

**QUAIL CREEK COMMUNITY FACILITIES DISTRICT
RESOLUTION NO. 7**

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 2007-2008 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, as described in Exhibit "A" attached hereto and expressly made a part hereof; and

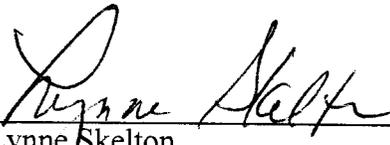
WHEREAS, QCCFD is a special purpose district for purposes of Article IX, Section 19, Constitution of Arizona, a tax-levying public improvement district for the purposes of Article XIII, Section 7, Constitution of Arizona, and a municipal corporation for all purposes of Title 35, Chapter 3, Articles 3, 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

3. That a public hearing date of June 25, 2007, beginning at or after 7:00 p.m. at the Anamax Park Recreation Center, 17501 S. Camino de las Quintas, 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 "D") 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, 2007.



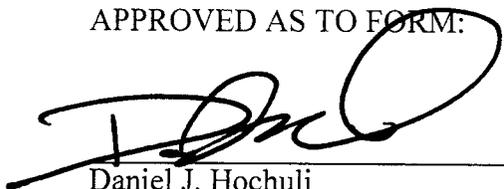
Lynne Skelton
Chairperson, District Board,
Quail Creek Community Facilities District

ATTEST:



Sandra R. Olivas
District Clerk,
Quail Creek Community Facilities District

APPROVED AS TO FORM:



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

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 2007-2008 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 2007-2008, 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 and the Arizona Department of Revenue;

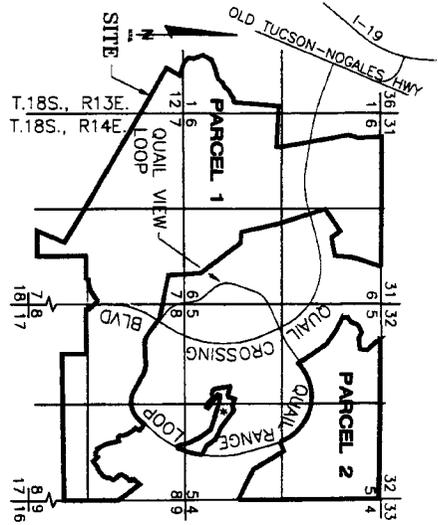
NOW, THEREFORE, BE IT RESOLVED BY THE DISTRICT BOARD OF THE QUAIL CREEK COMMUNITY FACILITIES DISTRICT, AS FOLLOWS:

1. That certain proposed budget prepared by the District Treasurer of QCCFD for Fiscal Year 2007-2008, attached hereto and expressly made a part hereof as Exhibit "B," is hereby tentatively approved.

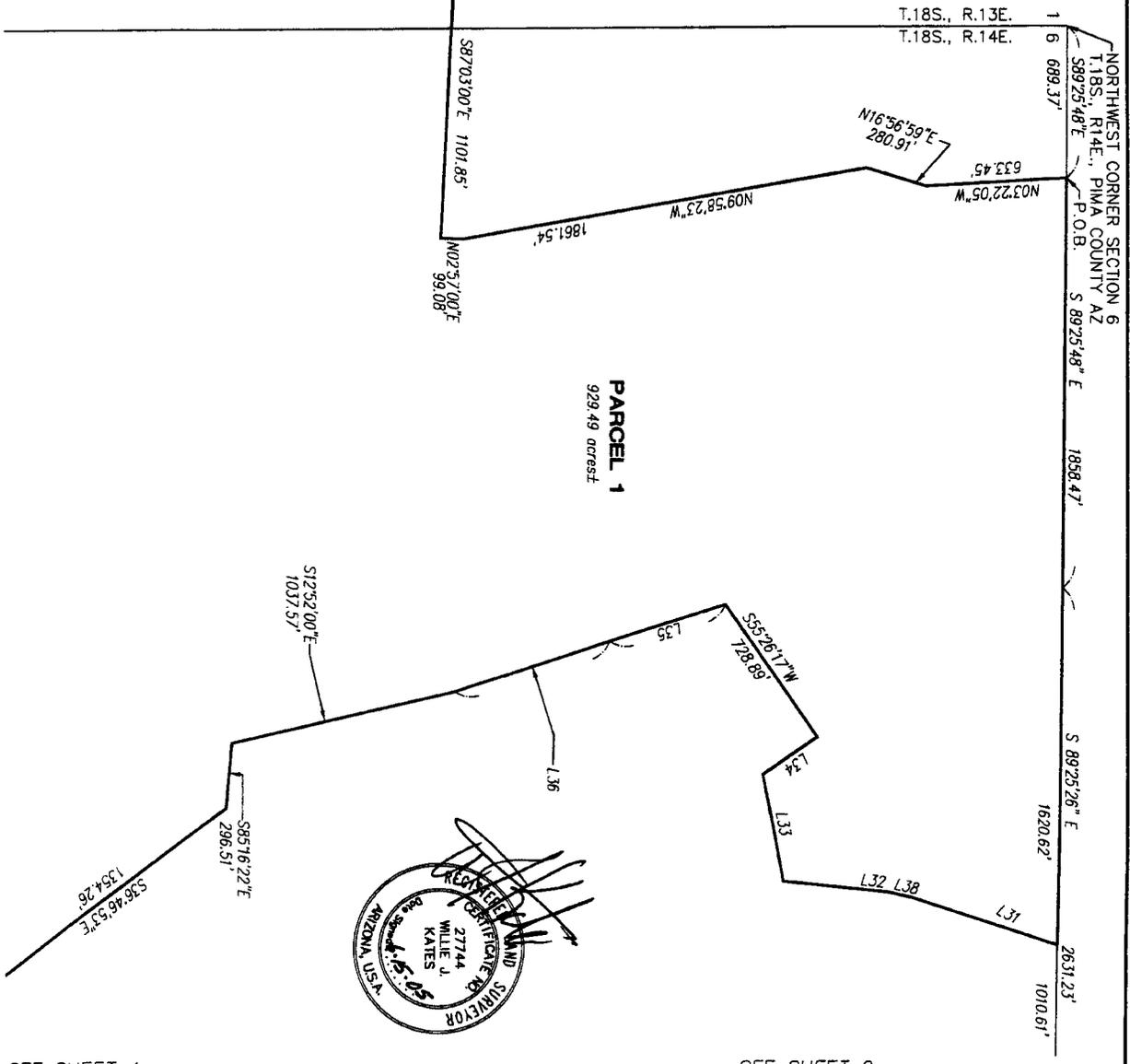
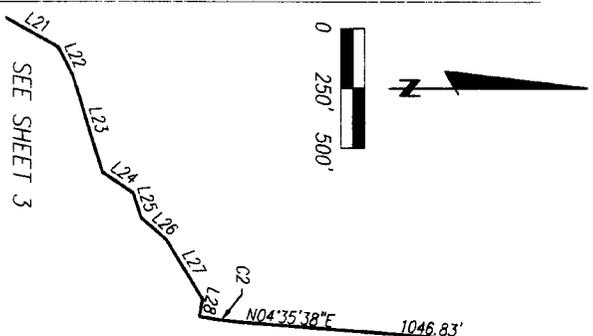
2. That the statements and estimates of the operation and maintenance expenses of QCCFD, the costs of capital improvements to be financed by the approved ad valorem tax levy, and the amount of all other expenditures for public infrastructure and enhanced municipal services proposed to be paid from the tax levy and of the amount to be raised to pay general obligation bonds of QCCFD in Fiscal Year 2007-2008 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 "C."

