

**QUAIL CREEK COMMUNITY FACILITIES DISTRICT  
RESOLUTION NO. 23**

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**A RESOLUTION OF THE DISTRICT BOARD OF THE QUAIL CREEK COMMUNITY FACILITIES DISTRICT, A COMMUNITY FACILITIES DISTRICT OF ARIZONA, APPROVING A TENTATIVE BUDGET FOR FISCAL YEAR 2014 IN THE AMOUNT OF \$1,067,780 PURSUANT TO SECTION 48-716, ARIZONA REVISED STATUTES, AS AMENDED; SETTING A PUBLIC HEARING DATE ON SAID TENTATIVE BUDGET; FILING STATEMENTS AND ESTIMATES OF THE OPERATION AND MAINTENANCE EXPENSES OF THE DISTRICT, THE COSTS OF CAPITAL IMPROVEMENTS TO BE FINANCED BY THE APPROVED AD VALOREM TAX LEVY, AND THE AMOUNT OF ALL OTHER EXPENDITURES FOR PUBLIC INFRASTRUCTURE AND ENHANCED MUNICIPAL SERVICES PROPOSED TO BE PAID FROM THE TAX LEVY AND OF THE AMOUNT TO BE RAISED TO PAY GENERAL OBLIGATION BONDS OF THE DISTRICT, ALL OF WHICH SHALL BE PROVIDED FOR BY THE LEVY AND COLLECTION OF AD VALOREM TAXES ON THE ASSESSED VALUE OF ALL THE REAL AND PERSONAL PROPERTY IN THE DISTRICT; PROVIDING FOR NOTICE OF FILING THE STATEMENTS AND ESTIMATES AND NOTICE OF A PUBLIC HEARING ON THE PORTIONS OF THE STATEMENTS AND ESTIMATES NOT RELATING TO DEBT SERVICE ON GENERAL OBLIGATION BONDS; AND PROVIDING THAT THIS RESOLUTION SHALL BE EFFECTIVE AFTER ITS PASSAGE AND APPROVAL ACCORDING TO LAW.**

BE IT RESOLVED BY THE DISTRICT BOARD OF QUAIL CREEK COMMUNITY FACILITIES DISTRICT as follows:

WHEREAS, on September 12, 2005, the Mayor and Council of the Town of Sahuarita, Arizona (the "Town"), adopted Resolution No. 1 forming Quail Creek Community Facilities District ("QCCFD"), a community facilities district in accordance with Section 48-701 et seq., Arizona Revised Statutes, as amended; and

WHEREAS, QCCFD 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 QCCFD was to finance certain public improvements needed for the development known as "Quail Creek" through assessment of ad valorem taxes on all real and personal property within QCCFD; and

WHEREAS, in accordance with Sections 48-719 and 48-723, Arizona Revised Statutes, as amended, a special election was held on November 8, 2005, wherein the qualified electors of QCCFD voted to issue general obligation bonds in the maximum amount of \$30,000,000 to cover costs of public infrastructure purposes, 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 assessed valuation for operation and maintenance expenses of QCCFD; and

WHEREAS, in accordance with Sections 48-716 and 48-723, Arizona Revised Statutes, as amended, the District Treasurer of QCCFD has submitted to the District Board of QCCFD a proposed budget for fiscal year 2014 which includes statements and estimates of the operation and maintenance expenses of QCCFD, the costs of capital improvements to be financed by the authorized ad valorem tax levy, and the amount of all other expenditures for public infrastructure and enhanced municipal services proposed to be paid from the tax levy and of the amount to be raised to pay general obligation bonds of QCCFD, all of which shall be provided for by the levy and collection of ad valorem taxes on the assessed value of all the real and personal property within QCCFD; and

WHEREAS, the District Board of QCCFD desires now to approve said tentative budget for fiscal year 2013, to publish notice of having filed the required statements and estimates, and to set a date (and publish a notice thereof) for a public hearing to receive comment on the tentative budget and, particularly, on the portions of the statements and estimates not relating to debt service on general obligation bonds; and

