



Redevelopment Agency
of the City of Sparks
Area 2
2020-2021
Tentative Budget



April 15, 2020

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, 2021**.

This budget contains **2** funds, including Debt Service, requiring property tax revenues totaling **\$4,350,000**

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 N/A. If the final computation requires, the tax rate will be lowered.

This budget contains **2** governmental type funds with estimated expenditures of **\$1,662,368** 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:

4/15/2020

SCHEDULED PUBLIC HEARING:

Date and Time: **May 26, 2020, 2:00 pm**

Publication Date Approximately May 13, 2020

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

Redevelopment Agency of the City of Sparks - Area 2

2020-2021 TENTATIVE Budget

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REDEVELOPMENT AGENCY OF THE CITY OF SPARKS - AREA 2
BUDGET MESSAGE – Tentative Budget
Fiscal Year 2020/2021 (FY21)

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 2020-2021.

For operating and debt service purposes, the overlapping property tax rate in this budget document is \$3.1808. 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 11.4% to \$156.0M. Property tax revenue, after abatements, is projected to increase 6.5% to \$4.4M in FY21.

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.

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			PROPRIETARY FUNDS BUDGET YEAR 6/30/2021 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
ACTUAL PRIOR YEAR 06/30/19 (1)	ESTIMATED CURRENT YEAR 06/30/20 (2)	BUDGET YEAR 06/30/21 (3)		

REVENUES:

Property Taxes	3,396,411	4,085,000	4,350,000	0	4,350,000
Intergovernmental Revenues	0	0	0	0	0
Charges for Services	0	0	0	0	0
Fines and Forfeits	4,050	10,000	0	0	0
Miscellaneous Revenue	154,624	150,000	150,000	0	150,000
TOTAL REVENUES	3,555,085	4,245,000	4,500,000	0	4,500,000

EXPENDITURES-EXPENSES:

General Government	0	0	0	0	0
Community Support	139,372	94,868	117,171	0	117,171
Debt Service	2,100	2,100	2,200	0	2,200
Principal	1,164,000	1,190,000	1,224,000	0	1,224,000
Interest	381,381	350,537	318,997	0	318,997
TOTAL EXPENDITURES-EXPENSES	1,686,853	1,637,505	1,662,368	0	1,662,368
Excess of Revenues over (under)					
Expenditures/Expenses	1,868,231	2,607,495	2,837,632	0	2,837,632

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 6/30/2021 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
	ACTUAL PRIOR YEAR 06/30/19 (1)	ESTIMATED CURRENT YEAR 06/30/20 (2)	BUDGET YEAR 06/30/21 (3)		
OTHER FINANCING SOURCES (USES):					
Bond Sales Proceeds	0	0	0	0	0
Refunding Bond Proceeds	0	0	0	0	0
Sale Of General Fixed Assets	0	0	0	0	0
Operating Transfers (in)	0	0	0	0	0
Operating Transfers (out)	0	(1,111,580)	0	0	0
TOTAL OTHER FINANCING SOURCES (USES)	0	(1,111,580)	0	0	0
Excess of Revenues and Other Sources over(under)					
Expenditures and Other Uses (Net Income)	1,868,231	1,495,915	2,837,632	0	XXXXXXXXXX
FUND BALANCE JULY 1, BEGINNING OF YEAR:	4,018,699	5,886,930	7,382,845		
Prior Period Adjustments	0	0	0	0	
Residual Equity Transfers				XXXXXXXXXX	XXXXXXXXXX
FUND BALANCE JUNE 30, END OF YEAR	5,886,930	7,382,845	10,220,476	XXXXXXXXXX	XXXXXXXXXX
TOTAL ENDING FUND BALANCE	5,886,930	7,382,845	10,220,476	XXXXXXXXXX	XXXXXXXXXX

