

REBATE REPORT
\$31,095,000
Huntington Beach Public
Financing Authority
(Capital Improvement
Refinancing Project)
Lease Revenue Bonds, 2001 Series B

Dated: December 5, 2001
Delivered: December 5, 2001

Prepared By
Amtec
August 25, 2009



TAX-EXEMPT COMPLIANCE

August 25, 2009

Mr. Hank Reveles
Senior Accountant
Finance Department
City of Huntington Beach
2000 Main Street
Huntington Beach, CA 92648

Re: Rebate Computations for the \$31,095,000 Huntington Beach Public Financing Authority
Issue, 2001 Series B

Dear Mr. Reveles:

Amtec is pleased to deliver two Rebate Reports for the above referenced City of Huntington Beach (the "City") Bond Issue. Our Report encompasses activity for the period commencing on December 5, 2001, the delivery date of the Bonds, through July 31, 2009 and includes the rebate payment of \$85,061.53 sent to the IRS for the August 1, 2006 Computation Date. Based upon our computations, an additional rebate liability of \$18,924.15 exists. Reporting to the IRS or any other regulatory authority is not required at this time. Once you have an opportunity to review and accept our findings, please forward one Report to The Bank of New York Mellon for compliance with the Trust Indenture. The other Report is for the City's permanent records.

We have incorporated the bond and investment activity provided by the City and the prior rebate report into our Report. As a result, the City will only need the enclosed Report for the entire computation period since the closing date for the Issue.

We have scheduled the next Rebate Report for this Issue as of July 31, 2010. Should the City require an interim update, one will be provided upon request for no additional fee. We would like to acknowledge your assistance in the preparation of our Report. Thank you for this engagement and should you have any questions, please do not hesitate to contact us.

Very truly yours,

Handwritten signature of Michael J. Scarfo in black ink.

Michael J. Scarfo
Vice President

Handwritten signature of Ryan T. Fayed in black ink.

Ryan T. Fayed
Senior Rebate Analyst

CC: Ms. Shari Friedenrich, City Treasurer

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ARBITRAGE REBATE REPORT

\$31,095,000

Huntington Beach Public
Financing Authority

(Capital Improvement
Refinancing Project)

Lease Revenue Bonds, 2001 Series B

Dated: December 5, 2001
Delivered: December 5, 2001

Rebate Report to the Computation Date
August 1, 2011
Reflecting Activity Through
July 31, 2009

We have prepared certain computations relating to the above captioned bond issue (the "Bonds") at the request of the City of Huntington Beach, California (the "City").

The scope of our engagement consisted of preparation of the computations shown in the attached schedules to determine the Rebatable Arbitrage as described in Section 103 of the Internal Revenue Code of 1954, Section 148(f) of the Internal Revenue Code of 1986, (the "Code"), as amended, and all applicable Regulations issued thereunder. The methodology used is consistent with current tax law and regulations and may be relied upon in determining the rebate liability. Certain computational methods used in the preparation of the schedules are described in the Summary of Computational Information and Definitions.

Our engagement was limited to the computation of Rebatable Arbitrage based upon the information furnished to us. In accordance with the terms of our engagement, we did not audit the information provided to us, and we express no opinion as to the completeness, accuracy or suitability of such information for purposes of calculating the Rebatable Arbitrage.

American Municipal Tax-Exempt Compliance Corporation

By



William M. Pascucci, President

SUMMARY OF REBATE COMPUTATIONS

Our computations, contained in the attached schedules, are summarized as follows:

For the August 1, 2011 Computation Date
Reflecting Activity from December 5, 2001 through July 31, 2009

Fund Description	Taxable Investment Yield	Rebatable Arbitrage
Escrow Fund	1.926829%	\$(140,597.92)
Cost of Issuance Fund	1.606359%	(203.57)
Debt Service Reserve Fund	5.055756%	274,738.59
Rebatable Arbitrage		\$ 133,937.10

Summary	
Bond Yield	3.973969%
Rebatable Arbitrage	\$ 133,937.10
Valuation of Rebate Payment	(103,557.30)
Valuation of Rebate Credits	(11,455.65)
Net Rebatable Arbitrage	\$ 18,924.15

Based upon our computations, an additional rebate liability of \$18,924.15 exists.

