

**RATE AND METHOD OF APPORTIONMENT FOR
SQUAW VALLEY PUBLIC SERVICE DISTRICT
COMMUNITY FACILITIES DISTRICT NO. 2019-1
(OLYMPIC MEADOW PRESERVE)**

A Special Tax shall be levied and collected in the Squaw Valley Public Service District Community Facilities District No. 2019-1 (Olympic Meadow Preserve) ("CFD No. 2019-1") each Fiscal Year in an amount determined by the application of the procedures described below. All of the Taxable Property (defined below) in CFD No. 2019-1, unless exempted by law or the provisions thereof, shall be taxed for the purposes, to the extent and in the manner herein provided.

A. DEFINITIONS

The terms hereinafter set forth have the following meanings:

"Accessory Dwelling Unit" means a secondary residential unit of limited size (e.g., granny cottage, second unit) that shares an Assessor's Parcel with a Unit of Residential Property.

"Acre or Acreage" means that acreage shown on the Assessor's Parcel Map or in the Assessor's Data for each Assessor's Parcel. In the event that the Assessor's Parcel Map or Assessor's Data shows no acreage, the Acreage for any Assessor's Parcel may be determined by the CFD Administrator based upon the applicable condominium plan, final map, parcel map or calculated using available spatial data and GIS. The square footage of an Assessor's Parcel is equal to the Acreage of such parcel multiplied by 43,560.

"Act" means the Mello-Roos Community Facilities Act of 1982, as amended, being Chapter 2.5, Division 2 of Title 5 of the Government Code of the State.

"Administrative Expenses" means the following actual or reasonably estimated costs directly related to the administration of CFD No. 2019-1: the costs of any paying agents/fiscal agents/trustees related to Bond payments (including the fees and expenses of its counsel), banking and management; the costs of computing the Special Tax Requirement, the Special Taxes and of preparing the collection schedules for the Special Taxes; the costs of collecting the Special Taxes, including any charges levied by the County Auditor's Office, Tax Collector's Office or Treasurer's Office; the costs of the District or designee in complying with the disclosure requirements of the California Government Code (including the Act) and the federal securities laws; costs of responding to public inquiries regarding the Special Taxes; the costs of the District or designee related to an appeal of the Special Taxes or interpretation of the Rate and Method of Apportionment; amounts needed to pay rebate to the federal government related to Bonds; and the costs of commencing and pursuing to completion any foreclosure action arising from delinquent Special Taxes in the District. Administrative Expenses shall also include an allocable share of the salaries of District staff and an allocable portion of District overhead costs relating to the foregoing, or costs of the District in any way related to the establishment or administration of the District. Administrative Expenses shall also include amounts estimated or advanced by the District or CFD No. 2019-1 for any other administrative purposes of CFD No. 2019-1.

"Assessor's Data" means Acreage or other Assessor's Parcel information contained in the records of the County Assessor.

"Assessor's Parcel" means a lot or parcel shown in an Assessor's Parcel Map with an assigned Assessor's Parcel Number.

"Assessor's Parcel Map" means an official map of the County Assessor of the County designating parcels by Assessor's Parcel Number.

"Assessor's Parcel Number" means, with respect to an Assessor's Parcel, that number assigned to such Assessor's Parcel by the County for purposes of identification.

"Authorized Facilities" means the public facilities authorized to be financed, in whole or in part, by CFD No. 2019-1, including by the proceeds of the CFD No. 2019-1 Bonds. A component of the Special Tax to be used for Authorized Facilities may only be levied during the first 40 years of Special Tax levy.

"Authorized Services" means the public services authorized to be financed, in whole or in part, by CFD No. 2019-1.

"Base Year" means the Fiscal Year beginning on July 1, 2020 and ending on June 30, 2021.

"Board" means the Board of Directors of the District, acting as the legislative body of CFD No. 2019-1.

"Bonds" means bonds or other Debt (as defined in the Act), whether in one or more series, issued or assumed by or on behalf of CFD No. 2019-1 to fund Authorized Facilities.

"CFD Administrator" means an official of the District, or designee or agent or consultant thereof, responsible for determining the Special Tax Requirement, and providing for the levy and collection of the Special Taxes.

"CFD No. 2019-1" means Squaw Valley Public Service District Community Facilities District No. 2019-1 (Olympic Meadow Preserve).

"County" means the County of Placer.

