



Redevelopment Agency
of the City of Sparks
Area 2
2016-2017
Tentative Budget



April 15, 2016

Nevada Department of Taxation
1550 College Parkway, Suite 115
Carson City, NV 89706-7921

The **Redevelopment Agency of the City of Sparks - Area 2** herewith submits the **TENTATIVE** budget for the fiscal year ending June 30, 2017.

This budget contains **2** funds, including Debt Service, requiring property tax revenues totaling **\$2,760,000**

The property tax rates computed herein are based on preliminary data. If the final state computed revenue limitation permits, the tax rate will be increased by an amount not to exceed _____. If the final computation requires, the tax rate will be lowered.

This budget contains **2** governmental type funds with estimated expenditures of **\$1,870,213** and **0** proprietary funds with estimated expenses of **\$0**.

Copies of this budget have been filed for public record and inspection in the offices enumerated in NRS 354.596 (Local Government Budget and Finance Act).

CERTIFICATION

APPROVED BY THE GOVERNING BOARD

I Jeff Cronk, CPA
(Printed Name)
Chief Financial Officer
(Title)

certify that all applicable funds and financial operations of this Local Government are listed herein

Signed 

Dated: 4/12/16

SCHEDULED PUBLIC HEARING:

Date and Time: **May 23, 2016, 2:00 pm** Publication Date approximately May 12, 2016

Place: City of Sparks Council Chambers, 745 Fourth St, Sparks, NV

Redevelopment Agency of the City of Sparks - Area 2
2015-2016 TENTATIVE Budget

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REDEVELOPMENT AGENCY OF THE CITY OF SPARKS - AREA 2
BUDGET MESSAGE – Tentative Budget
Fiscal Year 2016/2017 (FY17)

This message is intended to convey the underlying assumptions used in the preparation of this document so that elected officials, City staff and other interested parties may have a brief summary of the overall direction of the Agency's budget process for 2016-2017.

For operating and debt service purposes, the overlapping property tax rate in this budget document is \$3.2085. This rate includes estimated amounts "carved out" after being levied and collected in accordance with the 1999 Session's SB 312. These amounts generally relate to voter-approved bonds or overrides on or after the November 6, 1996 general election. The final "carve out" rates will be provided to us by the Department of Taxation in time for the Final Budget.

Assessed value and estimated revenue information for the City's redevelopment districts was determined from information provided by the Department of Taxation as well as the Washoe County Assessor's and Treasurer's Office. Assessed value in Redevelopment Area 2 is expected to increase approximately 1.7% to \$91.8 million. Property tax revenue, after abatements in FY17, is projected to increase 1.8% to \$2.8M in FY17.

Amounts budgeted as ending fund balances in funds which receive ad valorem taxes are those amounts deemed appropriate for carrying on the activities of the funds given cash flow requirements. Minor differences between results reported in the City's annual audit versus the prior year actual column in the budget are due to rounding.

In light of the foregoing, the Tentative Budget for the Redevelopment Agency of the City of Sparks Area 2 is submitted to the Nevada State Department of Taxation in accordance with state statutes.

Respectfully submitted,



Jeff Cronk, CPA
Chief Financial Officer

Budget Summary for Redevelopment Agency of the City of Sparks - Area 2
Schedule S-1

	GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS			PROPRIETARY FUNDS BUDGET YEAR 06/30/2017 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
	ACTUAL PRIOR YEAR 06/30/15 (1)	ESTIMATED CURRENT YEAR 06/30/16 (2)	BUDGET YEAR 06/30/17 (3)		
REVENUES:					
Property Taxes	2,582,082	2,710,000	2,760,000	0	2,760,000
Intergovernmental Revenues	0	0	0	0	0
Charges for Services	10,000	0	0	0	0
Fines and Forfeits	0	0	0	0	0
Miscellaneous Revenue	52,004	67,000	56,000	0	56,000
TOTAL REVENUES	2,644,086	2,777,000	2,816,000	0	2,816,000
EXPENDITURES-EXPENSES:					
General Government	0	0	0	0	0
Community Support	95,810	135,055	50,530	0	50,530
Debt Service	7,281,920	2,500	2,500	0	2,500
Principal	955,000	915,000	950,000	0	950,000
Interest	912,705	913,769	867,183	0	867,183
TOTAL EXPENDITURES-EXPENSES	9,245,435	1,966,324	1,870,213	0	1,870,213
Excess of Revenues over (under)					
Expenditures/Expenses	(6,601,349)	810,676	945,787	0	945,787

