

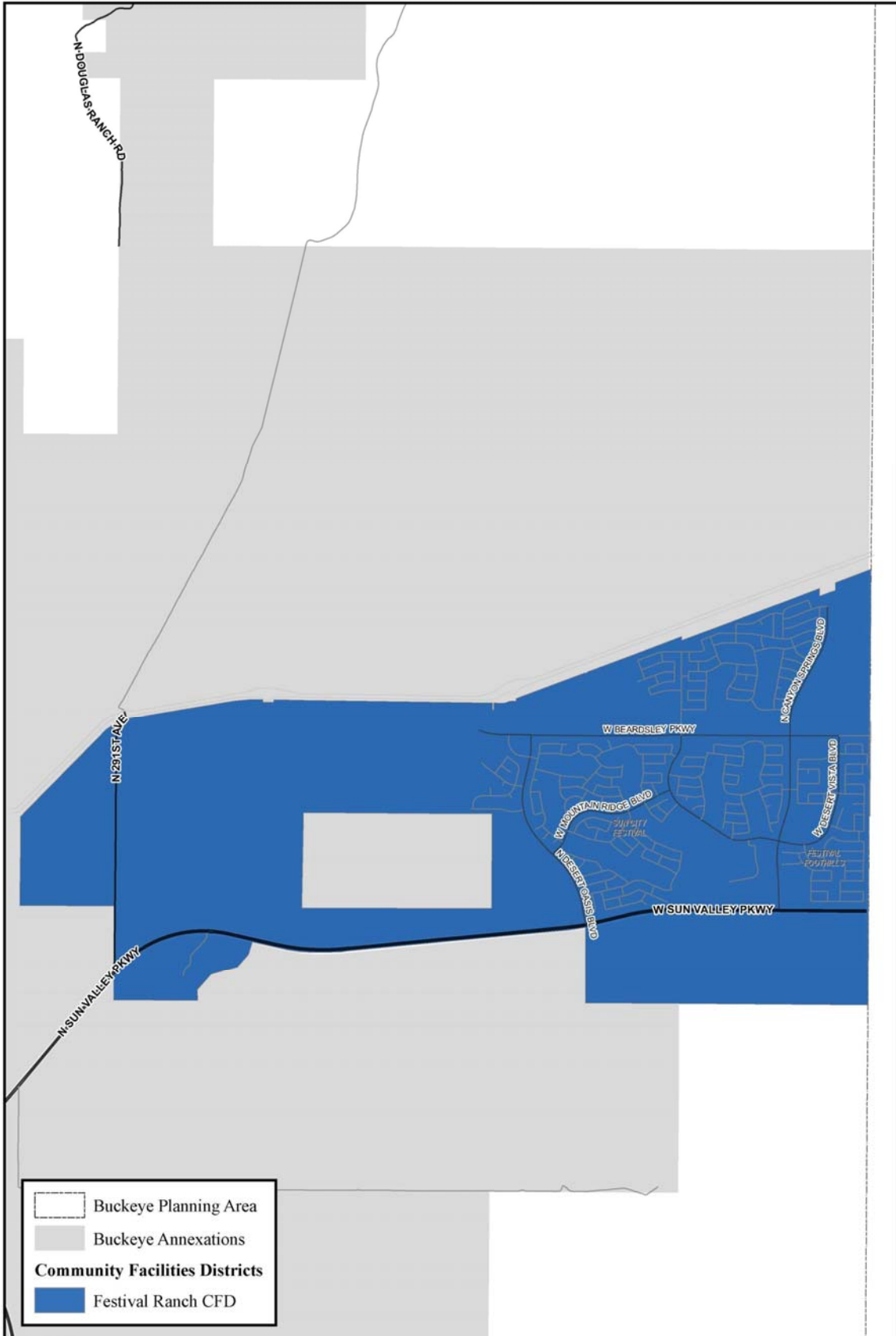


**Festival Ranch
Community Facilities District
Annual Financial Report**

City of Buckeye

Year Ended June 30, 2020

Issued by: City of Buckeye Finance Department



BUCKEYE, AZ
 While every effort has been made to ensure the accuracy of this information, the City of Buckeye makes no warranty, expressed or implied, as to its absolute accuracy and expressly disclaims liability for the accuracy thereof.

Festival Ranch CFD
Buckeye

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*CFD boundaries are approximate. See recorded resolutions for the legal description of each CFD.
 Date: 8/1/2017 Document Name: Festival_RanchCFD2017_11x17

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Festival Ranch Community Facilities District

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of Festival Ranch Community Facilities District (District), a component unit of the City of Buckeye, Arizona, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of Festival Ranch Community Facilities District, as of June 30, 2020, and the respective changes in financial position and the budgetary comparison for the General Fund thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management’s Discussion and Analysis be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Management has omitted the Management’s Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The Supplementary Information and Other Information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Supplementary Information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The Other Information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Phoenix, Arizona
December 17, 2020

BASIC FINANCIAL STATEMENTS



FESTIVAL RANCH COMMUNITY FACILITIES DISTRICT
STATEMENT OF NET POSITION
June 30, 2020

	Governmental Activities
ASSETS	
Cash and investments	\$ 380,760
Receivables, net	8,938,380
Restricted assets	
Cash with paying agent	2,651,455
Restricted cash	877,687
Total assets	12,848,282
 LIABILITIES	
Accounts payable	20,504
Matured debt interest payable	803,869
Noncurrent liabilities:	
Due within one year	1,476,572
Due in more than one year	38,228,326
Total liabilities	40,529,271
 Net position:	
Unrestricted	(27,680,989)
Total net position	\$ (27,680,989)

The notes to the basic financial statements are an integral part of this statement.

