RESOLUTION NO. 2022-

RESOLUTION INITIATING PROCEEDINGS FOR ASSESSMENT DISTRICT NO. 21-04 Highland Park, Units 1 & 2

(Pursuant to Landscape and Lighting Act of 1972)

NOW THEREFORE BE IT RESOLVED AS FOLLOWS:

1. The City Council proposes to form an assessment district pursuant to the Landscaping & Lighting Act of 1972 (Section 22500 and following, Streets & Highways Code) for the purpose of the following improvements:

Maintenance of street trees, landscaping, local streets, street lights, block walls, and any other applicable equipment or improvements.

- 2. The proposed district shall be designated "Assessment District No. 21-04, City of Visalia, Tulare County, California," and shall include the land shown on the map designated "Assessment Diagram, Assessment District No. 21-04, City of Visalia, Tulare County, California", which is on file with the City Clerk and is hereby approved and known as "Highland Park, Units 1 & 2."
- 3. The City Engineer of the City of Visalia is hereby designated engineer for the purpose of these formation proceedings. The City Council hereby directs the Engineer to prepare and file with the City Clerk a report in accordance with Article 4 of Chapter 1 of the Landscape & Lighting Act of 1972.

PASSED AND ADOPTED: February 7, 2022	LESLIE B. CAVIGLIA, CITY CLERK
STATE OF CALIFORNIA) COUNTY OF TULARE) ss. CITY OF VISALIA)	

I, Leslie B. Caviglia, City Clerk of the City of Visalia, certify the foregoing is the full and true Resolution 2022- passed and adopted by the Council of the City of Visalia at a regular meeting held on February 7, 2022.

Dated: February 7, 2022 LESLIE B. CAVIGLIA, CITY CLERK

By Michelle Nicholson, Chief Deputy City Clerk

CLERK'S CERTIFICATION TO COUNTY AUDITOR

ASSESSMENT DISTRICT NO. 21-04 Highland Park, Units 1 & 2 (Pursuant to Landscaping & Lighting Act of 1972)

TO THE COUNTY AUDITOR OF THE COUNTY OF TULARE:

I hereby certify that the attached document is a true copy of that certain Engineer's Report, including assessments and assessment diagram, for "Assessment District No. 21-04, City of Visalia, Tulare County, California" confirmed by the City Council of the City of Visalia on February 7, 2022 by its Resolution No. 2022-

This document is certified, and is filed with you, pursuant to Section 22641 of the Streets and Highways Code.

Dated: February 7, 2022 LESLIE B. CAVIGLIA, CITY CLERK

By Michelle Nicholson, Chief Deputy City Clerk

RESOLUTION NO. 2022-

RESOLUTION ORDERING THE IMPROVEMENTS FOR ASSESSMENT DISTRICT NO. 21-04 Highland Park, Units 1 & 2

(Pursuant to the Landscape & Lighting Act of 1972)

NOW THEREFORE BE IT RESOLVED AS FOLLOWS:

- 1. The City Council adopted its Resolution Initiating Proceedings for Assessment District No. 21-04, City of Visalia, Tulare County, California, and directed the preparation and filing of the Engineer's Report on the proposed formation.
- 2. The Engineer for the proceedings has filed an Engineer's Report with the City Clerk.
- 3. The owners of all land within the boundaries of the proposed landscape and lighting district have filed their consent to the formation of the proposed district, and to the adoption of the Engineer's Report and the levy of the assessments stated therein.
- 4. The City Council hereby orders the improvements and the formation of the assessment district described in the Resolution Initiating Proceedings and in the Engineer's Report.
- 5. The City Council hereby confirms the diagram and the assessment contained in the Engineer's Report and levies the assessment for the fiscal year 2022/23.
- 6. The City Council hereby forwards the following attachments to Tulare County Recorder's Office for recordation:
 - a. Clerk's Certification to County Auditor
 - b. Resolution Initiating Proceedings
 - c. Resolution Ordering Improvements
 - d. Engineer's Report:

Exhibit A - Assessment Diagram showing all parcels of real property

within the Assessment District

Exhibit B - Landscape Location Diagram

Exhibit C - Tax Roll Assessment Exhibit D - Engineer's Report

PASSED AND	ADOPTED:	February 7	7, 2022

LESLIE B. CAVIGLIA, CITY CLERK

STATE OF CALIFORNIA)
COUNTY OF TULARE) ss.
CITY OF VISALIA)

I, Leslie B. Caviglia, City Clerk of the City of Visalia, certify the foregoing is the full and true Resolution 2022— passed and adopted by the Council of the City of Visalia at a regular meeting held on February 7, 2022.

