

COCHISE COUNTY

FY 20/21
Tentative Budget
Special Districts

Edward Gilligan, County Administrator
Daniel S. Duchon, Budget Manager



COCHISE COUNTY

Library District

Library District	FY20	FY21	Change
Total Budget	2,340,665	2,579,203	238,538
Expenses	1,344,635	1,466,109	121,474
Reserves	996,030	1,113,094	117,064
Rate	0.1451	0.1451	0
Levy	1,366,096	1,411,946	45,850

- Continued funding of Market Salary plan
- \$50,000 funding for Elfrida Library renovation, carried over from FY20
- If holding rate flat at 0.1451 – TNT necessary
 - Increased Levy of \$45,850, of which \$17,660 is from New Construction



COCHISE COUNTY

Flood Control District

Flood Control	FY20	FY21	Change
Total Budget	6,549,965	7,764,024	1,214,059
Expenses	3,850,264	4,717,063	866,799
Reserves	2,699,701	3,046,961	347,260
Rate	0.2597	0.2597	0
Levy	2,071,177	2,146,341	75,164

- Continued funding of Market Salary plan
- \$1,080,700 for Flood and monitoring projects
- If holding rate flat at 0.2597 – TNT necessary
 - Increased Levy of \$75,164, of which \$27,630 is from New Construction



COCHISE COUNTY

Light Districts:

Bowie

Budget \$12,227

Proposed Tax Rate 1.0607 (5% increase)

Levy = \$12,227 (+\$869)

Sunsites

Budget \$26,549

Proposed Tax Rate .4208 (flat)

Levy = \$21,029 (+1,041)

Naco

Budget \$10,312

Proposed Tax Rate .4049 (flat)

Levy = \$8,202 (+\$137)

Golden Acres

Budget \$10,467

Proposed Tax Rate .3705 (flat)

Levy = \$7,956 (+\$401)

Pirtleville

Budget \$17,191

Proposed Tax Rate .5511 (flat)

Levy = \$12,680 (+1,129)



