

**QUAIL CREEK COMMUNITY FACILITIES DISTRICT
RESOLUTION NO. 21**

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 2013 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 2013 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 2013, attached hereto and expressly made a part hereof as Exhibit "A" is hereby tentatively approved.

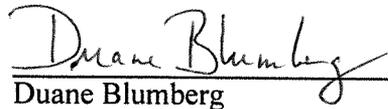
2. That the statements and estimates of the operation and maintenance expenses of QCCFD, the costs of capital improvements to be financed by the approved ad valorem tax levy, and the amount of all other expenditures for public infrastructure and enhanced municipal services proposed to be paid from the 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. That a public hearing date of June 25, 2012, 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. That 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.

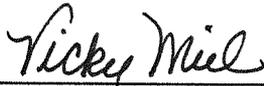
5. That this Resolution shall be effective after its passage and approval according to law.

PASSED by the District Board of the Quail Creek Community Facilities District
this 11th day of June, 2012.



Duane Blumberg
Chairperson, District Board,
Quail Creek Community Facilities District

ATTEST:



Vicky Miel, MMC
District Clerk,
Quail Creek Community Facilities District

APPROVED AS TO FORM:



Danrel J. Hochuli
District Counsel,
Quail Creek Community Facilities District

EXHIBIT "A"

Fiscal Year 2013 Quail Creek Community Facilities District Budget

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

	2011 Actual Amount	2012		Estimated Actual	2013 Tentative Budget	% Change From Amended	% Chng From Estimated
	Adopted Budget	Amended Budget					
<u>SOURCES</u>							
REVENUES:							
Taxes	\$ 290,593	\$ 276,730	\$ 276,730	\$ 287,010	\$ 274,830	-0.7%	-4.2%
Investment income (loss)	8	(120)	(120)	(60)	(70)	-41.7%	16.7%
Miscellaneous	782,442	757,240	757,240	716,510	756,130	-0.1%	5.5%
Subtotal: Revenues	<u>1,073,043</u>	<u>1,033,850</u>	<u>1,033,850</u>	<u>1,003,460</u>	<u>1,030,890</u>	<u>-0.3%</u>	<u>2.7%</u>
OTHER SOURCES:							
Transfer In	1,935	23,090	23,090	24,670	28,000	21.3%	13.5%
Subtotal: Other Sources	<u>1,935</u>	<u>23,090</u>	<u>23,090</u>	<u>24,670</u>	<u>28,000</u>	<u>21.3%</u>	<u>13.5%</u>
BEGINNING FUND BALANCE:							
Restricted for Debt Service	-	-	-	30,450	-	-	-100.0%
Restricted for QCCFD	(3,392)	-	-	(3,670)	-	-	-100.0%
Subtotal: Beginning Fund Balance	<u>(3,392)</u>	<u>-</u>	<u>-</u>	<u>26,780</u>	<u>-</u>	<u>-</u>	<u>-100.0%</u>
TOTAL SOURCES	<u>\$ 1,071,586</u>	<u>\$ 1,056,940</u>	<u>\$ 1,056,940</u>	<u>\$ 1,054,910</u>	<u>\$ 1,058,890</u>	<u>0.2%</u>	<u>0.4%</u>
<u>USES</u>							
CURRENT EXPENDITURES:							
Streets	\$ 14,297	\$ 17,570	\$ 17,570	\$ 16,710	\$ 17,730	0.9%	6.1%
Parks and Recreation	20,687	27,260	27,260	26,090	32,000	17.4%	22.7%
Subtotal: Current Expenditures	<u>34,984</u>	<u>44,830</u>	<u>44,830</u>	<u>42,800</u>	<u>49,730</u>	<u>10.9%</u>	<u>16.2%</u>
DEBT SERVICE:							
Principal	350,000	370,000	370,000	370,000	385,000	4.1%	4.1%
Interest	654,577	637,610	637,610	637,610	619,660	-2.8%	-2.8%
Other	5,250	4,500	4,500	4,500	4,500	0.0%	0.0%
Subtotal: Debt Service	<u>1,009,827</u>	<u>1,012,110</u>	<u>1,012,110</u>	<u>1,012,110</u>	<u>1,009,160</u>	<u>-0.3%</u>	<u>-0.3%</u>
Subtotal: Current Expenditures and Debt Service	<u>1,044,811</u>	<u>1,056,940</u>	<u>1,056,940</u>	<u>1,054,910</u>	<u>1,058,890</u>	<u>0.2%</u>	<u>0.4%</u>
ENDING FUND BALANCE:							
Restricted for Debt Service	30,446	-	-	-	-	-	-
Restricted for QCCFD	(3,671)	-	-	-	-	-	-
Subtotal: Ending Fund Balance	<u>26,775</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL USES	<u>\$ 1,071,586</u>	<u>\$ 1,056,940</u>	<u>\$ 1,056,940</u>	<u>\$ 1,054,910</u>	<u>\$ 1,058,890</u>	<u>0.2%</u>	<u>0.4%</u>

