SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

ITEM: 4.1
(ID # 17755)
MEETING DATE:
Tuesday, December 07, 2021

FROM : EXECUTIVE OFFICE:

SUBJECT: SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY: Successor Agency Annual Audit Report for the year ended June 30, 2021, All Districts, [$0]

RECOMMENDED MOTION: That the Board of Supervisors:

1. Receive and file the Successor Agency to the Redevelopment Agency for the County of Riverside Annual Audit Report for the Year Ended June 30, 2021.

ACTION:Consent

Don Kent, Director of Finance 11/18/2021

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Perez seconded by Supervisor Hewitt and duly carried by unanimous vote, IT WAS ORDERED that the above matter is received and filed as recommended.

Ayes:	Jeffries, Spiegel, Washington, Perez and Hewitt
Nays:	None
Absent:	None
Date:	December 7, 2021
xc:	E.O.

Kecia R. Harper
Clerk of the Board
By: Deputy

SUBMITTAL TO THE BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	$ 0	$ 0	$ 0	$ 0
NET COUNTY COST	$ 0	$ 0	$ 0	$ 0
SOURCE OF FUNDS: N/A			Budget Adjustment:	No
			For Fiscal Year:	2020-2021

C.E.O. RECOMMENDATION: Approve

BACKGROUND:

Summary

The Successor Agency to the Redevelopment Agency for the County of Riverside (Successor Agency) engages each year an independent auditor to conduct an audit of the financial statements of fiduciary net position, the related statement of changes in fiduciary net position and the related notes to the financial statements for the fiscal year then ended.

For fiscal year 2020/21, the Successor Agency engaged Teaman, Ramirez and Smith, to conduct the audit of its financial statements and transactions for the period July 1, 2020 through June 30, 2021.

The audit was performed in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that the independent auditor plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

Based upon the results of the audit, the independent auditor issued an opinion that the financial statements of the Successor Agency presents fairly (no exceptions noted), in all material respects, the financial position of the Successor Agency as of June 30, 2021, and the respective changes in financial position for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Impact on Residents and Businesses

The audit provides a reasonable assurance that the financial statements of the Successor Agency are free from material misstatement.

ATTACHMENTS:

1. Successor Agency to the Redevelopment Agency for the County of Riverside Annual Audit Report Year Ended June 30, 2021.
2. SAS 114 conclusion letter

SUBMITTAL TO THE BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

3. Internal Control Report

Michael Ambolo

Michael Ambolo, Chief Finance Officer 11/19/2021

SUCCESSOR AGENCY TO THE

REDEVELOPMENT AGENCY FOR THE

COUNTY OF RIVERSIDE, CALIFORNIA

ANNUAL AUDIT REPORT

Year Ended June 30, 2021

Successor Agency to the
Redevelopment Agency for the County of Riverside, California
Table of Contents
Year Ended June 30, 2021

TABLE OF CONTENTS

TRS TEAMAN, RAMIREZ & SMITH, INC.
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

Board of Supervisors
Successor Agency to the Redevelopment
Agency for the County of Riverside
Riverside, California

Report on Financial Statements

We have audited the accompanying financial statements of fiduciary net position of the Successor Agency to the Redevelopment Agency for the County of Riverside, California (the "Agency") as of and for the year ended June 30, 2021, and the related statement of changes in fiduciary net position and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Agency's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Agency, as of June 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Richard A. Teaman, CPA • David M. Ramirez, CPA • Javier H. Carrillo, CPA • Bryan P. Daugherty, CPA • Joshua J. Calhoun, CPA
4201 Brockton Avenue Suite 100 Riverside CA 92501 951.274.9500 TEL 951.274.7828 FAX www.trscpas.com

Emphasis of Matters

As discussed in Note 1, the financial statements present only the Agency's activities and do not purport to, and do not present fairly the financial position of the County of Riverside, California, as of June 30, 2021, the changes in its financial position, or, where applicable, its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages iii - viii be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Agency's basic financial statements. The combining schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 16, 2021, on our consideration of the Agency's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Agency's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Agency's internal control over financial reporting and compliance.

Teaman Ramirez & Smith, Inc.

Riverside, California
November 16, 2021

Management's Discussion and Analysis

For the year ended June 30, 2021

As management of the Successor Agency to the Redevelopment Agency for the County of Riverside ("Successor Agency"), we offer readers of the Agency's financial statements this narrative overview and analysis of the financial activities of the Agency for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with the Successor Agency's financial statements, which follows this section.

Narrative Overview

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1x26, (the "Redevelopment Dissolution Law") and all redevelopment agencies in California were dissolved effective February 1, 2012. On January 10, 2012, the Board of Supervisors adopted Resolution No. 2012-034, in which the County of Riverside accepted the designation as Successor Agency to the Redevelopment Agency for the County of Riverside and further delegated the actions and functions performed by the Successor Agency to the Riverside County Economic Development Agency. On the same date, the Board also adopted Resolution No. 2012-035 which designated the Housing Authority of the County of Riverside as the Successor Agency for the redevelopment housing functions.

Pursuant to the Redevelopment Dissolution Law, Successor Agencies are to undertake the remainder of the actions required for the winding down of redevelopment activity and the Oversight Boards oversee the wind down activities of the Successor Agencies. On May 31, 2013, the Board of Supervisors directed that effective July 1, 2013, the administration of the Successor Agency be shifted to the Riverside County Executive Office.

This discussion and analysis are intended to serve as an introduction to the Successor Agency's basic financial statements.

Financial Highlights

As of the fiscal year ending June 30, 2021, the financial highlights for the Successor Agency are as follows:

- The Successor Agency's total assets of $91,771,982 and deferred outflows of resources of $32,719,791 fall short of the Agency's total liabilities of $668,765,383 and deferred inflows of resources of $1,569,097 at the close of the fiscal year resulting in net position (deficit) of ($545,842,707).

- At the close of the current fiscal year, the Successor Agency reported total additions of $47,057,280 and total deductions of $29,016,114 which results to a change in Net Position of $18,041,166.

Overview of the Financial Statements

The Successor Agency has two different types of fiduciary funds, the Successor Agency Private Purpose Trust Fund (PPTF) is used to report resources held at the trustee and in reserves to cover bond expenses and obligations contracted to be paid out of the Agency's reserve balance and the Successor Agency Private-Purpose Trust Fund- Redevelopment Obligation Retirement Fund (PPTF-RORF), which is used to report and track the Redevelopment Property Tax Trust Fund (RPTTF) received from the County Auditor-Controller for the payment of the Agency's enforceable obligations based on the approved Recognized Obligation Payment Schedule (ROPS). These funds were established for the purpose of accounting for assets held in trustee or agency capacity for others and therefore cannot be used to support the government's own programs. The Successor Agency also manages the Low and Moderate Housing Fund DDR balance (Fund 65963) for the Housing Authority Successor Agency.

The discussion and analysis provided here are intended to serve as an introduction to the Successor Agency's basic financial statements. The Successor Agency's basic financial statements consist of three components: 1) statement of Fiduciary Net Position, 2) statement of Changes in Fiduciary Net Position, and 3) the notes to the financial statements. This report also contains other supplementary information intended to furnish additional detail to support the basic financial statements themselves.

Basic Financial Statements. The *basic financial statements* are designed to provide readers with a broad overview of the Successor Agency's finances, in a manner similar to a private-sector business.

The *Statement of Fiduciary Net Position* presents information on all of the Successor Agency's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Successor Agency is improving or deteriorating.

The *Statement of Changes in Fiduciary Net Position* presents information showing how the Successor Agency's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave). The Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position can be found on pages 1-2 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reported in the government-wide financial statement of the County of Riverside Comprehensive Annual Financial Report because the resources of those funds are *not* available to support the County of Riverside's programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 1-2 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the fund financial statements. The notes to the financial statements can be found on pages 3-39 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents *supplementary information* such as: The Agency's Combining Schedule of Fiduciary Net Position, the Agency's Combining Schedule of Changes in Fiduciary Net Position. The combining statements referred to in connection with the Successor Agency's Private Purpose Trust Fund and Private Purpose Trust Fund–Redevelopment Obligation Retirement Fund are presented immediately following the Notes to Financial Statements. Combining and individual fund statements and schedules can be found on pages 40-41 of this report.

Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of the Successor Agency to the Redevelopment Agency for the County of Riverside, a net deficit of $545,842,707 is reported in the Agency's Statement of Changes in Fiduciary Net Position at the close of fiscal year 2020-2021.

Financial statements, presented as follows, are shown in a condensed format to compare amounts from the period ending June 30, 2021 to amounts from the prior fiscal year ending June 30, 2020. Charts to illustrate selected aspects of financial information along with brief narrative analysis, accompany these combined financial statements.

Fiduciary Fund Net Position

The Successor Agency Statement of Fiduciary Net Position increased by $18.0 million during the year mostly due to the paying down the principal balances of the Successor Agency bonds.

Successor Agency to the Redevelopment Agency
For the County of Riverside
Statement of Fiduciary Net Position

	June 30, 2021	June 30, 2020
Current and Other Assets	$ 91,771,982	$ 95,519,310
Total Assets	$ 91,771,982	$ 95,519,310
Total Deferred Outflows of Resources	$ 32,719,791	$ 34,597,141
Long-term Liabilities Outstanding	$ 662,445,105	$ 685,579,340
Other Liabilities	$ 6,320,278	$ 6,752,006
Total Liabilities	$ 668,765,383	$ 692,331,346
Total Deferred Inflows of Resources	$ 1,569,097	$ 1,668,978
Net Position Held in Trust for Redevelopment (Deficit)	$ (545,842,707)	$ (563,883,373)

The Successor Agency's total assets of $91,771,982 reflects its current and other assets (e.g., Redevelopment Property Tax Trust Fund [RPTTF] received from the Auditor-Controller's office, proceeds of long-term debt, accounts receivable and other assets). The long-term liabilities of the Agency are listed in detail on page 16 of the report. It includes the various bonds payable of the Agency, including accreted interest payable. The Agency made its regularly scheduled principal payments on its existing outstanding debt. All outstanding long-term debts (bonds payable) are backed by redevelopment property tax revenues.

