



Redevelopment Agency
of the City of Sparks
Area 1
2018-2019
Tentative Budget



April 16, 2018

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, 2019**.

This budget contains **2** funds, including Debt Service, requiring property tax revenues totaling **\$2,670,000**

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 **\$2,475,545** 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: 4/16/18

SCHEDULED PUBLIC HEARING:

Date and Time: tentatively **May 29, 2018, 2:00 pm** Publication Date approximately May 15, 2018

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

Redevelopment Agency of the City of Sparks - Area 1

2018-2019 FINAL Budget

Table of Contents

INTRODUCTION

Letter of Transmittal	I
Table of Contents	II
Budget Message	III

SUMMARY FORMS

Budget Summary - Schedule S-1	1
Statistical Data - Schedule S-2	3
Ad Valorem Tax Rate Reconciliation - Schedule S-3	4
Budget Summary - Schedules A, A-1	5

GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS

Revolving (3401) - Schedule B	7
Tax Revenue Debt (3301) - Schedule C	9

SUPPLEMENTARY INFORMATION

Indebtedness - Schedule C-1	11
Transfer Reconciliation - Schedule T	12
Schedule of Existing Contracts - Form 31	13
Schedule of Privatization Contracts - Form 32	14
Proof of Publication	15

REDEVELOPMENT AGENCY OF THE CITY OF SPARKS - AREA 1
BUDGET MESSAGE – Tentative Budget
Fiscal Year 2018/2019 (FY19)

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 FY19.

For operating and debt service purposes, the overlapping property tax rate in this budget document is \$3.1838. 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 “carve out” rates are estimated using information provided to us by the Department of Taxation and the Washoe County Treasurer’s office and are subject to change.

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 13.8% in FY19 to \$113.5M. Property tax revenue, after abatements in FY19, is projected to increase 1.9% to \$2.7M in FY19.

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			PROPRIETARY FUNDS BUDGET YEAR 06/30/2019 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
	ACTUAL PRIOR YEAR 06/30/17 (1)	ESTIMATED CURRENT YEAR 06/30/18 (2)	BUDGET YEAR 06/30/19 (3)		
REVENUES:					
Property Taxes	2,475,264	2,619,860	2,670,000	0	2,670,000
Intergovernmental Revenues	162,774	192,370	177,572	0	177,572
Charges for Services	0	0	0	0	0
Miscellaneous Revenue	28,250	31,500	25,500	0	25,500
TOTAL REVENUES	2,666,289	2,843,730	2,873,072	0	2,873,072
EXPENDITURES-EXPENSES:					
Not Applicable	0	0	0	0	0
General Government	0	0	0	0	0
Culture and Recreation	0	0	0	0	0
Community Support	90,028	1,135,710	184,014	0	184,014
Intergovernmental	0	0	0	0	0
Debt Service	1,000	1,000	1,500	0	1,500
Principal	1,640,000	1,710,000	1,790,000	0	1,790,000
Interest	646,681	576,981	500,031	0	500,031
TOTAL EXPENDITURES-EXPENSES	2,377,709	3,423,691	2,475,545	0	2,475,545
Excess of Revenues over (under)					
Expenditures/Expenses	288,579	(579,961)	397,527	0	397,527

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 06/30/2019 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
	ACTUAL PRIOR YEAR 06/30/17 (1)	ESTIMATED CURRENT YEAR 06/30/18 (2)	BUDGET YEAR 06/30/19 (3)		
OTHER FINANCING SOURCES (USES):					
Sale Of General Fixed Assets	1,096,000	0	0	0	0
Operating Transfers (in)	100,000	0	0	0	0
Operating Transfers (out)	(391,015)	(290,447)	(297,108)	0	(297,108)
TOTAL OTHER FINANCING SOURCES (USES)	804,985	(290,447)	(297,108)	0	(297,108)
Excess of Revenues and Other Sources over(under) Expenditures and Other Uses (Net Income)	1,093,564	(870,408)	100,419	0	XXXXXXXXXX
FUND BALANCE JULY 1, BEGINNING OF YEAR:	4,017,303	5,110,868	4,240,460		
Prior Period Adjustments	0	0	0	0	
Residual Equity Transfers				XXXXXXXXXX	XXXXXXXXXX
FUND BALANCE JUNE 30, END OF YEAR	5,110,868	4,240,460	4,340,878	XXXXXXXXXX	XXXXXXXXXX
TOTAL ENDING FUND BALANCE	5,110,868	4,240,460	4,340,878	XXXXXXXXXX	XXXXXXXXXX

