

RESOLUTION NUMBER 3140

RESOLUTION OF THE CITY OF PERRIS COMMUNITY FACILITIES DISTRICT NO. 88-3 (\$8,385,562 SPECIAL TAX REFUNDING BONDS 1996 SERIES A) ESTABLISHING ANNUAL SPECIAL TAX FOR FISCAL YEAR 2003/2004

WHEREAS, the City Council of the City of Perris, California (hereinafter referred to as the "legislative body"), has initiated proceedings, held a public hearing, conducted an election and received a favorable vote from the qualified electors relating to the levy of a special tax in a Community Facilities District, all as authorized pursuant to the terms and provisions of the "Mello-Roos Community Facilities Act of 1982", being Chapter 2.5, Part 1, Division 2, Title 5 of the Government Code of the State of California. This Community Facilities District shall hereinafter be referred to as "District"; and,

WHEREAS, this legislative body, by Ordinance as authorized by Section 53340 of the Government Code of the State of California, has authorized the levy of a special tax to pay for costs and expenses related to said Community Facilities Districts, and this legislative body is desirous to establish the specific rate of the special tax to be collected for the next fiscal year;

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

Section 1. That the above recitals are all true and correct.

Section 2. That the specific rate and amount of the special tax to be collected to pay for the costs and expenses for the next fiscal year 2003/2004 for the referenced District is hereby determined and established as set forth in the attached, referenced and incorporated Exhibit "A".

Section 3. That the rate as set forth above does not exceed the amount as previously authorized by Ordinance of this legislative body, and is not in excess of that as previously approved by the qualified electors of the District, and is exempt from Section XIID of the California State Constitution, enacted with the passage of Proposition 218.

Section 4. That the proceeds of the special tax shall be used to pay, in whole or in part, the costs of the following:

- A. Payment of principal of and interest on any outstanding authorized bonded indebtedness;
- B. Necessary replenishment of bond reserve funds or other reserve funds;
- C. Payment of costs and expenses of authorized public facilities;

- D. Repayment of advances and loans, if appropriate; and
- E. Payment of District administrative costs.

The proceeds of the special taxes shall be used as set forth above, and shall not be used for any other purpose.

Section 5. The special tax shall be collected in the same manner as ordinary ad valorem property taxes are collected, and shall be subject to the same penalties and same procedure and sale in cases of any delinquency for ad valorem taxes, and the Tax Collector is hereby authorized to deduct reasonable administrative costs incurred in collecting any said special tax.

Section 6. All monies above collected shall be paid into the Community Facilities District funds, including any bond fund and reserve fund.

Section 7. The Auditor of the County is hereby directed to enter in the next County assessment roll on which taxes will become due, opposite each lot or parcel of land affected in a space marked "public improvements, special tax" or by any other suitable designation, the installment of the special tax, and for the exact rate and amount of said tax, reference is made to the attached Exhibit "A".

Section 8. The County Auditor shall then, at the close of the tax collection period, promptly render to this Agency a detailed report showing the amount and/or amounts of such special tax installments, interest, penalties and percentages so collected and from what property collected, and also provide a statement of any percentages retained for the expense of making any such collection.

APPROVED, SIGNED and ADOPTED this 8th day of July, 2003.

Mayor, Daryl R. Busch

ATTEST:

City Clerk, Margaret Rey
RESOLUTION NUMBER 3140

STATE OF CALIFORNIA)
COUNTY OF RIVERSIDE) §
CITY OF PERRIS)

I, Margaret Rey, CITY CLERK OF THE CITY OF PERRIS, CALIFORNIA, DO HEREBY CERTIFY that the foregoing Resolution Number 3140 was duly and regularly adopted by the City Council of the City of Perris at a regular meeting thereof held the 8th day of July, 2003, and that it was so adopted by the following called vote:

AYES: Motte, Rogers, Landers, Busch

NOES:

ABSENT: Yarbrough

ABSTAIN:

City Clerk, Margaret Rey

EXHIBIT "A"
(RESOLUTION NUMBER 3140)

**CITY OF PERRIS
COMMUNITY FACILITIES DISTRICT NO. 88-3
FISCAL YEAR 2003/2004 PROPOSED SPECIAL TAX LEVY**

1. Special Tax Requirement

The amount of the proposed Special Tax Levy for FY 2003/2004 is as follows:

Special Tax Components	FY 2003/2004 Dollars Levied	FY 2002/2003 Dollars Levied
Principal, Series A	\$177,092	\$165,792
Interest, Series A	391,902	404,755
Principal, Series B	135,000	125,000
Interest, Series B	33,000	42,375
Administrative Expenses	27,334	29,616
Subtotal	\$764,328	\$767,538
Replenishment/(Credit)	72,800	69,590
Total Proposed Levy	\$837,128	\$837,128

2. Proposed Special Tax Rate

The following table summarizes the number of parcels and square footage information relating to each tax rate area as well as the proposed special tax rate for each category. Proposed rates have been rounded to four decimal points.

Tax Rate Area	Parcels	Square Footage	FY 2003/2004 Proposed Tax Rate Per Sqft	FY 2003/2004 Dollars Levied ⁽¹⁾
TRA 1	338	2,515,560	\$0.1556	\$391,313.32
TRA 2	187	1,043,002	\$0.1556	162,245.60
TRA 3	223	1,822,942	\$0.1556	283,569.20
Total	748	5,381,504		\$837,128.12

(1) Small differences between the Special Tax Requirement and Total Levy are due to rounding.

3. Percent of Maximum Special Tax Proposed Applied Rate

The following table summarizes the percent of the Proposed Special Tax to the Maximum Special Tax rate.

Tax Rate Area	FY 2003/04 Maximum Tax Rate Per Sqft.	FY 2003/2004 Proposed Tax Rate Per Sqft	Percent of Maximum
TRA 1	\$0.1904	\$0.1556	81.68%
TRA 2	\$0.2475	\$0.1556	62.85%
TRA 3	\$0.1705	\$0.1556	91.21%

4. Maximum Tax Progression ⁽¹⁾

Tax Rate Area	FY 2003/04 Maximum Tax Rate Per Sqft.	FY 2003/04 Total Maximum Tax Per TRA	FY 2002/03 Maximum Tax Rate Per Sqft.	FY 2003/04 Maximum Tax Rate Per Sqft.
TRA 1	\$0.1904	\$479,061.82	\$0.1867	\$468,668.48
TRA 2	\$0.2475	258,164.46	\$0.2427	253,102.43
TRA 3	\$0.1705	310,895.58	\$0.1672	304,799.60
Total		\$1,048,121.86		\$1,026,570.51

(1) Based on the Special Tax Rate and Method of Apportionment, the maximum tax rates have been escalated by two percent (2%) over FY 2002/03.

5. Percent Change From Prior Year

The following table summarizes the percent change from fiscal year 2002/2003.

Tax Rate Area	FY 2003/2004 Proposed Tax Rate Per Sqft	FY 2002/03 Applied Tax Rate Per Sqft	Percent Change From FY 2002/03 ⁽¹⁾
TRA 1	\$0.1556	\$0.1556	0.00%
TRA 2	\$0.1556	\$0.1556	0.00%
TRA 3	\$0.1556	\$0.1556	0.00%

(1) Slight variances, if any, are attributable due to rounding.