SUMMARY OF COMPUTATIONAL INFORMATION AND DEFINITIONS

COMPUTATIONAL INFORMATION

1. For the purpose of computing Rebatale Arbitrage, investment activity is reflected from December 5, 2001, the delivery date of the Bonds, to July 31, 2009, the Computation Period. All nonpurpose payments and receipts are future valued to the Computation Date of August 1, 2011.
2. Computations of yield are based on a 360-day year and semiannual compounding on the last day of each compounding interval. Compounding intervals end on a day in the calendar year corresponding to Bond maturity dates or six months prior.
3. For purposes of computing interest earnings and yield, the value of investments, outstanding and subject to rebate at the end of the Computation Period, was as follows:

Debt Service Reserve Fund	Value	Accrued Interest	Totals
– Money Market	\$2,621,698.12	\$111.31	\$2,621,809.43
Totals	\$2,621,698.12	\$111.31	\$2,621,809.43

4. For investment cash flow, debt service and yield computation purposes, all payments and receipts are assumed to be paid or received respectively, as shown on the attached schedules.
5. Purchase prices on investments are assumed to be at fair market value, representing an arm's length transaction.
6. The Principal and Interest Funds have been established and henceforth maintained to function as bona fide debt service funds, as defined under the Code, and therefore, are not subject to yield restriction.

DEFINITIONS

7. Computation Date

August 1, 2011.

8. Bond Year

Each one-year period (or shorter period from the date of issue) that ends at the close of business on August 1st, the day in the calendar year that was selected by the Issuer.

9. Computation Period

The period beginning on December 5, 2001, the delivery date of the Bonds, and ending on July 31, 2009.

10. Bond Yield

The discount rate that, when used in computing the present value of all the unconditionally payable payments of principal, interest and qualified guarantee fees with respect to the Bonds, produces an amount equal to the present value of the issue price of the Bonds. Present value is computed as of the date of issue of the Bonds.

11. Taxable Investment Yield

The discount rate that, when used in computing the present value of all receipts of principal and interest to be received on an investment during the Computation Period, produces an amount equal to the fair market value of the investment at the time it became a nonpurpose investment.

12. Issue Price

The price determined on the basis of the initial offering price to the public at which price a substantial amount of the Bonds was sold.

13. Rebtable Arbitrage

The Code defines the required rebate as the excess of the amount earned on all nonpurpose investments over the amount that would have been earned if such nonpurpose investments were invested at the Bond Yield, plus any income attributable to the excess. Accordingly, the Regulations require that this amount be computed as the excess of the future value of all the nonpurpose receipts over the future value of all the nonpurpose payments. The future value is computed as of the Computation Date using the Bond Yield.

14. Funds and Accounts

The Funds and Accounts activity used in the compilation of this Report was received from the prior report dated September 13, 2006, the City of Huntington Beach and The Bank of New York (subsequently, The Bank of New York Mellon), Trustee, as follows:

Fund	Account Number
Debt Service Reserve	159309
Cost of Issuance	159313
Bond	159310
Interest	159307
Principal	159308
Bond Proceeds	159305

METHODOLOGY

Bond Yield

The methodology used to calculate the bond yield was to determine the discount rate that produces the present value of all payments of principal, interest and qualified guarantee fees through the maturity date of the Bonds.

Investment Yield and Rebate Amount

The methodology used to calculate the rebatable arbitrage, as of July 31, 2009, was to calculate the future value of the disbursements from all funds, subject to rebate, and the value of the remaining bond proceeds, at the yield on the Bonds, to August 1, 2011. This figure was then compared to the future value of the deposit of bond proceeds into the various investment accounts at the same yield. The difference between the future values of the two cash flows, on August 1, 2011, is the rebatable arbitrage.