Fiduciary Fund Changes in Net Position

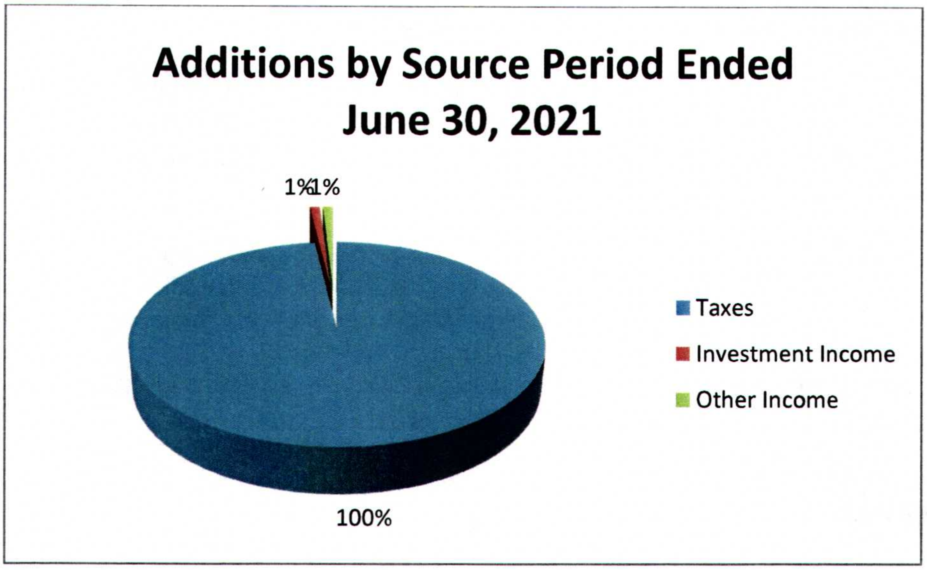
As shown by the Statement of Changes in Fiduciary Position, the Successor Agency's total deductions exceeded total additions by $18,041,166. The increase in net position can be explained by these major reasons:

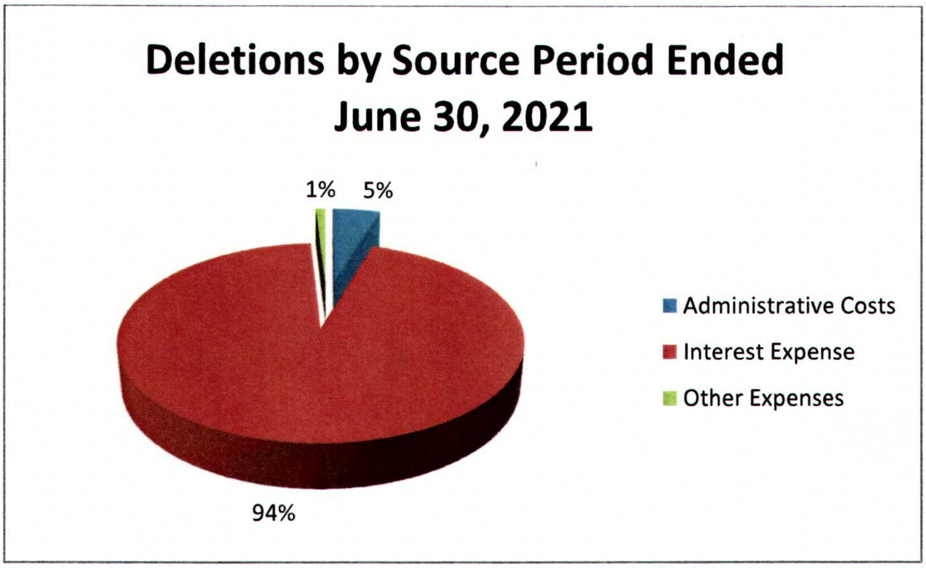
- The Redevelopment Property Tax Trust Fund (RPTTF) requested by the Agency for FY 20-21 was $48,195,026. The California Department of Finance (DOF) authorized the full RPTTF amount requested net of the Successor Agency's Prior Period Adjustment of $5,099,250. The net RPTTF for the fiscal year is $43,095,776. Due to the timing of receipt of RPTTF, the July to June RPTTF is received in June of the prior year. The Successor Agency received $47,118,237 during the 2021 fiscal year, of which $13,692,873 belongs to the first half of fiscal year 2022.

- Investment income decreased due to falling interest rates and decreasing balances in the Trustee accounts. This year, the Successor Agency did not incur other expenses related to the refunding. The proceeds from the transfer of property are transmitted to the County of Riverside Treasurer-Tax Collector for distribution to the Taxing Entities and the fair market value of the properties transferred are reported as other expenses.

Successor Agency to the Redevelopment Agency
For the County of Riverside
Statement of Changes in Fiduciary Net Position

	June 30, 2021	June 30, 2020
Additions:		
Taxes	$ 47,118,237	$ 39,704,436
Investment Income	13,487	1,232,796
Other Income	(74,444)	45,210
Total Additions	47,057,280	40,982,442
Deductions:		
Administrative Costs	1,336,953	953,643
Professional Services	103,163	110,573
Interest Expense	27,403,679	29,201,749
Debt Issuance Costs	50,000	504,950
Property Costs	122,319	70,874
Other Expenses	0	2,799,137
Total Deductions	29,016,114	33,640,926
Change in Net Position Held in Trust	18,041,166	7,341,516
Net Position Held in Trust, Beginning	(563,883,873)	(571,225,389)
Net Position Held in Trust, Ending	$ (545,842,707)	$ (563,883,873)


Additions by Source Period Ended June 30, 2021
1%
1%
100%
Taxes
Investment Income
Other Income


Deletions by Source Period Ended June 30, 2021
1%
5%
94%
Administrative Costs
Interest Expense
Other Expenses

REVENUES AND RECOGNIZED OBLIGATION PAYMENT SCHEDULE

Pursuant to AB 1x26, the Successor Agency is required to adopt a Recognized Obligation Payment Schedule ("ROPS"). A ROPS is a listing of all enforceable obligations of the Agency, due and payable in the six-month coverage period. The ROPS is prepared semi-annually and is the basis for the distribution of property tax revenues from the Redevelopment Property Tax Trust Fund or RPTTF.

On September 11, 2015, the Legislature approved Senate Bill 107 pertaining to redevelopment dissolution and the Governor signed the bill on September 22, 2015. Among the objectives of SB 107 is to transition all Successor Agencies from a biannual ROPS to an annual ROPS beginning July 1, 2016. SB 107 also allows the Successor Agencies to establish a "Last and Final" ROPS beginning January 1, 2016. The last and final ROPS will be available only to Successor Agencies that have a finding of completion, are in agreement with the Department of Finance on what items qualify for payment and meets other specified conditions.

Requests for Information

This financial report is designed to provide a general overview of the Successor Agency's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Successor Agency to the Redevelopment Agency, 4080 Lemon Street, 4th Floor Riverside CA 92501.

BASIC FINANCIAL STATEMENTS

Successor Agency to the
Redevelopment Agency for the County of Riverside, California
Statement of Fiduciary Net Position
June 30, 2021

ASSETS		
Cash and Investments	$	22,284,034
Cash and Investments with Fiscal Agent		51,381,685
Interest Receivable		9,466
Prepaid Items		3,437,407
Loans Receivable		1,283,647
Land Held for Development		13,375,743
Total Assets		91,771,982
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Charge on Refunding		32,719,791
Total Deferred Outflows of Resources		32,719,791
LIABILITIES		
Accounts Payable and Other Liabilities		5,307
Interest Payable		6,314,971
Accreted Interest Payable		15,130,100
Bonds Payable		647,315,005
Total Liabilities		668,765,383
DEFERRED INFLOWS OF RESOURCES		
Deferred Charge on Refunding		1,569,097
Total Deferred Inflows of Resources		1,569,097
NET POSITION		
Unrestricted (Deficit)	$	(545,842,707)

The accompanying notes are an integral part of this statement.

Successor Agency to the
Redevelopment Agency for the County of Riverside, California
Statement of Changes in Fiduciary Net Position
Year Ended June 30, 2021

ADDITIONS	
Taxes	$ 47,118,237
Investment Earnings	13,487
Gain (Loss) on Sale of Land Held for Development	(74,484)
Other Income	40
Total Additions	47,057,280
DEDUCTIONS	
Administrative Costs	1,336,953
Professional Services	103,163
Interest Expense	27,403,679
Debt Issuance Cost	50,000
Property Costs	122,319
Total Deductions	29,016,114
Net Increase (Decrease) in Fiduciary Net Position	18,041,166
Net Position, Beginning of Year (Deficit)	(563,883,873)
Net Position, End of Year (Deficit)	$ (545,842,707)

The accompanying notes are an integral part of this statement.

Successor Agency to the
Redevelopment Agency for the County of Riverside, California
Notes to Financial Statements
Year Ended June 30, 2021

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Redevelopment Agency for the County of Riverside, California was formed under Section 33,000 et. seq. of the Health and Safety Code. On December 29, 2011, the California Supreme Court upheld Assembly Bill XI 26 but struck down Assembly Bill X1 27 that would have allowed agencies to continue if they participated in the Voluntary Alternative Redevelopment Program. As of February 1, 2012, California Redevelopment Agencies was dissolved under the ruling. The County of Riverside (the "County") elected to retain the assets, liabilities and activities of the former redevelopment agency in a fiduciary capacity as a Successor Agency (the "Agency"). The assets and liabilities of the former redevelopment agency were transferred to the Agency on February 1, 2012. The Agency's activities are reported in the County's financial statements in the fiduciary fund statements. The financial statements present only the Successor Agency's financial statements and do not purport to, and do not fairly present, the financial position of the County of Riverside, California.

The Agency's office and records are located at 4080 Lemon Street, 4th Floor, Riverside, California 92501, telephone number (951) 955-1110. Agency officers are as follows:

Name	Title
Karen Spiegel	Chairman
Jeff Hewitt	Vice Chairman
Kevin Jeffries	Director
Chuck Washington	Director
V. Manuel Perez	Director

The Successor Agency is governed by the County Board of Supervisors serving in a separate capacity as the governing board of the Successor Agency. The Successor Agency is tasked with winding down the activities of the former redevelopment agency, including paying off debt and disposing of property of the former redevelopment agency. The Board of Supervisors typically meets every Tuesday.

The accounting policies of the Agency conform to accounting principles generally accepted in the United States of America as they are applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies reflected in the financial statements are summarized as follows:

A) Implementation of Governmental Accounting Standards Board (GASB) Pronouncements

Governmental Accounting Standard Board Statement No. 87

In June of 2017, GASB issued Statement No. 87, *Leases.* The intent of this Statement is to improve accounting and financial reporting for government leases by requiring recognition of certain lease assets and liabilities for leases that were previously classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. This Statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. This Statement is effective for reporting periods beginning after December 15, 2019. Due to the COVID-19 pandemic, GASB Statement No. 95 delayed the implementation of this GASB Statement for reporting periods beginning after June 15, 2021. The impact of the implementation of this Statement to the Agency's financial statements has not been assessed at this time.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

A) Implementation of Governmental Accounting Standards Board (GASB) Pronouncements - Continued

Governmental Accounting Standard Board Statement No. 89

In June of 2018, GASB issued Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period.* This Statement was issued to (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. Statement No. 89 is effective for fiscal years beginning after December 15, 2019. Due to the COVID-19 pandemic, GASB Statement No. 95 delayed the implementation of this GASB Statement for reporting periods beginning after December 15, 2020. The Agency has elected not to early implement GASB No. 89 and has not determined its effect on the Agency's financial statements.

