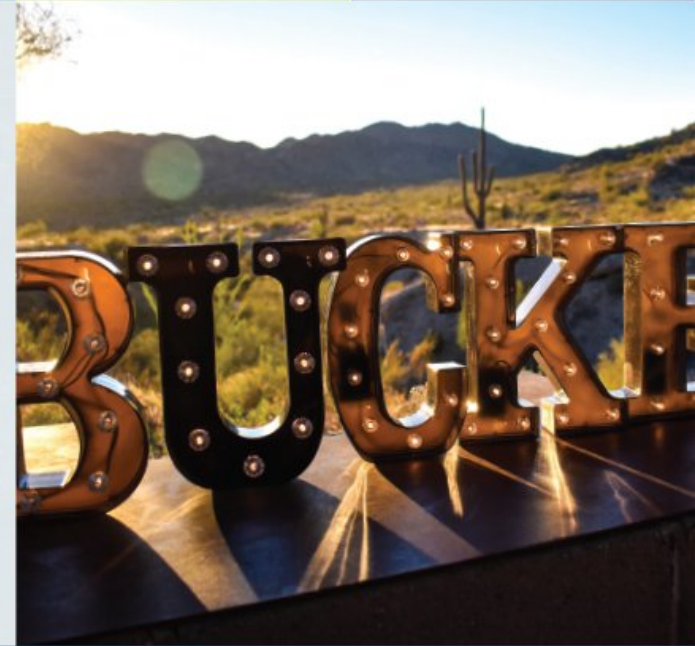


# Adoption of Tentative Budget

William Kauppi, Chief Financial Officer

May 21, 2024



# Adoption of Tentative Budget

- Sets the maximum expenditure limit
  - Final Budget may be reduced but cannot be increased
- Sets 6/4 Special meeting to approve Final Budget and public hearing on TNT
- Sets 6/18 date for consideration to approve tax levy

# Key Budgeting Practices

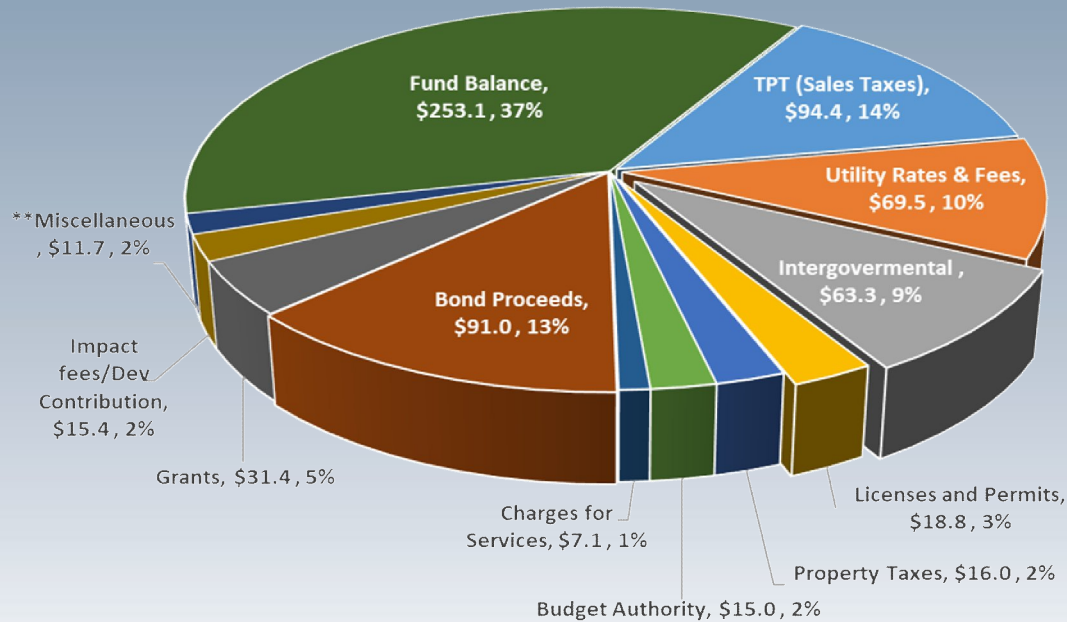
- Conservative revenue estimates
- Balanced budget
  - Ongoing expenses are paid with ongoing revenues
  - One-time revenues and fund balance are used to fund one-time expenditures
- Fully Funded 5-year CIP – General Government
- Maintains 25% reserve for General Fund, Water and Wastewater
  - Modifies additional contingency requirement in General Fund
- Maintains maximum primary property tax levy
  - Tax rate for FY2025 is \$1.60 (reduction from FY2024 rate of \$1.65)

