

23. Accept and file FY 2023-2024 Annual Report for Community Facility District No. 1
Felton ()



County of Santa Cruz Board of Supervisors

Agenda Item Submittal

From: Auditor-Controller-Treasurer-Tax Collector

Subject: Accept and file FY 2023-2024 Annual Report for Community Facility District No. 1 Felton

Meeting Date: May 6, 2025

Formal Title: Accept and file FY 2023-2024 Annual Report for Community Facility District No. 1 Felton

Recommended Actions

Accept and file FY 2023-2024 Annual Report for Community Facility District No. 1 Felton.

Executive Summary

Senate Bill 165 enacted the Local Agency Special Tax Bond Accountability (" Act"). This Act requires the annual preparation of a report containing specific information concerning the use of the proceeds or annual special taxes for CFDs. The Act only applies to bonds issued on or after January 1, 2001, in accordance with Section 53410 of the California Government Code. There is one CFDs included in the FY 2023-2024 annual report. Section 53411 of the California Government Code requires the Chief Fiscal Officer of the issuing local agency to file the annual report with its governing body.

Discussion

Community Facilities District No. 1 (CFD No. 1) in Felton, California, was established to facilitate the acquisition of the local water system from the private entity, California American Water Company. In 2005, approximately 74.8% of Felton voters approved a special tax to finance this acquisition. This led to the issuance of bonds, including a \$1 million taxable Formation Bond in August 2005 and a subsequent \$10.5 million tax-exempt Acquisition Bond in 2008, totaling \$11 million. The 2005 Bond has been paid in full, and the 2008 Acquisition Bond was refunded by the issuance of the 2012 Special Tax Refunding Bonds in the amount of \$9.82 million. The San Lorenzo Valley Water District assumed ownership of the water system following these financial arrangements.

The annual report provides details on the status of these financial commitments and updates on any remaining obligations or surplus funds associated with CFD No. 1. It serves as a key document for maintaining public trust and ensuring that the district's financial activities align with voter-approved objectives.

**Annual Report
Community Facility District No. 1**

**FY 2023/2024
Actuals**

CFD No. 1 - Felton

Beginning Fund Balance	\$ 547,790.48
Revenues	
Special Tax	\$ 608,741.49
Interest Income	\$ 33,607.97
Transfer from Reserve fund	\$ 5,639.99
Total Revenues	<u>\$ 647,989.45</u>
Expenditures	
Bond Principal Payment	\$ (400,000.00)
Bond Interest Payment	\$ (210,181.26)
Fiscal Agent Fees	\$ (6,302.00)
Total Expenditures	<u>\$ (616,483.26)</u>
Ending Fund Balance	\$ 579,296.67

* The Felton Water Project is complete and expenditures are for debt service only.

Financial Impact

There is no anticipated financial impact associated with this item.

Strategic Initiatives

Operational Plan - Operational Excellence

Submitted By:

Edith Driscoll, Auditor-Controller-Treasurer-Tax Collector

Recommended By:

Carlos J. Palacios, County Executive Officer

Artificial Intelligence Acknowledgment:

Artificial Intelligence (AI) did not significantly contribute to the development of this agenda item.