FULL TIME EQUIVALENT EMPLOYEES BY FUNCTION

	ACTUAL PRIOR YEAR ENDING 06/30/17	ESTIMATED CURRENT YEAR ENDING 06/30/18	BUDGET YEAR ENDING 06/30/19
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)	93,581	95,726	96,928
SOURCE OF POPULATION ESTIMATE*	Dept of Taxation- FY 2017 Final Revenue Projections Part B	Dept of Taxation- FY 2018 Final Revenue Projections Part B	Dept of Taxation- FY 2019 Final Revenue Projections Part B
Assessed Valuation (Secured and Unsecured Only)	85,829,515	99,720,343	113,456,316
Net Proceeds of Mines			
TOTAL ASSESSED VALUE	85,829,515	99,720,343	113,456,316
TAX RATE			
General Fund			
Special Revenue Funds			
Capital Projects Funds	0.3628	0.5373	0.5545
Debt Service Funds	2.8366	2.6621	2.6293
Enterprise Fund			
Other			
TOTAL TAX RATE	3.1994	3.1994	3.1838

*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 2018-2019

	(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	0.5545	113,456,316	629,098	0.5545	629,098	164,097	465,001
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	0.5545	113,456,316	629,098	0.5545	629,098	164,097	465,001
N. Debt	2.6293	113,456,316	2,983,124	2.6293	2,983,124	778,125	2,205,000
O. TOTAL M AND N	3.1838	113,456,316	3,612,222	3.1838	3,612,222	942,222	2,670,000

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, 2019

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	898,200	0	465,000	0.5545	23,500	0	0	1,386,700
R/A Tax Revenue Debt	3,342,259	0	2,205,000	2.6293	179,572	0	0	5,726,831
Subtotal Governmental Fund Types, Expendable Trust Funds	4,240,459	0	2,670,000	3.1838	203,072	0	0	7,113,531
TOTAL ALL FUNDS	XXXXXXXXXX	0	2,670,000	3.1838	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX

SCHEDULE A-1 ESTIMATED EXPENDITURES AND OTHER FINANCING USES

Budget For Fiscal Year Ending June 30, 2019

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	14,883	7,639	161,492	0	0	297,108	905,578	1,386,700
R/A Tax Revenue Debt	DS	0	0	2,291,531	0	0	0	3,435,300	5,726,831
TOTAL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS		14,883	7,639	2,453,023	0	0	297,108	4,340,878	7,113,531

