



STAFF REPORT

Report To: Debt Management Commission

Meeting Date: August 22, 2023

Staff Contact: Sheri Russell-Benabou, Chief Financial Officer

Agenda Title: For Possible Action: Discussion and possible action regarding a proposed resolution concerning the submission to the Carson City Debt Management Commission by Carson City, Nevada, of a proposal to issue general obligation park bonds (additionally secured by pledged revenues) in the aggregate principal amount not to exceed \$5,000,000; and approving certain details in connection therewith. (Sheri Russell-Benabou, srussell@carson.org)

Staff Summary: Pursuant to NRS Chapter 350 before the City may issue general obligation bonds, a statement of the City's proposal must be submitted to the Debt Management Commission, which may approve a resolution. The City wishes to issue general obligation park bonds in an amount not to exceed \$5,000,000, in order to acquire, reconstruct, construct, improve, extend and better recreational facilities as set forth in NRS 244A.597. In order to be approved, this resolution requires the affirmative vote of two-thirds of the members of the Debt Management Commission.

Agenda Action: Resolution

Proposed Motion

I move to approve **Resolution 2023-DMC-R-1**

Board's Strategic Goal Sustainable Infrastructure

Previous Action

August 3, 2023 (item 12A) – Board of Supervisors adopted a resolution concerning the financing of park projects, directing the Carson City Clerk-Recorder to notify the Carson City Debt Management Commission of the City's proposal to issue general obligation park bonds additionally secured by pledged revenues, in the aggregate principal amount not to exceed \$5,000,000.

Background/Issues & Analysis

JohnD Winters Centennial Park ("Centennial Park") is located on the north end of Carson City and is host to more than 100,000 participants annually for sports tournaments, adult sports leagues, and special events. The Centennial Park infrastructure is aging and requires capital reinvestment to maximize use, reduce potential safety concerns, and ensure it remains competitive as a venue for tourism related opportunities and an economic benefit for the community.

Proposed improvements may include converting upper fields to artificial turf; installing a landscape buffer for wind mitigation and drainage enhancements; and purchasing maintenance equipment/storage. The Carson City Culture and Tourism Authority ("CTA") supports these improvements because they will increase the playability for year-round field use for sports tournaments and increasing tourism opportunities in Carson City. The project would not only increase opportunities for outdoor recreation, but also reduce overall maintenance and water usage. The proposed project to convert the upper fields will complement other existing projects, already budgeted, intended to rehabilitate and reinvest in this park for the benefit of the community. Current projects include: the Concession/Restroom replacement and tennis complex rehabilitation, funded through the American Rescue Plan Act, Quality of Life Capital Funds and a donation from the Foundation for Carson City Parks and Recreation.

The Centennial Park total project budget is \$5,300,000, of which \$300,000 is available through Quality of Life Capital in the Fiscal Year ("FY") 2024 budget.

This proposed resolution is the second step towards issuing general obligation infrastructure sales tax bonds additionally secured by pledged revenues. If approved by the Debt Management Commission, the following additional steps are required before the proposed bonds may be issued:

- (1) approval of a Resolution of Intent by the Board of Supervisors,
- (2) completion of a 90-day waiting period,
- (3) holding of a public hearing by the Board of Supervisors on the proposed bonds, and
- (4) adoption of a bond ordinance by the Board of Supervisors. An estimated timeframe of 4 to 6 months is anticipated to complete this authorization process.

The interest rate on the proposed bonds was estimated by the City's municipal advisor, JNA Consulting Group, LLC ("JNA") to be 5%. Based on current market conditions, JNA considers this estimate to be conservative. Prior to the adoption of the bond ordinance mentioned above, an updated estimate will be provided to the Board of Supervisors.

Annual debt service on the bonds will be paid by the CTA, like all debt, the CTA will request a transfer, and the Finance Department will transfer the bond payment from the CTA Custodial Fund to the Carson City Debt Service Fund. The bonds are secured by a pledge on 5 13/16 percent of the 7 percent Citywide tax on gross receipts from the rental of transient lodging imposed pursuant to Section 4.08.080(1) of the Carson City Municipal Code ("CCMC"). The attached affordability analysis compiled by JNA shows the pledged transient lodging tax revenues are sufficient to repay the proposed bonds.

