

RESOLUTION NO. _____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MILPITAS DECLARING ITS INTENTION TO ANNEX REAL PROPERTIES WITHIN TRACT NO. 10324 (LENNAR HOMES) INTO THE COMMUNITY FACILITIES DISTRICT NO. 2008-1, ANNEXATION NO. 8, AND TO LEVY AND COLLECT SPECIAL TAX FOR PUBLIC SERVICES, AND TO SET TIME AND PLACE FOR PUBLIC HEARING

WHEREAS, on January 6, 2009, the City Council adopted Resolution No. 7815 enabling the establishment of City of Milpitas Community Facilities District No. 2008-1 (the “CFD 2008”) for public services. The boundary map of the initial CFD 2008 is on file in the office of the City Clerk; and

WHEREAS, on January 15, 2009, the Notice of Special Tax Lien for the City of Milpitas CFD 2008 Formation (the “Notice of Special Tax Lien” attached hereto as **Exhibit 1**) was recorded as document no. 20102888 with the County of Santa Clara Recorder’s Office, to levy special tax for real properties within the initial CFD 2008; and

WHEREAS, Exhibit A of the Notice of Special Tax Lien provides descriptions of public services and Exhibit B of the Notice of Special Tax Lien provides descriptions of rate, method of apportionment and manner of collection of special tax; and

WHEREAS, pursuant to California Government Code Section 53339, territory may be annexed to an existing CFD if the City Council determines that public convenience and necessity require that territory be added to the existing CFD; and

WHEREAS, seven territories have been annexed to the CFD 2008; and

WHEREAS, on May 5, 2015, the City Council conditionally approved a Vesting Tentative Map for a 489-unit residential development project at 450 Montague Expressway, located within the Transit Area Specific Plan (TASP), by Lennar Homes of California and LMC Milpitas Holdings I, LLC (the “Developers”). Project condition no. 43 requires that the Developers consent to annex their properties into CFD 2008 and pay the special taxes levied by CFD 2008 for public services (“Annexation No. 8”) with boundary shown on **Exhibit 2**; and

WHEREAS, the public services provided for the proposed Annexation No. 8 are the same as those for the initial CFD 2008, as well as for the previous seven annexations. The rate, method of apportionment and manner of collection of special tax for the proposed Annexation No. 8 are the same as those for the initial CFD 2008, as well as for the previous seven annexations; and

WHEREAS, there is no alteration in the special tax rate to be levied within the initial CFD 2008 or within the seven previously annexed territories as a result of the proposed Annexation No. 8. The maximum tax rate in the initial CFD 2008 and in the seven previously annexed territories will not be increased as a result of the proposed Annexation No. 8.

NOW, THEREFORE, the City Council of the City of Milpitas hereby finds, determines, and resolves as follows:

1. The City Council hereby declares its intention to annex the real properties within Tract No. 10324 into the CFD 2008, and to levy and collect special tax for public services.
2. The City Council hereby fixes 7:00 p.m., or as soon thereafter as practicable, on September 6, 2016, at the regular meeting place of the City Council, City Hall Council Chambers, 455 East Calaveras Boulevard, Milpitas, California, as the time and place for a public hearing on item 1, above.

3. The City Council hereby directs the City Clerk to publish a notice of public hearing, in substantially the form attached hereto as **Exhibit 3**, once not later than seven days prior to the date fixed for the hearing, in *The Milpitas Post*, a newspaper of general circulation published in the City of Milpitas.

PASSED AND ADOPTED this _____ day of _____ 2016, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

ATTEST:

APPROVED:

Mary Lavelle, City Clerk

Jose S. Esteves, Mayor

APPROVED AS TO FORM:

Christopher J. Diaz, City Attorney

Recording Requested By and
When Recorded Mail to:



Fees..... * No Fees
Taxes....
Copies... _____
AMT PAID _____

CITY OF MILPITAS
Attention: City Clerk
455 East Calaveras Blvd
Milpitas, California 95035

REGINA ALCOMENDRAS
SANTA CLARA COUNTY RECORDER
Recorded at the request of
City

RDE # 003
1/15/2009
10:10 AM

NOTICE OF SPECIAL TAX LIEN

CITY OF MILPITAS COMMUNITY FACILITIES DISTRICT NO. 2008-1 (PUBLIC SERVICES) FORMATION

Pursuant to the requirements of Section 3114.5 of the Streets and Highways Code and Section 53328.3 of the Government Code, the undersigned City Clerk of the City of Milpitas, State of California, hereby gives notice that a lien to secure payment of a special tax is hereby imposed by the City Council of the City of Milpitas, State of California. The special tax secured by this lien is authorized to be levied for the purpose of financing the services described on Exhibit A attached hereto and incorporated herein and to pay any other related incidental costs or expenses authorized by law.