* 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 06/30/19	
	ACTUAL PRIOR YEAR ENDING 06/30/2017	ESTIMATED CURRENT YEAR ENDING 06/30/2018	TENTATIVE APPROVED	FINAL APPROVED
Taxes				
Real Property Taxes	231,761	195,000	245,000	0
Personal Property Taxes	38,502	219,860	220,000	0
Total Taxes	270,264	414,860	465,000	0
Miscellaneous Revenue				
Interest Earned	2,933	8,500	8,500	0
Property Rentals	15,000	15,000	15,000	0
Total Miscellaneous Revenue	17,933	23,500	23,500	0
Total Revenue	288,196	438,360	488,500	0
Other Financing Sources(Specify)				
Sale Of General Fixed Assets	1,096,000	0	0	0
Operating Transfers In (Schedule T)				
T/I from R/A Tax Rev Debt 3301	50,000	0	0	0
Total Other Financing Sources	1,146,000	0	0	0
Beginning Fund Balance	882,844	1,885,998	898,201	0
Prior Period Adjustment(s)	0	0	0	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	882,844	1,885,998	898,201	0
Total Resources	2,317,041	2,324,358	1,386,701	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 06/30/19	
	ACTUAL PRIOR YEAR ENDING 06/30/2017	ESTIMATED CURRENT YEAR ENDING 06/30/2018	TENTATIVE APPROVED	FINAL APPROVED
Community Support Function				
Salaries And Wages	13,920	14,975	14,883	0
Employee Benefits	7,261	7,572	7,639	0
Services and Supplies	42,462	61,092	83,621	0
Non-discretionary Services & Supplies	14,216	14,507	77,871	0
Capital Outlay	12,168	1,037,563	0	0
Total Community Support Function	90,028	1,135,710	184,014	0
Total Expenditures	90,028	1,135,710	184,014	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	291,015	290,447	297,108	0
T/O to R/A Tax Rev Debt 3301	50,000	0	0	0
Total Other Uses	341,015	290,447	297,108	0
<i>Ending Fund Balance</i>	<i>1,885,998</i>	<i>898,201</i>	<i>905,579</i>	<i>0</i>
Total Commitments and Fund Balance	2,317,041	2,324,358	1,386,701	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 06/30/19		(4)
	ACTUAL PRIOR YEAR ENDING 06/30/2017	ESTIMATED CURRENT YEAR ENDING 06/30/2018	TENTATIVE APPROVED	FINAL APPROVED	
Taxes					
Real Property Taxes	2,028,500	2,205,000	2,205,000		0
Personal Property Taxes	176,500	0	0		0
Subtotal	2,205,000	2,205,000	2,205,000		
Intergovernmental Revenues					
State Govnmt'l Services Tax (Formerly Mot	162,774	192,370	177,572		0
Subtotal	162,774	192,370	177,572		
Miscellaneous Revenue					
Interest Earned	10,318	8,000	2,000		0
Subtotal	10,318	8,000	2,000		
Total All Revenue	2,378,092	2,405,370	2,384,572		0
Other Financing Sources					
Operating Transfers In (Schedule T)					
T/I from R/A Revolving 3401	50,000	0	0		0
Subtotal Other Financing Sources	50,000	0	0		0
<hr/>					
Beginning Fund Balance	3,134,459	3,224,870	3,342,259		0
Prior Period Adjustment(s)	0	0	0		0
Residual Equity Transfers	0	0	0		0
Total Beginning Fund Balance	3,134,459	3,224,870	3,342,259		0
Total Available Resources	5,562,551	5,630,240	5,726,831		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) (4) BUDGET YEAR ENDING 06/30/19	
	ACTUAL PRIOR YEAR ENDING 06/30/2017	ESTIMATED CURRENT YEAR ENDING 06/30/2018	TENTATIVE APPROVED	FINAL APPROVED

Type: 4 Revenue Bonds

Principal	1,640,000	1,710,000	1,790,000	0
Interest	646,681	576,981	500,031	0
Payments to Refunded Bond Escrow Agen	0	0	0	0
Loss on disposition of assets	0	0	0	0
Fiscal Agent Charges	1,000	1,000	1,500	0
Transfers Out	50,000	0	0	0
Reserves - increase or (decrease)	0	0	0	0
Other (Specify)	0	0	0	0
Subtotal	2,337,681	2,287,981	2,291,531	0

TOTAL RESERVED (MEMO ONLY)	3,224,870	3,342,259	3,435,300	0
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Ending Fund Balance

Reserved	3,224,870	3,342,259	3,435,300	0
Unreserved	0	0	0	0
Total Ending Fund Balance	3,224,870	3,342,259	3,435,300	0

Total Commitments & Fund Balance	5,562,551	5,630,240	5,726,831	0
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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 07/01/2018	(9) (10) REQUIREMENTS FOR FISCAL YEAR ENDING 06/30/2019		(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%	9,895,000	500,031	1,790,000	2,290,031
Total Type 4 Revenue Bonds			22,165,000				9,895,000	500,031	1,790,000	2,290,031
TOTAL RA 1 TAX REVENUE DEBT SERVICE FUND 3301			22,165,000				9,895,000	500,031	1,790,000	2,290,031

SCHEDULE C-1 - INDEBTEDNESS

Transfer Schedule for Fiscal Year 2018-2019

FUND TYPE	TRANSFERS IN			TRANSFERS OUT		
	FROM FUND	PAGE	AMOUNT	TO FUND	PAGE	AMOUNT
Capital Projects			0	T/O to Debt Svc GO 1301		297,108
Subtotal			0			297,108
Total Transfers			0			297,108

FY19 Note: Transfers in do not match transfers out due to the fact that transfers out include \$297,108 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 2018-2019

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 2017-18	Proposed Expenditure FY 2018-19	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						
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 2018-2019

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 2017-18	Proposed Expenditure FY 2018-19	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.