



Redevelopment Agency
of the City of Sparks
Area 1
2015-2016
Final Budget



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Redevelopment Agency of the City of Sparks - Area 1 herewith submits the **FINAL** budget for the fiscal year ending June 30, 2015.

This budget contains 2 funds, including Debt Service, requiring property tax revenues totaling \$ 2,328,144

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 fund types with estimated expenditures of \$ 2,535,595 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

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: 5/19/15

APPROVED BY THE GOVERNING BOARD

SCHEDULED PUBLIC HEARING:

Date and Time May 19, 2014 9:00 am

Publication Date May 7, 2015

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

Redevelopment Agency of the City of Sparks - Area 1

2015-2016 FINAL Budget

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Redevelopment Agency of the City of Sparks - Area 1

Budget Message - FINAL

Fiscal Year 2015/2016 (FY16)

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 Redevelopment Agency Area 1's (RA1) budget process for 2015-2016.

Combined Fund Overview

The following table provides a snapshot of the projected fiscal outcomes for this current fiscal year and next and provides a comparison to FY14 actual results. This look combines the results of both the operating and debt service funds to give an overall view of the entire Redevelopment Agency Area 1.

	FY14 Actuals	FY15 Estimates	FY16 Budget
Property Tax Revenues	2,297	2,260	2,328
Land Sales	0	0	1,204
Other Revenue	189	200	200
Expenditures (including debt service)	(\$2,636)	(\$2,836)	(\$2,827)
Change in Fund Balance	(\$149)	(\$376)	905
Beginning Fund Balance	3,612	3,463	3,087
Ending Fund Balance	3,463	3,087	3,992
<i>Less Bond Reserves</i>	(\$3,006)	(\$3,034)	(\$3,005)
Unrestricted Fund Balance	457	53	987

All figures shown in \$000's

REVENUES

For operating and debt service purposes, the effective tax rate in this budget document is \$3.1940. This rate includes reductions for 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 "carve out" rates were provided to us by the Department of Taxation. We are not sure if all entities, entitled to the carve outs, had notified the Department of Taxation by the time this rate was furnished to us.

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 7% in FY16 to \$80.0M.

In most years, Property tax revenues account for 92% of RA1 revenues. This is not the case in the FY16 budget as estimated proceeds were included from prospective land sales within Victorian Square. The Redevelopment Agency is in negotiations to sell several parcels owned by the Agency to a developer. Property taxes are projected to remain relatively flat in FY15 and expected to increase 2.7% in FY16.

EXPENDITURES

In recent years, the majority of the expenditure budget in RA1 was slated for debt service. There were virtually no resources to fund any other expenditure. Beginning FY14, the budget for all special events previously funded by RA1 was moved to the City's Parks & Recreation Fund. Looking forward, assuming the prospective land sales materialize, no General Fund subsidy should be needed to cover debt service through the life of the Agency which is 2023.

FY15 and FY16 expenditures include estimates to clean-up a recently discovered soil contamination on a parcel owned by the Agency. \$150k is included in both FY15 estimates and in FY16 budget, as we do not know exactly when the costs will be incurred.

ENDING FUND BALANCE

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.

In light of the foregoing, the FY16 Final Budget for the Redevelopment Agency Area 1 of the City of Sparks 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			PROPRIETARY FUNDS BUDGET YEAR 06/30/2016 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
	ACTUAL PRIOR YEAR 06/30/14 (1)	ESTIMATED CURRENT YEAR 06/30/15 (2)	BUDGET YEAR 06/30/16 (3)		
REVENUES:					
Property Taxes	2,297,496	2,260,334	2,328,145	0	2,328,145
Intergovernmental Revenues	147,977	177,572	177,572	0	177,572
Charges for Services	18,272	0	0	0	0
Miscellaneous Revenue	22,648	22,600	22,600	0	22,600
TOTAL REVENUES	2,486,393	2,460,506	2,528,317	0	2,528,317
EXPENDITURES-EXPENSES:					
Not Applicable	0	0	0	0	0
General Government	279	760	760	0	760
Culture and Recreation	0	0	0	0	0
Community Support	42,242	252,040	243,953	0	243,953
Intergovernmental	0	0	0	0	0
Debt Service	952	1,000	1,000	0	1,000
Principal	1,460,000	1,520,000	1,580,000	0	1,580,000
Interest	829,081	770,682	709,881	0	709,881
TOTAL EXPENDITURES-EXPENSES	2,332,554	2,544,482	2,535,595	0	2,535,595
Excess of Revenues over (under)					
Expenditures/Expenses	153,838	(83,976)	(7,278)	0	(7,278)

