



Redevelopment Agency
of the City of Sparks
Area 2
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 2** 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 **\$3,050,000**

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 **\$1,741,252** 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 2
2018-2019 TENTATIVE Budget**

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REDEVELOPMENT AGENCY OF THE CITY OF SPARKS - AREA 2
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 2018-2019.

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 2 is expected to increase approximately 15.4% to \$114.2M. Property tax revenue, after abatements in FY19, is projected to increase 8.0% to \$3.1M 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. 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					
ACTUAL PRIOR YEAR 06/30/17 (1)	ESTIMATED CURRENT YEAR 06/30/18 (2)	BUDGET YEAR 06/30/19 (3)	PROPRIETARY FUNDS BUDGET YEAR 06/30/2019 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)	
REVENUES:					
Property Taxes	2,685,229	2,825,000	3,050,000	0	3,050,000
Intergovernmental Revenues	0	0	0	0	0
Charges for Services	0	0	0	0	0
Fines and Forfeits	6,300	0	0	0	0
Miscellaneous Revenue	57,897	38,012	1,000	0	1,000
TOTAL REVENUES	2,749,425	2,863,012	3,051,000	0	3,051,000
EXPENDITURES-EXPENSES:					
General Government	0	0	0	0	0
Community Support	11,651	70,456	192,871	0	192,871
Debt Service	11,204,855	3,313	3,000	0	3,000
Principal	859,000	1,130,000	1,164,000	0	1,164,000
Interest	353,523	411,294	381,381	0	381,381
TOTAL EXPENDITURES-EXPENSES	12,429,029	1,615,063	1,741,252	0	1,741,252
Excess of Revenues over (under)					
Expenditures/Expenses	(9,679,604)	1,247,949	1,309,748	0	1,309,748

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 06/30/2019 (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):					
Bond Sales Proceeds	0	0	0	0	0
Refunding Bond Proceeds	9,660,000	0	0	0	0
Sale Of General Fixed Assets	0	0	0	0	0
Operating Transfers (in)	1,300,000	0	0	0	0
Operating Transfers (out)	(2,377,853)	0	0	0	0
TOTAL OTHER FINANCING SOURCES (USES)	8,582,147	0	0	0	0
Excess of Revenues and Other Sources over(under)					
Expenditures and Other Uses (Net Income)	(1,097,457)	1,247,949	1,309,748	0	XXXXXXXXXX
FUND BALANCE JULY 1, BEGINNING OF YEAR:	3,988,247	2,890,790	4,138,739		
Prior Period Adjustments	0	0	0	0	
Residual Equity Transfers				XXXXXXXXXX	XXXXXXXXXX
FUND BALANCE JUNE 30, END OF YEAR	2,890,790	4,138,739	5,448,487	XXXXXXXXXX	XXXXXXXXXX
TOTAL ENDING FUND BALANCE	2,890,790	4,138,739	5,448,487	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)	91,818,461	99,020,928	114,221,595
Net Proceeds of Mines			
TOTAL ASSESSED VALUE	91,818,461	99,020,928	114,221,595
TAX RATE			
General Fund			
Special Revenue Funds			
Capital Projects Funds	1.0491	1.1608	1.3414
Debt Service Funds	2.1503	2.0386	1.8424
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:							
A. PROPERTY TAX Subject to Revenue Limitations	1.3414	114,221,595	1,532,138	1.3414	1,532,138	247,135	1,285,003
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	1.3414	114,221,595	1,532,138	1.3414	1,532,138	247,135	1,285,002
N. Debt	1.8424	114,221,595	2,104,450	1.8424	2,104,450	339,452	1,765,000
O. TOTAL M AND N	3.1838	114,221,595	3,636,587	3.1838	3,636,587	586,587	3,050,000

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 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	2,352,477	0	1,285,000	1.3414	1,000	0	0	3,638,477
R/A 2 Debt Service Fund	1,786,263	0	1,765,000	1.8424	0	0	0	3,551,263
Subtotal Governmental Fund Types, Expendable Trust Funds	4,138,740	0	3,050,000	3.1838	1,000	0	0	7,189,740
TOTAL ALL FUNDS	XXXXXXXXXX	0	3,050,000	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 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	192,871	0	0	0	3,445,606	3,638,477
R/A 2 Debt Service Fund	DS	0	0	1,548,381	0	0	0	2,002,882	3,551,263
TOTAL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS		0	0	1,741,252	0	0	0	5,448,488	7,189,740

