

AGENDA ITEM #: _____

DATE: May 23, 2016

COAC #: EMRCFD 16-491

**CITY OF GOODYEAR
CFD BOARD ACTION FORM**

SUBJECT: Adopt Resolution EMRCFD RES 16-102 approving the tentative budget for Fiscal Year 2016-2017 and setting a Public Hearing.

STAFF PRESENTER: Chuck Odom,
Interim Finance Director

CASE NUMBER: N/A

OTHER PRESENTER: N/A

RECOMMENDATION:

ADOPT RESOLUTION EMRCFD RES 16-102 APPROVING THE TENTATIVE BUDGET OF THE DISTRICT FOR THE FISCAL YEAR BEGINNING JULY 1, 2016 AND ENDING JUNE 30, 2017, SETTING A HEARING DATE FOR THE BUDGET.

PURPOSE:

Adopt the tentative budget for the Estrella Mountain Ranch Community Facilities District (EMRCFD) Fiscal Year 2016-2017, set a Public Hearing for and adopt the tax levy on June 27, 2016.

BACKGROUND AND PREVIOUS ACTIONS:

District Board will consider a resolution to approve the tentative budget for Fiscal Year 2016-2017, set a Public Hearing for June 27, 2016, and consider the adoption of the Tax Levy on June 27, 2016, both starting at 5:00 P.M., in the Goodyear Justice Center, at 14455 W. Van Buren Street, Suite B101 (southeast corner of 145th Avenue and Van Buren Street), Goodyear, Arizona. At the Public Hearing, any taxpayer may speak for or against the proposed expenditures.

There have been no previous actions on this matter.

CURRENT POLICY:

Exhibit A of the resolution is the statements and schedules presented for District Board adoption as the tentative budget for Fiscal Year 2016-2017. The tentative budget represents the estimates for the operations and maintenance expenses, capital costs and other expenses to be paid from the tax levy plus the amount needed for general obligation bond debt service expenses.

Although General Obligation bonding authority remains for this District, there are no capital improvements projects budgets for Fiscal Year 2016-2017 since there are no general obligation bond sales planned at this time.

STAFF ANALYSIS:

The Finance staff has reviewed the tentative budget for the Estrella Mountain Ranch Community Facilities District and find that they are in compliance with state law and city policies. They are in support of the proposed action.

FISCAL ANALYSIS:

The combined property tax rate is not expected to exceed \$1.30 per \$100 of net limited assessed valuation. The combined property tax is collected and used for Operations and Maintenance in Fiscal Year 2016-2017 and Debt Service payments in Calendar Year 2017. Per an existing Standby Contribution Agreement, the Developer will contribute funds to make the general obligation bond debt service payments relating to any shortfalls in property tax collections. In Fiscal Year 2015-2016, the Developer contributed \$643,211 under the Standby Contribution Agreement.

Of the combined property tax rate, (i) \$1.00 per \$100 of net limited assessed valuation is used to pay the general obligation bond debt service payments and (ii) \$0.30 per \$100 of net limited assessed valuation is used for operations and maintenance for the District. The total proposed Fiscal Year 2016-2017 tentative budget is \$7,612,673.

ATTACHMENTS:

EMRCFD RES 16-102

- Exhibit A: 2016-2017 Annual Budget