRS discount rate was adjusted from 7.60% to 7.10% for measurement date June 30, 2017 (Fiscal year June 30, 2018) to adjust for changes resulting from a new actuarial experience study.

According to Paragraph 30 of GASB Statement No. 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The investment return assumption used in the accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. Using this lower discount rate has resulted in a slightly higher total pension liability and net pension liability. CalSTRS and CalPERS checked the materiality threshold for the difference in calculation and did not find it to be a material difference.

CalSTRS and CalPERS are scheduled to review actuarial assumptions as part of their regular Asset Liability Management (ALM) review cycle. CalSTRS completed their ALM November 2019 with new policies in effect on July 1, 2021. CalPERS completed their ALM in 2021 with new policies in effect on July 1, 2022. Both CalSTRS and CalPERS conduct new ALM's every 4 years.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalSTRS and CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and long-term (11-60 years) using a building block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest quarter of one percent.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

The tables below reflect the long-term expected real rate of return by asset class. The rate of return was calculated using capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

CalSTRS		
<u>Asset Class</u>	<u>Assumed Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Public Equity	42.00%	4.75%
Private Equity	13.00%	6.25%
Real Estate	15.00%	3.55%
Inflation Sensitive	6.00%	3.25%
Fixed Income	12.00%	1.25%
Risk Mitigating Strategies	10.00%	1.75%
Cash/Liquidity	2.00%	-0.35%
*20 year average		

CalPERS		
<u>Asset Class</u>	<u>Assumed Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Global Equity - cap weighted	30.00%	4.54%
Global Equity - non-cap weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%
*20 year average		

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

e. Sensitivity to Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following represents the District's proportionate share of the net pension liability for each Plan, calculated using the discount rate for each Plan, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	CalSTRS		
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
1% Decrease	6.10%	6.10%	6.10%
Net Pension Liability	\$ 392,072,230	\$ 2,251,688	\$ 394,323,918
Current Discount Rate	7.10%	7.10%	7.10%
Net Pension Liability	\$ 230,850,988	\$ 1,325,787	\$ 232,176,775
1% Increase	8.10%	8.10%	8.10%
Net Pension Liability	\$ 96,990,642	\$ 557,022	\$ 97,547,664

	CalPERS		
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
1% Decrease	5.90%	5.90%	5.90%
Net Pension Liability	\$ 197,612,828	\$ 20,693,463	\$ 218,306,291
Current Discount Rate	6.90%	6.90%	6.90%
Net Pension Liability	\$ 136,798,824	\$ 14,325,190	\$ 151,124,014
1% Increase	7.90%	7.90%	7.90%
Net Pension Liability	\$ 86,538,285	\$ 9,062,047	\$ 95,600,332

Poway Unified School District
Notes to the Financial Statements, Continued
For the Year Ended June 30, 2023

3. Total Pension Liability, Pension Plan Fiduciary Net Position and Net Pension Liability

CalSTRS Governmental Activities

	Increase (Decrease)				
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability	State's Share of Net Pension Liability	District's Share of Net Pension Liability
	(a)	(b)	(a) - (b)	(c)	(a) - (b) - (c)
Balance at June 30, 2022					
(Previously Reported)	\$ 2,085,550,504	\$ 1,818,806,794	\$ 266,743,710	\$ 104,464,991	\$ 162,278,719
Changes for the year					
Change in proportionate share	(186,685,051)	(162,807,872)	(23,877,179)	(12,786,161)	(11,091,018)
Service cost	40,960,554	-	40,960,554	15,462,055	25,498,499
Interest	134,468,028	-	134,468,028	50,759,862	83,708,166
Experience differences	(8,928,600)	-	(8,928,600)	(3,370,426)	(5,558,174)
Change in benefits	373,582	-	373,582	141,022	232,560
Contributions:					
Employer	-	34,803,694	(34,803,694)	(13,137,924)	(21,665,770)
Employee	-	21,707,898	(21,707,898)	(8,194,438)	(13,513,460)
State on behalf	-	22,841,654	(22,841,654)	(8,622,415)	(14,219,239)
Net investment income	-	(39,441,091)	39,441,091	14,888,478	24,552,613
Other income	-	694,835	(694,835)	(262,291)	(432,544)
Benefit payments ⁽¹⁾	(93,537,729)	(93,537,729)	-	-	-
Administrative expenses	-	(1,019,963)	1,019,963	385,022	634,941
Borrowing costs	-	(655,337)	655,337	247,381	407,956
Other expenses	-	(28,497)	28,497	10,758	17,739
Net changes	(113,349,216)	(217,442,408)	104,093,192	35,520,923	68,572,269
Balance at June 30, 2023	\$ 1,972,201,288	\$ 1,601,364,386	\$ 370,836,902	\$ 139,985,914	\$ 230,850,988

CalSTRS Business-Type Activities

	Increase (Decrease)				
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability	State's Share of Net Pension Liability	District's Share of Net Pension Liability
	(a)	(b)	(a) - (b)	(c)	(a) - (b) - (c)
Balance at June 30, 2022					
(Previously Reported)	\$ 13,573,795	\$ 11,837,695	\$ 1,736,100	\$ 679,878	\$ 1,056,222
Changes for the year					
Change in proportionate share	(2,668,505)	(2,327,201)	(341,304)	(153,359)	(187,945)
Service cost	235,239	-	235,239	88,800	146,439
Interest	772,257	-	772,257	291,518	480,739
Experience differences	(51,277)	-	(51,277)	(19,357)	(31,920)
Change in benefits	2,146	-	2,146	810	1,336
Contributions:					
Employer	-	199,880	(199,880)	(75,452)	(124,428)
Employee	-	124,670	(124,670)	(47,061)	(77,609)
State on behalf	-	131,181	(131,181)	(49,519)	(81,662)
Net investment income	-	(226,512)	226,512	85,506	141,006
Other income	-	3,990	(3,990)	(1,506)	(2,484)
Benefit payments ⁽¹⁾	(537,192)	(537,192)	-	-	-
Administrative expenses	-	(5,858)	5,858	2,211	3,647
Borrowing costs	-	(3,764)	3,764	1,421	2,343
Other expenses	-	(164)	164	61	103
Net changes	(2,247,332)	(2,640,970)	393,638	124,073	269,565
Balance at June 30, 2023	\$ 11,326,463	\$ 9,196,725	\$ 2,129,738	\$ 803,951	\$ 1,325,787

(1) – Includes refunds of employee contributions

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

CalPERS Governmental Activities

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balance at June 30, 2022			
(Previously Reported)	\$ 421,891,528	\$ 341,607,733	\$ 80,283,795
Changes for the year			
Change in proportionate share	2,937,512	2,378,519	558,993
Service cost	9,880,795	-	9,880,795
Interest	29,562,288	-	29,562,288
Experience differences	(4,406,565)	-	(4,406,565)
Change in assumptions	13,609,116	-	13,609,116
Contributions:			
Employer	-	14,141,850	(14,141,850)
Employee	-	4,390,085	(4,390,085)
Net plan to plan resource movement	-	11	(11)
Net investment income	-	(25,628,857)	25,628,857
Benefit payments ⁽¹⁾	(21,066,058)	(21,066,058)	-
Administrative expenses	-	(213,491)	213,491
Net changes	30,517,088	(25,997,941)	56,515,029
Balance at June 30, 2023	\$ 452,408,616	\$ 315,609,792	\$ 136,798,824

CalPERS Business-Type Activities

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balance at June 30, 2022			
(Previously Reported)	\$ 50,449,557	\$ 40,849,265	\$ 9,600,292
Changes for the year			
Change in proportionate share	(5,962,648)	(4,827,987)	(1,134,661)
Service cost	1,034,689	-	1,034,689
Interest	3,095,680	-	3,095,680
Experience differences	(461,443)	-	(461,443)
Change in assumptions	1,425,109	-	1,425,109
Contributions:			
Employer	-	1,480,895	(1,480,895)
Employee	-	459,717	(459,717)
Net plan to plan resource movement	-	1	(1)
Net investment income	-	(2,683,782)	2,683,782
Benefit payments ⁽¹⁾	(2,205,979)	(2,205,979)	-
Administrative expenses	-	(22,355)	22,355
Net changes	(3,074,592)	(7,799,490)	4,724,898
Balance at June 30, 2023	\$ 47,374,965	\$ 33,049,775	\$ 14,325,190

(1) – Includes refunds of employee contributions

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalSTRS and CalPERS financial reports available on their respective websites.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

Q. Postemployment Benefits Other Than Pension Benefits

The District provides postemployment health care benefits for retired employees in accordance with negotiated contracts with the various bargaining units of the District.

1. Plan Description

Plan Administration

The Public Agency Retirement System (PARS) administers the Poway Unified School District Retiree Benefits Plan (Plan) through the PARS OPEB Trust Program (OPEB Trust). The Plan is a single-employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB). Assets are accumulated in a trust that meet the criteria in Paragraph 4 of GASB Statement 75.

Benefits Provided

The District maintains the same plans for its retirees as for its active employees with the general exception that benefits end when the retiree attains age 65 for all groups with exception of Classified PSEA II who receive lifetime dental and vision benefits with medical benefits ending at age 65.

Benefits provided by group are as follows:

	<i>Certificated (PFT)</i>	<i>Management – APSM & Confidential</i>	<i>Classified – PSEA I</i>	<i>Classified – PSEA II</i>
Benefit types provided	Medical, Dental, & Vision	Medical, Dental, & Vision	Medical, Dental, & Vision	Medical, Dental, & Vision
Duration of Benefits	To age 65	To age 65	To age 65	Medical to age 65 Lifetime Dental & Vision
Required Service	10 years of service	10 years of service	5 years of service	5 years of service
Minimum Age	STRS retirement age	PERS/STRS retirement age	PERS/STRS retirement age	PERS/STRS retirement age
Dependent Coverage	Self-pay basis	Self-pay basis	Self-pay basis	Self-pay basis
District Contribution %	100% of retiree only premium	100% of retiree only premium	District-paid contribution subject to the following service schedule: 10<=YOS<15=50% 15<=YOS<17=80% 17<=YOS<20=90% 20+YOS=100%	District-paid contribution subject to the following service schedule: 10<=YOS<15=50% 15<=YOS<17=80% 17<=YOS<20=90% 20+YOS=100%

YOS in the table above represents years of service.

PSEA II District-paid contributions are subject to a minimum dollar amount stated in the bargaining agreement.

PSEA II retirees are eligible for lifetime District-paid contributions for dental and vision premiums if retire with at least 10 consecutive years of service.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

2. Plan Membership

Membership of the plan consisted of the following as of June 30, 2023:

Inactive plan members or beneficiaries currently receiving benefits	311
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>3,335</u>
	<u>3,646</u>

3. Net OPEB Liability

The Poway Unified School District's Net OPEB liability of \$66,873,841 was measured as of June 30, 2023 and was determined by an actuarial valuation as of June 30, 2022.

4. Actuarial Assumptions and Other Inputs

The Net OPEB liability in the actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Economic assumptions:

Inflation	2.50% per annum
Salary increases	2.75% per annum, in aggregate
Discount rate	4.34%
Healthcare cost trend rates	4.50%
Retiree's share of costs	0.00%

The discount rate is based on assumed long-term return on employer assets using the "Building Block Method". Assessment of long-term returns for employer assets is based on long-term historical returns for surplus funds invested pursuant to California Government Code §53601 et seq.

Mortality Rates for CalPERS Employees: The mortality assumptions are based on the 2017 CalPERS Mortality for Miscellaneous and Schools Employees table created by CalPERS. CalPERS periodically studies mortality for participating agencies and establishes mortality tables that are modified versions of commonly used tables. This table incorporates mortality projection as deemed appropriate based on CalPERS analysis.

Mortality Rates for CalSTRS Employees: The mortality assumptions are based on the 2020 CalSTRS Mortality table created by CalSTRS. CalSTRS periodically studies mortality for participating agencies and establishes mortality tables that are modified versions of commonly used tables. This table incorporates mortality projection as deemed appropriate based on CalSTRS analysis.

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of CalPERS actuarial experience study for the period July 1, 2000 through June 30, 2019 and the CalSTRS experience study for the period July 1, 2015 through June 30, 2018.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

Assumed asset allocation and rates of return:

Asset Class	Percentage of Portfolio	Assumed Gross Return
All Equities	60%	7.545%
Long-Term Corporate Bonds	5%	5.045%
Intermediate-Term Government Bonds	30%	4.250%
Short-Term Government Fixed Income	5%	3.000%

5. Changes in Net OPEB Liability

<i>Governmental Activities</i>			
	Total OPEB Liability	Fiduciary Net Position	Net OPEB Liability
Balance July 1, 2022	\$ 76,638,987	\$ 12,006,226	\$ 64,632,761
Current Year Changes:			
Service Cost	5,206,677	-	5,206,677
Interest	2,942,853	1,024,113	1,918,740
Employer Contributions	-	3,772,795	(3,772,795)
Benefit Payments	(2,463,351)	(2,463,351)	-
Administrative Expenses	-	(38,349)	38,349
Changes in Assumptions	(3,752,490)	-	(3,752,490)
Balance June 30, 2023	\$ 78,572,676	\$ 14,301,434	\$ 64,271,242
<i>Business Type Activities</i>			
	Total OPEB Liability	Fiduciary Net Position	Net OPEB Liability
Balance July 1, 2022	\$ 3,101,921	\$ 485,945	\$ 2,615,976
Current Year Changes:			
Service Cost	192,652	-	192,652
Interest	108,888	37,893	70,995
Employer Contributions	-	139,597	(139,597)
Benefit Payments	(91,146)	(91,146)	-
Administrative Expenses	-	(1,419)	1,419
Changes in Assumptions	(138,846)	-	(138,846)
Net Changes	71,548	84,925	(13,377)
Balance June 30, 2023	\$ 3,173,469	\$ 570,870	\$ 2,602,599

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

6. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the Net OPEB liability of the Plan, as well as what the District's Net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease (3.34%)	Valuation Discount Rate (4.34%)	1% Increase (5.34%)
Net OPEB Liability			
Governmental Activities	\$ 70,824,781	\$ 64,271,242	\$ 59,169,161
Business Type Activities	2,620,587	2,602,599	2,189,317
Total	<u>\$ 73,445,368</u>	<u>\$ 66,873,841</u>	<u>\$ 61,358,478</u>

7. Sensitivity of the Net OPEB Liability to Changes in Healthcare Cost Trend Rate

The following presents the Net OPEB liability of the Plan, as well as what the District's Net OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate:

	1% Decrease (3.50%)	Healthcare Costs Trend (4.50%)	1% Increase (5.50%)
Net OPEB Liability			
Governmental Activities	\$ 55,215,912	\$ 64,271,242	\$ 75,170,570
Business Type Activities	2,043,043	2,386,109	2,781,385
Total	<u>\$ 57,258,955</u>	<u>\$ 66,873,841</u>	<u>\$ 77,951,955</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

8. OPEB Expense

For the fiscal year ended June 30, 2023, the District recognized OPEB expense of \$5,453,779.

9. Deferred Outflows and Deferred Inflows of Resources Related to OPEB

At June 30, 2023 the District reported deferred outflows and deferred inflows of resources related to OPEB for the following:

	Deferred Outflows of Resources		
	Governmental	Business Type	Total
	Activities	Activities	
Experience (Gains)/Losses	\$ 2,895,452	\$ 107,134	\$ 3,002,586
Changes of Assumptions	775,999	28,714	804,713
Investment (Gains)/Losses	802,534	29,695	832,229
Changes in Proportionate Share	65,691	-	65,691
Total	<u>\$ 4,539,676</u>	<u>\$ 165,543</u>	<u>\$ 4,705,219</u>

	Deferred Inflows of Resources		
	Governmental	Business Type	Total
	Activities	Activities	
Experience (Gains)/Losses	\$ 10,945,028	\$ 404,977	\$ 11,350,005
Changes of Assumptions	16,795,630	621,457	17,417,087
Changes in Proportionate Share	-	65,691	65,691
Total	<u>\$ 27,740,658</u>	<u>\$ 1,092,125</u>	<u>\$ 28,832,783</u>

Amounts reported as deferred outflows and deferred inflows of resources related to OPEB will impact OPEB expense under the following amortization schedule:

Year Ended	Governmental Activities		
	Deferred	Deferred	Net Effect on
June 30,	Outflows of	Inflows of	OPEB
	Resources	Resources	Expense
2024	\$ 1,518,960	\$ (3,686,481)	\$ (2,167,521)
2025	1,092,583	(3,686,481)	(2,593,898)
2026	1,207,859	(3,686,481)	(2,478,622)
2027	676,775	(3,686,479)	(3,009,704)
2028	5,548	(2,175,837)	(2,170,289)
Thereafter	37,951	(10,818,899)	(10,780,948)
Total	<u>\$ 4,539,676</u>	<u>\$ (27,740,658)</u>	<u>\$ (23,200,982)</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

<i>Business Type Activities</i>			
Year Ended June 30,	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Effect on OPEB Expense
2024	\$ 55,998	\$ (141,951)	\$ (85,953)
2025	40,224	(141,951)	(101,727)
2026	44,487	(141,951)	(97,464)
2027	24,834	(141,952)	(117,118)
2028	-	(86,056)	(86,056)
Thereafter	-	(438,264)	(438,264)
Total	<u>\$ 165,543</u>	<u>\$ (1,092,125)</u>	<u>\$ (926,582)</u>

10. Liabilities Due to The OPEB Plan

As of June 30, 2023, there are no liabilities owed to the OPEB Plan.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

R. Risk Management

The District is exposed to risk of losses due to:

- Torts,
- Theft of, damage to, or destruction of assets,
- Business interruption,
- Errors or omissions,
- Job related illness or injuries to employees,
- Natural disasters,
- Other risks associated with public entity risk pools

Risk management is the process of managing the District's activities to minimize the adverse effects of these risks. The main element of risk management are risk control (to minimize the losses that strike an organization) and risk financing (to obtain finances to provide for or restore the economic damages of those losses). Risk financing techniques include risk retention, risk transfer to and from an insurer, and risk transfer to a non-insurer. The District has one self-insurance fund (Internal Service Fund) to account for and finance its uninsured risks of loss. The Internal Service Fund provides dental and vision coverage to employees.

All funds of the District participate in the program, but only the General Fund makes payments to the Self Insurance Fund based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a liability for open claims and Incurred But Not Reported (IBNR) claims. The claims and liability of \$751,442 is included in the liabilities under accounts payable and is reported in accordance with Financial Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated at the end of the fiscal year. Changes in the Internal Service Fund's claim liability in the fiscal year ended June 30, 2023 are indicated below:

	Fiscal Liability July 1, 2022	Claims and Changes in Estimates	Claim Payments	Fiscal Liability June 30, 2023
Internal Service Fund:				
Year 2022-23	<u>\$ 784,460</u>	<u>\$ 393,403</u>	<u>\$ 426,421</u>	<u>\$ 751,442</u>

S. Participation in Joint Powers Authorities

The District participates in two joint powers agreements (JPA) entities, the San Diego County Schools Risk Management (SDCSRM) and the Southern California Relief Property and Liability Insurance (SCR). The relationship between the District and the JPA's is such that the JPA's are not component units of the District.

The JPA's arrange for and provide for various types of insurances for its member districts as requested. The JPA's are governed by a board consisting of a representative from each member district. The board controls the operations of the JPA's, including selection of management and approval of operating budgets, independent of any influence by the member districts beyond their representation on the board. Each member district pays a premium commensurate with the level of coverage requested and shares surpluses and deficits proportionate to their participation in the JPA's.

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

Combined condensed unaudited financial information for the District's share of the San Diego County Schools Risk Management (SDCSRM) for the year ended June 30, 2023 can be obtained by contacting the SDCSRM at the San Diego County Office of Education located at 6401 Linda Vista Road, San Diego, California 92111.

Combined condensed unaudited financial information of the District's share of the Southern California Relief Property and Liability Insurance JPA for the year ended June 30, 2023 can be obtained by contacting Keenan & Associates located at P.O. Box 4328, Torrance, California 90510.

T. Commitments and Contingencies

1. State and Federal Allowances, Awards, and Grants

The District has received state and federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate expenditure disallowances under terms of the grants, it is believed that any required reimbursement will not be material.

2. Litigation

The District is periodically involved in various litigation arising from the normal course of business. In the opinion of management and legal counsel, the disposition of all litigation pending is not expected to have a material adverse effect on the overall financial position of the District as of June 30, 2023.

3. Construction Commitments

As of June 30, 2023, the District the following commitments with respect to unfinished capital projects:

Project	Commitment Amount	Expected Date of Final Completion*
BHMS Freezer/Cooler	\$ 440,188	10/2023
AHS Expansion	142,230	12/2024
Various Pour and Place	295,576	12/2023
Various Flooring	436,652	12/2023
Various HVAC	885,460	12/2024
MCHS & DNHS Scoreboard	28,400	12/2023
Los Penasquitos Elementary School Expansion	474,236	10/2023
Various Lighting Upgrades	38,300	03/2024
MCHS & PHS Tennis Courts	270,016	10/2023
MVMS Gym	30,000	12/2023
TPC Storm Water Mitigation	214,475	12/2024
TBES Roofing Projects	280,590	10/2023
WVHS Expansion	422,500	12/2024
Total	\$ 3,958,623	

*Expected date of final completion subject to change

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

U. Deferred Outflows of Resources

Consistent with the requirements of GASB Statement No. 63, refunding losses and prepaid debt insurance are recorded as deferred outflows of resources and amortized over the life of the debt.

In accordance with GASB Statement No. 68 & 71, the contributions to the pension plans subsequent to measurement date are recorded as deferred outflows of resources. In addition, the statements prescribe certain items that must be recorded as deferred outflows of resources which have been recorded accordingly.

In accordance with GASB Statement No. 75, the District has recorded deferred outflows of resources for OPEB related items as prescribed by the statement.

A summary of the deferred outflows of resources as of June 30, 2023 is as follows:

	Balance July 1, 2022	Additions	Amortization	Balance June 30, 2023
<i>Governmental Activities:</i>				
Refunding Losses	\$ 22,149,366	\$ -	\$ 1,779,142	\$ 20,370,224
Prepaid Debt Insurance	1,360,101	-	55,707	1,304,394
Pension Related	94,321,318	120,549,853	75,601,920	139,269,251
OPEB Related	6,255,884	(191,690)	1,524,518	4,539,676
Total	124,086,669	120,358,163	78,961,287	165,483,545
<i>Business Type Activities:</i>				
Pension Related	730,594	8,246,293	3,296,991	5,679,896
OPEB Related	231,474	(9,738)	56,193	165,543
Total	962,068	8,236,555	3,353,184	5,845,439
Total Deferred Outflows of Resources	\$ 125,048,737	\$ 128,594,718	\$ 82,314,471	\$ 171,328,984

Future amortization of deferred outflows of resources is as follows:

<i>Governmental Activities</i>					
Year Ended June 30,	Refunding Losses	Prepaid Debt Insurance	Pension Related	OPEB Related	Total
2024	\$ 1,779,151	\$ 59,227	\$ 83,536,420	\$ 1,518,960	\$ 86,893,758
2025	1,779,150	61,759	16,088,125	1,092,583	19,021,617
2026	1,779,151	65,562	14,351,242	1,207,859	17,403,814
2027	1,779,150	69,927	17,885,914	676,775	20,411,766
2028	1,779,150	73,549	7,407,550	5,548	9,265,797
Thereafter	11,474,472	974,370	-	37,951	12,486,793
Total	\$ 20,370,224	\$ 1,304,394	\$ 139,269,251	\$ 4,539,676	\$ 165,483,545

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

<i>Business Type Activities</i>			
Year Ended June 30,	Pension Related	OPEB Related	Total
2024	\$ 2,869,557	\$ 55,998	\$ 2,925,555
2025	1,088,523	40,224	1,128,747
2026	573,561	44,487	618,048
2027	1,148,255	24,834	1,173,089
Total	<u>\$ 5,679,896</u>	<u>\$ 165,543</u>	<u>\$ 5,845,439</u>

V. Deferred Inflows of Resources

Consistent with the requirements of GASB Statement No. 63, refunding gains are recorded as deferred inflows of resources and amortized over the life of the debt.

In accordance with GASB Statement No. 68 & 71, items as outlined in the GASB pronouncement have been recorded as deferred inflows of resources.

In accordance with GASB Statement No. 75, the District has recorded deferred inflows of resources for OPEB related items as prescribed by the statement.

Consistent with the requirements of GASB Statement No 87 deferred rent income is recorded as deferred inflows of resources and amortized over the life of the lease receivable.

A summary of the deferred inflows of resources as of June 30, 2023 is as follows:

	Balance July 1, 2022	Additions	Amortization	Balance June 30, 2023
<i>Governmental Activities:</i>				
Refunding Gains	\$ 334,993	\$ -	\$ 55,833	\$ 279,160
Deferred Rent Income	6,357,257	-	649,655	5,707,602
Pension Related	148,933,381	(84,716,017)	20,693,094	43,524,270
OPEB Related	27,674,645	3,752,490	3,686,477	27,740,658
Total	<u>183,300,276</u>	<u>(80,963,527)</u>	<u>25,085,059</u>	<u>77,251,690</u>
<i>Business Type Activities:</i>				
Pension Related	2,878,306	1,197,397	1,640,428	2,435,275
OPEB Related	1,023,991	210,350	142,216	1,092,125
Total	<u>3,902,297</u>	<u>1,407,747</u>	<u>1,782,644</u>	<u>3,527,400</u>
Total Deferred Outflows of Resources	<u>\$ 187,202,573</u>	<u>\$ (79,555,780)</u>	<u>\$ 26,867,703</u>	<u>\$ 80,779,090</u>

Poway Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2023

Future amortization of deferred inflows is as follows:

<i>Governmental Activities</i>					
Year Ended June 30,	Refunding Gain	Deferred Rent Income	Pension Related	OPEB Related	Total
2024	\$ 55,832	\$ 649,655	\$ 16,972,496	\$ 3,686,481	\$ 21,364,464
2025	55,832	591,631	16,647,887	3,686,481	20,981,831
2026	55,832	550,039	20,403,928	3,686,481	24,696,280
2027	55,832	518,355	(14,468,523)	3,686,479	(10,207,857)
2028	55,832	481,726	2,783,724	2,175,837	5,497,119
Thereafter	-	2,916,196	1,184,758	10,818,899	14,919,853
Total	<u>\$ 279,160</u>	<u>\$ 5,707,602</u>	<u>\$ 43,524,270</u>	<u>\$ 27,740,658</u>	<u>\$ 77,251,690</u>

<i>Business Type Activities</i>			
Year Ended June 30,	Pension Related	OPEB Related	Total
2024	\$ 767,054	\$ 141,951	\$ 909,005
2025	728,783	141,951	870,734
2026	735,942	141,951	877,893
2027	154,654	141,952	296,606
2028	37,659	86,056	123,715
Thereafter	11,183	438,264	449,447
Total	<u>\$ 2,435,275</u>	<u>\$ 1,092,125</u>	<u>\$ 3,527,400</u>

W. Upcoming Accounting Guidance

The Governmental Accounting Standards Board (GASB) issues pronouncements and additional guidance for governmental agencies to establish consistent accounting across all governments in the United States. The following table represents items that have been issued by GASB that will become effective in future periods:

Description	Date Issued	Fiscal Year Effective
GASB Statement 99, Omnibus 2022 (Portions related to financial guarantees and derivative instruments)	04/2022	2024-25
GASB Statement 100, Accounting Changes for Error Corrections	06/2022	2024-25
GASB Statement 101, Compensated Absences	06/2022	2024-25
GASB Implementation Guide 2021-1, Implementation Guidance Update - 2021 (Question 5.1)	05/2021	2024-25
GASB Implementation Guide 2023-1, Implementation Guidance Update - 2023	06/2023	2024-25

The effects of the upcoming guidance and pronouncements on the District's financial statements has not yet been determined.

Required Supplementary Information

Poway Unified School District

Budgetary Comparison Schedule – General Fund

For the Year Ended June 30, 2023

	Budgeted Amounts			Variance to Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
LCFF Sources				
State Apportionment	\$ 162,498,449	\$ 151,177,316	\$ 149,446,302	\$ (1,731,014)
Education Protection Account	6,929,477	13,032,267	13,149,377	117,110
Property Taxes	196,279,346	215,460,562	217,470,571	2,010,009
Federal Revenue	19,951,257	24,310,663	21,823,962	(2,486,701)
Other State Revenue	78,364,341	112,811,333	117,868,839	5,057,506
Interest Income	450,000	1,169,400	3,077,296	1,907,896
Fair Market Value Adjustment	-	-	(1,593,759)	(1,593,759)
Other Local Revenue	11,331,042	12,318,642	13,004,277	685,635
Total Revenues	475,803,912	530,280,183	534,246,865	3,966,682
Expenditures				
Current Expenditures:				
Certificated Salaries	193,961,705	206,306,451	205,552,563	753,888
Classified Salaries	74,160,503	78,348,892	73,965,340	4,383,552
Employee Benefits	145,724,757	147,670,855	140,553,653	7,117,202
Books and Supplies	19,104,707	36,467,621	15,899,987	20,567,634
Services and Other Operating	40,200,227	54,245,074	50,195,584	4,049,490
Other Outgo	307,525	307,525	517,451	(209,926)
Direct Support/Indirect Costs	(665,665)	(702,055)	(654,669)	(47,386)
Capital Outlay	5,351,600	9,720,606	6,037,959	3,682,647
Debt Service:				
Principal	873,052	863,052	1,467,390	(604,338)
Interest	51,722	69,992	189,825	(119,833)
Total Expenditures	479,070,133	533,298,013	493,725,083	39,572,930
Excess (Deficiency) of Revenues Over Expenditures	(3,266,221)	(3,017,830)	40,521,782	43,539,612
Other Financing Sources (Uses)				
Proceeds from Leases and Subscriptions	-	-	1,035,092	1,035,092
Transfers In	4,604,876	4,604,876	3,149,783	(1,455,093)
Transfers Out	(3,148,462)	(5,458,207)	(6,498,929)	(1,040,722)
Total Other Financing Sources (Uses)	1,456,414	(853,331)	(2,314,054)	(1,460,723)
Net Change in Fund Balance	(1,809,807)	(3,871,161)	38,207,728	42,078,889
Fund Balance - Beginning of Year	87,166,948	87,166,948	87,166,948	-
Fund Balance - End of Year	\$ 85,357,141	\$ 83,295,787	\$ 125,374,676	\$ 42,078,889

See Accompanying Notes to Required Supplementary Information

Poway Unified School District

Schedule of the District's Proportionate Share of the Net Pension Liability - CalSTRS

Last Ten Fiscal Years*

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability (asset)	0.3341%	0.3589%	0.2999%	0.3137%	0.3025%	0.3009%	0.3128%	0.3137%	0.2994%	N/A
District's proportionate share of the net pension liability (asset)	\$232,176,775	\$163,334,941	\$290,675,787	\$283,295,547	\$278,019,582	\$278,284,160	\$252,994,325	\$211,162,566	\$174,933,388	N/A
State's proportionate share of the net pension liability (asset) associated with the District	140,789,863	105,144,869	159,813,158	153,505,569	159,416,525	165,255,727	144,725,589	112,126,629	106,512,806	N/A
Total	\$372,966,638	\$268,479,810	\$450,488,945	\$436,801,116	\$437,436,107	\$443,539,887	\$397,719,914	\$323,289,195	\$281,446,194	N/A
District's covered payroll**	213,304,504	210,888,074	184,649,766	168,473,489	159,303,455	157,782,051	153,932,012	143,270,553	131,163,903	N/A
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	108.85%	77.45%	157.42%	168.15%	174.52%	176.37%	164.35%	147.39%	133.37%	N/A
Plan fiduciary net position as a percentage of the total pension liability	81.20%	87.21%	71.82%	72.56%	70.99%	69.46%	70.04%	74.02%	76.52%	N/A

*This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of information is available.

**Covered payroll on this schedule is based on measurement date, as such covered payroll represented for each fiscal year is the covered payroll from the prior year as identified on the schedule of contributions.

See Accompanying Notes to Required Supplementary Information

Poway Unified School District

Schedule of the District's Contributions - CalSTRS

Last Ten Fiscal Years*

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 38,179,729	\$ 35,885,001	\$ 33,838,200	\$ 31,316,226	\$ 27,261,053	\$ 22,987,489	\$ 19,848,982	\$ 16,516,905	\$ 12,722,425	N/A
Contributions in relation to the contractually required contribution	<u>(38,179,729)</u>	<u>(35,885,001)</u>	<u>(33,838,200)</u>	<u>(31,316,226)</u>	<u>(27,261,053)</u>	<u>(22,987,489)</u>	<u>(19,848,982)</u>	<u>(16,516,905)</u>	<u>(12,722,425)</u>	<u>N/A</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>N/A</u>
District's covered payroll**	\$201,178,770	\$213,304,504	\$210,888,074	\$184,649,766	\$168,473,489	\$159,303,455	\$157,782,051	\$153,932,012	\$143,270,553	N/A
Contributions as a percentage of covered payroll	18.98%	16.82%	16.05%	16.96%	16.18%	14.43%	12.58%	10.73%	8.88%	N/A

*This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of information is available.

**Covered payroll on this schedule is based on the fiscal year.

See Accompanying Notes to Required Supplementary Information

Poway Unified School District

Schedule of the District's Proportionate Share of the Net Pension Liability – CalPERS

Last Ten Fiscal Years*

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability (asset)	0.4392%	0.4420%	0.4344%	0.4381%	0.4317%	0.4438%	0.4586%	0.4672%	0.4627%	N/A
District's proportionate share of the net pension liability (asset)	\$151,124,014	\$ 89,884,087	\$133,284,214	\$127,672,006	\$115,117,610	\$105,938,179	\$ 90,572,762	\$ 68,858,624	\$ 52,524,824	N/A
District's covered payroll**	\$ 61,727,770	\$ 56,690,005	\$ 55,776,827	\$ 55,380,644	\$ 57,567,208	\$ 56,995,845	\$ 55,534,304	\$ 51,950,329	\$ 41,002,307	N/A
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	244.82%	158.55%	238.96%	230.54%	199.97%	185.87%	163.09%	132.55%	128.10%	N/A
Plan fiduciary net position as a percentage of the total pension liability	69.76%	80.97%	70.00%	70.05%	70.85%	71.87%	73.90%	79.43%	83.38%	N/A

*This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of information is available.

**Covered payroll on this schedule is based on measurement date, as such covered payroll represented for each fiscal year is the covered payroll from the prior year as identified on the schedule of contributions.

See Accompanying Notes to Required Supplementary Information

Poway Unified School District

Schedule of the District's Contributions - CalPERS

Last Ten Fiscal Years*

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 18,757,587	\$ 14,141,832	\$ 11,734,831	\$ 10,999,748	\$ 10,002,852	\$ 7,906,222	\$ 6,911,746	\$ 5,671,344	\$ 5,193,071	N/A
Contributions in relation to the contractually required contribution	<u>(18,757,587)</u>	<u>(14,141,832)</u>	<u>(11,734,831)</u>	<u>(10,999,748)</u>	<u>(10,002,852)</u>	<u>(7,906,222)</u>	<u>(6,911,746)</u>	<u>(5,671,344)</u>	<u>(5,193,071)</u>	<u>N/A</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>N/A</u>
District's covered payroll**	\$ 73,936,094	\$ 61,727,770	\$ 56,690,005	\$ 55,776,827	\$ 55,380,644	\$ 57,567,208	\$ 56,995,845	\$ 55,534,304	\$ 51,950,329	N/A
Contributions as a percentage of covered payroll	25.370%	22.910%	20.700%	19.721%	18.062%	13.734%	12.127%	10.212%	9.996%	N/A

*This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of information is available.

**Covered payroll on this schedule is based on the fiscal year.

See Accompanying Notes to Required Supplementary Information

Poway Unified School District

Schedule of Changes in the District's Net OPEB Liability and Related Ratios – PUSD Retiree Health Plan

Last Ten Fiscal Years*

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total OPEB liability:										
Service cost	\$ 5,399,329	\$ 6,783,135	\$ 6,765,617	\$ 6,177,250	\$ 5,997,330	\$ 5,469,778	N/A	N/A	N/A	N/A
Interest	3,051,741	2,368,644	2,112,234	3,032,142	3,082,311	2,891,786	N/A	N/A	N/A	N/A
Changes of benefit terms	-	-	-	-	-	-	N/A	N/A	N/A	N/A
Experience differences	-	(13,048,758)	-	6,005,172	-	-	N/A	N/A	N/A	N/A
Changes of assumptions	(3,891,336)	(8,170,636)	(1,174,242)	(12,532,276)	1,444,731	2,743,524	N/A	N/A	N/A	N/A
Benefit payments	(2,554,497)	(2,958,549)	(2,779,967)	(4,387,150)	(2,089,560)	(3,405,496)	N/A	N/A	N/A	N/A
Net change in total OPEB liability	2,005,237	(15,026,164)	4,923,642	(1,704,862)	8,434,812	7,699,592	N/A	N/A	N/A	N/A
Total OPEB liability - beginning	79,740,908	94,767,072	89,843,430	91,548,292	83,113,480	75,413,888	N/A	N/A	N/A	N/A
Total OPEB liability - ending	<u>\$ 81,746,145</u>	<u>\$ 79,740,908</u>	<u>\$ 94,767,072</u>	<u>\$ 89,843,430</u>	<u>\$ 91,548,292</u>	<u>\$ 83,113,480</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Plan fiduciary net position:										
Contributions - employer	\$ 3,912,392	\$ 4,554,753	\$ 3,291,302	\$ 10,476,131	\$ 5,490,101	\$ -	N/A	N/A	N/A	N/A
Contributions - employee	-	-	-	-	-	-	N/A	N/A	N/A	N/A
Net investment income	1,062,006	(1,934,814)	2,240,440	172,694	83,069	-	N/A	N/A	N/A	N/A
Benefit payments	(2,554,497)	(2,958,549)	(2,360,561)	(4,387,150)	(2,089,560)	-	N/A	N/A	N/A	N/A
Administrative expenses	(39,768)	(38,634)	(31,259)	(15,792)	-	-	N/A	N/A	N/A	N/A
Net change in plan fiduciary net position	2,380,133	(377,244)	3,139,922	6,245,883	3,483,610	-	N/A	N/A	N/A	N/A
Plan fiduciary net position - beginning	12,492,171	12,869,415	9,729,493	3,483,610	-	-	N/A	N/A	N/A	N/A
Plan fiduciary net position - ending	<u>\$ 14,872,304</u>	<u>\$ 12,492,171</u>	<u>\$ 12,869,415</u>	<u>\$ 9,729,493</u>	<u>\$ 3,483,610</u>	<u>\$ -</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Net OPEB liability	<u>\$ 66,873,841</u>	<u>\$ 67,248,737</u>	<u>\$ 81,897,657</u>	<u>\$ 80,113,937</u>	<u>\$ 88,064,682</u>	<u>\$ 83,113,480</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Plan fiduciary net position as a percentage of total OPEB liability	18.19%	15.67%	13.58%	10.83%	3.81%	0.00%	N/A	N/A	N/A	N/A
Covered payroll	\$298,694,884	\$254,696,096	\$245,903,000	\$209,260,000	\$209,260,000	\$209,260,000	N/A	N/A	N/A	N/A
Net OPEB liability as a percentage of covered payroll	22.39%	26.40%	33.30%	38.28%	42.08%	39.72%	N/A	N/A	N/A	N/A

*This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of information is available.

