

(See "RATINGS" and "BOND INSURANCE" herein.)

In the opinion of Brown & Wood, San Francisco, California, Bond Counsel, based on existing statutes, regulations, rulings and judicial decisions and assuming compliance with certain covenants set forth in the resolutions and other documents pertaining to the Series B Bonds and requirements of the Internal Revenue Code of 1986, as amended (the "Code"), as described herein, interest on the Series B Bonds is not includable in gross income of the holders thereof for federal income tax purposes. In the further opinion of Bond Counsel, interest on the Series B Bonds is not treated as an item of tax preference in calculating the federal alternative minimum taxable income of individuals and corporations. However, interest on the Series B Bonds is included as an adjustment in the calculation of federal corporate alternative minimum taxable income and may therefore affect a corporation's alternative minimum tax and environmental tax liabilities. In the further opinion of Bond Counsel, interest on the Series B Bonds is exempt from personal income taxes imposed by the State of California. See "LEGAL MATTERS—Tax-Exemption" herein.

Counties of Placer and Sacramento

State of California

\$19,030,284.10

**ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
1992 General Obligation Bonds, Series B**

Dated: Date of Delivery

**Due: August 1, 1997 to 2015
June 1, 2020**

The Roseville Joint Union High School District 1992 General Obligation Bonds, Series B (the "Series B Bonds"), in the aggregate principal amount of \$19,030,284.10, are being issued by the County of Placer on behalf of the Roseville Joint Union High School District (the "District") to fund a portion of the construction of Granite Bay High School. The Series B Bonds were authorized at a special election of the registered voters of the District held on June 4, 1991, at which more than two-thirds of the persons voting on the proposition voted to authorize the issuance and sale of \$51,000,000 maximum principal amount of general obligation bonds of the District for the purpose of raising money for land acquisition and construction of new high schools.

The Series B Bonds are general obligations of the District, and the Board of Supervisors of Placer County has power and is obligated to annually levy ad valorem taxes for the payment of interest on, and principal and accreted value of, the Series B Bonds upon all property subject to taxation by the District without limitation of rate or amount (except certain personal property which is taxable at limited rates). The Series B Bonds are legal investments for commercial banks in California to the extent that the Series B Bonds, in the informed opinion of such banks, are prudent for the investment of funds of depositors, and are eligible for security for deposits of public moneys in California.

The Series B Bonds will be issued in book-entry form only, and will be initially issued and registered in the name of Cede & Co. as nominee of The Depository Trust Company, New York, New York (collectively referred to herein as "DTC"). Purchasers will not receive certificates representing their interest in the Series B Bonds. The Series B Bonds are dated the date of delivery of the Series B Bonds and accrete interest from such date, compounded semiannually on February 1 and August 1 of each year with respect to the Capital Appreciation Series B Serial Bonds, and on December 1 and June 1 of each year with respect to the Capital Appreciation Series B Term Bonds. The Series B Bonds are issuable as registered Series B Bonds in denomination of \$5,000 maturity value or any integral multiple thereof. Payments of accreted value of the Series B Bonds will be paid by the Treasurer-Tax Collector of Placer County as Bond Registrar, to DTC for subsequent disbursement to DTC Participants who will remit such payments to the beneficial owners of the Series B Bonds. (See "THE SERIES B BONDS—Book-Entry-Only System").

The Series B Bonds are subject to mandatory redemption prior to maturity as described herein.

Payment of the accreted value of the Series B Bonds when due will be insured by a municipal bond insurance policy to be issued simultaneously with the delivery of the Series B Bonds by Financial Guaranty Insurance Company, doing business in California as FGIC Insurance Company ("Financial Guaranty").



FGIC is a registered service mark used by Financial Guaranty Insurance Company, a private company not affiliated with any U.S. Government agency.

This cover page contains certain information for general reference only. It is not a summary of all the provisions of the Series B Bonds. Prospective investors must read the entire Official Statement to obtain information essential to the making of an informed investment decision.

MATURITY SCHEDULE

\$15,549,475.60 Capital Appreciation Series B Serial Bonds

Maturity August 1	Original Principal Amount	Approximate Yield	Final Accreted Value	Maturity August 1	Original Principal Amount	Approximate Yield	Final Accreted Value
1997	\$884,843.70	4.40%	\$ 970,000	2007	\$818,977.20	5.50%	\$1,580,000
1998	883,760.50	4.50	1,015,000	2008	804,668.40	5.60	1,660,000
1999	887,522.20	4.60	1,070,000	2009	787,245.60	5.70	1,740,000
2000	881,070.40	4.75	1,120,000	2010	771,308.40	5.80	1,830,000
2001	880,433.40	4.85	1,180,000	2011	758,304.00	5.85	1,920,000
2002	869,254.75	5.00	1,235,000	2012	745,026.10	5.90	2,015,000
2003	864,045.00	5.10	1,300,000	2013	737,817.75	5.90	2,115,000
2004	855,063.30	5.20	1,365,000	2014	723,942.00	5.95	2,220,000
2005	845,559.40	5.30	1,435,000	2015	718,082.55	5.95	2,335,000
2006	832,550.95	5.40	1,505,000				

\$3,480,808.50 6.00% Capital Appreciation Series B Term Bonds Due on June 1, 2020
\$15,210,000 Final Accreted Value

The Series B Bonds are offered when, as and if issued and received by the purchasers, subject to the approval of legality by Brown & Wood, San Francisco, California, Bond Counsel, to the District. Certain legal matters for the District are being passed upon by the District's Counsel, Douglas Lewis, Esq., Auburn, California, and for the County of Placer by its County Counsel. It is anticipated that the Series B Bonds will be available for delivery through the facilities of DTC on or about June 21, 1995, in New York, New York.

Stone & Youngberg

The date of this Official Statement is June 8, 1995.

This Official Statement does not constitute an offering of any security other than the original offering of the Series B Bonds of the District. No dealer, broker, salesperson or other person has been authorized by the District to give any information or to make any representations other than as contained in this Official Statement, and if given or made, such other information or representation not so authorized should not be relied upon as having been given or authorized by the District.

The issuance and sale of the Series B Bonds have not been registered under the Securities Act of 1933 or the Securities Exchange Act of 1934, both as amended, in reliance upon exemptions provided thereunder by Section 3(a)2 and 3(a)12, respectively, for the issuance and sale of municipal securities. This Official Statement does not constitute an offer to sell or a solicitation of an offer to buy in any state in which such offer or solicitation is not authorized or in which the person making such offer or solicitation is not qualified to do so or to any person to whom it is unlawful to make such offer or solicitation.

Statements contained in this Official Statement which involve 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 a representation of facts. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, give rise to any implication that there has been no change in the affairs of the District since the date hereof.

In connection with this offering, the Underwriter may overallocate or effect transactions which stabilize or maintain the market price of the Series B Bonds at a level above that which might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time. The Underwriter may offer and sell the Series B Bonds to certain dealers and dealer banks and banks acting as agent at prices lower than the public offering price stated on the cover page hereof and said public offering price may be changed from time to time by the Underwriter.

COUNTY OF PLACER, CALIFORNIA

BOARD OF SUPERVISORS

Ron Lichau, *Chairman, District 3*
Kirk Uhler, *Vice Chairman, District 4*
William Santucci, *Supervisor, District 1*
Robert Weygandt, *Supervisor, District 2*
Rex Bloomfield, *Supervisor, District 5*

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

BOARD OF TRUSTEES

Carol Hamel, *President*
James Joiner, *Vice President*
Allan Cameron, *Clerk*
Gary Kidder, Jr., *Member*
R. Jan Pinney, *Member*

DISTRICT ADMINISTRATION

Robert J. Tomasini, *Superintendent*
Richard Strickland, *Deputy Superintendent*
Alec Ostrom, *Assistant Superintendent, Instruction*
Patrick Godwin, *Assistant Superintendent, Personnel*

PROFESSIONAL SERVICES

BOND COUNSEL

Brown & Wood
San Francisco, California

DISTRICT COUNSEL

Douglas A. Lewis
Auburn, California

BOND REGISTRAR, TRANSFER AGENT, AND PAYING AGENT

Treasurer-Tax Collector of the County of Placer
Auburn, California

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\$19,030,284.10
ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
Placer and Sacramento Counties, California
1992 General Obligation Bonds, Series B

INTRODUCTION

This Official Statement, which includes the cover page and appendices hereto, provides information in connection with the sale of Roseville Joint Union High School District, Placer and Sacramento Counties, California, 1992 General Obligation Bonds, Series B, in the principal amount of \$19,030,284.10 (the "Series B Bonds").

This Introduction is not a summary of this Official Statement. It is only a brief description of and guide to, and is qualified by, more complete and detailed information contained in the entire Official Statement, including the cover page and appendices hereto, and the documents summarized or described herein. A full review should be made of the entire Official Statement. The offering of the Series B Bonds to potential investors is made only by means of the entire Official Statement.

The District

The Roseville Joint Union High School District (the "District"), located in California's Sacramento Valley, serves the city of Roseville and unincorporated areas of Placer and Sacramento counties, and encompasses approximately 118 square miles. The District currently has three comprehensive high schools for grades 9-12, one continuation school for grades 9-12, and one opportunity school. The District also operates an adult school which serves 300 adults annually, and an independent study program which serves the high school needs of approximately 600 students. Enrollment in the District for the 1994-95 school year is 4,681 students.

Sources of Payment for the Series B Bonds

The Series B Bonds are general obligations of the District. The Boards of Supervisors of Placer County (the "County") and of Sacramento County are empowered and are obligated to annually levy ad valorem taxes for the payment of the Series B Bonds and the interest thereon upon all property within the District subject to taxation by the District without limitation of rate or amount (except certain personal property which is taxable at limited rates). See "THE SERIES B BONDS -- Security" herein.

Purpose of Issue

The net proceeds of the Series B Bonds will be used to fund a portion of the construction of the new Granite Bay High School. Granite Bay High School will be the District's fourth comprehensive high school, and will be constructed on a 40-acre parcel located in the east area of

the District. The high school will consist of 175,000 square feet of building space and have the capacity for 1,600 students. See "THE SERIES B BONDS -- Purpose of Issue" and "ESTIMATED SOURCES AND USES OF FUNDS" herein.

Description of the Series B Bonds

Capital Appreciation Bonds. The Series B Bonds are capital appreciation bonds, and are comprised of the Capital Appreciation Series B Serial Bonds and the Capital Appreciation Series B Term Bonds. The interest component of the Capital Appreciation Series B Serial Bonds is compounded semi-annually on February 1 and August 1, and the interest component of the Capital Appreciation Series B Term Bonds is compounded semi-annually on December 1 and June 1, to their respective maturities as shown on the accreted value tables herein. Each Series B Bond is dated as of the delivery date and accretes interest therefrom.

The Series B Bonds are payable only at maturity or redemption, and will not bear interest on a current basis. The maturity value of each Series B Bond is equal to its accreted value, being comprised of its initial purchase price (the "Denominational Amount") and the accreted interest between the delivery date and its respective maturity or redemption date.

Registration. The Series B Bonds will be issued in fully registered form only, registered in the name of Cede & Co. as nominee of The Depository Trust Company, New York, New York ("DTC"), and will be available to actual purchasers of the Series B Bonds (the "Beneficial Owners") in the denominations set forth on the cover page hereof, under the book-entry system maintained by DTC, only through brokers and dealers who are or act through DTC Participants as described herein. Beneficial Owners will not be entitled to receive physical delivery of the Series B Bonds. See "THE SERIES B BONDS -- Book-Entry-Only System." In event that the book-entry-only system described below is no longer used with respect to the Series B Bonds, the Series B Bonds will be registered in accordance with the Resolution described herein. See "THE SERIES B BONDS -- Registration, Transfer and Exchange of Series B Bonds."

Denominations. Individual purchases of interests in the Series B Bonds will be available to purchasers of the Series B Bonds in the denominations of \$5,000 maturity value, or any integral part thereof.

Redemption. The Series B Bonds are not subject to optional redemption prior to their fixed maturity dates. See "THE BONDS -- Optional Redemption" herein. The Capital Appreciation Series B Term Bonds are subject to mandatory redemption from the Series B Debt Service Fund (as defined herein) beginning on June 1, 2016. See "THE SERIES B BONDS -- Mandatory Redemption" herein.

Payments. Interest on the Series B Bonds accretes from the date of their delivery at the approximate yields per annum set forth on the cover page hereof, compounded semiannually on February 1 and August 1 of each year, commencing February 1, 1996, payable only at maturity with respect to the Capital Appreciation Series B Serial Bonds, or upon redemption with respect to the Capital Appreciation Series B Term Bonds, according to the amounts set forth in the accreted value tables as shown in Appendix C.

Bond Insurance. Payment of the accreted value of the Series B Bonds when due will be insured by a municipal bond insurance policy to be issued simultaneously with the delivery of the Series B Bonds by Financial Guaranty Insurance Company, doing business in California as FGIC Insurance Company. See "BOND INSURANCE" and "RATINGS" herein.

Tax Exemption

In the opinion of Bond Counsel, based on existing statutes, regulations, rulings and judicial decisions and assuming compliance with certain covenants set forth in the resolutions and other documents pertaining to the Series B Bonds and requirements of the Internal Revenue Code of 1986, as amended (the "Code"), as described herein, interest on the Series B Bonds is not includable in gross income of the holders thereof for federal income tax purposes. In the further opinion of Bond Counsel, interest on the Series B Bonds is not treated as an item of tax preference in calculating the federal alternative minimum taxable income of individuals and corporations. However, interest on the Series B Bonds is included as an adjustment in the calculation of federal corporate alternative minimum taxable income and may therefore affect a corporation's alternative minimum tax and environmental tax liabilities. In the further opinion of Bond Counsel, interest on the Series B Bonds is exempt from personal income taxes imposed by the State of California. See "LEGAL MATTERS --Tax-Exemption" herein.

Authority for Issuance of the Series B Bonds

The Series B Bonds are issued pursuant to certain provisions of the State of California Education Code and pursuant to resolutions adopted by the Board of Trustees of the District and the Board of Supervisors of the County. See "THE SERIES B BONDS - Authority for Issuance" herein.

Offering and Delivery of the Series B Bonds

The Series B Bonds are offered when, as and if issued and received by the purchasers, subject to the approval of legality by Bond Counsel. It is anticipated that the Series B Bonds will be available for delivery through the facilities of DTC in New York, New York on or about June 21, 1995.

Other Information

This Official Statement speaks only as of its date, and the information contained herein is subject to change.

Copies of documents referred to herein and information concerning the Bonds are available from the Superintendent, Roseville Joint Union High School District, 1750 Cirby Way, Roseville, California 95661, (916) 786-2018. The District may impose a charge for copying, mailing and handling.

This Official Statement is not to be construed as a contract with the purchasers of the Series B Bonds. Statements contained in this Official Statement which involve 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 summaries and references to documents, statutes and constitutional provisions referred to herein do not purport to be comprehensive or definitive, and are qualified in their entireties by reference to each of such documents, statutes and constitutional provisions.

The information set forth herein has been obtained from official sources which are believed to be reliable but it is not guaranteed as to accuracy or completeness, and is not to be construed as a representation by the District. The information and expressions of opinions herein are subject to change without notice and neither delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the District since the date hereof. This Official Statement is submitted in connection with the sale of the Series B Bonds referred to herein and may not be reproduced or used, in whole or in part, for any other purpose.

THE SERIES B BONDS

Authority for Issuance

The Series B Bonds are issued pursuant to the provisions of Chapter 2 of Part 10 of Division 1 of Title 1 of the Education Code of the State of California (the "Act") and pursuant to resolutions adopted by the Board of Trustees of the District on May 9, 1995, and by the Board of Supervisors of the County on June 6, 1995 (collectively, the "Resolution"). The District received authorization at an election held on June 4, 1991, by a two-thirds majority of the votes cast by eligible voters within the District to issue \$51,000,000 maximum principal amount of general obligation bonds (the "Authorization"). The District issued an initial series of bonds (the "Series A Bonds") in July 1992 in the original principal amount of \$13,793,791.50. The Series B Bonds represent the second series of bonds within the Authorization.

Purpose of Issue

The net proceeds of the Series B Bonds will be used to fund a portion of the construction of the new Granite Bay High School (the "Project"). Granite Bay High School will be the District's fourth comprehensive high school, and will be constructed on a 40-acre parcel located in the east area of the District. The Project will consist of 175,000 square feet of building area, including 61 classrooms, physical education facilities, a theater, and a stadium. The Project will have an enrollment capacity of 1,600 students. Site preparation for the Project commenced in May 1994, and construction of the school facilities commenced in April 1995. Construction is expected to be completed in July 1996.

The Series B Bonds will provide funds representing about 50% of the cost of constructing Granite Bay High School. Other monies of the District will be used to fund a portion of the cost of preparing the site and constructing the high school and all of the expense of planning and architectural services for the Project. Including the Series B Bonds, District funds account for 100% of the cost of the Project.

Security

The Series B Bonds are general obligations of the District. The Boards of Supervisors of the County and of Sacramento County are empowered and are obligated to annually levy ad valorem taxes for the payment of the Bonds and the interest thereon upon all property within the District subject to taxation by the District without limitation of rate or amount (except certain personal property which is taxable at limited rates). Such taxes, when collected, will be deposited into the 1992 Series B Roseville Joint Union High School District General Obligation Bond Debt Service Fund (the "Series B Debt Service Fund"), which is maintained by the County and which is irrevocably pledged for the payment of principal of and interest on the Series B Bonds when due.

Description of the Series B Bonds

The Series B Bonds will be issued in book-entry form only and will be initially issued and registered in the name of Cede & Co. as nominee for DTC. Purchasers will not receive certificates representing their interest in the Series B Bonds.

The Series B Bonds are dated the date of delivery and accrete interest from such date. Interest on the Capital Appreciation Series B Serial Bonds is compounded semi-annually on February 1 and August 1, and interest on the Capital Appreciation Series B Term Bonds is compounded semi-annually on December 1 and June 1. Accreted interest is calculated on the basis of a 360-day year consisting of twelve 30-day months.

The Series B Bonds are issuable in denominations of \$5,000 maturity value or any integral multiple thereof. The Capital Appreciation Series B Serial Bonds are payable only at maturity. The Capital Appreciation Series B Term Bonds are payable upon redemption according to the amounts set forth in the accreted value tables.

See the maturity schedule on the cover page hereof and "THE SERIES B BONDS -- Debt Service Schedule."

Accreted Values

Appendix C contains a table of accreted values for each maturity of Series B Bonds.

Book-Entry-Only System

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the District believes to be reliable, but the District takes no responsibility for the accuracy thereof. The District cannot and does not give any assurances that DTC, DTC Participants or Indirect Participants will distribute to the Beneficial Owners (a) payments of interest, principal, accreted value, or premium, if any, with respect to the Series B Bonds, (b) certificates representing ownership interest in or other confirmation or ownership interest in the Series B Bonds, or (c) redemption or other notices sent to DTC or Cede & Co., its nominee, as the registered owner of the Series B Bonds, or that they will so do on a timely basis or that DTC, DTC Participants or DTC Indirect Participants will act in the manner described in this Official Statement. The current "Rules" applicable to DTC are on file with the Securities and Exchange Commission and the current "Procedures" of DTC to be followed in dealing with DTC Participants are on file with DTC.

DTC will act as securities depository for the Series B Bonds. The Series B Bonds will be issued as fully-registered securities registered initially in the name of Cede & Co. (DTC's partnership nominee). One fully-registered Series B Bond certificate for each maturity will be issued for the Series B Bonds in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds securities that its participants ("Participants") deposit with DTC. DTC also facilitates the settlement among Participants of securities transactions, such as transfers and pledges, in deposited securities through electronic computerized book-entry changes in Participants' accounts, thereby eliminating the need for physical movement of securities certificates. Direct Participants include securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is owned by a number of its Direct Participants and by the New York Stock Exchange, Inc., the American Stock Exchange, Inc., and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as securities brokers and dealers, banks, and trust companies that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). The Rules applicable to DTC and its Participants are on file with the Securities and Exchange Commission.

Purchases of Series B Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Series B Bonds on DTC's records. The ownership interest of each actual purchaser of each Series B Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase, but Beneficial Owners are expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Series B Bonds are to be accomplished by entries made on the books of Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Series B Bonds, except in the event that use of the book-entry system for the Series B Bonds is discontinued.

To facilitate subsequent transfers, all Series B Bonds deposited by Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. The deposit of Series B Bonds with DTC and their registration in the name of Cede & Co. effect no change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Series B Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Series B Bonds are credited, which may or may not be the Beneficial Owners. The Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to Cede & Co. If less than all of the Series B Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. will consent or vote with respect to the Series B Bonds. Under its usual procedures, DTC mails an Omnibus Proxy to the District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Series B Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Accreted value payments on the Series B Bonds will be made to DTC. DTC's practice is to credit Direct Participants' accounts on a payable date in accordance with their respective holdings shown on DTC's records unless DTC has reason to believe that it will not received payment on a payable date. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Bond Registrar (as defined herein), the District or the County, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of accreted value to DTC is the responsibility of the County or the Bond Registrar, disbursement of such payments to Direct Participants shall be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners shall be their responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Series B Bonds at any time by giving reasonable notice to the County or the District, or the County or the District may decide to discontinue use of the system of book-entry transfers through DTC. Under such circumstances, in the event that a successor securities depository is not obtained, Series B Bond certificates are required to be printed and delivered.

Bond Registrar

The Treasurer-Tax Collector of the County of Placer, located in Auburn, California, will act as the registrar, transfer agent, and paying agent for the Series B Bonds (the "Bond Registrar"). As long as DTC's book-entry method is used for the Series B Bonds, the Bond Registrar will send any notice of prepayment or other notices to owners only to DTC. Any failure of DTC to advise any DTC Participant, or of any DTC Participant to notify any Beneficial Owner, of any such notice and its content or effect will not affect the validity or sufficiency of the proceedings relating to the prepayment of the Series B Bonds called for prepayment or of any other action premised on such notice.

The Bond Registrar, the District, the County and the Underwriter of the Series B Bonds have no responsibility or liability for any aspects of the records relating to or payments made on account of beneficial ownership, or for maintaining, supervising or reviewing any records relating to beneficial ownership, of interests in the Series B Bonds.

Optional Redemption

The Series B Bonds are not subject to optional redemption prior to their fixed maturity dates.

Mandatory Redemption

The Capital Appreciation Series B Term Bonds are subject to mandatory redemption from monies in the Series B Debt Service Fund prior to their stated maturity date, at the accreted value thereof without premium on each August 1, on and after June 1, 2016, in the principal amounts as set forth in the following table.

<u>Redemption Dates</u>	<u>Accreted Value at Redemption</u>	<u>Original Principal Amount</u>
June 1, 2016	\$2,451,087.00	\$710,579.25
June 1, 2017	2,575,251.00	703,713.75
June 1, 2018	2,770,979.20	695,704.00
June 1, 2019	2,837,195.90	688,838.50
June 1, 2020 (final maturity)	<u>2,980,000.00</u>	<u>681,973.00</u>
Total	\$13,614,513.10	\$3,480,808.50

Selection of Series B Bonds for Redemption

Whenever less than all outstanding Series B Bonds are to be redeemed, the Bond Registrar, upon written instruction, shall select Series B Bonds for redemption in inverse order of maturity. Within a maturity, the Bond Registrar shall select Series B Bonds for redemption by lot. Redemption by lot shall be in such manner as the Bond Registrar shall determine; provided, however, that the portion of any Series B Bond to be redeemed in part shall be in integral multiples of the accreted value per \$5,000 maturity value of such Series B Bond.

Notice of Redemption

The Bond Registrar, upon written instruction from the District, shall give notice (a "Redemption Notice") of the redemption of the Series B Bonds. Such Redemption Notice shall specify: (a) the Series B Bonds or designated portions thereof (in the case of redemption of the Bonds in part but not in whole) which are to be redeemed, (b) the date of redemption, (c) the place or places where the redemption will be made, including the name and address of the Bond Registrar, (d) the redemption price, (e) the CUSIP numbers, if any, assigned to the Series B Bonds to be redeemed, (f) the Series B Bond numbers of the Series B Bonds to be redeemed in whole or in part and, in the case of any Series B Bond to be redeemed in part only, the Denominational Amount of such Series B Bond to be redeemed, and (g) the original issue date, interest rate and stated maturity date of each Series B Bond to be redeemed in whole or in part. Such Redemption Notice shall further state that on the specified date there shall become due and payable upon each Series B Bond or portion thereof being redeemed the redemption price thereof, and that from and after such date, interest with respect thereto shall cease to accrete in value.

The Bond Registrar shall take the following actions with respect to such Redemption Notice:

- a. At least 30 but not more than 45 days prior to the redemption date, such Redemption Notice shall be given to the respective owners of Series B Bonds designated for

redemption by registered or certified mail, postage prepaid, at their addresses appearing on the Bond Register (as defined herein).

- b. At least two days before the date of the publication required by (d) below, such Redemption Notice shall be given by (i) registered or certified mail, postage prepaid, (ii) telephonically confirmed facsimile transmission, or (iii) overnight delivery service, to each of the Securities Depositories defined in the Resolution.
- c. At least two days before the date of the publication required by (d) below, such Redemption Notice shall be given by (i) registered or certified mail, postage prepaid, or (ii) overnight delivery service, to one of the Information Services defined in the Resolution.
- d. At least 30 days prior to the redemption date, such Redemption Notice shall be published one time in an Authorized Newspaper as defined in the Resolution.

Neither failure to receive or failure to publish any Redemption Notice nor any defect in any such Redemption Notice so given shall affect the sufficiency of the proceedings for the redemption of the affected Series B Bonds. Each check issued or other transfer of funds made by the Bond Registrar for the purpose of redeeming Series B Bonds shall bear or include the CUSIP number identifying, by issue and maturity, the Series B Bonds being redeemed with the proceeds of such check or other transfer.

Partial Redemption of Bonds

Upon the surrender of any Series B Bond redeemed in part only, the Bond Registrar shall execute and deliver to the owner thereof a new Series B Bond or Series B Bonds of like tenor and maturity and of authorized denominations equal to the unredeemed portion of the Series B Bond surrendered. Such partial redemption shall be valid upon payment of the amount required to be paid to such owner, and the County and the District shall be released and discharged thereupon from all liability to the extent of such payment.

Defeasance

All or any portion of the outstanding maturities of the Series B Bonds may be defeased at any time prior to maturity in the following ways:

- a. Cash. By irrevocably depositing with the County an amount of cash which together with amounts then on deposit in the Series B Debt Service Fund, is sufficient to pay all Series B Bonds outstanding and designated for defeasance, including all principal and interest and redemption premium, if any; or
- b. United States Obligations. By irrevocably depositing with the County, noncallable United States Obligations (as defined below) together with cash, if required, in such amount as will, in the opinion of an independent certified public accountant, together with interest to accrue thereon and moneys then on deposit in the Series B Debt

Service Fund together with the interest to accrue thereon, be fully sufficient to pay and discharge all Series B Bonds outstanding and designated for defeasance (including all accreted value thereof), at or before their maturity date;

then, notwithstanding that any of such designated Series B Bonds shall not have been surrendered for payment, all obligations of the District and the County with respect to all such designated outstanding Series B Bonds shall cease and terminate, except only the obligation of the County and the Bond Registrar to pay or cause to be paid from funds deposited pursuant to paragraphs (a) or (b) above, to the owners of such designated Series B Bonds not so surrendered and paid all sums due with respect thereto.

United States Obligations shall mean direct and general obligations of the United States of America, or obligations that are unconditionally guaranteed as to principal and interest by the United States of America, including (in the case of direct and general obligations of the United States of America) evidences of direct ownership of proportionate interests in future interest or principal payments of such obligations. Investments in such proportionate interests must be limited to circumstances wherein (a) a bank or trust company acts as custodian and holds the underlying United States Obligations; (b) the owner of the investment is the real party in interest and has the right to proceed directly and individually against the obligor of the underlying United States Obligations; and (c) the underlying United States Obligations are held in a special account, segregated from the custodian's general assets, and are not available to satisfy any claim of the custodian, any person claiming through the custodian, or any person to whom the custodian may be obligated; provided that such obligations are rated "Aaa" by Moody's Investors Service and "AAA" by Standard & Poor's Ratings Group.

Registration, Transfer and Exchange of Series B Bonds

In the event that the book-entry system as described above is no longer used with respect to the Series B Bonds, the following provisions will govern the registration, transfer, and exchange of the Series B Bonds.

So long as any of the Series B Bonds remain outstanding, the District will cause the Bond Registrar to maintain and keep at its principal office all books and records necessary for the registration, exchange and transfer of the Series B Bonds as provided in the Resolution (the "Bond Register"). Subject to the provisions of the Resolution regarding payment of the Series B Bonds, the person in whose name a Series B Bond is registered on the Bond Register shall be regarded as the absolute owner of that Series B Bond for all purposes of the Resolution. Payment of or on account of the accreted value of any Series B Bond shall be made only to or upon the order of that person; neither the District, the County nor the Bond Registrar shall be affected by any notice to the contrary, but the registration may be changed as provided in the Resolution. All such payments shall be valid and effectual to satisfy and discharge the District's liability upon the Series B Bonds, including interest, to the extent of the amount or amounts so paid.

Any Series B Bond may be exchanged for Series B Bonds of like tenor, maturity, and transfer amount upon presentation and surrender at the principal office of the Bond Registrar, together

with a request for exchange signed by the registered owner or by a person legally empowered to do so in a form satisfactory to the Bond Registrar. A Series B Bond may be transferred on the Bond Register only upon presentation and surrender of the Series B Bond at the principal office of the Bond Registrar together with an assignment executed by the registered owner or by a person legally empowered to do so in a form satisfactory to the Bond Registrar. Upon exchange or transfer the Bond Registrar shall complete, authenticate and deliver a new Series B Bond or Series B Bonds of like tenor and of any authorized denomination or denominations requested by the owner equal to the transfer amount of the Series B Bond surrendered and bearing or accruing interest at the same rate and maturing on the same date.