EXHIBIT "B"

QCCFD Statements and Estimates on Auditor General Forms

R-91

TOWN OF SAHUARITA
Summary Schedule of Estimated Revenues and Expenditures/Expenses
Fiscal Year 2013

FUND	ADOPTED BUDGETED EXPENDITURES/EXPENSES* 2012	ACTUAL EXPENDITURES/EXPENSES ** 2012	FUND BALANCE/NET ASSETS*** July 1, 2012**	PROPERTY TAX REVENUES 2013 Primary: Secondary:	ESTIMATED REVENUES OTHER THAN PROPERTY TAXES 2013	OTHER FINANCING 2013		INTERFUND TRANSFERS 2013		TOTAL FINANCIAL RESOURCES AVAILABLE 2013	BUDGETED EXPENDITURES/EXPENSES 2013
						SOURCES	<USES>	IN	<OUT>		
1. General Fund	\$ 25,638,362	\$ 12,033,710	\$ 13,929,680	\$ 289,290	\$ 12,635,770	\$	\$	\$ 27,940	\$ 28,000	\$ 26,565,390	\$ 26,565,390
2. Special Revenue Funds	2,891,747	2,489,340	594,070	289,290	14,779,600			28,000	12,237,000	3,453,960	3,453,960
3. Debt Service Funds Available											
4. Less: Amounts for Future Debt Retirement											
5. Total Debt Service Funds	36,035,950	6,417,870	13,683,420		19,140,050			12,237,000	27,940	45,032,530	45,032,530
6. Capital Projects Funds											
7. Permanent Funds											
8. Enterprise Funds Available	(594,390)	(26,570)	(4,169,940)		2,978,100		501,930			(689,910)	(689,910)
9. Less: Amounts for Future Debt Retirement											
10. Total Enterprise Funds	(594,390)	(26,570)	(4,169,940)		2,978,100		501,930			(689,910)	(689,910)
11. Internal Service Funds											
12. TOTAL ALL FUNDS	\$ 63,971,669	\$ 20,912,150	\$ 24,037,230	\$ 289,290	\$ 49,535,520	\$	\$ 501,930	\$ 12,292,940	\$ 12,292,940	\$ 74,361,970	\$ 74,361,970

EXPENDITURE LIMITATION COMPARISON

	2012	2013
1. Budgeted expenditures/expenses	\$ 63,971,669	\$ 74,361,970
2. Add/subtract: estimated net reconciling items	(1,056,940)	(1,056,990)
3. Budgeted expenditures/expenses adjusted for reconciling items	62,914,729	73,303,080
4. Less: estimated exclusions	32,525,122	41,762,513
5. Amount subject to the expenditure limitation	\$ 30,389,607	\$ 31,540,567
6. EEC or voter-approved alternative expenditure limitation	\$ 30,389,608	\$ 31,518,568

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 Asset 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
Summary of Tax Levy and Tax Rate Information
Fiscal Year 2013

	2012	2013
1. Maximum allowable primary property tax levy. A.R.S. §42-17051(A)	\$ _____	\$ _____
2. Amount received from primary property taxation in the current year 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	289,910	289,290
C. Total property tax levy amounts	\$ <u>289,910</u>	\$ <u>289,290</u>
4. Property taxes collected*		
A. Primary property taxes		
(1) Current year's levy	\$ _____	
(2) Prior years' levies	_____	
(3) Total primary property taxes	\$ _____	
B. Secondary property taxes		
(1) Current year's levy	\$ 283,947	
(2) Prior years' levies	3,063	
(3) Total secondary property taxes	\$ 287,010	
C. Total property taxes collected	\$ <u>287,010</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 one 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
 Town Clerk's Department
 2012 JUN -4 PM 1:08

