



STAFF REPORT

Report To: Board of Supervisors

Meeting Date: November 1, 2018

Staff Contact: Nancy Paulson, City Manager

Agenda Title: For Possible Action: To adopt an amended Plan of Expenditure for the V & T Railroad Sales Tax authorizing the City to expend any sales tax accumulated to date and remaining each fiscal year, after sufficient sales tax has been set aside to pay debt service on bonds secured by the tax, on certain street and highway preservation and rehabilitation projects. (Nancy Paulson, npaulson@carson.org)

Staff Summary: The current plan approved by the Board of Supervisors on September 1, 2005, to finance a portion of the cost of reconstructing the Virginia & Truckee Railroad from Virginia City to Carson City, Nevada authorizes the City to expend the revenue derived from the sales tax for debt service on the City's V & T Historical Refunding Bonds. The proposed amendment authorizes the City to expend any sales tax accumulated to date and remaining each fiscal year, after sufficient sales tax has been set aside to pay debt service on the bonds, on certain street and highway preservation and rehabilitation projects described in the amendment, pursuant to NRS 377B.100(7).

Agenda Action: Formal Action/Motion

Time Requested: 5 minutes

Proposed Motion

I move to adopt an amended Plan of Expenditure for the V & T Railroad Sales Tax authorizing the City to expend any sales tax accumulated to date and remaining each fiscal year, after sufficient sales tax has been set aside to pay debt service on bonds secured by the tax, on certain street and highway preservation and rehabilitation projects.

Board's Strategic Goal

Sustainable Infrastructure

Previous Action

9/1/2005 - The Board of Supervisors approved a Plan of Expenditure for the proceeds of a one-eighth of one percent (0.125%) sales tax to finance a portion of the cost of reconstructing the Virginia & Truckee Railroad from Virginia City to Carson City, Nevada pursuant to NRS 377B .

Background/Issues & Analysis

The City's V & T Historical Refunding Bonds, Series 2014E, that are secured by the one-eighth of one percent (0.125%) sales tax revenue, mature on December 1, 2025. Over the last several years, sales tax revenues have begun to exceed the annual debt service requirements resulting in an accumulation of fund balance in the V & T Special Infrastructure Fund. Ending fund balance is estimated to be a little more than \$1.3 million at the end of Fiscal Year 2019. The proposed plan amendment will allow the City to use \$754,000 of the accumulated balance for the Roop Street Rehabilitation and East Clearview Drive Preservation Projects.

In addition to the accumulated fund balance in the V & T Special Infrastructure Fund, the annual sales tax revenues are currently exceeding the annual required debt service by approximately \$391,000. The proposed plan amendment will allow the City to use up to \$350,000 annually for street and highway preservation and rehabilitation projects in accordance with the City's Pavement Management Plan.

Applicable Statute, Code, Policy, Rule or Regulation

NRS 377B; CCMC 21.06

Financial Information

Is there a fiscal impact? Yes No

If yes, account name/number: Fund 253 - V & T Special Infrastructure Fund

Is it currently budgeted? Yes No

Explanation of Fiscal Impact: Upon approval of the amended plan of expenditure, the street and highway preservation and rehabilitation projects will be added to the FY 2020 Budget and any future budgets as necessary.

Alternatives

Do not adopt the amended Plan of Expenditure.

Board Action Taken:

Motion: _____

- 1) _____
- 2) _____

Aye/Nay

(Vote Recorded By)