

**QUAIL CREEK COMMUNITY FACILITIES DISTRICT  
MEETING AGENDA  
JUNE 9, 2014**

*Pursuant to A.R.S. § 38-431.02 notice is hereby given to the public that the District Board of the Quail Creek Community Facilities District will hold a meeting at the date and time specified below at the Sahuarita Town Hall Council Chambers, 375 West Sahuarita Center Way, Sahuarita, Arizona. Members of the Quail Creek Community Facilities District will attend either in person or by telephone conference call.*

*To better serve our community, the Council Chambers is wheelchair accessible. Persons with a disability may request a reasonable accommodation, such as a sign language interpreter, by contacting the Town Clerk's Office at 520-822-8801. Requests should be made no later than three working days prior to the meeting to arrange the accommodation.*

**QUAIL CREEK COMMUNITY FACILITIES DISTRICT AGENDA  
JUNE 9, 2014  
AT OR AFTER 6:30 P.M.**

- 1. Call to Order**
- 2. Roll Call**
- 3. Approval of the June 24, 2013 Minutes.**
- 4. Discussion and possible adoption of Resolution 25 of the District Board of the Quail Creek Community Facilities District, a Community Facilities District of Arizona, approving a Tentative Budget for Fiscal Year 2015 in the amount of \$1,065,860 pursuant to Section 48-716, Arizona Revised Statutes, as amended; setting a public hearing date on said Tentative Budget; filing statements and estimates of the operation and maintenance expenses of the District, the costs of capital improvements to be financed by the approved ad valorem tax levy, and the amount of all other expenditures for public infrastructure and enhanced municipal services proposed to be paid from the tax levy and of the amount to be raised to pay general obligation bonds of the District, all of which shall be provided for by the levy and collection of ad valorem taxes on the assessed value of all the real and personal property in the District; providing for Notice of Filing the Statements and Estimates and Notice of a Public Hearing on the portions of the statements and estimates not relating to debt service on general obligation bonds; and providing that this Resolution shall be effective after its passage and approval according to law.**
- 5. Adjournment**

*Action may be taken by the District Board on any item listed on this agenda. The Board may vote to go into executive session pursuant to A.R.S. § 38-431.03 (A) (3) for discussion or consultation for legal advice with the Town Attorney concerning any matter listed on this agenda.*

<b>QCCFD BOARD MEETING INFORMATION</b>	<b>QUAIL CREEK COMMUNITY FACILITIES DISTRICT</b>	
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**MEETING DATE:** June 9, 2014

**DATE PREPARED:** May 28, 2014

**AGENDA ITEM 3**

**TO:** Honorable Chairperson and Board Members

**FROM:** Lisa Cole, CMC, District Clerk

**SUBJECT:** Approval of the June 24, 2013 Meeting Minutes.

**STAFF RECOMMENDATION:** Staff recommends approval of the Meeting Minutes.

**SUGGESTED MOTION:** I move to approve the June 24, 2013 Meeting Minutes.

**QUAIL CREEK COMMUNITY FACILITIES DISTRICT MINUTES  
JUNE 24, 2013**

**1. Call to Order**

Chairperson Blumberg called the meeting to order at 6:30 p.m.

**2. Roll Call**

**PRESENT:** Board Members Kara Egbert, Gil Lusk, Tom Murphy, Lynne Skelton, Melissa L. Smith, Vice Chairperson Bill Bracco and Chairperson Duane Blumberg.

**ABSENT:** None

**ALSO**

**PRESENT:** Board Manager L. Kelly Udall, Board Attorney Daniel J. Hochuli, Board Secretary Vicky Miel and Finance Director A.C. Marriotti

**3. Approval of the June 10, 2013 Minutes.**

**MOTION** was made by Board Member Skelton, **SECONDED** by Vice Chairperson Bracco, to approve the June 10, 2013 minutes. **MOTION CARRIED UNANIMOUSLY.**

**4. Public Hearing, discussion and possible adoption of Resolution 24 of the District Board of the Quail Creek Community Facilities District, a Community Facilities District of Arizona, approving a final budget for fiscal year 2014 in the amount of \$1,067,780 pursuant to Section 48-716, Arizona Revised Statutes, as amended; ordering that an ad valorem tax be fixed, levied and assessed on the assessed value of all the real and personal property within the boundaries of the district in amounts specified in the filed statements and estimates; providing for certified copies of this resolution and order to be delivered to the Pima County Board of Supervisors and the Arizona Department of Revenue; and providing that this resolution shall be effective after its passage and approval according to law.**

This item was presented by Finance Director A.C. Marriotti.

Chairperson Blumberg declared the public hearing open. There being no one to speak, Chairperson Blumberg declared the public hearing closed.

**MOTION** was made by Board Member Lusk, **SECONDED** by Board Member Murphy, to adopt Resolution 24. **MOTION CARRIED UNANIMOUSLY.**

**5. Adjournment**

Chairperson Blumberg adjourned the meeting at approximately 6:37 p.m.

\_\_\_\_\_  
Chairperson Duane Blumberg

ATTEST:

\_\_\_\_\_  
Vicky Miel, MMC  
Board Secretary

**CERTIFICATION**

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the Meeting of the Quail Creek Community Facilities District Board held on the 24<sup>th</sup> day of June, 2013. I further certify that the meeting was duly called and held and that a quorum was present.

Dated this 25<sup>th</sup> day of June, 2013.

  
\_\_\_\_\_  
Vicky Miel, MMC  
Board Secretary

**QCCFD  
BOARD  
MEETING  
INFORMATION**

**QUAIL CREEK  
COMMUNITY  
FACILITIES DISTRICT**

**MEETING DATE:** June 9, 2014

**DATE PREPARED:** May 28, 2014

**AGENDA ITEM 4**

**TO:** Honorable Chairperson and Board Members

**FROM:** A.C. Marriotti, District Treasurer

**SUBJECT:** Resolution 25, approving a Tentative Budget for Fiscal Year 2015 in the amount of \$1,065,860 pursuant to Section 48-716, Arizona Revised Statutes, as amended; setting a public hearing date on said Tentative Budget; filing statements and estimates of the operation and maintenance expenses of the District, the costs of capital improvements to be financed by the approved ad valorem tax levy, and the amount of all other expenditures for public infrastructure and enhanced municipal services proposed to be paid from the tax levy and of the amount to be raised to pay general obligation bonds of the District, all of which shall be provided for by the levy and collection of ad valorem taxes on the assessed value of all the real and personal property in the District; providing for Notice of Filing the Statements and Estimates and Notice of a Public Hearing on the portions of the statements and estimates not relating to debt service on general obligation bonds; and providing that this Resolution shall be effective after its passage and approval according to law.

**DISCUSSION:** Presented for your approval is the Fiscal Year 2015 Tentative Budget for the Quail Creek Community Facilities District in the amount of \$1,065,860.