FESTIVAL RANCH COMMUNITY FACILITIES DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense)</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Revenue and Changes in Net Position</u>
				<u>Governmental Activities</u>
Governmental activities				
General government	\$ 215,970	\$ 19,990	\$ 378,201	\$ 182,221
Highways and streets	10,219,954	-	-	(10,219,954)
Interest on long-term debt	1,968,595	528,428	-	(1,440,167)
Total governmental activities	<u>12,404,519</u>	<u>548,418</u>	<u>378,201</u>	<u>(11,477,900)</u>
General revenues:				
Taxes:				
				2,485,186
				30,947
				<u>35,000</u>
				<u>2,551,133</u>
				(8,926,767)
				<u>(18,754,222)</u>
				<u>\$ (27,680,989)</u>

The notes to the basic financial statements are an integral part of this statement.

FESTIVAL RANCH COMMUNITY FACILITIES DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2020

	General	Debt Service		Capital Projects	Total Governmental Funds
		Assessment	General Obligation		
ASSETS					
Cash and investments	\$ 278,256	\$ 102,504	\$ -	\$ -	\$ 380,760
Receivables, net					
Intergovernmental	447	3,386	-	-	3,833
Taxes	760	-	6,836	-	7,596
Special assessments	-	8,926,951	-	-	8,926,951
Advance to other funds	14,451	-	-	-	14,451
Restricted assets					
Cash with paying agent	-	858,154	1,793,301	-	2,651,455
Restricted cash	-	877,687	-	-	877,687
Total assets	<u>\$ 293,914</u>	<u>\$10,768,682</u>	<u>\$ 1,800,137</u>	<u>\$ -</u>	<u>\$12,862,733</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 5,383	\$ 1,103	\$ 14,018	\$ -	\$ 20,504
Advance from other funds	-	-	14,451	-	14,451
Matured debt principal payable	-	496,572	980,000	-	1,476,572
Matured debt interest payable	-	233,886	569,983	-	803,869
Total liabilities	<u>5,383</u>	<u>731,561</u>	<u>1,578,452</u>	<u>-</u>	<u>2,315,396</u>
Deferred inflows of resources:					
Unavailable revenue	-	8,926,951	-	-	8,926,951
Total deferred inflows of resources	<u>-</u>	<u>8,926,951</u>	<u>-</u>	<u>-</u>	<u>8,926,951</u>
Fund balances:					
Restricted					
Debt service	-	1,110,170	221,685	-	1,331,855
Unassigned	288,531	-	-	-	288,531
Total fund balances	<u>288,531</u>	<u>1,110,170</u>	<u>221,685</u>	<u>-</u>	<u>1,620,386</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 293,914</u>	<u>\$10,768,682</u>	<u>\$ 1,800,137</u>	<u>\$ -</u>	<u>\$12,862,733</u>

The notes to the basic financial statements are an integral part of this statement.

**FESTIVAL RANCH COMMUNITY FACILITIES DISTRICT
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2020**

Total governmental fund balances		\$ 1,620,386
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.</p>		
Special Assessments		8,926,951
<p>Some liabilities, including bonds payable are not due and payable in the current year and therefore are not reported in the funds.</p>		
Bonds payable	(36,626,951)	
Premiums and discounts	<u>(1,601,375)</u>	
		<u>(38,228,326)</u>
Total net position of governmental activities		<u>\$ (27,680,989)</u>

The notes to the basic financial statements are an integral part of this statement.

FESTIVAL RANCH COMMUNITY FACILITIES DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	General	Debt Service		Capital Projects	Total Governmental Funds
		Assessment	General Obligation		
REVENUES					
Taxes					
Property taxes	\$ 299,284	\$ -	\$ 2,185,902	\$ -	\$ 2,485,186
Charges for services	19,990	-	-	-	19,990
Developer agreements	9,300	-	-	-	9,300
Contributions and donations	-	-	368,901	-	368,901
Special assessments	-	1,240,000	-	-	1,240,000
Investment earnings	-	4,248	26,699	-	30,947
Other	-	-	35,000	-	35,000
Total revenues	<u>328,574</u>	<u>1,244,248</u>	<u>2,616,502</u>	<u>-</u>	<u>4,189,324</u>
EXPENDITURES					
Current:					
General government	210,756	5,214	-	-	215,970
Highway and streets	17,375	-	-	-	17,375
Debt service:					
Principal retirement	-	711,572	980,000	-	1,691,572
Interest and fiscal charges	19,050	473,109	1,168,505	-	1,660,664
Issuance costs	-	-	401,802	-	401,802
Capital outlay	-	-	-	10,202,579	10,202,579
Total expenditures	<u>247,181</u>	<u>1,189,895</u>	<u>2,550,307</u>	<u>10,202,579</u>	<u>14,189,962</u>
Excess (deficiency) of revenues over expenditures	<u>81,393</u>	<u>54,353</u>	<u>66,195</u>	<u>(10,202,579)</u>	<u>(10,000,638)</u>
OTHER FINANCING SOURCES (USES)					
Bonds Issued	-	-	5,715,000	-	5,715,000
Refunding bonds issued	-	-	3,885,000	-	3,885,000
Premiums issued	-	-	468,923	-	468,923
Payment to refunding agent	-	-	(4,135,000)	-	(4,135,000)
Transfers in	-	-	-	5,876,786	5,876,786
Transfers out	-	-	(5,876,786)	-	(5,876,786)
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>57,137</u>	<u>5,876,786</u>	<u>5,933,923</u>
Net change in fund balances	81,393	54,353	123,332	(4,325,793)	(4,066,715)
Fund balances - beginning	<u>207,138</u>	<u>1,055,817</u>	<u>98,353</u>	<u>4,325,793</u>	<u>5,687,101</u>
Fund balances - ending	<u>\$ 288,531</u>	<u>\$ 1,110,170</u>	<u>\$ 221,685</u>	<u>\$ -</u>	<u>\$ 1,620,386</u>

