



Investing to Revitalize Downtown Tucson



2010-2012

Forensic Accounting Period

Identification of Funds Spent & Debt Incurred



SECOND CHAPTER– FORENSIC PERIOD

The first iteration of the District's state appointed Board was seated in February of 2010. This Board then went about the business of trying to determine what happened with all of the §42-5031 funds; a task that was especially challenging because the District's funds had been commingled with those of the City and the City wasn't particularly happy about the state appointed Board wresting control of the District from the City.

Ultimately several lawsuits were filed and the FBI and the Arizona Attorney General's Office investigated the District. The FBI investigation did not result in any criminal charges by the Attorney General's Office and ultimately all of the lawsuits between the District and the City were settled. During this period, a significant portion of the District's time and money was spent on accountants and lawyers with the balance being used to pay down outstanding debt. The following pages outline the debt payments that were made.

State of Arizona operated Rio Nuevo 2010-2012

Debt Payoff

Bond/Loan	Bond/Loan Total	Status
2002 Series COPs (Purchase TCC from City)	33,575,000	Paid
2006 Series Bonds (Fox Theatre Purchase & Restoration)	5,800,000	Borrowed 11/3/2005 Paid off 7/1/2013
2008 Series Bonds	80,000,000	Borrowed 12/30/2008
8,000,000 (Subordinate lien reserve acct.)		Refinanced 3/30/2016
5,000,000 (Capitalized interest subaccount)		
67,000,000 (1999-2010 Projects)		
2009 Series COPs (Design of Convention Center Hotel)	12,560,000	Borrowed 2009 Paying via TCC Rent
Loan from the City of Tucson	14,577,549	Paid
Total Debt Financing	146,512,549	