

# **Contra Costa County Fire Protection District**



**Annual Disclosure Report to Bondholders**

**March 11, 2016**

# Contra Costa County Fire Protection District

## Bonds Covered By the Annual Report

Contra Costa County Fire Protection District, California  
Taxable Pension Obligation Bonds, Series 2005

Dated: July 28, 2005

Original Principal Amount: \$129,900,000

Outstanding Principal Amount: \$84,695,000

Maturity Date (August 1)	CUSIP No. ††
2006	21224RAA4
2007	21224RAB2
2008	21224RAC0
2009	21224RAD8
2010 <sup>†</sup>	21224RAE6
2011 <sup>†</sup>	21224RAF3
2012 <sup>†</sup>	21224RAG1
2013 <sup>†</sup>	21224RAH9
2014 <sup>†</sup>	21224RAJ5
2015 <sup>†</sup>	21224RAK2
2016 <sup>†</sup>	21224RAL0
2017 <sup>†</sup>	21224RAM8
2018 <sup>†</sup>	21224RAN6
2019 <sup>†</sup>	21224RAP1
2020 <sup>†</sup>	21224RAQ9
2021 <sup>†</sup>	21224RAR7
2022 <sup>†</sup>	21224RAS5

<sup>†</sup> Insured by MBIA Insurance Corporation.

<sup>††</sup> Copyright 2006, American Bankers Association. CUSIP data herein is provided by Standard and Poor's, CUSIP Service Bureau, a division of The McGraw-Hill Companies, Inc. This data is *not* intended to create a database and does not serve in any way as a substitute for the CUSIP Service. CUSIP numbers are provided for reference only. Neither the Fire Protection District nor the Underwriter takes any responsibility for the accuracy of such numbers. The CUSIP number for a specific maturity is subject to change as a result of various subsequent actions, including, but not limited to, a refunding, in whole or in part of such maturity.

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**CONTRA COSTA COUNTY FIRE PROTECTION DISTRICT  
BALANCE SHEET  
SPECIAL REVENUE FUNDS  
FOR FISCAL YEAR ENDED JUNE 30, 2015  
(\$ in Thousands)**

<b>Assets:</b>	
Cash and investments	\$ 37,213
Accounts receivable and accrued revenue (net)	1,075
Inventories	611
Due from other funds	48
Prepaid items and deposits	1,251
<b>Total assets</b>	40,198
 <b>Liabilities and Fund Balances</b>	
<b>Liabilities:</b>	
Accounts payable and accrued liabilities	\$ 5,426
Due to other funds	270
<b>Total liabilities</b>	5,696
 <b>Deferred Inflows of Resources:</b>	
Unavailable revenue	55
 <b>Fund Balances:</b>	
Nonspendable	\$ 1,863
Restricted	661
Assigned	31,923
<b>Total fund balances</b>	34,447
<b>Total liabilities and fund balances</b>	\$ 40,198

Source: County Auditor-Controller

**CONTRA COSTA COUNTY FIRE PROTECTION DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**SPECIAL REVENUE FUNDS**  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(\$ in Thousands)

<b>Revenues:</b>	
Taxes	\$ 96,149
Use of money and property	14
Intergovernmental	5,010
Charges for services	6,070
Other revenue	317
<b>Total revenues</b>	107,560
 <b>Expenditures:</b>	
Current:	
Public protection	\$ 112,723
<b>Total expenditures</b>	112,723
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(5,163)
 <b>Other Financing Sources (Uses):</b>	
Transfers in	20
Capital lease financing	9,090
<b>Total other financing sources (uses)</b>	9,110
<b>Net change in fund balances</b>	3,947
<b>Fund Balances at Beginning of Year</b>	30,500
<b>Fund Balances at End of Year</b>	\$ 34,447

Source: County Auditor-Controller

**CONTRA COSTA COUNTY FIRE PROTECTION DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**SPECIAL REVENUE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2015**  
(\$ in Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 87,476	91,531	96,149	4,618
Use of money and property	11	11	14	3
Intergovernmental	7,463	7,463	5,010	(2,453)
Charges for services	5,873	5,873	6,070	197
Other revenue	168	315	317	2
<b>Total revenues</b>	<b>100,991</b>	<b>105,193</b>	<b>107,560</b>	<b>2,367</b>
<b>Expenditures:</b>				
Current:				
Public protection				
Salaries and benefits	78,336	78,266	77,851	415
Services and supplies	8,744	12,297	7,955	4,342
Other charges	11,696	12,798	12,798	
Capital assets	4,933	4,766	1,388	3,378
Expenditure transfers	12,731	12,731	12,731	
<b>Total expenditures</b>	<b>116,440</b>	<b>120,858</b>	<b>112,723</b>	<b>8,135</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(15,449)</b>	<b>(15,665)</b>	<b>(5,163)</b>	<b>10,502</b>
<b>Other Financing Sources (Uses):</b>				
Transfer in	2,613	2,613	20	(2,593)
Transfers out	(5,224)	(5,224)		5,224
Capital lease financing			9,090	9,090
<b>Total other financing sources (uses)</b>	<b>(2,611)</b>	<b>(2,611)</b>	<b>9,110</b>	<b>11,721</b>
<b>Net change in fund balance</b>	<b>(18,060)</b>	<b>(18,276)</b>	<b>3,947</b>	<b>22,223</b>
<b>Fund Balance at Beginning of the Year</b>	<b>30,500</b>	<b>30,500</b>	<b>30,500</b>	
<b>Fund Balance at End of Year</b>	<b>\$ 12,440</b>	<b>12,224</b>	<b>34,447</b>	<b>22,223</b>

