



Council Workshop FY23-24 Budget Discussion

April 25, 2023





Budget Calendar

Item	Date
Workshop #1 – Budget Overview / Revenues / Five-Year Financial Forecasts	February 14, 2023
Workshop #2 – FY24-33 Capital Improvement Plan	March 7, 2023
Workshop #3 – (All Day) FY24 Operating Budget Department Presentations	April 4, 2023
Workshop #4 – (All Day) FY24 Operating Budget Department Presentations	April 6, 2023
<i>Workshop #5 – FY24 Final Budget Workshop</i>	<i>April 25, 2023</i>
Voting Meeting – Tentative Budget Adoption	May 9, 2023
Voting Meeting – Final Budget Adoption / Property Tax Levy	June 13, 2023
Voting Meeting – Property Tax Adoption	June 27, 2023



Agenda

- Follow Up Items from April 6th Workshop
- Changes to Budget
- FY23-24 Operating Budget
- FY23-24 Capital Improvement Plan
- FY23-24 Transfers Budget
- FY23-24 Total Budget



Follow Up Items from April 6th Workshop

- Fifteen (15) Sole Source Contracts
- WestMarc increase to \$20k
 - Absorbed by non-departmental
- Org. Charts – Emailed to Council



Fund 2110 – Arts Fund

	FY22 Actuals	FY23 Estimated	FY24 Budgeted	FY25 Budgeted
Beginning Fund Balance	\$1,737,333	\$1,901,295	\$1,793,295	\$2,033,264
Revenues (1% Arts Charge)	\$482,019	\$425,000	\$1,243,338	\$1,136,424
Operating Expenditures	(\$318,057)	(\$411,000)	(\$463,369)	(\$486,538)
CIP Expenditures	\$0	(\$122,000)	(\$540,000)	(\$350,000)
Estimated Ending Fund Balance	\$1,901,295	\$1,793,295	\$2,033,264	\$2,333,150



FY23 Non-Departmental Memberships

League of Arizona Cities and Towns	\$ 93,925
Maricopa Association of Governments	\$ 48,000
National League of Cities	\$ 12,749
Alliance for Innovation	\$ 10,000
Westmarc	\$ 20,000



Change to Operating Budget since April 6th Workshop

Council Requested Additions to Operating Budget

- Ballistic equipment for sworn fire personnel \$428k
- Added Firefighters (2) \$246k
- Added Code Inspector (1) \$143k
- Feral cat program increase \$ 5k



Change to Operating Budget since April 6th Workshop

Staff Recommended Additions to Operating Budget

- Carryover and adjustments for IT Projects \$7.3M
- Carryover adjustments for vehicles \$1.9M
- Reclassify Intergov. Programs Mgr. to Director \$ 45k
- Moved Public Safety Health and Wellness
Coordinator to General Fund (no budget increase)



Changes to Capital Improvement Plan since March 7th Workshop

- Carryover Adjustments for existing projects \$19.2M
- Added VAI Parking Garage Investment (revenue offset) \$16.0M
- Moved Police Evidence Storage project from FY25 to FY24 \$14.7M
- Updated Arena Capital to reflect new ground lease (revenue offset) \$10.0M
- Added FY24 DIF funding for Heroes Park Ballfields \$ 4.0M
- Added FY24 funding for System of Care Tenant Improv. \$ 3.0M
- Added FY24 funding for Design of Heroes Park Rec Center \$ 2.0M
- Added FY24 funding for design of Velma Teague Library \$ 660k

