

RESOLUTION NO. CFD CD RES __

RESOLUTION OF THE BOARD OF DIRECTORS OF CADENCE COMMUNITY FACILITIES DISTRICT (CITY OF MESA, ARIZONA), APPROVING THE FEASIBILITY REPORT RELATING TO THE ACQUISITION AND FINANCING OF CERTAIN IMPROVEMENTS BENEFITING THE DISTRICT; DECLARING ITS PRELIMINARY INTENTION TO ISSUE NOT TO EXCEED \$280,000 GENERAL OBLIGATION BONDS TO FINANCE THE ACQUISITION OF CERTAIN IMPROVEMENTS AS DESCRIBED IN THE FEASIBILITY REPORT RELATING TO SUCH IMPROVEMENTS PURSUANT TO THE PROVISIONS OF TITLE 48, CHAPTER 4, ARTICLE 6, ARIZONA REVISED STATUTES, AND ALL AMENDMENTS THERETO.

WHEREAS, pursuant to Arizona Revised Statutes (“A.R.S.”) § 48-715, as amended, the Board of Directors of Cadence Community Facilities District (City of Mesa, Arizona) (the “*District*”), has caused a study of the feasibility and benefits of the Project (as such term and all other initially capitalized terms are defined herein) to be prepared relating to certain Public Infrastructure and Public Infrastructure Purposes (as such terms are defined in the Act, and are referred to collectively herein as “*Public Infrastructure*”) provided for in the General Plan of the District and to be financed with the proceeds of the sale of general obligation bonds of the District (the “*Report*”), which Report includes, among other things, a description of certain Public Infrastructure to be acquired and all other information useful to understand the Project, an estimate of the cost to acquire, operate and maintain the Project, an estimated schedule for completion of the Project, a map or description of the area to be benefited by the Project and a plan for financing the Project, a copy of which is on file with the Clerk; and

WHEREAS, pursuant to A.R.S. § 48-715, as amended, a public hearing on the Report was held on the date hereof, after provision for publication and mailing of notice thereof as provided by law;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF CADENCE COMMUNITY FACILITIES DISTRICT (CITY OF MESA, ARIZONA), that:

Section 1. Definitions. In this resolution, the following terms shall have the following meanings:

“*Act*” shall mean Title 48, Chapter 4, Article 6, Arizona Revised Statutes, as amended.

“*Board*” shall mean this Board of Directors of the District.

“*Bonds*” shall mean the District’s General Obligation Bonds, Series 2019, or such other series designation as determined by the Board.

“*Clerk*” shall mean the Clerk of the District.

“*District*” shall mean Cadence Community Facilities District (City of Mesa, Arizona).

“*Project*” shall mean the acquisition of Public Infrastructure described in the Report, including particularly the acquisition by the District of the Public Infrastructure described on Exhibit A hereto.

“*Report*” shall mean the Feasibility Report dated May 2, 2019, pertaining to the Project on file with the Clerk prior to the date and time hereof, discussing the matters required by A.R.S. § 48-715, as amended, as such matters relate to the Project.

Section 2. Approval of Feasibility Report. Published notice of the public hearing on the Report has been provided by the Clerk not less than ten (10) days in advance of the date of the public hearing on the Report and such publication is hereby ratified and approved. The Clerk has provided the Report and notice of public hearing on the Report to the governing body of the City of Mesa, Arizona, not less than ten (10) days in advance of the date of the public hearing. Based on the review by this Board and the presentation of the Report at the public hearing on May 2, 2019, the Report is hereby adopted and approved in the form submitted to this Board.

Section 3. Resolution of Intent. Pursuant to A.R.S. § 48-715, as amended, this Board hereby identifies the Public Infrastructure of the Project, the areas benefited, the expected method of financing, including the nature and timing of the issuance of the Bonds, and the system of providing revenues to operate and maintain the Project, all as identified and provided for in the Report, for any and all purposes of the Act. Any portion of the costs of the Project not financed by the proceeds of the Bonds shall remain eligible to be financed through the sale of future bonds of the District should this Board choose in its sole and absolute discretion to issue any future bonds.