In all cases of exchanged or transferred Series B Bonds, the County shall sign and the Bond Registrar shall authenticate and deliver Series B Bonds in accordance with the provisions of the Resolution. All fees and costs of transfer shall be paid by the requesting party. Those charges may be required to be paid before the procedure is begun for the exchange or transfer. All Series B Bonds issued upon any exchange or transfer shall be valid obligations of the District, evidencing the same debt, and entitled to the same security and benefit under the Resolution as the Series B Bonds surrendered upon that exchange or transfer.

Any Series B Bond surrendered to the Bond Registrar for payment, retirement, exchange, replacement or transfer shall be canceled by the Bond Registrar. The District and the County may at any time deliver to the Bond Registrar for cancellation any previously authenticated and delivered Series B Bonds that the District and the County may have acquired in any manner whatsoever, and those Series B Bonds shall be promptly canceled by the Bond Registrar. Written reports of the surrender and cancellation of Series B Bonds shall be made to the District and the County by the Bond Registrar at least twice each calendar year. The canceled Series B Bonds shall be retained for a period of time and then returned to the District or destroyed by the Bond Registrar as directed by the District.

Neither the District, the County, nor the Bond Registrar will be required (a) to issue or transfer any Series B Bonds during a period beginning with the opening of business on the 15th business day next preceding either any Bond Payment Date or any date of selection of Series B Bonds to be redeemed and ending with the close of business on the Bond Payment Date or any day on which the applicable notice of redemption is given or (b) to transfer any Series B Bonds which have been selected or called for redemption in whole or in part.

Payment

The accreted value on the Series B Bonds shall be payable upon maturity or prepayment upon surrender at the principal office of the Bond Registrar. The accreted value of the Series B Bonds shall be payable in lawful money of the United States of America. The Bond Registrar is authorized to pay the Series B Bonds when duly presented for payment at maturity, and to cancel all Series B Bonds upon payment thereof. The Series B Bonds are general obligations of the District and do not constitute an obligation of the County except as provided in this Resolution. No part of any fund of the County is pledged or obligated to the payment of the Series B Bonds.

BOND INSURANCE

Concurrently with the issuance of the Series B Bonds, Financial Guaranty Insurance Company, doing business in California as FGIC Insurance Company ("Financial Guaranty") will issue its Municipal Bond New Issue Insurance Policy for the Series B Bonds (the "Policy"). The Policy unconditionally guarantees the payment of that portion of the accreted value on the Series B Bonds which has become due for payment, but shall be unpaid by reason of nonpayment by the District. Financial Guaranty will make such payments to the State Street Bank and Trust Company, N.A., or its successor as its agent (the "Fiscal Agent"), on the later of the date on which such accreted value is due or on the business day next following the day on which Financial Guaranty shall have received telegraphic notice, subsequently confirmed in writing, or written notice by registered or certified mail, from an owner of Series B Bonds or the Bond Registrar of the nonpayment of such amount by the District. The Fiscal Agent will disburse such amount due on any Series B Bond to its owner upon receipt by the Fiscal Agent of evidence satisfactory to the Fiscal Agent of the owner's right to receive payment of the accreted value due for payment and evidence, including any appropriate instruments of assignment, that all of such owner's rights to payment of such accreted value shall be vested in Financial Guaranty. The term "nonpayment" in respect of a Series B Bond includes any payment of accreted value made to an owner of a Series B Bond which has been recovered from such owner pursuant to the United States Bankruptcy Code by a trustee in bankruptcy in accordance with a final, nonappealable order of a court having competent jurisdiction.

The Policy is non-cancellable and the premium will be fully paid at the time of delivery of the Series B Bonds. The Policy covers failure to pay accreted value of the Series B Bonds on their respective stated maturity dates, or dates on which the same shall have been duly called for mandatory sinking fund redemption, and not on any other date on which the Series B Bonds may have been accelerated, and covers the failure to pay an installment of accreted value on the stated date for its payment.

This Official Statement contains a section regarding the ratings assigned to the Series B Bonds and references should be made to such section for a discussion of such ratings and the basis for their assignment to the Series B Bonds. Reference should be made to the description of the District and the Series B Bonds for a discussion of the ratings, if any, assigned to such entity's outstanding parity debt that is not secured by credit enhancement and the circumstances, if any, under which the District is required to provide additional or substitute credit enhancement, and related matters.

The Policy is not covered by the Property/Casualty Insurance Security Fund specified in Article 76 of the New York Insurance Law.

Financial Guaranty is a wholly-owned subsidiary of FGIC Corporation (the "Corporation"), a Delaware holding company. The Corporation is a subsidiary of General Electric Capital Corporation ("GE Capital"). Neither the Corporation nor GE Capital is obligated to pay the debts of or the claims against Financial Guaranty. Financial Guaranty is a monoline financial guaranty insurer domiciled in the State of New York and is subject to regulation by the State of

New York and is subject to regulation by the State of New York Insurance Department. As of March 31, 1995, the total capital and surplus of Financial Guaranty was approximately \$962,700,000. Financial Guaranty prepares financial statements on the basis of both statutory accounting principles and generally accepted accounting principles. Copies of such financial statements may be obtained by writing to Financial Guaranty at 115 Broadway, New York, New York 10006, Attention: Communications Department (telephone number: (212) 312-3000) or to the New York State Insurance Department at 160 West Broadway, 18th Floor, New York, New York 10013, Attention: Financial Condition Property/Casualty (telephone number: (212) 602-0389).

ESTIMATED SOURCES AND USES OF FUNDS

The estimated sources and uses of funds with respect to the Series B Bonds will be applied as follows:

Sources of Funds

Principal Amount of Series B Bonds	\$19,030,284.10
Accrued Interest	<u>0.00</u>
Total Sources	\$19,030,284.10

Uses of Funds

Net Construction Proceeds	\$18,623,669.84
Costs of Issuance	145,416.32
Underwriter's Discount	<u>261,197.94</u>
Total Uses	\$19,030,284.10

DEBT SERVICE SCHEDULE

The following table shows the debt service schedule with respect to the Series B Bonds.

Capital Appreciation Series B Bonds			
Year Ending (1)	Annual Principal Payment (2)	Annual Accreted Interest Payment (2)	Total Annual Debt Service
1996	--	--	--
1997	\$884,843.70	\$85,156.30	\$970,000.00
1998	883,760.50	131,239.50	1,015,000.00
1999	887,522.20	182,477.80	1,070,000.00
2000	881,070.40	238,929.60	1,120,000.00
2001	880,433.40	299,566.60	1,180,000.00
2002	869,254.75	365,745.25	1,235,000.00
2003	864,045.00	435,955.00	1,300,000.00
2004	855,063.30	509,936.70	1,365,000.00
2005	845,559.40	589,440.60	1,435,000.00
2006	832,550.95	672,449.05	1,505,000.00
2007	818,977.20	761,022.80	1,580,000.00
2008	804,668.40	855,331.60	1,660,000.00
2009	787,245.60	952,754.40	1,740,000.00
2010	771,308.40	1,058,691.60	1,830,000.00
2011	758,304.00	1,161,696.00	1,920,000.00
2012	745,026.10	1,269,973.90	2,015,000.00
2013	737,817.75	1,377,182.25	2,115,000.00
2014	723,942.00	1,496,058.00	2,220,000.00
2015	718,082.55	1,616,917.45	2,335,000.00
2016	710,579.25	1,740,507.75	2,451,087.00
2017	703,713.75	1,871,537.25	2,575,251.00
2018	695,704.00	2,005,275.20	2,700,979.20
2019	688,838.50	2,148,357.40	2,837,195.90
2020	<u>681,973.00</u>	<u>2,298,027.00</u>	<u>2,980,000.00</u>
TOTAL	19,030,284.10	\$24,124,229.00	\$43,154,513.10

- (1) The Capital Appreciation Series B Serial Bonds are payable at maturity on August 1 of each year from August 1, 1997, to August 1, 2015. Interest on the Capital Appreciation Series B Serial Bonds is compounded semi-annually on February 1 and August 1. The Capital Appreciation Series B Term Bonds maturing June 1, 2020, are subject to mandatory redemption on June 1 of each year from June 1, 2016, to June 1, 2020. Interest on the Capital Appreciation Series B Term Bonds is compounded semi-annually on December 1 and June 1.
- (2) Amounts shown from June 1, 2016 through June 1, 2020 represent mandatory redemption payments on the Capital Appreciation Series B Term Bonds maturing June 1, 2020.

COMBINED DEBT SERVICE SCHEDULE

The following schedule shows the combined debt service with respect to the Series A Bonds (assuming no optional redemptions) and Series B Bonds.

Year Ending	Annual Debt Service, By Series		Combined Debt Service
	Series A Bonds (1)	Series B Bonds (2)	
1996	\$616,872.50	--	\$616,872.50
1997	670,397.50	\$970,000.00	1,640,397.50
1998	720,197.50	1,015,000.00	1,735,197.50
1999	780,947.50	1,070,000.00	1,850,947.50
2000	841,767.50	1,120,000.00	1,961,767.50
2001	912,067.50	1,180,000.00	2,092,067.50
2002	980,992.50	1,235,000.00	2,215,992.50
2003	1,062,580.00	1,300,000.00	2,362,580.00
2004	1,146,100.00	1,365,000.00	2,511,100.00
2005	1,240,200.00	1,435,000.00	2,675,200.00
2006	1,335,000.00	1,505,000.00	2,840,000.00
2007	1,440,000.00	1,580,000.00	3,020,000.00
2008	1,560,000.00	1,660,000.00	3,220,000.00
2009	1,685,000.00	1,740,000.00	3,425,000.00
2010	1,820,000.00	1,830,000.00	3,650,000.00
2011	1,965,000.00	1,920,000.00	3,885,000.00
2012	2,121,259.51	2,015,000.00	4,136,259.51
2013	2,290,570.92	2,115,000.00	4,405,570.92
2014	2,473,042.88	2,220,000.00	4,693,042.88
2015	2,674,088.55	2,335,000.00	5,009,088.55
2016	2,886,286.48	2,451,087.00	5,337,373.48
2017	3,120,000.00	2,575,251.00	5,695,251.00
2018	---	2,700,979.20	2,700,979.20
2019	---	2,837,195.90	2,837,195.90
2020	---	2,980,000.00	2,980,000.00
Total	\$34,342,370.84	\$43,154,513.10	\$77,496,883.94

- (1) Interest on the Series A Bonds is payable on February 1 and August 1. Principal and accreted value is payable on August 1.
- (2) For the Capital Appreciation Series B Serial Bonds, interest is compounded on February 1 and August 1 and accreted value is payable on August 1. For the Capital Appreciation Series B Term Bonds, interest is compounded on December 1 and June 1 and accreted value is payable on June 1.

APPLICATION OF PROCEEDS OF SERIES B BONDS

Building Fund

The net proceeds from the sale of the Series B Bonds, to the extent of the principal amount thereof, shall be paid to the County to the credit of the fund known as the 1992 Series B Roseville Joint Union High School District Building Fund (the "Series B Building Fund") and shall be kept separate and distinct from all other District and County funds. The proceeds shall be used solely for the purpose for which the Series B Bonds are being issued and such proceeds shall be applied solely to authorized purposes which relate to the acquisition or improvement of real property. Any excess proceeds of the Series B Bonds not needed for the authorized purposes for which the Series B Bonds are being issued shall be transferred to the Series B Debt Service Fund and applied to the payment of principal and interest on the Series B Bonds. If, after payment in full of the Series B Bonds, there remain excess proceeds, any such excess amounts shall be transferred to the general fund of the District. Interest earned on the investment of monies held in the Series B Building Fund shall be retained in the Series B Building Fund.

Debt Service Fund

The accrued interest and any premium received by the County from the sale of the Series B Bonds shall be kept separate and apart in the Series B Debt Service Fund and be used only for payment of principal and interest on the Series B Bonds. Interest earned on the investment of monies held in the Series B Debt Service Fund shall be retained in the Series B Debt Service Fund and used by the County to pay principal of and accreted value on the Series B Bonds when due.

Permitted Investments

Subject to federal tax restrictions, monies in the Series B Building Fund and Series B Debt Service Fund shall be invested in any lawful investment permitted by Sections 20429.1 and 53601 of the Government Code of the State of California (the "Government Code") or in shares in a California common law trust established pursuant to Title 1, Division 7, Chapter 5 of the Government Code which invests exclusively in investments permitted by Section 53635 of the Government Code.

Investment of Proceeds of Series B Bonds

The following is a discussion of the investment of the Series B Building Fund and the Series B Debt Service Fund in the County Treasury of Placer County. The information was obtained from the Treasurer-Tax Collector of the County (the "Treasurer"). Neither the District nor the Underwriter can make any representations regarding the accuracy and completeness the information. All questions related to the County Treasury and the investment practices of the Treasurer should be directed to the Treasurer at 137 Fulweiler Avenue, Auburn, California, 95603, telephone (916) 889-4140.

The Series B Building Fund and the Series B Debt Service Fund will be deposited in the County Treasury of the County. The Treasurer manages, in accordance with Government Code Section 53600 *et. seq.*, funds deposited in the County Treasury by the County, all County school districts, various special districts, and some cities within the County. State law requires that all moneys of the County, school districts and certain special districts be held in the County Treasury by the Treasurer. The Treasurer accepts funds only from agencies located within the County. The moneys on deposit are predominantly derived from local government revenues consisting of property taxes, state and federal funding and other fees and charges.

Moneys deposited in the County Treasury by the participants represent an undivided interest in all assets and investments in the County Treasury based upon the amount deposited and the average daily balances. All investments in the Treasurer's investment pool are valued at cost. However, investments held in the Treasurer's investment pool are valued to market on a monthly basis for informational purposes. Gains and losses are recorded when they are actually realized upon sale or other disposition of an investment. Investment income (interest income and gains, less losses) less actual treasury administrative costs are distributed to all pool participants on a pro-rata basis based on average daily balance.

The Treasurer's investment policy states that preservation of capital and maintenance of liquidity shall be of primary concern with earnings to be at market rates of return commensurate with minimum levels of risk. The Treasurer's overall investment philosophy is one of buy and hold to maturity. The Treasurer maintains a reserve of cash and cash equivalents projected to be sufficient to meet foreseeable liquidity needs. The policy allows for the purchase of a variety of securities as specified by Government Code Sections 53601 and 53635 with further limitations and specifications regarding market risk, maturity, credit ratings, and diversification. The mix of securities will vary depending upon liquidity requirements, the current interest rate environment and other factors. The mixture generally consists of cash, money market instruments, and government and corporate notes. These investments may include fixed or variable rate instruments. From time to time a portion of these investments may be pledged with respect to reverse repurchase agreements as authorized by law. The price and income volatility of variable rate instruments may be greater than that of fixed income securities and may serve to increase the volatility of the pool's return and market value in various interest rate environments as well as serve as a hedge in other interest rate environments.

The balance on deposit in the County Treasury as of May 1, 1995, was \$379 million. The market value and liquidity of the pool depends upon, among other factors, cash position and the maturity of the various investments. The weighted average maturity of the pool is approximately 26 months. The aggregate market value of the pool, as determined on a monthly basis by the Treasurer from various market sources, as of May 1, 1995, was approximately 95.6% of the book value (cost). The pool currently includes approximately \$109 million in cash or cash equivalents, which represents the pool's liquidity. Less than 10% of the assets of the investment pool come from public agencies which can make discretionary withdrawals for the purposes of making alternative investments. Approximately \$48 million of the securities in the investment pool (representing less than 13% of the pool) is pledged with respect to reverse repurchase agreements and about 60% of the pool assets are variable rate securities commonly referred to as derivatives, primarily inverse floaters.

CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING DISTRICT REVENUES AND APPROPRIATIONS

Article XIII A of the California Constitution

On June 6, 1978, California voters approved Proposition 13, which added Article XIII A to the California Constitution ("Article XIII A"). Article XIII A limits the amount of any ad valorem taxes on real property to 1% of the full cash value thereof, except that additional ad valorem taxes may be levied to pay debt service on indebtedness approved by the voters prior to July 1, 1978 and (as a result of an amendment to Article XIII A approved by California voters on June 3, 1986) on bonded indebtedness for the acquisition or improvement of real property which has been approved on or after July 1, 1978 by two-thirds of the voters voting on such indebtedness. Article XIII A defines full cash value to mean "the county assessor's valuation of real property as shown on the 1975-76 tax bill under 'full cash value,' or thereafter, the appraised value of real property when purchased, newly constructed, or a change in ownership has occurred after the 1975 assessment." This full cash value may be increased at a rate not to exceed 2% per year until new construction or a change of ownership occurs.

Article XIII A has subsequently been amended to permit reduction of the "full cash value" base in the event of declining property values caused by substantial damage, destruction or other factors, to provide that there would be no increase in the "full cash value" base in the event of reconstruction of property damaged or destroyed in a disaster, and in various other minor or technical ways.

Legislation Implementing Article XIII A

Legislation has been enacted and amended a number of times since 1978 to implement Article XIII A. Under current law, local agencies are no longer permitted to levy directly any property tax (except to pay voter-approved indebtedness). The 1% property tax is automatically levied by the county and distributed according to a formula among taxing agencies. The formula apportions the tax roughly in proportion to the relative shares of taxes levied prior to 1979.

Increases of assessed valuation resulting from reappraisals of property due to new construction, change in ownership or from the annual adjustment not to exceed 2% are allocated among the various jurisdictions in the "taxing area" based upon their respective "situs." Any such allocation made to a local agency continues as part of its allocation in future years.

Beginning in fiscal year 1981-82, assessors in California no longer record property values on tax rolls at the assessed value of 25% of market value which was expressed as \$4 per \$100 of assessed value. All taxable property is now shown at 100% of assessed value on the tax rolls. Consequently, the tax rate is expressed as \$1 per \$100 of taxable value. All taxable property value included in this Official Statement is shown at 100% of taxable value (unless noted differently) and all tax rates reflect the \$1 per \$100 of taxable value.

Article XIII B of the California Constitution

An initiative to amend the California Constitution entitled "Limitation of Government Appropriations," was approved on November 6, 1979, thereby adding Article XIII B to the California Constitution ("Article XIII B"). Under Article XIII B, state and local governmental entities have an annual "appropriations limit" and are not permitted to spend certain moneys which are called "appropriations subject to limitation" (consisting of tax revenues, state subventions and certain other funds) in an amount higher than the appropriations limit. Article XIII B does not affect the appropriation of moneys which are excluded from the definition of "appropriations subject to limitation," including debt service on indebtedness existing or authorized as of January 1, 1979, or bonded indebtedness subsequently approved by the voters. In general terms, the appropriations limit was originally to be based on certain fiscal year 1978-79 expenditures, and adjusted annually to reflect changes in consumer prices, populations, and services provided by these entities. Among other provisions of Article XIII B, if these entities' revenues in any consecutive two-year period exceed the amounts permitted to be spent, the excess would have to be returned by revising tax rates or fee schedules over the subsequent two years. In the event the District receives any proceeds of taxes in excess of the allowable limit, the District may implement an existing procedure to concurrently increase the District's appropriations limit and decrease the State's allowable limit, thus nullifying the need for any return. Certain features of Article XIII B were modified by Proposition 111 in 1990 (see "CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING DISTRICT REVENUES AND APPROPRIATIONS -- Proposition 111.

Unitary Property

Recent changes to the Revenue and Taxation Code provide that revenues derived from most utility property assessed by the State Board of Equalization ("Unitary Property"), commencing with fiscal year 1988-89, will be allocated as follows: (i) for revenues generated from the one percent tax rate, (a) each jurisdiction will receive a percentage up to 102% of its prior year State-assessed revenue; and (b) if county-wide revenues generated from Unitary Property are less than the previous year's revenues or greater than 102% of the previous year's revenues, each jurisdiction will share the burden of the shortfall or excess revenues by a specified formula; and (ii) for revenue generated from the application of the debt service tax rate to county-wide unitary taxable value, each jurisdiction will receive a percentage share of revenue based on the jurisdiction's annual debt service requirements and the percentage of property taxes received by each jurisdiction from unitary property taxes. These provisions apply to all Unitary Property except railroads, whose valuation will continue to be allocated to individual tax rate areas.

These provisions of the Revenue and Taxation Code do not constitute an elimination of the assessment of any State-assessed properties nor a revision of the methods of assessing utilities by the State Board of Equalization. Generally, the Revenue and Taxation Code allows valuation growth or decline of Unitary Property to be shared by all jurisdictions in a county.

On February 1, 1991, the Superior Court for the County of Sacramento issued a Statement of Decision in *AT&T Communications of California, et al v. State Board of Equalization*, which reduced the valuation of certain unitary property owned by AT&T for property tax purposes.

Under the decision, the valuation method used by the Board of Equalization to value unitary utility property was declared illegal and new method of valuation, resulting in significantly lower values and therefor significantly lower property tax revenues, was imposed. The effect on AT&T statewide assessed value was to reduce it from approximately \$1.75 billion to approximately \$1.1 billion. The resulting refund ordered by the court exceeded \$9 million. On July 14, 1993, the Superior Court for the County of Sacramento entered a judgment validating a settlement agreement among all California counties and several public utility companies affecting the collection of unitary property taxes. The settlement agreement provides for a method of valuing unitary property for eight years, beginning in fiscal year 1991-92. This method of valuation will result in a reduction of unitary taxes collected by counties.

Proposition 62

On November 4, 1986, California voters approved Proposition 62, an initiative statute limiting the imposition of new or higher taxes by local agencies. The statute (a) requires new or higher general taxes to be approved by two-thirds of the local agency's governing body and a majority of its voters, and requires new or higher special taxes to be approved by two-thirds of both such local agency's governing body and such local agency's voters; (b) requires the inclusion of specific information in all local ordinances or resolutions proposing new or higher general or special taxes; (c) penalizes local agencies that fail to comply with the foregoing; and (d) requires local agencies to stop collecting any new or higher tax adopted on or after August 1, 1985, unless a majority of the voters approved the tax by November 4, 1988.

A final State Court of Appeal decision has declared certain of the voter approval provisions referred to above to be unconstitutional. A second appellate court decision held unconstitutional both the effective date and certain of the voter approval provisions of Proposition 62. However, the appellate court has ordered that the latter decision not be published (making it unavailable for citation as precedent), thus creating uncertainty as to the voter-approval requirement of Proposition 62.

Proposition 98

On November 8, 1988, voters approved Proposition 98, a combined initiative constitutional amendment and statute called the "Classroom Instructional Improvement and Accountability Act" (the "Accountability Act"). Certain provisions of the Accountability Act, have, however, been modified by Proposition 111, discussed below, the provisions of which became effective on July 1, 1990. The Accountability Act changes State funding of public education below the university level and the operation of the State's appropriations limit. The Accountability Act guarantees State funding for K-12 school districts and community college districts (hereinafter referred to collectively as "K-14 school districts") at a level equal to the greater of (a) the same percentage of General Fund revenues as the percentage appropriated to such districts in 1986-87, and (b) the amount actually appropriated to such districts from the General Fund in the previous fiscal year, adjusted for increases in enrollment and changes in the cost of living. The Accountability Act permits the Legislature to suspend this formula for a one-year period. Since the Accountability Act is unclear in some details, there can be no assurances that the Legislature or a court might not interpret the Accountability Act to require a different percentage

of General Fund revenues to be allocated to K-14 school districts, or to apply the relevant percentage to the State's budgets in a different way than is proposed in the Governor's Budget. In any event, the Governor and other fiscal observers expect the Accountability Act to place increasing pressure on the State's budget over future years, potentially reducing resources available for other State programs, especially to the extent the Article XIII B spending limit would restrain the State's ability to fund such other programs by raising taxes.

The Accountability Act also changes how tax revenues in excess of the State appropriations limit are distributed. Any excess State tax revenues up to a specified amount would, instead of being returned to taxpayers, be transferred to K-14 school districts. Any such transfer to K-14 school districts would be excluded from the appropriations limit for K-14 school districts and the K-14 school district appropriations limit for the next year would automatically be increased by the amount of such transfer. These additional moneys would enter the base funding calculation for K-14 school districts for subsequent years, creating further pressure on other portions of the State budget, particularly if revenues decline in a year following an Article XIII B surplus. The maximum amount of excess tax revenues which could be transferred to K-14 school districts is 4% of the minimum State spending for education mandated by the Accountability Act.

Proposition 111

On June 5, 1990, the voters of California approved the "Traffic Congestion Relief and Spending Limitation Act of 1990 ("Proposition 111"), which modified the Constitution to alter the Article XIII B spending limit and the education funding provisions of Proposition 98. Proposition 111 took effect on July 1, 1990.

The most significant provisions of Proposition 111 are summarized as follows:

- a. Annual Adjustments to Spending Limit. The annual adjustments to the Article XIII B spending limit were liberalized to be more closely linked to the rate of economic growth. Instead of being tied to the Consumer Price Index, the "change in the cost of living" is now measured by the change in California per capita personal income. The definition of "change in population" specifies that a portion of the State's spending limit is to be adjusted to reflect changes in school attendance.
- b. Treatment of Excess Tax Revenues. "Excess" tax revenues with respect to Article XIII B are now determined based on a two-year cycle, so that the State can avoid having to return to taxpayers excess tax revenues in one year if its appropriations in the next fiscal year are under its limit. In addition, the Proposition 98 provision regarding excess tax revenues was modified. After any two-year period, if there are excess State tax revenues, 50% of the excess are to be transferred to K-14 school districts with the balance returned to taxpayers; under prior law, 100% of excess State tax revenues went to K-14 school districts, but only up to a maximum of 4% of the schools' minimum funding level. Also, reversing prior law, any excess State tax revenues transferred to K-14 school districts are not built into the school districts' base expenditures for calculating their entitlement for State aid in the next year, and the State's appropriations limit are not to be increased by this amount.

- c. Exclusions from Spending Limit. Two new exceptions have been added to the calculation of appropriations which are subject to the Article XIII B spending limit. First, there are excluded all appropriations for "qualified capital outlay projects" as defined by the Legislature. Second, there are excluded any increases in gasoline taxes above their current nine cents per gallon level, sales and use taxes on such increment in gasoline taxes, and increases in receipts from vehicle weight fees above the levels in effect on January 1, 1990. These latter provisions were necessary to make effective the transportation funding package approved by the Legislature and the Governor, which counts on raising over \$15 billion in additional taxes over the next ten years to fund transportation programs.

- d. Recalculation of Appropriations Limit. The Article XIII B appropriations limit for each unit of government, including the State, is to be recalculated beginning in fiscal year 1990-91. It is based on the actual limit for fiscal year 1986-87, adjusted forward to 1990-91 as if Proposition 111 had been in effect.

- e. School Funding Guarantee. There is a complex adjustment in the formula enacted in Proposition 98 which guarantees K-14 school districts a certain amount of State general fund revenues. Under prior law, K-14 school districts were guaranteed the greater of (1) 40.9% of State general fund revenues (the "first test") or (2) the amount appropriated in the prior year adjusted for changes in the cost of living (measured as in Article XIII B by reference to per capita personal income) and enrollment (the "second test"). Under Proposition 111, schools will receive the greater of (1) the first test, (2) the second test, or (3) a third test, which will replace the second test in any year when growth in per capita State general fund revenues from the prior year is less than the annual growth in California per capita personal income. Under the third test, schools will receive the amount appropriated in the prior year adjusted for change in enrollment and per capita State general fund revenues, plus an additional small adjustment factor. If the third test is used in any year, the difference between the third test and the second test will become a "credit" to schools which will be paid in future years when State general fund revenue growth exceeds personal income growth.

Proposition 187

On November 8, 1994, the voters in California approved Proposition 187, an initiative statute ("Proposition 187"). Proposition 187 specifically prohibits funding by the State of social services, health care services and public school education for the benefit of any person not verified as either a United States citizen or a person legally admitted to the United States. Among the provisions in Proposition 187 pertaining to public school education, the measure requires, commencing January 1, 1995, that every school district in the State verify the legal status of every child enrolling in the district for the first time. By January 1, 1996, each school district must also verify the legal status of children already enrolled in the district and of all parents or guardians of all students. If the district "reasonably suspects" that a student, parent or guardian is not legally in the United States, that district must report the student to the United States Immigration and Naturalization Service and certain other parties. The measure also

prohibits a school district from providing education to a student it does not verify as either a United States citizen or a person legally admitted to the United States. The State Legislative Analyst estimates that verification costs could be in the tens of millions of dollars on a statewide level (including verification costs incurred by other local governments) with first-year costs potentially in excess of \$100 million.

The reporting requirements may violate the Family Educational Rights and Privacy Act ("FERPA"), which generally prohibits schools that receive federal funds from disclosing information in student records without parental consent. Compliance with FERPA is a condition of receiving federal education funds, which total \$2.3 billion annually to California school districts. The Secretary of the United States Department of Education has indicated that the reporting requirement in Proposition 187 could jeopardize the ability of school districts to receive these funds.

Opponents of Proposition 187 have filed at least eight lawsuits challenging the constitutionality and validity of the measure. A United States District Court judge overseeing four of the lawsuits has granted a preliminary injunction enjoining the implementation of most of the provisions of Proposition 187. On May 1, 1995, opponents of Proposition 187 filed motions for summary judgment to be heard by the United States District Court. The motions contend that Proposition 187 is unconstitutional because it serves as a state government scheme for regulating immigration, a function solely within the authority of the federal government. Neither the nature and outcome of such litigation nor the ultimate fiscal impact of Proposition 187 can be predicted.

Future Initiatives

Article XIII A, Article XIII B and Propositions 62, 98, 111 and 187 were each adopted as measures that qualified for the ballot pursuant to California's initiative process. From time to time, other initiative measures could be adopted, further affecting District revenues or the District's ability to expend revenues.

THE DISTRICT

General Information

The District, located in California's Sacramento Valley, serves the city of Roseville (the "City") and unincorporated areas of Placer and Sacramento Counties, and encompasses approximately 118 square miles. The District was formed in 1912 with an enrollment of 51 students.