The District, although a legally separate entity, is considered a blended component unit of the Town of Sahuarita for financial reporting purposes. Accordingly, the Town has established a separate fund (i.e., special revenue fund) to incorporate the District's financial records into the Town's financial reporting entity.

The District levies property taxes up to \$3.30 per one hundred dollars of assessed valuation. The property tax rate is separated into an operational element and a debt service element. Up to \$0.30 of the rate may be used for operational expenditures including maintenance and administrative costs. The remaining \$3.00 may only be used for the payment of general obligation debt incurred by the District. The actual rate to be assessed is based upon estimated operational expenditures and required bond payments. Based upon our cost estimates and the District's preliminary net assessed valuation of \$10,749,383, the District will need to assess the full \$3.30 tax rate generating an estimated \$345,860 after allowances for uncollected amounts. Moreover, per existing development agreements, we anticipate the developer will be required to contribute approximately \$690,370 towards debt service costs. These contributions will be recorded as miscellaneous revenues. The General Fund will transfer up to \$30,060 to the District to pay for some of the Quail Creek Veterans Municipal Park maintenance costs.

Expenditures consist of (1) operating costs (\$57,380) to maintain the Quail Creek Veterans Municipal Park and District roadways and (2) debt service (\$1,008,480).

A public hearing is scheduled for the June 23<sup>rd</sup> Board Meeting. A notice will be published.

**STAFF RECOMMENDATION:** Staff recommends approval of this Resolution.

**SUGGESTED MOTION:** Move to adopt Resolution No. 25.

**QUAIL CREEK COMMUNITY FACILITIES DISTRICT  
RESOLUTION NO. 25**

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**A RESOLUTION OF THE DISTRICT BOARD OF THE QUAIL CREEK COMMUNITY FACILITIES DISTRICT, A COMMUNITY FACILITIES DISTRICT OF ARIZONA, APPROVING A TENTATIVE BUDGET FOR FISCAL YEAR 2015 IN THE AMOUNT OF \$1,065,860 PURSUANT TO SECTION 48-716, ARIZONA REVISED STATUTES, AS AMENDED; SETTING A PUBLIC HEARING DATE ON SAID TENTATIVE BUDGET; FILING STATEMENTS AND ESTIMATES OF THE OPERATION AND MAINTENANCE EXPENSES OF THE DISTRICT, THE COSTS OF CAPITAL IMPROVEMENTS TO BE FINANCED BY THE APPROVED AD VALOREM TAX LEVY, AND THE AMOUNT OF ALL OTHER EXPENDITURES FOR PUBLIC INFRASTRUCTURE AND ENHANCED MUNICIPAL SERVICES PROPOSED TO BE PAID FROM THE TAX LEVY AND OF THE AMOUNT TO BE RAISED TO PAY GENERAL OBLIGATION BONDS OF THE DISTRICT, ALL OF WHICH SHALL BE PROVIDED FOR BY THE LEVY AND COLLECTION OF AD VALOREM TAXES ON THE ASSESSED VALUE OF ALL THE REAL AND PERSONAL PROPERTY IN THE DISTRICT; PROVIDING FOR NOTICE OF FILING THE STATEMENTS AND ESTIMATES AND NOTICE OF A PUBLIC HEARING ON THE PORTIONS OF THE STATEMENTS AND ESTIMATES NOT RELATING TO DEBT SERVICE ON GENERAL OBLIGATION BONDS; AND PROVIDING THAT THIS RESOLUTION SHALL BE EFFECTIVE AFTER ITS PASSAGE AND APPROVAL ACCORDING TO LAW.**

BE IT RESOLVED BY THE DISTRICT BOARD OF QUAIL CREEK COMMUNITY FACILITIES DISTRICT as follows:

WHEREAS, on September 12, 2005, the Mayor and Council of the Town of Sahuarita, Arizona (the "Town"), adopted Resolution No. 1 forming Quail Creek Community Facilities District ("QCCFD"), a community facilities district in accordance with Section 48-701 et seq., Arizona Revised Statutes, as amended; and

WHEREAS, QCCFD is a special purpose district for purposes of Article IX, Section 19, Constitution of Arizona, a tax-levying public improvement district for the purposes of Article XIII, Section 7, Constitution of Arizona, and a municipal corporation for all purposes of Title 35, Chapter 3, Articles 3, 3.1., 3.2, 4 and 5, Arizona Revised Statutes, as amended, and [except as otherwise provided in Section 48-708(B), Arizona Revised Statutes, as amended] is considered to be a municipal corporation and political subdivision of the State of Arizona, separate and apart from the Town; and

WHEREAS, a primary purpose for creating QCCFD was to finance certain public improvements needed for the development known as "Quail Creek" through assessment of ad valorem taxes on all real and personal property within QCCFD; and

WHEREAS, in accordance with Sections 48-719 and 48-723, Arizona Revised Statutes, as amended, a special election was held on November 8, 2005, wherein the qualified electors of QCCFD voted to issue general obligation bonds in the maximum amount of \$30,000,000 to cover costs of public infrastructure purposes, and to levy and collect an annual ad valorem tax at a rate not to exceed thirty cents (30¢) per one hundred dollars (\$100) of assessed valuation for operation and maintenance expenses of QCCFD; and

WHEREAS, in accordance with Sections 48-716 and 48-723, Arizona Revised Statutes, as amended, the District Treasurer of QCCFD has submitted to the District Board of QCCFD a proposed budget for fiscal year 2015 which includes statements and estimates of the operation and maintenance expenses of QCCFD, the costs of capital improvements to be financed by the authorized ad valorem tax levy, and the amount of all other expenditures for public infrastructure and enhanced municipal services proposed to be paid from the tax levy and of the amount to be raised to pay general obligation bonds of QCCFD, all of which shall be provided for by the levy and collection of ad valorem taxes on the assessed value of all the real and personal property within QCCFD; and

WHEREAS, the District Board of QCCFD desires now to approve said tentative budget for fiscal year 2015, to publish notice of having filed the required statements and estimates, and to set a date (and publish a notice thereof) for a public hearing to receive comment on the tentative budget and, particularly, on the portions of the statements and estimates not relating to debt service on general obligation bonds; and

WHEREAS, after said public hearing (and on or before October 1), the District Board of QCCFD expects to adopt a final budget by resolution; and

WHEREAS, on or before the third Monday in August, the District Board of QCCFD also expects to order the fixing, levying and assessment of required ad valorem taxes and to cause certified copies of the order to be delivered to the Pima County Board of Supervisors;

NOW, THEREFORE, BE IT RESOLVED BY THE DISTRICT BOARD OF THE QUAIL CREEK COMMUNITY FACILITIES DISTRICT, AS FOLLOWS:

1. That certain proposed budget prepared by the District Treasurer of QCCFD for fiscal year 2015, attached hereto and expressly made a part hereof as Exhibit "A" is hereby tentatively approved.