Applicable Statute, Code, Policy, Rule or Regulation

NRS Chapters 244A and 350; CCMC 4.08.080

Financial Information

Is there a fiscal impact? Yes No

If yes, account name/number: Debt Service Fund revenue 4103082-437050, principal and interest payments 4107100-50XXXX.

Is it currently budgeted? Yes No

Explanation of Fiscal Impact: Bond Proceeds and issuance costs would be posted to Quality of Life Fund, Bond Proceeds 2540099-483030; therefore bond issuance costs would be incorporated in the cost of the debt, and remaining amounts will be available for the project. Estimated annual debt service payments of approximately \$405,000 for 21 years. Final amounts of bond proceeds, issuance costs, debt service and capital projects will be added to the Quality of Life Fund and Debt Service budgets through a budget augmentation in FY 2024 once bond numbers are finalized. There is no impact to overlapping debt. The City is within authorized Debt limits.

Alternatives

Do not approve the resolution.

Board Action Taken:

Motion: _____ 1) _____ Aye/Nay _____
 2) _____ _____

(Vote Recorded By)

RESOLUTION NO. 2023-DMC-R-1

A RESOLUTION CONCERNING THE SUBMISSION TO THE CARSON CITY DEBT MANAGEMENT COMMISSION BY CARSON CITY, NEVADA, OF A PROPOSAL TO ISSUE GENERAL OBLIGATION PARK BONDS (ADDITIONALLY SECURED BY PLEDGED REVENUES) IN THE MAXIMUM AGGREGATE PRINCIPAL AMOUNT OF \$5,000,000; CONCERNING ACTION TAKEN THEREON BY THE COMMISSION; AND APPROVING CERTAIN DETAILS IN CONNECTION THEREWITH.

WHEREAS, pursuant to Nevada Revised Statutes (“NRS”) 350.011 through 350.0165, Carson City, Nevada (the “City”) notified the secretary of the Debt Management Commission of Carson City (the “Secretary” and the “Commission,” respectively) of the City’s proposal to issue general obligations and submitted a statement of the City’s proposal in sufficient number of copies for each member of the Commission; and

WHEREAS, the Board of Supervisors of the City (the “Board”) pursuant to NRS 350.020(3) proposes (subject to the approval of the proposal to issue general obligations by the Commission) to adopt and publish a resolution of intent to issue general obligation park bonds (additionally secured by pledged revenues); and

WHEREAS, based on a revenue study presented to the Board, the Board determined that the pledged revenues (consisting of the revenues received by the Carson City Culture and Tourism Authority from 5 and 13/16% of the 7% City-wide tax on gross receipts from the rental of transient lodging imposed pursuant to Section 4.08.080(1) of the Carson City Municipal Code) will at least equal the amount required in each year for the payment of interest and principal on such general obligation park bonds and that no increase in the rate of an ad valorem tax is anticipated to be necessary for the payment of such general obligation park bonds for the term thereof (collectively, the “Findings”); and

WHEREAS, the Board proposes to incur the general obligation park bonds without an election unless a petition signed by the requisite number of registered voters of the City is presented to the Board requiring the Board to submit to the qualified electors of the City for their approval or disapproval, the following proposal:

GENERAL OBLIGATION PARK BONDS (ADDITIONALLY SECURED BY PLEDGED REVENUES) PROPOSAL:

Shall the Board of Supervisors of Carson City, Nevada, be authorized to incur a general obligation indebtedness (additionally secured by pledged revenues) on behalf of the City by the issuance at one time, or from time to time, of the City's general obligation park bonds, in one series or more, in the aggregate principal amount of not exceeding \$5,000,000 for the purpose of acquiring, reconstructing, constructing, improving, extending, and bettering recreational facilities as set forth in NRS 244A.597, including, but not limited to, improvements at the JohnD Winters Centennial Park Complex, such bonds to mature not later than twenty-one (21) years from the date or respective dates of the bonds, payable from general (ad valorem) taxes (except to the extent pledged revenues and other monies are available therefor), and to be issued and sold at, above, or below par at an effective interest rate (including any sale discount) not exceeding the statutory maximum rate, if any, as shall be determined at the time of the sale thereof, and otherwise to be issued in such manner, upon such terms and conditions, with such covenants and agreements, and with such other detail as the Board may determine, including at its option but not necessarily limited to provisions for the redemption of bonds prior to maturity without or with the payment of a premium?