\$31,095,000
Huntington Beach Public Financing Authority
(Capital Improvement Refinancing Project)
Lease Revenue Bonds, 2001 Series B
Dated: December 5, 2001
Delivered: December 5, 2001

Sources of Funds

Par Amount	\$31,095,000.00
Original Issue Premium	334,068.25
Underwriter's Discount	-156,917.35
Prior DSRF Proceeds	2,834,875.00
Bond Insurance Premium	-219,824.02
Total	\$33,887,201.88

Uses of Funds

Civic Center Escrow Fund	\$17,396,315.93
Police Administration Escrow Fund	13,674,915.10
Debt Service Reserve Fund	2,620,437.50
Cost of Issuance Fund	195,533.35
Total	\$33,887,201.88

\$31,095,000
Huntington Beach Public Financing Authority
(Capital Improvement Refinancing Project)
Lease Revenue Bonds, 2001 Series B
Bond Yield Verification

Dated Date	12/05/2001
Delivery Date	12/05/2001
Last Maturity	08/01/2019
Arbitrage Yield	3.973969%
True Interest Cost (TIC)	3.892835%
Net Interest Cost (NIC)	3.949538%
All-In TIC	3.989689%
Average Coupon	4.068510%
Average Life (years)	9.030
Duration of Issue (years)	7.400
Par Amount	31,095,000.00
Bond Proceeds	31,429,068.25
Total Interest	11,424,153.14
Net Interest	11,090,084.89
Total Debt Service	42,519,153.14
Maximum Annual Debt Service	2,620,437.50
Average Annual Debt Service	2,408,259.15
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	
Total Underwriter's Discount	
Bid Price	101.074347

Bond Component	Par Value	Price	Average Coupon	Average Life
Serial Bond	31,095,000.00	101.074	4.069%	9.030
	31,095,000.00			9.030

	TIC	All-In TIC	Arbitrage Yield
Par Value	31,095,000.00	31,095,000.00	31,095,000.00
+ Accrued Interest			
+ Premium (Discount)	334,068.25	334,068.25	334,068.25
- Underwriter's Discount			
- Cost of Issuance Expense			
- Other Amounts		-219,824.02	-219,824.02
Target Value	31,429,068.25	31,209,244.23	31,209,244.23
Target Date	12/05/2001	12/05/2001	12/05/2001
Yield	3.892835%	3.989689%	3.973969%

\$31,095,000
Huntington Beach Public Financing Authority
(Capital Improvement Refinancing Project)
Lease Revenue Bonds, 2001 Series B
Debt Service Requirements

Dated Date 12/05/2001
Delivery Date 12/05/2001

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
08/01/2002	1,820,000	4.000%	797,003.14	2,617,003.14	2,617,003.14
02/01/2003			571,483.75	571,483.75	
08/01/2003	1,475,000	4.000%	571,483.75	2,046,483.75	2,617,967.50
02/01/2004			541,983.75	541,983.75	
08/01/2004	1,535,000	4.000%	541,983.75	2,076,983.75	2,618,967.50
02/01/2005			511,283.75	511,283.75	
08/01/2005	1,595,000	3.000%	511,283.75	2,106,283.75	2,617,567.50
02/01/2006			487,358.75	487,358.75	
08/01/2006	1,640,000	3.000%	487,358.75	2,127,358.75	2,614,717.50
02/01/2007			462,758.75	462,758.75	
08/01/2007	1,690,000	3.000%	462,758.75	2,152,758.75	2,615,517.50
02/01/2008			437,408.75	437,408.75	
08/01/2008	1,745,000	3.250%	437,408.75	2,182,408.75	2,619,817.50
02/01/2009			409,052.50	409,052.50	
08/01/2009	1,800,000	4.500%	409,052.50	2,209,052.50	2,618,105.00
02/01/2010			368,552.50	368,552.50	
08/01/2010	1,880,000	4.000%	368,552.50	2,248,552.50	2,617,105.00
02/01/2011			330,952.50	330,952.50	
08/01/2011	1,955,000	3.750%	330,952.50	2,285,952.50	2,616,905.00
02/01/2012			294,296.25	294,296.25	
08/01/2012	2,030,000	3.850%	294,296.25	2,324,296.25	2,618,592.50
02/01/2013			255,218.75	255,218.75	
08/01/2013	2,110,000	4.000%	255,218.75	2,365,218.75	2,620,437.50
02/01/2014			213,018.75	213,018.75	
08/01/2014	2,190,000	4.125%	213,018.75	2,403,018.75	2,616,037.50
02/01/2015			167,850.00	167,850.00	
08/01/2015	2,280,000	4.250%	167,850.00	2,447,850.00	2,615,700.00
02/01/2016			119,400.00	119,400.00	
08/01/2016	2,375,000	4.250%	119,400.00	2,494,400.00	2,613,800.00
02/01/2017			68,931.25	68,931.25	
08/01/2017	950,000	4.375%	68,931.25	1,018,931.25	1,087,862.50
02/01/2018			48,150.00	48,150.00	
08/01/2018	990,000	4.500%	48,150.00	1,038,150.00	1,086,300.00
02/01/2019			25,875.00	25,875.00	
08/01/2019	1,035,000	5.000%	25,875.00	1,060,875.00	1,086,750.00
	31,095,000		11,424,153.14	42,519,153.14	42,519,153.14