EXHIBIT "A"

QCCFD Map and Legal Description



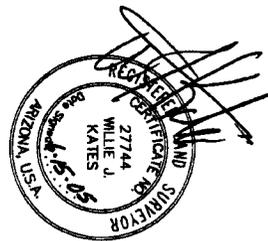
SECTION 5 AND A PORTION OF SECTIONS 6, 7 AND 8, T.18S., R.14E., G&SRM, PIMA COUNTY, ARIZONA



SEE SHEET 4

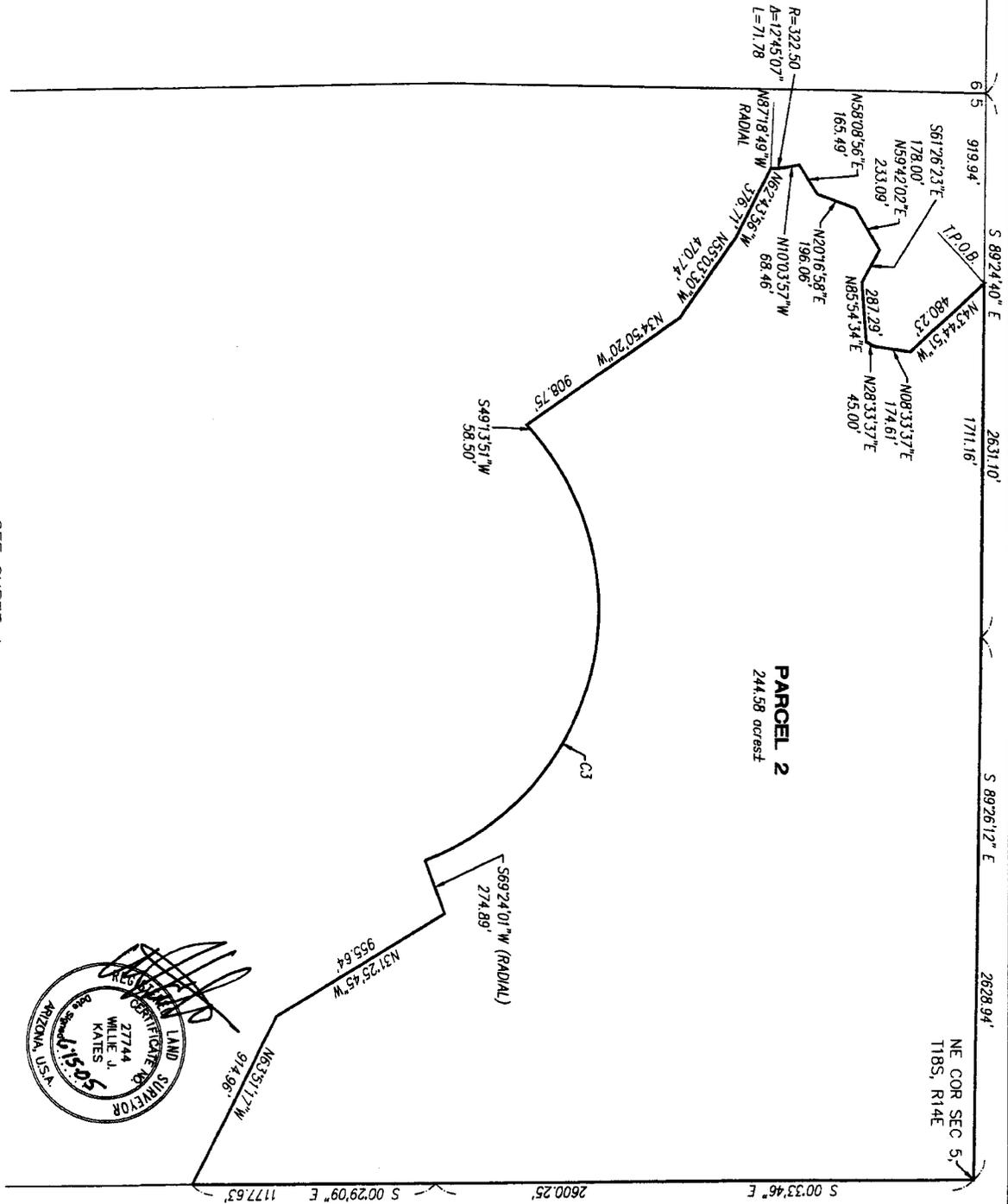
SEE SHEET 2

<p>ENGINEERING INC. 10888 E. ROGGS RD., SUITE 141 SUN LANEZ, ARIZONA 85248 PHONE: (480) 888-0718</p>		<p>QUAIL CREEK CFD LEGAL EXHIBIT</p>		<p>DATE</p>	<p>DESCRIPTION</p>	<p>BY</p>	<p>APPROVED</p>
<p>1 OF 5</p>	<p>DATE: 14, 2008</p>	<p>SCALE</p>	<p>DATE</p>	<p>DESCRIPTION</p>	<p>BY</p>	<p>APPROVED</p>	<p>DATE</p>

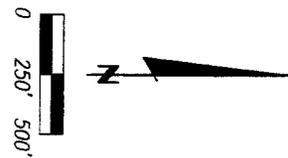
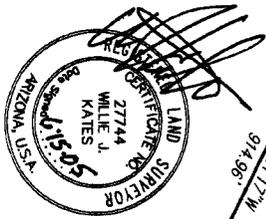