TOWN OF SAHUARITA
Summary by Fund Type of Revenues Other Than Property Taxes
Fiscal Year 2013

Town of Sahuarita
Town Clerk Department

2012 JUN -4 PM 1:08

SOURCE OF REVENUES	ESTIMATED REVENUES 2012	ACTUAL REVENUES* 2012	ESTIMATED REVENUES 2013
GENERAL FUND			
Local taxes			
Sales taxes	\$ 4,053,250	\$ 4,053,250	\$ 4,173,190
Franchise fees	320,670	315,890	323,080
Licenses and permits			
Building permit fees	668,380	805,430	765,160
Business licensing fees	52,500	29,180	1,000
Intergovernmental			
State shared sales taxes	1,853,670	1,906,850	1,986,940
State shared income taxes	2,131,970	2,131,970	2,579,920
State shared vehicle license taxes	969,640	904,330	958,940
Grants and contributions - Federal	522,030	478,950	318,420
Grants and contributions - State	12,000	53,750	22,000
Grants and contributions - County	53,000	65,000	45,000
Charges for services			
Development fees	78,500	39,090	39,500
Recreation fees	120,000	100,000	120,000
Other departmental fees	20,800	17,550	20,800
Indirect cost recovery	607,170	785,210	807,080
Fines and forfeits			
Court fines and fees	267,800	207,600	270,450
Interest on investments			
Investment income	132,490	140,000	161,290
Contributions			
Voluntary contributions			
Donations from private organizations	10,000	88,930	18,000
Miscellaneous			
Miscellaneous/other	40,000	30,220	25,000
Total General Fund	\$ 11,913,870	\$ 12,153,200	\$ 12,635,770

* 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
Summary by Fund Type of Revenues Other Than Property Taxes
Fiscal Year 2013

Town of Sahuarita
 Town Clerk Department
 2012 JUN -4 PM 1: 08

SOURCE OF REVENUES	ESTIMATED REVENUES 2012	ACTUAL REVENUES* 2012	ESTIMATED REVENUES 2013
SPECIAL REVENUE FUNDS			
Highway User Revenue Fund			
State shared fuel taxes	\$ 1,434,410	\$ 1,428,750	\$ 1,645,150
Grants and contributions - State	806,870	948,850	
Grants and contributions - County	5,861,000	327,840	12,262,000
Investment income	7,280	7,610	750
Miscellaneous		10,820	
	\$ 8,109,560	\$ 2,723,870	\$ 13,907,900
RICO Fund			
Fines and forfeitures	\$ 50,000	\$ 185,750	\$ 109,950
Intergovernmental revenue - federal	35,000	14,000	17,500
Investment income	1,790	5,020	2,650
	\$ 86,790	\$ 204,770	\$ 130,100
Quail Creek Community Facilities District			
Property taxes - allowance for uncollectibles	\$ (13,180)	\$	\$ (14,460)
Investment income (loss)	(120)	(60)	(70)
Miscellaneous - developer contributions	757,240	716,510	756,130
	\$ 743,940	\$ 716,450	\$ 741,600
Total Special Revenue Funds	\$ 8,940,290	\$ 3,645,090	\$ 14,779,600
CAPITAL PROJECTS FUNDS			
Capital Infrastructure Improvement Fund			
Sales taxes	\$ 1,698,820	\$ 2,011,660	\$ 1,801,950
Intergovernmental - State	4,250,000		1,000,000
Intergovernmental - County	9,400,000	7,880,890	12,961,740
Investment income	110,350	110,350	133,360
Miscellaneous		1,200	3,243,000
	\$ 15,459,170	\$ 10,004,100	\$ 19,140,050
Total Capital Projects Funds	\$ 15,459,170	\$ 10,004,100	\$ 19,140,050
ENTERPRISE FUNDS			
Wastewater			
Sewer user charges	\$ 2,386,990	\$ 2,342,940	\$ 2,685,120
Other-recharge credits	36,530	36,520	40,540
Sewer connection fees	713,660	1,677,590	305,490
Investment income (loss)	(49,880)	(45,000)	(53,050)
	\$ 3,087,300	\$ 4,012,050	\$ 2,978,100
Total Enterprise Funds	\$ 3,087,300	\$ 4,012,050	\$ 2,978,100
TOTAL ALL FUNDS	\$ 39,400,630	\$ 29,814,440	\$ 49,533,520

