



► **VAL VERDE UNIFIED SCHOOL DISTRICT**

CONTINUING DISCLOSURE ANNUAL REPORT
COMMUNITY FACILITIES DISTRICT NO. 2014-1
FISCAL YEAR ENDING JUNE 30, 2023
2018 SPECIAL TAX BONDS
BASE CUSIP: 91882P

DECEMBER 31, 2023

Prepared For:
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**COOPERATIVE
STRATEGIES**
ASSESS • PLAN • FUND • BUILD

**Val Verde Unified School District
Community Facilities District No. 2014-1
2018 Special Tax Bonds**

<u>Maturity Date (September 1)</u>	<u>CUSIP*</u>
2020	91882PEG7
2021	91882PEH5
2022	91882PEJ1
2023	91882PEK8
2024	91882PEL6
2025	91882PEM4
2026	91882PEN2
2027	91882PEP7
2028	91882PEQ5
2029	91882PER3
2030	91882PES1
2031	91882PET9
2032	91882PEU6
2033	91882PEV4
2034	91882PEW2
2035	91882PEX0
2036	91882PEY8
2037	91882PEZ5
2038	91882PFA9
2048	91882PFC5

* CUSIP is a registered trademark of the American Bankers Association.

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ISSUER'S STATEMENT

This Annual Report ("Report") has been prepared pursuant to the Continuing Disclosure Certificate ("Disclosure Certificate") executed in connection with the issuance of the 2018 Special Tax Bonds ("Bonds") by Community Facilities District ("CFD") No. 2014-1 of the Val Verde Unified School District ("School District").

The School District has agreed under the Disclosure Certificate and pursuant to Rule 15c2-12 of the Securities and Exchange Commission to provide certain annual financial information, operating data, and notices of certain listed events via the Electronic Municipal Market Access ("EMMA") system, a service of the Municipal Securities Rulemaking Board. This Report has been prepared by Cooperative Strategies at the direction of the School District, for the benefit of the owners of the Bonds and the Participating Underwriter.

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 representations 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 or CFD No. 2014-1 since the date hereof. Capitalized terms used herein which are not otherwise defined shall have the meaning given them in the Disclosure Certificate.

For a detailed listing of information provided in this Report, please contact Cooperative Strategies at taxinfo@coopstrategies.com. Information requested, in accordance with the Disclosure Certificate, will be uploaded to the Electronic Municipal Market Access website. Please visit <https://emma.msrb.org> for any updates.

Val Verde Unified School District

FINANCIAL INFORMATION

The School District's annual audited financial statements for Fiscal Year 2022/2023 are available online at <http://emma.msrb.org/> and are hereby incorporated by reference.

The School District's annual financial statements are provided solely to comply with the Securities Exchange Commission staff's interpretation of Rule 15c2-12. No funds or assets of CFD No. 2014-1 or the School District, other than Net Taxes, are required to be used to pay debt service on the Bonds, and neither CFD No. 2014-1 nor the School District are obligated to advance available funds to cover any delinquencies. Investors should not rely on the financial condition of CFD No. 2014-1 or the School District in evaluating whether to buy, hold, or sell the Bonds.

BOND INFORMATION

2018 Special Tax Bonds. The Bonds were issued in the amount of \$6,900,000 on October 4, 2018. The Bonds were issued to (i) finance certain school facilities for the School District, (ii) finance certain water and sewer facilities to be owned and operated by Eastern Municipal Water District, (iii) fund a debt service reserve fund for the Bonds, (iv) fund capitalized interest with respect to the Bonds for a limited period and (v) pay certain costs of issuance associated with the Bonds.

The Bonds are limited obligations of CFD No. 2014-1 and are payable solely from revenues of the "Net Taxes" which is defined as Special Taxes levied within CFD No. 2014-1 less the Administrative Expense Requirement. The Bonds are not a debt of the School District, the State of California, or any of its political subdivisions.

The items below summarize information required by the Disclosure Certificate.

A. PRINCIPAL AMOUNT OF BONDS OUTSTANDING

The outstanding principal amount of the Bonds as of November 30, 2023 was \$6,620,000.00. The debt service schedule for the Bonds is included as Exhibit A.

B. FUND AND ACCOUNT BALANCES

The balance in each fund and account of the Bonds as of November 30, 2023 is listed in the table below.

FUND AND ACCOUNT BALANCES

Funds and Accounts	Amount
Administrative Expense Fund	\$25,316.34
Interest Account	\$17.60
Non School Facilities	\$5.81
Principal Account	\$11.05
Reserve Fund	\$545,017.25
School Facilities	\$128.69
Special Tax Fund	\$14,505.67
Surplus School Facilities	\$38,486.88
Total	\$623,489.29

C. RESERVE REQUIREMENT

As of November 30, 2023, the Reserve Requirement for the Bonds was \$543,204.69; therefore, the Reserve Requirement was satisfied as of this date by a cash deposit in the amount of \$545,017.25.

D. STATUS OF PROJECTS

2018 Special Tax Bonds. Construction proceeds generated from the issuance of the Bonds were expended to pay for the Authorized School Facilities within the School District. The balances in the Improvement Fund represent uncollected balance interest, to be transferred to the appropriate parties and the accounts subsequently closed.

SPECIAL TAXES

CFD No. 2014-1 has covenanted to annually levy the Special Tax in accordance with the Rate and Method of Apportionment ("RMA") so long as the Bonds are outstanding. The items below summarize information required by the Disclosure Certificate.

A. CHANGES TO THE RATE AND METHOD OF APPORTIONMENT

There have been no changes to the RMA since the date of the Official Statement. A copy of the RMA has been included as Exhibit B.

B. PREPAYMENTS

There have been no prepayments of the Special Tax since the date of the Official Statement.

C. SPECIAL TAX BUDGET

A summary of the Fiscal Year 2023/2024 Special Tax budget is outlined below.

SPECIAL TAX BUDGET

FY 2023/2024 Obligations		\$398,888.68
Interest Payment Due March 1, 2024	\$124,187.50	
Interest Payment Due September 1, 2024	\$124,187.50	
Principal Payment Due September 1, 2024	\$90,000.00	
Administrative Expense Budget for Fiscal Year 2023/2024	\$23,902.25	
Direct Construction of Authorized Facilities/Special Tax Delinquencies	\$36,611.43	
Less: Retention of Fiscal Year 2022/2023 Special Taxes		(\$14,262.78)
Minimum Annual Special Tax Requirement		\$384,625.90

D. DEBT SERVICE COVERAGE

At the time the Bonds were sold, CFD No. 2014-1 represented that the amount of Net Taxes that may be levied on the parcels for which a building permit had been issued, if levied in the maximum amounts pursuant to the Special Tax formula set forth in the RMA, would annually yield revenue in an amount not less than 1.10 times the annual debt service on the Bonds.

In Fiscal Year 2023/2024 the amount of Net Taxes of the applied rates yields 106.60% of the annual debt service on the Bonds, and the amount of the

assigned taxes yields 110.82% of the annual debt service on the Bonds. An Annual Debt Service Coverage Summary Table has been included as Exhibit C.

E. MAXIMUM SPECIAL TAX, ASSIGNED SPECIAL TAX AND BACKUP SPECIAL TAX

The Assigned Special Tax for each Assessor’s Parcel of Developed Property for Fiscal Year 2023/2024 is shown in the table below.