2. The statements and estimates of the operation and maintenance expenses of QCCFD, the costs of capital improvements to be financed by the approved ad valorem tax levy, and the amount of all other expenditures for public infrastructure and enhanced municipal services proposed to be paid from the tax levy and of the amount to be raised to pay general obligation bonds of QCCFD in fiscal year 2015 are hereby filed on forms of the Auditor General in accordance with Section 42-17101(3) and 48-723(C), Arizona Revised Statutes, as amended, and are attached hereto and expressly made a part hereof as Exhibit "B."

3. A public hearing date of June 23, 2014, beginning at or after 6:30 p.m. at the Sahuarita Town Hall Council Chamber, 375 W. Sahuarita Center Way, Sahuarita, Arizona, is hereby set to consider said tentative budget (including, but expressly not limited to, consideration of those portions of the statements and estimates not relating to debt service on general obligation bonds of QCCFD), and said notice (attached hereto and expressly made a part hereof as Exhibit "C") shall be published once in the Sahuarita Sun no later than ten (10) days prior to said hearing date.

4. If any provision in this Resolution is held invalid by a court of competent jurisdiction, the remaining provisions shall not be affected but shall continue in full force and effect.

5. This Resolution shall be effective after its passage and approval according to law.

PASSED by the District Board of the Quail Creek Community Facilities District  
this 9<sup>th</sup> day of June, 2014.

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Chairperson, District Board,  
Quail Creek Community Facilities District

ATTEST:

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Lisa Cole, CMC  
District Clerk,  
Quail Creek Community Facilities District

APPROVED AS TO FORM:

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Daniel J. Hochuli  
District Counsel,  
Quail Creek Community Facilities District

EXHIBIT "A"

*Fiscal Year 2015 Quail Creek Community Facilities District Budget*

**QUAIL CREEK COMMUNITY FACILITIES DISTRICT**

**SPECIAL REVENUE FUND**

SOURCES AND USES OF FUNDS

	2013 Actual Amount	2014			2015 Budget Amount	% Change		
		Adopted Budget	Amended Budget	Estimated Actual		From Amended	From Estimated	
<b>SOURCES</b>								
<b>Revenues:</b>								
Taxes	\$ 284,343	\$ 292,420	\$ 292,420	\$ 292,420	\$ 345,860	18.3%	18.3%	
Investment Earnings (Losses)	34	(270)	(270)	(270)	(430)	59.3%	59.3%	
Miscellaneous	748,419	739,680	739,680	739,680	690,370	-6.7%	-6.7%	
<b>Subtotal:</b>	<b>1,032,796</b>	<b>1,031,830</b>	<b>1,031,830</b>	<b>1,031,830</b>	<b>1,035,800</b>	<b>0.4%</b>	<b>0.4%</b>	
<b>Other Sources:</b>								
Transfers In	13,763	35,950	35,950	36,450	30,060	-16.4%	-17.5%	
<b>Subtotal:</b>	<b>13,763</b>	<b>35,950</b>	<b>35,950</b>	<b>36,450</b>	<b>30,060</b>	<b>-16.4%</b>	<b>-17.5%</b>	
<b>Beginning Fund Balance:</b>								
Restricted for QC CFD	-	-	-	-	-	-	-	
<b>Subtotal:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>TOTAL SOURCES</b>	<b>\$ 1,046,559</b>	<b>\$ 1,067,780</b>	<b>\$ 1,067,780</b>	<b>\$ 1,068,280</b>	<b>\$ 1,065,860</b>	<b>-0.2%</b>	<b>-0.2%</b>	
<b>USES</b>								
<b>Current Expenditures:</b>								
Streets	\$ 11,102	\$ 17,710	\$ 17,710	\$ 18,610	\$ 18,320	3.4%	-1.6%	
Park and Recreation	26,799	40,740	40,740	40,340	39,060	-4.1%	-3.2%	
<b>Subtotal:</b>	<b>37,901</b>	<b>58,450</b>	<b>58,450</b>	<b>58,950</b>	<b>57,380</b>	<b>-1.8%</b>	<b>-2.7%</b>	
<b>Debt Service:</b>								
Principal	385,000	405,000	405,000	405,000	425,000	4.9%	4.9%	
Interest	619,658	599,830	599,830	599,830	578,980	-3.5%	-3.5%	
Other	4,000	4,500	4,500	4,500	4,500	0.0%	0.0%	
<b>Subtotal:</b>	<b>1,008,658</b>	<b>1,009,330</b>	<b>1,009,330</b>	<b>1,009,330</b>	<b>1,008,480</b>	<b>-0.1%</b>	<b>-0.1%</b>	
<b>Subtotals Combined:</b>	<b>1,046,559</b>	<b>1,067,780</b>	<b>1,067,780</b>	<b>1,068,280</b>	<b>1,065,860</b>	<b>-0.2%</b>	<b>-0.2%</b>	
<b>Ending Fund Balance:</b>								
Restricted for QC CFD	-	-	-	-	-	-	-	
<b>Subtotal:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>TOTAL USES</b>	<b>\$ 1,046,559</b>	<b>\$ 1,067,780</b>	<b>\$ 1,067,780</b>	<b>\$ 1,068,280</b>	<b>\$ 1,065,860</b>	<b>-0.2%</b>	<b>-0.2%</b>	

EXHIBIT "B"

*QCCFD Statements and Estimates on Auditor General Forms*

**TOWN OF SAHUARITA, ARIZONA**  
**Summary Schedule of Estimated Revenues and Expenditures/Expenses**  
**Fiscal Year 2015**

FUND	ADOPTED BUDGETED EXPENDITURES/EXPENSES* 2014	ACTUAL EXPENDITURES/EXPENSES** 2014	FUND BALANCE/ NET POSITION*** July 1, 2014**	PROPERTY TAX REVENUES 2015	ESTIMATED REVENUES OTHER THAN PROPERTY TAXES 2015	OTHER FINANCING 2015		INTERFUND TRANSFERS 2015		TOTAL FINANCIAL RESOURCES AVAILABLE 2015	BUDGETED EXPENDITURES/EXPENSES 2015
						SOURCES	<USES>	IN	<OUT>		
1. General Fund	\$ 27,696,510	\$ 11,679,740	\$ 16,369,480	Primary:	\$ 13,437,850	\$	\$	\$	\$ 729,600	\$ 29,077,730	\$ 29,077,730
2. Special Revenue Funds	4,292,540	3,477,210	891,980	Secondary:	4,374,370			30,060	1,000,000	4,651,140	4,651,140
3. Debt Service Funds Available											
4. Less: Amounts for Future Debt Retirement											
5. Total Debt Service Funds											
6. Capital Projects Funds	63,708,390	17,779,850	10,053,320		17,354,550			1,000,000		28,407,870	28,407,870
7. Permanent Funds											
8. Enterprise Funds Available	165,900	3,777,630	(3,457,720)		3,561,310	366,620		699,540		1,169,750	1,169,750
9. Less: Amounts for Future Debt Retirement											
10. Total Enterprise Funds	165,900	3,777,630	(3,457,720)		3,561,310	366,620		699,540		1,169,750	1,169,750
11. Internal Service Funds											
12. TOTAL ALL FUNDS	\$ 95,863,340	\$ 36,714,430	\$ 23,857,060	\$ 354,730	\$ 38,728,080	\$ 366,620	\$	\$ 1,729,600	\$ 1,729,600	\$ 63,306,490	\$ 63,306,490