(the "Proposal"); and

WHEREAS, pursuant to NRS 350.0145, the Secretary, with the approval of the Chairman of the Commission, thereupon, within ten days from the receipt of the Proposal, gave notice of a meeting to be held not more than twenty days thereafter, and provided copies of the Proposal to each member of the Commission with the notice of the meeting; and

WHEREAS, the Commission has heard anyone desiring to be heard and has taken other evidence relevant to its approving or disapproving the Proposal and the Findings; and

WHEREAS, the Commission has considered all matters in the premises.

NOW, THEREFORE, BE IT RESOLVED BY THE DEBT MANAGEMENT COMMISSION OF CARSON CITY, NEVADA:

Section 1. This resolution shall be known as the “2023 Carson City Park Bonds DMC Approval Resolution.”

Section 2. The Commission hereby finds that the requirements of NRS 350.013 to 350.015, inclusive, have been met, and therefore the Proposal for the issuance of general obligation park bonds proposed by the City and the Findings are approved.

Section 3. The Commission and the officers thereof hereby are authorized and directed to take all action necessary or appropriate to effectuate the provisions of this resolution.

Section 4. All bylaws, orders, resolutions or parts thereof in conflict with this resolution are hereby repealed. This repealer shall not be construed to revive any bylaw, order, resolution or part thereof heretofore repealed.

Section 5. If any section, paragraph, clause or provision of this resolution shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of the section, paragraph, clause or provision shall not affect any of the remaining provisions of this resolution.

Section 6. This resolution shall become effective and be in force immediately upon its adoption.

ADOPTED BY AN AFFIRMATIVE VOTE OF AT LEAST TWO-THIRDS OF THE MEMBERS OF THE DEBT MANAGEMENT COMMISSION OF CARSON CITY, NEVADA, THIS AUGUST 22, 2023.

Attest:

Chairman
Debt Management Commission

Clerk-Recorder ex officio Secretary
Debt Management Commission

EXHIBIT A

(Attach Copy of Notice of Meeting)

**FINANCIAL INFORMATION PRESENTED
TO THE DEBT MANAGEMENT COMMISSION OF
CARSON CITY, NEVADA**

IN SUPPORT OF THE PROPOSED

\$5,000,000

**Carson City, Nevada
General Obligation (Limited Tax) Park Bonds
(Additionally Secured by Pledged Revenues)**

EXECUTIVE SUMMARY

Carson City, Nevada (the “City”) is proposing to issue up to \$5,000,000 in General Obligation (Limited Tax) Park Bonds (Additionally Secured by Pledged Revenues) (the “Proposed Bonds”). The City has no outstanding general obligation debt paid from property taxes. It has \$136,770,018 of revenue-supported general obligation debt and \$4,731,000 of medium-term general obligation debt outstanding as of August 3, 2023.

The City is proposing to issue \$5,000,000 of revenue supported general obligation debt as described herein. The City will pledge the revenues received by the Carson City Culture and Tourism Authority from 5 and 13/16% of the 7% City-wide tax on gross receipts from the rental of transient lodging imposed pursuant to Section 4.08.080(1) of the Carson City Municipal Code (the “Pledged Revenues”) to the Proposed Bonds. The City does not anticipate that the Proposed Bonds will have an impact on the City’s tax rate. The highest overlapping tax rate within the City for fiscal year 2023-24 is \$3.5700. This document details how the Proposed Bonds fit within the criteria outlined in Nevada Revised Statutes (“NRS”) 350.015.

