



Redevelopment Agency
of the City of Sparks
Area 2
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 2** 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 **\$3,460,000**

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 **\$1,637,736** 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 2
2019-2020 TENTATIVE Budget

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REDEVELOPMENT AGENCY OF THE CITY OF SPARKS - AREA 2
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 2019-2020.

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 2 is expected to increase approximately 22.5% to \$140.0M. Property tax revenue, after abatements, is projected to increase 5.2% to \$3.5M in FY20.

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			PROPRIETARY FUNDS BUDGET YEAR 6/30/2020 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
	ACTUAL PRIOR YEAR 06/30/18 (1)	ESTIMATED CURRENT YEAR 06/30/19 (2)	BUDGET YEAR 06/30/20 (3)		
REVENUES:					
Property Taxes	2,713,519	3,290,000	3,460,000	0	3,460,000
Intergovernmental Revenues	0	0	0	0	0
Charges for Services	0	0	0	0	0
Fines and Forfeits	2,000	3,000	0	0	0
Miscellaneous Revenue	11,062	18,400	18,400	0	18,400
TOTAL REVENUES	2,726,580	3,311,400	3,478,400	0	3,478,400
EXPENDITURES-EXPENSES:					
General Government	0	0	0	0	0
Community Support	54,065	192,663	94,998	0	94,998
Debt Service	3,313	2,200	2,200	0	2,200
Principal	1,130,000	1,164,000	1,190,000	0	1,190,000
Interest	411,294	381,381	350,538	0	350,538
TOTAL EXPENDITURES-EXPENSES	1,598,671	1,740,243	1,637,736	0	1,637,736
Excess of Revenues over (under) Expenditures/Expenses	1,127,909	1,571,157	1,840,664	0	1,840,664

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 06/30/18 (1)	ESTIMATED CURRENT YEAR 06/30/19 (2)	BUDGET YEAR 06/30/20 (3)	PROPRIETARY FUNDS BUDGET YEAR 6/30/2020 (4)	TOTAL (MEMO ONLY) COLUMNS 3+4 (5)
OTHER FINANCING SOURCES (USES):				
Bond Sales Proceeds	0	0	0	0
Refunding Bond Proceeds	0	0	0	0
Sale Of General Fixed Assets	0	0	0	0
Operating Transfers (in)	0	0	0	0
Operating Transfers (out)	0	0	0	0
TOTAL OTHER FINANCING SOURCES (USES)	0	0	0	0
Excess of Revenues and Other Sources over(under)				
Expenditures and Other Uses (Net Income)	1,127,909	1,571,157	1,840,664	0 XXXXXXXXXXXXX
FUND BALANCE JULY 1, BEGINNING OF YEAR:	2,890,790	4,018,699	5,589,856	
Prior Period Adjustments	0	0	0	0
Residual Equity Transfers				XXXXXXXXXXXXX XXXXXXXXXXXXX
FUND BALANCE JUNE 30, END OF YEAR	4,018,699	5,589,856	7,430,520	XXXXXXXXXXXXX XXXXXXXXXXXXX
TOTAL ENDING FUND BALANCE	4,018,699	5,589,856	7,430,520	XXXXXXXXXXXXX XXXXXXXXXXXXX

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)	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)	99,020,928	114,221,595	139,961,735
Net Proceeds of Mines			
TOTAL ASSESSED VALUE	99,020,928	114,221,595	139,961,735
TAX RATE			
General Fund			
Special Revenue Funds			
Capital Projects Funds	1.1608	1.3354	1.5568
Debt Service Funds	2.0386	1.8424	1.6210
Enterprise Fund			
Other			
TOTAL TAX RATE	3.1994	3.1778	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 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	1.5568	139,961,735	2,178,868	1.5568	2,178,868	483,866	1,695,002
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	1.5568	139,961,735	2,178,868	1.5568	2,178,868	483,866	1,695,001
N. Debt	1.6210	139,961,735	2,268,836	1.6210	2,268,836	503,838	1,765,000
O. TOTAL M AND N	3.1778	139,961,735	4,447,704	3.1778	4,447,704	987,704	3,460,000

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, 2020

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	3,549,372	0	1,695,000	1.5568	0	0	0	5,244,372
R/A 2 Debt Service Fund	2,040,483	0	1,765,000	1.6210	18,400	0	0	3,823,883
Subtotal Governmental Fund Types, Expendable Trust Funds	5,589,855	0	3,460,000	3.1778	18,400	0	0	9,068,255
TOTAL ALL FUNDS	XXXXXXXXXX	0	3,460,000	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 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	94,998	0	0	0	5,149,374	5,244,372
R/A 2 Debt Service Fund	DS	0	0	1,542,738	0	0	0	2,281,145	3,823,883
TOTAL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS		0	0	1,637,736	0	0	0	7,430,519	9,068,255

