



City of Maricopa

Legislation Text

File #: MISC 18-12, **Version:** 1

The Mayor and City Council shall discuss and possibly take action on adopting a tentative budget for fiscal year 2018-2019 (FY18-19) and the 5-Year Capital Improvement Plan. Discussion and Action.

In compliance with Title 42 of the Arizona Revised Statutes (A.R.S.), the tentative budget for FY18-19 is presented for Council consideration. The tentative operating and capital budget, based on Council strategic priorities and staff input, totals \$87,887,440. The tentative operating budget totals \$65,265,681 and the tentative Capital Improvement Projects (CIP) budget totals \$22,621,759.

Final budget adoption is scheduled for June 19, 2018, at a Special Council Meeting.

Operating Budget

The proposed operating budget was developed through input from the April 2, 2018 Council Budget, Finance and Operations (BFO) Subcommittee meeting.

Based on this meeting, the proposed FY18-19 tentative operating budget totals \$65,265,681. The totals, by fund, are as follows:

| | |
|----------------------------------|--------------------------|
| Tentative Operating Expenditures | |
| General Fund | \$ 41,940,731 |
| Highway User Revenue Fund | 2,088,042 |
| Copper Sky Recreation Fund | 2,461,371 |
| Grants Fund | 15,103,590 |
| Debt Service Fund | <u>3,671,947</u> |
| Total | \$ <u>65,265,681</u> |

The information above includes all operating funds of the City with the General Fund being the largest operating fund. Highlights of the tentative operating budget are as follows:

- The proposed budget maintains the primary property tax rates at the same rate as in FY17-18.
- Increases Funding for Court
- Budgets 4% Increase in Salaries
- Adds 10 positions
- Focuses on Equipment Replacement
- Funds Design of Fire Administration Building

As a result of City Manager review and BFO Subcommittee review, the anticipated revenues in excess of revised planned expenditures totals \$92,372 calculated as follows.

| | |
|-----------------------|---------------------|
| Anticipated Revenue | \$ 42,033,103 |
| Proposed Expenditures | <u>(41,940,731)</u> |
| Balance | \$ <u>92,372</u> |

Capital Budget

The 5-Year Capital Improvement Plan (Plan) serves as the basis for developing the FY18-19 Capital Improvement Projects (CIP) budget. Based on the Plan, the FY18-19 tentative CIP budget totals \$22,621,759 and is as follows:

Proposed Capital Improvement Projects (CIP) Expenditures:

| | |
|---------------------------|---------------|
| General Governmental CIP | \$ 6,882,390 |
| Grants CIP | 4,070,558 |
| County Road Tax | 1,680,000 |
| Transportation Impact Fee | 8,690,261 |
| Highway User Revenue Fund | 833,550 |
| Parks DIF Fees | 425,000 |
| Fire Impact Fee | <u>40,000</u> |

Total Proposed CIP Expenditures \$ 22,621,759

This item will be presented by Trisha Sorensen, Interim City Manager and Brenda Hasler, Financial Services Director.

Staff recommends that the Mayor and Council adopt the tentative budget for fiscal year 2018-2019 (FY18-19) and the 5-Year Capital Improvement Plan.