SEE SHEET 1

SEE SHEET 4

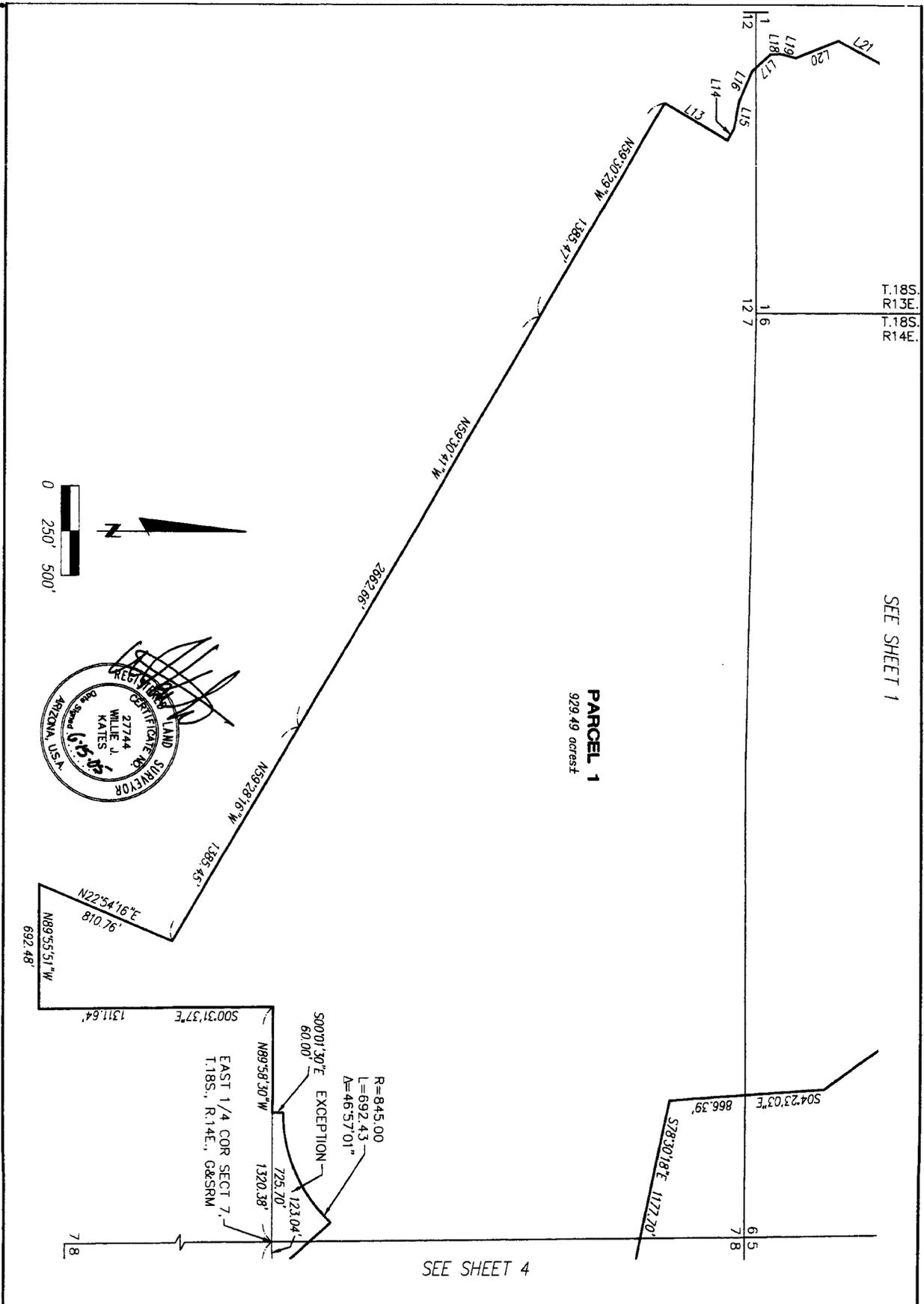


PARCEL 2
244.58 ACROSS



		ENGINEERING INC. 9888 E RIGGS RD, SUITE 141 SUN LAKES, ARIZONA 85248 PHONE: (480) 885-0799		QUAIL CREEK CFD LEGAL EXHIBIT					
DATE	DESCRIPTION	BY	APPROVED						

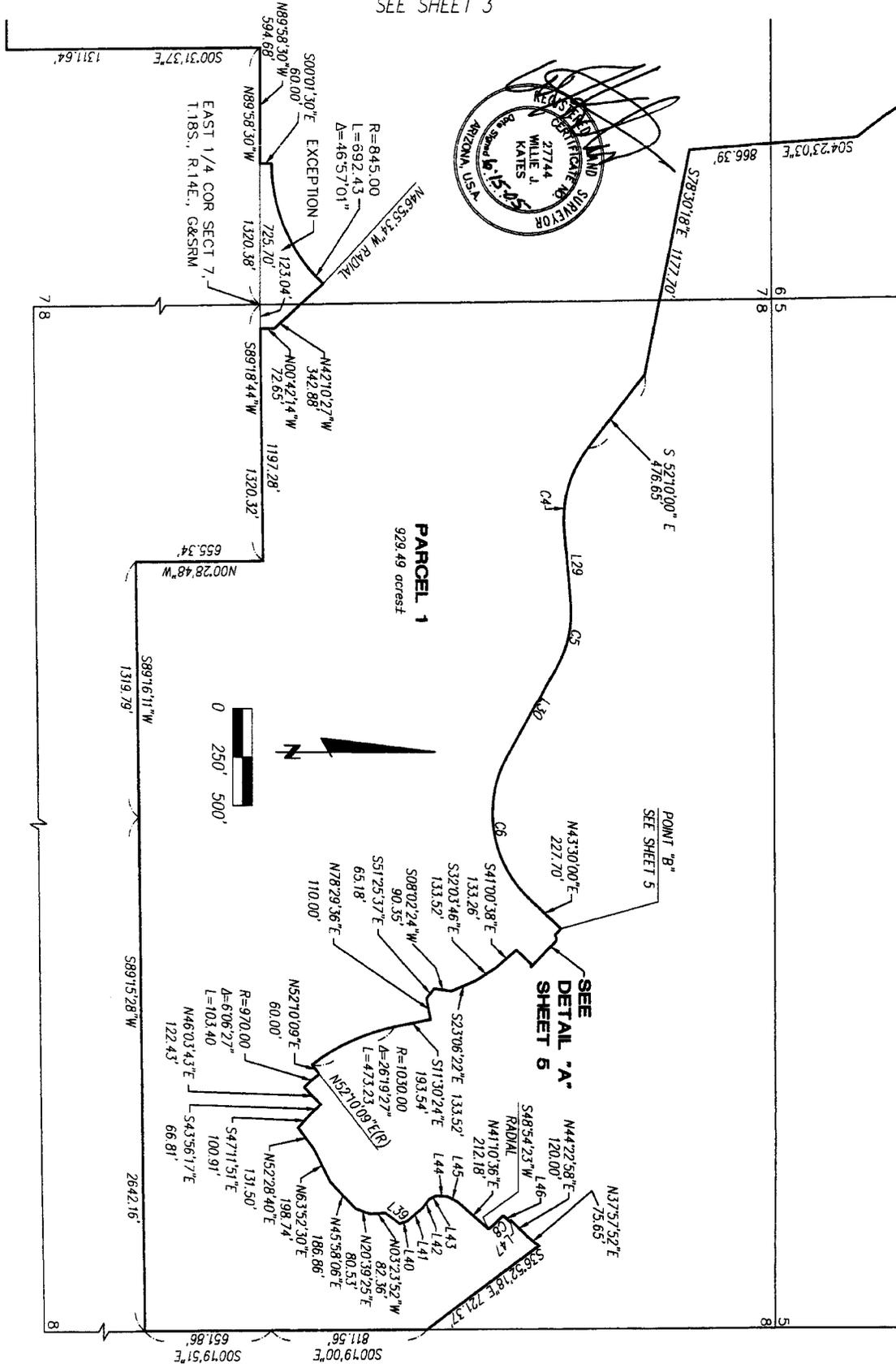
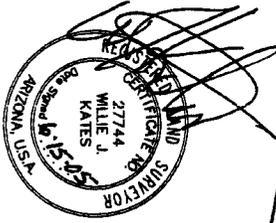
DRAWING



		QUAIL CREEK			
B.D. ENGINEERING INC. 16645 E. RIGGS RD. SUITE 141 SUN LAKE, ARIZONA 85248 PHONE: (480) 695-0799		CFD LEGAL EXHIBIT			
DATE	DESCRIPTION	BY	APPROVED		

A-4

SEE SHEET 3



SEE SHEET 2

QUAIL CREEK

CFD LEGAL EXHIBIT

DATE	DESCRIPTION	BY	APPROVED

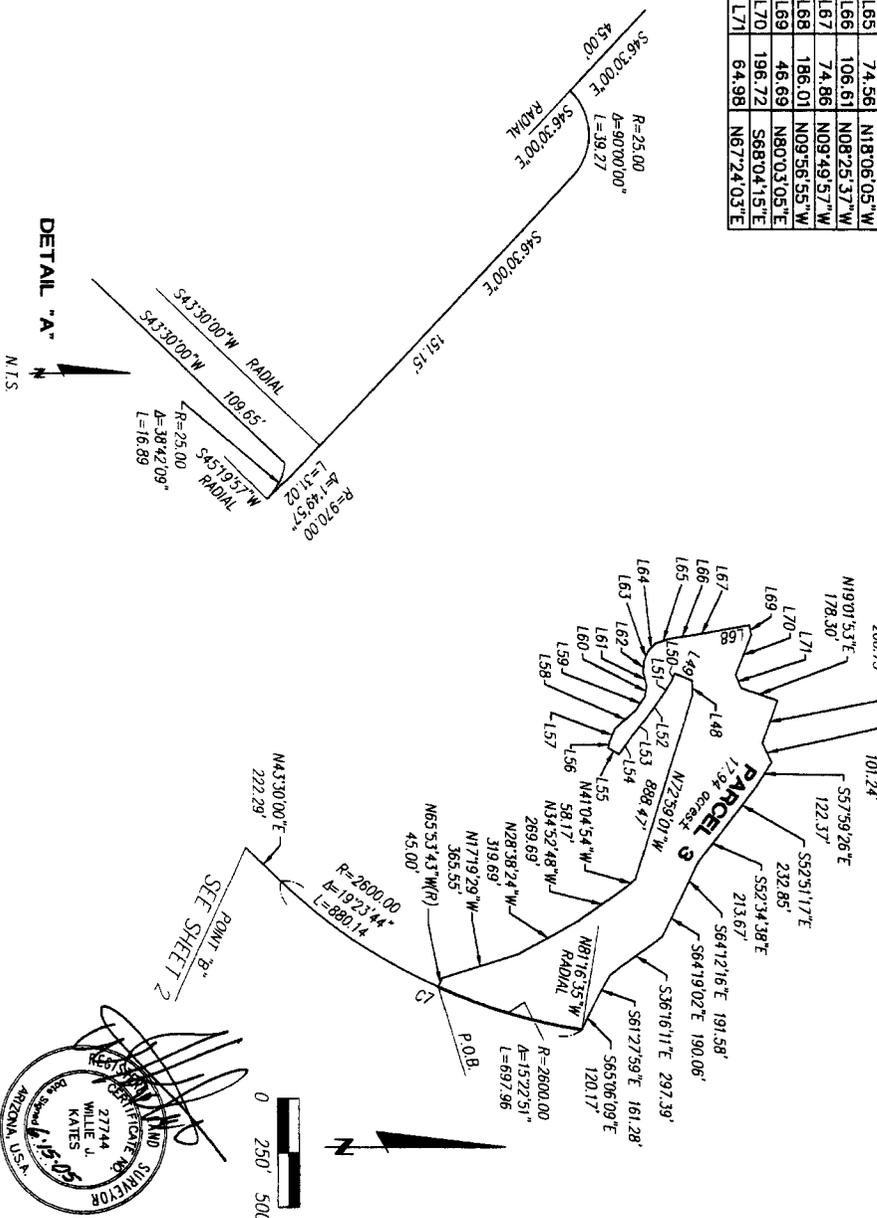
ENGINEERING INC.
 1886 E. ROGGS RD., SUITE 141
 SUN LAKE, ARIZONA 85248
 PHONE: (480) 885-0799
 CIVIL ENGINEERING & SURVEYING DEVELOPMENT