# Changes from Recommended Budget (5/7 Workshop)

	Resources	Expenditures
Recommended Budget	\$429.9 Million	\$429.9 Million
• Carryovers	\$255.4 Million	\$255.4 Million
• Fund Balance (non-carryover)	\$1.4 Million	
• Communications Center Project		\$1.4 Million
Tentative Budget	\$686.7 Million	\$686.7 Million

# Estimated Revenues FY 2024-25 - All Categories

Where Does the Money Come From? - \$686.7 Million



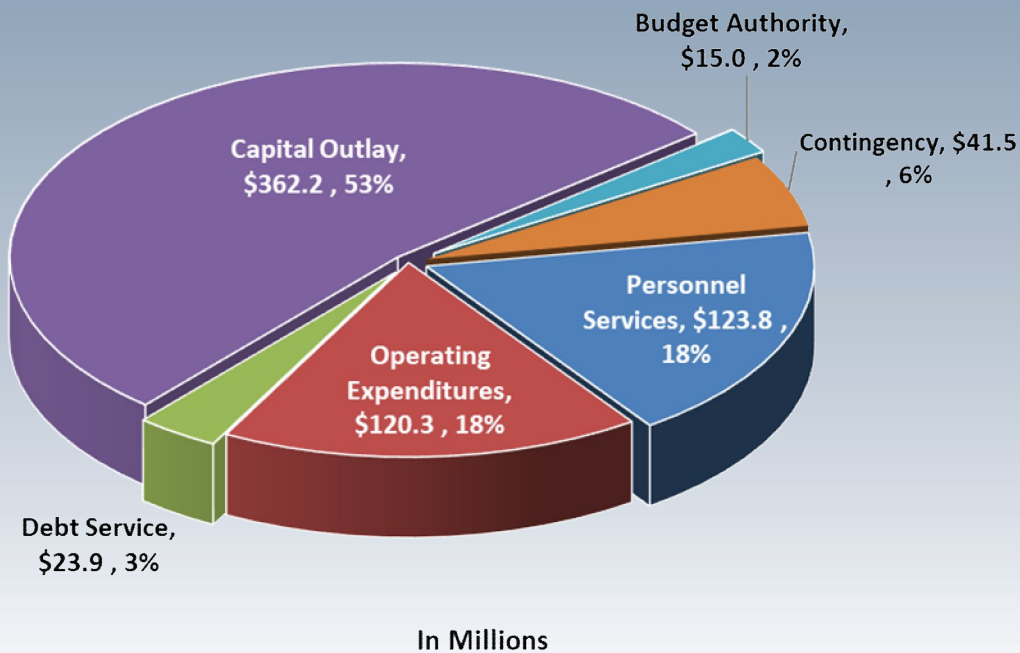
In Millions

\*\*Miscellaneous includes investment earnings, franchise fees, fines and forfeitures, improvement districts and miscellaneous

Total FY2024-25 Estimated Revenues equals \$433,526,900 (excludes transfers in)

