



Redevelopment Agency
of the City of Sparks
Area 1
2017-2018
Tentative Budget



April 15, 2017

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

The **Redevelopment Agency of the City of Sparks - Area 1** herewith submits the **TENTATIVE** budget for the fiscal year ending **June 30, 2018**.

This budget contains **2** funds, including Debt Service, requiring property tax revenues totaling **\$2,650,000**

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 **\$3,227,034** 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: 4/13/17

SCHEDULED PUBLIC HEARING:

Date and Time: tentatively **May 22, 2017, 2:00 pm** Publication Date approximately May 11, 2017

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

Redevelopment Agency of the City of Sparks - Area 1
2017-2018 TENTATIVE Budget

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REDEVELOPMENT AGENCY OF THE CITY OF SPARKS - AREA 1
BUDGET MESSAGE – Tentative Budget
Fiscal Year 2017/2018 (FY18)

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 FY18.

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 1997 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 1 is expected to increase 16.2% in FY18 to \$99.7M. Property tax revenue, after abatements in FY18, is projected to increase 8.8% to \$2.7M in FY18.

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.

Per bond covenants, reserves in our Debt Service fund (number 3301) exceed one year of debt requirements. This is attributable to capitalized interest and cash flow needs.

Services and Supplies are split out into two categories—Discretionary Services and Supplies and Non-discretionary Services and Supplies. This will be seen on all schedules B and C.

In light of the foregoing, the Tentative Budget for the Redevelopment Agency of the City of Sparks-Area 1 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 1
Schedule S-1

GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS				
ACTUAL PRIOR YEAR 06/30/16 (1)	ESTIMATED CURRENT YEAR 06/30/17 (2)	BUDGET YEAR 06/30/18 (3)	PROPRIETARY FUNDS BUDGET YEAR 06/30/2018 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)

REVENUES:

Property Taxes	2,391,875	2,435,000	2,650,000	0	2,650,000
Intergovernmental Revenues	177,572	177,572	177,572	0	177,572
Charges for Services	0	0	0	0	0
Miscellaneous Revenue	31,245	30,117	30,100	0	30,100

TOTAL REVENUES	2,600,692	2,642,689	2,857,672	0	2,857,672
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EXPENDITURES-EXPENSES:

Not Applicable	0	0	0	0	0
General Government	(1,164)	0	0	0	0
Culture and Recreation	0	0	0	0	0
Community Support	238,003	208,379	940,054	0	940,054
Intergovernmental	0	0	0	0	0
Debt Service	0	1,000	0	0	0
Principal	1,580,000	1,640,000	1,710,000	0	1,710,000
Interest	709,881	646,681	576,981	0	576,981

TOTAL EXPENDITURES-EXPENSES	2,526,720	2,496,060	3,227,035	0	3,227,035
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Excess of Revenues over (under) Expenditures/Expenses	73,972	146,629	(369,363)	0	(369,363)
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Budget Summary for Redevelopment Agency of the City of Sparks - Area 1
Schedule S-1

	GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS			PROPRIETARY FUNDS BUDGET YEAR 06/30/2018 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
	ACTUAL PRIOR YEAR 06/30/16 (1)	ESTIMATED CURRENT YEAR 06/30/17 (2)	BUDGET YEAR 06/30/18 (3)		
OTHER FINANCING SOURCES (USES):					
Sale Of General Fixed Assets	934,000	1,095,000	0	0	0
Operating Transfers (in)	336,000	0	0	0	0
Operating Transfers (out)	(627,695)	(291,015)	(290,447)	0	(290,447)
TOTAL OTHER FINANCING SOURCES (USES)	642,305	803,985	(290,447)	0	(290,447)
Excess of Revenues and Other Sources over(under) Expenditures and Other Uses (Net Income)	716,277	950,614	(659,810)	0	XXXXXXXXXXXX
FUND BALANCE JULY 1, BEGINNING OF YEAR:	3,301,026	4,017,303	4,967,917		
Prior Period Adjustments	0	0	0	0	
Residual Equity Transfers				XXXXXXXXXXXX	XXXXXXXXXXXX
FUND BALANCE JUNE 30, END OF YEAR	4,017,303	4,967,917	4,308,107	XXXXXXXXXXXX	XXXXXXXXXXXX
TOTAL ENDING FUND BALANCE	4,017,303	4,967,917	4,308,107	XXXXXXXXXXXX	XXXXXXXXXXXX

FULL TIME EQUIVALENT EMPLOYEES BY FUNCTION

	ACTUAL PRIOR YEAR ENDING 06/30/16	ESTIMATED CURRENT YEAR ENDING 06/30/17	BUDGET YEAR ENDING 06/30/18
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)	92,396	93,581	95,726
SOURCE OF POPULATION ESTIMATE*	Dept of Taxation- FY 2016 Final Revenue Projections Part B	Dept of Taxation- FY 2017 Final Revenue Projections Part B	Dept of Taxation- FY 2018 Final Revenue Projections Part B
Assessed Valuation (Secured and Unsecured Only)	79,964,169	85,829,515	99,720,343
Net Proceeds of Mines			
TOTAL ASSESSED VALUE	79,964,169	85,829,515	99,720,343
TAX RATE			
General Fund			
Special Revenue Funds			
Capital Projects Funds	0.3404	0.3638	0.5388
Debt Service Funds	2.8536	2.8447	2.6697
Enterprise Fund			
Other			
TOTAL TAX RATE	3.1940	3.2085	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 2017-2018