DATE: JUNE 14, 2006
 SHEET: 4 OF 5

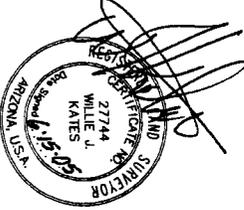
LINE	LENGTH	BEARING
L13	407.54	N30°29'31"E
L14	75.00	N59°30'29"W
L15	150.96	N80°03'48"W
L16	188.76	N66°28'33"W
L17	137.40	N42°42'29"W
L18	56.55	N02°09'13"W
L19	85.47	N14°57'58"E
L20	258.86	N21°49'39"W
L21	254.73	N28°55'06"E
L22	136.53	N61°31'39"E
L23	422.49	N72°52'39"E
L24	153.07	N34°44'43"E
L25	111.45	N71°28'23"E
L26	137.87	N41°01'44"E
L27	292.98	N58°21'09"E
L28	75.00	S80°09'49"E
L29	376.62	N85°00'00"E
L30	522.00	S61°00'00"E
L31	689.75	S17°57'47"W
L32	476.75	S05°53'16"W
L33	496.86	S79°12'27"W
L34	297.82	N34°33'43"W
L35	548.81	S17°46'29"E
L36	744.94	S17°46'29"E
L37	58.50	S49°13'51"W
L38	115.96	S12°46'24"W
L39	93.31	N36°01'32"E
L40	43.06	N19°30'26"W
L41	101.90	N40°58'24"W
L42	59.43	N50°51'33"W
L43	36.36	N25°35'36"W
L44	60.07	N03°28'22"E
L45	60.58	N27°20'33"E
L46	45.00	N44°43'59"E
L47	9.00	N45°26'32"W
L48	65.69	S88°08'09"W
L49	84.90	S22°49'31"W
L50	40.00	S65°06'02"E
L51	93.52	S58°18'20"E
L52	95.03	S53°17'39"E
L53	127.17	S52°09'00"E
L54	97.42	S55°16'49"E
L55	60.44	S31°51'34"W
L56	30.48	N75°07'27"W
L57	61.67	N67°08'11"W

LINE	LENGTH	BEARING
L58	131.83	N41°41'08"W
L59	73.33	N58°19'02"W
L60	50.02	N80°40'31"W
L61	58.64	S75°58'19"W
L62	52.06	N88°06'15"W
L63	48.36	N69°07'01"W
L64	52.87	N48°01'26"W
L65	74.56	N18°06'05"W
L66	106.61	N08°25'37"W
L67	74.86	N09°49'57"W
L68	186.01	N09°56'55"W
L69	46.69	N80°03'05"E
L70	196.72	S68°04'15"E
L71	64.98	N67°24'03"E

CURVE	LENGTH	RADIUS	DELTA
C2	183.00	2000.00	514.33°
C3	2499.67	1300.00	11010'10"
C4	448.55	600.00	42°50'00"
C5	356.05	600.00	34°00'00"
C6	790.63	600.00	75°30'00"
C7	1578.10	2800.00	34°46'35"
C8	103.98	1427.50	47°02'24"



DETAIL "A"
N.T.S.



QUAIL CREEK
CFD LEGAL EXHIBIT

ENGINEERING INC.
2808 E. NICOS RD. SUITE 147
SUN LAVER, ARIZONA 85248
PHONE: (480) 893-0799

LEGAL DESCRIPTION

QUAIL CREEK CFD

August 17, 2004
Revised October 7, 2004
Revised June 15, 2005

PARCEL 1

A parcel of land located in Sections 6, 7, and 8, T.18S., R.14E., and Sections 1 and 12, T.18S., R.13E., of the Gila and Salt River Meridian, Pima County, Arizona, more particularly described as follows:

COMMENCING at the Northwest corner of said Section 6, T.18S., R.14E., said point being a found aluminum cap marked "NORTHWEST CORNER SECTION 6";

THENCE along the North line of the Northwest quarter of said Section 6, S89°25'48"E, a distance of 689.37 feet to the POINT OF BEGINNING;

THENCE continuing along said North line, S89°25'48"E, a distance of 1,858.47 feet;

THENCE S89°25'26"E, a distance of 1620.62 feet;

THENCE S17°57'47"W, a distance of 689.75 feet;

THENCE S12°46'24"W, a distance of 115.96 feet,

THENCE S05°53'16"W, a distance of 476.75 feet;

THENCE S79°12'27"W, a distance of 496.86 feet;

THENCE N34°33'43"W, a distance of 297.82 feet;

THENCE S55°26'17"W, a distance of 728.89 feet;

THENCE S17°46'29"E, a distance of 548.81 feet to the Northwesterly corner of lot 150 of Quail Creek Block 1, Lots 1-306 and Common Areas "B", "C", and "D" recorded in Book 43, Page 39, Pima County Recorder;

THENCE S17°46'29"E along the Westerly line of said Quail Creek Block 1, Lots 1-306, a distance of 744.94 feet, to an angle point in said Westerly line;

LEGAL DESCRIPTION

QUAIL CREEK CFD (Cont.)