WHEREAS, after said public hearing (and on or before October 1), the District Board of QCCFD expects to adopt a final budget by resolution; and

WHEREAS, on or before the third Monday in August, the District Board of QCCFD also expects to order the fixing, levying and assessment of required ad valorem taxes and to cause certified copies of the order to be delivered to the Pima County Board of Supervisors;

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

1. That certain proposed budget prepared by the District Treasurer of QCCFD for fiscal year 2014, attached hereto and expressly made a part hereof as Exhibit "A" is hereby tentatively approved.
2. The statements and estimates of the operation and maintenance expenses of QCCFD, the costs of capital improvements to be financed by the approved ad valorem tax levy, and the amount of all other expenditures for public infrastructure and enhanced municipal services proposed to be paid from the tax levy and of the amount to be raised to pay general obligation bonds of QCCFD in fiscal year 2013 are hereby filed on forms of the Auditor General in accordance with Section 42-17101(3) and 48-723(C), Arizona Revised Statutes, as amended, and are attached hereto and expressly made a part hereof as Exhibit "B."
3. A public hearing date of June 24, 2013, beginning at or after 6:30 p.m. at the Sahuarita Town Hall Council Chamber, 375 W. Sahuarita Center Way, Sahuarita, Arizona, is hereby set to consider said tentative budget (including, but expressly not limited to, consideration of those portions of the statements and estimates not relating to debt service on general obligation bonds of QCCFD), and said notice (attached hereto and expressly made a part hereof as Exhibit "C") shall be published once in the Sahuarita Sun no later than ten (10) days prior to said hearing date.
4. 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.
5. This Resolution shall be effective after its passage and approval according to law.

PASSED by the District Board of the Quail Creek Community Facilities District  
this 10<sup>th</sup> day of June, 2013.

*Duane Blunby*

Chairperson, District Board,  
Quail Creek Community Facilities District

ATTEST:

*Vicky Miel*

Vicky Miel MMC  
District Clerk,  
Quail Creek Community Facilities District



APPROVED AS TO FORM:

*D. Hochali*

Daniel J. Hochali  
District Counsel,  
Quail Creek Community Facilities District

EXHIBIT "A"

