



Redevelopment Agency
of the City of Sparks
Area 1
2019-2020
Tentative Budget



April 15, 2019

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, 2020**.

This budget contains **2** funds, including Debt Service, requiring property tax revenues totaling **\$3,245,000**

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 **\$2,468,734** 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: 3/20/19

SCHEDULED PUBLIC HEARING:

Date and Time: TENTATIVELY **May 28, 2019, 2:00 pm** Publication Date approximately May 16, 2019

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

Redevelopment Agency of the City of Sparks - Area 1
2019-2020 TENTATIVE Budget

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REDEVELOPMENT AGENCY OF THE CITY OF SPARKS - AREA 1
BUDGET MESSAGE – Tentative Budget
Fiscal Year 2019/2020 (FY20)

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 FY20.

For operating and debt service purposes, the overlapping property tax rate in this budget document is \$3.1778. 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 FY20 to \$126.1M. Property tax revenue, after abatements in FY20, is projected to increase 8.9% to \$3.2M.

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	TOTAL (MEMO ONLY)
ACTUAL PRIOR YEAR 06/30/18 (1)	ESTIMATED CURRENT YEAR 06/30/19 (2)	BUDGET YEAR 06/30/20 (3)	BUDGET YEAR 6/30/2020 (4)	COLUMNS 3+4 (5)

REVENUES:

Property Taxes	2,708,248	2,980,000	3,245,000	0	3,245,000
Intergovernmental Revenues	192,370	177,572	177,572	0	177,572
Charges for Services	0	0	0	0	0
Miscellaneous Revenue	39,753	42,200	42,400	0	42,400
TOTAL REVENUES	2,940,371	3,199,772	3,464,972	0	3,464,972

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	392,484	751,829	177,628	0	177,628
Intergovernmental	0	0	0	0	0
Debt Service	1,000	1,500	1,100	0	1,100
Principal	1,710,000	1,790,000	1,875,000	0	1,875,000
Interest	576,981	500,031	415,006	0	415,006
TOTAL EXPENDITURES-EXPENSES	2,680,465	3,043,361	2,468,734	0	2,468,734
Excess of Revenues over (under) Expenditures/Expenses	259,906	156,411	996,238	0	996,238

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

	GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS			PROPRIETARY FUNDS	TOTAL (MEMO ONLY)
	ACTUAL PRIOR YEAR 06/30/18 (1)	ESTIMATED CURRENT YEAR 06/30/19 (2)	BUDGET YEAR 06/30/20 (3)	BUDGET YEAR 6/30/2020 (4)	COLUMNS 3+4 (5)
OTHER FINANCING SOURCES (USES):					
Sale Of General Fixed Assets	0	0	0	0	0
Operating Transfers (in)	0	0	0	0	0
Operating Transfers (out)	(290,447)	(297,108)	(297,962)	0	(297,962)
TOTAL OTHER FINANCING SOURCES (USES)	(290,447)	(297,108)	(297,962)	0	(297,962)
Excess of Revenues and Other Sources over(under)					
Expenditures and Other Uses (Net Income)	(30,541)	(140,697)	698,275	0	XXXXXXXXXX
FUND BALANCE JULY 1, BEGINNING OF YEAR:	5,110,868	5,080,327	4,939,630		
Prior Period Adjustments	0	0	0	0	
Residual Equity Transfers				XXXXXXXXXX	XXXXXXXXXX
FUND BALANCE JUNE 30, END OF YEAR	5,080,327	4,939,630	5,637,905	XXXXXXXXXX	XXXXXXXXXX
TOTAL ENDING FUND BALANCE	5,080,327	4,939,630	5,637,905	XXXXXXXXXX	XXXXXXXXXX