See Accompanying Notes to Required Supplementary Information

Poway Unified School District

Schedule of District Contributions – PUSD Retiree Health Plan

Last Ten Fiscal Years*

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarial determined contributions (ADC)**	\$ -	\$ 2,958,549	\$ 2,182,279	\$ 2,779,967	\$ -	\$ -	N/A	N/A	N/A	N/A
Contributions in relation to the contractually required contribution	2,554,497	4,554,753	3,291,302	4,387,150	5,490,101	3,405,496	N/A	N/A	N/A	N/A
Contribution deficiency (excess)	<u>\$ (2,554,497)</u>	<u>\$ (1,596,204)</u>	<u>\$ (1,109,023)</u>	<u>\$ (1,607,183)</u>	<u>\$ (5,490,101)</u>	<u>\$ (3,405,496)</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
District's covered payroll	\$298,694,884	\$254,696,096	\$245,903,000	\$209,260,000	\$209,260,000	\$209,260,000	N/A	N/A	N/A	N/A
Contributions as a percentage of covered payroll	0.855%	1.788%	1.338%	2.097%	2.624%	1.627%	N/A	N/A	N/A	N/A

*This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of information is available.

**The District obtained ADC for fiscal years ended June 30, 2020, June 30, 2021, and June 30, 2022 but did not obtain ADC for other years presented.

See Accompanying Notes to Required Supplementary Information

Poway Unified School District

Notes to Required Supplementary Information

For the Year Ended June 30, 2023

A. Budgetary Comparison Schedule – General Fund

As described in Note A to these financial statements, for purposes of reporting in conformity with GASB Statement No. 54, the District's Special Reserve Fund for Other than Capital Outlay (Fund 17) was included with the General Fund. The Budgetary Comparison Schedule included in the Required Supplementary Information is based on the legally adopted budget for the General Fund only.

General Fund - Basic Financial Statements Ending Fund Balance	\$ 127,104,589
Fund 17 Fund Balance	<u>(1,729,913)</u>
General Fund - Budgetary Comparison Schedule Ending Fund Balance	<u>\$ 125,374,676</u>
General Fund - Basic Financial Statements Net Change in Fund Balance	\$ 38,343,252
Fund 17 Net Change in Fund Balance	<u>(135,524)</u>
General Fund - Budgetary Comparison Schedule Net Change in Fund Balance	<u>\$ 38,207,728</u>

B. Excess of Expenditures Over Appropriations

As of June 30, 2023, the District's expenditures which exceeded appropriations in the following categories:

<u>Appropriations Category</u>	<u>Excess Expenditures</u>	<u>Reason for Excess Expenditures</u>
General Fund:		
Other Outgo	\$ 209,926	The District underestimated additional transfers of costs to other agencies.
Transfers of Indirect Costs	47,386	The District underestimated internal transfers of indirect costs between funds.
Debt Service	724,171	The District underestimated the impact of leases and SBITAs on debt service payments.

Amounts in excess of appropriations were not considered a violation of any laws, regulations, contracts or grant agreements and did not have a direct or material effect on the financial statements.

Poway Unified School District

Notes to Required Supplementary Information, Continued

For the Year Ended June 30, 2023

C. Schedule of District's Proportionate Share – CalSTRS

1. Benefit Changes: There were no changes to benefits during the periods being reported.
2. Changes in Assumptions: Assumptions used in determining the total pension liability of the CalSTRS Plan changed due to actuarial experience studies. Changes in assumptions effective in fiscal year 2020-21 (measured as of June 30, 2020) were to termination rates and service retirement rates based on the experience study for the period July 1, 2015, through June 30, 2018. Changes in assumptions effective in fiscal year 2017-18 (measured as of June 30, 2017) were to price inflation, wage growth, discount rate and mortality tables based on the experience study for the period July 1, 2010, through June 30, 2015.

D. Schedule of District's Contributions – CalSTRS

The total pension liability for California State Teachers' Retirement System (CalSTRS) for measurement date June 30, 2021, was determined with a valuation completed June 30, 2020 (released in May 2021). In determining the total pension liability, the financial reporting actuarial valuation used the following actuarial methods and assumptions:

Reporting Period	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019
Measurement Date	06/30/14	06/30/15	06/30/16	06/30/17	06/30/18
Valuation Date	06/30/13	06/30/14	06/30/15	06/30/16	06/30/17
Experience Study	07/01/06 - 06/30/10	07/01/06 - 06/30/10	07/01/06 - 06/30/10	07/01/06 - 06/30/15	07/01/06 - 06/30/15
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Investment Rate of Return ⁽¹⁾	7.60%	7.60%	7.60%	7.10%	7.10%
Consumer Price Inflation	3.00%	3.00%	3.00%	2.75%	2.75%
Wage Growth (Average)	3.75%	3.75%	3.75%	3.50%	3.50%
Post-retirement Benefit Increases	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple

Reporting Period	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023
Measurement Date	06/30/19	06/30/20	06/30/21	06/30/22
Valuation Date	06/30/18	06/30/19	06/30/20	06/30/21
Experience Study	07/01/06 - 06/30/15	07/01/15 - 06/30/18	07/01/15 - 06/30/18	07/01/15 - 06/30/18
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Investment Rate of Return ⁽¹⁾	7.10%	7.10%	7.10%	7.10%
Consumer Price Inflation	2.75%	2.75%	2.75%	2.75%
Wage Growth (Average)	3.50%	3.50%	3.50%	3.50%
Post-retirement Benefit Increases	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple

(1) – Net of investment expenses but gross of administrative expenses.

CalSTRS uses a generational mortality assumption, which involves the use of base mortality table and projection scales to reflect expected annual reductions in mortality rates at each age, resulting in increases in life expectancies each year into the future. The base mortality tables are CalSTRS custom tables derived to best fit the patterns of mortality among CalSTRS members. The projection scale was set equal to 110% of the ultimate improvement factor from the Mortality Improvement Scale (MP-2019) table issued by the Society of Actuaries.

Additional information can be obtained by reviewing the CalSTRS Actuarial Experience Study on the CalSTRS website.

Poway Unified School District

Notes to Required Supplementary Information, Continued

For the Year Ended June 30, 2023

E. Schedule of District's Proportionate Share – CalPERS

1. Benefit Changes: There were no changes to benefits during the periods being reported.
2. Changes in Assumptions. On December 21, 2016, the CalPERS Board lowered the discount rate for funding purposes from 7.50% to 7.00% using a three-year phase-in beginning with the June 30, 2016, actuarial valuations and the June 30, 2017 valuations for the School Pool. Subsequently the CalPERS Board decrease from 7.25% to 7.15% for the school pool valuation occurred in the June 30, 2019, valuation. Finally, the CalPERS board decreased the discount rate from 7.15% to 6.90% for measurement date June 30, 2022 as a result of the 2021 experience study. Additional adjustments were made to mortality and other assumptions based upon the experience study completed in 2021.

F. Schedule of District's Contributions – CalPERS

The total pension liability for California Public Employees Retirement System – School Pool (CalPERS) for measurement date June 30, 2021, was determined with a valuation completed June 30, 2020. In determining the total pension liability, the financial reporting actuarial valuation used the following actuarial methods and assumptions:

Reporting Period	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019
Measurement Date	06/30/14	06/30/15	06/30/16	06/30/17	06/30/18
Valuation Date	06/30/13	06/30/14	06/30/15	06/30/16	06/30/17
Experience Study	07/01/97 - 06/30/11	07/01/97 - 06/30/11	07/01/97 - 06/30/11	07/01/97 - 06/30/11	07/01/97 - 06/30/15
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Investment Rate of Return	7.50%	7.65%	7.65%	7.15%	7.15%
Consumer Price Inflation	2.75%	2.75%	2.75%	2.75%	2.50%
Wage Growth (Average)	3.00%	3.00%	3.00%	3.00%	3.00%
Post-retirement Benefit Increases	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple
Reporting Period	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023	
Measurement Date	06/30/19	06/30/20	06/30/21	06/30/22	
Valuation Date	06/30/18	06/30/19	06/30/20	06/30/21	
Experience Study	07/01/97 - 06/30/15	07/01/97 - 06/30/15	07/01/97 - 06/30/15	07/01/00 - 06/30/19	
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	
Investment Rate of Return	7.15%	7.15%	7.15%	6.90%	
Consumer Price Inflation	2.50%	2.50%	2.50%	2.50%	
Wage Growth (Average)	3.00%	2.75%	2.75%	2.75%	
Post-retirement Benefit Increases	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple	

The mortality table used was developed based on CalPERS specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table please refer to the December 2021 experience study report (based on demographic data from 2000 to 2019) available on the CalPERS website.

Poway Unified School District

Notes to Required Supplementary Information, Continued

For the Year Ended June 30, 2023

G. Schedule of Changes in the District's Net OPEB Liability and Related Ratios

- 1) Benefit Changes: There were no benefit changes during the 2022-23 fiscal year.
- 2) Changes in Assumptions: Discount rate has been updated each fiscal year to be consistent with requirements of GASB Statement 75.
- 3) The following are the discount rates used for each period:

Year	Discount Rate
2018	3.80%
2019	3.28%
2020	2.30%
2021	2.45%
2022	3.76%
2023	4.34%

Additional information can be obtained by requesting a copy of the OPEB valuation from the District.

H. Schedule of District's Contributions to OPEB Plan

The District is funding OPEB contributions on a pay-as-you-go basis plus an amount determined by the board based on budgetary considerations through the OPEB Trust administered by CalPERS.

Combining Statements as Supplementary Information

Poway Unified School District

Combining Balance Sheet – Nonmajor Governmental Funds

June 30, 2023

	Special Revenue Funds					Capital Projects Fund	Debt Service Fund	Total Nonmajor Governmental Funds
	Associated Student Body Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund	Deferred Maintenance Fund	Capital Facilities Fund	Bond Interest & Redemption Fund	
Assets								
Cash and Investments	\$ 1,834,811	\$ 464,129	\$ 563,576	\$ 10,628,237	\$ 1,133,792	\$ 10,093,571	\$ 25,073,556	\$ 49,791,672
Accounts Receivable	867	189,079	96,464	4,085,363	13,985	186,519	-	4,572,277
Due from Other Funds	13,012	154,149	305	318,015	2,000,000	-	-	2,485,481
Stores Inventories	-	-	-	538,704	-	-	-	538,704
Prepaid Expenditures	-	-	-	34,409	-	-	-	34,409
Total Assets	<u>\$ 1,848,690</u>	<u>\$ 807,357</u>	<u>\$ 660,345</u>	<u>\$ 15,604,728</u>	<u>\$ 3,147,777</u>	<u>\$ 10,280,090</u>	<u>\$ 25,073,556</u>	<u>\$ 57,422,543</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance:								
Liabilities:								
Accounts Payable	\$ 12,055	\$ 156,456	\$ 15,378	\$ 155,216	\$ 59,963	\$ 347,315	\$ -	\$ 746,383
Due to Other Funds	159,730	102,148	239,566	140,584	-	45,983	-	688,011
Unearned Revenue	-	-	240,189	613,319	-	-	-	853,508
Total Liabilities	<u>171,785</u>	<u>258,604</u>	<u>495,133</u>	<u>909,119</u>	<u>59,963</u>	<u>393,298</u>	<u>-</u>	<u>2,287,902</u>
Fund Balance:								
Nonspendable	-	-	-	574,213	-	-	-	574,213
Restricted	1,676,905	229,374	165,212	14,121,396	-	9,886,792	25,073,556	51,153,235
Committed	-	319,379	-	-	3,087,814	-	-	3,407,193
Total Fund Balance	<u>1,676,905</u>	<u>548,753</u>	<u>165,212</u>	<u>14,695,609</u>	<u>3,087,814</u>	<u>9,886,792</u>	<u>25,073,556</u>	<u>55,134,641</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,848,690</u>	<u>\$ 807,357</u>	<u>\$ 660,345</u>	<u>\$ 15,604,728</u>	<u>\$ 3,147,777</u>	<u>\$ 10,280,090</u>	<u>\$ 25,073,556</u>	<u>\$ 57,422,543</u>

Poway Unified School District

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds For the Year Ended June 30, 2023

	Special Revenue Funds					Capital Projects Fund	Debt Service Fund	Total Nonmajor Governmental Funds
	Associated Student Body Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund	Deferred Maintenance Fund	Capital Facilities Fund	Bond Interest & Redemption Fund	
Revenues								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,500,000	\$ -	\$ 23,463,960	\$ 24,963,960
Federal Revenue	-	227,471	-	7,376,822	-	-	-	7,604,293
Other State Revenue	-	2,185,352	1,292,080	12,350,680	-	-	-	15,828,112
Interest	3,928	5,653	9,561	178,001	44,195	255,598	286,665	783,601
Fair Market Value Adjustment	(2,459)	(6,119)	(10,922)	(55,688)	(21,606)	(48,260)	(703,062)	(848,116)
Other Local Revenue	4,440,793	947,557	51,380	1,446,780	-	1,532,757	(44,147)	8,375,120
Total Revenues	4,442,262	3,359,914	1,342,099	21,296,595	1,522,589	1,740,095	23,003,416	56,706,970
Expenditures								
Current Expenditures:								
Instruction	-	1,600,796	990,039	-	-	-	-	2,590,835
Instruction - Related Services	-	1,485,352	285,176	-	-	-	-	1,770,528
Pupil Services	-	155,425	-	13,878,151	-	-	-	14,033,576
Ancillary Services	4,450,414	-	-	-	-	-	-	4,450,414
General Administration	-	149,705	65,309	439,655	-	-	-	654,669
Plant Services	-	850	-	145,355	2,729	8,578	-	157,512
Capital Outlay	-	-	-	665,186	1,835,056	841,331	-	3,341,573
Debt Service:								
Principal	-	-	5,270	181,989	-	30,832	12,670,638	12,888,729
Interest	-	-	458	70,569	-	337	9,277,833	9,349,197
Total Expenditures	4,450,414	3,392,128	1,346,252	15,380,905	1,837,785	881,078	21,948,471	49,237,033
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,152)	(32,214)	(4,153)	5,915,690	(315,196)	859,017	1,054,945	7,469,937
Other Financing Sources (Uses):								
Transfers In	-	144,000	-	19,132	2,000,000	-	-	2,163,132
Transfers Out	-	(9,847)	(4,238)	(26,199)	-	(45,983)	-	(86,267)
Total Other Financing Sources (Uses)	-	134,153	(4,238)	(7,067)	2,000,000	(45,983)	-	2,076,865
Net Change in Fund Balance	(8,152)	101,939	(8,391)	5,908,623	1,684,804	813,034	1,054,945	9,546,802
Fund Balance, Beginning of Year	1,685,057	446,814	173,603	8,786,986	1,403,010	9,073,758	24,018,611	45,587,839
Fund Balance, End of Year	\$ 1,676,905	\$ 548,753	\$ 165,212	\$ 14,695,609	\$ 3,087,814	\$ 9,886,792	\$ 25,073,556	\$ 55,134,641

Other Supplementary Information

Poway Unified School District

Local Education Agency Organization Structure

June 30, 2023

The Poway Unified School District (the "District") was established in 1962, and encompasses approximately 100 square miles of the central portion of San Diego County, California (the "County"), and serves the City of Poway, a portion of the City of San Diego, as well as the communities of 4S Ranch, Black Mountain Ranch, Carmel Mountain Ranch, Del Sur, Rancho Bernardo, Rancho Peñasquitos, Sabre Springs, Santa Fe Valley, Santaluz and Torrey Highlands. The District currently operates 25 elementary schools, 6 middle schools, 1 K-8 school, 5 high schools, 1 continuation high school, 1 middle college, and 1 adult school. During 2022-23, there were no changes in the District's boundaries.

GOVERNING BOARD

Name	Office	Term and Term Expiration
Dr. Darshana Patel	President	Four Year Term Expires December 2024
Michelle O'Connor-Ratcliff	Vice President	Four Year Term Expires December 2026
Dr. Cindy Sytsma	Clerk	Four Year Term Expires December 2024
Ginger Courvette	Member	Four Year Term Expires December 2026
Heather Plotzke	Member	Four Year Term Expires December 2026

ADMINISTRATION

Marian Kim Phelps, Ed.D. Superintendent		
Jennifer Burks, Ed.D. Associate Superintendent Technology & Innovation	James Jimenez Associate Superintendent Personnel Support Services	Ronald D. Little II Associate Superintendent Business Support Services
Greg Mizel Associate Superintendent Student Support Services	Shelley Peterson Associate Superintendent Learning Support Services	

Poway Unified School District
Schedule of Average Daily Attendance
For the Year Ended June 30, 2023

	Second Period Report Certificate #37C87163		Annual Report Certificate #839AAF62	
	Original	Revised	Original	Revised
Grades TK/K-3				
Regular ADA	9,859.44	N/A	9,892.26	N/A
Extended Year Special Education	22.50	N/A	22.50	N/A
Nonpublic, Nonsectarian Schools	1.83	N/A	2.35	N/A
Extended Year - Nonpublic	0.35	N/A	0.35	N/A
Total Grades TK/K-3	9,884.12	N/A	9,917.46	N/A
Grades 4-6				
Regular ADA	7,385.03	N/A	7,400.94	N/A
Extended Year Special Education	10.38	N/A	10.38	N/A
Nonpublic, Nonsectarian Schools	7.73	N/A	7.42	N/A
Extended Year - Nonpublic	1.06	N/A	1.06	N/A
Total Grades 4-6	7,404.20	N/A	7,419.80	N/A
Grades 7-8				
Regular ADA	4,842.06	N/A	4,853.03	N/A
Extended Year Special Education	6.10	N/A	6.10	N/A
Nonpublic, Nonsectarian Schools	11.57	N/A	11.15	N/A
Extended Year - Nonpublic	1.38	N/A	1.38	N/A
Total Grades 7-8	4,861.11	N/A	4,871.66	N/A
Grades 9-12				
Regular ADA	10,779.11	N/A	10,742.64	N/A
Extended Year Special Education	10.18	N/A	10.18	N/A
Nonpublic, Nonsectarian Schools	35.00	N/A	34.21	N/A
Extended Year - Nonpublic	5.33	N/A	5.33	N/A
Total Grades 9-12	10,829.62	N/A	10,792.36	N/A
Total ADA	32,979.05	N/A	33,001.28	N/A

N/A – There were no audit findings which resulted in revisions to average daily attendance (ADA).

Average daily attendance is a measurement of the number of pupils attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of state funds are made to school districts and charter schools. This schedule provides information regarding the attendance of students by grade span and adjustments to the attendance as a result of an audit finding when applicable.

Poway Unified School District

Schedule of Instructional Time

For the Year Ended June 30, 2023

Poway Unified School District, except Rancho Bernardo High School

Grade Level	Annual Minutes Requirement	Actual Minutes Offered	J-13A Minutes	Total Minutes	Number of Actual Days Offered (Traditional)	J-13A Days	Total Instructional Days	Status
Transitional Kindergarten	36,000	36,990	0	36,990	180	0	180	Complied
Kindergarten	36,000	47,165	0	47,165	180	0	180	Complied
1st Grade	50,400	52,540	0	52,540	180	0	180	Complied
2nd Grade	50,400	52,540	0	52,540	180	0	180	Complied
3rd Grade	50,400	52,540	0	52,540	180	0	180	Complied
4th Grade	54,000	54,000	0	54,000	180	0	180	Complied
5th Grade	54,000	54,000	0	54,000	180	0	180	Complied
6th Grade	54,000	57,250	0	57,250	180	0	180	Complied
7th Grade	54,000	57,250	0	57,250	180	0	180	Complied
8th Grade	54,000	57,250	0	57,250	180	0	180	Complied
9th Grade	64,800	65,315	0	65,315	180	0	180	Complied
10th Grade	64,800	65,315	0	65,315	180	0	180	Complied
11th Grade	64,800	65,315	0	65,315	180	0	180	Complied
12th Grade	64,800	65,315	0	65,315	180	0	180	Complied

Rancho Bernardo High School

Grade Level	Annual Minutes Requirement	Actual Minutes Offered	J-13A Minutes	Total Minutes	Number of Actual Days Offered (Traditional)	J-13A Days	Total Instructional Days	Status
9th Grade	64,800	63,560	1,240	64,800	178	2	180	Complied
10th Grade	64,800	63,560	1,240	64,800	178	2	180	Complied
11th Grade	64,800	63,560	1,240	64,800	178	2	180	Complied
12th Grade	64,800	63,560	1,240	64,800	178	2	180	Complied

Poway Unified School District

Schedule of Instructional Time, Continued

For the Year Ended June 30, 2023

This schedule provides the information necessary to determine if the District has complied with Article 8 (commencing with Section 46200) of Chapter 2 of Part 26 of the Education Code. The requirements are as follows:

- 1) EC §46207: As a condition of apportionment the following annual instructional minutes must be offered:
 - To pupils in Kindergarten 36,000 minutes
 - To pupils in grades 1 to 3 50,400 minutes
 - To pupils in grades 4 to 8 54,000 minutes

- 2) EC §46208: As a condition of apportionment 180 school days must be offered for traditional calendars. In order to qualify as a school day the following minimum daily minutes must be met:
 - EC §46112: Grades 1 to 3 230 minutes
 - EC §46113: Grades 4 to 8 240 minutes
 - EC §46114: Kindergarten 180 minutes

Rancho Bernardo High School received a J-13A waiver of instructional day and minutes requirements due to emergency conditions and approved on November 20, 2023.

Poway Unified School District

Schedule of Financial Trends and Analysis

For the Year Ended June 30, 2023

General Fund	Budget 2024 (See Note 1)	2023	2022 (See Note 5)	2021 (See Note 5)
Revenues and Other Financing Sources	\$ 524,318,967	\$ 538,431,740	\$ 472,019,926	\$ 435,981,239
Expenditures and Other Financing Uses	543,675,421	500,224,012	457,419,666	417,166,097
Net Change in Fund Balance	(19,356,454)	38,207,728	14,600,260	18,815,142
Ending Fund Balance	\$ 106,018,222	\$ 125,374,676	\$ 87,166,948	\$ 72,566,688
Available Reserves (See Note 2)	\$ 60,435,417	\$ 58,121,088	\$ 31,624,953	\$ 24,132,910
Available Reserves as a Percentage of Total Outgo (See Note 3)	11.12%	11.62%	6.91%	5.78%
Long Term Debt	\$ 1,053,993,416	\$ 1,049,422,510	\$ 1,077,814,415	\$ 1,074,893,683
Average Daily Attendance at P2	33,145	32,979	33,257	35,361

This schedule discloses the District's financial trends by displaying past years' data along with current year budget information. These financial trend disclosures are used to evaluate the District's ability to continue as a going concern for a reasonable period of time.

The general fund balance has increased by \$52,807,988 (72.77%) over the past two years. The fiscal year 2023-24 budget projects a decrease of \$19,356,454 (15.44%). For a district of this size, the State recommends available reserves of 3% of total general fund expenditures and other financing uses (total outgo).

Total long-term debt has decreased by \$25,471,173 (2.37%) over the past two years.

Average daily attendance (ADA) has decreased by 2,382 as compared to ADA funded in 2020-21. As a result of the COVID-19 pandemic there was no attendance reporting for the 2020-21 fiscal year. Each LEA was funded based on the 2019-20 ADA reported.

Notes:

1. Budget 2024 is included for analytical purposes only and has not been subjected to audit.
2. Available reserves consist of all unassigned fund balances contained within the general fund.
3. Long term debt consists of general obligation bonds, certificates of participation, special tax bonds, leases payable, and subscription liabilities.
4. GASB Statement No. 54 requires the inclusion of the Special Reserve Fund for Other Than Capital Outlay (Fund 17) with the General Fund for reporting purposes only. This schedule has been prepared without the inclusion of Fund 17.
5. Fiscal years ended June 30, 2021 and June 30, 2022 are included for analytical purposes only and were not audited with the audit of the year ended June 30, 2023. These years audit reports can be obtained by contacting the District's Business Office.

Poway Unified School District

Reconciliation of Annual Financial and Budget Report with Audited Financial Statements

June 30, 2023

	General Fund (Fund 01)	Special Reserve Fund for Other than Capital Outlay (Fund 17)	Special Reserve Fund for Capital Outlay Projects (Fund 40)	Enterprise Fund (Fund 63)	Self Insurance Fund (Fund 67)
June 30, 2023, annual financial and budget report fund balances	<u>\$ 125,374,677</u>	<u>\$ 1,729,912</u>	<u>\$ 11,385,665</u>	<u>\$ (11,766,697)</u>	<u>\$ 15,996,190</u>
Adjustments and reclassifications:					
Increasing (decreasing) the fund balance:					
GASB 54 Fund Presentation	1,729,912	(1,729,912)	-	-	-
Corrections to Leases Receivable	-	-	5,862,538	-	-
Corrections to Deferred Outflows of Resources	-	-	-	4,715,832	(33,018)
Corrections to Net OPEB Liability	-	-	-	(216,490)	-
Corrections to Leases Payable	-	-	-	(11,827)	-
Corrections to Deferred Inflows of Resources	-	-	(5,707,602)	229,936	-
Corrections to record IBNR	-	-	-	-	(751,442)
Net adjustments and reclassifications	<u>1,729,912</u>	<u>(1,729,912)</u>	<u>154,936</u>	<u>4,717,451</u>	<u>(784,460)</u>
June 30, 2023, audited financial statement fund balances	<u><u>\$ 127,104,589</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 11,540,601</u></u>	<u><u>\$ (7,049,246)</u></u>	<u><u>\$ 15,211,730</u></u>

This schedule provides the information necessary to reconcile the fund balances of all funds as reported on the SACS Annual Financial and Budget Report with the audited financial statements. Funds that required no adjustment are not presented.

Poway Unified School District

Schedule of Charter Schools

For the Year Ended June 30, 2023

As of June 30, 2023, the District has not sponsored any charter schools.

This schedule is provided to list all charter schools chartered by the District and displays information for each charter school on whether or not the charter school is included in the District audit.

Poway Unified School District

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2023

Federal Grantor/Pass Through Grantor/ Program or Cluster Title	Federal AL Number	Pass-Through Entity Identifying Number	Subrecipient Expenditures	Total Federal Expenditures
CHILD NUTRITION CLUSTER:				
<u>U.S. Department of Agriculture</u>				
Passed through California Department of Education				
National School Lunch Program	10.555	13396	\$ -	\$ 5,447,332
Supply Chain Assistance (SCA) Funds	10.555	15655	-	1,929,491
Total Child Nutrition Cluster			-	7,376,823
SPECIAL EDUCATION (IDEA) CLUSTER:				
<u>U.S. Department of Education</u>				
Passed through California Department of Education				
IDEA Basic Local Assistance	84.027	13379	-	6,133,389
IDEA Local Assistance, Private Schools	84.027	10115	149,109	149,109
IDEA Local Assistance, Private School ISPs	84.027	10169	16,897	16,897
IDEA Assistance Entitlement	84.027	15638	-	1,314,172
IDEA Quality Assurance & Focused Monitoring	84.027	13693	-	27,061
IDEA Alternative Dispute Resolution	84.027	13007	-	14,922
IDEA Preschool Grants (Ages 3-5)	84.173	13430	-	140,203
IDEA Preschool Grants	84.173	15639	-	114,023
Total Special Education (IDEA) Cluster			166,006	7,909,776
OTHER PROGRAMS:				
<u>U.S. Department of Justice</u>				
Passed through California Department of Corrections and Rehabilitation				
STOP Grant	16.588	Unknown	-	95,041
<u>U.S. Department of Education</u>				
Passed through California Department of Education				
Adult Education Basic	84.002	14508	-	134,719
Adult Education Secondary	84.002	13978	-	50,492
Adult Education English Literacy & Civics Education	84.002	14109	-	42,260
Title I	84.010	14329	-	1,464,830
ESSA School Improvement	84.010	15438	-	211,514
Carl Perkins Vocational Education	84.048	14894	-	151,738
Workability II, Transition Partnership	84.126	10006	-	270,716
IDEA Early Intervention Grant	84.181	23761	-	117,525
Education for Homeless Children & Youth	84.196	14332	-	50,152
Title III Immigrant Education	84.365	15146	-	89,444
Title III English Learner Program	84.365	14346	-	380,356
Title II Supporting Effective Instruction	84.367	14341	16,375	509,786
Title IV Student Support Academic Enrichment	84.424	15396	-	98,886
American Rescue Plan - Homeless Children & Youth	84.425	15564	-	935
American Rescue Plan - Homeless Children & Youth II	84.425	15566	-	38,569
ESSER II	84.425D	15547	-	3,362,067
ESSER III	84.425D	15559	-	5,073,689
ESSER III - Learning Loss	84.425U	10155	-	1,998,937
Total Other Programs			16,375	14,141,656
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 182,381	\$ 29,428,255

See accompanying notes to schedule of expenditures of federal awards.

Poway Unified School District

Notes to the Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2023

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the District and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with requirements of 2 CFR §200.502 *Basis for Determining Federal Awards Expended* and 2CFR §200.510(b) *Schedule of Expenditures of Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

Summary of Significant Accounting Policies

The expenditures reported on the schedule are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule, if any, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Indirect Cost Rate

Indirect costs were calculated in accordance with 2 CFR §200.412 *Direct and Indirect Costs*. The District used an indirect cost rate of 5.32% based on the rate approved by the California Department of Education for each program which did not have a pre-defined allowable indirect cost rate. The District did not elect to use the 10% de minimis cost rate as covered in 2 CFR §200.414 *Indirect Costs*. The following programs utilized a lower indirect cost rate based on program restrictions or other factors determined by the District:

<u>Program</u>	<u>AL #</u>	<u>Indirect Cost Rate</u>
IDEA Local Assistance, Private Schools	84.027	4.24%
Workability II, Transition Partnership	84.126	3.84%
Carl Perkins Vocational Education	84.048	5.00%

Schoolwide Program

The District did not operate any schoolwide programs.

Other Independent Auditors' Reports

Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with *Government Auditing Standards*

To the Board of Education
Poway Unified School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Poway Unified School District (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated February 27, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses or significant deficiencies. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink, reading "Wilkinson-Hall-King & Co. LLP".

El Cajon, California

February 27, 2024

Independent Auditor's Report on Compliance for Each Major Federal Program and on
Internal Control Over Compliance Required by the Uniform Guidance

To the Board of Education
Poway Unified School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Poway Unified School District's (the District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 *US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Wilkinson Hedley King & Co. LLP

El Cajon, California

February 27, 2024

Independent Auditor's Report on State Compliance and on
Internal Control over State Compliance

To the Board of Education
Poway Unified School District

Report on Compliance for Applicable State Programs

Opinion on Each Applicable State Program

We have audited the Poway Unified School District's (the District) compliance with the requirements specified in the *2022-23 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, Section 19810 identified below for the year ended June 30, 2023.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above on each of its applicable state programs for the year ended June 30, 2023.

Basis for Opinion on Each Applicable State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of *2022-23 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, Section 19810 (the Audit Guide). Our responsibilities under those standards and the Audit Guide are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each applicable state program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's state programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Audit Guide will always detect material noncompliance when it exists.

The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each applicable state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Audit Guide, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over state compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Audit Guide, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.
- Select and test transactions and records to determine the District's compliance with the state laws and regulations applicable to the following programs:

<u>Local Education Agencies Other than Charter Schools</u>		<u>Procedures Performed</u>
A.	Attendance.....	Yes
B.	Teacher Certification and Misassignments.....	Yes
C.	Kindergarten Continuance.....	Yes
D.	Independent Study.....	Yes
E.	Continuation Education.....	Yes
F.	Instructional Time.....	Yes
G.	Instructional Materials.....	Yes
H.	Ratio of Administrative Employees to Teachers.....	Yes
I.	Classroom Teacher Salaries.....	Yes
J.	Early Retirement Incentive.....	N/A
K.	Gann Limit Calculation.....	Yes
L.	School Accountability Report Card.....	Yes
M.	Juvenile Court Schools.....	N/A
N.	Middle or Early College High Schools.....	Yes
O.	K-3 Grade Span Adjustment.....	Yes
P.	Transportation Maintenance of Effort.....	Yes
Q.	Apprenticeship: Related and Supplemental Instruction.....	N/A
R.	Comprehensive School Safety Plan.....	Yes
S.	District of Choice.....	N/A
TT.	Home to School Transportation Reimbursement.....	Yes
UU.	Independent Study Certification for ADA Loss Mitigation.....	Yes

School Districts, County Offices of Education, and Charter Schools		Procedures Performed
T.	California Clean Energy Jobs Act.....	N/A
U.	After/Before School Education and Safety Program.....	Yes
V.	Proper Expenditure of Education Protection Account Funds.....	Yes
W.	Unduplicated Local Control Funding Formula Pupil Counts.....	Yes
X.	Local Control and Accountability Plan.....	Yes
Y.	Independent Study - Course Based.....	N/A
Z.	Immunizations.....	No
AZ.	Educator Effectiveness.....	Yes
BZ.	Expanded Learning Opportunities Grant (ELO-G).....	Yes
CZ.	Career Technical Education Incentive Grant.....	Yes
EZ.	Transitional Kindergarten.....	Yes

N/A – The School District did not offer the program during the current fiscal year or the program applies to a different type of local education agency.

We did not perform procedures for Immunizations because the school sites for the District did not appear on the California Department of Public Health list of LEAs that are subject to the audit of immunizations.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over State Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify a deficiency in internal control over compliance that we consider to be a significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis. We did not identify any material weaknesses in internal controls over compliance. However, material weaknesses in internal control over state compliance may exist that were not identified.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2023-001 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the *2022-23 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, Section 19810. Accordingly, this report is not suitable for any other purpose.

Wilkinson Hedley King & Co. LLP

El Cajon, California

February 27, 2024

Auditor's Results, Findings & Recommendations

Poway Unified School District

Schedule of Auditor's Results

For the Year Ended June 30, 2023

FINANCIAL STATEMENTS

Type of auditor's report issued:	<u>Unmodified</u>		
Internal control over financial reporting:			
One or more material weakness(es) identified?	<u> </u> Yes	<u> X </u> No	
One or more significant deficiencies identified that are not considered material weakness(es)?	<u> </u> Yes	<u> X </u> No	
Noncompliance material to financial statements noted?	<u> </u> Yes	<u> X </u> No	

FEDERAL AWARDS

Internal control over major programs:			
One or more material weakness(es) identified?	<u> </u> Yes	<u> X </u> No	
One or more significant deficiencies identified that are not considered material weakness(es)?	<u> </u> Yes	<u> X </u> No	
Type of auditor's report issued on compliance for major programs:	<u>Unmodified</u>		
Compliance supplement utilized for single audit	<u>May 2023</u>		
Any audit findings disclosed that are required to be reported in accordance with 2 CFR §200.516(a)?	<u> </u> Yes	<u> X </u> No	

Identification of major programs:

<u>AL Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027, 84.143	Special Education Cluster
84.365	Title III Immigrant Education
84.365	Title III English Learner Program
84.425	American Rescue Plan - Homeless Children & Youth
84.425	American Rescue Plan - Homeless Children & Youth II
84.425D	ESSER II
84.425D	ESSER III
84.425U	ESSER III - Learning Loss

Dollar threshold used to distinguish between Type A and Type B programs	<u>\$750,000</u>
Auditee qualified as low-risk auditee?	<u> </u> Yes <u> X </u> No

Poway Unified School District
Schedule of Auditor's Results, Continued
For the Year Ended June 30, 2023

STATE AWARDS

Type of auditor's report issued on compliance for state programs: Unmodified

Internal control over applicable state programs:

One or more material weakness(es) identified? Yes X No

One or more significant deficiencies identified that are
not considered material weakness(es)? X Yes No

Any audit findings disclosed that are required to be reported
in accordance with *2022-23 Guide for Annual Audits
of California K-12 Local Education Agencies?*

 Yes X No

Poway Unified School District

Schedule of Findings and Questioned Costs

For the Year Ended June 30, 2023

Findings represent significant deficiencies, material weaknesses, and/or instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), or the *2022-23 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Finding codes as identified in the *2022-23 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* are as follows:

Five Digit Code	AB 3627 Finding Type
10000	Attendance
20000	Inventory of Equipment
30000	Internal Control
40000	State Compliance
42000	Charter School Facilities
43000	Apprenticeship: Related and Supplemental Instruction
50000	Federal Compliance
60000	Miscellaneous
61000	Classroom Teacher Salaries
62000	Local Control Accountability Plan
70000	Instructional Materials
71000	Teacher Misassignments
72000	School Accountability Report Card

A. Financial Statement Findings

None

B. Federal Awards

None

C. State Award Findings

Finding Number: 2023-001
Repeat Finding: Yes
Program Name: Attendance
Questioned Costs: None
Type of Finding: Internal Control - Attendance (10000)

Criteria or Specific Requirement

California Education Code §44809 and California Code of Regulations, Title 5, Section 401 require the California Department of Education to approve the forms and procedures that constitute a Local Education Agency's attendance accounting system. The District has an approved attendance accounting system that requires teachers and substitutes to directly input attendance into an online system or where not possible to enter into the online system directly prepare a manual signed attendance report for that day.

Poway Unified School District

Schedule of Findings and Questioned Costs, Continued

For the Year Ended June 30, 2023

Condition

In our review of attendance at Del Norte High School we noted that the school site did not have a mechanism to ensure collection of attendance from substitute teachers. It was reported that some substitute teachers were comfortable and willing to log in to the online attendance system and take attendance directly, but other teachers were not comfortable with the system and would not log in to take attendance. The school site did not collect manual attendance forms for these substitute teachers.