*Fiscal Year 2014 Quail Creek Community Facilities District Budget*

**QUAIL CREEK COMMUNITY FACILITIES DISTRICT (QC CFD)**  
**SPECIAL REVENUE FUND**  
SOURCES AND USES OF FUNDS

	2012	2013		Estimated Actual	2014	% Change	% Chng
	Actual Amount	Adopted Budget	Amended Budget		Tentative Budget	From Amended	From Estimated
<b>SOURCES</b>							
<b>REVENUES:</b>							
Taxes	\$ 291,240	\$ 274,830	\$ 274,830	\$ 282,060	\$ 292,420	6.4%	3.7%
Investment Income (Loss)	(84)	(70)	(70)	(70)	(270)	285.7%	285.7%
Miscellaneous	712,311	756,130	756,130	748,900	739,680	-2.2%	-1.2%
<b>Subtotal:</b>	<b>1,003,467</b>	<b>1,030,890</b>	<b>1,030,890</b>	<b>1,030,890</b>	<b>1,031,830</b>	<b>0.1%</b>	<b>0.1%</b>
<b>OTHER SOURCES:</b>							
Transfer In	21,884	28,000	28,000	27,750	35,950	28.4%	29.5%
<b>Subtotal:</b>	<b>21,884</b>	<b>28,000</b>	<b>28,000</b>	<b>27,750</b>	<b>35,950</b>	<b>28.4%</b>	<b>29.5%</b>
<b>BEGINNING FUND BALANCE:</b>							
Restricted for Debt Service	26,775	-	-	-	-	-	-
Restricted for QC CFD	-	-	-	-	-	-	-
<b>Subtotal:</b>	<b>26,775</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL SOURCES</b>	<b>\$ 1,052,126</b>	<b>\$ 1,058,890</b>	<b>\$ 1,058,890</b>	<b>\$ 1,058,640</b>	<b>\$ 1,067,780</b>	<b>0.8%</b>	<b>0.9%</b>
<b>USES</b>							
<b>CURRENT EXPENDITURES:</b>							
Streets	\$ 14,774	\$ 17,730	\$ 17,730	\$ 18,590	\$ 17,710	-0.1%	-4.7%
Park and Recreation	24,374	32,000	32,000	30,890	40,740	27.3%	31.9%
<b>Subtotal:</b>	<b>39,148</b>	<b>49,730</b>	<b>49,730</b>	<b>49,480</b>	<b>58,450</b>	<b>17.5%</b>	<b>18.1%</b>
<b>DEBT SERVICE:</b>							
Principal	370,000	385,000	385,000	385,000	405,000	5.2%	5.2%
Interest	637,603	619,660	619,660	619,660	599,830	-3.2%	-3.2%
Other	5,375	4,500	4,500	4,500	4,500	0.0%	0.0%
<b>Subtotal:</b>	<b>1,012,978</b>	<b>1,009,160</b>	<b>1,009,160</b>	<b>1,009,160</b>	<b>1,009,330</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Subtotals Combined:</b>	<b>1,052,126</b>	<b>1,058,890</b>	<b>1,058,890</b>	<b>1,058,640</b>	<b>1,067,780</b>	<b>0.8%</b>	<b>0.9%</b>
<b>ENDING FUND BALANCE:</b>							
Restricted for QC CFD	-	-	-	-	-	-	-
<b>Subtotal:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL USES</b>	<b>\$ 1,052,126</b>	<b>\$ 1,058,890</b>	<b>\$ 1,058,890</b>	<b>\$ 1,058,640</b>	<b>\$ 1,067,780</b>	<b>0.8%</b>	<b>0.9%</b>

EXHIBIT "B"

*QCCFD Statements and Estimates on Auditor General Forms*

# Exhibit "B"

## TOWN OF SAHUARITA, ARIZONA Summary Schedule of Estimated Revenues and Expenditures/Expenses Fiscal Year 2014

FUND	ADOPTED BUDGETED EXPENDITURES/EXPENSES* 2013	ACTUAL EXPENDITURES/EXPENSES** 2013	FUND BALANCE/NET POSITION*** July 1, 2013**	PROPERTY TAX REVENUES 2014	ESTIMATED REVENUES OTHER THAN PROPERTY TAXES 2014	OTHER FINANCING 2014		INTERFUND TRANSFERS 2014		TOTAL FINANCIAL RESOURCES AVAILABLE 2014	BUDGETED EXPENDITURES/EXPENSES 2014
						SOURCES	<USES>	IN	<OUT>		
1. General Fund	\$ 26,574,890	\$ 12,251,630	\$ 15,278,030	Primary: \$ 13,176,180 Secondary: 299,920	\$ 13,176,180	\$	\$	\$ 803,700	\$	\$ 27,650,510	\$ 27,650,510
2. Special Revenue Funds	3,453,960	2,881,270	850,860		13,997,240			155,950	11,081,430	4,242,540	4,242,540
3. Debt Service Funds Available											
4. Less: Amounts for Future Debt Retirement											
5. Total Debt Service Funds											
6. Capital Projects Funds	45,082,530	15,807,150	13,067,640		39,529,320			11,061,430		63,656,390	63,656,390
7. Permanent Funds											
8. Enterprise Funds Available	(689,910)	3,879,380	(4,630,340)		3,818,250			647,750		165,900	165,900
9. Less: Amounts for Future Debt Retirement											
10. Total Enterprise Funds	(689,910)	3,879,380	(4,630,340)		3,818,250			647,750		165,900	165,900
11. Internal Service Funds											
12. TOTAL ALL FUNDS	\$ 74,421,470	\$ 34,919,430	\$ 24,566,190	\$ 299,920	\$ 70,520,990	\$ 330,240	\$ 330,240	\$ 11,865,130	\$ 11,865,130	\$ 95,717,340	\$ 95,717,340