August 17, 2004
Revised October 7, 2004
Revised June 15, 2005

THENCE continuing along said Westerly line S12°52'00"E, a distance of 1037.57 feet, to the Southwesterly corner of lot 174M of said Quail Creek Block 1, Lots 1-306;

THENCE Southeasterly along the Southerly line of said Quail Creek Block 1, Lots 1-306 S85°16'22"E, a distance of 296.51 to the Southeasterly corner of lot 175M;

THENCE leaving said Southerly line S36°46'53"E, a distance of 1,354.26 feet;

THENCE S04°23'03"E, a distance of 866.39 feet;

THENCE S78°30'18"E, a distance of 1,177.70 feet to a point on the centerline of Quail View Loop per the Final Plat of Quail Creek 2, Blocks 1-64 recorded in Book 51, Page 58, Pima County Recorder;

THENCE along the centerline of Quail Range Loop S52°10'00"E, a distance of 476.65 feet to a point of curve to the left, having a radius of 600.00 feet and a central angle of 42°50'00";

THENCE Easterly along the arc of said centerline, a distance of 448.55 feet;

THENCE continuing along said centerline N85°00'00"E, a distance of 376.62 feet to a point of curve to the right, having a radius of 600.00 feet and a central angle of 34°00'00";

THENCE Easterly along the arc of said centerline, a distance of 356.05 feet;

THENCE continuing along said centerline S61°00'00"E, a distance of 522.00 feet to a point of curve to the left, having a radius of 600.00 feet and a central angle of 75°30'00";

THENCE Easterly along the arc of said centerline, a distance of 790.63 feet;

THENCE continuing along said centerline N43°30'00"E, a distance of 227.70 feet to point hereinafter referred to as POINT "B";

THENCE S46°30'00"E, a distance of 45.00 feet, to the beginning of a non-tangent curve, concave to the South, having a radius of 25.00 feet, the center of which bears S46°30'00"E;

THENCE Easterly along said curve through a central angle of 90°00'00", an arc distance of 39.27 feet;

THENCE S46°30'00"E, a distance of 151.15 feet to the beginning of a tangent curve, concave to the Southwest, having a radius of 970.00 feet;

LEGAL DESCRIPTION

QUAIL CREEK CFD (Cont.)

August 17, 2004
Revised October 7, 2004
Revised June 15, 2005

THENCE Southeasterly along said curve, through a central angle of $01^{\circ}49'57''$, an arc distance of 31.02 feet; to the beginning of a non-tangent curve, concave to the Southwest, having a radius of 25.00 feet, the center of which bears $S45^{\circ}19'57''W$;

THENCE Northwesterly along said curve through a central angle of $38^{\circ}42'09''$, an arc distance of 16.89 feet;

THENCE $S43^{\circ}30'00''W$, a distance of 109.65 feet;

THENCE $S41^{\circ}00'38''E$, a distance of 133.26 feet;

THENCE $S32^{\circ}03'46''E$, a distance of 133.52 feet;

THENCE $S23^{\circ}06'22''E$, a distance of 133.52 feet;

THENCE $S08^{\circ}02'24''W$, a distance of 90.35 feet;

THENCE $S51^{\circ}25'37''E$, a distance of 65.18 feet;

THENCE $N78^{\circ}29'36''E$, a distance of 110.00 feet;

THENCE $S11^{\circ}30'24''E$, a distance of 193.54 feet to the beginning of a tangent curve, concave to the Northeast, having a radius of 1,030.00 feet;

THENCE Southeasterly along said curve, through a central angle of $26^{\circ}19'27''$, an arc distance of 473.23 feet;

THENCE $N52^{\circ}10'09''E$, a distance of 60.00 feet, to the beginning of a non-tangent curve, concave to the Northeast, having a radius of 970.00 feet, the center of which bears $N52^{\circ}10'09''E$;

THENCE Southeasterly along said curve through a central angle of $06^{\circ}06'27''$, an arc distance of 103.40 feet;

THENCE $N46^{\circ}03'43''E$, a distance of 122.43 feet;

THENCE $S43^{\circ}56'17''E$, a distance of 66.81 feet;

THENCE $S47^{\circ}11'51''E$, a distance of 100.91 feet;

THENCE $N52^{\circ}28'40''E$, a distance of 131.50 feet;

LEGAL DESCRIPTION

QUAIL CREEK CFD (Cont.)

August 17, 2004
Revised October 7, 2004
Revised June 15, 2005

THENCE N63°52'30"E, a distance of 198.74 feet;
THENCE N45°58'06"E, a distance of 186.86 feet;
THENCE N20°39'25"E, a distance of 80.53 feet;
THENCE N03°23'52"W, a distance of 82.36 feet;
THENCE N36°01'32"E, a distance of 93.31 feet;
THENCE N19°30'26"W, a distance of 43.06 feet;
THENCE N40°58'24"W, a distance of 101.90 feet;
THENCE N50°51'33"W, a distance of 59.43 feet;
THENCE N25°35'36"W, a distance of 36.36 feet;
THENCE N03°28'22"E, a distance of 60.07 feet;
THENCE N27°20'33"E, a distance of 60.58 feet;
THENCE N41°10'36"E, a distance of 212.18 feet to the beginning of a non-tangent curve,
concave to the Southwest, having a radius of 1,427.50 feet, the center of which bears
S48°54'23"W;
THENCE Northwesterly along said curve through a central angle of 04°10'24", an arc distance
of 103.98 feet;
THENCE N44°43'59"E, a distance of 45.00 feet;
THENCE N45°26'32"W, a distance of 9.00 feet;
THENCE N44°22'58"E, a distance of 120.00 feet;
THENCE N37°57'52"E, a distance of 75.65 feet;
THENCE S36°52'18"E, a distance of 721.37 feet to a point on the East line of said Section 8;
THENCE S00°19'00"E, a distance of 811.56 feet;

LEGAL DESCRIPTION

QUAIL CREEK CFD (Cont.)

August 17, 2004
Revised October 7, 2004
Revised June 15, 2005

THENCE S00°19'51"E, a distance of 651.86 feet;
THENCE S89°15'28"W, a distance of 2,642.16 feet;
THENCE S89°16'11"W, a distance of 1,319.79 feet;
THENCE N00°28'48"W, a distance of 655.34 feet;
THENCE S89°18'44"W, a distance of 1,197.28 feet;
THENCE N00°42'14"W, a distance of 72.65 feet;
THENCE N42°10'27"W, a distance of 342.88 feet to the beginning of a non-tangent curve,
concave to the Northwest, having a radius of 845.00 feet, the center of which bears
N46°55'34"W;
THENCE Southwesterly along said curve through a central angle of 46°57'01", an arc distance
of 692.43 feet;
THENCE S00°01'30"W, a distance of 60.00 feet;
THENCE N89°58'30"W, a distance of 594.68 feet;
THENCE S00°31'37"E, a distance of 1,311.64 feet;
THENCE N89°55'51"W, a distance of 692.48 feet;
THENCE N22°54'16"E, a distance of 810.76 feet;
THENCE N59°28'16"W, a distance of 1,385.45 feet;
THENCE N59°30'41"W, a distance of 2,662.66 feet;
THENCE N59°30'29"W, a distance of 1,385.47 feet;
THENCE N30°29'31"E, a distance of 407.54 feet;
THENCE N59°30'29"W, a distance of 75.00 feet;
THENCE N80°03'48"W, a distance of 150.96 feet;
THENCE N66°28'33"W, a distance of 188.76 feet;

LEGAL DESCRIPTION

QUAIL CREEK CFD (Cont.)

August 17, 2004
Revised October 7, 2004
Revised June 15, 2005

THENCE N42°42'29"W, a distance of 137.40 feet;
THENCE N02°09'13"W, a distance of 56.55 feet;
THENCE N14°57'58"E, a distance of 85.47 feet;
THENCE N21°49'39"W, a distance of 258.88 feet;
THENCE N28°55'06"E, a distance of 254.73 feet;
THENCE N61°31'39"E, a distance of 136.53 feet;
THENCE N72°52'39"E, a distance of 422.49 feet;
THENCE N34°44'43"E, a distance of 153.07 feet;
THENCE N71°28'23"E, a distance of 111.45 feet;
THENCE N41°01'44"E, a distance of 137.87 feet;
THENCE N58°21'09"E, a distance of 292.98 feet;
THENCE S80°09'49"E, a distance of 75.00 feet to the point of curve of a non tangent curve to the left, of which the radius point lies N80°09'49"W, a radial distance of 2,000.00 feet;
THENCE Northerly along the arc, through a central angle of 05°14'33", a distance of 183.00 feet
THENCE N04°35'38"E, a distance of 1,046.83 feet;
THENCE S87°03'00"E, a distance of 1,101.85 feet;
THENCE N02°57'00"E, a distance of 99.08 feet;
THENCE N09°58'23"W, a distance of 1,861.54 feet;
THENCE N16°56'59"E, a distance of 280.91 feet;
THENCE N03°22'05"W, a distance of 633.45 feet to the POINT OF BEGINNING.
The above described parcel contains 929.49 acres, more or less.