Cause

The school site did not enforce District attendance procedures with substitute teachers.

Effect

Utilizing a negative attendance system, it is assumed by the system that any student not marked absent is present. With substitute teachers not marking absences in the system, the District is at risk of misreporting attendance.

Context

As a result of this internal control significant deficiency we increased our testing of absences from notes and phone logs from 25 absences to 60 absences tested to ensure a high level of assurance that attendance was reported correctly. We did not identify any misreported absences in our testing as attendance clerks were diligently updating the attendance records when parents called in or sent notes. We cannot determine if any absences were missed due to parents not calling in to report the absence.

Recommendation

Establish a training and review process for substitutes to ensure that they both understand and are following the approved attendance procedures for the District.

Views of Responsible Officials

See Corrective Action Plan

BOARD OF EDUCATION
Ginger Couvrette
Michelle O'Connor-Ratcliff
Darshana Patel, Ph.D.
Heather Plotzke
Cindy Sytsma, Ph.D.

SUPERINTENDENT
Marian Kim Phelps, Ed.D.



BUSINESS SUPPORT SERVICES
15250 Avenue of Science
San Diego, CA 92128-3406

Ronald D. Little II
Associate Superintendent
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POWAY UNIFIED SCHOOL DISTRICT

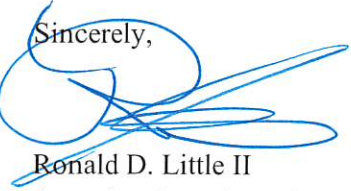
February 27, 2024

To Whom it May Concern:

The accompanying Corrective Action Plan has been prepared as required by the *2022-23 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* published by the Education Audit Appeals Panel. The name of the contact person responsible for corrective action, the planned corrective action, and the anticipated completion date for each finding included in the current year's Schedule of Findings and Questioned Costs have been provided.

In addition, we have also prepared the accompanying Summary Schedule of Prior Audit Findings which includes the status of audit findings reported in the prior year's audit.

Sincerely,



Ronald D. Little II
Associate Superintendent
Business Support Services

Poway Unified School District

Corrective Action Plan

For the Year Ended June 30, 2023

State Compliance Findings

Finding Number: 2023-001
Program Name: Attendance
Contact Person: Ronald D. Little II, Associate Superintendent Business Support Services
Anticipated Completion Date: Ongoing

Planned Corrective Action: The District will establish a training for substitute teachers and review the following processes:

- a. Every substitute will get a folder with instructions on how to take attendance in Synergy.
- b. The folder will also contain a backup printed roster of the classes in case the substitute needs to take attendance manually.
- c. The attendance clerk will check to see if attendance was taken in Synergy by the substitute teacher. If no record of attendance taken in Synergy, the attendance clerk will check the folder for the paper roster.
- d. Attendance will be manually entered into Synergy by attendance clerk if a paper roster is completed.

Principals will work closely with the attendance clerks to monitor and ensure daily attendance is being taken by substitute teachers.

The District will implement increased communication between attendance clerks and administration about missing attendance reports as well as enforcement processes related to staff not taking attendance in a timely manner.

Finance staff will continue to visit each school site to review attendance monitoring procedures, assist schools in setting forth internal checkpoints related to teachers taking attendance and written recommendations will be provided to attendance staff and administrators at the conclusion of each site visit.

Poway Unified School District

Schedule of Prior Year Audit Findings

For the Year Ended June 30, 2023

Finding/Recommendation	Status	Explanation if Not Implemented
Finding 2022-001 Attendance Reporting <u>Condition</u> At two elementary schools and the continuation school, there were six instances in which there were no manual rosters obtained if the teacher missed their attendance submission. However, the system reports in the attendance software provided details on individual student attendance within the teachers roster module. Additionally, for period attendance at the middle and high schools, the attendance offices send out daily reminders for all teachers to submit their attendance. For attendance not submitted, there was not follow-up happening to ensure a manual roster was obtained if the teacher missed their attendance submission. <u>Recommendation</u> Establish monitoring procedures to ensure that all teachers at all school sites are taking attendance daily. Establish enforcement processes, including evaluation of teachers and principals, based on meeting the requirement of taking attendance daily.	Partially Implemented	See Finding 2023-001

Exhibit B

Rate and Method of Apportionments

**RATE AND METHOD OF APPORTIONMENT FOR
IMPROVEMENT AREA NO. 1
COMMUNITY FACILITIES DISTRICT NO. 2
OF POWAY UNIFIED SCHOOL DISTRICT**

The following sets forth the Rate and Method of Apportionment for the levy and collection of Special Taxes ("Rate and Method of Apportionment") of Improvement Area ("IA") No. 1 of Community Facilities District ("CFD") No. 2 of the Poway Unified School District ("School District"). An Annual Special Tax shall be levied and collected on Taxable Property (defined below) located within the boundaries of IA No. 1 of CFD No. 2 each Fiscal Year in an amount determined through the application of the Rate and Method of Apportionment described below. All of the real property in IA No. 1 of CFD No. 2, unless exempted by law or by the provisions hereof, shall be taxed for the purposes, to the extent, and in the manner herein provided.

**SECTION A
DEFINITIONS**

For purposes of this Rate and Method of Apportionment the terms hereinafter set forth have the following meanings:

"Acreage" means the number of acres of land area of an Assessor's Parcel as shown on an Assessor's Parcel Map, or if the land area is not shown on an Assessor's Parcel Map, the Board may rely on the land area shown on the applicable final map, parcel map, condominium plan, or other recorded County parcel map.

"Act" means the Mello-Roos Communities Facilities Act of 1982, as amended, being Chapter 2.5, Division 2 of Title 5 of the Government Code of the State of California.

"Administrative Expenses" means any ordinary and necessary expense incurred by the School District on behalf of IA No. 1 of CFD No. 2 related to the determination of the amount of the levy of Special Taxes, the collection of Special Taxes, including the reasonable expenses of collecting delinquencies, the administration of Bonds, the proportionate payment of salaries and benefits of any School District employee whose duties are directly related to the administration of IA No. 1 of CFD No. 2, and reasonable costs otherwise incurred in order to carry out the authorized purposes of IA No. 1 of CFD No. 2.

"Annual Special Tax" means the Special Tax actually levied in any Fiscal Year on any Assessor's Parcel.

"Assessor's Parcel" means a lot or parcel of land designated on an Assessor's Parcel Map with an assigned Assessor's Parcel Number within the boundaries of IA No. 1 of CFD No. 2.

"Assessor's Parcel Map" means an official map of the Assessor of the County designating parcels by Assessor's Parcel Number.

"Assessor's Parcel Number" or "APN" means that number assigned to an Assessor's Parcel by the County for purposes of identification.

"Assigned Annual Special Tax" means the Special Tax of that name described in Section D.

"Backup Annual Special Tax" means the Special Tax of that name described in Section E.

"Board" means the Board of Education of Poway Unified School District, or its designee, in certain cases acting as the legislative body of IA No. 1 of CFD No. 2.

"Bond Index" means the national Bond Buyer Revenue Index, commonly referenced as the 25-Bond Revenue Index. In the event the Bond Index ceases to be published, the index used shall be based on a comparable index for revenue bonds maturing in 30 years with an average rating equivalent to Moody's A1 and/or S&P's A+, as reasonably determined by the Board.

"Bond Yield" means the yield of the last series of Bonds issued, for purposes of this calculation the yield of the Bonds shall be the yield calculated at the time such Bonds are issued, pursuant to Section 148 of the Internal Revenue Code of 1986, as amended for the purpose of the Tax Exemption Certificate or other similar bond issuance document.

"Bonds" means any obligation to repay a sum of money, including obligations in the form of bonds, notes, certificates of participation, long-term leases, loans from government agencies, or loans from banks, other financial institutions, private businesses, or individuals, or long-term contracts, or any refunding thereof, to which the Special Taxes have been pledged for repayment.

"Building Permit" means a permit for the construction of one or more Units issued by the City or County, or another public agency in the event the City or County no longer issues said permits for the construction of Units within IA No. 1 of CFD No. 2. For purposes of this definition, "Building Permit" shall not include permits for construction or installation of structures, parking structures, retaining walls, utility improvements, or other such improvements not intended for human habitation or commercial/industrial use.

"Building Square Footage" or "BSF" means the square footage of assessable internal living space of a Unit, exclusive of any carports, walkways, garages, overhangs, patios, enclosed patios, detached accessory structure, other structures not used as living space, or any other square footage excluded under Government Code Section 65995 as determined by reference to the Building Permit for such Unit.

"Calendar Year" means the period commencing January 1 of any year and ending the following December 31.

"City" means the City of San Diego.

"County" means the County of San Diego.

"Developed Property" means all Assessor's Parcels of Taxable Property for which Building Permits were issued on or before March 1 of the prior Fiscal Year, provided that such Assessor's Parcels were created on or before January 1 of the prior Fiscal Year and that each such Assessor's Parcel is associated with a Lot, as determined reasonably by the Board.

"Exempt Property" means all Assessor's Parcels designated as being exempt from Special Taxes in Section J each Fiscal Year as determined March 1 of the previous Fiscal Year.

"Final Subdivision Map" means a final tract map, parcel map, lot line adjustment, or functionally equivalent map or instrument that creates individual Lots, recorded in the County Office of the Recorder.

"Fiscal Year" means the period commencing on July 1 of any year and ending the following June 30.

"Homeowner" means any owner of a completed Unit constructed and sold within IA No. 1 of CFD No. 2.

"Index" means the Marshall & Swift Western Cities Class B Construction Cost Index, or if the Marshall & Swift Western Cities Class B Construction Cost Index ceases to be used by the State Allocation Board, a reasonably comparable index used by the State Allocation Board to estimate changes in school construction costs, or in the absence of such an Index, the Engineering News Record, Construction Cost Index (Los Angeles Area) published by McGraw-Hill, Inc.

"Inflator" means the greater of (i) the annual percentage change in the Index or (ii) two percent (2.00%) of the amount in effect in the prior Fiscal Year. The annual percentage change in the Index should be calculated for twelve (12) months ending December 31st of the prior Fiscal Year.

"Initial Assigned Annual Special Tax" means the Assigned Annual Special Tax for an Assessor's Parcel which has been designated as Developed Property for the first time in that Fiscal Year.

"Lot(s)" means an individual legal lot created by a Final Subdivision Map for which a Building Permit for residential construction has been or could be issued. Notwithstanding the foregoing, in the case of an individual legal lot created by such a Final Subdivision Map upon which condominium units are entitled to be developed but for which a condominium plan has not been recorded, the number of Lots allocable to such legal lot for purposes of calculating the Backup Annual Special Tax applicable to such Final Subdivision Map shall equal the number of condominium units which are permitted to be constructed on such legal lot as shown on such Final Subdivision Map.

"Maximum Special Tax" means the maximum Special Tax, determined in accordance with Section C, that can be levied by IA No. 1 of CFD No. 2 in any Fiscal Year on any Assessor's Parcel.

"Minimum Annual Special Tax Requirement" means the amount required in any Fiscal Year to pay: (i) the annual debt service or the periodic costs on all outstanding Bonds, (ii) Administrative Expenses of IA No. 1 of CFD No. 2, (iii) the costs associated with the release of funds from an escrow account(s) established in association with the Bonds, and (iv) any amount required to establish or replenish any reserve funds (or accounts thereof) established in association with the Bonds, less (v) any amount(s) available to pay debt service or other periodic costs on the Bonds pursuant to any applicable bond indenture, fiscal agent agreement, trust agreement, or equivalent agreement or document. In arriving at the Minimum Annual Special Tax Requirement, the Board shall take into account the reasonably anticipated delinquent Special Taxes.

"Minimum Taxable Acreage" means the applicable Acreage set forth in Section J.

"Net Taxable Acreage" means the total Acreage of all Taxable Property expected to exist in IA No. 1 of CFD No. 2 after all Final Subdivision Maps are recorded.

"Prepayment Administrative Fees" means any fees or expenses of the School District or IA No. 1 of CFD No. 2 associated with the prepayment of the Special Tax obligation of an Assessor's Parcel. Prepayment Administrative Fees shall include among other things the cost of computing the Prepayment Amount, redeeming Bonds, and recording any notices to evidence the prepayment and redemption of Bonds.

"Prepayment Amount" means the amount required to prepay the Annual Special Tax obligation in full for an Assessor's Parcel as described in Section G.

"Present Value of Taxes" means for any Assessor's Parcel the present value of (i) the unpaid portion, if any, of the Special Tax applicable to such Assessor's Parcel in the current Fiscal Year and (ii) the Annual Special Taxes expected to be levied on such Assessor's Parcel in each remaining Fiscal Year, as determined by the Board, until the earlier of (a) 33 Fiscal Years after the current Fiscal Year or (b) the termination date specified in Section I. The discount rate used for this calculation shall be equal to the (i) Bond Yield after Bond issuance or (ii) most recently published Bond Index prior to Bond issuance.

"Proportionately" means that the ratio of the actual Annual Special Tax levy to the applicable Assigned Annual Special Tax or Maximum Annual Special Tax is equal for all applicable Assessor's Parcels.

"Reserve Fund Credit" means an amount equal to the reduction in the applicable reserve fund requirement(s) resulting from the redemption of Bonds with the Prepayment Amount. In the event that a surety bond or other credit instrument satisfies the reserve requirement or the reserve requirement is under funded at the time of the prepayment no Reserve Fund Credit shall be given.

"Residential Property" means all Assessor's Parcels of Developed Property for which a Building Permit was issued.

"Special Tax(es)" means any of the special taxes authorized to be levied by IA No. 1 of CFD No. 2 pursuant to the Act.

"Taxable Property" means all Assessor's Parcels which are not Exempt Property.

"Undeveloped Property" means all Assessor's Parcels of Taxable Property which are not Developed Property.

"Unit" means each separate residential dwelling unit which comprises an independent facility capable of conveyance separate from adjacent residential dwelling units.

SECTION B CLASSIFICATION OF ASSESSOR'S PARCELS

For each Fiscal Year, beginning with Fiscal Year 2010/2011, each Assessor's Parcel within IA No. 1 of CFD No. 2 shall be classified as Taxable Property or Exempt Property. Furthermore, each Assessor's Parcel of Taxable Property shall be classified as Developed Property or Undeveloped Property. Developed Property shall be further classified based on the Building Square Footage of the Unit. The classification of Exempt Property shall take into consideration the Minimum Taxable Acreage as determined pursuant to Section J.

SECTION C MAXIMUM SPECIAL TAXES

1. Developed Property

The Maximum Special Tax for each Assessor's Parcel classified as Developed Property in each Fiscal Year shall be the amount determined by the greater of (i) the application of the Assigned Annual Special Tax or (ii) the application of the Backup Annual Special Tax.

2. Undeveloped Property

The Maximum Special Tax for each Assessor's Parcel classified as Undeveloped Property in each Fiscal Year shall be the amount determined by the application of the Assigned Annual Special Tax.

**SECTION D
ASSIGNED ANNUAL SPECIAL TAXES**

1. Developed Property

The Initial Assigned Annual Special Tax for an Assessor's Parcel of Developed Property in Fiscal Year 2009/2010 shall be the amount specified in Table 1 according to the Building Square Footage of the Unit, subject to increases as described below.

TABLE 1

**INITIAL ASSIGNED ANNUAL SPECIAL TAX FOR
DEVELOPED PROPERTY
FISCAL YEAR 2009/2010**

Building Square Footage	Assigned Annual Special Tax
< 2,600	\$1,285.71 per Unit
2,600 – 3,000	\$1,390.17 per Unit
> 3,000	\$1,520.75 per Unit

Each July 1, commencing July 1, 2010 the Initial Assigned Annual Special Tax on each Assessor's Parcel of Developed Property shall be increased by the Inflator. For Fiscal Years following the Fiscal Year in which the Initial Assigned Annual Special Tax was applied to an Assessor's Parcel, the Assigned Annual Special Tax shall be increased by two percent (2.00%) of the amount in effect in the prior Fiscal Year.

2. Undeveloped Property

The Assigned Annual Special Tax rate in Fiscal Year 2009/2010 for an Assessor's Parcel classified as Undeveloped Property shall be \$7,826.46 per acre of Acreage.

Each July 1, commencing July 1, 2010 the Assigned Annual Special Tax rate per acre of Acreage of Undeveloped Property shall be increased by the greater of the annual percentage change in the Index or two percent (2.00%) of the amount in effect in the prior Fiscal Year. The annual percentage change in the Index shall be calculated for the 12 months ending December 31 of the prior Fiscal Year.

SECTION E BACKUP ANNUAL SPECIAL TAXES

Each Fiscal Year, each Assessor's Parcel of Developed Property shall be subject to a Backup Annual Special Tax. The Backup Annual Special Tax rate for an Assessor's Parcel of Developed Property within a Final Subdivision Map in Fiscal Year 2009/2010 or such later Fiscal Year in which such Final Subdivision Map is created shall be the rate per Lot calculated according to the following formula:

$$B = \frac{U \times A}{L}$$

The terms above have the following meanings:

- | | | |
|---|---|---|
| B | = | Backup Annual Special Tax per Lot in the applicable Fiscal Year. |
| U | = | Assigned Annual Special Tax per acre of Acreage for Undeveloped Property in the Fiscal Year which the calculation is performed. |
| A | = | Acreage of Taxable Property in such Final Subdivision Map at the time of calculation, as determined by the Board pursuant to Section J. |
| L | = | Lots in the Final Subdivision Map at the time of the calculation. |

Each July 1, commencing the July 1 first following the initial calculation of the Backup Annual Special Tax rate for an Assessor's Parcel of Developed Property within a Final Subdivision Map the Backup Annual Special Tax for each Lot within such Final Subdivision Map shall be increased by two percent (2.00%) of the amount in effect the prior Fiscal Year.

Notwithstanding the foregoing, if all or any portion of the Final Subdivision Map(s) described in the preceding paragraph is subsequently changed or modified, then the Backup Annual Special Tax for each Assessor's Parcel of Developed Property in such Final Subdivision Map that is changed or modified shall be a rate per square foot of Acreage calculated as follows:

1. Determine the total Backup Annual Special Taxes anticipated to apply to the changed or modified area in the Final Subdivision Map prior to the change or modification in the current Fiscal Year.
2. The result of paragraph 1 above shall be divided by the Acreage of Taxable Property which is ultimately expected to exist in such changed or modified area in the Final Subdivision Map, as reasonably determined by the Board.

3. The result of paragraph 2 above shall be divided by 43,560. The result is the Backup Annual Special Tax per square foot of Acreage which shall be applicable to Assessor's Parcels of Developed Property in such changed or modified area of the Final Subdivision Map. Each July 1, commencing the July 1 first following the change or modification to the Final Subdivision Map the amount determined by this Section shall be increased by two percent (2.00%) of the amount in effect the prior Fiscal Year.

SECTION F

METHOD OF APPORTIONMENT OF THE ANNUAL SPECIAL TAX

Commencing Fiscal Year 2010/2011, and for each subsequent Fiscal Year, the Board shall levy Annual Special Taxes as follows:

- Step One: The Board shall levy an Annual Special Tax on each Assessor's Parcel of Developed Property in an amount equal to the Assigned Annual Special Tax applicable to each such Assessor's Parcel.
- Step Two: If the sum of the amounts collected in step one is insufficient to satisfy the Minimum Annual Special Tax Requirement, then the Board shall Proportionately levy an Annual Special Tax on each Assessor's Parcel of Undeveloped Property in an amount up to the Assigned Annual Special Tax applicable to each such Assessor's Parcel to satisfy the Minimum Annual Special Tax Requirement.
- Step Three: If the sum of the amounts collected in steps one and two is insufficient to satisfy the Minimum Annual Special Tax Requirement, then the Board shall Proportionately levy an Annual Special Tax on each Assessor's Parcel of Developed Property up to the Maximum Special Tax applicable to each such Assessor's Parcel to satisfy the Minimum Annual Special Tax Requirement.

SECTION G

PREPAYMENT OF ANNUAL SPECIAL TAXES

The Annual Special Tax obligation of an Assessor's Parcel of Developed Property, or an Assessor's Parcel of Undeveloped Property for which a Building Permit has been issued, may be prepaid in full, provided that there are no delinquent Special Taxes, penalties, or interest charges outstanding with respect to such Assessor's Parcel at the time the Annual Special Tax obligation would be prepaid. The Prepayment Amount for an Assessor's Parcel eligible for prepayment shall be determined as described below.

An owner of an Assessor's Parcel intending to prepay the Annual Special Tax obligation shall provide the Board with written notice of intent to prepay. Within thirty (30) days of receipt of such written notice, the Board shall reasonably determine the Prepayment Amount of such Assessor's Parcel and shall notify such owner of such Prepayment Amount. The Prepayment Amount shall be calculated according to the following formula:

$$P = PVT - RFC + PAF$$

The terms above have the following meanings:

P	=	Prepayment Amount
PVT	=	Present Value of Taxes
RFC	=	Reserve Fund Credit
PAF	=	Prepayment Administrative Fees

Notwithstanding the foregoing, no prepayment will be allowed unless the amount of Annual Special Taxes that may be levied on Taxable Property, net of Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all currently outstanding Bonds in each future Fiscal Year and such prepayment will not impair the security of all currently outstanding Bonds, as reasonably determined by the Board. Such determination shall include identifying all Assessor's Parcels that are expected to become Exempt Property.

With respect to any Assessor's Parcel that is prepaid, the Board shall indicate in the records of IA No. 1 of CFD No. 2 that there has been a prepayment of the Annual Special Tax obligation and shall cause a suitable notice to be recorded in compliance with the Act to indicate the prepayment of the Annual Special Tax obligation and the release of the Annual Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay such Annual Special Tax shall cease.

SECTION H EXCESS ASSIGNED ANNUAL SPECIAL TAXES

In any Fiscal Year in which the Annual Special Taxes collected from Developed Property, pursuant to Step 1 of Section F, exceeds the Minimum Annual Special Tax Requirement, the School District shall use such excess amount above the Minimum Annual Special Tax Requirement for acquisition, construction or financing of school facilities in accordance with the Act, IA No. 1 of CFD No. 2 proceedings and other applicable laws as determined by the Board.

SECTION I TERMINATION OF SPECIAL TAX

Annual Special Taxes shall be levied for a period of thirty-five (35) Fiscal Years after the last series of Bonds have been issued, provided that Annual Special Taxes shall not be levied after Fiscal Year 2050/2051.

SECTION J EXEMPTIONS

The Board shall classify as Exempt Property the following: (i) Assessor's Parcels owned by the State of California, federal or other local governments, (ii) Assessor's Parcels which are used as places of worship and are exempt from ad valorem property taxes because they are owned by a religious organization, (iii) Assessor's Parcels owned by a homeowners' association, (iv) Assessor's Parcels with public or utility easements making impractical their utilization for other than the purposes set forth in the easement, (v) Assessor's Parcels developed or expected to be developed exclusively for non-residential use, including any use directly servicing any non-residential property, such as parking, as reasonably determined by the Board, (vi) any other Assessor's Parcels at the reasonable discretion of the Board, provided that no such classification would reduce the Net Taxable Acreage to less than the Minimum Taxable Acreage of 16.76 acres of Acreage. Notwithstanding the above, the Board shall not classify an Assessor's Parcel as Exempt Property if such classification would reduce the sum of all Taxable Property to less than the Minimum Taxable Acreage. Assessor's Parcels which cannot be classified as Exempt Property because such classification would reduce the Acreage of all Taxable Property to less than the Minimum Taxable Acreage will continue to be classified as Developed Property or Undeveloped Property, as applicable, and will continue to be subject to Special Taxes accordingly.

SECTION K APPEALS

Any property owner claiming that the amount or application of the Special Tax is not correct may file a written notice of appeal with the Board not later than twelve months after having paid the first installment of the Special Tax that is disputed. In order to be considered sufficient, any notice of appeal must: (i) specifically identify the property by address and Assessor's Parcel Number; (ii) state the amount in dispute and whether it is the whole amount or only a portion of the Special Tax; (iii) state all grounds on which the property owner is disputing the amount or application of the Special Tax, including a reasonably detailed explanation as to why the amount or application of such Special Tax is incorrect; (iv) include all documentation, if any, in support of the claim; and (v) be verified under penalty of perjury by the person who paid the Special Tax or his or her guardian, executor or administrator. A representative(s) of IA No. 1 of CFD No. 2 ("Representative") shall promptly review the appeal, and if necessary, meet with the property owner, consider written and oral evidence regarding the amount of the Special Tax, and rule on the appeal. If the Representative's decision requires that the Special Tax for an Assessor's Parcel be modified or changed in favor of the property owner, a cash refund shall not be made (except for the last year of levy), but an adjustment shall be made to the Annual Special Tax on that Assessor's Parcel in the subsequent Fiscal Year(s) as the Representative's decision shall indicate.

SECTION L
MANNER OF COLLECTION

The Annual Special Tax shall be collected in the same manner and at the same time as ordinary ad valorem property taxes, provided, however, that IA No. 1 of CFD No. 2 may collect Annual Special Taxes at a different time or in a different manner if necessary to meet its financial obligations.

S:\Clients\Poway Unified SD\Finance\CFDs\IA No 1 of CFD No. 2\RMA_Draft2.docx

**FIRST AMENDED
RATE AND METHOD OF APPORTIONMENT FOR
COMMUNITY FACILITIES DISTRICT NO. 10
OF THE POWAY UNIFIED SCHOOL DISTRICT
(IMPROVEMENT AREA C)**

An Annual Special Tax shall be levied on and collected in Improvement Area C ("IA C") of Community Facilities District No. 10 ("CFD No. 10") of the Poway Unified School District ("School District") in each Fiscal Year, in an amount determined through the application of the rate and method of apportionment described below. All of the real property in IA C of CFD No. 10, unless exempted by law or by the provisions hereof, shall be taxed for the purposes, to the extent, and in the manner herein provided.

**SECTION A
DEFINITIONS**

The terms hereinafter set forth have the following meanings:

"Acre" or "Acreage" means the land area of an Assessor's Parcel as shown on an Assessor's Parcel Map, or if the land area is not shown on an Assessor's Parcel Map, the land area shown on the applicable final map, parcel map, condominium plan, or other recorded County parcel map.

"Act" means the Mello-Roos Community Facilities Act of 1982 as amended, being Chapter 2.5, Division 2 of Title 5 of the Government Code of the State of California.

"Administrative Expenses" means any ordinary and necessary expenses of the School District to carry out its duties as the legislative body of IA C of CFD No. 10.

"Affordable Unit" means any Unit subject to deed restrictions, resale restrictions, and/or regulatory agreements recorded in favor of the City or County providing for affordable housing.

"Annual Special Tax" means the Special Tax levied in each Fiscal Year on an Assessor's Parcel as set forth in Section F. In each Fiscal Year Annual Special Tax revenues shall be used in the following order of priority: (i) to satisfy the Minimum Annual Special Tax Requirement and (ii) to pay for the acquisition, construction, rehabilitation, and improvement of School Facilities.

"Assessor's Parcel" means a lot or parcel of land in IA C of CFD No. 10 which is designated on an Assessor's Parcel Map with an assigned Assessor's Parcel Number.

"Assessor's Parcel Map" means an official map of the Assessor of the County designating parcels by Assessor's Parcel Number.

"Assessor's Parcel Number" means that number assigned to an Assessor's Parcel by the County Assessor for purposes of identification.

"Assigned Annual Special Tax" means the Special Tax of that name as set forth in Section D.

"Associate Superintendent" means the Associate Superintendent of Business Support Services of the School District or his/her designee.

"Attached Unit" means a Unit that (i) consists or shall consist of a building or buildings in which each of the individual Units has at least one common wall with another Unit and (ii) is not an Affordable Unit or a Senior Citizen Unit.

"Backup Annual Special Tax" means the Special Tax of that name described in Section E below.

"Board" means the Board of Education of the School District or its designee.

"Bonds" means any obligation to repay a sum of money, including obligations in the form of bonds, notes, certificates of participation, long-term leases, loans from government agencies, or loans from banks, other financial institutions, private businesses, or individuals, or long-term contracts, or any refunding thereof, to the repayment of which Special Taxes of IA C of CFD No. 10 are pledged.

"Building Permit" means a permit for the construction of one or more Units issued by the City, or another public agency in the event the City no longer issues said permits for the construction of Units within IA C of CFD No. 10. For purposes of this definition, "Building Permit" shall not include permits for construction or installation on commercial/industrial structures, parking structures, retaining walls, utility improvements, or other such improvements not intended for human habitation.

"Building Square Footage" or "BSF" means the square footage of internal living space of a Unit, exclusive of garages or other structures not used as living space, as determined by reference to the building permit application for such Unit or other applicable records of the City.

"Calendar Year" means any period beginning January 1 and ending December 31.

"City" means the City of San Diego.

"County" means the County of San Diego.

"Detached Unit" means a Unit which is not an Attached Unit, an Affordable Unit, or a Senior Citizen Unit.

"Developed Property" means all Assessor's Parcels for which Building Permits for the construction of Units were issued on or before May 1 of the prior Fiscal Year, provided that such Assessor's Parcels were created on or before January 1 of the prior Fiscal Year and that each such Assessor's Parcel is associated with a Lot, as determined reasonably by the Associate Superintendent.

"Exempt Property" means the property designated as Exempt Property in Section J.

"Final Subdivision Map" means a final tract map, parcel map, lot line adjustment, or functionally equivalent map or instrument that creates building sites, recorded in the County Office of the Recorder.

"Fiscal Year" means the period commencing on July 1 of any year and ending the following June 30.

"Gross Floor Area" or "GFA" means the covered and enclosed space within the perimeters of a commercial or industrial structure, not including any storage area incidental to the principal use of the development, garage, parking structure, unenclosed walkway, or utility or disposable area, as

used in Section 65995 of the Government Code.

"Gross Prepayment Amount" means any amount determined by reference to Table 3 and adjusted as set forth in Section G.

"Lot" means an individual legal lot created by a Final Subdivision Map for which a building permit for a Unit has been or could be issued, provided that land for which one or more building permits have been or could be issued for the construction of one or more model Units shall not be construed as a Lot until such land has been subdivided by a Final Subdivision Map.

"Maximum Special Tax" means, the Maximum Special Tax determined in accordance with Section C that can be levied by IAC of CFD No. 10 in any Fiscal Year on any Assessor's Parcel.

"Minimum Annual Special Tax Requirement" means the amount required in any Fiscal Year to pay: (i) the debt service on the Bonds or other indebtedness or other periodic costs on the Bonds, (ii) the Administrative Expenses of IAC of CFD No. 10, (iii) any costs associated with the release of funds from an escrow account, (iv) any amount required to establish or replenish any reserve funds established in association with the Bonds, less (v) any amounts on deposit in any fund or account which are available to pay for items (i) through (iv) above pursuant to any applicable fiscal agent agreement, bond indenture, or trust agreement.

"Minimum Taxable Acreage" means, for any Zone, the applicable acreage listed in Table 4 below.

"Partial Prepayment Amount" means the dollar amount required to prepay a portion of the Annual Special Tax obligation on any Assessor's Parcel, determined pursuant to Section H.

"Prepayment Amount" means the dollar amount required to prepay all of the Annual Special Tax obligation on any Assessor's Parcel, determined pursuant to Sections G.

"Proportionately" means that the ratio of the actual Annual Special Tax levy to the applicable Special Tax is equal for all applicable Assessor's Parcels.

"School Facilities" means any public facilities owned or to be owned by the School District.

"Senior Citizen Unit" means a Unit designated as senior citizen housing, part of a residential care facility for the elderly, or part of a multi-level care facility for the elderly as referred to in California Government Code Section 65995.1. For purposes hereof, it shall be sufficient to designate a Unit as a Senior Citizen Unit if Senior Citizen Restrictions have been effected with respect to such Unit.

"Senior Citizen Restriction" means (i) a restriction limiting the use of Units to senior citizen housing under a specific plan, a final map or other governmental entitlements, or a declaration of covenants, conditions and restrictions or any similar recorded instrument or (ii) licensing from appropriate agencies received for residential care facilities for the elderly or multi-level care facilities as those terms are defined in Health and Safety Code Section 1569.2 and Government Code Section 15432(d)(9), respectively.

"Special Tax" means any of the special taxes authorized to be levied in IAC of CFD No. 10 under the Act.

"Taxable Developed Property" means all Assessor's Parcels of Developed Property which are not Exempt Property.

"Taxable Property" means all Assessor's Parcels which are not Exempt Property.

"Taxable Undeveloped Property" means all Assessor's Parcels of Undeveloped Property which are not Exempt Property.

"Undeveloped Property" means all Assessor's Parcels which are not Developed Property.

"Unit" means each separate residential dwelling unit which comprises an independent facility capable of conveyance separate from adjacent residential dwelling units. Each Unit shall be classified as an Affordable Unit, an Attached Unit, a Detached Unit, or a Senior Citizen Unit.

"Zone" means any of the areas identified as a Zone in Exhibit A to this Rate and Method of Apportionment.

"Zone 1" means all property located within the area identified as Zone 1 in Exhibit A to this Rate and Method of Apportionment.

"Zone 2" means all property located within the area identified as Zone 2 in Exhibit A to this Rate and Method of Apportionment.

SECTION B ASSIGNMENT OF ASSESSOR'S PARCELS

For each Fiscal Year, beginning with Fiscal Year 2002-03, (i) each Assessor's Parcel shall be classified as Developed Property or Undeveloped Property; (ii) each Assessor's Parcel of Developed Property shall be classified as Taxable Developed Property or Exempt Property; (iii) each Assessor's Parcel of Undeveloped Property shall be classified as Taxable Undeveloped Property or Exempt Property; and (iv) each Assessor's Parcel shall be assigned to a Zone in accordance with Exhibit A.

SECTION C MAXIMUM SPECIAL TAX

1. Taxable Developed Property

The Maximum Special Tax for each Assessor's Parcel classified as Taxable Developed Property in any Fiscal Year shall be the greater of (i) the Assigned Annual Special Tax or (ii) the Backup Annual Special Tax.

2. Taxable Undeveloped Property

The Maximum Special Tax for any Assessor's Parcel classified as Taxable Undeveloped Property in any Fiscal Year shall be the Assigned Annual Special Tax.

SECTION D
ASSIGNED ANNUAL SPECIAL TAXES

1. Taxable Developed Property

The Assigned Annual Special Tax for each Assessor's Parcel of Taxable Developed Property in Fiscal Year 2002-03 shall be the amount determined by reference to Table 1 below. No Assigned Annual Special Tax shall apply to Affordable Units or Senior Citizen Units.

TABLE 1

**ASSIGNED ANNUAL SPECIAL TAX FOR
TAXABLE DEVELOPED PROPERTY FOR FISCAL YEAR 2002-03**

Zone	Building Square Feet	Assigned Annual Special Tax ¹
1	≤ 1,150	\$1,226.79 per Detached/Attached Unit
1	1,151 – 1,400	\$1,391.73 per Detached/Attached Unit
1	> 1,400	\$1,509.55 per Detached/Attached Unit
2	≤ 1,850	\$977.29 per Detached/Attached Unit
2	1,851 – 2,000	\$1,095.11 per Detached/Attached Unit
2	2,001 – 2,250	\$1,212.92 per Detached/Attached Unit
2	> 2,250	\$1,291.47 per Detached/Attached Unit
¹ No Assigned Annual Special Tax shall apply to Affordable Units or Senior Citizen Units.		

Each July 1, commencing July 1, 2003, the Assigned Annual Special Tax for each Assessor's Parcel of Taxable Developed Property shall be increased by two percent (2.00%) of the amount in effect in the prior Fiscal Year.

2. Taxable Undeveloped Property

The Assigned Annual Special Tax for an Assessor's Parcel of Taxable Undeveloped Property in Fiscal Year 2002-03 shall be the amount determined by reference to Table 2.

TABLE 2

**ASSIGNED ANNUAL SPECIAL TAX FOR
TAXABLE UNDEVELOPED PROPERTY FOR FISCAL YEAR 2002-03**

Zone	Assigned Annual Special Tax
Zone 1	\$27,919.34 per Acre
Zone 2	\$15,463.99 per Acre

On each July 1, commencing July 1, 2003, the Assigned Annual Special Tax per Acre for each Zone shall be increased by two percent (2.00%) of the amount in effect in the prior Fiscal Year.

SECTION E BACKUP ANNUAL SPECIAL TAX

Each Fiscal Year, each Assessor's Parcel of Taxable Developed Property shall be subject to a Backup Annual Special Tax. In each Fiscal Year, the Backup Annual Special Tax rate for Taxable Developed Property shall be the rate per Lot calculated according to the following formula:

$$B = (Z * A) / L$$

The terms above have the following meanings:

B	=	Backup Annual Special Tax per Lot for the applicable Fiscal Year
Z	=	Assigned Annual Special Tax per Acre of Taxable Undeveloped Property for the applicable Zone for the applicable Fiscal Year
A	=	Acreage of Taxable Developed Property expected to exist in the applicable Final Subdivision Map at buildout, as determined by the Associate Superintendent pursuant to Section J
L	=	Lots in the Final Subdivision Map

Notwithstanding the foregoing, if all or any portion of the Final Subdivision Map(s) described in the preceding paragraph is subsequently changed or modified, then the Backup Annual Special Tax for each Assessor's Parcel of Developed Property in such Final Subdivision Map area changed or modified shall be a rate per square foot of Acreage calculated as follows:

1. Determine the total Backup Annual Special Taxes anticipated to apply to the changed or modified Final Subdivision Map area prior to the change or modification.
2. The result of paragraph 1 above shall be divided by the Acreage of Taxable Property which is ultimately expected to exist in such changed or modified Final Subdivision Map area, as reasonably determined by the Board.
3. The result of paragraph 2 above shall be divided by 43,560. The result is the Backup Annual Special Tax per square foot of Acreage which shall be applicable to Assessor's Parcels of Developed Property in such changed or modified Final Subdivision Map area for all remaining Fiscal Years in which the Special Tax may be levied.