Budget Summary for Redevelopment Agency of the City of Sparks - Area 2
Schedule S-1

	GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS			PROPRIETARY FUNDS BUDGET YEAR 06/30/2017 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
	ACTUAL PRIOR YEAR 06/30/15 (1)	ESTIMATED CURRENT YEAR 06/30/16 (2)	BUDGET YEAR 06/30/17 (3)		
OTHER FINANCING SOURCES (USES):					
Bond Sales Proceeds	0	0	0	0	0
Refunding Bond Proceeds	7,285,000	0	0	0	0
Sale Of General Fixed Assets	2,150,000	0	0	0	0
Operating Transfers (in)	1,342,000	0	0	0	0
Operating Transfers (out)	(2,414,899)	(1,073,725)	(1,077,853)	0	(1,077,853)
TOTAL OTHER FINANCING SOURCES (USES)	8,362,101	(1,073,725)	(1,077,853)	0	(1,077,853)
Excess of Revenues and Other Sources over(under)					
Expenditures and Other Uses (Net Income)	1,760,752	(263,049)	(132,066)	0	XXXXXXXXXXXX
FUND BALANCE JULY 1, BEGINNING OF YEAR:	2,410,690	4,171,442	3,908,393		
Prior Period Adjustments	0	0	0	0	
Residual Equity Transfers				XXXXXXXXXXXX	XXXXXXXXXXXX
FUND BALANCE JUNE 30, END OF YEAR	4,171,442	3,908,393	3,776,327	XXXXXXXXXXXX	XXXXXXXXXXXX
TOTAL ENDING FUND BALANCE	4,171,442	3,908,393	3,776,327	XXXXXXXXXXXX	XXXXXXXXXXXX

FULL TIME EQUIVALENT EMPLOYEES BY FUNCTION

	ACTUAL PRIOR YEAR ENDING 06/30/15	ESTIMATED CURRENT YEAR ENDING 06/30/16	BUDGET YEAR ENDING 06/30/17
General Government			
Judicial			
Public Safety			
Public Works			
Culture and Recreation			
Community Support			
Total General Government	0.0	0.0	0.0
Utilities			
Hospitals			
Transit Systems			
Airports			
Other			
TOTAL FTE's	0.0	0.0	0.0

POPULATION (AS OF JULY 1)	91,551	92,396	93,581
SOURCE OF POPULATION ESTIMATE*	Dept of Taxation- FY 2015 Final Revenue Projections Part B	Dept of Taxation- FY 2016 Final Revenue Projections Part B	Dept of Taxation- FY 2017 Final Revenue Projections Part B
Assessed Valuation (Secured and Unsecured Only)	85,206,271	90,319,684	91,818,461
Net Proceeds of Mines			
TOTAL ASSESSED VALUE	85,206,271	90,319,684	91,818,461
TAX RATE			
General Fund			
Special Revenue Funds			
Capital Projects Funds	0.8184	0.8184	1.0521
Debt Service Funds	2.3756	2.3756	2.1564
Enterprise Fund			
Other			
TOTAL TAX RATE	3.1940	3.1940	3.2085

*Use the population certified by the state in March each year. Small districts may use a number developed per the instructions (page 6) or the best information available

PROPERTY TAX RATE AND REVENUE RECONCILIATION

Fiscal Year 2016-2017

	(1) ALLOWED TAX RATE	(2) ASSESSED VALUATION	(3) ALLOWED AD VALOREM REVENUE [(1) X (2)/100]	(4) TAX RATE LEVIED	(5) TOTAL PREABATED AD VALOREM REVENUE [(2)X(4)/100]	(6) AD VALOREM TAX ABATEMENT [(5)-(7)]	(7) BUDGETED AD VALOREM REVENUE WITH CAP
OPERATING RATE:							
A. PROPERTY TAX Subject to Revenue Limitations	1.0521	91,818,461	965,990	1.0521	965,990	60,988	905,002
B. PROPERTY TAX Outside Revenue Limitations: Net Proceeds of Mines							
VOTER APPROVED:							
C. Voter Approved Overrides							
LEGISLATIVE OVERRIDES							
Area #2							
E. Medical Indigent (NRS 428.285)							
F. Capital Acquisition (NRS 354.59815)							
G. Youth Services Levy (NRS 62B.150, 62B.160)							
H. Legislative Overrides							
I. SCCRT Loss (NRS 354.59813)							
J. Other:							
K. Other:							
L. SUBTOTAL LEGISLATIVE OVERRIDES							
M. SUBTOTAL A, C, L	1.0521	91,818,461	965,990	1.0521	965,990	60,988	905,001
N. Debt	2.1564	91,818,461	1,980,005	2.1564	1,980,005	125,007	1,855,000
O. TOTAL M AND N	3.2085	91,818,461	2,945,995	3.2085	2,945,995	185,995	2,760,000