COCHISE COUNTY

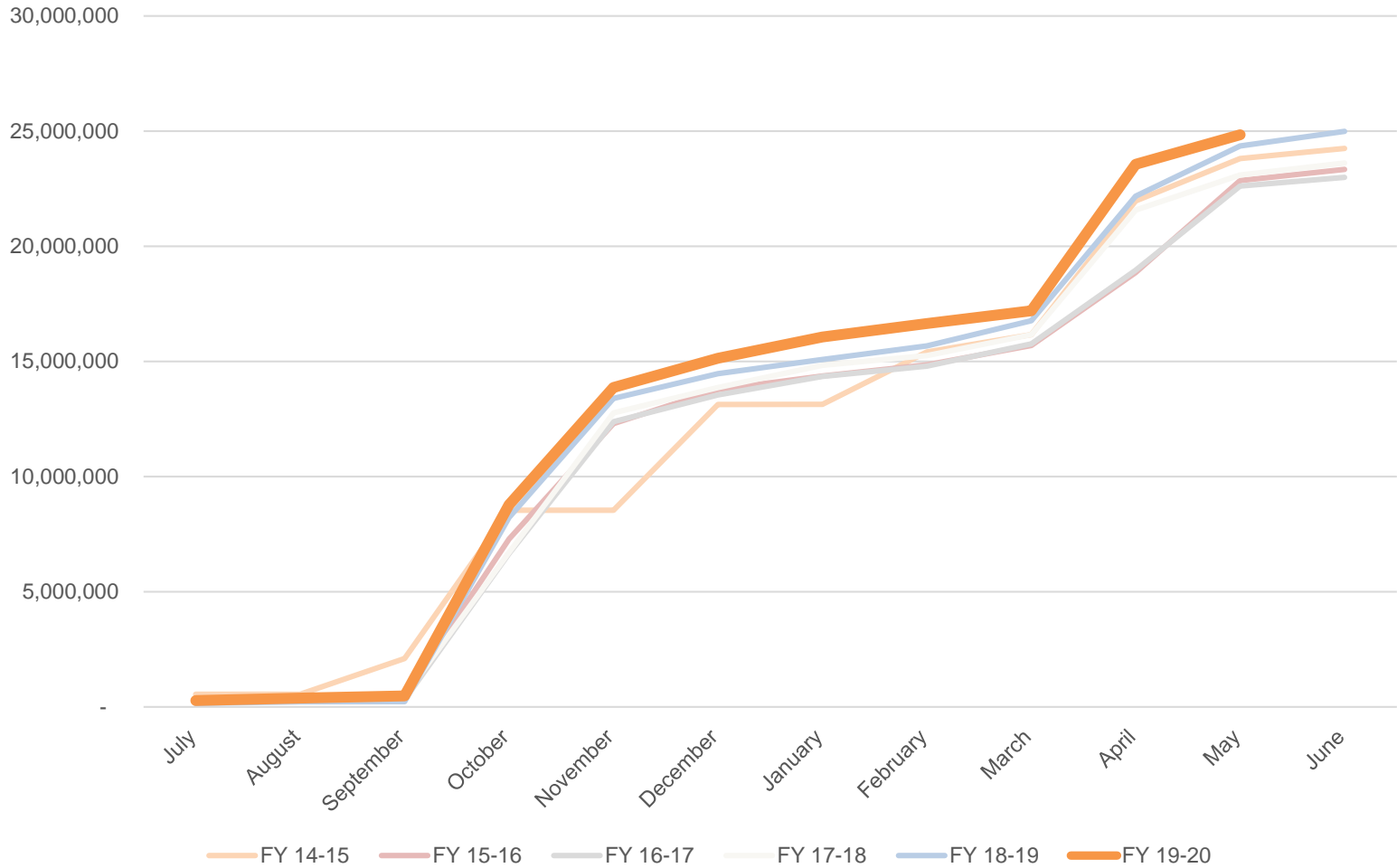
**FY 20/21
Tentative Budget**

