

AGENDA ITEM #: _____

DATE: June 10, 2019

CAR #: EMRCFD 2019-625



CFD BOARD ACTION REPORT

SUBJECT: Conduct a Public Hearing and adopt Resolution EMRCFD RES 2019-129 approving the final budget for Fiscal Year 2019-2020.

STAFF PRESENTER(S): Jared Askelson, Finance Manager, Financial Services

OTHER PRESENTER(S): None

Summary: Resolution EMRCFD RES 2019-129 sets the FY2019-2020 final budget for the district.

Recommendation: ADOPT RESOLUTION EMRCFD RES 2019-129 APPROVING THE FINAL BUDGET OF THE DISTRICT FOR THE FISCAL YEAR BEGINNING JULY 1, 2019 AND ENDING JUNE 30, 2020.

Fiscal Impact:

The combined property tax is collected and used for operations and maintenance in Fiscal Year 2019-2020 and general obligation bond debt service payments in Calendar Year 2020. For Fiscal Year 2019-20 the combined property tax levy will be \$1,374,600. The approximate combined property tax rate projected using the preliminary net limited assessed valuation information from February 2019 is \$1.30 per \$100 of net limited assessed valuation, which equals the target rate of \$1.30 per \$100 of net limited assessed valuation. However, the actual rate may vary from this estimate based upon the final net limited assessed valuation of the District which will be certified in August 2019.

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 2019-2020 final budget is \$12,802,300. Included in that amount is \$7,335,000 for infrastructure purchase within the Lucero special assessment district, \$2,510,600 for special assessment district debt service payments, and a developer contribution of \$142,800.

Background and Previous Actions

The adoption of the Final Budget is the second of three actions taken by the District Board that set the District's FY2019 budget and property tax levy. The first action, adoption of the tentative

budget, was taken by the District Board on May 20, 2019. It was approved by resolution EMRCFD RES 2019-128. The third action, the adoption of the property tax levy, will follow the adoption of the Final Budget.

Staff Analysis

The FY2020 Final Budget is unchanged from the Tentative Budget adopted on May 20, 2019. After the adoption of the Tentative Budget, it has been made available for review on the District's website, at City Hall, and City Library. The budget amount, property tax levy information, and the time and place of tonight's public hearing has been published twice in a local newspaper.

Attachments

- A. EMRCFD RES 2019-129
- B. Exhibit A: 2019-2020 Annual Budget