

## SCOTTSDALE MOUNTAIN COMMUNITY FACILITIES DISTRICT

### ACTION REPORT:

**TO:** Chairman and Board Members  
**FROM:** City Treasurer Office  
**SUBJECT:** ADOPT Resolution No. 70 Approving Proposed Budget and Ordering Hearing, and Resolution No. 71 Adopting FY 2021/22 Budget for District

**DATE:** 6/08/21

**AGENDA ITEM NO.:** 01

**STAFF:** Gina Kirklin (x25006)

### ACTION

- ADOPT Resolution No. 70, approving the proposed District budget for FY 2021/22 and ordering a hearing,
- CALL FOR PUBLIC TESTIMONY on the District budget, and
- ADOPT Resolution No. 71, adopting the District budget for FY 2021/22

### BACKGROUND

The Scottsdale Mountain Community Facilities District (District) was formed in 1993 to facilitate the financing, acquisition and construction of public infrastructure within the District. To date, \$5,450,000 of tax-exempt bonds were issued and are now paid in full. The District will exist until the earlier of five years with no activity (excluding administrative costs) or dissolution by the voters of the district.

The District was responsible for the installation of infrastructure, which benefits existing and future residents of the District and the City. The District has paid all debt service requirements on the bonds and therefore a tax assessment is no longer necessary.

The FY 2021/22 proposed budget (see Exhibit A of Attachment #1) has been prepared pursuant to the requirements of the Arizona Revised Statutes. The District considers anticipated administrative costs and uncollectable accounts, and may reduce cash balances as needed to comply with Arizona Revised Statutes § 35-458(A). The first Resolution calls for approval of the proposed budget and a public hearing on the proposed budget and the second Resolution adopts the budget subsequent to the hearing (see Exhibit B of Attachment #2).

### FISCAL IMPACT

The District has satisfied all debt service requirements and will no longer levy taxes from the District property owners. The proposed budget is for the District's ongoing administration expenses until dissolution of the District.



Gina Kirklin  
Report Author



Dave Lipinski  
District Manager

- Attachments:
1. Resolution No. 70
    - Exhibit A - Proposed Budget FY 2021/22
    - Exhibit B - Notice of Hearing
  2. Resolution No. 71
    - Exhibit A - Notice of Hearing
    - Exhibit B - Adopted Budget FY 2021/22
    - Map of District

**ACTION TAKEN:** \_\_\_\_\_

*DRAFT*

**MINUTES  
DISTRICT BOARD  
SCOTTSDALE MOUNTAIN  
COMMUNITY FACILITIES DISTRICT  
TUESDAY, JUNE 16, 2020**

**1. CALL TO ORDER**

Chairman W. J. "Jim" Lane called to order a meeting of the District Board of the Scottsdale Mountain Community Facilities District at 6:27 P.M. on Tuesday, June 16, 2020, in the City Hall Kiva.

Present: W. J. "Jim" Lane, Chairman  
Board Members Suzanne Klapp, Virginia L. Korte, Kathleen S. Littlefield,  
Linda Milhaven, Guy Phillips, and Solange Whitehead

Also Present: District Clerk Carolyn Jagger  
Community Facilities District Treasurer Jeff Nichols  
City Manager Jim Thompson  
City Attorney Sherry Scott  
City Auditor Sharron Walker

**2. APPROVAL OF MINUTES OF TUESDAY, JUNE 11, 2019**

Board Member Klapp made a motion to approve the minutes of Tuesday, June 11, 2019. Board Member Korte seconded the motion, which carried 7/0, with Board Chair Lane and Board Members Klapp, Korte, Littlefield, Milhaven, Phillips, and Whitehead voting in the affirmative.

**3. ADOPT RESOLUTION NO. 68, WHICH SETS OUT PROPOSED BUDGET AND CALLS FOR PUBLIC HEARING**

Board Member Klapp made a motion to adopt Resolution No. 68. Board Member Phillips seconded the motion, which carried 7/0, with Board Chair Lane and Board Members Klapp, Korte, Littlefield, Milhaven, Phillips, and Whitehead voting in the affirmative.

**4. CALL FOR PUBLIC COMMENTS ON THE BUDGET**

No public comments were received.

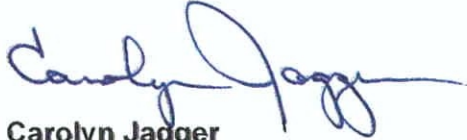
**5. ADOPT RESOLUTION NO. 69. WHICH APPROVES THE BUDGET**

Board Member Klapp made a motion to adopt Resolution No. 69. Board Member Phillips seconded the motion, which carried 7/0, with Board Chair Lane and Board Members Klapp, Korte, Littlefield, Milhaven, Phillips, and Whitehead voting in the affirmative.

