RESOLUTION NO. 2024-065

A RESOLUTION OF THE CITY COUNCIL OF THE CITY **OF** CORONA. CALIFORNIA **CALLING SPECIAL** ELECTION AND SUBMITTING TO THE QUALIFIED **PROPOSED ELECTORS** OF TERRITORY ANNEXED TO COMMUNITY FACILITIES DISTRICT NO. 2016-3 (MAINTENANCE SERVICES) OF THE CITY OF CORONA THE QUESTION OF LEVYING SPECIAL TAXES WITHIN THE TERRITORY PROPOSED TO BE ANNEXED (ANNEXATION NO. 38)

WHEREAS, the City Council (the "City Council") of City of Corona (the "City") has heretofore conducted proceedings for the establishment of and has established Community Facilities District No. 2016-3 (Maintenance Services) of the City of Corona, County of Riverside, State of California (the "Community Facilities District"), and the Community Facilities District has been authorized to annually levy special taxes to pay the costs of the maintenance of public landscaping, public open spaces and other similar landscaped areas officially dedicated for public use, including, but not limited to, maintenance and lighting of parks, parkways, streets, roads and open space, maintenance and operation of water quality improvements and storm drainage systems, and public street sweeping, within the Community Facilities District and in the surrounding area and the costs associated with the determination of the amount of and levy and collection of special taxes which will be levied to provide the services and costs otherwise incurred in order to carry out the authorized purposes of the Community Facilities District.

WHEREAS, the City Council has been advised that the owner of approximately 14.82 net acres of land wish to have their land included within the boundaries of the Community Facilities District and have requested that such land be annexed thereto; and

WHEREAS, the City Council is authorized by Article 3.5 (commencing with Section 53339) of Chapter 2.5 of Part 1 of Division 2 of Title 5 of the California Government Code, commonly known as the "Mello-Roos Community Facilities Act of 1982," to annex such land to the Community Facilities District; and

WHEREAS, on May 1, 2024 the City Council adopted Resolution No. 2024-024, a resolution of intention to annex the Property to the Community Facilities District pursuant to Section 53339.2 of the California Government Code, determining that the public convenience and necessity require that said Property be annexed to the Community Facilities District and containing all of the matters prescribed by Section 53339.3 of said Code, and fixing 6:30 p.m. on June 5, 2024 in the Council Chambers of the City Council, 400 South Vicentia, Corona, California, as the time and place for a hearing upon said resolution; and

WHEREAS, pursuant to said resolution, the City Clerk has published and mailed notice of the time and place of said hearing as required by Section 53339.4 of said Code; and

WHEREAS, on June 5, 2024, at the time and place of said hearing, the City Council afforded all interested persons for or against the annexation of the Property to the Community Facilities District an opportunity to present testimony and to protest against the proposed annexation of said Property to the Community Facilities District, and no protests, either oral or in writing, were received; and

WHEREAS, pursuant to Section 53339.7 of said Code, the City Council may now submit the question of levying a special tax within the area proposed to be annexed to the Community Facilities District to the qualified electors within said territory.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CORONA, CALIFORNIA, AS FOLLOWS:

SECTION 1. Findings. The City Council finds that: (i) the foregoing recitals are correct; (ii) less than 12 persons have been registered to vote within the territory proposed to be annexed to the Community Facilities District during the 90 days preceding the close of the public hearing on June 5, 2024, and no persons are registered to vote therein; (iii) pursuant to Section 53326 of the California Government Code, as a result of the findings set forth in clause (ii) above, the vote in the special election called by this resolution shall be by the landowner of the territory proposed to be annexed to the Community Facilities District whose property would be subject to the special taxes if they were levied at the time of the election, and each landowner shall have one vote for each acre, or portion thereof, which he or she owns within said territory which would be subject to the proposed special taxes if they were levied at the time of the election; (iv) IPT Corona Commerce Center, LLC, the owner of all of the territory proposed to be annexed to the Community Facilities District, have by written consent (a) waived the time limits set forth in said Section 53326 for holding the election called by this resolution, (b) consented to the holding of said election on June 5, 2024, (c) waived notice and mailed notice of the time and date of said election, and (d) waived an impartial analysis by the City Attorney of the ballot proposition pursuant to Section 9280 of the California Elections Code, mailing of a statement pursuant to Section 9401 of said Code, and arguments and rebuttals pursuant to Sections 9281 to 9287, inclusive, and 9295 of said Code; and (vi) the City Clerk has consented to the holding of said election on June 5, 2024 or any other date that is acceptable to the City Clerk.

SECTION 2. Special Election. A special election is called for and shall be held on Wednesday, June 5, 2024, for the purpose of submitting to the qualified electors of the territory proposed to be annexed to the Community Facilities District the question of whether special taxes shall annually be levied within said territory to pay the costs of the maintenance of public landscaping, public open spaces and other similar landscaped areas officially dedicated for public use, including, but not limited to, maintenance and lighting of parks, parkways, streets, roads and open space, maintenance and operation of water quality improvements and storm drainage systems, and public street sweeping, within the Community Facilities District and in the surrounding area, and the costs associated with the determination of the amount of and levy and collection of special taxes which will be levied to provide the services and costs otherwise incurred

in order to carry out the authorized purposes of the Community Facilities District pursuant to the Rates and Method of Apportionment of the Special Taxes, attached as Exhibit "B" to Resolution No. 2024-024.

SECTION 3. <u>Ballot Proposition</u>. The proposition to be submitted on June 5, 2024, to the qualified electors of the territory proposed to be annexed to the Community Facilities District shall be as follows:

Shall special taxes be levied annually on taxable property within the territory proposed to be annexed to Community Facilities District No. 2016-3 (Maintenance Services) of the City of Corona, County of Riverside, State of California (i) to pay the annual costs of maintaining, servicing, cleaning, repairing and/or replacing landscaped areas (may include reserves for replacement) in public street right-of-way, public landscaping, public open spaces and other similar landscaped areas officially dedicated for public use, including, but not limited to, maintenance and lighting of parks, parkways, streets, roads and open space, maintenance and operation of water quality improvements and storm drainage systems, and public street sweeping, within and in the area of the community facilities district, to pay expenses incidental thereto and (ii) to pay costs associated with the determination of the amount of and the levy and collection of the special taxes, at the special tax rates and pursuant to the method of apportioning such special taxes set forth in Exhibit "B" to Resolution No. 2024-024 adopted by the City Council of the City of Corona on May 1, 2024?

SECTION 4. Conduct of Election. Except as otherwise provided in Section 5 hereof, said election shall be conducted by the City Clerk (the "City Clerk") pursuant to the provisions of the California Elections Code governing elections of cities, and the provisions of Division 4 (commencing with Section 4000) of said Code, insofar as they may be applicable.