# FY 2024-25 Expenditures Overview – All Categories

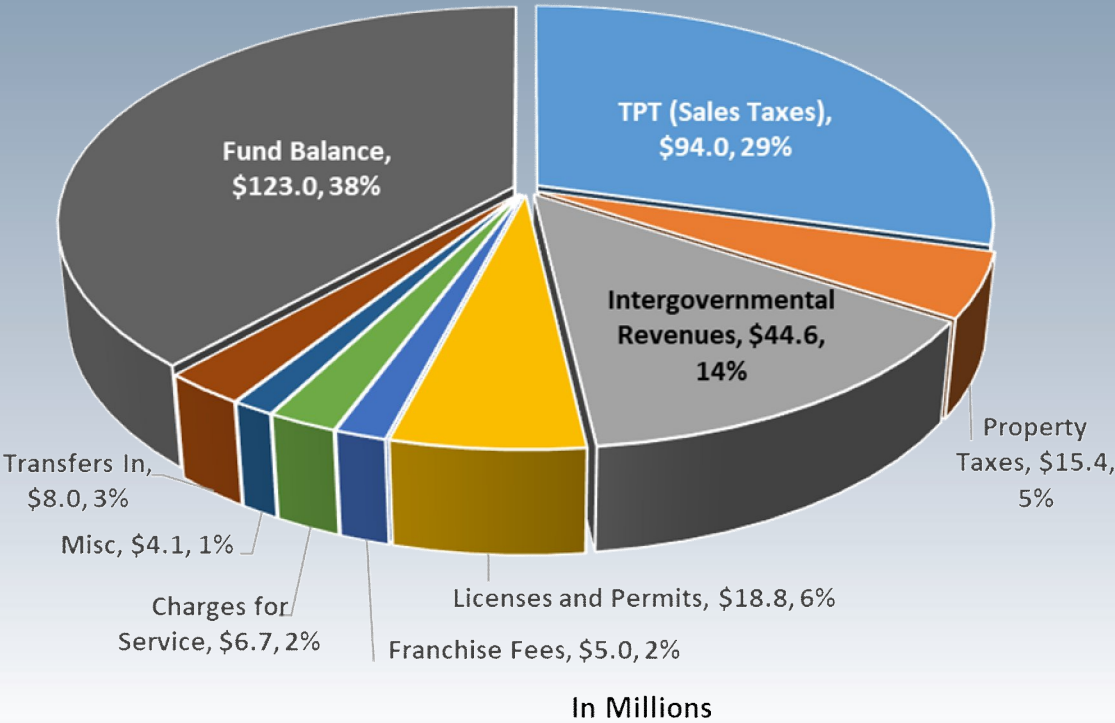
Where Does the Money Go? - \$686.7 Million



FY 2024-25 Proposed Expenditure budget equals \$686,649,900

# Estimated Revenues FY 2024-25 – General Fund

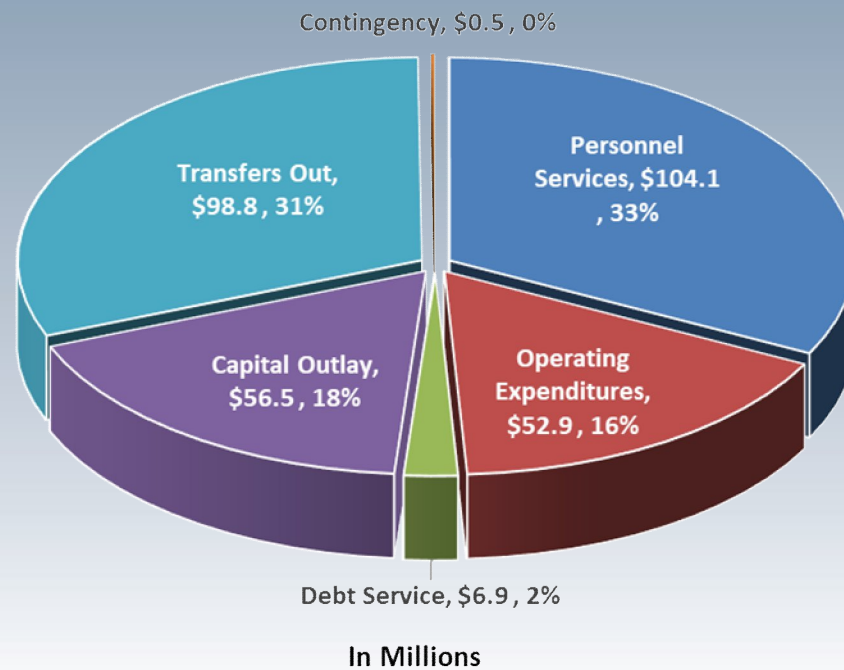
Where Does the Money Come From? - \$319.7 Million