"Debt Service" means for each Debt Year, the total amount of principal and interest due for any Bonds of CFD No. 2019-1.

"Debt Year" means the twelve (12) month period ending on the second debt service payment date of each calendar year.

"District" means Squaw Valley Public Service District.

"Exempt Property" means all Assessors' Parcels that are exempt from the Special Tax pursuant to Section E.1.

"Fiscal Year" means the period starting July 1 and ending on the following June 30.

"Hotel Property" means all Assessor's Parcels for which a building permit has been issued for purposes of constructing one or more commercial units where the use of the property is lodging, to be advertised and rented to the public on a short-term basis, generally less than a 30 day period, and where the renter holds no ownership or Timeshare Interest in the property.

"Hotel Room" means an area that is designed and constructed to be occupied by one or more persons on Hotel Property, which is separate from others occupying the Hotel Property. A Hotel Room has a securable entrance, and facilities for sleeping and sanitation.

"Indenture" means the indenture, fiscal agent agreement, resolution, or other instrument pursuant to which Bonds for CFD No. 2019-1 are issued, as modified, amended, and/or supplemented from time to time, and any instrument replacing or supplementing the same.

"Maximum Special Tax" means the Maximum Special Tax determined in accordance with Section C below, that can be levied in any Fiscal Year on any Assessor's Parcel of Taxable Property.

"Non-Residential Property" means all property that is not used for people to live in, other than Hotel Property, Property Owner Association Property, Public Property, Residential Property, Original Ski Property, Successor Ski Property, and Timeshare Property.

"Original Ski Property" means, in each Fiscal Year those Assessor's Parcels included in Exhibit A, where all or a portion of any Assessor's Parcel within CFD No. 2019-1 is used exclusively or planned exclusively for development of part of the ski operations (Including, but not limited to ski runs, ski lifts, vehicle storage, maintenance areas and facilities, and open space).

"Outstanding Bonds" means all CFD No. 2019-1 Bonds which are outstanding under an Indenture.

"Pay-As-You-Go Expenditure" means Pay-As-You-Go Revenue which is used or set aside for Authorized Facilities, including for Authorized Facilities to be constructed or acquired by CFD No. 2019-1. Pay-As-You-Go Expenditures may be included in the Special Tax Requirement until all Authorized Facilities have been constructed or acquired, as determined by the District.

"Pay-As-You-Go Revenue" means Special Tax revenues that are available after being used or set aside for Debt Service and related reserves, Administrative Expenses and Authorized Services.

"Property Owner Association Property" means any property within the boundaries of CFD No. 2019-1 which is (a) owned by a property owner association or (b) designated with specific boundaries and acreage on a Final Subdivision Map as property owner association property. As used in this definition, a property owner association includes any master or sub-association.

"Proportion" means, the ratio of the actual Special Tax levy to the Maximum Special Tax determined for each Fiscal Year, expressed as a percentage.

"Public Property" means property within the boundaries of CFD No. 2019-1 owned by, irrevocably offered or dedicated to, or for which an easement for purposes of public right-of-way has been granted to the federal government, the State, the County, the City, or any local government or other public agency, provided that any property leased by a public agency to a private entity and

subject to taxation under Section 53340.1 of the Act shall be taxed and classified according to its use.

“Residential Property” means all Assessor’s Parcels for which a building permit has been issued for purposes of constructing one or more residential dwelling units to be purchased by, or remain owned by, individual homeowners.

“Special Tax” means the Special Tax to be levied in each Fiscal Year on each Assessor’s Parcel of Taxable Property to fund the Special Tax Requirement.

"Special Tax Requirement" means that amount required in any Fiscal Year for CFD No. 2019-1:

During the first 40 Years of the levy of the Special Tax, or the Fiscal Year following the Transition Event, if earlier, the Special Tax Requirement shall pay: (1) Debt Service on all Outstanding Bonds which is due in the calendar year that commences in such Fiscal Year, (2) Administrative Expenses, (3) any amount required to establish or replenish a reserve fund in connection with any Bonds, (4) any amount required to establish or replenish any operating reserve held by the District for Administrative Expenses, (5) amounts needed to compensate for delinquencies and reasonably anticipated delinquent Special Taxes based on the delinquency amount for Special Tax levied in the previous Fiscal Year, (6) pay any amounts needed for Pay-As-You-Go Expenditures eligible to be funded by CFD No. 2019-1 under the Act, (7) for Authorized Services; less: (8) a credit for funds available, if any, to reduce the Special Tax levy, as determined by the CFD Administrator; and

Beginning in Year 41 of the levy of the Special Tax, or the Fiscal Year following the Transition Event, if earlier, the Special Tax Requirement shall pay: (1) for Authorized Services, (2) for Administrative Expenses, (3) any amount required to establish or replenish any operating reserve held by the District for Administrative Expenses, (4) amounts needed to compensate for delinquencies and reasonably anticipated delinquent Special Taxes based on the delinquency amount for Special Tax levied in the previous Fiscal Year; less (5) a credit for funds available, if any, to reduce the Special Tax levy, as determined by the CFD Administrator.

