BOARD OF SUPERVISORS AGENDA ITEM REPORT

Requested Board Meeting Date: May 19, 2020

Title: Fiscal Year 2020-2021 Proposed Budget for Rocking K South Community Facilities District

Introduction/Background:

Pursuant to A.R.S. Title 48, Chapter 4, Article 6 (A.R.S. §48-701 through §48-728), the Board of Supervisors approved Resolution No. 2017-2 forming the Rocking K South Community Facilities District for the purpose of acquiring, operating and maintaining public roads and other infrastructure within the District, and sits as the Board of Directors of the District.

Pursuant to A.R.S. §48-723, the obligations of the District shall be provided for by the levy and collection of taxes on real and personal property in the district.

Prior to levying a tax for community facilities districts, A.R.S. §48-723 requires that the Board of Directors make annual statements and estimates of the expenses of the districts, publish notices thereof, hold public hearings and adopt the budgets at the time and in the manner provided for County statements and estimates, pursuant to A.R.S. §42-17101 et seq.

Discussion:

Pursuant to A.R.S. §48-723, the Rocking K South Community Facilities District budget for fiscal year 2020/21 has been prepared to reflect estimated expenses of $100,000 to operate and manage the District including debt issuance costs.

Finance & Risk Management Department staff has compiled current year-to-date actual expenses and cash balances for estimating the fiscal year 2020/21 property tax levy and expenditure budget for the Rocking K South Community Facilities District.

The secondary property tax rate for the District maintenance and operation is $0.3000, and for the District debt service is $2.3000, with the total proposed property tax levy equaling $2.6000 this tax rate multiplied by the total taxable property valuation of the District. The tax rate is published in the Fiscal Year 2020/21 Recommended Book, Summary of Tax Levy and Tax Rate Information Schedule.

Board of Supervisor Review and Adoption of the Rocking K South Community Facilities District Budget and Tax Levy

May 19, 2020 Tentative Budget Adoption (Sets Budget Ceiling)

June 23, 2020 Public Hearing, Final Budget Adoption (Approving Resolution stating district expenditures and revenues)

August 17, 2020 Tax Levy Adoption (Date set by state statute)

Conclusion:

The fiscal year 2020/21 tentative budget for the District, which comprises $100,000 of maintenance and operations expenses and $18,710 of property tax levy, is attached.

Recommendation:

Staff recommends that the Board of Directors of the Rocking K South Community Facilities District receive the statement and estimate for the expenses and property tax levy of the Rocking K South Community Facilities District; review and adopt the tentative budget for Fiscal Year 2020/21; and set the public hearing on the budget for June 23, 2020, at or after 9:00 a.m.

Fiscal Impact:

Revenue to Pima County of $18,710 from the Fiscal Year 2020/21 property tax levy, maintenance and operations expenses of $100,000 for the District, and funds from the Rocking K South Community Facilities District Fund Balance.

Board of Supervisor District:

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Contact: Patrick McGee Telephone: 724-6755

Department Director Signature/Date: Michelle Campagne 5-6-2020

Deputy County Administrator Signature/Date: 5-6-2020

County Administrator Signature/Date: C. Huckelberry 5/6/20

TENTATIVE FISCAL YEAR 2020-2021 BUDGETS FOR COMMUNITY FACILITIES DISTRICTS

COMMUNITY FACILITIES DISTRICT BUDGET EXPENSES	FY2020-21
ROCKING K SOUTH	$ 100,000
TOTAL COMMUNITY FACILITIES DISTRICT EXPENSES	$ 100,000

COMMUNITY FACILITIES DISTRICT BUDGET PROPERTY TAX LEVIES	
ROCKING K SOUTH	$ 18,710
TOTAL COMMUNITY FACILITIES DISTRICT PROPERTY TAX LEVIES	$ 18,710