

AGENDA ITEM #: _____

DATE: June 26, 2017

COAC #: EMRCFD 17-536

**CITY OF GOODYEAR
CFD BOARD ACTION FORM**

SUBJECT: Conduct a Public Hearing and adopt resolution EMRCFD RES 17-107 for Fiscal Year 2017-2018 Final Budget.	STAFF PRESENTER: Doug Sandstrom, District Treasurer CASE NUMBER: None OTHER PRESENTER: None
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PROPOSED ACTION:

1. The District Board will conduct a Public Hearing to receive comments regarding any of the final expenditures and tax levy in the Estrella Mountain Ranch Community Facilities District (EMRCFD) (City of Goodyear, Arizona) (the "District") for the Fiscal Year beginning July 1, 2017 and ending June 30, 2018.
 - a. Open Public Hearing
 - b. Staff presentation
 - c. Receive public comments
 - d. Close Public Hearing
2. The District Board will consider resolution EMRCFD RES 17-107 approving the final budget of the District for the Fiscal Year beginning July 1, 2017 and ending June 30, 2018 (Doug Sandstrom, District Treasurer).

BACKGROUND AND PREVIOUS ACTIONS:

The District Board is required to adopt a final budget for the District for Fiscal Year 2017-2018.

The District is generally located between Jackrabbit Trail, Baseline Road, Estrella Parkway and Pecos Road.

The tentative budget for Fiscal Year 2017-2018 was presented to the District Board on May 22, 2017. It was approved by resolution EMRCFD RES 17-106. The final budget for Fiscal Year 2017-2018 is exactly the same as the approved tentative budget for Fiscal Year 2017-2018.

STAFF ANALYSIS:

The Finance staff has reviewed the final budget for the District and finds that it is in compliance with state law and city policies. They are in support of the proposed action.

FISCAL ANALYSIS:

The combined property tax is collected and used for operations and maintenance in Fiscal Year 2017-2018 and debt service payments in Calendar Year 2018. For Fiscal Year 2017-2018 the combined property tax levy will be \$1,104,400. 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 2016-2017, the Developer contributed \$540,120 under the Standby Contribution Agreement. The approximate combined property tax rate projected using the preliminary net assessed limited property valuation information from February 2017 is \$1.30 per \$100 of assessed valuation. However, the actual rate may vary from this estimate based upon the final net assessed limited property valuation of the district which will be certified in August 2017.

Of the combined property tax rate, (i) \$1.00 per \$100 of assessed valuation is used to pay the general obligation bond debt service payments and (ii) \$0.30 per \$100 of assessed valuation is used for operations and maintenance for the District. The target combined tax rate for the District is \$1.30 per \$100 of assessed valuation or less, however the District is legally obligated to levy the amount necessary to service existing general obligation debt.

The total proposed Fiscal Year 2017-2018 final budget is \$7,267,200.

RECOMMENDATION:

Following the Public Hearing for the final budget and the tax levy on June 26, 2017, adopt the final budget for the Estrella Mountain Ranch Community Facilities District (EMRCFD) Fiscal Year 2017-2018.

ATTACHMENTS:

1. EMRCFD RES 17-107
2. Exhibit A: 2017-2018 Annual Budget
3. EMRCFD Outstanding Debt
4. 2017 Average residential assessed value