The notes to the basic financial statements are an integral part of this statement.

FESTIVAL RANCH COMMUNITY FACILITIES DISTRICT
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balance of Governmental Funds to the Statement of Activities
 For the Year Ended June 30, 2020

Net change in fund balances - total governmental funds		(4,066,715)
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Some revenues reported in the governmental funds that did not provide current financial resources in prior years have been recognized previously in the statement of activities and therefore are not reported as revenues in the statement of activities.</p>		
Special assessments		(711,572)
<p>The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. The issuance of long-term debt increases long-term liabilities on the statement of net position and the repayment of principal on long-term debt reduces long-term debt on the statement of net position. Likewise, refunding and defeasance of existing debt reduces the balance of long-term debt without adding additional debt. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when the debt is first issued, whereas these items are deferred and amortized over the term of the long-term debt in the statement of activities.</p>		
Issuance of long-term debt	(9,600,000)	
Premiums on debts issued	(468,923)	
Principal payments on long-term debt	5,826,572	
Amortization of premium	93,871	
		(4,148,480)
Change in net position of governmental activities		\$ (8,926,767)

The notes to the basic financial statements are an integral part of this statement.

FESTIVAL RANCH COMMUNITY FACILITIES DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL- GENERAL
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Taxes	\$ 223,575	\$ 223,575	\$ 299,284	\$ 75,709
Charges for services	4,000	4,000	19,990	15,990
Developer contribution	-	-	9,300	9,300
Total revenues	227,575	227,575	328,574	100,999
EXPENDITURES				
General Government	186,000	225,500	210,756	14,744
Highway and streets	151,546	112,046	17,375	94,671
Fiscal charges	-	30,000	19,050	10,950
Contingency	121,418	91,418	-	91,418
Total expenditures	458,964	458,964	247,181	211,783
Excess (deficiency) of revenues over (under) expenditures	(231,389)	(231,389)	81,393	312,782
OTHER FINANCING SOURCES (USES)				
Transfers in	66,543	66,543	-	(66,543)
Transfers out	-	-	-	-
Total other financing sources and uses	66,543	66,543	-	(66,543)
Net change in fund balances	(164,846)	(164,846)	81,393	246,239
Fund balances - beginning	164,846	164,846	207,138	42,292
Fund balances - ending	\$ -	\$ -	\$ 288,531	\$ 288,531

The notes to the basic financial statements are an integral part of this statement.

Notes to Financial Statements – Year Ended June 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Festival Ranch Community Facilities District (District) is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona, and is authorized under state law to issue general obligation (GO) or revenue bonds to be repaid by property (ad valorem) taxes levied on property within the District (for GO debt), or by specific revenues generated within the District (revenue bonds). The District was created by petition to the city council by property owners within the area to be covered by the District, and debt may be issued only after approval of voters within the District.

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

A. Reporting Entity

The District, a component unit of the City of Buckeye, Arizona (City), was established (April 19, 2005), and is a political subdivision of the State of Arizona as well as a municipal corporation by Arizona Law. The City Council serves as the Board of Directors. All transactions of the District are included in the City's financial statements. However, the City has no liability for the debt.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) present financial information about the District as a whole. The reported information includes all of the non-fiduciary activities of the District. For the most part, the effect of internal activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the District. Governmental activities normally are supported by tax revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The District does not have any business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, investment income and other items not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide Financial Statements – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government. As a general rule, the effect of internal activity has been eliminated from the government-wide financial statements.

Fund Financial Statements – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as

Festival Ranch CFD

they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due. As permitted by generally accepted accounting principles, the District applies the “early recognition” option for debt service payments. Property tax resources are provided in Debt Service Fund during the current year for the payment of debt service principal and interest due early in the following year (less than one month). Therefore the expenditures and related liabilities have been recognized.

Property taxes and investment income associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash.

Delinquent property taxes and other receivables that will not be collected within the available period have been reported as unavailable revenues on the governmental fund financial statements.