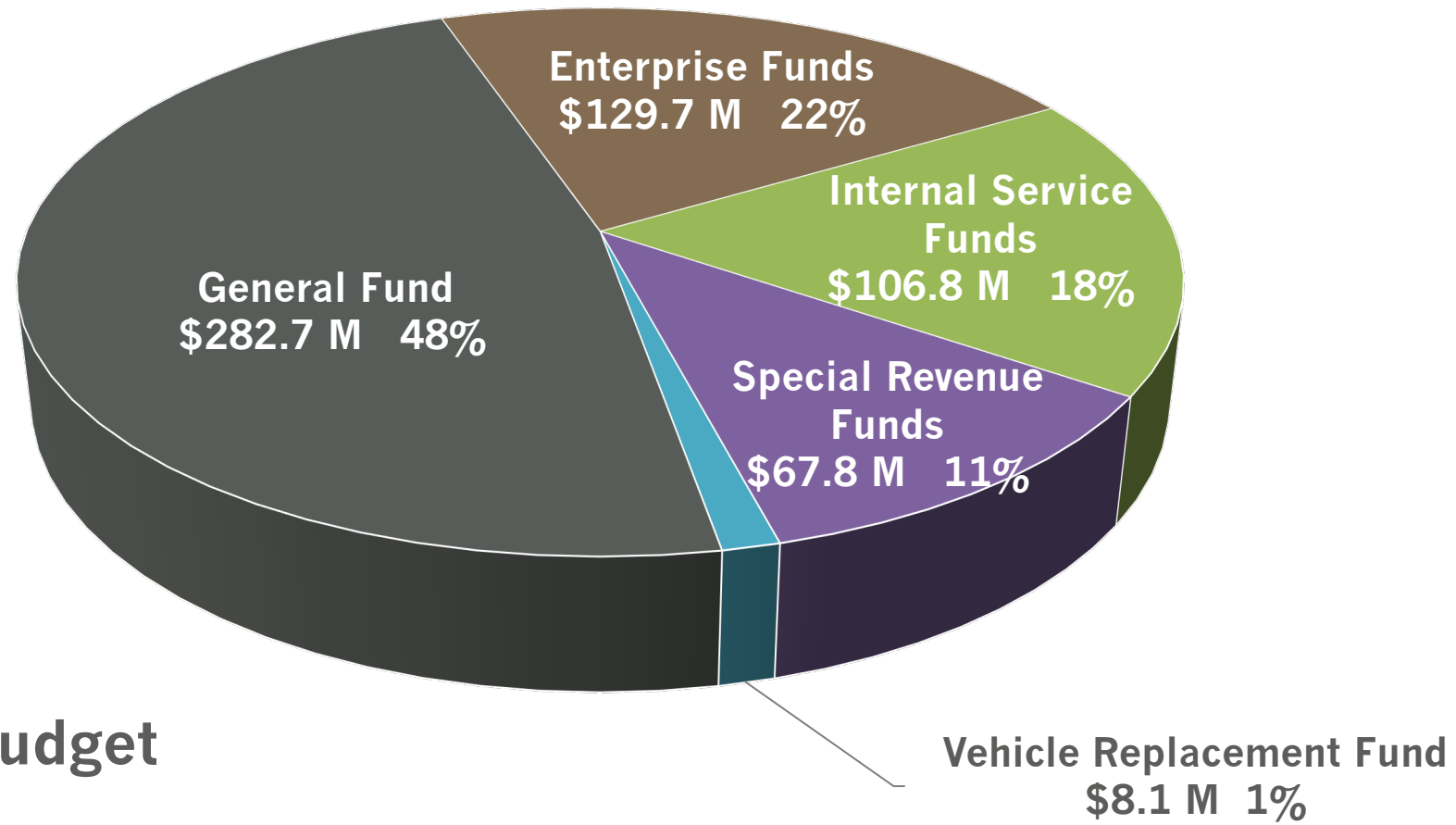


FY23-24 Budget Highlights

- Balanced budget
- No Property Tax Increases
- Public Safety Increases in accordance with current Memorandums of Understanding (MOUs) for represented employees
- Focus on employee retention
 - 5% movement of all ranges (not a salary increase)
- Salary recommendation
 - 6.5% cost of living adjustment for non-MOU employees
 - Up to 2.5% performance pay