The District currently has three comprehensive high schools for grades 9-12, one continuation school for grades 9-12, and one opportunity school. The District also operates an adult school which serves 300 adults annually, and an independent study program which serves the high school needs of approximately 600 students. The District is adding a fourth comprehensive high school scheduled to open in August 1996. The Series B Bonds will provide funds for the construction of the fourth comprehensive high school.

Enrollment in the District for the 1994-95 school year is 4,681 students. The District currently employs 181 teachers, 143 classified employees, and 26 management employees.

Administration

The District is governed by a five-member Board of Trustees (the "Board"), each of which is elected to a four-year term. Elections for positions to the Board are held every two years, alternating between two and three available positions. Current members of the Board, together with their office and the date their term expires, are listed below:

<u>Board Member</u>	<u>Office</u>	<u>Term Expires</u>
Carol Hamel	President	December, 1996
James Joiner	Vice President	December, 1998
Allan Cameron	Clerk	December, 1996
Gary Kidder, Jr.	Member	December, 1996
R. Jan Pinney	Member	December, 1998

The superintendent of the District is responsible for administering the affairs of the District in accordance with the policies of the Board. The District also employs a deputy superintendent and two assistant superintendents, one for personnel services, and one for instruction.

Brief biographies of the superintendent, the deputy superintendent and the assistant superintendents follow:

Robert J. Tomasini is the Superintendent of the District. He has 28 years of administrative experience and was a classroom teacher for seven years. Mr. Tomasini has held the superintendent position since 1989.

Richard Strickland, Deputy Superintendent, has been with the District since 1980 as its chief business official. Mr. Strickland has 18 years of school administrative experience.

Alec Ostrom is the Assistant Superintendent, Instruction. He has 25 years of administrative experience and he has been with the District since 1969.

Patrick Godwin is the Assistant Superintendent, Personnel. He has been with the District since 1974 as a teacher, assistant principal, and principal before his appointment to the assistant superintendent position in 1989.

Recent Enrollment Trends

Enrollment in the District has increased 49% since 1982-83, representing an average annual compound growth rate of 3.4%. The following table shows a 13-year enrollment history for the District.

**ANNUAL ENROLLMENT
FISCAL YEARS 1982-83 THROUGH 1994-95
Roseville Joint Union High School District**

Year	Annual Enrollment	Annual Change	% Change
1982-83	3,152	---	---
1983-84	3,151	-1	0.0%
1984-85	3,153	2	0.0
1985-86	3,257	104	3.3
1986-87	3,477	220	6.8
1987-88	3,533	56	1.6
1988-89	3,640	107	3.0
1989-90	3,810	170	4.7
1990-91	3,901	91	2.4
1991-92	4,198	297	7.6
1992-93	4,266	68	1.6
1993-94	4,318	52	1.2
1994-95	4,681	363	7.6

Source: Roseville Joint Union High School District.

Employee Relations

The District has two recognized bargaining units which represent its employees. The California Teachers Association, through its local Roseville School Employees Association, represents teachers, nurses, and librarians. The California School Employees Association, Roseville Chapter No. 459, represents classified employees.

Both bargaining groups representing District employees ratified new contracts in 1994. These contracts will expire June 30, 1998, but do allow annual bargaining for compensation.

District Retirement Systems

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Certified employees are members of the State Teachers' Retirement System (STRS) and classified employees are members of the Public Employee's Retirement System (PERS).

All full time certificated employees participate in STRS, a cost-sharing, multiple-employer contributory public employee retirement system. At June 30, 1994, the District employed approximately 285 regular and substitute certificated employees with a total annual payroll of approximately \$9.9 million.

All full time classified employees participate in PERS, an agent multiple-employer contributory public employee retirement system that acts as a common investment and administrative agent for participating public entities within the State of California. The District is part of a "cost sharing" pool with PERS. One actuarial valuation is performed for those employers participating in the pool, and the same contribution rate applies to each. At June 30, 1994, the District employed approximately 187 regular and substitute classified employees with a total annual payroll of approximately \$3.0 million.

The District is required by statute to contribute 8.25% of gross salary expenditures to STRS for all employees participating in STRS. Required PERS contributions for 1994-95 are 4.171%. Participants are required to contribute 8% and 7% of applicable gross salary to STRS and PERS, respectively. The District's employer contributions to STRS and PERS met the required contribution rates established by law.

Joint Powers Agreements

The District is a member of a joint powers authority, Schools Insurance Group (SIG), for the operation of common risk management and insurance programs. SIG covers workers' compensation, property, liability, and health and welfare insurance. The membership includes the school districts in Placer and Nevada counties and their respective county office of education. SIG is governed by an executive board consisting of representatives from member districts. The executive board controls the operations of SIG, including selection of management and approval of operating budgets.

The District is also a member, with approximately 150 school districts, community college districts and county offices of education, in School Project for Utility Rate Reduction (SPURR). SPURR is a joint powers authority established in 1989 to provide the direct purchase of natural gas, electricity and other utility services.

The relationship between the District and the joint powers authorities is such that the joint powers authorities are not component units of the District for financial reporting purposes.

DISTRICT FINANCIAL INFORMATION

Accounting Practices

The accounting practices of the District conform to generally accepted accounting principles in accordance with policies and procedures of the California School Accounting Manual. This manual, according to Section 41010 of the California Education Code, is to be followed by all California school districts.

District accounting is organized on the basis of fund groups, with each group consisting of a separate set of self-balancing accounts containing assets, liabilities, fund balances, revenues and expenditures. The major fund classification is the general fund which accounts for all financial resources not requiring a special fund placement. The District's fiscal year begins on July 1 and ends on June 30.

District expenditures are accrued at the end of the fiscal year to reflect the receipt of goods and services in that year. Revenues generally are recorded on a cash basis, except for items that are susceptible to accrual (measurable and/or available to finance operations). Current taxes are considered susceptible to accrual. Delinquent taxes not received after the fiscal year end are not recorded as revenue until received. Revenues from specific state and federally funded projects are recognized when qualified expenditures have been incurred. State block grant apportionments are accrued to the extent that they are measurable and predictable. The State Department of Education sends the District updated information from time to time explaining the acceptable accounting treatment of revenue and expenditure categories.

Financial Statements

The District's general fund finances the legally authorized activities of the District for which restricted funds are not provided. General fund revenues are derived from such sources as State school fund apportionments, taxes, use of money and property, and aid from other governmental agencies. Audited financial statements for the District for the fiscal year ended June 30, 1994, and prior fiscal years are on file with the District and available for public inspection at the Office of the Superintendent of the District, 1750 Cirby Way, Roseville, California 95661, telephone number (916) 786-2018. Copies of such financial statements will be mailed to prospective investors and their representatives upon request directed to the District at such address.

The following table shows the audited balance sheets and income and expense statements for the District for the 1991-92, 1992-93 and 1993-94 fiscal years. The audited financial statements for the year ended June 30, 1994, are included in Appendix B hereto.

**COMPARATIVE FINANCIAL DATA - GENERAL FUND
FISCAL YEARS ENDING JUNE 30, 1992, 1993 AND 1994
Roseville Joint Union High School District**

BALANCE SHEET

	<u>1991-92</u>	<u>1992-93</u>	<u>1993-94</u>
Assets			
Cash in County Treasurer	\$3,322,479	\$3,077,388	\$3,432,180
Cash In Banks	378	0	0
Revolving Cash Fund	10,300	10,300	10,300
Cash with Fiscal Agent	0	0	2,956,763
Accounts Receivable	596,703	975,635	478,777
Prepaid Expenditures	<u>8,230</u>	<u>7,842</u>	<u>134,961</u>
Total Assets	\$3,938,090	\$4,071,165	\$7,012,981
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$417,631	\$405,219	\$377,145
Deferred Revenue	125,687	91,557	87,979
Due to Other Funds	0	30,386	0
Note Payable	<u>0</u>	<u>0</u>	<u>2,800,000</u>
Total Liabilities	543,318	527,162	3,265,124
Fund Balances:			
Reserved	827,586	627,602	649,808
Unreserved	<u>2,567,186</u>	<u>2,916,401</u>	<u>3,098,049</u>
Total Fund Balances	3,394,772	3,544,003	3,747,857
Total Liabilities and Fund Balances	\$3,938,090	\$4,071,165	\$7,012,981

INCOME AND EXPENSE STATEMENT

Revenues			
Revenue Limit Sources			
State Apportionments	\$4,391,376	\$3,335,274	\$1,891,316
Local Sources	9,800,260	11,607,152	13,631,359
Federal Sources	286,225	333,896	322,896
Other State Sources	1,919,476	1,994,414	1,785,503
Other Local Sources	<u>874,765</u>	<u>807,411</u>	<u>995,252</u>
Total Revenues	\$17,272,102	\$18,078,147	\$18,626,326
Expenditures			
Certificated Salaries	\$8,842,218	\$9,405,774	\$9,616,823
Classified Salaries	2,482,803	2,562,819	2,680,464
Employee Benefits	2,596,626	3,049,002	2,930,573
Books and Supplies	1,139,150	963,227	1,020,235
Contract Services and Operating Expenses	1,139,150	1,157,349	1,278,333
Capital Outlay	375,022	251,264	266,310
Other Outgo	248,059	130,569	138,861
Debt Service	4,035	93,580	130,435
Tuition	<u>5,497</u>	<u>0</u>	<u>0</u>
Total Expenditures	\$17,742,614	\$17,613,584	\$18,062,034
Excess (deficiency) of Revenue over (under) Expenditures	529,488	464,563	564,292
Other Sources (Uses)	(428,204)	(315,332)	(360,438)
Excess of revenues and other financing sources over (under) expenditures and other uses	101,284	149,231	203,854
Fund Balance, July 1	\$3,293,488	\$3,394,772	\$3,544,003
Fund Balance, June 30	\$3,394,772	\$3,544,003	\$3,747,857

Source: Roseville Joint Union High School District audited financial statements.

Budget Process

The District is required by provisions of the State Education Code to maintain a balanced budget each year, in which the sum of expenditures and the ending fund balance cannot exceed the sum of revenues and the carry-over fund balance from the previous year. The State Department of Education imposes a uniform budgeting and accounting format for school districts. The budget process for school districts was substantially amended by Assembly Bill 1200 ("AB 1200"), which became State law on October 14, 1991. Portions of AB 1200 are summarized below.

School districts must adopt a budget on or before July 1 of each year. The budget must be submitted to the county superintendent within five days of adoption or by July 1, whichever occurs first. A district may be on either a dual or single budget cycle. The dual budget option requires a revised and readopted budget by September 1 that is subject to State-mandated standards and criteria. The revised budget must reflect changes in projected income and expenses subsequent to July 1. The single budget is only readopted if it is disapproved by the county office of education, or as needed. The District is on a single budget cycle and adopts its budget on or before July 1.

For both dual and single budgets submitted on July 1, the county superintendent will examine the adopted budget for compliance with the standards and criteria adopted by the State Board of Education and identify technical corrections necessary to bring the budget into compliance, will determine if the budget allows the district to meet its current obligations and will determine if the budget is consistent with a financial plan that will enable the district to meet its multi-year financial commitments. On or before August 15, the county superintendent will approve or disapprove the adopted budget for each school district. Budgets will be disapproved if they fail the above standards. The district board must be notified by August 15 of the county superintendent's recommendations for revision and reasons for the recommendations. The county superintendent may assign a fiscal advisor or appoint a committee to examine and comment on the superintendent's recommendations. The committee must report its findings no later than August 20. Any recommendations made by the county superintendent must be made available by the district for public inspection. The law does not provide for conditional approvals; budgets must be either approved or disapproved. No later than August 20, the county superintendent must notify the Superintendent of Public Instruction of all school districts whose budget has been disapproved.

For all dual budget options and for single and dual budget option districts whose budgets have been disapproved, the district must revise and readopt its budget by September 8, reflecting changes in projected income and expense since July 1, including responding to the county superintendent's recommendations. The county superintendent must determine if the budget conforms with the standards and criteria applicable to final district budgets and not later than October 8, will approve or disapprove the revised budgets. If the budget is disapproved, the county superintendent will call for the formation of a budget review committee pursuant to Education Code § 42127.1. Until a district's budget is approved, the district will operate on the lesser of its proposed budget for the current fiscal year or the last budget adopted and reviewed for the prior fiscal year.

The District has never had an adopted budget disapproved by the county superintendent of schools, and has never received a "qualified" or "negative" certification of an Interim Financial Report pursuant to AB 1200.

General Fund Budget

The District's general fund budgets for the fiscal years ending June 30, 1994, and June 30, 1995, are set forth below:

**GENERAL FUND BUDGET
FISCAL YEARS ENDING JUNE 30, 1994 AND 1995
Roseville Joint Union School District**

	Approved Budget 1993-94	Unaudited Actual Budget 1993-94	Approved Budget 1994-95
REVENUES			
Revenue Limit Sources	\$15,750,611	\$15,482,834	\$16,033,864
Federal Revenue	324,092	331,872	325,668
Other State Revenues	1,657,054	1,714,213	1,753,334
Other Local Revenues	<u>767,552</u>	<u>766,500</u>	<u>720,190</u>
TOTAL REVENUES	\$18,499,309	\$18,295,419	\$18,833,056
EXPENDITURES			
Certificated Salaries	\$9,703,285	\$9,711,445	\$9,936,218
Classified Salaries	2,726,809	2,738,068	2,885,404
Employee Benefits	2,906,780	2,929,341	3,014,597
Books and Supplies	984,628	1,057,215	1,090,886
Services and Other Expenses	1,428,007	1,379,773	1,558,785
Capital Outlay	313,493	287,611	256,245
Other Outgo	143,663	143,252	271,985
Direct Support/Indirect Expenses	<u>(18,799)</u>	<u>(18,799)</u>	<u>(20,304)</u>
TOTAL EXPENDITURES	\$18,187,866	\$18,227,906	\$18,993,816
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	311,443	67,513	(160,760)
OTHER FINANCING SOURCES/USES			
Interfund Transfers	(236,715)	(236,715)	(336,325)
Other Sources/Uses	(230,720)	(230,720)	(140,000)
Contributions to Restricted Programs	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER SOURCES/USES	(467,435)	(467,435)	(476,325)
NET INCREASE (DECREASE) IN FUND BALANCE	(155,992)	(399,922)	(637,085)
BEGINNING FUND BALANCE (July 1)	\$3,271,041	\$3,544,003	\$3,144,081
PRIOR YEAR ADJUSTMENTS	0	0	0
ENDING FUND BALANCE (June 30)	\$3,115,049	\$3,144,081	\$2,506,996

Source: Roseville Joint Union High School District.

State Funding of Education and Revenue Limitations

Annual State apportionments of basic and equalization aid to school districts for general purposes are computed up to a revenue limit per unit of average daily attendance ("A.D.A."). Such apportionments will, generally speaking, amount to the difference between the District's revenue limit and the District's local property tax allocation. Revenue limit calculations are adjusted annually in accordance with a number of factors designed primarily to provide cost of living increases and to equalize revenues among California school districts. The District's revenue limit per unit of A.D.A. was \$3,583 in fiscal year 1993-94, and was \$3,584 in fiscal year 1994-95.

California school districts receive a significant portion of their funding from State appropriations. As a result, decreases in State revenues may affect appropriations made by the Legislature to school districts.

Revenue Sources

The District categorizes its general fund revenues into four sources: (1) revenue limit sources (consisting of a mix of State and local revenues), (2) federal revenues, (3) other State revenues and (4) other local revenues. Each of these revenue sources is described below.

Revenue Limit Sources. Since fiscal year 1973-74, California school districts have operated under general purpose revenue limits established by the State Legislature. In general, revenue limits are calculated for each school district by multiplying (1) the average daily attendance ("A.D.A.") for such district by (2) a base revenue limit per unit of A.D.A. The revenue limit calculations are adjusted annually in accordance with a number of factors designated primarily to provide cost of living increases and to equalize revenues among all California school districts of the same type.

Funding of the District's revenue limit is provided by a mix of (1) local property taxes and (2) State apportionments of basic and equalization aid. Generally, the State apportionments will amount to the difference between the District's revenue limit and its local property tax revenues. Beginning in 1978-79, Proposition 13 and its implementing legislation provided for each county to levy (except for levies to support prior voter-approved indebtedness) and collect all property taxes, and prescribed how levies on county-wide property values are to be shared with local taxing entities within each county.

Taxes are levied by Placer and Sacramento counties for each fiscal year on taxable real and personal property which is situated in the county as of the preceding March 1. For assessment and collection purposes, property is classified either as "secured" or "unsecured" and is listed accordingly on separate parts of the assessment roll. The "secured roll" is that part of the assessment roll containing State-assessed public utilities property and real property having a tax lien which is sufficient, in the opinion of the county assessor, to secure payment of the taxes. Other property is assessed on the "unsecured roll".

Property taxes on the secured roll are due in two installments, on November 1 and February 1 of each fiscal year. If unpaid, such taxes become delinquent on December 10 and April 10, respectively, and a 10% penalty attaches to any delinquent payment. Property on the secured roll with respect to which taxes are delinquent become tax defaulted on or about June 30 of the fiscal year such property may thereafter be redeemed by payment of a penalty of 1.5% per month to the time of redemption, plus costs and a redemption fee. If taxes are unpaid for a period of five years or more, the property is deeded to the State and then is subject to sale by the county treasurer.

Property taxes on the unsecured roll are due as of the March 1 lien date and become delinquent, if unpaid, on August 31. A 10% penalty attaches to delinquent unsecured taxes. If unsecured taxes are unpaid at 5:00 p.m. on October 31, an additional penalty of 1.5% attaches to them on the first day of each month until paid. The taxing authority has four ways of collecting delinquent unsecured personal property taxes: (1) bringing a civil action against the taxpayer; (2) filing a certificate in the office of the county clerk specifying certain facts in order to obtain a lien on certain property of the taxpayer; (3) filing a certificate of delinquency for record in the county clerk and county recorder's office in order to obtain a lien on certain property of the taxpayer; and (4) seizing and selling personal property, improvements or possessory interests belonging or assessed to the assessee.

Federal Revenues. The federal government provides funding for several District programs, including special education programs, programs under the Educational Consolidation and Improvement Act, and specialized programs such as Drug Free Schools, Education for Economic Security, and the free and reduced lunch program. The federal revenues, most of which are restricted, comprised approximately 1.8% of general fund revenues in 1993-94 and are budgeted to equal approximately 1.7% of such revenues in 1994-95.

Other State Revenues. As discussed above, the District receives State apportionment of basic and equalization aid in an amount equal to the difference between the District's revenue limit and its property tax revenues. In addition to such apportionment revenue, the District receives substantial other State revenues.

These other State revenues are primarily restricted revenues funding items such as the Special Education Master Plan, home-to-school transportation, instructional materials and mentor teachers. The other State revenues comprised approximately 9.4% of general fund revenues in 1993-94 and are budgeted to equal approximately 9.3% of such revenues in 1994-95.

The District receives State aid from the California State Lottery (the "Lottery"), which was established by a constitutional amendment approved in the November 1984 general election. Lottery revenues must be used for the education of students and cannot be used for non-instructional purposes such as real property acquisition, facility construction, or the financing of research. Lottery revenues comprised approximately 1.9% of the general fund total revenues in 1993-94 and are budgeted to equal approximately 1.9% of such revenues in 1994-95.

Other Local Revenues. In addition to property taxes, the District receives additional local revenues from items such as the leasing of District-owned property, and from interest earnings.

Effect of State Budget on Revenues

From mid-1990 to late 1993, the State suffered a recession with the worst economic, fiscal and budget conditions since the 1930s. Construction, manufacturing (especially aerospace), and financial services, among others, were all severely affected. Job losses were the worst of any post-war recession. Employment levels stabilized by late 1993 and steady growth occurred in 1994 and is expected to continue in 1995, but pre-recession job levels are not expected to be reached until late 1996. Economic indicators show a steady recovery underway in the State since the start of 1994.

The recession seriously affected State tax revenues, which basically mirror economic conditions. It also caused increased expenditures for health and welfare programs. The State has also been facing a structural imbalance in its budget with the largest programs supported by its general fund — K-12 schools and community colleges, health and welfare, and corrections — growing at rates higher than the growth rates for the principal revenue sources of the State general fund. As a result, the State experienced recurring budget deficits in the late 1980s and 1990s. The State Controller reports that expenditures exceeded revenues for four of the five fiscal years ending with 1991-92; revenues and expenditures were equal in 1992-93, and the State had an operating surplus of \$1.1 billion in 1993-94. However, at June 30, 1994, according to the Department of Finance, the State's Special Fund for Economic Uncertainties still had an accumulated deficit, on a budget basis, of approximately \$1.5 billion.

1993-94 State Budget. The 1993-94 State budget was signed by the Governor on June 30, 1993, along with implementing legislation. Major components of the 1993-94 State budget includes the following: i) changes in local government financing to shift about \$2.6 billion in property taxes from counties and \$500 million from cities, special districts, and redevelopment agencies to school and community college districts, thereby reducing general fund support by an equal amount; about \$2.5 billion of the \$2.6 billion shift is permanent, reflecting termination of the State's "bailout" of local governments following the property tax cuts mandated under the terms of Proposition 13 in 1979; ii) an offset of the property tax revenue losses for cities and counties by additional sales tax revenues and mandate relief; iii) maintenance of K-12 Proposition 98 funding on a cash basis at the same per-pupil level as 1992-93 funds, although the County of Sacramento Superior Court ruled on November 12, 1993, that schools do not have to repay the loan (see "CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING DISTRICT REVENUES AND APPROPRIATIONS -- Proposition 98") herein; and iv) reductions in support for higher education, a two-year suspension of the renters' tax credit, and various miscellaneous cuts in State government services and one-time accounting changes.

1994-95 State Budget. The 1994-95 State budget was signed by the Governor on July 8, 1994. The 1994-95 State budget contained no tax increases, a freeze in the spending for K-12 education equal to the level in the last three years, increased spending for prisons, and decreased spending for health and welfare programs. The budget relied on the State borrowing \$7 billion through a combination of revenue anticipation warrants and revenue anticipation notes. To ensure the repayment of these borrowings, the budget contained provisions for automatic spending cuts in 1994-95 and 1995-96 if revenue failed to meet expectations.

1995-96 State Budget. On January 10, 1995, the Governor presented his 1995-96 fiscal year budget proposal (the "Proposed Budget"). The Proposed Budget estimates State general fund revenues and transfers of \$42.5 billion (an increase of 0.2% over 1994-95). Expenditures are estimated at \$41.7 billion (essentially unchanged from 1994-95). The Proposed Budget projects that the State general fund will end the fiscal year at June 30, 1996, with a budget surplus in the Special Fund for Economic Uncertainties of about \$92 million, or less than 1% of State general fund expenditures, and will have repaid all of the accumulated budget deficits.

The Proposed Budget calls for per-pupil expenditures for K-12 schools to increase by \$61 to \$4,292. For the first time in several years, a cost-of-living increase (2.2%) is added to the enrollment growth factor. The Governor proposes to set aside about \$514 million of the Proposition 98 funding increase to repay prior years' loans from the general fund to schools. As the legality of these loans is currently being challenged in a lawsuit, the Governor proposes to set the amount aside in escrow until the litigation is resolved.

A report issued by the State Legislative Analyst in February 1995 notes that the Proposed Budget is subject to a number of major risks, including receipt of the expected federal immigration aid and other federal actions to allow health and welfare cuts, and the outcome of several lawsuits concerning previous budget actions which the State has lost at the trial court level, and which are under appeal. The Legislative Analyst's report also estimates that, despite more favorable revenues, the two-year budget estimates made in July, 1994 are about \$2 billion out of balance, principally because federal immigration aid appears likely to be much lower than previously estimated.

In a revision to the Proposed Budget released May 22, 1995 (the "May Revision"), the Governor proposed increasing average spending in K-12 school districts by \$87 to \$4,334 per pupil. This amount would include a cost of living adjustment of approximately 2.7%.

The May Revision projects that State general fund revenues for 1994-95 will be \$210 million below the level forecast in January due, in part, to weakness in sales tax collections. However, for 1995-96, State general fund revenues are predicted to be \$147 million above the January forecast level due to the continued improvement in California's economy. Additionally, the May Revision lowers the State's expected level of federal reimbursement for costs associated with immigration from \$835 million to \$518 million. Cash projections for 1995-96 based on these assumptions indicate that the provisions for automatic spending cuts enacted in the 1994-95 State budget would not apply for 1995-96.

The District cannot predict what actions will be taken in the future by the State Legislature and the Governor to deal with budget shortfalls. The State budget will be affected by the course of the current national economic recession and other factors. However, the obligation to levy ad valorem taxes upon all taxable property within the District for the payment of principal of and interest on the Series B Bonds would not be impaired.

Agreement with Redevelopment Agency

The District, the Redevelopment Agency of the City of Roseville (the "Agency"), and the City have entered into an agreement (described below) whereby a portion of the tax increment revenues received by the Agency will be paid to the District.

The Redevelopment Agency. The Agency was activated on January 26, 1983 by the Roseville City Council's Ordinance 1689, adopted pursuant to the State's Community Redevelopment Law (Health and Safety Code Section 33000 *et seq.*) (the "Law"). All powers of the Agency are vested in its five-member governing board. The City Council serves as the governing body of the Agency, with the City Manager serving as Executive Director. The Agency is charged with the responsibility of eliminating blight within redevelopment project areas through the process of redevelopment. Redevelopment in the State may be carried out pursuant to the Law.

The Redevelopment Plan. On October 18, 1989, following requisite studies and hearings by the City's planning commission, the Agency, and the City Council, the City Council approved and adopted the Redevelopment Plan for the Roseville Redevelopment Project (the "Plan"). The Plan, which became effective as of November 17, 1989, provides for the powers of the Agency, designates the Project Area, and sets forth redevelopment activities to be undertaken by the Agency. At the time of adoption of the Plan, a maximum tax increment limit of \$450,000,000, and a maximum bonded debt limit of \$50,000,000 were established.

Project Area. The Project Area encompasses approximately 1,619 areas of land, most of which is centrally located in the City. The Project Area includes the City's older central business district and strip commercial areas, and also includes some developing areas to the north and east of the central business district. The majority of the Project Area lies within a swath of land running southwest to northeast which contains the Southern Pacific Railroad yards and the City's central business district. The Project Area also includes the Placer County Fair Grounds, just over 207 acres of developing land west of U.S. Interstate Highway 80 and south of State Route 65, and 83.3 acres of developing land east of U.S. Interstate Highway 80. The 207-acre area is planned for development of a regional shopping center and other commercial development, and the 83.8-acre area has been developed as a regional auto mall.

Agreement with the District. Pursuant to Section 33670 of the Law, the Plan provides that, with certain exceptions, the revenue derived each year from the levy and collection of taxes on any increases in assessed valuations of property in the Project Area above the sum of the assessed values as shown on the 1989-90 assessment roll (the "Base Year Roll") shall be paid to the Agency. The amount to be paid to the Agency pursuant to such provision is referred to as tax increment revenue.

In January 1990, the District, the Agency, and the City entered into a "pass-through" agreement (the "Agreement") regarding the distribution of tax increment revenues collected by the Agency. Under the Agreement, the Agency agreed to pay to the District 2.967% of Net Tax Increments, where Net Tax Increments are equal to the tax increment revenue received by the Agency, less any amount required to be set aside by the Agency pursuant to Section 33334.2 of the Law (relating to affordable housing and currently 20% of tax increment revenues), and less the

amount paid to Placer County pursuant to a pass-through agreement between the Agency and the County.

The Agency also agreed to pay to the District the portion of tax revenues the District would be entitled to receive in the absence of the adoption of the Plan which result from increases in the assessed value of all taxable property in the Project Area which result from the annual inflationary adjustments to assessed values provided for by law. The Agreement further provides that in no event shall payments be made to the District by the Agency which would exceed the amount, annually, that the District would have received from property taxes from the Project Area had the Plan not been adopted.

In the Agreement, the District authorizes the Agency to subordinate the District's interest under the Agreement and to pledge all or any portion of tax increment revenue otherwise payable to the District under the Agreement in order to secure the repayment of agency indebtedness. Prior to subordinating any interest of the District, the Agency shall submit to the District evidence reasonably satisfactory to the District demonstrating the Agency's ability to repay such Agency indebtedness. In the Agreement, the Agency agrees that any payments borrowed by the Agency from the payments due to the District to repay such indebtedness will be repaid by the Agency from the next available tax increment revenues of the Agency.

The revenues the District receives from the Agency pursuant to the Agreement will not be considered property tax revenue or revenue limit income. Furthermore, any reduction in property taxes received by the District as a result of adoption of the Plan will be offset by an increase in State aid. As a result, the revenues received by the District pursuant to the Agreement represent additional revenues the District would otherwise not have received.

Use of Tax Increment Revenue. The Agreement specifies that tax increment revenue received by the District from the Agency shall be expended only for the construction and renovation of schools and school facilities. The Agreement also specifies that the District may not expend funds received from the Agency outside the incorporated limits of the City without the consent of the Agency.

Lease Obligations

The District's capitalized lease obligations relate to certain office equipment which the District has leased under long-term lease-purchase agreements. The following is a summary of remaining minimum payments for all of the District's capital leases:

<u>Fiscal Year Ending June 30</u>	<u>Capitalized Lease Obligations</u>
1995	\$3,001
1996	<u>4,801</u>
Total	\$7,802

Certificates of Participation

The District sold certificates of participation (the "COPs") in 1991 to fund the purchase of land for Woodcreek High School, the District's third comprehensive high school. The principal amount of the COPs was \$3,740,000, which amount is still outstanding. The property acquired with the proceeds of the COPs was the site for the high school constructed with the proceeds of the Series A Bonds. The COPs were sold as variable rate demand certificates of participation, with an interest rate which is determined weekly during the variable interest rate period. The length of the variable interest rate period is determined by the District. The COPs were sold pursuant to a lease/purchase agreement between the District and the Roseville Joint Union High School District Financing Corporation. The payment of interest and principal on the COPs is subject to annual appropriations of the District. The COPs have a mandatory sinking fund repayment schedule as follows:

CERTIFICATES OF PARTICIPATION
Annual Sinking Fund Payments
Roseville Joint Union High School District

Payment Date (August 1)	Sinking Fund Prepayment
1996	\$ 255,000
1997	265,000
1998	285,000
1999	300,000
2000	315,000
2001	335,000
2002	355,000
2003	375,000
2004	395,000
2005	420,000
2006 (final maturity)	<u>440,000</u>
Total	\$3,740,000

Assessed Valuations

The following table summarizes the assessed valuation of property within the District, showing separately the assessed valuation of property in the Placer County and Sacramento County portions of the District. Total District assessed valuation grew by 462.9% between 1980-81 and 1994-95, representing an annual compound growth rate of 13.1%. In 1994-95, the Placer County portion of the District accounted for 91.7% of total assessed valuation in the District, and the Sacramento County portion accounted for 8.3%.

