

**CTTNFLWR CFD RES 17-059**

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE COTTONFLOWER COMMUNITY FACILITIES DISTRICT (CITY OF GOODYEAR, ARIZONA) APPROVING THE FINAL BUDGET OF THE DISTRICT FOR THE FISCAL YEAR BEGINNING JULY 1, 2017 AND ENDING JUNE 30, 2018.

WHEREAS, on May 22, 2017, the Board of Directors (the "District Board") of the Cottonflower Community Facilities District (City of Goodyear, Arizona) (the "District") met and adopted the proposed budget for the District; and

WHEREAS, the District Board intends to adopt the fiscal year 2017-2018 Final Budget (the "District Budget"); and

WHEREAS, in the District Budget, the District Board has filed with the District Clerk the annual statements of the costs and expenditures of the District, including the amount of taxes to be raised to pay expenses of the District; and

WHEREAS, publication has been duly made, as required by law, of a notice that the District Board would meet on June 26, 2017, at 5:30 P.M., in the Goodyear Justice Center, at 14455 W. Van Buren Street, Suite B101 (southeast corner of 145<sup>th</sup> Avenue and Van Buren Street), Goodyear, Arizona, for the purposes of conducting a hearing on the District Budget attached hereto as Exhibit A and incorporated by reference herein, and tax levy; and

WHEREAS, in accordance with Title 48, Section 716, Arizona Revised Statutes, and following public notice, the District Board met on June 26, 2017, at which hearing any taxpayer in the District was privileged to appear and be heard in favor or against any of the proposed expenditures or tax levies.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COTTONFLOWER COMMUNITY FACILITIES DISTRICT (CITY OF GOODYEAR, ARIZONA) that the District Budget in the amount of \$426,800 is hereby adopted as the District Budget of the District for fiscal year 2017-2018.

PASSED AND ADOPTED by the Board of Directors of the Cottonflower Community Facilities District (City of Goodyear, Arizona), this 26<sup>th</sup> day of June, 2017.

**COTTONFLOWER COMMUNITY  
FACILITIES DISTRICT (CITY OF  
GOODYEAR, ARIZONA)**

  
\_\_\_\_\_  
Georgia Lord, District Chair

Date: 6-27-17

ATTEST:

Maureen Scott

Maureen Scott, District Clerk

APPROVED AS TO FORM:

Zacarias D. Serna

District Attorney

Attachment: Final Budget

**CERTIFICATION OF RECORDING OFFICER**

STATE OF ARIZONA  
COUNTY OF MARICOPA

I, the undersigned Maureen Scott, being the duly appointed, qualified and acting District Clerk of the Cottonflower Community Facilities District (City of Goodyear, Arizona), Maricopa County, Arizona, certify that the foregoing Resolution No. CTTNFLWR CFD RES 17-059 is a true, correct and accurate copy of Resolution No. CTTNFLWR CFD RES 17-059, passed and adopted at a special meeting of the Board of Directors of the Cottonflower Community Facilities District (City of Goodyear, Arizona) Maricopa County, Arizona, held on the 26<sup>th</sup> day of June 2017, at which a quorum was present and, by a 70 vote, 7 voted in favor of said resolution.

Given under my hand this 26<sup>th</sup> day of June, 2017.

Maureen Scott

District Clerk

**EXHIBIT A**

Final Budget for  
Cottonflower Community Facilities District  
(City of Goodyear, Arizona)  
Fiscal Year 2017-2018 Annual Budget

**Cottonflower Community Facilities District  
(City of Goodyear, Arizona)  
2017-2018 Annual Budget**

	<b>BUDGET FY 16-17</b>	<b>BUDGET FY 17-18</b>
<b><u>REVENUES</u></b>		
Property Tax - General (Operating)	25,731	27,000
Property Tax- LVP (Debt Service)	235,746	204,400
Interest on Investments	-	300
Miscellaneous	-	-
<b>Total Revenues</b>	<b>261,477</b>	<b>231,700</b>
<b><u>EXPENDITURES</u></b>		
General Operations	28,080	35,000
Debt Service	435,619	391,800
Capital Improvements	-	-
<b>Total Expenditures</b>	<b>463,699</b>	<b>426,800</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(202,222)</b>	<b>(195,100)</b>
<b><u>Other Financing Sources (Uses)</u></b>		
General Obligation Bonds	-	-
Special Assessment Bonds	-	-
<b>Total Other Financing Sources</b>	<b>-</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>	<b>(202,222)</b>	<b>(195,100)</b>
<b>BEGINNING FUND BALANCE</b>	<b>235,378</b>	<b>225,000</b>
<b>ENDING FUND BALANCE</b>	<b>33,156</b>	<b>29,900</b>

<b>Original Issue Amount</b>	<b>\$2,170,000</b>			
<b>Issuer</b>	<b>Cottonflower Community Facilities District</b>			
<b>Issue Description</b>	<b>Refunding General Obligation Bonds, Series 2017 (Bank Loan)</b>			
<b>Underlying Ratings (M/SP/F)</b>	<b>Not Rated</b>			
<b>Insurance Company</b>	<b>None</b>			
<b>Dated Date</b>	<b>February 8, 2017</b>			
<b>Principal Month</b>	<b>July</b>			
<b>Interest Payments</b>	<b>January</b>	<b>&amp;</b>	<b>July</b>	
<b>Base CUSIP</b>	<b>N/A</b>			
<b>Redeemable</b>	<b>No</b>			
<b>Redemption Date</b>				
<b>Redemption on or after</b>				
<b>Redemption Price</b>				
<b>Year</b>	<b>Principal</b>	<b>Coupon</b>	<b>Interest</b>	<b>Combined DS</b>
<b>2017</b>	145,000	2.920%	27,634	172,634
<b>2018</b>	160,000	2.920%	59,130	219,130
<b>2019</b>	165,000	2.920%	54,458	219,458
<b>2020</b>	170,000	2.920%	49,640	219,640
<b>2021</b>	175,000	2.920%	44,676	219,676
<b>2022</b>	175,000	2.920%	39,566	214,566
<b>2023</b>	180,000	2.920%	34,456	214,456
<b>2024</b>	185,000	2.920%	29,200	214,200
<b>2025</b>	195,000	2.920%	23,798	218,798
<b>2026</b>	200,000	2.920%	18,104	218,104
<b>2027</b>	210,000	2.920%	12,264	222,264
<b>2028</b>	210,000	2.920%	6,132	216,132
<b>TOTALS</b>	<b>\$2,170,000</b>		<b>\$399,058</b>	<b>\$2,569,058</b>
<b>Security Purpose</b>	<b>General Obligation Refunding</b>			
	<b>The bonds were issued to refund the outstanding portions of the District General Obligation Bonds, Series 2003 &amp; 2004.</b>			