The special tax is authorized to be levied within the City of Milpitas, Community Facilities District 2008-1 (Public Services), which has now been officially formed. The lien of the special tax is a continuing lien that shall secure each annual levy of the special tax and that shall continue in force and effect until the special tax ceases to be levied and a notice of cessation of special tax is recorded in accordance with Section 53330.5 of the Government Code.

The rate, method of apportionment, and manner of collection of the authorized special tax is as set forth in Exhibit B attached hereto and incorporated herein. No provision has been made under which the obligation to pay the special tax may be prepaid and permanently satisfied and the lien of the special tax canceled.

Notice is further given that, upon the recording of this notice in the office of the county recorder, the obligation to pay the special tax levy shall become a lien upon all nonexempt real property within the Community Facilities District No. 2008-1 in accordance with Section 3115.5 of the Streets and Highways Code.

The names of the owners and the assessor's tax parcel numbers of the real property included within the Community Facilities District No. 2008-1 and not exempt from the special tax are shown on Exhibit C.

Reference is made to the boundary map of the Community Facilities District No. 2008-1 recorded on October 30, 2008, in Book 44 of maps of Assessment and Community Facilities

Districts at page 30 in the office of the County Recorder for the County of Santa Clara, State of California, which map is now the final boundary map of the Community Facilities District No. 2008-1.

For further information concerning the current and estimated future tax liability of owners or purchasers of real property subject to this special tax lien, interested persons should contact the Office of the Finance Director, City of Milpitas, at (408) 586-3000.

Dated: January 14, 2009

City of Milpitas

By: Mary h Lovelle
City Clerk

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

State of California

County of Santa Clara

On 1-14-09 before me, Donna Biles, Notary Public
Date Here Insert Name and Title of the Officer

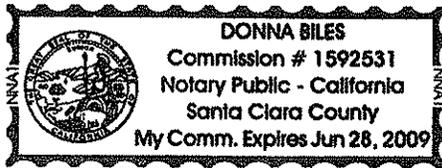
personally appeared Mary A. Couille
Name(s) of Signer(s)

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature Donna Biles
Signature of Notary Public



Place Notary Seal Above

OPTIONAL

Though the information below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent removal and reattachment of this form to another document.

Description of Attached Document

Title or Type of Document: Notice of Special Tax Lien

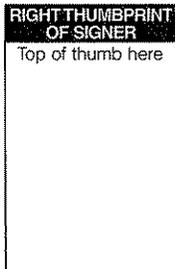
Document Date: 1-14-09 Number of Pages: 14

Signer(s) Other Than Named Above: _____

Capacity(ies) Claimed by Signer(s)

Signer's Name: Mary A. Couille

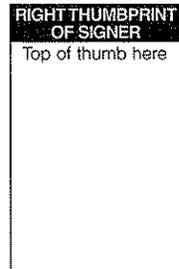
- Individual
- Corporate Officer — Title(s): _____
- Partner — Limited General
- Attorney in Fact
- Trustee
- Guardian or Conservator
- Other: _____



Signer Is Representing: Self

Signer's Name: _____

- Individual
- Corporate Officer — Title(s): _____
- Partner — Limited General
- Attorney in Fact
- Trustee
- Guardian or Conservator
- Other: _____



Signer Is Representing: _____

EXHIBIT A

DESCRIPTION OF SERVICES

The community facilities district is established to finance any one or more of the following types of services within the District:

(a) Police protection services, including, but not limited to, criminal justice services. However, criminal justice services shall be limited to providing services for jails, detention facilities, and juvenile halls.

(b) Fire protection and suppression services, and ambulance and paramedic services.

(c) Maintenance and lighting of parks, parkways, streets, roads, street landscaping, and open space.

(d) Flood and storm protection services, including, but not limited to, the operation and maintenance of storm drainage systems.