Tax Class (Land Use)	Assigned Annual Special Tax Rate
Tax Class 1 (< 2,101)	\$2,559.86 per Unit
Tax Class 2 (2,101 - 2,300)	\$2,661.46 per Unit
Tax Class 3 (2,301 - 2,500)	\$2,764.24 per Unit
Tax Class 4 (2,501 – 2,700)	\$2,867.02 per Unit
Tax Class 5 (2,701 – 2,900)	\$2,968.60 per Unit
Tax Class 6 (2,901- 3,100)	\$3,071.40 per Unit
Tax Class 7 (3,101- 3,300)	\$3,174.14 per Unit
Tax Class 8 (> 3,300)	\$3,275.74 per Unit

The Backup Special Tax will be \$2,917.76 per Lot for Fiscal Year 2023/2024. The Maximum Special Tax is the greater of the Assigned Special Tax or the Backup Special Tax.

F. SPECIAL TAX LEVY

A summary of the Fiscal Year 2022/2023 Special Tax levy is included in the table on the following page.

FISCAL YEAR 2022/2023 SPECIAL TAX LEVY

Tax Class (Land Use)	Assigned Annual Special Tax Rate	Applied Annual Special Tax Rate	Number of Units/ Acres	Fiscal Year 2022/2023 Maximum Special Tax Levy	% Share of Fiscal Year 2023/2024 Applied Special Tax Levy	Fiscal Year 2022/2023 Applied Special Tax Levy
Tax Class 1 (< 2,101)	\$2,509.68 per Unit	\$2,384.94 per Unit	0	\$0.00	0.00%	\$0.00
Tax Class 2 (2,101 - 2,300)	\$2,609.28 per Unit	\$2,479.54 per Unit	24	\$62,622.72	16.01%	\$59,508.96
Tax Class 3 (2,301 - 2,500)	\$2,710.04 per Unit	\$2,575.28 per Unit	26	\$70,461.04	18.02%	\$66,957.28
Tax Class 4 (2,501 – 2,700)	\$2,810.80 per Unit	\$2,671.02 per Unit	65	\$182,702.00	46.72%	\$173,616.30
Tax Class 5 (2,701 – 2,900)	\$2,910.40 per Unit	\$2,765.74 per Unit	0	\$0.00	0.00%	\$0.00
Tax Class 6 (2,901- 3,100)	\$3,011.18 per Unit	\$2,861.44 per Unit	25	\$75,279.50	19.25%	\$71,536.00
Tax Class 7 (3,101- 3,300)	\$3,111.92 per Unit	\$2,957.26 per Unit	0	\$0.00	0.00%	\$0.00
Tax Class 8 (> 3,300)	\$3,211.52 per Unit	\$3,051.90 per Unit	0	\$0.00	0.00%	\$0.00
Developed Property	N/A	N/A	140 Units	\$391,065.26	100.00%	\$371,618.54
Undeveloped Property	\$0.00 per Acre	\$0.00 per Acre	NA	\$0.00	0.00%	\$0.00
Total Special Tax Levy						\$371,618.54

A summary of the Fiscal Year 2023/2024 Special Tax levy is included in the table below.

FISCAL YEAR 2023/2024 SPECIAL TAX LEVY

Tax Class (Land Use)	Assigned Annual Special Tax Rate	Applied Annual Special Tax Rate	Number of Units/ Acres	Fiscal Year 2022/2023 Maximum Special Tax Levy	% Share of Fiscal Year 2023/2024 Applied Special Tax Levy	Fiscal Year 2022/2023 Applied Special Tax Levy
Tax Class 1 (< 2,101)	\$2,559.86 per Unit	\$2,468.48 per Unit	0	\$0.00	0.00%	\$0.00
Tax Class 2 (2,101 - 2,300)	\$2,661.46 per Unit	\$2,566.32 per Unit	24	\$63,875.04	16.01%	\$61,591.68
Tax Class 3 (2,301 - 2,500)	\$2,764.24 per Unit	\$2,665.42 per Unit	26	\$71,870.24	18.02%	\$69,300.92
Tax Class 4 (2,501 – 2,700)	\$2,867.02 per Unit	\$2,764.52 per Unit	65	\$186,356.30	46.72%	\$179,693.80
Tax Class 5 (2,701 – 2,900)	\$2,968.60 per Unit	\$2,862.62 per Unit	0	\$0.00	0.00%	\$0.00
Tax Class 6 (2,901- 3,100)	\$3,071.40 per Unit	\$2,961.58 per Unit	25	\$76,785.00	19.25%	\$74,039.50
Tax Class 7 (3,101- 3,300)	\$3,174.14 per Unit	\$3,060.84 per Unit	0	\$0.00	0.00%	\$0.00
Tax Class 8 (> 3,300)	\$3,275.74 per Unit	\$3,158.80 per Unit	0	\$0.00	0.00%	\$0.00
Developed Property	N/A	N/A	140 Units	\$398,886.58	100.00%	\$384,625.90
Undeveloped Property	\$0.00 per Acre	\$0.00 per Acre	NA	\$0.00	0.00%	\$0.00
Total Special Tax Levy						\$384,625.90

G. SPECIAL TAX DELINQUENCIES

Historical Special Tax delinquencies within Community Facilities District No. 2014-1 are shown in the table on the following page.

COMMUNITY FACILITIES DISTRICT NO. 2014-1

Fiscal Year	Subject Fiscal Year ^[1]						June 30, 2023 ^[2]		
	Parcel Levied	Aggregate Special Tax	Total Annual Special Taxes Collected	Parcels Delinquent	Fiscal Year Amount Delinquent	Fiscal Year Delinquency Rate	Parcels Delinquent	Remaining Amount Delinquent	Remaining Delinquency Rate
2018/2019	93	\$240,082.26	\$237,532.06	2	\$2,550.20	1.06%	1	\$1,251.83	0.52%
2019/2020	137	\$330,301.02	\$326,575.47	3	\$3,725.55	1.13%	0	\$0.00	0.00%
2020/2021	140	\$337,178.86	\$337,178.86	0	\$0.00	0.00%	0	\$0.00	0.00%
2021/2022	140	\$359,052.02	\$352,646.52	5	\$6,405.50	1.78%	0	\$0.00	0.00%
2022/2023	140	\$371,618.54	\$368,995.39	2	\$2,623.15	0.71%	2	\$2,623.15	0.71%

[1] Delinquency information is as of June 30th of each subject Fiscal Year except for Fiscal Year 2018/2019 which was provided as of October 9, 2019 due to the availability of tax information from the County of Riverside for that Fiscal Year.

[2] Section 4 (b) of the Disclosure Certificate requires delinquency information as of June 30th.

H. SPECIAL TAX FORECLOSURES

CFD No. 2014-1 has covenanted that it will commence judicial foreclosure proceedings against any single owner of one (1) or more parcel(s) who is delinquent in the payment of all or a portion of five semi-annual installments by the August 29th 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 November 1st 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 Taxes levied.

After reviewing the level of delinquencies within CFD No. 2014-1 as of July 1, 2023 it was determined that Community Facilities District No. 2014-1 was not required to initiate foreclosure proceedings for Fiscal Year 2022/2023 or any prior Fiscal Years. CFD No. 2014-1 has never initiated foreclosure proceedings as of the date of this Report.

ASSESSED VALUES AND LAND SECURED BONDED INDEBTEDNESS

The assessed values and direct and overlapping land secured bonded indebtedness on individual parcels vary among parcels within CFD No. 2014-1. The value of and debt burden on individual parcels is significant because in the event of a delinquency in the payment of Special Taxes, CFD No. 2014-1 may foreclose only against delinquent parcels. The items below summarize information required by the Disclosure Certificate.