Note:

Final carveout rates for Redevelopment Areas 1 & 2 are subject to change per the State's final revenue projections

Redevelopment Agency of the City of Sparks - Area 2
 SCHEDULE S-3 - PROPERTY TAX RATE
 AND REVENUE RECONCILIATION

SCHEDULE A - ESTIMATED REVENUES & OTHER RESOURCES - GOVERNMENTAL FUND TYPES, EXPENDABLE TRUST FUNDS & TAX SUPPORTED PROPRIETARY FUND TYPES

Budget For Fiscal Year Ending June 30, 2017

Budget Summary for Redevelopment Agency of the City of Sparks - Area 2

GOVERNMENTAL FUNDS AND EXPENDABLE TRUST FUNDS	Beginning Balances (1)	Consolidated Tax Revenue (2)	Property Tax Required (3)	Tax Rate (4)	Other Revenue (5)	Other Financing Sources Other Than Transfers In (6)	Operating Transfers In (7)	Total (8)
R/A 2 Revolving Fund	1,347,320	0	905,000	1.0521	50,000	0	0	2,302,320
R/A 2 Debt Service Fund	2,561,073	0	1,855,000	2.1564	6,000	0	0	4,422,073
Subtotal Governmental Fund Types, Expendable Trust Funds	3,908,393	0	2,760,000	3.2085	56,000	0	0	6,724,393
TOTAL ALL FUNDS	XXXXXXXXXX	0	2,760,000	3.2085	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX

SCHEDULE A-1 ESTIMATED EXPENDITURES AND OTHER FINANCING USES

Budget For Fiscal Year Ending June 30, 2017

Budget Summary for Redevelopment Agency of the City of Sparks - Area 2

GOVERNMENTAL FUNDS AND EXPENDABLE TRUST FUNDS	*	Salaries and Wages (1)	Employee Benefits (2)	Supplies and Other Charges ** (3)	Capital Outlay *** (4)	Contingencies and Uses Other Than Operating Transfers Out (5)	Operating Transfers Out (6)	Ending Fund Balances (7)	Total (8)
R/A 2 Revolving Fund	CP	0	0	50,530	0	0	1,077,853	1,173,937	2,302,320
R/A 2 Debt Service Fund	DS	0	0	1,819,683	0	0	0	2,602,390	4,422,073
TOTAL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS		0	0	1,870,213	0	0	1,077,853	3,776,327	6,724,393

* FUND TYPES: SR - Special Revenue
 CP - Capital Projects
 DS - Debt Service
 T - Expendable Trust

** Include Debt Service Requirements in this column

*** Capital Outlay must agree with CIP.

<u>REVENUES</u>	(1)	(2)	(3) (4) Budget Year Ending 06/30/17	
	ACTUAL PRIOR YEAR ENDING 06/30/2015	ESTIMATED CURRENT YEAR ENDING 06/30/2016	TENTATIVE APPROVED	FINAL APPROVED
<u>Taxes</u>				
Property Taxes	497,913	625,000	800,000	0
Personal Property Taxes	94,169	100,000	105,000	0
Total Taxes	592,082	725,000	905,000	0
<u>Charges for Services</u>				
Planned Development	10,000	0	0	0
Total Charges for Services	10,000	0	0	0
<u>Miscellaneous Revenue</u>				
Interest Earned	32,773	1,000	1,000	0
Note/Loan Investment Interest Earned	0	61,000	49,000	0
Contributions From Other Funds	13,428	0	0	0
Total Miscellaneous Revenue	46,201	62,000	50,000	0
Total Revenue	648,283	787,000	955,000	0
<u>Other Financing Sources(Specify)</u>				
Sale Of General Fixed Assets	2,150,000	0	0	0
Operating Transfers In (Schedule T)				
T/I from R/A 2 Debt Svc 3606	671,000	0	0	0
Total Other Financing Sources	2,821,000	0	0	0
<u>Beginning Fund Balance</u>				
Prior Period Adjustment(s)	0	0	0	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	139,525	1,769,100	1,347,320	0
Total Resources	3,608,808	2,556,100	2,302,320	0