(e) Services with respect to removal or remedial action for the cleanup of any hazardous substance released or threatened to be released into the environment.

EXHIBIT B

**City of Milpitas
Community Facilities District No.2008-1
(Public Services)
Santa Clara County, California**

RATE AND METHOD OF APPORTIONMENT OF SPECIAL TAX

EXHIBIT B

City of Milpitas
Community Facilities District No. 2008-1
(Public Services)
Santa Clara County, California

RATE, METHOD OF APPORTIONMENT, AND MANNER OF COLLECTION OF SPECIAL TAX

1. BASIS OF SPECIAL TAX LEVY

A Special Tax authorized under the Mello-Roos Community Facilities Act of 1982 (Act) applicable to the land in the Community Facilities District No. 2008-1 (Public Services) (CFD) of the City of Milpitas (City) shall be levied and collected according to the tax liability determined by the City through the application of the appropriate amount or rate, as described below.

2. DEFINITIONS

“Act” means the Mello-Roos Community Facilities Act of 1982, as amended, Sections 53311 and following of the California Government Code.

“Administrative Expenses” means the actual or estimated costs incurred by the City to form the CFD and to determine, levy, and collect the Special Taxes, including compensation of City employees for administrative work performed in relation to the CFD, the fees of consultants and legal counsel, the costs of collecting installments of the Special Taxes on the general tax rolls, preparation of required reports, and any other costs required to administer the CFD as determined by the City.

“Administrator” means the Finance Director of the City, or his or her designee.

“Affordable Housing” means a Dwelling Unit on a Developed Parcel that is subject to deed restrictions, resale restrictions, or regulatory agreements recorded on the property that provide housing for persons that meet Low-, Very Low-, or Extremely Low-Income levels pursuant to the California Health and Safety Code Sections 5079.5, 50105, or 50106. The Dwelling Unit shall no longer be considered Affordable Housing following termination of the agreement containing covenants or similar instruments.

“Annexation Parcel” means any Parcel that is annexed to the CFD after it is formed.

“Annual Costs” means for each Fiscal Year, the total of (1) Authorized Services, (2) Administrative Expenses, and (3) any amounts needed to cure actual or estimated delinquencies in Special Taxes for the current or previous Fiscal Year.

“Authorized Services” mean those services, as listed in the resolution forming the CFD.

“Base Year” means the Fiscal Year beginning July 1, 2009 and ending June 30, 2010.

“Certificate of Occupancy” means a permit issued by the City authorizing the occupancy of a Dwelling Unit.

“CFD” means the Community Facilities District No. 2008-1 (Public Services) of the City of Milpitas, Santa Clara County, California.

“City” means the City of Milpitas in Santa Clara County, California.

“Council” means the City Council of the City of Milpitas acting for the CFD under the Act.

“County” means the County of Santa Clara, California.

“County Assessor’s Parcel” means a lot or Parcel with an assigned Assessor’s Parcel Number in the maps used by the County Assessor in the preparation of the tax roll.

“County Median Income” means the current median income for the County as determined by the U.S. Department of Housing and Urban Development, or successor agency as published annually by the State Department of Housing and Community Development pursuant to the Health and Safety Code Section 50093 et. seq.

“Developed Parcel” means a Parcel that has Certificate of Occupancy for residential land uses issued after January 1, 2009.

“Dwelling Unit(s)” means the number of taxable developed residential unit(s) assigned to a Parcel, or a portion thereof, by the Administrator.

“Extremely Low-Income Affordable” means a Dwelling Unit located on a Developed Parcel that is Affordable Housing for households with incomes at or below 30 percent of the County Median Income.

“Fiscal Year” means the period starting July 1 and ending the following June 30.

“Low-Income Affordable” means a Dwelling Unit located on a Developed Parcel for Affordable Housing for households with incomes at or below 80 percent of the County Median Income.

“Market Rate” means a Dwelling Unit located on a Developed Parcel that is not Affordable Housing.

“Maximum Annual Special Tax” means the greatest amount of Special Tax that can be levied against a Developed Parcel calculated by summing the Maximum Annual Special Tax Rate for each Dwelling Unit and Tax Category assigned to a Developed Parcel.

“Maximum Annual Special Tax Rate per Unit” means the amount shown in **Attachment 1** for a Fiscal Year that is assigned to a Dwelling Unit by Tax Category.