**6. ADJOURNMENT**

With no further business to discuss, Chairman Lane adjourned the meeting at 6:28 P.M.

**SUBMITTED BY:**

A handwritten signature in blue ink, appearing to read "Carolyn Jagger", written over a horizontal line.

**Carolyn Jagger  
District Clerk**

Officially approved by the District Board on \_\_\_\_\_

## **CERTIFICATE**

I hereby certify that the foregoing Minutes are a true and correct copy of the Minutes of the District Board of the Scottsdale Mountain Community Facilities District of Scottsdale, Arizona held on the 16<sup>th</sup> day of June 2020.

I further certify that the meeting was duly called and held, and that a quorum was present.

**DATED** this \_\_\_\_ day of June 2021.

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**District Clerk**

SCOTTSDALE MOUNTAIN COMMUNITY FACILITIES DISTRICT  
OF SCOTTSDALE, ARIZONA

RESOLUTION No. 70

A RESOLUTION OF THE DISTRICT BOARD OF THE  
SCOTTSDALE MOUNTAIN COMMUNITY FACILITIES DISTRICT  
OF SCOTTSDALE, ARIZONA APPROVING A PROPOSED  
DISTRICT BUDGET FOR FY 2021/22 AND ORDERING A  
HEARING ON SUCH BUDGET AS APPROVED

WHEREAS, pursuant to Section 48-716 of the Arizona Revised Statutes, the Treasurer of the Scottsdale Mountain Community Facilities District of Scottsdale, Arizona (the "District") prepared and submitted to the Board of Directors of the District (the "District Board") for approval a proposed District budget for FY 2021/22 (the "Proposed Budget"); and

WHEREAS, the Proposed Budget sets forth the annual statements and estimates of the operation expenses for FY 2021/22, as required by Section 48-723(C) of the Arizona Revised Statutes; and

WHEREAS, pursuant to Section 48-723(C) of the Arizona Revised Statutes, the District Board filed the Proposed Budget with the City Clerk of the City of Scottsdale, Arizona, who serves as the clerk of the District, prior to May 26, 2021,

NOW, THEREFORE, BE IT RESOLVED by the District Board of the Scottsdale Mountain Community Facilities District of Scottsdale, Arizona as follows:

1. *Approval of Proposed Budget.* The Proposed Budget submitted to the District Board and attached as Exhibit A hereto is hereby approved and a hearing on the Proposed Budget is hereby ordered as required by law.

2. *Notice of Hearing.* Publication of the notice of the public hearing on the Proposed Budget in the form attached hereto as Exhibit B, which was published in accordance with the provisions of Section 48-716 of the Arizona Revised Statutes is hereby ratified, approved and adopted.

3. *Effective Date.* This resolution is effective immediately.

PASSED by the District Board of the Scottsdale Mountain Community Facilities District of Scottsdale, Arizona this 8th day of June, 2021.

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Chairman, District Board  
Scottsdale Mountain Community Facilities  
District of Scottsdale, Arizona

ATTEST:

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Ben Lane, District Clerk  
Scottsdale Mountain Community Facilities  
District of Scottsdale, Arizona

APPROVED AS TO FORM:

By   
Zachary D. Sakas, Bond Counsel  
Sherman & Howard L.L.C.

ATTACHMENTS:

Exhibit A — Proposed Budget FY 2021/22  
Exhibit B — Notice of Hearing

**EXHIBIT A**

**SCOTTSDALE MOUNTAIN COMMUNITY FACILITIES DISTRICT  
OF SCOTTSDALE, ARIZONA**

**PROPOSED BUDGET FY 2021/22**

<b>BEGINNING FUNDS AVAILABLE</b>		<b>\$ 25,152</b>
<b>EXPENSES</b>		
Insurance	(5,000)	
Legal Fees	(600)	
Advertising	(400)	
Administrative	(2,350)	
Estimated Closing Costs*	<u>(16,802)</u>	
Total Expenses		<b>( <u>25,152</u> )</b>
<b>ENDING FUNDS AVAILABLE</b>		<b>\$ <u>0</u></b>

\*Estimated closing costs include costs associated with maintaining the District until it closes at the earlier of five years with no activity (excluding administrative costs) or dissolution by the voters of the District.