Redevelopment Agency of the City of Sparks - Area 2
SCHEDULE B - Capital Projects Fund
R/A 2 Revolving Fund (3601)

<u>EXPENDITURES</u>	(1)	(2)	(3) (4) Budget Year Ending 06/30/17	
	ACTUAL PRIOR YEAR ENDING 06/30/2015	ESTIMATED CURRENT YEAR ENDING 06/30/2016	TENTATIVE APPROVED	FINAL APPROVED
Community Support Function				
Services and Supplies	35,087	134,555	50,030	0
Non-discretionary Services & Supplies	640	500	500	0
Total Community Support Function	35,727	135,055	50,530	0
Total Expenditures	35,727	135,055	50,530	0
Other Uses				
Contingency (not to exceed 3% of total expenditures)	0	0	0	0
Rebates Special Assessment	60,082	0	0	0
Operating Transfers Out (Schedule T)				
T/O to Debt Svc GO 1301	1,072,899	1,073,725	1,077,853	0
T/O to R/A 2 Debt Svc 3606	671,000	0	0	0
Total Other Uses	1,803,981	1,073,725	1,077,853	0
<i>Ending Fund Balance</i>	<i>1,769,100</i>	<i>1,347,320</i>	<i>1,173,937</i>	<i>0</i>
Total Commitments and Fund Balance	3,608,808	2,556,100	2,302,320	0

Redevelopment Agency of the City of Sparks - Area 2
 SCHEDULE B - Capital Projects Fund
 R/A 2 Revolving Fund (3601)

<u>REVENUES</u>	(1)	(2)	(3) BUDGET YEAR ENDING 06/30/17		(4)
	ACTUAL PRIOR YEAR ENDING 06/30/2015	ESTIMATED CURRENT YEAR ENDING 06/30/2016	TENTATIVE APPROVED	FINAL APPROVED	
<u>Taxes</u>					
Property Taxes	1,791,705	1,775,000	1,640,000		0
Personal Property Taxes	198,295	210,000	215,000		0
Subtotal	1,990,000	1,985,000	1,855,000		
<u>Miscellaneous Revenue</u>					
Interest Earned	4,478	5,000	6,000		0
Miscellaneous Revenue	1,325	0	0		0
Subtotal	5,803	5,000	6,000		
Total All Revenue	1,995,803	1,990,000	1,861,000		0
<u>Other Financing Sources</u>					
Operating Transfers In (Schedule T)					
T/I from R/A2 Revolving 3601	671,000	0	0		0
Bond Proceeds	0	0	0		
Bond Proceeds	7,285,000	0	0		
Subtotal Other Financing Sources	7,956,000	0	0		0
Beginning Fund Balance	2,271,164	2,402,342	2,561,073		
Prior Period Adjustment(s)	0	0	0		0
Residual Equity Transfers	0	0	0		0
Total Beginning Fund Balance	2,271,164	2,402,342	2,561,073		0
Total Available Resources	12,222,967	4,392,342	4,422,073		0

Redevelopment Agency of the
City of Sparks - Area 2
Schedule C - Debt Service Fund
RA2 TAX REVENUE DEBT (3606)

<u>EXPENDITURES and RESERVES</u>	(1)	(2)	(3) BUDGET YEAR ENDING 06/30/17	
	ACTUAL PRIOR YEAR ENDING 06/30/2015	ESTIMATED CURRENT YEAR ENDING 06/30/2016	TENTATIVE APPROVED	FINAL APPROVED

Type: 4 Revenue Bonds

Principal	955,000	915,000	950,000	0
Interest	912,705	913,769	867,183	0
Fiscal Agent Charges	149,733	2,500	2,500	0
Payments to Refunded Bond Escrow Agent	7,132,187	0	0	
Transfers Out	671,000	0	0	0
Reserves - increase or (decrease)	0	0	0	0
Other (Specify)	0	0	0	0
Subtotal	9,820,625	1,831,269	1,819,683	0
TOTAL RESERVED (MEMO ONLY)	2,402,342	2,561,073	2,602,390	
Ending Fund Balance				
Reserved	2,402,342	2,561,073	2,602,390	0
Unreserved	0	0	0	0
Total Ending Fund Balance	2,402,342	2,561,073	2,602,390	0
Total Commitments & Fund Balance	12,222,967	4,392,342	4,422,073	0