SECTION 5. Election Procedures. The procedures to be followed in conducting said election shall be as follows:

- (a) Pursuant to Section 53326 of the California Government Code, ballots for the election shall be distributed to the qualified electors by the City Clerk by mail with return postage prepaid.
- (b) Pursuant to applicable sections of the aforementioned provisions of the California Elections Code governing the conduct of mail ballot elections, including in particular Division 4 (commencing with Section 4000) of said Code, the City Clerk shall mail to each qualified elector an official ballot in the form attached hereto as Exhibit "A," and shall also mail to all such qualified electors a ballot pamphlet and instructions to voter, including a sample ballot identical in form to the official ballot but identified as a sample ballot, a return identification envelope with prepaid postage thereon addressed to the City Clerk for the return of voted official ballots, and copies of Resolution No. 2024-024.

- (c) The official ballot to be mailed by the City Clerk to each landowner-voter shall have printed or typed thereon the name of the landowner-voter and the number of votes to be voted by the landowner-voter and shall have appended to it a certification to be signed by the person voting the official ballot which shall certify that the person signing the certification is the person who voted the official ballot, and if the landowner-voter is other than a natural person, that he or she is an officer of or other person affiliated with the landowner-voter entitled to vote such official ballot, that he or she has been authorized to vote such official ballot on behalf of the landowner-voter, that in voting such official ballot it was his or her intent, as well as the intent of the landowner-voter, to vote all votes to which the landowner-voter is entitled based on its land ownership on the proposition set forth in the official ballot as marked thereon in the voting square opposite such proposition, and further certifying as to the acreage of the landowner-voter's land ownership within the Community Facilities District.
- (d) The return identification envelope delivered by the City Clerk to each landowner-voter shall have printed or typed thereon the following: the name of the landowner, the address of the landowner, a declaration under penalty of perjury stating that the voter is the landowner or the authorized representative of the landowner entitled to vote the enclosed ballot and is the person whose name appears on the identification envelope, the printed name and signature of the voter, the address of the voter, the date of signing and place of execution of said declaration, and a notice that the envelope contains an official ballot and is to be opened only by the City Clerk.
- (e) The information-to-voter form to be mailed by the City Clerk to the landowner-voters shall inform them that the official ballots shall be returned to the City Clerk properly voted as provided thereon and with the certification appended thereto properly completed and signed in the sealed return identification envelope with the certification thereon completed and signed and all other information to be inserted thereon properly inserted by 5 o'clock p.m. on the date of the election.
- (f) Upon receipt of the return identification envelopes which are returned prior to the voting deadline on the date of the election, the City Clerk shall canvass the votes cast in the election, and shall file a statement with the City Council at its next regular meeting as to the results of such canvass and the election on the proposition set forth in the official ballot.

PASSED, APPROVED AND ADOPTED this 5th day of June, 2024.

| | Mayor of the City of Corona, California |
|--|---|
| ATTEST: | |
| City Clerk of the City of Corona, California | |

EXHIBIT "A"

OFFICIAL BALLOT

SPECIAL ELECTION FOR
COMMUNITY FACILITIES DISTRICT NO. 2016-3
(MAINTENANCE SERVICES)
OF THE CITY OF CORONA
COUNTY OF RIVERSIDE
STATE OF CALIFORNIA
(ANNEXATION NO. 38)

June 5, 2024

To vote, mark a cross (+) in the voting square after the word "YES" or after the word "NO". All marks otherwise made are forbidden. All distinguishing marks are forbidden and make the ballot void.

If you wrongly mark, tear, or deface this ballot, return it to the City Clerk of the City of Corona and obtain another.

<u>PROPOSITION A</u>: Shall the City Council of the City of Corona be authorized to levy a special tax on an annual basis at the rate set forth in the following table:

| Land Use | Taxable | Maximum |
|--------------------------|---------|---------------|
| Category | Unit | Special Tax A |
| Non-Residential Property | Acre | \$454 |

plus an annual increase on each July 1, commencing on July 1, 2024 the Maximum Special Tax shall increase by i) the percentage increase in the Consumer Price Index (All Items) for Riverside - San Bernardino – Ontario (December 2017 = 100) since the beginning of the preceding Fiscal Year, or ii) by two percent (2.0%), whichever is greater, to finance certain services within the territory identified on the map entitled "Annexation Map No. 38 of Community Facilities District No. 2016-3 (Maintenance Services) City of Corona" including lighting and streets as provided in the Rate and Method of Apportionment (including incidental expenses) which is attached as Exhibit B to Resolution No. 2024-024 adopted by the City Council of the City of Corona on May 1, 2024, and shall an appropriation limit be established for the Community Facilities District No. 2016-3 (Maintenance Services) in the amount of special taxes collected?

| YES | |
|-----|--|
| NO | |

CERTIFICATION

| I, Sylvia Edwards, City Clerk of the City of Corona, California, do hereby certify that the |
|--|
| foregoing Resolution was regularly passed and adopted by the City Council of the City of Corona, |
| California, at a regular meeting thereof held on the 5th day of June, 2024, by the following vote: |
| AYES: |
| NOES: |
| ABSENT: |
| ABSTAINED: |
| IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of |
| the City of Corona, California, this 5th day of June, 2024. |
| |
| |
| |
| City Clerk of the City of Corona, California |
| |
| |
| (SEAL) |
| |
| |

EXHIBIT "B"

RATE AND METHOD OF APPORTIONMENT OF SPECIAL TAX FOR COMMUNITY FACILITIES DISTRICT NO. 2016-3 (MAINTENANCE SERVICES) OF THE CITY OF CORONA

A Special Tax (the "Special Tax") shall be levied on and collected from each Assessor's Parcel (defined below) in Community Facilities District No. 2016-3 (Maintenance Services) (the "CFD No. 2016-3" or "CFD"; defined below), in each Fiscal Year, (defined below), commencing in the Fiscal Year beginning July 1, 2017, in an amount determined by the City Council of the City of Corona, acting in its capacity as the legislative body of CFD No. 2016-3, by applying the rate and method of apportionment set forth below. All of the real property in CFD No. 2016-3, unless exempted by law or by the provisions herein, shall be taxed to the extent and in the manner provided herein.

A. DEFINITIONS

"Acre" or "Acreage" means the land area of an Assessor's Parcel as shown on any Assessor's Parcel Map, or if the land area is not shown on the Assessor's Parcel Map, the land area as shown on the applicable Final Map, or if the area is not shown on the applicable Final Map, the land area shall be calculated by the Administrator.

"Administrative Expenses" means the actual or reasonably estimated costs directly related to the formation, annexation, and administration of CFD No. 2016-3 including, but not limited to: the costs of computing the Special Taxes and preparing the annual Special Tax collection schedules (whether by the City or designee thereof or both); the costs to the City, CFD No. 2016-3, or any designee thereof associated with fulfilling the CFD No. 2016-3 disclosure requirements; the costs associated with responding to public inquiries regarding the Special Taxes; the costs of the City, CFD No. 2016-3 or any designee thereof related to an appeal of the Special Tax; and the City's annual administration fees including payment of a proportional share of City overhead and salaries and benefits of any City employees whose duties are related to the administration of CFD No. 2016-3 and third party expenses related to CFD No. 2016-3. Administrative Expenses shall also include amounts estimated or advanced by the City or CFD No. 2016-3 for any other administrative purposes of CFD No. 2016-3, including attorney's fees and other costs related to commencing and pursuing to completion any foreclosure of delinquent Special Taxes.

