

**RANCHO SAHUARITA COMMUNITY FACILITIES DISTRICT  
RESOLUTION NO. 2014-0003**

**A RESOLUTION OF THE DISTRICT BOARD OF THE RANCHO SAHUARITA COMMUNITY FACILITIES DISTRICT, A COMMUNITY FACILITIES DISTRICT OF SAHUARITA, ARIZONA, APPROVING A FINAL BUDGET FOR FISCAL YEAR 2015 IN THE AMOUNT OF \$7,189,690 PURSUANT TO SECTION 48-716, ARIZONA REVISED STATUTES, AS AMENDED; AND PROVIDING THAT THIS RESOLUTION SHALL BE EFFECTIVE AFTER ITS PASSAGE AND APPROVAL ACCORDING TO LAW.**

WHEREAS, on April 28, 2014, the Mayor and Council of the Town of Sahuarita, Arizona (the "Town"), adopted Resolution No. 2014-0001 forming Rancho Sahuarita Community Facilities District ("RSCFD"), a community facilities district in accordance with Section 48-701 et seq., Arizona Revised Statutes, as amended; and

WHEREAS, RSCFD is a special purpose district for purposes of Article IX, Section 19, Constitution of Arizona, a tax-levying public improvement district for the purposes of Article XIII, Section 7, Constitution of Arizona, and a municipal corporation for all purposes of Title 35, Chapter 3, Articles 3, 3.1., 3.2, 4 and 5, Arizona Revised Statutes, as amended, and [except as otherwise provided in Section 48 708(B), Arizona Revised Statutes, as amended] is considered to be a municipal corporation and political subdivision of the State of Arizona, separate and apart from the Town; and

WHEREAS, a primary purpose for creating RSCFD was to finance certain public infrastructure needed for the certain portions within the master planned development known as "Rancho Sahuarita," as set forth in the Rancho Sahuarita Specific Plan, through assessment of ad valorem taxes on all real and personal property within RSCFD; and

WHEREAS, in accordance with Sections 48-719 and 48-723, Arizona Revised Statutes, as amended, a special election was held on August 12, 2014, wherein the qualified electors of RSCFD voted to issue general obligation bonds in the maximum amount of \$60,000,000 to cover costs of public infrastructure and to levy and collect an annual ad valorem tax at a rate not to exceed thirty cents (30¢) per one hundred dollars (\$100) of net assessed valuation for operation and maintenance expenses of RSCFD; and

WHEREAS, on July 2, 2014, the District Treasurer Proposed budget for FY 2015 was submitted to the District Board, including required statements and estimates of operation and maintenance expenses of RSCFD, the costs of capital improvements to be financed by the authorized ad valorem tax to be levied in the future, and the amount of all other expenditures for public infrastructure and enhanced municipal services proposed to be paid from the said tax levy and of the amount to be raised to pay general obligation bonds of RSCFD, set a date of August

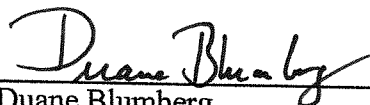
25, 2014, for a public hearing on the budget and provided for notice of the filing and of the public hearing date; and

WHEREAS, at the conclusion of the public hearing, the District Board of RSCFD voted to adopt the final budget for FY 2015 by this Resolution No. 2014-0003.

NOW, THEREFORE, BE IT RESOLVED BY THE DISTRICT BOARD OF THE RANCHO SAHUARITA COMMUNITY FACILITIES DISTRICT AS FOLLOWS:

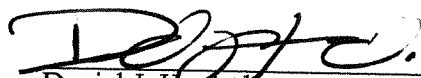
1. That certain proposed budget prepared by the RSCFD Treasurer for Fiscal Year 2015, attached hereto and expressly made a part hereof as Exhibit "A," is hereby finally adopted.
2. If any provision in this Resolution is held invalid by a Court of competent jurisdiction, the remaining provisions shall not be affected but shall continue in full force and effect.
3. This Resolution shall be effective after its passage and approval according to law.

PASSED by the District Board of the Rancho Sahuarita Community Facilities District this 25<sup>th</sup> day of August, 2014.