A. ASSESSED VALUE SUMMARY

A summary of the assessed value of the property within CFD No. 2014-1, distinguishing between the assessed value of improved parcels and unimproved parcels, is included in Exhibit D.

B. OVERLAPPING DEBT REPORT

Certain overlapping local agencies provide public services and assess property taxes, assessments, special taxes and other charges on the property in CFD No. 2014-1. Many of these local agencies have outstanding debt. The direct and overlapping debt affecting the property in CFD No. 2014-1 as of the date of this Report is outlined in Exhibit E. Exhibit E was prepared by National Tax Data, Inc., and has not been reviewed for completeness or accuracy by the School District or Cooperative Strategies. Additional indebtedness could be authorized by the School District or other public agencies at any time.

C. ASSESSED VALUES AND VALUE-TO-LIEN RATIOS

The assessed values and value-to-lien ratios for all parcels within CFD No. 2014-1 are shown in a table as Exhibit F.

REPORTS AND ADDITIONAL INFORMATION

Below is a summary of various other reports and information regarding the Bonds which are required by the Disclosure Certificate.

A. REPORT TO THE CALIFORNIA DEBT AND INVESTMENT ADVISORY COMMISSION

A copy of the California Debt and Investment Advisory Commission pursuant to Section 53359.5(b) of the Act for Fiscal Year 2022/2023 is attached as Exhibit G.

B. ADDITIONAL INFORMATION

In addition to any of the information expressly required to be provided by the Disclosure Certificate, CFD No. 2014-1 shall provide such further information, if any, as may be necessary to make the specifically required statements, in light of the circumstances under which they are made, not misleading.

After careful review, it has been determined that there is no such information for Fiscal Year 2022/2023.

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EXHIBIT A
DEBT SERVICE SCHEDULE

Debt Service Schedule
Val Verde Unified School District
Community Facilities District No. 2014-1
2018 Special Tax Bonds

<u>Maturity Date</u> <u>(September 1)</u>	<u>Principal Amount/ Sinking Fund</u> <u>Payment</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$0.00	\$231,045.94	\$231,045.94
2020	\$60,000.00	\$254,362.50	\$314,362.50
2021	\$65,000.00	\$253,162.50	\$318,162.50
2022	\$75,000.00	\$251,862.50	\$326,862.50
2023	\$80,000.00	\$250,175.00	\$330,175.00
2024	\$90,000.00	\$248,375.00	\$338,375.00
2025	\$100,000.00	\$246,125.00	\$346,125.00
2026	\$110,000.00	\$243,375.00	\$353,375.00
2027	\$120,000.00	\$240,075.00	\$360,075.00
2028	\$130,000.00	\$236,475.00	\$366,475.00
2029	\$140,000.00	\$232,575.00	\$372,575.00
2030	\$155,000.00	\$228,375.00	\$383,375.00
2031	\$165,000.00	\$223,531.26	\$388,531.26
2032	\$180,000.00	\$218,168.76	\$398,168.76
2033	\$195,000.00	\$212,093.76	\$407,093.76
2034	\$210,000.00	\$205,268.76	\$415,268.76
2035	\$225,000.00	\$197,918.76	\$422,918.76
2036	\$240,000.00	\$189,762.50	\$429,762.50
2037	\$260,000.00	\$181,062.50	\$441,062.50
2038	\$275,000.00	\$171,312.50	\$446,312.50
2039	\$295,000.00	\$161,000.00	\$456,000.00
2040	\$315,000.00	\$149,200.00	\$464,200.00
2041	\$340,000.00	\$136,600.00	\$476,600.00
2042	\$360,000.00	\$123,000.00	\$483,000.00
2043	\$385,000.00	\$108,600.00	\$493,600.00
2044	\$410,000.00	\$93,200.00	\$503,200.00
2045	\$435,000.00	\$76,800.00	\$511,800.00
2046	\$465,000.00	\$59,400.00	\$524,400.00
2047	\$495,000.00	\$40,800.00	\$535,800.00
2048	\$525,000.00	\$21,000.00	\$546,000.00

EXHIBIT B
RATE AND METHOD OF APPORTIONMENT

EXHIBIT A

**COMMUNITY FACILITIES DISTRICT NO. 2014-1
(LEGACY PROPERTIES)
OF THE VAL VERDE UNIFIED SCHOOL DISTRICT
RATE AND METHOD OF APPORTIONMENT**

A Special Tax shall be levied on all Taxable Property (as defined below) within the boundaries of Community Facilities District No. 2014-1(Legacy Properties) ("CFD No. 2014-1") of the Val Verde Unified School District ("School District") and collected each Fiscal Year commencing in Fiscal Year 2014/2015 in an amount determined by the Board (as defined below), through the application of this Rate and Method of Apportionment of the Special Tax to the extent and in the manner herein provided.

1. DEFINITIONS

"Acreage" or **"Acre"** 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. An Acre means 43,560 square feet of land.

"Act" means the Mello-Roos Community Facilities Act of 1982, as amended, being Chapter 2.5 of Part 1 of Division 2 of Title 5 of the Government Code of the State of California.

"Administrative Expenses" means the expenses incurred by the School District on behalf of CFD No. 2014-1 related to the determination of the amount of the levy of Special Taxes; the collection of Annual Special Taxes including the expenses of collecting delinquencies; the administration of the Bonds; the payment of salaries and benefits of any employee of the School District whose employment duties are directly related to the administration of CFD No. 2014-1; and the costs otherwise incurred in order to carry out authorized purposes of CFD No. 2014-1.

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

"Assessor" means the Assessor of the County.

"Assessor's Parcel" means a Lot or parcel within CFD No. 2014-1 shown on an Assessor's parcel map with an assigned Assessor's parcel number.

"Assigned Special Tax" means the Special Tax for each Land Use Class, as determined in accordance with Section 3 below.

"Backup Special Tax" means the Special Tax applicable to each Assessor's Parcel of Developed Property, as determined in accordance with Section 3 below.

“Board” means the Board of Education of the School District, or its designee, acting as the legislative body of CFD No. 2014-1 under the provisions of the Act.

“Bonds” means any obligation to pay or repay a sum of money, including obligations in the form of bonds, 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, secured in whole or in part by the levy of Special Taxes.

“Building Square Footage” means all of the square footage of usable area within the perimeter of a residential structure, not including any carport, walkway, garage, overhang, or similar area. The determination of Building Square Footage shall be made by reference to the building permit(s) issued for such Assessor’s Parcel.

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

“CFD Administrator” means an authorized representative of the School District, or designee thereof, responsible for determining the Special Tax Requirement, for preparing the Annual Special Tax roll and calculating the Backup Special Tax following recordation of the Final Subdivision Maps.

“CFD No. 2014-1 means Community Facilities District No. 2014-1 (Legacy Properties) of the School District.

“County” means the County of Riverside, California.

“Debt Service” means for each Fiscal Year, the total amount of principal and interest payable on any Outstanding Bonds during the Calendar Year commencing on January 1 of such Fiscal Year.

“Developed Property” means for each Fiscal Year, all Assessor’s Parcels of Taxable Property, exclusive of Assessor’s Parcels of Provisional Undeveloped Property, for which a building permit for new construction or renovations of one or more Residential Units was issued prior to March 1 of the previous Fiscal Year.

“Exempt Property” means Assessor’s Parcels designated as being exempt from Special Taxes pursuant to Section 8.

“Final Subdivision Map” means a subdivision of property created by recordation of a final map or parcel map, pursuant to the Subdivision Map Act (California Government Code Section 66410 et seq.) or recordation of a condominium plan pursuant to California Civil Code 1352 or lot line adjustment that creates individual Lots for which building permits may be issued without further subdivision.