The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column.

The District reports all funds as major governmental funds:

General Fund – The General Fund is the District’s primary operating fund. It accounts for all resources used to finance District maintenance and operations except those required to be accounted for in other funds.

Debt Service Funds – The Debt Service Funds account for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs.

D. Cash and Investments

Arizona Revised Statutes (A.R.S.) authorize the District to invest public monies in the State Treasurer’s Local Government Investment Pool, interest-bearing savings account, certificates of deposit, and repurchase agreements in eligible depositories; bonds or other obligations of the U.S. government that are guaranteed as to principal and interest by the U.S. government; and bonds of the State of Arizona counties, cities, school districts, and special districts as specified by statute.

Cash represents amounts in demand deposits and amounts held in trust by financial institutions. The funds held in trust are available to the District upon demand. Cash equivalents as defined as short-term (original maturities of three months or less), highly liquid investments that are 1) readily convertible to known amounts of cash and 2) so near maturity that they present insignificant risk of changes in value because of changes in interest rates.

E. Investment Income

Investment income is composed of interest, dividends, and net changes in the fair value of applicable investments.

F. Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either “due to/from other funds” (i.e. the current portion of interfund loans) or “advances to/from other funds” (i.e. the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds”.

All receivables, including property taxes receivable, are shown net of an allowance for uncollectibles.

G. Property Taxes

The County Treasurer is responsible for collecting property taxes for all governmental entities within the county. The District levies real property taxes on or before the third Monday in August, which become due and payable in two equal installments. The first installment is due on the first day of October and becomes delinquent after the first business day of November. The second installment is due on the first day of March of the next year and becomes delinquent after the first business day of May.

Pursuant to A.R.S., a lien against assessed real property attaches on the first day of January preceding assessment and levy, however according to case law, an enforceable legal claim to the asset does not arise.

H. Restricted Assets

Certain proceeds of the District's bonds, as well as certain resources set aside for their repayment, are classified as restricted cash on the statement of net position and on the balance sheet because their use is limited by applicable bond covenants.

I. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position may report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position may report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

J. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the straight-line method. Deferred amounts on refunding result from the difference between the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

K. Net Position Flow Assumption

In the government-wide financial statements the District applies restricted resources first when outlays are incurred for purposes for which either restricted or unrestricted amounts are available.

L. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

M. Budgetary Data

The District adopts a budget on an annual basis. There were no supplemental budgetary appropriations made during the year.

N. Deficit Net Position

As described previously, the District was formed to finance and acquire or construct infrastructure assets that are subsequently dedicated to the City for operation. The District does not own or operate infrastructure. Therefore, the Statement of Net Position reflects a large liability without an offsetting asset.

NOTE 2 – FUND BALANCE CLASSIFICATIONS

Fund balances of the governmental funds are reported separately within classifications based on hierarchy of the constraints placed on the use of those resources. The classifications are based on the relative strength of the constraints that control how the specific amounts can be spent. The classifications are nonspendable, restricted, and unrestricted, which includes committed, assigned, and unassigned fund balance classifications.

Nonspendable. The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form, or are legally or contractually required to be maintained intact.

Restricted. Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation.

Committed. The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action of the Board of Directors. Those committed amounts cannot be used for any other purpose unless the Board of Directors removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. Commitments may be established, modified, or rescinded only through resolutions approved by the Board of Directors.

Assigned. Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the Board of Directors or a management official delegated that authority by the formal Governing Board action. The District has adopted the City’s policy on which only the Board of Directors or the District’s Treasurer may assign amounts for specific purposes.

Unassigned. Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The District applies restricted resources first when outlays are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

NOTE 3 – CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure the District’s deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. Bank balances are uninsured and uncollateralized. The unrestricted cash is in a repurchase sweep agreement rather than a deposit. At year end, the carrying amount of the District’s deposits and bank balance was \$380,760. In addition to unrestricted cash balance, the District also maintains deposits with paying agents and trustees. Restricted cash at year end equaled \$3,529,142 which represents amounts held by the District for future debt service payments.

NOTE 4 – LONG TERM DEBT PAYABLE

The District is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona. The District is authorized under state law to issue special assessment (SA) revenue bonds to be repaid by the property within the SA District, general obligation (GO) bonds to be repaid by property (ad valorem) taxes levied on property within the District (for GO debt), or revenue bonds to be repaid by specific revenues generated within the District (revenue bonds). The District has \$139 million of authorized GO bonds authority. The District was created by petition to the City Council by property owners within the area to be covered by the District and comprises approximately 4,015 acres.