"Administrator" means the City Manager of the City of Corona, or his or her designee.

"Approved Property" means all Assessor's Parcels of Taxable Property that are included in a Final Map that was recorded prior to the March 1 preceding the Fiscal Year in which the Special Tax is being levied, and that have not been issued a building permit on or prior to the June 1 preceding the Fiscal year in which the special tax is being levied.

"Assessor's Parcel" means a lot or parcel of land that is identifiable by an Assessor's Parcel Number by the County Assessor of the County of Riverside.

"Assessor's Parcel Map" means an official map of the Assessor of the County designating parcels by Assessor's Parcel Number.

"Assessor's Parcel Number" means that identification number assigned to a parcel by the County Assessor of the County.

"Building Square Footage" or "BSF" means the floor area square footage reflected on the original construction building permit issued for construction of a building of Non-Residential Property and any Building Square Footage subsequently added to a building of such Non-Residential Property after issuance of a building permit for expansion or renovation of such building.

"Calendar Year" means the period commencing January 1 of any year and ending the following December 31.

"CFD" or **"CFD No. 2016-3"** means the City of Corona Community Facilities District No. 2016-3 (Maintenance Services).

"City" means the City of Corona.

"Contingent Services" means services permitted under the Mello-Roos Community Facilities Act of 1982 including, without limitation, those services authorized to be funded by CFD No. 2016-3 as set forth in the documents adopted by the City Council at the time the CFD was formed to be provided by the City in the event the Administrator makes a determination pursuant to Section C(2) that a Property Owners' Association fails to adequately provide such services.

"County" means the County of Riverside.

"Developed Property" means all Assessor's Parcels of Taxable Property for which a building permit for new construction has been issued on or prior to June 1 preceding the Fiscal Year in which the Special Tax is being levied.

"Exempt Property" means all Assessors' Parcels designated as being exempt from the Special Tax as provided for in Section G.

"Final Map" means a subdivision of property by recordation of a final map, parcel map, or lot line adjustment, pursuant to the Subdivision Map Act (California Government Code Section 66410 et seq.) or recordation of a condominium plan pursuant to California Civil Code 1352 that creates individual lots for which building permits may be issued without further subdivision.

"Fiscal Year" means the period from and including July 1^{st} of any year to and including the following June 30^{th} .

"Land Use Category" or "LUC" means any of the categories contained in Section B hereof to which an Assessor's Parcel is assigned consistent with the land use approvals that have been received or proposed for the Assessor's Parcel as of June 1 preceding the Fiscal Year in which the Special Tax is being levied.

- "Maximum Special Tax" means either Maximum Special Tax A and/or Maximum Special Tax B (Contingent), as applicable.
- **"Maximum Special Tax A"** means for each Assessor's Parcel and each Fiscal Year, the maximum Special Tax A, as determined in accordance with Section C below that can be levied on such Assessor's Parcel in such Fiscal Year.
- "Maximum Special Tax B (Contingent)" means for each Assessor's Parcel and each Fiscal Year, the maximum Special Tax B (Contingent), as determined in accordance with Section C below that can be levied on such Assessor's Parcel in such Fiscal Year.
- "Multi-Family Residential Property" or "MFR" means any Assessor's Parcel of Residential Property upon which a building or buildings comprised of attached Residential Units sharing at least one common wall with another unit are constructed or are intended to be constructed.
- "Non-Residential Property" or "NR" means all Assessor's Parcels of Taxable Property for which a building permit(s) was issued for a non-residential use. The Administrator shall make the determination if an Assessor's Parcel is Non-Residential Property.
- "Property Owner's Association" or "POA" means the property owner's association or homeowner's association established to maintain certain landscaping within a Tax Zone.
- "Proportionately" means for Taxable Property that is: (i) Developed Property, that the ratio of the actual Special Tax levy to the Maximum Special Tax is the same for all Parcels of Developed Property, (ii) Approved Property, that the ratio of the actual Special Tax levy to the Maximum Special Tax is the same for all Parcels of Approved Property, and (iii) Undeveloped Property that the ratio of the actual Special Tax levy per acre to the Maximum Special Tax per acre is the same for all Parcels of Undeveloped Property.
- "Residential Unit" or "RU" means a residential unit that is used or intended to be used as a domicile by one or more persons, as determined by the Administrator.
- "Residential Property" means all Assessor's Parcels of Taxable Property upon which Residential Units have been constructed or are intended to be constructed or for which building permits have been or may be issued for purposes of constructing one or more Residential Units.
- "Service(s)" means services permitted under the Mello-Roos Community Facilities Act of 1982 including, without limitation, those services authorized to be funded by CFD No. 2016-3 as set forth in the documents adopted by the City Council at the time the CFD was formed.
- "Single Family Residential Property" or "SFR" means any Residential Property other than Multi-Family Residential Property on an Assessor's Parcel.
- "Special Tax(es)" means the Special Tax A or Special Tax B (Contingent) to be levied in each Fiscal Year on each Assessor's Parcel of Taxable Property.

"Special Tax A" means the annual special tax to be levied in each Fiscal Year on each Assessor's Parcel of Taxable Property to fund the Special Tax A Requirement.

"Special Tax A Requirement" means for each Tax Zone that amount to be collected in any Fiscal Year to pay for certain costs as required to meet the needs of such Tax Zone within CFD No. 2016-3 in both the current Fiscal Year and the next Fiscal Year. The costs to be covered shall be the direct costs for maintenance services including but not limited to (i) maintenance and lighting of parks, parkways, streets, roads and open space, (ii) maintenance and operation of water quality improvements, (iii) public street sweeping, (iv) fund an operating reserve for the costs of Services as determined by the Administrator, and (v) Administrative Expenses. Under no circumstances shall the Special Tax A Requirement include funds for Bonds.

"Special Tax B (Contingent)" means the annual special tax to be levied in each Fiscal Year on each Assessor's Parcel of Taxable Property to fund the Special Tax B (Contingent) Requirement, if required.

"Special Tax B (Contingent) Requirement" means that amount required in any Fiscal Year, if the POA is unable to maintain the Contingent Service(s) to: (i) pay the costs of Contingent Services incurred or otherwise payable in the Calendar Year commencing in such Fiscal Year; (ii) fund an operating reserve for the costs of Contingent Services as determined by the Administrator; less a credit for funds available to reduce the annual Special Tax B (Contingent) levy as determined by the Administrator.