Section 4. Preliminary Intent to Issue and Sell Bonds. This Board hereby declares its intent to proceed with the financing of the Project in substantially the manner presented in the Report, and if such financing is consummated, to acquire the Project. In accordance with the Report, the Bonds shall be in an amount not to exceed \$280,000. Nothing contained in this resolution shall be construed to limit the Board’s sole and absolute discretion in making its final decision to issue bonds to finance the Project, including the Bonds.

Section 5. No Obligation of City. Neither the full faith and credit nor the general taxing power of the City of Mesa, Arizona, the State of Arizona or any political subdivision thereof (other than the District) is pledged to the payment of the Bonds. The Bonds will be obligations of the District only. None of the City of Mesa, Arizona, the State of Arizona, or any political subdivision thereof (other than the District) will have any obligation with respect to Debt Service (as defined in the Act) for the Bonds.

Section 6. Ratification of Actions. All actions of the officers and agents of the District which conform to the purposes and intent hereof and which further the issuance and sale of the Bonds as contemplated hereby whether heretofore or hereafter taken shall be and are hereby ratified, confirmed and approved. The proper officers and agents of the District are

hereby authorized and directed to do all such acts and things and to execute and deliver all such documents on behalf of the District as may be necessary to carry out the terms and intent of this resolution.

Section 7. Repeal of Resolution. After any of the Bonds are authenticated and delivered upon receipt of payment therefor in accordance with the proceedings authorizing the issuance of the Bonds, this resolution shall be and remain irrepealable until the Bonds and the interest thereon shall have been fully paid, canceled and discharged.

Section 8. Severability. If any section, paragraph, clause or provision of this resolution shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such section, paragraph, clause or provision shall not affect any of the remaining provisions hereof.

Section 9. Effective Date. This resolution shall be effective immediately.

PASSED, ADOPTED AND APPROVED on May 2, 2019.

ATTEST:

Chairman, Board of Directors

District Clerk

APPROVED AS TO FORM:

Sherman & Howard L.L.C., Bond Counsel

Attachments: Exhibit A - Description of Public Infrastructure

CERTIFICATE

I hereby certify that the above and foregoing resolution was duly passed by the Board of Directors of Cadence Community Facilities District (City of Mesa, Arizona) at a regular meeting held on May 2, 2019, and that a quorum was present thereat and that the vote thereon was _____ ayes and _____ nays; _____ did not vote or were absent.

District Clerk

EXHIBIT A

“Project” shall mean the acquisition of Public Infrastructure and Public Infrastructure Purposes (as such terms are defined in the Act) described in the Report, including particularly the acquisition by the District of the following, together with all other costs related to the issuance of any Bonds:

Acquisition Project Description	Total Estimated Cost	Certified Engineer's Cost	To Be Paid By the Bonds	Paid by Prior Bonds	Eligible for Funding From Future Bonds	Completion Date (a)
Cadence Parkway Phase 2	\$3,549,011	\$3,549,011	\$280,000	\$0	\$3,269,011	11/2018

Construction of a new roadway within the District consisting of approximately 4,300 linear feet of full street improvements. These improvements include sewer, sewer manholes, water, water valves, fire hydrants, storm drains, storm drain manholes, concrete catch basins, storm drain bleed lines, concrete curbs, concrete sidewalks, concrete ramps with truncated domes, paving, striping, street lights, public signage, hardscape, landscape and irrigation. The roadway consists of two paved driving lanes of 3 ½ inches of asphaltic concrete over 6 inches of aggregate base course and a raised divided landscaped median. All improvements are shown on the approved plans dated February 24, 2017 by the City.

(a) Represents the date the Public Infrastructure was constructed, which may differ from the date that it is accepted by the City. Landscaping is estimated to be completed by April 30, 2019.

- * Proceeds of the Bonds are reasonably expected to be used to finance the acquisition of all or a portion of the Project upon acceptance by the District and the City of the Public Infrastructure pursuant to the terms of the Development, Financing Participation, Waiver and Intergovernmental Agreement recorded November 23, 2015 at Document No. 2015-0833434 in the records of Maricopa County, Arizona, and the terms and provisions of all applicable laws, ordinances, codes and rules. All interests in such Public Infrastructure financed by the District will be dedicated or otherwise transferred to the City after acceptance. Additional portions of Public Infrastructure, as contemplated by the District’s formational documents, may be constructed and will be subject to administrative approval by the District before such Public Infrastructure is eligible for funding from future bonds, if any.