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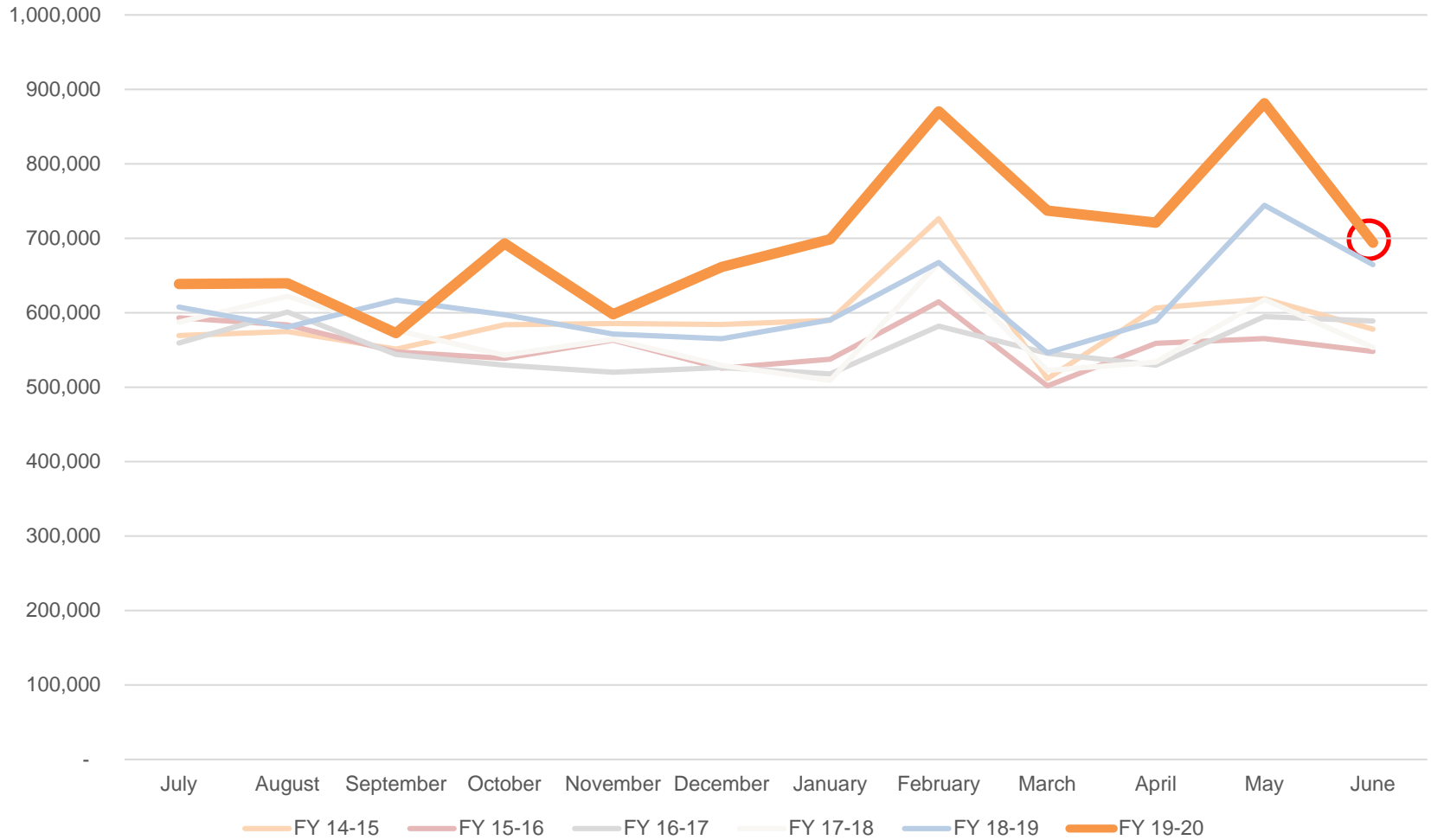
COCHISE COUNTY