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THE PROJECT

The City intends to use the proceeds of the Proposed Bonds to defray wholly or in part the cost of acquiring, reconstructing, constructing, improving, extending, and bettering recreational facilities as set forth in NRS 244A.597, including, but not limited to, improvements at the JohnD Winters Centennial Park Complex (the "Project").

CRITERIA FOR CONSIDERATION (NRS 350.015)

NRS 350.015 Criteria for approval or disapproval of certain proposals; requests for information; use of money received from sale of general obligation debt or from special elective tax.

1. In determining whether to approve, conditionally or provisionally approve, or disapprove a proposal to incur debt, to enter an installment-purchase agreement with a term of more than 10 years or to levy a special elective tax, the commission shall not, except as otherwise provided in paragraph (d) and NRS 350.0135, initiate a determination as to whether the proposed debt, installment-purchase agreement or special elective tax is sought to accomplish a public purpose or to satisfy a public need. The commission shall consider, but is not limited to, the following criteria:

(a) If the proposal is to incur debt, the amount of debt outstanding on the part of the municipality proposing to incur the debt.

(b) The effect of the tax levy required for debt service on the proposed debt or to repay an installment-purchase agreement with a term of more than 10 years, or of the proposed levy of a special elective tax, upon the ability of the municipality proposing to incur the general obligation debt, enter the installment-purchase agreement or levy the special elective tax and of other municipalities to raise revenue for operating purposes.

(c) The anticipated need for other incurrences of debt, installment-purchase agreements or levies of special elective taxes by the municipality proposing to incur the debt, enter the installment-purchase agreement or levy the special elective tax and other municipalities whose tax-levying powers overlap, as shown by the county or regional master plan, if any, and by other available information.

(d) If the information set forth in paragraph (b) of subsection 4 of NRS 350.014 indicates that the proposal would result in a combined property tax rate in any of the overlapping entities within the county which exceeds the specified percentage, pursuant to subsection 1 of NRS 350.0155, of the limit provided in NRS 361.453:

(1) The public need to be served by the proceeds from the proposed debt or tax levy in accordance with the priorities established pursuant to subsection 2 of NRS 350.0155; and

(2) A comparison of that public need and other public needs that appear on the statements of current and contemplated general obligation debt and special elective taxes submitted pursuant to paragraphs (a) and (b) of subsection 1 of NRS 350.013 that may affect the combined property tax rate in any of the overlapping entities within the county.

2. The commission may make reasonable requests from a municipality for information relating to the criteria described in paragraphs (a) to (d), inclusive, of subsection 1. A municipality shall use its best efforts to comply with information requests from the commission in a timely manner.

3. If the commission approves the proposal, the amount received from the sale of the general obligation debt or from the special elective tax may be expended only for the purposes described in the proposal.

(Added to NRS by 1967, 1386; A 1977, 539; 1993, 2658; 1995, 770, 1959; 2001, 884, 2309) –
(Substituted in revision for NRS 350.0051)

DEBT LIMITATION AND OUTSTANDING GENERAL OBLIGATION INDEBTEDNESS

NRS 350.015.1(a) If the proposal is to incur debt, the amount of debt outstanding on the part of the municipality proposing to incur the debt.

The City's Charter limits the total principal amount of general obligation debt the City may have outstanding to 15% of the City's total assessed valuation. The City's limit for general obligation debt based on the assessed valuation for fiscal year 2023-24 of \$2,496,342,311 (including the Carson City Redevelopment Agency in the amount of \$163,644,886) is \$374,451,347.

State statute (NRS 244A.655) also limits the principal amount of general obligation debt issued by the City for recreational purposes (which applies to the Proposed Bonds) to 3% of the City's total assessed valuation. The City's limit for fiscal year 2023-24 is \$74,890,269.

The tables on the following pages present the outstanding and proposed indebtedness of the City.