SECTION F
METHOD OF APPORTIONMENT OF THE ANNUAL SPECIAL TAX

Commencing Fiscal Year 2002-03 and for each subsequent Fiscal Year, the Board shall levy Annual Special Taxes as follows:

- Step One: The Board shall levy an Annual Special Tax on each Assessor's Parcel of Taxable Developed Property in an amount equal to the Assigned Annual Special Tax applicable to each such Assessor's Parcel.
- Step Two: If the sum of the amounts collected in step one is insufficient to satisfy the Minimum Annual Special Tax Requirement, then the Board shall additionally levy an Annual Special Tax Proportionately on each Assessor's Parcel of Undeveloped Property, up to the Assigned Annual Special Tax applicable to each such Assessor's Parcel, to satisfy the Minimum Annual Special Tax Requirement.
- Step Three: If the sum of the amounts collected in steps one and two is insufficient to satisfy the Minimum Annual Special Tax Requirement, then the Board shall additionally levy an Annual Special Tax Proportionately on each Assessor's Parcel of Developed Property, up to the Maximum Special Tax applicable to each such Assessor's Parcel, to satisfy the Minimum Annual Special Tax Requirement.

SECTION G
PREPAYMENT OF ANNUAL SPECIAL TAX

The Annual Special Tax obligation of an Assessor's Parcel of Taxable Developed Property or an Assessor's Parcel of Taxable Undeveloped Property for which a Building Permit has been issued may be prepaid in full, provided that there are no delinquent Special Taxes, penalties, or interest charges outstanding with respect to such Assessor's Parcel at the time the Annual Special Tax obligation would be prepaid. The Prepayment Amount for an Assessor's Parcel eligible for prepayment shall be determined as described below.

1. Prior to Issuance of Bonds

Prior to the issuance of Bonds, the Prepayment Amount for each Assessor's Parcel of Developed Property and each Assessor's Parcel of Undeveloped Property for which a Building Permit has been issued shall be the amount equal to the Gross Prepayment Amount. The Gross Prepayment Amount for the period May 1, 2002 to April 30, 2003 shall be the amount determined by reference to Table 3.

TABLE 3

**GROSS PREPAYMENT AMOUNT FOR
MAY 1, 2002 TO APRIL 30, 2003**

Zone	Building Square Feet	Gross Prepayment Amount ¹
1	≤ 1,150	\$12,971.17 per Detached/Attached Unit
1	1,151 – 1,400	\$14,715.14 per Detached/Attached Unit
1	> 1,400	\$15,960.84 per Detached/Attached Unit
2	≤ 1,850	\$10,333.15 per Detached/Attached Unit
2	1,851 – 2,000	\$11,578.85 per Detached/Attached Unit
2	2,001 – 2,250	\$12,824.55 per Detached/Attached Unit
2	> 2,250	\$13,655.01 per Detached/Attached Unit

¹ No Assigned Annual Special Tax shall apply to Affordable Units or Senior Citizen Units.

On each May 1, commencing May 1, 2003, the Gross Prepayment Amount for each Unit shall be increased by two percent (2.00%) of the amount in effect in the prior Fiscal Year, provided that the Gross Prepayment Amount applicable to a Unit shall not increase after the issuance of the Building Permit for such Unit.

2. Subsequent to Issuance of Bonds

Subsequent to the issuance of Bonds, the Prepayment Amount for each applicable Assessor's Parcel shall be calculated according to the following formula (capitalized terms defined below):

	Bond Redemption Amount
plus	Redemption Premium
plus	Defeasance
plus	Administrative Fee
less	<u>Reserve Fund Credit</u>
equals	Prepayment Amount

As of the date of prepayment, the Prepayment Amount shall be calculated as follows:

1. For each Assessor's Parcel of Taxable Developed Property, compute the Assigned Annual Special Tax and the Backup Annual Special Tax. For each Assessor's Parcel of Taxable Undeveloped Property, compute the Assigned Annual Special Tax and the Backup Annual Special Tax applicable to the Assessor's Parcel as though it was already designated as Taxable Developed Property, based upon the building permit issued for that Assessor's Parcel.

2. For each Annual Special Tax obligation to be prepaid, (a) divide the Assigned Annual Special Tax computed pursuant to paragraph 1 for such Assessor's Parcel by the estimated Assigned Annual Special Tax applicable to all Assessor's Parcels of Taxable Developed Property at buildout, as reasonably determined by the Associate Superintendent, and (b) divide the Backup Annual Special Tax computed pursuant to paragraph 1 for such Assessor's Parcel by the estimated Backup Annual Special Tax applicable to all Assessor's Parcels of Taxable Developed Property at buildout, as reasonably determined by the Associate Superintendent.
3. Multiply the larger quotient computed pursuant to paragraph 2(a) or 2(b) by the face value of all outstanding Bonds. The product is the "Bond Redemption Amount."
4. Multiply the Bond Redemption Amount by the applicable redemption premium, if any, on the outstanding Bonds to be redeemed with the proceeds of the Bond Redemption Amount. This product is the "Redemption Premium."
5. Compute the amount needed to pay interest on the Bond Redemption Amount, the Redemption Premium, and the Reserve Fund Credit (see step 9) to be redeemed with the proceeds of the Prepayment Amount until the earliest call date for the outstanding Bonds.
6. Estimate the amount of interest earnings to be derived from the reinvestment of the Bond Redemption Amount plus the Redemption Premium until the earliest call date for the outstanding Bonds.
7. Subtract the amount computed pursuant to paragraph 6 from the amount computed pursuant to paragraph 5. This difference is the "Defeasance."
8. Estimate the administrative fees and expenses associated with the prepayment, including the costs of computation of the Prepayment Amount, the costs of redeeming Bonds, and the costs of recording any notices to evidence the prepayment and the redemption. This amount is the "Administrative Fee."
9. Calculate the "Reserve Fund Credit" as the lesser of: (a) the expected reduction in the applicable reserve requirements, if any, associated with the redemption of outstanding Bonds as a result of the prepayment, or (b) the amount derived by subtracting the new reserve requirements in effect after the redemption of outstanding Bonds as a result of the prepayment from the balance in the applicable reserve funds on the prepayment date. Notwithstanding the foregoing, if the reserve fund requirement is satisfied by a surety bond or other instrument at the time of the prepayment, then no Reserve Fund Credit shall be given. Notwithstanding the foregoing, the Reserve Fund Credit shall in no event be less than 0.

10. The Prepayment Amount is equal to the sum of the Bond Redemption Amount, the Redemption Premium, the Defeasance, and the Administrative Fee, less the Reserve Fund Credit.

With respect to an Annual Special Tax obligation that is prepaid pursuant to this Section G, the Associate Superintendent shall indicate in the records of IA C of CFD No. 10 that there has been a prepayment of the Annual Special Tax obligation and shall cause a suitable notice to be recorded in compliance with the Act within thirty (30) days of receipt of such prepayment to indicate the prepayment of the Annual Special Tax obligation and the release of the Annual Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay such Annual Special Tax shall cease.

Notwithstanding the foregoing, no prepayment will be allowed unless the amount of Annual Special Tax that may be levied in IA C of CFD No. 10, net of an allocable portion of Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all currently outstanding Bonds in each future Fiscal Year, as reasonably determined by the Associate Superintendent.

SECTION H PARTIAL PREPAYMENT OF SPECIAL TAX

Prior to the issuance of a Building Permit for the construction of a production Unit on a Lot within a Final Subdivision Map area, the owner of no less than the entire Final Subdivision Map area may elect to prepay any portion of the applicable Annual Special Tax obligations for all of the Assessor's Parcels within such Final Subdivision Map area. In order to prepay any portion of the applicable Annual Special Tax obligations, the residential Final Subdivision Map area must contain at least 25 Detached Units or 50 Attached Units. The partial prepayment of each Annual Special Tax obligation shall be collected at the issuance of each applicable Building Permit, provided that the Annual Special Tax obligations with respect to model Units for which Building Permits have already been issued must be partially prepaid at the time of the election. The Partial Prepayment Amount shall be calculated according to the following formula:

$$PP = P_G * F$$

These terms have the following meanings:

PP = the Partial Prepayment Amount
P_G = the Prepayment Amount calculated according to Section G
F = the percent by which the owner of the Assessor's Parcel is partially prepaying the Annual Special Tax obligation.

The owner of any Assessor's Parcel who desires such partial prepayment shall notify the Associate Superintendent of (i) such owner's intent to partially prepay the Annual Special Tax obligation and (ii) the percentage by which the Annual Special Tax obligation shall be prepaid.

With respect to any Assessor's Parcel's Annual Special Tax obligation that is partially prepaid, the Associate Superintendent shall indicate in the records of IA C of CFD No. 10 that there has been a partial prepayment of the Annual Special Tax obligation and shall cause a suitable notice to be recorded in compliance with the Act within thirty (30) days of receipt of such partial prepayment, to indicate the partial prepayment of Annual Special Tax obligation and the partial release of the

Annual Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay such prepaid portion of the Annual Special Tax shall cease. Additionally, the notice shall indicate that the Assigned Annual Special Tax and the Backup Annual Special Tax for the Assessor's Parcels has been reduced by an amount equal to the percentage which was partially prepaid.

Notwithstanding the foregoing, no partial prepayment will be allowed unless the amount of Annual Special Tax that may be levied in IA C of CFD No. 10, net of an allocable portion of Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all currently outstanding Bonds in each future Fiscal Year, as reasonably determined by the Associate Superintendent.

SECTION I TERMINATION OF SPECIAL TAX

The Annual Special Tax shall be levied for a term of thirty-four (34) Fiscal Years after the issuance of Bonds by IA C of CFD No. 10, but in no event shall the Annual Special Tax be levied later than Fiscal Year 2045-46.

SECTION J EXEMPTIONS

The Associate Superintendent shall classify as Exempt Property (i) Assessor's Parcels owned by the State of California, Federal or other local governments, (ii) Assessor's Parcels which are used as places of worship and are exempt from *ad valorem* property taxes because they are owned by a religious organization, (iii) Assessor's Parcels used exclusively by a homeowners' association, (iv) Assessor's Parcels with public or utility easements or other restrictions making impractical their utilization for other than the purposes set forth in the easement or the restriction, (v) Assessor's Parcels for which Building Permits were issued on or before May 1 of the prior Fiscal Year for the construction of Affordable Units and/or Senior Citizen Units exclusively, (vi) Assessor's Parcels for which Building Permits were issued on or before May 1 of the prior Fiscal Year for the construction of GFA and Assessor's Parcels which directly service such Assessor's Parcels, such as parking lots, as reasonably determined by the Associate Superintendent, and (vii) other types of Assessor's Parcels, at the reasonable discretion of the Associate Superintendent, provided that no such classification would reduce the Acreage of all Taxable Property in any Zone to less than the Minimum Taxable Acreage for such Zone. Assessor's Parcels which cannot be classified as Exempt Property because such classification would reduce the Acreage of all Taxable Property in a Zone to less than the Minimum Taxable Acreage for such Zone will continue to be classified as Taxable Developed Property or Taxable Undeveloped Property, as applicable, and will continue to be subject to Special Taxes accordingly.

TABLE 4

MINIMUM TAXABLE ACREAGE

Zone	Minimum Taxable Acreage
Zone 1	4.14
Zone 2	7.94

**SECTION K
APPEALS**

Any property owner claiming that the amount or application of any Special Tax is not correct may file a written notice of appeal with the Associate Superintendent not later than twelve (12) months after having paid the Special Tax that is disputed. The Associate Superintendent shall promptly review the appeal, and if necessary, meet with the property owner, consider written and oral evidence regarding the amount of the Special Tax, and rule on the appeal. If the Associate Superintendent's decision requires that the Special Tax for an Assessor's Parcel be modified or changed in favor of the property owner, a cash refund shall not be made (except for the last year of levy or in other special cases, as determined by the Associate Superintendent), but an adjustment shall be made to the Special Tax on that Assessor's Parcel in the subsequent Fiscal Year(s).

**SECTION L
MANNER OF COLLECTION**

The Annual Special Tax shall be collected in the same manner and at the same time as ordinary *ad valorem* property taxes, provided, however, that IA C of CFD No. 10 may collect Annual Special Taxes at a different time or in a different manner if necessary to meet its financial obligations.

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**RATE AND METHOD OF APPORTIONMENT FOR
COMMUNITY FACILITIES DISTRICT NO. 10
OF THE POWAY UNIFIED SCHOOL DISTRICT
(IMPROVEMENT AREA D)**

An Annual Special Tax shall be levied on and collected in Improvement Area D ("IA D") of Community Facilities District No. 10 ("CFD No. 10") of the Poway Unified School District ("School District") in each Fiscal Year, in an amount determined through the application of the rate and method of apportionment described below. All of the real property in IA D of CFD No. 10, unless exempted by law or by the provisions hereof, shall be taxed for the purposes, to the extent, and in the manner herein provided.

**SECTION A
DEFINITIONS**

The terms hereinafter set forth have the following meanings:

"Acre" or "Acreage" means the land area of an Assessor's Parcel as shown on an Assessor's Parcel Map, or if the land area is not shown on an Assessor's Parcel Map, the land area shown on the applicable final map, parcel map, condominium plan, or other recorded County parcel map.

"Act" means the Mello-Roos Community Facilities Act of 1982 as amended, being Chapter 2.5, Division 2 of Title 5 of the Government Code of the State of California.

"Administrative Expenses" means any ordinary and necessary expenses of the School District to carry out its duties as the legislative body of IA D of CFD No. 10.

"Affordable Unit" means any Unit subject to deed restrictions, resale restrictions, and/or regulatory agreements recorded in favor of the City or County providing for affordable housing.

"Annual Special Tax" means the Special Tax levied in each Fiscal Year on an Assessor's Parcel as set forth in Section F. In each Fiscal Year Annual Special Tax revenues shall be used in the following order of priority: (i) to satisfy the Annual Special Tax Requirement and (ii) to pay for the acquisition, construction, rehabilitation, and improvement of School Facilities.

"Annual Special Tax Requirement" means the amount required in any Fiscal Year to pay: (i) the debt service on all Non-School Bonds or other indebtedness or other periodic costs on the Non-School Bonds, (ii) the Administrative Expenses of IA D of CFD No. 10, (iii) any costs associated with the release of funds from an escrow account, (iv) any amount required to establish or replenish any reserve funds established in association with the Non-School Bonds, less (v) any amounts on deposit in any fund or account which are available to pay for items (i) through (iv) above pursuant to any applicable fiscal agent agreement, bond indenture, or trust agreement.

"Assessor's Parcel" means a lot or parcel of land in IA D of CFD No. 10 which is designated on an Assessor's Parcel Map with an assigned Assessor's Parcel Number.

April 10, 2001

"Assessor's Parcel Map" means an official map of the Assessor of the County designating parcels by Assessor's Parcel Number.

"Assessor's Parcel Number" means that number assigned to an Assessor's Parcel by the County Assessor for purposes of identification.

"Assigned Annual Special Tax" means the Special Tax of that name as set forth in Section D.

"Assistant Superintendent" means the Assistant Superintendent of Business of the School District or his/her designee.

"Attached Unit" means a Unit that (i) consists or shall consist of a building or buildings in which each of the individual Units has at least one common wall with another Unit and (ii) is not an Affordable Unit or a Senior Citizen Unit.

"Backup Annual Special Tax" means the Special Tax of that name described in Section E below.

"Board" means the Board of Education of the School District or its designee.

"Bonds" means any obligation to repay a sum of money, including obligations in the form of bonds, notes, certificates of participation, long-term leases, loans from government agencies, or loans from banks, other financial institutions, private businesses, or individuals, or long-term contracts, or any refunding thereof, to the repayment of which Special Taxes of IA D of CFD No. 10 are pledged.

"Building Square Footage" or "BSF" means the square footage of internal living space of a Unit, exclusive of garages or other structures not used as living space, as determined by reference to the building permit application for such Unit or other applicable records of the City.

"Calendar Year" means any period beginning January 1 and ending December 31.

"City" means the City of San Diego.

"County" means the County of San Diego.

"Detached Unit" means a Unit which is not an Attached Unit, an Affordable Unit, or a Senior Citizen Unit.

"Developed Property" means all Assessor's Parcels for which building permits for the construction of Units were issued on or before May 1 of the prior Fiscal Year, provided that such Assessor's Parcels were created on or before January 1 of the prior Fiscal Year and that each such Assessor's Parcel is associated with a Lot, as determined reasonably by the Assistant Superintendent.

"Exempt Property" means the property designated as Exempt Property in Section J.

"Final Subdivision Map" means a final tract map, parcel map, lot line adjustment, or functionally equivalent map or instrument that creates building sites, recorded in the County Office of the Recorder.

April 10, 2001

"Fiscal Year" means the period commencing on July 1 of any year and ending the following June 30.

"Gross Floor Area" or "GFA" means the covered and enclosed space within the perimeters of a commercial or industrial structure, not including any storage area incidental to the principal use of the development, garage, parking structure, unenclosed walkway, or utility or disposable area, as used in Section 65995 of the Government Code.

"Gross Prepayment Amount" means any amount determined by reference to Table 3 and adjusted as set forth in Section G.

"Lot" means an individual legal lot created by a Final Subdivision Map for which a building permit for a Unit has been or could be issued, provided that land for which one or more building permits have been or could be issued for the construction of one or more model Units shall not be construed as a Lot until such land has been subdivided by a Final Subdivision Map.

"Non-School Bonds" means any Bonds which are not School Bonds.

"Partial Prepayment Amount" means the dollar amount required to prepay a portion of the Annual Special Tax obligation on any Assessor's Parcel, determined pursuant to Section H.

"Prepayment Amount" means the dollar amount required to prepay all of the Annual Special Tax obligation on any Assessor's Parcel, determined pursuant to Sections G.

"Proportionately" means that the ratio of the actual Annual Special Tax levy to the applicable Special Tax is equal for all applicable Assessor's Parcels.

"School Bonds" means any Bonds allocable to proceeds used or to be used to fund the acquisition, construction, rehabilitation, or improvement of School Facilities.

"School Facilities" means any public facilities owned or to be owned by the School District.

"Senior Citizen Unit" means a Unit designated as senior citizen housing, part of a residential care facility for the elderly, or part of a multi-level care facility for the elderly as referred to in California Government Code Section 65995.1. For purposes hereof, it shall be sufficient to designate a Unit as a Senior Citizen Unit if Senior Citizen Restrictions have been effected with respect to such Unit.

"Senior Citizen Restriction" means (i) a restriction limiting the use of Units to senior citizen housing under a specific plan, a final map or other governmental entitlements, or a declaration of covenants, conditions and restrictions or any similar recorded instrument or (ii) licensing from appropriate agencies received for residential care facilities for the elderly or multi-level care facilities as those terms are defined in Health and Safety Code Section 1569.2 and Government Code Section 15432(d)(9), respectively.

"Special Tax" means any of the special taxes authorized to be levied in IA D of CFD No. 10 under the Act.

April 10, 2001

"Taxable Developed Property" means all Assessor's Parcels of Developed Property which are not Exempt Property.

"Taxable Property" means all Assessor's Parcels which are not Exempt Property.

"Taxable Undeveloped Property" means all Assessor's Parcels of Undeveloped Property which are not Exempt Property.

"Undeveloped Property" means all Assessor's Parcels which are not Developed Property.

"Unit" means each separate residential dwelling unit which comprises an independent facility capable of conveyance separate from adjacent residential dwelling units. Each Unit shall be classified as an Affordable Unit, an Attached Unit, a Detached Unit, or a Senior Citizen Unit.

SECTION B ASSIGNMENT OF ASSESSOR'S PARCELS

For each Fiscal Year, beginning with Fiscal Year 2001-02, (i) each Assessor's Parcel shall be classified as Developed Property or Undeveloped Property; (ii) each Assessor's Parcel of Developed Property shall be classified as Taxable Developed Property or Exempt Property; and (iii) each Assessor's Parcel of Undeveloped Property shall be classified as Taxable Undeveloped Property or Exempt Property.

SECTION C MAXIMUM SPECIAL TAX

1. Taxable Developed Property

The Maximum Special Tax for each Assessor's Parcel classified as Taxable Developed Property in any Fiscal Year shall be the greater of (i) the Assigned Annual Special Tax or (ii) the Backup Annual Special Tax.

2. Taxable Undeveloped Property

The Maximum Special Tax for any Assessor's Parcel classified as Taxable Undeveloped Property in any Fiscal Year shall be the Assigned Annual Special Tax.

SECTION D ASSIGNED ANNUAL SPECIAL TAXES

1. Taxable Developed Property

The Assigned Annual Special Tax for each Assessor's Parcel of Taxable Developed Property in Fiscal Year 2001-02 shall be the amount determined by reference to Table 1 below. No Assigned Annual Special Tax shall apply to Affordable Units or Senior Citizen Units.

TABLE 1

<i>ASSIGNED ANNUAL SPECIAL TAX FOR TAXABLE DEVELOPED PROPERTY FOR FISCAL YEAR 2001-02</i>	
Building Square Feet	Assigned Annual Special Tax ¹
<= 2,700	\$2,099.11 per Detached/Attached Unit
2,701 - 3,100	\$2,287.31 per Detached/Attached Unit
> 3,100	\$2,475.52 per Detached/Attached Unit
1. No Assigned Annual Special Tax shall apply to Affordable Units or Senior Citizen Units.	

Each July 1, commencing July 1, 2002, the Assigned Annual Special Tax for each Assessor's Parcel of Taxable Developed Property shall be increased by two percent (2.00%) of the amount in effect in the prior Fiscal Year.

2. Taxable Undeveloped Property

The Assigned Annual Special Tax for an Assessor's Parcel of Taxable Undeveloped Property in Fiscal Year 2001-02 shall be \$16,533.00 per acre of Acreage. On each July 1, commencing July 1, 2002, the Assigned Annual Special Tax for each Assessor's Parcel of Taxable Undeveloped Property shall be increased by two percent (2.00%) of the amount in effect in the prior Fiscal Year.

SECTION E BACKUP ANNUAL SPECIAL TAX

Each Fiscal Year, each Assessor's Parcel of Taxable Developed Property shall be subject to a Backup Annual Special Tax. In each Fiscal Year, the Backup Annual Special Tax rate for Taxable Developed Property shall be the rate per Lot calculated according to the following formula:

$$B = (Z H A))L$$

The terms above have the following meanings:

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B	=	Backup Annual Special Tax per Lot for the applicable Fiscal Year
Z	=	Assigned Annual Special Tax per Acre of Taxable Undeveloped Property for the applicable Fiscal Year
A	=	Acreage of Taxable Developed Property expected to exist in the applicable Final Subdivision Map at buildout, as determined by the Assistant Superintendent pursuant to Section J
L	=	Lots in the Final Subdivision Map

Notwithstanding the foregoing, if all or any portion of the Final Subdivision Map(s) described in the preceding paragraph is subsequently changed or modified, then the Backup Annual Special Tax for each Assessor's Parcel of Developed Property in such Final Subdivision Map area that is changed or modified shall be a rate per square foot of Acreage calculated as follows:

1. Determine the total Backup Annual Special Taxes anticipated to apply to the changed or modified Final Subdivision Map area prior to the change or modification.
2. The result of paragraph 1 above shall be divided by the Acreage of Taxable Property which is ultimately expected to exist in such changed or modified Final Subdivision Map area, as reasonably determined by the Board.
3. The result of paragraph 2 above shall be divided by 43,560. The result is the Backup Annual Special Tax per square foot of Acreage which shall be applicable to Assessor's Parcels of Developed Property in such changed or modified Final Subdivision Map area for all remaining Fiscal Years in which the Special Tax may be levied.

SECTION F

METHOD OF APPORTIONMENT OF THE ANNUAL SPECIAL TAX

Commencing Fiscal Year 2001-02 and for each subsequent Fiscal Year, the Assistant Superintendent shall determine the Annual Special Tax Requirement to be collected in IA D of CFD No. 10 in such Fiscal Year. The Annual Special Tax shall be levied as follows:

First: The Annual Special Tax shall be levied on each Assessor's Parcel of Taxable Developed Property at the Assigned Annual Special Tax applicable to such Assessor's Parcel.

Second: If the sum of the amounts levied on Assessor's Parcels in the first step above is less than the Annual Special Tax Requirement, then the Annual Special Tax shall be levied Proportionately on each Assessor's Parcel of Taxable Undeveloped Property up to the Assigned Annual Special Tax applicable to such Assessor's Parcel to satisfy the Annual Special Tax Requirement.

Third: If the sum of the amounts levied on Assessor's Parcels in the first and second steps above is less than the Annual Special Tax Requirement, then the Annual Special Tax on each Assessor's Parcel of Taxable Developed Property whose Maximum Special Tax is the Backup Annual Special

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Tax shall be increased Proportionately from the Assigned Annual Special Tax up to the Backup Annual Special Tax to satisfy the Annual Special Tax Requirement.

SECTION G

PREPAYMENT OF ANNUAL SPECIAL TAX

The Annual Special Tax obligation of an Assessor's Parcel of Taxable Developed Property or an Assessor's Parcel of Taxable Undeveloped Property for which a building permit has been issued may be prepaid in full, provided that there are no delinquent Special Taxes, penalties, or interest charges outstanding with respect to such Assessor's Parcel at the time the Annual Special Tax obligation would be prepaid. The Prepayment Amount for an Assessor's Parcel eligible for prepayment shall be determined as described below.

1. Prior to Issuance of Non-School Bonds

Prior to the issuance of Non-School Bonds, the Prepayment Amount for each Assessor's Parcel of Developed Property and each Assessor's Parcel of Undeveloped Property for which a building permit has been issued shall be the amount equal to the Gross Prepayment Amount. The Gross Prepayment Amount for the period May 1, 2001 to April 30, 2002 shall be the amount determined by reference to Table 3.

TABLE 3

<i>GROSS PREPAYMENT AMOUNT FOR MAY 1, 2001 TO APRIL 30, 2002</i>	
Building Square Feet	Assigned Annual Special Tax ¹
<= 2,700	\$25,176.06 per Detached/Attached Unit
2,701 - 3,100	\$25,176.06 per Detached/Attached Unit
> 3,100	\$27,231.82 per Detached/Attached Unit
1. No Assigned Annual Special Tax shall apply to Affordable Units or Senior Citizen Units.	

On each May 1, commencing May 1, 2002, the Gross Prepayment Amount for each Unit shall be increased by two percent (2.00%) of the amount in effect in the prior Fiscal Year, provided that the Gross Prepayment Amount applicable to a Unit shall not increase after the issuance of the building permit for such Unit.

2. Subsequent to Issuance of Non-School Bonds

Subsequent to the issuance of Non-School Bonds, the Prepayment Amount for each applicable Assessor's Parcel shall be calculated according to the following formula (capitalized terms defined below):

	Bond Redemption Amount
plus	Redemption Premium
plus	Defeasance
plus	Administrative Fee
<u>less</u>	<u>Reserve Fund Credit</u>
equals	Prepayment Amount

As of the date of prepayment, the Prepayment Amount shall be calculated as follows:

1. For each Assessor's Parcel of Taxable Developed Property, compute the Assigned Annual Special Tax and the Backup Annual Special Tax. For each Assessor's Parcel of Taxable Undeveloped Property, compute the Assigned Annual Special Tax and the Backup Annual Special Tax applicable to the Assessor's Parcel as though it was already designated as Taxable Developed Property, based upon the building permit issued for that Assessor's Parcel.
2. For each Annual Special Tax obligation to be prepaid, (a) divide the Assigned Annual Special Tax computed pursuant to paragraph 1 for such Assessor's Parcel by the estimated Assigned Annual Special Tax applicable to all Assessor's Parcels of Taxable Developed Property at buildout, as reasonably determined by the Assistant Superintendent, and (b) divide the Backup Annual Special Tax computed pursuant to paragraph 1 for such Assessor's Parcel by the estimated Backup Annual Special Tax applicable to all Assessor's Parcels of Taxable Developed Property at buildout, as reasonably determined by the Assistant Superintendent.
3. Multiply the larger quotient computed pursuant to paragraph 2(a) or 2(b) by the face value of all outstanding Non-School Bonds. The product is the "Bond Redemption Amount."
4. Multiply the Bond Redemption Amount by the applicable redemption premium, if any, on the outstanding Non-School Bonds to be redeemed with the proceeds of the Bond Redemption Amount. This product is the "Redemption Premium."

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5. Compute the amount needed to pay interest on the Bond Redemption Amount, the Redemption Premium, and the Reserve Fund Credit (see step 9) to be redeemed with the proceeds of the Prepayment Amount until the earliest call date for the outstanding Non-School Bonds.
6. Estimate the amount of interest earnings to be derived from the reinvestment of the Bond Redemption Amount plus the Redemption Premium until the earliest call date for the outstanding Non-School Bonds.
7. Subtract the amount computed pursuant to paragraph 6 from the amount computed pursuant to paragraph 5. This difference is the "Defeasance."
8. Estimate the administrative fees and expenses associated with the prepayment, including the costs of computation of the Prepayment Amount, the costs of redeeming Non-School Bonds, and the costs of recording any notices to evidence the prepayment and the redemption. This amount is the "Administrative Fee."
9. Calculate the "Reserve Fund Credit" as the lesser of: (a) the expected reduction in the applicable reserve requirements, if any, associated with the redemption of outstanding Non-School Bonds as a result of the prepayment, or (b) the amount derived by subtracting the new reserve requirements in effect after the redemption of outstanding Non-School Bonds as a result of the prepayment from the balance in the applicable reserve funds on the prepayment date. Notwithstanding the foregoing, if the reserve fund requirement is satisfied by a surety bond or other instrument at the time of the prepayment, then no Reserve Fund Credit shall be given. Notwithstanding the foregoing, the Reserve Fund Credit shall in no event be less than 0.
10. The Prepayment Amount is equal to the sum of the Bond Redemption Amount, the Redemption Premium, the Defeasance, and the Administrative Fee, less the Reserve Fund Credit.

With respect to an Annual Special Tax obligation that is prepaid pursuant to this Section G, the Assistant Superintendent shall indicate in the records of IA D of CFD No. 10 that there has been a prepayment of the Annual Special Tax obligation and shall cause a suitable notice to be recorded in compliance with the Act within thirty (30) days of receipt of such prepayment to indicate the prepayment of the Annual Special Tax obligation and the release of the Annual Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay such Annual Special Tax shall cease.

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Notwithstanding the foregoing, no prepayment will be allowed unless the amount of Annual Special Tax that may be levied in IA D of CFD No. 10, net of an allocable portion of Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all currently outstanding Non-School Bonds in each future Fiscal Year, as reasonably determined by the Assistant Superintendent.

SECTION H

PARTIAL PREPAYMENT OF SPECIAL TAX

Prior to the issuance of a building permit for the construction of a production Unit on a Lot within a Final Subdivision Map area, the owner of no less than the entire Final Subdivision Map area may elect to prepay any portion of the applicable Annual Special Tax obligations for all of the Assessor's Parcels within such Final Subdivision Map area. In order to prepay any portion of the applicable Annual Special Tax obligations, the residential Final Subdivision Map area must contain at least 25 Detached Units or 50 Attached Units. The partial prepayment of each Annual Special Tax obligation shall be collected at the issuance of each applicable building permit, provided that the Annual Special Tax obligations with respect to model Units for which building permits have already been issued must be partially prepaid at the time of the election. The Partial Prepayment Amount shall be calculated according to the following formula:

$$PP = P_G H F$$

These terms have the following meanings:

- PP = the Partial Prepayment Amount
- P_G = the Prepayment Amount calculated according to Section G
- F = the percent by which the owner of the Assessor's Parcel is partially prepaying the Annual Special Tax obligation.

The owner of any Assessor's Parcel who desires such partial prepayment shall notify the Assistant Superintendent of (i) such owner's intent to partially prepay the Annual Special Tax obligation and (ii) the percentage by which the Annual Special Tax obligation shall be prepaid.

With respect to any Assessor's Parcel's Annual Special Tax obligation that is partially prepaid, the Assistant Superintendent shall indicate in the records of IA D of CFD No. 10 that there has been a partial prepayment of the Annual Special Tax obligation and shall cause a suitable notice to be recorded in compliance with the Act within thirty (30) days of receipt of such partial prepayment, to indicate the partial prepayment of Annual Special Tax obligation and the partial release of the Annual Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay such prepaid portion of the Annual Special Tax shall cease. The portion of the Annual Special Tax with respect to any Assessor's Parcel, equal to the outstanding percentage (1.00 - F) of the remaining Annual Special Tax, shall continue to be levied on such Assessor's Parcel.

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Notwithstanding the foregoing, no partial prepayment will be allowed unless the amount of Annual Special Tax that may be levied in IA D of CFD No. 10, net of an allocable portion of Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all currently outstanding Non-School Bonds in each future Fiscal Year, as reasonably determined by the Assistant Superintendent.

SECTION I TERMINATION OF SPECIAL TAX

The Annual Special Tax shall be levied for a term of thirty-four (34) Fiscal Years after the issuance of Non-School Bonds by IA D of CFD No. 10, but in no event shall the Annual Special Tax be levied later than Fiscal Year 2045-46.

SECTION J EXEMPTIONS

The Assistant Superintendent shall classify as Exempt Property (i) Assessor's Parcels owned by the State of California, Federal or other local governments, (ii) Assessor's Parcels which are used as places of worship and are exempt from *ad valorem* property taxes because they are owned by a religious organization, (iii) Assessor's Parcels used exclusively by a homeowners' association, (iv) Assessor's Parcels with public or utility easements or other restrictions making impractical their utilization for other than the purposes set forth in the easement or the restriction, (v) Assessor's Parcels for which building permits were issued on or before May 1 of the prior Fiscal Year for the construction of Affordable Units and/or Senior Citizen Units exclusively, (vi) Assessor's Parcels for which building permits were issued on or before May 1 of the prior Fiscal Year for the construction of GFA and Assessor's Parcels which directly service such Assessor's Parcels, such as parking lots, as reasonably determined by the Assistant Superintendent, and (vii) other types of Assessor's Parcels, at the reasonable discretion of the Assistant Superintendent, provided that no such classification would reduce the Acreage of all Taxable Property to less than 19.67 acres of Acreage. Assessor's Parcels which cannot be classified as Exempt Property because such classification would reduce the Acreage of all Taxable Property to less than 19.67 acres of Acreage will continue to be classified as Taxable Developed Property or Taxable Undeveloped Property, as applicable, and will continue to be subject to Special Taxes accordingly.

SECTION K APPEALS

Any property owner claiming that the amount or application of any Special Tax is not correct may file a written notice of appeal with the Assistant Superintendent not later than twelve (12) months after having paid the Special Tax that is disputed. The Assistant Superintendent shall promptly review the appeal, and if necessary, meet with the property owner, consider written and oral evidence regarding the amount of the Special Tax, and rule on the appeal. If the Assistant Superintendent's decision requires that the Special Tax for an Assessor's Parcel be modified or changed in favor of the property owner, a cash refund shall not be made (except for the last year of levy or in other special cases, as determined by the Assistant Superintendent), but an adjustment shall be made to the Special Tax on that Assessor's Parcel in the subsequent Fiscal Year(s).

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SECTION L MANNER OF COLLECTION

The Annual Special Tax shall be collected in the same manner and at the same time as ordinary *ad valorem* property taxes, provided, however, that IA D of CFD No. 10 may collect Annual Special Taxes at a different time or in a different manner if necessary to meet its financial obligations.

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**RATE AND METHOD OF APPORTIONMENT FOR
COMMUNITY FACILITIES DISTRICT NO. 10
OF THE POWAY UNIFIED SCHOOL DISTRICT
(IMPROVEMENT AREA E)**

An Annual Special Tax shall be levied on and collected in Improvement Area E ("IA E") of Community Facilities District No. 10 ("CFD No. 10") of the Poway Unified School District ("School District") in each Fiscal Year, in an amount determined through the application of the rate and method of apportionment described below. All of the real property in IA E of CFD No. 10, unless exempted by law or by the provisions hereof, shall be taxed for the purposes, to the extent, and in the manner herein provided.

**SECTION A
DEFINITIONS**

The terms hereinafter set forth have the following meanings:

"Acre" or "Acreage" means the land area of an Assessor's Parcel as shown on an Assessor's Parcel Map, or if the land area is not shown on an Assessor's Parcel Map, the land area shown on the applicable final map, parcel map, condominium plan, or other recorded County parcel map.

"Act" means the Mello-Roos Community Facilities Act of 1982 as amended, being Chapter 2.5, Division 2 of Title 5 of the Government Code of the State of California.

"Administrative Expenses" means any ordinary and necessary expenses of the School District to carry out its duties as the legislative body of IA E of CFD No. 10.

"Affordable Unit" means any Unit subject to deed restrictions, resale restrictions, and/or regulatory agreements recorded in favor of the City or County providing for affordable housing.

"Annual Special Tax" means the Special Tax levied in each Fiscal Year on an Assessor's Parcel as set forth in Section F. In each Fiscal Year Annual Special Tax revenues shall be used in the following order of priority: (i) to satisfy the Annual Special Tax Requirement and (ii) to pay for the acquisition, construction, rehabilitation, and improvement of School Facilities.

"Annual Special Tax Requirement" means the amount required in any Fiscal Year to pay: (i) the debt service on all Non-School Bonds or other indebtedness or other periodic costs on the Non-School Bonds, (ii) the Administrative Expenses of IA E of CFD No. 10, (iii) any costs associated with the release of funds from an escrow account, (iv) any amount required to establish or replenish any reserve funds established in association with the Non-School Bonds, less (v) any amounts on deposit in any fund or account which are available to pay for items (i) through (iv) above pursuant to any applicable fiscal agent agreement, bond indenture, or trust agreement.

"Assessor's Parcel" means a lot or parcel of land in IA E of CFD No. 10 which is designated on an Assessor's Parcel Map with an assigned Assessor's Parcel Number.

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"Assessor's Parcel Map" means an official map of the Assessor of the County designating parcels by Assessor's Parcel Number.

"Assessor's Parcel Number" means that number assigned to an Assessor's Parcel by the County Assessor for purposes of identification.

"Assigned Annual Special Tax" means the Special Tax of that name as set forth in Section D.

"Assistant Superintendent" means the Assistant Superintendent of Business of the School District or his/her designee.

"Attached Unit" means a Unit that (i) consists or shall consist of a building or buildings in which each of the individual Units has at least one common wall with another Unit and (ii) is not an Affordable Unit or a Senior Citizen Unit.

"Backup Annual Special Tax" means the Special Tax of that name described in Section E below.

"Board" means the Board of Education of the School District or its designee.

"Bonds" means any obligation to repay a sum of money, including obligations in the form of bonds, notes, certificates of participation, long-term leases, loans from government agencies, or loans from banks, other financial institutions, private businesses, or individuals, or long-term contracts, or any refunding thereof, to the repayment of which Special Taxes of IA E of CFD No. 10 are pledged.