* 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 06/30/20	
	ACTUAL PRIOR YEAR ENDING 6/30/2018	ESTIMATED CURRENT YEAR ENDING 6/30/2019	TENTATIVE APPROVED	FINAL APPROVED
Taxes				
Real Property Taxes	822,235	1,135,000	1,285,000	0
Personal Property Taxes	126,284	390,000	410,000	0
Total Taxes	948,519	1,525,000	1,695,000	0
Fines and Forfeits				
Forfeits - Misd	2,000	3,000	0	0
Total Fines and Forfeits	2,000	3,000	0	0
Miscellaneous Revenue				
Interest Earned	(7,352)	0	0	0
Total Miscellaneous Revenue	(7,352)	0	0	0
Total Revenue	943,167	1,528,000	1,695,000	0
Other Financing Sources(Specify)				
Operating Transfers In (Schedule T)				
Total Other Financing Sources	0	0	0	0
Beginning Fund Balance				
Prior Period Adjustment(s)	0	0	0	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	1,324,933	2,214,034	3,549,372	0
Total Resources	2,268,099	3,742,034	5,244,372	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) 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				
Services and Supplies	53,831	111,967	85,193	0
Non-discretionary Services & Supplies	234	80,695	9,805	0
Total Community Support Function	54,065	192,663	94,998	0
Total Expenditures	54,065	192,663	94,998	0
Other Uses				
Contingency (not to exceed 3% of total expenditures)	0	0	0	0
Operating Transfers Out (Schedule T)				
Total Other Uses	0	0	0	0
<i>Ending Fund Balance</i>	<i>2,214,034</i>	<i>3,549,372</i>	<i>5,149,374</i>	<i>0</i>
Total Commitments and Fund Balance	2,268,099	3,742,034	5,244,372	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 06/30/20	
	ACTUAL PRIOR YEAR ENDING 6/30/2018	ESTIMATED CURRENT YEAR ENDING 6/30/2018	TENTATIVE APPROVED	FINAL APPROVED
Taxes				
Real Property Taxes	1,550,000	1,765,000	1,765,000	0
Personal Property Taxes	215,000	0	0	0
Subtotal	1,765,000	1,765,000	1,765,000	
Miscellaneous Revenue				
Interest Earned	18,402	18,400	18,400	0
Miscellaneous Revenue	12	0	0	0
Subtotal	18,414	18,400	18,400	
Total All Revenue	1,783,414	1,783,400	1,783,400	0
Other Financing Sources				
Subtotal Other Financing Sources	0	0	0	0
Beginning Fund Balance	1,565,857	1,804,665	2,040,484	0
Residual Equity Transfers	0	0	0	0
Total Beginning Fund Balance	1,565,857	1,804,665	2,040,484	0
Total Available Resources	3,349,271	3,588,065	3,823,884	0

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)

<u>EXPENDITURES and RESERVES</u>	(1)	(2)	(3) (4) 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	1,130,000	1,164,000	1,190,000	0
Interest	411,294	381,381	350,538	0
Fiscal Agent Charges	3,312	2,200	2,200	0
Reserves - increase or (decrease)	0	0	0	0
Other (Specify)	0	0	0	0
Subtotal	1,544,606	1,547,581	1,542,738	0
TOTAL RESERVED (MEMO ONLY)	1,804,665	2,040,484	2,281,146	0
Ending Fund Balance				
Reserved	1,804,665	2,040,484	2,281,146	0
Unreserved	0	0	0	0
Total Ending Fund Balance	1,804,665	2,040,484	2,281,146	0
Total Commitments & Fund Balance	3,349,271	3,588,065	3,823,884	0

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 07/01/2019	(9) (10) FISCAL YEAR ENDING 06/30/2020		(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	8/14/2014	6/1/2029	3.249%	5,280,000	171,547	415,000	586,547
- Tax Increment Revenue Refunding Bonds Series 2016	4	12	9,660,000	10/11/2016	6/1/2028	2.33%	7,682,000	178,991	775,000	953,991
Total Type 4 Revenue Bonds			16,945,000				12,962,000	350,538	1,190,000	1,540,538
TOTAL RA2 DEBT SERVICE FUND 3606			16,945,000				12,962,000	350,538	1,190,000	1,540,538

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
Total Transfers			0			0

Redevelopment Agency of the City of Sparks - Area 2
 SCHEDULE T - Transfer Reconciliation

Schedule of Existing Contracts
Budget Year 2019-2020

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 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						
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 2019-2020

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.