### EXPENDITURE LIMITATION COMPARISON

	2013	2014
1. Budgeted expenditures/expenses	\$ 74,421,470	\$ 95,717,340
2. Add/subtract: estimated net reconciling items	(1,058,640)	(1,067,780)
3. Budgeted expenditures/expenses adjusted for reconciling items	73,362,830	94,649,560
4. Less: estimated exclusions	41,844,263	62,003,233
5. Amount subject to the expenditure limitation	\$ 31,518,567	\$ 32,646,327
6. EEC or voter-approved alternative expenditure limitation	\$ 31,518,568	\$ 32,646,328

The city/town does not levy property taxes and does not have special assessment districts for which property taxes are levied. Therefore, Schedule B has been omitted.

\* Includes Expenditure/Expense Adjustments Approved in current year from Schedule E.

\*\* Includes actual amounts as of the date the proposed budget was prepared, adjusted for estimated activity for the remainder of the fiscal year.

\*\*\* Amounts in this column represent Fund Balance/Net Position amounts except for amounts not in spendable form (e.g., prepaids and inventories) or legally or contractually required to be maintained intact (e.g., principal of a permanent fund).

**TOWN OF SAHUARITA, ARIZONA**  
**Tax Levy and Tax Rate Information**  
**Fiscal Year 2014**

	<b>2013</b>	<b>2014</b>
1. Maximum allowable primary property tax levy. A.R.S. §42-17051(A)	\$ _____	\$ _____
2. Amount received from primary property taxation in the <b>current year</b> in excess of the sum of that year's maximum allowable primary property tax levy. A.R.S. §42-17102(A)(18)	\$ _____	
3. Property tax levy amounts		
A. Primary property taxes	\$ _____	\$ _____
B. Secondary property taxes	289,290	299,920
C. Total property tax levy amounts	\$ <u>289,290</u>	\$ <u>299,920</u>
4. Property taxes collected*		
A. Primary property taxes		
(1) <b>Current</b> year's levy	\$ _____	
(2) Prior years' levies	_____	
(3) Total primary property taxes	\$ _____	
B. Secondary property taxes		
(1) <b>Current</b> year's levy	\$ 280,536	
(2) Prior years' levies	1,524	
(3) Total secondary property taxes	\$ 282,060	
C. Total property taxes collected	\$ <u>282,060</u>	
5. Property tax rates		
A. City/Town tax rate		
(1) Primary property tax rate	_____	_____
(2) Secondary property tax rate	3.3000	3.3000
(3) Total city/town tax rate	<u>3.3000</u>	<u>3.3000</u>
B. Special assessment district tax rates		
Secondary property tax rates - As of the date the proposed budget was prepared, the city/town was operating <u>one</u> special assessment districts for which secondary property taxes are levied. For information pertaining to these special assessment districts and their tax rates, please contact the city/town.		

\* Includes actual property taxes collected as of the date the proposed budget was prepared, plus estimated property tax collections for the remainder of the fiscal year.

