

A photograph of a garden scene. In the foreground, there are numerous small white daisies with yellow centers. Behind them, there are tall, thin blue flowers. In the background, a white building with a dark horizontal band is visible. The text "Tentative Budget Adoption" is overlaid in a large, yellow, sans-serif font.

Tentative Budget Adoption

May 24, 2021

Overview of Presentation



- Changes from City Manager's Recommended Budget
- Resource Overview
- Expenditure Overview
- Adoption & Next Steps

Changes from City Manager's Recommended Budget

FY2022 Budget



CHANGES FROM CITY MANAGER'S RECOMMENDED BUDGET

Changes from 4/19/21 Recommended Budget

4/19/21 - Recommended Budget

Resources

Expenditures

\$ 470,597,700 \$ 385,687,000

Description

1) CIP Carryovers	157,866,800	157,866,800
2) Non-CIP Carryovers	4,859,900	4,859,900
3) Workers Comp Rate Adjustments	0	(179,400)
4) Project 60075 Amiad Filter Replacement - budgeted in FY2022 & FY2023	0	(744,000)
5) Program unallocated fund balances as CIP reserves or contingencies	0	20,983,100
6) Grant Revenue Reduction	(54,900)	0
7) Ballpark Netting - Team Contribution	205,000	0
8) Project 60-22-195 start date for Alternative to Sat site moved from FY2025 to FY2026	0	0

5/24/21 - Tentative Budget

\$ 633,474,500 \$ 568,473,400

Unbudgeted Asset Management and DIF fund balances (restricted use)

\$ 65,001,100

FY2022 Budget



CHANGES FROM CITY MANAGER'S RECOMMENDED BUDGET

CIP Carryovers	\$157.9 Million
Civic Square	\$83.8 Million
Surface Water Plant	\$25.4 Million
Recreation Campus	\$15.9 Million
Site 12 Treatment Improvements	\$ 2.9 Million
Police Building – Phase II	\$ 2.9 Million
All others (52 Projects)	\$27.0 Million

FY2022 Budget



CHANGES FROM CITY MANAGER'S RECOMMENDED BUDGET

Non-CIP Carryovers	\$4.9 Million
Information Technology Equipment & Projects	\$1.4 Million
Vehicles & Equipment	\$1.1 Million
Ambulance	\$0.9 Million
Grants	\$0.3 Million
Public Safety Employment Costs	\$0.2 Million
PPE	\$0.2 Million
All others (15 Items)	\$0.8 Million

FY2022 Budget



CHANGES FROM CITY MANAGER'S RECOMMENDED BUDGET

Contingencies	Recommended	Tentative
Policy Reserves (15% Operating revenue)		
- General Fund	\$19.0 Million	\$19.0 Million
- Other Funds	\$ 8.7 Million	\$ 8.7 Million
CIP Reserves		
- General Fund	\$0	\$ 4.0 Million
- Other Funds	\$0	\$14.5 Million
Contingencies		
- General Fund	\$ 0.7 Million	\$ 0.7 Million
- Other Funds	\$10.4 Million	\$12.2 Million
Budget Authority	\$15.0 Million	\$15.0 Million