"Building Square Footage" or **"BSF"** means the square footage of internal living space of a Unit, exclusive of garages or other structures not used as living space, as determined by reference to the building permit application for such Unit or other applicable records of the City.

"Calendar Year" means any period beginning January 1 and ending December 31.

"City" means the City of San Diego.

"County" means the County of San Diego.

"Detached Unit" means a Unit which is not an Attached Unit, an Affordable Unit, or a Senior Citizen Unit.

"Developed Property" means all Assessor's Parcels for which building permits for the construction of Units were issued on or before May 1 of the prior Fiscal Year, provided that such Assessor's Parcels were created on or before January 1 of the prior Fiscal Year and that each such Assessor's Parcel is associated with a Lot, as determined reasonably by the Assistant Superintendent.

"Exempt Property" means the property designated as Exempt Property in Section J.

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"Final Subdivision Map" means a final tract map, parcel map, lot line adjustment, or functionally equivalent map or instrument that creates building sites, recorded in the County Office of the Recorder.

"Fiscal Year" means the period commencing on July 1 of any year and ending the following June 30.

"Gross Floor Area" or "GFA" means the covered and enclosed space within the perimeters of a commercial or industrial structure, not including any storage area incidental to the principal use of the development, garage, parking structure, unenclosed walkway, or utility or disposable area, as used in Section 65995 of the Government Code.

"Gross Prepayment Amount" means any amount determined by reference to Table 3 and adjusted as set forth in Section G.

"Lot" means an individual legal lot created by a Final Subdivision Map for which a building permit for a Unit has been or could be issued, provided that land for which one or more building permits have been or could be issued for the construction of one or more model Units shall not be construed as a Lot until such land has been subdivided by a Final Subdivision Map.

"Minimum Taxable Acreage" means, for any Zone, the applicable acreage listed in Table 4 below.

"Non-School Bonds" means any Bonds which are not School Bonds.

"Partial Prepayment Amount" means the dollar amount required to prepay a portion of the Annual Special Tax obligation on any Assessor's Parcel, determined pursuant to Section H.

"Prepayment Amount" means the dollar amount required to prepay all of the Annual Special Tax obligation on any Assessor's Parcel, determined pursuant to Sections G.

"Proportionately" means that the ratio of the actual Annual Special Tax levy to the applicable Special Tax is equal for all applicable Assessor's Parcels.

"School Bonds" means any Bonds allocable to proceeds used or to be used to fund the acquisition, construction, rehabilitation, or improvement of School Facilities.

"School Facilities" means any public facilities owned or to be owned by the School District.

"Senior Citizen Unit" means a Unit designated as senior citizen housing, part of a residential care facility for the elderly, or part of a multi-level care facility for the elderly as referred to in California Government Code Section 65995.1. For purposes hereof, it shall be sufficient to designate a Unit as a Senior Citizen Unit if Senior Citizen Restrictions have been effected with respect to such Unit.

"Senior Citizen Restriction" means (i) a restriction limiting the use of Units to senior citizen housing under a specific plan, a final map or other governmental entitlements, or a declaration of

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covenants, conditions and restrictions or any similar recorded instrument or (ii) licensing from appropriate agencies received for residential care facilities for the elderly or multi-level care facilities as those terms are defined in Health and Safety Code Section 1569.2 and Government Code Section 15432(d)(9), respectively.

"Special Tax" means any of the special taxes authorized to be levied in IA E of CFD No. 10 under the Act.

"Taxable Developed Property" means all Assessor's Parcels of Developed Property which are not Exempt Property.

"Taxable Property" means all Assessor's Parcels which are not Exempt Property.

"Taxable Undeveloped Property" means all Assessor's Parcels of Undeveloped Property which are not Exempt Property.

"Undeveloped Property" means all Assessor's Parcels which are not Developed Property.

"Unit" means each separate residential dwelling unit which comprises an independent facility capable of conveyance separate from adjacent residential dwelling units. Each Unit shall be classified as an Affordable Unit, an Attached Unit, a Detached Unit, or a Senior Citizen Unit.

"Zone" means either of the areas identified as a Zone in Exhibit A to this Rate and Method of Apportionment.

"Zone 1" means all property located within the area identified as Zone 1 in Exhibit A to this Rate and Method of Apportionment.

"Zone 2" means all property located within the area identified as Zone 2 in Exhibit A to this Rate and Method of Apportionment.

SECTION B ASSIGNMENT OF ASSESSOR'S PARCELS

For each Fiscal Year, beginning with Fiscal Year 2001-02, (i) each Assessor's Parcel shall be classified as Developed Property or Undeveloped Property; (ii) each Assessor's Parcel of Developed Property shall be classified as Taxable Developed Property or Exempt Property; (iii) each Assessor's Parcel of Undeveloped Property shall be classified as Taxable Undeveloped Property or Exempt Property; and (iv) each Assessor's Parcel shall be assigned to a Zone in accordance with Exhibit A.

SECTION C MAXIMUM SPECIAL TAX

1. Taxable Developed Property

The Maximum Special Tax for each Assessor's Parcel classified as Taxable Developed Property in any Fiscal Year shall be the greater of (i) the Assigned Annual Special Tax or (ii) the Backup Annual Special Tax.

2. Taxable Undeveloped Property

The Maximum Special Tax for any Assessor's Parcel classified as Taxable Undeveloped Property in any Fiscal Year shall be the Assigned Annual Special Tax.

SECTION D ASSIGNED ANNUAL SPECIAL TAXES

1. Taxable Developed Property

The Assigned Annual Special Tax for each Assessor's Parcel of Taxable Developed Property in Fiscal Year 2001-02 shall be the amount determined by reference to Table 1 below. No Assigned Annual Special Tax shall apply to Affordable Units or Senior Citizen Units.

TABLE 1

<i>ASSIGNED ANNUAL SPECIAL TAX FOR TAXABLE DEVELOPED PROPERTY FOR FISCAL YEAR 2001-02</i>		
Zone	Building Square Feet	Assigned Annual Special Tax ¹
A	< = 1,850	\$1,429.28 per Detached/Attached Unit
A	> 1,850	\$1,730.41 per Detached/Attached Unit
B	< = 1,250	\$902.30 per Detached/Attached Unit
B	1,251 - 1,550	\$1,256.05 per Detached/Attached Unit
B	> 1,550	\$1,361.45 per Detached/Attached Unit
1. No Assigned Annual Special Tax shall apply to Affordable Units or Senior Citizen Units.		

Each July 1, commencing July 1, 2002, the Assigned Annual Special Tax for each Assessor's Parcel of Taxable Developed Property shall be increased by two percent (2.00%) of the amount in effect in the prior Fiscal Year.

2. Taxable Undeveloped Property

The Assigned Annual Special Tax for an Assessor's Parcel of Taxable Undeveloped Property in Fiscal Year 2001-02 shall be the amount determined by reference to Table 2.

TABLE 2

<i>ASSIGNED ANNUAL SPECIAL TAX FOR TAXABLE UNDEVELOPED PROPERTY FOR FISCAL YEAR 2001-02</i>	
Zone	Assigned Annual Special Tax
Zone 1	\$78,049.76 per Acre
Zone 2	\$64,501.50 per Acre

On each July 1, commencing July 1, 2002, the Assigned Annual Special Tax for each Assessor's Parcel of Taxable Undeveloped Property shall be increased by two percent (2.00%) of the amount in effect in the prior Fiscal Year.

**SECTION E
BACKUP ANNUAL SPECIAL TAX**

Each Fiscal Year, each Assessor's Parcel of Taxable Developed Property shall be subject to a Backup Annual Special Tax. In each Fiscal Year, the Backup Annual Special Tax rate for Taxable Developed Property shall be the rate per Lot calculated according to the following formula:

$$B = (Z H A) L$$

The terms above have the following meanings:

B	=	Backup Annual Special Tax per Lot for the applicable Fiscal Year
Z	=	Assigned Annual Special Tax per Acre of Taxable Undeveloped Property for the applicable Fiscal Year
A	=	Acreage of Taxable Developed Property expected to exist in the applicable Final Subdivision Map at buildout, as determined by the Assistant Superintendent pursuant to Section J
L	=	Lots in the Final Subdivision Map

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Notwithstanding the foregoing, if all or any portion of the Final Subdivision Map(s) described in the preceding paragraph is subsequently changed or modified, then the Backup Annual Special Tax for each Assessor's Parcel of Developed Property in such Final Subdivision Map area that is changed or modified shall be a rate per square foot of Acreage calculated as follows:

1. Determine the total Backup Annual Special Taxes anticipated to apply to the changed or modified Final Subdivision Map area prior to the change or modification.
2. The result of paragraph 1 above shall be divided by the Acreage of Taxable Property which is ultimately expected to exist in such changed or modified Final Subdivision Map area, as reasonably determined by the Board.
3. The result of paragraph 2 above shall be divided by 43,560. The result is the Backup Annual Special Tax per square foot of Acreage which shall be applicable to Assessor's Parcels of Developed Property in such changed or modified Final Subdivision Map area for all remaining Fiscal Years in which the Special Tax may be levied.

SECTION F

METHOD OF APPORTIONMENT OF THE ANNUAL SPECIAL TAX

Commencing Fiscal Year 2001-02 and for each subsequent Fiscal Year, the Assistant Superintendent shall determine the Annual Special Tax Requirement to be collected in IA E of CFD No. 10 in such Fiscal Year. The Annual Special Tax shall be levied as follows:

First: The Annual Special Tax shall be levied on each Assessor's Parcel of Taxable Developed Property at the Assigned Annual Special Tax applicable to such Assessor's Parcel.

Second: If the sum of the amounts levied on Assessor's Parcels in the first step above is less than the Annual Special Tax Requirement, then the Annual Special Tax shall be levied Proportionately on each Assessor's Parcel of Taxable Undeveloped Property up to the Assigned Annual Special Tax applicable to such Assessor's Parcel to satisfy the Annual Special Tax Requirement.

Third: If the sum of the amounts levied on Assessor's Parcels in the first and second steps above is less than the Annual Special Tax Requirement, then the Annual Special Tax on each Assessor's Parcel of Taxable Developed Property whose Maximum Special Tax is the Backup Annual Special Tax shall be increased Proportionately from the Assigned Annual Special Tax up to the Backup Annual Special Tax to satisfy the Annual Special Tax Requirement.

SECTION G PREPAYMENT OF ANNUAL SPECIAL TAX

The Annual Special Tax obligation of an Assessor's Parcel of Taxable Developed Property or an Assessor's Parcel of Taxable Undeveloped Property for which a building permit has been issued may be prepaid in full, provided that there are no delinquent Special Taxes, penalties, or interest charges outstanding with respect to such Assessor's Parcel at the time the Annual Special Tax obligation would be prepaid. The Prepayment Amount for an Assessor's Parcel eligible for prepayment shall be determined as described below.

1. Prior to Issuance of Non-School Bonds

Prior to the issuance of Non-School Bonds, the Prepayment Amount for each Assessor's Parcel of Developed Property and each Assessor's Parcel of Undeveloped Property for which a building permit has been issued shall be the amount equal to the Gross Prepayment Amount. The Gross Prepayment Amount for the period May 1, 2001 to April 30, 2002 shall be the amount determined by reference to Table 3.

TABLE 3

<i>GROSS PREPAYMENT AMOUNT FOR MAY 1, 2001 TO APRIL 30, 2002</i>		
Zone	Building Square Feet	Assigned Annual Special Tax ¹
A	< = 1,850	\$15,721.18 per Detached/Attached Unit
A	> 1,850	\$19,033.40 per Detached/Attached Unit
B	< = 1,250	\$14,962.55 per Detached/Attached Unit
B	1,251 - 1,550	\$14,962.55 per Detached/Attached Unit
B	> 1,550	\$14,975.10 per Detached/Attached Unit
1. No Assigned Annual Special Tax shall apply to Affordable Units or Senior Citizen Units.		

On each May 1, commencing May 1, 2002, the Gross Prepayment Amount for each Unit shall be increased by two percent (2.00%) of the amount in effect in the prior Fiscal Year, provided that the Gross Prepayment Amount applicable to a Unit shall not increase after the issuance of the building permit for such Unit.

2. Subsequent to Issuance of Non-School Bonds

Subsequent to the issuance of Non-School Bonds, the Prepayment Amount for each applicable Assessor's Parcel shall be calculated according to the following formula (capitalized terms defined below):

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	Bond Redemption Amount
plus	Redemption Premium
plus	Defeasance
plus	Administrative Fee
<u>less</u>	<u>Reserve Fund Credit</u>
equals	Prepayment Amount

As of the date of prepayment, the Prepayment Amount shall be calculated as follows:

1. For each Assessor's Parcel of Taxable Developed Property, compute the Assigned Annual Special Tax and the Backup Annual Special Tax. For each Assessor's Parcel of Taxable Undeveloped Property, compute the Assigned Annual Special Tax and the Backup Annual Special Tax applicable to the Assessor's Parcel as though it was already designated as Taxable Developed Property, based upon the building permit issued for that Assessor's Parcel.
2. For each Annual Special Tax obligation to be prepaid, (a) divide the Assigned Annual Special Tax computed pursuant to paragraph 1 for such Assessor's Parcel by the estimated Assigned Annual Special Tax applicable to all Assessor's Parcels of Taxable Developed Property at buildout, as reasonably determined by the Assistant Superintendent, and (b) divide the Backup Annual Special Tax computed pursuant to paragraph 1 for such Assessor's Parcel by the estimated Backup Annual Special Tax applicable to all Assessor's Parcels of Taxable Developed Property at buildout, as reasonably determined by the Assistant Superintendent.
3. Multiply the larger quotient computed pursuant to paragraph 2(a) or 2(b) by the face value of all outstanding Non-School Bonds. The product is the "Bond Redemption Amount."
4. Multiply the Bond Redemption Amount by the applicable redemption premium, if any, on the outstanding Non-School Bonds to be redeemed with the proceeds of the Bond Redemption Amount. This product is the "Redemption Premium."
5. Compute the amount needed to pay interest on the Bond Redemption Amount, the Redemption Premium, and the Reserve Fund Credit (see step 9) to be redeemed with the proceeds of the Prepayment Amount until the earliest call date for the outstanding Non-School Bonds.
6. Estimate the amount of interest earnings to be derived from the reinvestment of the Bond Redemption Amount plus the Redemption Premium until the earliest call date for the outstanding Non-School Bonds.

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7. Subtract the amount computed pursuant to paragraph 6 from the amount computed pursuant to paragraph 5. This difference is the "Defeasance."
8. Estimate the administrative fees and expenses associated with the prepayment, including the costs of computation of the Prepayment Amount, the costs of redeeming Non-School Bonds, and the costs of recording any notices to evidence the prepayment and the redemption. This amount is the "Administrative Fee."
9. Calculate the "Reserve Fund Credit" as the lesser of: (a) the expected reduction in the applicable reserve requirements, if any, associated with the redemption of outstanding Non-School Bonds as a result of the prepayment, or (b) the amount derived by subtracting the new reserve requirements in effect after the redemption of outstanding Non-School Bonds as a result of the prepayment from the balance in the applicable reserve funds on the prepayment date. Notwithstanding the foregoing, if the reserve fund requirement is satisfied by a surety bond or other instrument at the time of the prepayment, then no Reserve Fund Credit shall be given. Notwithstanding the foregoing, the Reserve Fund Credit shall in no event be less than 0.
10. The Prepayment Amount is equal to the sum of the Bond Redemption Amount, the Redemption Premium, the Defeasance, and the Administrative Fee, less the Reserve Fund Credit.

With respect to an Annual Special Tax obligation that is prepaid pursuant to this Section G, the Assistant Superintendent shall indicate in the records of IA E of CFD No. 10 that there has been a prepayment of the Annual Special Tax obligation and shall cause a suitable notice to be recorded in compliance with the Act within thirty (30) days of receipt of such prepayment to indicate the prepayment of the Annual Special Tax obligation and the release of the Annual Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay such Annual Special Tax shall cease.

Notwithstanding the foregoing, no prepayment will be allowed unless the amount of Annual Special Tax that may be levied in IA E of CFD No. 10, net of an allocable portion of Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all currently outstanding Non-School Bonds in each future Fiscal Year, as reasonably determined by the Assistant Superintendent.

SECTION H

PARTIAL PREPAYMENT OF SPECIAL TAX

Prior to the issuance of a building permit for the construction of a production Unit on a Lot within a Final Subdivision Map area, the owner of no less than the entire Final Subdivision Map area may

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elect to prepay any portion of the applicable Annual Special Tax obligations for all of the Assessor's Parcels within such Final Subdivision Map area. In order to prepay any portion of the applicable Annual Special Tax obligations, the residential Final Subdivision Map area must contain at least 25 Detached Units or 50 Attached Units. The partial prepayment of each Annual Special Tax obligation shall be collected at the issuance of each applicable building permit, provided that the Annual Special Tax obligations with respect to model Units for which building permits have already been issued must be partially prepaid at the time of the election. The Partial Prepayment Amount shall be calculated according to the following formula:

$$PP = P_G H F$$

These terms have the following meanings:

PP = the Partial Prepayment Amount

P_G = the Prepayment Amount calculated according to Section G

F = the percent by which the owner of the Assessor's Parcel is partially prepaying the Annual Special Tax obligation.

The owner of any Assessor's Parcel who desires such partial prepayment shall notify the Assistant Superintendent of (i) such owner's intent to partially prepay the Annual Special Tax obligation and (ii) the percentage by which the Annual Special Tax obligation shall be prepaid.

With respect to any Assessor's Parcel's Annual Special Tax obligation that is partially prepaid, the Assistant Superintendent shall indicate in the records of IA E of CFD No. 10 that there has been a partial prepayment of the Annual Special Tax obligation and shall cause a suitable notice to be recorded in compliance with the Act within thirty (30) days of receipt of such partial prepayment, to indicate the partial prepayment of Annual Special Tax obligation and the partial release of the Annual Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay such prepaid portion of the Annual Special Tax shall cease. The portion of the Annual Special Tax with respect to any Assessor's Parcel, equal to the outstanding percentage (1.00 - F) of the remaining Annual Special Tax, shall continue to be levied on such Assessor's Parcel.

Notwithstanding the foregoing, no partial prepayment will be allowed unless the amount of Annual Special Tax that may be levied in IA E of CFD No. 10, net of an allocable portion of Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all currently outstanding Non-School Bonds in each future Fiscal Year, as reasonably determined by the Assistant Superintendent.

SECTION I

TERMINATION OF SPECIAL TAX

The Annual Special Tax shall be levied for a term of thirty-four (34) Fiscal Years after the issuance of Non-School Bonds by IA E of CFD No. 10, but in no event shall the Annual Special Tax be levied later than Fiscal Year 2045-46.

SECTION J EXEMPTIONS

The Assistant Superintendent shall classify as Exempt Property (i) Assessor's Parcels owned by the State of California, Federal or other local governments, (ii) Assessor's Parcels which are used as places of worship and are exempt from *ad valorem* property taxes because they are owned by a religious organization, (iii) Assessor's Parcels used exclusively by a homeowners' association, (iv) Assessor's Parcels with public or utility easements or other restrictions making impractical their utilization for other than the purposes set forth in the easement or the restriction, (v) Assessor's Parcels for which building permits were issued on or before May 1 of the prior Fiscal Year for the construction of Affordable Units and/or Senior Citizen Units exclusively, (vi) Assessor's Parcels for which building permits were issued on or before May 1 of the prior Fiscal Year for the construction of GFA and Assessor's Parcels which directly service such Assessor's Parcels, such as parking lots, as reasonably determined by the Assistant Superintendent, and (vii) other types of Assessor's Parcels, at the reasonable discretion of the Assistant Superintendent, provided that no such classification would reduce the Acreage of all Taxable Property in any Zone to less than the Minimum Taxable Acreage for such Zone. Assessor's Parcels which cannot be classified as Exempt Property because such classification would reduce the Acreage of all Taxable Property in a Zone to less than the Minimum Taxable Acreage for such Zone will continue to be classified as Taxable Developed Property or Taxable Undeveloped Property, as applicable, and will continue to be subject to Special Taxes accordingly.

TABLE 4

<i>MINIMUM TAXABLE ACREAGE</i>	
Zone	Minimum Taxable Acreage
Zone 1	2.63
Zone 2	2.48

SECTION K APPEALS

Any property owner claiming that the amount or application of any Special Tax is not correct may file a written notice of appeal with the Assistant Superintendent not later than twelve (12) months after having paid the Special Tax that is disputed. The Assistant Superintendent shall promptly review the appeal, and if necessary, meet with the property owner, consider written and oral evidence regarding the amount of the Special Tax, and rule on the appeal. If the Assistant Superintendent's decision requires that the Special Tax for an Assessor's Parcel be modified or changed in favor of the property owner, a cash refund shall not be made (except for the last year of levy or in other special cases, as determined by the Assistant Superintendent), but an adjustment shall be made to the Special Tax on that Assessor's Parcel in the subsequent Fiscal Year(s).

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SECTION L MANNER OF COLLECTION

The Annual Special Tax shall be collected in the same manner and at the same time as ordinary *ad valorem* property taxes, provided, however, that IA E of CFD No. 10 may collect Annual Special Taxes at a different time or in a different manner if necessary to meet its financial obligations.

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**RATE AND METHOD OF APPORTIONMENT FOR
IMPROVEMENT AREA A OF
COMMUNITY FACILITIES DISTRICT NO. 11
OF THE POWAY UNIFIED SCHOOL DISTRICT**

A Special Tax shall be levied on and collected in Improvement Area ("IA") A of Community Facilities District ("CFD") No. 11 of the Poway Unified School District ("School District") each Fiscal Year in an amount determined through the application of the rate and method of apportionment described below. All of the real property in IA A of CFD No. 11, unless exempted by law or by the provisions hereof, shall be taxed for the purposes, to the extent, and in the manner herein provided.

**SECTION A
DEFINITIONS**

The terms hereinafter set forth have the following meanings:

"Acreage" means the land area of an Assessor's Parcel as shown on an Assessor's Parcel Map, or if the land area is not shown on an Assessor's Parcel Map, the land area shown on the applicable Final Subdivision Map, other final map, parcel map, condominium plan, or other recorded parcel map at the County.

"Act" means the Mello-Roos Community Facilities Act of 1982 as amended, being Chapter 2.5, Division 2 of Title 5 of the Government Code of the State of California.

"Administrative Expenses" means any ordinary and necessary expenses of the School District to carry out its duties as the legislative body of IA A of CFD No. 11.

"Annual Special Tax" means the Special Tax levied each Fiscal Year on an Assessor's Parcel as set forth in Section F.

"Annual Special Tax Requirement" means the amount required in any Fiscal Year to pay: (i) annual debt service on all outstanding Bonds, (ii) Administrative Expenses of IA A of CFD No. 11, (iii) any costs associated with the release of funds from an escrow account, (iv) any amount required to establish or replenish any reserve funds established in association with the Bonds, less (v) any amounts on deposit in any fund or account which are available to pay for items (i) through (iv) above pursuant to any applicable fiscal agent agreement, bond indenture, or trust agreement.

"Assessor's Parcel" means a Lot or parcel of land in IA A of CFD No. 11 which is designated on an Assessor's Parcel Map with an assigned Assessor's Parcel Number.

"Assessor's Parcel Map" means an official map of the Assessor of the County designating parcels by Assessor's Parcel Number.

"Assessor's Parcel Number" means that number assigned to an Assessor's Parcel by the Assessor of the County for purposes of identification.

"Assigned Annual Special Tax" means the Special Tax of that name as set forth in Section D.

"Assigned Unit" means any Unit classified as a Assigned Unit in accordance with the Rate and Method of Apportionment for CFD No. 11 of the School District.

"Associate Superintendent" means the Associate Superintendent of Business Support Services of the School District or his/her designee.

"Backup Annual Special Tax" means the Special Tax of that name described in Section E.

"Board" means the Board of Education of the School District or its designee.

"Bonds" means any obligation to repay a sum of money, including obligations in the form of bonds, notes, certificates of participation, long-term leases, loans from government agencies, or loans from banks, other financial institutions, private businesses, or individuals, or long-term contracts, or any refunding thereof, to the repayment of which Special Taxes of IA A of CFD No. 11 are pledged.

"Building Permit" means a permit for the construction of one or more Units, issued by the City, or other public agency in the event the City no longer issues said permits for the construction of Units within IA A of CFD No. 11. For purposes of this definition, "Building Permits" shall not include permits for construction or installation of commercial/industrial structures, parking structures, retaining walls, and utility improvements not intended for human habitation.

"Building Square Footage" or "BSF" means the square footage of internal living space of a Unit, exclusive of garages or other structures not used as living space, as determined by reference to the Building Permit application for such Unit or other applicable records of the City.

"Calendar Year" means any period beginning January 1 and ending December 31.

"City" means the City of San Diego.

"County" means the County of San Diego.

"Developed Property" means all Assessor's Parcels of Taxable Property for which a Building Permit was issued on or before May 1 of the prior Fiscal Year, provided that such Assessor's Parcels are associated with a Final Subdivision Map recorded on or before January 1 of the prior Fiscal Year and that each such Assessor's Parcel is associated with a Lot, as determined reasonably by the Board.

"Exempt Property" means the property designated as Exempt Property in Section J.

"Final Subdivision Map" means a final tract map, parcel map, lot line adjustment, or functionally equivalent map or instrument that creates individual Lots, recorded in the Office of the Recorder of the County.

"Fiscal Year" means the period commencing on July 1 of any year and ending the following June 30.

"Lot" means an individual legal lot created by a Final Subdivision Map for which a Building Permit for a Unit has been or could be issued, provided that land for which one or more Building Permits have been or could be issued for the construction of one or more model Units shall not be construed as a Lot until such land has been subdivided by a Final Subdivision Map.

"Maximum Special Tax" means the maximum Special Tax, determined in accordance with Section C, which can be levied by IA A of CFD No. 11 on any Assessor's Parcel in any Fiscal Year.

"Net Taxable Acres" means the total Acreage of all Taxable Property expected to exist in IA A of CFD No. 11 after all Final Subdivision Maps are recorded.

"Prepayment Amount" means the dollar amount required to prepay all of the Annual Special Tax obligation on any Assessor's Parcel as determined pursuant to Sections G.

"Proportionately" means that the ratio of the actual Annual Special Tax levy to the applicable Special Tax is equal for all applicable Assessor's Parcels.

"Special Tax" means any of the special taxes authorized to be levied in IA A of CFD No. 11 under the Act.

"Taxable Property" means all Assessor's Parcels which are not Exempt Property.

"Undeveloped Property" means all Assessor's Parcels of Taxable Property which are not classified as Developed Property.

"Unit" means each separate residential dwelling unit which comprises an independent facility capable of conveyance separate from adjacent residential dwelling units.

SECTION B ASSIGNMENT OF ASSESSOR'S PARCELS

For each Fiscal Year, beginning with Fiscal Year 2004-05, each Assessor's Parcel shall be classified as Taxable Property or Exempt Property taking into consideration the minimum Net Taxable Acres as set forth in Section J. Each Assessor's Parcel of Taxable Property shall be classified as Developed Property or Undeveloped Property and each Assessor's Parcel of Developed Property shall be classified according to its Building Square Footage.

SECTION C MAXIMUM SPECIAL TAX

1. Developed Property

The Maximum Special Tax for each Assessor's Parcel classified as Developed Property in any Fiscal Year shall be the greater of (i) the Assigned Annual Special Tax or (ii) the Backup Annual Special Tax for a given Final Subdivision Map.

2. Undeveloped Property

The Maximum Special Tax for any Assessor's Parcel classified as Undeveloped Property in any Fiscal Year shall be the Assigned Annual Special Tax.

SECTION D
ASSIGNED ANNUAL SPECIAL TAXES

1. Developed Property

The Assigned Annual Special Tax for each Assessor's Parcel of Developed Property in Fiscal Year 2004-05 shall be the amount determined by reference to Table 1 according to the Building Square Footage of the Unit.

TABLE 1

**ASSIGNED ANNUAL SPECIAL TAX
FOR DEVELOPED PROPERTY
FISCAL YEAR 2004-05**

Building Square Footage	Assigned Annual Special Tax
≤ 2,650	\$1,877.07
2,651 – 3,000	\$2,076.13
3,001 – 3,250	\$2,182.30
3,251 – 3,500	\$2,401.26
3,501 – 3,750	\$2,726.46
3,751 – 4,000	\$2,898.98
4,001 – 4,250	\$3,031.69
4,251 – 4,500	\$3,164.39
4,501 – 4,750	\$3,234.03
> 4,750	\$3,303.67
* Assigned Units are Exempt Property	

Each July 1, commencing July 1, 2005, the Assigned Annual Special Tax applicable to an Assessor's Parcel of Developed Property shall be increased by 2.00% of the amount in effect in the prior Fiscal Year.

2. Undeveloped Property

The Assigned Annual Special Tax for an Assessor's Parcel of Undeveloped Property for Fiscal Year 2004-05 shall be \$11,945.89 per acre of Acreage.

Each July 1, commencing July 1, 2005, the Assigned Annual Special Tax applicable to an Assessor's Parcel of Undeveloped Property shall be increased by 2.00% of the amount in effect in the prior Fiscal Year.

SECTION E BACKUP ANNUAL SPECIAL TAX

Each Assessor's Parcel of Developed Property shall be subject to a Backup Annual Special Tax. The Backup Annual Special Tax for Developed Property shall be the rate per Lot calculated according to the following formula:

$$B = (Z \times A) / L$$

The terms above have the following meanings:

B	=	Backup Annual Special Tax per Lot for the applicable Fiscal Year
Z	=	Assigned Annual Special Tax per Acre of Undeveloped Property for the applicable Fiscal Year
A	=	Acreage of Developed Property expected to exist in the applicable Final Subdivision Map at build-out, as determined by the Associate Superintendent pursuant to Section J
L	=	Lots in the Final Subdivision Map

Notwithstanding the foregoing, if all or any portion of the Final Subdivision Map(s) described in the preceding paragraph is subsequently changed or modified, then the Backup Annual Special Tax for each Assessor's Parcel of Developed Property in such Final Subdivision Map area that is changed or modified shall be a rate per square foot of Acreage calculated as follows:

1. Determine the total Backup Annual Special Taxes anticipated to apply to the changed or modified Final Subdivision Map area prior to the change or modification.
2. The result of paragraph 1 above shall be divided by the Acreage of Taxable Property which is ultimately expected to exist in such changed or modified Final Subdivision Map area, as reasonably determined by the Associate Superintendent.
3. The result of paragraph 2 above shall be divided by 43,560. The result is the Backup Annual Special Tax per square foot of Acreage which shall be applicable to Assessor's Parcels of Developed Property in such changed or modified Final Subdivision Map area for all remaining Fiscal Years in which the Special Tax may be levied.

SECTION F METHOD OF APPORTIONMENT OF THE ANNUAL SPECIAL TAX

Commencing Fiscal Year 2004-05, and for each subsequent Fiscal Year, the Associate Superintendent shall determine the Annual Special Tax to be collected in IA A of CFD No. 11 in such Fiscal Year. The Annual Special Tax shall be levied as follows:

First: The Annual Special Tax shall be levied on each Assessor's Parcel of Developed Property at the Assigned Annual Special Tax applicable to such Assessor's Parcel.

Second: If the sum of the amounts levied on Assessor's Parcels in the first step is less than the Annual Special Tax Requirement, then the Annual Special Tax shall be levied Proportionately on

each Assessor's Parcel of Undeveloped Property up to the Assigned Annual Special Tax applicable to such Assessor's Parcel to satisfy the Annual Special Tax Requirement.

Third: If the sum of the amounts levied on Assessor's Parcels in the first and second steps is less than the Annual Special Tax Requirement, then the Annual Special Tax on each Assessor's Parcel of Developed Property shall be increased Proportionately from the Assigned Annual Special Tax up to the Maximum Annual Special Tax to satisfy the Annual Special Tax Requirement.

SECTION G PREPAYMENT OF ANNUAL SPECIAL TAX

The Annual Special Tax obligation of an Assessor's Parcel, may be prepaid in full at the times and under the conditions set forth in this Section G.1, provided that there are no delinquent Special Taxes, penalties, or interest charges outstanding with respect to such Assessor's Parcel at the time the Annual Special Tax obligation would be prepaid.

1. Prepayment Times and Conditions

a. Undeveloped Property

Prior to the issuance of a Building Permit for the construction of a production Unit on a Lot within a Final Subdivision Map, the owner of no less than all the Taxable Property within such Final Subdivision Map may elect in writing to the Associate Superintendent to prepay the Annual Special Tax obligations for all the Assessor's Parcels within such Final Subdivision Map area in full, as calculated in Section G.2. below. The prepayment of the Annual Special Tax obligation for each such Assessor's Parcel shall be collected prior to the issuance of the Building Permit with respect to such Assessor's Parcel.

b. Developed Property

In any Fiscal Year following the first Fiscal Year in which such Assessor's Parcel was classified as Developed Property, the owner of such an Assessor's Parcel may prepay the Annual Special Tax obligation for such Assessor's Parcel, as calculated in Section G.2. below.

2. Prepayment Amount

The Prepayment Amount for an Assessor's Parcel eligible for prepayment shall be determined as described below.

a. Prior to Issuance of Bonds

The Prepayment Amount for each applicable Assessor's Parcel prior to the issuance of Bonds shall be determined by reference to Table 2.

TABLE 2

PREPAYMENT AMOUNT FOR FISCAL YEAR 2004-05

Building Square Feet	Gross Prepayment Amount
≤ 2,650	\$18,385.52
2,651 – 3,000	\$20,335.27
3,001 - 3,250	\$21,375.13
3,251 – 3,500	\$23,519.86
3,501 – 3,750	\$26,705.10
3,751 – 4,000	\$28,394.89
4,001 – 4,250	\$29,694.72
4,251 – 4,500	\$30,994.56
4,501 – 4,750	\$31,676.64
> 4,750	\$32,358.74

Each July 1, commencing July 1, 2005, the Gross Prepayment Amount applicable to an Assessor's Parcel shall be increased by 2.00% of the amount in effect the prior Fiscal Year.

b. Subsequent to Issuance of Bonds

Subsequent to the issuance of Bonds, the Prepayment Amount for each applicable Assessor's Parcel shall be calculated according to the following formula (capitalized terms defined below):

	Bond Redemption Amount
plus	Redemption Premium
plus	Defeasance
plus	Administrative Fee
<u>less</u>	<u>Reserve Fund Credit</u>
equals	Prepayment Amount

As of the date of prepayment, the Prepayment Amount shall be calculated as follows:

1. For Assessor's Parcels of Developed Property, compute the sum of the Assigned Annual Special Taxes and the Backup Annual Special Taxes applicable to the Assessor's Parcel. For Assessor's Parcels of Undeveloped Property, compute the sum of the Assigned Annual Special Taxes and the Backup Annual Special Taxes applicable to the Assessor's Parcel as though it was already designated as Developed Property, based upon the Building Permit issued or to be issued for that Assessor's Parcel.

2. For each Assessor's Parcel of Developed Property or Undeveloped Property to be prepaid, (a) divide the sum of the Assigned Annual Special Taxes computed pursuant to paragraph 1 for such Assessor's Parcel by the sum of the estimated Assigned Annual Special Taxes applicable to all Assessor's Parcels of Developed Property at build out, as reasonably determined by the Board, and (b) divide the sum of Backup Annual Special Tax computed pursuant to paragraph 1 for such Assessor's Parcel by the sum of the estimated Backup Annual Special Taxes applicable to all Assessor's Parcels of Developed Property at build out, as reasonably determined by the Board.
3. The amount determined pursuant to Section G.2.a. shall be (a) increased by the portion of the Bonds allocable to costs of issuance, reserve fund deposits, and capitalized interest with respect to the applicable Assessor's Parcel and (b) reduced by the amount of regularly retired principal which is allocable to the applicable Assessor's Parcel, as determined by the Board. The result is the "Outstanding Gross Prepayment Amount." In no event shall any Annual Special Taxes determined to have been used to make a regularly scheduled principal payment on the Bonds be adjusted for any increase in any cost index or other basis subsequent to the date of the applicable principal payment.
4. Multiply the larger quotient computed pursuant to paragraph 2(a) or 2(b) by the face value of all outstanding Bonds. If the product is greater than the Outstanding Gross Prepayment Amount, then the product shall be the "Bond Redemption Amount." If the product is less than the Outstanding Gross Prepayment Amount, then the Outstanding Gross Prepayment Amount shall be the "Bond Redemption Amount."
5. Multiply the Bond Redemption Amount by the applicable redemption premium, if any, on the outstanding Bonds to be redeemed with the proceeds of the Bond Redemption Amount. This product is the "Redemption Premium."
6. Compute the amount needed to pay interest on the Bond Redemption Amount, the Redemption Premium, and the Reserve Fund Credit (see step 10) to be redeemed with the proceeds of the Prepayment Amount until the earliest call date for the outstanding Bonds.
7. Estimate the amount of interest earnings to be derived from the reinvestment of the Bond Redemption Amount plus the Redemption Premium until the earliest call date for the outstanding Bonds.
8. Subtract the amount computed pursuant to paragraph 7 from the amount computed pursuant to paragraph 6. This difference is the "Defeasance."
9. Estimate the administrative fees and expenses associated with the prepayment, including the costs of computation of the Prepayment Amount, the costs of redeeming Bonds, and the costs of recording any notices to evidence the prepayment and the redemption. This amount is the "Administrative Fee."

10. Calculate the "Reserve Fund Credit" as the lesser of: (a) the expected reduction in the applicable reserve requirement, if any, associated with the redemption of outstanding Bonds as a result of the prepayment, or (b) the amount derived by subtracting the new reserve requirement in effect after the redemption of outstanding Bonds as a result of the prepayment from the balance in the applicable reserve fund on the prepayment date. Notwithstanding the foregoing, if the reserve fund requirement is satisfied by a surety bond or other instrument at the time of the prepayment, then no Reserve Fund Credit shall be given. Notwithstanding the foregoing, the Reserve Fund Credit shall in no event be less than 0.
11. The Prepayment Amount is equal to the sum of the Bond Redemption Amount, the Redemption Premium, the Defeasance, and the Administrative Fee, less the Reserve Fund Credit.

With respect to an Annual Special Tax obligation that is prepaid pursuant to this Section G, the Board shall indicate in the records of IA A of CFD No. 11 that there has been a prepayment of the Annual Special Tax obligation and shall cause a suitable notice to be recorded in compliance with the Act to indicate the prepayment of the Annual Special Tax obligation and the release of the Annual Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay such Annual Special Taxes shall cease.