“Fiscal Year” means the period starting on July 1 and ending the following June 30.

“Indenture” means the indenture, fiscal agent agreement, resolution or other instrument pursuant to which Bonds are issued, as modified, amended and/or supplemented from time to time, and any instrument replacing or supplementing the same.

“Land Use Class” means any of the classes listed in Table 1 under Section 3 below.

“Lot” means an individual legal lot created by a Final Subdivision Map.

“Maximum Special Tax” means for each Assessor’s Parcel, the greatest amount of Special Tax, determined in accordance with Section 3 below, which may be levied on such Assessor’s Parcel of Taxable Property.

“Outstanding Bonds” mean all Bonds, which are deemed to be outstanding under the Indenture.

“Partial Prepayment Amount” means a prepayment of a portion of the Special Tax Obligation applicable to an Assessor’s Parcel of Taxable Property as set forth in Section 6.B below.

“Property Owner Association Property” means any Assessor’s Parcel within the boundaries of CFD No. 2014-1 owned in fee by a property owner association, including any master or sub-association.

“Proportionately” or “Proportionate” means for Developed Property, that the ratio of the Annual Special Tax to the Assigned Special Tax is equal for all Assessor’s Parcels of Developed Property. For Undeveloped Property, "Proportionately" means that the ratio of the Annual Special Tax levy per Acre to the Maximum Special Tax per Acre is equal for all Assessor's Parcels of Undeveloped Property. The term "Proportionately" may similarly be applied to other categories of Taxable Property as described in Section 4 below.

“Provisional Undeveloped Property” means all Assessor’s Parcels of Property Owner Association Property or property that would otherwise be classified as Exempt Property pursuant to the provisions of Section 8, but cannot be classified as Exempt Property because to do so would reduce the Acreage of all Taxable Property below the required minimum Acreage as set forth in Section 8.

“Residential Unit” means each separate residential dwelling unit that comprises an independent facility capable of conveyance or rental separate from adjacent residential dwelling units.

“School District” means the Val Verde Unified School District.

“Special Tax” means any special tax authorized to be levied within CFD No. 2014-1 pursuant to the Act and this Rate and Method of Apportionment.

“Special Tax Obligation” means the total obligation of the owner of an Assessor’s Parcel of Taxable Property to pay the Special Tax for the remaining term of the Special Tax.

“Special Tax Requirement” means that amount required in any Fiscal Year to: (i) pay regularly scheduled Debt Service on all Outstanding Bonds; (ii) pay periodic costs on the Outstanding Bonds, including but not limited to, credit enhancement and rebate payments on the Outstanding Bonds; (iii) pay Administrative Expenses; (iv) pay any amounts required to establish or replenish any reserve funds for all Outstanding Bonds; (v) the costs associated with the release of funds from an escrow account established in association with the Bonds; (vi) accumulate funds to pay directly for acquisition or construction of facilities provided that the inclusion of such amount does not cause an increase in the Special Tax to be levied on Undeveloped Property, and (vii) pay for reasonably anticipated delinquent Special Taxes based on the delinquency rate for Special Taxes levied in the previous Fiscal Year or the School District’s historical delinquency rate; less (viii) a credit for funds available to reduce the annual Special Tax levy, as determined by the CFD Administrator pursuant to the Indenture. If there are no Outstanding Bonds and no Developed Property, the Special Tax Requirement shall be \$0.

“State” means the State of California.

“Taxable Property” means all of the Assessor’s Parcels which are not exempt from the levy of the Special Tax pursuant to law or Section 8 below.

“Undeveloped Property” means, for each Fiscal Year, all Taxable Property not classified as Developed Property or Provisional Undeveloped Property.

2. LAND USE CLASSIFICATION

Each Fiscal Year, beginning with Fiscal Year 2014/2015, each Assessor’s Parcel within CFD No. 2014-1 shall be classified as Taxable Property or Exempt Property. In addition, all Taxable Property within CFD No. 2014-1 shall be classified as Developed Property, Undeveloped Property or Provisional Undeveloped Property, and all such Taxable Property shall be subject to the levy of Special Taxes in accordance with this Rate and Method of Apportionment determined pursuant to Sections 3 and 4 below. Furthermore, each Assessor’s Parcels of Developed Property shall be further classified to its applicable Land Use Class based on its Building Square Footage.

MAXIMUM SPECIAL TAX RATES

A. Developed Property

(i). Maximum Special Tax

The Maximum Special Tax for each Assessor's Parcel classified as Developed Property in any Fiscal Year shall be the greater of (i) the amount derived by application of the Assigned Special Tax or (ii) the amount derived by application of the Backup Special Tax.

(ii). Assigned Special Tax

The Assigned Special Tax applicable to an Assessor's Parcel classified as Developed Property for Fiscal Year 2014/2015 shall be determined pursuant to Table 1 below.

Each July 1, commencing July 1, 2015, the Assigned Special Tax for Developed Property shall be increased by two percent (2.0%) of the amount in effect in the prior Fiscal Year.

**Table 1
Assigned Special Tax Rates**

Land Use Class	Building Square Footage	Fiscal Year 2014/15 Assigned Special Tax
1	Less than 2,101 Sq. Ft.	\$2,142 per Residential Unit
2	2,101 to 2,300 Sq. Ft.	\$2, 227 per Residential Unit
3	2,301 to 2,500 Sq. Ft.	\$2,313 per Residential Unit
4	2,501 to 2,700 Sq. Ft.	\$2, 399 per Residential Unit
5	2,701 to 2,900 Sq. Ft.	\$2,484 per Residential Unit
6	2,901 to 3,100 Sq. Ft.	\$2, 570 per Residential Unit
7	3,101 to 3,300 Sq. Ft.	\$2, 656 per Residential Unit
8	Greater than 3,300 Sq. Ft.	\$2,741 per Residential Unit

(iii). Backup Special Tax

The Backup Special Tax shall be \$2,441.45 per Lot. Each July 1, commencing July 1, 2015, the Backup Special Tax for Developed

Property shall be increased by two percent (2.0%) of the amount in effect in the prior Fiscal Year. Notwithstanding the foregoing, the Backup Tax Special Tax applicable to any Assessor's Parcel of Developed Property shall be recalculated only if a change occurs to the Final Subdivision Map of which such Assessor's Parcel of Developed Property is a part such that the change causes an adjustment to the total number of Lots and/or Acreage of Taxable Property, excluding Provisional Undeveloped Property, within such Final Subdivision Map.

B. Provisional Undeveloped Property and Undeveloped Property.

The Maximum Special Tax for Provisional Undeveloped Property and Undeveloped Property shall be \$13,537 per Acre for Fiscal Year 2014/2015. Each July 1, commencing July 1, 2015, the Maximum Special Tax for Provisional Undeveloped Property and Undeveloped Property shall be increased by two percent (2.0%) of the amount in effect in the prior Fiscal Year.