## **EXHIBIT B**

### **SCOTTSDALE MOUNTAIN COMMUNITY FACILITIES DISTRICT OF SCOTTSDALE, ARIZONA**

#### **NOTICE OF HEARING**

#### **REQUIRED BY A.R.S. §§48-716 AND 48-723(C) ON THE PROPOSED BUDGET FOR FY 2021/22 OF SCOTTSDALE MOUNTAIN COMMUNITY FACILITIES DISTRICT OF SCOTTSDALE, ARIZONA**

Pursuant to Sections 48-716 and 48-723(C), Arizona Revised Statutes, notice is hereby given that a public hearing on the Proposed Budget of the Scottsdale Mountain Community Facilities District of Scottsdale, Arizona for FY 2021/22 will be held by the District Board on June 8, 2021, at approximately 5:00 p.m. or immediately following the regular meeting of the Scottsdale City Council in the City of Scottsdale City Hall Kiva,\* located at 3939 N. Drinkwater Blvd., Scottsdale, Arizona. A copy of the Proposed Budget is on file with the Clerk of the City of Scottsdale, Arizona/District Clerk of Scottsdale Mountain Community Facilities District of Scottsdale, Arizona, at the City Hall of the City of Scottsdale, Arizona, 3939 N. Drinkwater Blvd., Scottsdale, Arizona 85251, telephone number (480) 312-2412. This notice also constitutes notice of the filing of the estimate as required by Section 48-723(C), of the Arizona Revised Statutes.

\*Please note that due to the ongoing COVID-19 pandemic, Scottsdale City Council meetings may be held virtually with access by the public limited to virtual attendance through electronic means. Meetings are broadcast electronically through Cox Cable Channel 11 and streamed online at [ScottsdaleAZ.gov](https://www.scottsdaleaz.gov) (search "live stream"). Please check the City Council website at <https://www.scottsdaleaz.gov/council/meeting-information/agendas-minutes> for the specific agenda for this meeting and the latest updates regarding meetings and the opportunity for public participation and comment at this meeting.

DATED this 18th day of May, 2021.

/s/ District Manager  
District Manager  
Scottsdale Mountain Community Facilities  
District of Scottsdale, Arizona



SCOTTSDALE MOUNTAIN COMMUNITY FACILITIES DISTRICT  
OF SCOTTSDALE, ARIZONA

RESOLUTION No. 71

A RESOLUTION OF THE DISTRICT BOARD OF THE SCOTTSDALE  
MOUNTAIN COMMUNITY FACILITIES DISTRICT OF SCOTTSDALE,  
ARIZONA ADOPTING A DISTRICT BUDGET FOR FY 2021/22

WHEREAS, pursuant to Section 48-716 of the Arizona Revised Statutes, the Treasurer of the Scottsdale Mountain Community Facilities District of Scottsdale, Arizona (the "District") prepared and submitted to the Board of Directors of the District (the "District Board") for approval a proposed District budget for FY 2021/22 (the "Proposed Budget"); and

WHEREAS, the Proposed Budget sets forth the annual statements and estimates of the operating expenses of the District for FY 2021/22, as required by Section 48-723(C) of the Arizona Revised Statutes; and

WHEREAS, on June 8, 2021, the District Board adopted Resolution No. 70, approving the Proposed Budget and ordering a hearing on the Proposed Budget as required by law; and

WHEREAS, as required by Sections 48-716 and 48-723(C) of the Arizona Revised Statutes, notice of the public hearing on the Proposed Budget and of the filing of the estimate, in the form attached hereto as Exhibit A, was published not less than ten days prior to the date hereof in a newspaper of general circulation in the District and was mailed to the City Clerk of the City of Scottsdale, Arizona; and

WHEREAS, a public hearing was held on the date hereof,

NOW, THEREFORE, BE IT RESOLVED by the District Board of the Scottsdale Mountain Community Facilities District of Scottsdale, Arizona as follows:

1. *Adoption of Proposed Budget.* The Proposed Budget in the form attached hereto as Exhibit B is hereby approved and adopted as the final District budget for FY 2021/22.
2. *Effective Date.* This Resolution is effective immediately.

PASSED by the District Board of the Scottsdale Mountain Community Facilities District of Scottsdale, Arizona this 8th day of June, 2021.

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Chairman, District Board  
Scottsdale Mountain Community Facilities  
District of Scottsdale, Arizona

ATTEST:

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Ben Lane, District Clerk  
Scottsdale Mountain Community Facilities  
District of Scottsdale, Arizona

APPROVED AS TO FORM:

By Zachary D. Sakas  
Zachary D. Sakas, Bond Counsel  
Sherman & Howard L.L.C.