	(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: Table of Content Revenue Limitations	0.5388	99,720,343	537,283	0.5388	537,283	92,282	445,001
B. PROPERTY TAX Outside Revenue Limitations: Net Proceeds of Mines							
VOTER APPROVED: C. Voter Approved Overrides							
LEGISLATIVE OVERRIDES D. Accident Indigent (NRS 428.185)							
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	0.5388	99,720,343	537,283	0.5388	537,283	92,282	445,001
N. Debt	2.6697	99,720,343	2,662,244	2.6697	2,662,244	457,245	2,205,000
O. TOTAL M AND N	3.2085	99,720,343	3,199,527	3.2085	3,199,527	549,527	2,650,000

Note:

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

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

Budget For Fiscal Year Ending June 30, 2018

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

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 Revolving	1,731,450	0	445,000	0.5388	23,500	0	0	2,199,950
R/A Tax Revenue Debt	3,236,468	0	2,205,000	2.6697	184,172	0	0	5,625,640
Subtotal Governmental Fund Types, Expendable Trust Funds	4,967,918	0	2,650,000	3.2085	207,672	0	0	7,825,590
TOTAL ALL FUNDS	XXXXXXXXXX	0	2,650,000	3.2085	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX

SCHEDULE A-1 ESTIMATED EXPENDITURES AND OTHER FINANCING USES

Budget For Fiscal Year Ending June 30, 2018

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

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 Revolving	CP	14,507	7,423	168,123	750,000	0	290,447	969,449	2,199,949
R/A Tax Revenue Debt	DS	0	0	2,286,981	0	0	0	3,338,659	5,625,640
TOTAL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS		14,507	7,423	2,455,104	750,000	0	290,447	4,308,108	7,825,589

* 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) Budget Year Ending 06/30/18		(4)
	ACTUAL PRIOR YEAR ENDING 06/30/2016	ESTIMATED CURRENT YEAR ENDING 06/30/2017	TENTATIVE APPROVED	FINAL APPROVED	
Taxes					
Real Property Taxes	186,580	175,000	365,000		0
Personal Property Taxes	30,295	55,000	80,000		0
Total Taxes	216,875	230,000	445,000		0
Miscellaneous Revenue					
Interest Earned	9,003	8,000	8,500		0
Property Rentals	15,000	15,000	15,000		0
Total Miscellaneous Revenue	24,003	23,000	23,500		0
Total Revenue	240,877	253,000	468,500		0
Other Financing Sources(Specify)					
Sale Of General Fixed Assets	934,000	1,095,000	0		0
Operating Transfers In (Schedule T)					
T/I from R/A Tax Rev Debt 3301	168,000	0	0		0
Total Other Financing Sources	1,102,000	1,095,000	0		0
Beginning Fund Balance	236,501	882,844	1,731,450		
Prior Period Adjustment(s)	0	0	0		0
Residual Equity Transfers	0	0	0		0
Total Beginning Fund Balance	236,501	882,844	1,731,450		0
Total Resources	1,579,378	2,230,844	2,199,950		0

Redevelopment Agency of the City of Sparks - Area 1
SCHEDULE B - Capital Projects Fund
R/A Revolving (3401)

<u>EXPENDITURES</u>	(1)	(2)	(3) (4) Budget Year Ending 06/30/18	
	ACTUAL PRIOR YEAR ENDING 06/30/2016	ESTIMATED CURRENT YEAR ENDING 06/30/2017	TENTATIVE	FINAL
			APPROVED	APPROVED
General Government Function				
Services and Supplies	(1,164)	0	0	0
Total General Government Function	(1,164)	0	0	0
Community Support Function				
Salaries And Wages	12,644	13,916	14,507	0
Employee Benefits	6,876	7,268	7,423	0
Services and Supplies	204,140	119,551	150,188	0
Non-discretionary Services & Supplies	14,343	17,645	17,935	0
Capital Outlay	0	50,000	750,000	0
Total Community Support Function	238,003	208,379	940,054	0
Total Expenditures	236,839	208,379	940,054	0
Other Uses				
Contingency (not to exceed 3% of total expenditures)	0	0	0	0
Operating Transfers Out (Schedule T)				
T/O to Debt Svc GO 1301	291,695	291,015	290,447	0
T/O to R/A Tax Rev Debt 3301	168,000	0	0	0
Total Other Uses	459,695	291,015	290,447	0
<i>Ending Fund Balance</i>	<i>882,844</i>	<i>1,731,450</i>	<i>969,449</i>	<i>0</i>
Total Commitments and Fund Balance	1,579,378	2,230,844	2,199,950	0