3. METHOD OF APPORTIONMENT

For each Fiscal Year, commencing Fiscal Year 2014/2015, the CFD Administrator shall calculate the Special Taxes to be levied on all Taxable Property in accordance with the following steps:

First: The Annual Special Tax shall be levied on each Assessor's Parcel of Developed Property up to an amount equal to the applicable Assigned Special Tax to satisfy the Special Tax Requirement;

Second: If additional monies are needed to satisfy the Special Tax Requirement after the first step has been completed, the Annual Special Tax shall be levied Proportionately on each Assessor's Parcel of Undeveloped Property at up to 100% of the Maximum Special Tax;

Third: If additional monies are needed to satisfy the Special Tax Requirement after the first two steps have been completed, then the levy of the Annual Special Tax on each Assessor's Parcel of Developed Property for which the Maximum Special Tax is determined through the application of the Backup Special Tax shall be increased Proportionately from the Assigned Special Tax up to 100% of the Maximum Special Tax for each such Assessor's Parcel; and

Fourth: If additional monies are needed to satisfy the Special Tax Requirement after the first three steps have been completed, then the Annual Special Tax shall be levied in equal percentages on each Assessor's Parcel of Provisional Undeveloped Property at up to 100% of the Maximum Special Tax for Provisional Undeveloped Property.

Notwithstanding the above, under no circumstances will the Special Tax levied against any Assessor's Parcel of Developed Property for which an occupancy permit for private residential use has been issued be increased by more than ten percent as a consequence of delinquency or default by the owner of any other Assessor's Parcel, except for those Assessor's Parcels of Developed Property whose owners are also delinquent or in default on their Special Tax payments for one or more other properties within CFD No. 2014-1.

4. COLLECTION OF ANNUAL SPECIAL TAXES

Collection of the Annual Special Tax shall be by the County in the same manner as ordinary ad valorem property taxes are collected and the Annual Special Tax shall be subject to the same penalties and the same lien priority in the case of delinquency as ad valorem taxes; provided, however, that the School District may provide for (i) other means of collecting the Annual Special Tax, including direct billings thereof to the property owners; and (ii) judicial foreclosure of delinquent Special Taxes to meet the financial obligations of CFD No. 2014-1.

5. PREPAYMENT OF SPECIAL TAX OBLIGATION

Property owners may prepay and permanently satisfy the Special Tax Obligation by a cash settlement with CFD No. 2014-1 as permitted under Government Code Section 53344. Prepayment is permitted only under the following conditions:

The following definitions apply to this Section 6:

"CFD Public Facilities Costs" means \$4,500,000 in 2014 dollars, which shall increase by two percent (2.0%) on July 1, 2015, and on each July 1 thereafter, or such lower number as (i) shall be determined by the CFD Administrator as sufficient to acquire or construct the facilities to be financed by CFD No. 2014-1 under the authorized Mello-Roos financing program for CFD No. 2014-1, or (ii) shall be determined by the School District concurrently with a covenant that it will not issue any more Bonds (except refunding bonds) to be supported by Special Taxes.

"Construction Fund" means the fund (regardless of its name) established pursuant to the Indenture to hold funds, which are currently available for expenditure to acquire or construct the facilities or pay fees.

"Future Facilities Costs" means the CFD Public Facilities Costs minus (i) costs previously paid from the Construction Fund to acquire or construct the facilities, (ii) monies currently on deposit in the Construction Fund, and (iii) monies currently on deposit in an escrow or other earmarked fund that are expected to be available to finance CFD Public Facilities Costs.

"Outstanding Bonds" means all Previously Issued Bonds (as defined below), which remain outstanding as of the first interest and/or principal payment date following the

current Fiscal Year excluding Bonds to be redeemed at a later date with proceeds of prior prepayments of Maximum Special Taxes.

“Previously Issued Bonds” means all Bonds that have been issued prior to the date of prepayment.

A. Prepayment in Full

The Special Tax Obligation applicable to an Assessor’s Parcel may be prepaid and the obligation to pay any Special Tax for such Assessor’s Parcel permanently satisfied as described herein, provided that a prepayment may be made with respect to a particular Assessor’s Parcel only if there are no delinquent Special Taxes with respect to such Assessor’s Parcel at the time of prepayment. An owner of an Assessor’s Parcel intending to prepay the Special Tax Obligation shall provide the CFD Administrator with written notice of intent to prepay and the company or agency that will be acting as the escrow agent, if any. The CFD Administrator shall provide the owner with a statement of the Prepayment Amount for such Assessor’s Parcel within thirty (30) days of the request and may charge a reasonable fee for providing this service. Prepayment must be made more than 60 days prior to any redemption date for the CFD No. 2014-1 Bonds to be redeemed with the proceeds of such prepaid Special Taxes, unless a shorter period is acceptable to the Trustee and the School District.

The Prepayment Amount (defined below) shall be calculated as summarized below (capitalized terms as defined below):

	Bond Redemption Amount
plus	Redemption Premium
plus	Future Facilities Amount
plus	Defeasance Amount
plus	Prepayment Administrative Fees and Expenses
less	Reserve Fund Credit
less	<u>Capitalized Interest Credit</u>
Total: equals	Prepayment Amount

As of the proposed date of prepayment, the Prepayment Amount (defined below) shall be calculated as follows:

1. Confirm that no Special Tax delinquencies apply to such Assessor’s Parcel.
2. For Assessor’s Parcels of Developed Property, compute the Assigned Special Tax and Backup Special Tax. For Assessor’s Parcels of Undeveloped Property for which a building permit has been issued, compute the Assigned Special Tax and Backup Special Tax for that Assessor’s Parcel as though it was already designated as Developed Property, based upon the building permit which has already been issued for that Assessor’s Parcel. For

Assessor's parcels of Undeveloped Property for which a building permit has not been issued, compute the Backup Special Tax for that Assessor's Parcel.

3. (a) Divide the Assigned Special Tax computed pursuant to paragraph 2 (if applicable) by the total estimated Assigned Special Taxes for CFD No. 2014-1 based on the Developed Property Special Taxes which could be levied in the current Fiscal Year on all expected development through build-out of CFD No. 2014-1 as determined by the CFD Administrator, excluding any Assessor's Parcels for which the Special Tax Obligation has been prepaid, and (b) Divide the Backup Special Tax computed pursuant to paragraph 2 by the total estimated Backup Special Taxes at build-out for CFD No. 2014-1, excluding any Assessor's Parcels for which the Special Tax Obligation has been prepaid.
4. Multiply the larger quotient computed pursuant to paragraph 3(a) or 3(b) by the Outstanding Bonds to compute the amount of Outstanding Bonds to be retired and prepaid (the "Bond Redemption Amount").
5. Multiply the Bond Redemption Amount computed pursuant to paragraph 4 by the applicable redemption premium (expressed as a percentage), if any, on the Outstanding Bonds to be redeemed at the first available call date (the "Redemption Premium").
6. Compute the current Future Facilities Costs.
7. Multiply the larger quotient computed pursuant to paragraph 3(a) or 3(b) by the amount determined pursuant to paragraph 6 to compute the amount of Future Facilities Costs to be prepaid (the "Future Facilities Amount").
8. Compute the amount needed to pay interest on the Bond Redemption Amount from the first bond interest and/or principal payment date following the current Fiscal Year until the earliest redemption date for the Outstanding Bonds.
9. Compute the amount the CFD Administrator reasonably expects to derive from the reinvestment of the Prepayment Amount less the Future Facilities Amount and the Prepayment Administrative Fees and Expenses from the date of prepayment until the redemption date for the Outstanding Bonds to be redeemed with the prepayment.
10. Take the amount computed pursuant to paragraph 8 and subtract the amount computed pursuant to paragraph 9 (the "Defeasance Amount").
11. Verify the administrative fees and expenses of CFD No. 2014-1, including the costs of computation of the prepayment, the costs to invest the prepayment proceeds, the costs of redeeming Bonds, and the costs of

recording any notices to evidence the prepayment and the redemption (the "Prepayment Administrative Fees and Expenses").