“Parcel” means any County Assessor’s Parcel in the CFD based on the equalized tax rolls of the County as of January 1 of each Fiscal Year.

“Parcel Number” means the Assessor’s Parcel Number for any Parcel based on the equalized tax rolls of the County as of January 1 of each Fiscal Year.

“Public Parcel” means any Parcel, in its entirety, that is or is intended to be publicly owned that is normally exempt from the levy of general ad valorem property taxes under California law, including public streets, schools, parks, public drainageways, public landscaping, wetlands, greenbelts, and public open space. These parcels are exempt from the levy of Special Taxes. Any such Parcel will be a Tax-Exempt Parcel.

“Second-Family Unit” means an attached or detached additional residential dwelling unit on a single-family residential Developed Parcel. The Second-Family Unit is not considered a Dwelling Unit in terms of assigning the Maximum Annual Special Tax.

“Special Tax(es)” mean(s) any tax levy under the Act in the CFD.

“Tax Category” means the four categories of housing Dwelling Units shown in **Attachment 1**.

“Tax Collection Schedule” means the document prepared by the Administrator for the County Auditor-Controller to use in levying and collecting the Special Taxes each Fiscal Year.

“Tax Escalation Factor” means an annual percentage increase in the Maximum Annual Special Tax Rate per Unit based on the Consumer Price Index (CPI) (as of February, San Francisco, All Urban Consumers [CPI-U] Index), the CPI (prior calendar year annual average, San Francisco, All Urban Wage Earners and Clerical Workers), or 2 percent, whichever is greater. The Tax Escalation Factor is applied in each Fiscal Year following the Base Year.

“Taxable Parcel” means any Parcel that is not a Tax-Exempt Parcel.

“Tax-Exempt Parcel” means a Parcel not subject to the Special Tax. Tax-Exempt Parcels are Public Parcels (subject to the limitations set forth in **Section 4**, below), Undeveloped Parcels, and nonresidential use parcels, such as commercial, office, retail, industrial, etc.

“Undeveloped Parcel” means a Parcel that is not a Developed Parcel.

“Very Low-Income Affordable” means a Dwelling Unit located on a Developed Parcel that is Affordable Housing for households with incomes at or below 50 percent of the County Median Income.

3. DURATION OF THE SPECIAL TAX

Parcels in the CFD will remain subject to the Special Tax in perpetuity.

If the Special Tax ceases to be levied, the City will direct the County Recorder to record a Notice of Cessation of Special Tax. Such notice will state that the obligation to pay the Special Tax has ceased and that the lien imposed by the Notice of Special Tax Lien is extinguished. The Notice of Cessation of Special Tax, in addition, will identify the book and page of the Book of Maps of Assessment and Community Facilities Districts where the map of the boundaries of the CFD is recorded.

4. ASSIGNMENT OF MAXIMUM ANNUAL SPECIAL TAX

- A. Classification of Parcels. By June 30 of each Fiscal Year, using the Definitions in **Section 2**, above, the parcel records of the Assessor's Secured Tax Roll as of January 1, and other City development approval records, the Administrator shall cause these:
1. Each Parcel to be classified as a Developed Parcel or Tax-Exempt Parcel.
 2. Each Developed Parcel to be assigned a number of Dwelling Units.
 3. Each Dwelling Unit to be further classified as Market Rate, Low-Income Affordable, Very Low-Income Affordable, or Extremely Low-Income Affordable.
- B. Assignment of Maximum Annual Special Tax. **Attachment 1** shows the Base Year Maximum Annual Special Tax Rates per Unit. Each Fiscal Year following the Base Year, the Maximum Annual Special Tax Rate per Unit may be increased in accordance with the Tax Escalation Factor.

The Maximum Annual Special Tax is then assigned to Taxable Parcels using the steps below:

1. **Developed Parcels.** Dwelling Units are assigned by the Administrator by Tax Category (as shown in **Attachment 1**) to Developed Parcels. The Maximum Annual Special Tax for each Developed Parcel is the sum of the Maximum Annual Special Tax Rates per Unit (as increased by the Tax Escalation Factor each Fiscal Year after the Base Year) for each Dwelling Unit (and Tax Category assigned thereto).
 2. **Undeveloped Parcels.** Undeveloped Parcels are Tax-Exempt Parcels until developed as one of the residential uses discussed above.
- C. Conversion of a Tax-Exempt Parcel to a Taxable Parcel. If a Tax-Exempt Parcel is not needed for public use and is converted to a taxable use or transferred to a private owner, it shall become subject to the Special Tax. The Maximum Annual Special Tax for such a Parcel will be assigned according to the **Section 4.A** and **Section 4.B** above. Conversely, if a privately owned parcel is converted to a public use, it shall become tax-exempt.