**EXPENDITURE LIMITATION COMPARISON**

	2014	2015
1. Budgeted expenditures/expenses	\$ 95,863,340	\$ 63,306,490
2. Add/subtract: estimated net reconciling items	(1,068,280)	(1,065,860)
3. Budgeted expenditures/expenses adjusted for reconciling items	94,795,060	62,240,630
4. Less: estimated exclusions	62,148,733	29,101,831
5. Amount subject to the expenditure limitation	\$ 32,646,327	\$ 33,138,799
6. EEC or voter-approved alternative expenditure limitation	\$ 32,646,328	\$ 33,138,800

The city/town does not levy property taxes and does not have special assessment districts for which property taxes are levied. Therefore, Schedule B has been omitted.

\* Includes Expenditure/Expense Adjustments Approved in current year from Schedule E.

\*\* Includes actual amounts as of the date the proposed budget was prepared, adjusted for estimated activity for the remainder of the fiscal year.

\*\*\* Amounts in this column represent Fund Balance/Net Position amounts except for amounts not in spendable form (e.g., prepaids and inventories) or legally or contractually required to be maintained intact (e.g., principal of a permanent fund).

**TOWN OF SAHUARITA, ARIZONA**  
**Tax Levy and Tax Rate Information**  
**Fiscal Year 2015**

	<b>2014</b>	<b>2015</b>
1. Maximum allowable primary property tax levy. A.R.S. §42-17051(A)	\$ _____	\$ _____
2. Amount received from primary property taxation in the <b>current year</b> in excess of the sum of that year's maximum allowable primary property tax levy. A.R.S. §42-17102(A)(18)	\$ _____	
3. Property tax levy amounts		
A. Primary property taxes	\$ _____	\$ _____
B. Secondary property taxes	299,920	354,730
C. Total property tax levy amounts	\$ <u>299,920</u>	\$ <u>354,730</u>
4. Property taxes collected*		
A. Primary property taxes		
(1) <b>Current</b> year's levy	\$ _____	
(2) Prior years' levies	_____	
(3) Total primary property taxes	\$ _____	
B. Secondary property taxes		
(1) <b>Current</b> year's levy	\$ 285,830	
(2) Prior years' levies	6,590	
(3) Total secondary property taxes	\$ 292,420	
C. Total property taxes collected	\$ <u>292,420</u>	
5. Property tax rates		
A. City/Town tax rate		
(1) Primary property tax rate	_____	_____
(2) Secondary property tax rate	3.3000	3.3000
(3) Total city/town tax rate	<u>3.3000</u>	<u>3.3000</u>
B. Special assessment district tax rates		
Secondary property tax rates - As of the date the proposed budget was prepared, the city/town was operating <u>one</u> special assessment districts for which secondary property taxes are levied. For information pertaining to these special assessment districts and their tax rates, please contact the city/town.		

\* Includes actual property taxes collected as of the date the proposed budget was prepared, plus estimated property tax collections for the remainder of the fiscal year.

**TOWN OF SAHUARITA, ARIZONA**  
**Revenues Other Than Property Taxes**  
**Fiscal Year 2015**

<b>SOURCE OF REVENUES</b>	<b>ESTIMATED REVENUES 2014</b>	<b>ACTUAL REVENUES* 2014</b>	<b>ESTIMATED REVENUES 2015</b>
<b>GENERAL FUND</b>			
<b>Local taxes</b>			
Transaction privilege taxes	\$ 4,510,270	\$ 4,452,660	\$ 4,531,630
Franchise fees	327,380	310,270	316,470
<b>Licenses and permits</b>			
Planning & Building permit fees	879,590	733,210	806,230
Public Works permit fees	87,000		
Business licensing fees	500		
<b>Intergovernmental</b>			
State shared sales taxes	2,153,280	2,187,400	2,282,360
State shared income taxes	2,818,010	2,818,010	3,057,570
State shared vehicle license taxes	934,720	951,750	986,570
Grants and contributions - Federal		23,550	
Grants and contributions - State			
Grants and contributions - Local			
<b>Charges for services</b>			
Development fees	33,590	80,550	74,070
Recreation fees	128,000	103,770	110,670
Other departmental fees	6,300	11,220	34,500
Indirect cost recovery	802,850	708,880	681,800
<b>Fines and forfeits</b>			
Court fines and fees	244,770	264,000	275,570
<b>Interest on investments</b>			
Investment earnings	222,920	100,000	230,410
<b>Miscellaneous</b>			
Micellaneous/other	27,000	94,270	50,000
<b>TOTAL GENERAL FUND</b>	<b>\$ 13,176,180</b>	<b>\$ 12,839,540</b>	<b>\$ 13,437,850</b>

\* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

**TOWN OF SAHUARITA, ARIZONA**  
**Revenues Other Than Property Taxes**  
**Fiscal Year 2015**

SOURCE OF REVENUES	ESTIMATED REVENUES 2014	ACTUAL REVENUES* 2014	ESTIMATED REVENUES 2015
<b>SPECIAL REVENUE FUNDS</b>			
<b>Highway User Revenue Fund</b>			
State shared fuel taxes	\$ 1,664,530	\$ 1,679,070	\$ 1,775,290
Intergovernmental - State	11,061,430	6,579,000	1,000,000
Intergovernmental - Local	25,000	25,000	25,000
Investment earnings	800	800	2,590
Miscellaneous		32,800	
<b>Total Highway User Revenue Fund</b>	<b>\$ 12,751,760</b>	<b>\$ 8,316,670</b>	<b>\$ 2,802,880</b>
<b>Grants &amp; Restricted Sources Fund</b>			
Fines and forfeitures	\$ 116,520	\$ 144,220	\$ 120,520
Intergovernmental - Federal	287,170	284,850	486,560
Intergovernmental - State	22,800	71,270	204,730
Intergovernmental - Local	45,000	45,000	35,170
Impound fees	15,000	15,000	15,000
Investment earnings	9,080	5,660	7,440
Miscellaneous	18,000	37,540	21,000
<b>Total Grants &amp; Restricted Sources Fund</b>	<b>\$ 513,570</b>	<b>\$ 603,540</b>	<b>\$ 890,420</b>
<b>Quail Creek CFD</b>			
Property taxes - allowance for uncollectibles	\$ (7,500)	\$	\$ (8,870)
Investment earnings (losses)	(270)	(270)	(430)
Miscellaneous - developer contributions	739,680	739,680	690,370
<b>Total Quail Creek CFD</b>	<b>\$ 731,910</b>	<b>\$ 739,410</b>	<b>\$ 681,070</b>
<b>TOTAL SPECIAL REVENUE FUNDS</b>	<b>\$ 13,997,240</b>	<b>\$ 9,659,620</b>	<b>\$ 4,374,370</b>
<b>CAPITAL PROJECTS FUNDS</b>			
<b>Capital Infrastructure Improvement Fund</b>			
Transaction privilege taxes	\$ 2,610,230	\$ 2,760,830	\$ 2,024,280
Intergovernmental - Federal	4,000,000		
Intergovernmental - State	22,000,000		
Intergovernmental - Local	10,784,460	5,744,300	13,216,390
Investment earnings	134,630	134,630	113,880
Miscellaneous			2,000,000
<b>Total Capital Infrastructure Improvement Fund</b>	<b>\$ 39,529,320</b>	<b>\$ 8,639,760</b>	<b>\$ 17,354,550</b>
<b>TOTAL CAPITAL PROJECTS FUNDS</b>	<b>\$ 39,529,320</b>	<b>\$ 8,639,760</b>	<b>\$ 17,354,550</b>
<b>ENTERPRISE FUNDS</b>			
<b>Wastewater Fund</b>			
Sewer user charges	\$ 2,994,650	\$ 2,994,000	\$ 3,198,740
Other	70,330	25,000	
Sewer connection fees	804,860	471,860	395,920
Investment earnings (losses)	(51,590)	(30,000)	(33,350)
<b>Total Wastewater Fund</b>	<b>\$ 3,818,250</b>	<b>\$ 3,460,860</b>	<b>\$ 3,561,310</b>
<b>TOTAL ENTERPRISE FUNDS</b>	<b>\$ 3,818,250</b>	<b>\$ 3,460,860</b>	<b>\$ 3,561,310</b>
<b>TOTAL ALL FUNDS</b>	<b>\$ 70,520,990</b>	<b>\$ 34,599,780</b>	<b>\$ 38,728,080</b>

\* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

**TOWN OF SAHUARITA, ARIZONA**  
**Other Financing Sources/<Uses> and Interfund Transfers**  
**Fiscal Year 2015**

<b>FUND</b>	<b>OTHER FINANCING 2015</b>		<b>INTERFUND TRANSFERS 2015</b>	
	<b>SOURCES</b>	<b>&lt;USES&gt;</b>	<b>IN</b>	<b>&lt;OUT&gt;</b>
<b>GENERAL FUND</b>				
General Fund	\$	\$	\$	\$ 729,600
<b>Total General Fund</b>	\$	\$	\$	\$ 729,600
<b>SPECIAL REVENUE FUNDS</b>				
Highway User Revenue Fund	\$	\$	\$	\$ 1,000,000
Quail Creek CFD			30,060	
<b>Total Special Revenue Funds</b>	\$	\$	\$ 30,060	\$ 1,000,000
<b>CAPITAL PROJECTS FUNDS</b>				
Capital Infrastructure Improvement Fund	\$	\$	\$ 1,000,000	\$
<b>Total Capital Projects Funds</b>	\$	\$	\$ 1,000,000	\$
<b>ENTERPRISE FUNDS</b>				
Wastewater Fund	\$ 366,620	\$	\$ 699,540	\$
<b>Total Enterprise Funds</b>	\$ 366,620	\$	\$ 699,540	\$
<b>TOTAL ALL FUNDS</b>	\$ 366,620	\$	\$ 1,729,600	\$ 1,729,600

**TOWN OF SAHUARITA, ARIZONA**  
**Expenditures/Expenses by Fund**  
**Fiscal Year 2015**

<b>FUND/DEPARTMENT</b>	<b>ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2014</b>	<b>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2014</b>	<b>ACTUAL EXPENDITURES/ EXPENSES* 2014</b>	<b>BUDGETED EXPENDITURES/ EXPENSES 2015</b>
<b>GENERAL FUND</b>				
Mayor & Council	\$ 127,390	\$	\$ 120,010	\$ 120,320
Town Manager	636,960	(148,770)	460,130	803,360
Law	477,600		473,720	583,720
Town Clerk	292,270	186,580	416,300	492,320
Finance	1,080,620		993,030	1,101,550
Human Resources	204,850		200,410	247,350
Planning & Building	1,151,960		1,153,030	1,227,190
Parks & Recreation	1,427,610		1,315,960	1,491,050
Public Works	815,120		806,300	845,770
Police	5,336,670	46,000	5,121,610	5,828,010
Municipal Court	542,680		522,970	555,190
Non-Departmental	102,850		96,270	102,850
Contingency / Ending Balances	15,453,930	(37,810)		15,679,050
<b>Total General Fund</b>	<b>\$ 27,650,510</b>	<b>\$ 46,000</b>	<b>\$ 11,679,740</b>	<b>\$ 29,077,730</b>
<b>SPECIAL REVENUE FUNDS</b>				
Highway User Revenue Fund:	\$	\$	\$	\$
Streets	1,753,990	50,000	1,693,670	1,769,360
LTAFF	101,930		101,970	9,150
Contingency / Ending Balances	64,890			206,260
Grants & Restricted Sources:				
Parks & Recreation	8,000		19,410	14,000
Police	828,310		586,380	1,254,180
Municipal Court	5,500		7,500	
Contingency / Ending Balances	412,140			332,330
Quail Creek CFD:				
Streets	17,710		18,610	18,320
Parks & Recreation	40,740		40,340	39,060
Debt Service	1,009,330		1,009,330	1,008,480
<b>Total Special Revenue Funds</b>	<b>\$ 4,242,540</b>	<b>\$ 50,000</b>	<b>\$ 3,477,210</b>	<b>\$ 4,651,140</b>
<b>CAPITAL PROJECTS FUNDS</b>				
Capital Infrastructure Improve	\$	\$	\$	\$
General Government	729,220		510,000	805,310
Public Safety	466,460	50,000	510,770	460,000
Highways & Streets	49,313,740		14,658,200	17,712,410
Culture & Recreation	1,290,000	61,000	300,000	1,828,250
Debt Service	1,800,880		1,800,880	1,801,430
Contingency / Ending Balances	10,058,090	(61,000)		5,800,470
<b>Total Capital Projects Funds</b>	<b>\$ 63,658,390</b>	<b>\$ 50,000</b>	<b>\$ 17,779,850</b>	<b>\$ 28,407,870</b>
<b>ENTERPRISE FUNDS</b>				
Wastewater	\$	\$	\$	\$
Operations	1,314,800	4,930	1,327,530	1,381,220
Debt Service	2,398,050		2,398,050	2,404,550
Capital Outlay	466,770		52,050	383,540
Ending Fund Deficits	(4,013,720)	(4,930)		(2,999,560)
<b>Total Enterprise Funds</b>	<b>\$ 165,900</b>	<b>\$</b>	<b>\$ 3,777,630</b>	<b>\$ 1,169,750</b>
<b>TOTAL ALL FUNDS</b>	<b>\$ 95,717,340</b>	<b>\$ 146,000</b>	<b>\$ 36,714,430</b>	<b>\$ 63,306,490</b>

\* Includes actual expenditures/expenses recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated expenditures/expenses for the remainder of the fiscal year.

