

THE 3-TRAILS COMMUNITY IMPROVEMENT DISTRICT

**RESOLUTION OF THE 3-TRAILS COMMUNITY IMPROVEMENT DISTRICT
APPROVING LEVY OF SPECIAL ASSESSMENTS**

WHEREAS, the Board of Directors of the 3-Trails Community Improvement District (the "District") desires to levy a special assessment against real property benefited within the District (the "CID Special Assessment") for the purpose of providing revenue for certain costs to be incurred by the District as described in the Petition to Authorize the 3-Trails Community Improvement District to Levy Special Assessment (the "Special Assessment Petition"), a copy of which is attached as Exhibit A,

WHEREAS, pursuant to the Special Assessment Petition, such special assessments shall be allocated among the Lots in an annual amount not to exceed \$0.62 per \$100 of assessed value; provided, however, the maximum amount shall be adjusted annually beginning in 2002 pursuant to the Construction Cost Index published by the Engineering News Record (the "Cost Index") (or, if not available, then by another reasonable index selected by the board of directors of the District);

WHEREAS, the Cost Index from July 2001 to July 2002 was 3.1%; and,

WHEREAS, the Cost Index from July 2002 to July 2003 was 1.4%; and,

WHEREAS, the Cost Index from July 2003 to July 2004 was 6.4%.

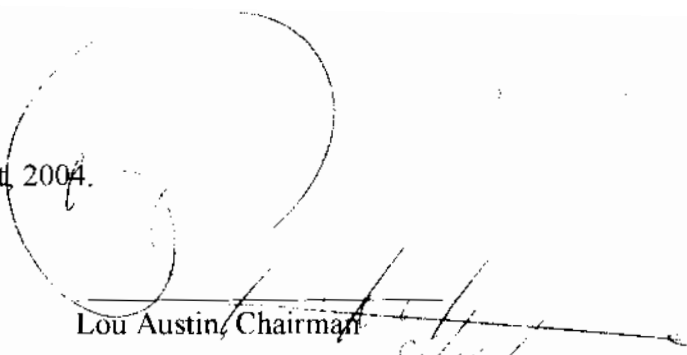
NOW, THEREFORE, BE IT RESOLVED, the Board of Directors of the 3-Trails Community Improvement District, as follows:

Section 1. Property Benefited. It is found that each tract, lot, and parcel of real property which located within the District and listed on the attached petitions (each "Tract") will be benefited by the financing of the Eligible Services (as defined in the Petition forming the District) and the operation of the District.

Section 2. CID Special Assessment. The CID Special Assessment is hereby levied against each Tract in the amount of Sixty-Two Cents (\$.62) per one hundred dollars (\$100) of assessed value of each such Tract.

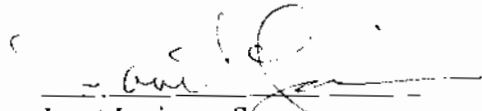
Section 3. Collection of Assessments. The officers of the District are authorized and directed to take all such actions as are necessary or desirable to cause the Collector of Jackson County, Missouri to bill and to collect the CID Special Assessment as provided in this resolution and in the Special Assessment Petition.

Adopted this 16th day of August, 2004.


Lou Austin, Chairman

8/16/04

ATTEST:


Janet Larimer, Secretary



3-Trails
Community Improvement District