

**RESCUE UNION SCHOOL DISTRICT**

**AGENDA ITEM: El Dorado Schools Financing Authority  
Community Facilities District No. 1  
Fiscal Year 2018-19 Update**

*Information Item – No Action Required*

**BACKGROUND:**

In 1987, the El Dorado Hills Land Development Company (the Landowners) presented the El Dorado Hills Specific Plan to the County of El Dorado proposing to develop what would become the Serrano Villages. On June 19, 1990, the Rescue Union School District, Buckeye Union Elementary School District, and the El Dorado Union High School District established the El Dorado Schools Financing Authority (a Joint Powers Authority) for the purpose of financing, acquisition, and construction of educational facilities.

In the spring of 1991, the El Dorado Hills Development Company (the “Landowners”) petitioned the El Dorado Schools Financing Authority to form the Community Facilities District No. 1. At or near the same time, the Landowners elected to form the Community Facilities District No. 1 in order to finance adequate school facilities made necessary in part by the development within the El Dorado Hills Specific Plan and adopted by the El Dorado County Board of Supervisors on or about January 19, 1989. In accordance with the Mello-Roos Community Facilities Act of 1982, the Landowners of Community Facilities District No. 1 elected to authorize the levy of a special tax to assist in funding the construction and acquisition of school facilities to serve the residents of dwellings constructed on the Landowners’ property.

**STATUS:**

Rescue Union School District receives special taxes (Mello Roos) paid by the homeowners in Community Facilities District No. 1 designated for the financing, acquisition and construction school facilities made necessary by the development with the El Dorado Hills Specific Plan.

For 2018-19, the Rescue Union School District has received \$907,940 in special taxes and interest (including FD 35/49) from CFD No. 1. Additionally, the District sold the Bass Lake property that was purchased using Mello Roos funds, and this revenue, \$570,000, was deposited in the Mello Roos account.

During Fiscal Year 2018-19, the Rescue Union School District expended \$1,849,630 from CFD No. 1 on expenditures related to the building of the Marina Village Middle School Two-Story building. In addition, \$15,244 in costs for the sale of Bass Lake Property, paid to EDUHSD \$4,192 for collection of the CFD funds, and made payments on the Certificates of Participations for \$707,363.

As of June 30, 2018, the estimated total fund balances (unaudited) of the El Dorado Schools Financing Authority Community Facilities District No. 1 for Rescue Union School District are as follows:

Fund 35	\$ 615,540	
Fund 49	\$ 10,080	
<u>Funds w/ fiscal agent</u>	<u>\$1,665,255</u>	<i>(El Dorado Union High School District)</i>
Total	<u>\$2,290,875</u>	

**FISCAL IMPACT:**

The District expended \$2,290,875 in CFD funds in 2018-19.

**BOARD GOAL(S):**

Board Focus Goal II – FISCAL ACCOUNTABILITY:

Keep the district fiscally solvent through prudent LCAP aligned budget processes in order to meet the needs of our students.

Board Focus Goal V - FACILITY / HOUSING:

Build, improve and maintain school facilities to meet current and future education needs while integrating the most effective and efficient use of resources.

Local Control Accountability Plan GOAL 6:

The District will create and maintain facilities and grounds that are safe, clean and conducive to the learning process.

**RECOMMENDATION:**

No Action Required – Information Only Item.

Rescue USD CFD No. 1  
Revenue and Expense Worksheet - June 30, 2019

Rescue USD CFD No. 1 Funds Held by Fiscal Agent - El Dorado UHSD (As of June 30)						CFD No. 1 Funds Held at Rescue USD (As of June 30)	
Beginning Balance - Funds Held by Fiscal Agent El Dorado UHSD (Balance July 1st)	Revenues - Mello Roos Taxes Paid by CFD (Inc. Int)	General Expenditures	Debt Service - COP's	Fund Transfers to District Fund 49 (Balance June 30th)	Ending Balance - Funds Held by Fiscal Agent El Dorado UHSD	Proceeds in Fund 35 (Inc. 2010/2017 COPs)	Fund 49
1995-96	\$1,331	\$85	\$4,089		-\$2,673		
1996-97	-\$2,673	\$443	\$6,925		-\$9,155		
1997-98	-\$9,155	\$4,998	\$10,233		-\$14,390		
1998-99	-\$14,390	\$712	-\$273		-\$13,405		
1999-00	-\$13,405	\$24,029	-\$2,357		\$12,981		
2000-01	\$12,981	\$40,304	\$262		\$53,023		
2001-02	\$53,023	\$14,841	\$77		\$67,787		
2002-03	\$67,964	\$47,899	\$301		\$115,562		
2003-04	\$115,562	\$29,724	\$25		\$145,261		
2004-05	\$145,261	\$206,036	\$293		\$351,004		
2005-06	\$351,004	\$357,246	\$726		\$707,524		
2006-07	\$707,524	\$431,162	\$1,767		\$1,136,919		
2007-08	\$1,136,919	\$586,259	\$1,874		\$1,721,304		
2008-09	\$1,721,304	\$544,533	\$1,301		\$2,264,536		
2009-10	\$2,264,536	\$567,315	\$1,819		\$2,830,032	\$2,938,000	\$0
2010-11	\$2,830,032	\$401,737	\$1,785	\$323,681	\$2,906,303	\$2,800,465	\$14,582
2011-12	\$2,906,303	\$799,698	\$6,547	\$521,188	\$3,178,266	\$2,778,669	\$12,691
2012-13	\$3,178,266	\$628,536	\$1,888	\$521,913	\$3,283,001	\$2,774,031	\$10,788
2013-14	\$3,283,001	\$623,728	\$1,954	\$522,498	\$3,382,277	\$2,757,824	\$8,870
2014-15	\$3,382,277	\$636,311	\$2,914	\$0	\$1,755,061	\$2,367,370	\$1,765,360
2015-16	\$2,260,613	\$680,895	\$3,051	\$0	\$0	\$698,667	\$1,569,705
2016-17	\$2,938,457	\$751,645	\$3,094	\$0	\$0	\$154,936	\$1,074,582
2017-18	\$3,687,008	\$810,112	\$3,334	\$0	\$3,700,000	\$793,786	\$2,212,363
<b>2018-19</b>	<b>\$793,786</b>	<b>\$875,661</b>	<b>\$4,192</b>	<b>\$0</b>	<b>\$1,665,255</b>	<b>\$615,540</b>	<b>\$10,080</b>