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 06/30/2016 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
	ACTUAL PRIOR YEAR 06/30/14 (1)	ESTIMATED CURRENT YEAR 06/30/15 (2)	BUDGET YEAR 06/30/16 (3)		
OTHER FINANCING SOURCES (USES):					
Sale Of General Fixed Assets	0	0	1,204,000	0	1,204,000
Operating Transfers (in)	200,600	0	0	0	0
Operating Transfers (out)	(503,741)	(292,010)	(291,695)	0	(291,695)
TOTAL OTHER FINANCING SOURCES (USES)	(303,141)	(292,010)	912,305	0	912,305
Excess of Revenues and Other Sources over(under) Expenditures and Other Uses (Net Income)	(149,302)	(375,986)	905,027	0	XXXXXXXXXX
FUND BALANCE JULY 1, BEGINNING OF YEAR:	3,612,290	3,462,987	3,087,001		
Prior Period Adjustments	0	0	0	0	
Residual Equity Transfers				XXXXXXXXXX	XXXXXXXXXX
FUND BALANCE JUNE 30, END OF YEAR	3,462,987	3,087,001	3,992,028	XXXXXXXXXX	XXXXXXXXXX
TOTAL ENDING FUND BALANCE	3,462,987	3,087,001	3,992,028	XXXXXXXXXX	XXXXXXXXXX

FULL TIME EQUIVALENT EMPLOYEES BY FUNCTION

	ACTUAL PRIOR YEAR ENDING 06/30/14	ESTIMATED CURRENT YEAR ENDING 06/30/15	BUDGET YEAR ENDING 06/30/16
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)	90,264	91,551	92,396
SOURCE OF POPULATION ESTIMATE*	July 2012 estimates certified by Governor February 27, 2013 (from Final Part B, Mar 15)	Dept of Taxation- FY 2015 Final Revenue Projections Part B	Dept of Taxation- FY 2016 Final Revenue Projections Part B
Assessed Valuation (Secured and Unsecured Only)	72,628,310	74,737,669	79,964,169
Net Proceeds of Mines			
TOTAL ASSESSED VALUE	72,628,310	74,737,669	79,964,169
TAX RATE			
General Fund			
Special Revenue Funds			
Capital Projects Funds	0.1263	0.3404	0.3404
Debt Service Funds	2.9975	2.8536	2.8536
Enterprise Fund			
Other			
TOTAL TAX RATE	3.1238	3.1940	3.1940

*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 2015-2016

	(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	0.3404	79,964,169	272,223	0.3404	272,223	24,078	248,145
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	0.3404	79,964,169	272,223	0.3404	272,223	24,078	248,145
N. Debt	2.8536	79,964,169	2,281,833	2.8536	2,281,833	201,834	2,080,000
O. TOTAL M AND N	3.1940	79,964,169	2,554,056	3.1940	2,554,056	225,912	2,328,144

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, 2016

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	53,229	0	248,144	0.3404	18,000	1,204,000	0	1,523,373
R/A Tax Revenue Debt	3,033,771	0	2,080,000	2.8536	182,172	0	0	5,295,943
Subtotal Governmental Fund Types, Expendable Trust Funds	3,087,000	0	2,328,144	3.1940	200,172	1,204,000	0	6,819,316
TOTAL ALL FUNDS	XXXXXXXXXX	0	2,328,144	3.1940	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX

SCHEDULE A-1 ESTIMATED EXPENDITURES AND OTHER FINANCING USES

Budget For Fiscal Year Ending June 30, 2016

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	12,196	6,736	225,782	0	0	291,695	986,965	1,523,374
R/A Tax Revenue Debt	DS	0	0	2,290,881	0	0	0	3,005,062	5,295,943
TOTAL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS		12,196	6,736	2,516,663	0	0	291,695	3,992,027	6,819,317

* 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 06/30/16	
	ACTUAL PRIOR YEAR ENDING 06/30/2014	ESTIMATED CURRENT YEAR ENDING 06/30/2015	TENTATIVE APPROVED	FINAL APPROVED
Taxes				
Property Taxes	58,903	39,784	186,898	186,898
Personal Property Taxes	17,469	83,550	61,247	61,247
Total Taxes	76,373	123,334	248,145	248,145
Charges for Services				
Facade Loans Collections	18,272	0	0	0
Total Charges for Services	18,272	0	0	0
Miscellaneous Revenue				
Interest Earned	5,232	3,000	3,000	3,000
Property Rentals	15,000	15,000	15,000	15,000
Total Miscellaneous Revenue	20,232	18,000	18,000	18,000
Total Revenue	114,877	141,334	266,145	266,145
Other Financing Sources(Specify)				
Sale Of General Fixed Assets	0	0	0	1,204,000
Operating Transfers In (Schedule T)				
T/I from R/A Tax Rev Debt 3301	100,300	0	0	0
Total Other Financing Sources	100,300	0	0	1,204,000
Beginning Fund Balance	687,490	456,706	83,229	53,229
Prior Period Adjustment(s)	0	0	0	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	687,490	456,706	83,229	53,229
Total Resources	902,668	598,040	349,374	1,523,374