**ASSESSED VALUATION BY PORTION OF DISTRICT
FISCAL YEAR 1980-81 TO FISCAL YEAR 1994-95
Roseville Joint Union High School District**

Fiscal Year	Placer County Portion of District	Sacramento County Portion of District	Total District Assessed Valuation (2)
1980-81	\$1,060,697,576	\$ 9,178,312	\$1,069,875,888
1981-82	1,276,532,782	10,354,910	1,286,887,692
1982-83	1,448,147,692	12,110,489	1,460,258,181
1983-84	1,604,915,104	12,900,935	1,617,816,039
1984-85	1,831,120,690	16,859,303	1,848,009,993
1985-86	2,125,935,408	23,644,500	2,149,579,908
1986-87	2,403,890,654	35,817,564	2,439,708,218
1987-88	2,232,073,105 (1)	43,714,244	2,275,787,349
1988-89	2,496,982,960	47,163,260	2,544,146,220
1989-90	3,072,860,907	70,158,059	3,143,018,966
1990-91	3,747,386,345	175,044,003	3,922,430,348
1991-92	4,504,908,835	313,492,929	4,818,401,764
1992-93	5,020,008,202	400,460,999	5,420,469,201
1993-94	5,247,976,325	457,444,280	5,705,420,605
1994-95	5,521,923,283	500,101,874	6,022,025,157
 % of Total Valuation, 1994-95	 91.7%	 8.3%	 100.0%

Notes: (1) Effective fiscal year for unification of Rocklin Unified School District, formerly a feeder elementary school district to the District. Upon unification, property formerly in the District became the sole jurisdiction of the Rocklin Unified School District.

(2) Excludes assessed valuation from unitary utility roll, beginning in 1988-89.

Source: California Municipal Statistics, Inc.; County of Placer, Office of the Auditor-Controller, County of Sacramento, Office of the Auditor-Controller.

Tax Levies and Delinquencies

The following tables show the secured tax charges and delinquencies for all taxes collected in the Placer County and Sacramento County portions of the District between 1989-90 and 1993-94.

SECURED TAX CHARGES AND DELINQUENCY RATES
Roseville Joint Union High School District
Placer County Portion
Fiscal Years 1989-90 through 1993-94

Fiscal Year	Secured Tax Charge (1)	Amount Delinquent June 30	Percent Delinquent June 30
1989-90	\$29,388,941	\$1,105,553	3.76%
1990-91	35,684,344	1,558,011	4.37
1991-92	42,666,374	1,977,793	4.64
1992-93	49,695,368	1,725,485	3.47
1993-94	49,957,476	1,645,424	3.29

(1) All taxes collected by the County.

Source: California Municipal Statistics, Inc.

SECURED TAX LEVIES AND DELINQUENCY RATES
Roseville Joint Union High School District
Sacramento County Portion
Fiscal Years 1989-90 through 1993-94

Fiscal Year	Secured Tax Levy(1)	Amount Delinquent June 30	Percent Delinquent June 30
1989-90	\$102,857	\$ 3,825	3.72%
1990-91	245,526	10,405	4.24
1991-92	382,559	16,970	4.44
1992-93	486,123	19,627	4.04
1993-94	537,114	0 (2)	0.00

(1) All taxes collected by the County.

(2) Effective for fiscal year 1993-94, Sacramento County adopted the Teeter plan. The District received a one time distribution of delinquent 1992-93 and prior year's secured taxes in 1993-94 and also received in 1993-94 100% of 1993-94 secured tax levy.

Source: County of Sacramento Auditor-Controller

The following tables show the tax levies, and delinquencies for the District's debt service levies on property in Placer County and Sacramento County in 1992-93 and 1993-94. These tax levies are for debt service on the Series A Bonds.

BOND DEBT SERVICE TAX CHARGES AND DELINQUENCY RATES
Roseville Joint Union High School District
Placer County Portion
Fiscal Years 1992-93 and 1993-94

<u>Fiscal Year</u>	<u>Secured Tax Charge (1)</u>	<u>Amount Delinquent June 30</u>	<u>Percent Delinquent June 30</u>
1992-93	\$362,542	\$12,653	3.49%
1993-94	419,399	13,413	3.20

(1) Debt service levy on the Series A Bonds.
Source: California Municipal Statistics, Inc.

BOND DEBT SERVICE TAX CHARGES AND DELINQUENCY RATES
Roseville Joint Union High School District
Sacramento County Portion
Fiscal Years 1992-93 and 1993-94

<u>Fiscal Year</u>	<u>Current Year Tax Charge (1)</u>	<u>Amount Delinquent June 30</u>	<u>Percent Delinquent June 30</u>
1992-93	\$27,991	\$685	2.45%
1993-94	37,305	365 (2)	0.98%

(1) Debt service levy on the Series A Bonds.
(2) Effective for fiscal year 1993-94, Sacramento County adopted the Teeter Plan. The District received a one-time distribution of delinquent 1992-93 and prior years' secured taxes in 1993-94 and received in 1994-95 100% of the 1993-94 bond debt tax levy.
Source: California Municipal Statistics, Inc.

Alternative Method of Tax Apportionment - "Teeter Plan"

The Boards of Supervisors of Placer County and Sacramento County have approved the implementation of the Alternative Method of Distribution of Tax Levies and Collections and of Tax Sale Proceeds (the "Teeter Plan"), as provided for in Section 4701 *et seq.* of the California Revenue and Taxation Code. Under the Teeter Plan, the counties apportion secured property taxes on an accrual basis when due (irrespective of actual collections) to their respective local political subdivisions, including the District, for which the counties act as the tax-levying or tax-collecting agency. The Teeter Plan was effective in both counties beginning the fiscal year commencing July 1, 1993.

The Teeter Plan is applicable to all tax levies for which the counties act as the tax-levying or tax-collecting agency, or for which the county treasuries are the legal depository of the tax collections. As adopted by the counties, the Teeter Plan excludes Mello-Roos Community Facilities Districts and special assessment districts which provide for accelerated judicial foreclosure of property for which assessments are delinquent.

The ad valorem property tax to be levied to pay the interest on and principal of the Series B Bonds will be subject to the Teeter Plan, beginning in the first year of such levy in fiscal year 1995-96. The District will receive 100% of the ad valorem property tax levied to pay the Series B Bonds irrespective of actual delinquencies in the collection of the tax by the counties.

The Teeter Plan is to remain in effect unless the Boards of Supervisors of the counties order its discontinuance or unless, prior to the commencement of any fiscal year of the counties (which commences on July 1), a Board of Supervisors receives a petition for its discontinuance joined in by a resolution adopted by at least two-thirds of the participating revenue districts in the respective county, in which event the Board of Supervisors is to order discontinuance of the Teeter Plan effective at the commencement of the subsequent fiscal year. If the Teeter Plan is discontinued subsequent to its implementation, only those secured property taxes actually collected would be allocated to political subdivisions (including the District) for which the counties act as the tax-levying or tax-collecting agency.

Tax Rates

There are a total of 114 tax rate areas in the District. The largest District tax rate area located within the City limits, Tax Rate Area 5-001, has a fiscal year 1994-95 assessed valuation of \$2,895,736,973, representing 48.1% of the District's taxable assessed valuation. A representative tax rate area located within unincorporated Placer County, Tax Rate Area 69-027, has a fiscal year 1994-95 assessed valuation of \$507,973,922, representing 5.6% of the District's taxable assessed valuation. A representative tax rate area located within unincorporated Sacramento County, Tax Rate Area 66-002, has a fiscal year 1994-95 assessed valuation of \$113,541,771, representing 1.9% of the District's taxable assessed valuation. The table below summarizes the total ad valorem tax rates levied by all taxing entities in these three tax rate areas during the five-year period from 1990-91 to 1994-95.

**SUMMARY OF AD VALOREM TAX RATES
\$1 PER \$100 OF ASSESSED VALUATION
Roseville Joint Union High School District**

City of Roseville -- Tax Rate Area 5-001

	<u>1990-91</u>	<u>1991-92</u>	<u>1992-93</u>	<u>1993-94</u>	<u>1994-95</u>
County of Placer	\$1.0000	\$1.0000	\$1.0000	\$1.0000	\$1.0000
Roseville Joint Union High School District Bond	--	--	.0073	.0084	.0094
Roseville City School District Bond	--	--	.0147	.0056	.0312
Roseville City School District State Loan	<u>.0009</u>	<u>.0006</u>	<u>.0003</u>	--	<u>.0004</u>
TOTAL	\$1.0009	\$1.0006	\$1.0223	\$1.0140	\$1.0410

Unincorporated Placer County -- Tax Rate Area 69-027

	<u>1990-91</u>	<u>1991-92</u>	<u>1992-93</u>	<u>1993-94</u>	<u>1994-95</u>
County of Placer	\$10000	\$1.0000	\$1.0000	\$1.0000	\$1.0000
Roseville Joint Union High School District Bond	--	--	.0073	.0084	.0094
Eureka Union School District Bond	.0058	.0029	.0031	.0058	.0112
Eureka Union School District State Loan	.0380	.0100	---	---	---
San Juan Suburban Water	<u>.0142</u>	<u>.0124</u>	<u>.0068</u>	<u>.0136</u>	<u>.0127</u>
TOTAL	\$1.0580	\$1.0253	\$1.0172	\$1.0278	\$1.0333

Unincorporated Sacramento County -- Tax Rate Area 66-002

	<u>1990-91</u>	<u>1991-92</u>	<u>1992-93</u>	<u>1993-94</u>	<u>1994-95</u>
County of Sacramento	\$1.0000	\$1.0000	\$1.0000	\$1.0000	\$1.0000
County Bonds	.0024	.0021	.0023	.0006	.0011
Roseville Joint Union High School District Bond	--	--	.0073	.0084	.0094
Sacramento-Yolo Port Bonds	<u>.0011</u>	--	--	--	--
Subtotal	\$1.0338	\$1.0021	\$1.0096	\$1.0090	\$1.0105
Regional Sanitation (Land and Improvement)	--	--	<u>\$0.0142</u>	<u>\$0.0129</u>	<u>\$0.0123</u>
TOTAL	\$1.0338	\$1.0021	\$1.0238	\$1.0219	\$1.0228

Source: California Municipal Statistics, Inc.

Largest Property Owners

The following table shows the 20-largest owners of taxable property in the District as determined by secured assessed valuation in fiscal year 1994-95.

Property Owner	Land Use	Secured Assessed Valuation 1994-95	% of Total (1)
NEC Electronics USA, Inc.	Semiconductor Devices	\$600,725,879	10.32%
Hewlett Packard Company	Computer Equipment	167,472,683	2.88
Roseville Property Investors	Industrial Real Estate	40,005,248	0.69
Albertsons Inc.	Grocery Distributing	33,932,693	0.58
Johnson Ranch Limited	Apartments	30,314,430	0.52
H.C. Elliott, Inc./Elliott Homes	Apartments	26,994,999	0.46
Lincoln National Life Insurance	Apartments	25,896,033	0.44
Reynolds Metals Company	Aluminum Can Manufacturing	24,551,959	0.42
Del Webb California Corp.	Residential Real Estate	19,255,078	0.33
Olympics Corporate Centre Associates	Office	17,042,452	0.29
Kaiser Foundation Health Plan	Hospital	16,693,730	0.29
TJM Properties Inc.	Shopping Center	16,385,000	0.28
Minnesota Mining and Manufacturing Co.	Commercial Real Estate	16,050,938	0.28
H.B. Fuller Company	Apartments	15,753,195	0.27
Western Land Properties	Apartments	15,581,924	0.27
Southfork Partnership	Residential Real Estate	15,014,858	0.26
Shelter Cove Apartments,, Ltd.	Apartments	14,674,779	0.25
Genshiro Kawamoto	Residential	13,693,483	0.24
Lum Yip Kee Limited	Office	13,638,646	0.23
Placer Business Center, Inc.	Office	<u>13,388,122</u>	<u>0.23</u>
Total		\$1,137,066,129	19.53%

Total 1994-95 Local Secured Assessed Valuation: \$5,820,859,030

Source: California Municipal Statistics, Inc.

STATEMENT OF DIRECT AND OVERLAPPING BONDED DEBT

Debt Obligations

Set forth on the following page is a direct and overlapping debt report (the "Debt Report") prepared by California Municipal Statistics, Inc. and effective May 1, 1995. The Debt Report is included for general information purposes only. The District has not reviewed the Debt Report for completeness or accuracy and makes no representation in connection therewith.

The Debt Report generally includes long-term obligations sold in the public credit markets by public agencies whose boundaries overlap the boundaries of the District in whole or in part. Such long-term obligations generally are not payable from revenues of the District (except as indicated) nor are they necessarily obligations secured by land within the District. In many cases, long-term obligations issued by a public agency are payable only from the general fund or other revenues of such public agency.

STATEMENT OF DIRECT AND OVERLAPPING BONDED DEBT
Roseville Joint Union High School District

1994-95 Assessed Valuation: \$6,022,025,157 (before deduction of redevelopment tax allocation increment).

Public Agency Debt	% Applicable	Debt 5/1/95	
Placer County Authorities	36.241%	\$ 2,602,391	
Sacramento County and Authorities	1.003	3,248,068	
Sierra Joint Community College District Certificates of Participation	26.678	915,225	
Roseville Joint Union High School District	100.000	32,669,076	(1)
Roseville Joint Union High School District Certificates of Participation	100.000	3,740,000	
Dry Creek Joint Elem. School District Community Facilities District No. 1	100.000	9,780,000	
Eureka Union School District and Certificates of Participation	100.000	14,279,026	
Roseville City School District and Certificates of Participation	100.000	24,236,847	
City of Roseville Certificates of Participation	99.982	32,624,127	
San Juan Suburban Water District	16.115	1,215,071	
Sacramento Regional County Sanitation District	1.013	461,067	
Other Special Districts	Various	163,456	
City of Roseville Community Facilities Districts	100.000	158,270,000	
City and Special District 1915 Act Bonds	100.000	<u>15,516,000</u>	
TOTAL DIRECT AND OVERLAPPING BONDED DEBT		\$299,720,351	(2)

(1) *Includes Series B Bonds to be sold, as described herein.*

(2) *Excludes tax and revenue anticipation notes, revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.*

Ratios to Assessed Valuation:

Direct Debt (\$36,449,076)	0.61%
Total Debt	4.98%

State School Building Aid Repayable as of 6/30/94: \$14,962

Source: *California Municipal Statistics, Inc.*

THE ECONOMY OF THE DISTRICT

The District encompasses the entire City, as well as unincorporated areas of Placer County and Sacramento County. The following economic data for the City and the County are presented for information purposes only. The Series B Bonds are not a debt or obligation of the City or the County.

General

The District is in California's Sacramento Valley, near the foothills of the Sierra Nevada. It is located about 16 miles northeast of Sacramento, The State capital, and 110 miles east of San Francisco. Roseville is the largest city in Placer County in addition to being its commercial and industrial center.

The District has the warm summers typical of central California, with an average July temperature of 77 degrees. Winter temperatures are moderate; the average January temperature is 46 degrees. The temperature drops below freezing an average of eight days per year. Rainfall averages 20 inches annually and falls mostly during the winter.

Population

The City's 1995 population is 59,400, or approximately 28% of the County total of 210,000. The City's population increased by 144% between 1980 and 1995, representing an average annual compound growth rate of approximately 6.1%.

POPULATION GROWTH, 1980-1995 City of Roseville and County of Placer

Year	City of Roseville		Placer County	
	Population	Annual % Change	Population	Annual % Change
1980	24,347	--	117,247	--
1981	25,153	3.3%	120,700	2.9%
1982	25,905	3.0	125,000	3.6
1983	26,435	2.0	128,400	2.7
1984	27,423	3.7	132,000	2.8
1985	27,998	2.1	136,500	3.4
1986	30,450	8.8	141,500	3.7
1987	32,750	7.6	147,400	4.2
1988	36,100	10.2	154,000	4.5
1989	39,300	8.9	161,000	4.5
1990	44,685	13.7	172,796	7.3
1991	46,950	5.1	179,300	3.8
1992	50,300	7.1	187,000	4.3
1993	53,700	6.8	193,900	3.7
1994	56,000	4.3	200,100	3.2
1995	59,400	6.1	210,000	4.9

Source: 1980 and 1990, U.S. Department of Commerce, Bureau of the Census for April 1; 1981-1989, 1991-1995, California Department of Finance for January 1.

The population of the District is estimated to be 59,654 in 1990, based on an interpolation of data from the 1990 U.S. Census. The population of the District and its feeder elementary districts is shown below.

**ESTIMATED 1990 POPULATION
Roseville Joint Union High School District
Population by Elementary Feeder District**

<u>Feeder Elementary School District</u>	<u>Estimated 1990 Population</u>
Roseville City School District	40,264
Eureka Union School District	12,469
Dry Creek Joint Elementary School District	<u>6,921</u>
Total, Roseville Joint Union High School District	59,654

Source: Estimated from census tract data from the U.S. Census for 1990, published by the U.S. Department of Commerce, Bureau of the Census. The population data were compiled and interpolated by the Placer County Office of Education.

Employment

The following table summarizes wage and salary employment in the County from 1989 to 1993. The total wage and salary employment in the County increased by 23% between 1989 and 1993, representing an average annual compound growth rate of 5.2%. Retail trade and services are the largest employment sectors in the County. A growing employment sector is manufacturing. The increase in manufacturing employment is due in part to the local growth of the electronics industry.

ANNUAL AVERAGE WAGE AND SALARY EMPLOYMENT Placer County 1989-1993

Industry	Employment(1)				
	1989	1990	1991	1992	1993
Agriculture	500	500	500	300	300
Mining	200	200	200	200	200
Construction	4,600	5,600	5,500	5,200	4,800
Manufacturing	7,000	7,500	7,800	8,100	7,900
Transportation & Public Utilities	3,800	3,900	4,400	4,300	4,300
Wholesale Trade	1,400	1,600	2,000	2,100	2,000
Retail Trade	13,000	13,900	14,300	14,100	15,600
Finance, Insurance & Real Estate	3,100	3,400	3,400	3,700	4,000
Services	12,200	13,500	15,600	16,200	17,400
Government	<u>10,300</u>	<u>11,100</u>	<u>11,300</u>	<u>12,000</u>	<u>12,400</u>
Total	56,100	61,200	65,000	66,300	68,800

(1) Employment is reported by place of work; it does not include persons involved in labor-management disputes. Figures are rounded to the nearest hundred. Columns may not add to totals due to rounding.

Source: California Employment Development Department, based on March 1993 benchmark.

The following table summarizes civilian labor force, employment, and unemployment in the County from 1990 to 1994. The County's civilian labor force was 5.3% greater in 1994 than in 1990. The employed labor force in the County was 2.3% greater in 1994 than in 1990.

The unemployment rate in the County in 1994 was 7.0%. In contrast, the average unemployment rate in California in 1994 was 8.6%.

CIVILIAN LABOR FORCE, EMPLOYMENT AND UNEMPLOYMENT
Placer County
Annual Averages, 1990-1994

Year	Civilian Labor Force	Employed Labor Force (1)	Unemployed Labor Force (2)	Unemployment Rate (3)
1990	91,200	87,300	3,900	4.3%
1991	92,100	86,300	5,800	6.3
1992	93,300	85,500	7,800	8.4
1993	95,400	87,900	7,500	7.9
1994	96,000	89,300	6,700	7.0

(1) *Includes persons involved in labor-management trade disputes.*

(2) *Includes all persons without jobs who are actively seeking work.*

(3) *The unemployment rate is computed from unrounded data; therefore, it may differ from rates computed from rounded figures in this table.*

Source: California Employment Development Department, based on 1994 benchmark

Major Employers

The following table shows the largest employers located in the County and in the District. Employers located in the District are indicated by italics. Seven of the ten largest employers in the County are located in the District. Southern Pacific Railroad operates one of the largest switching and marshaling yards west of Chicago. Hewlett-Packard and NEC Electronics USA have major facilities in the District for manufacturing computer components.

LARGEST EMPLOYERS
County of Placer
(March 1995)

Firm	Type of Business	Employment
<i>Hewlett-Packard</i>	<i>Computer equipment manufacturing</i>	4,000
<i>NEC Electronics USA, Inc.</i>	<i>Semiconductor devices manufacturing</i>	1,900
County of Placer	Government	1,894
<i>Pride Industries</i>	<i>Electronic assembly and packaging</i>	1,563
<i>Roseville Community Hospital</i>	<i>Healthcare</i>	1,240
<i>Southern Pacific Railroad</i>	<i>Marshaling yard and maintenance</i>	1,000
Sierra Community College	Education	1,000
Auburn Faith Hospital	Health care	740
<i>City of Roseville</i>	<i>City government</i>	675
<i>Kaiser-Permanente (1)</i>	<i>Healthcare</i>	506
<i>Roseville City School District</i>	<i>Education</i>	470
<i>Roseville Telephone</i>	<i>Telephone utility</i>	470
Sierra Pacific Industries	Lumber	456
Formica Corporation	Laminate manufacturing	450
Rocklin Unified School District	Education	365
<i>Roseville Joint Union High School District</i>	<i>Education</i>	350
Mountain People's Warehouse	Wholesale Distribution	311
Coherent, Inc.	Laser Devices	294
United Parcel Service (1)	Parcel courier	288
<i>Albertson's Inc.</i>	<i>Grocery distribution center</i>	250
Wal Mart	Retail store	250
Gladding, McBean	Architectural terra cotta, sewer pipe	225
A T & T (1)	Telecommunications products	213
Reynolds Metal Co. (1)	Aluminum can manufacturing	200
<i>Roseville Convalescent Hospital (1)</i>	<i>Healthcare</i>	200
Ace Hardware	Hardware distribution	200

Note: (1) Employment as of 1994.

Source: Placer County Office of Economic Development, March 1995.

Construction Activity

The following table summarizes building permits issued and building valuation in the City for the past five years. Building permit valuations and the number of residential permits issued in 1994 were the highest of the five-year period.

CONSTRUCTION ACTIVITY
City of Roseville
1990-94

	1990	1991	1992	1993	1994
Valuation (\$000)					
Residential	\$ 92,758	\$102,189	\$ 79,721	\$106,509	\$175,592
Non-Residential	<u>40,755</u>	<u>24,548</u>	<u>28,056</u>	<u>52,662</u>	<u>51,018</u>
TOTAL	\$133,513	\$126,737	\$107,777	\$159,171	\$226,610
Dwelling Units					
Single Family	492	409	584	763	1,205
Multiple Family	<u>226</u>	<u>782</u>	<u>0</u>	<u>0</u>	<u>56</u>
TOTAL	718	1,191	584	763	1,261

Source: Economic Sciences Corporation

Retail Trade

The following table shows a five-year history of taxable sales for the City. Taxable sales in 1993 were 41% higher than in 1989, representing an annual compound growth of 9%. Taxable sales increased each year from 1989 to 1993.

The largest category of taxable retail sales in the City in 1993 was auto dealers and supplies, which accounted for 44% of all taxable sales volume. Significant growth took place between 1989 and 1993 in general merchandise, auto dealers and supplies, and specialty retail stores.

The City is the principal retail center of the County. In 1993, the City accounted for 43% of the total taxable sales in the County.

TAXABLE SALES City of Roseville 1989-1993

	Taxable Sales (\$000)				
	1989	1990	1991	1992	1993
Apparel	\$ 23,945	\$25,732	\$25,839	\$24,643	\$25,176
General Merchandise	50,564	57,923	66,088	74,204	93,148
Drug	8,496	9,490	10,274	10,538	11,451
Food	35,626	37,479	41,873	43,468	36,419
Liquor	4,125	4,646	4,093	3,340	1,776
Eating & Drinking	37,201	42,289	43,909	43,330	44,951
Home Furnishings & Appliances	10,182	13,766	12,950	12,849	13,066
Building Materials, Farm Implements	54,025	54,025	39,166	25,187	61,478
Auto Dealers & Supplies	231,444	233,024	259,409	322,775	379,779
Service Stations	34,955	34,713	33,653	34,394	32,793
Other Retail Stores	<u>39,977</u>	<u>45,169</u>	<u>47,403</u>	<u>46,692</u>	<u>57,237</u>
Total Retail Stores	\$528,972	\$558,256	\$584,657	\$641,420	\$757,274
All Other Outlets	88,949	93,432	117,478	100,103	113,635
Total Taxable Sales	\$617,921	\$651,688	\$702,135	\$741,523	\$870,909

Source: California Board of Equalization.

Income

Total personal income in the County increased by 205% between 1982 and 1993, representing an average annual compound growth rate of 10.7%. Per capita personal income in the County grew by 88% during this time, representing an average annual compound growth of 5.9%.

The following tables summarize personal income for the County for 1982-93.

PERSONAL INCOME 1982-1993 (in thousands)

<u>Year</u>	<u>Placer County</u>	<u>Annual Percent Change</u>
1982	\$1,466,651	--
1983	1,577,439	7.6%
1984	1,747,832	10.8
1985	1,973,370	12.9
1986	2,209,861	12.0
1987	2,436,249	10.2
1988	2,651,711	8.8
1989	2,963,304	11.8
1990	3,312,047	11.8
1991	3,944,708	19.1
1992	4,158,071	5.4
1993	4,473,222	7.6

Source: U.S. Department of Commerce, Bureau of Economic Analysis

PER CAPITA PERSONAL INCOME 1982-1993

<u>Year</u>	<u>Placer County</u>	<u>California</u>	<u>United States</u>
1982	\$12,342	\$13,410	\$11,583
1983	13,353	14,109	12,223
1984	14,543	15,373	13,332
1985	15,683	16,313	14,155
1986	16,659	17,080	14,906
1987	17,311	17,828	15,638
1988	18,455	18,703	16,610
1989	19,761	19,620	17,690
1990	21,364	20,656	18,667
1991	21,728	20,748	19,163
1992	22,218	21,348	20,105
1993	23,263	21,895	20,800

Source: U.S. Department of Commerce, Bureau of Economic Analysis

Transportation

The District is located on both sides of U.S. Interstate Highway 80, which traverses California from San Francisco to the Nevada border. U.S. Interstate Highway 80 is the principal all-weather route between San Francisco and points east. Sixteen miles to the west, in Sacramento, U.S. Interstate Highway 80 intersects U.S. Interstate Highway 5, the principal north-south route connecting the three Pacific Coast states.

The District is on Southern Pacific's mainline track and is a long-established junction point between east-west and north-south traffic. The nearest deep-water port is located in West Sacramento, 15 miles to the west. Buses and trucks are available for service throughout California, the western states and the nation.

Sacramento Metropolitan Airport is approximately 20 miles west of the District and is served by major scheduled airlines to other California cities and points nationwide.

Recreation and Tourism

The City operates a park and recreation program which won the 1972 National Gold Medal Award presented by the National League of Cities. Among the major City facilities are a golf course, two swimming pools and several municipal parks. Nearby is Folsom Lake, with camping, boating and fishing facilities.

The County offers many recreational facilities, particularly in the mountainous areas to the east. Lake Tahoe, 100 miles away, offers summer and winter recreation. Skiing and winter sports are also available in northern and eastern Placer County. Fishing, hunting and hiking are popular recreational activities in the County.

LEGAL MATTERS

Tax-Exemption

In the opinion of Brown & Wood, San Francisco, California, Bond Counsel, based on existing statutes, regulations, rulings and judicial decisions and assuming compliance with certain covenants set forth in the Resolution and requirements of the Internal Revenue Code of 1986, as amended (the "Code"), regarding the use, expenditure and investment of proceeds of the Series B Bonds and the timely payment of certain investment earnings to the United States, interest on the Series B Bonds is not includable in gross income of the holders of the Series B Bonds for federal income tax purposes. Failure to comply with such covenants and requirements may cause interest on the Series B Bonds to be included in gross income retroactively to the date of issuance of the Series B Bonds.

In the further opinion of Bond Counsel, interest on the Series B Bonds is not treated as an item of tax preference in calculating the federal alternative minimum taxable income of individuals and corporations. However, interest on the Series B Bonds is included as an adjustment in the calculation of federal corporate alternative minimum taxable income and may therefore affect a corporation's alternative minimum tax and environmental tax liabilities.

Ownership of, or the receipt of interest on, tax-exempt obligations may result in collateral tax consequences to certain taxpayers, including, without limitation, financial institutions, property and casualty insurance companies, certain foreign corporations doing business in the United States, certain S corporations with excess passive income, individual recipients of Social Security or Railroad Retirement benefits, taxpayers that may be deemed to have incurred or continued indebtedness to purchase or carry tax-exempt obligations, and taxpayers who may be eligible for the earned income tax credit. Bond Counsel expresses no opinion with respect to any collateral tax consequences and, accordingly, prospective purchasers of the Series B Bonds should consult their tax advisors as to the applicability of any collateral tax consequences.

In the further opinion of Bond Counsel, interest on the Series B Bonds is exempt from personal income taxes imposed by the State of California.

A copy of the proposed form of opinion of Bond Counsel is attached hereto as Appendix D.

Legality for Investment in California

Under provisions of the California Financial Code, the Series B Bonds are legal investments for commercial banks in California to the extent that the Series B Bonds, in the informed opinion of the bank, are prudent for the investment of funds of depositors, and under provisions of the California Government Code, are eligible for security for deposits of public moneys in California.

