

RESOLUTION EMCFD NO. 2011-01

RESOLUTION OF THE CHAIRMAN AND BOARD OF THE EAGLE MOUNTAIN COMMUNITY FACILITIES DISTRICT, APPROVING THE TENTATIVE BUDGET OF THE DISTRICT FOR THE FISCAL YEAR BEGINNING JULY 1, 2011 AND ENDING JUNE 30, 2012, AND SETTING A HEARING DATE FOR THE BUDGET.

BE IT RESOLVED by the Chairman and Board of the Eagle Mountain Community Facilities District, Maricopa County, Arizona, as follows:

SECTION 1. The statements and schedules attached hereto as Exhibit A and incorporated herein by this reference are hereby approved for the purpose as hereinafter set forth as the tentative budget for the Eagle Mountain Community Facilities District (the "District") for the fiscal year 2011-12. The statements and estimates of the operation and maintenance expenses of the District and the amount needed to pay general obligation bonds of the District (collectively, the "District Expenditures") which are to be paid from ad valorem taxes collected in the District, are hereby filed with the District Clerk.

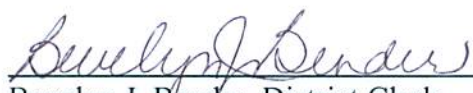
SECTION 2. The District Clerk is hereby authorized and directed to cause to be mailed to the governing body of the Town of Fountain Hills and published in the manner prescribed by law, a notice that the District Board will meet for the purpose of conducting a final hearing for District taxpayers on the statements and estimates of District Expenditures filed with the District Clerk and on the adoption of the 2011-12 Annual Budget for the District; said hearing to be conducted on June 16, 2011, at the hour of 6:15 p.m. in the Council Chambers at Fountain Hills Town Hall, 16705 E. Avenue of the Fountains, Fountain Hills, Arizona, with final approval of the Tax Levy on August 4, 2011, at the same time and place.

PASSED AND ADOPTED by the Chairman and Board of the Eagle Mountain Community Facilities District, Maricopa County, Arizona, on May 19, 2011.



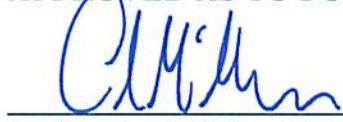
Jay T. Schlum, District Chairman

ATTEST:



Bevelyn J. Bender, District Clerk

APPROVED AS TO FORM:



Andrew J. McGuire, District Counsel

EXHIBIT A
TO
RESOLUTION EMCFD NO. 2011-01

[Tentative Budget]

See following page.

The taxpayers of the Eagle Mountain Community Facilities District are hereby notified that the Chairman and Board members will hold a public meeting on June 16, 2011 at 6:15 p.m. at District offices located at 16705 E. Avenue of the Fountains, Fountain Hills, Arizona, when and where any taxpayers of the District will be heard in favor of, or against any of the proposed expenditures for the Eagle Mountain Community Facilities District, after which the foregoing estimates as modified or as now existing, will be adopted by the board as the basis for the 2011/2012 budget. Copies of the tentative 2011/2012 district budget may be viewed prior to the June 16, 2011 meeting at the District Clerk's office at the District Office, Public Library and the Town of Fountain Hills website.

**EAGLE MOUNTAIN COMMUNITY FACILITIES DISTRICT
TENTATIVE BUDGET
FISCAL YEAR 2011-2012
APPROVED JUNE 16, 2011**

| <u>Revenues</u> | For the Year Ended 30-Jun-12 |
|--|---------------------------------|
| Tax Levy at \$1.50 per \$100 Secondary Assessed Valuation | \$420,000 |
| Interest earnings | \$84 |
| Carryover from prior years | \$0 |
| TOTAL | \$420,084 |
| | |
| <u>Expenses</u> | |
| Annual Debt Service Payment on Refunded Bonds | \$414,260 |
| Administrative Costs | \$7,350 |
| TOTAL | \$421,610 |