Source: County Auditor-Controller

**CONTRA COSTA COUNTY FIRE PROTECTION DISTRICT  
BALANCE SHEET  
PENSION BOND DEBT SERVICE FUND  
FOR FISCAL YEAR ENDED JUNE 30, 2015  
(\$ in Thousands)**

<b>Assets:</b>	
Cash and investments	\$ 10,431
<b>Total assets</b>	<u>10,431</u>
<b>Liabilities and Fund Balances</b>	
Liabilities:	
<b>Total liabilities</b>	<u>0</u>
<b>Fund Balances:</b>	
Reserved for:	
Debt service	10,431
<b>Total fund balances</b>	<u>10,431</u>
<b>Total liabilities and fund balances</b>	<u>\$ 10,431</u>

Source: County Auditor-Controller

**CONTRA COSTA COUNTY FIRE PROTECTION DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**PENSION BOND DEBT SERVICE FUND**  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
 (\$ in Thousands)

<b>Revenues:</b>	
Use of money of property	\$ 10
Other revenue	12,730
<b>Total revenues</b>	12,740
 <b>Expenditures:</b>	
Debt service:	
Principal	7,140
Interest	4,792
<b>Total expenditures</b>	11,932
<b>Excess (deficiency) of revenues over (under) expenditures</b>	808
<b>Net change in fund balances</b>	808
<b>Fund Balances at Beginning of Year</b>	9,623
<b>Fund Balances at End of Year</b>	\$ 10,431

Source: County Auditor-Controller



**CONTRA COSTA COUNTY FIRE PROTECTION DISTRICT  
 BUDGETARY COMPARISON SCHEDULE  
 PENSION BOND DEBT SERVICE FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
 (\$ in Thousands)**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive/(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Use of money and property	\$ 30	30	10	(20)
Other revenue	2,310	2,310	12,730	10,420
<b>Total revenues</b>	<b>2,340</b>	<b>2,340</b>	<b>12,740</b>	<b>10,400</b>
<b>Expenditures:</b>				
Current:				
Public protection				
Services and Supplies	18	18		18
<b>Total Public Protection</b>	<b>18</b>	<b>18</b>		<b>18</b>
Debt Service				
Principal	7,140	7,140	7,140	
Interest	4,792	4,792	4,792	
<b>Total expenditures</b>	<b>11,950</b>	<b>11,950</b>	<b>11,932</b>	<b>18</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(9,610)</b>	<b>(9,610)</b>	<b>808</b>	<b>10,418</b>
<b>Other Financing Sources (Uses):</b>				
Transfers out	(13)	(13)		13
<b>Total other financing sources (uses)</b>	<b>(13)</b>	<b>(13)</b>		<b>13</b>
<b>Net change in fund balance</b>	<b>(9,623)</b>	<b>(9,623)</b>	<b>808</b>	<b>10,431</b>
<b>Fund Balance at Beginning of the Year</b>	<b>9,623</b>	<b>9,623</b>	<b>9,623</b>	
<b>Fund Balance at End of Year</b>			<b>10,431</b>	<b>10,431</b>

Source: County Auditor-Controller

**Table 5**  
**Contra Costa County Fire Protection District**  
**Service Area Assessed Valuations and Property Taxes**

<u>Fiscal Year</u>	<u>Assessed Value (AV)</u>			<u>Property Taxes Received</u> <sup>1</sup>
	<u>Local Secured</u>	<u>Unsecured</u>	<u>Total</u>	
2000-01	40,210,256,469	1,712,630,392	41,922,886,861	53,201,848
2001-02	43,512,592,560	2,457,550,210 <sup>2</sup>	45,970,142,770	58,204,005
2002-03	46,735,594,733	2,729,908,650	49,465,503,383	62,332,450
2003-04	50,739,912,002	2,345,330,977 <sup>3</sup>	53,085,242,979	66,255,529
2004-05	54,769,997,694	2,321,265,770	57,091,263,464	71,047,815
2005-06	59,665,605,852	2,456,041,915	62,121,647,767	77,087,221
2006-07	65,540,755,228	2,499,365,057	68,040,120,285	87,803,210
2007-08	70,682,256,394	2,494,667,672	73,176,924,066	88,500,005
2008-09	70,078,699,653	2,738,139,354	72,816,839,007	87,744,220
2009-10	64,284,386,837	2,819,310,989	67,103,697,826	79,200,340
2010-11	62,720,573,741	2,765,784,030	65,486,357,771	78,436,370
2011-12	61,466,789,025	2,764,402,757	64,231,191,782	77,270,299
2012-13	60,568,327,866	2,855,655,493	63,423,983,359	80,202,266
2013-14	64,019,022,877	2,792,109,521	66,811,132,398	85,273,064
2014-15	70,175,446,193	2,800,270,631	72,975,716,824 <sup>4</sup>	96,148,192