Property Tax Total Annual v 5 Yr History



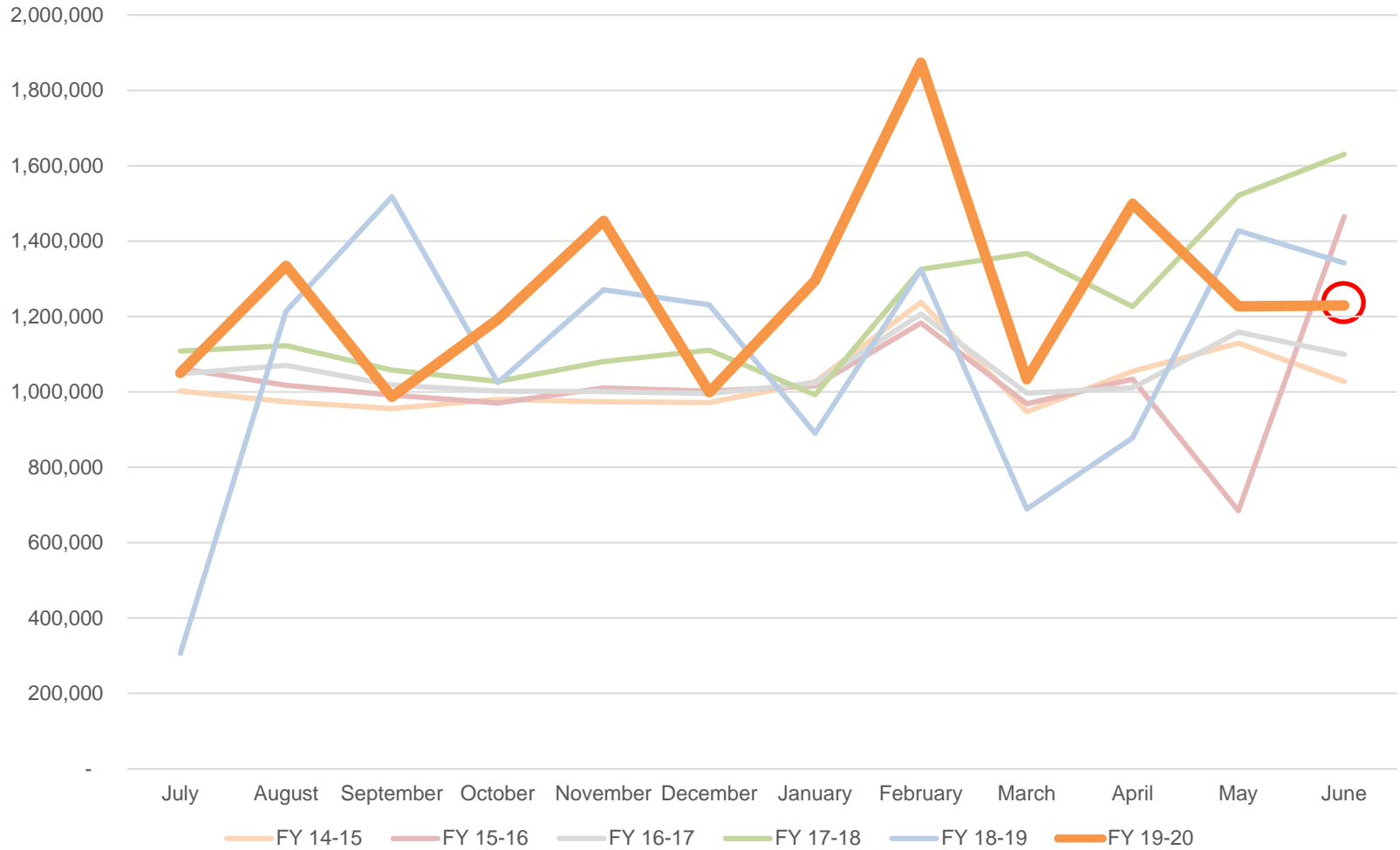
COCHISE COUNTY

County Sales Tax v 5 Yr History by Month



COCHISE COUNTY

State Sales Tax v 5 Yr History by Month



COCHISE COUNTY

FY 19/20 Year-End - Projected

	FY19/20 Adopted Budget	Revenue	Expenditures	Expected Fund Balance
General Fund	\$85,097,674	\$57,029,952	\$60,300,009	\$28,870,152
Special Revenue Fund (includes internal service, capital and SRF)	\$109,688,003	\$55,943,436	\$47,400,996	\$51,888,353
Total	\$194,785,677	\$107,527,423	\$107,653,106	\$76,594,390