**TOWN OF SAHUARITA, ARIZONA**  
**Expenditures/Expenses by Department**  
**Fiscal Year 2015**

<b>DEPARTMENT/FUND</b>	<b>ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2014</b>	<b>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2014</b>	<b>ACTUAL EXPENDITURES/ EXPENSES* 2014</b>	<b>BUDGETED EXPENDITURES/ EXPENSES 2015</b>
<b>Parks &amp; Recreation:</b>				
General Fund	\$ 1,427,610	\$	\$ 1,315,960	\$ 1,491,050
Grants & Restricted Sources	8,000		19,410	14,000
Quail Creek CFD	40,740		40,340	39,060
<b>Department Total</b>	<b>\$ 1,476,350</b>	<b>\$</b>	<b>\$ 1,375,710</b>	<b>\$ 1,544,110</b>
<b>Police:</b>				
General Fund	\$ 5,336,670	\$ 46,000	\$ 5,121,610	\$ 5,828,010
Grants & Restricted Sources	828,310		586,380	1,254,180
<b>Department Total</b>	<b>\$ 6,164,980</b>	<b>\$ 46,000</b>	<b>\$ 5,707,990</b>	<b>\$ 7,082,190</b>
<b>Municipal Court:</b>				
General Fund	\$ 542,680	\$	\$ 522,970	\$ 555,190
Grants & Restricted Sources	5,500		7,500	
<b>Department Total</b>	<b>\$ 548,180</b>	<b>\$</b>	<b>\$ 530,470</b>	<b>\$ 555,190</b>
<b>Streets:</b>				
Highway User Revenue Fund	\$ 1,753,990	\$ 50,000	\$ 1,693,670	\$ 1,769,360
Quail Creek CFD	17,710		18,610	18,320
<b>Department Total</b>	<b>\$ 1,771,700</b>	<b>\$ 50,000</b>	<b>\$ 1,712,280</b>	<b>\$ 1,787,680</b>

\* Includes actual expenditures/expenses recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated expenditures/expenses for the remainder of the fiscal year.

**TOWN OF SAHUARITA, ARIZONA**  
**Full-Time Employees and Personnel Compensation**  
**Fiscal Year 2015**

<b>FUND</b>	<b>Full-Time Equivalent (FTE) 2015</b>	<b>Employee Salaries and Hourly Costs 2015</b>	<b>Retirement Costs 2015</b>	<b>Healthcare Costs 2015</b>	<b>Other Benefit Costs 2015</b>	<b>Total Estimated Personnel Compensation 2015</b>
<b>GENERAL FUND</b>	114	\$ 7,142,240	\$ 851,710	\$ 1,044,980	\$ 837,030	= \$ 9,875,960
<b>SPECIAL REVENUE FUNDS</b>						
Highway User Revenue Fund	8	\$ 418,830	\$ 48,780	\$ 83,470	\$ 55,670	= \$ 606,750
Grants & Restricted Sources	1	404,500	48,060	20,290	50,950	523,800
Quail Creek CFD						
<b>Total Special Revenue Funds</b>	<b>9</b>	<b>\$ 823,330</b>	<b>\$ 96,840</b>	<b>\$ 103,760</b>	<b>\$ 106,620</b>	<b>= \$ 1,130,550</b>
<b>CAPITAL PROJECTS FUNDS</b>						
Capital Infrastructure Improvement I	5	\$ 315,180	\$ 36,630	\$ 51,120	\$ 33,050	= \$ 435,980
<b>Total Capital Projects Funds</b>	<b>5</b>	<b>\$ 315,180</b>	<b>\$ 36,630</b>	<b>\$ 51,120</b>	<b>\$ 33,050</b>	<b>= \$ 435,980</b>
<b>ENTERPRISE FUNDS</b>						
Wastewater	7	\$ 379,500	\$ 44,030	\$ 74,090	\$ 47,410	= \$ 545,030
<b>Total Enterprise Funds</b>	<b>7</b>	<b>\$ 379,500</b>	<b>\$ 44,030</b>	<b>\$ 74,090</b>	<b>\$ 47,410</b>	<b>= \$ 545,030</b>
<b>TOTAL ALL FUNDS</b>	<b>135</b>	<b>\$ 8,660,250</b>	<b>\$ 1,029,210</b>	<b>\$ 1,273,950</b>	<b>\$ 1,024,110</b>	<b>= \$ 11,987,520</b>

EXHIBIT "C"