ATTACHMENTS:

Exhibit A — Notice of Hearing  
Exhibit B — Adopted Budget FY 2021/22

## **EXHIBIT A**

### **SCOTTSDALE MOUNTAIN COMMUNITY FACILITIES DISTRICT OF SCOTTSDALE, ARIZONA**

#### **NOTICE OF HEARING**

**REQUIRED BY A.R.S. §§48-716 AND 48-723(C)  
ON THE PROPOSED BUDGET FOR FY 2021/22**

**OF**

**SCOTTSDALE MOUNTAIN COMMUNITY FACILITIES DISTRICT  
OF SCOTTSDALE, ARIZONA**

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DATED this 18th day of May, 2021.

/s/ District Manager  
District Manager  
Scottsdale Mountain Community Facilities  
District of Scottsdale, Arizona

## **EXHIBIT B**

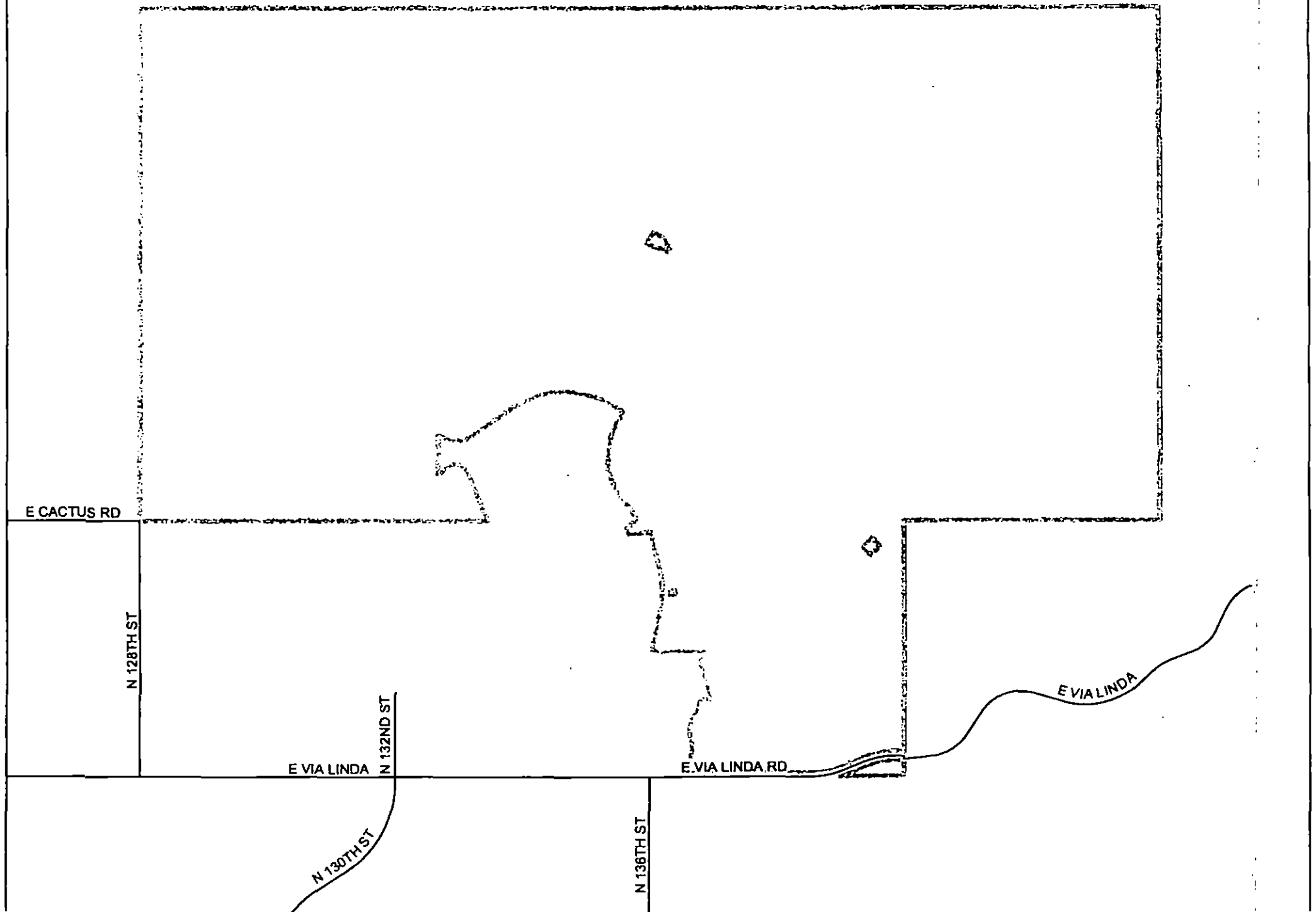
### **SCOTTSDALE MOUNTAIN COMMUNITY FACILITIES DISTRICT OF SCOTTSDALE, ARIZONA**