Absence of Material Litigation

No litigation is pending or threatened concerning the validity of the Series B Bonds, and a certificate to that effect will be furnished to purchasers at the time of the original delivery of the Series B Bonds. The District is not aware of any litigation pending or threatened questioning the political existence of the District or contesting the District's ability to receive ad valorem taxes or to collect other revenues or contesting the District's ability to issue and retire the Series B Bonds.

Opinion of Bond Counsel

Brown & Wood, San Francisco, California, will render an opinion with respect to the validity of the Series B Bonds. A copy of the legal opinion will be printed on each Series B Bond. A form of such opinion is included as Appendix D hereto.

RATINGS

Moody's Investors Service and Standard & Poor's Ratings Group have assigned ratings of "Aaa" and "AAA", respectively, to the Series B Bonds, with the understanding that, upon delivery of the Series B Bonds, the Financial Guaranty Policy will be issued by Financial Guaranty. Such ratings reflect only the views of such organizations and any desired explanation of the significance of such ratings should be obtained from the rating agency furnishing the same, at the following addresses: Moody's Investors Service, Inc., 99 Church Street, New York, New York, 10007; Standard & Poor's Corporation, 25 Broadway, New York, New York 10004. Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own. There is no assurance such ratings will continue for any given period of time or that such ratings will not be revised downward or withdrawn entirely by the rating agencies, if in the judgment of such rating agencies, circumstances so warrant. Any such downward revision or withdrawal of such ratings may have an adverse effect on the market price for the Series B Bonds. Absent the Financing Guaranty Policy, the Series B Bonds have been rated "A1" by Moody's Investors Service and "AA-" by Standard & Poor's Ratings Group.

UNDERWRITING

The Series B Bonds are being purchased by Stone & Youngberg (the "Underwriter"). The Underwriter has agreed to purchase the Series B Bonds at a price of \$18,769,086.16 (which is equal to the initial principal amount of the Series B Bonds less the Underwriter's discount). The Contract of Purchase relating to the Series B Bonds provides that the Underwriter will purchase all of the Series B Bonds if any are purchased, the obligation to make such purchase being subject to certain terms and conditions set forth in said agreement, the approval of certain legal matters by counsel and certain other conditions.

The Underwriter may offer and sell Series B Bonds to certain dealers and others at prices lower than the offering prices stated on the cover page hereof. The offering prices may be changed from time to time by the Underwriter.

ADDITIONAL INFORMATION

Quotations from and summaries and explanations of the Series B Bonds, the Resolution providing for issuance of the Series B Bonds, and the constitutional provisions, statutes and other documents referenced herein, do not purport to be complete, and reference is made to said documents, constitutional provisions and statutes for full and complete statements of their provisions.

All data contained herein has been taken or constructed from District records. Appropriate District officials, acting in their official capacities, have reviewed this Official Statement and have determined that, as of the date hereof, the information contained herein is, to the best of their knowledge and belief, true and correct in all material respects and does not contain an untrue statement of a material fact or omit to state a material fact necessary in order to make the statements made herein, in light of the circumstances under which they were made, not misleading. This Official Statement has been approved by the District Board of Trustees.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

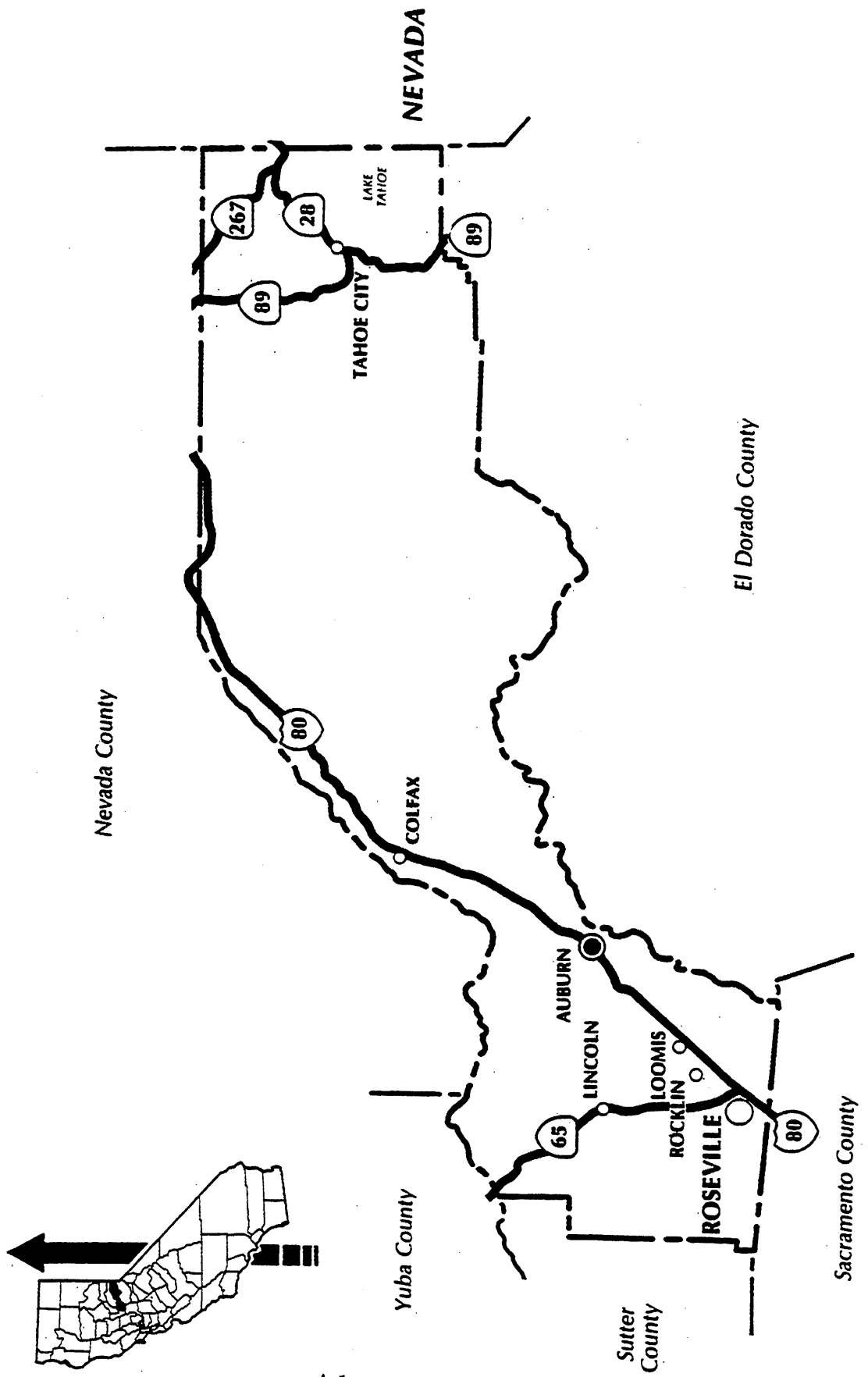
/s/ Richard Strickland
Deputy Superintendent

APPENDIX A

VICINITY OF DISTRICT - LOCATION MAP

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PLACER COUNTY



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APPENDIX B

AUDITED FINANCIAL STATEMENTS OF THE DISTRICT

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ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

**FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION**

For the Year Ended June 30, 1994

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ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

**FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION**

For the Year Ended June 30, 1994

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Roseville Joint Union High
School District
Roseville, California

We have audited the accompanying general purpose financial statements and the combining and individual fund financial statements of Roseville Joint Union High School District as of and for the year ended June 30, 1994, as listed in the Table of Contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The District is not required by the California State Education Code to capitalize general fixed assets and, accordingly, the financial statements referred to above do not include the general fixed asset group of accounts which should be included to conform with generally accepted accounting principles. The amount that should be recorded at cost in the general fixed asset group of accounts is not known.

In our opinion, except that the omission described in the preceding paragraph results in an incomplete presentation, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Roseville Joint Union High School District as of June 30, 1994, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles. Also, in our opinion, the combining and individual fund financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of each of the individual funds of Roseville Joint Union High School District as of June 30, 1994, and the results of operations of such funds and the cash flows of its proprietary fund for the year then ended, in conformity with generally accepted accounting principles.

October 25, 1994

B-3

Perry-Smith & Co.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

COMBINED BALANCE SHEET

ALL FUND TYPES AND ACCOUNT GROUP

June 30, 1994

	Governmental Fund Types			Debt Service	Proprietary Fund	Fiduciary Fund Types	Account Group		Total (Memorandum Only)
	General	Special Revenue	Capital Projects				Trust and Agency	General	
\$ 3,432,180	\$ 122,252	\$ 22,638,576	\$ 305,521	\$ 55,399	\$ 35,423			\$ 26,589,351	
10,300				33,546	322,663			356,209	
2,956,763		250,000						10,300	
		1,740,000						3,206,763	
478,777	47,055	31	3,919	14,542				1,740,000	
134,961	1,846			6,831				544,324	
		1,204						136,807	
							\$ 152,899	1,204	
								152,899	
							17,481,929	17,481,929	
\$ 7,012,981	\$ 171,153	\$ 24,628,811	\$ 309,440	\$ 110,318	\$ 358,086		\$ 17,634,828	\$ 50,226,617	

ASSETS

Cash and investments (Note 2):
 Cash in County Treasury
 Cash on hand and in banks
 Revolving cash fund
 Cash with Fiscal Agent
 Investments
 Accounts receivable (Note 3)
 Stores inventory
 Prepaid expenditures
 Other assets
 Amount available in
 debt service (Note 5)
 Amount to be provided
 for debt service (Note 5)

Total assets

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

COMBINED BALANCE SHEET

ALL FUND TYPES AND ACCOUNT GROUP

(Continued)
June 30, 1994

	Governmental Fund Types			Debt Service	Proprietary Fund	Fiduciary Fund Types	Account Group		Total (Memorandum Only)
	Special Revenue	Capital Projects	General				Long-Term Debt	General	
LIABILITIES AND FUND EQUITY									
Liabilities:									
Accounts payable	\$ 377,145	\$ 46,417	\$ 2,385,228	\$ 158,541	\$ 10,950				\$ 2,978,281
Deferred revenue	87,979								87,979
Due to student groups						\$ 230,487			230,487
Note payable	2,800,000								2,800,000
Capitalized lease obligations (Note 6)							\$ 7,802		7,802
Certificates of participation (Note 6)							3,740,000		3,740,000
General obligation bonds (Note 6)							13,793,792		13,793,792
Accrued vacation benefits (Note 6)							93,234		93,234
Total liabilities	3,255,124	46,417	2,385,228	158,541	10,950	230,487	17,634,828		23,729,575
Fund equity:									
Fund balances:									
Reserved (Note 7)	649,808	1,846		152,899		127,599			932,152
Unreserved	3,098,049	122,890	22,244,583						25,465,522
Retained earnings:									
Appropriated					6,831				6,831
Unappropriated					92,537				92,537
Total fund equity	3,747,857	124,736	22,244,583	152,899	99,368	127,599			26,497,042
Total liabilities and fund equity	\$ 7,012,981	\$ 171,153	\$ 24,629,811	\$ 309,440	\$ 110,318	\$ 358,086	\$ 17,634,828		\$ 50,226,617

The accompanying notes are an integral part of these financial statements.

**ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES**

ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND

For the Year Ended June 30, 1994

	Governmental Fund Types					Total (Memorandum Only)
	General	Special Revenue	Capital Projects	Debt Service	Expendable Trust	
Revenues:						
Revenue limit sources:						
State apportionments	\$ 1,891,316	\$ 404,583				\$ 2,295,899
Local sources	13,631,359					13,631,359
Total revenue limit	15,522,675	404,583				15,927,258
Federal sources	322,896	18,526				341,422
Other State sources	1,785,503	39,837	\$ 2,362,909			4,188,249
Other local sources	995,252	34,481	6,447,576	\$ 475,951	\$ 14,995	7,968,255
Total revenues	18,626,326	497,427	8,810,485	475,951	14,995	28,425,184
Expenditures:						
Certificated salaries	9,616,823	254,312	46,820			9,917,955
Classified salaries	2,680,464	27,730	101,234			2,809,428
Employee benefits (Note 8)	2,930,573	56,354	36,426			3,023,353
Books and supplies	1,020,235	20,629	265			1,041,129
Contract services and operating expenditures	1,278,333	29,376	101,795		17,007	1,426,511
Capital outlay	266,310	145,559	21,171,364			21,583,233
Other outgo	138,861		5,450			144,311
Debt service (Note 6):	3,001		89,078			92,079
Principal retirement	127,434		7,110	409,305		543,849
Interest						
Total expenditures	18,062,034	533,960	21,559,542	409,305	17,007	40,581,848
Excess (deficiency) of revenues over (under) expenditures	564,292	(36,533)	(12,749,057)	66,646	(2,012)	(12,156,664)

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES

ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
 (Continued)

For the Year Ended June 30, 1994

	Governmental Fund Types				Total (Memorandum Only)
	General	Special Revenue	Capital Projects	Debt Service	Expendable Trust
Other financing sources (uses):					
Operating transfers in (Note 4)	\$ 147,166	\$ 135,000	\$ 8,617,410		\$ 8,899,576
Operating transfers out (Note 4)	(507,604)	(19,732)	(8,372,786)		(8,900,122)
Total other financing sources (uses)	(360,438)	115,268	244,624		(546)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	203,854	78,735	(12,504,433)	66,646	(2,012)
Fund balances, July 1, 1993	3,544,003	46,001	34,749,016	86,253	129,611
Fund balances, June 30, 1994	<u>\$ 3,747,857</u>	<u>\$ 124,736</u>	<u>\$ 22,244,583</u>	<u>\$ 152,899</u>	<u>\$ 26,397,674</u>

The accompanying notes are an integral part of these financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL GOVERNMENTAL FUND TYPES
(EXCEPT DEBT SERVICE FUND)

For the Year Ended June 30, 1994

	<u>General</u>		Variance Favorable (Unfavorable)
	<u>Budget</u>	<u>Actual</u>	
Revenues:			
Revenue limit sources:			
State apportionments	\$ 2,311,596	\$ 1,891,316	\$ (420,280)
Local sources	<u>13,673,627</u>	<u>13,631,359</u>	<u>(42,268)</u>
Total revenue limit	<u>15,985,223</u>	<u>15,522,675</u>	<u>(462,548)</u>
Federal sources	329,420	322,896	(6,524)
Other State sources	1,659,905	1,785,503	125,598
Other local sources	<u>865,489</u>	<u>995,252</u>	<u>129,763</u>
Total revenues	<u>18,840,037</u>	<u>18,626,326</u>	<u>(213,711)</u>
Expenditures:			
Certificated salaries	9,683,789	9,616,823	66,966
Classified salaries	2,744,560	2,680,464	64,096
Employee benefits	2,933,058	2,930,573	2,485
Books and supplies	1,105,207	1,020,235	84,972
Contract services and operating expenditures	1,372,141	1,278,333	93,808
Capital outlay	286,247	266,310	19,937
Other outgo	143,663	138,861	4,802
Debt service:			
Principal retirement	3,001	3,001	
Interest	<u>230,720</u>	<u>127,434</u>	<u>103,286</u>
Total expenditures	<u>18,502,386</u>	<u>18,062,034</u>	<u>440,352</u>
Excess (deficiency) of revenues over (under) expenditures	<u>337,651</u>	<u>564,292</u>	<u>226,641</u>
Other financing sources (uses):			
Operating transfers in	249,519	147,166	(102,353)
Operating transfers out	<u>(517,435)</u>	<u>(507,604)</u>	<u>9,831</u>
Total other financing sources (uses)	<u>(267,916)</u>	<u>(360,438)</u>	<u>(92,522)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	69,735	203,854	134,119
Fund balances, July 1, 1993	<u>3,544,003</u>	<u>3,544,003</u>	
Fund balances, June 30, 1994	<u>\$ 3,613,738</u>	<u>\$ 3,747,857</u>	<u>\$ 134,119</u>

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL GOVERNMENTAL FUND TYPES
(EXCEPT DEBT SERVICE FUND)
(Continued)

For the Year Ended June 30, 1994

	<u>Special Revenue</u>		Variance Favorable (Unfavorable)
	<u>Budget</u>	<u>Actual</u>	
Revenues:			
Revenue limit sources:			
State apportionments	\$ 404,583	\$ 404,583	
Local sources			
Total revenue limit	<u>404,583</u>	<u>404,583</u>	
Federal sources	18,864	18,526	\$ (338)
Other State sources	59,500	39,837	(19,663)
Other local sources	<u>49,142</u>	<u>34,481</u>	<u>(14,661)</u>
Total revenues	<u>532,089</u>	<u>497,427</u>	<u>(34,662)</u>
Expenditures:			
Certificated salaries	254,344	254,312	32
Classified salaries	27,743	27,730	13
Employee benefits	56,389	56,354	35
Books and supplies	20,635	20,629	6
Contract services and operating expenditures	29,369	29,376	(7)
Capital outlay	213,411	145,559	67,852
Other outgo			
Debt service:			
Principal retirement			
Interest			
Total expenditures	<u>601,891</u>	<u>533,960</u>	<u>67,931</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(69,802)</u>	<u>(36,533)</u>	<u>33,269</u>
Other financing sources (uses):			
Operating transfers in	135,000	135,000	
Operating transfers out	<u>(19,799)</u>	<u>(19,732)</u>	67
Total other financing sources (uses)	<u>115,201</u>	<u>115,268</u>	67
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	45,399	78,735	33,336
Fund balances, July 1, 1993	<u>46,001</u>	<u>46,001</u>	
Fund balances, June 30, 1994	<u>\$ 91,400</u>	<u>\$ 124,736</u>	<u>\$ 33,336</u>

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL GOVERNMENTAL FUND TYPES
(EXCEPT DEBT SERVICE FUND)
(Continued)

For the Year Ended June 30, 1994

	<u>Capital Projects</u>		Variance Favorable (Unfavorable)
	<u>Budget</u>	<u>Actual</u>	
Revenues:			
Revenue limit sources:			
State apportionments			
Local sources			
Total revenue limit			
Federal sources			
Other State sources	\$ 5,625,064	\$ 2,362,909	\$ (3,262,155)
Other local sources	5,914,745	6,447,576	532,831
Total revenues	<u>11,539,809</u>	<u>8,810,485</u>	<u>(2,729,324)</u>
Expenditures:			
Certificated salaries	46,820	46,820	
Classified salaries	101,256	101,234	22
Employee benefits	36,596	36,426	170
Books and supplies	527	265	262
Contract services and operating expenditures	124,051	101,795	22,256
Capital outlay	26,637,552	21,171,364	5,466,188
Other outgo	3,130	5,450	(2,320)
Debt service:			
Principal retirement	89,077	89,078	(1)
Interest	7,110	7,110	
Total expenditures	<u>27,046,119</u>	<u>21,559,542</u>	<u>5,486,577</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15,506,310)</u>	<u>(12,749,057)</u>	<u>2,757,253</u>
Other financing sources (uses):			
Operating transfers in	14,475,270	8,617,410	(5,857,860)
Operating transfers out	<u>(14,686,214)</u>	<u>(8,372,786)</u>	<u>6,313,428</u>
Total other financing sources (uses)	<u>(210,944)</u>	<u>244,624</u>	<u>455,568</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(15,717,254)	(12,504,433)	3,212,821
Fund balances, July 1, 1993	<u>34,749,016</u>	<u>34,749,016</u>	
Fund balances, June 30, 1994	<u>\$ 19,031,762</u>	<u>\$ 22,244,583</u>	<u>\$ 3,212,821</u>

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL GOVERNMENTAL FUND TYPES
(EXCEPT DEBT SERVICE FUND)
(Continued)

For the Year Ended June 30, 1994

	<u>Total (Memorandum Only)</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Revenue limit sources:			
State apportionments	\$ 2,716,179	\$ 2,295,899	\$ (420,280)
Local sources	<u>13,673,627</u>	<u>13,631,359</u>	<u>(42,268)</u>
Total revenue limit	<u>16,389,806</u>	<u>15,927,258</u>	<u>(462,548)</u>
Federal sources	348,284	341,422	(6,862)
Other State sources	7,344,469	4,188,249	(3,156,220)
Other local sources	<u>6,829,376</u>	<u>7,477,309</u>	<u>647,933</u>
Total revenues	<u>30,911,935</u>	<u>27,934,238</u>	<u>(2,977,697)</u>
Expenditures:			
Certificated salaries	9,984,953	9,917,955	66,998
Classified salaries	2,873,559	2,809,428	64,131
Employee benefits	3,026,043	3,023,353	2,690
Books and supplies	1,126,369	1,041,129	85,240
Contract services and operating expenditures	1,525,561	1,409,504	116,057
Capital outlay	27,137,210	21,583,233	5,553,977
Other outgo	146,793	144,311	2,482
Debt service:			
Principal retirement	92,078	92,079	(1)
Interest	<u>237,830</u>	<u>134,544</u>	<u>103,286</u>
Total expenditures	<u>46,150,396</u>	<u>40,155,536</u>	<u>5,994,860</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15,238,461)</u>	<u>(12,221,298)</u>	<u>3,017,163</u>
Other financing sources (uses):			
Operating transfers in	14,859,789	8,899,573	(5,960,213)
Operating transfers out	<u>(15,223,448)</u>	<u>(8,900,122)</u>	<u>6,323,326</u>
Total other financing sources (uses)	<u>(363,659)</u>	<u>(546)</u>	<u>363,113</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(15,602,120)</u>	<u>(12,221,844)</u>	<u>3,380,276</u>
Fund balances, July 1, 1993	<u>38,339,020</u>	<u>38,339,020</u>	
Fund balances, June 30, 1994	<u>\$ 22,736,900</u>	<u>\$ 26,117,176</u>	<u>\$ 3,380,276</u>

The accompanying notes are an integral
part of these financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS - PROPRIETARY FUND TYPE

CAFETERIA FUND

For the Year Ended June 30, 1994

Operating revenues:		
Food service sales		\$ 448,278
Child Nutrition Programs:		
Federal		59,633
State		<u>3,823</u>
Total operating revenues		<u>511,734</u>
Operating expenses:		
Classified salaries		211,031
Employee benefits (Note 8)		68,666
Food supplies and equipment		192,871
Contract services		<u>8,534</u>
Total operating expenses		<u>481,102</u>
Operating income		30,632
Nonoperating expenses:		
Interest income		<u>3,830</u>
Income before operating transfers		34,462
Operating transfer in (Note 4)		<u>546</u>
Net income		35,008
Retained earnings, July 1, 1993		<u>64,360</u>
Retained earnings, June 30, 1994		<u>\$ 99,368</u>

The accompanying notes are an integral
part of these financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE

CAFETERIA FUND

For the Year Ended June 30 ,1994

Cash flows from operating activities:	
Cash received from food sales	\$ 444,943
Cash received from Child Nutrition Program	60,484
Cash paid for operating expenditures	<u>(472,480)</u>
Net cash provided by operating activities	<u>32,947</u>
Cash flows from noncapital financing activities:	
Operating transfer in	<u>546</u>
Cash flows from investing activities:	
Interest income	<u>3,830</u>
Net increase in cash	37,323
Cash balance, July 1, 1993	<u>51,622</u>
Cash balance, June 30 ,1994	<u>\$ 88,945</u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 30,632
Adjustment to reconcile operating income to net cash provided by operating activities:	
Increase in accounts receivable	(6,307)
Increase in inventory	(71)
Increase in accounts payable	<u>8,693</u>
Total adjustments	<u>2,315</u>
Net cash provided by operating activities	<u>\$ 32,947</u>

The accompanying notes are an integral part of these financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The District accounts for its financial transactions in accordance with the policies and procedures of the California Department of Education's *California School Accounting Manual*. The accounting policies of the District conform to generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board and the American Institute of Certified Public Accountants. The following is a summary of the more significant policies:

Reporting Entity

The Board of Trustees is the level of government which has governance responsibilities over all activities related to public elementary school education in the Roseville Joint Union High School District. The Board is not included in any other governmental "reporting entity" as defined by the Governmental Accounting Standards Board since Board members have decision-making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters.

Basis of Presentation - Fund Accounting

The accounts of the District are organized on the basis of funds or account groups, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balances, revenues, and expenditures or expenses, as appropriate. District resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The District's accounts are organized into four broad categories which in aggregate include seven fund types and one account group, as follows:

A - Governmental Fund Types

1 - General Fund

The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and capital improvement costs that are not paid through other funds are paid from the General Fund.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation - Fund Accounting (Continued)

A - Governmental Fund Types (Continued)

2 - Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specific purposes. This classification includes the Adult Education and Deferred Maintenance Funds.

3 - Capital Projects Funds

The Capital Projects Funds are used to account for resources used for the acquisition of capital facilities by the District. This classification includes the Capital Facilities #1, Capital Facilities #2, Special Reserve, Building Fees, Redevelopment, Granite Bay High School, New Continuation School, Challenge High School, Southwest High School, Woodcreek High School, and the General Obligation Bond Proceeds Funds.

4 - Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. This classification consists of the Bond Interest and Redemption Fund.

B - Proprietary Fund Type

1 - Cafeteria Fund

The Cafeteria Fund is maintained on the accrual basis of accounting and records all the activity of the District's food service operations.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation - Fund Accounting (Continued)

C - Fiduciary Fund Type

1 - Expendable Trust Fund

The Expendable Trust Fund is used to account for assets held by the District as Trustee. The District maintains one expendable trust fund, the Scholarship Fund, which is used to provide financial assistance to students of the District.

2 - Agency Funds

Agency Funds are used to account for assets of others for which the District acts as an agent. The District maintains two agency funds, one for each high school's student body.

D - Account Group

1 - General Long-Term Debt

This group of accounts is established to account for all long-term debt of the District.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNT POLICIES (Continued)

Basis of Accounting (Continued)

Governmental Funds are generally accounted for using the modified accrual basis of accounting. Revenues are recognized when measurable and available except for certain revenue sources which are not susceptible to accrual. Material revenues in the following categories are considered susceptible to accrual because they are both measurable and available to finance expenditures of the current period:

- Federal Categorical Programs
- State Categorical Programs
- Basic State Aid (Revenue Limit)
- Interest
- Lottery

The following revenues are not susceptible to accrual because they are not both measurable and available to finance expenditures of the current period:

- Developer Fees
- Mandated Cost Claims
- Property Taxes

Expenditures are recognized in the accounting period in which the liability is incurred (when goods are received or services rendered).

Trust and agency fund assets and liabilities are also accounted for on the modified accrual basis.

Budgets and Budgetary Accounting

By State law, the Board of Trustees must adopt a final budget by July 1. A public hearing is conducted to receive comments prior to adoption. The Board of Trustees complied with these requirements.

The District employs budgetary control by major object code and by individual appropriation account. Expenditures cannot legally exceed appropriations by major object code. The budgets are revised during the year by the Board of Trustees to provide for unanticipated revenues and expenditures. The final revised budget is presented in the financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgets and Budgetary Accounting (Continued)

The District did not prepare a budget for the Debt Service Fund. Therefore, a Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual, is not presented for this fund.

Cash Equivalents

For the purpose of the Statement of Cash Flows - Proprietary Fund Type, the District considers all highly liquid investments with a maturity of three months or less to be cash equivalents.

Stores Inventory

Inventories are valued at latest invoice cost. Inventory recorded in the Cafeteria Fund consists mainly of consumable supplies. Reported inventories are equally offset by appropriated retained earnings in the Cafeteria Fund because they do not represent resources available for appropriations and expense.

Fixed Assets

Acquisitions of fixed assets are recorded as expenditures when the liability is incurred. Such assets are not capitalized in a separate fund or separate account. This lack of recording in a separate fund or account is contrary to generally accepted accounting principles. However, it is in accordance with the California School Accounting Manual.

Student Body

Student Body amounts reported in the financial statements represent the combined totals of all accounts of the various student body clubs and activities of all schools within the District. Individual totals, both by school and club, are maintained within the District's accounting system.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accrued Vacation and Sick Leave Benefits

Accrued vacation benefits, in the amount of \$93,234, are recorded as a liability and also as an amount to be provided by future operations in the General Long-Term Debt Account Group. The liability is for the earned but unused vacation benefits.

Sick leave benefits are not recognized as liabilities of the District. The District's policy is to record sick leave as an operating expenditure in the period taken since such benefits do not vest nor is payment probable; however, unused sick leave is added to the creditable service period for calculation of retirement benefits when the employee retires.

Encumbrances

Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid. All encumbrances are liquidated at June 30.

Deferred Revenues and Program Advances

Revenues from Federal, State and local special projects and programs are recognized when qualified expenditures have been incurred. Funds received but not earned are recorded as deferred revenue until earned.

Property Taxes

Secured property taxes are attached as an enforceable lien on property as of March 1. Taxes are due in two installments on December 10 and April 10. Unsecured property taxes are due in one installment on or before August 31. The County of Placer bills and collects the taxes for the District. Tax revenues are recognized by the District when received.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance Reserves

Reservations of the ending fund balance indicate the portions of fund balance not appropriate for expenditure or amounts legally segregated for a specific future use. The reserve for revolving cash fund and reserve for prepaid expenditures reflect the portion of fund balance represented by revolving fund cash and prepaid expenditures, respectively. These amounts are not available for appropriation and expenditure at the balance sheet date. The reserve for unspent categorical revenues represents the portion of fund balance restricted to specific program expenditures. The reserve for bond payments represents that portion of the fund balance which the District plans to expend on bond payments in the ensuing year. The reserve for scholarships represents fund balance which is to be used to provide financial assistance to students of the District.

