

REPORT FROM

## OFFICE OF THE CITY ADMINISTRATIVE OFFICER

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Date: December 16, 2022

CAO File No. 0220-05291-1294

Council File No.

Council District: 7

To: The Mayor  
The City Council

From: Matthew W. Szabo, City Administrative Officer



Subject: **SENATE BILL 165 ANNUAL REPORTING REQUIREMENTS FOR FISCAL YEAR 2021-22 COMMUNITY FACILITIES DISTRICT NO. 8 (LEGENDS AT CASCADES) SPECIAL TAX BONDS, SERIES 2010 AND SPECIAL TAX REFUNDING BONDS, SERIES 2022**

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### RECOMMENDATION

That the Mayor and the City Council note and file the attached report inasmuch as it is for informational purposes only and no further action is necessary.

### SUMMARY

The California legislature enacted California Government Code Section 53411 as part of the Local Agency Special Tax and Bond Accountability Act of 2000 commonly referred to as Senate Bill 165 (SB 165). SB 165 applies to any local special tax measure subject to voter approval on or after January 1, 2001 and which would impose a special tax by a local agency. The chief fiscal officer of the levying local agency is required to file an annual report with its governing body. The annual report is required to include:

- (a) the amount of funds collected and expended; and
- (b) the status of any project required or authorized to be funded.

Community Facilities District No. 8 (Legends at Cascades) (the "District" or "CFD No. 8") was formed in 2007. A total of \$6,000,000 in Special Tax Bonds were issued in 2010 (Series 2010 Bonds) to fund certain public facilities necessary for the development of the District, including but not limited to sewer, storm drains, and prepayment of the City of Los Angeles Community Facilities District No. 3 special tax obligations. All facilities funded by the Series 2010 Bonds have been acquired. In January 2022, the \$5,470,000 Series 2022 Special Tax Refunding Bonds were issued to refund the Series 2010 Bonds and are currently outstanding.

In accordance with SB 165, the annual report for CFD No. 8 is transmitted herewith for your information.

## **FISCAL IMPACT STATEMENT**

There is no impact to the General Fund arising out of this recommended action. All costs associated with the CFD No. 8 are paid by the District via the special tax that is levied annually.

## **FINANCIAL POLICIES STATEMENT**

Consistent with the City's Financial Policies, all costs associated with CFD No. 8 are paid by the District via the special tax that is levied annually.

Attachment

*MWS:HTT:DC:09230085*

**\$5,470,000**  
**CITY OF LOS ANGELES**  
**COMMUNITY FACILITIES DISTRICT NO. 8**  
**(LEGENDS AT CASCADES)**  
**SPECIAL TAX BONDS, SERIES 2010**  
**SPECIAL TAX REFUNDING BONDS, SERIES 2022**

**ANNUAL REPORT**

The purpose of this report is to comply with the provisions of the Local Agency Special Tax and Bond Accountability Act (the "Act"). The Act provides that any local special tax measure that is subject to voter approval on or after January 1, 2001, that would provide for the imposition of a special tax by a local agency shall require the chief fiscal officer of the levying local agency to file a report with its governing body no later than January 1, 2002, and at least once a year thereafter. The annual report shall contain both of the following:

- The amount of funds collected and expended.
- The status of any project required or authorized to be funded as identified in subdivision (a) of Section 50075.1 and Article 1.5, Section 53410.

The City of Los Angeles (the "City") issued \$6,000,000 in Community Facilities District No. 8 (Legends at Cascades) Special Tax Bonds in November 2010 (the "2010 Bonds"). The 2010 Bonds were issued to finance the acquisition of certain public facilities necessary for the development of the District and to prepay the City of Los Angeles Community Facilities District No. 3 special tax obligation. In January 2022, the \$5,470,000 Series 2022 Special Tax Refunding Bonds (the "2022 Bonds") were issued to refund the 2010 Bonds.

Separate accounts have been established with a third party trustee to administer the receipt and subsequent disbursement of the bond proceeds as the City accepts completed improvements. A summary sheet showing the receipt of funds as well as all disbursements made during the reporting period (from November 1, 2021 to October 31, 2022) is attached as a part of this report. All facilities to be funded by the CFD No. 8 Series 2010 bond proceeds have been acquired.

**CITY OF LOS ANGELES  
COMMUNITY FACILITIES DISTRICT NO. 8 (LEGENDS AT CASCADES)  
SB 165 FUND SUMMARY  
SERIES 2010 SPECIAL TAX BONDS  
SERIES 2022 SPECIAL TAX REFUNDING BONDS**

<b>Fund</b>	<b>Beginning Balance as of 11/1/21</b>	<b>Funds Received (11/1/21 through 10/31/22)</b>	<b>Funds Expended (11/1/21 through 10/31/22)</b>	<b>Ending Balance as of 10/31/22</b>
2022 Special Tax Fund	\$0	\$260,491	(\$251,900)	\$8,592
2022 Interest Account	\$0	\$70,579	(\$69,919)	\$660
2022 Principal Account	\$0	\$180,101	(\$180,000)	\$101
2022 Reserve Fund	\$0	\$451,344	(\$617)	\$450,728
2022 Administrative Expense Account	\$0	\$6,258	(\$6,103)	\$155
Administrative Expense Fund	\$18,807	\$0	(\$18,808)	\$0
Bond Fund	\$0	\$0	\$0	\$0
Costs of Issuance Fund [1]	\$0	\$172,167	(\$172,167)	\$0
Interest Account	\$3	\$17	(\$19)	\$0
Improvement Account	\$0	\$0	\$0	\$0
Principal Account	\$0	\$0	\$0	\$0
Reserve Fund	\$576,343	\$16	(\$576,359)	\$0
Redemption Account	\$0	\$0	\$0	\$0
Rebate Fund	\$0	\$0	\$0	\$0
Refunding Escrow	\$0	\$5,574,794	(\$5,574,794)	\$0
Special Tax Fund	\$1	\$230,779	(\$230,780)	\$0
Surplus Account	\$0	\$0	\$0	\$0
<b>Grand Total</b>	<b>\$595,154</b>	<b>\$6,946,547</b>	<b>(\$7,081,464)</b>	<b>\$460,236</b>

[1] Account closed on 8/25/2022.