Total FY2024-25 Estimated Revenues equals \$188,697,700

# FY 2024-25 Expenditures Overview – General Fund

Where Does the Money Go? - \$319.7 Million

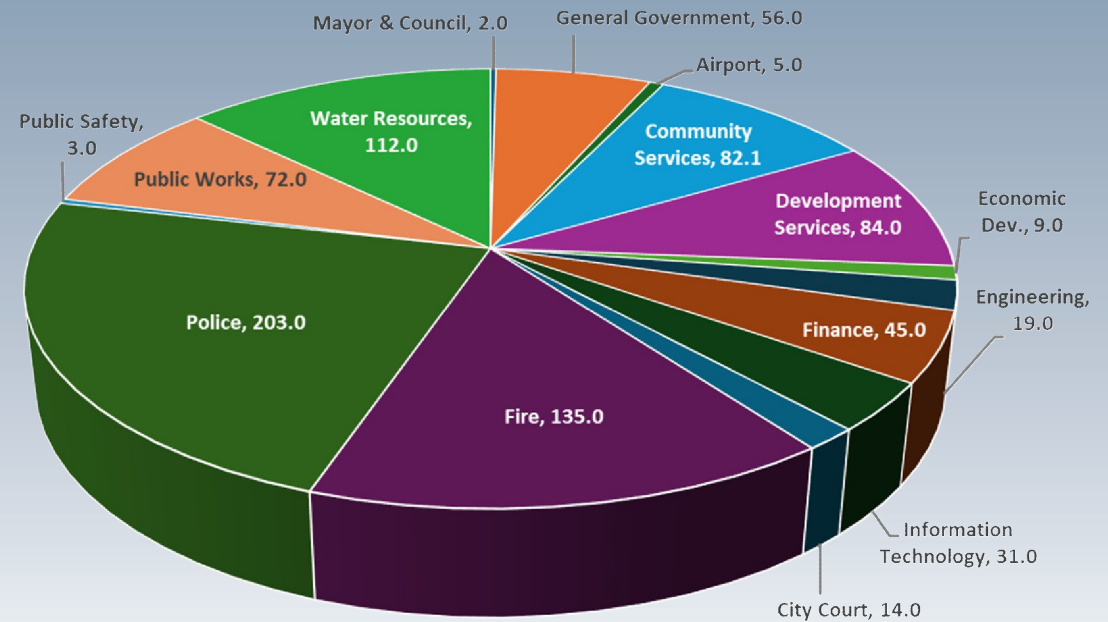


FY 2024-25 Proposed Expenditure budget equals \$220,874,900



# FY 2024-25 Personnel Changes- All Funds

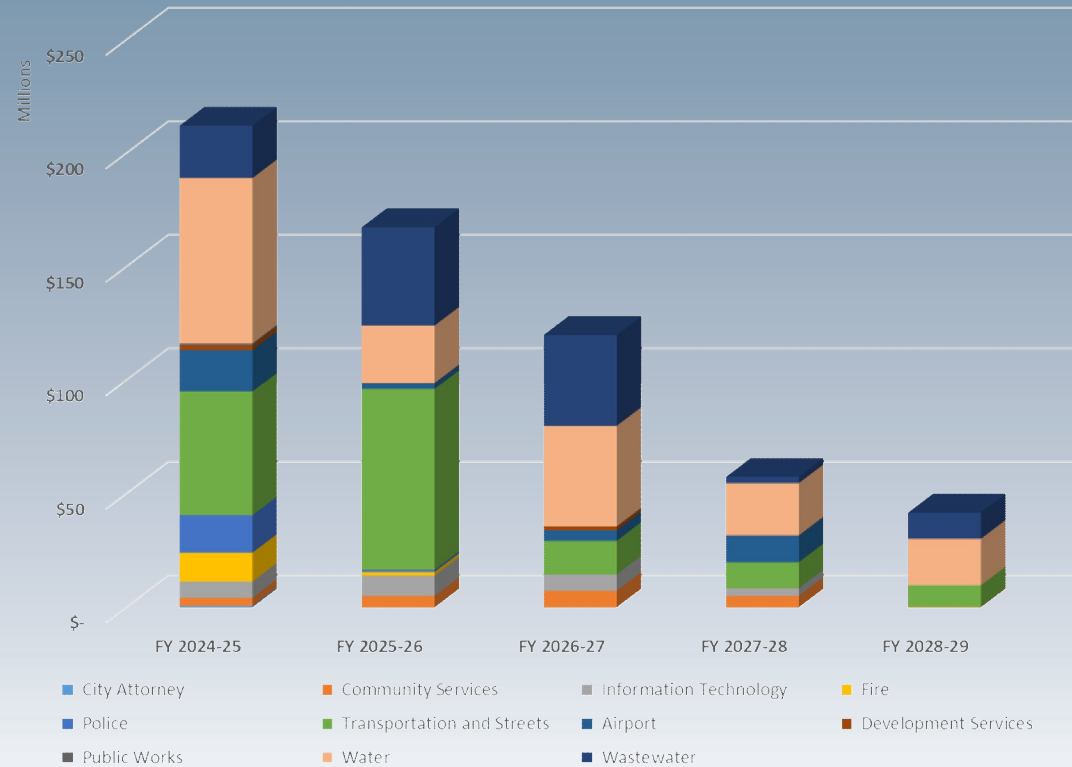
	Actual FY2024	Proposed FY2025	Change
Mayor & Council	2.0	2.0	0.0
City Manager	10.0	11.0	1.0
City Attorney	11.0	16.0	5.0
City Clerk	6.0	6.0	0.0
City Court	13.0	14.0	1.0
Airport	4.0	5.0	1.0
Communications & InterGov	8.0	9.0	1.0
Community Services	76.5	82.1	5.6
Development Services	77.0	84.0	7.0
Economic Dev.	8.0	9.0	1.0
Engineering	17.0	19.0	2.0
Finance	42.0	45.0	3.0
Fire	131.0	135.0	4.0
Human Resources	11.5	14.0	2.5
Information Technology	25.0	31.0	6.0
Police	191.0	203.0	12.0
Public Safety	0.0	3.0	3.0
Public Works	66.0	72.0	6.0
Water Resources	107.0	112.0	5.0
<b>Total</b>	<b>806.0</b>	<b>872.1</b>	<b>66.1</b>



- 3.2% COLA effective PP beginning July 7<sup>th</sup> (July 26<sup>th</sup> paycheck)
- 5% Merit determined at anniversary date (1 step increase for public safety – approximately 5%)

# FY 2024-25 Capital Outlay – All Funds

- All Funds
- \$600.4 Million Total 5-year CIP
- \$212.5 Million FY 2024-25 CIP



# Notable CIP Projects – General Government

## Public Safety Projects - \$33.4 Million

- Police Communication Center