"State" means the State of California.

“Successor Ski Property” means an Assessor’s Parcel located within the boundaries of CFD 2019-1 that results from a parcel change, parcel reconfiguration or parcel redesignation of Original Ski Property or Successor Ski Property, and which is not developed for residential use.

"Tax Escalation Factor" means a factor equal to 2% that will be applied annually after the Base Year and each Fiscal Year thereafter to increase the Maximum Special Tax over the previous year as shown in Section C.

“Tax Exempt Property” means an Assessor’s Parcel not subject to the Special Tax, such as Public Property, or an Assessor’s Parcel for which the Special Tax has been partially prepaid pursuant to Section I below. Certain privately-owned Assessor’s Parcels also may be exempt from the levy of Special Taxes, including Property Owner Association Property, wetlands, detention basins, water quality ponds, and open space, as determined by the CFD Administrator.

"Taxable Property" means all of the Assessor's Parcels within the boundaries of CFD No. 2019-1 which are not exempt from the Special Tax pursuant to law or Section E below.

"Timeshare Interest" means a period of time which is sold to the public and represents use of the property for a specified time period. Ownership of the Timeshare Interest may, but is not required to, have a unique Assessor's Parcel Number. In the event that a unique Assessor's Parcel Number is not assigned, the District will determine the number of Timeshare Interests for the Timeshare Property in question.

"Timeshare Property" means all Assessor's Parcels of for which a building permit has been issued for purposes of constructing one or more residential dwelling units where use of the property is offered for sale for a period of time each year, and in which a purchaser receives the right to the recurrent, exclusive use or occupancy of a lot, parcel, unit, or segment of real property, annually or on some other periodic basis, for a period of time that has been or will be allotted from the use or occupancy periods into which the project has been divided.

"Time Share Unit" means all condominiums (i) designated for time share use as shown on a condominium plan recorded in the Office of the County Recorder or (ii) where a condominium owner receives the right to the recurrent or exclusive use or occupancy of a condominium annually or on some other periodic basis, for a period of time that has been or will be allotted from the use or occupancy periods into which the condominiums have been divided.

"Transition Event" means the earlier of (i) Forty (40) years from the initial levy of the Special Tax or (ii) the Fiscal Year when the CFD Administrator determines that all of the following events have occurred (i) all Bonds secured by the levy and collection of the Special Tax in CFD No. 2019-1 have been fully repaid and the District determines that no additional Bonds are to be issued, (ii) all Administrative Expenses from prior Fiscal Years have been paid or reimbursed to the District and (iii) there are no additional Pay-As-You-Go Expenditures.

"Transition Year" means the first year in which the CFD Administrator determines that the Transition Event occurred in the prior Fiscal Year.

"Trustee" means the trustee or fiscal agent under the Indenture.

"Unit" means a structure available for sale or rent for residential occupancy. An Accessory Unit that shares an Assessor's Parcel with a Unit of Residential Property shall not be considered a separate Unit for purposes of calculating the Special Tax.

B. ASSIGNMENT TO LAND USE CATEGORIES

Each Fiscal Year, the CFD Administrator shall determine the valid Assessor's Parcel Numbers for all Taxable Property within CFD No. 2019-1. If any Assessor's Parcel Numbers are no longer valid from the previous Fiscal Year, the CFD Administrator shall determine the new Assessor's Parcel Number(s) that are in effect for the current Fiscal Year. To the extent an Assessor's Parcel(s) of Taxable Property are subdivided, consolidated or otherwise reconfigured, the Maximum Special Tax rates shall be assigned to the new Assessor's Parcel(s) pursuant to Section C. The CFD Administrator shall also determine: (i) the number of Units each Assessor's Parcel contains; (ii) classify each Assessor's Parcel as Hotel Property, Non-Residential Property, Original Ski Property,

Residential Property, Successor Ski Property or Timeshare Property; and (iii) the Annual Special Tax Requirement for the Fiscal Year.

