

BONSALL UNIFIED SCHOOL DISTRICT

GENERAL OBLIGATION BONDS

2005 Election, Series 2006
2005 Election, Series 2007 B
2005 Election, Series 2007 C
2015 Refunding

CERTIFICATES OF PARTICIPATION

2008 COPs
2015 COPs

CONTINUING DISCLOSURE REPORT
For fiscal year ending June 30, 2016

MARCH 31, 2017



650 CALIFORNIA ST. 8TH FLOOR
SAN FRANCISCO, CA 94108
WWW.DALESCOTT.COM

TABLE OF CONTENTS

Financial Statements	2
Average Daily Attendance, Revenue Limit, LCFF	2
Pension Plans and Other Post-Employment Benefits	2
Outstanding Debt Obligations	2
Assessed Valuation	2
General Fund Summary	3
Tax Levies and Delinquencies and The Teeter Plan	4
Top Twenty Taxpayers.....	4
ADA, Enrollment and EL/LI Enrollment Percentage	5

This Continuing Disclosure Annual Report is of a factual nature and does not contain any opinions or advice of Dale Scott & Co., Inc. Accordingly, this Annual Report may not be relied upon as financial advice from DS&C. Before acting on any disclosures in this Annual Report, interested parties should discuss such action with appropriate experts.

Although the data in this Annual Report has been produced and processed from sources believed to be reliable, DS&C makes no representation regarding the accuracy, completeness or reliability of the data. DS&C provides this data strictly on an "AS IS" basis.

DS&C assumes no responsibility for anyone's use of the data in this Annual Report. In no event shall DS&C be liable for any damages or injury of any nature arising from use of this Annual Report, however caused and on any theory of liability

Financial Statements

Please refer to the Bonsall Unified School District (the “District”) audited financial statements for the fiscal year ending June 30, 2016 (the “2016 Audit”), the District’s adopted budget for the fiscal year ending June 30, 2017 (the “2017 Budget”), and the District’s first interim report for the 2016-17 fiscal year submitted separately to the Electronic Municipal Market Access.

Average Daily Attendance / Revenue Limit / Local Control Funding Formula

<u>Fiscal Year</u>	<u>Average Daily Attendance</u>	<u>LCFF per Unit of ADA</u>	<u>Total LCFF</u>
2015-16	2,178	7,683	\$16,733,846
2016-17 ⁽¹⁾	2,240	8,029	\$17,986,180

⁽¹⁾Projected
 Source: Bonsall Unified School District 2017 Adopted Budget

Pension Plans and Other Post-Employment Benefits

Please refer to Notes N and O of the 2016 Audit for information regarding the District’s Pension and Other Post-Employment Benefits.

Outstanding Debt Obligations

Short Term Obligations
 Please refer to Note H of the 2016 Audit for information regarding the District’s Short Term Borrowings.

Lease Obligations, Notes Payable and Long-Term Borrowing
 Please refer to Note L in the 2016 Audit regarding detailed information of the District’s Long Term Borrowing.

Assessed Valuation

<u>Fiscal Year</u>	<u>Local Secured</u>	<u>Utility</u>	<u>Unsecured</u>	<u>District Assessed Valuations</u>
2015-16	\$3,198,109,162	\$64,700,000	\$16,480,980	\$3,279,290,142
2016-17	\$3,357,750,518	\$58,300,000	\$21,051,969	\$3,437,102,487

Source: California Municipal Statistics, Inc.

General Fund Summary

**GENERAL FUND REVENUES AND EXPENDITURES
FISCAL YEARS 2015-16 and 2016-17**

	2015-16	2016-17
	Audited Actuals	Adopted Budget⁽¹⁾
Beginning Balance	\$2,902,676	\$2,882,391
Revenue		
LCFF Sources	16,733,846	17,986,180
Federal Revenue	1,302,102	1,185,728
Other State Income	2,487,062	1,576,371
Other Local Income	4,963,691	2,256,815
Total Revenue	\$25,486,701	\$23,005,094
Expenditures		
Certified Salaries	10,090,202	10,330,666
Classified Salaries	3,033,481	3,147,430
Employee Benefits	4,594,638	4,970,057
Books & Supplies	888,465	551,728
Services & Other Operating Expenses	3,046,399	2,591,149
Capital Outlay	2,022,588	-
Other Outgo	660,648	281,956
Debt Service	197,048	-
Total Expenditures	\$24,533,447	\$21,872,986
Other Sources and Uses		
Operating Transfers In	1,506	-
Operating Transfers Out	-975,045	-845,000
Total Other Sources & Uses	-\$973,539	-\$845,000
Net Ending Balance	\$2,882,391	\$3,169,499

(1) Beginning balance changed to reflect audited actuals ending balance.
Source: Bonsall Unified School District 2016 Audit and 2017 Budget.