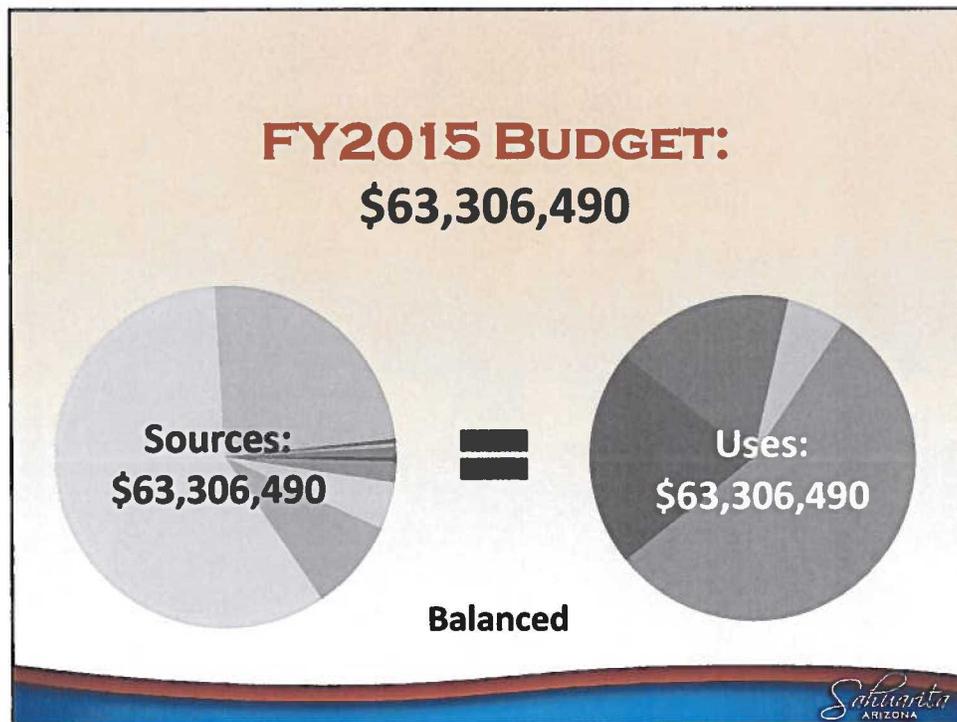
*Form of QCCFD Published Notice*

QUAIL CREEK COMMUNITY FACILITIES DISTRICT  
NOTICE OF FILING STATEMENTS AND ESTIMATES  
AND  
NOTICE OF PUBLIC HEARING

NOTICE OF FILING STATEMENTS AND ESTIMATES OF THE OPERATION AND MAINTENANCE EXPENSES OF THE QUAIL CREEK COMMUNITY FACILITIES DISTRICT, THE COSTS OF CAPITAL IMPROVEMENTS TO BE FINANCED BY THE AD VALOREM TAX LEVY, AND THE AMOUNT OF ALL OTHER EXPENDITURES FOR PUBLIC INFRASTRUCTURE AND ENHANCED MUNICIPAL SERVICES PROPOSED TO BE PAID FROM THE TAX LEVY AND OF THE AMOUNT TO BE RAISED TO PAY GENERAL OBLIGATION BONDS OF THE DISTRICT; AND NOTICE OF A PUBLIC HEARING ON THE PROPOSED FISCAL YEAR 2015 BUDGET OF THE DISTRICT IN THE AMOUNT OF \$1,065,860, INCLUDING A HEARING ON THOSE PORTIONS OF THE STATEMENTS AND ESTIMATES NOT RELATING TO DEBT SERVICE ON GENERAL OBLIGATION BONDS.

Notice is hereby given that statements and estimates have been filed in the Office of the District Clerk of the Quail Creek Community Facilities District of the operation and maintenance expenses of the District, the costs of capital improvements to be financed by the voter-approved ad valorem tax levy, and the amount of all other expenditures for public infrastructure and enhanced municipal services proposed to be paid from the tax levy and of the amount to be raised to pay general obligation bonds of the District, all of which shall be provided for by the levy and collection of ad valorem taxes on the assessed value of all the real and personal property in the District. Notice is further given of a public hearing on the proposed fiscal year 2015 budget of the District, including (but not limited to) a hearing on those portions of the statements and estimates not relating to debt service on general obligation bonds, all pursuant to Arizona Revised Statutes §§48-716 and 48-723. Such hearing will be held by the District Board on June 23, 2014, at or after 6:30 p.m. at the Sahuarita Town Hall Council Chambers, 375 W. Sahuarita Center Way, Sahuarita, Arizona. Copies of the budget are available from the Office of the District Clerk, 375 W. Sahuarita Center Way, Sahuarita, Arizona 85629, telephone number: (520) 822-8801; on the Town of Sahuarita website: [www.sahuaritaaz.gov](http://www.sahuaritaaz.gov); and at the Pima County Library, Sahuarita Branch, 725 West Rancho Sahuarita Boulevard, Building #2, Sahuarita, Arizona 85629.

Dated this 9<sup>th</sup> day of June, 2014.  
/s/ L. Kelly Udall  
.....  
District Manager, Quail Creek  
Community Facilities District



## NEW ITEMS

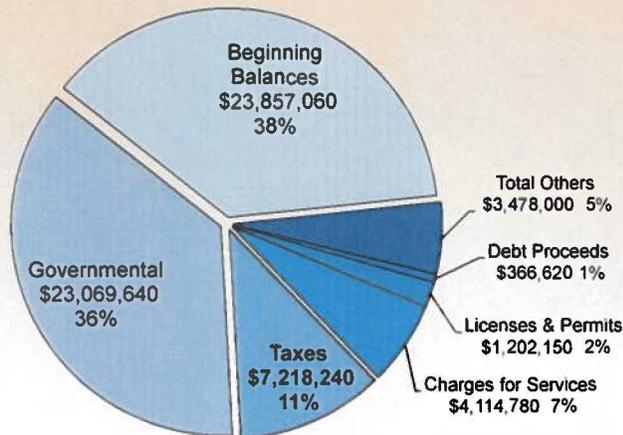
- Changes from Study Session
  - All Funds
    - Lowered medical premiums by ~\$45K
  - HURF
    - Increased revenues by \$78K
      - Reduced legislative sweeps
  - CIIF
    - Added \$1.5M for 2 new ballfields at QCVMP
    - Reduced \$465K for Ballfield Lighting project
    - Added \$100K for NSCP Fencing project