COCHISE COUNTY

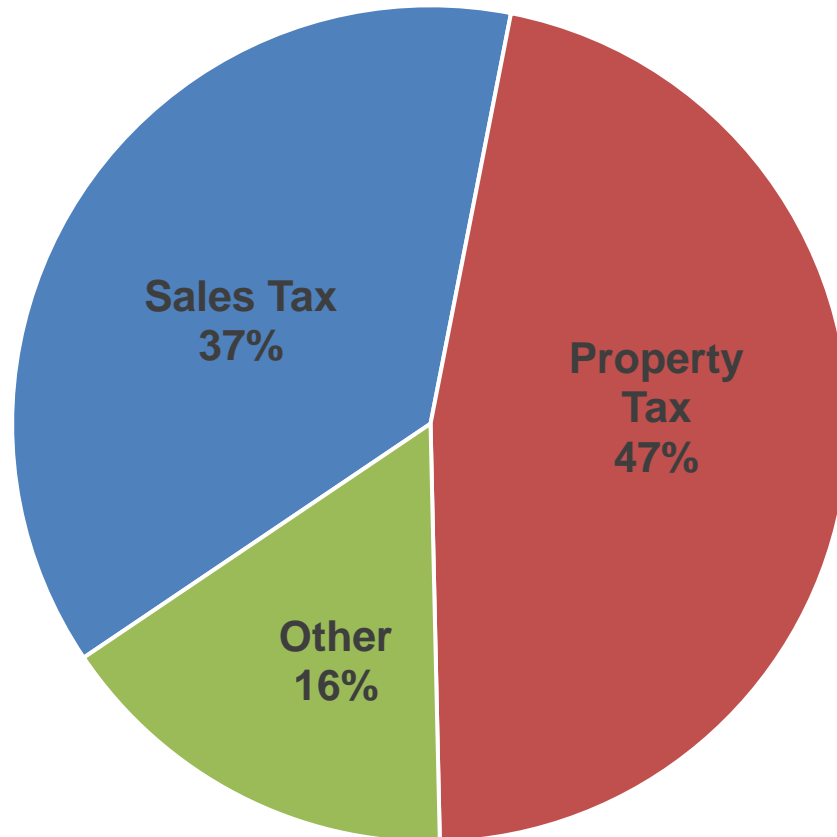
FY21 Tentative Budget Summary

Funds	FY20 Adopted	FY21 Tentative	Change	% Change
General Fund	85,097,674	84,675,999	(421,675)	-0.5%
All Other Funds				
Special Revenue Funds	76,568,398	76,706,757	138,359	0.2%
Capital Projects Funds	24,733,118	15,973,036	(8,760,082)	-35.4%
Enterprise Funds	8,386,487	10,487,177	2,100,690	25.0%
All Other Funds Total	109,688,003	103,166,970	(6,521,033)	-5.9%
Total All Funds	194,785,677	187,842,969	(6,942,708)	-3.6%



General Fund Revenue

- Projected total drop in revenues of approx. 1.0m



Revenue Changes in FY21

- **Property Tax**
 - New Construction: 19,427,934
 - New Construction Levy: 325,534
 - TNT necessary if rate held flat
 - Budgeting Lower Collection Rate of 95% = flat revenue

	FY20	FY21	Change
Rate	0.2597	0.2597	0
Levy	25,181,916	26,027,090	845,174



Revenue Change in FY21

- Sales Tax
 - County Half Cent – 6.4m
 - Projected decrease of 20% from peak
 - State Shared – 13.1m
 - Projected decrease of 10% from peak
 - HURF (9.2m) & Vehicle Licenses Taxes (5.4m)
 - Projected decrease of 20% from peak
- Departmental / Other Revenues
 - Fees, Fines, Charges for Service, IGA Revenues
 - Flat at approx. 5.9m