\$31,095,000
Huntington Beach Public Financing Authority
(Capital Improvement Refinancing Project)
Lease Revenue Bonds, 2001 Series B
Escrow Fund

ARBITRAGE REBATE CALCULATION
DETAIL REPORT

DATE	DESCRIPTION	RECEIPTS (PAYMENTS)	FUTURE VALUE AT BOND YIELD (OF 3.973969%)	FUTURE VALUE AT BOND YIELD (OF 3.973969%)
12-05-01	STARTING BALANCE:			31,071,231.03
12-05-01		1.03	1.51	31,071,231.03
02-01-02		31,164,052.10	45,290,194.96	31,262,004.92
08-01-11	TOTAL:	31,164,053.13	45,290,196.47	45,432,548.16
08-01-11	REBATABLE ARBITRAGE (AT INVSTMT YIELD OF 1.926829%)			-140,597.92

Total Rebatable Arbitrage	\$(142,351.69)
% Allocable to Bond Proceeds	98.768%
Adjusted Rebatable Arbitrage	\$(140,597.92)

\$34,095,000
Huntington Beach Public Financing Authority
2002 Tax Allocation Refunding Bonds
(Capital Improvement Refinancing Project)
Lease Revenue Bonds, 2001 Series B
Escrow Fund - Commingled Fund Analysis

Date	Description	Bond Proceeds	Prior Bond Proceeds	Total Proceeds
12/5/2001	Deposit	17,187,867.70	214,437.50	17,402,305.20
	% Allocable	98.768%	1.232%	100.000%

\$31,095,000
Huntington Beach Public Financing Authority
(Capital Improvement Refinancing Project)
Lease Revenue Bonds, 2001 Series B
Cost of Issuance Fund

ARBITRAGE REBATE CALCULATION
DETAIL REPORT

DATE	DESCRIPTION	RECEIPTS (PAYMENTS)	FUTURE VALUE AT BOND YIELD (OF 3.973969%)	FUTURE VALUE AT BOND YIELD (OF 3.973969%)
12-05-01	STARTING BALANCE:			415,357.37
12-05-01		219,824.02	321,428.06	415,357.37
12-05-01		4,000.00	5,848.82	415,357.37
12-05-01		71,479.20	104,517.33	415,357.37
12-05-01		20,000.00	29,244.12	415,357.37
12-05-01		19,016.95	27,806.70	415,357.37
12-05-01		40,233.64	58,829.88	415,357.37
12-12-01		0.00	0.00	415,675.30
12-14-01		4,557.00	6,656.72	415,766.18
01-03-02		9.31	13.57	416,630.54
01-15-02		9,500.00	13,830.36	417,177.38
01-15-02		10,700.00	15,577.35	417,177.38
01-15-02		8,708.55	12,678.14	417,177.38
02-04-02		5.99	8.70	418,044.68
03-04-02		1.96	2.84	419,417.77
03-15-02		3,000.00	4,338.93	419,922.36
03-19-02		2,000.00	2,891.36	420,106.00
04-02-02		1.40	2.02	420,703.39
05-02-02		0.60	0.86	422,085.21
06-04-02		0.62	0.89	423,564.16
06-13-02		2,338.01	3,349.12	423,981.04
06-13-02		75.95	108.80	423,981.04
08-01-11	TOTAL:	415,453.20	607,134.57	607,338.14
08-01-11	REBATABLE ARBITRAGE (AT INVSTMT YIELD OF 1.606359%)			-203.57