Governmental Accounting Standard Board Statement No. 90

In August of 2018, GASB issued Statement No. 90, *Majority Equity Interests, an amendment of GASB Statements No. 14 and No. 61.* This Statement was issued to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. This Statement defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. A majority equity interest that meets the definition of an investment should be measured using the equity method, unless it is held by a special-purpose government engaged only in fiduciary activities, a fiduciary fund, or an endowment (including permanent and term endowments) or permanent fund. Those governments and funds should measure the majority equity interest at fair value. Statement No. 90 is effective for fiscal years beginning after December 15, 2018. Due to the COVID-19 pandemic, GASB Statement No. 95 delayed the implementation of this GASB Statement for reporting periods beginning after December 15, 2019. Currently, this statement has no effect on the Agency's financial statements.

Governmental Accounting Standard Board Statement No. 91

In May of 2019, GASB issued Statement No. 91, *Conduit Debt Obligations.* This statement was issued to improve financial reporting for certain debt obligations. It allowed entities to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. Statement No. 91 is effective for fiscal years beginning December 15, 2020. Due to the COVID-19 pandemic, GASB Statement No. 95 delayed the implementation of this GASB Statement for reporting periods beginning after December 15, 2021. The impact of the implementation of this statement to the Agency's financial statements has not been assessed at this time.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

A) Implementation of Governmental Accounting Standards Board (GASB) Pronouncements - Continued

Governmental Accounting Standard Board Statement No. 92

In January of 2020, GASB issued Statement No. 92, Omnibus 2020. This statement was issued to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This includes GASB Statement No. 87, GASB Statement No. 73, GASB Statement No. 74, GASB Statement No. 84 and the measurement of liabilities (and assets, if any) related to asset retirement obligations (AROs) in a government acquisition as well as other specific provisions. The requirements related to GASB Statement No. 87 are effective upon the issuance date of Statement No. 92. All other requirements are effective for reporting periods beginning after June 15, 2020. Due to the COVID-19 pandemic, GASB Statement No. 95 delayed the implementation of this GASB Statement for paragraphs 6-10 and 12 for reporting periods beginning after June 15, 2021. The Agency has elected not to early implement GASB No. 92 and has not determined its effect on the Agency's financial statements.

Governmental Accounting Standard Board Statement No. 93

In March of 2020, GASB issued Statement No. 93, Replacement of Interbank Offered Rates. The objective of this statement is to address those and other accounting and financial reporting implications that results from the replacement of an Interbank Offered Rates (IBOR). The removal of the London Interbank Offered Rate (LIBOR) as an appropriate benchmark interest rate is effective for reporting periods ending after December 31, 2021. All other requirements are effective for reporting periods beginning after June 15, 2020. Due to the COVID-19 pandemic, GASB Statement No. 95 delayed the implementation of this GASB Statement for paragraphs 13 and 14 for fiscal years beginning after June 15, 2021, and all reporting periods thereafter. The Agency has elected not to early implement GASB No. 93 and has not determined its effect on the Agency's financial statements.

Governmental Accounting Standard Board Statement No. 94

In March of 2020, GASB issued Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements. The objective of this statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). Statement No. 94 is effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The Agency has elected not to early implement GASB No. 94 and has not determined its effect on the Agency's financial statements.

Governmental Accounting Standard Board Statement No. 96

In May of 2020, GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements.* This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangement (SBITAs) for government end users (governments). Statement No. 95 is effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The Agency has elected not to early implement GASB No. 96 and has not determined its effect on the Agency's financial statements.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

A) Implementation of Governmental Accounting Standards Board (GASB) Pronouncements - Continued

Governmental Accounting Standard Board Statement No. 97

In June of 2020, GASB issued Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans.* The objective of this statement is to (1) increase consistency and comparability related to the reporting of fiduciary component units; (2) mitigate costs associated with the reporting of certain defined pension and OPEB plans as fiduciary component units; and (3) enhance the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans. The requirements of this Statement that (1) exempt primary governments that perform the duties that a governing board typically performs from treating the absence of a governing board the same as the appointment of a voting majority of a governing board in determining whether they are financially accountable for defined contribution pension plans, defined contribution OPEB plans, or other employee benefit plans and (2) limit the applicability of the financial burden criterion in paragraph 7 of Statement 84 to defined benefit pension plans and defined benefit OPEB plans that are administered through trusts that meet the criteria in paragraph 3 of Statement 67 or paragraph 3 of Statement 74, respectively, are effective immediately. All other requirements are effective for fiscal years beginning after June 15, 2021. The Agency has elected not to early implement GASB No. 97 and has not determined its effect on the Agency's financial statements.

B) Basis of Presentation

The basic financial statements of the Agency have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP"). The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for governmental accounting and financial reporting purposes.

The fund financial statements provide information about the Agency's funds. The Agency has a private-purpose trust fund to account for the former redevelopment activities of the Redevelopment Agency for the County of Riverside.

C) Basis of Accounting

The Agency's financial statements are reported using the economic resources measurement focus and the full accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

D) Assets, Liabilities, and Net Position or Equity

Deposits and Investments

As a governmental entity other than an external investment pool in accordance with GASB 31, the Agency's investments are stated at fair value except for interest-earning investment contracts (see Note 2A).

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D) Assets, Liabilities, and Net Position or Equity - Continued

Deposits and Investments - Continued

In applying GASB 31, the Agency utilized the following methods and assumptions:

1) Fair value is based on quoted market prices as of the valuation date;

2) The portfolio did not hold investments in any of the following:
   a) Items required to be reported at amortized cost,
   b) Items in external pools that are not SEC-registered,
   c) Items subject to involuntary participation in an external pool,
   d) Items associated with a fund other than the fund to which the income is assigned;

3) The gain/loss resulting from valuation will be reported within the revenue account "investment earnings" on the Statement of Changes in Fiduciary Net Position.

Property Taxes

Property taxes are assessed and collected each fiscal year according to the following property tax calendar:

Lien Date	January 1	
Levy Date	July 1 to June 30	
Due Date	November 1	- 1st Installment
	February 1	- 2nd Installment
Delinquent Date	December 10	- 1st Installment
	April 10	- 2nd Installment

Under California law, property taxes are assessed and collected by the counties up to 1% of assessed value, plus other increases approved by the voters. The property taxes go into a pool, and are then allocated to the agencies based on complex formulas prescribed by the state statutes.

Land Held for Development

Land is stated at cost or the most recent appraised value, which approximates market value at June 30, 2021.

E) Deferred Outflows/Inflows of Resources

In addition to assets, the statement of fiduciary net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Agency has only one type of this item, deferred charge on refunding which results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

E) Deferred Outflows/Inflows of Resources - Continued

In addition to liabilities, the statement of fiduciary net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Agency has only one type of this item, deferred charge on refunding which results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

F) Use of Estimates

The financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America and necessarily include amounts based on estimates and assumptions by Management. Actual results could differ from those amounts.

2) DETAILED NOTES ON ALL FUNDS

A) Deposits and Investments

Cash and investments are classified in the accompanying financial statements as follows:

Statement of Fiduciary Net Position:		
Cash and Investments	$	22,284,034
Cash and Investments with Fiscal Agent		51,381,685
Total Cash and Investments	$	73,665,719

Cash and investments consist of the following:

Riverside County Treasurer's Pooled Investment Fund	$	22,284,034
Other Investments		51,381,685
Total Cash and Investments	$	73,665,719

2) DETAILED NOTES ON ALL FUNDS - Continued

A) Deposits and Investments - Continued

Investments Authorized by the California Government Code and the Agency's Investment Policy

The following table identifies the investment types that are authorized for the Agency by the California Government Code (or the Agency's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the Agency's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the Agency, rather than the general provisions of the California Government Code or the Agency's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum Percentage Of Portfolio[1]	Maximum Investment In One Issuer
Municipal Bonds (MUNI)	4 years	15%	5%[2]
U.S. Treasuries	5 years	100%	N/A
Local Agency Obligations (LAO)	3 years	2.5%	2.5%
Federal Agencies	5 years	100%	N/A
Commercial Paper (CP)	270 days	40%	5%[3]
Certificate & Time Deposits (NCD & TCD)	1 year	25%	5%[3]
Repurchase Agreements (REPO)	45 days	Combined 40% Max, 25% in Term Repo over 7 Days	20%
Reverse REPOs	60 days	10%	10%
Medium-Term Notes (MTNO) or Corporate Notes	3 years	20%	5%[3]
CalTRUST Short Term Fund (CLTR)	Daily Liquidity	1%	1%
Money Market Mutual Funds (MMF)	Daily Liquidity	20%	N/A
Local Agency Investment Fund (LAIF)	Daily Liquidity	$50 million	$50 million
Cash/Deposit Account	N/A	N/A	N/A
Riverside County Treasurer's Pooled Investment Pool	N/A	100%	N/A

(1) Excluding amounts held by bond trustee that are not subject to California Government Code restrictions.
(2) For credit rated below AA-/Aa3, 2% maximum in one issuer only for State of California debt.
(3) Maximum of 5% per issuer in combined commercial paper, certificate & time deposits, and medium-term notes.

Investments Authorized by Debt Agreements

Investments of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the Agency's investment policy.

2) DETAILED NOTES ON ALL FUNDS - Continued

A) Deposits and Investments - Continued

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the Agency manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

The Agency had the following investments:

		Maturity Date
Riverside County Treasurer's Pooled Investment Fund	$ 22,284,034	N/A
Held by Fiscal Agent: Money Market Funds	51,381,685	N/A
Total	$ 73,665,719	

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization.

Presented below is the minimum rating required by (where applicable) the California Government Code, the Agency's investment policy, or debt agreements, and the actual rating as of the year end for each investment type:

		Minimum Legal Rating	Not Required To Be Rated	Rating as of Period Ended AAA	Rating as of Period Ended Unrated
Riverside County Treasurer's Pooled Investment Fund	$ 22,284,034	N/A	$	$22,284,034	$
Held by Fiscal Agent: Money Market Funds	51,381,685	AAA		51,381,685	
Total	$ 73,665,719		$ 0	$73,665,719	$ 0

2) DETAILED NOTES ON ALL FUNDS - Continued

A) Deposits and Investments - Continued

Disclosures Relating to Concentration of Credit Risk

The investment policy of the Agency contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. Investments in any one issuer (other than U.S. Treasury Securities, mutual funds, and external investment pools) that represent 5% or more of total Agency's investments are as follows:

Issuer	Investment Type	Reported Amount
Dreyfus Treasury Prime Cash Investment Shares	Money Market Fund	$ 4,741,564
Dreyfus Tax Exempt Cash Management Institutional Shares	Money Market Fund	$ 5,793,388
Fidelity Investment Money Market Government Class	Money Market Fund	$ 23,984,809
Goldman Sachs TR GOVT INST Fund	Money Market Fund	$ 10,514,297
Federated U.S. Treasury Cash Reserve	Money Market Fund	$ 5,596,817

Disclosures Relating to Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the Agency's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

As of June 30, 2021, all deposits with financial institutions in excess of federal depository insurance limit were held in collateralized accounts where the collateral is not held specifically in the name of the Agency. As of June 30, 2021, the Agency did not have any investments held by a broker-dealer (counterparty) that was used by the Agency to buy the securities.