Total Columns on Combined Statements

Total columns on the combined statements are captioned "Total (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations, or changes in fund balance in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2. CASH AND INVESTMENTS

Cash at June 30, 1994 consisted of the following:

	<u>Category*</u>		<u>Carrying</u>	<u>Market</u>
	<u>1</u>	<u>2</u>	<u>Amount</u>	<u>Value</u>
Pooled Funds:				
Cash in County Treasury		\$ 26,589,351	\$ 26,589,351	\$ 26,589,351
Deposits:				
Cash on hand and in banks	\$ 319,944	36,265	356,209	356,209
Cash in revolving fund	10,300		10,300	10,300
Cash with Fiscal Agent		3,206,763	3,206,763	3,206,763
	<u>\$ 330,244</u>	<u>\$ 29,832,379</u>	<u>\$ 30,162,623</u>	<u>\$ 30,162,623</u>

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

2. CASH AND INVESTMENTS (Continued)

Investments at June 30, 1994 are presented below:

	<u>Category*</u>		<u>Carrying Amount</u>	<u>Market Value</u>
	<u>1</u>	<u>2</u>		
U.S. Government and agency instruments	<u>\$ -</u>	<u>\$ 1,740,000</u>	<u>\$ 1,740,000</u>	<u>\$ 1,766,918</u>

In accordance with Education Code Section 41001, the District maintains substantially all of its cash in the Placer County Treasury. The County pools and invests the cash. These pooled funds are carried at cost which approximates market value. Interest earned is deposited quarterly into participating funds. Any investment losses are proportionately shared by all funds in the pool.

Cash balances held in banks and in revolving funds are insured up to \$100,000 by the Federal Depository Insurance Corporation. All cash held by the financial institutions is fully insured and collateralized.

* Category 1 includes investments that are insured or collateralized. Category 2 includes uninsured investments for which the securities are held by the trust department in the District's name, and deposits collateralized with securities held by the pledging financial institution's trust department.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
(Continued)

3. ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 1994 consisted of the following:

	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Cafeteria Fund	Total
Federal government: Categorical aid programs	\$ 81,716	\$ 18,526			\$ 8,796	\$ 109,038
State government: Principal apportionment	90,732					90,732
Categorical aid programs	24,068				1,366	25,434
Lottery	100,385					100,385
Other	9,299	28,529				37,828
Total State	224,124	28,529			1,366	254,019
Local governments: Interest			\$ 3,919			3,919
Other	172,937			\$ 31	4,380	177,348
Total local	172,937		3,919	31	4,380	181,267
Totals	\$ 478,777	\$ 47,055	\$ 3,919	\$ 31	\$ 14,542	\$ 544,324

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

4. INTERFUND TRANSACTIONS

Interfund Activity

Transactions between funds of the District for goods and services are recorded as interfund transfers. The unpaid balances at year end, as a result of such transactions, are shown as due to and due from other funds.

Interfund Transfers

Interfund transfers consist of operating transfers from funds receiving revenue to funds through which the resources are to be expended.

Interfund transfers for the 1993-94 fiscal year were as follows:

Transfer from the General Fund to the Deferred Maintenance Fund	\$ 135,000
Transfer from the General Fund to the Cafeteria Fund	546
Transfer from the General Fund to the Special Reserve Fund	372,057
Transfer from the Adult Education Fund to the General Fund	19,732
Transfer from the Building Fees Fund to the Woodcreek High School Fund	4,936,302
Transfer from the General Obligation Bond Proceeds Fund to the Granite Bay High School Fund	340,000
Transfer from the General Obligation Bond Proceeds Fund to the Challenge High School Fund	486,000
Transfer from the General Obligation Bond Proceeds Fund to the Southwest High School Fund	6,250
Transfer from the General Obligation Bond Proceeds Fund to the Woodcreek High School Fund	2,476,801
Transfer from the Building Fees Fund to the General Fund	<u>127,434</u>
	<u>\$ 8,900,122</u>

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

5. AMOUNT AVAILABLE AND TO BE PROVIDED FOR DEBT SERVICE

The amount available for debt service, \$152,899, represents the fund balance of the Debt Service Fund at June 30, 1994. These funds are available for principal and interest payments on the District's outstanding bonded debt.

The amount to be provided for debt service, \$17,481,929, represents amounts required to be collected in the future in order to make required principal payments on bonded debt, capitalized lease obligations and accrued vacation.

6. LONG-TERM DEBT

Certificates of Participation

On August 1, 1991, the District issued Certificates of Participation in the amount of \$3,740,000 to finance the acquisition of approximately 38 acres of land in the City of Roseville to be used for a new high school. The Certificates include a demand purchase option requiring the purchase of unpaid principal and interest at the option of the registered holder. No repurchase options have been exercised as of June 30, 1994. The District has the option to prepay all or part of the outstanding debt as defined by the debt document. The Certificates mature on August 1, 2006, and have a variable interest rate.

Future minimum debt (principal only) payments for Certificates of Participation are as follows:

<u>Year Ending</u> <u>June 30,</u>	
1996	\$ 255,000
1997	265,000
1998	285,000
1999	300,000
Thereafter	<u>2,635,000</u>
	<u>\$ 3,740,000</u>

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

6. LONG-TERM DEBT (Continued)

General Obligation Bonds

On July 21, 1992, the District issued General Obligation Bonds in the amount of \$13,793,792 to fund site preparation for a new high school and to fund a portion of the construction of the new high school. The bonds are subject to optional and mandatory redemption prior to maturity as defined by the debt document.

Bond proceeds are divided between Current Interest Serial Bonds, \$6,800,000, and Capital Appreciation Serial Bonds, \$6,993,792. Variable interest, with rates from 3.5 to 6.5%, is compounded semiannually and accrues from the date of issuance. Payment of Capital Appreciation Serial Bonds principal and accrued interest commences in 2006.

The annual requirements to amortize the bonds outstanding as of June 30, 1994 are as follows:

<u>Year Ending June 30.</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1995	\$ 155,000	\$ 371,176	\$ 526,176
1996	200,000	363,273	563,273
1997	255,000	352,310	607,310
1998	320,000	337,730	657,730
1999	385,000	319,155	704,155
Thereafter	<u>12,478,792</u>	<u>19,592,824</u>	<u>32,071,616</u>
	<u>\$ 13,793,792</u>	<u>\$ 21,336,468</u>	<u>\$ 35,130,260</u>

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

6. LONG-TERM DEBT (Continued)

Capitalized Lease Obligations

The District leases a copier under a long-term lease purchase agreement. The agreement was entered into in June, 1993 for a term of 36 months with an 8% interest rate.

Future minimum lease payments are as follows:

<u>Year Ending</u> <u>June 30,</u>		
1995		\$ 3,001
1996		<u>4,801</u>
		<u>\$ 7,802</u>

Changes in Long-Term Debt

A schedule of changes in long-term debt for the year ended June 30, 1994 is as follows:

	<u>Balance</u> <u>July 1,</u> <u>1993</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30,</u> <u>1994</u>
Certificates of Participation	\$ 3,740,000			\$ 3,740,000
General Obligation Bonds	13,793,792			13,793,792
Capitalized Lease Obligations	99,881		\$ 92,079	7,802
Accrued Vacation benefits	<u>63,342</u>	<u>\$ 29,892</u>		<u>93,234</u>
	<u>\$17,697,015</u>	<u>\$ 29,892</u>	<u>\$ 92,079</u>	<u>\$ 17,634,828</u>

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
(Continued)

7. RESERVED FUND BALANCES

The reserved fund balances as of June 30, 1994 consist of the following:

	General Fund	Special Revenue Funds	Debt Service Fund	Scholarship Fund
Reserve for revolving cash fund	\$ 10,300			
Reserve for prepaid expenditures	134,961	\$ 1,846		
Reserve for unspent categorical revenues	103,798			
Board designated general reserve	445,749			
Reserve for bond payments			\$ 152,899	
Reserve for scholarship				\$ 127,599
	<u>\$ 694,808</u>	<u>\$ 1,846</u>	<u>\$ 152,899</u>	<u>\$ 127,599</u>

8. EMPLOYEE RETIREMENT SYSTEMS

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Certificated employees are members of the State Teachers' Retirement System, and classified employees are members of the Public Employees' Retirement System.

Plan Description and Provisions

State Teachers' Retirement System (STRS)

All certificated employees are eligible to participate in STRS, a cost-sharing multiple-employer contributory public employee retirement system. At June 30, 1994 the District employed 285 certificated employees with a total payroll of \$9,917,955.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Plan Description and Provisions (Continued)

State Teachers' Retirement System (STRS) (Continued)

Employees attaining the age of 60 with five years of credited California service are eligible for normal retirement and are entitled to a monthly benefit of 2 percent of their final compensation for each year of service. Final compensation is defined as the average salary earnable for the highest three consecutive years of service. The plan permits early retirement options at age 55 or as early as age 50 with 30 years of service. Disability benefits of up to 90 percent of final compensation are available if the deceased member had at least one year of service. After five years of credited service, members become 100 percent vested in retirement benefits earned to date. If a member's employment is terminated, the accumulated member contributions are refundable. The current rate of interest credited to members' accounts is 4.5 percent per annum.

Benefit provisions for STRS are established by the State Teachers' Retirement Law (Part 13 of the California Education Code, Sec. 22000 et seq.).

California Public Employees Retirement System (PERS)

All full-time and certain part-time classified employees participate in PERS, an agent multiple-employer contributory public employee retirement system that acts as a common investment and administrative agent for participating public entities within the State of California. Roseville Joint Union High School District is part of a "cost sharing" pool within PERS. One actuarial valuation is performed for those employers participating in the pool, and the same contribution rate applies to each. At June 30, 1994, the District employed 187 classified employees with a total payroll of \$3,020,459.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Plan Description and Provisions (Continued)

California Public Employees Retirement System (PERS) (Continued)

Employees are eligible for retirement at the age of 60 and are entitled to a monthly benefit of 2 percent of final compensation for each year of service credit. Retirement compensation is reduced if the plan is coordinated with Social Security. Retirement may begin at age 50 with a reduced benefit rate, or after age 60 to 63 with an increased rate. The plan also provides death and disability benefits. Retirement benefits fully vest after five years of credited service. Upon separation from the Fund, members' accumulated contributions are refundable with interest credited through the date of separation.

Benefit provisions for PERS are established by the Public Employees Retirement Law (Part 3 of the California Government Code, Sec. 20000 et seq.).

Funding Status and Progress of the Retirement Plans

The "pension benefit obligation" is a standardized disclosure of the present value of pension benefits adjusted for the effects of projected salary increases and any step-rate benefits estimated to be payable in the future as a result of employee service to date. The measure is the actuarial present value of credited projected benefits and is intended to help users assess the retirement plans' funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among retirement systems and employers. The measure is independent of the funding method used to determine contributions to the retirement systems.

The pension benefit obligation for STRS was computed as part of the actuarial valuation performed June 30, 1993. The significant actuarial assumptions used by STRS to compute the June 30, 1993 actuarial valuation do not differ from those applied in prior years.

The assumed long-term investment yield is 8.5 percent, and the assumed long-term salary increase assumption for inflation is 6.5 percent. The normal cost rate is 17.17 percent of covered payroll and the 38 year amortization rate for the unfunded actuarial obligation is 2.95 percent of payroll. Member and employer contribution rates are set by law.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Funding Status and Progress of the Retirement Plans (Continued)

Under current law the pension benefit obligation for STRS is not the responsibility of the District. The State of California makes annual contributions to STRS toward the unfunded obligation. The pension benefit obligation for STRS is included in the financial statements for STRS and the State of California.

The pension benefit obligation for PERS was computed as part of actuarial valuation performed June 30, 1993. Significant actuarial assumptions used to compute the PERS pension benefits obligation include an actuarial interest rate of 8.75 percent per annum and projected salary increases of 7 percent consisting of 4.5 percent for inflation and 2.5 percent for merit and longevity.

PERS does not make separate measurements of assets and pension benefit obligations for individual school districts or county offices. The total overfunded pension benefit obligation for all local educational agencies as a whole, as of June 30, 1993, is as follows:

<u>Pension Benefit Obligation</u>	<u>PERS</u>
Retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	\$ 5,528,979,958
Current employees:	
Accumulated employee contributions including allocated investments earnings	3,025,935,894
Employer-financed vested	3,651,638,419
Employer-financed nonvested	<u>226,295,643</u>
Total pension benefit obligation	12,432,849,914
Net assets available for benefits at cost (market value is \$14,958,430,586)	<u>12,580,681,738</u>
Overfunded pension benefit obligation	<u>\$ 147,831,824</u>

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Contributions Required and Contributions Made

The District was required by statute to contribute 8.25 percent and 7.376 percent of gross salary expenditures to STRS and PERS, respectively. Participants are required to contribute 8 percent and 7 percent of gross salary to STRS and PERS, respectively.

The District contribution information for the year ended June 30, 1994 is as follows:

	<u>Number of Employees Covered</u>	<u>Total Employee Contributions</u>	<u>Total Employer Contributions</u>	<u>District's Current Year Covered Payroll</u>	<u>Employee Contributions as a Percentage of Covered Payroll</u>	<u>Employer Contributions as a Percentage of Covered Payroll</u>
STRS	255	\$ 794,372	\$ 770,034	\$ 9,625,382	8.25%	8.00%
PERS	134	\$ 161,225	\$ 172,957	\$ 2,457,957	6.55%	7.00%

The District's contribution represented less than one percent of the total contributions required of all participating employers in STRS. The information necessary to calculate the District's contribution as a percentage of total contributions of all participating employers in PERS is not available.

The District's employer contributions to STRS met the required contribution rate established by law. Although the actuarially determined contribution rate exceeds the employer rate set in law, the District has no obligation for the deficit.

The District's employer contributions to PERS met the required contribution rate and satisfied the plan's funding requirements as determined by the PERS actuary. The funded contribution included amortization of the unfunded actuarial liability through the year 2011. The significant actuarial assumptions used to compute the actuarially determined contribution requirement are the same as those used to compute the pension benefit obligation, as previously described.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Trend Information

Ten-year historical trend information giving an indication of the STRS' and PERS' progress in accumulating sufficient assets to pay benefits when due is presented in the State Teachers' Retirement System's Comprehensive Annual Financial Report for the year ended June 30, 1994 and the California Public Employees' Retirement System's Annual Report for the year ended June 30, 1994.

Three-year trend information is required to be reported for PERS.

	<u>PERS</u>		
	<u>1990-91</u>	<u>1991-92</u>	<u>1992-93</u>
Net Assets Available for Benefits as Percentages of the Pension Benefits Obligation	95.0	96.9	101.2
Unfunded Pension Benefit Obligation as Percentages of Annual Covered Payroll	12.9	9.0	(3.7)
Employer Contributions Made In Accordance with Actuarially Determined Requirements, As Percentages of Annual Covered Payroll	8.0	7.0	7.0

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

9. JOINT POWERS AGREEMENT

Schools Insurance Group

The District is a member of a joint powers authority, Schools Insurance Group (SIG), for the operation of a common risk management and insurance program. The program covers workers' compensation, property/liability, and health and welfare insurance. The membership includes the school districts in Placer and Nevada counties and their respective County Offices. The Authority is governed by an Executive Board consisting of representatives from member districts. The Executive Board controls the operations of SIG, including selections of management and approval of operating budgets.

The following is a summary of financial information for Schools Insurance Group at June 30, 1994:

	<u>Property and Liability Program</u>		<u>Workers' Compensation Program</u>	<u>Employee Benefits Trust</u>
Total assets	\$ 1,240,883	\$	6,422,752	\$ 2,891,659
Total liabilities	\$ 1,279,432	\$	6,811,617	\$ 3,059,832
Total accumulated deficit	\$ (38,549)	\$	(388,865)	\$ (168,173)
Total revenues	\$ 1,580,756	\$	3,638,766	\$ 23,810,581
Total expenses	\$ 1,914,967	\$	3,441,217	\$ 24,356,939

As of June 30, 1994, Schools Insurance Group had an accumulated deficit of \$595,587. This deficit is caused by recording liabilities for claims that have been incurred but not reported in the reserve for losses and loss adjustment expenses. These long-term liabilities are recorded at their original estimated cost, as SIG does not discount its reserves.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

(Continued)

9. JOINT POWERS AGREEMENTS (Continued)

School Project for Utility Rate Reduction

The District is a member with approximately 150 school districts, community college districts and county offices of education in a Joint Powers Authority, School Project for Utility Rate Reduction (SPURR). SPURR was established in 1989 to provide the direct purchase of natural gas, electricity and other utility services. The following is a summary of financial information for School Project for Utility Rate Reduction at June 30, 1992, the most current information available:

Total assets	\$	24,765
Total liabilities	\$	21,036
Total fund equity	\$	3,729
Total revenues	\$	154,998
Total expenditures	\$	154,434

The relationship between Roseville Joint Union High School District and the joint powers authorities is such that the joint powers authorities are not component units of the District for financial reporting purposes.

10. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

Excess of expenditures over appropriations for the fiscal year ended June 30, 1994 in individual funds are as follows:

Adult Education Fund:

Year end adjustments were made, for which budget transfers were not completed, resulting in a minor excess expenditure for contract services and operating expenditures.

Capital Facilities #1 Fund:

Year end adjustments were made, for which budget transfers were not completed, resulting in a minor excess expenditure for principal retirement.

11. SUBSEQUENT EVENT

On August 24, 1994, the District issued \$2,000,000 of Tax and Revenue Anticipation Notes (TRANS), maturing on August 23, 1995 with interest at 5.0%, to provide for seasonal cash flow requirements during the 1994-95 fiscal year. The TRANS are a general obligation of the District and are payable solely from revenues and cash receipts generated by the District during the 1994-95 fiscal year.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

COMBINING BALANCE SHEET

ALL SPECIAL REVENUE FUNDS

June 30, 1994

	<u>Adult Education</u>	<u>Deferred Maintenance</u>	<u>Total</u>
ASSETS			
Cash in County Treasury	\$ 69,850	\$ 52,402	\$ 122,252
Accounts receivable	18,526	28,529	47,055
Prepaid expenditures	<u>1,846</u>	<u> </u>	<u>1,846</u>
Total assets	<u>\$ 90,222</u>	<u>\$ 80,931</u>	<u>\$ 171,153</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 15,733	\$ 30,684	\$ 46,417
Fund balances			
Reserved	1,846		
Unreserved	<u>72,643</u>	<u>50,247</u>	<u>124,736</u>
Total fund balances	<u>74,489</u>	<u>50,247</u>	<u>124,736</u>
Total liabilities and fund balances	<u>\$ 90,222</u>	<u>\$ 80,931</u>	<u>\$ 171,153</u>

The accompanying notes are an integral part of these financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

ALL SPECIAL REVENUE FUNDS

For the Year Ended June 30, 1994

	<u>Adult Education</u>	<u>Deferred Maintenance</u>	<u>Total</u>
Revenues:			
Revenue limit sources:			
State apportionments	\$ 404,583		\$ 404,583
Federal sources	18,526		18,526
Other State sources		\$ 39,837	39,837
Other local sources	<u>34,481</u>		<u>34,481</u>
Total revenues	<u>457,590</u>	<u>39,837</u>	<u>497,427</u>
Expenditures:			
Certificated salaries	254,312		254,312
Classified salaries	27,730		27,730
Employee benefits	56,354		56,354
Books and supplies	20,629		20,629
Contract services and operating expenditures	28,614	762	29,376
Capital outlay	<u>7,002</u>	<u>138,557</u>	<u>145,559</u>
Total expenditures	<u>394,641</u>	<u>139,319</u>	<u>533,960</u>
Excess (deficiency) of revenues over (under) expenditures	<u>62,949</u>	<u>(99,482)</u>	<u>(36,533)</u>
Other financing sources (uses):			
Operating transfers in		135,000	135,000
Operating transfers out	<u>(19,732)</u>		<u>(19,732)</u>
Total other financing sources (uses)	<u>(19,732)</u>	<u>135,000</u>	<u>115,268</u>
Excess of revenues and other financing sources over expenditures and other uses	43,217	35,518	78,735
Fund balances, July 1, 1993	<u>31,272</u>	<u>14,729</u>	<u>46,001</u>
Fund balances, June 30, 1994	<u>\$ 74,489</u>	<u>\$ 50,247</u>	<u>\$ 124,736</u>

The accompanying notes are an integral
part of these financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL SPECIAL REVENUE FUNDS

For the Year Ended June 30, 1994

	Adult Education		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Revenue limit sources:			
State apportionments	\$ 404,583	\$ 404,583	
Federal sources	18,864	18,526	\$ (338)
Other State sources			
Other local sources	34,142	34,481	339
Total revenues	457,589	457,590	1
Expenditures:			
Certificated salaries	254,344	254,312	32
Classified salaries	27,743	27,730	13
Employee benefits	56,389	56,354	35
Books and supplies	20,635	20,629	6
Contract services and operating expenditures	28,607	28,614	(7)
Capital outlay	7,003	7,002	1
Total expenditures	394,721	394,641	80
Excess (deficiency) of revenues over (under) expenditures	62,868	62,949	81
Other financing sources (uses):			
Operating transfers in			
Operating transfers out	(19,799)	(19,732)	67
Total other financing sources (uses)	(19,799)	(19,732)	67
Excess of revenues and other financing sources over expenditures and other uses	43,069	43,217	148
Fund balances, July 1, 1993	31,272	31,272	
Fund balances, June 30, 1994	\$ 74,341	\$ 74,489	\$ 148

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL SPECIAL REVENUE FUNDS
(Continued)

For the Year Ended June 30, 1994

	Deferred Maintenance		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Revenue limit sources:			
State apportionments			
Federal sources			
Other State sources	\$ 59,500	\$ 39,837	\$ (19,663)
Other local sources	<u>15,000</u>	<u> </u>	<u>(15,000)</u>
Total revenues	<u>74,500</u>	<u>39,837</u>	<u>(34,663)</u>
Expenditures:			
Certificated salaries			
Classified salaries			
Employee benefits			
Books and supplies			
Contract services and operating expenditures	762	762	
Capital outlay	<u>206,408</u>	<u>138,557</u>	<u>67,851</u>
Total expenditures	<u>207,170</u>	<u>139,319</u>	<u>67,851</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(132,670)</u>	<u>(99,482)</u>	<u>33,188</u>
Other financing sources (uses):			
Operating transfers in	135,000	135,000	
Operating transfers out	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	<u>135,000</u>	<u>135,000</u>	<u> </u>
Excess of revenues and other financing sources over expenditures and other uses	2,330	35,518	33,188
Fund balances, July 1, 1993	<u>14,729</u>	<u>14,729</u>	<u> </u>
Fund balances, June 30, 1994	<u>\$ 17,059</u>	<u>\$ 50,247</u>	<u>\$ 33,188</u>

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL SPECIAL REVENUE FUNDS
(Continued)

For the Year Ended June 30, 1994

	<u>Total</u>		Variance Favorable (Unfavorable)
	<u>Budget</u>	<u>Actual</u>	
Revenues:			
Revenue limit sources:			
State apportionments	\$ 404,583	\$ 404,583	
Federal sources	18,864	18,526	\$ (338)
Other State sources	59,500	39,837	(19,663)
Other local sources	<u>49,142</u>	<u>34,481</u>	<u>(14,661)</u>
Total revenues	<u>532,089</u>	<u>497,427</u>	<u>(34,662)</u>
Expenditures:			
Certificated salaries	254,344	254,312	32
Classified salaries	27,743	27,730	13
Employee benefits	56,389	56,354	35
Books and supplies	20,635	20,629	6
Contract services and operating expenditures	29,369	29,376	(7)
Capital outlay	<u>213,411</u>	<u>145,559</u>	<u>67,852</u>
Total expenditures	<u>601,891</u>	<u>533,960</u>	<u>67,931</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(69,802)</u>	<u>(36,533)</u>	<u>33,269</u>
Other financing sources (uses):			
Operating transfers in	135,000	135,000	
Operating transfers out	<u>(19,799)</u>	<u>(19,732)</u>	<u>67</u>
Total other financing sources (uses)	<u>115,201</u>	<u>115,268</u>	<u>67</u>
Excess of revenues and other financing sources over expenditures and other uses	45,399	78,735	33,336
Fund balances, July 1, 1993	<u>46,001</u>	<u>46,001</u>	
Fund balances, June 30, 1994	<u>\$ 91,400</u>	<u>\$ 124,736</u>	<u>\$ 33,336</u>

The accompanying notes are an integral
part of these financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

COMBINING BALANCE SHEET

ALL CAPITAL PROJECTS FUNDS

June 30, 1994

	Capital Facilities #1	Capital Facilities #2	Special Reserve	Building Fees	Redevelopment	Granite Bay High School
ASSETS						
Cash in County Treasury		\$ 812,830	\$ 821,750	\$ 15,042,462	\$ 26,071	\$ 2,146,509
Cash with Fiscal Agent				1,740,000		250,000
Investments						
Accounts receivable		801		403		
Other assets						
Total assets	\$ -	\$ 813,631	\$ 821,750	\$ 16,782,865	\$ 26,071	\$ 2,396,509
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable		\$ 251	\$ 13,195	\$ 1,268		\$ 22,443
Fund balances		813,380	808,555	16,781,597	26,071	2,374,066
Total liabilities and fund balances	\$ -	\$ 813,631	\$ 821,750	\$ 16,782,865	\$ 26,071	\$ 2,396,509

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

COMBINING BALANCE SHEET

ALL CAPITAL PROJECTS FUNDS
(Continued)

June 30, 1994

	New Continuation School	Challenge High School	Southwest High School	Woodcreek High School	General Obligation Bond Proceeds	Total
ASSETS						
Cash in County Treasury	\$ 3,040	\$ 250,008	\$ 11,990	\$ 2,517,457	\$ 1,006,459	\$ 22,638,576
Cash with Fiscal Agent						250,000
Investments						1,740,000
Accounts receivable				31		31
Other assets						1,204
Total assets	<u>\$ 3,040</u>	<u>\$ 250,008</u>	<u>\$ 11,990</u>	<u>\$ 2,517,488</u>	<u>\$ 1,006,459</u>	<u>\$ 24,629,811</u>

**LIABILITIES AND
FUND BALANCES**

Liabilities:						
Accounts payable	\$	41,489	\$	2,176,959	\$	129,623
Fund balances	<u>\$ 3,040</u>	<u>208,519</u>	<u>\$ 11,990</u>	<u>340,529</u>	<u>876,836</u>	<u>22,244,583</u>
Total liabilities and fund balances	<u>\$ 3,040</u>	<u>\$ 250,008</u>	<u>\$ 11,990</u>	<u>\$ 2,517,488</u>	<u>\$ 1,006,459</u>	<u>\$ 24,629,811</u>

The accompanying notes are an integral part of these financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES

ALL CAPITAL PROJECTS FUNDS

For the Year Ended June 30, 1994

	Capital Facilities #1	Capital Facilities #2	Special Reserve	Building Fees	Redevelopment	Granite Bay High School
Revenues:						
Other State sources	1,434	60,490	86,221	5,402,785	16,050	2,060,250
Other local sources						162,221
Total revenues	<u>1,434</u>	<u>60,490</u>	<u>86,221</u>	<u>5,402,785</u>	<u>16,050</u>	<u>2,222,471</u>
Expenditures:						
Certificated salaries		46,820				
Classified salaries		55,452	4,592	41,190		
Employee benefits		23,677	78	12,671		
Books and supplies		238	27			
Contract services and operating expenditures		17,515	558	21,906		7,960
Capital outlay		1,340	288,137	247,405		686,581
Other outgo		3,129		2,321		
Debt service:						
Principal retirement	89,078					
Interest	7,110					
Total expenditures	<u>96,188</u>	<u>148,171</u>	<u>303,392</u>	<u>325,493</u>		<u>694,541</u>
(Deficiency) excess of revenue (under) over expenditures	<u>(94,754)</u>	<u>(87,681)</u>	<u>(217,171)</u>	<u>5,077,292</u>	<u>16,050</u>	<u>1,527,930</u>
Other financing sources (uses):						
Operating transfers in			372,057			340,000
Operating transfers out				(5,063,736)		
Total other financing sources (uses)			<u>372,057</u>	<u>(5,063,736)</u>		<u>340,000</u>
(Deficiency) excess of revenues and other financing sources under expenditures and other uses	<u>(94,754)</u>	<u>(87,681)</u>	<u>154,886</u>	<u>13,556</u>	<u>16,050</u>	<u>1,867,930</u>
Fund balances, July 1, 1993	96,186	899,629	653,669	16,768,041	10,021	506,136
Residual equity transfers	<u>(1,432)</u>	<u>1,432</u>				
Fund balances, June 30, 1994	<u>\$ -</u>	<u>\$ 813,380</u>	<u>\$ 809,555</u>	<u>\$ 16,781,597</u>	<u>\$ 26,071</u>	<u>\$ 2,374,066</u>

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES

ALL CAPITAL PROJECTS FUNDS
 (Continued)
 For the Year Ended June 30, 1994

	New Continuation School	Challenge High School	Southwest High School	Woodcreek High School	General Obligation Bond Proceeds	Total
Revenues:						
Other State sources	182	23,428		279,231		2,362,909
Other local sources	182	14,058	715	395,894	307,526	6,447,576
Total revenues	<u>182</u>	<u>37,486</u>	<u>715</u>	<u>675,125</u>	<u>307,526</u>	<u>8,810,485</u>
Expenditures:						
Certificated salaries				46,820		46,820
Classified salaries				101,234		101,234
Employee benefits				36,426		36,426
Books and supplies				265		265
Contract services and operating expenditures			725	1,500	51,631	101,795
Capital outlay		634,756	5,525	19,297,620		21,171,364
Other outgo						5,450
Debt service:						
Principal retirement						89,078
Interest						7,110
Total expenditures		<u>634,756</u>	<u>6,250</u>	<u>19,299,120</u>	<u>51,631</u>	<u>21,559,542</u>
(Deficiency) excess of revenues (under) over expenditures	182	(597,270)	(5,535)	(18,623,995)	255,895	(12,749,057)
Other financing sources (uses):						
Operating transfers in		486,000	6,250	7,413,103		8,617,410
Operating transfers out					(3,309,050)	(8,372,786)
Total other financing sources (uses)		<u>486,000</u>	<u>6,250</u>	<u>7,413,103</u>	<u>(3,309,050)</u>	<u>244,624</u>
(Deficiency) excess of revenues and other financing sources under expenditures and other uses	182	(111,270)	715	(11,210,892)	(3,053,155)	(12,504,433)
Fund balances, July 1, 1993	2,858	319,789	11,275	11,551,421	3,929,991	34,749,016
Residual equity transfers						
Fund balances, June 30, 1994	<u>3,040</u>	<u>208,519</u>	<u>11,990</u>	<u>340,529</u>	<u>876,836</u>	<u>22,244,583</u>

