I. General Information

This issue is subject to the Mello-Roos Fiscal Status Reporting Requirements only  Yes ☒ No ☐
This issue is subject to the Marks-Roos Yearly Fiscal Status Reporting Requirements for local obligation/loan issues only Yes ☐ No ☐
This issue is subject to both Marks/Mello-Roos Yearly Fiscal Status Reporting Requirements Yes ☒ No ☐

A. Issuer
Community Facilities District No. 2

B. Community Facilities District Number/Name (Mello-Roos only)
CFD No. 2 (Santaluz) Improvement Area No. 1

C. Name/Title/Series of Bond Issue
Special Tax Bonds, Series A of 2004 (Parity Bonds)

D. Indicate Credit Rating
Rating Agency: [Blank]
Rating: [Blank] Not Rated: X

E. Date of Bond Issue
February 11, 2004

F. Original Principal Amount of bonds
$5,000,000

G. Reserve Fund Minimum Balance Required
Yes ☒ Amount $357,350 No ☐

H. Name of Authority that purchased debt (Marks-Roos only)
Was this a Senior/Subordinate Authority Bond? Yes ☐ No ☐ (If yes, list Senior and Subordinate below)

I. Date of Authority Bond(s) Issuance
(Marks-Roos only)

II. FUND BALANCE FISCAL STATUS

Balances Reported as of fiscal year ending June 30, 2005 (Year)
A. Principal Amount of Bonds Outstanding $5,000,000
B. Bond Reserve Fund $360,809
C. Capitalized Interest Fund $0
D. Construction Fund(s) (Mello-Roos only) $4,222,524

III. ASSESSED VALUE OF ALL PARCELS IN CFD SUBJECT TO SPECIAL TAX (Mello-Roos only)

A. Assessed Value Reported as of July 1, 2005 (Date) (Check one)
☒ From Tax Roll
☐ From Appraisal of Property
(Use only in first year or before annual tax roll billing commences)

B. Total Assessed Value of All Parcels $853,638,338

IV. TAX COLLECTION INFORMATION

Reported as of fiscal year ending: June 30, 2005 (Year)
A. Total Amount of Taxes Due $4,562,820
B. Total Amount of Unpaid Taxes $163,034
C. Taxes are Paid Under the County’s Teeter Plan Yes ☐ No ☒

V. DELINQUENT REPORTING INFORMATION

Delinquent Parcel Information Reported as of the current Tax Roll of June 30, 2005 (Date)
A. Total Number of Delinquent Parcels 48
B. Total Amount of Taxes Due on Delinquent Parcels $178,742
C. Percent of Delinquency Rate 3.91% (Percent)
VI. FORECLOSURE INFORMATION FOR FISCAL YEAR (Mello-Roos only)

( Aggregate totals, if foreclosure commenced on the same date)

<table>
<thead>
<tr>
<th>Date Foreclosure Commenced</th>
<th>Total Number of Foreclosure Parcels</th>
<th>Total Amount of Tax Due on Foreclosure Parcels</th>
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<tbody>
<tr>
<td>Not applicable</td>
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(Attach additional sheets if necessary)

VII. ISSUE RETIRED

This issue is retired and no longer subject to the Yearly Fiscal Status filing requirements. 
(Indicate reason for retirement.)

A. Matured: Yes ☐ No ☐ If yes, indicate final maturity date:

B. Refunded Entirely: Yes ☐ No ☐ If yes, state refunding bond title: ____________________________ and issue date: ____________________________

C. Other: ____________________________

VIII. NAME OF PARTY COMPLETING THIS FORM

Name: Chuck Wilcox
Title: Special Districts Supervisor
Firm/Agency: City of San Diego
Address: 202 “C” Street, 7th floor, M.S. 7B
City/State/Zip: San Diego, CA 92101
Phone No.: (619) 533-4519 Date of Report: September 28, 2005

Completion and submittal of this form to the California Debt and Investment Advisory Commission will assure your compliance with California State law. Section 53359.5 of the California Government Code requires that all agencies issuing Mello-Roos Community Facilities bonds after January 1, 1993 to report specific information to the Commission by October 30th of each year.

Section 6599.1 of the California Government Code requires that all issuers selling Mark-Roos bonds, which is part of the Mark-Roos Local Bond Pooling Act of 1985, after January 1, 1996 are required to report specific information to the Commission by October 30th of the current year and each year thereafter.