FULL TIME EQUIVALENT EMPLOYEES BY FUNCTION

	ACTUAL PRIOR YEAR ENDING 06/30/19	ESTIMATED CURRENT YEAR ENDING 06/30/20	BUDGET YEAR ENDING 06/30/21
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)	96,928	100,140	102,543
SOURCE OF POPULATION ESTIMATE*	Dept of Taxation- FY 2019 Final Revenue Projections Part B	Dept of Taxation- FY 2020 Final Revenue Projections Part B	Dept of Taxation- FY 2021 Final Revenue Projections Part B
Assessed Valuation (Secured and Unsecured Only)	114,221,595	139,961,735	155,974,631
Net Proceeds of Mines			
TOTAL ASSESSED VALUE	114,221,595	139,961,735	155,974,631
TAX RATE			
General Fund			
Special Revenue Funds			
Capital Projects Funds	1.3354	1.5568	2.1275
Debt Service Funds	1.8424	1.6210	1.0533
Enterprise Fund			
Other			
TOTAL TAX RATE	3.1778	3.1778	3.1808

*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 2020-2021

	(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	2.1275	155,974,631	3,318,294	2.1275	3,318,294	408,822	2,909,472
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	2.1275	155,974,631	3,318,294	2.1275	3,318,294	408,822	2,909,472
N. Debt	1.0533	155,974,631	1,642,947	1.0533	1,642,947	202,419	1,440,528
O. TOTAL M AND N	3.1808	155,974,631	4,961,241	3.1808	4,961,241	611,241	4,350,000

Note:

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

Redevelopment Agency of the City of Sparks - Area 2

SCHEDULE S-3 - PROPERTY TAX RATE

AND REVENUE RECONCILIATION

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

Budget For Fiscal Year Ending June 30, 2021

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	5,028,176	0	2,909,472	2.1275	100,000	0	0	8,037,648
R/A 2 Debt Service Fund	2,354,670	0	1,440,528	1.0533	50,000	0	0	3,845,198
Subtotal Governmental Fund Types, Expendable Trust Funds	7,382,846	0	4,350,000	3.1808	150,000	0	0	11,882,846
TOTAL ALL FUNDS	XXXXXXXXXX	0	4,350,000	3.1808	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX

SCHEDULE A-1 ESTIMATED EXPENDITURES AND OTHER FINANCING USES

Budget For Fiscal Year Ending June 30, 2021

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	117,171	0	0	0	7,920,477	8,037,648
R/A 2 Debt Service Fund	DS	0	0	1,545,197	0	0	0	2,300,001	3,845,198
TOTAL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS		0	0	1,662,368	0	0	0	10,220,478	11,882,846

* 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 06/30/21	
	ACTUAL PRIOR YEAR ENDING 6/30/2019	ESTIMATED CURRENT YEAR ENDING 6/30/2020	TENTATIVE	FINAL
			APPROVED	APPROVED
<u>Taxes</u>				
Real Property Taxes	1,252,629	1,885,000	2,459,472	0
Personal Property Taxes	378,781	435,000	450,000	0
Total Taxes	1,631,411	2,320,000	2,909,472	0
<u>Fines and Forfeits</u>				
Forfeits - Misd	4,050	10,000	0	0
Total Fines and Forfeits	4,050	10,000	0	0
<u>Miscellaneous Revenue</u>				
Interest Earned	94,498	100,000	100,000	0
Miscellaneous Revenue	3	0	0	0
Total Miscellaneous Revenue	94,501	100,000	100,000	0
Total Revenue	1,729,962	2,430,000	3,009,472	0
<u>Other Financing Sources(Specify)</u>				
Operating Transfers In (Schedule T)				
Total Other Financing Sources	0	0	0	0
Beginning Fund Balance	2,214,034	3,804,624	5,028,176	0
Prior Period Adjustment(s)	0	0	0	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	2,214,034	3,804,624	5,028,176	0
Total Resources	3,943,996	6,234,624	8,037,648	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)
	ACTUAL PRIOR YEAR ENDING 6/30/2019	ESTIMATED CURRENT YEAR ENDING 6/30/2020	Budget Year Ending 06/30/21	
			TENTATIVE APPROVED	FINAL APPROVED
<u>Community Support Function</u>				
Services and Supplies	58,653	85,193	81,750	0
Non-discretionary Services & Supplies	80,720	9,675	35,421	0
Total Community Support Function	139,372	94,868	117,171	0
Total Expenditures	139,372	94,868	117,171	0
Other Uses				
Contingency (not to exceed 3% of total expenditures)	0	0	0	0
Operating Transfers Out (Schedule T)				
T/O to General Fund 1101	0	1,111,580	0	0
Total Other Uses	0	1,111,580	0	0
<i>Ending Fund Balance</i>	<i>3,804,624</i>	<i>5,028,176</i>	<i>7,920,476</i>	<i>0</i>
Total Commitments and Fund Balance	3,943,996	6,234,624	8,037,648	0