Notwithstanding the foregoing, no prepayment will be allowed unless the amount of Annual Special Taxes that may be levied on Taxable Property, net of Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all currently outstanding Bonds in each future Fiscal Year and such prepayment will not impair the security of all currently outstanding Bonds, as reasonably determined by the Board. Such determination shall include identifying all Assessor's Parcels that are expected to become Exempt Property.

SECTION H

PARTIAL PREPAYMENT OF ANNUAL SPECIAL TAXES

The Annual Special Tax obligation of an Assessor's Parcel, as calculated in Section H.2. below, may be partially prepaid at the times and under the conditions set forth in this section, provided that there are no delinquent Special Taxes, penalties, or interest charges outstanding with respect to such Assessor's Parcel at the time the Annual Special Tax obligation would be partially prepaid.

1. Partial Prepayment Times and Conditions

Prior to the issuance of the first Building Permit for the construction of a production Unit on a Lot within a Final Subdivision Map, the owner of no less than all the Taxable Property within such Final Subdivision Map may elect in writing to the Board to prepay a portion of the Annual Special Tax obligations for all the Assessor's Parcels within such Final Subdivision Map, as calculated in Section H.2. below. The partial prepayment of each Annual Special Tax obligation shall be collected prior to the issuance of the first Building Permit with respect to each Assessor's Parcel.

2. Partial Prepayment Amount

The Partial Prepayment Amount shall be calculated according to the following formula:

$$PP = P_G \times F$$

The terms above have the following meanings:

PP = the Partial Prepayment Amount
 P_G = the Prepayment Amount calculated according to Section G
 F = the percent by which the owner of the Assessor's Parcel is partially prepaying the Annual Special Tax obligation

3. Partial Prepayment Procedures and Limitations

With respect to any Assessor's Parcel that is partially prepaid, the Board shall indicate in the records of IA A of CFD No. 11 that there has been a partial prepayment of the Annual Special Tax obligation and shall cause a suitable notice to be recorded in compliance with the Act to indicate the partial prepayment of the Annual Special Tax obligation and the partial release of the Annual Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay such prepaid portion of the Annual Special Tax shall cease. Additionally, the notice shall indicate that the Assigned Annual Special Tax and Backup Annual Special Tax for the Assessor's Parcels has been reduced by an amount equal to the percentage which was partially prepaid.

Notwithstanding the foregoing, no partial prepayment will be allowed unless the amount of Annual Special Taxes that may be levied on Taxable Property after such partial prepayment, net of Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all currently outstanding Bonds in each future Fiscal Year.

SECTION I TERMINATION OF SPECIAL TAX

Annual Special Taxes of IA A of CFD No. 11 shall be levied for a period of thirty (30) Fiscal Years after the last series of Bonds have been issued, provided that Annual Special Taxes shall not be levied after Fiscal Year 2050-51.

SECTION J EXEMPTIONS

The Associate Superintendent shall classify as Exempt Property: (i) Assessor's Parcels owned by or irrevocably offered to the State of California, Federal or other local governments, (ii) Assessor's Parcels which are used as places of worship and are exempt from *ad valorem* property taxes because they are owned by a religious organization, (iii) Assessor's Parcels for which Building Permits were issued on or before May 1 of the prior Fiscal Year for the construction of Assigned Units, (iv) Assessor's Parcels used exclusively by a homeowners' association, (v) Assessor's Parcels with public or utility easements or other restrictions making impractical their utilization for other than the purposes set forth in the easement or the restriction, and (v) other types of Assessor's Parcels, at the reasonable discretion of the Associate Superintendent, provided that no such classification would reduce the Acreage of all Taxable Property to less than 56.23 Net Taxable Acres. Assessor's Parcels which cannot be classified as Exempt Property because such classification would reduce the Acreage of all Taxable Property to less than 56.23 Net Taxable Acres will continue to be classified as Developed Property or Undeveloped Property, as applicable, and will continue to be subject to Special Taxes accordingly.

SECTION K APPEALS

Any owner of an Assessor's Parcel claiming that the amount or application of the Special Tax is not correct may file a written notice of appeal with the Associate Superintendent not later than one (1) Calendar Year after having paid the first installment of the Special Tax that is being disputed. The Associate Superintendent shall reasonably and promptly review the appeal, and if necessary, reasonably meet with the property owner, reasonably consider written and oral evidence regarding the amount of the Special Tax, and reasonably rule on the appeal. If the Associate Superintendent's decision reasonably requires that the Special Tax for an Assessor's Parcel be reasonably modified or reasonably changed in favor of the property owner, a cash refund shall not be made (except for the last year of levy), but an adjustment shall be made to the Annual Special Tax on that Assessor's Parcel in the subsequent Fiscal Year(s).

SECTION L MANNER OF COLLECTION

The Annual Special Tax shall be collected in the same manner and at the same time as ordinary *ad valorem* property taxes, provided, however, that IA A of CFD No. 11 may collect Annual Special Taxes at a different time or in a different manner if necessary to meet its financial obligations.

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RATE AND METHOD OF APPORTIONMENT FOR COMMUNITY FACILITIES DISTRICT NO. 11 OF THE POWAY UNIFIED SCHOOL DISTRICT

A Special Tax shall be levied on and collected in Community Facilities District ("CFD") No. 11 of the Poway Unified School District ("School District") each Fiscal Year in an amount determined through the application of the rate and method of apportionment described below. All of the real property in CFD No. 11, unless exempted by law or by the provisions hereof, shall be taxed for the purposes, to the extent, and in the manner herein provided.

SECTION A DEFINITIONS

The terms hereinafter set forth have the following meanings:

"Acreage" means the land area of an Assessor's Parcel as shown on an Assessor's Parcel Map, or if the land area is not shown on an Assessor's Parcel Map, the land area shown on the applicable Final Subdivision Map, other final map, parcel map, condominium plan, or other recorded parcel map at the County.

"Act" means the Mello-Roos Community Facilities Act of 1982 as amended, being Chapter 2.5, Division 2 of Title 5 of the Government Code of the State of California.

"Administrative Expenses" means any ordinary and necessary expenses of the School District to carry out its duties as the legislative body of CFD No. 11.

"Annual Special Tax" means the Special Tax levied each Fiscal Year on an Assessor's Parcel as set forth in Section G.

"Assessor's Parcel" means a Lot or parcel of land in CFD No. 11 which is designated on an Assessor's Parcel Map with an assigned Assessor's Parcel Number.

"Assessor's Parcel Map" means an official map of the Assessor of the County designating parcels by Assessor's Parcel Number.

"Assessor's Parcel Number" means that number assigned to an Assessor's Parcel by the Assessor of the County for purposes of identification.

"Assigned Annual Special Tax" means the Special Tax of that name as set forth in Section D.

"Assigned Unit" means any of up to 106 Units assigned this classification in writing to the Associate Superintendent at the Developer's election at the time the applicable Building Permit is issued provided that each such Unit is an Attached Unit. Under no circumstance may the Developer assign more than 106 Units this classification.

"Associate Superintendent" means the Associate Superintendent of Business Support Services of the School District or his/her designee.

"Attached Units" means an Assessor's Parcel of Residential Property that consists of or shall consist of a building or buildings in which each of the individual Units have at least one common wall with another Unit.

"Backup Annual Special Tax" means the Special Tax of that name described in Section E below.

"Board" means the Board of Education of the School District or its designee.

"Building Permit" means a permit for the construction of one or more Units, issued by the City, or other public agency in the event the City no longer issues said permits for the construction of Units within CFD No. 11. For purposes of this definition, "Building Permits" shall not include permits for construction or installation of commercial/industrial structures, parking structures, retaining walls, and utility improvements not intended for human habitation.

"Calendar Year" means any period beginning January 1 and ending December 31.

"City" means the City of San Diego.

"County" means the County of San Diego.

"Detached Unit" means a Unit that is not an Assigned Unit or an Attached Unit.

"Developed Property" means all Assessor's Parcels of Taxable Property for which a Building Permit was issued on or before May 1 of the prior Fiscal Year, provided that such Assessor's Parcels are associated with a Final Subdivision Map recorded on or before January 1 of the prior Fiscal Year and that each such Assessor's Parcel is associated with a Lot, as determined reasonably by the Board.

"Developer" means any "Owner" defined as such in the certain School Impact Mitigation and Public Facilities Funding Agreement by and among the School District, Sycamore Estates, LLC, a Delaware limited liability company, Sycamore Estates II, LLC, a Delaware limited liability company, McMillin Montecito 109, LLC, a Delaware limited liability company, Brookfield 6 LLC, a Delaware limited liability company, and Brookfield 8 LLC, a Delaware limited liability company.

"Exempt Property" means the property designated as Exempt Property in Section K.

"Final Subdivision Map" means a final tract map, parcel map, lot line adjustment, or functionally equivalent map or instrument that creates individual Lots, recorded in the Office of the Recorder of the County.

"Fiscal Year" means the period commencing on July 1 of any year and ending the following June 30.

"Gross Prepayment Amount" means any amount determined by reference to Tables 6, 7, 8 and 9 and adjusted as set forth in Section H.

"Indenture" means the bond indenture, master trust agreement, fiscal agent agreement, or similar document regardless of title, pursuant to which Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds are issued and which establishes the terms and conditions for the payment of applicable bonds as modified, amended and/or supplemented from time to time in accordance with its terms.

"Lot" means an individual legal lot created by a Final Subdivision Map for which a Building Permit for a Unit has been or could be issued, provided that land for which one or more Building Permits have been or could be issued for the construction of one or more model Units shall not be construed as a Lot until such land has been subdivided by a Final Subdivision Map.

"Maximum Special Tax" means the maximum Special Tax, determined in accordance with Section C, which can be levied by CFD No. 11 on any Assessor's Parcel in any Fiscal Year.

"Net Taxable Acres" means the total Acreage of all Taxable Property expected to exist in a given Zone after all Final Subdivision Maps are recorded.

"Partial Prepayment Amount" means the amount required to prepay a portion of the Annual Special Tax obligation of any Assessor's Parcel determined pursuant to Section I.

"Prepayment Amount" means the dollar amount required to prepay all of the Annual Special Tax obligation on any Assessor's Parcel, as determined pursuant to Sections H.

"Prepayment Ratio" means with respect to an Assessor's Parcel, for each series of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds, the ratio of (i) the Annual Special Tax revenue or portion thereof applicable to the Assessor's Parcel at the time each such series of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds were issued and which were used in providing the minimum debt service coverage required to issue such series of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds, as reasonably determined by the Board, to (ii) the sum of all Annual Special Tax revenue used in providing the minimum debt service coverage required to issue such series of applicable Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds, as reasonably determined by the Board.

"Proportionately" means that the ratio of the actual Annual Special Tax levy to the applicable Special Tax is equal for all applicable Assessor's Parcels.

"Regularly Retired Principal" means the principal amount of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds that have been paid as scheduled pursuant to the Indenture under which they were reserved, whether by virtue of maturing principal or regularly scheduled mandatory sinking fund redemptions.

"Residential Property" means all Assessor's Parcels of Developed Property for which a Building Permit was issued for the construction of a Unit.

"Special Tax" means any of the special taxes authorized to be levied in CFD No. 11 under the Act.

"Taxable Property" means all Assessor's Parcels which are not Exempt Property.

"Undeveloped Property" means all Assessor's Parcels of Taxable Property which are not classified as Developed Property.

"Unit" means each separate residential dwelling unit which comprises an independent facility capable of conveyance separate from adjacent residential dwelling units.

"Zone" means the areas identified as a Zone and illustrated in Section N.

"Zone 1" means all property located within the area identified as Zone 1 in Section N, subject to interpretation by the Board.

"Zone 1 Annual Special Tax Requirement" means the amount required in any Fiscal Year to pay (i) annual debt service on all outstanding Zone 1 Bonds, (ii) Administrative Expenses of CFD No. 11 applicable to property within Zone 1, (iii) any costs associated with the release of funds from an escrow account established in association with Zone 1 Bonds, (iv) any amount required to establish or replenish any reserve funds established in association with the Zone 1 Bonds, less (v) any amounts on deposit in any fund or account which are available to pay for items (i) through (iv) above pursuant to any applicable fiscal agent agreement, bond indenture, or trust agreement.

"Zone 1 Bonds" means any obligation to repay a sum of money, including obligations in the form of bonds, notes, certificates of participation, long-term leases, loans from government agencies, or loans from banks, other financial institutions, private businesses, or individuals or long-term contracts, or any refunding thereof, to the repayment of which Special Taxes within Zone 1 of CFD No. 11 are pledged.

"Zone 2" means all property located within the area identified as Zone 2 in Section N, subject to interpretation by the Board.

"Zone 2 Annual Special Tax Requirement" means the amount required in any Fiscal Year to pay (i) annual debt service on all outstanding Zone 2 Bonds, (ii) Administrative Expenses of CFD No. 11 applicable to property within Zone 2, (iii) any costs associated with the release of funds from an escrow account established in association with Zone 2 Bonds, (iv) any amount required to establish or replenish any reserve funds established in association with the Zone 2 Bonds, less (v) any amounts on deposit in any fund or account which are available to pay for items (i) through (iv) above pursuant to any applicable fiscal agent agreement, bond indenture, or trust agreement.

"Zone 2 Bonds" means any obligation to repay a sum of money, including obligations in the form of bonds, notes, certificates of participation, long-term leases, loans from government agencies, or loans from banks, other financial institutions, private businesses, or individuals or long-term contracts, or any refunding thereof, to the repayment of which Special Taxes within Zone 2 of CFD No. 11 are pledged.

"Zone 3" means all property located within the area identified as Zone 3 in Section N, subject to interpretation by the Board.

"Zone 3 Annual Special Tax Requirement" means the amount required in any Fiscal Year to pay (i) annual debt service on all outstanding Zone 3 Bonds, (ii) Administrative Expenses of CFD No. 11 applicable to property within Zone 3, (iii) any costs associated with the release of funds from an escrow account established in association with Zone 3 Bonds, (iv) any amount required to establish or replenish any reserve funds established in association with the Zone 3 Bonds, less (v) any amounts on deposit in any fund or account which are available to pay for items (i) through (iv) above pursuant to any applicable fiscal agent agreement, bond indenture, or trust agreement.

"Zone 3 Bonds" means any obligation to repay a sum of money, including obligations in the form of bonds, notes, certificates of participation, long-term leases, loans from government agencies, or loans from banks, other financial institutions, private businesses, or individuals or long-term contracts, or any refunding thereof, to the repayment of which Special Taxes within Zone 3 of CFD No. 11 are pledged.

"Zone 4" means all property located within the area identified as Zone 4 in Section N, subject to interpretation by the Board.

"Zone 4 Annual Special Tax Requirement" means the amount required in any Fiscal Year to pay (i) annual debt service on all outstanding Zone 4 Bonds, (ii) Administrative Expenses of CFD No. 11 applicable to property within Zone 4, (iii) any costs associated with the release of funds from an escrow account established in association with Zone 4 Bonds, (iv) any amount required to establish or replenish any reserve funds established in association with the Zone 4 Bonds, less (v) any amounts on deposit in any fund or account which are available to pay for items (i) through (iv) above pursuant to any applicable fiscal agent agreement, bond indenture, or trust agreement.

"Zone 4 Bonds" means any obligation to repay a sum of money, including obligations in the form of bonds, notes, certificates of participation, long-term leases, loans from government agencies, or loans from banks, other financial institutions, private businesses, or individuals or long-term contracts, or any refunding thereof, to the repayment of which Special Taxes within Zone 4 of CFD No. 11 are pledged.

SECTION B ASSIGNMENT OF ASSESSOR'S PARCELS

For each Fiscal Year, beginning with Fiscal Year 2004-05, each Assessor's Parcel in CFD No. 11 shall be assigned to a Zone. Each Assessor's Parcel in a Zone shall be classified as Taxable Property or Exempt Property taking into consideration minimum Net Taxable Acreage as set forth in Section J. Each Assessor's Parcel of Taxable Property shall be classified as Developed Property or Undeveloped Property and each Assessor's Parcel of Developed Property shall be classified according to Unit type.

SECTION C MAXIMUM SPECIAL TAX

1. Developed Property

The Maximum Special Tax for each Assessor's Parcel classified as Developed Property within a particular Zone in any Fiscal Year shall be the greater of (i) the Assigned Annual Special Tax for such Zone or (ii) the Backup Annual Special Tax for a given Final Subdivision Map.

2. Undeveloped Property

The Maximum Special Tax for any Assessor's Parcel classified as Undeveloped Property within a particular Zone in any Fiscal Year shall be the Assigned Annual Special Tax for such Zone.

SECTION D
ASSIGNED ANNUAL SPECIAL TAXES

1. Developed Property

The Assigned Annual Special Tax for each Assessor's Parcel of Developed Property in Fiscal Year 2004-05 shall be the amount determined by reference to Tables 1, 2, 3, or 4 according to the Zone in which the Assessor's Parcel is located and the Unit type.

TABLE 1

**ASSIGNED ANNUAL SPECIAL TAX
FOR DEVELOPED PROPERTY WITHIN ZONE 1
FISCAL YEAR 2004-05**

Unit Type	Assigned Annual Special Tax
Attached Unit / Detached Unit	\$2,019.35
Assigned Unit	\$0.00

TABLE 2

**ASSIGNED ANNUAL SPECIAL TAX
FOR DEVELOPED PROPERTY WITHIN ZONE 2
FISCAL YEAR 2004-05**

Unit Type	Assigned Annual Special Tax
Attached Unit / Detached Unit	\$2,128.74
Assigned Unit	\$0.00

TABLE 3

**ASSIGNED ANNUAL SPECIAL TAX
FOR DEVELOPED PROPERTY WITHIN ZONE 3
FISCAL YEAR 2004-05**

Unit Type	Assigned Annual Special Tax
Attached Unit / Detached Unit	\$2,113.19
Assigned Unit	\$0.00

TABLE 4

**ASSIGNED ANNUAL SPECIAL TAX
FOR DEVELOPED PROPERTY WITHIN ZONE 4
FISCAL YEAR 2004-05**

Unit Type	Assigned Annual Special Tax
Attached Unit / Detached Unit	\$2,019.35
Assigned Unit	\$0.00

Each July 1, commencing July 1, 2005, the Assigned Annual Special Tax applicable to an Assessor's Parcel of Developed Property in each Zone shall be increased by 2.00% of the amount in effect in the prior Fiscal Year.

2. Undeveloped Property

The Assigned Annual Special Tax per acre of Acreage for an Assessor's Parcel of Undeveloped Property within a particular Zone for Fiscal Year 2004-05 shall be determined by reference to Table 5.

TABLE 5

**ASSIGNED ANNUAL SPECIAL TAX
FOR UNDEVELOPED PROPERTY
FISCAL YEAR 2004-05**

Zone	Assigned Annual Special Tax
1	\$9,947.69 per acre
2	\$4,829.16 per acre
3	\$4,713.79 per acre
4	\$9,947.69 per acre

Each July 1, commencing July 1, 2005, the Assigned Annual Special Tax applicable to an Assessor's Parcel of Undeveloped Property in each Zone shall be increased by 2.00% of the amount in effect in the prior Fiscal Year.

**SECTION F
BACKUP ANNUAL SPECIAL TAX**

Each Assessor's Parcel of Developed Property shall be subject to a Backup Annual Special Tax. The Backup Annual Special Tax for Developed Property shall be the rate per Lot calculated according to the following formula:

$$B = (Z \times A) / L$$

The terms above have the following meanings:

B	=	Backup Annual Special Tax per Lot for the applicable Fiscal Year
Z	=	Assigned Annual Special Tax per Acre of Undeveloped Property for the applicable Zone for the applicable Fiscal Year
A	=	Acreage of Developed Property expected to exist in the applicable Final Subdivision Map at build-out, as determined by the Associate Superintendent pursuant to Section K
L	=	Lots in the Final Subdivision Map

Notwithstanding the foregoing, if all or any portion of the Final Subdivision Map(s) described in the preceding paragraph is subsequently changed or modified, then the Backup Annual Special Tax for each Assessor's Parcel of Developed Property in such Final Subdivision Map area that is changed or modified shall be a rate per square foot of Acreage calculated as follows:

1. Determine the total Backup Annual Special Taxes anticipated to apply to the changed or modified Final Subdivision Map area prior to the change or modification.
2. The result of paragraph 1 above shall be divided by the Acreage of Taxable Property which is ultimately expected to exist in such changed or modified Final Subdivision Map area, as reasonably determined by the Board.
3. The result of paragraph 2 above shall be divided by 43,560. The result is the Backup Annual Special Tax per square foot of Acreage which shall be applicable to Assessor's Parcels of Developed Property in such changed or modified Final Subdivision Map area for all remaining Fiscal Years in which the Special Tax may be levied.

SECTION G METHOD OF APPORTIONMENT OF THE ANNUAL SPECIAL TAX

Zone 1

Commencing Fiscal Year 2004-05, and for each subsequent Fiscal Year, the Associate Superintendent shall determine the Annual Special Tax to be collected in Zone 1 of CFD No. 11 in such Fiscal Year. The Annual Special Tax shall be levied as follows:

First: The Annual Special Tax shall be levied on each Assessor's Parcel of Developed Property at the Assigned Annual Special Tax applicable to such Assessor's Parcel.

Second: If the sum of the amounts levied on Assessor's Parcels in the first step is less than the Zone 1 Annual Special Tax Requirement, then an Annual Special Tax shall be levied Proportionately on each Assessor's Parcel of Undeveloped Property up to the Assigned Annual Special Tax applicable to such Assessor's Parcel to satisfy the Zone 1 Annual Special Tax Requirement.

Third: If the sum of the amounts levied on Assessor's Parcels in the first and second steps is less than the Zone 1 Annual Special Tax Requirement, then the Annual Special Tax on each Assessor's Parcel of Developed Property shall be increased Proportionately from the Assigned Annual Special Tax up to the Maximum Annual Special Tax to satisfy the Zone 1 Annual Special Tax Requirement.

Zone 2

Commencing Fiscal Year 2004-05, and for each subsequent Fiscal Year, the Associate Superintendent shall determine the Annual Special Tax to be collected in Zone 2 of CFD No. 11 in such Fiscal Year. The Annual Special Tax shall be levied as follows:

First: The Annual Special Tax shall be levied on each Assessor's Parcel of Developed Property at the Assigned Annual Special Tax applicable to such Assessor's Parcel.

Second: If the sum of the amounts levied on Assessor's Parcels in the first step is less than the Zone 2 Annual Special Tax Requirement, then an Annual Special Tax shall be levied Proportionately on each Assessor's Parcel of Undeveloped Property up to the Assigned Annual Special Tax applicable to such Assessor's Parcel to satisfy the Zone 2 Annual Special Tax Requirement.

Third: If the sum of the amounts levied on Assessor's Parcels in the first and second steps is less than the Zone 2 Annual Special Tax Requirement, then the Annual Special Tax on each Assessor's Parcel of Developed Property shall be increased Proportionately from the Assigned Annual Special Tax up to the Maximum Annual Special Tax to satisfy the Zone 2 Annual Special Tax Requirement.

Zone 3

Commencing Fiscal Year 2004-05, and for each subsequent Fiscal Year, the Associate Superintendent shall determine the Annual Special Tax to be collected in Zone 3 of CFD No. 11 in such Fiscal Year. The Annual Special Tax shall be levied as follows:

First: The Annual Special Tax shall be levied on each Assessor's Parcel of Developed Property at the Assigned Annual Special Tax applicable to such Assessor's Parcel.

Second: If the sum of the amounts levied on Assessor's Parcels in the first step is less than the Zone 3 Annual Special Tax Requirement, then an Annual Special Tax shall be levied Proportionately on each Assessor's Parcel of Undeveloped Property up to the Assigned Annual Special Tax applicable to such Assessor's Parcel to satisfy the Zone 3 Annual Special Tax Requirement.

Third: If the sum of the amounts levied on Assessor's Parcels in the first and second steps is less than the Zone 3 Annual Special Tax Requirement, then the Annual Special Tax on each Assessor's Parcel of Developed Property shall be increased Proportionately from the Assigned Annual Special Tax up to the Maximum Annual Special Tax to satisfy the Zone 3 Annual Special Tax Requirement.

Zone 4

Commencing Fiscal Year 2004-05, and for each subsequent Fiscal Year, the Associate Superintendent shall determine the Annual Special Tax to be collected in Zone 4 of CFD No. 11 in such Fiscal Year. The Annual Special Tax shall be levied as follows:

- First:** The Annual Special Tax shall be levied on each Assessor's Parcel of Developed Property at the Assigned Annual Special Tax applicable to such Assessor's Parcel.
- Second:** If the sum of the amounts levied on Assessor's Parcels in the first step is less than the Zone 4 Annual Special Tax Requirement, then an Annual Special Tax shall be levied Proportionately on each Assessor's Parcel of Undeveloped Property up to the Assigned Annual Special Tax applicable to such Assessor's Parcel to satisfy the Zone 4 Annual Special Tax Requirement.
- Third:** If the sum of the amounts levied on Assessor's Parcels in the first and second steps is less than the Zone 4 Annual Special Tax Requirement, then the Annual Special Tax on each Assessor's Parcel of Developed Property shall be increased Proportionately from the Assigned Annual Special Tax up to the Maximum Annual Special Tax to satisfy the Zone 4 Annual Special Tax Requirement.

SECTION H PREPAYMENT OF ANNUAL SPECIAL TAX

The Annual Special Tax obligation of an Assessor's Parcel of Developed Property or an Assessor's Parcel of Undeveloped Property for which a Building Permit has been issued may be prepaid. An owner of an Assessor's Parcel intending to prepay the Annual Special Tax obligation shall provide CFD No. 11 with written notice of intent to prepay. Within 30 days of receipt of such written notice, the Board shall reasonably determine the Prepayment Amount of such Assessor's Parcel and shall notify such owner of such Prepayment Amount.

1. Bond Proceeds Allocation

Prior to the calculation of any Tax Prepayment Amount, a calculation shall be performed to determine the amount of Zone 1 Bond, Zone 2 Bond, Zone 3 Bond or Zone 4 Bond proceeds that are allocable to the Assessor's Parcel for which the Annual Special obligation is to be prepaid, if any. For purposes of this, calculation Zone 1 Bond, Zone 2 Bond, Zone 3 Bond or Zone 4 Bond proceeds shall equal the par amount of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds, or Zone 4 Bonds. For each series of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds proceeds of such series shall be allocated to each Assessor's Parcel in an amount equal to the Zone 1 Bond, Zone 2 Bond, Zone 3 Bond or Zone 4 Bond proceeds times the Prepayment Ratio applicable to such Assessor's Parcel for such series of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds. For each series of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds, or Zone 4 Bonds, an amount of Regularly Retired Principal shall also be allocated to each Assessor's Parcel to be calculated pursuant to Section H.3E. If, after such allocations, the amount of (i) Zone 1 Bond, Zone 2 Bond, Zone 3 Bond or Zone 4 Bond proceeds allocated to the Assessor's Parcel for which the Annual Special Tax obligation is to be prepaid less the amount of Regularly Retired Principal allocated to such Assessor's Parcel is less than (ii) the sum of all the Gross Prepayment Amounts applicable to

such Assessor's Parcel pursuant to Section H.2., then the Prepayment Amount for such Assessor's Parcel shall be calculated pursuant to Tables 6,7,8 or 9 of Section H.2. Otherwise, the Prepayment Amount shall be calculated pursuant to Section H.3.

2. **Prepayment Amount for Assessor's Parcel with Allocation of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds Less than Applicable Gross Prepayment Amounts**

The Prepayment Amount for each Assessor's Parcel for which the Prepayment Amount is to be calculated pursuant to this Section H.2. shall be calculated by (i) counting all the Units of each Unit type applicable to such Assessor's Parcel, (ii) multiplying the sum of the Units for each Unit type for such Assessor's Parcel by the applicable Gross Prepayment Amount per Unit for the Zone in which such Assessor's Parcel is located as set forth in Table 6,7, 8 or 9, and (iii) adding all the products derived from the immediately preceding step. This sum is the Prepayment Amount for the Assessor's Parcel calculated pursuant to H.2. The Gross Prepayment Amounts shall be determined by reference to Tables 6, 7, 8 or 9.

TABLE 6

**PREPAYMENT AMOUNT FOR FISCAL YEAR 2004-05
FOR PROPERTY WITHIN ZONE 1**

Unit Type	Gross Prepayment Amount
Attached Unit/Detached Unit	\$19,484.84 per Unit
Assigned Unit	\$0.00 per Unit

TABLE 7

**PREPAYMENT AMOUNT FOR FISCAL YEAR 2004-05
FOR PROPERTY WITHIN ZONE 2**

Unit Type	Gross Prepayment Amount
Attached Unit/Detached Unit	\$21,106.97 per Unit
Assigned Unit	\$0.00 per Unit

TABLE 8

**PREPAYMENT AMOUNT FOR FISCAL YEAR 2004-05
FOR PROPERTY WITHIN ZONE 3**

Unit Type	Gross Prepayment Amount
Attached Unit/Detached Unit	\$21,133.13 per Unit
Assigned Unit	\$0.00 per Unit

TABLE 9

**PREPAYMENT AMOUNT FOR FISCAL YEAR 2004-05
FOR PROPERTY WITHIN ZONE 4**

Unit Type	Gross Prepayment Amount
Attached Unit/Detached Unit	\$19,484.84 per Unit
Assigned Unit	\$0.00 per Unit

3. Prepayment Amount for Assessor's Parcel with Allocation of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds Equal to or Greater than Applicable Gross Prepayment Amounts

The Prepayment Amount for each Assessor's Parcel for which the Prepayment Amount is to be calculated pursuant to this Section H.3 shall be the amount calculated as shown below.

Zone 1 Bond, Zone 2 Bond, Zone 3 Bond or Zone 4 Bond proceeds allocated to Assessor's Parcel pursuant to Section H.1
plus A. Redemption Premium
plus B. Defeasance
plus C. Prepayment Fees and Expenses
less D. Reserve Fund Credit
less E. Regularly Retired Principal
less F. Partial Prepayment Credit
equals Prepayment Amount

Detailed explanations of items A through F follows:

A. Redemption Premium

The Redemption Premium is calculated by multiplying (i) the principal amount of the Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds to be redeemed with the proceeds of the Prepayment Amount by (ii) the applicable redemption premium, if any, on the Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds to be redeemed.

B. Defeasance

The Defeasance is the amount needed to pay interest on the portion of the Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds, or Zone 4 Bonds to be

redeemed with the proceeds of the Prepayment Amount until the earliest call date of the Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds to be redeemed, net of interest earnings to be derived from the reinvestment of the Prepayment Amount until the redemption date of the portion of the Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds, or Zone 4 Bonds to be redeemed with the Prepayment Amount. Such amount of interest earnings will be the amount reasonably estimated by the Board.

C. Prepayment Fees and Expenses

The Prepayment Fees and Expenses are the costs of the computation of the Prepayment Amount and an allocable portion of the costs of redeeming Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds and recording any notices to evidence the prepayment and the redemption, as calculated reasonably by the Board.

D. Reserve Fund Credit

The Reserve Fund credit, if any, shall be calculated as the sum of (i) the reduction in the applicable reserve fund requirement resulting from the redemption of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds with the Prepayment Amount, plus (ii) the reduction in the applicable reserve fund requirement attributable to the allocable portion of regularly scheduled retirement of principal that has occurred, as well as any other allocable portion of principal retired not related to Prepayment Amounts or Partial Prepayment Amounts. The allocable portion of regularly scheduled retirement of principal that has occurred means the total regularly scheduled retirement of principal that has occurred with respect to each series of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds times the applicable Prepayment Ratio for each such series of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds, or Zone 4 Bonds. The allocable portion of principal retired not related to Prepayment Amounts or Partial Prepayment Amounts means the total principal retired not related to Prepayment Amounts or Partial Prepayment Amounts with respect to each series of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds times the applicable Prepayment Ratio for each such series of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds, or Zone 4 Bonds.

E. Regularly Retired Principal

The Regularly Retired Principal of the Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds times the applicable Prepayment Ratio for each such series of the Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds, or Zone 4 Bonds.

F. Partial Prepayment Credit

Partial prepayments of the Annual Special Tax obligation occurring prior to the issuance of the Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds will be credited in full. Partial prepayments of the Annual Special Tax obligation occurring subsequent to the issuance of Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds will be credited in an amount equal to the greatest amount of principal of the Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds that could have been redeemed with the Partial Prepayment Amount(s), taking into account Redemption Premium, Defeasance, Prepayment Fees and Expenses and Reserve Fund Credit, if any, but exclusive of restrictions limiting early redemption on the basis of dollar increments, i.e., the full amount of the Partial Prepayment Amount(s) will be taken into account in the calculation. The sum of all applicable partial prepayment credits is the Partial Prepayment Credit.

With respect to an Annual Special Tax obligation that has been prepaid, the Board shall reasonably indicate in the records of CFD No. 11 that there has been a prepayment of the Annual Special Tax and shall reasonably cause a suitable notice to be recorded in compliance with the Act within 30 days of receipt of such prepayment of Annual Special Taxes, to indicate reasonably the prepayment of Annual Special Taxes and the release of the Annual Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay such Annual Special Tax shall cease. Notwithstanding the foregoing, no prepayment shall be allowed unless the amount of Annual Special Taxes that may be levied on Taxable Property within the Zone in which such Assessor's Parcel is located both prior to and after the proposed prepayment, net of an allocable portion of Administrative Expenses, is at least 1.1 times the annual debt service in each Fiscal Year on all outstanding Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds and such prepayment will not impair the security of all outstanding Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds, as reasonably determined by the Board. Such determination shall include identifying all Assessor's Parcels that are expected to become Exempt Property.

SECTION I
PARTIAL PREPAYMENT OF ANNUAL SPECIAL TAXES

Prior to the issuance of the first Building Permit for the construction of a production Unit on a Lot within a Final Subdivision Map, the owner of no less than all of the property within such Final Subdivision Map may elect to prepay any portion of the applicable Annual Special Tax obligation for all of the Assessor's Parcels within such Final Subdivision Map. The owner of any Assessor's Parcel who desires such partial prepayment shall notify the Board of (i) such owner's intent to partially prepay the Annual Special Tax obligation and (ii) the percentage of the Annual Special Tax obligation to be prepaid. The partial prepayment of each Annual Special Tax obligation shall be collected at the issuance of each applicable Building Permit, provided that the Annual Special Tax obligation with respect to model Units for which Building Permits have already been issued must be partially prepaid at the time of the election. The Partial Prepayment Amount shall be calculated according to the following formula:

$$PP = P_G \times F$$

These terms have the following meanings:

- PP = the Partial Prepayment Amount
- P_G = the Prepayment Amount calculated according to Section H
- F = the percentage of the Annual Special Tax obligation which the owner of the Assessor's Parcel is partially prepaying.

With respect to any Assessor's Parcel's Annual Special Tax obligation that is partially prepaid, the Board shall indicate in the records of CFD No. 11 that there has been a partial prepayment of the Annual Special Tax obligation and shall cause a suitable notice to be recorded in compliance with the Act within 30 days of receipt of such partial prepayment, to indicate the partial prepayment of Annual Special Tax obligation and the partial release of the Annual Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay such prepaid portion of the Annual Special Tax shall cease. Additionally, the notice shall indicate that the Assigned Annual Special Tax and the Backup Annual Special Tax and for the Assessor's Parcels has been reduced by an amount equal to the percentage, which was partially prepaid.

Notwithstanding the foregoing, no partial prepayment will be allowed unless the amount of Annual Special Tax that may be levied in CFD No. 11, net of an allocable portion of Administrative Expenses, is at least 1.1 times the regularly scheduled annual interest and principal payments on all currently outstanding Zone 1 Bonds, Zone 2 Bonds, Zone 3 Bonds or Zone 4 Bonds.

SECTION J TERMINATION OF SPECIAL TAX

Annual Special Taxes of CFD No. 11 shall be levied within Zone 1, Zone 2 and Zone 3 for a period of thirty (30) Fiscal Years after the last series of Bonds have been issued for the applicable Zone. Annual Special Taxes of CFD No. 11 shall be levied within Zone 4 for a period of thirty (30) Fiscal Years after the issuance of the last Building Permit for a Lot within Zone 4. Annual Special Taxes shall not be levied in any Zone after Fiscal Year 2050-51.

SECTION K EXEMPTIONS

Zones 1, 2 and 3

The Associate Superintendent shall classify as Exempt Property: (i) Assessor's Parcels owned by or irrevocably offered to the State of California, Federal or other local governments, (ii) Assessor's Parcels which are used as places of worship and are exempt from *ad valorem* property taxes because they are owned by a religious organization, (iii) Assessor's Parcels used exclusively by a homeowners' association, (iv) Assessor's Parcels with public or utility easements or other restrictions making impractical their utilization for other than the purposes set forth in the easement or the restriction, and (v) other types of Assessor's Parcels, at the reasonable discretion of the Associate Superintendent, provided that no such classification would reduce the Acreage of all Taxable Property to less than 56.23 Net Taxable Acres in Zone 1, 92.57 Net Taxable Acres in Zone 2, and 152.87 Net Taxable Acres in Zone 3. Assessor's Parcels which cannot be classified as Exempt Property because such classification would reduce the Acreage of all Taxable Property to less than 56.23 Net Taxable Acres in Zone 1, 92.57 Net Taxable Acres in Zone 2, and 152.87 Net

Taxable Acres in Zone 3 will continue to be classified as Developed Property or Undeveloped Property, as applicable, and will continue to be subject to Special Taxes accordingly.

Zone 4

The Associate Superintendent shall classify as Exempt Property: (i) Assessor's Parcels owned by or irrevocably offered to the State of California, Federal or other local governments, (ii) Assessor's Parcels which are used as places of worship and are exempt from ad valorem property taxes because they are owned by a religious organization, (iii) Assessor's Parcels used exclusively by a homeowner's association, (v) Assessor's Parcels with public or utility easements or other restrictions making impractical their utilization for other than the purposes set forth in the easement or the restriction, and (iv) Assessor's Parcel for which a Final Subdivision Map has not been recorded.

SECTION L APPEALS

Any owner of an Assessor's Parcel claiming that the amount or application of the Special Tax is not correct may file a written notice of appeal with the Associate Superintendent not later than one (1) Calendar Year after having paid the first installment of the Special Tax that is being disputed. The Associate Superintendent shall reasonably and promptly review the appeal, and if necessary, reasonably meet with the property owner, reasonably consider written and oral evidence regarding the amount of the Special Tax, and reasonably rule on the appeal. If the Associate Superintendent's decision reasonably requires that the Special Tax for an Assessor's Parcel be reasonably modified or reasonably changed in favor of the property owner, a cash refund shall not be made (except for the last year of levy), but an adjustment shall be made to the Annual Special Tax on that Assessor's Parcel in the subsequent Fiscal Year(s).

