

# **ANNUAL DISCLOSURE REPORT**

**YEAR ENDING JUNE 30, 2016**

## **CITY OF RIVERSIDE, CA**

### **2008 REFUNDING CERTIFICATES OF PARTICIPATION**

**2008 CERTIFICATES \$128,300,000**

**DATED April 17, 2008**

**CUSIP NUMBER: 768861GA8**

Prepared by  
City of Riverside

Scott G. Miller  
Chief Financial Officer/Treasurer  
Finance Department  
951-826-5660

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CITY OF RIVERSIDE, CA  
CONTINUING DISCLOSURE INFORMATION -  
2008 Refunding Certificates of Participation \$128,300,000

FISCAL YEAR ENDED JUNE 30, 2016

CONTINUING DISCLOSURE CERTIFICATE - SECTION 4 - Contents of Annual Report

Attached is the audited financial statement of the City of Riverside for the year ending June 30, 2016. Required continuing disclosure information for the City of Riverside General Fund is contained in this audited financial statement. Specifically, the audited financial statement includes the approved budget for the General Fund of the City. The following tables included in Appendix A of the Official Statement and required to be updated with the annual disclosure reporting, are included in the audited financial statement (Tables #1, 2, 5, 8 and 9). Tables #6 and #12 are not specifically identifiable in the audited financial statement and are presented here.

- Table #6 – Sales Tax Rates – The State (General Fund) portion of the presentation in the original Appendix A decreased on January 1, 2017 from 5.75% to 5.50%. The total sales tax rate in the City of Riverside has decreased from 8.0% to 7.75%.
- Table #12 – In-Lieu Payments (Vehicle License Fees)

Fiscal Year	Amount
2008-09	\$1,087,534
2009-10	\$ 953,182
2010-11*	\$1,285,890

\* The State of California has ended the In-Lieu Vehicle License Fee (VLF) Program which made payments to local agencies. The State's new VLF distribution program which began July 1, 2011, has significantly reduced the portion of VLF allocated so that it is no longer a material source of revenue for the City. The General Fund budgetary impact for the loss of the VLF revenues has been addressed in a previous fiscal year and is no longer a concern. With the termination of the In-Lieu VLF program, the City is no longer able to update this table. (For further information on the new VLF distribution program, please see the California Revenue and Taxation Code beginning with section 11001.5.)

## CONTINUING DISCLOSURE CERTIFICATE - SECTION 5 - Reporting of Significant Events

There has been no occurrence of the following significant events with respect to the City of Riverside 2008 Refunding Certificates of Participation except as previously disclosed and noted below:

1. Delinquency in payment when due of any principal of or interest with respect to the Certificates.
2. Occurrence of any default under the Trust Agreement (other than as described in clause (1) above).
3. Amendment to or modifications of the Trust Agreement, the Lease Agreement (as defined in the Trust Agreement) or this Disclosure Agreement modifying the rights of the Owners of the Certificates.
4. Giving notice of optional or unscheduled payment of any of the Certificates.
5. Defeasance of the Certificates or any portion thereof.
6. Any change in any rating on the Certificates.

Standard and Poor's, Moody's, and Fitch have lowered their ratings of Bank of America N.A., who provided a letter of credit associated with the Certificates, from AA, Aa2, AA to A+, A1, A+ respectively. Standard and Poor's current rating is the result of a December 2016 increase from A to A+, Moody's from a May 2015 increase from A2 to A1 and Fitch's also from a May 2015 increase from A to A+.

On December 29, 2016, Standard and Poor's increased its rating on the bonds from A to A+.

7. Adverse tax opinions or events affecting the Tax-exempt status of the Certificates.
8. Any unscheduled draw on the Reserve Fund reflecting financial difficulties.
9. Unscheduled draws on credit enhancements reflecting financial difficulties
10. Substitution of credit or liquidity providers, or their failure to perform.
11. The release, substitution or sale of property securing repayment of the Certificates.