5. CALCULATING ANNUAL SPECIAL TAXES

The Administrator will compute the Annual Costs and determine the Maximum Annual Special Tax for each Taxable Parcel based on the assignment of the Special Tax in **Section 4**. The Administrator will then determine the tax levy for each Taxable Parcel using the following process:

- A. Compute the Annual Costs using the definition of Annual Costs in **Section 2**.
- B. Calculate the Special Tax levy for each Developed Parcel by the following steps:
 - Step 1: Compute 100 percent of the Maximum Annual Special Tax Revenue for all Developed Parcels.
 - Step 2: Compare the Annual Costs with the Maximum Annual Special Tax revenue calculated in the previous step.
 - Step 3: If the Annual Costs are lower than the Maximum Annual Special Tax Revenue, decrease proportionately the Special Tax levy for each Developed Parcel until the revenue from the Special Tax levy equals the Annual Costs.
- C. Levy on each Taxable Parcel the amount calculated above.
- D. Prepare the Tax Collection Schedule and, unless an alternative method of collection has been selected pursuant to **Section 9**, send it to the County Auditor requesting that it be placed on the general, secured property tax roll for the Fiscal Year. The Tax Collection Schedule will not be sent later than the date required by the Auditor for such inclusion.

The Administrator will make every effort to correctly calculate the Special Tax for each Parcel. It will be the burden of the taxpayer to correct any errors in the determination of the Parcels subject to the tax and their Special Tax assignments.

6. RECORDS MAINTAINED FOR THE CFD

As development and subdivision occurs in the CFD, the Administrator will maintain a file containing records of the following information for each Parcel:

- The current County Assessor's Number.
- Number of Dwelling Units assigned by the Administrator to Developed Parcels.
- The Tax Category for each Dwelling Unit assigned to a Developed Parcel.

The file containing the information listed above will be available for public inspection.

7. INTERPRETATION, APPLICATION AND APPEAL OF SPECIAL TAX FORMULA AND PROCEDURES

Any taxpayer who feels that the amount of the Special Tax assigned to a Parcel is in error may file a notice with the Administrator appealing the levy of the Special Tax. The Administrator will then promptly review the appeal, and if necessary, meet with the applicant. If the Administrator verifies that the tax should be modified or changed, the Special Tax levy will be corrected and, if applicable in any case, a refund will be granted.

Interpretations may be made by Resolution of the Council for purposes of clarifying any vagueness or ambiguity as it relates to the Special Tax rate, the method of apportionment, the classification of properties, or any definition applicable to the CFD.

Without Council approval, the Administrator may make minor, non-substantive administrative and technical changes to the provisions of this Exhibit that do not materially affect the rate, method of apportionment, and manner of collection of the Special tax for purposes of the administrative efficiency or convenience or to comply with new applicable federal, state or local law.

8. PREPAYMENT OF THE SPECIAL TAX OBLIGATION

The Maximum Annual Special Tax for a Taxable Parcel may not be prepaid. The Special Tax is collected to fund Authorized Services in perpetuity, or until the Council determines that the Special Tax should no longer be collected.

9. MANNER OF COLLECTION

The Special Tax will be collected in the same manner and at the same time as ad valorem property taxes, provided, however, that the Administrator or its designee may directly bill the Special Tax and may collect the Special Tax at a different time, such as on a monthly or other periodic basis, or in a different manner, if necessary, to meet the City's financial obligations.

**Attachment 1
City of Milpitas
CFD No. 2008-1 (Public Services)
Maximum Annual Special Tax Rates Per Unit Base Year 2009-2010**

Dwelling Unit Tax Category	Maximum Annual Special Tax Rate Per Unit
	[1]
Market Rate	\$510
Low-Income Residential [2]	\$408
Very Low-income Residential [3]	\$255
Extremely Low-Income Residential	\$0

"att_1"

[1] May be increased by the Tax Escalation Factor in each Fiscal Year after the Base Year 2009-2010.