SECTION M MANNER OF COLLECTION

The Annual Special Tax shall be collected in the same manner and at the same time as ordinary *ad valorem* property taxes, provided, however, that CFD No. 11 may collect Annual Special Taxes at a different time or in a different manner if necessary to meet its financial obligations.

SECTION N MAP OF ZONES

(Under separate cover)

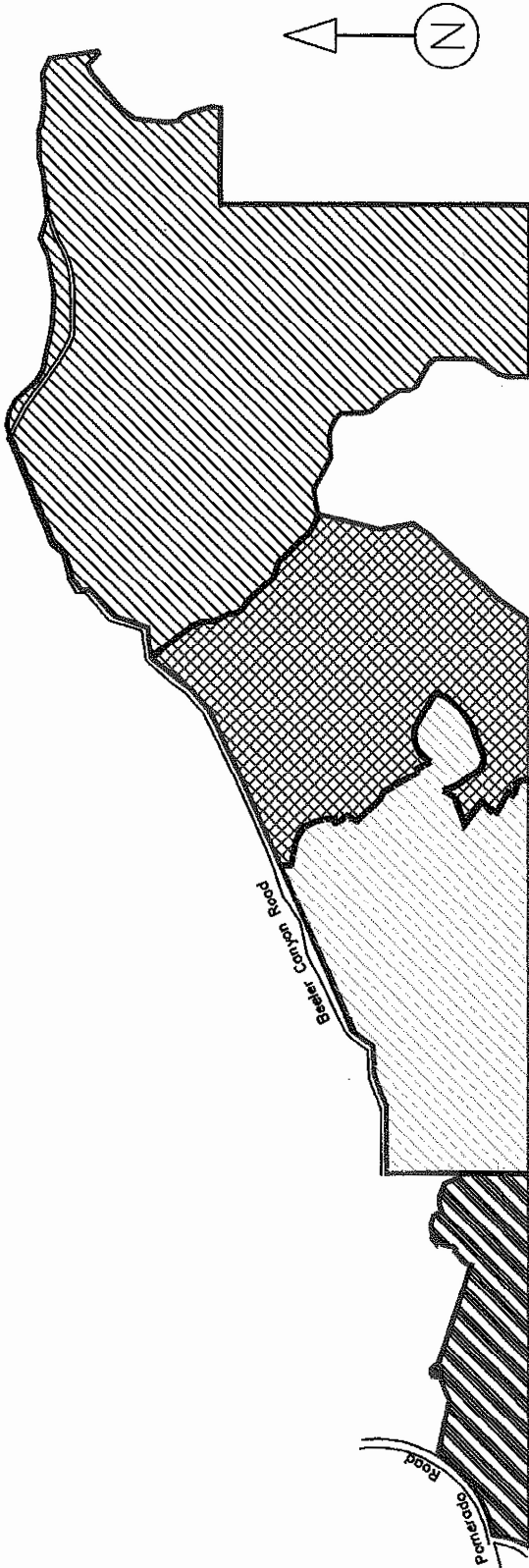
J:\CLIENTS\POWAY.USD\CFD NO. 11\FORMATION\CFD NO 11 RMA FINAL.DOC

THE ORIGINAL OF THIS DOCUMENT
 WAS RECORDED ON NOV 20, 2
 DOCUMENT NUMBER 2003-13983

GREGORY J. SMITH, COUNTY RECORDER
 SAN DIEGO COUNTY RECORDER'S OFFICE
 TIME: 2:48 PM

**PROPOSED BOUNDARIES OF
 POWAY UNIFIED SCHOOL DISTRICT
 COMMUNITY FACILITIES DISTRICT NO. 11
 SAN DIEGO COUNTY
 STATE OF CALIFORNIA**

SHEET 1 OF 9



LEGEND

	Boundaries of Community Facilities District No. 11
	Zone Boundaries
	Zone 1
	Zone 2
	Zone 3
	Zone 4

(3) Filed this 20th day of November, 2003, at the hour of 2:48 o'clock P.m. in Book 37 of Maps of Assessment and Community Facilities Districts at page 77 and as Instrument No. in the office of the County Recorder of San Diego County, State of California.

DAVID TAUSSIG
 County Recorder of San Diego County

(2) I hereby certify that the within map showing the boundaries of Community Facilities District No. 11, San Diego County, State of California, was approved by the Board of Education at a meeting thereof, held on this 17th day of Nov. 2003, by its Resolution No. 24-2004.

DAVID TAUSSIG
 Secretary of the Board of Education

(1) Filed in the office of the Secretary to the Board of Education this 17th day of Nov. 2003.

DAVID TAUSSIG
 Secretary of the Board of Education

Reference is hereby made to the Assessor maps of the County of San Diego for an exact description of the lines and dimensions of each lot and parcel.

PREPARED BY
 DAVID TAUSSIG & ASSOCIATES, INC.

Exhibit C

California Debt and Investment Advisory Commission Reports



Information as of Reporting Year End: 06/30/2023

Issuance

Authority Issuer:	Poway Unified School District Public Financing Authority
Issue Name:	2013 RBs
Senior Issue:	No
Subordinate Issue:	No
Project Name:	CFD Nos 2, 10 & 11
Actual Sale Date:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$37,785,000.00
Date of Filing:	10/25/2023
Total Issuance Costs:	\$0.00
Total Cost of Issuance from Report of Final Sale:	\$746,811.75
Was a Reserve Fund established with proceeds of this debt issue?:	No
Reserve Fund Minimum Balance Amount:	

Fund Balance

Principal Amount of Bonds Outstanding:	\$28,210,000.00
Capitalized Interest Fund:	\$0.00
Cash Reserve:	\$0.00
Surety Bond Reserve:	\$0.00
Total Bond Reserve Fund:	\$0.00

Professional Fees

Type of service	Other Text	Service Fee
No Data Available		

Local Obligors



MARKS ROOS AUTHORITY REPORT
California Debt and Investment Advisory Commission, 915 Capitol Mall,
Room 400, Sacramento, CA 95814 P.O. Box 942809, Sacramento, CA
94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2013-0377
Status: Submitted
10/25/2023

CDIAC Number	Issuer Name	Principal Amount	Obligor Type	Administration Fee
2013-0434	Poway Unified School District CFD No 2	\$2,830,000.00	BP	\$0.00
2013-0431	Poway Unified School District CFD No 10	\$2,625,000.00	BP	\$0.00
2013-0432	Poway Unified School District CFD No 10	\$4,275,000.00	BP	\$0.00
2013-0433	Poway Unified School District CFD No 10	\$4,800,000.00	BP	\$0.00
2013-0435	Poway Unified School District CFD No 11	\$9,685,000.00	BP	\$0.00
2013-0436	Poway Unified School District CFD No 11	\$10,310,000.00	BP	\$0.00
2013-0437	Poway Unified School District CFD No 11	\$1,870,000.00	BP	\$0.00
2013-0438	Poway Unified School District CFD No 11	\$1,390,000.00	BP	\$0.00
Total:		\$37,785,000.00		\$0.00

Investment Contracts

Final Maturity of the Investment Contract:

Commission/Fee for Contract (total):

Interest Earnings on Contract (current):

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive



MARKS ROOS AUTHORITY REPORT

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

CDIAC # : 2013-0377
Status: Submitted
10/25/2023

City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments: This issuance is defeased and will be redeemed in full on 9/15/2023.



Information as of Reporting Year End: 06/30/2023

Issuance

Authority Issuer:	Poway Unified School District Public Financing Authority
Issue Name:	2022 Ref RBs
Senior Issue:	No
Subordinate Issue:	No
Project Name:	Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$28,945,000.00
Date of Filing:	10/25/2023
Total Issuance Costs:	\$0.00
Total Cost of Issuance from Report of Final Sale:	\$325,947.04
Was a Reserve Fund established with proceeds of this debt issue?:	Yes
Reserve Fund Minimum Balance Amount:	\$292,719.00

Fund Balance

Principal Amount of Bonds Outstanding:	\$27,540,000.00
Capitalized Interest Fund:	\$0.00
Cash Reserve:	\$300,862.25
Surety Bond Reserve:	\$0.00
Total Bond Reserve Fund:	\$300,862.25

Professional Fees

Type of service	Other Text	Service Fee
No Data Available		

Local Obligors



MARKS ROOS AUTHORITY REPORT
California Debt and Investment Advisory Commission, 915 Capitol Mall,
Room 400, Sacramento, CA 95814 P.O. Box 942809, Sacramento, CA
94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0320
Status: Submitted
10/25/2023

CDIAC Number	Issuer Name	Principal Amount	Obligor Type	Administration Fee
2022-0327	Poway Unified School District CFD No 2	\$2,510,000.00	BP	\$0.00
2022-0328	Poway Unified School District CFD No 10	\$1,985,000.00	BP	\$0.00
2022-0329	Poway Unified School District CFD No 10	\$3,045,000.00	BP	\$0.00
2022-0342	Poway Unified School District CFD No 10	\$3,485,000.00	BP	\$0.00
2022-0330	Poway Unified School District CFD No 11	\$8,070,000.00	BP	\$0.00
2022-0331	Poway Unified School District CFD No 11	\$7,135,000.00	BP	\$0.00
2022-0332	Poway Unified School District CFD No 11	\$1,530,000.00	BP	\$0.00
2022-0343	Poway Unified School District CFD No 11	\$1,185,000.00	BP	\$0.00
Total:		\$28,945,000.00		\$0.00

Investment Contracts

Final Maturity of the Investment Contract:

Commission/Fee for Contract (total):

Interest Earnings on Contract (current):

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive



MARKS ROOS AUTHORITY REPORT

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

CDIAC # : 2022-0320
Status: Submitted
10/25/2023

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:



MARKS ROOS LOCAL OBLIGOR REPORT
California Debt and Investment Advisory Commission, 915 Capitol Mall,
Room 400, Sacramento, CA 95814 P.O. Box 942809, Sacramento, CA
94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2013-0434
Status: Submitted
10/24/2023

Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 2
Issue Name:	2013 Special Tax Bonds
Project Name:	IA 1 Subarea IV Torrey Highlands
Date of Bond Issue/Loans:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$2,830,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	02/14/2013
Total Costs of Issuance from Authority Report of Final Sale:	\$746,811.75
Is the Reserve Fund held at Authority level?:	Yes
Reserve Fund Minimum Balance Amount:	
Part of Authority Reserve Fund:	Yes
Percent of Reserve Fund:	8.55

Fund Balance

Principal Amount of Bonds Outstanding:	\$2,515,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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MARKS ROOS LOCAL OBLIGOR REPORT

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

CDIAC # : 2013-0434
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$204,399.98
Taxes Unpaid:	\$0.00

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:



MARKS ROOS LOCAL OBLIGOR REPORT
California Debt and Investment Advisory Commission, 915 Capitol Mall,
Room 400, Sacramento, CA 95814 P.O. Box 942809, Sacramento, CA
94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0327
Status: Submitted
10/24/2023

Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 2
Issue Name:	2022 Special Ref Tax Bonds
Project Name:	IA 1 Subarea IV Torrey Highlands Series B (Taxable)
Date of Bond Issue/Loans:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$2,510,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	03/25/2022
Total Costs of Issuance from Authority Report of Final Sale:	\$325,947.04
Is the Reserve Fund held at Authority level?:	No
Reserve Fund Minimum Balance Amount:	\$0.00
Part of Authority Reserve Fund:	No
Percent of Reserve Fund:	0

Fund Balance

Principal Amount of Bonds Outstanding:	\$2,460,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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MARKS ROOS LOCAL OBLIGOR REPORT

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

CDIAC # : 2022-0327
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$204,399.98
Taxes Unpaid:	\$0.00

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 10
Issue Name:	2013 Spec Tax Ref Bonds
Project Name:	IA C Torrey Highlands Subarea IV
Date of Bond Issue/Loans:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$2,625,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	02/14/2013
Total Costs of Issuance from Authority Report of Final Sale:	\$746,811.75
Is the Reserve Fund held at Authority level?:	Yes
Reserve Fund Minimum Balance Amount:	
Part of Authority Reserve Fund:	Yes
Percent of Reserve Fund:	6.49

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,910,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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MARKS ROOS LOCAL OBLIGOR REPORT
California Debt and Investment Advisory Commission, 915 Capitol Mall,
Room 400, Sacramento, CA 95814 P.O. Box 942809, Sacramento, CA
94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2013-0431
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0.23
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$352,680.42
Taxes Unpaid:	\$813.63

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:	This issuance is defeased and will be redeemed in full on 9/15/2023.
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Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 10
Issue Name:	2022 Special Tax Bonds
Project Name:	IA C Torrey Highlands Subarea IV Series B (Taxable)
Date of Bond Issue/Loans:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$1,985,000.00
Date of Filing:	10/19/2023
Total Issuance Costs:	\$0.00
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	03/25/2022
Total Costs of Issuance from Authority Report of Final Sale:	\$325,947.04
Is the Reserve Fund held at Authority level?:	No
Reserve Fund Minimum Balance Amount:	\$0.00
Part of Authority Reserve Fund:	No
Percent of Reserve Fund:	0

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,885,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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MARKS ROOS LOCAL OBLIGOR REPORT
California Debt and Investment Advisory Commission, 915 Capitol Mall,
Room 400, Sacramento, CA 95814 P.O. Box 942809, Sacramento, CA
94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0328
Status: Submitted
10/19/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0.23
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$352,680.42
Taxes Unpaid:	\$813.63

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 10
Issue Name:	2013 Special Tax Ref Bonds
Project Name:	IA D Torrey Highlands – Subarea IV
Date of Bond Issue/Loans:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$4,275,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	02/14/2013
Total Costs of Issuance from Authority Report of Final Sale:	\$746,811.75
Is the Reserve Fund held at Authority level?:	Yes
Reserve Fund Minimum Balance Amount:	
Part of Authority Reserve Fund:	Yes
Percent of Reserve Fund:	9.85

Fund Balance

Principal Amount of Bonds Outstanding:	\$2,900,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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MARKS ROOS LOCAL OBLIGOR REPORT
California Debt and Investment Advisory Commission, 915 Capitol Mall,
Room 400, Sacramento, CA 95814 P.O. Box 942809, Sacramento, CA
94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2013-0432
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0.78
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$478,402.12
Taxes Unpaid:	\$3,751.58

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:	This issuance is defeased and will be redeemed in full on 9/15/2023.
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CDIAC # : 2022-0329
Status: Submitted
10/19/2023

Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 10
Issue Name:	2022 Special Tax Bonds
Project Name:	IA D Torrey Highlands Subarea IV Series B (Taxable)
Date of Bond Issue/Loans:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$3,045,000.00
Date of Filing:	10/19/2023
Total Issuance Costs:	\$0.00
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	03/25/2022
Total Costs of Issuance from Authority Report of Final Sale:	\$325,947.04
Is the Reserve Fund held at Authority level?:	No
Reserve Fund Minimum Balance Amount:	\$0.00
Part of Authority Reserve Fund:	No
Percent of Reserve Fund:	0

Fund Balance

Principal Amount of Bonds Outstanding:	\$2,855,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0329
Status: Submitted
10/19/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0.78
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$478,402.12
Taxes Unpaid:	\$3,751.58

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:



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CDIAC # : 2013-0433
Status: Submitted
10/24/2023

Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 10
Issue Name:	2013 Spec Tax Ref Bonds
Project Name:	IA E Torrey Highlands Subarea IV
Date of Bond Issue/Loans:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$4,800,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	02/14/2013
Total Costs of Issuance from Authority Report of Final Sale:	\$746,811.75
Is the Reserve Fund held at Authority level?:	Yes
Reserve Fund Minimum Balance Amount:	
Part of Authority Reserve Fund:	Yes
Percent of Reserve Fund:	11.3

Fund Balance

Principal Amount of Bonds Outstanding:	\$3,325,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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CDIAC # : 2013-0433
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$572,393.44
Taxes Unpaid:	\$0.00

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:	This issuance is defeased and will be redeemed in full on 9/15/2023.
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CDIAC # : 2022-0342
Status: Submitted
10/19/2023

Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 10
Issue Name:	2022 Special Tax Bonds
Project Name:	IA E Torrey Highlands Subarea IV Series B (Taxable)
Date of Bond Issue/Loans:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$3,485,000.00
Date of Filing:	10/19/2023
Total Issuance Costs:	\$0.00
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	03/25/2022
Total Costs of Issuance from Authority Report of Final Sale:	\$325,947.04
Is the Reserve Fund held at Authority level?:	No
Reserve Fund Minimum Balance Amount:	\$0.00
Part of Authority Reserve Fund:	No
Percent of Reserve Fund:	0

Fund Balance

Principal Amount of Bonds Outstanding:	\$3,280,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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CDIAC # : 2022-0342
Status: Submitted
10/19/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$572,393.44
Taxes Unpaid:	\$0.00

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2013 Special Tax Ref Bonds
Project Name:	IA A Stonebridge Estates
Date of Bond Issue/Loans:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$9,685,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	02/14/2013
Total Costs of Issuance from Authority Report of Final Sale:	\$746,811.75
Is the Reserve Fund held at Authority level?:	Yes
Reserve Fund Minimum Balance Amount:	
Part of Authority Reserve Fund:	Yes
Percent of Reserve Fund:	23.82

Fund Balance

Principal Amount of Bonds Outstanding:	\$7,010,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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CDIAC # : 2013-0435
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	1.08
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$956,174.44
Taxes Unpaid:	\$10,294.05

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:	This issuance is defeased and will be redeemed in full on 9/15/2023.
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CDIAC # : 2022-0331
Status: Submitted
10/20/2023

Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2022 Special Tax Bonds
Project Name:	IA A Stonebridge Estates Series B (Taxable)
Date of Bond Issue/Loans:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$7,135,000.00
Date of Filing:	10/20/2023
Total Issuance Costs:	\$0.00
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	03/25/2022
Total Costs of Issuance from Authority Report of Final Sale:	\$325,947.04
Is the Reserve Fund held at Authority level?:	No
Reserve Fund Minimum Balance Amount:	\$0.00
Part of Authority Reserve Fund:	No
Percent of Reserve Fund:	0

Fund Balance

Principal Amount of Bonds Outstanding:	\$6,715,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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CDIAC # : 2022-0331
Status: Submitted
10/20/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	1.08
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$956,174.44
Taxes Unpaid:	\$10,294.05

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2013 Spec Tax Ref Bonds
Project Name:	Zone 1 Stonebridge Estates
Date of Bond Issue/Loans:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$10,310,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	02/14/2013
Total Costs of Issuance from Authority Report of Final Sale:	\$746,811.75
Is the Reserve Fund held at Authority level?:	Yes
Reserve Fund Minimum Balance Amount:	
Part of Authority Reserve Fund:	Yes
Percent of Reserve Fund:	26.95

Fund Balance

Principal Amount of Bonds Outstanding:	\$7,930,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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CDIAC # : 2013-0436
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0.95
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$758,518.30
Taxes Unpaid:	\$7,210.25

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:	This issuance is defeased and will be redeemed in full on 9/15/2023.
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Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2022 Special Tax Bonds
Project Name:	Zone 1 Stonebridge Estates Series B (Taxable)
Date of Bond Issue/Loans:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$8,070,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	03/25/2022
Total Costs of Issuance from Authority Report of Final Sale:	\$325,947.04
Is the Reserve Fund held at Authority level?:	No
Reserve Fund Minimum Balance Amount:	\$0.00
Part of Authority Reserve Fund:	No
Percent of Reserve Fund:	0

Fund Balance

Principal Amount of Bonds Outstanding:	\$7,755,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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CDIAC # : 2022-0330
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0.95
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$758,518.30
Taxes Unpaid:	\$7,210.25

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2013 Spec Tax Ref Bonds
Project Name:	Zone 2 Stonebridge Estates
Date of Bond Issue/Loans:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$1,870,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	02/14/2013
Total Costs of Issuance from Authority Report of Final Sale:	\$746,811.75
Is the Reserve Fund held at Authority level?:	Yes
Reserve Fund Minimum Balance Amount:	
Part of Authority Reserve Fund:	
Percent of Reserve Fund:	5.01

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,475,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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CDIAC # : 2013-0437
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0.52
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$583,752.96
Taxes Unpaid:	\$3,040.38

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:	This issuance is defeased and will be redeemed in full on 9/15/2023.
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CDIAC # : 2022-0332
Status: Submitted
10/24/2023

Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2022 Special Tax Bonds
Project Name:	Zone 2 Stonebridge Estates Series B (Taxable)
Date of Bond Issue/Loans:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$1,530,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	03/25/2022
Total Costs of Issuance from Authority Report of Final Sale:	\$325,947.04
Is the Reserve Fund held at Authority level?:	No
Reserve Fund Minimum Balance Amount:	\$0.00
Part of Authority Reserve Fund:	No
Percent of Reserve Fund:	0

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,460,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?



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CDIAC # : 2022-0332
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:

Delinquency Rate:

Does this agency participate in the County's Teeter Plan?

Taxes Due: \$583,752.96

Taxes Unpaid: \$3,040.38

Retired Issues

Indicate Reason for Retirement: Not Retired

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:



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CDIAC # : 2013-0438
Status: Submitted
10/24/2023

Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2013 Special Tax Ref Bonds
Project Name:	Zone 3 Stonebridge Estates
Date of Bond Issue/Loans:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$1,390,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	\$0.00
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	02/14/2013
Total Costs of Issuance from Authority Report of Final Sale:	\$746,811.75
Is the Reserve Fund held at Authority level?:	Yes
Reserve Fund Minimum Balance Amount:	
Part of Authority Reserve Fund:	Yes
Percent of Reserve Fund:	3.89

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,145,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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CDIAC # : 2013-0438
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0.31
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$965,804.80
Taxes Unpaid:	\$3,018.14

Retired Issues

Indicate Reason for Retirement:	Not Retired
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Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:	This issuance is defeased and will be redeemed in full on 9/15/2023.
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California Debt and Investment Advisory Commission, 915 Capitol Mall,
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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0343
Status: Submitted
10/24/2023

Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2022 Special Tax Bonds
Project Name:	Zone 3 Stonebridge Estates Series B (Taxable)
Date of Bond Issue/Loans:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$1,185,000.00
Date of Filing:	10/24/2023
Total Issuance Costs:	
Total Cost of Issuance from Report of Final Sale:	\$0.00
Name of Authority that purchased debt:	Poway Unified School District Public Financing Authority
Date of Authority Bond(s) Issuance:	03/25/2022
Total Costs of Issuance from Authority Report of Final Sale:	\$325,947.04
Is the Reserve Fund held at Authority level?:	No
Reserve Fund Minimum Balance Amount:	\$0.00
Part of Authority Reserve Fund:	No
Percent of Reserve Fund:	0

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,130,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Administrative Fee Charged by Authority:	\$0.00

Delinquent Reporting

Have Delinquent Taxes been reported?	Y
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MARKS ROOS LOCAL OBLIGOR REPORT
California Debt and Investment Advisory Commission, 915 Capitol Mall,
Room 400, Sacramento, CA 95814 P.O. Box 942809, Sacramento, CA
94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0343
Status: Submitted
10/24/2023

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Delinquency Rate:	0.31
Does this agency participate in the County's Teeter Plan?	N
Taxes Due:	\$965,804.80
Taxes Unpaid:	\$3,018.14

Retired Issues

Indicate Reason for Retirement:	Not Retired
---------------------------------	-------------

Filing Contact

Filing Contact Name:	Brandon Bunk-Jensen
Agency/Organization Name:	KeyAnalytics (California Financial Services)
Address:	555 Corporate Drive
City:	Ladera Ranch
State:	CA
Zip Code:	92694
Telephone:	949-2821077
Fax Number:	
E-mail:	bbunk-jensen@calschools.com

Comments

Issuer Comments:



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name: Poway Unified School District CFD No 2

Issue Name: 2013 Special Tax Bonds

Project Name: IA 1 Subarea IV Torrey Highlands

Actual Sale Date: 02/14/2013

Settlement Date: 02/14/2013

Original Principal Amount: \$2,830,000.00

Date of Filing: 10/24/2023

Reserve Fund Minimum Balance: No

Reserve Fund Minimum Balance Amount:

Credit Rating from Report of Final Sale

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating from Mello-Roos Last Yearly Fiscal Status Report

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating for This Reporting Period

Credit Rating: Not Rated

Standard & Poor:



Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$2,515,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$104,994,081.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$204,399.98
Total Amount of Unpaid Special Taxes Annually:	\$0.00
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	0
Total Amount of Special Taxes Due on Delinquent Parcels:	\$0.00

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 2 IA 1_Delinquency.pdf	10/24/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2013-0434
Status: Submitted
10/24/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

This issuance is defeased and will be redeemed in full on 9/15/2023.

Poway Unified School District
County of San Diego
Improvement Area No. 1 of Community Facilities District No. 2
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
No Parcels are Delinquent				



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name: Poway Unified School District CFD No 2

Issue Name: 2022 Special Ref Tax Bonds

Project Name: IA 1 Subarea IV Torrey Highlands Series B (Taxable)

Actual Sale Date: 03/24/2022

Settlement Date: 03/25/2022

Original Principal Amount: \$2,510,000.00

Date of Filing: 10/24/2023

Reserve Fund Minimum Balance: No

Reserve Fund Minimum Balance Amount:

Credit Rating from Report of Final Sale

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating from Mello-Roos Last Yearly Fiscal Status Report

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating for This Reporting Period

Credit Rating: Not Rated

Standard & Poor:



Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$2,460,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$104,994,081.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$204,399.98
Total Amount of Unpaid Special Taxes Annually:	\$0.00
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	0
Total Amount of Special Taxes Due on Delinquent Parcels:	\$0.00

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 2 IA 1_Delinquency.pdf	10/24/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2022-0327
Status: Submitted
10/24/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

Poway Unified School District
County of San Diego
Improvement Area No. 1 of Community Facilities District No. 2
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
No Parcels are Delinquent				



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name: Poway Unified School District CFD No 10

Issue Name: 2013 Spec Tax Ref Bonds

Project Name: IA C Torrey Highlands Subarea IV

Actual Sale Date: 02/14/2013

Settlement Date: 02/14/2013

Original Principal Amount: \$2,625,000.00

Date of Filing: 10/24/2023

Reserve Fund Minimum Balance: No

Reserve Fund Minimum Balance Amount:

Credit Rating from Report of Final Sale

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating from Mello-Roos Last Yearly Fiscal Status Report

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating for This Reporting Period

Credit Rating: Not Rated

Standard & Poor:



Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,910,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$123,120,072.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$352,680.42
Total Amount of Unpaid Special Taxes Annually:	\$813.63
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	1
Total Amount of Special Taxes Due on Delinquent Parcels:	\$813.63

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 10 IA C_Delinquency.pdf	10/24/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2013-0431
Status: Submitted
10/24/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

This issuance is defeased and will be redeemed in full on 9/15/2023.

Poway Unified School District
County of San Diego
Improvement Area C of Community Facilities District No. 10
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
306-380-46-00	2022	\$813.63	\$1,627.26	50.00%



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name: Poway Unified School District CFD No 10

Issue Name: 2022 Special Tax Bonds

Project Name: IA C Torrey Highlands Subarea IV Series B (Taxable)

Actual Sale Date: 03/24/2022

Settlement Date: 03/25/2022

Original Principal Amount: \$1,985,000.00

Date of Filing: 10/19/2023

Reserve Fund Minimum Balance: No

Reserve Fund Minimum Balance Amount:

Credit Rating from Report of Final Sale

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating from Mello-Roos Last Yearly Fiscal Status Report

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating for This Reporting Period

Credit Rating: Not Rated

Standard & Poor:



Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,885,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$123,120,072.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$352,680.42
Total Amount of Unpaid Special Taxes Annually:	\$813.63
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	1
Total Amount of Special Taxes Due on Delinquent Parcels:	\$813.63

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 10 IA C_Delinquency.pdf	10/19/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2022-0328
Status: Submitted
10/19/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

Poway Unified School District
County of San Diego
Improvement Area C of Community Facilities District No. 10
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
306-380-46-00	2022	\$813.63	\$1,627.26	50.00%



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name: Poway Unified School District CFD No 10

Issue Name: 2013 Special Tax Ref Bonds

Project Name: IA D Torrey Highlands – Subarea IV

Actual Sale Date: 02/14/2013

Settlement Date: 02/14/2013

Original Principal Amount: \$4,275,000.00

Date of Filing: 10/24/2023

Reserve Fund Minimum Balance: No

Reserve Fund Minimum Balance Amount:

Credit Rating from Report of Final Sale

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating from Mello-Roos Last Yearly Fiscal Status Report

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating for This Reporting Period

Credit Rating: Not Rated

Standard & Poor:



MELLO ROOS REPORT

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

CDIAC # : 2013-0432
Status: Submitted
10/24/2023

Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$2,900,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$142,467,494.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$478,402.12
Total Amount of Unpaid Special Taxes Annually:	\$3,751.58
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	2
Total Amount of Special Taxes Due on Delinquent Parcels:	\$3,751.58

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 10 IA D_Delinquency.pdf	10/24/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2013-0432
Status: Submitted
10/24/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

This issuance is defeased and will be redeemed in full on 9/15/2023.

Poway Unified School District
County of San Diego
Improvement Area D of Community Facilities District No. 10
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
306-362-05-00	2022	\$1,875.79	\$3,751.58	50.00%
306-362-40-00	2022	\$1,875.79	\$3,751.58	50.00%



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name: Poway Unified School District CFD No 10

Issue Name: 2022 Special Tax Bonds

Project Name: IA D Torrey Highlands Subarea IV Series B (Taxable)

Actual Sale Date: 03/24/2022

Settlement Date: 03/25/2022

Original Principal Amount: \$3,045,000.00

Date of Filing: 10/19/2023

Reserve Fund Minimum Balance: No

Reserve Fund Minimum Balance Amount:

Credit Rating from Report of Final Sale

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating from Mello-Roos Last Yearly Fiscal Status Report

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating for This Reporting Period

Credit Rating: Not Rated

Standard & Poor:



Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$2,855,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$142,467,494.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$478,402.12
Total Amount of Unpaid Special Taxes Annually:	\$3,751.58
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	2
Total Amount of Special Taxes Due on Delinquent Parcels:	\$3,751.58

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 10 IA D_Delinquency.pdf	10/19/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2022-0329
Status: Submitted
10/19/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

Poway Unified School District
County of San Diego
Improvement Area D of Community Facilities District No. 10
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
306-362-05-00	2022	\$1,875.79	\$3,751.58	50.00%
306-362-40-00	2022	\$1,875.79	\$3,751.58	50.00%



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 10
Issue Name:	2013 Spec Tax Ref Bonds
Project Name:	IA E Torrey Highlands Subarea IV
Actual Sale Date:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$4,800,000.00
Date of Filing:	10/24/2023
Reserve Fund Minimum Balance:	No
Reserve Fund Minimum Balance Amount:	
Credit Rating from Report of Final Sale	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating from Mello-Roos Last Yearly Fiscal Status Report	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating for This Reporting Period	
Credit Rating:	Not Rated
Standard & Poor:	



MELLO ROOS REPORT

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

CDIAC # : 2013-0433
Status: Submitted
10/24/2023

Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$3,325,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$161,393,071.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$572,393.44
Total Amount of Unpaid Special Taxes Annually:	\$0.00
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	0
Total Amount of Special Taxes Due on Delinquent Parcels:	\$0.00

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 10 IA E_Delinquency.pdf	10/24/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2013-0433
Status: Submitted
10/24/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

This issuance is defeased and will be redeemed in full on 9/15/2023.

Poway Unified School District
County of San Diego
Improvement Area E of Community Facilities District No. 10
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
No Parcels are Delinquent				



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name: Poway Unified School District CFD No 10

Issue Name: 2022 Special Tax Bonds

Project Name: IA E Torrey Highlands Subarea IV Series B (Taxable)

Actual Sale Date: 03/24/2022

Settlement Date: 03/25/2022

Original Principal Amount: \$3,485,000.00

Date of Filing: 10/19/2023

Reserve Fund Minimum Balance: No

Reserve Fund Minimum Balance Amount:

Credit Rating from Report of Final Sale

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating from Mello-Roos Last Yearly Fiscal Status Report

Credit Rating: Not Rated

Standard & Poor:

Fitch:

Moody's:

Other:

Credit Rating for This Reporting Period

Credit Rating: Not Rated

Standard & Poor:



Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$3,280,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$161,393,071.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$572,393.44
Total Amount of Unpaid Special Taxes Annually:	\$0.00
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	0
Total Amount of Special Taxes Due on Delinquent Parcels:	\$0.00

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 10 IA E_Delinquency.pdf	10/19/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2022-0342
Status: Submitted
10/19/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

Poway Unified School District
County of San Diego
Improvement Area E of Community Facilities District No. 10
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
No Parcels are Delinquent				



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2013 Special Tax Ref Bonds
Project Name:	IA A Stonebridge Estates
Actual Sale Date:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$9,685,000.00
Date of Filing:	10/24/2023
Reserve Fund Minimum Balance:	No
Reserve Fund Minimum Balance Amount:	
Credit Rating from Report of Final Sale	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating from Mello-Roos Last Yearly Fiscal Status Report	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating for This Reporting Period	
Credit Rating:	Not Rated
Standard & Poor:	



Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$7,010,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$310,129,099.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$956,174.44
Total Amount of Unpaid Special Taxes Annually:	\$10,294.05
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	5
Total Amount of Special Taxes Due on Delinquent Parcels:	\$10,294.05

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 11 IA A_Delinquency.pdf	10/24/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2013-0435
Status: Submitted
10/24/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

This issuance is defeased and will be redeemed in full on 9/15/2023.

Poway Unified School District
County of San Diego
Improvement Area A of Community Facilities District No. 11
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
320-251-36-00	2022	\$1,558.42	\$3,116.84	50.00%
320-261-11-00	2022	\$2,070.20	\$4,140.40	50.00%
320-263-14-00	2022	\$1,947.01	\$3,894.02	50.00%
320-270-02-00	2022	\$2,359.21	\$4,718.42	50.00%
320-270-09-00	2022	\$2,359.21	\$4,718.42	50.00%



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2022 Special Tax Bonds
Project Name:	IA A Stonebridge Estates Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$7,135,000.00
Date of Filing:	10/20/2023
Reserve Fund Minimum Balance:	No
Reserve Fund Minimum Balance Amount:	
Credit Rating from Report of Final Sale	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating from Mello-Roos Last Yearly Fiscal Status Report	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating for This Reporting Period	
Credit Rating:	Not Rated
Standard & Poor:	



MELLO ROOS REPORT

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

CDIAC # : 2022-0331
Status: Submitted
10/26/2023

Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$6,715,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$310,129,099.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$956,174.44
Total Amount of Unpaid Special Taxes Annually:	\$10,294.05
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	5
Total Amount of Special Taxes Due on Delinquent Parcels:	\$10,294.05

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 11 IA A_Delinquency.pdf	10/20/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2022-0331
Status: Submitted
10/26/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

Submission Date:

10/20/2023

Poway Unified School District
County of San Diego
Improvement Area A of Community Facilities District No. 11
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
320-251-36-00	2022	\$1,558.42	\$3,116.84	50.00%
320-261-11-00	2022	\$2,070.20	\$4,140.40	50.00%
320-263-14-00	2022	\$1,947.01	\$3,894.02	50.00%
320-270-02-00	2022	\$2,359.21	\$4,718.42	50.00%
320-270-09-00	2022	\$2,359.21	\$4,718.42	50.00%



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2013 Spec Tax Ref Bonds
Project Name:	Zone 1 Stonebridge Estates
Actual Sale Date:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$10,310,000.00
Date of Filing:	10/24/2023
Reserve Fund Minimum Balance:	No
Reserve Fund Minimum Balance Amount:	
Credit Rating from Report of Final Sale	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating from Mello-Roos Last Yearly Fiscal Status Report	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating for This Reporting Period	
Credit Rating:	Not Rated
Standard & Poor:	



Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$7,930,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$313,678,087.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$758,518.30
Total Amount of Unpaid Special Taxes Annually:	\$7,210.25
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	5
Total Amount of Special Taxes Due on Delinquent Parcels:	\$7,210.25

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 11 Zone 1_Delinquency.pdf	10/24/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2013-0436
Status: Submitted
10/24/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

This issuance is defeased and will be redeemed in full on 9/15/2023.

Poway Unified School District
County of San Diego
Zone 1 of Community Facilities District No. 11
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
320-251-36-00	2022	\$1,442.05	\$2,884.10	50.00%
320-261-11-00	2022	\$1,442.05	\$2,884.10	50.00%
320-263-14-00	2022	\$1,442.05	\$2,884.10	50.00%
320-270-02-00	2022	\$1,442.05	\$2,884.10	50.00%
320-270-09-00	2022	\$1,442.05	\$2,884.10	50.00%



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2022 Special Tax Bonds
Project Name:	Zone 1 Stonebridge Estates Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$8,070,000.00
Date of Filing:	10/24/2023
Reserve Fund Minimum Balance:	No
Reserve Fund Minimum Balance Amount:	
Credit Rating from Report of Final Sale	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating from Mello-Roos Last Yearly Fiscal Status Report	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating for This Reporting Period	
Credit Rating:	Not Rated
Standard & Poor:	



MELLO ROOS REPORT

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

CDIAC # : 2022-0330
Status: Submitted
10/24/2023

Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$7,755,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$313,678,087.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$758,518.30
Total Amount of Unpaid Special Taxes Annually:	\$7,210.25
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	5
Total Amount of Special Taxes Due on Delinquent Parcels:	\$7,210.25

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 11 Zone 1_Delinquency.pdf	10/24/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2022-0330
Status: Submitted
10/24/2023

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

Submission Date:

10/24/2023

Poway Unified School District
County of San Diego
Zone 1 of Community Facilities District No. 11
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
320-251-36-00	2022	\$1,442.05	\$2,884.10	50.00%
320-261-11-00	2022	\$1,442.05	\$2,884.10	50.00%
320-263-14-00	2022	\$1,442.05	\$2,884.10	50.00%
320-270-02-00	2022	\$1,442.05	\$2,884.10	50.00%
320-270-09-00	2022	\$1,442.05	\$2,884.10	50.00%



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2013 Spec Tax Ref Bonds
Project Name:	Zone 2 Stonebridge Estates
Actual Sale Date:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$1,870,000.00
Date of Filing:	10/24/2023
Reserve Fund Minimum Balance:	No
Reserve Fund Minimum Balance Amount:	
Credit Rating from Report of Final Sale	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating from Mello-Roos Last Yearly Fiscal Status Report	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating for This Reporting Period	
Credit Rating:	Not Rated
Standard & Poor:	



MELLO ROOS REPORT

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

CDIAC # : 2013-0437
Status: Submitted
01/11/2024

Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,475,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$315,620,086.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$583,752.96
Total Amount of Unpaid Special Taxes Annually:	\$3,040.38
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	2
Total Amount of Special Taxes Due on Delinquent Parcels:	\$3,040.38

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 11 Zone 2_Delinquency.pdf	10/24/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2013-0437
Status: Submitted
01/11/2024

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments: This issuance is defeased and will be redeemed in full on 9/15/2023.

