

**RIO NUEVO MULTIPURPOSE FACILITIES DISTRICT
BUDGET AND RELATED INFORMATION PER A.R.S. 48-4232
FOR FISCAL YEAR 2016-2017**

<u>Receipts for Fiscal Year 2015-16</u> (1)	\$ 19,000,000
<u>Expenditures for Fiscal Year 2015-16</u> (2)	\$ 10,400,000
 <u>Anticipated Receipts for Fiscal Year 2016-17</u>	
TIF Revenues (3)	\$ 12,000,000
Net proceeds of future financing (4)	\$ -
Miscellaneous (5)	\$ 1,547,925
TOTAL	\$ 13,547,925
 <u>Estimated Expenditures for Fiscal Year 2016-2017</u>	
Administration Expenses (6)	\$ 1,383,000
Debt Service (7)	\$ 9,149,425
TOTAL	\$ 10,532,425
<u>Net Cash from Operations</u> (10)	\$ 3,015,500
 <u>Other Project / Fixed Asset Expenditures Fiscal Year 2016-17</u>	
TCC Renovation (remaining balance including hockey)	\$ 3,750,000
Mission Gardens (remaining balance)	\$ 1,000,000
Caterpillar relocation	\$ 2,000,000
Greyhound Bus Terminal Relocation	\$ 1,780,000
Marist on Cathedral Square Senior Living	\$ 350,000
Gadsden	\$ 2,200,000
Downtown Streetscapes	\$ 750,000
	\$ 11,830,000
 <u>Sources of Cash for Project / Fixed Asset Expenditures</u>	
Funds in Unrestricted Cash (8)	\$ 16,120,000
<u>Total Sources of Cash for Project / Fixed Asset Expenditures</u>	\$ 16,120,000
	- nets to zero
 <u>Assets and Liabilities at June 30, 2015</u> (9)	
Assets	\$ 86,526,489
Liabilities	\$ 80,749,625
Net Assets	\$ 5,776,864
 <u>Cash on Hand at May 31, 2016</u> (11)	\$ 28,176,726

Notes to Fiscal Year 2016-17 Budget Information

- (1) Includes receipts from TIF revenue through June 2016 and includes the lease from City of Tucson of \$1,064,363 which was received on June 15. March TIF revenue was the last to be received. It also includes the proceeds from the sale of the "Arena Site" of \$5,559,239
- (2) Subject to year end adjustments and it includes projected expenses. This includes all debt service as well as operations. A significant portion of debt service for fiscal year ending June 30, 2016 is yet to be expended but the funds have been set aside in reserves.
- (3) Revenue numbers based on TIF projections. The last three years of TIF revenue total \$30,437,744; the monthly average for the past three years is \$845,492. The budget is set at \$1 million per month. Total for 12 months is \$12,000,000.
- (4) Assumes no new debt or financing obtained.

- (5) Includes interest and investment income on District funds, lease payments received from the City of Tucson for sublease of the Tucson Convention Center, and note receivable payments from COT for the Depot.

Interest/investment income District Funds	\$	8,500
City of Tucson Lease Payments (TCC)	\$	1,284,925
Lease Revenue for US Parking, plus COT note payments on Depot	\$	254,500
TOTAL	\$	<u>1,547,925</u>

- (6) Estimated administrative expenses including consultant fees, insurance, general legal, accounting, auditing, trustee and banking fees, travel, and others

	<u>Budget 2016/2017</u>	<u>* 2015/2016</u>
Banking Fees - Fiscal Agent Fees	\$ 2,500	\$ 7,500
Legislative representation	\$ 65,000	\$ 65,000
Consultants and Surveys, Public Relations	\$ 405,000	\$ 135,000
Liability insurance	\$ 48,000	\$ 48,000
Legal Services	\$ 360,000	\$ 415,000
Rents (office and storage)	\$ 16,000	\$ 15,000
Property taxes (Bid Tax)	\$ 185,000	\$ 190,000
Staff Payroll (incl Benefits)	\$ 83,000	\$ 77,000
Accounting (Audit, AG, Forensic)	\$ 128,000	\$ 26,000
Miscellaneous Professional Services	\$ 84,000	\$ 54,000
Office Supplies	\$ 1,500	\$ 1,000
Telephone	\$ 3,000	\$ 3,000
Miscellaneous Contingency	\$ 2,000	\$ 1,500
TOTAL	\$ <u>1,383,000</u>	\$ <u>1,038,000</u>

* Estimated through June 30, 2016

(7) Includes lease payments in connection with 2009 District Certificates of Participation to acquire Tucson Convention Center and debt service on the 2016 Refunding Bonds

2009 COPS	\$	1,244,925
2016 Refunding Bonds	\$	7,904,500
TOTAL	\$	<u>9,149,425</u>

(8) Costs for anticipated projects occurring in fiscal year ending June 30, 2017 are estimated to be approximately \$12 million. As of June 30, 2016, The District has unrestricted funds of approximately \$17.3 million to cover the anticipated project costs. Funds will continue to grow due to the projected cash surplus in the 2016 / 2017 operating budget.

(9) A determination of assets and liabilities at June 30, 2016 cannot be made until year end; accordingly, the values presented are as of June 30, 2015.

(10) Net Cash is the surplus of cash when incoming receipts (largely revenue events) are offset by operational cash expenditures (expenses) and all debt service. For the fiscal year 2016 / 2017 a surplus of \$3,000,000 is anticipated.

(11) Cash balances as of May 31, 2016 is follows:

Cash w/ Fiscal Agent for Debt Servicing	\$	9,403,814
Cash - General Fund Alliance	\$	5,976,681
Cash - General Fund Bank of Tucson	\$	383,426
Cash - Alliance ICS	\$	5,023,863
Cash - Bank of Tucson ICS	\$	5,004,412
Cash - Zions Bank Revenue Fund	\$	2,332,501
Cash - Bank of America Greyhound account	\$	<u>52,029</u>
TOTAL	\$	<u>28,176,726</u>