



BOARD OF SUPERVISORS AGENDA ITEM REPORT

Requested Board Meeting Date: 6/21/2022

**= Mandatory, information must be provided*

Click or tap the boxes to enter text. If not applicable, indicate "N/A".

***Title:**

Request for the Board of Supervisors to approve a transfer of up to \$1,190,000 related to the receipt of hotel/motel taxes, in excess of the amount budgeted, that are due to the Kino Stadium District.

***Introduction/Background:**

Board of Supervisors policy D22.8 requires the Finance Department to seek Board approval for any Unbudgeted Operating Transfer in excess of \$500,000.00. The receipts from the hotel/motel tax are deposited into the General Fund then an operating transfer is done to allocate 34% to the Kino Stadium District Fund. When the budget for the current fiscal year was developed the increase in hotel/motel visits was not anticipated. The hotel/motel tax receipts received by the General Fund and due to the Stadium District currently exceed the amount authorized in the current year budget.

***Discussion:**

Transient lodging stays in Southern Arizona continue at an unprecedented pace resulting in hotel/motel tax receipts that are due to the Kino Stadium District being forecast at \$1,190,000 over the current year budget. The Finance Department is requesting Board of Supervisors authorization to transfer the Kino Stadium District allocation of hotel/motel tax receipts received in excess of the amount budgeted in the current fiscal year. This transfer ensures the accuracy of the cash position on the Kino Stadium District Financials.

***Conclusion:**

The transfer of up to \$1,190,000 dollars from the General Fund to the Kino Stadium District based on actual hotel/motel tax receipts will provide the Finance Department with the required authorization to accurately record the cash due to the Stadium District. Absent this transfer, the fiscal year 2023 budget will likely be insufficient to cover the carry over from this fiscal year in addition to the fiscal year 2023 transactions.

***Recommendation:**

Staff recommends that the Board of Supervisors approve this operating transfer from the General Fund to the Kino Stadium District based on actual hotel/motel tax receipts in order to accurately account for the hotel/motel tax receipts in the current fiscal year.

***Fiscal Impact:**

The transfer is for the allocation of hotel/motel tax receipts received by the General Fund that are due to the Kino Stadium District. The transfer has no negative impact to the General Fund cash position and ensures the Kino Stadium District Financial Statements accurately reflect the cash position of the District.

***Board of Supervisor District:**

***Board of Supervisor District:**

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Department: Finance & Risk Management

Telephone: 724-8410

Contact: Michelle Campagne

Telephone: 724-8410

Department Director Signature: Michelle Campagne Date: 6/7/22
Deputy County Administrator Signature: _____ Date: _____
County Administrator Signature: [Signature] Date: 6/7/2022



UNBUDGETED INTERFUND TRANSFER
According to Board of Supervisors Policy D22.8
FISCAL YEAR 2021-2022

		INTERFUND TRANSFERS 2021-2022	
		IN	OUT
Finance and Risk Management			
FNR-1000-3267-5718		\$	\$ 1,190,000.00
Fund/Unit	FNR - General Government Revenue		
Account	Transfer Out to Stadium District		
Program			
	Sub-Total	\$ 0.00	\$ 1,190,000.00
Kino Stadium District			
KSC-2052-0675-4702		\$ 1,190,000.00	\$
Fund/Unit	KSC - Stadium Administration		
Account	Transfer In from General Fund		
Program			
	Sub-Total	\$ 1,190,000.00	\$ 0.00
	Grand Total	\$ 1,190,000.00	\$ 1,190,000.00

Justification

FY22 Unbudgeted Operating Transfer of the Stadium District allocation of hotel/motel tax receipts received by the General Fund, in excess of the amount budgeted, that are due to the Stadium District.
Board of Supervisors Agenda Item Report attached.
Funds will be transferred from FNR's Unit 3267 - General Government Revenue to KSC's Unit 0675 - Stadium Administration based on actual hotel/motel tax receipts received for the current fiscal year.

Recommended by: Michele Milensky
Division Manager of Financial Management

Date

Recommended by: Michelle Campagne
Director of Finance and Risk Management

Date

Recommended by: Jan Lesh
County Administrator

Date