STONERIDGE

Stoneridge Community Facilities District

2013 General Obligation Refunding Bonds

May 23, 2013

RBC Capital Markets®

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Update Since April Board Meeting

- Since the District Board Meeting on April 11, 2013, RBC Capital Markets has worked to identify a number of potential banks for the private placement of the District's upcoming Series 2013 Refunding Bonds
- A numbers of banks expressed an interest in the transaction and a desire to review a credit packages for the Series 2013 Refunding Bonds
- As of the date of this presentation, we have received one formal credit approval, three banks have declined the credit and one bank is still reviewing the credit package.
- Alliance Bank of Arizona, a division of Western Alliance Bancorporation ("Alliance Bank") has submitted a bid to purchase the District's Series 2013 Bonds at an interest rate of 4.00%.
- Given the desired timing for the issuance of the Series 2013 Refunding Bonds, we would recommend moving forward with Alliance Bank.

Current Outstanding Debt Service Requirements

Stoneridge Community Facilities District
(Prescott Valley, Arizona)

Current Debt Service Requirements and Estimated District Revenues

Fiscal Year Ending June 30	Net Secondary Assessed Value (1)	% Change in Existing Net SAV	Outstanding Debt Service			Estimated District Revenues at 95% Tax Collection Rate (2)	Estimated Debt Tax Rate Without HOA Revenue (2)	Total Debt Service Net of $168,000 HOA Revenues (3)	Estimated Debt Tax Rate With HOA Revenues (3)
			Principal	Interest	Total Debt Service				
2012	$19,297,516	-20.12%	$535,000	$865,938	$1,400,938	$679,504	$3.6000		
2013	16,656,624	-13.69%	565,000	833,838	1,398,838	659,852	4.1700		
2014	16,884,052	1.37%	600,000	797,113	1,397,113	1,397,113	7.8610	1,229,113	$6.9157
2015	16,884,052	0.00%	640,000	758,113	1,398,113	1,398,113	7.8666	1,230,113	6.9214
2016	16,884,052	0.00%	680,000	716,513	1,396,513	1,396,513	7.8576	1,228,513	6.9124
2017	16,884,052	0.00%	730,000	670,613	1,400,613	1,400,613	7.8807	1,232,613	6.9354
2018	16,884,052	0.00%	775,000	621,338	1,396,338	1,396,338	7.8566	1,228,338	6.9114
2019	16,884,052	0.00%	830,000	569,025	1,399,025	1,399,025	7.8718	1,231,025	6.9265
2020	16,884,052	0.00%	885,000	513,000	1,398,000	1,398,000	7.8660	1,230,000	6.9207
2021	16,884,052	0.00%	945,000	453,263	1,398,263	1,398,263	7.8675	1,230,263	6.9222
2022	16,884,052	0.00%	1,010,000	389,475	1,399,475	1,399,475	7.8743	1,231,475	6.9290
2023	16,884,052	0.00%	1,075,000	321,300	1,396,300	1,396,300	7.8564	1,228,300	6.9112
2024	16,884,052	0.00%	1,150,000	248,738	1,398,738	1,398,738	7.8702	1,230,738	6.9249
2025	16,884,052	0.00%	1,225,000	171,113	1,396,113	1,396,113	7.8554	1,228,113	6.9101
2026	16,884,052	0.00%	1,310,000	88,425	1,398,425	1,398,425	7.8684	1,230,425	6.9231
Totals			$12,420,000	$7,151,863	$19,571,863				

(1) Fiscal years 2012 and 2013 are actual; FY 2014 is based on the February 2013 Preliminary Abstract. FY 2015 and thereafter are assume no change.
(2) Represents estimated tax collections based on 95% tax collection rate; excludes annual HOA contribution of $168,000.
(3) Represents debt service requirements net of the annual HOA contribution of $168,000. Debt tax rate is based on a 95% tax collection rate.