

**RESOLUTION NUMBER 3713**

**RESOLUTION OF THE CITY OF PERRIS CITY COUNCIL  
ACTING AS THE LEGISLATIVE BODY OF THE  
COMMUNITY FACILITIES DISTRICT NO. 2005-2,  
HARMONY GROVE (\$14,740,000 SPECIAL TAX BONDS,  
2005 SERIES A), ESTABLISHING THE LEVY OF SPECIAL  
TAXES FOR FISCAL YEAR 2006/2007**

**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, BE IT RESOLVED** by the City Council of the City of Perris, California, as follows:

**Section 1.** That the above recitals are 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 **2006/2007** 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 the requirements of Section XIII D of the California State Constitution (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.** 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.

**ADOPTED, SIGNED** and **APPROVED** this 11<sup>th</sup> day of July, 2006.

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Mayor, Daryl R. Busch

ATTEST:

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City Clerk, Judy L. Haughney

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

I, Judy L. Haughney, CITY CLERK OF THE CITY OF PERRIS, CALIFORNIA, DO HEREBY CERTIFY that the foregoing Resolution Number 3713 was duly and regularly adopted by the City Council of the City of Perris at a regular meeting thereof held the 11<sup>th</sup> day of July, 2006, and that it was so adopted by the following called vote:

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

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City Clerk, Judy L. Haughney

**EXHIBIT "A"**  
**(RESOLUTION NUMBER 3713)**

**CITY OF PERRIS**  
**COMMUNITY FACILITIES DISTRICT NO. 2005-2**  
**HARMONY GROVE**  
**FISCAL YEAR 2006/2007 PROPOSED SPECIAL TAX LEVY**

**1. Special Tax Requirement**

The amount of the proposed Special Tax Levy for FY 2006/2007 is as follows:

Special Tax Requirements	FY 2006/2007 Total Proposed Dollars Levied
Principal	\$40,000
Interest	759,799
Administrative Expenses	27,724
<i>Adjustments</i> <sup>(1)</sup> – Addition or (Credit)	82,752
<b>Total Proposed Levy</b>	<b>\$910,275</b>

<sup>(1)</sup> A proposed adjustment will be applied to the levy either as an addition for contingency for delinquencies or a credit based on estimated surplus funds.

**2. Proposed Special Tax Rate**

The following tables summarize each land use class as well as the Maximum and the Proposed Special Tax Rate for each category and zone. Based on parcel information as identified in the FY 2006/2007 Riverside County Final Secured Property Tax roll and the issuance of building permits by the City, a final determination of land use class will be made per parcel in the District.

*Upon classification, the Proposed Special Tax Rate will be adjusted to satisfy the Special Tax Requirements detailed in the table above in accordance with the Rate and Method of Apportionment.*

**Zone A**

Land Use Class	Special Tax Rate Multiplier	Residential Floor Area (Sq Ft)	FY 2006/2007 Maximum Special Tax Rate <sup>(1)</sup>	FY 2006/2007 Proposed Special Tax Rate
1 – Residential	Per Unit	Less than 2,800	\$1,900.26	\$1,900.26
2 – Residential	Per Unit	2,800 to 2,999	\$2,080.80	\$2,080.80
3 – Residential	Per Unit	3,000 to 3,199	\$2,290.92	\$2,290.92
4 – Residential	Per Unit	3,200 to 3,399	\$2,431.68	\$2,431.68
5 – Residential	Per Unit	Greater than 3,399	\$2,631.60	\$2,631.60
6 – Non Residential	Per Acre	N/A	\$17,086.02	\$17,086.02
6 – Undeveloped	Per Acre	N/A	\$17,086.02	\$17,086.02

<sup>(1)</sup> In accordance with the Rate and Method of Apportionment, the Maximum Special Tax Rate shall be increased by an amount equal to two percent (2%) of the amount in effect for the previous fiscal year beginning July 1, 2007.