Investment in Riverside County Treasurer's Pooled Investment Fund

The Riverside County Treasurer maintains a cash and investment pool for all funds of the County and other agencies for which the County treasury is the depository. Interest earned on the pooled funds is allocated and credited to these funds quarterly. Interest is apportioned to the Agency based on the average daily balances on deposit with the Riverside County Treasurer.

2) DETAILED NOTES ON ALL FUNDS - Continued

A) Deposits and Investments - Continued

Investment in Riverside County Treasurer's Pooled Investment Fund - Continued

The Agency is a voluntary participant in the pool regulated by the California Government Code, under the oversight of the Treasurer of the County of Riverside. The fair value of the Agency's investment in this pool is reported in the accompanying financial statements at amounts based upon the Agency's pro-rata share of the fair value provided by the County of Riverside for the entire pool portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the pool, which are recorded on an amortized cost basis.

B) Fair Value Measurements

Governmental Accounting Standards Board (GASB) Statement No. 72, Fair Value Measurements and Application, provides the framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value with Level 1 given the highest priority and Level 3 the lowest priority. The three levels of the fair value hierarchy are as follows:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the organization has the ability to access at the measurement date.

Level 2 inputs are inputs other than quoted prices included within *Level 1* that are observable for the asset or liability, either directly or indirectly. *Level 2* inputs include the following:

a. Quoted prices for similar assets or liabilities in active markets.

b. Quoted prices for identical or similar assets or liabilities in markets that are not active.

c. Inputs other than quoted prices that are observable for the asset or liability (for example, interest rates and yield curves observable at commonly quoted intervals, volatilities, prepayment speeds, loss severities, credit risks, and default rates).

d. Inputs that are derived principally from or corroborated by observable market data by correlation or other means (market-corroborated inputs).

Level 3 inputs are unobservable inputs for the asset or liability.

2) DETAILED NOTES ON ALL FUNDS - Continued

B) Fair Value Measurements - Continued

Fair value of assets measured on a recurring basis at June 30, 2021, are as follows:

	Fair Value	Uncategorized
Investments:		
Riverside County Treasurer's Pooled Investment Fund	$ 22,284,034	$ 22,284,034
Held by Fiscal Agent:		
Money Market Funds	51,381,685	51,381,685
Total Investments	$ 73,665,719	$ 73,665,719
Land Held for Development	$ 13,375,743	$ 13,375,743

The above investments are uncategorized under the fair value hierarchy. The Riverside County Treasurer's Pooled Investment Fund and money market funds are exempt under GASB No. 72 fair value measurements. Land held for development was acquired for the purpose of redevelopment rather than for income and profit. Therefore, land held for development, is also exempt under GASB No. 72 fair value measurements.

C) Interest Receivable

This amount represents accrued interest receivable on monies held in the County Treasury as well as monies on deposit with the fiscal agent. As of June 30, 2021, the Agency has accrued interest receivable in the amount of $9,466.

D) Loans and Notes Receivable

- During 1997-98, the Agency loaned to the Romoland School District $150,000 to assist with the construction of buildings and facilities. The note bears no interest and will be paid with pass through money each year until paid off. At June 30, 2021, the note balance was $30,000.

- In 2006-07, the Agency entered into an agreement with the Jurupa Unified School District to loan $5,000,000 for the design, engineering and construction of a multi-purpose stadium at Rubidoux High School. The agreement calls for $3,000,000 of zero percent interest shall be reimbursed to the Agency from the District's annual pass-through funds in the amount of $200,000 per year on an annual basis until June 15, 2022. The remaining $2,000,000 will be paid from incremental pass through funds received by the District from the Agency that exceed the amount received in fiscal year 2005-2006. Payments from pass-through funds received reached $2,000,000 in 2009-2010 and have been recorded as an offset. At June 30, 2021, the balance of the note was $200,000.

- In 2005, the Agency entered into the Vernola Basin Reimbursement Agreement with eight property owners, Riverside County Flood Control and Water Conservation District, ("Flood") and Jurupa Area Recreation and Park District, (JARPD). The purpose of this agreement was to assist in the design, construction, and installation of certain storm water facilities, an outlet line, a storm water drain line, certain street improvements, and park improvements.

2) DETAILED NOTES ON ALL FUNDS - Continued

D) Loans and Notes Receivable - Continued

The reimbursement obligation for the eight property owners will be calculated based on their individual acreage. As of June 30, 2011, the balance of the property owners' loan was $814,643. The Agency has incurred costs of $2,537,407, through June 30, 2010 for the Flood district. Flood has paid this amount in full as of June 30, 2010. The Agency's cost of constructing and installing the Park Improvements is estimated to be $5,250,000. The Agency has provided the Jurupa Area Recreation and Park District with a $1,000,000 grant. The remaining $4,250,000 will be reimbursed to the Agency by the Jurupa Area Recreation and Park District who will be using Quimby Fees and Mello-Roos Community Facilities District special assessments, ("Park District CFD"). The balance of JARPD's loan is $1,053,647 as of June 30, 2021.

E) Changes in Long-Term Liabilities

Activities related to Long-Term Liabilities are presented as follows:

Description	Date of Issue	Years of Maturity	Interest Rate	Amount Authorized
2004 Tax Allocation Bonds - Series A-T	12-04	2005-2029	2.90-4.87%	$ 37,000,000
2011 Taxable Tax Allocation Housing Bonds - Series A-T	3-11	2012-2022	2.73-6.25%	14,095,000
2011 Tax Allocation Bonds - Series B	3-11	2012-2043	2.72-6.00%	23,133,000
2011 Second Lien Tax Allocation Bonds - Series E	3-11	2012-2045	2.75-7.85%	12,579,720
2014 Tax Allocation Housing Refunding Bonds - Series A	9-14	2028-2037	4.00-5.00%	34,465,000
2014 Tax Allocation Refunding Bonds - Series A	9-14	2016-2038	2.00-5.00%	19,620,000
2014 Tax Allocation Refunding Bonds - Series D	9-14	2016-2038	2.00-5.00%	28,130,000
2014 Tax Allocation Refunding Bonds - Series E	9-14	2016-2038	2.00-5.00%	16,545,000
2015 Tax Allocation Refunding Bonds - Series A	9-15	2017-2038	2.00-5.00%	22,460,000
2015 Tax Allocation Refunding Bonds - Series B	6-15	2016-2038	2.00-5.00%	64,365,000
2015 Tax Allocation Refunding Bonds - Series C	6-15	2016-2038	2.00-5.00%	15,025,000
2015 Tax Allocation Refunding Bonds - Series D	9-15	2017-2038	2.00-5.00%	13,620,000
2015 Tax Allocation Refunding Bonds - Series E	9-15	2017-2038	2.00-5.00%	18,875,000
2015 Tax Allocation Housing Refunding Bonds - Series A	9-15	2017-2034	2.00-5.00%	13,545,000
2016 Tax Allocation Refunding Bonds - Series A	4-16	2018-2038	2.00-5.00%	16,365,000
2016 Tax Allocation Refunding Bonds - Series B	4-16	2018-2038	2.00-5.00%	50,670,000
2016 Tax Allocation Refunding Bonds - Series C	4-16	2018-2038	2.00-5.00%	8,950,000
2016 Tax Allocation Refunding Bonds - Series D	4-16	2018-2038	2.00-5.00%	50,800,000
2016 Tax Allocation Refunding Bonds - Series E	4-16	2018-2038	2.00-5.00%	21,730,000
2017 Tax Allocation Housing Refunding Bonds - Series A	5-17	2018-2040	3.00-5.00%	18,135,000
2017 Tax Allocation Refunding Bonds - Series C	5-17	2018-2041	3.00-5.00%	5,725,000
2017 Tax Allocation Refunding Bonds - Series D	5-17	2018-2038	3.00-5.00%	30,385,000
2017 Tax Allocation Refunding Bonds - Series E	5-17	2018-2041	3.00-5.00%	50,255,000
2017 Tax Allocation Refunding Bonds - Series B	6-17	2018-2036	3.00-5.00%	63,005,000
2017 Tax Allocation Housing Refunding Bonds - Series B	12-17	2019-2043	4.00-5.00%	26,546,807
2017 Taxable Tax Allocation Housing Refunding Bonds - Series A-T	12-17	2019-2038	1.75-3.875%	53,360,000
2020 Second Lien Tax Allocation Refunding Bonds - Series D	2-20	2020-2039	1.654-3.187%	5,585,000
2020 Second Lien Tax Allocation Refunding Bonds - Series E	2-20	2020-2042	1.654-3.287%	8,120,000

Successor Agency to the
Redevelopment Agency for the County of Riverside, California
Notes to Financial Statements
Year Ended June 30, 2021

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

Description	Beginning Balance	New Indebtedness	Retired During Year	Ending Balance	Due Within One Year
Tax Allocation Bonds:					
2004 Tax Allocation Bonds - Series - A-T	$ 17,710,000	$	$ 1,755,000	$ 15,955,000	$ 1,845,000
2011 Taxable Tax Allocation Housing Bonds - Series A-T	3,160,000		1,520,000	1,640,000	1,640,000
2011 Tax Allocation Bonds - Series B	7,439,967		1,125,000	6,314,967	
2011 Second Lien Tax Allocation Bonds - Series E	1,604,720		245,000	1,359,720	
2014 Tax Allocation Housing Refunding Bonds - Series A	36,465,000			36,465,000	
2014 Tax Allocation Refunding Bonds - Series A	16,895,000		615,000	16,280,000	645,000
2014 Tax Allocation Refunding Bonds - Series D	24,535,000		810,000	23,725,000	850,000
2014 Tax Allocation Refunding Bonds - Series E	14,570,000		445,000	14,125,000	465,000
2015 Tax Allocation Refunding Bonds - Series A	19,760,000		740,000	19,020,000	775,000
2015 Tax Allocation Refunding Bonds - Series B	56,190,000		1,640,000	54,550,000	1,715,000
2015 Tax Allocation Refunding Bonds - Series C	12,755,000		465,000	12,290,000	490,000
2015 Tax Allocation Refunding Bonds - Series D	12,115,000		415,000	11,700,000	435,000
2015 Tax Allocation Refunding Bonds - Series E	16,335,000		690,000	15,645,000	745,000
2015 Tax Allocation Housing Refunding Bonds - Series A	11,365,000		605,000	10,760,000	635,000
2016 Tax Allocation Refunding Bonds - Series A	14,850,000		545,000	14,305,000	570,000
2016 Tax Allocation Refunding Bonds - Series B	45,865,000		1,710,000	44,155,000	1,805,000
2016 Tax Allocation Refunding Bonds - Series C	8,120,000		300,000	7,820,000	305,000
2016 Tax Allocation Refunding Bonds - Series D	45,795,000		1,780,000	44,015,000	1,880,000
2016 Tax Allocation Refunding Bonds - Series E	19,720,000		720,000	19,000,000	740,000
2017 Tax Allocation Housing Refunding Bonds - Series A	17,825,000		75,000	17,750,000	75,000