[2] Initially set at 80% of the Market-Rate Maximum Annual Special Tax Rate per Unit. When such Parcel is no longer subject to Affordable Housing status, it will be assigned to the Market Rate Tax Category.

[3] Initially set at 50% of the Market-Rate Maximum Annual Special Tax Rate per Unit. When such Parcel is no longer subject to Affordable Housing status, it will be assigned to the Market Rate Tax Category.

[4] Initially set at 0% of the Market-Rate Maximum Annual Special Tax Rate per Unit. When such Parcel is no longer subject to Affordable Housing status, it will be assigned to the Market Rate Tax Category.

EXHIBIT C

**Assessor's Parcel Numbers and Owners
Of Land Included in
City of Milpitas
Community Facilities District No. 2008-1 (Public Services)**

APN

LANDOWNER

086-32-033, 034, 035, 036

Milpitas Station LLC

SHEET 1 OF 1

Filed in the office of the City Clerk of the City of Milpitas this ____ day of _____, 2016.

City Clerk, City of Milpitas

I hereby certify Annexation Map No. 8 as shown within the boundaries of City of Milpitas Community Facilities District No. 2008-1 (Public Services) as originally recorded on maps of assessment and community Book 44 Page 30 Facilities District, O.R., County of Santa Clara, State of California, was approved by the City Council of the City of Milpitas at a regular meeting thereof, held on the ____ day of _____, 2016, by its Resolution No. _____.

City Clerk, City of Milpitas

Filed this ____ day of _____, 2016, at the hour of ____ o'clock ____ m., in Book ____ of Maps of Assessment and Community Facilities Districts at Page ____ in the office of the County Recorder in the County of Santa Clara, State of California.

County Recorder, Regina Alcomendras
County of Santa Clara

The boundary of Community Facilities District No. 2008-1 is co-terminous with the boundary of the City of Milpitas in _____, 2016.

Reference is hereby made to the Assessor maps of the County of Santa Clara for an exact description of the lines and dimensions of each lot and parcel.

The territory included in the Community Facilities District shall include only Santa Clara County Assessor's for the following Annexation Maps:

- Initial formation CFD 2008-1: 08632033, 08632034, 08632035, 0832036
- Map No. 1: 08641020, 08641021, 08641022
- Map No. 2: 08636043
- Map No. 3: 08633094, 08633095, 08633098, 08633099
- Map No. 4: 08632044
- Map No. 5: 08632039, 08632045, 08632046
- Map No. 6: 08636003, 08636004, 08636005, 08636006
- Map No. 7: 08633092
- Map No. 8: 08637004, 08637019, 08637020, 08637021