12. If reserve funds for the Outstanding Bonds, if any, are at or above 100% of the reserve requirement (as defined in the Indenture) on the prepayment date, a reserve fund credit shall be calculated as a reduction in the applicable reserve fund for the Outstanding Bonds to be redeemed pursuant to the prepayment (the "Reserve Fund Credit"). No Reserve Fund Credit shall be granted if reserve funds are below 100% of the reserve requirement.
13. If any capitalized interest for the Outstanding Bonds will not have been expended at the time of the first interest and/or principal payment following the current Fiscal Year, a capitalized interest credit shall be calculated by multiplying the larger quotient computed pursuant to paragraph 3(a) or 3(b) by the expected balance in the capitalized interest fund after such first interest and/or principal payment (the "Capitalized Interest Credit").
14. The Special Tax Obligation is equal to the sum of the amounts computed pursuant to paragraphs 4, 5, 7, 10, and 11, less the amounts computed pursuant to paragraphs 12 and 13 (the "Prepayment Amount").
15. From the Prepayment Amount, the sum of the amounts computed pursuant to paragraphs 4, 5, and 10, less the amounts computed pursuant to paragraphs 12, and 13 shall be deposited into the appropriate fund as established under the Indenture and be used to retire Outstanding Bonds or make Debt Service payments. The amount computed pursuant to paragraph 7 shall be deposited into the Construction Fund. The amount computed pursuant to paragraph 11 shall be retained by CFD No. 2014-1.

The Prepayment Amount may be sufficient to redeem an amount other than a \$5,000 increment of Bonds. In such cases, the increment above \$5,000 or integral multiple thereof will be retained in the appropriate fund established under the Indenture to redeem Bonds to be used with the next prepayment of Bonds.

The CFD Administrator will confirm that all previously levied Special Taxes have been paid in full. With respect to any Assessor's Parcel that is prepaid in full, once the CFD Administrator has confirmed that all previously levied Special Taxes have been paid, the Board shall cause a suitable notice to be recorded in compliance with the Act, to indicate the prepayment of the Special Tax Obligation and the release of the Special Tax lien on such Assessor's Parcel, and the obligation to pay Special Taxes for such Assessor's Parcel shall cease.

Notwithstanding the foregoing, no Special Tax prepayment shall be allowed unless the aggregate amount of Maximum Special Taxes that may be levied on Taxable

Property after the proposed prepayment is at least 1.1 times the maximum annual Debt Service on all Outstanding Bonds.

B. Partial Prepayment

The Special Tax for an Assessor's Parcel may be partially prepaid. The amount of the partial prepayment shall be calculated as in Section 6.A.; except that a Partial Prepayment Amount shall be calculated according to the following formula:

$$PP = P_E \times F.$$

These terms have the following meaning:

- PP = the Partial Prepayment Amount.
- P_E = the Prepayment Amount calculated according to Section 6.A.
- F = the percentage by which the owner of the Assessor's Parcel(s) is partially prepaying the Special Tax Obligation.

The owner of any Assessor's Parcel who desires such prepayment shall notify the CFD Administrator of (i) such owner's intent to partially prepay the Special Tax, (ii) the percentage by which the Special Tax shall be prepaid, and (iii) the company or agency that will be acting as the escrow agent, if any. The CFD Administrator shall provide the owner with a statement of the amount required for the partial prepayment of the Special Tax for an Assessor's Parcel within sixty (60) days of the request and may charge a reasonable fee for providing this service

With respect to any Assessor's Parcel for which the Special Tax Obligation is partially prepaid, the School District shall (i) distribute the funds remitted to it according to Section 6.A., and (ii) indicate in the records of CFD No. 2014-1 that there has been a partial prepayment of the Special Tax Obligation and that a portion of the Special Tax with respect to such Assessor's Parcel, equal to the outstanding percentage (1.00 - F) of the Maximum Special Tax, shall continue to be levied on such Assessor's Parcel pursuant to Section 3.

6. TERM OF SPECIAL TAX

The Special Tax shall be levied for a period of thirty-five (35) years after the last series of Bonds has been issued. However, in no event shall the Special Tax be levied after Fiscal Year 2054/2055.

7. EXEMPTIONS

The CFD Administrator shall classify as Exempt Property (i) Assessor's Parcels owned by the State of California, Federal or other local governments, (ii) Assessor's Parcels of Property Owner Association Property, or (iii) 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 (iv) Assessor's Parcels developed or planned to be developed exclusively for any type of non-residential use, (v) Assessor's Parcels with public utility easement by the restriction, as determined reasonably by the CFD Administrator,

provided that no such classification would reduce the sum of all Taxable Property in CFD No. 2014-1 to less than 25.25 Acres . Assessor's Parcels which cannot be classified as Exempt Property because such classification would reduce the sum of all Taxable Property in CFD No. 2014-1 to less than 25.25 Acres be classified as Provisional Undeveloped Property, and will continue to be subject to the Special Tax accordingly. Tax exempt status for the purposes of this paragraph will be assigned by the CFD Administrator in the chronological order in which Assessor's Parcels become eligible for classification as Exempt Property.

If the use of an Assessor's Parcel of Exempt Property changes so that such Assessor's Parcel is no longer classified as one of the uses set forth in the first paragraph of Section 8 above that would make such Assessor's Parcel eligible to be classified as Exempt Property, such Assessor's Parcel shall cease to be classified as Exempt Property and shall be deemed to be Taxable Property.

8. APPEALS

Any landowner who pays the Special Tax and claims the amount of the Special Tax levied on his or her Assessor's Parcel is in error shall first consult with the CFD Administrator regarding such error not later than twelve (12) months after first having paid the first installment of the Special Tax that is disputed. If following such consultation, the CFD Administrator determines that an error has occurred; the CFD Administrator may recommend changing the amount of the Special Tax levied on such Assessor's Parcel. If following such consultation and action, if any by the CFD Administrator, the landowner believes such error still exists, such person may file a written notice with the Superintendent, or designee of the School District, appealing the amount of the Special Tax levied on such Assessor's Parcel. Upon the receipt of such notice, the Superintendent or designee may establish such procedures as deemed necessary to undertake the review of any such appeal. The Superintendent or designee thereof shall interpret this Rate and Method of Apportionment and make determinations relative to the administration of the Special Tax and any landowner appeals. The decision of the Superintendent or designee shall be final and binding as to all persons.

EXHIBIT B

**DESCRIPTION OF PROPERTY IN
COMMUNITY FACILITIES DISTRICT
NO. 2014-1 (LEGACY PROPERTIES)**

Property Owner	Property Description (legal)	Assessor's Parcel (APN)
MPLC LEGACY 140 PARTNERS, LP	Tract No. 22180-2 and Tract No. 22180-3 of the County of Riverside, State of California	485-111-001 through 485-111-018; 485-112-001 through 485-112-008; 485-112-022 through 485-112-023; 485-113-003 through 485-113-029; 485-113-033; 485-114-001 through 485-114-022; 485-121-001 through 485-121-010; 485-121-014 through 485-121-021; 485-121-025; 485-122-001 through 485-122-012; 485-123-001 through 485-123-031
Total Acreage		25.25

EXHIBIT C

ANNUAL DEBT SERVICE COVERAGE SUMMARY TABLE

Annual Debt Service Coverage Summary
Val Verde Unified School District
Community Facilities District No. 2014-1
2018 Special Tax Bonds