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

Description	Beginning Balance	New Indebtedness	Retired During Year	Ending Balance	Due Within One Year
***Tax Allocation Bonds:* - Continued**					
2017 Tax Allocation Refunding Bonds - Series C	$ 5,445,000	$	$ 85,000	$ 5,360,000	$ 90,000
2017 Tax Allocation Refunding Bonds - Series D	27,425,000		995,000	26,430,000	1,045,000
2017 Tax Allocation Refunding Bonds - Series E	46,925,000		1,060,000	45,865,000	1,115,000
2017 Tax Allocation Refunding Bonds - Series B	58,410,000		2,420,000	55,990,000	2,520,000
2017 Tax Allocation Housing Refunding Bonds - Series B	26,546,807			26,546,807	
2017 Taxable Tax Allocation Housing Refunding Bonds - Series A-T	48,335,000		2,310,000	46,025,000	2,360,000
2020 Second Lien Tax Allocation Refunding Bonds - Series D	5,585,000		105,000	5,480,000	260,000
2020 Second Lien Tax Allocation Refunding Bonds - Series E	8,120,000		135,000	7,985,000	125,000
Discounts	(1,068,837)		(61,961)	(1,006,876)	
Premiums	44,353,292		2,587,905	41,765,387	
Total	673,150,949	0	25,835,944	647,315,005	23,130,000
Accreted Interest Payable	12,428,391	2,701,709		15,130,100	
Total Long-Term Liabilities	$ 685,579,340	$ 2,701,709	$ 25,835,944	$ 662,445,105	$ 23,130,000

Successor Agency to the
Redevelopment Agency for the County of Riverside, California
Notes to Financial Statements
Year Ended June 30, 2021

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

The future debt requirements are as follows:

Year Ended June 30,	2004A-T Tax Allocation Bonds		2011A-T Taxable Tax Allocation Housing Bonds		2011B Tax Allocation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	$ 1,845,000	$ 807,245	$ 1,640,000	$ 65,600	$	$
2023	1,945,000	705,484				
2024	2,050,000	598,218				
2025	2,160,000	485,180				
2026	2,275,000	366,100				
2027-2031	5,680,000	369,724				
2032-2036					1,325,314	9,529,898
2037-2041					3,755,475	46,888,506
2042-2043					1,234,178	14,126,629
Total	$ 15,955,000	$ 3,331,951	$ 1,640,000	$ 65,600	$ 6,314,967	$ 70,545,033

Year Ended June 30,	2011E Second Lien Taxable Tax Allocation		2014A Tax Allocation Housing Refunding Bonds		2014A Tax Allocation Refunding Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	$	$	$	$ 1,669,850	$ 645,000	$ 690,019
2023				1,669,850	680,000	656,894
2024				1,669,850	710,000	622,144
2025				1,669,850	740,000	585,893
2026				1,669,850	780,000	547,893
2027-2031			10,140,000	7,425,500	4,435,000	2,217,541
2032-2036			21,010,000	3,575,025	5,695,000	1,141,375
2037-2041		3,403,620	5,315,000	106,300	2,595,000	101,500
2042-2045	1,359,720	24,036,660				
Total	$ 1,359,720	$ 27,440,280	$ 36,465,000	$ 19,456,075	$ 16,280,000	$ 6,563,259

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

Year Ended June 30,	2014D Tax Allocation Refunding Bonds Principal	2014D Interest	2014E Tax Allocation Refunding Bonds Principal	2014E Interest	2015A Tax Allocation Refunding Bonds Principal	2015A Interest
2022	$ 850,000	$ 1,000,063	$ 465,000	$ 593,137	$ 775,000	$ 809,525
2023	890,000	956,563	490,000	569,263	815,000	769,775
2024	940,000	910,812	515,000	544,137	860,000	727,900
2025	985,000	862,687	540,000	517,762	905,000	683,775
2026	1,030,000	812,313	570,000	490,013	950,000	637,400
2027-2031	5,850,000	3,372,731	3,245,000	2,068,044	5,405,000	2,536,250
2032-2036	8,485,000	1,916,775	5,210,000	1,243,000	6,475,000	1,229,225
2037-2038	4,695,000	189,700	3,090,000	123,400	2,835,000	114,500
Total	$ 23,725,000	$ 10,021,644	$ 14,125,000	$ 6,148,756	$ 19,020,000	$ 7,508,350

Year Ended June 30,	2015B Tax Allocation Refunding Bonds Principal	2015B Interest	2015C Tax Allocation Refunding Bonds Principal	2015C Interest	2015D Tax Allocation Refunding Bonds Principal	2015D Interest
2022	$ 1,715,000	$ 2,384,925	$ 490,000	$ 536,625	$ 435,000	$ 495,125
2023	1,820,000	2,296,550	515,000	511,500	455,000	472,875
2024	1,905,000	2,203,425	540,000	485,125	480,000	449,500
2025	2,005,000	2,105,675	565,000	457,500	500,000	425,000
2026	2,100,000	2,003,050	600,000	428,375	525,000	399,375
2027-2031	12,215,000	8,283,875	3,375,000	1,698,563	3,015,000	1,635,200
2032-2036	13,495,000	5,157,000	4,250,000	833,700	4,140,000	884,025
2037-2038	19,295,000	779,300	1,955,000	79,100	2,150,000	87,000
Total	$ 54,550,000	$ 25,213,800	$ 12,290,000	$ 5,030,488	$ 11,700,000	$ 4,848,100

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

Year Ended June 30,	2015E Tax Allocation Refunding Bonds Principal	2015E Interest	2015A Tax Allocation Housing Refunding Bonds Principal	2015A Interest	2016A Tax Allocation Refunding Bonds Principal	2016A Interest
2022	$ 745,000	$ 671,125	$ 635,000	$ 399,675	$ 570,000	$ 598,350
2023	770,000	633,250	660,000	367,300	595,000	569,225
2024	805,000	593,875	700,000	333,300	630,000	538,600
2025	850,000	552,500	740,000	297,300	655,000	506,475
2026	885,000	509,125	765,000	259,675	685,000	472,975
2027-2031	5,025,000	1,940,500	4,315,000	879,784	3,990,000	1,800,750
2032-2036	5,000,000	765,900	2,945,000	160,235	4,960,000	845,575
2037-2038	1,565,000	63,300			2,220,000	89,600
Total	$ 15,645,000	$ 5,729,575	$ 10,760,000	$ 2,697,269	$ 14,305,000	$ 5,421,550

Year Ended June 30,	2016B Tax Allocation Refunding Bonds Principal	2016B Interest	2016C Tax Allocation Refunding Bonds Principal	2016C Interest	2016D Tax Allocation Refunding Bonds Principal	2016D Interest
2022	$ 1,805,000	$ 1,853,325	$ 305,000	$ 327,175	$ 1,880,000	$ 1,863,700
2023	1,875,000	1,761,325	325,000	311,425	1,970,000	1,767,450
2024	1,970,000	1,665,200	340,000	294,800	2,065,000	1,666,575
2025	2,065,000	1,564,325	360,000	277,300	2,170,000	1,560,700
2026	2,175,000	1,458,325	370,000	259,050	2,280,000	1,449,450
2027-2031	12,575,000	5,510,375	2,190,000	987,000	13,220,000	5,374,750
2032-2036	15,160,000	2,514,000	2,720,000	462,100	14,805,000	2,258,075
2037-2038	6,530,000	263,800	1,210,000	48,800	5,625,000	227,100
Total	$ 44,155,000	$ 16,590,675	$ 7,820,000	$ 2,967,650	$ 44,015,000	$ 16,167,800

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

Year Ended	2016E Tax Allocation Refunding Bonds		2017A Tax Allocation Housing Refunding Bonds		2017C Tax Allocation Refunding Bonds	
June 30,	Principal	Interest	Principal	Interest	Principal	Interest
2022	$ 740,000	$ 795,350	$ 75,000	$ 719,925	$ 90,000	$ 225,794
2023	795,000	756,975	80,000	716,050	90,000	221,293
2024	830,000	716,350	85,000	711,925	95,000	216,669
2025	875,000	673,725	90,000	707,550	100,000	211,794
2026	920,000	628,850	95,000	702,925	105,000	206,669
2027-2031	5,340,000	2,388,250	530,000	3,440,625	620,000	946,984
2032-2036	6,645,000	1,107,075	660,000	3,311,700	780,000	796,188
2037-2041	2,855,000	113,700	16,135,000	1,453,300	3,480,000	454,600
Total	$ 19,000,000	$ 7,180,275	$ 17,750,000	$ 11,764,000	$ 5,360,000	$ 3,279,991

Year Ended	2017D Tax Allocation Refunding Bonds		2017E Tax Allocation Refunding Bonds		2017B Tax Allocation Refunding Bonds	
June 30,	Principal	Interest	Principal	Interest	Principal	Interest
2022	$ 1,045,000	$ 1,191,525	$ 1,115,000	$ 1,978,725	$ 2,520,000	$ 2,410,350
2023	1,100,000	1,137,900	1,175,000	1,921,475	2,650,000	2,281,100
2024	1,155,000	1,081,525	1,230,000	1,861,350	2,780,000	2,145,350
2025	1,210,000	1,022,400	1,295,000	1,798,225	2,915,000	2,002,975
2026	1,270,000	960,400	1,360,000	1,731,850	3,060,000	1,853,600
2027-2031	7,360,000	3,773,391	7,880,000	7,558,969	17,775,000	6,750,625
2032-2036	9,055,000	2,002,515	9,745,000	5,658,594	24,290,000	2,549,775
2037-2041	4,235,000	170,900	22,065,000	2,650,100		
Total	$ 26,430,000	$ 11,340,556	$ 45,865,000	$ 25,159,288	$ 55,990,000	$ 19,993,775

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

Year Ended June 30,	2017B Tax Allocation Housing Refunding Bonds		2017A-T Taxable Tax Allocation Refunding Bonds		2020 Series D Lien Tax Allocation Refunding Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	$	$ 930,860	$ 2,360,000	$ 1,529,162	$ 260,000	$ 137,996
2023	456,830	1,505,264	2,420,000	1,469,413	260,000	133,370
2024	473,442	1,480,652	2,480,000	1,405,062	265,000	128,587
2025	490,054	1,457,581	2,550,000	1,335,900	270,000	123,558
2026	531,584	1,433,184	2,615,000	1,261,613	275,000	118,191
2027-2031	3,039,996	6,728,077	14,395,000	4,951,478	1,445,000	494,826
2032-2036	3,646,334	5,825,462	17,175,000	2,089,178	1,620,000	292,360
2037-2041	8,779,442	5,494,051	2,030,000	79,438	1,085,000	52,665
2042-2043	9,129,125	429,162				
Total	$ 26,546,807	$ 25,284,293	$ 46,025,000	$ 14,121,244	$ 5,480,000	$ 1,481,553

Year Ended June 30,	2020 Series E Lien Tax Allocation Refunding Bonds	
	Principal	Interest
2022	$ 125,000	$ 224,653
2023	125,000	222,429
2024	130,000	220,106
2025	130,000	217,662
2026	135,000	215,052
2027-2031	1,545,000	1,005,766
2032-2036	2,975,000	851,675
2037-2041	2,535,000	215,162
2042	285,000	4,684
Total	$ 7,985,000	$ 3,177,189

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2004 TAX ALLOCATION BONDS - Series A-T

During the fiscal year ended June 30, 2005, the Agency issued Tax Allocation Bonds for financing projects of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency within the various project areas.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) pay the costs of certain low and moderate income housing projects of the Agency with respect to the Agency's redevelopment project areas, (ii) purchase a reserve policy for credit to the Reserve Account for the Bonds; and (iii) pay costs of issuance relating to the Bonds.

