

RESOLUTION NO. _____

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
BEAUMONT, CALIFORNIA, DECLARING ITS INTENTION TO
INCUR BONDED INDEBTEDNESS WITHIN CITY OF BEAUMONT
COMMUNITY FACILITIES DISTRICT NO. 2021-1 (FAIRWAY
CANYON)**

WHEREAS, upon receipt of a petition (the “Formation Petition”) as provided in Section 53339.2 of the Mello Roos Community Facilities Act of 1982, as amended, being Chapter 2.5 of Part 1 of Division 2 of Title 5 of the Government Code of the State of California (the “Act”), the City Council of the City of Beaumont, California (the “City Council”) instituted proceedings to establish the City of Beaumont Community Facilities District No. 2021-1 (Fairway Canyon) (the “Community Facilities District”) with boundaries coterminous with the property described in Exhibit A to Resolution No. ____ (the “Resolution of Intention”) adopted on April 20, 2021 (the “Property”). The Resolution of Intention stated the City Council’s intention to establish the Community Facilities District and to finance (1) the purchase, construction, expansion, improvement or rehabilitation of the facilities described in Exhibit B to the Resolution of Intention, including all furnishings, equipment and supplies related thereto and certain development impact fees that are to be used by the City to construct infrastructure (collectively, the “Facilities”), (2) the services described in Exhibit B to the Resolution of Intention (collectively, the “Services”), and (3) the incidental expenses to be incurred in connection with financing the Facilities and forming the Community Facilities District and administering the Community Facilities District (the “Incidental Expenses”); and

WHEREAS, the Property consists of territory that is currently located within Improvement Area No. 19D of City of Beaumont Community Facilities District No. 93-1 (“Improvement Area No. 19D”) and Improvement Area No. 19F of City of Beaumont Community Facilities District No. 93-1 (“Improvement Area. No 19F”); and

WHEREAS, pursuant to the Formation Petition, an owner of the Property within Improvement Area No. 19D and Improvement Area No. 19F requested that the City of Beaumont begin proceedings to dissolve Improvement Area No. 19D and Improvement Area No. 19F, which proceedings should be contingent upon the successful formation of the Community Facilities District; and

WHEREAS, the City Council estimates that the amount required to finance the Facilities and Incidental Expenses is approximately \$19,500,000 for the Community Facilities District; and

WHEREAS, in order to finance the Facilities and Incidental Expenses, the City Council intends to authorize the issuance of bonds in an amount not to exceed \$19,500,000 for the Community Facilities District, the repayment of which is to be secured by special taxes levied in accordance with Section 53328 of the Act on all property in the Community Facilities District, other than those properties exempted from taxation in the rate and method of apportionment set forth in Exhibit C to the Resolution of Intention;

NOW, THEREFORE, the City Council of the City of Beaumont DOES HEREBY RESOLVE, ORDER AND DETERMINE AS FOLLOWS:

SECTION 1. The above recitals are true and correct.

SECTION 2. It is necessary to incur bonded indebtedness in one or more series within the boundaries of the Community Facilities District in an aggregate amount not to exceed \$19,500,000 in order to finance certain of the costs of the Facilities and Incidental Expenses, as permitted by the Act.

SECTION 3. The indebtedness will be incurred 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 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 City Council to authorize the sale of bonds in one or more series, which bonds may be issued to fund Facilities costs and Incidental Expenses in the maximum aggregate amount set forth in Section 2, and which bonds may bear interest at a rate not in excess of the maximum rate permitted by law at the time that the bonds are issued. The term of the bonds of each series shall be determined pursuant to a resolution of this City Council authorizing the issuance of the bonds of such series, but such term shall in no event exceed 40 years from the date of issuance of the bonds of such series, or such longer term as is then permitted by law.

SECTION 5. A combined public hearing (the "Hearing") on the proposed debt issue and the levy of special taxes shall be held at 7:00 p.m. or as soon thereafter as practicable, on June 1, 2021, at the City Council's Chambers, 550 East 6th Street, Beaumont, California.

SECTION 6. At the time and place set forth in this Resolution for the Hearing, any interested persons, including all persons owning land or registered to vote within the proposed Community Facilities District, may appear and be heard.

SECTION 7. The City Clerk is hereby directed to publish a notice of the Hearing (the "Notice") pursuant to Section 6061 of the Government Code in a newspaper of general circulation published in the area of the proposed Community Facilities District. Such publication shall be completed at least seven days prior to the date of the Hearing. The City Clerk is further directed to mail a copy of the Notice to each of the landowners within the boundaries of the proposed Community Facilities District therein at least 15 days prior to the Hearing.

PASSED, APPROVED and ADOPTED this 20th day of April, 2021.

Mike Lara, Mayor

I, Steven Mehlman, City Clerk of the City of Beaumont, do hereby certify that the foregoing Resolution was passed and adopted at a regular meeting of the City Council of the City of Beaumont held on the 20th day of April, 2021, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAINED:

ATTEST:

Steven Mehlman, City Clerk