Source: County Auditor-Controller

<sup>1</sup> Amounts shown exclude additional property taxes received from the State in lieu of homeowners' property tax exemptions. Those amounts are reflected in "Intergovernmental" revenue. The amount received by the Contra Costa County Fire Protection District from this source is currently about \$1 million per year.

<sup>2</sup> Increase in fiscal year 2001-02 is due to electric power plants being removed from the Unitary Roll and placed on the Local Roll.

<sup>3</sup> Decrease in fiscal year 2003-04 is due to electric power plants being removed from the Local Roll and placed on the Unitary Roll.

<sup>4</sup> Does not reflect pending assessment appeals in the service area. See *Table 7 – Pending Assessment Appeals within the Service Area*.

**Table 6**  
 Contra Costa County Fire Protection District  
 Largest Secured Taxpayers in the Service Area  
 Fiscal Year 2014-15

<u>Taxpayer</u>	<u>Land Use</u>	<u>Secured Assessed Value (AV)</u>	<u>% Total Secured AV</u> <sup>5</sup>	
Equilon Enterprises LLC	Industrial/Refinery	\$ 1,557,656,197	2.19	%
NRG Marsh Landing LLC	Power Plant	754,102,000	1.06	
First Walnut Creek Mutual	Cooperatives-Rossmoor	297,154,118	0.42	
USS Posco Industries	Heavy Industrial	266,124,454	0.37	
Delta Energy Center LLC	Power Plant	241,133,000	0.34	
Tesoro Refining & Marketing Co.	Industrial/Refinery	234,065,278	0.33	
Second Walnut Creek Mutual	Cooperatives-Rossmoor	225,764,133	0.32	
Sierra Pacific Properties Inc.	Office Building	206,791,611	0.29	
Taubman Land Associates LLC	Shopping Center/Mall	172,618,443	0.24	
Macerich Northwest Associates	Shopping Center/Mall	161,979,546	0.23	
Dow Chemical Company	Heavy Industrial	134,871,660	0.19	
Chevron USA Inc.	Office Building	129,730,705	0.18	
Metropolitan Life Insurance Co.	Office Building	128,092,300	0.18	
CSAA Inter-Insurance Bureau	Office Building	123,324,562	0.17	
Pacific Atlantic Terminals LLC	Heavy Industrial	110,364,784	0.15	
California Plaza LLC	Office Building	102,800,000	0.14	
PH Crescent Drive Investors	Shopping Center/Mall	99,415,043	0.14	
DWF III Concord Tech LLC	Office Building	94,859,935	0.13	
Legacy III Walnut Creek LLC	Office Building	92,114,000	0.13	
Park Regency Partners	Apartments	90,767,393	0.13	
		5,223,729,162	7.33	%

Source: California Municipal Statistics Inc.

<sup>5</sup> Includes Utility Roll.

**Table 7**  
 Contra Costa County Fire Protection District  
 Pending Assessment Appeals within the Service Area  
 as of Fiscal Year 2014-15

<u>Property Owner</u>	<u>No. Parcels</u>	<u>Assessed Value</u>	<u>Reduction Request</u>	<u>Fiscal Year Appeal Valuation Request</u>
Principal Taxpayers				
USS Posco Industries	1	\$ 261,015,640	\$ 130,515,640	2010-11
USS Posco Industries	1	\$ 248,329,173	\$ 123,829,173	2011-12
USS Posco Industries	1	\$ 232,277,476	\$ 116,277,476	2012-13
USS Posco Industries	1	\$ 253,290,689	\$ 126,290,689	2013-14
Plains Products Terminals LLC	1	\$ 148,019,038	\$ 68,019,038	2014-15
USS Posco Industries	1	\$ 246,732,738	\$ 122,732,738	2014-15
TOTAL	6	\$1,389,664,754	\$ 687,664,754	

Pending Appeals as a Percent of Service Area 0.94%

Notes:

1. Lists secured taxpayers who have filed reduction requests for amounts greater than \$50 million.
2. Some parcels may be appealed for multiple assessment years.

Source: County Assessor