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**LEGISLATIVE BODY
 COMMENCES PROCEEDINGS**

PETITION INITIATED CFD

- 1. 10% Landowners
- 2. 10% Registered voters
- 3. Payment of pre-formation costs

Within 90 days

LOCAL AGENCY INITIATED CFD

- 1. Written request of 2 members of legislative body, or
- 2. Majority approval of legislative body

- 1. Adopt Goals and Policies
- 2. Adopt resolutions to:
 - a. Approve boundaries
 - b. Designate name of CFD
 - c. Identify types of facilities & services
 - d. Declare Intention to:
 - 1) Form CFD
 - 2) Levy special tax
 - 3) Issue bonds
 - e. Set time and place of public hearing
 - f. Establish voting procedures

Prepare Report

Public hearing held not less than 30 days or not more than 60 days from adoption of Resolution of Intention

REQUIRED -- Publish notice (not later than 7 days before Public Hearing)
OPTION -- Mailed notice (not later than 15 days before Public Hearing)

PUBLIC HEARING

May be continued up to 30 days, or with finding up to 6 months.

If no majority protest, resolutions adopted to form CFD* by:

- 1. Establishing boundaries
- 2. Determining necessity to incur bonded indebtedness
- 3. Authorizing levy of special tax
- 4. Approving types of facilities and services
- 5. Setting election

If more than 50% of registered voters (at least 6), or if the owners of more than 50% of the land area protest, then CFD abandoned for one year. If majority protest only against specific facilities, services or special tax, only that facility, service or tax must be dropped.

* Environmental review should be completed before formation of CFD

GENERAL ELECTION or SPECIAL ELECTION
 90/180 days from Resolution of Formation
 (unless time period shortened by 100% of electors)

2/3 vote required
 (if less than 12 registered voters or if no tax on residential property -- landowner election)

ELECTION

Voters consider:

- 1. Levy of Special Tax
- 2. Establish appropriations limit
- 3. Authorize issuance of bonds

ACTIONS BY LEGISLATIVE BODY

- 1. Certify election results
- 2. Enact ordinance to levy special tax
- 3. Authorize issuance of bonds
- 4. Approve Preliminary Official Statement and Continuing Disclosure Agreement

- 1. Record Notice of Special Tax Lien
- 2. Initiate validation proceedings, if necessary
- 3. 30 day statute of limitations

- 1. Sell and deliver bonds and receive bond proceeds
- 2. Initiate construction or acquisition
- 3. Commence activities to administer debt, levy and collect special taxes and comply with continuing disclosure requirements

**Usual Sequence of Events
 for Mello Roos
 Community Facilities Districts**
 (Commencing with Section 53311
 of the Government Code)