"Taxable Property" means all Assessor's Parcels within CFD No. 2016-3, which are not Exempt Property.

"Taxable Unit" means a Residential Unit, Building Square Footage, or an Acre.

"Tax Zone" means a mutually exclusive geographic area, within which particular Special Tax rates may be levied pursuant to this Rate and Method of Apportionment of Special Tax. Appendix C identifies the Tax Zone in CFD No. 2016-3 at formation; additional Tax Zones may be created when property is annexed into the CFD.

"Tax Zone 1" means the specific geographic area identified on the CFD Boundary Map as Tax Zone 1.

"Tract(s)" means an area of land; i) within a subdivision identified by a particular tract number on a Final Map, ii) identified within a Parcel Map; or iii) identified within lot line adjustment approved for subdivision.

"Undeveloped Property" means, for each Fiscal Year, all Taxable Property not classified as Developed Property or Approved Property.

B. ASSIGNMENT TO LAND USE CATEGORIES

For each Fiscal Year, all Assessor's Parcels of Taxable Property within CFD No. 2016-3 shall be classified as Developed Property, Approved Property, or Undeveloped Property, and shall be subject to the levy of Special Taxes as determined pursuant to Sections C and D below. Assessor's Parcels of Developed Property and Approved Property shall be classified as either Residential Property or Non-Residential Property. Residential Property shall be further classified as Single Family Residential Property or

Multi-Family Residential Property and the number of Residential Units shall be determined by the Administrator.

C. MAXIMUM SPECIAL TAX RATES

For purposes of determining the applicable Maximum Special Tax for Assessor's Parcels of Developed Property and Approved Property which are classified as Residential Property, all such Assessor's Parcels shall be assigned the number of Residential Unit(s) constructed or to be constructed thereon as specified in or shown on the building permit(s) issued or Final Map as determined by the Administrator. Once a single family attached or multi-family building or buildings have been built on an Assessor's Parcel, the Administrator shall determine the actual number of Residential Units contained within the building or buildings, and the Special Tax A levied against the Assessor's Parcel in the next Fiscal Year shall be calculated by multiplying the actual number of Residential Units by the Maximum Special Tax per Residential Unit for the Tax Zone below or as included in Appendix A as each annexation occurs.

For purposes of determining the applicable Maximum Special Tax for Assessor's Parcels of Developed Property and Approved Property which are classified as Non-Residential Property, all such Assessor's Parcels shall be assigned the number of Building Square Footage or Acres as shown on the Final Map as determined by the Administrator. Once the Administrator determines the actual number of Building Square Footage or Acres for the Assessor's Parcels, the Special Tax A levied against the Assessor's Parcel in the next Fiscal Year shall be calculated by multiplying the number of Building Square Footage or Acres by the Maximum Special Tax per Taxable Unit identified for the applicable Tax Zone below or as included in Appendix A as each annexation occurs.

1. Special Tax A

a. <u>Developed Property</u>

(i) Maximum Special Tax A

The Maximum Special Tax A for each Assessor's Parcel of Developed Property shall be specific to each Tax Zone within the CFD. When additional property is annexed into CFD No. 2016-3, the rate and method adopted for the annexed property shall reflect the Maximum Special Tax A for the Tax Zones annexed and included in Appendix A. The Maximum Special Tax A for Developed Property for Fiscal Year 2017-18 within Tax Zone 1 is identified in Table 1 below:

TABLE 1 MAXIMUM SPECIAL TAX A RATES DEVELOPED PROPERTY

| Tax | | | Taxable | Maximum |
|------|----------|------------------------------------|---------|---------------|
| Zone | Tract | Land Use Category | Unit | Special Tax A |
| 1 | TR 36533 | Single Family Residential Property | RU | \$202 |

(ii) Increase in the Maximum Special Tax A

On each July 1, commencing on July 1, 2018 the Maximum Special Tax A for Developed Property shall increase by i) the percentage increase in the Consumer Price Index (All Items)

for Los Angeles - Riverside - Orange County (1982-84 = 100) since the beginning of the preceding Fiscal Year, or ii) by two percent (2.0%), whichever is greater.

(iii) Multiple Land Use Categories

In some instances, an Assessor's Parcel of Developed Property may contain more than one Land Use Category. The Maximum Special Tax A that can be levied on an Assessor's Parcel shall be the sum of the Maximum Special Tax A that can be levied for each Land Use Category located on that Assessor's Parcel. For an Assessor's Parcel that contains more than one land use, the Acreage of such Assessor's Parcel shall be allocated to each type of property based on the amount of Acreage designated for each land use as determined by reference to the site plan approved for such Assessor's Parcel. The Administrator's allocation to each type of property shall be final.

b. Approved Property

The Maximum Special Tax A for each Assessor's Parcel of Approved Property shall be specific to each Tax Zone within the CFD. When additional property is annexed into CFD No. 2016-3, the rate and method adopted for the annexed property shall reflect the Maximum Special Tax A for the Tax Zone annexed and included in Appendix A. The Maximum Special Tax A for Approved Property for Fiscal Year 2017-18 within Tax Zone 1 is identified in Table 2 below:

TABLE 2 MAXIMUM SPECIAL TAX A RATES APPROVED PROPERTY

| Tax | | | Taxable | Maximum |
|------|----------|------------------------------------|---------|---------------|
| Zone | Tract | Land Use Category | Unit | Special Tax A |
| 1 | TR 36533 | Single Family Residential Property | RU | \$202 |

On each July 1, commencing on July 1, 2018 the Maximum Special Tax A for Approved Property shall increase by i) the percentage increase in the Consumer Price Index (All Items) for Los Angeles - Riverside - Orange County (1982-84 = 100) since the beginning of the preceding Fiscal Year, or ii) by two percent (2.0%), whichever is greater.

c. Undeveloped Property

The Maximum Special Tax A for each Assessor's Parcel of Undeveloped Property shall be specific to each Tax Zone within the CFD. When additional property is annexed into CFD No. 2016-3, the rate and method adopted for the annexed property shall reflect the Maximum Special Tax A for the Tax Zone annexed and included in Appendix A. The Maximum Special Tax A for Undeveloped Property for Fiscal Year 2017-18 within Tax Zone 1 is identified in Table 3 below:

TABLE 3 MAXIMUM SPECIAL TAX A RATES UNDEVELOPED PROPERTY

| Tax Zone | Tracts | Taxable Unit | Maximum Special Tax A | |
|----------|----------|--------------|-----------------------|--|
| 1 | TR 36533 | Acre | \$638 | |

On each July 1, commencing on July 1, 2018 the Maximum Special Tax A for Undeveloped Property shall increase by i) the percentage increase in the Consumer Price Index (All Items) for Los Angeles - Riverside - Orange County (1982-84 = 100) since the beginning of the preceding Fiscal Year, or ii) by two percent (2.0%), whichever is greater.