Dated: February 7, 2022 LESLIE B. CAVIGLIA, CITY CLERK

By Michelle Nicholson, Chief Deputy City Clerk

Exhibit "A" Assessment Diagram Landscape & Lighting Assessment District No. 21-04 Highland Park, Units 1 & 2

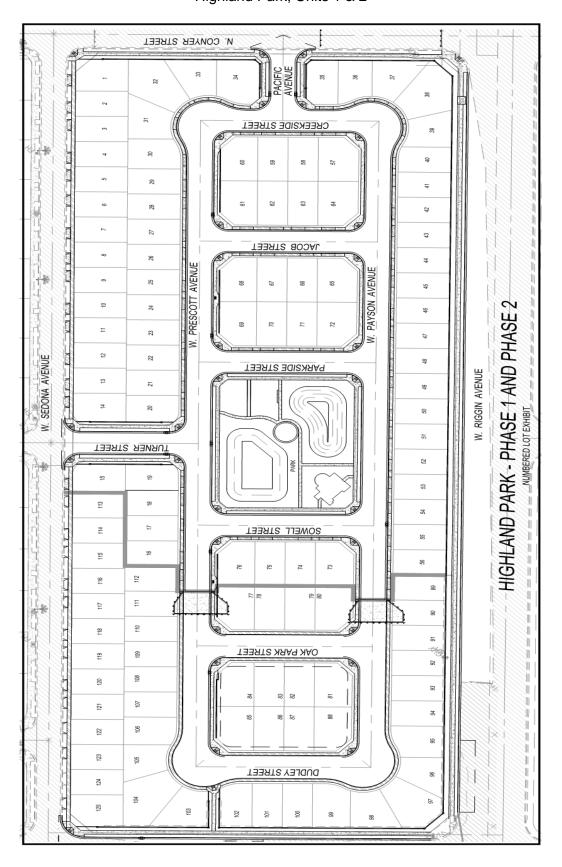


Exhibit "B"

Landscape Location Diagram

Landscape & Lighting Assessment District No. 21-04

Highland Park, Units 1 & 2

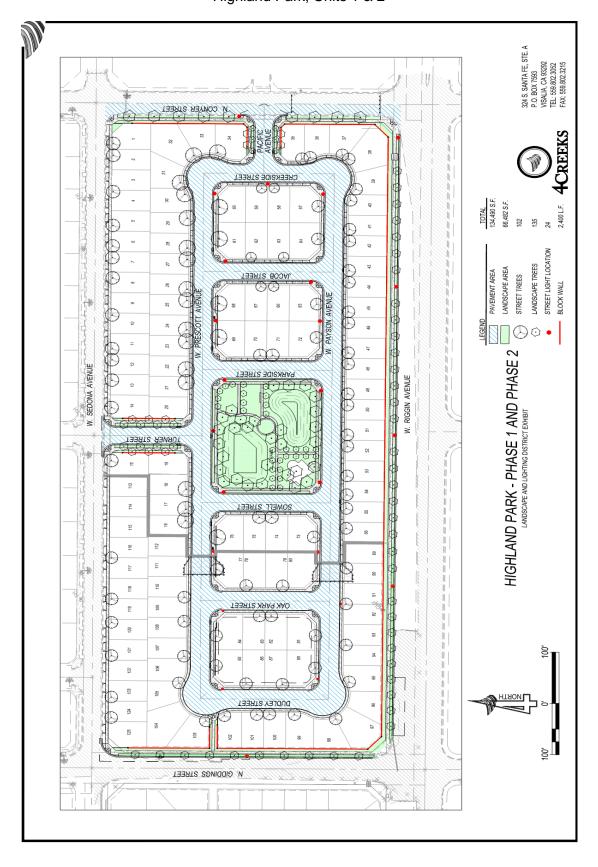


Exhibit "C"

Tax Roll Assessment Landscape & Lighting Assessment District 21-04 Highland Park, Units 1 & 2 Fiscal Year 2022-23