OUTSTANDING GENERAL OBLIGATION DEBT

Carson City, Nevada

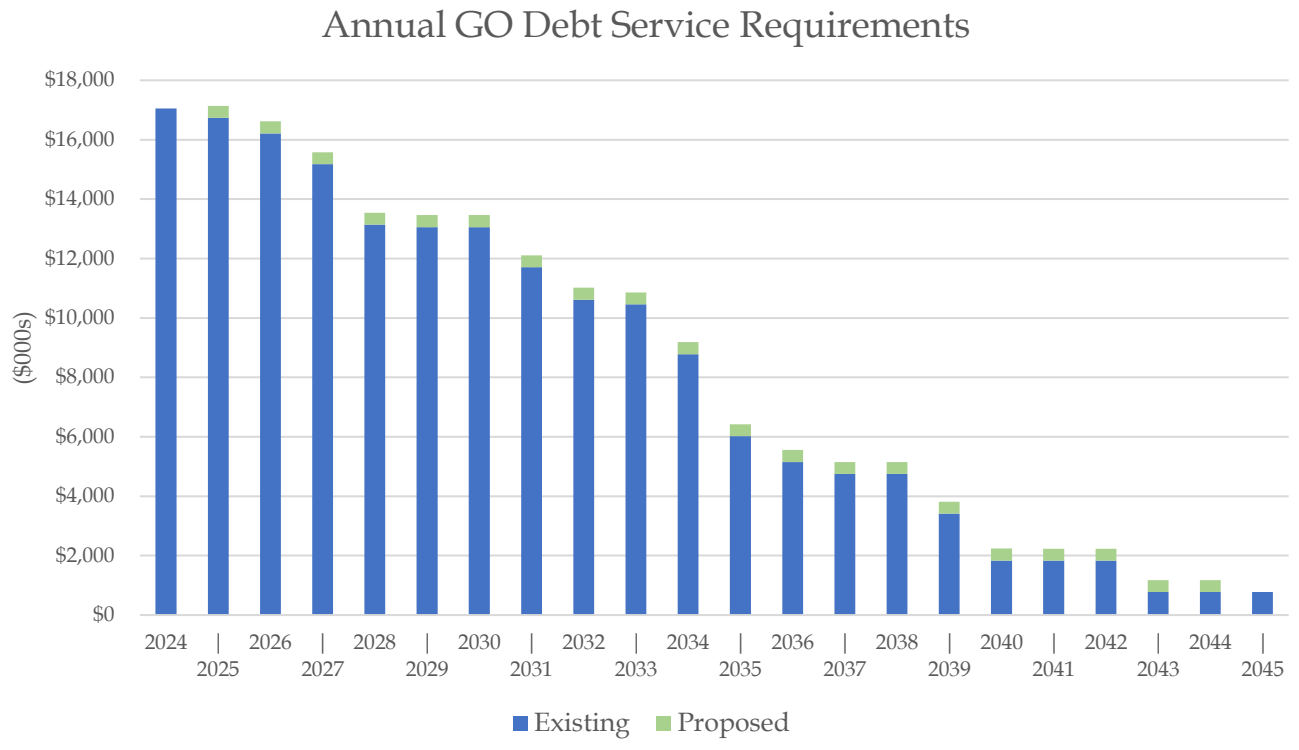
August 4, 2023

	Date Issued	Maturity Date	Original Amount	Amount Outstanding
GENERAL OBLIGATION DEBT¹				
<u>GENERAL OBLIGATION MEDIUM-TERM BONDS</u>				
Various Purpose, Series 2014	06/04/14	06/01/24	\$2,651,000	\$292,000
Various Purpose, Series 2017A	07/06/17	06/01/27	3,840,000	1,376,000
Various Purpose Refunding, Series 2020	06/09/20	11/01/29	7,720,000	<u>3,063,000</u>
SUB-TOTAL				\$4,731,000
<u>SELF-SUPPORTING G.O. BONDS AND NOTES²</u>				
<i>Water Revenue Supported Bonds</i>				
Water, Series 2009	11/13/09	07/01/29	\$3,400,000	\$1,102,703
Water, Series 2010E	10/22/10	07/01/30	21,900,000	10,161,239
Water, Series 2014A	04/02/14	01/01/34	6,000,000	3,937,522
Water, Series 2018B	08/15/18	07/01/38	10,700,000	9,850,000
Water, Series 2019A	01/30/19	11/01/38	7,000,000	7,000,000
Water, Series 2022A	03/09/22	11/01/41	15,365,000	<u>14,405,000</u>
SUB-TOTAL				\$46,456,464
<i>Wastewater & Stormwater Revenue Supported Bonds</i>				
Wastewater, Series 2010F	10/22/10	07/01/30	\$2,748,556	\$1,210,252
Wastewater, Series 2014B	04/02/14	01/01/34	23,787,662	15,985,667
Stormwater, Series 2014B	04/02/14	01/01/34	962,338	646,706
Wastewater, Series 2015A	07/10/15	07/01/35	12,000,000	8,540,929
Wastewater, Series 2015B	08/03/15	11/01/34	6,245,000	4,360,000
Wastewater, Series 2017B	11/07/17	11/01/37	6,000,000	4,950,000
Stormwater, Series 2018A	04/04/18	11/01/37	4,875,000	4,300,000
Wastewater, Series 2022B	03/09/22	11/01/31	1,780,000	<u>1,530,000</u>
SUB-TOTAL				\$41,523,554