Special Assessment Bonds

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 2 and 3) to repay \$1,868,000 in special assessment lien bonds issued April 2007. Proceeds were used for infrastructure improvements within the special assessment district. The bonds are payable solely from assessments on the property owners. The remaining principal being \$736,000. The principal paid for the current year is \$70,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 4 and 5) to repay \$1,784,000 in special assessment lien bonds issued October 2007. Proceeds were used for infrastructure improvements within the special assessment district. The bonds are payable solely from assessments on the property owners. The remaining principal being \$700,000. The principal paid for the current year is \$92,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 6) to repay \$356,000 in special assessment revenue bonds issued November 2009. Proceeds were used for infrastructure improvements within the special assessment district. The bonds are payable solely from assessments on the property owners. The remaining principal being \$138,000. The principal paid for the current year is \$10,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 7) to repay \$404,000 in special assessment revenue bonds issued April 2011. Proceeds were used for infrastructure improvements within the special assessment district. The bonds are payable solely from assessments on the property owners. The remaining principal being \$174,000. The principal paid for the current year is \$16,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 8) to repay \$186,000 in special assessment revenue bonds issued July 2013. Proceeds were used for infrastructure improvements within the special assessment district. The bonds are payable solely from assessments on the property owners. The total remaining principal being \$104,088. The principal paid for the current year is \$8,882. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 9) to repay \$288,000 in special assessment revenue bonds issued July 2015. Proceeds were used for infrastructure improvements within the special assessment district. The bonds are payable solely from assessments on the property owners. The remaining principal being \$167,000. The principal paid for the current year is \$9,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 10) to repay \$200,000 in special assessment revenue bonds issued March 2016. Proceeds were used for infrastructure improvements within the special assessment district. The remaining principal being \$115,063. The principal paid for the current year is \$7,290. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 11) to repay \$2,738,000 in special assessment revenue bonds issued February 2017. Proceeds were used for infrastructure improvements within the special assessment district. The remaining principal being

Festival Ranch CFD

\$2,313,000. The principal paid for the current year is \$140,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year. The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of Festival Ranch CFD (Assessment District 12) to repay \$210,000 in special assessment revenue bonds issued in June 2018. Proceeds were used for infrastructure improvements within the special assessment district. The remaining principal being \$182,400. The principal paid for the current year is \$13,800. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of Festival Ranch CFD (Assessment District 13) to repay \$3,920,000 in special assessment revenue bonds issued in November 2018. Proceeds were used for infrastructure improvements within the special assessment district. The remaining principal being \$3,600,000. The principal paid for the current year is \$320,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of Festival Ranch CFD (Assessment District 14) to repay \$722,000 in special assessment revenue bonds issued February 2019. Proceeds were used for infrastructure improvements within the special assessment district. The remaining principal being \$697,400. The principal paid for the current year is \$24,600. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,435,000 in general obligation bonds and \$2,165,000 taxable general obligation bonds issued December 2009. Proceeds were used for the acquisition and construction of public infrastructure within the district, specifically sewer lines and roadways. The remaining total principal was refunded during the year.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,400,000 in general obligation bonds issued July 2012. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$2,565,000. The principal paid for the current year is \$180,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$1,800,000 in general obligation bonds issued in November 2013. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$1,580,000. The principal paid for the current year is \$50,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,410,000 in general obligation bonds, Series 2016, and issued in July 2016. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$5,100,000. The principal paid for the current year is \$85,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$3,665,000 in general obligation bonds, Series 2017 issued in July 2017. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$3,390,000. The principal paid for the current year is \$100,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$7,600,000 in general obligation bonds issued December 2009. Proceeds were used for the acquisition and construction of the CFD. By way of an advance refunding, these bonds were partially defeased through the issuance of \$2,940,000 Festival Ranch CFD General Obligation Refunding Bonds, Series 2017 issued in July 2017. The remaining total principal to be paid being \$2,670,000. The principal paid for the current year is \$95,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$3,335,000 in general obligation bonds, Series 2018 issued in August 2018. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$3,205,000. The principal paid for the current year is \$60,000.

Festival Ranch CFD

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,715,000 in general obligation bonds, Series 2019 issued in July 2019. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$5,555,000. The principal paid for the current year is \$160,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$7,600,000 in general obligation bonds issued December 2009. Proceeds were used for the acquisition and construction of the CFD. By way of a current refunding, these bonds were fully defeased through the issuance of \$3,885,000 Festival Ranch CFD General Obligation Refunding Bonds, Series 2019 issued in July 2019. The combined defeasance resulted in cash flow savings of \$1,157,680 and an economic gain (net present value of savings) of \$941,511. The remaining total principal to be paid being \$3,635,000. The principal paid for the current year is \$250,000.

The following table shows interest rate, maturity date, original issue amount, amount outstanding, and all debt issued by the District.

Purpose	Interest Rates (%)	Matures	Original Issue Amount	Amount Outstanding
Festival Ranch Special Assessment Revenue Bonds,				
Series 2009 (private placement)	8.88%	July 2034	356,000	138,000
Series 2011 (private placement)	8.50%	July 2035	404,000	174,000
Series 2013 (private placement)	7.25%	July 2033	186,000	104,088
Series 2015 (private placement)	6.00%	July 2035	288,000	167,000
Series 2016 (private placement)	5.75%	July 2035	200,000	115,063
Series 2017 (private placement)	2.5% - 5.2%	July 2037	2,738,000	2,313,000
Series 2018 (private placement)	5.88%	July 2037	210,000	182,400
Series 2018 (private placement)	3.0% - 4.9%	July 2038	3,920,000	3,600,000
Series 2019 (private placement)	5.88%	July 2038	722,000	697,400
Festival Ranch Special Assessment Lien Bonds,				
Series 2007 (private placement)	4.2 - 5.0%	July 2032	1,868,000	736,000
Series 2007 (private placement)	4.3 - 5.75%	July 2032	1,784,000	700,000
Festival Ranch General Obligation Bonds,				
Series 2012	1.0 - 5.0%	July 2031	5,400,000	2,565,000
Series 2013	2.0 - 5.25%	July 2033	1,800,000	1,580,000
Series 2016	2.0 - 4.0%	July 2036	5,410,000	5,100,000
Series 2017A	3.0 - 5.0%	July 2037	3,665,000	3,390,000
Series 2017B	3.0 - 4.0%	July 2032	2,940,000	2,670,000
Series 2018	3.0 - 5.0%	July 2038	3,335,000	3,205,000
Series 2019 Refunding	3.0 - 4.0%	July 2034	3,885,000	3,635,000
Series 2019	3.0 - 4.0%	July 2039	5,715,000	5,555,000
Total Festival Ranch			<u>44,826,000</u>	<u>36,626,951</u>