\$31,095,000
Huntington Beach Public Financing Authority
(Capital Improvement Refinancing Project)
Lease Revenue Bonds, 2001 Series B
Debt Service Reserve Fund

ARBITRAGE REBATE CALCULATION
DETAIL REPORT

DATE	DESCRIPTION	RECEIPTS (PAYMENTS)	FUTURE VALUE AT BOND YIELD (OF 3.973969%)	FUTURE VALUE AT BOND YIELD (OF 3.973969%)
12-05-01	STARTING BALANCE:			2,700,295.71
03-04-02		19.04	27.57	2,726,692.92
04-02-02		23.61	34.08	2,735,050.91
05-02-02		22.84	32.86	2,744,034.33
06-04-02		23.61	33.85	2,753,649.16
07-02-02		22.85	32.66	2,762,089.77
07-31-02		73,659.42	104,973.89	2,770,556.26
08-02-02		11.45	16.31	2,771,162.00
02-01-03		76,756.98	107,245.39	2,825,915.66
02-03-03		80,740.00	112,785.84	2,826,533.50
07-31-03		0.13	0.18	2,881,751.15
07-31-03		70.37	96.42	2,881,751.15
07-31-03		-0.13	-0.18	2,881,751.15
08-04-03		41,562.31	56,921.10	2,883,011.39
02-02-04		33,207.78	44,602.96	2,939,653.67
08-02-04		74,439.14	98,034.83	2,998,064.14
01-20-05		74,888.00	96,831.39	3,053,627.23
07-27-05		75,359.37	95,469.39	3,116,686.12
02-01-06		75,898.91	94,238.38	3,180,004.26
08-01-06		74,765.74	91,022.79	3,243,190.45
02-01-07		76,526.57	91,351.36	3,307,632.14
08-01-07		3,731.35	4,367.41	3,373,354.28
08-01-07		73,944.11	86,548.91	3,373,354.28
01-15-08		1,621.98	1,864.74	3,434,370.71
01-15-08		73,861.70	84,916.50	3,434,370.71
07-29-08		33,120.16	37,278.28	3,507,975.20
07-29-08		41,562.31	46,780.31	3,507,975.20
02-02-09		118,583.51	130,827.96	3,578,851.50
07-31-09	MMkt Bal	2,621,698.12	2,836,672.23	3,649,164.89
07-31-09	MMkt Acc	111.31	120.44	3,649,164.89
08-01-11	TOTAL:	3,726,232.54	4,223,127.85	3,948,389.26
08-01-11	REBATABLE ARBITRAGE (AT INVSTMT YIELD OF 5.055756%)			274,738.59

\$31,095,000
Huntington Beach Public Financing Authority
(Capital Improvement Refinancing Project)
Lease Revenue Bonds, 2001 Series B
Valuation of Rebate Payment

Date	Cashflow	Present Value to 08/01/2011 @ 3.9739690%
08/01/2006	-85,061.53	-103,557.30
	-85,061.53	-103,557.30

Summary

Valuation date	08/01/2011
Amount	-103,557.30
Target for yield calculation	-103,557.30

\$31,095,000
Huntington Beach Public Financing Authority
(Capital Improvement Refinancing Project)
Lease Revenue Bonds, 2001 Series B
Valuation of Rebate Credits

Date	Cashflow	Present Value to 08/01/2011 @ 3.9739690%
08/01/2002	-1,000.00	-1,424.97
08/01/2003	-1,000.00	-1,369.99
08/01/2004	-1,000.00	-1,317.12
08/01/2005	-1,000.00	-1,266.30
08/01/2006	-1,000.00	-1,217.44
08/01/2007	-1,400.00	-1,638.65
08/01/2008	-1,430.00	-1,609.18
08/01/2009	-1,490.00	-1,612.00
	-9,320.00	-11,455.65

Summary

Valuation date	08/01/2011
Amount	-11,455.65
Target for yield calculation	-11,455.65