LEGAL DESCRIPTION

QUAIL CREEK CFD (Cont.)

August 17, 2004
Revised October 7, 2004
Revised June 15, 2005

PARCEL 2

A parcel of land located in Section 5, T.18S., R.14E., of the Gila and Salt River Meridian, Pima County, Arizona, more particularly described as follows:

COMMENCING at the Northwest corner of said Section 5, T18S., R.14E.;

THENCE along the North line of the Northwest quarter of said Section 5, S89°24'40"E, a distance of 919.94 feet to the POINT OF BEGINNING;

THENCE continuing S89°24'40"E, a distance of 1711.16 feet;

THENCE S89°26'12"E, a distance of 2,628.94 feet;

THENCE S00°33'46"E, a distance of 2,600.25 feet;

THENCE S00°29'09"E, a distance of 1,177.63 feet;

THENCE N63°51'17"W, a distance of 914.96 feet;

THENCE N31°25'45"W, a distance of 955.64 feet;

THENCE S69°24'01"W, a distance of 274.89 feet to a point on curve of a non tangent curve to the left, said curve being on the centerline of Quail Range Loop per the Final Plat of Quail Creek 2 Unit 16 recorded in Book 55, Page 62, Pima County Recorder, of which the radius point lies S69°24'01"W, a radial distance of 1,300.00 feet;

THENCE Westerly along the arc of said centerline of Quail Range Loop, through a central angle of 110°10'10", a distance of 2,499.67 feet;

THENCE S49°13'51"W, a distance of 58.50 feet;

THENCE leaving said centerline of Quail Range Loop N34°50'20"W, a distance of 908.75 feet;

THENCE N55°03'30"W, a distance of 470.74 feet;

THENCE N62°43'56"W, a distance of 376.71 feet to the beginning of a non-tangent curve, concave to the West, having a radius of 322.50 feet, the center of which bears N87°18'49"W;

THENCE Northerly along said curve through a central angle of 12°45'07", an arc distance of 71.78 feet;

THENCE N10°03'57"W, a distance of 68.46 feet;

LEGAL DESCRIPTION

QUAIL CREEK CFD (Cont.)

August 17, 2004
Revised October 7, 2004
Revised June 15, 2005

THENCE N58°08'56"E, a distance of 165.49 feet;
THENCE N20°16'58"E, a distance of 196.06 feet;
THENCE N59°42'02"E, a distance of 233.09 feet;
THENCE S61°26'23"E, a distance of 178.00 feet;
THENCE N85°54'34"E, a distance of 287.29 feet;
THENCE N28°33'37"E, a distance of 45.00 feet;
THENCE N08°33'37"E, a distance of 174.61 feet;
THENCE N43°44'51"W, a distance of 480.23 feet to the POINT OF BEGINNING.

The above described parcel contains 244.58 acres, more or less.

PARCEL 3

A parcel of land located in Sections 5 and 8, T.18S., R.14E., of the Gila and Salt River Meridian, Pima County, Arizona, more particularly described as follows:

COMMENCING at the aforementioned POINT "B", described in the legal description of PARCEL 1;

THENCE N43°30'00"E, a distance of 222.29 feet to the beginning of a tangent curve, concave Northwesterly, having a radius of 2600.00 feet;

THENCE Northerly along said curve, through a central angle of 19°23'44", an arc distance of 880.14 feet to the POINT OF BEGINNING;

THENCE N65°53'43"W, a distance of 45.00 feet;
THENCE N17°19'29"W, a distance of 365.55 feet;
THENCE N28°38'24"W, a distance of 319.69 feet;
THENCE N34°52'48"W, a distance of 269.69 feet;
THENCE N41°04'54"W, a distance of 58.17 feet;

LEGAL DESCRIPTION

QUAIL CREEK CFD (Cont.)

August 17, 2004
Revised October 7, 2004
Revised June 15, 2005

THENCE N72°59'01"W, a distance of 888.47 feet;
THENCE S88°08'09"W, a distance of 65.69 feet;
THENCE S22°49'31"W, a distance of 84.90 feet;
THENCE S65°06'02"E, a distance of 40.00 feet;
THENCE S58°18'20"E, a distance of 93.52 feet;
THENCE S53°17'39"E, a distance of 95.03 feet;
THENCE S52°09'00"E, a distance of 127.17 feet;
THENCE S55°16'49"E, a distance of 97.42 feet;
THENCE S31°51'34"W, a distance of 60.44 feet;
THENCE N75°07'27"W, a distance of 30.48 feet;
THENCE N67°08'11"W, a distance of 61.67 feet;
THENCE N41°41'08"W, a distance of 131.83 feet;
THENCE N58°19'02"W, a distance of 73.33 feet;
THENCE N80°40'31"W, a distance of 50.02 feet;
THENCE S75°58'19"W, a distance of 58.64 feet;
THENCE N88°06'15"W, a distance of 52.06 feet;
THENCE N69°07'01"W, a distance of 48.36 feet;
THENCE N48°01'26"W, a distance of 52.87 feet;
THENCE N18°06'05"W, a distance of 74.56 feet;
THENCE N08°25'37"W, a distance of 106.61 feet;
THENCE N09°49'57"W, a distance of 74.86 feet;

LEGAL DESCRIPTION

QUAIL CREEK CFD (Cont.)

August 17, 2004
Revised October 7, 2004
Revised June 15, 2005

THENCE N09°56'55"W, a distance of 186.01 feet;
THENCE N80°03'05"E, a distance of 46.69 feet;
THENCE S68°04'15"E, a distance of 196.72 feet;
THENCE N67°24'03"E, a distance of 64.98 feet;
THENCE N19°01'53"E, a distance of 178.30 feet;
THENCE S70°16'15"E, a distance of 206.75 feet;
THENCE N65°15'48"E, a distance of 101.24 feet;
THENCE S57°59'26"E, a distance of 122.37 feet;
THENCE S52°51'17"E, a distance of 232.85 feet;
THENCE S52°34'38"E, a distance of 213.67 feet;
THENCE S64°12'16"E, a distance of 191.58 feet;
THENCE S64°19'02"E, a distance of 190.06 feet;
THENCE S36°16'11"E, a distance of 297.39 feet;
THENCE S61°27'59"E, a distance of 161.28 feet;
THENCE S65°06'09"E, a distance of 120.17 feet to the beginning of a non-tangent curve,
concave to the West, having a radius of 2,600.00 feet, the center of which bears N81°16'35"W;
THENCE Southerly along said curve through a central angle of 15°22'51", an arc distance of
697.96 feet to the POINT OF BEGINNING.

The above described parcel contains 17.94 acres, more or less.