Rescue USD CFD No. 1 Summary of Expenditures (1995-2019)	
2010 COP Debt Service Payments	\$ 3,349,899
2017 COP Debt Service Payments	\$ 347,163
Fees and Miscellaneous Expenditures	\$ 50,510
New School Site Acquisition	\$ 2,362,514
Projects Related to Increasing Permanent Student Capacity	\$ 11,743,594
<b>Total CFD No. 1 Expenditures - Rescue USD</b>	<b>\$ 17,853,679</b>

Rescue USD CFD No. 1 Summary (1995-2019)	
Mello Roos Funds Generated since 1995 (Inc. Interest in FD 49)	\$ 9,074,554
Sale of Surplus Property	\$ 570,000
2010 COP Funds	\$ 5,500,000
2017 COP Funds	\$ 5,000,000
<b>Total Funds Received</b>	<b>\$ 20,144,554</b>
Account Balances as of 06/30/2019	\$ 2,290,875
Total CFD Expenses as of 6/30/2019	\$ 17,853,679
<b>Total CFD Activity as of 6/30/2019</b>	<b>\$ 20,144,554</b>

CFD No. 1 Fund Balances as of 06/30/2019	
Funds Held with Fiscal Agent (EDUHSD)	\$ 1,665,255
Fund 35 CFD No. 1 Balance	\$ 615,540
Fund 49 CFD No. 1 Balance	\$ 10,080
<b>Total CFD No. 1 Balances - Rescue USD</b>	<b>\$ 2,290,875</b>

**Rescue Union School District  
Community Facilities District #1  
Fiscal Year 2018-19**

<b>Fund 49 - Community Facilities District</b>	
<i>Includes Funds Held with Fiscal Agent (EDUHSD)</i>	
Beginning Balance:	<b>\$ 1,176,999</b>
<i>Revenues:</i>	
Sale of Bass Lake Property	\$ 570,000
Cash with Fiscal Agent (EDUHSD)	\$ 850,110
Interest Earned (Fund 49)	\$ 4,852
Interest Earned (With Fiscal Agent)	<u>\$ 25,551</u>
<b>Total Revenues:</b>	<b>\$ 1,450,513</b>
<i>Transfers:</i>	
To Fund 52 - COP Debt Service	<b>\$ (707,363)</b>
<i>Expenditures:</i>	
CFD Collection Fees (With Fiscal Agent)	\$ 4,192
Bass Lake Expenses - Services RE: Sale of Property	\$ 15,244
Marina Village 2-Story Building Furniture	<u>\$ 225,379</u>
<b>Total Expenditures:</b>	<b>\$ (244,815)</b>
Ending Balance:	<b><u>\$ 1,675,335</u></b>
<i>Fund 49</i>	<i>\$ 10,080</i>
<i>Funds with Fiscal Agent</i>	<i>\$ 1,665,255</i>

<b>CFD #1 Assets in Fund 35</b>	
<i>Proceeds of 2010 &amp; 2017 COPs / Transfer for MV 2-Story Project</i>	
Beginning Balance:	<b>\$ 2,212,363</b>
<i>Revenues:</i>	
Transfers In - From Fund 49	\$ -
Interest Earned	\$ 23,253
Adj Revenues	<u>\$ 4,174</u>
<b>Total Revenues:</b>	<b>\$ 27,427</b>
<i>Expenditures:</i>	
MV 2-Story Building Project (1032)	<u>\$ 1,624,251</u>
<b>Total Expenditures:</b>	<b><u>\$ (1,624,251)</u></b>
Ending Balance:	<b><u>\$ 615,540</u></b>

**Budgeted Assets:**

CFD #1 Assets in Fund 35	\$ 615,540
Fund 49 - Community Facilities District	\$ 10,080
Cash w/ Fiscal Agent (EDUHSD)	\$ 1,665,255
<b>Total Assets:</b>	<b><u>\$ 2,290,875</u></b>

**Budgeted Liabilities (COP Principal Balance Only):**

2010 COP Refunding - CFD Principal Share (69.75%)	\$ 4,715,100
2017 COP Issuance for MV 2-Story Project	\$ 5,145,000
<b>Total Liabilities:</b>	<b><u>\$ 9,860,100</u></b>