The accompanying notes are an integral part of these financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS

For the Year Ended June 30, 1994

	Capital Facilities #1		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Other State sources			
Other local sources	\$ 1,000	\$ 1,434	\$ 434
Total revenues	1,000	1,434	434
Expenditures:			
Certificated salaries			
Classified salaries			
Employee benefits			
Books and supplies			
Contract services and operating expenditures			
Capital outlay			
Other outgo			
Debt service:			
Principal retirement	89,077	89,078	(1)
Interest	7,110	7,110	
Total expenditures	96,187	96,188	(1)
(Deficiency) excess of revenues (under) over expenditures	(95,187)	(94,754)	433
Other financing sources (uses):			
Operating transfers in			
Operating transfers out			
Total other financing sources (uses)			
(Deficiency) excess of revenues and other financing sources (under) over expenditures and other uses	(95,187)	(94,754)	433
Fund balances, July 1, 1993	96,186	96,186	
Residual equity transfers	(1,432)	(1,432)	
Fund balances (deficit), June 30, 1994	\$ (433)	\$ -	\$ 433

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS
(Continued)

For the Year Ended June 30, 1994

	<u>Capital Facilities #2</u>		Variance Favorable (Unfavorable)
	<u>Budget</u>	<u>Actual</u>	
Revenues:			
Other State sources			
Other local sources	\$ 50,000	\$ 60,490	\$ 10,490
Total revenues	<u>50,000</u>	<u>60,490</u>	<u>10,490</u>
Expenditures:			
Certificated salaries	46,820	46,820	
Classified salaries	55,452	55,452	
Employee benefits	23,839	23,677	162
Books and supplies	500	238	262
Contract services and operating expenditures	17,520	17,515	5
Capital outlay	3,000	1,340	1,660
Other outgo	3,130	3,129	1
Debt service:			
Principal retirement			
Interest			
Total expenditures	<u>150,261</u>	<u>148,171</u>	<u>2,090</u>
(Deficiency) excess of revenues (under) over expenditures	<u>(100,261)</u>	<u>(87,681)</u>	<u>12,580</u>
Other financing sources (uses):			
Operating transfers in	110,444		(110,444)
Operating transfers out			
Total other financing sources (uses)	<u>110,444</u>		<u>(110,444)</u>
(Deficiency) excess of revenues and other financing sources (under) over expenditures and other uses	10,183	(87,681)	(97,864)
Fund balances, July 1, 1993	899,629	899,629	
Residual equity transfers	1,432	1,432	
Fund balances (deficit), June 30, 1994	<u>\$ 911,244</u>	<u>\$ 813,380</u>	<u>\$ (97,864)</u>

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS
(Continued)

For the Year Ended June 30, 1994

	Special Reserve		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Other State sources			
Other local sources	\$ 54,000	\$ 86,221	\$ 32,221
Total revenues	54,000	86,221	32,221
Expenditures:			
Certificated salaries			
Classified salaries	4,600	4,592	8
Employee benefits	80	78	2
Books and supplies	27	27	
Contract services and operating expenditures	600	558	42
Capital outlay	510,455	298,137	212,318
Other outgo			
Debt service:			
Principal retirement			
Interest			
Total expenditures	515,762	303,392	212,370
(Deficiency) excess of revenues (under) over expenditures	(461,762)	(217,171)	244,591
Other financing sources (uses):			
Operating transfers in	382,185	372,057	(10,128)
Operating transfers out	(111,876)		111,876
Total other financing sources (uses)	270,309	372,057	101,748
(Deficiency) excess of revenues and other financing sources (under) over expenditures and other uses	(191,453)	154,886	346,339
Fund balances, July 1, 1993	653,669	653,669	
Residual equity transfers			
Fund balances (deficit), June 30, 1994	\$ 462,216	\$ 808,555	\$ 346,339

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS
(Continued)

For the Year Ended June 30, 1994

	Building Fees		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Other State sources			
Other local sources	\$ 5,386,045	\$ 5,402,785	\$ 16,740
Total revenues	<u>5,386,045</u>	<u>5,402,785</u>	<u>16,740</u>
Expenditures:			
Certificated salaries			
Classified salaries	41,204	41,190	14
Employee benefits	12,677	12,671	6
Books and supplies			
Contract services and			
operating expenditures	31,500	21,906	9,594
Capital outlay	275,596	247,405	28,191
Other outgo		2,321	(2,321)
Debt service:			
Principal retirement			
Interest			
Total expenditures	<u>360,977</u>	<u>325,493</u>	<u>35,484</u>
(Deficiency) excess of			
revenues (under) over	<u>5,025,068</u>	<u>5,077,292</u>	<u>52,224</u>
expenditures			
Other financing sources (uses):			
Operating transfers in			
Operating transfers out	(8,662,733)	(5,063,736)	3,598,997
Total other financing	<u>(8,662,733)</u>	<u>(5,063,736)</u>	<u>3,598,997</u>
sources (uses)			
(Deficiency) excess of			
revenues and other	<u>(3,637,665)</u>	<u>13,556</u>	<u>3,651,221</u>
financing sources (under)			
over expenditures and			
other uses			
Fund balances, July 1, 1993	16,768,041	16,768,041	
Residual equity transfers			
Fund balances (deficit), June 30, 1994	<u>\$ 13,130,376</u>	<u>\$ 16,781,597</u>	<u>\$ 3,651,221</u>

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS
(Continued)

For the Year Ended June 30, 1994

	Redevelopment		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Other State sources			
Other local sources	\$ 10,700	\$ 16,050	\$ 5,350
Total revenues	10,700	16,050	5,350
Expenditures:			
Certificated salaries			
Classified salaries			
Employee benefits			
Books and supplies			
Contract services and operating expenditures			
Capital outlay			
Other outgo			
Debt service:			
Principal retirement			
Interest			
Total expenditures			
(Deficiency) excess of revenues (under) over expenditures	10,700	16,050	5,350
Other financing sources (uses):			
Operating transfers in			
Operating transfers out			
Total other financing sources (uses)			
(Deficiency) excess of revenues and other financing sources (under) over expenditures and other uses	10,700	16,050	5,350
Fund balances, July 1, 1993	10,021	10,021	
Residual equity transfers			
Fund balances (deficit), June 30, 1994	\$ 20,721	\$ 26,071	\$ 5,350

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS
(Continued)

For the Year Ended June 30, 1994

	Granite Bay High School		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Other State sources	\$ 2,032,500	\$ 2,060,250	\$ 27,750
Other local sources	<u>163,000</u>	<u>162,221</u>	<u>(779)</u>
Total revenues	<u>2,195,500</u>	<u>2,222,471</u>	<u>26,971</u>
Expenditures:			
Certificated salaries			
Classified salaries			
Employee benefits			
Books and supplies			
Contract services and			
operating expenditures	8,000	7,960	40
Capital outlay	1,503,480	686,581	816,899
Other outgo			
Debt service:			
Principal retirement			
Interest			
Total expenditures	<u>1,511,480</u>	<u>694,541</u>	<u>816,939</u>
(Deficiency) excess of revenues (under) over expenditures	<u>684,020</u>	<u>1,527,930</u>	<u>843,910</u>
Other financing sources (uses):			
Operating transfers in	949,401	340,000	(609,401)
Operating transfers out			
Total other financing sources (uses)	<u>949,401</u>	<u>340,000</u>	<u>(609,401)</u>
(Deficiency) excess of revenues and other financing sources (under) over expenditures and other uses	1,633,421	1,867,930	234,509
Fund balances, July 1, 1993	506,136	506,136	
Residual equity transfers			
Fund balances (deficit), June 30, 1994	<u>\$ 2,139,557</u>	<u>\$ 2,374,066</u>	<u>\$ 234,509</u>

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS
(Continued)

For the Year Ended June 30, 1994

	New Continuation School		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Other State sources			
Other local sources		\$ 182	\$ 182
Total revenues		182	182
Expenditures:			
Certificated salaries			
Classified salaries			
Employee benefits			
Books and supplies			
Contract services and operating expenditures	\$ 5,000		5,000
Capital outlay	1,645,000		1,645,000
Other outgo			
Debt service:			
Principal retirement			
Interest			
Total expenditures	1,650,000		1,650,000
(Deficiency) excess of revenues (under) over expenditures	(1,650,000)	182	1,650,182
Other financing sources (uses):			
Operating transfers in	1,650,000		(1,650,000)
Operating transfers out			
Total other financing sources (uses)	1,650,000		(1,650,000)
(Deficiency) excess of revenues and other financing sources (under) over expenditures and other uses		182	182
Fund balances, July 1, 1993	2,858	2,858	
Residual equity transfers			
Fund balances (deficit), June 30, 1994	\$ 2,858	\$ 3,040	\$ 182

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS
(Continued)

For the Year Ended June 30, 1994

	<u>Challenge High School</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Other State sources	\$ 123,626	\$ 23,428	\$ (100,198)
Other local sources		<u>14,058</u>	<u>14,058</u>
Total revenues	<u>123,626</u>	<u>37,486</u>	<u>(86,140)</u>
Expenditures:			
Certificated salaries			
Classified salaries			
Employee benefits			
Books and supplies			
Contract services and operating expenditures			
Capital outlay	750,527	634,756	115,771
Other outgo			
Debt service:			
Principal retirement			
Interest			
Total expenditures	<u>750,527</u>	<u>634,756</u>	<u>115,771</u>
(Deficiency) excess of revenues (under) over expenditures	<u>(626,901)</u>	<u>(597,270)</u>	<u>29,631</u>
Other financing sources (uses):			
Operating transfers in	432,765	486,000	53,235
Operating transfers out			
Total other financing sources (uses)	<u>432,765</u>	<u>486,000</u>	<u>53,235</u>
(Deficiency) excess of revenues and other financing sources (under) over expenditures and other uses	(194,136)	(111,270)	82,866
Fund balances, July 1, 1993	319,789	319,789	
Residual equity transfers			
Fund balances (deficit), June 30, 1994	<u>\$ 125,653</u>	<u>\$ 208,519</u>	<u>\$ 82,866</u>

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS
(Continued)

For the Year Ended June 30, 1994

Southwest High School			
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Other State sources		\$ 715	\$ 715
Other local sources			
Total revenues		715	715
Expenditures:			
Certificated salaries			
Classified salaries			
Employee benefits			
Books and supplies			
Contract services and operating expenditures	\$ 5,000	725	4,275
Capital outlay	10,000	5,525	4,475
Other outgo			
Debt service:			
Principal retirement			
Interest			
Total expenditures	15,000	6,250	8,750
(Deficiency) excess of revenues (under) over expenditures	(15,000)	(5,535)	9,465
Other financing sources (uses):			
Operating transfers in	15,000	6,250	(8,750)
Operating transfers out			
Total other financing sources (uses)	15,000	6,250	(8,750)
(Deficiency) excess of revenues and other financing sources (under) over expenditures and other uses		715	715
Fund balances, July 1, 1993	11,275	11,275	
Residual equity transfers			
Fund balances (deficit), June 30, 1994	\$ 11,275	\$ 11,990	\$ 715

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS
(Continued)

For the Year Ended June 30, 1994

	Woodcreek High School		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Other State sources	\$ 3,468,938	\$ 279,231	\$ (3,189,707)
Other local sources		395,894	395,894
Total revenues	3,468,938	675,125	(2,793,813)
Expenditures:			
Certificated salaries			
Classified salaries			
Employee benefits			
Books and supplies			
Contract services and operating expenditures	4,800	1,500	3,300
Capital outlay	21,939,494	19,297,620	2,641,874
Other outgo			
Debt service:			
Principal retirement			
Interest			
Total expenditures	21,944,294	19,299,120	2,645,174
(Deficiency) excess of revenues (under) over expenditures	(18,475,356)	(18,623,995)	(148,639)
Other financing sources (uses):			
Operating transfers in	10,935,475	7,413,103	(3,522,372)
Operating transfers out			
Total other financing sources (uses)	10,935,475	7,413,103	(3,522,372)
(Deficiency) excess of revenues and other financing sources (under) over expenditures and other uses	(7,539,881)	(11,210,892)	(3,671,011)
Fund balances, July 1, 1993	11,551,421	11,551,421	
Residual equity transfers			
Fund balances (deficit), June 30, 1994	\$ 4,011,540	\$ 340,529	\$ (3,671,011)

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS
(Continued)

For the Year Ended June 30, 1994

	General Obligation Bond Proceeds		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Other State sources			
Other local sources	\$ 250,000	\$ 307,526	\$ 57,526
Total revenues	250,000	307,526	57,526
Expenditures:			
Certificated salaries			
Classified salaries			
Employee benefits			
Books and supplies			
Contract services and operating expenditures	51,631	51,631	
Capital outlay			
Other outgo			
Debt service:			
Principal retirement			
Interest			
Total expenditures	51,631	51,631	
(Deficiency) excess of revenues (under) over expenditures	198,369	255,895	57,526
Other financing sources (uses):			
Operating transfers in			
Operating transfers out	(5,911,605)	(3,309,050)	2,602,555
Total other financing sources (uses)	(5,911,605)	(3,309,050)	2,602,555
(Deficiency) excess of revenues and other financing sources (under) over expenditures and other uses	(5,713,236)	(3,053,155)	2,660,081
Fund balances, July 1, 1993	3,929,991	3,929,991	
Residual equity transfers			
Fund balances (deficit), June 30, 1994	\$ (1,783,245)	\$ 876,836	\$ (2,660,081)

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

ALL CAPITAL PROJECTS FUNDS
(Continued)

For the Year Ended June 30, 1994

	<u>Total</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Other State sources	\$ 5,625,064	\$ 2,362,909	\$ (3,262,155)
Other local sources	<u>5,914,745</u>	<u>6,447,576</u>	<u>532,831</u>
Total revenues	<u>11,539,809</u>	<u>8,810,485</u>	<u>(2,729,324)</u>
Expenditures:			
Certificated salaries	46,820	46,820	
Classified salaries	101,256	101,234	22
Employee benefits	36,596	36,426	170
Books and supplies	527	265	262
Contract services and operating expenditures	124,051	101,795	22,256
Capital outlay	26,637,552	21,171,364	5,466,188
Other outgo	3,130	5,450	(2,320)
Debt service:			
Principal retirement	89,077	89,078	(1)
Interest	<u>7,110</u>	<u>7,110</u>	
Total expenditures	<u>27,046,119</u>	<u>21,559,542</u>	<u>5,486,577</u>
(Deficiency) excess of revenues (under) over expenditures	<u>(15,506,310)</u>	<u>(12,749,057)</u>	<u>2,757,253</u>
Other financing sources (uses):			
Operating transfers in	14,475,270	8,617,410	(5,857,860)
Operating transfers out	<u>(14,686,214)</u>	<u>(8,372,786)</u>	<u>6,313,428</u>
Total other financing sources (uses)	<u>(210,944)</u>	<u>244,624</u>	<u>455,568</u>
(Deficiency) excess of revenues and other financing sources (under) over expenditures and other uses	<u>(15,717,254)</u>	<u>(12,504,433)</u>	<u>3,212,821</u>
Fund balances, July 1, 1993	34,749,016	34,749,016	
Residual equity transfers			
Fund balances (deficit), June 30, 1994	<u>\$ 19,031,762</u>	<u>\$ 22,244,583</u>	<u>\$ 3,212,821</u>

The accompanying notes are an integral part of these financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

COMBINING BALANCE SHEET

TRUST AND AGENCY FUNDS

June 30, 1994

	<u>Expendable Trust</u>	<u>Agency Funds</u>			
	<u>Scholarship Fund</u>	<u>Roseville High School</u>	<u>Oakmont High School</u>	<u>Total Agency</u>	<u>Total</u>
ASSETS					
Cash in County Treasury	\$ 35,423				\$ 35,423
Cash on hand and in banks	<u>92,176</u>	<u>\$ 98,772</u>	<u>\$ 131,715</u>	<u>\$ 230,487</u>	<u>322,663</u>
Total assets	<u>\$ 127,599</u>	<u>\$ 98,772</u>	<u>\$ 131,715</u>	<u>\$ 230,487</u>	<u>\$ 358,086</u>
 LIABILITIES AND FUND BALANCES					
Liabilities:					
Due to student groups		\$ 98,772	\$ 131,715	\$ 230,487	\$ 230,487
Fund balances - reserved	<u>\$ 127,599</u>				<u>127,599</u>
Total liabilities and fund balances	<u>\$ 127,599</u>	<u>\$ 98,772</u>	<u>\$ 131,715</u>	<u>\$ 230,487</u>	<u>\$ 358,086</u>

The accompanying notes are an integral
part of these financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

ALL AGENCY FUNDS

For the Year Ended June 30, 1994

	<u>Balance July 1, 1993</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 1994</u>
<u>Roseville High School</u>				
Assets:				
Cash	\$ 101,819	\$ 303,639	\$ 306,686	\$ 98,772
Liabilities:				
Due to student groups	\$ 101,819	\$ 303,639	\$ 306,686	\$ 98,772
 <u>Oakmont High School</u>				
Assets:				
Cash	\$ 116,113	\$ 349,395	\$ 333,793	\$ 131,715
Liabilities:				
Due to student groups	\$ 116,113	\$ 349,395	\$ 333,793	\$ 131,715
 <u>Total Agency Funds</u>				
Assets:				
Cash	\$ 217,932	\$ 653,034	\$ 640,479	\$ 230,487
Liabilities:				
Due to student groups	\$ 217,932	\$ 653,034	\$ 640,479	\$ 230,487

The accompanying notes are an integral part of these financial statements.

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APPENDIX C

ACCRETED VALUE TABLES

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**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 1997**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/97

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$4,561.05	91.22 %
2/1/96	4,684.00	93.68
8/1/96	4,787.05	95.74
2/1/97	4,892.35	97.85
8/1/97	5,000.00	100.00

Stated Yield to Maturity = 4.400 %
Dollar Price to Maturity = 91.22%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 1998**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/98

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$4,353.50	87.07 %
2/1/96	4,473.55	89.47
8/1/96	4,574.20	91.48
2/1/97	4,677.10	93.54
8/1/97	4,782.35	95.65
2/1/98	4,889.95	97.80
8/1/98	5,000.00	100.00

Stated Yield to Maturity = 4.500 %
Dollar Price to Maturity = 87.07%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 1999**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95

Maturity Date: 8/1/99

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$4,147.30	82.95 %
2/1/96	4,264.20	85.28
8/1/96	4,362.30	87.25
2/1/97	4,462.60	89.25
8/1/97	4,565.25	91.31
2/1/98	4,670.25	93.41
8/1/98	4,777.65	95.55
2/1/99	4,887.55	97.75
8/1/99	5,000.00	100.00

Stated Yield to Maturity = 4.600 %

Dollar Price to Maturity = 82.95%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2000**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95

Maturity Date: 8/1/00

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$3,933.35	78.67 %
2/1/96	4,047.85	80.96
8/1/96	4,143.95	82.88
2/1/97	4,242.40	84.85
8/1/97	4,343.15	86.86
2/1/98	4,446.30	88.93
8/1/98	4,551.90	91.04
2/1/99	4,660.00	93.20
8/1/99	4,770.70	95.41
2/1/00	4,884.00	97.68
8/1/00	5,000.00	100.00

Stated Yield to Maturity = 4.750 %
Dollar Price to Maturity = 78.67%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2001**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95

Maturity Date: 8/1/01

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$3,730.65	74.61 %
2/1/96	3,841.50	76.83
8/1/96	3,934.65	78.69
2/1/97	4,030.10	80.60
8/1/97	4,127.80	82.56
2/1/98	4,227.90	84.56
8/1/98	4,330.45	86.61
2/1/99	4,435.45	88.71
8/1/99	4,543.00	90.86
2/1/00	4,653.20	93.06
8/1/00	4,766.00	95.32
2/1/01	4,881.60	97.63
8/1/01	5,000.00	100.00

Stated Yield to Maturity = 4.850%

Dollar Price to Maturity = 74.61%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2002**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/02

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$3,519.25	70.39 %
2/1/96	3,627.10	72.54
8/1/96	3,717.75	74.36
2/1/97	3,810.70	76.21
8/1/97	3,905.95	78.12
2/1/98	4,003.60	80.07
8/1/98	4,103.70	82.07
2/1/99	4,206.30	84.13
8/1/99	4,311.45	86.23
2/1/00	4,419.25	88.39
8/1/00	4,529.75	90.60
2/1/01	4,642.95	92.86
8/1/01	4,759.05	95.18
2/1/02	4,878.00	97.56
8/1/02	5,000.00	100.00

Stated Yield to Maturity = 5.000%
Dollar Price to Maturity = 70.39%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2003**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/03

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$3,323.25	66.47 %
2/1/96	3,427.15	68.54
8/1/96	3,514.55	70.29
2/1/97	3,604.15	72.08
8/1/97	3,696.05	73.92
2/1/98	3,790.30	75.81
8/1/98	3,886.95	77.74
2/1/99	3,986.10	79.72
8/1/99	4,087.75	81.76
2/1/00	4,191.95	83.84
8/1/00	4,298.85	85.98
2/1/01	4,408.50	88.17
8/1/01	4,520.90	90.42
2/1/02	4,636.20	92.72
8/1/02	4,754.40	95.09
2/1/03	4,875.65	97.51
8/1/03	5,000.00	100.00

Stated Yield to Maturity = 5.100 %
Dollar Price to Maturity = 66.47%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2004**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/04

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$3,132.10	62.64 %
2/1/96	3,231.95	64.64
8/1/96	3,315.95	66.32
2/1/97	3,402.15	68.04
8/1/97	3,490.65	69.81
2/1/98	3,581.40	71.63
8/1/98	3,674.50	73.49
2/1/99	3,770.05	75.40
8/1/99	3,868.05	77.36
2/1/00	3,968.65	79.37
8/1/00	4,071.80	81.44
2/1/01	4,177.70	83.55
8/1/01	4,286.30	85.73
2/1/02	4,397.75	87.96
8/1/02	4,512.10	90.24
2/1/03	4,629.40	92.59
8/1/03	4,749.75	95.00
2/1/04	4,873.25	97.47
8/1/04	5,000.00	100.00

Stated Yield to Maturity = 5.200%
Dollar Price to Maturity = 62.64%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2005**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/05

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$2,946.20	58.92 %
2/1/96	3,041.90	60.84
8/1/96	3,122.50	62.45
2/1/97	3,205.25	64.11
8/1/97	3,290.20	65.80
2/1/98	3,377.40	67.55
8/1/98	3,466.90	69.34
2/1/99	3,558.80	71.18
8/1/99	3,653.10	73.06
2/1/00	3,749.90	75.00
8/1/00	3,849.25	76.99
2/1/01	3,951.25	79.03
8/1/01	4,056.00	81.12
2/1/02	4,163.45	83.27
8/1/02	4,273.80	85.48
2/1/03	4,387.05	87.74
8/1/03	4,503.30	90.07
2/1/04	4,622.65	92.45
8/1/04	4,745.15	94.90
2/1/05	4,870.90	97.42
8/1/05	5,000.00	100.00

Stated Yield to Maturity = 5.300 %
Dollar Price to Maturity = 58.92%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2006**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/06

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$2,765.95	55.32 %
2/1/96	2,857.50	57.15
8/1/96	2,934.65	58.69
2/1/97	3,013.90	60.28
8/1/97	3,095.25	61.91
2/1/98	3,178.85	63.58
8/1/98	3,264.65	65.29
2/1/99	3,352.80	67.06
8/1/99	3,443.35	68.87
2/1/00	3,536.30	70.73
8/1/00	3,631.80	72.64
2/1/01	3,729.85	74.60
8/1/01	3,830.55	76.61
2/1/02	3,934.00	78.68
8/1/02	4,040.20	80.80
2/1/03	4,149.30	82.99
8/1/03	4,261.35	85.23
2/1/04	4,376.40	87.53
8/1/04	4,494.55	89.89
2/1/05	4,615.90	92.32
8/1/05	4,740.55	94.81
2/1/06	4,868.50	97.37
8/1/06	5,000.00	100.00

Stated Yield to Maturity = 5.400 %
Dollar Price to Maturity = 55.32%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2007**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/07

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$2,591.70	51.83 %
2/1/96	2,679.05	53.58
8/1/96	2,752.75	55.06
2/1/97	2,828.45	56.57
8/1/97	2,906.25	58.13
2/1/98	2,986.15	59.72
8/1/98	3,068.25	61.37
2/1/99	3,152.65	63.05
8/1/99	3,239.35	64.79
2/1/00	3,328.45	66.57
8/1/00	3,419.95	68.40
2/1/01	3,514.00	70.28
8/1/01	3,610.65	72.21
2/1/02	3,709.95	74.20
8/1/02	3,811.95	76.24
2/1/03	3,916.80	78.34
8/1/03	4,024.50	80.49
2/1/04	4,135.20	82.70
8/1/04	4,248.90	84.98
2/1/05	4,365.75	87.32
8/1/05	4,485.80	89.72
2/1/06	4,609.15	92.18
8/1/06	4,735.90	94.72
2/1/07	4,866.15	97.32
8/1/07	5,000.00	100.00

Stated Yield to Maturity = 5.500 %
Dollar Price to Maturity = 51.83%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2008**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/08

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$2,423.70	48.47 %
2/1/96	2,506.90	50.14
8/1/96	2,577.10	51.54
2/1/97	2,649.25	52.99
8/1/97	2,723.45	54.47
2/1/98	2,799.70	55.99
8/1/98	2,878.10	57.56
2/1/99	2,958.65	59.17
8/1/99	3,041.50	60.83
2/1/00	3,126.70	62.53
8/1/00	3,214.25	64.29
2/1/01	3,304.25	66.09
8/1/01	3,396.75	67.94
2/1/02	3,491.85	69.84
8/1/02	3,589.65	71.79
2/1/03	3,690.15	73.80
8/1/03	3,793.45	75.87
2/1/04	3,899.70	77.99
8/1/04	4,008.85	80.18
2/1/05	4,121.10	82.42
8/1/05	4,236.50	84.73
2/1/06	4,355.15	87.10
8/1/06	4,477.10	89.54
2/1/07	4,602.45	92.05
8/1/07	4,731.30	94.63
2/1/08	4,863.80	97.28
8/1/08	5,000.00	100.00

Stated Yield to Maturity = 5.600%
Dollar Price to Maturity = 48.47%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2009**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/09

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$2,262.50	45.25 %
2/1/96	2,341.25	46.83
8/1/96	2,408.00	48.16
2/1/97	2,476.60	49.53
8/1/97	2,547.20	50.94
2/1/98	2,619.80	52.40
8/1/98	2,694.45	53.89
2/1/99	2,771.25	55.43
8/1/99	2,850.25	57.01
2/1/00	2,931.45	58.63
8/1/00	3,015.00	60.30
2/1/01	3,100.95	62.02
8/1/01	3,189.30	63.79
2/1/02	3,280.20	65.60
8/1/02	3,373.70	67.47
2/1/03	3,469.85	69.40
8/1/03	3,568.75	71.38
2/1/04	3,670.45	73.41
8/1/04	3,775.05	75.50
2/1/05	3,882.65	77.65
8/1/05	3,993.30	79.87
2/1/06	4,107.10	82.14
8/1/06	4,224.15	84.48
2/1/07	4,344.55	86.89
8/1/07	4,468.40	89.37
2/1/08	4,595.75	91.92
8/1/08	4,726.70	94.53
2/1/09	4,861.40	97.23
8/1/09	5,000.00	100.00

Stated Yield to Maturity = 5.700%
Dollar Price to Maturity = 45.25%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2010**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/10

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$2,107.40	42.15 %
2/1/96	2,182.30	43.65
8/1/96	2,245.60	44.91
2/1/97	2,310.75	46.22
8/1/97	2,377.75	47.56
2/1/98	2,446.70	48.93
8/1/98	2,517.65	50.35
2/1/99	2,590.65	51.81
8/1/99	2,665.80	53.32
2/1/00	2,743.10	54.86
8/1/00	2,822.65	56.45
2/1/01	2,904.50	58.09
8/1/01	2,988.75	59.78
2/1/02	3,075.40	61.51
8/1/02	3,164.60	63.29
2/1/03	3,256.40	65.13
8/1/03	3,350.80	67.02
2/1/04	3,448.00	68.96
8/1/04	3,548.00	70.96
2/1/05	3,650.90	73.02
8/1/05	3,756.75	75.14
2/1/06	3,865.70	77.31
8/1/06	3,977.80	79.56
2/1/07	4,093.15	81.86
8/1/07	4,211.85	84.24
2/1/08	4,334.00	86.68
8/1/08	4,459.70	89.19
2/1/09	4,589.05	91.78
8/1/09	4,722.10	94.44
2/1/10	4,859.05	97.18
8/1/10	5,000.00	100.00

Stated Yield to Maturity = 5.800%
Dollar Price to Maturity = 42.15%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2011**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95

Maturity Date: 8/1/11

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$1,974.75	39.50 %
2/1/96	2,045.60	40.91
8/1/96	2,105.40	42.11
2/1/97	2,167.00	43.34
8/1/97	2,230.40	44.61
2/1/98	2,295.65	45.91
8/1/98	2,362.80	47.26
2/1/99	2,431.90	48.64
8/1/99	2,503.00	50.06
2/1/00	2,576.25	51.53
8/1/00	2,651.60	53.03
2/1/01	2,729.15	54.58
8/1/01	2,809.00	56.18
2/1/02	2,891.15	57.82
8/1/02	2,975.70	59.51
2/1/03	3,062.75	61.26
8/1/03	3,152.35	63.05
2/1/04	3,244.55	64.89
8/1/04	3,339.45	66.79
2/1/05	3,437.15	68.74
8/1/05	3,537.65	70.75
2/1/06	3,641.15	72.82
8/1/06	3,747.65	74.95
2/1/07	3,857.25	77.15
8/1/07	3,970.10	79.40
2/1/08	4,086.20	81.72
8/1/08	4,205.75	84.12
2/1/09	4,328.75	86.58
8/1/09	4,455.35	89.11
2/1/10	4,585.70	91.71
8/1/10	4,719.85	94.40
2/1/11	4,857.90	97.16
8/1/11	5,000.00	100.00