	Date Issued	Maturity Date	Original Amount	Amount Outstanding
<i>Other Revenue Supported Bonds</i>				
Capital Improvement Refunding, Series 2013A	05/30/13	05/01/30	\$16,520,000	\$7,045,000
Parks Refunding, Series 2013C	05/30/13	03/01/30	6,555,000	4,080,000
V&T Historical Refunding, Series 2014E	12/17/14	12/01/25	8,400,000	2,900,000
Infrastructure Sales Tax, Series 2014F	12/17/14	09/01/44	13,600,000	11,555,000
Capital Improvement, Series 2015C	08/03/15	05/01/33	15,410,000	9,780,000
Capital Improvement, Series 2022C	03/09/22	05/01/42	8,100,000	7,880,000
Infrastructure Sales Tax, Series 2023	03/01/23	09/01/42	5,550,000	<u>5,550,000</u>
SUB-TOTAL				\$48,790,000
TOTAL GENERAL OBLIGATION DEBT OUTSTANDING				\$141,501,018

- ¹ General obligation bonds secured by the full faith and credit and payable from all legally available funds of the City. The property tax rate available to pay these bonds is limited to the \$3.64 statutory and the \$5.00 constitutional limits, as well as to the City’s maximum operating levy and any legally available tax-overrides.
- ² General obligation bonds and notes additionally secured by pledged revenues; if revenues are insufficient, the City is obligated to pay the difference between such revenues and debt service requirements of the respective obligations. The property tax rate available to pay these bonds is limited to the \$3.64 statutory and the \$5.00 constitutional limits.

SOURCE: The City Finance Department; compiled by JNA Consulting Group, LLC



PROPOSED GENERAL OBLIGATION DEBT
As of August 3, 2023

Proposed Bonds	Issuance Date	Proposed Amount
Park Bonds	03/2024	<u>\$5,000,000</u>
TOTAL		<u>\$5,000,000</u>

SOURCE: The City

As shown in the following table the City has sufficient capacity to issue the Proposed Bonds within its general obligation statutory debt limitation.

STATUTORY DEBT CAPACITY
Carson City, Nevada
August 3, 2023

	15% Debt Limit ¹	3% Debt Limit ²
Carson City Assessed Valuation	\$2,332,697,425	\$2,332,697,425
Carson City Redevelopment Agency Assessed Valuation	<u>163,644,886</u>	<u>163,644,886</u>
Total Assessed Valuation	\$2,496,342,311	\$2,496,342,311
Statutory Debt Limitation	\$374,451,347	\$74,890,269
Outstanding General Obligation Indebtedness	(\$141,501,018)	\$0
Plus: Proposed Bonds	<u>(5,000,000)</u>	<u>(5,000,000)</u>
Outstanding and Proposed General Obligation Indebtedness	(\$146,501,018)	(\$5,000,000)
Additional Statutory Debt Limitation	\$227,950,329	\$69,890,269

¹ Carson City Charter, Section 7.010(1).

² Applies to general obligation bonds issued pursuant to NRS 244A.597 to 244A.655, inclusive.