C. MAXIMUM SPECIAL TAXES

Prior to the Transition Event

The Maximum Special Tax for each Assessor’s Parcel that may be levied in any Fiscal Year prior to the Transition Event is shown in Table 1.

**TABLE 1
Fiscal Year 2020/21 Maximum Special Tax Rates**

Property Type	Maximum Special Tax Rate	Per
Hotel Property	\$128.00	Hotel Room
Non-Residential Property	\$128.00	Acre
Original Ski Property	\$128.00	Acre
Residential Property	\$284.00	Unit
Timeshare Property	\$71.00	Timeshare Interest

On each July 1, commencing on July 1, 2021, the Maximum Special Tax shall increase by the Tax Escalation Factor.

After the Transition Event

The Maximum Special Tax for each Assessor’s Parcel that may be levied in any Fiscal Year that has not partially prepaid, after the Transition Event, is for the Fiscal Year beginning in the Transition Year, an amount equal to 50% of the Maximum Special Tax in effect for the Fiscal Year prior to the Transition Year.

The Maximum Special Tax for each Assessor’s Parcel that may be levied in any Fiscal Year that has partially prepaid, after the Transition Event, is for the Fiscal Year beginning in the Transition Year, an amount equal to 50% of the sum of Maximum Special Tax in the Fiscal Year prior to the Transition Year plus an amount equal to the Special Tax that would have been due in the Fiscal Year prior to the Transition Year if such Assessor’s Parcel had not partially prepaid.

On each July 1 after the Transition Event, including the Transition Year, the Maximum Special Tax shall increase by the Tax Escalation Factor.

Original Ski Property Assessor’s Parcel Changes

When Original Ski Property changes, merges or subdivides, the Maximum Special Tax shall be apportioned to Successor Ski Property so that there is no net loss in aggregate Maximum Special Tax revenue from the Original Ski Property to the Successor Ski Property for CFD No. 2019-1. The process for apportioning the Maximum Special Tax of Original Ski Property to the Successor Ski Property is as follows:

- Step 1: Identify the Acreage of Successor Ski Property Assessor's Parcel(s) created by the Original Ski Property Assessor's Parcel(s) change, merger or subdivision. The Acreage for the Successor Ski Property Assessor's Parcel(s) classified as Public Property or Property Owner Association Property will not be considered in this calculation.
- Step 2: Multiply the total Acres from Step 1 by the Maximum Special Tax for Original Ski Property for the then current Fiscal Year.
- Step 3: Sum the Maximum Special Tax for the Original Ski Property Assessor's Parcel(s) being changed, merged or subdivided.
- Step 4: If the result of Step 2 exceeds the results of Step 3, assign the then current year Maximum Special Tax to each Successor Ski Property Assessor's Parcel(s).
- Step 5: If the result of Step 2 is less than the result of Step 3, the result of Step 3 will be divided by the total Acreage of Successor Ski Property identified in Step 1 to determine the Maximum Special Tax per Acre for the Successor Ski Property Assessor's Parcel(s) created by the change, merger or subdivision.

Once created, if Successor Ski Property further changes, merges or subdivides, the steps shall be repeated to determine the Maximum Special Tax for additional Successor Ski Property created from the change, merger or subdivision.

D. METHOD OF APPORTIONMENT OF THE SPECIAL TAXES

Commencing with Fiscal Year 2020/21 and for each following Fiscal Year, the CFD Administrator shall determine the Special Tax Requirement and shall levy the Special Tax until the total Special Tax levy equals the Special Tax Requirement. The Special Tax shall be levied each Fiscal Year as follows:

First: The Proportion of the applicable Maximum Special Tax shall be levied on each Assessor's Parcel of Taxable Property, not to exceed 80% of the applicable Maximum Special Tax for each Assessor's Parcel of Original Ski Property and Successor Ski Property and not to exceed 100% of the applicable Maximum Special Tax for each Assessor's Parcel of Hotel Property, Non-Residential Property, Residential Property and Timeshare Property, to satisfy the Special Tax Requirement.

Second: If additional monies are needed to satisfy the Special Tax Requirement after the first step has been completed, then the Special Tax shall be levied on each Assessor's Parcel of Original and Successor Ski Property by increasing in equal percentages from the amounts determined in the first step, up to the remaining 20% of the Maximum Special Tax for each such Assessor's Parcel.