Annual debt service requirements to maturity on general obligation and special assessment bonds at year-end are summarized as follows:

Fiscal Year Ending	Private Placement		Public Offering		Total Debt	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 381,190	\$ 446,622	\$ 1,015,000	\$ 1,108,266	\$ 1,396,190	\$ 1,554,888
2022	395,969	430,704	1,050,000	1,073,791	1,445,969	1,504,495
2023	412,911	413,478	1,085,000	1,037,329	1,497,911	1,450,807
2024	443,022	394,646	1,120,000	999,269	1,563,022	1,393,915
2025	456,307	374,070	1,165,000	958,594	1,621,307	1,332,664
2026-30	2,629,322	1,516,020	6,560,000	4,042,481	9,189,322	5,558,501
2031-35	2,813,530	793,002	8,000,000	2,602,425	10,813,530	3,395,427
2036-40	1,394,700	134,160	7,705,000	783,050	9,099,700	917,210
	<u>\$ 8,926,951</u>	<u>\$ 4,502,702</u>	<u>\$27,700,000</u>	<u>\$12,605,205</u>	<u>\$36,626,951</u>	<u>\$17,107,907</u>

NOTE 5 – CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the current fiscal year was as follows:

	July 1, 2019	Increases	Decreases	June 30, 2020	Due Within One Year
Governmental Activities:					
Bonds payable:					
Special Assessments	\$ 9,638,523	\$ -	\$ (711,572)	\$ 8,926,951	\$ -
General Obligations	23,215,000	9,600,000	(5,115,000)	27,700,000	-
Deferred amount on premium	1,226,323	468,923	(93,871)	1,601,375	-
Total bonds payable	<u>\$ 34,079,846</u>	<u>\$ 10,068,923</u>	<u>\$ (5,920,443)</u>	<u>\$ 38,228,326</u>	<u>\$ -</u>

NOTE 6 – RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions and natural disasters. The District’s insurance protection is provided by the Arizona Municipal Risk Retention Pool, of which the District is a participating member. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The Arizona Municipal Risk Retention Pool is structured such that member premiums are based on an actuarial review that will provide adequate reserves to allow the pool to meet its expected financial obligations. The pool has authority to assess its member’s additional premiums should reserves and annual premium be insufficient to meet the pool’s obligations.

NOTE 7 – INTERFUND ADVANCE/TRANFERS

Interfund advance for the year ended June 30, 2020 consisted of an advance from the General Fund to the Debt Service Fund in the amount of \$14,451. The advance was due to tax collections being lower than anticipated. During the year, there was a \$5,876,786 transfer from the GO Debt Service Fund to the Capital Projects Fund. This represents remaining bond proceeds that has not been reimbursed to the Developer. Once documentation from the Developer is received by the District supporting the infrastructure to be reimbursed, funds will be released.

NOTE 8 – SUBSEQUENT EVENTS

On October 6, 2020, the Festival Ranch Community Facility District Board approved the Feasibility Report in connection with the proposed issuance by the District of its General Obligation Bonds, Series 2020 in an aggregate principal amount not to exceed \$6,000,000. This Report has been prepared for consideration of the feasibility and benefits of certain public infrastructure. The bond closing occurred on November 12, 2020 and the final amount was \$5,315,000.

SUPPLEMENTARY INFORMATION



FESTIVAL RANCH COMMUNITY FACILITIES DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL- SPECIAL ASSESSMENTS
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Special assessments	\$ 966,435	\$ 966,435	\$ 1,240,000	\$ 273,565
Investment earnings	800	800	4,248	3,448
Other	25,400	25,400	-	(25,400)
Total revenues	992,635	992,635	1,244,248	251,613
EXPENDITURES				
Current:				
General government	-	6,000	5,214	786
Debt Service:				
Principal retirement	456,111	456,111	711,572	(255,461)
Interest and fiscal charges	510,324	510,324	473,109	37,215
Contingency	854,648	848,648	-	848,648
Total expenditures	1,821,083	1,821,083	1,189,895	631,188
Excess (deficiency) of revenues over (under) expenditures	(828,448)	(828,448)	54,353	882,801
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(444,494)	(444,494)	-	444,494
Total other financing sources and uses	(444,494)	(444,494)	-	444,494
Net change in fund balances	(1,272,942)	(1,272,942)	54,353	1,327,295
Fund balances - beginning	1,272,942	1,272,942	1,055,817	(217,125)
Fund balances - ending	\$ -	\$ -	\$ 1,110,170	\$ 1,110,170

