

AGENDA ITEM #: _____

DATE: June 8, 2020

CAR #: CFUD#1 2020-643



CFD BOARD ACTION REPORT

SUBJECT: Adopt Resolution CFUD#1 RES 2020-112 approving the tentative budget for Fiscal Year 2021 and setting a Public Hearing.

STAFF PRESENTER(S): Christen Wilcox, Accounting Supervisor, Financial Services

OTHER PRESENTER(S): None

Summary: Resolution CFUD#1 RES 2020-112 sets the FY2021 tentative budget for the district and schedules a public hearing for the final budget and property tax levy for June 22, 2020 at 6:00 p.m.

Recommendation: Approve Resolution CFUD#1 RES 2020-112 APPROVING THE TENTATIVE BUDGET OF THE DISTRICT FOR THE FISCAL YEAR BEGINNING JULY 1, 2020 AND ENDING JUNE 30, 2021, SETTING A HEARING DATE FOR THE FINAL BUDGET AND TAX LEVY.

Fiscal Impact:

The combined property tax is collected and used for operations and maintenance in Fiscal Year 2021 and general obligation bond debt service payments in Calendar Year 2021. For Fiscal Year 2021 the combined property tax levy will be \$3,811,000. The approximate combined property tax rate projected using the preliminary net limited assessed valuation information from February 2020 is \$0.9081 per \$100 of net limited assessed valuation, which is below the target rate of \$1.00 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 2020.

Of the combined property tax rate, (i) \$0.6581 per \$100 of net limited assessed valuation is used to pay the general obligation bond debt service payments and (ii) \$0.25 per \$100 of net limited assessed valuation is used for operations and maintenance for the District.

The total proposed Fiscal Year 2021 tentative budget is \$5,156,600.

Background and Previous Actions

District Board will consider a resolution to approve the tentative budget for Fiscal Year 2021, set a Public Hearing for June 22, 2020 to consider the adoption of the final budget and of the tax levy, both starting at 6:00 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.

Staff Analysis

Exhibit A of the resolution is the statements and schedules presented for District Board adoption as the tentative budget for Fiscal Year 2021. 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 budgeted for Fiscal Year 2021 and there are no bond sales planned at this time.

The target combined tax rate for the District is \$1.00 per \$100 of net assessed valuation or less, however the District is legally obligated to levy the amount necessary to service existing general obligation debt.

Attachments

A. CFUD#1 RES 2020-112

B. Exhibit A: 2020-2021 Annual Budget