As required by the Act, the following shall apply to the computation of the Special Tax each Fiscal Year: Under no circumstances will the portion of the Special Tax used to pay for facilities financed by CFD No. 2019-1 and levied against any Assessor's Parcel used for private residential purposes be increased as a consequence of delinquency or default by the owner or owners of any other parcel or parcels within CFD No. 2019-1 by more than 10 percent above the amount that would have been levied in that Fiscal Year had there never been any such delinquencies or defaults.

E. EXEMPTIONS

1. No Special Taxes shall be levied on Public Property, except as otherwise provided in Sections 53317.3 and 53317.5 of the Act.
2. No Special Taxes shall be levied on Property Owner Association Property
3. The Maximum Special Tax obligation for any property which would be classified as Public Property upon its transfer or dedication to a public agency but which is classified as Taxable Property pursuant to Section B above shall be prepaid in part by the seller pursuant to Section I, prior to the transfer/dedication of such property to such public agency. Until the Maximum Special Tax obligation for any such property is partially prepaid, the property shall continue to be subject to the levy of the Special Tax as Taxable Property regardless of ownership. After the partial prepayment, the parcel will no longer be subject to the Special Tax as long as it is classified as Public Property.
4. If the use of an Assessor's Parcel changes so that such Assessor's Parcel is no longer eligible to be classified as Exempt Property, such Assessor's Parcel shall cease to be classified as Exempt Property and shall be deemed to be Taxable Property.
5. Acreage within an Assessor's Parcel is exempt from Special Taxes under this section to the extent that (i) the Acreage is the subject of an open-space easement acquired by the County, or (ii) the Acreage is dedicated or restricted to agricultural or conservation uses as described in the Act; unless, in either case, the owner of the Assessor's Parcel which includes such Acreage consents to including such Acreage in calculating the Special Tax applicable to the Assessor's Parcel.
6. No Special Taxes shall be levied on Assessor's Parcels that are not subject to ad valorem property taxes.
7. No Special Taxes shall be levied on the Assessor's Parcels shown in Exhibit B. Any Assessor's Parcel(s) that results from an Assessor's Parcel change, reconfiguration or redesignation of any Assessor's Parcel shown in Exhibit B shall not be levied a Special Tax. However, if an Assessor's Parcel exempt pursuant to Exhibit B merges with Taxable Property, there shall be no net loss in aggregate Maximum Special Tax revenue generated from the newly created Assessor's Parcels.

F. APPEALS

Any property owner may file a written appeal of the Special Taxes with the CFD Administrator claiming that the amount or application of the Special Taxes is not correct. The appeal must be filed not later than one calendar year after having paid the Special Taxes that are disputed, and the appellant must be current in all payments of Special Taxes. In addition, during the term of the appeal process, all Special Taxes levied must be paid on or before the payment date established when the levy was made.

The appeal must specify the reasons why the appellant claims the Special Taxes are in error. The CFD Administrator shall review the appeal, meet with the appellant if the CFD Administrator

deems necessary, and advise the appellant of its determination.

If the property owner disagrees with the CFD Administrator's decision relative to the appeal, the owner may then file a written appeal with the Board whose subsequent decision shall be final and binding on all interested parties. If the decision of the CFD Administrator or subsequent decision by the Board requires the Special Taxes to be modified or changed in favor of the property owner, no cash refund shall be made for prior years' Special Taxes, but an adjustment shall be made to credit future Special Taxes, so long as this does not decrease annual debt service coverage below 110% in any given Fiscal Year.

This procedure shall be exclusive and its exhaustion by any property owner shall be a condition precedent to filing any legal action by such owner.

G. INTERPRETATIONS

The District reserves the right to make minor administrative and technical changes to this document that do not materially affect the rate and method of apportioning the Special Tax. In addition, the interpretation and application of any section of this document shall be at the District's discretion. Interpretations may be made by the District by ordinance or resolution for purposes of clarifying any vagueness or ambiguity in this Rate and Method of Apportionment of Special Tax.

H. MANNER OF COLLECTION

The Special Taxes will be collected in the same manner and at the same time as ordinary ad valorem property taxes; provided, however, that the District may directly bill the Special Taxes, may collect the Special Taxes at a different time or in a different manner if necessary to meet its financial obligations, and may covenant to foreclose and may actually foreclose on delinquent property as permitted by the Act.