* 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
Summary by Fund Type of Other Financing Sources/<Uses> and Interfund Transfers
Fiscal Year 2013

FUND	OTHER FINANCING 2013		INTERFUND TRANSFERS 2013	
	SOURCES	<USES>	IN	<OUT>
GENERAL FUND				
Quail Creek CFD Fund	\$	\$	\$	\$ 28,000
Capital Infrastructure Improvement Fund			27,940	
Total General Fund	\$	\$	\$ 27,940	\$ 28,000
SPECIAL REVENUE FUNDS				
General Fund	\$	\$	\$ 28,000	\$
Capital Infrastructure Improvement Fund				12,237,000
Total Special Revenue Funds	\$	\$	\$ 28,000	\$ 12,237,000
CAPITAL PROJECTS FUNDS				
Quail Creek CFD Fund	\$	\$	\$	\$ 27,940
HURF			12,237,000	
Total Capital Projects Funds	\$	\$	\$ 12,237,000	\$ 27,940
ENTERPRISE FUNDS				
Wastewater loans (WIFA)	\$ 501,930	\$	\$	\$
Total Enterprise Funds	\$ 501,930	\$	\$	\$
INTERNAL SERVICE FUNDS				
	\$	\$	\$	\$
Total Internal Service Funds	\$	\$	\$	\$
TOTAL ALL FUNDS	\$ 501,930	\$	\$ 12,292,940	\$ 12,292,940

Town of Sahuarita
Town Clerk Department
2012 JUN -4 PM 1:08

TOWN OF SAHUARITA
Summary by Department of Expenditures/Expenses Within Each Fund Type
Fiscal Year 2013

FUND/DEPARTMENT	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2012	EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2012	ACTUAL EXPENDITURES/ EXPENSES* 2012	BUDGETED EXPENDITURES/ EXPENSES 2013
GENERAL FUND				
Mayor & Council	\$ 157,390	\$	\$ 170,640	\$ 146,990
Town manager	554,440	92,432	620,390	627,950
Law	438,030		481,360	457,380
Town clerk	249,210		247,380	338,700
Finance	897,380	7,300	890,800	969,150
Human resources	185,570		182,410	197,300
Municipal court	502,750		494,350	543,910
Planning & Building	977,900		957,870	994,280
Parks & Recreation	1,307,450	20,000	1,302,450	1,349,960
Public works	849,670	85,500	853,480	811,090
Police	5,725,250	10,000	5,607,840	5,722,860
Non-Departmental	298,960	(92,800)	224,740	93,620
Contingency / Reserves	13,382,930	(11,000)		14,312,200
Total General Fund	\$ 25,526,930	\$ 111,432	\$ 12,033,710	\$ 26,565,390
SPECIAL REVENUE FUNDS				
HURF	\$ 1,373,480	\$	\$ 1,325,680	\$ 1,779,070
RICO Fund	425,580	35,747	108,750	616,000
Quail Creek CFD Fund	1,056,940		1,054,910	1,058,890
Total Special Revenue Funds	\$ 2,856,000	\$ 35,747	\$ 2,489,340	\$ 3,453,960
CAPITAL PROJECTS FUNDS				
Capital Infrastructure Improve	\$ 35,735,950	\$ 300,000	\$ 6,417,670	\$ 45,032,530
Total Capital Projects Funds	\$ 35,735,950	\$ 300,000	\$ 6,417,670	\$ 45,032,530
ENTERPRISE FUNDS				
Wastewater	\$	\$	\$	\$
Fund Expenditures	4,835,940		4,141,370	4,320,530
Fund Deficits	(5,430,330)		(4,169,940)	(5,010,440)
Total Enterprise Funds	\$ (594,390)	\$	\$ (28,570)	\$ (689,910)
TOTAL ALL FUNDS	\$ 63,524,490	\$ 447,179	\$ 20,912,150	\$ 74,361,970

* 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
Town Clerk's Office
2012 JUN -4 PM 1:09

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 2013 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 2013 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 25, 2012, 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; and at the Pima County Library, Sahuarita Branch, 725 West Rancho Sahuarita Boulevard, Building #2, Sahuarita, Arizona 85629.

Dated this 11th day of June, 2012.
/s/ James R. Stahle
.....
District Manager, Quail Creek
Community Facilities District

Published: _____, 2012