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 06/30/16	
	ACTUAL PRIOR YEAR ENDING 06/30/2014	ESTIMATED CURRENT YEAR ENDING 06/30/2015	TENTATIVE APPROVED	FINAL APPROVED
<u>General Government Function</u>				
Services and Supplies	231	760	760	760
Non-discretionary Services & Supplies	48	0	0	0
Total General Government Function	279	760	760	760
<u>Community Support Function</u>				
Salaries And Wages	12,241	12,215	12,196	12,196
Employee Benefits	5,747	6,009	6,736	6,736
Services and Supplies	2,593	212,736	2,436	202,436
Non-discretionary Services & Supplies	21,661	21,080	22,585	22,585
Total Community Support Function	42,242	252,040	43,953	243,953
Total Expenditures	42,521	252,800	44,713	244,713
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	303,141	292,010	291,695	291,695
T/O to R/A Tax Rev Debt 3301	100,300	0	0	0
Total Other Uses	403,441	292,010	291,695	291,695
<i>Ending Fund Balance</i>	<i>456,706</i>	<i>53,229</i>	<i>12,965</i>	<i>986,966</i>
Total Commitments and Fund Balance	902,668	598,040	349,374	1,523,374

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

<u>REVENUES</u>	(1)	(2)	(3) (4) BUDGET YEAR ENDING 06/30/16	
	ACTUAL PRIOR YEAR ENDING 06/30/2014	ESTIMATED CURRENT YEAR ENDING 06/30/2014	TENTATIVE APPROVED	FINAL APPROVED
Taxes				
Property Taxes	2,066,123	2,064,000	1,980,000	1,980,000
Personal Property Taxes	155,000	73,000	100,000	100,000
Subtotal	2,221,123	2,137,000	2,080,000	2,080,000
Intergovernmental Revenues				
State Govnmt'l Services Tax (Formerly Mot	147,977	177,572	177,572	177,572
Subtotal	147,977	177,572	177,572	177,572
Miscellaneous Revenue				
Interest Earned	2,416	4,600	4,600	4,600
Subtotal	2,416	4,600	4,600	4,600
Total All Revenue	2,371,515	2,319,172	2,262,172	2,262,172
Other Financing Sources				
Operating Transfers In (Schedule T)				
T/I from R/A Revolving 3401	100,300	0	0	0
Subtotal Other Financing Sources	100,300	0	0	0
Beginning Fund Balance	2,924,799	3,006,281	3,033,771	3,033,771
Prior Period Adjustment(s)	0	0	0	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	2,924,799	3,006,281	3,033,771	3,033,771
Total Available Resources	5,396,614	5,325,453	5,295,943	5,295,943

<u>EXPENDITURES and RESERVES</u>	(1)	(2)	(3) (4) BUDGET YEAR ENDING 06/30/16	
	ACTUAL PRIOR YEAR ENDING 06/30/2014	ESTIMATED CURRENT YEAR ENDING 06/30/2014	TENTATIVE APPROVED	FINAL APPROVED

Type: 4 Revenue Bonds

Principal	1,460,000	1,520,000	1,580,000	1,580,000
Interest	829,081	770,682	709,881	709,881
Payments to Refunded Bond Escrow Agen	0	0	0	0
Loss on disposition of assets	0	0	0	0
Fiscal Agent Charges	952	1,000	1,000	1,000
Transfers Out	100,300	0	0	0
Reserves - increase or (decrease)	0	0	0	0
Other (Specify)	0	0	0	0
Subtotal	2,390,333	2,291,682	2,290,881	2,290,881

TOTAL RESERVED (MEMO ONLY)	3,006,281	3,033,771	3,005,062	3,005,062
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Ending Fund Balance

Reserved	3,006,281	3,033,771	3,005,062	3,005,062
Unreserved	0	0	0	0
Total Ending Fund Balance	3,006,281	3,033,771	3,005,062	3,005,062

Total Commitments & Fund Balance	5,396,614	5,325,453	5,295,943	5,295,943
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Redevelopment Agency of the

City of Sparks - Area 1

Schedule C - Debt Service Fund

TAX REVENUE DEBT (3301)

The Above is Repaid by Property Tax (Debt Rate)

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 07/01/2015	(9) (10) REQUIREMENTS FOR FISCAL YEAR ENDING 06/30/2016		(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%	14,825,000	709,881	1,580,000	2,289,881
Total Type 4 Revenue Bonds			22,165,000				14,825,000	709,881	1,580,000	2,289,881
TOTAL RA 1 TAX REVENUE DEBT SERVICE FUND 3301			22,165,000				14,825,000	709,881	1,580,000	2,289,881

SCHEDULE C-1 - INDEBTEDNESS

Transfer Schedule for Fiscal Year 2015-2016

FUND TYPE	TRANSFERS IN			TRANSFERS OUT		
	FROM FUND	PAGE	AMOUNT	TO FUND	PAGE	AMOUNT
Capital Projects			0	T/O to Debt Svc GO 1301		291,695
Total Transfers			0			291,695

FY16 Note: Transfers in do not match transfers out due to the fact that transfers out include \$291,695 to the City's GO Debt Service Fund, the budget 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 \$1,073,725 transfer from Redevelopment Area 2 to the City's GO Debt Service Fund.

Proof of Publication to be attached when available