  
\_\_\_\_\_  
Duane Blumberg  
Chairperson, District Board,  
Rancho Sahuarita Community Facilities District

APPROVED AS TO FORM:

ATTEST:

  
\_\_\_\_\_  
Daniel J. Hochum  
District Counsel  
Rancho Sahuarita Community  
Facilities District


  
\_\_\_\_\_  
Lisa Cole, CMC  
District Clerk  
Rancho Sahuarita Community Facilities District

EXHIBIT "A"

*Fiscal Year 2015 Rancho Sahuarita Community Facilities District Budget*

**RANCHO SAHUARITA COMMUNITY FACILITIES DISTRICT**  
**SPECIAL REVENUE FUND**  
 SOURCES AND USES OF FUNDS

|                                | 2013<br>Actual<br>Amount | 2014              |                   |                     | 2015<br>Budget<br>Amount | % Change        |                   |
|--------------------------------|--------------------------|-------------------|-------------------|---------------------|--------------------------|-----------------|-------------------|
|                                |                          | Adopted<br>Budget | Amended<br>Budget | Estimated<br>Actual |                          | From<br>Amended | From<br>Estimated |
| <b>SOURCES</b>                 |                          |                   |                   |                     |                          |                 |                   |
| <b>Revenues:</b>               |                          |                   |                   |                     |                          |                 |                   |
| Misc-Developer Contributions   | \$ -                     | \$ -              | \$ -              | \$ 310              | \$ 29,690                | -               | 9477.4%           |
| <b>Subtotal:</b>               | -                        | -                 | -                 | 310                 | 29,690                   | -               | 9477.4%           |
| <b>Other Sources:</b>          |                          |                   |                   |                     |                          |                 |                   |
| Face amount of long-term debt  | -                        | -                 | -                 | -                   | 7,160,000                | -               | -                 |
| <b>Subtotal:</b>               | -                        | -                 | -                 | -                   | 7,160,000                | -               | -                 |
| <b>Beginning Fund Balance:</b> |                          |                   |                   |                     |                          |                 |                   |
| Restricted for RS CFD          | -                        | -                 | -                 | -                   | -                        | -               | -                 |
| <b>Subtotal:</b>               | -                        | -                 | -                 | -                   | -                        | -               | -                 |
| <b>TOTAL SOURCES</b>           | <b>\$ -</b>              | <b>\$ -</b>       | <b>\$ -</b>       | <b>\$ 310</b>       | <b>\$ 7,189,690</b>      | <b>-</b>        | <b>2319154.8%</b> |
| <b>USES</b>                    |                          |                   |                   |                     |                          |                 |                   |
| <b>Current Expenditures:</b>   |                          |                   |                   |                     |                          |                 |                   |
| General Government             | \$ -                     | \$ -              | \$ -              | \$ 310              | \$ 29,690                | -               | 9477.4%           |
| <b>Subtotal:</b>               | -                        | -                 | -                 | 310                 | 29,690                   | -               | 9477.4%           |
| <b>Debt Service:</b>           |                          |                   |                   |                     |                          |                 |                   |
| Debt issuance costs            | -                        | -                 | -                 | -                   | 286,400                  | -               | -                 |
| <b>Subtotal:</b>               | -                        | -                 | -                 | -                   | 286,400                  | -               | -                 |
| <b>Capital Outlay:</b>         |                          |                   |                   |                     |                          |                 |                   |
| Infrastructure                 | -                        | -                 | -                 | -                   | 6,873,600                | -               | -                 |
| <b>Subtotal:</b>               | -                        | -                 | -                 | -                   | 6,873,600                | -               | -                 |
| <b>Subtotals Combined:</b>     | -                        | -                 | -                 | 310                 | 7,189,690                | -               | 2319154.8%        |
| <b>Ending Fund Balance:</b>    |                          |                   |                   |                     |                          |                 |                   |
| Restricted for RS CFD          | -                        | -                 | -                 | -                   | -                        | -               | -                 |
| <b>Subtotal:</b>               | -                        | -                 | -                 | -                   | -                        | -               | -                 |
| <b>TOTAL USES</b>              | <b>\$ -</b>              | <b>\$ -</b>       | <b>\$ -</b>       | <b>\$ 310</b>       | <b>\$ 7,189,690</b>      | <b>-</b>        | <b>2319154.8%</b> |