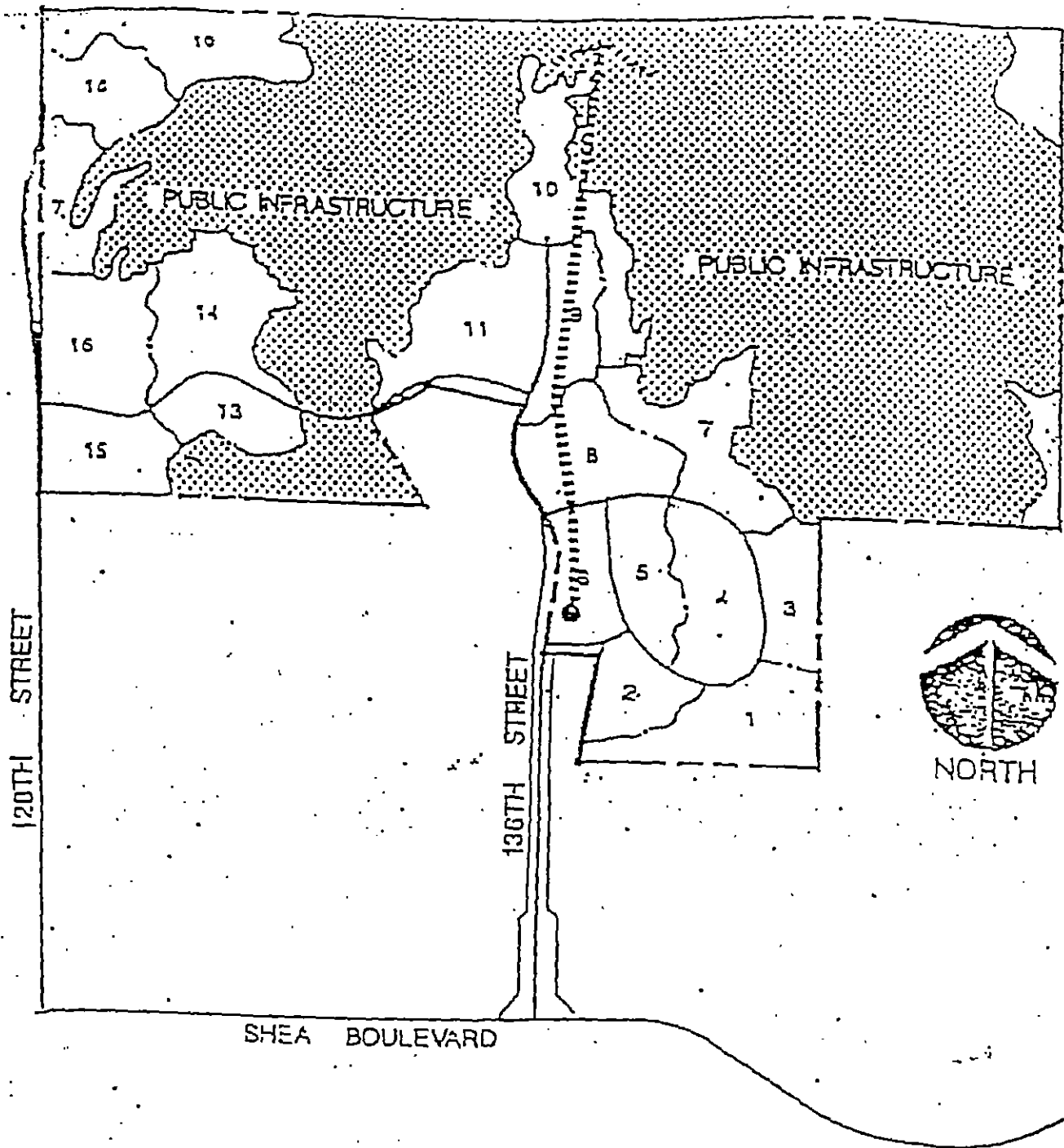
#### **ADOPTED BUDGET FY 2021/22**

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# SCOTTSDALE MOUNTAIN CFD





SCOTTSDALE

MOUNTAIN

COMMUNITY FACILITIES DISTRICT

 - PUBLIC INFRASTRUCTURE

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 RECREATION TRAIL