The Agency is required to maintain a Reserve Account for so long as any debt service remains with respect to the Bonds as of any calculation date, the least of (i) ten percent (10%) of the outstanding principal amount of Bonds, (ii) Maximum Annual Debt Service, or (iii) 125% of average Annual Debt Service on the Bonds. In the event that the Agency receives insufficient Tax Revenues from the respective project area or otherwise defaults on payments, the Agency is obligated to pay such amounts from the Reserve Accounts. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $15,955,000.

2011 TAXABLE TAX ALLOCATION HOUSING BONDS - Series A-T

During the fiscal year ended June 30, 2011, the Agency issued Tax Allocation Bonds for financing low and moderate income housing projects of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency within the various project areas.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) finance low and moderate income housing projects with respect to the Project Areas, (ii) fund a reserve sub-account with the proceeds of the bonds; and (iii) pay costs of issuance relating to the Bonds.

The Agency is required to maintain a Reserve Account for so long as any debt service remains with respect to the Bonds as of any calculation date, the least of (i) ten percent (10%) of the outstanding principal amount of Bonds, (ii) Maximum Annual Debt Service, or (iii) 125% of average Annual Debt Service on the Bonds. In the event that the Agency receives insufficient Tax Revenues from the respective project area or otherwise defaults on payments, the Agency is obligated to pay such amounts from the Reserve Accounts.

The outstanding balance at June 30, 2021 is $1,640,000.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2011 TAXABLE TAX ALLOCATION HOUSING BONDS - Series A-T - Continued

The reserve balance requirement at June 30, 2021 is as follows:

	Required	Actual
Reserve Accounts	$ 3,055,369*	$ 3,003,066*

*The reserve requirement is pooled and combined with the 2017 Tax Allocation Housing Refunding Bonds, Series B. The amounts on hand are below the reserve requirement and the Agency is working with the fiscal agent to meet the reserve requirement.

2011 TAX ALLOCATION BONDS - Series B

During the fiscal year ended June 30, 2011, the Agency issued Tax Allocation Bonds for financing projects of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency within the Jurupa Valley Redevelopment Project Area. The bonds issued were $13,935,000 as current interest bonds, $6,314,967 as capital appreciation bonds and $2,883,033 as convertible capital appreciation bonds. The total accreted value on the capital appreciation bonds and convertible capital appreciation bonds upon maturity will be $76,860,000 and $5,565,000, respectively. In the 2020 fiscal year, the Agency advanced refunded $12,810,000 of current interest bonds and $2,883,033 of accreted bonds.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) fund projects of benefit to the Agency's Jurupa Valley Redevelopment Project Area, (ii) fund a reserve account for the Bonds; and (iii) pay costs of issuance relating to the Bonds.

The Agency is required to maintain a Reserve Account for so long as any debt service remains with respect to the Bonds as of any calculation date, the least of (i) ten percent (10%) of the outstanding principal amount of Bonds, (ii) Maximum Annual Debt Service, or (iii) 125% of average Annual Debt Service on the Bonds. In the event that the Agency receives insufficient Tax Revenues from the respective project area or otherwise defaults on payments, the Agency is obligated to pay such amounts from the Reserve Accounts.

The outstanding balance at June 30, 2021 is $6,314,967 with accreted interest payable of $9,481,742. The un-accreted (remaining future accreted interest) balance at June 30, 2021 is $61,063,291.

The reserve balance requirement at June 30, 2021 is as follows:

	Required	Actual
Reserve Accounts	$ 2,313,300	$ 2,313,472

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2011 SECOND LIEN TAX ALLOCATION BONDS - Series E

During the fiscal year ended June 30, 2011, the Agency issued Tax Allocation Bonds for financing projects of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency within the various project areas. The bonds issued were $11,220,000 as current interest bonds and $1,359,720 as capital appreciation bonds. The total accreted value on the capital appreciation bonds upon maturity will be $28,800,000. In the 2020 fiscal year, the Agency advanced refunded $9,120,000 of current interest bonds.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) pay the costs of certain low and moderate income housing projects of the Agency with respect to the Agency's redevelopment project areas, (ii) purchase a reserve policy for credit to the Reserve Account for the Bonds; and (iii) pay costs of issuance relating to the Bonds.

The Agency is required to maintain a Reserve Account for so long as any debt service remains with respect to the Bonds as of any calculation date, the least of (i) ten percent (10%) of the outstanding principal amount of Bonds, (ii) Maximum Annual Debt Service, or (iii) 125% of average Annual Debt Service on the Bonds. In the event that the Agency receives insufficient Tax Revenues from the respective project area or otherwise defaults on payments, the Agency is obligated to pay such amounts from the Reserve Accounts.

The outstanding balance at June 30, 2021 is $1,359,720 with accreted interest payable of $2,253,624. The un-accreted (remaining future accreted interest) balance at June 30, 2021 is $25,186,656.

The reserve balance requirement at June 30, 2021 is as follows:

	Required	Actual
Reserve Accounts	$ 1,192,017	$ 1,192,027

2014 TAX ALLOCATION HOUSING REFUNDING BONDS - Series A

During the fiscal year ended June 30, 2015, the Agency issued Tax Allocation Housing Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the 2004 Housing Tax Allocation Bonds of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency within the various project areas.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency relating to low and moderate income housing, (ii) to pay the cost of a reserve fund surety policy for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $36,465,000.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2014 TAX ALLOCATION REFUNDING BONDS - Series A

During the fiscal year ended June 30, 2015, the Agency issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the Redevelopment Project Area No. 1 2004 Tax Allocation Bonds, Series A of the County Redevelopment Agency (a portion of the 2005 Loans Payable) and to provide funds for the various debt obligations of the Agency within the various project areas.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds.

The outstanding balance at June 30, 2021 is $16,280,000.

	Required	Actual
Reserve Accounts	$ 2,963,444*	$ 2,963,538*

*The reserve requirement is pooled and combined with the 2015 Tax Allocation Refunding Bonds, Series A.

2014 TAX ALLOCATION REFUNDING BONDS - Series D

During the fiscal year ended June 30, 2015, the Agency issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the Desert Communities Project Area 2004 Tax Allocation Bonds, Series D of the County Redevelopment Agency (a portion of the 2005 Loans Payable) and to provide funds for the various debt obligations of the Agency within the various project areas.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to pay the cost of the reserve fund surety policy for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $23,725,000.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2014 TAX ALLOCATION REFUNDING BONDS - Series E

During the fiscal year ended June 30, 2015, the Agency issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the Interstate 215 Corridor Project Area 2004 Tax Allocation Bonds, Series E of the County Redevelopment Agency (a portion of the 2005 Loans Payable) and to provide funds for the various debt obligations of the Agency within the various project areas.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The bond insurance policy purchased covers the payments maturing October 1st in the years 2024 through 2032, inclusive, and October 1, 2037.

The outstanding balance at June 30, 2021 is $14,125,000.

	Required	Actual
Reserve Accounts	$ 1,467,713	$ 1,467,755

2015 TAX ALLOCATION REFUNDING BONDS - Series A

During the fiscal year ended June 30, 2016, the Riverside County Public Financing Authority (the "Authority") issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund a portion of the Redevelopment Project Area No. 1, Desert Communities and Interstate 215 Corridor Project Area 2005 Tax Allocation Bonds, Series A, D and E (a portion of the 2006 Loans Payable) and to provide funds for the various debt obligations of the Agency within the various project areas. As part of the issuance of the Authority's bonds, the Agency issued separate 2015 Tax Allocation Refunding Bonds, Series A.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds.

The outstanding balance at June 30, 2021 is $19,020,000.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2015 TAX ALLOCATION REFUNDING BONDS - Series A - Continued

	Required	Actual
Reserve Accounts	$ 2,963,444*	$ 2,963,538*

*The reserve requirement is pooled and combined with the 2014 Tax Allocation Refunding Bonds, Series A.

2015 TAX ALLOCATION REFUNDING BONDS - Series B

During the fiscal year ended June 30, 2016, the Agency issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the Jurupa Valley Redevelopment Project Area 2004 Tax Allocation Bonds, Series B of the County Redevelopment Agency (a portion of the 2005 Loans Payable) and the Jurupa Valley Redevelopment Project Area 2005 Tax Allocation Bonds, Series B of the County Redevelopment Agency (a portion of the 2006 Loans Payable), and to provide funds for the various debt obligations of the Agency within the Jurupa Valley Redevelopment Project Area.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the Jurupa Valley Redevelopment Project Area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $54,550,000.

2015 TAX ALLOCATION REFUNDING BONDS - Series C

During the fiscal year ended June 30, 2016, the Agency issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the Mid-County Redevelopment Project Area 2004 Tax Allocation Bonds, Series C of the County Redevelopment Agency (a portion of the 2005 Loans Payable) and the Mid-County Redevelopment Project Area 2005 Tax Allocation Bonds, Series C of the County Redevelopment Agency (a portion of the 2006 Loans Payable), and to provide funds for the various debt obligations of the Agency within the Jurupa Valley Redevelopment Project Area.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2015 TAX ALLOCATION REFUNDING BONDS - Series C - Continued

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the Jurupa Valley Redevelopment Project Area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds.

The outstanding balance at June 30, 2021 is $12,290,000.

	Required	Actual
Reserve Accounts	$ 1,043,375	$ 1,043,402

2015 TAX ALLOCATION REFUNDING BONDS - Series D

During the fiscal year ended June 30, 2016, the Riverside County Public Financing Authority (the "Authority") issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund a portion of the Redevelopment Project Area No. 1, Desert Communities and Interstate 215 Corridor Project Area 2005 Tax Allocation Bonds, Series A, D and E (a portion of the 2006 Loans Payable) and to provide funds for the various debt obligations of the Agency within the various project areas. As part of the issuance of the Authority's bonds, the Agency issued separate 2015 Tax Allocation Refunding Bonds, Series D.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $11,700,000.

