

SUBJECT:**Payoff of Assessment District
Bond Obligations****POLICY NUMBER 300-03
ADOPTED 8-10-83**

It is the policy of the City Council to require the payoff of bond obligations as follows:

1. In the case of residential developments, the applicants are required to pay off the bonded indebtedness concurrent with the recordation of each final map.
2. In the case of industrial and commercial developments, no restrictions are required on the payoff of the bonded indebtedness.
3. In the case of undeveloped land, the applicable Land Use Element of the General Plan shall determine whether #1 or #2 above shall apply. Any amendment to the Land Use Element, concurrent with or after the formation of a district, shall be conditioned consistent with #1 and #2 above.
4. All applicants for assessment districts are required to provide no less than a 10 percent reserve within their financing program to secure the annual bond payments.