SOURCE: State of Nevada Department of Taxation and the City; compiled by JNA Consulting Group, LLC

PROPOSED BOND AFFORDABILITY

NRS 350.015.1(b) The effect of the tax levy required for debt service on the proposed debt or to repay an installment-purchase agreement with a term of more than 10 years, or of the proposed levy of a special elective tax, upon the ability of the municipality proposing to incur the general obligation debt, enter the installment-purchase agreement or levy the special elective tax and of other municipalities to raise revenue for operating purposes.

The City will pay the Proposed Bonds with the Pledged Revenues, which consist of the revenues received by the Carson City Culture and Tourism Authority from 5 and 13/16% of the 7% City-wide tax on gross receipts from the rental of transient lodging imposed pursuant to Section 4.08.080(1) of the Carson City Municipal Code. The City anticipates that the Pledged Revenues will be sufficient to repay the Proposed Bonds and that the issuance of the Proposed Bonds should not have an impact on the overlapping tax rate within the City.

The tables on the following pages demonstrate the City’s ability to repay the Proposed Bonds with the Pledged Revenues.

PRO-FORMA ROOM TAX DEBT SERVICE REQUIREMENTS
August 3, 2023

Fiscal Year Ending June 30	Proposed Bonds		
	Principal	Interest ¹	Total
2025	\$150,000	\$250,000	\$400,000
2026	160,000	242,500	402,500
2027	165,000	234,500	399,500
2028	175,000	226,250	401,250
2029	185,000	217,500	402,500
2030	195,000	208,250	403,250
2031	200,000	198,500	398,500
2032	215,000	188,500	403,500
2033	225,000	177,750	402,750
2034	235,000	166,500	401,500
2035	245,000	154,750	399,750
2036	260,000	142,500	402,500
2037	270,000	129,500	399,500
2038	285,000	116,000	401,000
2039	300,000	101,750	401,750
2040	315,000	86,750	401,750
2041	330,000	71,000	401,000
2042	345,000	54,500	399,500
2043	365,000	37,250	402,250
2044	380,000	19,000	399,000
TOTAL	\$5,000,000	\$3,023,250	\$8,023,250

¹ Interest rate estimated at 5.0%.

SOURCE: The City; compiled by JNA Consulting Group, LLC

PLEDGED REVENUE AND SUFFICIENCY OF ROOM TAX
Carson City, Nevada

	Fiscal Year				
	2020 (Audited)	2021 (Audited)	2022 (Audited)	2023 (Estimated)	2024 (Budgeted)
PLEDGED REVENUES	\$945,297	\$1,119,183	\$1,463,504	\$1,672,412	\$1,622,615
Total Debt Service ¹	\$403,500	\$403,500	\$403,500	\$403,500	\$403,500
EXCESS/(DEFICIENCY)	\$541,797	\$715,683	\$1,060,004	\$1,268,912	\$1,219,115

¹ Represents maximum annual debt service occurring in Fiscal Year 2043.

SOURCE: Carson City Finance Department; Carson City Culture and Tourism Authority; compiled by JNA Consulting Group, LLC

EFFECTS ON OTHER LOCAL GOVERNMENTS

NRS 350.015.1(c) The anticipated need for other incurrences of debt, installment-purchase agreements or levies of special elective taxes by the municipality proposing to incur the debt, enter the installment-purchase agreement or levy the special elective tax and other municipalities whose tax-levying powers overlap, as shown by the county or regional master plan, if any, and by other available information.

The City anticipates the Pledged Revenues will be sufficient to pay the principal and interest on the Proposed Bonds when due. Therefore, the Proposed Bonds should not affect the ability of other political subdivisions to raise revenue for operating purposes or debt service requirements.

The statutory tax rate limit is \$3.64 per \$100 of assessed valuation (\$0.02 of State levied tax is not subject to the statutory limitation). For fiscal year 2023-24, the highest overlapping tax rate in Carson City is \$3.5700. The overlapping tax rates should not be affected by the issuance of the Proposed Bonds.