2015 TAX ALLOCATION REFUNDING BONDS - Series E

During the fiscal year ended June 30, 2016, the Riverside County Public Financing Authority (the "Authority") issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund a portion of the Redevelopment Project Area No. 1, Desert Communities and Interstate 215 Corridor Project Area 2005 Tax Allocation Bonds, Series A, D and E (a portion of the 2006 Loans Payable) and to provide funds for the various debt obligations of the Agency within the various project areas. As part of the issuance of the Authority's bonds, the Agency issued separate 2015 Tax Allocation Refunding Bonds, Series E.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2015 TAX ALLOCATION REFUNDING BONDS - Series E - Continued

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds.

The outstanding balance at June 30, 2021 is $15,645,000.

	Required	Actual
Reserve Accounts	$ 1,036,800	$ 1,036,837

2015 TAX ALLOCATION HOUSING REFUNDING BONDS - Series A

During the fiscal year ended June 30, 2016, the Agency issued Tax Allocation Housing Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the 2005 Housing Tax Allocation Bonds, Series A of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency within the various project areas.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency relating to low and moderate income housing, (ii) to pay the cost of a reserve fund surety policy for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $10,760,000.

2016 TAX ALLOCATION REFUNDING BONDS - Series A

During the fiscal year ended June 30, 2016, the Riverside County Public Financing Authority (the "Authority") issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund a portion of the Redevelopment Project Area No. 1, Desert Communities and Interstate 215 Corridor Project Area 2006 Tax Allocation Bonds, Series A, D and E (a portion of the 2007 Loans Payable) and to provide funds for the various debt obligations of the Agency within the various project areas. As part of the issuance of the Authority's bonds, the Agency issued separate 2016 Tax Allocation Refunding Bonds, Series A.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2016 TAX ALLOCATION REFUNDING BONDS - Series A - Continued

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $14,305,000.

2016 TAX ALLOCATION REFUNDING BONDS - Series B

During the fiscal year ended June 30, 2016, the Agency issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the Jurupa Valley Redevelopment Project Area 2006 Tax Allocation Bonds, Series B of the County Redevelopment Agency (a portion of the 2007 Loans Payable) and to provide funds for the various debt obligations of the Agency within the Jurupa Valley Redevelopment Project Area.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the Jurupa Valley Redevelopment Project Area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $44,155,000.

2016 TAX ALLOCATION REFUNDING BONDS - Series C

During the fiscal year ended June 30, 2016, the Agency issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the Mid-County Redevelopment Project Area 2006 Tax Allocation Bonds, Series C of the County Redevelopment Agency (a portion of the 2007 Loans Payable) and to provide funds for the various debt obligations of the Agency within the Jurupa Valley Redevelopment Project Area.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the Jurupa Valley Redevelopment Project Area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $7,820,000.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2016 TAX ALLOCATION REFUNDING BONDS - Series D

During the fiscal year ended June 30, 2016, the Riverside County Public Financing Authority (the "Authority") issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund a portion of the Redevelopment Project Area No. 1, Desert Communities and Interstate 215 Corridor Project Area 2006 Tax Allocation Bonds, Series A, D and E (a portion of the 2007 Loans Payable) and to provide funds for the various debt obligations of the Agency within the various project areas. As part of the issuance of the Authority's bonds, the Agency issued separate 2016 Tax Allocation Refunding Bonds, Series D.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $44,015,000.

2016 TAX ALLOCATION REFUNDING BONDS - Series E

During the fiscal year ended June 30, 2016, the Riverside County Public Financing Authority (the "Authority") issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund a portion of the Redevelopment Project Area No. 1, Desert Communities and Interstate 215 Corridor Project Area 2006 Tax Allocation Bonds, Series A, D and E (a portion of the 2006 Loans Payable) and to provide funds for the various debt obligations of the Agency within the various project areas. As part of the issuance of the Authority's bonds, the Agency issued separate 2016 Tax Allocation Refunding Bonds, Series E.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $19,000,000.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2017 TAX ALLOCATION HOUSING REFUNDING BONDS - Series A

During the fiscal year ended June 30, 2017, the Riverside County Public Financing Authority (the "Authority") issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the 2010 Housing Tax Allocation Bonds, Series A, of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency within the various project areas.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds.

The outstanding balance at June 30, 2021 is $17,750,000.

	Required	Actual
Reserve Accounts	$ 5,314,400*	$ 5,314,666*

*The reserve requirement is pooled and combined with the 2017 Taxable Tax Allocation Housing Refunding Bonds, Series A-T.

2017 TAX ALLOCATION REFUNDING BONDS - Series C

During the fiscal year ended June 30, 2017, the Riverside County Public Financing Authority (the "Authority") issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the Mid-County Redevelopment Project Area 2010 Tax Allocation Bonds, Series C, of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency within the various project areas.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds.

The outstanding balance at June 30, 2021 is $5,360,000.

	Required	Actual
Reserve Accounts	$ 530,255	$ 530,298

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2017 TAX ALLOCATION REFUNDING BONDS - Series D

During the fiscal year ended June 30, 2017, the Riverside County Public Financing Authority (the "Authority") issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the Desert Communities Redevelopment Project Area 2006 Tax Allocation Bonds, Series D, (a portion of the 2007 Loans Payable) and the 2010 Tax Allocation Bonds, Series D, of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency within the various project areas.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds.

The outstanding balance at June 30, 2021 is $26,430,000.

	Required	Actual
Reserve Accounts	$ 2,265,400	$ 2,149,374*

*The remaining difference of the reserve requirement is covered by an insurance policy of approximately $116,200.

2017 TAX ALLOCATION REFUNDING BONDS - Series E

During the fiscal year ended June 30, 2017, the Riverside County Public Financing Authority (the "Authority") issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the I-215 Redevelopment Project Area 2010 Tax Allocation Bonds, Series E, of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency within the various project areas.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds.

The outstanding balance at June 30, 2021 is $45,865,000.

	Required	Actual
Reserve Accounts	$ 4,467,124	$ 4,467,484

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2017 TAX ALLOCATION REFUNDING BONDS - Series B

During the fiscal year ended June 30, 2018, the Successor Agency issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the Jurupa Valley Project Area 2007 Tax Allocation Bonds of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project area, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds, including the financial guaranty insurance premium for the bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $55,990,000.

2017 TAX ALLOCATION HOUSING REFUNDING BONDS - Series B

During the fiscal year ended June 30, 2018, the Agency issued Tax Allocation Housing Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the 2011 Tax Allocation Housing Bonds, Series A, of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency. The bonds issued were $8,610,000 as current interest bonds and $17,936,807 as convertible capital appreciation bonds. The total accreted value on the convertible capital appreciation bonds upon maturity will be $21,595,000.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project areas, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay the costs of issuance of the bonds.

The Agency is required to maintain a Reserve Account for so long as any debt service remains with respect to the Bonds, the Parity Bonds or any Parity Debt, as of any calculation date, the least of (i) ten percent (10%) of the original principal amount of Bonds, Parity Bonds or other Parity Debt, (ii) Maximum Annual Debt Service, or (iii) 125% of average Annual Debt Service on the Bonds, Parity Bonds or other Parity Debt. In the event that the Agency receives insufficient Tax Revenues from the respective project area or otherwise defaults on payments, the Agency is obligated to pay such amounts from the Reserve Accounts.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2017 TAX ALLOCATION HOUSING REFUNDING BONDS - Series B - Continued

The outstanding balance at June 30, 2021 is $26,546,807 with accreted interest payable of $3,394,734. The un-accreted (remaining future accreted interest) balance at June 30, 2021 is $263,459.

The reserve balance requirement at June 30, 2021 is as follows:

	Required	Actual
Reserve Accounts	$ 3,055,369*	$ 3,003,066*

*The reserve requirement is pooled and combined with the 2011 Taxable Tax Allocation Housing Bonds, Series A-T. The amounts on hand are below the reserve requirement and the Agency is working with the fiscal agent to meet the reserve requirement.

2017 TAXABLE TAX ALLOCATION HOUSING REFUNDING BONDS - Series A-T

During the fiscal year ended June 30, 2018, the Agency issued Tax Allocation Housing Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the 2010 Tax Allocation Housing Bonds, Series A-T, of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refinance certain outstanding obligations of the Agency issued for the project areas, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay costs of issuance relating to the Bonds.

The Agency is required to maintain a Reserve Account for so long as any debt service remains with respect to the Bonds, the Parity Bonds or any Parity Debt, as of any calculation date, the least of (i) ten percent (10%) of the original principal amount of Bonds, Parity Bonds or other Parity Debt, (ii) Maximum Annual Debt Service, or (iii) 125% of average Annual Debt Service on the Bonds, Parity Bonds or other Parity Debt. In the event that the Agency receives insufficient Tax Revenues from the respective project area or otherwise defaults on payments, the Agency is obligated to pay such amounts from the Reserve Accounts.

The outstanding balance at June 30, 2021 is $46,025,000.

The reserve balance requirement at June 30, 2021 is as follows:

	Required	Actual
Reserve Accounts	$ 5,314,400*	$ 5,314,666*

*The reserve requirement is pooled and combined with the 2017 Tax Allocation Housing Refunding Bonds, Series A.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

2020 SECOND LIEN TAX ALLOCATION REFUNDING BONDS - Series D

During the fiscal year ended June 30, 2020, the Agency issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund the 2011 Taxable Tax Allocation Bonds, Series B-T, of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refund certain outstanding bonds of the Agency issued for the project areas, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay costs of issuance relating to the Bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $5,480,000.

2020 SECOND LIEN TAX ALLOCATION REFUNDING BONDS - Series E

During the fiscal year ended June 30, 2020, the Agency issued Tax Allocation Refunding Bonds as a result of current low interest rates to save money on debt service, to refund a portion of the 2011 Second Lien Tax Allocation Bonds, Series E, of the County Redevelopment Agency and to provide funds for the various debt obligations of the Agency.

The Bonds are special obligations of the Agency and are payable exclusively from tax revenues to be derived from the various project areas and from amounts on deposit in certain funds and accounts established pursuant to the Indenture.

The Bonds were used to (i) refund certain outstanding bonds of the Agency issued for the project areas, (ii) to satisfy the reserve requirement of the reserve account for the bonds; and (iii) pay costs of issuance relating to the Bonds. The reserve requirement is covered by a bond insurance policy.

The outstanding balance at June 30, 2021 is $7,985,000.

Accreted Interest Payable

The following is a summary of the changes in accreted interest payable:

Description	Beginning Balance	Increases	Decreases	Ending Balance
2011 Tax Allocation Bonds - Series B	$ 8,135,303	$ 1,346,439	$	$ 9,481,742
2011 Second Lien Tax Allocation Bonds - Series E	1,926,276	327,348		2,253,624
2017 Tax Allocation Housing Bonds - Series B	2,366,812	1,027,922		3,394,734
Total	$ 12,428,391	$ 2,701,709	$ 0	$ 15,130,100

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

Tax Revenues Pledged

The Agency has pledged a portion of future property taxes and a portion of investment earnings to repay the Agency's long-term debt. The Agency's long-term debt is payable solely from the property taxes and a portion of investment earnings. Total principal and interest remaining on the bonds is $606,556,494 and $358,530,017, payable through fiscal year 2045. For the current year, principal and interest paid by property tax revenues and investment earnings were $23,310,000 and $25,881,276, respectively.