<u>Maturity Date</u> <u>(September 1)</u>	<u>Total Debt</u> <u>Service</u>	<u>Special Tax</u> <u>Levy*/Maximum</u> <u>Special Tax</u>	<u>Administrative</u> <u>Expense</u> <u>Budget</u>	<u>Net Taxes</u>	<u>Coverage</u>
2024	\$338,375.00	\$398,888.68	\$23,901.85	\$374,986.83	110.82%
2025	\$346,125.00	\$416,569.63	\$24,379.88	\$392,189.75	113.31%
2026	\$353,375.00	\$424,901.02	\$24,867.48	\$400,033.54	113.20%
2027	\$360,075.00	\$433,399.04	\$25,364.83	\$408,034.21	113.32%
2028	\$366,475.00	\$442,067.02	\$25,872.13	\$416,194.89	113.57%
2029	\$372,575.00	\$450,908.36	\$26,389.57	\$424,518.79	113.94%
2030	\$383,375.00	\$459,926.53	\$26,917.36	\$433,009.17	112.95%
2031	\$388,531.26	\$469,125.06	\$27,455.71	\$441,669.35	113.68%
2032	\$398,168.76	\$478,507.56	\$28,004.82	\$450,502.74	113.14%
2033	\$407,093.76	\$488,077.71	\$28,564.92	\$459,512.79	112.88%
2034	\$415,268.76	\$497,839.27	\$29,136.22	\$468,703.05	112.87%
2035	\$422,918.76	\$507,796.05	\$29,718.94	\$478,077.11	113.04%
2036	\$429,762.50	\$517,951.98	\$30,313.32	\$487,638.65	113.47%
2037	\$441,062.50	\$528,311.01	\$30,919.59	\$497,391.43	112.77%
2038	\$446,312.50	\$538,877.24	\$31,537.98	\$507,339.25	113.67%
2039	\$456,000.00	\$549,654.78	\$32,168.74	\$517,486.04	113.48%
2040	\$464,200.00	\$560,647.88	\$32,812.12	\$527,835.76	113.71%
2041	\$476,600.00	\$571,860.83	\$33,468.36	\$538,392.48	112.97%
2042	\$483,000.00	\$583,298.05	\$34,137.72	\$549,160.33	113.70%
2043	\$493,600.00	\$594,964.01	\$34,820.48	\$560,143.53	113.48%
2044	\$503,200.00	\$606,863.29	\$35,516.89	\$571,346.40	113.54%
2045	\$511,800.00	\$619,000.56	\$36,227.23	\$582,773.33	113.87%
2046	\$524,400.00	\$631,380.57	\$36,951.77	\$594,428.80	113.35%
2047	\$535,800.00	\$644,008.18	\$37,690.81	\$606,317.37	113.16%
2048	\$546,000.00	\$656,888.34	\$38,444.62	\$618,443.72	113.27%

*This amount includes retention of prior year's funds to be applied towards the current year's obligations.

EXHIBIT D

ASSESSED VALUE SUMMARY TABLE

Fiscal Year 2023/2024 Assessed Value Summary
Val Verde Unified School District
Community Facilities District No. 2014-1
2018 Special Tax Bonds

Tax Class (Land Use)	Units / Parcels	Assessed Value Land	Assessed Value Improvement	Assessed Value Other	Assessed Value Total ^[1]
Tax Class 1 (< 2,101)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class 2 (2,101 - 2,300)	24	\$1,856,076.00	\$8,456,344.00	\$0.00	\$10,312,420.00
Tax Class 3 (2,301 - 2,500)	26	\$1,978,673.00	\$9,401,798.00	\$0.00	\$11,380,471.00
Tax Class 4 (2,501 - 2,700)	65	\$5,229,339.00	\$24,037,538.00	\$0.00	\$29,266,877.00
Tax Class 5 (2,701 - 2,900)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class 6 (2,901 - 3,100)	25	\$2,058,024.00	\$10,196,514.00	\$0.00	\$12,254,538.00
Tax Class 7 (3,101 - 3,300)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class 8 (> 3,300)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class U (UNDEV)	0	\$0.00	\$0.00	\$0.00	\$0.00
Subtotal Improved	140	\$11,122,112.00	\$52,092,194.00	\$0.00	\$63,214,306.00
Tax Class 1 (< 2,101)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class 2 (2,101 - 2,300)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class 3 (2,301 - 2,500)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class 4 (2,501 - 2,700)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class 5 (2,701 - 2,900)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class 6 (2,901 - 3,100)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class 7 (3,101 - 3,300)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class 8 (> 3,300)	0	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class U (UNDEV)	0	\$0.00	\$0.00	\$0.00	\$0.00
Subtotal Unimproved	0	\$0.00	\$0.00	\$0.00	\$0.00
Subtotal Taxable	140	\$11,122,112.00	\$52,092,194.00	\$0.00	\$63,214,306.00
Tax Class E (EXEMPT)	5	\$0.00	\$0.00	\$0.00	\$0.00
Tax Class P (PREPAID)	0	\$0.00	\$0.00	\$0.00	\$0.00
Total	145	\$11,122,112.00	\$52,092,194.00	\$0.00	\$63,214,306.00

[1] Total Assessed Value as reported on the Fiscal Year 2023/2024 equalized tax roll of the County of Riverside.

EXHIBIT E

DETAILED DIRECT AND OVERLAPPING DEBT REPORT

VAL VERDE UNIFIED SCHOOL DISTRICT

Community Facilities District No. 2014-1

Special Tax Bonds

Detailed Direct and Overlapping Debt

Report Date: 11/26/2023
Report Time: 12:00:00 PM

I. Assessed Value

2023-2024 Secured Roll Assessed Value	\$63,214,306
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II. Secured Property Taxes

Description on Tax Bill	Type	Total Parcels	Total Levy	% Applicable	Parcels	Levy
Basic 1% Levy	PROP13	950,369	\$3,812,026,309.28	0.01626%	140	\$619,887.46
City of Moreno Valley CFD No. 2014-01	CFDPAYG	1,681	\$557,374.32	4.20522%	140	\$23,438.80
City of Moreno Valley Solid Waste Management	TRASH	4,905	\$2,426,771.80	0.17428%	12	\$4,229.26
County of Riverside Service Area No. 152 (Moreno Valley Stormwater)	CSA	47,082	\$708,057.94	0.15290%	133	\$1,082.62
Eastern Municipal Water District Combined Standby Charge	STANDBY	254,571	\$5,873,805.86	0.02867%	140	\$1,684.24
Metropolitan Water District of Southern California Debt Service	GOB	264,835	\$3,926,570.31	0.05526%	140	\$2,169.63
Metropolitan Water District of Southern California Standby Charge (East)	STANDBY	263,001	\$2,822,235.90	0.03443%	140	\$971.60
Moreno Valley Community Services District Zone A	CSD	49,547	\$5,170,550.00	0.23692%	140	\$12,250.00
Moreno Valley Community Services District Zone C	CSD	48,327	\$434,943.00	0.28969%	140	\$1,260.00
Moreno Valley Unified School District Debt Service	GOB	43,869	\$20,404,237.23	0.12852%	63	\$26,223.31
Riverside Community College District Debt Service	GOB	270,083	\$21,393,271.01	0.04259%	140	\$9,112.40
Riverside County Flood Control and Water Conservation District NPDES (Santa Ana)	FLOOD	411,742	\$2,806,373.50	0.01874%	140	\$525.92
Val Verde Unified School District CFD No. 2014-1	CFD	145	\$384,625.90	100.00000%	140	\$384,625.90
Val Verde Unified School District Debt Service	GOB	24,317	\$17,919,032.13	0.22049%	77	\$39,509.88
2023-2024 TOTAL PROPERTY TAX LIABILITY						\$1,126,971.02
TOTAL PROPERTY TAX LIABILITY AS A PERCENTAGE OF 2023-2024 ASSESSED VALUATION						1.78%

