



BOARD OF SUPERVISORS AGENDA ITEM REPORT (BOSAIR)

All fields are required. Enter N/A if not applicable. For number fields, enter 0 if not applicable.

Award Type:	Agenda Item
BOSAIR Activity:	Board Meeting Request
Requested Board Meeting Date:	05/26/2026
Project Title / Description:	Fiscal Year 2026-2027 Proposed Budget for Rocking K South Community Facilities District

Agenda Item Report

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 2026/27 has been prepared to reflect estimated expenses of \$4,930,829 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 2026/27 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 \$0.5000, and for the District debt service is \$1.8800, with the total proposed property tax levy equaling \$2.3800. The tax rate is published in the Fiscal Year 2026/27 Recommended Book, Summary of Tax Levy and Tax Rate Information Schedule. Board of Supervisors Review and Adoption of the Rocking K South Community Facilities District Budget and Tax Levy.

May 26, 2026 Tentative Budget Adoption (Sets Budget Ceiling)

June 23, 2026 Public Hearing, Final Budget Adoption (Approving Resolution stating district expenditures and revenues)

August 11, 2026 Tax Levy Adoption (Date set by state statute)

Conclusion: The fiscal year 2026/27 tentative budget for the District, which comprises \$4,930,829 of maintenance and operations expenses, \$920,649 of property tax levy and \$4,009,500 of debt proceeds and investment earnings 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 2026/27; and set the public hearing on the budget for June 23, 2026, at or after 5:00 p.m.

Fiscal Impact: Revenue to Pima County of \$920,649 from the Fiscal Year 2026/27 property tax levy and \$4,009,500 of debt proceeds and investment earnings. In addition, expenses of \$4,930,829 are included within the Fiscal Year 2026/27 Recommended Budget for the District.

Support of Prosperity Initiative: N/A

Provide information that explains how this activity supports the selected Prosperity Initiative N/A


Board of Supervisor District:

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Department: Finance and Risk Management

Name: Art Cuaron

Telephone: 520-724-3138

Department Director Signature:  _____ Date: 5-7-2026

Deputy County Administrator Signature:  _____ Date: 5/8/2024

County Administrator Signature: _____ Date: 5/10/24