



Redevelopment Agency
of the City of Sparks
Area #2
2013-2014
Final Budget



STATE OF NEVADA
DEPARTMENT OF TAXATION

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Area #2

Sparks Redevelopment Agency #2 herewith submits the FINAL budget for the
fiscal year ending June 30, 2014

This budget contains 2 funds, including Debt Service, requiring property tax revenues totaling \$ 2,393,023

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 \$ 3,144,351 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:

Signature lines for the governing board approval.

SCHEDULED PUBLIC HEARING:

Date and Time May 21, 2013 9:00 am

Publication Date May 9, 2013

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

Redevelopment Agency Area #2 of the City of Sparks

2013-2014 Final Budget
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Area #2

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**Redevelopment Agency Area 2
City of Sparks
Budget Message
Fiscal Year 2013/2014 (FINAL)**

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 2's (RA2) budget process for 2013-2014.

Combined Fund Overview

The following table provides a snapshot of the projected budgetary outcomes for the current fiscal year and next and provides a comparison to FY12 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 2.

	FY12 Actuals	FY13 Estimates	FY14 Budget
Property Tax Revenues	2,291	2,405	2,393
Other Revenue	16	210	760
Expenditures	(\$3,478)	(\$3,173)	(\$3,144)
Change in Fund Balance	(\$1,171)	(\$558)	9
Beginning Fund Balance	3,984	2,813	2,255
Ending Fund Balance	2,813	2,255	2,264
<i>Less Bond Reserves</i>	<i>(\$2,316)</i>	<i>(\$2,201)</i>	<i>(\$2,201)</i>
Unrestricted Fund Balance	497	54	63

All figures shown in \$000's

REVENUES

For operating and debt service purposes, the overlapping tax rate in this budget document is \$3.1336. This rate includes 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. The Redevelopment Agency has approved the Agency’s property tax rate to remain unchanged in FY14 compared to FY13. The Redevelopment Agency Area 2 Tentative Budget included a proposed 2 cent per \$100 of assessed value increase in the property tax rate. Within this Final Budget, the 2 cent proposed increase has been removed.

Assessed value 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 remained relatively flat at \$83.2 million. This is expected to result in a .5% decline in property tax revenues in FY14 compared to FY13 estimates.

Due to a lack of growth of property valuations and tax receipts, the FY14 budget contains a \$750k subsidy from the General Fund to pay for City issued debt service which previously has been paid by

RA2. Unless property valuations improve, this subsidy is expected to continue through FY17 when the debt to be subsidized matures.

EXPENDITURES

Of the FY14 total expenditure budget of \$3.1M, \$3M is slated for debt service. Without the FY14 \$750k subsidy from General Fund, RA2 would not have sufficient resources to meet all its debt service obligations.

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 3606) exceed one year of debt requirements. This is attributable to capitalized interest and cash flow needs.

In light of the foregoing, the Final Budget for the Redevelopment Agency Area 2 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 2 of the City of Sparks
 Schedule S-1

	GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS			PROPRIETARY FUNDS BUDGET YEAR 06/30/14	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
	ACTUAL PRIOR YEAR 06/30/12	ESTIMATED CURRENT YEAR 06/30/13	BUDGET YEAR 06/30/14		
	(1)	(2)	(3)		
REVENUES:					
Property Taxes	2,290,522	2,405,048	2,393,023	0	2,393,023
Charges for Services	8,100	0	0	0	0
Miscellaneous Revenue	8,087	10,042	760,350	0	760,350
TOTAL REVENUES	2,306,709	2,415,090	3,153,373	0	3,153,373
EXPENDITURES-EXPENSES:					
General Government	182	0	50	0	50
Community Support	378,216	124,924	1,170,530	0	1,170,530
Debt Service	2,073	2,300	2,320	0	2,320
Principal	705,000	690,000	735,000	0	735,000
Interest	1,321,218	1,279,019	1,236,451	0	1,236,451
TOTAL EXPENDITURES-EXPENSES	2,406,689	2,096,243	3,144,351	0	3,144,351
Excess of Revenues over (under) Expenditures/Expenses	(99,980)	318,847	9,022	0	9,022

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

	GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS			PROPRIETARY FUNDS BUDGET YEAR 06/30/14 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
	ACTUAL PRIOR YEAR 06/30/12 (1)	ESTIMATED CURRENT YEAR 06/30/13 (2)	BUDGET YEAR 06/30/14 (3)		
Operating Transfers (in)	0	200,000	0	0	0
Operating Transfers (out)	(1,071,454)	(1,076,904)	0	0	0
TOTAL OTHER FINANCING SOURCES (USES)	(1,071,454)	(876,904)	0	0	0
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses (Net Income)	(1,171,434)	(558,057)	9,022	0	XXXXXXXXXXXXXX
FUND BALANCE JULY 1, BEGINNING OF YEAR:	3,984,443	2,813,009	2,254,952		
Prior Period Adjustments	0	0	0	0	
Residual Equity Transfers				XXXXXXXXXXXXXX	XXXXXXXXXXXXXX
FUND BALANCE JUNE 30, END OF YEAR	2,813,009	2,254,952	2,263,974	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX
TOTAL ENDING FUND BALANCE	2,813,009	2,254,952	2,263,974	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX

FULL TIME EQUIVALENT EMPLOYEES BY FUNCTION

	ACTUAL PRIOR YEAR ENDING 06/30/12	ESTIMATED CURRENT YEAR ENDING 06/30/13	BUDGET YEAR ENDING 06/30/14
General Government			
Judicial			
Public Safety			
Public Works			
Sanitation			
Health			
Welfare			
Culture and Recreation			
Community Support	1.0	0.0	0.0
TOTAL GENERAL GOVERNMENT	1.0	0.0	0.0
Area #2			
Hospitals			
Transit Systems			
Airports			
Other			
TOTAL	1.0	0.0	0.0

POPULATION (AS OF JULY 1)	91,237	90,264	90,214
SOURCE OF POPULATION ESTIMATE*	April 2010 Census	July 2011 estimates certified by Governor March 1, 2012	July 2012 estimates certified by Governor March 1, 2013
Assessed Valuation (Secured and Unsecured Only)	85,916,044	82,914,769	83,163,839
Net Proceeds of Mines			
TOTAL ASSESSED VALUE	85,916,044	82,914,769	83,163,839
TAX RATE			
General Fund			
Special Revenue Funds			
Capital Projects Funds	0.6770	0.6206	0.6063
Debt Service Funds	2.4566	2.5130	2.5273
Enterprise Fund			
Other			
TOTAL TAX RATE	3.1336	3.1336	3.1336

***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 2013-2014

	(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	0.6063	83,163,839	504,236	0.6063	504,236	41,213	463,023
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)							2,488,926
H. Legislative Overrides							
I. SCRT Loss (NRS 354.59813)							
J. Other:							
K. Other:							
L. SUBTOTAL LEGISLATIVE OVERRIDES							
M. SUBTOTAL A, C, L	0.6063	83,163,839	504,236	0.6063	504,236	41,213	463,023
N. Debt	2.5273	83,163,839	2,101,786	2.5273	2,101,786	171,786	1,930,000
O. TOTAL M AND N	3.1336	83,163,839	2,606,022	3.1336	2,606,022	212,999	2,393,023

Note:

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

REDEVELOPMENT AGENCY #2 OF THE CITY OF SPARKS
 SCHEDULE S-3 - PROPERTY TAX RATE
 AND REVENUE RECONCILIATION

Form 27
 11/1/2012

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

Budget For Fiscal Year Ending June 30, 2014

Budget Summary for Redevelopment Agency 2 of the City of Sparks

GOVERNMENTAL FUNDS AND EXPENDABLE TRUST FUNDS	BEGINNING FUND 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	10,099	0	463,023	0.6063	760,000	0	0	1,233,122
R/A 2 Debt Service Fund	2,244,853	0	1,930,000	2.5273	350	0	0	4,175,203
Subtotal Governmental Fund Types, Expendable Trust Funds	2,254,952	0	2,393,023	3.1336	760,350	0	0	5,408,325
TOTAL ALL FUNDS	XXXXXXXXXX	0	2,393,023	3.1336	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX

SCHEDULE A-1 ESTIMATED EXPENDITURES AND OTHER FINANCING USES

Budget For Fiscal Year Ending June 30, 2014

Budget Summary for Redevelopment Agency 2 of the City of Sparks

GOVERNMENTAL FUNDS AND EXPENDABLE TRUST FUNDS FUND NAME	*	SALARIES AND WAGES (1)	EMPLOYEE BENEFITS (2)	SERVICES, 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	1,170,580	0	0	0	0	62,542	1,233,122
R/A 2 Bond Proceeds Fund	CP	0	0	0	0	0	0	0	0	0
R/A 2 Debt Service Fund	DS	0	0	1,973,771	0	0	0	0	2,201,432	4,175,203
TOTAL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS		0	0	3,144,351	0	0	0	0	2,263,974	5,408,325

* 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.

REVENUES	(1)	(2)	(3)	(4)
	ACTUAL PRIOR YEAR ENDING 6/30/2012	ESTIMATED CURRENT YEAR ENDING 6/30/2013	BUDGET YEAR ENDING 06/30/14	
			TENTATIVE APPROVED	FINAL APPROVED
Taxes				
Property Taxes	157,002	455,048	413,023	413,023
Personal Property Taxes	103,520	50,000	50,000	50,000
Subtotal	260,522	505,048	463,023	463,023
Charges for Services				
Planned Development	8,100	0	0	0
Subtotal	8,100	0	0	0
Miscellaneous Revenue				
Interest Earned	7,869	10,000	10,000	10,000
Contributions From Other Funds	0	0	750,000	750,000
Subtotal	7,869	10,000	760,000	760,000
Total All Revenue	276,491	515,048	1,223,023	1,223,023
Other Financing Sources(Specify)				
Operating Transfers In (Schedule T)				
T/I from General Fund 1101	0	200,000	0	0
Total Other Financing Sources	0	200,000	0	0
Beginning Fund Balance	1,670,240	496,879	10,099	10,099
Prior Period Adjustment(s)	0	0	0	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	1,670,240	496,879	10,099	10,099
Total Resources	1,946,731	1,211,927	1,233,122	1,233,122

