

**Carson City
Agenda Report**

Date Submitted: March 24, 2014

Agenda Date Request: April 17, 2014

Time Requested: 30 Minutes

To: Board of Supervisors

From: Jim Shirk

Subject Title: For Possible Action: Discussion and possible direction to staff to take the necessary steps to fund the repayment of proposed future revenue bonds for the proposed MAC building project (to be relocated to Mills Park), the Carson City Community Center project, the Downtown, Curry Street and South corridor revitalization projects, all solely from two cents (\$0.02) of the real property tax rate to be reset at \$3.56 (with the City's operating budget constructed at \$3.54), a one percent (1%) increase in the room rental tax, and freezing and redirecting all Redevelopment Authority spending (except to auto dealers and the Redevelopment Authority's operating budget).

Supervisor Shirk's Summary: Alternative means of funding, which can satisfy the corridor revitalizations, build the MAC building without imposing another sales tax increase. Proposed revenue bonds for these projects (not including the Animal Shelter) would solely be repaid from non-sales tax (non-NRS 377B) sources of revenue.

Type of Action Requested: (check one)
 Resolution Ordinance
 Formal Action/Motion Other (Specify)

Does This Action Require A Business Impact Statement: Yes No

Recommended Board Action: I move to direct staff to take the necessary steps to fund the repayment of proposed future revenue bonds for the proposed MAC building project (to be relocated to Mills Park), the Carson City Community Center project, the Downtown, Curry Street and South corridor revitalization projects, all solely from two cents (\$0.02) of the real property tax rate to be reset at \$3.56 (with the City's operating budget constructed at \$3.54), a one percent (1%) increase in the room rental tax, and freezing and redirecting all Redevelopment Authority spending (except to auto dealers and the Redevelopment Authority's operating budget).

Explanation for Recommended Board Action: Alternative means of funding, which can satisfy the corridor revitalizations, build the MAC without imposing another tax increase. That Redevelopment funds shall be allocated to various projects: such as the: Carson City Community Center; Downtown corridor, Curry Street; and South corridor revitalizations, as they were originally intended to be used.

Multi-Purpose Athletic Building better known as the MAC.

Currently we have in place Question 18, the 1996 Quality of Life Initiative, which is to fund open space and recreational facilities. The MAC, definitely falls within those parameters. Presently our annual City budget is being prepared at the real property tax rate of \$3.54 this is \$.02 (two cents) lower than the current rate of \$3.56. For bonding purposes to build the MAC, if we were proceed forward at this reduced rate of preparing our new fiscal budget then we can utilize the two pennies (\$0.02) and dedicated this towards bonding for the construction of the MAC building that would generate roughly \$96,000.00 yearly.

Furthermore with a purpose a 1% increase in room tax collected from lodging, this would increase our bonding ability by another \$125,000.00 yearly.

The MAC building shall be built at Mills Parks, with an allocation of \$500,000 of bonding capability to the Boys and Girls Club to build their own attached recreational facility. They would be responsible to raise any additional funds.

Using both methods for bonding capabilities the yearly estimated allocated funds collected, would be roughly \$221,000.00 yearly.

Revitalization of Corridors:

The Redevelopment Authority, annually, collects roughly 1.9 million dollars.

I propose an immediate freeze on the access and usage of any of these funds – except the \$500,000.00 dollars allocated for auto-dealerships; the \$60,000.00 towards the mortgage on the BRIC building; and \$225,000.00 to cover one city staff member’s salary, and office supplies.

I propose that this staff member will work with the Redevelopment Committee, to make recommendations as to how the remaining \$1,000,000.00 dollars in funding will be allocated to obtain bonding for: Carson City Community Center; Downtown; Curry Street: South corridor revitalizations.

Applicable Statute, Code, Policy, Rule or Regulation: CCMC chapter 4.08 (Room Rental Tax); NRS 377B.100

Fiscal Impact: N/A

Explanation of Impact: N/A

Funding Source: N/A

Alternatives: N/A

Supporting Material: N/A

Prepared By: Jim Shirk (*Subject Title/Staff Summary edited by Randy Munn*)

Reviewed By:

_____ (Department Head)

Marema A. Woods
_____ (City Manager)

[Signature]
_____ (District Attorney)

[Signature]
_____ (Finance Director)

Date: _____

Date: 4/8/14

Date: 4/8/14

Date: 4/8/14

Board Action Taken:

Motion: _____

1) _____

2) _____

Aye/Nay

(Vote Recorded By)