2. Special Tax B (Contingent)

The City Council shall levy Special Tax B (Contingent) only in the event the POA defaults in its obligation to maintain the Contingent Services, which default shall be deemed to have occurred, as determined by the Administrator, in each of the following circumstances:

- (a) The POA files for bankruptcy;
- (b) The POA is dissolved;
- (c) The POA ceases to levy annual assessments for the Contingent Services; or
- (d) The POA fails to provide the Contingent Services at the same level as the City provides similar services and maintains similar improvements throughout the City and within ninety (90) days after written notice from the City, or such longer period permitted by the City Manager, fails to remedy the deficiency to the reasonable satisfaction of the City Council.

a. Developed Property

(i) Maximum Special Tax B (Contingent)

The Maximum Special Tax B (Contingent) for each Assessor's Parcel of Taxable Property is shown in Table 4 and shall be specific to each Tax Zone within the CFD. When additional property is annexed into CFD No. 2016-3, the rate and method adopted for the annexed property shall reflect the Maximum Special Tax B (Contingent) for the Tax Zones annexed and included in Appendix A. The Maximum Special Tax B (Contingent) for Fiscal Year 2017-18 within Tax Zone 1 is identified in Table 4 below:

TABLE 4
MAXIMUM SPECIAL TAX B (CONTINGENT) RATES
DEVELOPED PROPERTY

| Tax Zone | Tract | Land Use Category | Taxable Unit | Maximum Special Tax B (Contingent) |
|-------------|----------|------------------------------------|-----------------|---------------------------------------|
| 20110 | Hact | Land OSC Category | Oilit | Tax b (contingent) |
| 1 | TR 36533 | Single Family Residential Property | RU | \$366 |

(ii) Increase in the Maximum Special Tax B (Contingent)

On each July 1, commencing on July 1, 2018 the Maximum Special Tax B (Contingent) for Developed Property shall increase by i) the percentage increase in the Consumer Price Index (All Items) for Los Angeles - Riverside - Orange County (1982-84 = 100) since the beginning of the preceding Fiscal Year, or ii) by two percent (2.0%), whichever is greater.

(iii) Multiple Land Use Categories

In some instances, an Assessor's Parcel of Developed Property may contain more than one Land Use Category. The Maximum Special Tax B (Contingent) that can be levied on an Assessor's Parcel shall be the sum of the Maximum Special Tax B (Contingent) that can be levied for each Land Use Category located on that Assessor's Parcel. For an Assessor's Parcel that contains more than one land use, the Acreage of such Assessor's Parcel shall be allocated to each type of property based on the amount of Acreage designated for each land use as determined by reference to the site plan approved for such Assessor's Parcel. The Administrator's allocation to each type of property shall be final.

b. Approved Property

The Maximum Special Tax B (Contingent) for each Assessor's Parcel of Approved Property shall be specific to each Tax Zone within the CFD. When additional property is annexed into CFD No. 2016-3, the rate and method adopted for the annexed property shall reflect the Maximum Special Tax B (Contingent) for the Tax Zone annexed and included in Appendix A. The Maximum Special Tax B (Contingent) for Fiscal Year 2017-18 within Tax Zone 1 is identified in Table 5 below:

TABLE 5
MAXIMUM SPECIAL TAX B (CONTINGENT) RATES
APPROVED PROPERTY

| Tax | | | Taxable | Maximum Special |
|------|----------|------------------------------------|---------|--------------------|
| Zone | Tract | Land Use Category | Unit | Tax B (Contingent) |
| 1 | TR 36533 | Single Family Residential Property | RU | \$366 |

On each July 1, commencing on July 1, 2018 the Maximum Special Tax B (Contingent) for Approved Property shall increase by i) the percentage increase in the Consumer Price Index (All Items) for Los Angeles - Riverside - Orange County (1982-84 = 100) since the beginning of the preceding Fiscal Year, or ii) by two percent (2.0%), whichever is greater.

c. Undeveloped Property

The Maximum Special Tax B (Contingent) for each Assessor's Parcel of Undeveloped Property shall be specific to each Tax Zone within the CFD. When additional property is annexed into CFD No. 2016-3, the rate and method adopted for the annexed property shall reflect the Maximum Special Tax B (Contingent) for the Tax Zone annexed and included in Appendix A. The Maximum Special Tax B (Contingent) for Fiscal Year 2017-18 within Tax Zone 1 is identified in Table 6 below:

TABLE 6
MAXIMUM SPECIAL TAX B (CONTINGENT) RATES
UNDEVELOPED PROPERTY

| Tax Zone | Tracts | Taxable Unit | Maximum Special Tax B (Contingent) | |
|----------|----------|--------------|---------------------------------------|--|
| 1 | TR 36533 | Acre | \$1,156 | |

On each July 1, commencing on July 1, 2018 the Maximum Special Tax B (Contingent) for Undeveloped Property shall increase by i) the percentage increase in the Consumer Price Index (All Items) for Los

Angeles - Riverside - Orange County (1982-84 = 100) since the beginning of the preceding Fiscal Year, or ii) by two percent (2.0%), whichever is greater.

D. METHOD OF APPORTIONMENT OF ANNUAL SPECIAL TAX

1. Special Tax A

Commencing with Fiscal Year 2017-18 and for each following Fiscal Year, the City Council shall determine the Special Tax A Requirement for each Tax Zone and shall levy the Special Tax A on all Assessor's Parcels of Taxable Property within such Tax Zone until the aggregate amount of Special Tax A equals the Special Tax A Requirement for such Tax Zone. The Special Tax A shall be levied for each Fiscal Year as follows:

<u>First</u>: The Special Tax A shall be levied Proportionately on all Assessor's Parcels of Developed Property up to 100% of the applicable Maximum Special Tax A to satisfy the Special Tax A Requirement;

<u>Second</u>: If additional moneys are needed to satisfy the Special Tax A Requirement after the first step has been completed, the Special Tax A shall be levied Proportionately on each Parcel of Approved Property at up to 100% of the Maximum Special Tax A for Approved Property;

<u>Third</u>: If additional monies are needed to satisfy the Special Tax A Requirement after the first two steps has been completed, the Special Tax A shall be levied Proportionately on all Assessor's Parcels of Undeveloped Property up to 100% of the Maximum Special Tax A for Undeveloped Property.

2. Special Tax B (Contingent)

Commencing with the first Fiscal Year in which Special Tax B (Contingent) is authorized to be levied and for each following Fiscal Year, the City Council shall determine the Special Tax B (Contingent) Requirement for each Tax Zone, if any, and shall levy the Special Tax on all Assessor's Parcels of Taxable Property within such Tax Zone until the aggregate amount of Special Tax B (Contingent) equals the Special Tax B (Contingent) Requirement for such Tax Zone. The Special Tax B (Contingent) shall be levied for each Fiscal Year as follows:

<u>First</u>: The Special Tax shall be levied Proportionately on all Assessor's Parcels of Developed Property up to 100% of the applicable Maximum Special Tax B (Contingent) to satisfy the Special Tax B (Contingent) Requirement;

<u>Second</u>: If additional moneys are needed to satisfy the Special Tax B (Contingent) Requirement after the first step has been completed, the Special Tax B (Contingent) shall be levied Proportionately on each Parcel of Approved Property at up to 100% of the Maximum Special Tax B (Contingent) for Approved Property;

<u>Third</u>: If additional monies are needed to satisfy the Special Tax B (Contingent) Requirement after the first two steps has been completed, the Special Tax B (Contingent) shall be levied Proportionately on all Assessor's Parcels of Undeveloped Property up to 100% of the Maximum Special Tax B (Contingent) for Undeveloped Property.

