July 23, 2015

Local Government Division
Department of Finance and Administration
Bataan Memorial Building, Suites 201-203
Santa Fe, New Mexico 87501

To whom it may concern:

The Stonegate Public Improvement District (the "District") is obligated by Section 6-6-2(A) NMSA 1978 to file with the Local Government Division of the New Mexico Department of Finance and Administration, on or before July 31 of each year, a final budget for the District for the next fiscal year. Pursuant to Section 6-6-2(E) NMSA 1978, the Local Government Division of the New Mexico Department of Finance and Administration must certify a final budget for the District prior to the first Monday in September of each year.

The District was formed by the City of Rio Rancho, New Mexico on July 24, 2013. To date no levy has been imposed on property within the District. And the district has not issued public improvement district bonds. The maximum special levy is set forth in the Rate and Method of Apportionment dated as of December 18, 2012.

The District expects to incur the following administrative expenses during fiscal year 2015-2016, which will be paid directly by the developer within the District:

City Fee	$2,000
PID Administrator Fee	$1,000
TOTAL	$3,000

Please feel free to contact Peter Franklin or Daniel Alsup, the District's general counsel, with any questions, comments or concerns you may have regarding this matter. Their number is (505) 848-1800.

Sincerely,

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Treasurer, Stonegate Public Improvement District