ADDITIONAL GENERAL OBLIGATION INDEBTEDNESS AND PROPOSED TAX LEVIES

NRS 350.015.1(d) If the information set forth in paragraph (b) of subsection 4 of NRS 350.014 indicates that the proposal would result in a combined property tax rate in any of the overlapping entities within the county which exceeds the specified percentage, pursuant to subsection 1 of NRS 350.0155, of the limit provided in NRS 361.453:

- (1) The public need to be served by the proceeds from the proposed debt or tax levy in accordance with the priorities established pursuant to subsection 2 of NRS 350.0155; and*
 - (2) A comparison of that public need and other public needs that appear on the statements of current and contemplated general obligation debt and special elective taxes submitted pursuant to paragraphs (a) and (b) of subsection 1 of NRS 350.013 that may affect the combined property tax rate in any of the overlapping entities within the county.*
-

NRS requires local governments to file capital improvement plans, statements of current and contemplated debt, and debt management policies with the County Clerk. To the best of the City's knowledge, no capital improvement plans or debt management policies have been filed that identify any new voter-approved tax rates (overrides or bonds). The City has filed its required documents which include the projects to be funded by the Proposed Bonds. Local governments are required to submit a debt management policy and indebtedness report by August 1st of each year.

The City does not expect the issuance of the Proposed Bonds will result in an increase in the City's tax rate. Therefore, the issuance of the Proposed Bonds should not adversely impact overlapping entities in levying tax rates for bonds or overrides.

REQUIRED DOCUMENT SUBMISSION

Pursuant to NRS 350.013, the City has submitted the following documents to the Department of Taxation and the DMC:

- Statements of current and contemplated debt and retirement schedules,
- A written statement of the debt management policy of the City, and
- The City's Capital Improvement Plan, which includes the projects to be financed by the proceeds of the Proposed Bonds.

The City's Chief Financial Officer is:

Sheri Russell-Benabou
Chief Financial Officer
201 North Carson Street
Suite 3
Carson City, Nevada 89701
(775) 887-2133

APPENDIX A

CARSON CITY TAX RATES FOR FISCAL YEAR 2024

(The following table is taken directly from the Nevada Department of Taxation's Property Tax Rates for Nevada Local Governments for fiscal year 2023-2024)

TOTAL PROPERTY TAX RATES - FY 2023-2024
BY TAXING UNIT

**CARSON CITY
OVERLAPPING TAXING DISTRICTS**

ENTITY	TAXING DISTRICT	OVERLAPPING DISTRICTS	TOTAL PROPERTY TAX RATE
Carson City	1.0, 1.5, 1.6, 2.4	10+20+100+301	3.5700
	2.1	10+20+100+301	3.5700
	2.6	10+20+100	3.5400
	2.3, 2.8	10+20+100+301	3.5700
	1.7, 2.5	10+20+100+301	3.5700
	2.7	10+20+100+301	3.5700

ENTITY CODE	ENTITY	ENTITY RATE
10	State of Nevada #	0.1700
20	Carson City School District	1.1800
100	Carson City	2.1900
301	Carson Water Subconservancy District	0.0300

**CHURCHILL COUNTY
OVERLAPPING TAXING DISTRICTS**

ENTITY	TAXING DISTRICT	OVERLAPPING DISTRICTS	TOTAL PROPERTY TAX RATE
Fallon	100	10+20+100+200+300+301	3.6600
Churchill County (unincorporated)	200	10+20+100+300+301	2.8629
	300	10+20+100+300	2.8329

ENTITY CODE	ENTITY	ENTITY RATE
10	State of Nevada #	0.1700
20	Churchill County School District	1.3000
100	Churchill County	1.2829
200	Fallon	0.7971
300	Churchill Co. Mosquito Abatement District	0.0800
301	Carson Water Subconservancy District	0.0300

PURSUANT TO AB1 (2023, 34th Spec Session), 2¢ ADDED TO STATE TAX RATE; \$0.0118 FOR CAPITAL PROJECTS & \$0.0082 FOR CONSERVATION OF NATURAL RESOURCES. OUTSIDE PROPERTY TAX RATE CAP.