E. FUTURE ANNEXATIONS

It is anticipated that additional properties will be annexed to CFD No. 2016-3 from time to time. As each annexation is proposed, an analysis will be prepared to determine the annual cost for providing Services to such properties. Based on this analysis, any properties to be annexed, pursuant to California Government Code section 53339 et seq. will be assigned the appropriate Maximum Special Tax rates for the Tax Zone when annexed and included in Appendix A.

F. DURATION OF SPECIAL TAX

For each Fiscal Year, the Special Tax A shall be levied as long as the Services are being provided.

For each Fiscal Year, the Special Tax B (Contingent) shall be levied as long as the Contingent Services are being provided.

G. EXEMPTIONS

The City shall classify as Exempt Property within CFD No. 2016-3, all Assessor's; (i) which are owned by, irrevocably offered for dedication, encumbered by or restricted in use by any public entity; (ii) with public or utility easements making impractical their utilization for other than the purposes set forth in the easement; (iii) which are privately owned but are encumbered by or restricted solely for public uses; or (iv) which are in use in the performance of a public function as determined by the Administrator.

H. APPEALS

Any property owner claiming that the amount or application of the Special Taxes are not correct may file a written notice of appeal with the City not later than twelve months after having paid the first installment of the Special Tax that is disputed. The Administrator of CFD No. 2016-3 shall promptly review the appeal, and if necessary, meet with the property owner, consider written and oral evidence regarding the amount of the Special Tax, and rule on the appeal. If the Administrator's decision requires that the Special Tax for an Assessor's Parcel be modified or changed in favor of the property owner, a cash refund shall not be made, but an adjustment shall be made to the Special Tax on that Assessor's Parcel in the subsequent Fiscal Year(s).

I. MANNER OF COLLECTION

The Special Tax shall be collected in the same manner and at the same time as ordinary ad valorem property taxes, provided, however, that CFD No. 2016-3 may collect the Special Tax at a different time or in a different manner if necessary to meet its financial obligations.

APPENDIX A

CITY OF CORONA COMMUNITY FACILITIES DISTRICT NO. 2016-3 (MAINTENANCE SERVICES)

Section 1.01

Section 1.02

COST ESTIMATE

Special Tax A Services - The estimate breaks down the costs of providing one year's maintenance services for Fiscal Year 2023-24. These services are being funded by the levy of Special Tax A for Community Facilities District No. 2016-3.

TAX ZONE 38 (SERVICES) LLA 22-002

| Item | Description | Estimated Cost |
|-------|-------------|----------------|
| 1 | Lighting | \$2,805 |
| 2 | Streets | \$2,642 |
| 3 | Reserves | \$316 |
| 4 | Admin | \$967 |
| Total | | \$6,731 |

Special Tax B Contingent Services – There are no services being funded by the levy of Special Tax B (Contingent) for Community Facilities District No. 2016-3.

Section 1.03 MAXIMUM SPECIAL TAXES ASSIGNED TO EACH TAX ZONE Section 1.04 DEVELOPED PROPERTY

| Tax | | | No. of | | | | Maximum | |
|-----|----------|--------------|---------|----------|---------|---------------|---------------|------------------------------|
| 1 | Year | _ | Taxable | Land Use | Taxable | Maximum | Special Tax B | |
| | Included | Tract/APN | Units | Category | Unit | Special Tax A | (Contingent) | Subdivider |
| | 2017-18 | 36533 | 103 | SFR | RU | \$202 | \$366 | Mari Girgis, LLC |
| | 2017-18 | 36427 | 146 | MFR | RU | \$368 | \$14 | LCG Harrington, LLC |
| | 2017-18 | PM 37167 | 2.50 | NR | Acre | \$953 | \$0 | Third Street Annex, LLC |
| | 2017-18 | 115-210-025 | 3.74 | NR | Acre | \$2,608 | \$0 | LBA RV-Company XX, LP |
| | 2018-19 | 36544 | 292 | SFR | RU | \$941 | \$81 | Richland Communities |
| 6 | 2018-19 | TTM 31373 | 26 | SFR | RU | \$1,470 | \$9 | Yahnes El Kaseer, LLC |
| | | | | | | | | Knowleton Communities, |
| | 2018-19 | TTM 33135 | 62 | SFR | RU | \$378 | \$425 | LLC |
| | 2019-20 | TTM 37114 | 5 | SFR | RU | \$715 | \$0 | Karen Parker |
| | 2019-20 | PM 27203 | 4 | SFR | RU | \$976 | \$0 | William Meister |
| | 2019-20 | PM 36873 | 2 | SFR | RU | \$832 | \$0 | Kenneth Ibbetson |
| 11 | 2019-20 | TR 36701 | 12 | SFR | RU | \$315 | \$84 | MVV, LP |
| 12 | 2019-20 | PM 30844 | 2 | SFR | RU | \$905 | \$0 | Padilla Family Trust |
| 13 | 2019-20 | LLA 2018-003 | 32.00 | NR | Acre | \$578 | \$0 | Corona Industrial Park, LLC |
| | | TPM 37521 | | | | | | Louk, Hobbs, and |
| 14 | 2019-20 | TPM 37765 | 2 | SFR | RU | \$765 | \$0 | Armstrong |
| | | | | | | | | Northpoint Evangelical |
| 15 | 2019-20 | PM 37357 | 1 | SFR | RU | \$1,080 | \$0 | Church |
| 16 | 2020-21 | LLA 18-002 | 4.99 | NR | Acre | \$609 | \$0 | Fitness International, LLC |
| | | | | | | | | Corona Regional Medical |
| 17 | 2020-21 | TR 37565 | 3.48 | NR | Acre | \$4,459 | \$0 | Center, LLC |
| 18 | 2020-21 | PM 37746 | 4.08 | NR | Acre | \$1,131 | \$0 | RCTC |
| 19 | 2020-21 | TR 37719 | 23 | SFR | RU | \$1,057 | \$0 | EB Corona, LLC |
| 20 | 2020-21 | TTM 37788 | 11.70 | NR | Acre | \$979 | \$1,132 | Bedford Marketplace, LLC |
| 21 | 2020-21 | 115-090-008 | 3.05 | NR | Acre | \$2,347 | \$0 | Christopher Ranch |
| 22 | 2020-21 | TTM 37747 | 3.38 | NR | Acre | \$1,965 | \$756 | CI Rancho II, LLC |
| 23 | 2021-22 | TTM 36634 | 11 | SFR | RU | \$686 | \$66 | Poppybend, LLC |
| | | | | | | | | West Corona Freeway |
| 24 | 2021-22 | PM 37763 | 4.36 | NR | Acre | \$687 | \$72 | Center Owner LLC |
| | | | | | | | | Promenade Realty |
| 25 | 2021-22 | PM 38461 | 4.12 | NR | Acre | \$488 | \$0 | Partners, LLC |
| | | TR 36605 | | | | | | |
| 26 | 2021-22 | TR 36608 | 27 | SFR | RU | \$1,090 | \$0 | D.R. Horton |
| 27 | 2021-22 | PM 14363 | 1.14 | NR | Acre | \$1,313 | \$0 | HI Corona, LLC |
| 28 | 2021-22 | PM 37334 | 4.98 | NR | Acre | \$1,465 | \$0 | Rodolfo M. & Maria Franco |
| | 2021-22 | TR 36821 | 5 | SFR | RU | \$1,320 | \$0 | Junfei Dai |
| | 2021-22 | PM 36667 | 4 | SFR | RU | \$1,671 | \$0 | Poppybend, LLC |
| | | | | | | | | Latitude Business Park, LLC |
| | | | | | | | | & Latitude Business Park II, |
| 31 | 2021-22 | PM 37608 | 71.72 | NR | Acre | \$267 | \$0 | LLC |
| | | LLA 19-009 | | | | , | • | AVMGH II Limited |
| 32 | 2022-23 | LLA 19-010 | 38.71 | NR | Acre | \$567 | \$0 | Partnership |