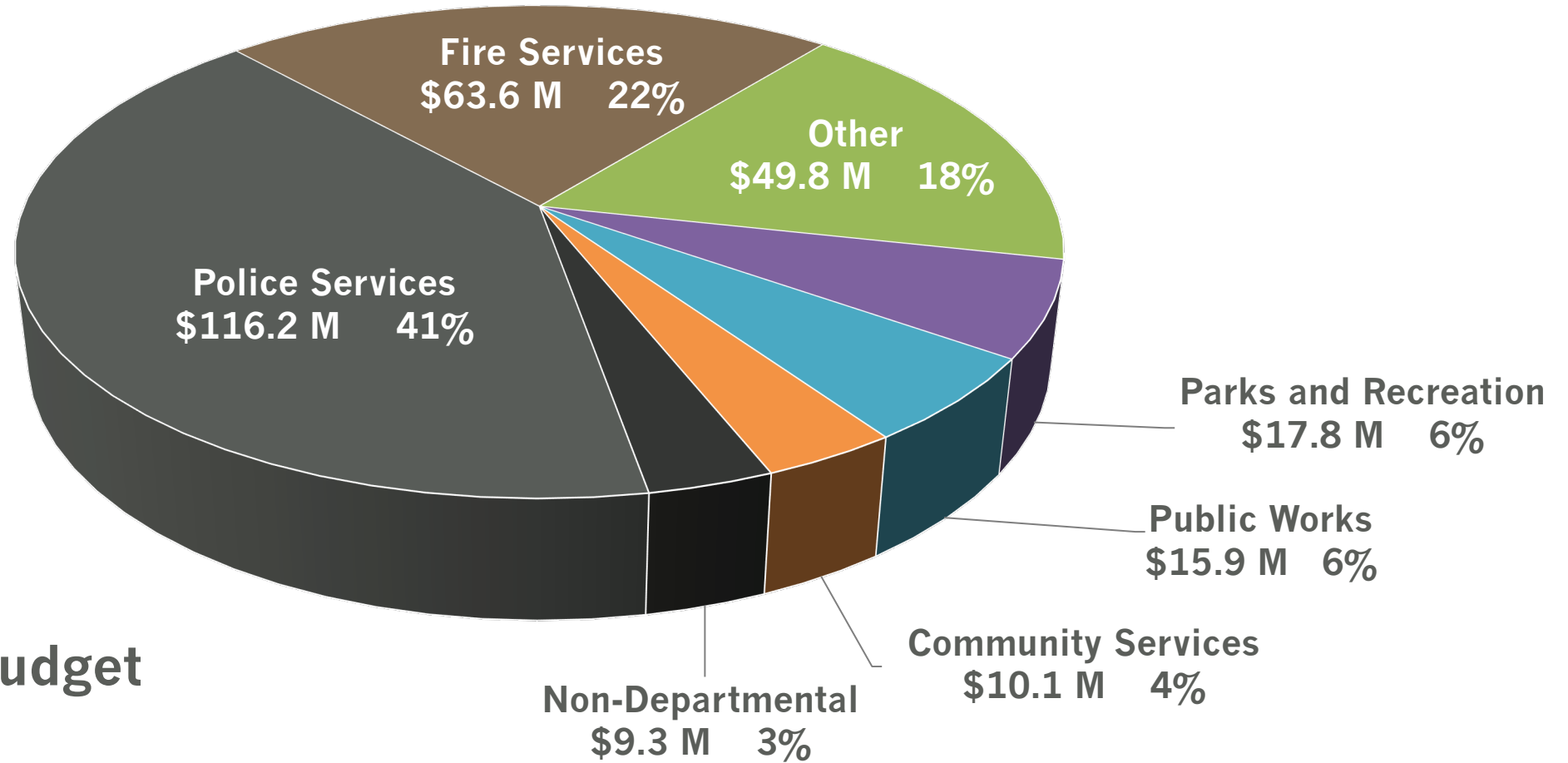
FY23-24 Operating Budget by Fund



**Total FY23-24 Budget
\$595.1M**



FY23-24 General Fund Operating Budget by Function

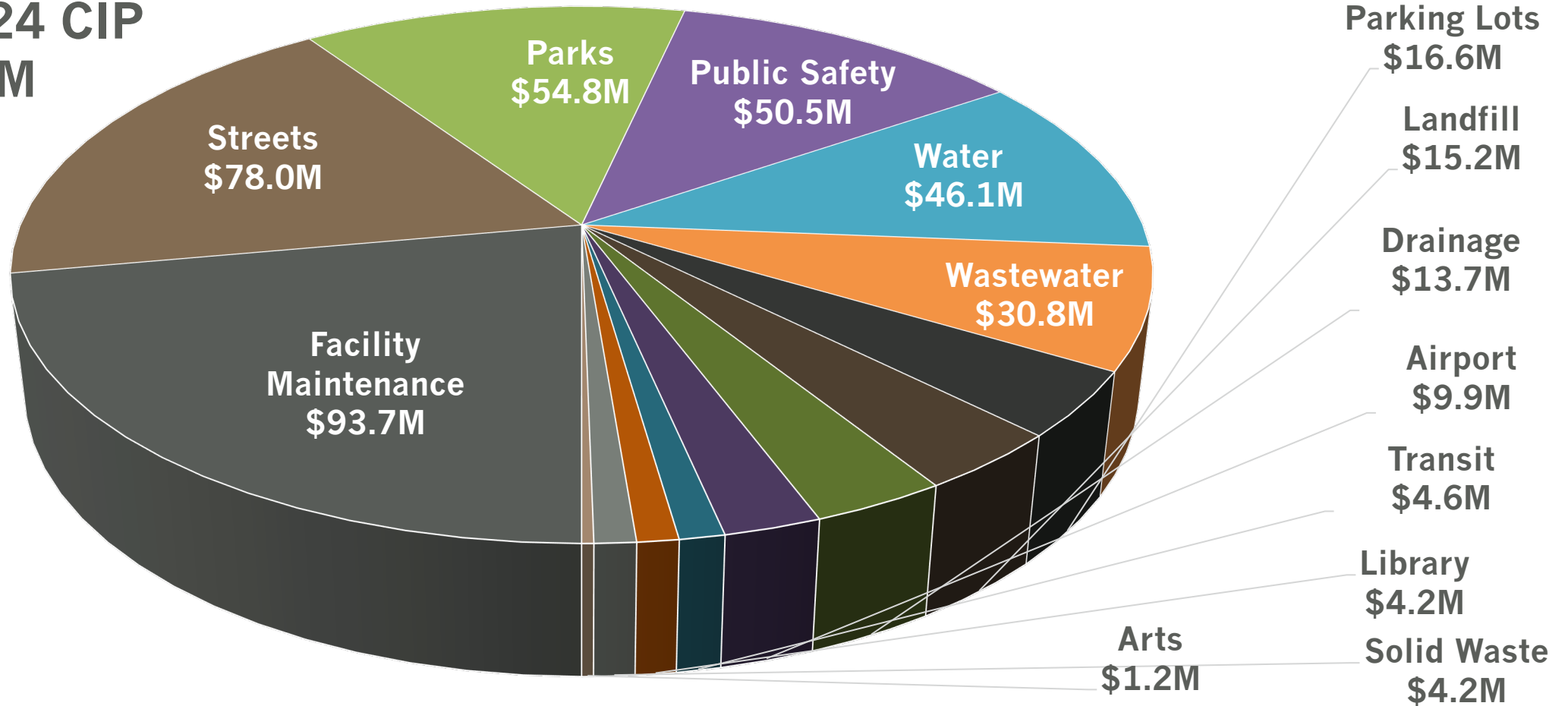


**Total FY23-24 Budget
\$282.7M**



FY23-24 Capital Improvement Plan

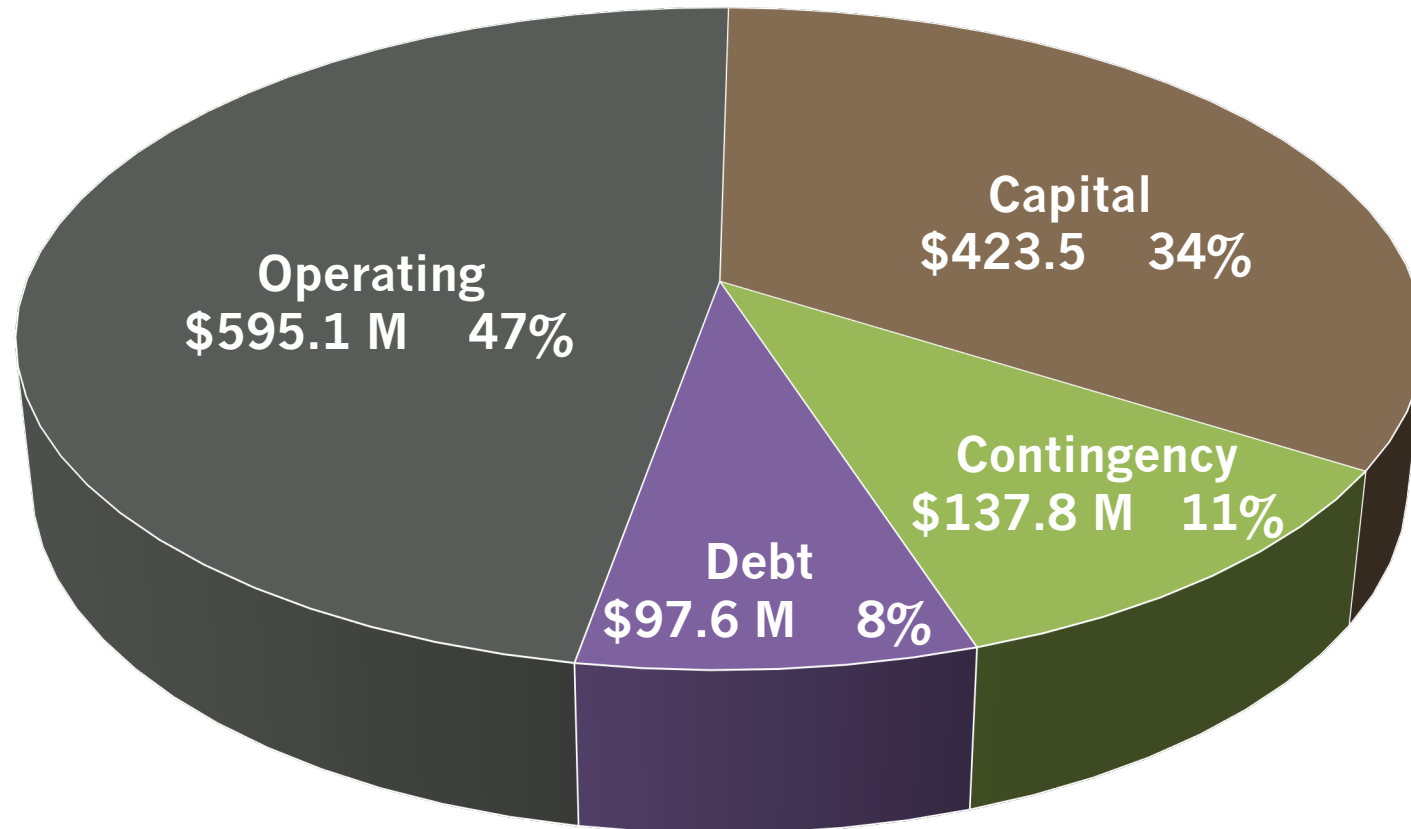
**Total FY23-24 CIP
\$423.5M**





FY23-24 Total Budget Appropriation

FY23-24 Total Budget
\$1.25B





Summary of Personnel Changes

Fund	# of Positions
General Fund	46
Enterprise Funds	4
Internal Service Funds	6
Special Revenue Funds	11.5
Total	67.5



General Fund Five-Year Financial Forecast