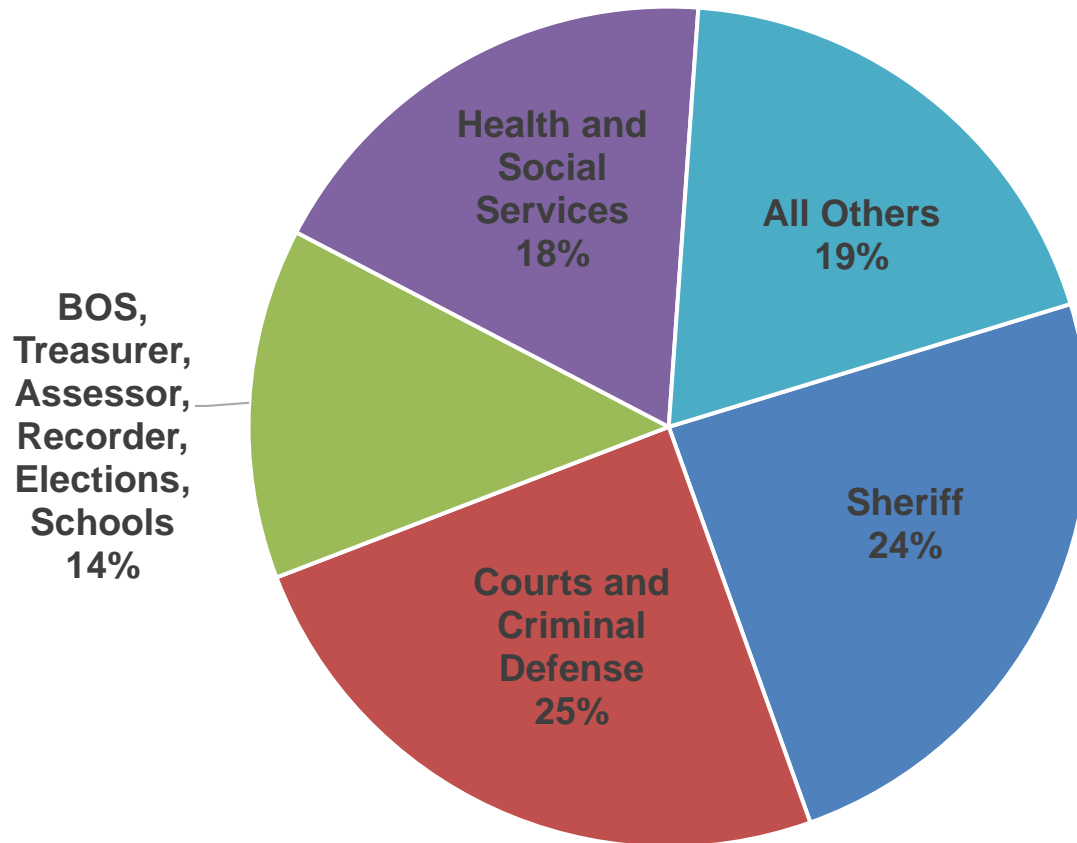


Property Tax History

	1993 Highest Rate	2011 Highest Levy	2019	2020
Valuation	390,561,309	1,048,827,355	941,485,649	973,084,452
Rate	3.0600	2.6300	2.6747	2.6747
Levy	11,954,691	27,585,263	25,181,916	26,027,090
1 cent =	39,056	104,883	94,149	97,308



General Fund Expenses



Expenditure Changes in FY21

- Total expenses decreased by \$1.0m from FY20 Amended Budget
- Closure of the Juvenile Detention Center FY21 savings of \$525k and annual savings of approximately 1.0m
- Board of Supervisors eliminated Community Enhancement Funds \$502k
- Development Services Department – staff restructure, approximately \$90k
- Fleet Department Replacement expenses reduced \$490k
- Arizona Counties Insurance Pool (ACIP) annual costs increased from \$681k to \$830K
- Projected increase of \$225k for 2020 Election costs (Recorder/Elections)
- AZ CARES Act 5.7m not included in this budget
- Maintaining approx. 17.9m in Contingency
 - Projected to finish FY20 with 17.7m in Contingency



Funding Requests

In total, the Board of Supervisors received sixteen funding requests, totaling \$441k in one-time costs, and \$1,086,980 in annual costs. No funding requests were approved unless funding could be found via reducing expenses, i.e. budget neutral.

- Public Defender – Defense Investigator (\$41k) and Legal Secretary (\$43k) position changes were funded via reduced contract attorney expenses.
- Health – Medical Director contract (\$61k) and Mosquito Surveillance Program (\$46k) costs were funded via a grant, and reductions in travel, training, and community outreach.
- Coordinated Courts Funding Requests were not approved by Superior Court Administrator/Presiding Judge.
- Facility Requests funded via Building Enhancement Fund – based on priority



Unfunded Liabilities

- PSPRS – Tiers 1 & 2 funded status of 37.6%; Tier 1 & 2 Unfunded Liability of 35.4m
 - Sole responsibility of Cochise County
- CORP – Detention Tiers 1 & 2 funded status of 56.0%; Unfunded Liability of 6.3m
 - Sole responsibility of Cochise County
- CORP – AOC Tiers 1 & 2 funded status of 54.1%; Unfunded Liability of 406.5m
 - Pooled responsibility
- EORP – Funded status of 33.6%; Unfunded Liability of 650.3m
 - Pooled responsibility



Summary

- Recommended no funding requests unless budget neutral
- County's overall financial situation is stable with increased reserves, yet still facing unfunded pension liabilities and economic uncertainty due to pandemic
- Recommend holding primary tax rate flat at 2.6747



Summary

- Request approval of the Cochise County FY21 Tentative Budget
 - ◆ Once adopted, the total approved budget may not be increased

