

**RIO NUEVO MULTIPURPOSE FACILITIES DISTRICT  
BUDGET AND RELATED INFORMATION PER A.R.S. 48-4232  
FOR FISCAL YEAR 2011-12**

(See Footnote 13)(assumes a 1.75% increase in TIF)

<b><u>Receipts for Fiscal Year 2010-2011</u></b> (1)(2)	\$	12,929,718
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<b><u>Expenditures for Fiscal Year 2010-2011</u></b> (2)(3)	\$	757,805
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**Anticipated Receipts for Fiscal Year 2011-2012**

TIF Revenues	\$	10,198,382
Net proceeds of future financing (4)	\$	-
Miscellaneous (5)	\$	2,989,599
	\$	13,187,981

**Estimated Expenses for Fiscal Year 2011-2012**

Administration Expenses (6)	\$	863,500
Debt Service (7)	\$	12,324,481
Other Project Obligations (8) (12)	\$	-
Downtown Hotel/Convention Center Project (12)	\$	-
	\$	13,187,981

**Assets and Liabilities at June 30, 2010** (9)

Assets	\$	109,523,128
Liabilities	\$	108,339,222
Net Assets	\$	1,183,906

<b><u>Profit or Loss from Operations</u></b> (10)	N/A
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<b><u>Cash on Hand at April 4, 2011</u></b> (2)(11)	\$	29,930,927
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(See Footnotes on Following Pages)

## **Footnotes to Fiscal Year 2011-12 Budget Information**

(assumes a 1.75% increase in TIF)

- (1) Transfer of accounting information from City of Tucson still in progress. Figure provided in budget is based on information provided by the City of Tucson April 2011. Actual use of fund balance and reserve amount could differ from what is reported here.
- (2) Subject to year end adjustments.
- (3) Capital expenditures undetermined at this time, therefore not included
- (4) Assumes no new debt or financing obtained.
- (5) Includes interest income on District funds, lease payments received from the City of Tucson for sublease of the Tucson Convention Center, and the surplus of receipts in excess of expenditures.
- (6) Estimated expenses include cost of maintaining operating and managing the District, such as but not limited to insurance, accounting, legal counsel, audits, trustee and bank fees, salary/consultant costs and fees, travel as permitted by law, any promotional/marketing expenses.
- (7) Includes lease payments in connection with 2002 District Certificates of Participation to acquire Tucson Convention Center, revenue bonds issued in 2005 to acquire and renovate the Fox Theatre, debt service on the 2008 District Bonds and on the 2009 Certificates of Participation.
- (8) There exists possible contractual obligations incurred prior to June 1, 2009 by City of Tucson for District debt servicing.
- (9) A determination of assets and liabilities at June 30, 2011 cannot be made until year end; accordingly, the values presented are as of June 30, 2010.
- (10) Unaware of any operations the District engages in and therefore there is no profit or loss from operations
- (11) Includes \$19.1 million in reserve funds held by the trustees for the combination of the 2005 Fox Theatre bonds, the District's Series 2008 bonds, and the District's Series 2009 certificates of participation (COPs) (See footnote 7). The trustee also holds the COPs proceeds for the series 2009, at this time this amount equals \$440,000. The remaining \$13.4 million is cash of which \$6.5 million is Revenue Bonds proceeds and includes various possible other bond obligations. Figure provided in budget is based on information provided by the City of Tucson as of April 2011 and subsequent banking transactions. Actual cash balances at year end could differ from what is reported as transfer of accounting information from City of Tucson still in progress.
- (12) The District approved a forensic construction audit on this project due to the disputed outstanding sums and possible overpayment of GMP which is anticipated to be resolved in Fiscal Year 2012 upon completion of the forensic construction audit currently in progress.
- (13) Budget was prepared based on information provided by the City of Tucson. Balances subject to change upon completion of transfer of accounting information and/or annual financial statement audit.