| | Fiscal | | No. of | | | | Maximum | |
|------|------------------|---------------|---------|----------|---------|---------------|---------------|------------------------|
| Tax | Year | | Taxable | Land Use | Taxable | Maximum | Special Tax B | |
| Zone | Included | Tract/APN | Units | Category | Unit | Special Tax A | (Contingent) | Subdivider |
| | | | | | | | | Radio Road Industrial |
| 33 | 2022-23 | DPR 2019-022 | 7.00 | NR | Acre | \$566 | \$0 | Owner, LP |
| 34 | 2023-24 | TR 35851 | 60 | SFR | RU | \$224 | \$0 | Corona 4 Land, LLC |
| 35 | 2023-24 | DPR 2022-0004 | 3.45 | NR | Acre | \$1,605 | \$0 | Leeson Corona LLC |
| 36 | 2023-24 | TR 32703 | 13 | SFR | RU | \$4,064 | \$0 | Southpoint Corona, LLC |
| 37 | To Be Determined | | | | | | | |
| | | | | | | | | IPT Corona Commerce |
| 38 | 2023-24 | LLA 22-002 | 14.82 | NR | Acre | \$454 | \$0 | Center, LLC |

Section 1.05

Section 1.06 UNDEVELOPED PROPERTY

| | Finnal | T | No of | | D. d. a | D. d. a. v. i a. a. v. a. a. | |
|-------------|------------------|-------------|------------------|-----------------|------------------|------------------------------|----------------------------|
| T | Fiscal | | No. of | Tawahla | Maximum | Maximum | |
| Tax Zone | Year Included | Tract/APN | Taxable Units | Taxable Unit | Special Tax A | Special Tax B (Contingent) | Subdivider |
| | | 36533 | 32.62 | | \$638 | \$1,156 | |
| 1 | 2017-18 | | | Acres | | | Mari Girgis, LLC |
| 2 | 2017-18 | 36427 | 8.30 | Acres | \$6,533 | \$247 | LCG Harrington, LLC |
| 3 | 2017-18 | PM 37167 | 2.50 | Acres | \$953 | \$0 | Third Street Annex, LLC |
| 4 | 2017-18 | 115-210-025 | 3.74 | Acres | \$2,608 | \$0 | LBA RV-Company XX, LP |
| 5 | 2018-19 | 36544 | 68.33 | Acres | \$4,018 | \$343 | Richland Communities |
| 6 | 2018-19 | TTM 31373 | 17.92 | Acres | \$2,112 | \$12 | Yahnes El Kaseer, LLC |
| _ | 2010.10 | | 46.00 | | 44.454 | 44.505 | Knowleton Communities, |
| 7 | 2018-19 | TTM 33135 | 16.09 | Acres | \$1,454 | \$1,635 | LLC |
| 8 | 2019-20 | TTM 37114 | 2.99 | Acres | \$1,195 | \$0 | Karen Parker |
| 9 | 2019-20 | PM 37203 | 1.10 | Acres | \$3,550 | \$0 | William Meister |
| 10 | 2019-20 | PM 36873 | 1.40 | Acres | \$1,187 | \$0 | Kenneth Ibbetson |
| 11 | 2019-20 | TR 36701 | 3.95 | Acres | \$957 | \$255 | MVV, LP |
| 12 | 2019-20 | PM 30844 | 2.15 | Acres | \$1,809 | \$0 | Padilla Family Trust |
| | | LLA 2018- | | | | | Corona Industrial Park, |
| 13 | 2019-20 | 003 | 32.00 | Acres | \$578 | \$0 | LLC |
| | | TPM 37521 | | _ | 4 | 4 - | Louk, Hobbs, and |
| 14 | 2019-20 | TPM 37765 | 1.78 | Acres | \$859 | \$0 | Armstrong |
| | | | | | | | Northpoint Evangelical |
| 15 | 2019-20 | PM 37357 | 1 | Acres | \$1,776 | \$0 | Church |
| 16 | 2020-21 | LLA 18-002 | 4.99 | Acres | \$609 | \$0 | Fitness International, LLC |
| | | | | | | | Corona Regional Medical |
| 17 | 2020-21 | TR 37565 | 3.48 | Acres | \$4,459 | \$0 | Center, LLC |
| 18 | 2020-21 | PM 37746 | 4.08 | Acres | \$1,131 | \$0 | RCTC |
| 19 | 2020-21 | TR 37719 | 3.74 | Acres | \$6,490 | \$0 | EB Corona |
| | | | | _ | 4 | 4 | Bedford Marketplace, |
| 20 | 2020-21 | TTM 37788 | 11.70 | Acres | \$979 | \$1,132 | LLC |
| 21 | 2020-21 | 115-090-008 | 3.05 | Acres | \$2,347 | \$0 | Christopher Ranch |
| 22 | 2020-21 | TTM 37747 | 3.38 | Acres | \$1,965 | \$756 | CI Rancho II, LLC |
| 23 | 2021-22 | TTM 36634 | 2.33 | Acres | \$3,237 | \$311 | Poppybend, LLC |
| | | | | | | | West Corona Freeway |
| 24 | 2021-22 | PM 37763 | 4.36 | Acres | \$687 | \$72 | Center Owner LLC |
| | | | | | | | Promenade Realty |
| 25 | 2021-22 | PM 38461 | 4.12 | Acres | \$488 | \$0 | Partners, LLC |
| | | TR 36605 | | | | | |
| 26 | 2021-22 | TR 36608 | 5.52 | Acres | \$5,329 | \$0 | D.R. Horton |
| 27 | 2021-22 | PM 14363 | 1.14 | Acres | \$1,313 | \$0 | HI Corona, LLC |
| 28 | 2021-22 | PM 37334 | 4.98 | Acres | \$1,465 | \$0 | Rudy M. & Maria Franco |
| 29 | 2021-22 | TR 36821 | 4.90 | Acres | \$1,347 | \$0 | Junfei Dai |
| 30 | 2021-22 | PM 36667 | 1.50 | Acres | \$4,457 | \$0 | Poppybend, LLC |
| | | | | | | | Latitude Business Park, |
| | | | | | _ | | LLC & Latitude Business |
| 31 | 2021-22 | PM 37608 | 71.72 | Acres | \$267 | \$0 | Park II, LLC |
| | | LLA 19-009 | | | _ | | AVMGH II Limited |
| 32 | 2022-23 | LLA 19-010 | 38.71 | Acres | \$567 | \$0 | Partnership |

