

MERRILL RANCH COMMUNITY FACILITIES DISTRICT NO. 2

MINUTES OF THE MERRILL RANCH COMMUNITY FACILITY DISTRICT NO. 2 SPECIAL MEETING OF THE DISTRICT BOARD HELD ON MONDAY, JULY 1, 2019, AT 6:00 P.M., IN THE FLORENCE TOWN COUNCIL CHAMBERS, LOCATED AT 775 N. MAIN STREET, FLORENCE, ARIZONA.

CALL TO ORDER

Chairman Walter called the meeting to order at 6:00 pm.

ROLL CALL:

Present: Walter, Anderson, Wall, Larsen, Cordes, Hughes

Absent: Hawkins

NEW BUSINESS

Public hearing to receive citizens' comments on the property tax levy of the Merrill Ranch Community Facilities District No. 2: Ordinance No. MRCFD2 216-19.

Chairman Walter read Ordinance No. MRCFD2 216-19 by title only.

AN ORDINANCE OF MERRILL RANCH COMMUNITY FACILITIES DISTRICT NO. 2, PINAL COUNTY, ARIZONA, LEVYING THE ASSESSED VALUATION OF THE PROPERTY WITHIN THE COMMUNITY FACILITIES DISTRICT SUBJECT TO TAXATION OF CERTAIN SUM UPON EACH ONE HUNDRED DOLLARS (\$100.00) OF VALUATION SUFFICIENT TO RAISE THE AMOUNT ESTIMATED TO BE RECEIVED FROM FUNDS FOR COMMUNITY FACILITIES EXPENSES FOR THE FISCAL YEAR ENDING THE 30TH DAY OF JUNE 2020.

Mr. Sanchez stated that the request is for the tax levy to be set at \$3.25 per \$100 of Net Assessed Valuation (NAV). The levy will bring in approximately \$698,767 and the funds will be used for debt service. The request also includes an ad valorem levy for operations and maintenance at \$0.30 per \$100 NAV or \$64,501. The total combined levy is \$3.55 per \$100 NAV or \$763,268.

Chairman Walter stated that the ad valorem is that same as prior years.

Chairman Walter opened the public hearing.

Boardmember Wall stated that the levy is increasing by \$0.27 over the previous year. She stated that she noticed the difference on her tax bill.

Mr. Billingsley stated that the CFDs have always taxed at the maximum rate. Last year, the District Treasurer determined that they could do a reduction based on the fact that no additional

debt was being levied. He stated that based on their financial analysis including the audit that was recently completed, it indicates that we need to continue to assess at the maximum rate.

Mr. Billingsley stated that there was one year where there was a reduction of \$0.27 but the rate needs to increase to the maximum rate to cover the debt.

Chairman Walter closed the public hearing.

Public hearing to receive citizens' comments on the proposed final budget for Merrill Ranch Community Facilities District No. 2 and possible adoption of Resolution No. MRCFD2 237-19.

Chairman Walter read Resolution No. MRCFD2 237-19 by title only.

A RESOLUTION OF THE MERRILL RANCH COMMUNITY FACILITIES DISTRICT NO. 2, PINAL COUNTY, ARIZONA, ADOPTING THE BUDGET FOR FISCAL YEAR 2019-2020.

Ms. Sanchez stated that the budget for Fiscal Year 2019-2020 is estimated to be \$4,447,321 in expenditure for Capital Improvements, Debt Service and Administrative costs.

Chairman Walter opened the public hearing. There being no public comments, Chairman Walter closed the public hearing.

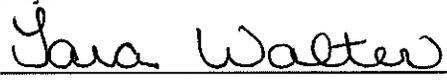
On motion of Boardmember Wall, seconded by Boardmember Cordes, and carried (6-0) to adopt Resolution No. MRCFD2 237-19.

Discussion/Approval/Disapproval of the Merrill Ranch Community Facilities District No. 2 October 1, 2018 and April 15, 2019 Special Meeting minutes.

On motion of Vice-Chairman Anderson, seconded by Boardmember Larsen, and carried (6-0) to approve the Merrill Ranch Community Facilities District No. 2 October 1, 2018 and April 15, 2019 Special Meeting minutes.

ADJOURNMENT

On motion of Vice-Chairman Anderson, seconded by Boardmember Wall, and carried (6-0) to adjourn from Merrill Ranch Community Facilities District No. 2.



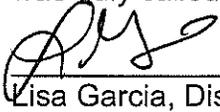
Tara Walter, Chairman

ATTEST:



Lisa Garcia, District Clerk

I certify that the following is a true and correct copy of the minutes of the Merrill Ranch Community Facilities District No. 2 Special Meeting held on July 1, 2019, and that the meeting was duly called to order and that a quorum was present.



Lisa Garcia, District Clerk