<u>EXPENDITURES</u>	(1)	(2)	(3) (4) BUDGET YEAR ENDING 06/30/14	
	ACTUAL PRIOR YEAR ENDING 6/30/2012	ESTIMATED CURRENT YEAR ENDING 6/30/2013	TENTATIVE APPROVED	FINAL APPROVED
General Government				
Services and Supplies	44	0	0	0
Non-discretionary Services & Supplies	138	0	50	50
Subtotal	182	0	50	50
Community Support				
Salaries And Wages	25,848	0	0	0
Employee Benefits	12,471	0	0	0
Services and Supplies	52,559	32,000	1,077,306	1,077,306
Non-discretionary Services & Supplies	194,414	0	300	300
Subtotal	285,292	32,000	1,077,606	1,077,606
 Total All Expenditures	 285,474	 32,000	 1,077,656	 1,077,656
 Other Uses				
Contingency (not to exceed 3% of total expenditures)				
Rebates Special Assessment	92,924	92,924	92,924	92,924
Subtotal	92,924	92,924	92,924	92,924
 Operating Transfers Out (Schedule T)				
T/O to Debt Svc GO 1301	1,071,454	1,076,904	0	0
Subtotal	1,071,454	1,076,904	0	0
 Ending Fund Balance	 496,879	 10,099	 62,542	 62,542
 Total Commitments and Fund Balance	 1,946,731	 1,211,927	 1,233,122	 1,233,122

<u>REVENUES</u>	(1)	(2)	(3) (4)	
	ACTUAL PRIOR YEAR ENDING 6/30/2012	ESTIMATED CURRENT YEAR ENDING 6/30/2013	BUDGET YEAR ENDING 06/30/14	
			TENTATIVE APPROVED	FINAL APPROVED
Taxes				
Property Taxes	2,030,000	1,900,000	1,930,000	1,930,000
Subtotal	2,030,000	1,900,000	1,930,000	1,930,000
Miscellaneous Revenue				
Interest Earned	218	42	350	350
Subtotal	218	42	350	350
Total All Revenue	2,030,218	1,900,042	1,930,350	1,930,350
Other Financing Sources				
Bond Proceeds	0	0	0	0
Subtotal Other Financing Sources	0	0	0	0
Beginning Fund Balance	2,314,202	2,316,129	2,244,852	2,244,852
Prior Period Adjustment(s)	0	0	0	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	2,314,202	2,316,129	2,244,852	2,244,852
Total Available Resources	4,344,420	4,216,171	4,175,202	4,175,202

<u>EXPENDITURES and RESERVES</u>	(1)	(2)	(3) (4) BUDGET YEAR ENDING 06/30/14	
	ACTUAL PRIOR YEAR ENDING 6/30/2012	ESTIMATED CURRENT YEAR ENDING 6/30/2013	TENTATIVE APPROVED	FINAL APPROVED
Type:				
Principal	705,000	690,000	735,000	735,000
Interest	1,321,218	1,279,019	1,236,451	1,236,451
Fiscal Agent Charges	2,073	2,300	2,320	2,320
Transfers Out	0	0	0	0
Reserves - increase or (decrease)	0	0	0	0
Other (Specify)	0	0	0	0
Subtotal	2,028,291	1,971,319	1,973,771	1,973,771
TOTAL RESERVED (MEMO ONLY)	2,316,129	2,244,852	2,201,431	2,201,431
Ending Fund Balance				
Reserved	2,316,129	2,244,852	2,201,431	2,201,431
Unreserved	0	0	0	0
Total Ending Fund Balance	2,316,129	2,244,852	2,201,431	2,201,431
Total Commitments & Fund Balance	4,344,420	4,216,171	4,175,202	4,175,202

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 07/01/2013	(9) (10) FISCAL YEAR ENDING 06/30/2014		(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	7/30/2008	6/1/2028	6.40-6.70%	11,440,000	754,420	475,000	1,229,420
- Tax Increment Revenue Bonds Series 2009	4	20	7,230,000	11/24/2009	6/1/2029	5.00-7.75%	6,530,000	482,031	260,000	742,031
Total Type 4 Revenue Bonds			19,930,000				17,970,000	1,236,451	735,000	1,971,451
TOTAL RA2 DEBT SERVICE FUND 3606			19,930,000				17,970,000	1,236,451	735,000	1,971,451

SCHEDULE C-1 - INDEBTEDNESS

Proof of Publication to be attached when available