

**RIO NUEVO MULTIPURPOSE FACILITIES DISTRICT
BUDGET AND RELATED INFORMATION PER A.R.S. 48-4232
FOR FISCAL YEAR 2013-14**

<u>Receipts for Fiscal Year 2012-13</u> (1)		\$ 13,737,415
<u>Expenditures for Fiscal Year 2012-13</u> (2)		\$ 12,403,551
 <u>Anticipated Receipts for Fiscal Year 2013-14</u>		
TIF Revenues (3)		\$ 11,100,000
Net proceeds of future financing (4)		\$ -
Miscellaneous (5)		\$ 1,386,933
	TOTAL	\$ 12,486,933
 <u>Estimated Expenditures for Fiscal Year 2013-2014</u>		
Administration Expenses (6)		\$ 952,000
Debt Service (7)		\$ 9,503,419
	TOTAL	\$ 10,455,419
 <u>Net Cash from Operations</u> (10)		\$ 2,031,514
 <u>Other Project/Fixed Asset Expenditures</u>		
TCC Renovation		\$ 7,840,673
Mission Gardens		\$ 1,000,000
Downtown Streetscapes		\$ 750,000
Downtown Infrastructure Improvement Project		\$ 100,000
Other Fixed Assets		\$ 10,000
<u>Other Project/Fixed Asset - Net Expenditures</u>	*	\$ 9,700,673
 <u>Sources of Cash for Project/Fix Asset Expenditures</u>		
2008 Bond Series Remaining Funds - for TCC Renovation		\$ 4,352,231
TIF Funds in Unrestricted Cash (8)		\$ 5,348,442
<u>Total Sources of Cash for Project/Fix Asset Expenditures</u>	*	\$ 9,700,673
	*	- nets to zero
 <u>Assets and Liabilities at June 30, 2012</u> (9)		
Assets		\$ 94,870,057
Liabilities		\$ 101,444,073
Net Assets		\$ (6,574,016)
 <u>Cash on Hand at May 31, 2013</u> (2)(11)		\$ 32,330,559

(See Notes on Following Pages)

Notes to Fiscal Year 2013-14 Budget Information

- (1) Includes deposits on the TIF thru early June 2013 and reflects projections thru year end of other receipts such as lease and NR obligations to Rio Nuevo. Presently there are 13 months of TIF from State funded in fiscal 2013. Final numbers are not known at this time.
- (2) Subject to year end adjustments - includes projected data. This includes all debt servicing as well as operations. A significant portion of debt servicing for fiscal '13 is yet to be expended.
- (3) Revenue numbers based on TIF projections. Last three years of TIF total \$34,282,657; average for three years \$952,296. Forecast reflects \$925,000 per month. Total for 12 months is \$11,100,000.
- (4) Assumes no new debt or financing obtained. However, COT maintains Rio Nuevo unused 2008 Bond debt funds of \$4,352,231 which will be applied against the TCC Renovation project.
- (5) Includes interest and investment income on District funds, lease payments received from the City of Tucson for sublease of the Tucson Convention Center, plus NR payments from COT for the Depot.

Interest/investment income District Funds	\$	20,000
City of Tucson Lease Payments (TCC)	\$	1,283,600
Lease Revenue for Rialto, US Parking, plus COT NR payments on Depot	\$	83,333
TOTAL	\$	1,386,933

- (6) Estimated expenses for consultant fees, insurance, general legal, accounting, auditing, trustee and banking fees, travel, and miscellaneous expenses

	<u>Budget 2014</u>	<u>Projected 2013 *</u>
Banking Fees - Fiscal Agent Fees	\$ 10,000	\$ 9,000
Payments to Organizations	\$ 25,000	\$ 25,000
- Legislative Representation		
Consultants and Surveys, Public Relations	\$ 60,000	\$ 74,250
Insurance (excl Health)	\$ 50,000	\$ 45,820
Legal Services	\$ 375,000	\$ 666,700
Rental Equipment/Office Space	\$ 14,000	\$ 13,500
Property taxes (Bid Tax)	\$ 7,000	\$ 6,340
Staff Payroll (incl Benefits)	\$ 174,000	\$ 155,000
Accounting (Audit, AG, Forensic)	\$ 163,000	\$ 153,600
Miscellaneous Professional Services	\$ 40,000	\$ 28,750
Office Supplies	\$ 5,000	\$ 4,400
Miscellaneous Utilities	\$ 5,000	\$ 4,160
Miscellaneous Contingency	\$ 24,000	\$ -
TOTAL	\$ 952,000	\$ 1,186,520

* Final YE adjustments, entries pending.

(7) Includes lease payments in connection with 2009 District Certificates of Participation to acquire Tucson Convention Center and debt service on the 2008 District Bonds.

2009 COPS	\$	1,283,600
2008 Revenue Bonds	\$	8,219,819
TOTAL	\$	<u>9,503,419</u>

(8) Net obligations of projected projects total over \$5.3M - the District has presently has unrestricted funds of \$8M which will by mid July 2013 will be increased to \$9M (\$1M recovery from Well's on held funds) to cover the added expenditures provided in this budget. Funds will continue to grow due to the positive projected cash in the 2014 operating budget.

(9) A determination of assets and liabilities at June 30, 2013 cannot be made until year end; accordingly, the values presented are as of June 30, 2012.

(10) Net Cash is the surplus of cash when incoming receipts (largely revenue events) are offset by operational cash expenditures (expenses) minus all debt servicing. For the fiscal year 2014 - this is projected to be a positive \$2 million dollars.

(11) Cash 5/31/2013 includes the following:

Cash w/ Fiscal Agent for Debt Servicing	\$	19,901,915	However, July '13 pymts not reflected.
Cash - General Fund Alliance	\$	2,931,289	
Cash - General Fund Bank of Tucson	\$	144,029	
Cash - ICS Alliance	\$	5,001,094	
Cash - 2008 Bond TCC Renov at COT	\$	4,352,231	
TOTAL	\$	<u>32,330,559</u>	