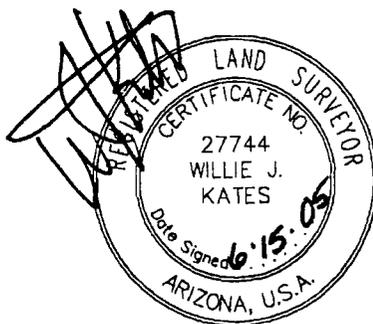


EXHIBIT "B"

FY 2007-2008 QCCFD Budget

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

	2005-2006 Actual Amount	2006-2007 Adopted Budget	2006-2007 Amended Budget	2006-2007 Estimated Actual	2007-2008 Adopted Budget
<u>SOURCES</u>					
REVENUES:					
Taxes	\$0	\$0	\$0	\$0	\$110,000
Charges for Services	11,182	65,000	65,000	5,000	28,000
Investment	15,522	75,000	75,000	590,000	250,000
Miscellaneous	0	0	0	0	336,350
Subtotal: Revenues	<u>26,704</u>	<u>140,000</u>	<u>140,000</u>	<u>595,000</u>	<u>724,350</u>
OTHER SOURCES:					
Proceeds of Long-Term Debt	12,660,000	0	0	0	0
BEGINNING FUND BALANCES:					
Restricted for Debt Service	0	0	0	732,100	342,100
Restricted for Capital Outlay	0	11,965,000	11,965,000	11,251,000	11,075,000
Undesignated	0	0	0	0	2,000
Subtotal: Beginning Fund Balances	<u>0</u>	<u>11,965,000</u>	<u>11,965,000</u>	<u>11,983,100</u>	<u>11,419,100</u>
TOTAL SOURCES	<u><u>\$12,686,704</u></u>	<u><u>\$12,105,000</u></u>	<u><u>\$12,105,000</u></u>	<u><u>\$12,578,100</u></u>	<u><u>\$12,143,450</u></u>
<u>USES</u>					
CURRENT EXPENDITURES:					
General Government	\$11,182	\$65,000	\$65,000	\$5,000	\$30,500
Culture and Recreation	0	0	0	0	7,500
Subtotal: Current Expenditures	<u>11,182</u>	<u>65,000</u>	<u>65,000</u>	<u>5,000</u>	<u>38,000</u>
DEBT SERVICE:					
Principal	0	0	0	0	0
Interest	0	394,000	394,000	389,000	686,350
Other	692,411	1,000	1,000	1,000	1,000
Subtotal: Debt Service	<u>692,411</u>	<u>395,000</u>	<u>395,000</u>	<u>390,000</u>	<u>687,350</u>
CAPITAL OUTLAY (summary)					
Land and Improvements	0	800,000	800,000	600,000	200,000
Infrastructure	0	3,050,000	3,050,000	164,000	7,823,250
Sewer Conveyance System	0	750,000	750,000	0	750,000
Subtotal: Capital Outlay	<u>0</u>	<u>4,600,000</u>	<u>4,600,000</u>	<u>764,000</u>	<u>8,773,250</u>
Subtotal: Current Expenditures, Debt Service, and Capital Outlay	<u>703,593</u>	<u>5,060,000</u>	<u>5,060,000</u>	<u>1,159,000</u>	<u>9,498,600</u>
ENDING FUND BALANCES:					
Restricted for Debt Service	732,101	0	0	342,100	0
Restricted for Capital Outlay	11,251,010	6,985,522	6,985,522	11,075,000	2,639,850
Contingency Reserves	0	59,478	59,478	2,000	5,000
Subtotal: Ending Fund Balances	<u>11,983,111</u>	<u>7,045,000</u>	<u>7,045,000</u>	<u>11,419,100</u>	<u>2,644,850</u>
TOTAL USES	<u><u>\$12,686,704</u></u>	<u><u>\$12,105,000</u></u>	<u><u>\$12,105,000</u></u>	<u><u>\$12,578,100</u></u>	<u><u>\$12,143,450</u></u>

EXHIBIT "C"

QCCFD Statements and Estimates on Auditor General Forms

TOWN OF SAHUARITA, ARIZONA
Summary Schedule of Estimated Revenues and Expenditures/Expenses
Fiscal Year 2007-08

FUND	ADOPTED BUDGETED EXPENDITURES/EXPENSES 2006-07*	ACTUAL EXPENDITURES/EXPENSES 2006-07**	FUND BALANCE/NET ASSETS*** July 1, 2007**	DIRECT PROPERTY TAX REVENUES 2007-08	ESTIMATED REVENUES OTHER THAN PROPERTY TAXES 2007-08	OTHER FINANCING		INTERFUND TRANSFERS		TOTAL FINANCIAL RESOURCES AVAILABLE 2007-08	BUDGETED EXPENDITURES/EXPENSES 2007-08
						2007-08 SOURCES	<USES>	2007-08 IN	<OUT>		
1. General Fund	\$ 22,125,300	\$ 10,204,214	\$ 11,138,900	Primary: \$ Secondary: 110,000	\$ 11,966,000	\$	\$	\$ 694,400	\$	\$ 23,799,300	\$ 23,799,300
2. Special Revenue Funds	60,629,600	25,605,400	36,081,950		19,989,850			4,179,000	4,873,400	55,487,400	55,487,400
3. Debt Service Funds Available											
4. Less: Designation for Future Debt Retirement											
5. Total Debt Service Funds											
6. Capital Projects Funds											
7. Permanent Funds											
8. Enterprise Funds Available	4,962,300	2,942,650	2,133,450		3,325,000	6,750,000				12,208,450	12,208,450
9. Less: Designation for Future Debt Retirement											
10. Total Enterprise Funds	4,962,300	2,942,650	2,133,450		3,325,000	6,750,000				12,208,450	12,208,450
11. Internal Service Funds											
12. TOTAL ALL FUNDS	\$ 87,717,200	\$ 38,752,264	\$ 49,354,300	\$ 110,000	\$ 35,280,850	\$ 6,750,000	\$	\$ 4,873,400	\$ 4,873,400	\$ 91,495,150	\$ 91,495,150

EXPENDITURE LIMITATION COMPARISON

	2006-07	2007-08
1. Budgeted expenditures/expenses	\$ 87,717,200	\$ 91,495,150
2. Add/subtract: estimated net reconciling items	(12,105,000)	(12,143,450)
3. Budgeted expenditures/expenses adjusted for reconciling items	75,612,200	79,351,700
4. Less: estimated exclusions		
5. Amount subject to the expenditure limitation	\$ 75,612,200	\$ 79,351,700
6. EEC or voter-approved alternative expenditure limitation	\$ 75,612,200	\$ 77,351,700

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 2006-07 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 invested in capital assets, net of related debt, and reserved/restricted amounts established as offsets to assets presented for informational purposes (i.e., prepaids, inventory, etc.).

TOWN OF SAHUARITA, ARIZONA
Summary of Tax Levy and Tax Rate Information
Fiscal Year 2007-08

	<u>2006-07</u> <u>FISCAL YEAR</u>	<u>2007-08</u> <u>FISCAL YEAR</u>
1. Maximum allowable primary property tax levy. A.R.S. §42-17051(A).	\$ _____	\$ _____
2. Amount received from primary property taxation in the 2006-07 fiscal 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	_____	110,000
C. Total property tax levy amounts	\$ _____	\$ 110,000
4. Property taxes collected*		
A. Primary property taxes		
(1) 2006-07 year's levy	\$ _____	
(2) Prior years' levies	_____	
(3) Total primary property taxes	\$ _____	
B. Secondary property taxes		
(1) 2006-07 year's levy	\$ _____	
(2) Prior years' levies	_____	
(3) Total secondary property taxes	\$ _____	
C. Total property taxes collected	\$ _____	
5. Property tax rates		
A. City/Town tax rate		
(1) Primary property tax rate	_____	_____
(2) Secondary property tax rate	_____	3.3000
(3) Total city/town tax rate	_____	3.3000

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 district 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
Summary by Fund Type of Revenues Other Than Property Taxes
Fiscal Year 2007-08

SOURCE OF REVENUES	ESTIMATED REVENUES 2006-07	ACTUAL REVENUES 2006-07*	ESTIMATED REVENUES 2007-08
GENERAL FUND			
Local taxes			
Sales taxes	\$ 2,650,000	\$ 3,200,000	\$ 3,410,000
Franchise fees	200,000	220,000	250,000
Licenses and permits			
Building permit fees	4,000,000	1,850,000	2,500,000
Business licensing fees	15,000	18,500	20,000
Intergovernmental			
State shared sales taxes	1,325,000	1,450,000	1,425,000
State shared income taxes	1,525,000	1,580,000	1,970,000
State shared vehicle license taxes	400,000	575,000	610,000
Grants and contributions	122,000	135,000	122,000
Charges for services			
Development fees	650,000	670,000	507,000
Recreation fees	125,000	125,000	155,000
Other departmental fees	7,500	3,500	4,000
Indirect cost recovery			253,000
Fines and forfeits			
Court fines and fees	245,000	265,000	290,000
Interest on investments			
Investment income	540,000	630,000	420,000
Contributions			
Voluntary contributions			
Donations from private parties		25,900	20,000
Miscellaneous			
Miscellaneous/Other	10,000	10,000	10,000
Total General Fund	\$ 11,814,500	\$ 10,757,900	\$ 11,966,000