## BUDGET COMPOSITION

Where the money comes from

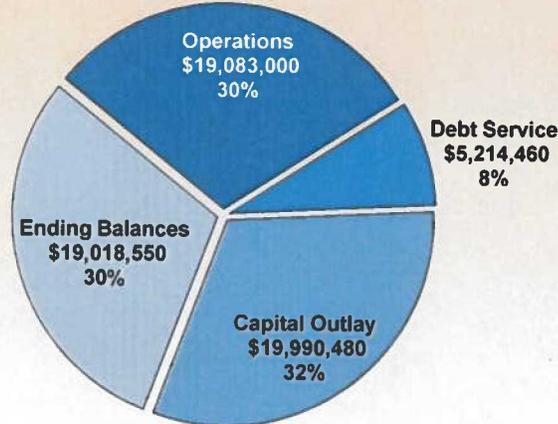
**Funding Sources: \$63,306,490**



## BUDGET COMPOSITION

Where the money goes

Funding Uses: \$63,306,490



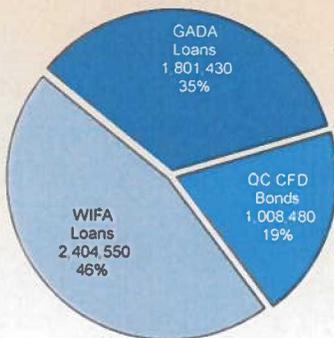
*Sahuarita*  
ARIZONA

## BUDGET COMPOSITION

Debt Payments: \$5,214,460

### Highlights

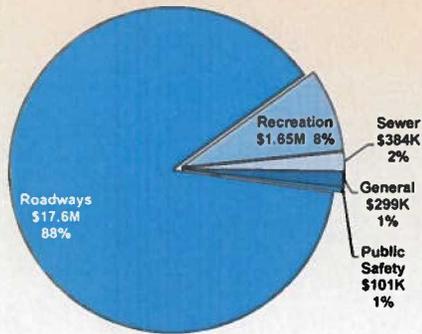
- No new loans
- No significant changes



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ARIZONA

## BUDGET COMPOSITION

Capital Outlay by Function:  
\$19,990,480



### Highlights

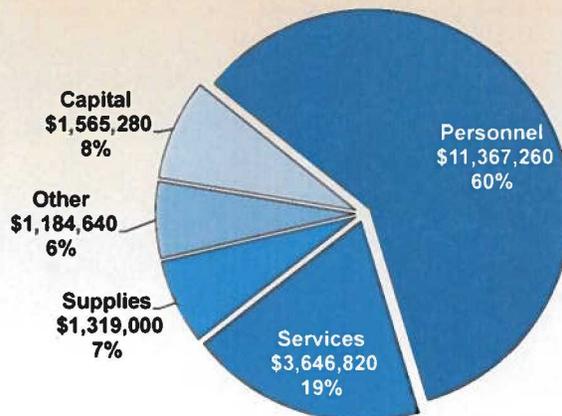
11 projects

- Sahuarita Rd: \$11.5M
- Pima Mine Rd Bridge: \$ 4.5M
- QCVMP: 2 New Ballfields: \$ 1.5M
- Camino Quintas Overlay: \$ 650K
- WW Plant Expansion: \$ 360K
- La Villita/RS Blvd Intersect.: \$ 265K
- Others under \$250K each

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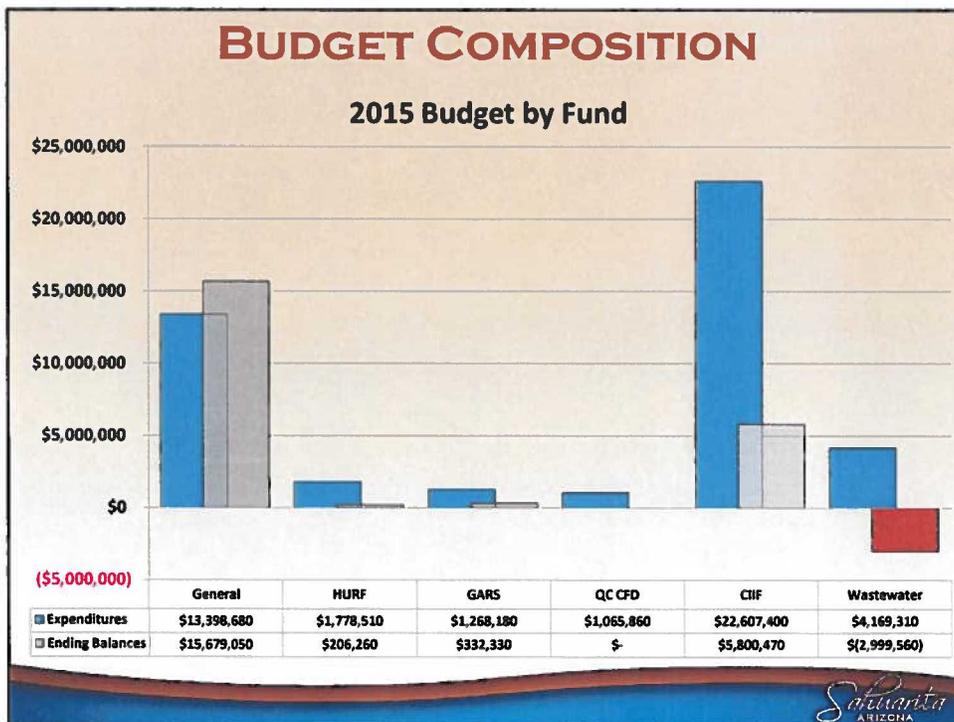
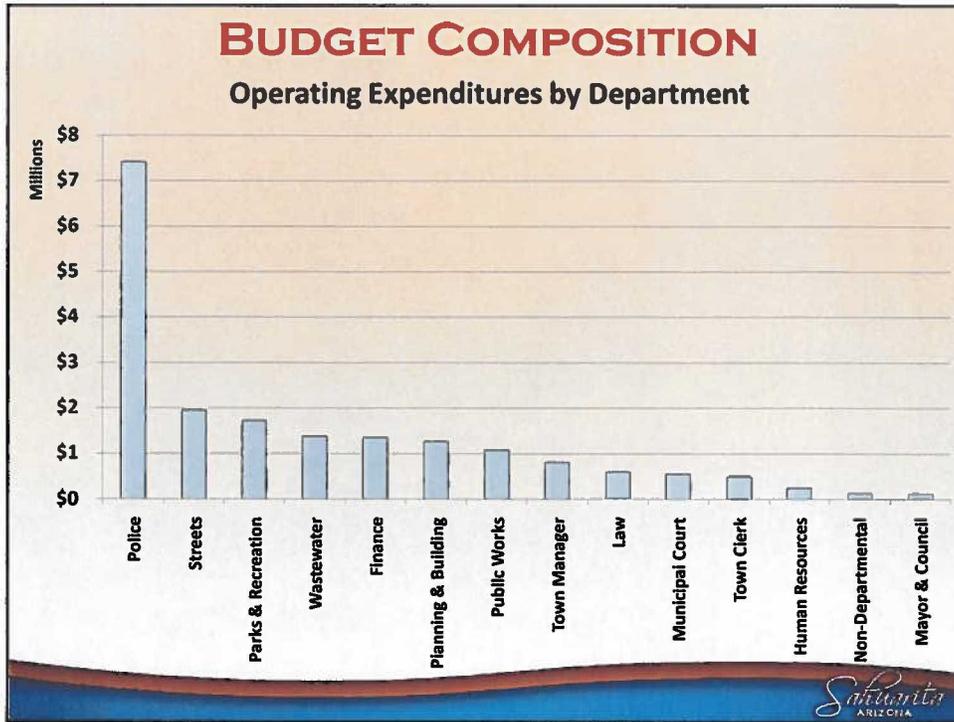
## BUDGET COMPOSITION

Operating Expenditures by Category  
2015 Costs: \$19,083,000



Staffing:  
134.7 FTE

*Sahuarita*  
ARIZONA



## SUMMARY

- Beginning 2015 better than what 2014 budget reflected
- Balanced budget that is sustainable for at least the next five years
- Minor staffing level and positional changes to provide more effective services
- Funding studies to provide more and better direction and guidance for our future
- More funds allocated towards capital, life-cycle replacement and maintenance
- Focus on Strategic Plan



## NEXT STEPS

- Council opportunity to make additional changes
- Adopt tentative budget by resolution
- Advertise:
  - Tentative budget
  - Notice of public hearing for final budget adoption  
--Set for June 23 Council Meeting

Budget details available on the Town's website at [www.ci.sahuarita.az.us](http://www.ci.sahuarita.az.us)