Redevelopment Agency of the City of Sparks - Area 1
SCHEDULE B - Capital Projects Fund
R/A Revolving (3401)

<u>REVENUES</u>	(1)	(2)	(3) BUDGET YEAR ENDING 06/30/18		(4)
	ACTUAL PRIOR YEAR ENDING 06/30/2016	ESTIMATED CURRENT YEAR ENDING 06/30/2017	TENTATIVE APPROVED	FINAL APPROVED	
<u>Taxes</u>					
Real Property Taxes	2,012,019	2,060,000	2,060,000		0
Personal Property Taxes	162,981	145,000	145,000		0
Subtotal	2,175,000	2,205,000	2,205,000		
<u>Intergovernmental Revenues</u>					
State Govnmt'l Services Tax (Formerly Mot	177,572	177,572	177,572		0
Subtotal	177,572	177,572	177,572		
<u>Miscellaneous Revenue</u>					
Interest Earned	7,242	7,117	6,600		0
Subtotal	7,242	7,117	6,600		
Total All Revenue	2,359,815	2,389,689	2,389,172		0
<u>Other Financing Sources</u>					
Operating Transfers In (Schedule T)					
T/I from R/A Revolving 3401	168,000	0	0		0
Subtotal Other Financing Sources	168,000	0	0		0
Beginning Fund Balance	3,064,526	3,134,460	3,236,468		
Prior Period Adjustment(s)	0	0	0		0
Residual Equity Transfers	0	0	0		0
Total Beginning Fund Balance	3,064,526	3,134,460	3,236,468		0
Total Available Resources	5,592,341	5,524,149	5,625,640		0

Redevelopment Agency of the
City of sparks - Area 1
Schedule C - Debt Service Fund
TAX REVENUE DEBT (3301)

<u>EXPENDITURES and RESERVES</u>	(1)	(2)	(3) BUDGET YEAR ENDING 06/30/18	
	ACTUAL PRIOR YEAR ENDING 06/30/2016	ESTIMATED CURRENT YEAR ENDING 06/30/2017	TENTATIVE APPROVED	FINAL APPROVED

Type: 4 Revenue Bonds

Principal	1,580,000	1,640,000	1,710,000	0
Interest	709,881	646,681	576,981	0
Payments to Refunded Bond Escrow Agen	0	0	0	0
Loss on disposition of assets	0	0	0	0
Fiscal Agent Charges	0	1,000	0	0
Transfers Out	168,000	0	0	0
Reserves - increase or (decrease)	0	0	0	0
Other (Specify)	0	0	0	0
Subtotal	2,457,881	2,287,681	2,286,981	0
TOTAL RESERVED (MEMO ONLY)	3,134,460	3,236,468	3,338,659	0
<i>Ending Fund Balance</i>				
Reserved	3,134,460	3,236,468	3,338,659	0
Unreserved	0	0	0	0
Total Ending Fund Balance	3,134,460	3,236,468	3,338,659	0
Total Commitments & Fund Balance	5,592,341	5,524,149	5,625,640	0

Redevelopment Agency of the
City of Sparks - Area 1
Schedule C - Debt Service Fund
TAX REVENUE DEBT (3301)

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 Purchase
- 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 07/01/2017	(9) (10) REQUIREMENTS FOR FISCAL YEAR ENDING 06/30/2018		(11) (9) + (10) TOTAL
								(9) INTEREST PAYABLE	(10) PRINCIPAL PAYABLE	
R/A 1 Tax Revenue Debt Service Fund 3301										
<u>Type 4 Revenue Bonds</u>										
- Tax Increment Refunding Revenue Bonds Series 2010	4	14	22,165,000	05/11/2010	01/15/2023	4.00-5.375%	11,605,000	576,981	1,710,000	2,286,981
Total Type 4 Revenue Bonds			22,165,000				11,605,000	576,981	1,710,000	2,286,981
TOTAL RA 1 TAX REVENUE DEBT SERVICE FUND 3301			22,165,000				11,605,000	576,981	1,710,000	2,286,981

SCHEDULE C-1 - INDEBTEDNESS

Transfer Schedule for Fiscal Year 2017-2018

FUND TYPE	TRANSFERS IN			TRANSFERS OUT		
	FROM FUND	PAGE	AMOUNT	TO FUND	PAGE	AMOUNT
Capital Projects			0	T/O to Debt Svc GO 1301		290,447
Subtotal			0			290,447
Total Transfers			0			290,447

FY18 Note: Transfers in do not match transfers out due to the fact that transfers out include \$290,447 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 by this same figure in the City's Budget document.

Schedule of Existing Contracts
Budget Year 2017-2018

Local Government: Redevelopment Agency of the City of Sparks - Area 1

Contact: Stacie Hemmerling

E-mail Address: shemmerling@cityofsparks.us

Daytime Telephone: 775-353-2246

Total Number of Existing Contracts: 0

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 2017-2018

Local Government: Redevelopment Agency of the City of Sparks - Area 1
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.