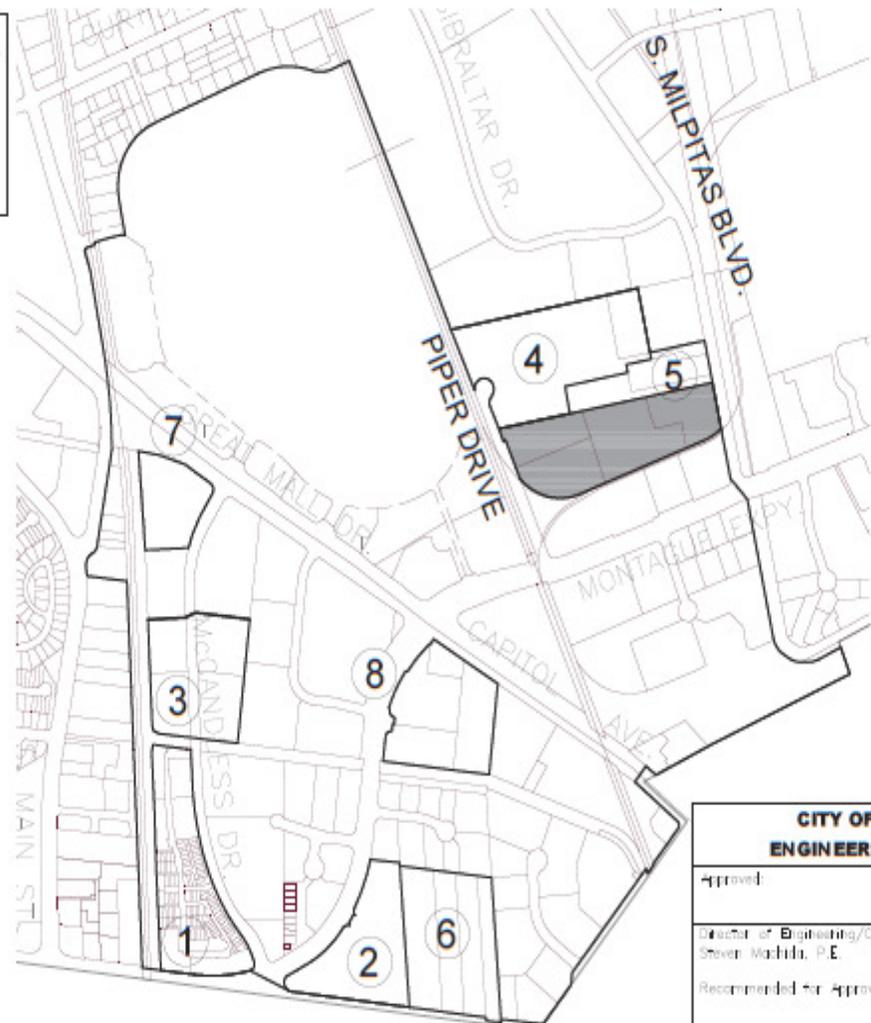
and all publicly owned areas in the City of Milpitas landscaped or capable of being landscaped, such as parks, parkways, street medians, interchange areas, light rail areas, open space and all similar areas. All other areas depicted on this map indicate territory that may be annexed to the Community Facilities District in the future.

EXHIBIT 2

ANNEXATION MAP NO. 8 AND UPDATE OF ANNEXATION MAP NO. 7 OF CITY OF MILPITAS COMMUNITY FACILITIES DISTRICT NO. 2008-1 (PUBLIC SERVICES), COUNTY OF SANTA CLARA STATE OF CALIFORNIA AS RECORDED IN BOOK 44 PAGE 30 OF MAPS OF ASSESSMENT AND COMMUNITY FACILITIES DISTRICTS, O.R., SANTA CLARA COUNTY

Legend

-  Location of Initial Formation (Assessor Parcel No. 08632033, 08632034, 08632035, 08632036)
-  Boundary of CFD 2008-1
-  Annexation No.



CITY OF MILPITAS ENGINEERING DIVISION	
Approved:	
Director of Engineering/City Engineer Steven Machado, P.E.	Date
Recommended for Approval:	
Scott Alvarado, P.E. Land Development Engineer	Date
Drawn By: E.C. File No.: CFD 2008-1 Sheet 1 of 1	

CITY OF MILPITAS
NOTICE OF PUBLIC HEARING ON
RESOLUTION DECLARING INTENTION TO ANNEX REAL PROPERTIES WITHIN TRACT NO. 10324 INTO THE
COMMUNITY FACILITIES DISTRICT NO. 2008-1 AND
TO LEVY AND COLLECT SPECIAL TAX FOR PUBLIC SERVICES

NOTICE IS HEREBY GIVEN that the City Council of the City of Milpitas on August 2, 2016, adopted Resolution No. _____, in which it declared its intention to annex real properties within tract no. 10324 into the community facilities district no. 2008-1 as CFD 2008-1 Annexation No. 8, to levy and collect special tax for public services within CFD 2008-1 Annexation No. 8, and fixing the time and place of a public hearing on said resolution of intention for Tuesday, September 6, 2016, at the hour of 7:00 p.m., or as soon thereafter as the matter may be heard, at the City Hall Council Chambers, 455 East Calaveras Blvd., Milpitas, California, all pursuant to the provisions of the California Government Code Sections 53339 to 5339.9.