APN#	Assessment	<u>Owner</u>	Lot #	<u>District</u>
To be assigned	\$555.71	Woodside 06N, LP	21-04001	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04002	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04003	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04004	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04005	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04006	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04007	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04008	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04009	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04010	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04011	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04012	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04013	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04014	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04015	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04016	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04017	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04018	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04019	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04020	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04021	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04022	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04023	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04024	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04025	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04026	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04027	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04028	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04029	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04030	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04031	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04032	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04033	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04034	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04035	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04036	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04037	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04038	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04039	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04040	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04041	21-04 Highland Park, Units 1 & 2

Exhibit "C"

Tax Roll Assessment

Landscape & Lighting Assessment District 21-04 Highland Park, Units 1 & 2 Fiscal Year 2022-23

	^		04 04040	
To be assigned	\$555.71	Woodside 06N, LP	21-04042	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04043	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04044	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04045	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04046	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04047	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04048	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04049	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04050	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04051	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04052	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04053	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04054	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04055	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04056	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04057	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04058	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04059	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04060	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04061	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04062	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04063	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04064	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04065	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04066	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04067	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04068	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04069	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04070	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04071	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04072	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04073	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04074	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04075	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04076	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04077	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04078	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04079	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04080	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04081	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04082	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04083	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04084	21-04 Highland Park, Units 1 & 2

Exhibit "C"

Tax Roll Assessment

Landscape & Lighting Assessment District 21-04 Highland Park, Units 1 & 2 Fiscal Year 2022-23

To be assigned	\$555.71	Woodside 06N, LP	21-04085	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04086	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04087	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04088	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04089	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04090	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04091	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04092	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04093	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04094	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04095	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04096	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04097	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04098	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04099	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04100	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04101	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04102	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04103	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04104	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04105	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04106	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04107	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04108	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04109	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04110	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04111	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04112	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04113	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04114	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04115	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04116	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04117	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04118	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04119	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04120	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04121	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04122	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04123	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04124	21-04 Highland Park, Units 1 & 2
To be assigned	\$555.71	Woodside 06N, LP	21-04125	21-04 Highland Park, Units 1 & 2

Exhibit "D"

Engineer's Report
Landscape & Lighting Assessment District 21-04
Highland Park, Units 1 & 2
Fiscal Year 2022-23

General Description

This Assessment District (21-04, Highland Park, Units 1 & 2) is located north of Riggin Avenue, between Giddings and Conyer Streets. Exhibit "A" is a map of Assessment District 21-04. This District includes maintenance of shrub area, irrigation systems, street trees, and landscape trees within the pocket park and outlots; including the block walls, street lights, pavement on local streets, and any other applicable equipment or improvements. The maintenance of irrigation systems and block wall includes, but is not limited to, maintaining the structural and operational integrity of these features and repairing and acts of vandalism (graffiti, theft or damage) that may occur. This District includes the preventative maintenance of all internal local City streets by means including, but not limited to, overlays, cape seals, crack seals, and reclamite (oiling). There are a total of 125 lots within the district.

Determination of Benefit

The purpose of landscaping is to provide an aesthetic impression for the area. The lighting is to provide safety and visual impressions for the area. The block wall provides security, aesthetics, and sound suppression. The maintenance of any landscape areas, street lights, streets, and block walls is vital for the protection of both economic and humanistic values of the development. In order to preserve the values incorporated within developments and to concurrently have an adequate funding source for the maintenance of all internal local streets within the subdivision, the City Council has determined that landscape areas, street lights, block walls, street trees, and all internal local streets should be included in a maintenance district to ensure satisfactory levels of maintenance.

Method of Apportionment

In order to provide an equitable assessment to all owners within the District, the following method of apportionment has been used. All lots in the District benefit equally, including lots not adjacent to landscape areas, block walls, and street lights. The lots not adjacent to landscape areas, block walls, and street lights benefit by the uniform maintenance and overall appearance of the District. All lots in the District have frontage on an internal local street and therefore derive a direct benefit from the maintenance of the local streets.

Estimated Costs

The estimated costs to maintain the District includes the costs to maintain any landscaping, street trees, landscape trees, street lights, block walls, and pavement on local streets. The regular preventive maintenance of pavement on local streets is based on the following schedule: Reclamite on a 5 year cycle, Crack Seal on a 7 year cycle; Cape Seal on a 15 year cycle and Overlays on a 20 year cycle.