	FY24 Budget	FY25 Budget	FY26 Budget	FY27 Budget	FY28 Budget
Beginning Fund Balance (est)	211,629,860	223,954,305	243,305,848	225,624,655	198,646,646
Ongoing Operating Revenue	310,240,154	318,335,588	336,173,323	347,508,906	364,907,753
One-time Operating Revenue	50,810,443	59,612,119	10,099,984	3,551,437	1,682,259
Operating Expenditures	(194,617,842)	(266,166,696)	(316,244,118)	(333,096,532)	(348,252,233)
One-time Expenditures	(88,068,737)	(49,793,564)	(12,737,712)	(9,394,184)	(8,327,660)
Net Transfers	(61,039,572)	(37,635,904)	(29,972,670)	(30,547,635)	(30,129,369)
Contingency	(5,000,000)	(5,000,000)	(5,000,000)	(5,000,000)	(5,000,000)
Total Surplus/(Deficit)	12,324,445	19,351,542	(17,681,192)	(26,978,009)	(25,119,250)
Ending Fund Balance	223,954,305	243,305,848	225,624,655	198,646,646	173,527,396
Assigned Fund Balance	75,912,245	83,848,677	111,908,404	81,097,532	81,489,283
Ending Unassigned Fund Balance	148,042,060	159,457,171	113,716,251	117,549,114	92,038,113
GF Fund Balance Policy	50,000,000	50,000,000	50,000,000	50,000,000	50,000,000
Available GF Fund Balance	98,042,060	109,457,171	63,716,251	67,549,114	42,038,113



Questions?



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