FESTIVAL RANCH COMMUNITY FACILITIES DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL- GENERAL OBLIGATION
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Taxes	\$ 2,233,565	\$ 2,233,565	\$ 2,185,902	\$ (47,663)
Contributions and donations	186,458	186,458	368,901	182,443
Investment earnings	48,477	48,477	26,699	(21,778)
Other	-	-	35,000	35,000
Total revenues	2,468,500	2,468,500	2,616,502	148,002
EXPENDITURES				
Debt Service:				
Principal retirement	914,862	914,862	980,000	(65,138)
Interest and fiscal charges	1,247,075	1,247,075	1,168,505	78,570
Bond issuance costs	186,458	186,458	401,802	(215,344)
Capital outlay	5,240,000	5,240,000	-	5,240,000
Contingency	551,344	551,344	-	551,344
Total expenditures	8,139,739	8,139,739	2,550,307	5,589,432
Excess (deficiency) of revenues over (under) expenditures	(5,671,239)	(5,671,239)	66,195	5,737,434
OTHER FINANCING SOURCES (USES)				
Bonds Issued	5,640,000	5,640,000	5,715,000	75,000
Refunding bonds issued	3,800,000	3,800,000	3,885,000	85,000
Premiums issued	-	-	468,923	468,923
Payment to refunding agent	(4,200,000)	(4,200,000)	(4,135,000)	65,000
Transfers in	2,335,143	2,335,143	-	(2,335,143)
Transfers out	(1,957,192)	(1,957,192)	(5,876,786)	(3,919,594)
Total other financing sources and uses	5,617,951	5,617,951	57,137	(5,560,814)
Net change in fund balances	(53,288)	(53,288)	123,332	176,620
Fund balances - beginning	53,288	53,288	98,353	45,065
Fund balances - ending	\$ -	\$ -	\$ 221,685	\$ 221,685

OTHER INFORMATION



Ad Valorem Taxation in the District

The tables below are shown to indicate (a) for fiscal years FY15-16 through FY19-20, the Net Assessed Limited Property Value of the District, utilizing new constitutional and statutory property valuation requirements, and (b) for fiscal years FY10-11 through FY14-15, the then-applicable, but now-replaced, Net Secondary Assessed Valuations of the District.

The Full Cash Value and Net Assessed Limited Property Value of taxable property within the boundaries of the District for fiscal years FY15-16 through FY19-20 are as follows:

Fiscal Year	Full Cash Value	Net Assessed Limited Property Value
FY 15-16	\$510,365,897	\$46,490,826
FY 16-17	607,547,438	51,657,515
FY 17-18	681,640,739	58,170,129
FY 18-19	770,496,449	65,890,092
FY 19-20	863,187,088	73,879,866

The Full Cash Value and Net Secondary Assessed Valuation of taxable property within the boundaries of the District for the indicated fiscal year is as follows:

Fiscal Year	Full Cash Value	Net Secondary Assessed Value
FY 10-11	\$352,650,269	\$37,850,349
FY 11-12	377,188,345	39,858,358
FY 12-13	384,518,458	40,563,577
FY 13-14	392,840,021	41,112,232
FY 14-15	415,989,283	42,693,971

Net Assessed Valuation by Property Classification

The table below is shown to indicate for fiscal years FY18-19 and FY19-20, the Net Assessed Limited Property Values by property classification for the District, utilizing new constitutional and statutory property valuation requirements.

Net Assessed Limited Property Values by Property Classification

Legal Class	Description	Fiscal Year FY 18-19	Percent of Total	Fiscal Year FY 19-20	Percent of Total
1	Commercial/Industrial	\$2,594,239	3.94%	\$2,480,761	3.36%
2	Agricultural/Vacant	2,615,325	3.97%	2,011,393	2.72%
3	Residential	40,427,116	61.36%	47,002,449	63.62%
4	Residential Rental	20,253,412	30.74%	22,385,263	30.30%
	Total	\$65,890,092	100.00%	\$73,879,866	100.00%

Net Assessed Property Values of Major Taxpayers

The tables below are shown to indicate for fiscal years FY18-19 and FY19-20, the major property taxpayers located within the District, and their FY19-20 and FY18-19 Net Assessed Limited Property Value, utilizing new constitutional and statutory property valuation requirements, and their relative proportion of the total Net Assessed Limited Property Value for the District.