**Information shown below is shown only for Legal Class 3 (Primary Residential Property)**

	Legal Class (A)	Parcels (A)	Net Assessed Value (A)
CENTERRA CFD	3	384	4,051,511
CORTINA CFD	3	590	6,368,993
COTTONFLOWER CFD	3	543	5,953,250
ESTRELLA MTN RANCH CFD	3	2240	45,736,794
GOODYEAR CF GENERAL #1	3	2221	41,455,463
GOODYEAR CF UTILITIES #1	3	7252	168,662,287
KING RANCH CFD (B)	3	0	-
PALM VALLEY CFD #3	3	1794	40,042,769
WILDFLOWER RANCH CFD #1	3	398	3,128,728
WILDFLOWER RANCH CFD#2	3	359	2,918,706

(A) Source: 2017 February State Abstract Report <http://mcassessor.maricopa.gov/reports-data->

(B) Currently King Ranch does not have any residential properties

Average Net Assessed Value	Projected Combined CFD Property Tax Rates	Estimated Property Tax Levy Based on Average Net Assessed Value
105,508.10	2.6732	282.04
107,949.03	1.8886	203.87
109,636.28	2.5697	281.73
204,182.12	1.3000	265.44
186,652.24	0.9636	179.86
232,573.48	1.1500	267.46
-	0.3000	-
223,203.84	0.8860	197.76
78,611.26	2.8892	227.12
81,301.00	3.0453	247.59

sales/reports/

AGENDA ITEM #: 6.4  
DATE: June 26, 2017  
COAC #: CTTNFLWR CFD  
17-535

**CITY OF GOODYEAR  
CFD BOARD ACTION FORM**

**SUBJECT: Conduct a Public Hearing and adopt resolution CTTNFLWR CFD RES 17-059 for Fiscal Year 2017-2018 Final Budget.**

**STAFF PRESENTER:** Doug Sandstrom,  
District Treasurer

**CASE NUMBER:** None

**OTHER PRESENTER:** None

**PROPOSED ACTION:**

1. The District Board will conduct a Public Hearing to receive comments regarding any of the final expenditures and tax levy in the Cottonflower Community Facilities District (CTTNFLWR CFD) (City of Goodyear, Arizona) (the "District") for the Fiscal Year beginning July 1, 2017 and ending June 30, 2018.

- a. Open Public Hearing
- b. Staff presentation
- c. Receive public comments
- d. Close Public Hearing

2. The District Board will consider resolution CTTNFLWR CFD RES 17-059 approving the final budget of the District for the Fiscal Year beginning July 1, 2017 and ending June 30, 2018 (Doug Sandstrom, District Treasurer).

**BACKGROUND AND PREVIOUS ACTIONS:**

The District Board is required to adopt a final budget for the District for Fiscal Year 2017-2018.

The District is generally located between Citrus Road, Yuma Road, Lower Buckeye Road and Cotton Lane.

The tentative budget for Fiscal Year 2017-2018 was presented to the District Board on May 22, 2017. It was approved by resolution CTTNFLWR CFD RES 17-058. The final budget for Fiscal Year 2017-2018 is exactly the same as the approved tentative budget for Fiscal Year 2017-2018.

**STAFF ANALYSIS:**

The Finance staff has reviewed the final budget for the District and finds that it is in compliance with state law and city policies. They are in support of the proposed action.



**FISCAL ANALYSIS:**

The combined property tax is collected and used for operations and maintenance in Fiscal Year 2017-2018 and debt service payments in Calendar Year 2018. For Fiscal Year 2017-2018 the combined property tax levy will be \$231,400. The approximate combined property tax rate projected using the preliminary net assessed limited property valuation information from February 2017 is \$2.5697 per \$100 of assessed valuation. However, the actual rate may vary from this estimate based upon the final net assessed limited property valuation of the District which will be certified in August 2017.

Of the combined property tax rate, (i) \$2.2697 per \$100 of assessed valuation is used to pay the general obligation bond debt service payments and (ii) \$0.30 per \$100 of assessed valuation is used for operations and maintenance for the District. The target combined tax rate for the District is \$3.00 per \$100 of assessed valuation or less, however the District is legally obligated to levy the amount necessary to service existing general obligation debt.

The total proposed Fiscal Year 2017-2018 final budget is \$426,800.

**RECOMMENDATION:**

Following the Public Hearing for the final budget and the tax levy on June 26, 2017, adopt the final budget for the Cottonflower Community Facilities District (CTTNFLWR CFD) Fiscal Year 2017-2018.

**ATTACHMENTS:**

1. CTTNFLWR CFD RES 17-059
2. Exhibit A: 2017-2018 Annual Budget
3. Cottonflower CFD Outstanding Debt
4. 2017 Average residential assessed value