**TOWN OF SAHUARITA, ARIZONA**  
**Revenues Other Than Property Taxes**  
**Fiscal Year 2014**

<b>SOURCE OF REVENUES</b>	<b>ESTIMATED REVENUES 2013</b>	<b>ACTUAL REVENUES* 2013</b>	<b>ESTIMATED REVENUES 2014</b>
<b>GENERAL FUND</b>			
<b>Local taxes</b>			
Transaction privilege taxes	\$ 4,173,190	\$ 4,227,410	\$ 4,510,270
Franchise fees	323,080	320,140	327,380
<b>Licenses and permits</b>			
Building permit fees	765,160	843,450	879,590
Public Works permits		140,260	87,000
Business licensing fees	1,000	500	500
<b>Intergovernmental</b>			
State shared sales taxes	1,986,940	2,054,660	2,153,280
State shared income taxes	2,579,920	2,579,920	2,818,010
State shared vehicle license taxes	958,940	921,380	934,720
Grants and contributions - Federal	318,420	371,100	
Grants and contributions - State	22,000	27,600	
Grants and contributions - Local	45,000	46,200	
<b>Charges for services</b>			
Development fees	39,500	39,190	33,590
Recreation fees	120,000	120,000	128,000
Other departmental fees	20,800	21,300	6,300
Indirect cost recovery	807,080	808,050	802,850
<b>Fines and forfeits</b>			
Court fines and fees	270,450	240,920	244,770
<b>Interest on investments</b>			
Investment income	161,290	150,000	222,920
<b>Contributions</b>			
Donations from private parties	18,000	17,000	
<b>Miscellaneous</b>			
Micellaneous/other	25,000	53,980	27,000
<b>Total General Fund</b>	<b>\$ 12,635,770</b>	<b>\$ 12,983,060</b>	<b>\$ 13,176,180</b>

\* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

**TOWN OF SAHUARITA, ARIZONA**  
**Revenues Other Than Property Taxes**  
**Fiscal Year 2014**

SOURCE OF REVENUES	ESTIMATED REVENUES 2013	ACTUAL REVENUES* 2013	ESTIMATED REVENUES 2014
<b>SPECIAL REVENUE FUNDS</b>			
<b>Highway User Revenue Fund</b>			
State shared fuel taxes	\$ 1,645,150	\$ 1,601,360	\$ 1,664,530
Intergovernmental - State	12,262,000	4,585,520	11,061,430
Intergovernmental - Local		25,000	25,000
Investment income	750	1,000	800
Miscellaneous		48,490	
<b>Total Highway User Revenue Fund</b>	<b>\$ 13,907,900</b>	<b>\$ 6,261,370</b>	<b>\$ 12,751,760</b>
<b>Grants and Restricted Sources Fund</b>			
Fines and forfeitures	\$ 109,950	\$ 109,950	\$ 116,520
Intergovernmental - Federal	17,500	17,500	287,170
Intergovernmental - State			22,800
Intergovernmental - Local			45,000
Impound fees			15,000
Investment income	2,650	5,000	9,080
Miscellaneous		5,220	18,000
<b>Total Grants and Restricted Sources Fund</b>	<b>\$ 130,100</b>	<b>\$ 137,670</b>	<b>\$ 513,570</b>
<b>Quail Creek CFD</b>			
Property taxes - allowance for uncollectibles	\$ (14,460)	\$	\$ (7,500)
Investment income (loss)	(70)	(70)	(270)
Miscellaneous - developer contributions	756,130	748,900	739,680
<b>Total Quail Creek CFD</b>	<b>\$ 741,600</b>	<b>\$ 748,830</b>	<b>\$ 731,910</b>
<b>Total Special Revenue Funds</b>	<b>\$ 14,779,600</b>	<b>\$ 7,147,870</b>	<b>\$ 13,997,240</b>
<b>CAPITAL PROJECTS FUNDS</b>			
<b>Capital Infrastructure Improvement Fund</b>			
Transaction privilege taxes	\$ 1,801,950	\$ 3,127,220	\$ 2,610,230
Intergovernmental - Federal			4,000,000
Intergovernmental - State	1,000,000		22,000,000
Intergovernmental - Local	12,961,740	10,283,050	10,784,460
Investment income	133,360	110,000	134,630
Miscellaneous	3,243,000		
<b>Total Capital Infrastructure Improvement Fund</b>	<b>\$ 19,140,050</b>	<b>\$ 13,520,270</b>	<b>\$ 39,529,320</b>
<b>Total Capital Projects Funds</b>	<b>\$ 19,140,050</b>	<b>\$ 13,520,270</b>	<b>\$ 39,529,320</b>
<b>ENTERPRISE FUNDS</b>			
<b>Wastewater Fund</b>			
Sewer user charges	\$ 2,685,120	\$ 2,687,570	\$ 2,994,650
Other	40,540	40,540	70,330
Sewer connection fees	305,490	316,280	804,860
Investment income (loss)	(53,050)	(30,000)	(51,590)
<b>Total Wastewater Fund</b>	<b>\$ 2,978,100</b>	<b>\$ 3,014,390</b>	<b>\$ 3,818,250</b>
<b>Total Enterprise Funds</b>	<b>\$ 2,978,100</b>	<b>\$ 3,014,390</b>	<b>\$ 3,818,250</b>

\* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

**TOWN OF SAHUARITA, ARIZONA**  
**Other Financing Sources/<Uses> and Interfund Transfers**  
**Fiscal Year 2014**

<u>FUND</u>	<u>OTHER FINANCING</u> <u>2014</u>		<u>INTERFUND TRANSFERS</u> <u>2014</u>	
	<u>SOURCES</u>	<u>&lt;USES&gt;</u>	<u>IN</u>	<u>&lt;OUT&gt;</u>
<b>GENERAL FUND</b>				
General Fund	\$ _____	\$ _____	\$ _____	\$ 803,700
Total General Fund	\$ _____	\$ _____	\$ _____	\$ 803,700
<b>SPECIAL REVENUE FUNDS</b>				
Highway User Revenue Fund	\$ _____	\$ _____	\$ _____	\$ 11,061,430
Grants and Restricted Sources Fund	_____	_____	120,000	_____
Quail Creek CFD	_____	_____	35,950	_____
Total Special Revenue Funds	\$ _____	\$ _____	\$ 155,950	\$ 11,061,430
<b>CAPITAL PROJECTS FUNDS</b>				
Capital Infrastructure Improvement Fund	\$ _____	\$ _____	\$ 11,061,430	\$ _____
Total Capital Projects Funds	\$ _____	\$ _____	\$ 11,061,430	\$ _____
<b>ENTERPRISE FUNDS</b>				
Wastewater Fund	\$ 330,240	\$ _____	\$ 647,750	\$ _____
Total Enterprise Funds	\$ 330,240	\$ _____	\$ 647,750	\$ _____
<b>TOTAL ALL FUNDS</b>	<b>\$ 330,240</b>	<b>\$ _____</b>	<b>\$ 11,865,130</b>	<b>\$ 11,865,130</b>