Exhibit "D"

Engineer's Report Landscape & Lighting Assessment District 21-04 Highland Park, Units 1 & 2 Fiscal Year 2022-23

The quantities, estimated costs, and per lot assessment in the "Highland Park, Units 1 & 2" landscape and lighting district are as follows:

				C	ost Per	Times		nnual Cost	Aı	nual Total
Decription	20 Yr Cycle	Unit	Amount		Unit	per Year		Per Unit		Cost
Turf	Monthly	Sq Ft	29,750	\$	0.020	12	\$	0.240	\$	7,140.00
Shrub	Monthly	Sq Ft	36,732	\$	0.013	12	\$	0.156	\$	5,730.19
Water	Monthly	Sq Ft	66,482	\$	0.010	12	\$	0.120	\$	7,977.84
Electricity	Monthly	meter	4	\$	12.000	12	\$	144.000	\$	576.00
Lands cape trees	Annual	Each	135	\$	60.00	1	\$	60.000	\$	8,100.00
Interior Street Tree	Annual	Each	104	\$	60.00	1	\$	60.000	\$	6,240.00
Street Lights (Electric & Main	Monthly	Each	24	\$	11.30	12	\$	135.600	\$	3,254.40
Block Wall	Annual	Ln Ft	2,400	\$	0.75	1	\$	0.750	\$	1,800.00
Project Management	Annual	Lots	125	\$	40.00	1	\$	40.000	\$	5,000.00
Subtotal \$ 45,818.43										
				C	Cost Per Times Cost Per		Cost Per	Αı	nnual Total	
Decription	20 Yr Cycle	Unit	Amount		Unit	per Year		Unit		Cost
Reclamite (5 year cycle)	Twice	Sq Yd	14,943	\$	0.96	2	\$	0.960	\$	1,434.53
Crack seal (7 year cycle)	Twice	Sq Yd	14,943	\$	0.68	2	\$	0.680	\$	1,016.12
cape seal (15 year cycle)	Once	Sq Yd	14,943	\$	7.42	1	\$	7.420	\$	5,543.85
2.0' Overlay (20 year cycle)	Once	Sq Yd	14,943	\$	12.50	1	\$	12.496	\$	9,336.39
Subtotal \$ 17,330.89										
Total									\$	63,149.32
10% Reserve Fund (Repairs)			10%						\$	6,314.93
Grand Total									\$	69,464.26
Number of Lots										125
Annual Per Lot Assessment									\$	555.71

Annual Cost Increase

This assessment district shall be subject to an automatic annual increase derived by the following formula:

where "n" equals the age of the assessment district with year one (1) being the year that the assessment district was formed;

Exhibit "D"

Engineer's Report
Landscape & Lighting Assessment District 21-04
Highland Park, Units 1 & 2
Fiscal Year 2022-23

However, in no case shall the assessment be greater than 1) The actual cost of providing the benefit conferred to each parcel plus any prior years' deficit and less any carryover, as determined annually or; 2) a 10% increase over the prior year's assessment.

The reserve fund shall be replenished as necessary to maintain a level of 10% of the estimated maintenance cost so long as the annual assessment change does not exceed the limits identified above.

- Example 1) The year four estimated costs are \$75,716.04 [a 9% increase over the base year assessment of \$69,464.26]. The ceiling on the assessment increase for year four would be \$80,413.56 [ceiling = (\$69,464.26) (1.05) (1.05) (4-1)]. The assessment would be set at \$75,716.04 or the actual cost of providing the maintenance effort.
- Example 2) The year four assessment is estimated at the actual cost of providing the maintenance effort of \$78,494.61 [a 7% increase over the previous year assessment and a 13.0% increase over the base year assessment]. The ceiling on the assessment increase for year four would be \$80,413.56 [ceiling = (\$69,464.26) (1.05) (4-1)]. The assessment would be set at \$78,494.61 or the actual cost of providing the maintenance effort because it is less than the ceiling amount and the year-to-year increase is less than the 10% cap on increases in any given year.
- Example 3) The year four assessment is \$75,716.04 [a 9% increase over the base year assessment \$69,464.26] and damage occurred to the masonry wall raising the year five assessment to \$92,373.57 [a 22% increase over the previous year assessment]. The year five assessment will be capped at \$83,287.64, a 10% increase over the previous year and under the ceiling of \$84,434.24 [ceiling = (\$69,464.26) (1.05) (5-1)]. The difference of \$9,085.93 will be recognized as a deficit and carried over into future years' assessment.

City Engineer Certification

I hereby certify that this report was prepared under my supervision and this report is based on information obtained from the improvement plans of the subject development.

Frank Senteno	Date
City Engineer	