* 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
<u>Taxes</u>				
Real Property Taxes	646,592	660,000	885,000	0
Personal Property Taxes	183,636	400,000	400,000	0
Total Taxes	830,229	1,060,000	1,285,000	0
<u>Fines and Forfeits</u>				
Forfeits - Misd	6,300	0	0	0
Total Fines and Forfeits	6,300	0	0	0
<u>Miscellaneous Revenue</u>				
Interest Earned	883	1,000	1,000	0
Note/Loan Investment Interest Earned	52,506	37,000	0	0
Total Miscellaneous Revenue	53,389	38,000	1,000	0
Total Revenue	889,918	1,098,000	1,286,000	0
<u>Other Financing Sources(Specify)</u>				
Operating Transfers In (Schedule T)				
T/I from R/A 2 Debt Svc 3606	650,000	0	0	0
Total Other Financing Sources	650,000	0	0	0
Beginning Fund Balance	1,524,519	1,324,933	2,352,477	0
Prior Period Adjustment(s)	0	0	0	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	1,524,519	1,324,933	2,352,477	0
Total Resources	3,064,436	2,422,933	3,638,477	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 06/30/19	
	ACTUAL PRIOR YEAR ENDING 06/30/2017	ESTIMATED CURRENT YEAR ENDING 06/30/2018	TENTATIVE APPROVED	FINAL APPROVED
Community Support Function				
Services and Supplies	11,201	70,006	111,967	0
Non-discretionary Services & Supplies	450	450	80,904	0
Total Community Support Function	11,651	70,456	192,871	0
Total Expenditures	11,651	70,456	192,871	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	1,077,853	0	0	0
T/O to R/A 2 Debt Svc 3606	650,000	0	0	0
Total Other Uses	1,727,853	0	0	0
<i>Ending Fund Balance</i>	<i>1,324,933</i>	<i>2,352,477</i>	<i>3,445,605</i>	<i>0</i>
Total Commitments and Fund Balance	3,064,436	2,422,933	3,638,477	0

<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	1,732,098	1,765,000	1,765,000	0
Personal Property Taxes	122,902	0	0	0
Subtotal	1,855,000	1,765,000	1,765,000	
Miscellaneous Revenue				
Interest Earned	4,508	0	0	0
Miscellaneous Revenue	0	12	0	0
Subtotal	4,508	12	0	
Total All Revenue	1,859,508	1,765,012	1,765,000	0
Other Financing Sources				
Operating Transfers In (Schedule T)				
T/I from R/A2 Revolving 3601	650,000	0	0	0
Bond Proceeds	0	0	0	0
Bond Proceeds	9,660,000	0	0	0
Subtotal Other Financing Sources	10,310,000	0	0	0
Beginning Fund Balance	2,463,728	1,565,858	1,786,263	0
Prior Period Adjustment(s)	0	0	0	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	2,463,728	1,565,858	1,786,263	0
Total Available Resources	14,633,236	3,330,870	3,551,263	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) (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	859,000	1,130,000	1,164,000	0
Interest	353,523	411,294	381,381	0
Fiscal Agent Charges	1,569,855	3,313	3,000	0
Payments to Refunded Bond Escrow Agent	9,626,500	0	0	0
Original Issue Discount/Governmental	8,500	0	0	0
Transfers Out	650,000	0	0	0
Reserves - increase or (decrease)	0	0	0	0
Other (Specify)	0	0	0	0
Subtotal	13,067,378	1,544,607	1,548,381	0
TOTAL RESERVED (MEMO ONLY)	1,565,858	1,786,263	2,002,882	0
Ending Fund Balance				
Reserved	1,565,858	1,786,263	2,002,882	0
Unreserved	0	0	0	0
Total Ending Fund Balance	1,565,858	1,786,263	2,002,882	0
Total Commitments & Fund Balance	14,633,236	3,330,870	3,551,263	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 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) FISCAL YEAR ENDING 06/30/2019		(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 Refunding Bonds Series 2014	4	15	7,285,000	08/14/2014	06/01/2029	3.249%	5,685,000	184,706	405,000	589,706
- Tax Increment Revenue Refunding Bonds Series 2016	4	12	9,660,000	10/11/2016	06/01/2028	2.33%	8,441,000	196,675	759,000	955,675
Total Type 4 Revenue Bonds			16,945,000				14,126,000	381,381	1,164,000	1,545,381
TOTAL RA2 DEBT SERVICE FUND 3606			16,945,000				14,126,000	381,381	1,164,000	1,545,381

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
Total Transfers			0			0

Schedule of Existing Contracts
Budget Year 2018-2019

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 2017-18	Proposed Expenditure FY 2018-19	Reason or need for contract:
1	<i>None</i>	<i>N/A</i>	<i>N/A</i>	0	0	
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 2018-2019

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 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.