Defeased Long-Term Liabilities

2011 Tax Allocation Housing Bonds, Series A

On December 28, 2017, the Agency issued $26,546,807 in 2017 Tax Allocation Housing Refunding Bonds, Series B with interest rates of 4% to 5%. The proceeds were used to advance refund $14,093,028 of the Agency's 2011 Tax Allocation Housing Bonds, Series A, and accreted interest payable of $5,672,741. The net proceeds of $28,690,673 (including a premium of $2,848,659, $1,420,506 of prior funds and $2,125,299 in issuance costs and reserves) were deposited in an irrevocable trust to provide funds for the future debt service payment on the refunded bonds. As a result, the Agency's 2010 Tax Allocation Housing Bonds, are considered to be defeased and the liability of this bond has been removed from the Statement of Fiduciary Net Position. The outstanding balance at June 30, 2021 is $24,545,000.

2011 Tax Allocation Bonds, Series B

On March 12, 2020, the Agency used its own resources to advance refund $12,810,000 of current interest bonds and $2,883,033 of accreted bonds related to the 2011 Tax Allocation Bonds, Series B. The Agency's own resources of $13,651,950 for the current interest bonds and $7,333,028 for the accreted bonds were placed in irrevocable trusts to provide funds for the future debt service payments on the refunded bonds. As a result, a portion of the Agency's 2011 Tax Allocation Bonds, Series B, are considered to be defeased and the liabilities related to this partial bond refunding has been removed from the Statement of Fiduciary Net Position. The outstanding balance at June 30, 2021 is $12,810,000 of current interest bonds and $2,883,033 of accreted bonds.

2011 Second Lien Tax Allocation Bonds, Series D

On March 12, 2020, the Agency issued $5,585,000 in 2020 Second Lien Tax Allocation Refunding Bonds, Series D with interest rates of 1.654% to 3.187%. The proceeds were used to advance refund $5,285,000 of the Agency's 2011 Second Lien Tax Allocation Bonds, Series D. The net proceeds of $5,887,148 (including $570,372 of prior funds and $268,224 in issuance costs and reserves) were deposited in an irrevocable trust to provide funds for the future debt service payment on the refunded bonds. As a result, the Agency's 2011 Second Lien Tax Allocation Bonds, Series D, are considered to be defeased and the liability of this bond has been removed from the Statement of Fiduciary Net Position. The outstanding balance at June 30, 2021 is $5,125,000.

2) DETAILED NOTES ON ALL FUNDS - Continued

E) Changes in Long-Term Liabilities - Continued

Defeased Long-Term Liabilities - Continued

2011 Second Lien Tax Allocation Bonds, Series E

On March 12, 2020, the Agency issued $8,120,000 in 2020 Second Lien Tax Allocation Refunding Bonds, Series E with interest rates of 1.654% to 3.287%. The proceeds were used to advance refund $6,925,000 of the Agency's 2011 Second Lien Tax Allocation Bonds, Series E. The net proceeds of $7,736,879 (including $5,350 of prior funds and $388,471 in issuance costs and reserves) were deposited in an irrevocable trust to provide funds for the future debt service payment on the refunded bonds. The Agency also deposited $2,343,388 in an irrevocable trust to advance refund $2,195,000 of the Agency's 2011 Second Lien Tax Allocation Bonds, Series E, from the Agency's own resources. As a result, the Agency's 2011 Second Lien Tax Allocation Bonds, Series D, are considered to be defeased and the liability of this bond has been removed from the Statement of Fiduciary Net Position. The outstanding balance at June 30, 2021 is $9,120,000.

3) OTHER INFORMATION

A) Risk Management

To account for risks of loss and liability claims, the Agency participates in the County's Risk Management Fund (an internal service fund). Premiums are paid annually by the Agency into the Risk Management Fund via inter-fund transfer. It is the County's responsibility to administer the self-insured programs of insurance and pay all liability claims within the stated limits.

B) Commitments and Contingencies

Redevelopment dissolution legislation - Management believes that the enforceable obligations reported to the State of California are valid under the current laws regarding redevelopment dissolution. However, it is reasonably possible that a future legal determination may be made at a later date by an appropriate State judicial authority which would resolve dissolution matters differently than currently being reported.

On March 11, 2020, the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. The pandemic continued subsequent to year end with certain restrictions required by the Governor of California, as well as local governments, which may affect revenue sources and also caused subsequent stock market volatility. The duration of the pandemic and the impact of COVID-19 on the Agency's operational and financial performance is uncertain at this time.

SUPPLEMENTARY INFORMATION

Successor Agency to the
Redevelopment Agency for the County of Riverside, California
Combining Schedule of Fiduciary Net Position
June 30, 2021

	Private-Purpose Trust Funds	Private-Purpose Trust Funds RORF	Private-Purpose Trust Funds LMIHF	Inter-Subfund Activity Adjustments[(1)]	Total
ASSETS					
Cash and Investments	$ 4,623,367	$ 17,202,623	$ 458,044	$	$ 22,284,034
Cash and Investments with Fiscal Agent	750,807	50,630,878			51,381,685
Interest Receivable	2,843	6,325	298		9,466
Prepaid Items		3,437,407			3,437,407
Loans Receivable	1,283,647				1,283,647
Land Held for Development	13,375,743				13,375,743
Total Assets	20,036,407	71,277,233	458,342	0	91,771,982
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Charge on Refunding		32,719,791			32,719,791
Total Deferred Outflows of Resources	0	32,719,791	0	0	32,719,791
LIABILITIES					
Accounts Payable and Other Liabilities			5,307		5,307
Interest Payable	246,996	6,067,975			6,314,971
Accreted Interest Payable	11,735,366	3,394,734			15,130,100
Bonds Payable	25,269,687	622,045,318			647,315,005
Total Liabilities	37,252,049	631,508,027	5,307	0	668,765,383
DEFERRED INFLOWS OF RESOURCES					
Deferred Charge on Refunding		1,569,097			1,569,097
Total Deferred Inflows of Resources	0	1,569,097	0	0	1,569,097
NET POSITION					
Unrestricted (Deficit)	$ (17,215,642)	$ (529,080,100)	$ 453,035	$ 0	$ (545,842,707)

[(1)]This column is to eliminate inter-subfund activities.

Successor Agency to the
Redevelopment Agency for the County of Riverside, California
Combining Schedule of Changes in Fiduciary Net Position
Year Ended June 30, 2021

	Private-Purpose Trust Funds	Private-Purpose Trust Funds RORF	Private-Purpose Trust Funds LMIHF	Inter-Subfund Activity Adjustments[1]	Total
ADDITIONS					
Taxes	$	$ 47,118,237	$	$	$ 47,118,237
Investment Earnings	3,192	10,222	73		13,487
Gain (Loss) on Sale of Land Held for Development	(74,484)				(74,484)
Other Income		40			40
Total Additions	(71,292)	47,128,499	73	0	47,057,280
DEDUCTIONS					
Administrative Costs		1,336,953			1,336,953
Professional Services		103,163			103,163
Interest Expense	1,920,782	25,482,897			27,403,679
Debt Issuance Costs		50,000			50,000
Property Costs		44,818	77,501		122,319
Total Deductions	1,920,782	27,017,831	77,501	0	29,016,114
TRANSFERS					
Transfers In	5,185,431	3,751,958		(8,937,389)	0
Transfers Out	(3,751,958)	(5,185,431)		8,937,389	0
Total Transfers	1,433,473	(1,433,473)	0	0	0
Net Increase (Decrease) in Fiduciary Net Position	(558,601)	18,677,195	(77,428)	0	18,041,166
Net Position, Beginning of Year (Deficit)	(16,657,041)	(547,757,295)	530,463	0	(563,883,873)
Net Position, End of Year (Deficit)	$ (17,215,642)	$ (529,080,100)	$ 453,035	$ 0	$ (545,842,707)

[1]This column is to eliminate inter-subfund activities.

TRS TEAMAN, RAMIREZ & SMITH, INC.
CERTIFIED PUBLIC ACCOUNTANTS

November 16, 2021

Board of Supervisors
Successor Agency to the Redevelopment
Agency for the County of Riverside
Riverside, California

We have audited the financial statements of the fiduciary net position of the Successor Agency to the Redevelopment Agency for the County of Riverside, California (the "Agency") for the year ended June 30, 2021. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated April 29, 2021. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Agency are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the 2021 fiscal year. We noted no transactions entered into by the Agency during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

> Management's estimate of the fair value of investments is based on information provided by financial institutions. We evaluated the key factors and assumptions used to develop the fair value of investments in determining that it is reasonable in relation to the financial statements taken as a whole.
>
> Management's estimate of land held for development is based on the original cost or most current appraised value. We evaluated the key factors and assumptions used to develop the land held for resale values in determining that it is reasonable in relation to the financial statements as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were:

> The disclosure of the fair value of investments in Notes 1D, 2A and 2B to the financial statements represents amounts susceptible to market fluctuation.
>
> The disclosure of land held for development in Notes 1D and 2B to the financial statements represents certain amounts at cost or its most current appraised value which could differ from the current fair market value.

Richard A. Teaman, CPA • David M. Ramirez, CPA • Javier H. Carrillo, CPA • Bryan P. Daugherty, CPA • Joshua J. Calhoun, CPA
4201 Brockton Avenue Suite 100 Riverside CA 92501 951.274.9500 TEL 951.274.7828 FAX www.trscpas.com

The financial statements disclosures are neutral, consistent and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 16, 2021.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Agency's financial statements or a determination of the type of auditors' opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Agency's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

<u>Other Matters</u>

We applied certain limited procedures to *management's discussion and analysis*, which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the *combining schedules*, which accompany the financial statements but are not RSI. With respect to the supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

As part of the audit, we assisted with the preparation of the financial statements and related notes, and reconciliations of debt related liabilities and amortizations. However, these services, does not constitute an audit under Government Auditing Standards and are considered nonaudit services. Management has review, approved, and accepted responsibility for the results of these services.

Restriction on Use

This information is intended solely for the information and use of Board of Supervisors and management of the Agency and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Teaman Ramirez & Smith, Inc.

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Board of Supervisors
Successor Agency to the Redevelopment
Agency for the County of Riverside
Riverside, California

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the fiduciary net position of the Successor Agency to the Redevelopment Agency for the County of Riverside, California (the "Agency") as of and for the year ended June 30, 2021, and the related statement of changes in fiduciary position and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements and have issued our report thereon dated November 16, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Agency's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Agency's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Agency's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Richard A. Teaman, CPA • David M. Ramirez, CPA • Javier H. Carrillo, CPA • Bryan P. Daugherty, CPA • Joshua J. Calhoun, CPA
4201 Brockton Avenue Suite 100 Riverside CA 92501 951.274.9500 TEL 951.274.7828 FAX www.trscpas.com

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Agency's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Agency's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Teaman Ramirez & Smith, Inc.

Riverside, California
November 16, 2021