Fiscal Year 19-20

Taxpayer	Net Assessed Limited Property Value	As Percent of District's Total Net Assessed Limited Property Value
PULTE HOME CORPORATION	\$2,779,273	3.76%
TRANSWESTERN PIPELINE COMPANY LLC	308,348	0.42%
ARIZONA PUBLIC SERVICE COMPANY (CWIP)	294,803	0.40%
ACCIPTER COMMUNICATIONS INC	264,635	0.36%
FRCS LLC	193,212	0.26%
SUN CITY FESTIVAL COMMUNITY ASSOCIATION INC	138,079	0.19%
PULTE HOME COMPANY LLC	97,668	0.13%
BONELLA FAMILY TRUST	71,640	0.10%
JUNE M MOTZER LIVING TRUST	61,451	0.08%
CAVNESS JOHN L	53,311	0.07%
Total	\$4,262,420	5.77%

Fiscal Year 18-19

Taxpayer	Net Assessed Limited Property Value	As Percent of District's Total Net Assessed Limited Property Value
PULTE HOME CORPORATION	\$3,324,042	5.04%
TRANSWESTERN PIPELINE COMPANY LLC	269,667	0.41%
ACCIPTER COMMUNICATIONS INC	251,400	0.38%
FRCS LLC	186,169	0.28%
SUN CITY FESTIVAL COMMUNITY ASSOCIATION INC	131,218	0.20%
MULLINS MARK A/LUCINDA L	51,777	0.08%
CAVNESS JOHN L	50,773	0.08%
CHAMBERLIN REVOCABLE TRUST	48,897	0.07%
YOUNGBAUER HARRY A/GLORIA B	46,015	0.07%
MAGEE KEVIN F/JODY L	45,254	0.07%
Total	\$4,405,212	6.69%

Source: Maricopa County Assessor's Office.

Record of Taxes Levied and Collected in the District

Under Arizona law, the Board of Supervisors of the County is required to establish and levy a tax in an amount sufficient to satisfy debt service requirements of the District. Property taxes are levied and collected on property within the District by the Treasurer of the County on behalf of the District. The following table sets forth the tax collection records of the District for the periods shown:

Fiscal Year	Real and Secured	Collected to June 30 th (b)(c)		Total Collections (b)(c)	
	Personal Property Tax Levy (a)	Amount	Percent of Tax Levy	Amount	Percent of Tax Levy
2019-20	\$2,455,175	\$2,489,548	101.14%	\$2,492,548	101.14%
2018-19	2,061,767	2,061,523	99.62%	2,059,173	99.89%
2017-18	1,877,674	1,876,927	99.68%	1,876,927	100.00%
2016-17	1,614,349	1,615,607	99.55%	1,615,607	100.16%
2015-16	1,310,158	1,309,746	99.56%	1,309,733	100.00%
2014-15	1,265,278	1,262,784	98.82%	1,262,743	100.00%

Source: Maricopa County Assessor’s Office

- (a) Tax levy is as reported by the Treasurer of the County as of August of each fiscal year. Amount does not include adjustments made to levy amounts after the August period.
- (b) Reflects collections made through June 30, the end of the fiscal year, on such year’s levy. Property taxes are payable in two installments. The first installment is due on October 1 and becomes delinquent on November 1, but is waived if the full tax year’s taxes are paid in full by December 31. The second installment becomes due on March 1 and is delinquent on May 1. Interest at the rate of 16 percent per annum attaches on first and second installments following their delinquent dates. Penalties for delinquent payments are not included in the above collection figures.
- (c) Reflects collections made through June 30, 2020.

Overlapping General Obligation Bonded Indebtedness

Overlapping general obligation bonded indebtedness is shown below including a breakdown of each overlapping jurisdiction’s applicable general obligation bonded indebtedness, Net Assessed Limited Property Value and combined tax rate per \$100 Net Assessed Limited Property Value. Outstanding bonded indebtedness is comprised of general obligation bonds outstanding and general obligation bonds schedule for sale. The applicable percentage of each jurisdiction’s assessed valuation which lies within the District’s boundaries was derived from information obtained from the Assessor of the County.

Direct and Overlapping Jurisdiction	Net Assessed Limited Property Value	Net Outstanding Bonded Debt (a)	Proportion Applicable to the District		Tax Rate per \$100 of Net Assessed Limited Property Value
			Approx. Percent	Net Amount	
State of Arizona	\$66,157,223,639	None	0.11%	None	\$0.0000
Maricopa County (b)	43,194,326,395	None	0.17%	None	2.2418 (b)
Maricopa County Community College District	43,194,326,395	\$312,450,000	0.17%	\$534,417	1.3285
Maricopa County Special Health Care District	42,997,577,641	459,125,000	0.17%	788,884	0.3333
Western Maricopa Education Center District	15,925,613,792	169,545,000	0.46%	786,529	0.1634
Wickenburg Unified SD #9	196,781,849	9,283,000	37.54%	3,485,214	4.3329
City of Buckeye	496,102,577	None	14.89%	None	1.8000
Festival Ranch CFD	73,879,866	27,700,000	100.00%	27,700,000	3.3232
Total Net Direct and Overlapping General Obligation Bonded Debt				\$33,295,044	\$13.5231

Source: Maricopa County Tax Levy and State and County Abstract of the Assessment Roll.

- (a) Outstanding bonded debt for various jurisdictions is as of June 30, 2020.
- (b) The County’s tax rate includes the \$0.1400 tax rate of the Central Arizona Project, the \$0.1792 tax rate of the Maricopa County Flood Control District, the \$0.556 tax rate of the Maricopa County Free Library, the \$0.0095 tax rate for the contribution to the Maricopa County Fire District, the \$0.4566 tax rate of the County Education Equalization and the \$1.4009 tax rate of the County. It should be noted that the County Flood Control District does not levy taxes on personal property.



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