| Tax | Fiscal Year | | No. of Taxable | Taxable | Maximum Special | Maximum Special Tax B | | | |
|------|------------------|---------------|-------------------|---------|--------------------|--------------------------|------------------------|--|--|
| Zone | Included | Tract/APN | Units | Unit | Tax A | (Contingent) | Subdivider | | |
| | | | | | | | Radio Road Industrial | | |
| 33 | 2022-23 | DPR 2019-022 | 7.00 | Acres | \$566 | \$0 | Owner, LP | | |
| 34 | 2023-24 | TR 35851 | 3.42 | Acres | \$3,925 | \$0 | Corona 4 Land, LLC | | |
| 35 | 2023-24 | DPR 2022-0004 | 3.45 | Acres | \$1,605 | \$0 | Leeson Corona LLC | | |
| 36 | 2023-24 | TR 32703 | 7.33 | Acres | \$7,208 | \$0 | Southpoint Corona, LLC | | |
| 37 | To Be Determined | | | | | | | | |
| | | | | | | | IPT Corona Commerce | | |
| 38 | 2023-24 | LLA 22-002 | 14.82 | Acres | \$454 | \$0 | Center, LLC | | |

Section 1.07 ESCALATION OF MAXIMUM SPECIAL TAXES

Section 1.08 On each July 1, commencing on July 1, 2018 the Maximum Special Tax shall increase by i) the percentage increase in the Consumer Price Index (All Items) for Los Angeles - Riverside - Orange County (1982-84 = 100) since the beginning of the preceding Fiscal Year, or ii) by two percent (2.0%), whichever is greater.

APPENDIX B

CITY OF CORONA COMMUNITY FACILITIES DISTRICT NO. 2016-3 (MAINTENANCE SERVICES)

Section 1.09 DESCRIPTION OF AUTHORIZED SERVICES

The services which may be funded with proceeds of the special tax of CFD No. 2016-3, as provided by Section 53313 of the Act, will include all costs attributable to maintaining, servicing, cleaning, repairing and/or replacing landscaped areas (may include reserves for replacement) in public street right-of-way, public landscaping, public open spaces and other similar landscaped areas officially dedicated for public use. These services including the following:

- (a) maintenance and lighting of parks, parkways, streets, roads and open space, which maintenance and lighting services may include, without limitation, furnishing of electrical power to street lights and traffic signals; repair and replacement of damaged or inoperative light bulbs, fixtures and standards; maintenance (including irrigation and replacement) of landscaping vegetation situated on or adjacent to parks, parkways, streets, roads and open space; maintenance and repair of irrigation facilities; maintenance of public signage; graffiti removal from and maintenance and repair of public structures situated on parks, parkways, streets, roads and open space; maintenance and repair of playground or recreation program equipment or facilities situated on any park; and
- (b) maintenance and operation of water quality improvements which include storm drainage and flood protection facilities, including, without limitation, drainage inlets, catch basin inserts, infiltration basins, flood control channels, fossil fuel filters, and similar facilities. Maintenance services may include but is not limited to the repair, removal or replacement of all or part of any of the water quality improvements, fossil fuel filters within the public right-of-way including the removal of petroleum hydrocarbons and other pollutants from water runoff, or appurtenant facilities, clearing of inlets and outlets; erosion repairs; and cleanup to improvements, and other items necessary for the maintenance and servicing of the water quality basin improvements within flood control channel improvements; and
- (c) public street sweeping, on the segments of the arterials within the boundaries of CFD No. 2016-3; as well as local roads within residential subdivisions located within CFD No. 2016-3; and any portions adjacent to the properties within CFD No. 2016-3; and

In addition to payment of the cost and expense of the forgoing services, proceeds of the special tax may be expended to pay "Administrative Expenses," as said term is defined in the Rate and Method of Apportionment.

The above services may be financed by proceeds of the special tax of CFD No. 2016-3 only to the extent that they are in addition to those provided in the territory of CFD No. 2016-3 before CFD No. 2016-3 was created or those provided in the territory annexed to CFD No. 2016-3 before the territory was annexed, as applicable.

APPENDIX C

CITY OF CORONA COMMUNITY FACILITIES DISTRICT NO. 2016-3 (MAINTENANCE SERVICES) PROPOSED BOUNDARIES AND POTENTIAL ANNEXATION AREA BOUNDARIES

RECORDED THIS TAND DAY OF JANUARIA. 2019, AT THE HOUR OF 4'140 OYCLOCK PLM IN BOOK \$\hat{8}\) DAY OF MAPS OF ASSESSMENT AND COMMUNINTY PACULTES DISTRICTS IN THE OFFICE OF THE COUNTY RECORDER, IN THE COUNTY OF RIVERSIDE, STATE OF SHEET 1 OF 1 SHEET FEE: \$10.00 NO.2016-0494013
PETER ALDANA, ASSESSOR, COUNTY CLERK, RECORDER THIENCE LEGEND PROPOSED BOUNDARIES OF POTENTIAL ANNEXATION AREA (MAINTENANCE SERVICES), CITY OF CORONA, COLINTY OF RIVERSIDE, STATE OF CALIFORNIA, WAS ARROWED BY THE CITY OF CORONA AT REGULAR METHOS THEREOF, HELD ON \$\frac{2}{2}\$ DAY OF MATRIALS, 30 JU.

BY RESOLUTION NO \$\frac{200}{200} \text{Matrials}\$ I HEREBY CERTIFY THAT THE WITHIN MAP SHOWING THE URUPA VALLEY

CITY OF CORONA

CITY CLERK

- ANNEXATION AREA BOUNDARY