Redevelopment Agency of the
City of Sparks - Area 2
Schedule C - Debt Service Fund
RA2 TAX REVENUE DEBT (3606)

ALL EXISTING OR PROPOSED
 GENERAL OBLIGATION BONDS, REVENUE BONDS,
 MEDIUM-TERM FINANCING, CAPITAL LEASES AND
 SPECIAL ASSESSMENT BONDS

- * - Type
- 1 - General Obligation Bonds
- 2 - G. O. Revenue Supported Bonds
- 3 - G. O. Special Assessment Bonds
- 4 - Revenue Bonds
- 5 - Medium-Term Financing
- 6 - Medium-Term Financing - Lease Purchas
- 7 - Capital Leases
- 8 - Special Assessment Bonds
- 9 - Mortgages
- 10 - Other (Specify type)
- 11 - Proposed (Specify type)

(1) NAME OF BOND OR LOAN (List and Subtotal By Fund)	(2) *	(3) TERM	(4) ORIGINAL AMOUNT OF ISSUE	(5) ISSUE DATE	(6) FINAL PAYMENT DATE	(7) INTEREST RATE	(8) BEGINNING OUTSTANDIN G BALANCE 07/01/2016	(9) (10) FISCAL YEAR ENDING 06/30/2017		(11) (9) + (10) TOTAL
								(9) INTEREST PAYABLE	(10) PRINCIPAL PAYABLE	
R/A 2 Debt Service Fund 3606										
<u>Type 4 Revenue Bonds</u>										
- Tax Increment Revenue Bonds Series 2008	4	20	12,700,000	07/30/2008	06/01/2028	6.40-6.70%	9,925,000	657,460	570,000	1,227,460
- Tax Increment Revenue Bonds Series 2014	4	20	7,285,000	08/14/2014	06/01/2029	3.249%	6,455,000	209,723	380,000	589,723
Total Type 4 Revenue Bonds			19,985,000				16,380,000	867,183	950,000	1,817,183
TOTAL RA2 DEBT SERVICE FUND 3606			19,985,000				16,380,000	867,183	950,000	1,817,183

SCHEDULE C-1 - INDEBTEDNESS

Transfer Schedule for Fiscal Year 2016-2017

FUND TYPE	TRANSFERS IN			TRANSFERS OUT		
	FROM FUND	PAGE	AMOUNT	TO FUND	PAGE	AMOUNT
Capital Projects			0	T/O to Debt Svc GO 1301		1,077,853
Subtotal			0			1,077,853

Total Transfers

0

1,077,853

FY17 Note: Transfers in do not match transfers out due to the fact that transfers out include \$1,077,853 to the City's GO Debt Service Fund, the budgeted transfer in for which is filed under a separate document. The transfers in will not match the transfers out in the City's Budget document, and will be off by this same figure plus a \$291,015 transfer from Redevelopment Area 1 to the City's GO Debt Service Fund.

Schedule of Existing Contracts
Budget Year 2016-2017

Local Government: Redevelopment Agency of the City of Sparks - Area 2
Contact: Stacie Hemmerling
E-mail Address: shemmerling@cityofsparks.us
Daytime Telephone: 775-353-2246

Total Number of Existing Contracts: 1

Line	Vendor	Effective Date of Contract	Termination Date of Contract	Proposed Expenditure FY 2015-16	Proposed Expenditure FY 2016-17	Reason or need for contract:
1	<i>None</i>	<i>N/A</i>	<i>N/A</i>	<i>0</i>	<i>0</i>	
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20	Total Proposed Expenditures			0	0	

Additional Explanations (Reference Line Number and Vendor):

Schedule 31

Schedule of Privatization Contracts
Budget Year 2016-2017

Local Government: Redevelopment Agency of the City of Sparks - Area 2
 Contact: Stacie Hemmerling
 E-mail Address: shemmerling@cityofsparks.us
 Daytime Telephone: 775-353-2246

Total Number of Privatization Contracts: 0

Line	Vendor	Effective Date of Contract	Termination Date of Contract	Duration (Months/ Years)	Proposed Expenditure FY 2015-16	Proposed Expenditure FY 2016-17	Position Class or Grade	Number of FTEs employed by Position Class or Grade	Equivalent hourly wage of FTEs by Position Class or Grade	Reason or need for contract:
1	<i>None</i>									
2										
3										
4										
5										
6										
7										
8										
9										
10										
11	Total				0	0		0		

Attach additional sheets if necessary.