

**RESOLUTION NUMBER 3335**

**RESOLUTION OF INTENTION OF THE CITY COUNCIL OF  
THE CITY OF PERRIS TO INCUR BONDED  
INDEBTEDNESS IN AN AMOUNT OF NOT TO EXCEED  
\$50,000,000 WITHIN IMPROVEMENT AREA NOS. 4, 5, 6  
AND 7 OF COMMUNITY FACILITIES DISTRICT NO. 2001-1  
(MAY FARMS) OF THE CITY OF PERRIS**

**WHEREAS**, the City Council (the “Council”) of the City of Perris, California (the “City”) upon receipt of a petition (including consent and waiver) (the “Petition”) as provided in Section 53332 of the Government Code of the State of California instituted change proceedings with respect to Improvement Area Nos. 4, 5, 6 and 7 (the “Improvement Areas”) of Community Facilities District No. 2001-1 (May Farms) of the City of Perris (the “District”) pursuant to the Mello-Roos Community Facilities Act of 1982, commencing with Section 53311 of the Government Code of the State of California (the “Act”), as amended, pursuant to a resolution of consideration as adopted by the Council on the date hereof (the “Resolution of Consideration”) to finance (1) the purchase, construction, modification, expansion, improvement or rehabilitation of public facilities and the payment of development, impact and other fees required therefor, identified in Exhibit “A” hereto and incorporated herein by this reference, including all furnishings, equipment and supplies related thereto (collectively, the “Facilities”); and (2) the incidental expenses to be incurred in financing the Facilities, the change proceedings and administering the District (the “Incidental Expenses”); and

**WHEREAS**, in order to finance the Facilities and Incidental Expenses, the Council intends to authorize the issuance of bonds for the Improvement Areas in the maximum aggregate amount of not to exceed \$50,000,000; and

**WHEREAS**, the revised boundaries of each Improvement Area is set forth in Exhibit “A” to the Council’s Resolution of Consideration; and

**WHEREAS**, the repayment of the bonds of the Improvement Areas of the District is to be secured by special taxes levied in the Improvement Areas of District in accordance with Section 53328 and 53338 of the Act, other than those properties exempted from taxation in the amended and restated rate and method of apportionment for each of the Improvement Areas set forth in Exhibit “C” to the Council’s Resolution of Consideration.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF PERRIS  
DOES HEREBY FIND, RESOLVE, DETERMINE AND ORDER AS FOLLOWS:**

**Section 1.** The above recitals are true and correct.

**Section 2.** It is necessary to incur bonded indebtedness within the revised boundaries of the Improvement Areas of the District in an amount not to exceed \$50,000,000 to finance the costs of the Facilities and Incidental Expenses, as permitted by the Act. The City Council hereby declares and determines that the public convenience and necessity require and

that it is necessary to incur bonded indebtedness in a maximum aggregate principal amount not to exceed \$15,000,000 within Improvement Area No. 4 of the District, a maximum aggregate principal amount not to exceed \$10,000,000 within Improvement Area No. 5 of the District, a maximum aggregate principal amount not to exceed \$12,000,000 within Improvement Area No. 6 of the District and a maximum aggregate principal amount not to exceed \$13,000,000 within Improvement Area No. 7 of the District.

**Section 3.** The bonds for the Improvement Areas of the District will be issued for the purpose of financing the costs of the Facilities and the Incidental Expenses, including, but not limited to, the funding of reserve funds for the bonds, the financing of costs (including capitalized interest) associated with the issuance of the bonds and all other costs and expenses necessary to finance the Facilities which are permitted to be financed pursuant to the Act.

**Section 4.** It is the intent of the Council to authorize the sale of bonds for the Improvement Areas of the District in one or more series, in the maximum aggregate principal amount described in Section 2 above and at a maximum interest rate not in excess of 12 percent per annum or such rate not in excess of the maximum rate permitted by law at the time the bonds are issued. The term of the bonds of each such series shall be determined pursuant to a resolution of the Council acting in its capacity as the legislative body of the District authorizing the issuance of the bonds of such series, but such term shall in no event exceed 40 years or such longer term as is then permitted by law.

**Section 5.** Public hearings (the "Hearings") on the proposed bond issuances for each Improvement Area shall be held on January 11, 2005, at 6:00 p.m. or as soon thereafter as practicable, at the chambers of the City Council of the City of Perris, 101 North "D" Street, Perris, California 92570.

**Section 6.** In connection with the authorization to issue bonded indebtedness in the amounts set forth in Section 2 hereof, a proposition will be submitted to voters within each Improvement Area on January 11, 2005 by mail or personal delivery and the ballot shall be returned to the City Clerk, the election officer, by 6:00 p.m. on January 11, 2005.

**Section 7.** At the Hearings at the time and place set forth above, any interested persons, including all persons owning land or registered to vote within the Improvement Areas of the District, may appear and be heard at the Hearing.

**Section 8.** The City Clerk is hereby directed to publish notices of the hearings pursuant to Section 6061 of the Government Code in a newspaper of general circulation circulated within the District. Such publication shall be completed at least seven (7) days prior to the date of the Hearings.

***ADOPTED, SIGNED and APPROVED*** this 30th day of November, 2004.

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Mayor, Daryl R. Busch

ATTEST:

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City Clerk, Margaret Rey

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

I, Margaret Rey, CITY CLERK OF THE CITY OF PERRIS, DO HEREBY CERTIFY that the foregoing Resolution Number 3335 was duly and regularly adopted by the City Council of the City of Perris at a regular meeting thereof held the 30th day of November, 2004, and that it was so adopted by the following called vote:

AYES:           Rogers, Landers, Motte, Yarbrough, Busch  
NOES:  
ABSENT:  
ABSTAIN:

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City Clerk, Margaret Rey

**EXHIBIT “A”**  
**(RESOLUTION NUMBER 3335)**

**TYPES OF FACILITIES TO BE FINANCED BY  
IMPROVEMENT AREA NOS. 4, 5, 6 AND 7 OF  
COMMUNITY FACILITIES DISTRICT NO. 2001-1  
(May Farms)**

Street facilities, including, but not limited to, roadways, sidewalk, curb, gutters, striping, lighting, signalization, signage, landscaping of public streets and rights-of-way and appurtenant facilities and the Rider Street crossing;

Storm control facilities, including, but not limited to, storm drains, channels, detention, headwalls, riprap pads, retention and/or cache basins and appurtenant facilities;

Sanitary sewers, including, but not limited to, lift stations, force mains, pump stations, transmission and main lines, valves, and appurtenant facilities;

Domestic water facilities, including, but not limited to, reservoirs, pump stations, transmission lines, distribution facilities, lift stations, main lines, valves, fire hydrants and appurtenant facilities;

Park and recreational facilities and appurtenant facilities;

Landscaping and common area improvements and appurtenant costs;

School facilities and appurtenant costs;

Impact and other fees, including but not limited to, development fees, capital facility fees, school fees, water fees, sewer fees, storm drain fees and city fees;

Mitigation costs and incidental expenses.