Submission Date: 10/24/2023

Poway Unified School District
County of San Diego
Zone 2 of Community Facilities District No. 11
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
325-090-06-00	2022	\$1,520.19	\$3,040.38	50.00%
325-104-09-00	2022	\$1,520.19	\$3,040.38	50.00%



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2022 Special Tax Bonds
Project Name:	Zone 2 Stonebridge Estates Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$1,530,000.00
Date of Filing:	10/24/2023
Reserve Fund Minimum Balance:	No
Reserve Fund Minimum Balance Amount:	
Credit Rating from Report of Final Sale	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating from Mello-Roos Last Yearly Fiscal Status Report	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating for This Reporting Period	
Credit Rating:	Not Rated
Standard & Poor:	



Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,460,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/11/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$315,620,086.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$583,752.96
Total Amount of Unpaid Special Taxes Annually:	\$3,040.38
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	2
Total Amount of Special Taxes Due on Delinquent Parcels:	\$3,040.38

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 11 Zone 2_Delinquency.pdf	10/24/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2022-0332
Status: Submitted
01/11/2024

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:

Submission Date: 10/24/2023

Poway Unified School District
County of San Diego
Zone 2 of Community Facilities District No. 11
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
325-090-06-00	2022	\$1,520.19	\$3,040.38	50.00%
325-104-09-00	2022	\$1,520.19	\$3,040.38	50.00%



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2013 Special Tax Ref Bonds
Project Name:	Zone 3 Stonebridge Estates
Actual Sale Date:	02/14/2013
Settlement Date:	02/14/2013
Original Principal Amount:	\$1,390,000.00
Date of Filing:	10/24/2023
Reserve Fund Minimum Balance:	No
Reserve Fund Minimum Balance Amount:	
Credit Rating from Report of Final Sale	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating from Mello-Roos Last Yearly Fiscal Status Report	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating for This Reporting Period	
Credit Rating:	Not Rated
Standard & Poor:	



Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,145,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$497,481,856.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$965,804.80
Total Amount of Unpaid Special Taxes Annually:	\$3,018.14
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	1
Total Amount of Special Taxes Due on Delinquent Parcels:	\$5,977.10

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 11 Zone 3_Delinquency.pdf	10/24/2023

Foreclosure



MELLO ROOS REPORT

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

CDIAC # : 2013-0438
Status: Submitted
01/11/2024

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments: This issuance is defeased and will be redeemed in full on 9/15/2023.

Submission Date: 10/24/2023

Poway Unified School District
County of San Diego
Zone 3 of Community Facilities District No. 11
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
325-150-07-00	2021	\$2,958.96	\$2,958.96	100.00%
325-150-07-00	2022	\$3,018.14	\$3,018.14	100.00%



Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2022 Special Tax Bonds
Project Name:	Zone 3 Stonebridge Estates Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$1,185,000.00
Date of Filing:	10/24/2023
Reserve Fund Minimum Balance:	No
Reserve Fund Minimum Balance Amount:	
Credit Rating from Report of Final Sale	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating from Mello-Roos Last Yearly Fiscal Status Report	
Credit Rating:	Not Rated
Standard & Poor:	
Fitch:	
Moody's:	
Other:	
Credit Rating for This Reporting Period	
Credit Rating:	Not Rated
Standard & Poor:	



MELLO ROOS REPORT

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Room 400, Sacramento, CA 95814 P.O. Box 942809, Sacramento, CA
94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0343
Status: Submitted
01/11/2024

Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$1,130,000.00
Bond Reserve Fund:	\$0.00
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$0.00

Assessed Value

Assessed or Appraised Value Reported as of:	01/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$497,481,856.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$965,804.80
Total Amount of Unpaid Special Taxes Annually:	\$3,018.14
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	06/30/2023
Total Number of Delinquent Parcels:	1
Total Amount of Special Taxes Due on Delinquent Parcels:	\$5,977.10

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	PUSD_CFD 11 Zone 3_Delinquency.pdf	10/24/2023

Foreclosure



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CDIAC # : 2022-0343
Status: Submitted
01/11/2024

**Date Foreclosure
Commenced**

**Total Number of Foreclosure
Parcels**

**Total Amount of Tax on Foreclosure
Parcels**

Retired Issues

Indicate Reason for Retirement:

Filing Contact

Filing Contact Name:

Brandon Bunk-Jensen

Agency/Organization Name:

KeyAnalytics (California Financial Services)

Address:

555 Corporate Drive

City:

Ladera Ranch

State:

CA

Zip Code:

92694

Telephone:

949-2821077

Fax Number:

E-mail:

bbunk-jensen@calschools.com

Comments

Issuer Comments:

Submission Date:

10/24/2023

Poway Unified School District
County of San Diego
Zone 3 of Community Facilities District No. 11
Fiscal Year 2022/2023 Tax Roll Delinquent Parcel Detail Report

Assessor's Parcel Number	Tax Year	Total Delinquent	Total Special Tax Levied	Percentage Delinquent
325-150-07-00	2021	\$2,958.96	\$2,958.96	100.00%
325-150-07-00	2022	\$3,018.14	\$3,018.14	100.00%



Information as of Reporting Year End: 06/30/2023

Issuance Information

Issuer Name:	Poway Unified School District Public Financing Authority
Issue Name:	2022 Ref RBs
Project Name:	Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$28,945,000.00
Net Original Issue Premium/Discount:	\$0.00
Proceeds Used to Acquire Local Obligations (Marks-Roos Only):	\$28,945,000.00
Total Reportable Proceeds:	\$0.00
Total cost of issuance from Report of Final Sale:	\$325,947.04

Issuance Authorization

Authorization (1):	
Authorization Name:	Resolution No 37-2022
Original Authorized Amount:	\$35,000,000.00
Authorization Date:	03/10/2022
Amount Authorized - Beginning of the Reporting Period:	\$0.00
Amount Authorized - During the Reporting Period:	\$0.00
Total Debt Authorized:	\$0.00
Debt Issued During the Reporting Period:	\$0.00
Replenishment Reported During the Reporting Period:	\$0.00
Total Debt Authorized but Unissued:	\$0.00
Authorization Lapsed:	\$0.00
Total Authorization Remaining - End of Reporting Period:	\$0.00

Principal Outstanding



ANNUAL DEBT TRANSPARENCY REPORT

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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0320
Status: Submitted
11/09/2023

Principal Balance Upon Sale or at Beginning of the Reporting Period:	\$28,945,000.00
Accreted Interest – During Reporting Period:	\$0.00
Total Principal and Accreted Interest:	\$28,945,000.00
Principal Paid with Proceeds from Other Debt Issues – During the Reporting Period:	\$0.00
Principal Payments - During the Reporting Period (not reported as payments above):	\$1,405,000.00
Principal Outstanding – End of Reporting Period:	\$27,540,000.00

Refunding/Refinancing Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
No data available to display.		

Use of Proceeds

Report End Date	Begin Amount	Spent Amount	Remain Amount
No data available to display.			

Proceeds Spent/Unspent (Fund Level)

Fund Category	Total Reportable Proceeds Available	Proceeds Spent Current Reporting Period	Proceeds Spent Prior Reporting Period(s)	Proceeds Unspent / Remaining
No data available to display.				
TOTAL:	\$0.00	\$0.00	\$0.00	\$0.00

Expenditures of Current Reporting Period

Fund Category	Purpose	Expenditure Amount
No data available to display.		
TOTAL:		\$0.00

Expenditure Summary

Fund Category	Purpose	Expenditure In Current Reporting Period	Expenditure In Prior Reporting Period(s)	Total Expenditure All Periods
TOTAL:		\$0.00	\$0.00	\$0.00



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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0320
Status: Submitted
11/09/2023

Refunded/Refinanced Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
2013-0377	\$28,945,000.00	09/15/2023
2013-0431	\$28,945,000.00	09/01/2023
2013-0432	\$28,945,000.00	09/01/2023
2013-0433	\$28,945,000.00	09/01/2023
2013-0434	\$28,945,000.00	09/01/2023
2013-0435	\$28,945,000.00	09/01/2023
2013-0436	\$28,945,000.00	09/01/2023
2013-0437	\$28,945,000.00	09/01/2023
2013-0438	\$28,945,000.00	09/01/2023

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:

ADTR Reportable

Principal Outstanding – End of Reporting Period: \$27,540,000.00

Proceeds Unspent – End of Reporting Period: \$0.00



ANNUAL DEBT TRANSPARENCY REPORT

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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0320
Status: Submitted
11/09/2023

ADTR Reportable Next Reporting Year:

Yes

Submission Date:

11/10/2023



Information as of Reporting Year End: 06/30/2023

Issuance Information

Issuer Name:	Poway Unified School District CFD No 2
Issue Name:	2022 Special Ref Tax Bonds
Project Name:	IA 1 Subarea IV Torrey Highlands Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$2,510,000.00
Net Original Issue Premium/Discount:	\$0.00
Proceeds Used to Acquire Local Obligations (Marks-Roos Only):	\$0.00
Total Reportable Proceeds:	\$2,510,000.00
Total cost of issuance from Report of Final Sale:	\$0.00

Issuance Authorization

Authorization (1):	
Authorization Name:	Resolution No 36-2022
Original Authorized Amount:	\$3,500,000.00
Authorization Date:	03/10/2022
Amount Authorized - Beginning of the Reporting Period:	\$0.00
Amount Authorized - During the Reporting Period:	\$0.00
Total Debt Authorized:	\$0.00
Debt Issued During the Reporting Period:	\$0.00
Replenishment Reported During the Reporting Period:	\$0.00
Total Debt Authorized but Unissued:	\$0.00
Authorization Lapsed:	\$0.00
Total Authorization Remaining - End of Reporting Period:	\$0.00

Principal Outstanding



ANNUAL DEBT TRANSPARENCY REPORT

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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0327
Status: Submitted
11/09/2023

Principal Balance Upon Sale or at Beginning of the Reporting Period:	\$2,510,000.00
Accreted Interest – During Reporting Period:	\$0.00
Total Principal and Accreted Interest:	\$2,510,000.00
Principal Paid with Proceeds from Other Debt Issues – During the Reporting Period:	\$0.00
Principal Payments - During the Reporting Period (not reported as payments above):	\$50,000.00
Principal Outstanding – End of Reporting Period:	\$2,460,000.00

Refunding/Refinancing Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
No data available to display.		

Use of Proceeds

Report End Date	Begin Amount	Spent Amount	Remain Amount
06/30/2022	\$2,510,000.00	\$48,918.71	\$2,461,081.29
06/30/2023	\$2,461,081.29	\$0.00	\$2,461,081.29

Proceeds Spent/Unspent (Fund Level)

Fund Category	Total Reportable Proceeds Available	Proceeds Spent Current Reporting Period	Proceeds Spent Prior Reporting Period(s)	Proceeds Unspent / Remaining
AUTHORITY DISCOUNT	\$48,918.71	\$0.00	\$48,918.71	\$0.00
REFUNDING ESCROW ACCOUNT	\$2,461,081.29	\$0.00	\$0.00	\$2,461,081.29
TOTAL:	\$2,510,000.00	\$0.00	\$48,918.71	\$2,461,081.29

Expenditures of Current Reporting Period

Fund Category	Purpose	Expenditure Amount
No data available to display.		
TOTAL:		\$0.00

Expenditure Summary



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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0327
Status: Submitted
11/09/2023

Fund Category	Purpose	Expenditure In Current Reporting Period	Expenditure In Prior Reporting Period(s)	Total Expenditure All Periods
AUTHORITY DISCOUNT	AUTHORITY DISCOUNT	\$0.00	\$48,918.71	\$48,918.71
TOTAL:		\$0.00	\$48,918.71	\$48,918.71

Refunded/Refinanced Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
2013-0377	\$2,510,000.00	09/15/2023
2013-0434	\$2,510,000.00	09/01/2023

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:

ADTR Reportable

Principal Outstanding – End of Reporting Period: \$2,460,000.00

Proceeds Unspent – End of Reporting Period: \$2,461,081.29

ADTR Reportable Next Reporting Year: Yes

Submission Date: 11/10/2023



Information as of Reporting Year End: 06/30/2023

Issuance Information

Issuer Name:	Poway Unified School District CFD No 10
Issue Name:	2022 Special Tax Bonds
Project Name:	IA C Torrey Highlands Subarea IV Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$1,985,000.00
Net Original Issue Premium/Discount:	\$0.00
Proceeds Used to Acquire Local Obligations (Marks-Roos Only):	\$0.00
Total Reportable Proceeds:	\$1,985,000.00
Total cost of issuance from Report of Final Sale:	\$0.00

Issuance Authorization

Authorization (1):	
Authorization Name:	Resolution No 36-2022
Original Authorized Amount:	\$2,500,000.00
Authorization Date:	03/10/2022
Amount Authorized - Beginning of the Reporting Period:	\$0.00
Amount Authorized - During the Reporting Period:	\$0.00
Total Debt Authorized:	\$0.00
Debt Issued During the Reporting Period:	\$0.00
Replenishment Reported During the Reporting Period:	\$0.00
Total Debt Authorized but Unissued:	\$0.00
Authorization Lapsed:	\$0.00
Total Authorization Remaining - End of Reporting Period:	\$0.00

Principal Outstanding



ANNUAL DEBT TRANSPARENCY REPORT

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CDIAC # : 2022-0328
Status: Submitted
11/09/2023

Principal Balance Upon Sale or at Beginning of the Reporting Period:	\$1,985,000.00
Accreted Interest – During Reporting Period:	\$0.00
Total Principal and Accreted Interest:	\$1,985,000.00
Principal Paid with Proceeds from Other Debt Issues – During the Reporting Period:	\$0.00
Principal Payments - During the Reporting Period (not reported as payments above):	\$100,000.00
Principal Outstanding – End of Reporting Period:	\$1,885,000.00

Refunding/Refinancing Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
No data available to display.		

Use of Proceeds

Report End Date	Begin Amount	Spent Amount	Remain Amount
06/30/2022	\$1,985,000.00	\$43,680.30	\$1,941,319.70
06/30/2023	\$1,941,319.70	\$0.00	\$1,941,319.70

Proceeds Spent/Unspent (Fund Level)

Fund Category	Total Reportable Proceeds Available	Proceeds Spent Current Reporting Period	Proceeds Spent Prior Reporting Period(s)	Proceeds Unspent / Remaining
AUTHORITY DISCOUNT	\$43,680.30	\$0.00	\$43,680.30	\$0.00
REFUNDING ESCROW ACCOUNT	\$1,941,319.70	\$0.00	\$0.00	\$1,941,319.70
TOTAL:	\$1,985,000.00	\$0.00	\$43,680.30	\$1,941,319.70

Expenditures of Current Reporting Period

Fund Category	Purpose	Expenditure Amount
No data available to display.		
TOTAL:		\$0.00

Expenditure Summary



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CDIAC # : 2022-0328
Status: Submitted
11/09/2023

Fund Category	Purpose	Expenditure In Current Reporting Period	Expenditure In Prior Reporting Period(s)	Total Expenditure All Periods
AUTHORITY DISCOUNT	AUTHORITY DISCOUNT	\$0.00	\$43,680.30	\$43,680.30
TOTAL:		\$0.00	\$43,680.30	\$43,680.30

Refunded/Refinanced Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
2013-0431	\$1,985,000.00	09/01/2023

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:

ADTR Reportable

Principal Outstanding – End of Reporting Period: \$1,885,000.00

Proceeds Unspent – End of Reporting Period: \$1,941,319.70

ADTR Reportable Next Reporting Year: Yes



Information as of Reporting Year End: 06/30/2023

Issuance Information

Issuer Name:	Poway Unified School District CFD No 10
Issue Name:	2022 Special Tax Bonds
Project Name:	IA D Torrey Highlands Subarea IV Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$3,045,000.00
Net Original Issue Premium/Discount:	\$0.00
Proceeds Used to Acquire Local Obligations (Marks-Roos Only):	\$0.00
Total Reportable Proceeds:	\$3,045,000.00
Total cost of issuance from Report of Final Sale:	\$0.00

Issuance Authorization

Authorization (1):	
Authorization Name:	Resolution No 36-2022
Original Authorized Amount:	\$4,000,000.00
Authorization Date:	03/10/2022
Amount Authorized - Beginning of the Reporting Period:	\$0.00
Amount Authorized - During the Reporting Period:	\$0.00
Total Debt Authorized:	\$0.00
Debt Issued During the Reporting Period:	\$0.00
Replenishment Reported During the Reporting Period:	\$0.00
Total Debt Authorized but Unissued:	\$0.00
Authorization Lapsed:	\$0.00
Total Authorization Remaining - End of Reporting Period:	\$0.00

Principal Outstanding



ANNUAL DEBT TRANSPARENCY REPORT

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CDIAC # : 2022-0329
Status: Submitted
11/09/2023

Principal Balance Upon Sale or at Beginning of the Reporting Period:	\$3,045,000.00
Accreted Interest – During Reporting Period:	\$0.00
Total Principal and Accreted Interest:	\$3,045,000.00
Principal Paid with Proceeds from Other Debt Issues – During the Reporting Period:	\$0.00
Principal Payments - During the Reporting Period (not reported as payments above):	\$190,000.00
Principal Outstanding – End of Reporting Period:	\$2,855,000.00

Refunding/Refinancing Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
No data available to display.		

Use of Proceeds

Report End Date	Begin Amount	Spent Amount	Remain Amount
06/30/2022	\$3,045,000.00	\$70,612.46	\$2,974,387.54
06/30/2023	\$2,974,387.54	\$0.00	\$2,974,387.54

Proceeds Spent/Unspent (Fund Level)

Fund Category	Total Reportable Proceeds Available	Proceeds Spent Current Reporting Period	Proceeds Spent Prior Reporting Period(s)	Proceeds Unspent / Remaining
AUTHORITY DISCOUNT	\$70,612.46	\$0.00	\$70,612.46	\$0.00
REFUNDING ESCROW ACCOUNT	\$2,974,387.54	\$0.00	\$0.00	\$2,974,387.54
TOTAL:	\$3,045,000.00	\$0.00	\$70,612.46	\$2,974,387.54

Expenditures of Current Reporting Period

Fund Category	Purpose	Expenditure Amount
No data available to display.		
TOTAL:		\$0.00

Expenditure Summary



ANNUAL DEBT TRANSPARENCY REPORT

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CDIAC # : 2022-0329
Status: Submitted
11/09/2023

Fund Category	Purpose	Expenditure In Current Reporting Period	Expenditure In Prior Reporting Period(s)	Total Expenditure All Periods
AUTHORITY DISCOUNT	AUTHORITY DISCOUNT	\$0.00	\$70,612.46	\$70,612.46
TOTAL:		\$0.00	\$70,612.46	\$70,612.46

Refunded/Refinanced Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
2013-0432	\$3,045,000.00	09/01/2023

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:

ADTR Reportable

Principal Outstanding – End of Reporting Period: \$2,855,000.00

Proceeds Unspent – End of Reporting Period: \$2,974,387.54

ADTR Reportable Next Reporting Year: Yes



ANNUAL DEBT TRANSPARENCY REPORT

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CDIAC # : 2022-0342
Status: Submitted
11/09/2023

Information as of Reporting Year End: 06/30/2023

Issuance Information

Issuer Name:	Poway Unified School District CFD No 10
Issue Name:	2022 Special Tax Bonds
Project Name:	IA E Torrey Highlands Subarea IV Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$3,485,000.00
Net Original Issue Premium/Discount:	\$0.00
Proceeds Used to Acquire Local Obligations (Marks-Roos Only):	\$0.00
Total Reportable Proceeds:	\$3,485,000.00
Total cost of issuance from Report of Final Sale:	\$0.00

Issuance Authorization

Authorization (1):	
Authorization Name:	Resolution No 36-2022
Original Authorized Amount:	\$4,000,000.00
Authorization Date:	03/10/2022
Amount Authorized - Beginning of the Reporting Period:	\$0.00
Amount Authorized - During the Reporting Period:	\$0.00
Total Debt Authorized:	\$0.00
Debt Issued During the Reporting Period:	\$0.00
Replenishment Reported During the Reporting Period:	\$0.00
Total Debt Authorized but Unissued:	\$0.00
Authorization Lapsed:	\$0.00
Total Authorization Remaining - End of Reporting Period:	\$0.00

Principal Outstanding



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CDIAC # : 2022-0342
Status: Submitted
11/09/2023

Principal Balance Upon Sale or at Beginning of the Reporting Period:	\$3,485,000.00
Accreted Interest – During Reporting Period:	\$0.00
Total Principal and Accreted Interest:	\$3,485,000.00
Principal Paid with Proceeds from Other Debt Issues – During the Reporting Period:	\$0.00
Principal Payments - During the Reporting Period (not reported as payments above):	\$205,000.00
Principal Outstanding – End of Reporting Period:	\$3,280,000.00

Refunding/Refinancing Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
No data available to display.		

Use of Proceeds

Report End Date	Begin Amount	Spent Amount	Remain Amount
06/30/2022	\$3,485,000.00	\$76,848.36	\$3,408,151.64
06/30/2023	\$3,408,151.64	\$0.00	\$3,408,151.64

Proceeds Spent/Unspent (Fund Level)

Fund Category	Total Reportable Proceeds Available	Proceeds Spent Current Reporting Period	Proceeds Spent Prior Reporting Period(s)	Proceeds Unspent / Remaining
AUTHORITY DISCOUNT	\$76,848.36	\$0.00	\$76,848.36	\$0.00
REFUNDING ESCROW ACCOUNT	\$3,408,151.64	\$0.00	\$0.00	\$3,408,151.64
TOTAL:	\$3,485,000.00	\$0.00	\$76,848.36	\$3,408,151.64

Expenditures of Current Reporting Period

Fund Category	Purpose	Expenditure Amount
No data available to display.		
TOTAL:		\$0.00

Expenditure Summary



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CDIAC # : 2022-0342
Status: Submitted
11/09/2023

Fund Category	Purpose	Expenditure In Current Reporting Period	Expenditure In Prior Reporting Period(s)	Total Expenditure All Periods
AUTHORITY DISCOUNT	AUTHORITY DISCOUNT	\$0.00	\$76,848.36	\$76,848.36
TOTAL:		\$0.00	\$76,848.36	\$76,848.36

Refunded/Refinanced Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
2013-0433	\$3,485,000.00	09/01/2023

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:

ADTR Reportable

Principal Outstanding – End of Reporting Period: \$3,280,000.00

Proceeds Unspent – End of Reporting Period: \$3,408,151.64

ADTR Reportable Next Reporting Year: Yes



Information as of Reporting Year End: 06/30/2023

Issuance Information

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2022 Special Tax Bonds
Project Name:	IA A Stonebridge Estates Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$7,135,000.00
Net Original Issue Premium/Discount:	\$0.00
Proceeds Used to Acquire Local Obligations (Marks-Roos Only):	\$0.00
Total Reportable Proceeds:	\$7,135,000.00
Total cost of issuance from Report of Final Sale:	\$0.00

Issuance Authorization

Authorization (1):	
Authorization Name:	Resolution No 36-2022
Original Authorized Amount:	\$8,000,000.00
Authorization Date:	03/10/2022
Amount Authorized - Beginning of the Reporting Period:	\$0.00
Amount Authorized - During the Reporting Period:	\$0.00
Total Debt Authorized:	\$0.00
Debt Issued During the Reporting Period:	\$0.00
Replenishment Reported During the Reporting Period:	\$0.00
Total Debt Authorized but Unissued:	\$0.00
Authorization Lapsed:	\$0.00
Total Authorization Remaining - End of Reporting Period:	\$0.00

Principal Outstanding



ANNUAL DEBT TRANSPARENCY REPORT

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

CDIAC # : 2022-0331
Status: Submitted
11/09/2023

Principal Balance Upon Sale or at Beginning of the Reporting Period:	\$7,135,000.00
Accreted Interest – During Reporting Period:	\$0.00
Total Principal and Accreted Interest:	\$7,135,000.00
Principal Paid with Proceeds from Other Debt Issues – During the Reporting Period:	\$0.00
Principal Payments - During the Reporting Period (not reported as payments above):	\$420,000.00
Principal Outstanding – End of Reporting Period:	\$6,715,000.00

Refunding/Refinancing Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
No data available to display.		

Use of Proceeds

Report End Date	Begin Amount	Spent Amount	Remain Amount
06/30/2022	\$7,135,000.00	\$151,294.27	\$6,983,705.73
06/30/2023	\$6,983,705.73	\$0.00	\$6,983,705.73

Proceeds Spent/Unspent (Fund Level)

Fund Category	Total Reportable Proceeds Available	Proceeds Spent Current Reporting Period	Proceeds Spent Prior Reporting Period(s)	Proceeds Unspent / Remaining
AUTHORITY DISCOUNT	\$151,294.27	\$0.00	\$151,294.27	\$0.00
REFUNDING ESCROW ACCOUNT	\$6,983,705.73	\$0.00	\$0.00	\$6,983,705.73
TOTAL:	\$7,135,000.00	\$0.00	\$151,294.27	\$6,983,705.73

Expenditures of Current Reporting Period

Fund Category	Purpose	Expenditure Amount
No data available to display.		
TOTAL:		\$0.00

Expenditure Summary



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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0331
Status: Submitted
11/09/2023

Fund Category	Purpose	Expenditure In Current Reporting Period	Expenditure In Prior Reporting Period(s)	Total Expenditure All Periods
AUTHORITY DISCOUNT	AUTHORITY DISCOUNT	\$0.00	\$151,294.27	\$151,294.27
TOTAL:		\$0.00	\$151,294.27	\$151,294.27

Refunded/Refinanced Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
2013-0435	\$7,135,000.00	09/01/2023

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:

ADTR Reportable

Principal Outstanding – End of Reporting Period: \$6,715,000.00

Proceeds Unspent – End of Reporting Period: \$6,983,705.73

ADTR Reportable Next Reporting Year: Yes



Information as of Reporting Year End: 06/30/2023

Issuance Information

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2022 Special Tax Bonds
Project Name:	Zone 1 Stonebridge Estates Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$8,070,000.00
Net Original Issue Premium/Discount:	\$0.00
Proceeds Used to Acquire Local Obligations (Marks-Roos Only):	\$0.00
Total Reportable Proceeds:	\$8,070,000.00
Total cost of issuance from Report of Final Sale:	\$0.00

Issuance Authorization

Authorization (1):	
Authorization Name:	Resolution No 36-2022
Original Authorized Amount:	\$9,000,000.00
Authorization Date:	03/10/2022
Amount Authorized - Beginning of the Reporting Period:	\$0.00
Amount Authorized - During the Reporting Period:	\$0.00
Total Debt Authorized:	\$0.00
Debt Issued During the Reporting Period:	\$0.00
Replenishment Reported During the Reporting Period:	\$0.00
Total Debt Authorized but Unissued:	\$0.00
Authorization Lapsed:	\$0.00
Total Authorization Remaining - End of Reporting Period:	\$0.00

Principal Outstanding



ANNUAL DEBT TRANSPARENCY REPORT

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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0330
Status: Submitted
11/09/2023

Principal Balance Upon Sale or at Beginning of the Reporting Period:	\$8,070,000.00
Accreted Interest – During Reporting Period:	\$0.00
Total Principal and Accreted Interest:	\$8,070,000.00
Principal Paid with Proceeds from Other Debt Issues – During the Reporting Period:	\$0.00
Principal Payments - During the Reporting Period (not reported as payments above):	\$315,000.00
Principal Outstanding – End of Reporting Period:	\$7,755,000.00

Refunding/Refinancing Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
No data available to display.		

Use of Proceeds

Report End Date	Begin Amount	Spent Amount	Remain Amount
06/30/2022	\$8,070,000.00	\$167,841.75	\$7,902,158.25
06/30/2023	\$7,902,158.25	\$0.00	\$7,902,158.25

Proceeds Spent/Unspent (Fund Level)

Fund Category	Total Reportable Proceeds Available	Proceeds Spent Current Reporting Period	Proceeds Spent Prior Reporting Period(s)	Proceeds Unspent / Remaining
AUTHORITY DISCOUNT	\$167,841.75	\$0.00	\$167,841.75	\$0.00
REFUNDING ESCROW ACCOUNT	\$7,902,158.25	\$0.00	\$0.00	\$7,902,158.25
TOTAL:	\$8,070,000.00	\$0.00	\$167,841.75	\$7,902,158.25

Expenditures of Current Reporting Period

Fund Category	Purpose	Expenditure Amount
No data available to display.		
TOTAL:		\$0.00

Expenditure Summary



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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0330
Status: Submitted
11/09/2023

Fund Category	Purpose	Expenditure In Current Reporting Period	Expenditure In Prior Reporting Period(s)	Total Expenditure All Periods
AUTHORITY DISCOUNT	AUTHORITY DISCOUNT	\$0.00	\$167,841.75	\$167,841.75
TOTAL:		\$0.00	\$167,841.75	\$167,841.75

Refunded/Refinanced Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
2013-0436	\$8,070,000.00	09/01/2023

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:

ADTR Reportable

Principal Outstanding – End of Reporting Period: \$7,755,000.00

Proceeds Unspent – End of Reporting Period: \$7,902,158.25

ADTR Reportable Next Reporting Year: Yes



Information as of Reporting Year End: 06/30/2023

Issuance Information

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2022 Special Tax Bonds
Project Name:	Zone 2 Stonebridge Estates Series B (Taxable)
Actual Sale Date:	03/24/2022
Settlement Date:	03/25/2022
Original Principal Amount:	\$1,530,000.00
Net Original Issue Premium/Discount:	\$0.00
Proceeds Used to Acquire Local Obligations (Marks-Roos Only):	\$0.00
Total Reportable Proceeds:	\$1,530,000.00
Total cost of issuance from Report of Final Sale:	\$0.00

Issuance Authorization

Authorization (1):	
Authorization Name:	Resolution No 36-2022
Original Authorized Amount:	\$2,000,000.00
Authorization Date:	03/10/2022
Amount Authorized - Beginning of the Reporting Period:	\$0.00
Amount Authorized - During the Reporting Period:	\$0.00
Total Debt Authorized:	\$0.00
Debt Issued During the Reporting Period:	\$0.00
Replenishment Reported During the Reporting Period:	\$0.00
Total Debt Authorized but Unissued:	\$0.00
Authorization Lapsed:	\$0.00
Total Authorization Remaining - End of Reporting Period:	\$0.00

Principal Outstanding



ANNUAL DEBT TRANSPARENCY REPORT

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

CDIAC # : 2022-0332
Status: Submitted
11/09/2023

Principal Balance Upon Sale or at Beginning of the Reporting Period:	\$1,530,000.00
Accreted Interest – During Reporting Period:	\$0.00
Total Principal and Accreted Interest:	\$1,530,000.00
Principal Paid with Proceeds from Other Debt Issues – During the Reporting Period:	\$0.00
Principal Payments - During the Reporting Period (not reported as payments above):	\$70,000.00
Principal Outstanding – End of Reporting Period:	\$1,460,000.00

Refunding/Refinancing Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
No data available to display.		

Use of Proceeds

Report End Date	Begin Amount	Spent Amount	Remain Amount
06/30/2022	\$1,530,000.00	\$34,548.80	\$1,495,451.20
06/30/2023	\$1,495,451.20	\$0.00	\$1,495,451.20

Proceeds Spent/Unspent (Fund Level)

Fund Category	Total Reportable Proceeds Available	Proceeds Spent Current Reporting Period	Proceeds Spent Prior Reporting Period(s)	Proceeds Unspent / Remaining
AUTHORITY DISCOUNT	\$34,548.80	\$0.00	\$34,548.80	\$0.00
REFUNDING ESCROW ACCOUNT	\$1,495,451.20	\$0.00	\$0.00	\$1,495,451.20
TOTAL:	\$1,530,000.00	\$0.00	\$34,548.80	\$1,495,451.20

Expenditures of Current Reporting Period

Fund Category	Purpose	Expenditure Amount
No data available to display.		
TOTAL:		\$0.00

Expenditure Summary



ANNUAL DEBT TRANSPARENCY REPORT
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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2022-0332
Status: Submitted
11/09/2023

Fund Category	Purpose	Expenditure In Current Reporting Period	Expenditure In Prior Reporting Period(s)	Total Expenditure All Periods
AUTHORITY DISCOUNT	AUTHORITY DISCOUNT	\$0.00	\$34,548.80	\$34,548.80
TOTAL:		\$0.00	\$34,548.80	\$34,548.80

Refunded/Refinanced Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
2013-0437	\$1,530,000.00	09/01/2023

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:

ADTR Reportable

Principal Outstanding – End of Reporting Period: \$1,460,000.00

Proceeds Unspent – End of Reporting Period: \$1,495,451.20

ADTR Reportable Next Reporting Year: Yes



ANNUAL DEBT TRANSPARENCY REPORT
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Room 400, Sacramento, CA 95814 P.O. Box 942809, Sacramento, CA
94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2016-3909
Status: Submitted
11/15/2023

Information as of Reporting Year End: 06/30/2023

Issuance Information

Issuer Name:	Poway Unified School District CFD No 11
Issue Name:	2017 Special Tax Ref Bonds
Project Name:	Zone 3 StoneBridge Estates Series B
Actual Sale Date:	01/19/2017
Settlement Date:	02/08/2017
Original Principal Amount:	\$2,410,000.00
Net Original Issue Premium/Discount:	\$-12,425.25
Proceeds Used to Acquire Local Obligations (Marks-Roos Only):	\$0.00
Total Reportable Proceeds:	\$2,397,574.75
Total cost of issuance from Report of Final Sale:	\$0.00

Issuance Authorization

Authorization (1):	
Authorization Name:	Resolution No 29-2017 (LOB)
Original Authorized Amount:	\$8,000,000.00
Authorization Date:	12/13/2016
Amount Authorized - Beginning of the Reporting Period:	\$1,090,000.00
Amount Authorized - During the Reporting Period:	\$0.00
Total Debt Authorized:	\$1,090,000.00
Debt Issued During the Reporting Period:	\$0.00
Replenishment Reported During the Reporting Period:	\$0.00
Total Debt Authorized but Unissued:	\$1,090,000.00
Authorization Lapsed:	\$0.00
Total Authorization Remaining - End of Reporting Period:	\$1,090,000.00

Principal Outstanding



ANNUAL DEBT TRANSPARENCY REPORT

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

CDIAC # : 2016-3909
Status: Submitted
11/15/2023

Principal Balance Upon Sale or at Beginning of the Reporting Period:	\$2,105,000.00
Accreted Interest – During Reporting Period:	\$0.00
Total Principal and Accreted Interest:	\$2,105,000.00
Principal Paid with Proceeds from Other Debt Issues – During the Reporting Period:	\$0.00
Principal Payments - During the Reporting Period (not reported as payments above):	\$60,000.00
Principal Outstanding – End of Reporting Period:	\$2,045,000.00

Refunding/Refinancing Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
No data available to display.		

Use of Proceeds

Report End Date	Begin Amount	Spent Amount	Remain Amount
06/30/2017	\$2,397,574.75	\$2,397,574.75	\$0.00
06/30/2018	\$0.00	\$0.00	\$0.00
06/30/2019	\$0.00	\$0.00	\$0.00
06/30/2020	\$0.00	\$0.00	\$0.00
06/30/2021	\$0.00	\$0.00	\$0.00
06/30/2022	\$0.00	\$0.00	\$0.00
06/30/2023	\$0.00	\$0.00	\$0.00

Proceeds Spent/Unspent (Fund Level)

Fund Category	Total Reportable Proceeds Available	Proceeds Spent Current Reporting Period	Proceeds Spent Prior Reporting Period(s)	Proceeds Unspent / Remaining
Purchase Transfer Fund	\$2,247,382.07	\$0.00	\$2,247,382.07	\$0.00
Underwriters Discount	\$150,192.68	\$0.00	\$150,192.68	\$0.00
TOTAL:	\$2,397,574.75	\$0.00	\$2,397,574.75	\$0.00

Expenditures of Current Reporting Period



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94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2016-3909
Status: Submitted
11/15/2023

Fund Category	Purpose	Expenditure Amount
No data available to display.		
TOTAL:		\$0.00

Expenditure Summary

Fund Category	Purpose	Expenditure In Current Reporting Period	Expenditure In Prior Reporting Period(s)	Total Expenditure All Periods
Purchase Transfer Fund	Purchase of 2009 Rev Bonds	\$0.00	\$2,247,382.07	\$2,247,382.07
Underwriters Discount	Issuance Costs	\$0.00	\$150,192.68	\$150,192.68
TOTAL:		\$0.00	\$2,397,574.75	\$2,397,574.75

Refunded/Refinanced Issues

CDIAC #	Refunding/refinancing Amount	Redemption/Payment Date
2009-0763	\$2,410,000.00	09/15/2019
2009-0765	\$2,410,000.00	09/15/2019

Filing Contact

Filing Contact Name: Brandon Bunk-Jensen

Agency/Organization Name: KeyAnalytics (California Financial Services)

Address: 555 Corporate Drive

City: Ladera Ranch

State: CA

Zip Code: 92694

Telephone: 949-2821077

Fax Number:

E-mail: bbunk-jensen@calschools.com

Comments

Issuer Comments:



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Room 400, Sacramento, CA 95814 P.O. Box 942809, Sacramento, CA
94209-0001 Tel.: (916) 653-3269 Fax: (916) 654-7440

CDIAC # : 2016-3909
Status: Submitted
11/15/2023

ADTR Reportable

Principal Outstanding – End of Reporting Period:	\$2,045,000.00
Proceeds Unspent – End of Reporting Period:	\$0.00
ADTR Reportable Next Reporting Year:	Yes