* 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
Summary by Fund Type of Revenues Other Than Property Taxes
Fiscal Year 2007-08

SOURCE OF REVENUES	ESTIMATED REVENUES 2006-07	ACTUAL REVENUES 2006-07*	ESTIMATED REVENUES 2007-08
SPECIAL REVENUE FUNDS			
Highway User Revenue Fund			
State shared highway user revenue taxes	\$ 1,125,000	\$ 1,050,000	\$ 1,174,000
Grants and contributions	4,463,000	5,326,300	4,249,000
Investment income	15,000	10,000	10,000
Total Highway User Revenue Fund	\$ 5,603,000	\$ 6,386,300	\$ 5,433,000
Local Transportation Assistance Fund			
Local transportation assistance funds	\$ 65,000	\$ 33,000	\$ 82,000
Total Local Transportation Assistance Fund	\$ 65,000	\$ 33,000	\$ 82,000
RICO Fund			
Fines and forfeitures	\$ 25,000	\$ 150,000	\$ 25,000
Investment income		1,500	2,500
Total RICO Fund	\$ 25,000	\$ 151,500	\$ 27,500
Capital Infrastructure Improvement Fund			
Sales taxes	\$ 7,000,000	\$ 8,500,000	\$ 3,700,000
Licenses and permits		110,800	
Intergovernmental	2,250,000	330,000	5,560,000
Charges for services		553,000	
Investment income	750,000	1,400,000	750,000
Miscellaneous- Developer Contributions		16,000	3,823,000
Total Capital Infrastructure Improvement Fund	\$ 10,000,000	\$ 10,909,800	\$ 13,833,000
Quail Creek Community Facilities District			
Charges for services	65,000	5,000	28,000
Investment income	75,000	590,000	250,000
Miscellaneous- Developer Contributions			336,350
Total Quail Creek Community Facilities District	\$ 140,000	\$ 595,000	\$ 614,350
Total Special Revenue Funds	\$ 15,833,000	\$ 18,075,600	\$ 19,989,850
ENTERPRISE FUNDS			
Wastewater			
Sewer user charges	\$ 500,000	\$ 563,000	\$ 750,000
Sewer connection fees	1,900,000	775,000	1,500,000
Investment income	75,000	160,000	75,000
Miscellaneous/Other			1,000,000
Total Enterprise Funds	\$ 2,475,000	\$ 1,498,000	\$ 3,325,000
TOTAL ALL FUNDS	\$ 30,122,500	\$ 30,331,500	\$ 35,280,850

* 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
Summary by Fund Type of Other Financing Sources/<Uses> and Interfund Transfers
Fiscal Year 2007-08

<u>FUND</u>	<u>OTHER FINANCING</u> <u>2007-08</u>		<u>INTERFUND TRANSFERS</u> <u>2007-08</u>	
	<u>SOURCES</u>	<u><USES></u>	<u>IN</u>	<u><OUT></u>
GENERAL FUND				
Capital Infrastructure Improvement Fund	\$ _____	\$ _____	\$ 694,400	\$ _____
Total General Fund	\$ _____	\$ _____	\$ 694,400	\$ _____
SPECIAL REVENUE FUNDS				
Highway User Revenue Fund	\$ _____	\$ _____	\$ _____	\$ 4,179,000
Capital Infrastructure Improvement Fund	\$ _____	\$ _____	4,179,000	694,400
Total Special Revenue Funds	\$ _____	\$ _____	\$ 4,179,000	\$ 4,873,400
ENTERPRISE FUNDS				
Wastewater-Debt Proceeds	\$ 6,750,000	\$ _____	\$ _____	\$ _____
Total Enterprise Funds	\$ 6,750,000	\$ _____	\$ _____	\$ _____
TOTAL ALL FUNDS	<u>\$ 6,750,000</u>	<u>\$ _____</u>	<u>\$ 4,873,400</u>	<u>\$ 4,873,400</u>

TOWN OF SAHUARITA, ARIZONA
Summary by Department of Expenditures/Expenses Within Each Fund Type
Fiscal Year 2007-08

FUND/DEPARTMENT	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2006-07	EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2006-07	ACTUAL EXPENDITURES/ EXPENSES 2006-07*	BUDGETED EXPENDITURES/ EXPENSES 2007-08
GENERAL FUND				
Town Manager	\$ 860,250	\$	\$ 752,862	\$ 1,109,300
Mayor & Council	88,500		77,663	176,850
Town Clerk	262,150		255,118	269,650
Finance	734,150		653,809	997,300
Planning & Zoning	333,250		269,975	432,800
Building Safety	1,516,250	66,000	1,244,021	1,532,100
Parks & Recreation	1,589,800		1,451,596	1,833,750
Public Works	1,279,200		1,084,409	1,068,050
Police	4,077,800		3,515,907	4,667,850
Municipal Court	506,750		415,651	577,550
Legal	399,900		360,257	481,850
Non-Departmental	338,400		122,946	296,000
Contingency Reserves	10,138,900	(66,000)		10,356,250
Total General Fund	\$ 22,125,300	\$	\$ 10,204,214	\$ 23,799,300
SPECIAL REVENUE FUNDS				
Highway User Revenue Fund	\$ 2,038,000	\$	\$ 970,400	\$ 1,652,350
Local Transportation Assistance Fund	65,000		65,000	82,000
RICO Fund	31,600		5,000	221,700
Capital Infrastructure Improvement Fund	46,390,000		23,406,000	41,387,900
Quail Creek Community Facilities District	12,105,000		1,159,000	12,143,450
Total Special Revenue Funds	\$ 60,629,600	\$	\$ 25,605,400	\$ 55,487,400
ENTERPRISE FUNDS				
Wastewater	\$ 4,962,300	\$	\$ 2,942,650	\$ 12,208,450
Total Enterprise Funds	\$ 4,962,300	\$	\$ 2,942,650	\$ 12,208,450
TOTAL ALL FUNDS	\$ 87,717,200	\$	\$ 38,752,264	\$ 91,495,150

* 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
Summary by Department of Expenditures/Expenses
Fiscal Year 2007-08

DEPARTMENT/FUND	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2006-07	EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2006-07	ACTUAL EXPENDITURES/ EXPENSES 2006-07*	BUDGETED EXPENDITURES/ EXPENSES 2007-08
Police Department	\$	\$	\$	\$
General Fund	4,077,800		3,515,907	4,667,850
RICO Fund	4,000		5,000	43,600
Department Total	\$ 4,081,800	\$	\$ 3,520,907	\$ 4,711,450
Streets Department	\$	\$	\$	\$
Highway User Revenue Fund	1,155,300		1,002,400	1,649,050
Local Transportation Assistance Fund	65,000		33,000	82,000
Department Total	\$ 1,220,300	\$	\$ 1,035,400	\$ 1,731,050
Wastewater Operations	\$	\$	\$	\$
Wastewater Enterprise Fund	1,242,800		1,282,650	1,392,100
Department Total	\$ 1,242,800	\$	\$ 1,282,650	\$ 1,392,100

* 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.

EXHIBIT "D"

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 2007-2008 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 2007-2008 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, 2007, at or after 7:00 p.m. at the Anamax Park Recreation Center, 17501 Camino de las Quintas, Sahuarita, Arizona. Copies of the budget are available from the Office of the District Manager, 725 W. Via Rancho Sahuarita, Sahuarita, Arizona 85629, telephone number: (520) 822-8811.

Dated this _____ day of _____, 2007.

/s/ James R. Stahle
District Manager, Quail Creek
Community Facilities District

Published: _____, 2007