- Blue Horizons Fire Station
- Communication Towers

## Streets and Transportation - \$47.9 Million

- Jackrabbit Trail improvements
- Miller Rd expansion
- Rooks Road bridge over the Buckeye Irrigation District Canal
- Traffic Signal/Intersection Improvements

## Airport - \$15.9 Million

- Airport Land Acquisition
- Airport Apron Reconstruction Projects

# Notable Capital Projects – Utility

## Water and Wastewater Capital projects - \$162.3 Million

- Harquahala Water Rights purchase
- Farallon Water Campus
- Wastewater improvements to facilities in Sundance, Tartesso, Festival and Central
- New wells
- Valencia system water mains upgrade
- Tartesso Fluoride/AS treatment
- Water Resources Field Operations Center

# FY 2024-25 Budget Actions

Action	Date
<del>60 day Property Tax Notice</del>	<del>April 4, 2024</del>
<del>1<sup>st</sup> Publication – Final Budget and Truth in Taxation</del>	<del>May 17, 2024</del>
Adoption of Tentative Budget	May 21, 2024
2 <sup>nd</sup> Publication – Final Budget and Truth in Taxation	May 25, 2024
Final Budget and Truth in Taxation Public Hearing	June 4, 2024
Adoption of Final Budget	June 4, 2024
Adoption of Property Tax Levy	June 18, 2024

Staff recommends approving Resolution 31-24 approving the Tentative Budget for the FY 2024-25 in the amount of \$686,650,900 and set a public hearing date of June 4, 2024.

Questions???

