

Exhibit "B"  
**Quailwood Meadows Community Facilities District**  
 Annual Budget 2013-14

**Revenues:**

Property Taxes - General (Operating)	\$	20,637
Property Taxes - Secondary (Debt Service)		361,140
Developer Contribution (Operating)		-
Developer Contribution (Debt Service)		214,459
Interest on Investments		6
Total Revenues		596,242

**Expenditures:**

General Operations		71,485
Debt Service		575,605
Total Expenditures		647,090
Excess (Deficiency) of Revenues Over (Under) Expenditures		(50,848)

Beginning Fund Balance		113,117
Ending Fund Balance	\$	62,269

Community Facilities Districts are formed under the Community Facilities Act Legislation adopted by the State Legislature in 1988. The formation of facilities districts may result in the levy of ad valorem taxes to finance public infrastructure and enhanced municipal services.

On August 12, 2004, the Town Council adopted Resolution No. 1294 forming the Quailwood Meadows Community Facilities District (District). On August 12, 2004, the District Board adopted Resolution No. 1 which organized the District and set an election for October 12, 2004, to consider whether to (a) issue and sell general obligation bonds of the District for public infrastructure in a maximum amount of \$25,000,000, payable from an ad valorem tax (estimated at \$5.25 per \$100 secondary assessed valuation for the fiscal year 2013-14) against real and personal property located in the District (see legal description of property), and (b) levy an ad valorem tax on real and personal property in the District not in excess of \$.30 per \$100 of secondary assessed valuation for District operation and maintenance.

Property taxes are based on \$6,878,855 secondary assessed valuation per Yavapai County Assessor's office.

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Annual Budget 2013-14

Personnel Services	11,657
Professional and Contractual Services	34,278
Printing, Binding and Other Services	-
Insurance	-
Miscellaneous	25,550
Replacement Reserve Set Aside	-
Debt Service	575,605
Total Appropriations	<u><u>647,090</u></u>

## Quailwood Meadows Community Facilities District

Annual Budget 2013-14

<b>Personnel Services</b>	
Accounting and Auditing Services	951
Engineering Services	2,126
Attorney and Legal Services	2,475
District Manager	2,477
District Clerk	1,076
District Treasurer	1,530
CFD Administration	1,021
Total Personnel Services	<u>11,657</u>
<b>Professional and Other Contracted Services</b>	
Landscaping Services	30,200
Other Professional Services	4,078
Total Professional and Other Contracted Services	<u>34,278</u>
<b>Printing, Binding and Other Services</b>	
Photocopy and Microfilming	-
Legal Advertising	-
Recording Costs	-
Total Printing, Binding and Other Services	<u>-</u>
<b>Insurance</b>	
Insurance and Bonds	-
Total Insurance	<u>-</u>
<b>Miscellaneous</b>	
Miscellaneous Supplies	-
Miscellaneous Services - Utility	25,550
Total Miscellaneous	<u>25,550</u>
<b>Replacement Reserve Set Aside</b>	<u>-</u>