I. PARTIAL PREPAYMENT OF THE SPECIAL TAX

The Special Tax obligation of an Assessor's Parcel may be partially prepaid as described herein, provided that the partial prepayment pays all delinquent installments of the Special Tax with respect to such Assessor's Parcel at the time of partial prepayment. An owner of an Assessor's Parcel intending to partially prepay the Special Tax obligation shall provide the CFD Administrator with written notice of intent to partially prepay. Within 30 days of receipt of such written notice, the CFD Administrator shall notify such owner of the partial prepayment amount of such Assessor's Parcel. Partial prepayment must be made not less than 60 days prior to the next occurring date that notice of redemption of Bonds, if any, from the proceeds of such partial prepayment may be given to the Trustee pursuant to the Indenture. The CFD Administrator may charge a fee for providing this service.

The following definition applies to this Section I:

"Future Facilities Amount" means, as of the date of prepayment, all Authorized Facilities financed or anticipated by the District to be financed by CFD No. 2019-1, minus (i) the proceeds of any Previously Issued Bonds which were, at the time of issuance, available to the District for Authorized Facilities, (ii) the cost of Authorized Facilities or portions thereof previously paid for by Pay-As-You-Go Revenue, and (iii) cost of Authorized Facilities or portions thereof to be paid for by Pay-As-You-Go Revenue previously received and not yet spent.

"Outstanding Bonds" means all Previously Issued Bonds that are deemed to be outstanding after the first interest and/or principal payment date following the current Fiscal Year.

"Maximum Special Tax Percentage to be Prepaid" means the percentage of the Maximum Special Tax prepaid as determined by the CFD Administrator after application of the partial prepayment calculation set forth below.

"Previously Issued Bonds" means all Bonds that have been issued by CFD No. 2019-1 prior to the date of partial prepayment.

The Special Tax Partial Prepayment Amount (defined below) shall be calculated as summarized below (capitalized terms as defined below):

	Bond Redemption Amount
plus	Redemption Premium
plus	Defeasance Amount
plus	Administrative Fees and Expenses
plus	Future Facilities Share
<u>less</u>	<u>Reserve Fund Credit (if any)</u>
Total: equals	Special Tax Partial Prepayment Amount

As of the proposed date of partial prepayment, the Special Tax Partial Prepayment Amount (defined below) shall be calculated by the CFD Administrator as follows:

1. Confirm that no Special Taxes delinquency apply to such Assessor's Parcel, and if delinquencies are applicable compute all amounts due, including interest and penalties.
2. Compute the Maximum Special Tax applicable for the Assessor's Parcel to be prepaid.
3. Divide the Maximum Special Tax computed pursuant to paragraph 2 by the total Maximum Special Tax for CFD No. 2019-1 which could be charged in the current Fiscal Year, excluding any Assessor's Parcels which have been partially prepaid.
4. Multiply the quotient computed pursuant to paragraph 3 by the Outstanding Bonds to compute the amount of Outstanding Bonds to be retired and prepaid (the "Bond Redemption Amount").
5. Multiply the Bond Redemption Amount computed pursuant to paragraph 4 by the applicable redemption premium, if any, on the Outstanding Bonds as detailed in the Indenture to be redeemed (the "Redemption Premium").
6. Compute the amount needed to pay interest on the Bond Redemption Amount from the first bond interest and/or principal payment date following the current Fiscal Year until the earliest redemption date for the Outstanding Bonds (the "Defeasance Amount").
7. Multiply the quotient computed pursuant to paragraph 3 by the Future Facilities Amount to compute the Future Facilities Share (the "Future Facilities Share") to be prepaid.

8. Verify the administrative fees and expenses of CFD No. 2019-1, including the costs of computation of the partial prepayment, the costs to invest the partial prepayment proceeds, the costs of redeeming CFD No. 2019-1 Bonds, and the costs of recording any notices to evidence the partial prepayment and the redemption (the "Administrative Fees and Expenses").
9. If reserve funds for the Outstanding Bonds, if any, are held in cash and are at or above 100% of the reserve requirement (as defined in the Indenture) on the partial prepayment date, a reserve fund credit shall be calculated as a reduction in the applicable reserve requirement for the Outstanding Bonds to be redeemed pursuant to the partial prepayment (the "Reserve Fund Credit"). No Reserve Fund Credit shall be granted if reserve funds are held as a surety or are below 100% of the reserve requirement on the partial prepayment date or the redemption date.
10. The Special Tax Partial Prepayment Amount is equal to the sum of the amounts computed pursuant to paragraphs 4, 5, 6, 7 and 8, less the amount computed pursuant to paragraph 9 (the "Special Tax Partial Prepayment Amount").
11. From the Special Tax Partial Prepayment Amount, the amounts computed pursuant to paragraphs 4, 5, 6 and 7 shall be deposited into the appropriate fund as established under the Indenture and be used to retire Outstanding Bonds or make debt service payments. The amount computed pursuant to paragraph 8 shall be retained by the District.