Tax Levies and Delinquencies and The Teeter Plan

San Diego County operates under provision of Revenue and Taxation Code Section 4701-4717 (commonly referred to as the "Teeter Plan") pursuant to which public agencies in the county may receive their total secured tax levies and special assessments irrespective of actual collections and delinquencies. Pursuant to said provisions, the county establishes a delinquency reserve and assumes responsibility for all secured delinquencies.

Because of the method of tax collection, the District is assured of 100 percent collection of its total secured tax levies. This method of tax collection and distribution is, however, subject to future discontinuance if demanded by the participating entities.

The exhibit below displays tax levy and delinquency data for the District.

2015-16 Secured Tax Charge and Delinquency

Secured Tax Charge ⁽¹⁾	Amt. Del. June 30 ⁽²⁾	% Del. June 30
\$9,136,646.74	-	-

- (1) 1% General Fund apportionment.
 - (2) San Diego County utilizes the Teeter Plan for assessment levy and distribution. This method guarantees distribution of 100% of the assessments levied to the taxing entity, with the County retaining all penalties and interest.
- Source: California Municipal Statistics, Inc.

Largest Taxpayers

2016-17 LARGEST LOCAL SECURED TAXPAYERS

Property Owner	Primary Land Use	2016-17 Assessed Valuation	% of Total (1)
1. Spa Havens LP	Hotel	\$ 41,248,087	1.23%
2. Ocean Breeze Ranch LLC	Residential	28,000,000	0.83
3. Global AG Properties II USA LLC	Agricultural	22,470,425	0.67
4. Moody Creek Farms LLC	Agricultural	17,844,545	0.53
5. National Quarries Enterprises LLC	Mining	17,206,390	0.51
6. VVCCC Havens LP	Golf Course	15,565,783	0.46
7. EWM Investments LLC	Residential Development	13,684,839	0.41
8. Pardee Homes	Residential Development	12,649,797	0.38
9. First American Trust	Residential Development	12,250,277	0.36
10. GCL LLC	Agricultural	12,210,361	0.36
11. 20005 Delaware LLC	Horse Racing	11,696,692	0.35
12. Pankey Ranch LP	Mining	11,558,852	0.34
13. Development Solutions Bon LLC	Residential Development	10,437,950	0.31
14. Pala Gateway Holdings LLC	Agricultural	8,402,258	0.25
15. D.R. Horton Los Angeles Holding Co.	Residential Development	8,321,886	0.25
16. IAB Investment LLC	Golf Course	8,002,228	0.24
17. GCC Investment LLC	Golf Course	7,761,615	0.23
18. Mission Road Partners LP	Shopping Center	7,196,952	0.21
19. Shirey Falls LP	Agricultural	6,763,312	0.20
20. WHP Warner Ranch LP	Agricultural	6,710,000	0.20
		<u>\$279,982,249</u>	<u>8.34%</u>

(1) 2016-17 Local Secured Assessed Valuation: \$3,357,750,518

Source: California Municipal Statistics, Inc.

ADA, Enrollment and AL/LI Enrollment Percentage

<i>Fiscal Year</i>	<i>Average Daily Attendance ⁽¹⁾</i>				<i>Enrollment</i>		
	<i>K-3</i>	<i>4-6</i>	<i>7-8</i>	<i>9-12</i>	<i>Total ADA</i>	<i>Total Enrollment ⁽²⁾</i>	<i>% of EL/LI Enrollment ⁽²⁾</i>
2013-14	1,087.44	726.22	358.82	-- ⁽³⁾	2,172.08	2,260	35.89%
2014-15	1,043.86	685.55	391.17	31.74	2,182.32	2,287	37.70
2015-16	953.33	689.71	402.09	133.12	2,178.25	2,273	35.23
2016-17	938.39	685.87	397.85	218.37	2,240.48	2,464	34.98

(1) Reflects P-2 ADA for fiscal years 2013-14, 2014-15 and 2015-16. Because P-2 ADA for fiscal year 2016-17 will not be released until April 2017, Average Daily Attendance for fiscal year 2016-17 is based on District's estimate for such fiscal year.

(2) As of October report submitted to the California Basic Educational Data System (CBEDS). For purposes of calculating Supplemental and Concentration Grants, a school district's fiscal year 2013-14 percentage of unduplicated EL/LI students will be expressed solely as a percentage of its total fiscal year 2013-14 total enrollment. For fiscal year 2014-15, the percentage of unduplicated EL/LI enrollment will be based on the two-year average of EL/LI enrollment in fiscal years 2013-14 and 2014-15. Beginning in fiscal year 2015-16, a school district's percentage of unduplicated EL/LI students will be based on a rolling average of such district's EL/LI enrollment for the then-current fiscal year and the two immediately preceding fiscal years. Enrollment for fiscal year 2016-17 is based on District's estimate for such fiscal year.

(3) Prior to fiscal year 2014-15, the District provided only elementary school services.

Source: Bonsall Unified School District