FULL TIME EQUIVALENT EMPLOYEES BY FUNCTION

	ACTUAL PRIOR YEAR ENDING 06/30/18	ESTIMATED CURRENT YEAR ENDING 06/30/19	BUDGET YEAR ENDING 06/30/20
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)	95,726	96,928	100,140
SOURCE OF POPULATION ESTIMATE*	Dept of Taxation- FY 2018 Final Revenue Projections Part B	Dept of Taxation- FY 2019 Final Revenue Projections Part B	Dept of Taxation- FY 2020 Final Revenue Projections Part B
Assessed Valuation (Secured and Unsecured Only)	99,720,343	113,456,316	126,095,991
Net Proceeds of Mines			
TOTAL ASSESSED VALUE	99,720,343	113,456,316	126,095,991
TAX RATE			
General Fund			
Special Revenue Funds			
Capital Projects Funds	0.5373	0.5545	1.0234
Debt Service Funds	2.6621	2.6293	2.1544
Enterprise Fund			
Other			
TOTAL TAX RATE	3.1994	3.1838	3.1778

*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 2019-2020

	(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	1.0234	126,095,991	1,290,413	1.0234	1,290,413	245,412	1,045,001
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	1.0234	126,095,991	1,290,413	1.0234	1,290,413	245,412	1,045,001
N. Debt	2.1544	126,095,991	2,716,665	2.1544	2,716,665	516,666	2,200,000
O. TOTAL M AND N	3.1778	126,095,991	4,007,078	3.1778	4,007,078	762,078	3,245,000

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, 2020

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	1,473,548	0	1,045,000	1.0234	21,200	0	0	2,539,748
R/A Tax Revenue Debt	3,466,082	0	2,200,000	2.1544	198,772	0	0	5,864,854
Subtotal Governmental Fund Types, Expendable Trust Funds	4,939,630	0	3,245,000	3.1778	219,972	0	0	8,404,602
TOTAL ALL FUNDS	XXXXXXXXXX	0	3,245,000	3.1778	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX

SCHEDULE A-1 ESTIMATED EXPENDITURES AND OTHER FINANCING USES

Budget For Fiscal Year Ending June 30, 2020

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	16,378	8,363	152,887	0	0	297,962	2,064,158	2,539,748
R/A Tax Revenue Debt	DS	0	0	2,291,106	0	0	0	3,573,748	5,864,854
TOTAL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS		16,378	8,363	2,443,993	0	0	297,962	5,637,906	8,404,602

* 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) ACTUAL PRIOR YEAR ENDING 6/30/2018	(2) ESTIMATED CURRENT YEAR ENDING 6/30/2019	(3) (4) Budget Year Ending 06/30/20	
			TENTATIVE APPROVED	FINAL APPROVED
Taxes				
Real Property Taxes	359,294	445,000	700,000	0
Personal Property Taxes	143,955	330,000	345,000	0
Total Taxes	503,248	775,000	1,045,000	0
Miscellaneous Revenue				
Interest Earned	6,221	6,200	6,200	0
Property Rentals	13,750	15,000	15,000	0
Total Miscellaneous Revenue	19,971	21,200	21,200	0
Total Revenue	523,219	796,200	1,066,200	0
Other Financing Sources(Specify)				
Operating Transfers In (Schedule T)				
Total Other Financing Sources	0	0	0	0
Beginning Fund Balance	1,885,998	1,726,286	1,473,548	0
Prior Period Adjustment(s)	0	0	0	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	1,885,998	1,726,286	1,473,548	0
Total Resources	2,409,217	2,522,486	2,539,748	0

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

<u>EXPENDITURES</u>	(1) ACTUAL PRIOR YEAR ENDING 6/30/2018	(2) ESTIMATED CURRENT YEAR ENDING 6/30/2019	(3) (4) Budget Year Ending 06/30/20	
			TENTATIVE APPROVED	FINAL APPROVED
Community Support Function				
Salaries And Wages	14,756	15,299	16,378	0
Employee Benefits	7,501	7,779	8,363	0
Services and Supplies	183,944	154,791	46,850	0
Non-discretionary Services & Supplies	12,386	76,909	106,037	0
Capital Outlay	173,897	497,052	0	0
Total Community Support Function	392,484	751,829	177,628	0
Total Expenditures	392,484	751,829	177,628	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	290,447	297,108	297,962	0
Total Other Uses	290,447	297,108	297,962	0
<i>Ending Fund Balance</i>	<i>1,726,286</i>	<i>1,473,548</i>	<i>2,064,158</i>	<i>0</i>
Total Commitments and Fund Balance	2,409,217	2,522,486	2,539,748	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 06/30/20		(4)
	ACTUAL PRIOR YEAR ENDING 6/30/2018	ESTIMATED CURRENT YEAR ENDING 6/30/2018	TENTATIVE APPROVED		FINAL APPROVED

