

RESOLUTION NO. CFD EM2 RES _____

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE EASTMARK
COMMUNITY FACILITIES DISTRICT NO. 2 (CITY OF MESA,
ARIZONA) ADOPTING THE FINAL BUDGET OF THE DISTRICT FOR
FISCAL YEAR 2022-23 BEGINNING JULY 1, 2022 AND ENDING
JUNE 30, 2023.**

WHEREAS, in accordance with the provisions of the Arizona Revised Statutes ("A.R.S.") Section 48-716, the Eastmark Community Facilities District No. 2 (City of Mesa, Arizona) (the "District") Board of Directors (the "District Board") received the proposed District budget on or prior to June 16, 2022; and

WHEREAS, it appears that all notices have been duly published and mailed, as required by law; and

WHEREAS, the District Board intends to adopt the fiscal year 2022-23 Final Budget (the "District Budget"); and

WHEREAS, pursuant to A.R.S section 48-723C, in the District Budget, the District Board has filed with the District Clerk and the City Clerk the annual statements of the costs and expenditures of the District, including the amount of taxes to be raised, as applicable, to pay the expenses and any general obligation bonds of the District and has conducted a hearing on such statements; and

WHEREAS, in accordance with said sections of A.R.S. Title 48 and following public notice, the District Board met on June 30, 2022, at which meeting any taxpayer in the District was privileged to appear and be heard in favor of or against any of the proposed expenditures or tax levies.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE EASTMARK COMMUNITY FACILITIES DISTRICT NO. 2 (CITY OF MESA, ARIZONA) as follows:

Section 1. Budget Adopted. The District Budget in the amount of eight million five hundred ninety-seven thousand two hundred thirty-two dollars (\$8,597,232) is hereby adopted as the District Budget of the District for fiscal year 2022-23.

Section 2. Severability. If any section, paragraph, subdivision, sentence, clause or phrase of this resolution is for any reason held to be illegal, invalid or unenforceable, such decision will not affect the validity of the remaining portions of this resolution. The District Board hereby declares that this resolution would have been adopted with each and every other section, paragraph, subdivision, sentence, clause or phrase hereof irrespective of the fact that any one or more sections, paragraphs, subdivisions, sentences, clauses or phrases of this resolution may be held illegal, invalid or unenforceable.

Section 3. Conflicting Resolutions Repealed. All resolutions and parts of resolutions in conflict are hereby repealed.

Section 4. Effective Date. This resolution is effective after its passage and adoption according to law.

PASSED AND ADOPTED by the Board of Directors of the Eastmark Community Facilities District No. 2 (City of Mesa, Arizona) on June 30, 2022.

Chairman, Board of Directors

ATTEST:

District Clerk

APPROVED AS TO FORM:

District Special Counsel

CERTIFICATION OF RECORDING OFFICER

I hereby certify that the above and foregoing Resolution No. CFD EM2 RES__ was duly passed by the Board of Directors of the Eastmark Community Facilities District No. 2 (City of Mesa, Arizona) at a meeting held on June 30, 2022, and that a quorum was present thereat and that the vote thereon was _____ ayes and _____ nays; _____ did not vote or were absent.

District Clerk

Eastmark Community Facilities District No. 2

Fiscal Year 2022-23 Final Budget

Sources

| Revenue | Used For: | |
|--------------------------------------|---|---------------------|
| Reimbursements from Developer | Operations | \$ 89,681 |
| Property Tax | Operations | 33,879 |
| Property Tax | General Obligation Debt Service | 434,784 |
| Property Assessments | Assessment District Debt Service | 338,888 |
| Total Revenue | | \$ 897,232 |
| | | |
| Other Financing Sources | Issuance: | |
| Bond Proceeds | General Obligation - 2022 | \$ 4,000,000 |
| Bond Proceeds | Special Assessment District B | 3,000,000 |
| Bond Proceeds | Contingency for adjustments to final property values or bond debt structure | 700,000 |
| Total Other Financing Sources | | \$ 7,700,000 |
| Total Sources | | \$ 8,597,232 |

Uses

| Expenditures | | |
|--------------------------------------|---|---------------------|
| Operations: | Description: | |
| Accounting | Audit Work, Software License, Staff Time | \$ 27,285 |
| Budget | Staff Time | 7,362 |
| Clerk | Publishing, Staff Time | 1,586 |
| Engineering | Staff Time | 21,034 |
| Legal | Staff Time, Outside Legal Counsel | 15,776 |
| Treasurer | Staff Time | 10,517 |
| Operating Contingency | | 40,000 |
| Total Operations | | \$ 123,560 |
| | | |
| Capital: | Description: | |
| Public Infrastructure | | |
| General Obligation Bonds | Reimbursement to DMB MPG for eligible public infrastructure | \$ 3,900,000 |
| Special Assessment District B Bonds | Reimbursement to DMB MPG for eligible public infrastructure | 2,844,000 |
| Costs of Issuance | Legal and financial fees for bond issuances | 250,000 |
| Appraisal Fees | Special Assessment District fees for appraisal services | 6,000 |
| Capital | Contingency for additional reimbursement of eligible infrastructure | 700,000 |
| Total Capital | | \$ 7,700,000 |
| | | |
| Debt Service: | Description: | |
| Principal | General Obligation and Special Assessment Bonds | \$ 267,334 |
| Interest | General Obligation and Special Assessment Bonds | 504,913 |
| Fees | Bank Charges | 1,425 |
| Total Debt Service | | \$ 773,672 |
| Total Expenditures | | \$ 8,597,232 |
| Total Uses | | \$ 8,597,232 |
| Sources More/(Less) Than Uses | | \$ - |