Resolution No. _____, adopted on August 2, 2016, provides in summary as follows:

1. The City council declared its intention to conduct proceedings for the annexation of territory to City of Milpitas Community Facilities District No. 2008-1 ("CFD 2008") of the territory described in Exhibit 2 to Resolution No. _____. The City Council determined that public convenience and necessity require that such territory be annexed to CFD 2008.
2. The types of public services are the same as the ones for CFD 2008 and the rate, method of apportionment and manner of collection of special tax are the same as the ones for CFD 2008. The types of public services and descriptions of rate, method of apportionment and manner of collection of special tax are set forth in Exhibit 1 to Resolution No. _____.
3. There is no alteration in the special tax rate to be levied in CFD 2008 as a result of the proposed Annexation No. 8. The maximum tax rate in CFD 2008 will not be increased as a result of the proposed Annexation No. 8. The resolution describes the boundaries of the proposed annexation. For further details, the resolution is available in the office of the City Clerk at City Hall, 455 East Calaveras Blvd., Milpitas, California.
4. A public hearing on the annexation of territory to CFD 2008 shall be held at 7:00 p.m. on September 6, 2016, at the City Hall Council Chambers at 455 East Calaveras Blvd., Milpitas, California.
5. The City Clerk shall publish a notice of the public hearing once not later than seven days prior to the date fixed for the hearing, in *The Milpitas Post*, a newspaper of general circulation published in the City of Milpitas.

Resolution No. ____ contains other provisions which are not summarized above. Copies of Resolution No. ____ may be reviewed or obtained in the office of the City Clerk at City Hall, 455 East Calaveras Blvd., Milpitas, California.

NOTICE IS HEREBY FURTHER GIVEN that the City Council has fixed Tuesday, September 6, 2016, at the hour of 7:00 p.m., or as soon thereafter as the matter may be heard, at City Hall Council Chambers, 455 East Calaveras Blvd., Milpitas, California, as the time and place when and where the City Council will hold a public hearing to consider the proposed CFD 2008-1 Annexation No. 8, all pursuant to California Government Code Sections 53339.4 and 53322. At the hearing, the testimony of all interested persons, including all persons owning property, the registered voters and/or taxpayers within the boundary of the proposed CFD 2008-1 Annexation No. 8, for or against the annexation and the levy of the special tax will be heard.

At such public hearing, protests against the proposed annexation of the territory or any other proposals contained in Resolution No. ____ may be made orally by any interested person. Any protest pertaining to the regularity or sufficiency of the proceedings shall be in writing and shall clearly set forth the irregularities or defects to which object is made. All written protests shall be filed with the City Clerk prior to the time fixed for the public hearing. Written protests may be withdrawn at any time before the conclusion of the public hearing.

Pursuant to Government Code Section 5339.6, if 50 percent or more of the registered voters, or six registered voters, whichever is more, residing within the existing community facilities district, or if 50 percent or more of the registered voters or six registered voters, whichever is more, residing within the boundary of the proposed CFD 2008-1 Annexation No. 8, or if the owners of one-half or more of the area of land in the territory included in the district and not exempt from the special tax, file written protests against the proposed CFD 2008-1 Annexation No. 8, and protests are not withdrawn so as to reduce the protests to less than a majority, the proposed CFD 2008-1 Annexation No. 8 and the tax levy shall not be considered for a period of one year from the date of the decision of the City Council after the hearing.

The hearing may be continued from time to time, but shall be completed within 30 days. At the conclusion of the public hearing, the City Council may (1) abandon the proceedings, (2) after passing upon all protests, submit the question of levying a special tax with the proposed CFD 2008-1 Annexation No. 8 to the qualified electors of the area proposed to be annexed.

Upon conclusion of the public hearing, if the City Council determines to proceed with the annexation to CFD 2008, a proposition to authorize the levy of the special tax within the territory proposed to be annexed shall be submitted to the qualified electors within the proposed CFD 2008-1 Annexation No. 8. The vote shall be by registered voters within the proposed CFD

2008-1 Annexation No. 8; however, if there are less than 12 registered voters, the vote shall be by landowners, with each landowner having one vote per acre or portion thereof within CFD 2008-1 Annexation No. 8.

If two-thirds of the votes cast on the proposed CFD 2008-1 Annexation No. 8 are in favor of levying the special tax, City Council shall determine the proposed CFD 2008-1 Annexation No. 8 is added to and part of the existing community facilities district with full legal effect and the City council may levy any special tax within the boundary of proposed CFD 2008-1 Annexation No. 8.

Upon City Council's determination that the proposed CFD 2008-1 Annexation No. 8 is added to the existing community facilities district, the City Clerk shall record notice of the annexation pursuant to Section 3117.5 of the California Streets and Highways Code.

DATED: _____, 2016

Mary Lavelle, City Clerk
City of Milpitas