



# City of Maricopa

## Legislation Text

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The Mayor and City Council shall discuss and possibly take action on adopting a tentative budget for fiscal year 2020-2021 (FY20-21) 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 FY20-21 is presented for Council consideration. The tentative operating and capital budgets, based on Council strategic priorities and staff input, total \$124,826,026. The tentative operating budget totals \$85,209,232 and the tentative Capital Improvement Projects (CIP) budget totals \$39,616,794

Final budget adoption is scheduled for June 16, 2020, at a Council Meeting.

### **Operating Budget**

The proposed operating budget was developed through input from the April 21, 2020 Council Budget and Finance Committee (BFC) Subcommittee meeting. Based on this meeting, the proposed FY20-21 tentative operating budget totals \$85,209,232. The totals, by fund, are as follows:

<b>General Fund</b>	\$	55,738,624
<b>Special Revenue Funds</b>		
Highway User Revenue Fund	\$	4,170,354
Grants Operating Fund	\$	7,500,000
1/2 Cent County Road Tax	\$	2,362,120
<b>Debt Service Fund</b>	\$	15,438,134
<b>Total Operating Expenditures</b>	\$	<b>85,209,232</b>

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:

- Increase of \$11.4 million to the Debt Service Fund due to GADA bond refunding
- No increase to the primary property tax rate
- Reduction in secondary property tax rate
- \$2.2 million in contingency for COVID-19
- Payment against the total unfunded liability for Fire PSPRS

Staff recommends that the Mayor and Council adopt the tentative budget for fiscal year 2020-2021 (FY20-21) and the 5-Year Capital Improvement Plan.