Stated Yield to Maturity = 5.850%

Dollar Price to Maturity = 39.50%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2012**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/12

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$1,848.70	36.97 %
2/1/96	1,915.55	38.31
8/1/96	1,972.05	39.44
2/1/97	2,030.25	40.61
8/1/97	2,090.15	41.80
2/1/98	2,151.80	43.04
8/1/98	2,215.25	44.31
2/1/99	2,280.60	45.61
8/1/99	2,347.90	46.96
2/1/00	2,417.15	48.34
8/1/00	2,488.45	49.77
2/1/01	2,561.90	51.24
8/1/01	2,637.45	52.75
2/1/02	2,715.25	54.31
8/1/02	2,795.35	55.91
2/1/03	2,877.85	57.56
8/1/03	2,962.75	59.26
2/1/04	3,050.15	61.00
8/1/04	3,140.10	62.80
2/1/05	3,232.75	64.66
8/1/05	3,328.10	66.56
2/1/06	3,426.30	68.53
8/1/06	3,527.35	70.55
2/1/07	3,631.45	72.63
8/1/07	3,738.55	74.77
2/1/08	3,848.85	76.98
8/1/08	3,962.40	79.25
2/1/09	4,079.25	81.59
8/1/09	4,199.60	83.99
2/1/10	4,323.50	86.47
8/1/10	4,451.05	89.02
2/1/11	4,582.35	91.65
8/1/11	4,717.55	94.35
2/1/12	4,856.70	97.13
8/1/12	5,000.00	100.00

Stated Yield to Maturity = 5.900%
Dollar Price to Maturity = 36.97%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2013**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95

Maturity Date: 8/1/13

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$1,744.25	34.89 %
2/1/96	1,807.35	36.15
8/1/96	1,860.65	37.21
2/1/97	1,915.55	38.31
8/1/97	1,972.05	39.44
2/1/98	2,030.25	40.61
8/1/98	2,090.15	41.80
2/1/99	2,151.80	43.04
8/1/99	2,215.25	44.31
2/1/00	2,280.60	45.61
8/1/00	2,347.90	46.96
2/1/01	2,417.15	48.34
8/1/01	2,488.45	49.77
2/1/02	2,561.90	51.24
8/1/02	2,637.45	52.75
2/1/03	2,715.25	54.31
8/1/03	2,795.35	55.91
2/1/04	2,877.85	57.56
8/1/04	2,962.75	59.26
2/1/05	3,050.15	61.00
8/1/05	3,140.10	62.80
2/1/06	3,232.75	64.66
8/1/06	3,328.10	66.56
2/1/07	3,426.30	68.53
8/1/07	3,527.35	70.55
2/1/08	3,631.45	72.63
8/1/08	3,738.55	74.77
2/1/09	3,848.85	76.98
8/1/09	3,962.40	79.25
2/1/10	4,079.25	81.59
8/1/10	4,199.60	83.99
2/1/11	4,323.50	86.47
8/1/11	4,451.05	89.02

(continued)

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2013**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95

Maturity Date: 8/1/13

Period Ending	Accreted Value per \$5,000 (1)	Accreted Price
2/1/12	\$4,582.35	91.65 %
8/1/12	4,717.55	94.35
2/1/13	4,856.70	97.13
8/1/13	5,000.00	100.00

Stated Yield to Maturity = 5.900%

Dollar Price to Maturity = 34.89%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2014**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/14

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$1,630.50	32.61 %
2/1/96	1,690.00	33.80
8/1/96	1,740.30	34.81
2/1/97	1,792.05	35.84
8/1/97	1,845.35	36.91
2/1/98	1,900.25	38.01
8/1/98	1,956.80	39.14
2/1/99	2,015.00	40.30
8/1/99	2,074.95	41.50
2/1/00	2,136.70	42.73
8/1/00	2,200.25	44.01
2/1/01	2,265.70	45.31
8/1/01	2,333.15	46.66
2/1/02	2,402.55	48.05
8/1/02	2,474.00	49.48
2/1/03	2,547.60	50.95
8/1/03	2,623.40	52.47
2/1/04	2,701.45	54.03
8/1/04	2,781.85	55.64
2/1/05	2,864.60	57.29
8/1/05	2,949.80	59.00
2/1/06	3,037.55	60.75
8/1/06	3,127.95	62.56
2/1/07	3,221.00	64.42
8/1/07	3,316.80	66.34
2/1/08	3,415.50	68.31
8/1/08	3,517.10	70.34
2/1/09	3,621.75	72.44
8/1/09	3,729.50	74.59
2/1/10	3,840.45	76.81
8/1/10	3,954.70	79.09
2/1/11	4,072.35	81.45
8/1/11	4,193.50	83.87

(continued)

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2014**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/14

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
2/1/12	\$4,318.25	86.37 %
8/1/12	4,446.75	88.94
2/1/13	4,579.00	91.58
8/1/13	4,715.25	94.31
2/1/14	4,855.50	97.11
8/1/14	5,000.00	100.00

Stated Yield to Maturity = 5.950%
Dollar Price to Maturity = 32.61%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2015**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95

Maturity Date: 8/1/15

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$1,537.65	30.75 %
2/1/96	1,593.75	31.88
8/1/96	1,641.20	32.82
2/1/97	1,690.00	33.80
8/1/97	1,740.30	34.81
2/1/98	1,792.05	35.84
8/1/98	1,845.35	36.91
2/1/99	1,900.25	38.01
8/1/99	1,956.80	39.14
2/1/00	2,015.00	40.30
8/1/00	2,074.95	41.50
2/1/01	2,136.70	42.73
8/1/01	2,200.25	44.01
2/1/02	2,265.70	45.31
8/1/02	2,333.15	46.66
2/1/03	2,402.55	48.05
8/1/03	2,474.00	49.48
2/1/04	2,547.60	50.95
8/1/04	2,623.40	52.47
2/1/05	2,701.45	54.03
8/1/05	2,781.85	55.64
2/1/06	2,864.60	57.29
8/1/06	2,949.80	59.00
2/1/07	3,037.55	60.75
8/1/07	3,127.95	62.56
2/1/08	3,221.00	64.42
8/1/08	3,316.80	66.34
2/1/09	3,415.50	68.31
8/1/09	3,517.10	70.34
2/1/10	3,621.75	72.44
8/1/10	3,729.50	74.59
2/1/11	3,840.45	76.81
8/1/11	3,954.70	79.09

(continued)

**ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B BOND
MATURITY AUGUST 1, 2015**

**Roseville Joint Union High School District
1992 General Obligation Bonds, Series B**

Delivery Date: 6/21/95
Maturity Date: 8/1/15

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
2/1/12	\$4,072.35	81.45 %
8/1/12	4,193.50	83.87
2/1/13	4,318.25	86.37
8/1/13	4,446.75	88.94
2/1/14	4,579.00	91.58
8/1/14	4,715.25	94.31
2/1/15	4,855.50	97.11
8/1/15	5,000.00	100.00

Stated Yield to Maturity = 5.950%
Dollar Price to Maturity = 30.75%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Bond based on stated yield to maturity.

ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B TERM BOND MATURING JUNE 1, 2020
REDEMPTION JUNE 1, 2016

Roseville Joint Union High School District
1992 General Obligation Bonds, Series B

Delivery Date: 6/21/95
Maturity Date: 6/1/16

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$1,144.25	22.89 %
12/1/95	1,174.75	23.50
6/1/96	1,209.95	24.20
12/1/96	1,246.25	24.93
6/1/97	1,283.65	25.67
12/1/97	1,322.15	26.44
6/1/98	1,361.85	27.24
12/1/98	1,402.70	28.05
6/1/99	1,444.75	28.90
12/1/99	1,488.10	29.76
6/1/00	1,532.75	30.66
12/1/00	1,578.75	31.58
6/1/01	1,626.10	32.52
12/1/01	1,674.90	33.50
6/1/02	1,725.15	34.50
12/1/02	1,776.90	35.54
6/1/03	1,830.20	36.60
12/1/03	1,885.10	37.70
6/1/04	1,941.65	38.83
12/1/04	1,999.90	40.00
6/1/05	2,059.90	41.20
12/1/05	2,121.70	42.43
6/1/06	2,185.35	43.71
12/1/06	2,250.90	45.02
6/1/07	2,318.45	46.37
12/1/07	2,388.00	47.76
6/1/08	2,459.65	49.19
12/1/08	2,533.45	50.67
6/1/09	2,609.45	52.19
12/1/09	2,687.70	53.75
6/1/10	2,768.35	55.37
12/1/10	2,851.40	57.03
6/1/11	2,936.95	58.74

(continued)

ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B TERM BOND MATURING JUNE 1, 2020
REDEMPTION JUNE 1, 2016

Roseville Joint Union High School District
1992 General Obligation Bonds, Series B

Delivery Date: 6/21/95
Maturity Date: 6/1/16

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
12/1/11	\$3,025.05	60.50 %
6/1/12	3,115.80	62.32
12/1/12	3,209.30	64.19
6/1/13	3,305.55	66.11
12/1/13	3,404.75	68.10
6/1/14	3,506.85	70.14
12/1/14	3,612.10	72.24
6/1/15	3,720.45	74.41
12/1/15	3,832.05	76.64
6/1/16	3,947.00	78.94

Stated Yield to Maturity = 6.000%
Dollar Price to Maturity = 22.89%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Term Bond based on stated yield to maturity.

ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B TERM BOND MATURING JUNE 1, 2020
REDEMPTION JUNE 1, 2017

Roseville Joint Union High School District
1992 General Obligation Bonds, Series B

Delivery Date: 6/21/95
Maturity Date: 6/1/17

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$1,144.25	22.89 %
12/1/95	1,174.75	23.50
6/1/96	1,209.95	24.20
12/1/96	1,246.25	24.93
6/1/97	1,283.65	25.67
12/1/97	1,322.15	26.44
6/1/98	1,361.85	27.24
12/1/98	1,402.70	28.05
6/1/99	1,444.75	28.90
12/1/99	1,488.10	29.76
6/1/00	1,532.75	30.66
12/1/00	1,578.75	31.58
6/1/01	1,626.10	32.52
12/1/01	1,674.90	33.50
6/1/02	1,725.15	34.50
12/1/02	1,776.90	35.54
6/1/03	1,830.20	36.60
12/1/03	1,885.10	37.70
6/1/04	1,941.65	38.83
12/1/04	1,999.90	40.00
6/1/05	2,059.90	41.20
12/1/05	2,121.70	42.43
6/1/06	2,185.35	43.71
12/1/06	2,250.90	45.02
6/1/07	2,318.45	46.37
12/1/07	2,388.00	47.76
6/1/08	2,459.65	49.19
12/1/08	2,533.45	50.67
6/1/09	2,609.45	52.19
12/1/09	2,687.70	53.75
6/1/10	2,768.35	55.37
12/1/10	2,851.40	57.03
6/1/11	2,936.95	58.74

(continued)

ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B TERM BOND MATURING JUNE 1, 2020
REDEMPTION JUNE 1, 2017

Roseville Joint Union High School District
1992 General Obligation Bonds, Series B

Delivery Date: 6/21/95
Maturity Date: 6/1/17

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
12/1/11	\$3,025.05	60.50 %
6/1/12	3,115.80	62.32
12/1/12	3,209.30	64.19
6/1/13	3,305.55	66.11
12/1/13	3,404.75	68.10
6/1/14	3,506.85	70.14
12/1/14	3,612.10	72.24
6/1/15	3,720.45	74.41
12/1/15	3,832.05	76.64
6/1/16	3,947.00	78.94
12/1/16	4,065.45	81.31
6/1/17	4,187.40	83.75

Stated Yield to Maturity = 6.000%
Dollar Price to Maturity = 22.89%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Term Bond based on stated yield to maturity.

ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B TERM BOND MATURING JUNE 1, 2020
REDEMPTION JUNE 1, 2018

Roseville Joint Union High School District
1992 General Obligation Bonds, Series B

Delivery Date: 6/21/95

Maturity Date: 6/1/18

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$1,144.25	22.89 %
12/1/95	1,174.75	23.50
6/1/96	1,209.95	24.20
12/1/96	1,246.25	24.93
6/1/97	1,283.65	25.67
12/1/97	1,322.15	26.44
6/1/98	1,361.85	27.24
12/1/98	1,402.70	28.05
6/1/99	1,444.75	28.90
12/1/99	1,488.10	29.76
6/1/00	1,532.75	30.66
12/1/00	1,578.75	31.58
6/1/01	1,626.10	32.52
12/1/01	1,674.90	33.50
6/1/02	1,725.15	34.50
12/1/02	1,776.90	35.54
6/1/03	1,830.20	36.60
12/1/03	1,885.10	37.70
6/1/04	1,941.65	38.83
12/1/04	1,999.90	40.00
6/1/05	2,059.90	41.20
12/1/05	2,121.70	42.43
6/1/06	2,185.35	43.71
12/1/06	2,250.90	45.02
6/1/07	2,318.45	46.37
12/1/07	2,388.00	47.76
6/1/08	2,459.65	49.19
12/1/08	2,533.45	50.67
6/1/09	2,609.45	52.19
12/1/09	2,687.70	53.75
6/1/10	2,768.35	55.37
12/1/10	2,851.40	57.03
6/1/11	2,936.95	58.74

(continued)

ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B TERM BOND MATURING JUNE 1, 2020
REDEMPTION JUNE 1, 2018

Roseville Joint Union High School District
1992 General Obligation Bonds, Series B

Delivery Date: 6/21/95
Maturity Date: 6/1/18

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
12/1/11	\$3,025.05	60.50 %
6/1/12	3,115.80	62.32
12/1/12	3,209.30	64.19
6/1/13	3,305.55	66.11
12/1/13	3,404.75	68.10
6/1/14	3,506.85	70.14
12/1/14	3,612.10	72.24
6/1/15	3,720.45	74.41
12/1/15	3,832.05	76.64
6/1/16	3,947.00	78.94
12/1/16	4,065.45	81.31
6/1/17	4,187.40	83.75
12/1/17	4,313.00	86.26
6/1/18	4,442.40	88.85

Stated Yield to Maturity = 6.000%
Dollar Price to Maturity = 22.89%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Term Bond based on stated yield to maturity.

ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B TERM BOND MATURING JUNE 1, 2020
REDEMPTION JUNE 1, 2019

Roseville Joint Union High School District
1992 General Obligation Bonds, Series B

Delivery Date: 6/21/95

Maturity Date: 6/1/19

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$1,144.25	22.89 %
12/1/95	1,174.75	23.50
6/1/96	1,209.95	24.20
12/1/96	1,246.25	24.93
6/1/97	1,283.65	25.67
12/1/97	1,322.15	26.44
6/1/98	1,361.85	27.24
12/1/98	1,402.70	28.05
6/1/99	1,444.75	28.90
12/1/99	1,488.10	29.76
6/1/00	1,532.75	30.66
12/1/00	1,578.75	31.58
6/1/01	1,626.10	32.52
12/1/01	1,674.90	33.50
6/1/02	1,725.15	34.50
12/1/02	1,776.90	35.54
6/1/03	1,830.20	36.60
12/1/03	1,885.10	37.70
6/1/04	1,941.65	38.83
12/1/04	1,999.90	40.00
6/1/05	2,059.90	41.20
12/1/05	2,121.70	42.43
6/1/06	2,185.35	43.71
12/1/06	2,250.90	45.02
6/1/07	2,318.45	46.37
12/1/07	2,388.00	47.76
6/1/08	2,459.65	49.19
12/1/08	2,533.45	50.67
6/1/09	2,609.45	52.19
12/1/09	2,687.70	53.75
6/1/10	2,768.35	55.37
12/1/10	2,851.40	57.03
6/1/11	2,936.95	58.74

(continued)

ACCRETED VALUE TABLE
CAPITAL APPRECIATION SERIES B TERM BOND MATURING JUNE 1, 2020
REDEMPTION JUNE 1, 2019

Roseville Joint Union High School District
1992 General Obligation Bonds, Series B

Delivery Date: 6/21/95
Maturity Date: 6/1/19

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
12/1/11	\$3,025.05	60.50 %
6/1/12	3,115.80	62.32
12/1/12	3,209.30	64.19
6/1/13	3,305.55	66.11
12/1/13	3,404.75	68.10
6/1/14	3,506.85	70.14
12/1/14	3,612.10	72.24
6/1/15	3,720.45	74.41
12/1/15	3,832.05	76.64
6/1/16	3,947.00	78.94
12/1/16	4,065.45	81.31
6/1/17	4,187.40	83.75
12/1/17	4,313.00	86.26
6/1/18	4,442.40	88.85
12/1/18	4,575.70	91.51
6/1/19	4,712.95	94.26

Stated Yield to Maturity = 6.000%
Dollar Price to Maturity = 22.89%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Term Bond based on stated yield to maturity.

ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B TERM BOND MATURING JUNE 1, 2020
MATURITY JUNE 1, 2020

Roseville Joint Union High School District
1992 General Obligation Bonds, Series B

Delivery Date: 6/21/95
Maturity Date: 6/1/20

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
6/21/95	\$1,144.25	22.89 %
12/1/95	1,174.75	23.50
6/1/96	1,209.95	24.20
12/1/96	1,246.25	24.93
6/1/97	1,283.65	25.67
12/1/97	1,322.15	26.44
6/1/98	1,361.85	27.24
12/1/98	1,402.70	28.05
6/1/99	1,444.75	28.90
12/1/99	1,488.10	29.76
6/1/00	1,532.75	30.66
12/1/00	1,578.75	31.58
6/1/01	1,626.10	32.52
12/1/01	1,674.90	33.50
6/1/02	1,725.15	34.50
12/1/02	1,776.90	35.54
6/1/03	1,830.20	36.60
12/1/03	1,885.10	37.70
6/1/04	1,941.65	38.83
12/1/04	1,999.90	40.00
6/1/05	2,059.90	41.20
12/1/05	2,121.70	42.43
6/1/06	2,185.35	43.71
12/1/06	2,250.90	45.02
6/1/07	2,318.45	46.37
12/1/07	2,388.00	47.76
6/1/08	2,459.65	49.19
12/1/08	2,533.45	50.67
6/1/09	2,609.45	52.19
12/1/09	2,687.70	53.75
6/1/10	2,768.35	55.37
12/1/10	2,851.40	57.03
6/1/11	2,936.95	58.74

(continued)

ACCREDITED VALUE TABLE
CAPITAL APPRECIATION SERIES B TERM BOND MATURING JUNE 1, 2020
MATURITY JUNE 1, 2020

Roseville Joint Union High School District
1992 General Obligation Bonds, Series B

Delivery Date: 6/21/95
Maturity Date: 6/1/20

<u>Period Ending</u>	<u>Accreted Value per \$5,000 (1)</u>	<u>Accreted Price</u>
12/1/11	\$3,025.05	60.50 %
6/1/12	3,115.80	62.32
12/1/12	3,209.30	64.19
6/1/13	3,305.55	66.11
12/1/13	3,404.75	68.10
6/1/14	3,506.85	70.14
12/1/14	3,612.10	72.24
6/1/15	3,720.45	74.41
12/1/15	3,832.05	76.64
6/1/16	3,947.00	78.94
12/1/16	4,065.45	81.31
6/1/17	4,187.40	83.75
12/1/17	4,313.00	86.26
6/1/18	4,442.40	88.85
12/1/18	4,575.70	91.51
6/1/19	4,712.95	94.26
12/1/19	4,854.35	97.09
6/1/20	5,000.00	100.00

Stated Yield to Maturity = 6.000%
Dollar Price to Maturity = 22.89%

(1) Principal amount per \$5,000 accreted value at maturity.

Note: Accretion of Capital Appreciation Series B Term Bond based on stated yield to maturity.

APPENDIX D

FORM OF OPINION OF BOND COUNSEL

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June 21, 1995

Board of Trustees
Roseville Joint Union High School District

Members of the Board of Trustees:

We have examined a certified copy of the record of the proceedings relative to the issuance and sale of \$19,030,284.10 Roseville Joint Union High School District, Placer County, California, 1992 General Obligation Bonds, Series B (the "Bonds"). As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certifications of public officials furnished to us without undertaking to verify the same by independent investigation.

Based on our examination as bond counsel of existing law, certified copies of such legal proceedings and such other proofs as we deem necessary to render this opinion, we are of the opinion, as of the date hereof and under existing law, that:

1. Such proceedings and proofs show lawful authority for the issuance and sale of the Bonds pursuant to Title 1, Division 1, Part 10, Chapter 2 of the California Education Code, a two-thirds vote of the qualified electors of the Roseville Joint Union High School District (the "District") voting at an election held on June 4, 1991, a resolution of the Board of Trustees of the District (the "District Resolution") and a resolution of the Board of Supervisors of Placer County, California (together with the District Resolution, the "Resolutions").

2. The Bonds constitute valid and binding general obligations of the District, payable as to both principal and interest from the proceeds of a levy of ad valorem taxes on all property subject to such taxes in the District, which taxes are unlimited as to rate or amount.

3. Based on existing statutes, regulations, rulings and judicial decisions and assuming compliance by the District with certain covenants in the District Resolution and documents pertaining to the Bonds and the requirements of the Internal Revenue Code of 1986, as amended, regarding the use, expenditure and investment of the proceeds of the Bonds and the timely payment of certain investment earnings to the United States Treasury, interest on the Bonds is not includable in the gross income of the owners of the

Bonds for purposes of federal income taxation. Failure by the District to comply with such covenants and requirements may cause interest on the Bonds to be included in gross income retroactively to the date of delivery of the Bonds.

4. Interest on the Bonds will not be treated as an item of tax preference in calculating the alternative minimum taxable income of individuals or corporations; interest on the Bonds will, however, be included as an adjustment in the calculation of corporate alternative minimum taxable income and may therefore affect a corporation's alternative minimum tax and environmental tax liabilities. We express no opinion regarding other income tax consequences caused by ownership of, or the receipt of interest on, the Bonds.

5. Interest on the Bonds is exempt from State of California personal income taxation.

The rights of the owners of the Bonds and the enforceability thereof may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable and their enforcement may also be subject to the exercise of judicial discretion in appropriate cases.

Respectfully submitted,

APPENDIX E

**SPECIMEN COPY OF MUNICIPAL BOND NEW ISSUE INSURANCE POLICY TO BE
ISSUED BY FINANCIAL GUARANTY INSURANCE COMPANY**

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Financial Guaranty Insurance
Company
115 Broadway
New York, NY 10006
(212) 312-3000
(800) 352-0001



A GE Capital Company

Municipal Bond New Issue Insurance Policy

Issuer: _____ **Policy Number:** _____
Control Number: _____
Bonds: _____ **Premium:** _____

Financial Guaranty Insurance Company ("Financial Guaranty"), a New York stock insurance company, in consideration of the payment of the premium and subject to the terms of this Policy, hereby unconditionally and irrevocably agrees to pay to State Street Bank and Trust Company, N.A., or its successor, as its agent (the "Fiscal Agent"), for the benefit of Bondholders, that portion of the principal and interest on the above-described debt obligations (the "Bonds") which shall become Due for Payment but shall be unpaid by reason of Nonpayment by the Issuer.

Financial Guaranty will make such payments to the Fiscal Agent on the date such principal or interest becomes Due for Payment or on the Business Day next following the day on which Financial Guaranty shall have received Notice of Nonpayment, whichever is later. The Fiscal Agent will disburse to the Bondholder the face amount of principal and interest which is then Due for Payment but is unpaid by reason of Nonpayment by the Issuer but only upon receipt by the Fiscal Agent, in form reasonably satisfactory to it, of (i) evidence of the Bondholder's right to receive payment of the principal or interest Due for Payment and (ii) evidence, including any appropriate instruments of assignment, that all of the Bondholder's rights to payment of such principal or interest Due for Payment shall thereupon vest in Financial Guaranty. Upon such disbursement, Financial Guaranty shall become the owner of the Bond, appurtenant coupon or right to payment of principal or interest on such Bond and shall be fully subrogated to all of the Bondholder's rights thereunder, including the Bondholder's right to payment thereof.

This Policy is non-cancellable for any reason. The premium on this Policy is not refundable for any reason, including the payment of the Bonds prior to their maturity. This Policy does not insure against loss of any prepayment premium which may at any time be payable with respect to any Bond.

As used herein, the term "Bondholder" means, as to a particular Bond, the person other than the Issuer who, at the time of Nonpayment, is entitled under the terms of such Bond to payment thereof. "Due for Payment" means, when referring to the principal of a Bond, the stated maturity date thereof or the date on which the same shall have been duly called for mandatory sinking fund redemption and does not refer to any earlier date on which payment is due by reason of call for redemption (other than by mandatory sinking fund redemption), acceleration or other advancement of maturity and means, when referring to interest on a

Financial Guaranty Insurance
Company
115 Broadway
New York, NY 10006
(212) 312-3000
(800) 352-0001



A GE Capital Company

Municipal Bond New Issue Insurance Policy

Bond, the stated date for payment of interest. "Nonpayment" in respect of a Bond means the failure of the Issuer to have provided sufficient funds to the paying agent for payment in full of all principal and interest Due for Payment on such Bond. "Notice" means telephonic or telegraphic notice, subsequently confirmed in writing, or written notice by registered or certified mail, from a Bondholder or a paying agent for the Bonds to Financial Guaranty. "Business Day" means any day other than a Saturday, Sunday or a day on which the Fiscal Agent is authorized by law to remain closed.

In Witness Whereof, Financial Guaranty has caused this Policy to be affixed with its corporate seal and to be signed by its duly authorized officer in facsimile to become effective and binding upon Financial Guaranty by virtue of the countersignature of its duly authorized representative.

President

Effective Date:

Authorized Representative

State Street Bank and Trust Company, N.A., acknowledges that it has agreed to perform the duties of Fiscal Agent under this Policy.

Authorized Officer

FGIC is a registered service mark used by Financial Guaranty Insurance Company under license from its parent company, FGIC Corporation.

Form 9000 (10/93)

Financial Guaranty Insurance
Company
115 Broadway
New York, NY 10006
(212) 312-3000
(800) 352-0001



A GE Capital Company

Endorsement To Financial Guaranty Insurance Company Insurance Policy

Policy Number:

Control Number:

It is further understood that the term "Nonpayment" in respect of a Bond includes any payment of principal or interest made to a Bondholder by or on behalf of the issuer of such Bond which has been recovered from such Bondholder pursuant to the United States Bankruptcy Code by a trustee in bankruptcy in accordance with a final, nonappealable order of a court having competent jurisdiction.

NOTHING HEREIN SHALL BE CONSTRUED TO WAIVE, ALTER, REDUCE, OR AMEND COVERAGE IN ANY OTHER SECTION OF THE POLICY. IF FOUND CONTRARY TO THE POLICY LANGUAGE, THE TERMS OF THIS ENDORSEMENT SUPERSEDE THE POLICY LANGUAGE.

In Witness Whereof, Financial Guaranty has caused this Endorsement to be affixed with its corporate seal and to be signed by its duly authorized officer in facsimile to become effective and binding upon Financial Guaranty by virtue of the countersignature of its duly authorized representative.

President

Effective Date:

Authorized Representative

Acknowledged as of the Effective Date written above:

Authorized Officer

State Street Bank and Trust Company, N.A., as Fiscal Agent

FGIC is a registered service mark used by Financial Guaranty Insurance Company under license from its parent company, FGIC Corporation.

Form E-0002 (10/93)

MANDATORY CALIFORNIA STATE
AMENDATORY ENDORSEMENT

To Financial Guaranty Insurance Company Policy
Policy Number:
Control Number:

The insurance provided by this Policy is not covered by the California Insurance Guaranty Association California Insurance Code, Article 14.2).

NOTHING HEREIN SHALL BE CONSTRUED TO WAIVE, ALTER, REDUCE, OR AMEND COVERAGE IN ANY OTHER SECTION OF THE POLICY. IF FOUND CONTRARY TO THE POLICY LANGUAGE, THE TERMS OF THIS ENDORSEMENT SUPERSEDE THE POLICY LANGUAGE.

In Witness Whereof, Financial Guaranty has caused this Endorsement to be affixed with its corporate seal and to be signed by its duly authorized officer in facsimile to become effective and binding upon Financial Guaranty by virtue of the countersignature of its duly authorized representative.

President

Effective Date: Authorized Representative

Acknowledged as of the Effective
Date written above:

Authorized Officer
State Street Bank and Trust Company, N.A., as Fiscal Agent

Form E-0059

**Mandatory California State
Amendatory Endorsement
To Financial Guaranty Insurance Company
Insurance Policy**

Policy Number:

Control Number:

Notwithstanding the terms and conditions in this Policy, it is further understood that there shall be no acceleration of payment due under such Policy unless such acceleration is at the sole option of Financial Guaranty.

NOTHING HEREIN SHALL BE CONSTRUED TO WAIVE, ALTER, REDUCE, OR AMEND COVERAGE IN ANY OTHER SECTION OF THE POLICY. IF FOUND CONTRARY TO THE POLICY LANGUAGE, THE TERMS OF THIS ENDORSEMENT SUPERSEDE THE POLICY LANGUAGE.

In Witness Whereof, Financial Guaranty has caused this Endorsement to be affixed with its corporate seal and to be signed by its duly authorized officer in facsimile to become effective and binding upon Financial Guaranty by virtue of the countersignature of its duly authorized representative.

President

Effective Date:

Authorized Representative

Acknowledged as of the Effective Date written above:

Authorized Officer
State Street Bank and Trust Company, N.A., as Fiscal Agent

E-0075

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