**TOWN OF SAHUARITA, ARIZONA**  
**Expenditures/Expenses by Fund**  
**Fiscal Year 2014**

<b>FUND/DEPARTMENT</b>	<b>ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2013</b>	<b>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2013</b>	<b>ACTUAL EXPENDITURES/ EXPENSES* 2013</b>	<b>BUDGETED EXPENDITURES/ EXPENSES 2014</b>
<b>GENERAL FUND</b>				
Mayor & Council	\$ 146,990	\$	\$ 137,640	\$ 127,390
Town Manager	620,530	25,000	668,870	636,960
Law	451,820		459,430	477,600
Town Clerk	335,440		336,740	292,270
Finance	962,400		957,100	1,080,620
Human Resources	195,450		187,270	204,850
Planning & Building	984,520	105,700	1,050,800	1,151,960
Parks & Recreation	1,341,070	9,500	1,333,580	1,427,610
Public Works	806,430		802,470	815,120
Police	5,683,260		5,683,630	5,336,670
Municipal Court	538,980		521,060	542,680
Non-Departmental	143,620		113,040	102,850
Contingency / Ending Balances	14,354,880	(130,700)		15,453,930
<b>Total General Fund</b>	<b>\$ 26,565,390</b>	<b>\$ 9,500</b>	<b>\$ 12,251,630</b>	<b>\$ 27,650,510</b>
<b>SPECIAL REVENUE FUNDS</b>				
Highway User Revenue Fund	\$	\$	\$	\$
Streets	1,617,000		1,640,820	1,753,990
LTAf	111,080		10,500	101,930
Contingency / Ending Balances	50,990			64,890
Grants & Restricted Sources				8,000
Parks & Recreation				828,310
Police	152,480	26,500	171,310	5,500
Municipal Court				412,140
Contingency / Ending Balances	463,520	(26,500)		
Quail Creek CFD				
Streets	17,730		18,590	17,710
Parks & Recreation	32,000		30,890	40,740
Debt Service	1,009,160		1,009,160	1,009,330
<b>Total Special Revenue Funds</b>	<b>\$ 3,453,960</b>	<b>\$</b>	<b>\$ 2,881,270</b>	<b>\$ 4,242,540</b>
<b>CAPITAL PROJECTS FUNDS</b>				
Capital Infrastructure Improve	\$	\$	\$	\$
General Government	659,540	50,000	671,960	729,220
Public Safety	273,000		274,230	466,460
Highways & Streets	32,369,500		13,055,390	49,313,740
Culture & Recreation	257,500		7,500	1,290,000
Debt Service	1,798,070		1,798,070	1,800,880
Contingency / Ending Balances	9,674,920			10,058,090
<b>Total Capital Projects Funds</b>	<b>\$ 45,032,530</b>	<b>\$ 50,000</b>	<b>\$ 15,807,150</b>	<b>\$ 63,658,390</b>
<b>ENTERPRISE FUNDS</b>				
Wastewater	\$	\$	\$	\$
Operations	1,263,810		1,263,810	1,314,800
Debt Service	2,399,230		2,388,120	2,398,050
Capital Outlay	653,800		227,450	466,770
Ending Fund Deficits	(5,006,750)			(4,013,720)
<b>Total Enterprise Funds</b>	<b>\$ (689,910)</b>	<b>\$</b>	<b>\$ 3,879,380</b>	<b>\$ 165,900</b>
<b>TOTAL ALL FUNDS</b>	<b>\$ 74,361,970</b>	<b>\$ 59,500</b>	<b>\$ 34,819,430</b>	<b>\$ 95,717,340</b>

\* Includes actual expenditures/expenses recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated expenditures/expenses for the remainder of the fiscal year.

**TOWN OF SAHUARITA, ARIZONA**  
**Expenditures/Expenses by Department**  
**Fiscal Year 2014**

<u>DEPARTMENT/FUND</u>	<u>ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2013</u>	<u>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2013</u>	<u>ACTUAL EXPENDITURES/ EXPENSES* 2013</u>	<u>BUDGETED EXPENDITURES/ EXPENSES 2014</u>
Police:				
General Fund	\$ 5,683,260	\$ _____	\$ _____	\$ _____
Grants & Restricted Sources	152,480	_____	_____	_____
<b>Department Total</b>	<b>\$ 5,835,740</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>
List Department:				
Parks & Recreation:				
General Fund	\$ 1,341,070	\$ _____	\$ _____	\$ _____
Quail Creek CFD	32,000	_____	_____	_____
<b>Department Total</b>	<b>\$ 1,373,070</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>
List Department:				
Streets:				
Highway User Revenue Fund	\$ 1,617,000	\$ _____	\$ _____	\$ _____
Quail Creek CFD	17,730	_____	_____	_____
<b>Department Total</b>	<b>\$ 1,634,730</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>

\* Includes actual expenditures/expenses recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated expenditures/expenses for the remainder of the fiscal year.