The Special Tax Partial Prepayment Amount may be sufficient to redeem more Outstanding Bonds than the bond increment allows. In such cases, the amount above the increment or integral multiple thereof will be retained in the appropriate fund established under the Indenture to be used with the next partial prepayment of Outstanding Bonds or to make debt service payments.

With respect to any Assessor's Parcel that is partially prepaid, the CFD Administrator shall indicate in the records of CFD No. 2019-1 that there has been a partial prepayment of the Maximum Special Tax and that a portion of the Maximum Special Tax with respect to such Assessor's Parcel, equal to the Maximum Special Tax at time of partial prepayment multiplied by the Maximum Special Tax Percentage to be Prepaid, shall continue to be levied on such Assessor's Parcel pursuant to Section D until the Transition Year. Beginning in the Transition Year, the Special Tax applicable to any Assessor's Parcel that has partially prepaid shall be adjusted to an amount which is the same as other Taxable Property in CFD No. 2019-1 assigned to a land use which is the same as that of the partially prepaid Assessor's Parcel. With the exception of the Maximum Special Tax for Successor Ski Property which will be set at the amount determined in Section C - Original Ski Property Assessor's Parcel changes.

Current year special taxes will remain on the tax roll.

Notwithstanding the foregoing, no Special Tax partial prepayment shall be allowed unless the amount of Special Tax that may be levied on Taxable Property within CFD No. 2019-1 both prior to and after the proposed partial prepayment is at least 1.1 times the maximum annual debt service on all Outstanding Bonds.

J. **TERM**

The Special Tax shall be levied for as long as required to fund the Special Tax Requirement. No portion of the Special Tax shall be levied for Authorized Facilities beyond 40 years from the initial levy of the Special Tax.

Exhibit A

Original Ski Property Assessor's Parcel Numbers

<u>Assessor's Parcel Number</u>	<u>Owner</u>	<u>Acreage</u>
069-310-005-000	SQUAW VALLEY DEVELOPMENT LESSEE	160.00
069-310-006-000	SQUAW VALLEY DEVELOPMENT LESSEE	109.75
069-310-007-000	SQUAW VALLEY RESORT LLC	109.40
069-310-011-000	SQUAW VALLEY RESORT LLC	667.90
069-310-023-000	SQUAW VALLEY RESORT LLC	215.90
070-130-006-000	SQUAW VALLEY RESORT LLC	90.82
095-190-011-000	SQUAW VALLEY RESORT LLC	138.20
095-290-025-000	SQUAW VALLEY RESORT LLC LSSEE	46.80
096-010-012-000	SQUAW VALLEY RESORT LLC	111.00
096-010-027-000	SQUAW VALLEY RESORT LLC	562.80
096-020-012-000	SQUAW VALLEY RESORT LLC	0.34
096-221-018-000	SQUAW VALLEY RESORT LLC	1.20
096-221-019-000	SQUAW VALLEY REAL ESTATE LLC	10.30
096-221-036-000	SQUAW VALLEY REAL ESTATE LLC	1.50
096-221-038-000	SQUAW VALLEY RESORT LLC	80.70
096-490-015-000	SQUAW VALLEY REAL ESTATE LLC	0.50
096-490-019-000	SQUAW VALLEY REAL ESTATE LLC	3.10
096-540-016-000	SQUAW VALLEY REAL ESTATE LLC	10.90

Exhibit B

Assessor's Parcel Numbers Exemptions

<u>Assessor's Parcel Number</u>	<u>Owner</u>	<u>Acreage</u>
095-290-028-000	CALDWELL LLC	24.6
095-290-029-000	SQUAW VALLEY RESORT LLC	1.6
096-060-009-000	SQUAW VALLEY MUTUAL WATER CO	.028
096-060-010-000	SQUAW VALLEY MUTUAL WATER CO	.028