Redevelopment Agency of the City of Sparks - Area 2
SCHEDULE B - Capital Projects Fund
R/A 2 Revolving Fund (3601)

<u>REVENUES</u>	(1)	(2)	(3) (4) BUDGET YEAR ENDING 06/30/21	
	ACTUAL PRIOR YEAR ENDING 6/30/2019	ESTIMATED CURRENT YEAR ENDING 6/30/2020	TENTATIVE APPROVED	FINAL APPROVED

Taxes

Real Property Taxes	1,765,000	1,765,000	1,440,528	0
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Subtotal	1,765,000	1,765,000	1,440,528	
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Miscellaneous Revenue

Interest Earned	60,123	50,000	50,000	0
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Subtotal	60,123	50,000	50,000	
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Total All Revenue	1,825,123	1,815,000	1,490,528	0
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Other Financing Sources

Subtotal Other Financing Sources	0	0	0	0
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<i>Beginning Fund Balance</i>	<i>1,804,665</i>	<i>2,082,307</i>	<i>2,354,670</i>	<i>0</i>
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Residual Equity Transfers	0	0	0	0
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<i>Total Beginning Fund Balance</i>	<i>1,804,665</i>	<i>2,082,307</i>	<i>2,354,670</i>	<i>0</i>
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Total Available Resources	3,629,788	3,897,307	3,845,198	0
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Redevelopment Agency of the City of Sparks - Area 2

SCHEDULE C - Debt Service Fund

RA2 Tax Revenue Debt (3606)

The Above is Repaid by Property Tax (Debt Rate)

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Schedules C-15 and C-16

<u>EXPENDITURES and RESERVES</u>	(1)	(2)	(3) (4) BUDGET YEAR ENDING 06/30/21	
	ACTUAL PRIOR YEAR ENDING 6/30/2019	ESTIMATED CURRENT YEAR ENDING 6/30/2020	TENTATIVE APPROVED	FINAL APPROVED

Type: 4 Revenue Bonds

Principal	1,164,000	1,190,000	1,224,000	0
Interest	381,381	350,537	318,997	0
Fiscal Agent Charges	2,100	2,100	2,200	0
Reserves - increase or (decrease)	0	0	0	0
Other (Specify)	0	0	0	0
Subtotal	1,547,481	1,542,637	1,545,197	0

TOTAL RESERVED (MEMO ONLY)	2,082,307	2,354,670	2,300,001	0
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Ending Fund Balance

Reserved	2,082,307	2,354,670	2,300,001	0
Unreserved	0	0	0	0

Total Ending Fund Balance	2,082,307	2,354,670	2,300,001	0
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Total Commitments & Fund Balance	3,629,788	3,897,307	3,845,198	0
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Redevelopment Agency of the City of Sparks - Area 2

SCHEDULE C - Debt Service Fund

RA2 Tax Revenue Debt (3606)

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 07/01/2020	(9)	(10)	(11)
								FISCAL YEAR ENDING 06/30/2021		(9) + (10)
								INTEREST PAYABLE	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	8/14/2014	6/1/2029	3.249%	4,865,000	158,064	430,000	588,064
- Tax Increment Revenue Refunding Bonds Series 2016	4	12	9,660,000	10/11/2016	6/1/2028	2.33%	6,907,000	160,933	794,000	954,933
Total Type 4 Revenue Bonds			16,945,000				11,772,000	318,997	1,224,000	1,542,997

SCHEDULE C-1 - INDEBTEDNESS

FUND TYPE	TRANSFERS IN				TRANSFERS OUT		
	FROM FUND	PAGE	AMOUNT		TO FUND	PAGE	AMOUNT
Total Transfers			0				0

Schedule of Existing Contracts
Budget Year 2020-2021

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: 0

Line	Vendor	Effective Date of Contract	Termination Date of Contract	Proposed Expenditure FY 2019-20	Proposed Expenditure FY 2020-21	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 2020-2021

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 2019-20	Proposed Expenditure FY 2020-21	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	None									
2										
3										
4										
5										
6										
7										
8										
9										
10										
11	Total				0	0		0		

Attach additional sheets if necessary.

Schedule 32