Taxes

Real Property Taxes	2,060,000	2,205,000	2,200,000	0
Personal Property Taxes	145,000	0	0	0
Subtotal	2,205,000	2,205,000	2,200,000	

Intergovernmental Revenues

State Govnmt'l Services Tax (Formerly Mot	192,370	177,572	177,572	0
Subtotal	192,370	177,572	177,572	

Miscellaneous Revenue

Interest Earned	19,783	21,000	21,200	0
Subtotal	19,783	21,000	21,200	

Total All Revenue	2,417,152	2,403,572	2,398,772	0
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Other Financing Sources

Subtotal Other Financing Sources	0	0	0	0
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Beginning Fund Balance	3,224,870	3,354,041	3,466,082	0
Residual Equity Transfers	0	0	0	0

Total Beginning Fund Balance	3,224,870	3,354,041	3,466,082	0
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Total Available Resources	5,642,022	5,757,613	5,864,854	0
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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)

<u>EXPENDITURES and RESERVES</u>	(1)	(2)	(3) BUDGET YEAR ENDING 06/30/20	
	ACTUAL PRIOR YEAR ENDING 6/30/2018	ESTIMATED CURRENT YEAR ENDING 6/30/2018	TENTATIVE APPROVED	FINAL APPROVED

Type: 4 Revenue Bonds

Principal	1,710,000	1,790,000	1,875,000	0
Interest	576,981	500,031	415,006	0
Fiscal Agent Charges	1,000	1,500	1,100	0
Reserves - increase or (decrease)	0	0	0	0
Other (Specify)	0	0	0	0
Subtotal	2,287,981	2,291,531	2,291,106	0

TOTAL RESERVED (MEMO ONLY)	3,354,041	3,466,082	3,573,748	0
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Ending Fund Balance

Reserved	3,354,041	3,466,082	3,573,748	0
Unreserved	0	0	0	0
Total Ending Fund Balance	3,354,041	3,466,082	3,573,748	0

Total Commitments & Fund Balance	5,642,022	5,757,613	5,864,854	0
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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 07/01/2019	(9) (10) REQUIREMENTS FOR FISCAL YEAR ENDING 06/30/2020		(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	5/11/2010	1/15/2023	4.00-5.375%	8,105,000	415,006	1,875,000	2,290,006
Total Type 4 Revenue Bonds			22,165,000				8,105,000	415,006	1,875,000	2,290,006
TOTAL RA 1 TAX REVENUE DEBT SERVICE FUND 3301			22,165,000				8,105,000	415,006	1,875,000	2,290,006

SCHEDULE C-1 - INDEBTEDNESS

Transfer Schedule for Fiscal Year 2019-2020

FUND TYPE	TRANSFERS IN			TRANSFERS OUT		
	FROM FUND	PAGE	AMOUNT	TO FUND	PAGE	AMOUNT
Capital Projects			0	T/O to Debt Svc GO 1301		297,962
Subtotal			0			297,962
Total Transfers			0			297,962

FY20 Note: Transfers in do not match transfers out due to the fact that transfers out include \$297,962 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.

Redevelopment Agency of the City of Sparks - Area 1
 SCHEDULE T - Transfer Reconciliation

Schedule of Existing Contracts
Budget Year 2019-2020

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 2019-20	Proposed Expenditure FY 2020-21	Reason or need for contract:
1	None	N/A	N/A	0	0	
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 2019-2020

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 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.