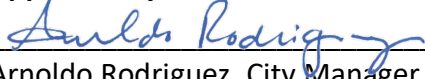


REPORT TO CITY COUNCIL

Approved by:



Arnaldo Rodriguez, City Manager

Council Meeting of: March 4, 2020

Agenda Number: E-1

SUBJECT:

Community Facilities District 2006-01 (Kaufman & Broad subdivision) follow-up from City Council Workshop held on June 19, 2019.

RECOMMENDATION:

This report is submitted for informational purposes only and there is no action requested from the City Council (Council).

SUMMARY:

During the regular meeting of the Council on June 19, 2019 a workshop on Community Facility Districts (CFDs) was presented by Chris Boyle, then Planning Manager for the City. During this presentation it was brought to Council's attention that the 2006-1 CFD bond financing package included a provision that provided up to \$250,000 for parks and recreation improvements. A question was raised regarding the status of those funds that staff was not able to respond to at that time. Current Finance Department staff has researched the related accounting entries and confirmed the \$250,000 was both received as a cash donation and expended on park improvements.

DISCUSSION:

During the research that was completed in preparation of the June 2019 CFD workshop, it came to staff's attention that one of the provisions of the 2006-1 CFD Bond Financing Agreement was a \$250,000 donation to the City by the developer to be used for funding parks and recreation improvements. Most of the staff members involved in the bond financing in 2006 are no longer with the City, so this information and the resulting financial transactions were new to current staff. Staff was unable to answer the question of the status of the \$250,000 at the time of the CFD presentation, but committed to researching the question and providing the information to Council. Upon review of accounting records, staff has determined the following:

- The \$250,000 cash donation receipt was processed on December 31, 2006 into the CFD 2006-1 Fund.

- Subsequently, the cash and fund balance were transferred to the Parks Development Fund, where a designated fund balance was established in the amount of \$250,000.
- In the fiscal year ending June 30, 2008, the designation was released and the City expended \$2,576,533 for park improvements, which included expenditure of the \$250,000 donation. The primary funding source for park improvements is Development Impact Fees, as well as other donations, grants and funding from the Redevelopment Agency.

Table 1 provides a summary of some of the park improvement projects completed during Fiscal Year 2007/08.

Table 1: Summary of Parks Improvements in FY 2007/08	
Lions Town & Country Park	\$905,032
Rotary Park	\$824,884
Pan American Park	\$213,453
River Trail	\$312,309
Millview Park (Sunrise Rotary Sports Complex)	\$192,630
Skate Park	\$13,960

FINANCIAL IMPACT:

Informational only.

CONSISTENCY WITH THE VISION MADERA 2025 PLAN:

The information contained herein is not addressed by the Vision Madera 2025 plan, nor is the information in conflict with that plan.

ALTERNATIVES:

This report is for informational purposes only.

ATTACHMENTS:

None.