III. Land Secured Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	Type	Issued	Outstanding	% Applicable	Parcels	Amount
Val Verde Unified School District CFD No. 2014-1	CFD	\$6,900,000	\$6,620,000	100.00000%	140	\$6,620,000
TOTAL LAND SECURED BOND INDEBTEDNESS (1)						\$6,620,000
TOTAL OUTSTANDING LAND SECURED BOND INDEBTEDNESS (1)						\$6,620,000

IV. General Obligation Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	Type	Issued	Outstanding	% Applicable	Parcels	Amount
Metropolitan Water District of Southern California GOB 1966	GOB	\$850,000,000	\$25,495,000	0.02400%	140	\$6,120
Moreno Valley Unified School District GOB 2004	GOB	\$49,999,946	\$1,963,707	0.12955%	63	\$2,544
Moreno Valley Unified School District GOB 2014	GOB	\$314,000,000	\$283,360,000	0.12955%	63	\$367,104
Riverside Community College District GOB 2004	GOB	\$313,998,424	\$282,851,456	0.04242%	140	\$119,980
Val Verde Unified School District GOB 2008	GOB	\$43,436,948	\$17,616,948	0.22140%	77	\$39,003
Val Verde Unified School District GOB 2012	GOB	\$168,689,540	\$172,010,000	0.22140%	77	\$380,823
Val Verde Unified School District GOB 2020	GOB	\$144,000,000	\$123,685,000	0.22140%	77	\$273,834
TOTAL GENERAL OBLIGATION BOND INDEBTEDNESS (1)						\$1,189,409
TOTAL OUTSTANDING GENERAL OBLIGATION BOND INDEBTEDNESS (1)						\$1,189,409

TOTAL OF ALL OUTSTANDING AND OVERLAPPING BONDED DEBT	\$7,809,408.80
VALUE TO ALL OUTSTANDING DIRECT AND OVERLAPPING BONDED DEBT	8.09:1

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

EXHIBIT F

ASSESSED VALUE-TO-LIEN RATIO SUMMARY TABLE

Fiscal Year 2023/2024 Assessed Value-to-Lien Ratio Summary
Val Verde Unified School District
Community Facilities District No. 2014-1
2018 Special Tax Bonds

Tax Class (Land Use)	Units / Parcels	Total Assessed Value ^[1]	2018 Special Tax Bonds		Other		Total Lien	Value- to-Lien Ratio
			Principal Amount Outstanding	Value-to- Lien Ratio for CFD	Overlapping Debt ^[2]	General Obligation Debt ^[2]		
Tax Class 1 (< 2,101)	0	\$0.00	\$0.00	N/A	\$0.00	\$0.00	\$0.00	N/A
Tax Class 2 (2,101 - 2,300)	24	\$10,312,420.00	\$1,060,087.01	9.73:1	\$0.00	\$190,286.95	\$1,250,373.96	8.25:1
Tax Class 3 (2,301 - 2,500)	26	\$11,380,471.00	\$1,192,774.82	9.54:1	\$0.00	\$213,275.38	\$1,406,050.20	8.09:1
Tax Class 4 (2,501 - 2,700)	65	\$29,266,877.00	\$3,092,805.13	9.46:1	\$0.00	\$557,438.78	\$3,650,243.91	8.02:1
Tax Class 5 (2,701 - 2,900)	0	\$0.00	\$0.00	N/A	\$0.00	\$0.00	\$0.00	N/A
Tax Class 6 (2,901 - 3,100)	25	\$12,254,538.00	\$1,274,333.03	9.62:1	\$0.00	\$228,407.69	\$1,502,740.72	8.15:1
Tax Class 7 (3,101 - 3,300)	0	\$0.00	\$0.00	N/A	\$0.00	\$0.00	\$0.00	N/A
Tax Class 8 (> 3,300)	0	\$0.00	\$0.00	N/A	\$0.00	\$0.00	\$0.00	N/A
Tax Class U (Undeveloped)	0	\$0.00	\$0.00	N/A	\$0.00	\$0.00	\$0.00	N/A
<i>Subtotal for Taxable Parcels ^[3]</i>	<i>140</i>	<i>\$63,214,306.00</i>	<i>\$6,620,000.00</i>	<i>9.55:1</i>	<i>\$0.00</i>	<i>\$1,189,408.80</i>	<i>\$7,809,408.80</i>	<i>8.09:1</i>
Tax Class E (Exempt)	5	\$0.00	\$0.00	N/A	\$0.00	\$0.00	\$0.00	N/A
Total ^[3]	145	\$63,214,306.00	\$6,620,000.00	9.55:1	\$0.00	\$1,189,408.80	\$7,809,408.80	8.09:1

[1] Total Assessed Value as reported on the Fiscal Year 2023/2024 equalized tax roll of the County of Riverside.

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

[3] Totals may not sum due to rounding.

EXHIBIT G

REPORT TO THE CALIFORNIA DEBT AND INVESTMENT ADVISORY COMMISSION



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 # : 2018-2072
Status: Submitted
10/30/2023

Information as of Reporting Year End: 06/30/2023

Issuance

Issuer Name:	Val Verde Unified School District CFD No 2014-1
Issue Name:	2018 Special Tax Bonds
Project Name:	Legacy Properties
Actual Sale Date:	09/13/2018
Settlement Date:	10/04/2018
Original Principal Amount:	\$6,900,000.00
Date of Filing:	10/30/2023
Reserve Fund Minimum Balance:	Yes
Reserve Fund Minimum Balance Amount:	\$538,186.00

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 # : 2018-2072
Status: Submitted
10/30/2023

Fitch:

Moody's:

Other:

Fund Balance

Principal Amount of Bonds Outstanding:	\$6,700,000.00
Bond Reserve Fund:	\$547,398.07
Capitalized Interest Fund:	\$0.00
Construction Fund(s):	\$15,939.13

Assessed Value

Assessed or Appraised Value Reported as of:	07/01/2023
Use Appraised Value only in first year or before annual tax roll billing commences:	From Equalized Tax Roll
Total Assessed Value of All Parcels:	\$63,214,306.00

Tax Collection

Total Amount of Special Taxes Due Annually:	\$371,618.54
Total Amount of Unpaid Special Taxes Annually:	\$2,623.15
Does this agency participate in the County's Teeter Plan?	No

Delinquent Reporting

Delinquent Parcel Information Reported as of Equalized Tax Roll of:	10/20/2023
Total Number of Delinquent Parcels:	5
Total Amount of Special Taxes Due on Delinquent Parcels:	\$9,037.60

Delinquency Parcel Reporting

Document Type	Document Name	File Upload Date
Delinquent Parcel Detail Report	VVUSD CFD No. 2014-1.pdf	10/30/2023

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 # : 2018-2072
Status: Submitted
10/30/2023

Date Foreclosure Commenced	Total Number of Foreclosure Parcels	Total Amount of Tax on Foreclosure Parcels
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Retired Issues

Indicate Reason for Retirement:

Not Retired

Filing Contact

Filing Contact Name:

Christopher Rashidian

Agency/Organization Name:

Cooperative Strategies LLC

Address:

2855 Michelle Drive Suite 230

City:

Irvine

State:

CA

Zip Code:

92606

Telephone:

949-2508300

Fax Number:

E-mail:

taxinfo@coopstrategies.com

Comments

Issuer Comments: