



Disclosure and Financial Consulting

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ANNUAL REPORT

For Fiscal Year 2013-14

**City of South Lake Tahoe
2014 Taxable Pension Obligation Bonds**

March 2015

Section A - Introduction

In December 2014, the City of South Lake Tahoe (City) issued its 2014 Taxable Pension Obligations Bonds (Bonds) in the amount of \$11,905,000. As part of the issuance of the Bonds, the City executed a Continuing Disclosure Certificate. The Disclosure Certificate was executed and delivered by the City for the benefit of the holders and beneficial owners of the bonds and in order to assist the Participating Underwriter in complying with Securities and Exchange Commission Rule 15c2-12(b)(5).

The Disclosure Certificate requires the City to file an Annual Report with the MSRB on the EMMA web-site no later than eight months after the close of the fiscal year. The Annual Report must therefore be filed by March 31 of each year.

The Annual Report needs to contain or incorporate by reference the following financial information or operating data on the City:

- (i) Information concerning the actual revenues, expenditures and beginning and ending fund balances relating to the General Fund of the City for the most recent completed Fiscal Year, including information showing tax revenue by source;
- (ii) Information showing the aggregate principal amount of long-term bonds, leases and other obligations of the Issuer which are payable out of the General Fund of the City, as of the close of the most recent completed Fiscal Year;
- (iii) Information concerning the assessed valuation of properties within the City from the most recently available County Assessor's Roll, showing the valuation for secured and unsecured property;
- (iv) Information showing the total secured property tax levy and actual amounts collected for the most recent completed Fiscal Year;
- (v) Table showing General Fund tax revenues by source; and
- (vi) Information, based on the most recent report received by PERS, on the City's unfunded liability with respect to its PERS retirement plans, and the current year contribution.

The Annual Report must also contain the Audited Financial Statements of the City prepared in accordance with generally accepted accounting principles.

Financial and Operating Data

The following required information is contained in the City's Comprehensive Annual Financial Statement for the Fiscal Year ending September 30, 2014 (CAFR) which is incorporated by reference and available on the MSRB's web site at <http://emma.msrb.org/IssueView/IssueDetails.aspx?id=EA355216>. Specific information is found on the following pages:

- (i) Found on page 39 of the CAFR;
- (ii) Found starting on page 71 through page 75 of the CAFR;
- (iii) Found on page 145 of the CAFR, as supplemented by the Official Statement for the Bonds as described below;
- (iv) Found on page 148 of the CAFR;
- (v) Found on page 39 of the CAFR.

Information on the most recent actuarial report received by PERS is summarized in the Official Statement issued for the Bonds dated December 2014. Specifically, Appendix A of the document starting on page A-17 contains this information. That document is incorporated by reference and is available on the MSRB's web site at the same address shown above.