**TOWN OF SAHUARITA, ARIZONA**  
**Full-Time Employees and Personnel Compensation**  
**Fiscal Year 2014**

FUND	Full-Time Equivalent (FTE) 2014	Employee Salaries and Hourly Costs 2014	Retirement Costs 2014	Healthcare Costs 2014	Other Benefit Costs 2014	Total Estimated Personnel Compensation 2014
<b>GENERAL FUND</b>	112	\$ 6,564,060	\$ 812,560	\$ 901,710	\$ 677,490	\$ 8,955,820
<b>SPECIAL REVENUE FUNDS</b>						
Highway User Revenue Fund	8	\$ 443,690	\$ 51,630	\$ 63,760	\$ 50,530	\$ 609,610
Grant & Restricted Sources Fund		232,880	28,030	13,810	26,500	301,220
Quail Creek CFD						
<b>Total Special Revenue Funds</b>	8	\$ 676,570	\$ 79,660	\$ 77,570	\$ 77,030	\$ 910,830
<b>CAPITAL PROJECTS FUNDS</b>						
Capital Infrastructure Improvement F	6	\$ 387,580	\$ 47,240	\$ 60,960	\$ 38,950	\$ 534,730
<b>Total Capital Projects Funds</b>	6	\$ 387,580	\$ 47,240	\$ 60,960	\$ 38,950	\$ 534,730
<b>ENTERPRISE FUNDS</b>						
Wastewater	7	\$ 409,260	\$ 44,740	\$ 64,250	\$ 42,000	\$ 560,250
<b>Total Enterprise Funds</b>	7	\$ 409,260	\$ 44,740	\$ 64,250	\$ 42,000	\$ 560,250
<b>TOTAL ALL FUNDS</b>	133	\$ 8,037,470	\$ 984,200	\$ 1,104,490	\$ 835,470	\$ 10,961,630

EXHIBIT "C"

*Form of QCCFD Published Notice*

QUAIL CREEK COMMUNITY FACILITIES DISTRICT  
NOTICE OF FILING STATEMENTS AND ESTIMATES  
AND  
NOTICE OF PUBLIC HEARING

NOTICE OF FILING STATEMENTS AND ESTIMATES OF THE OPERATION AND MAINTENANCE EXPENSES OF THE QUAIL CREEK COMMUNITY FACILITIES DISTRICT, THE COSTS OF CAPITAL IMPROVEMENTS TO BE FINANCED BY THE AD VALOREM TAX LEVY, AND THE AMOUNT OF ALL OTHER EXPENDITURES FOR PUBLIC INFRASTRUCTURE AND ENHANCED MUNICIPAL SERVICES PROPOSED TO BE PAID FROM THE TAX LEVY AND OF THE AMOUNT TO BE RAISED TO PAY GENERAL OBLIGATION BONDS OF THE DISTRICT; AND NOTICE OF A PUBLIC HEARING ON THE PROPOSED FISCAL YEAR 2014 BUDGET OF THE DISTRICT, INCLUDING A HEARING ON THOSE PORTIONS OF THE STATEMENTS AND ESTIMATES NOT RELATING TO DEBT SERVICE ON GENERAL OBLIGATION BONDS.

Notice is hereby given that statements and estimates have been filed in the Office of the District Clerk of the Quail Creek Community Facilities District of the operation and maintenance expenses of the District, the costs of capital improvements to be financed by the voter-approved ad valorem tax levy, and the amount of all other expenditures for public infrastructure and enhanced municipal services proposed to be paid from the tax levy and of the amount to be raised to pay general obligation bonds of the District, all of which shall be provided for by the levy and collection of ad valorem taxes on the assessed value of all the real and personal property in the District. Notice is further given of a public hearing on the proposed fiscal year 2014 budget of the District, including (but not limited to) a hearing on those portions of the statements and estimates not relating to debt service on general obligation bonds, all pursuant to Arizona Revised Statutes §§48-716 and 48-723. Such hearing will be held by the District Board on June 24, 2013, at or after 6:30 p.m. at the Sahuarita Town Hall Council Chambers, 375 W. Sahuarita Center Way, Sahuarita, Arizona. Copies of the budget are available from the Office of the District Clerk, 375 W. Sahuarita Center Way, Sahuarita, Arizona 85629, telephone number: (520) 822-8800; on the Town of Sahuarita website: [ci.sahuarita.az.us](http://ci.sahuarita.az.us); and at the Pima County Library, Sahuarita Branch, 725 West Rancho Sahuarita Boulevard, Building #2, Sahuarita, Arizona 85629.

Dated this 10<sup>th</sup> day of June, 2013.

/s/ L. Kelly Udall

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District Manager, Quail Creek  
Community Facilities District