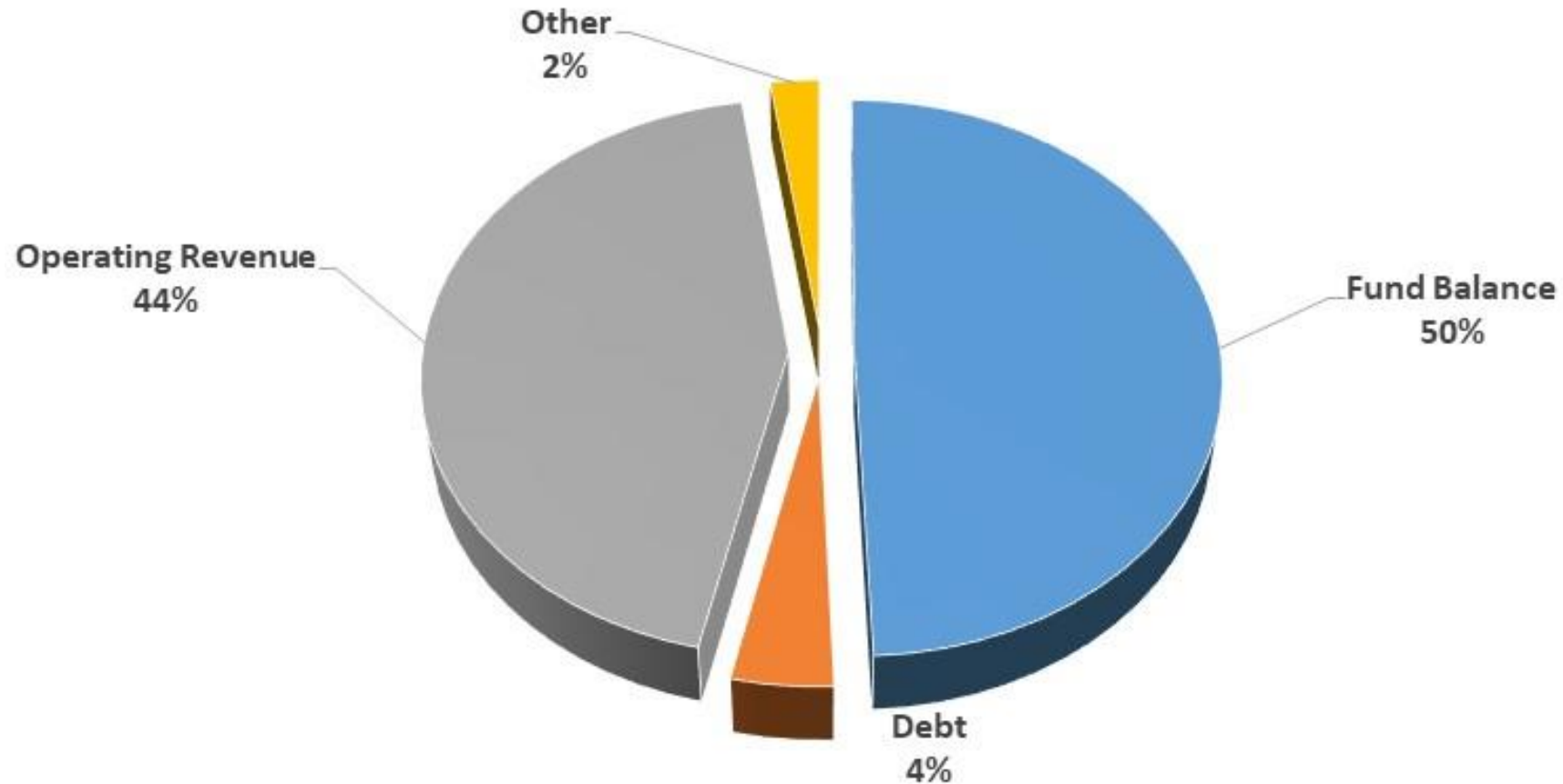
Revenue and Resources Overview

FY2022 Where the Money Comes From

All Funds



\$633.7 MILLION

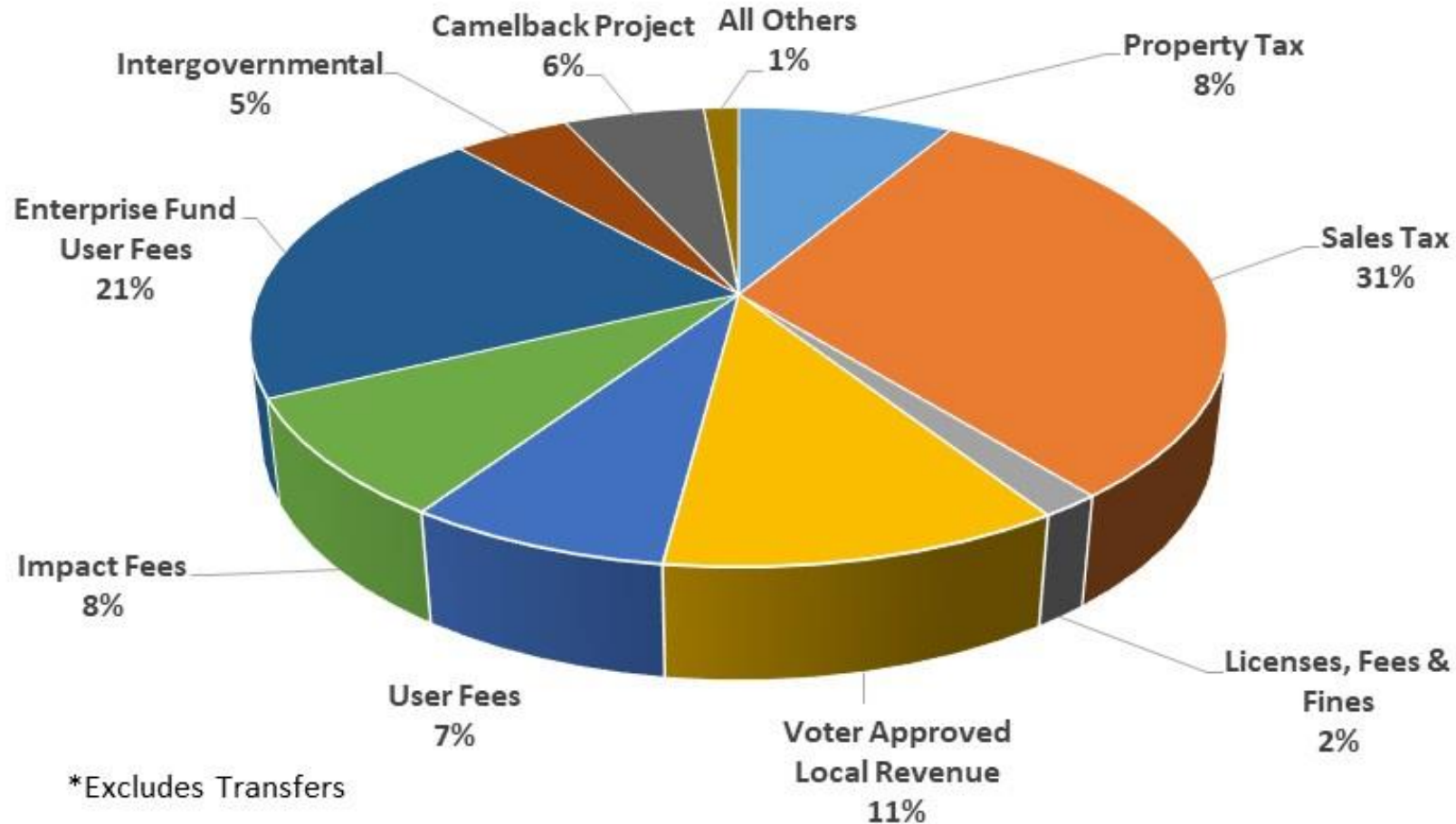


FY2022 Where the Money Comes From

All Funds



OPERATING REVENUE – \$279.8 MILLION

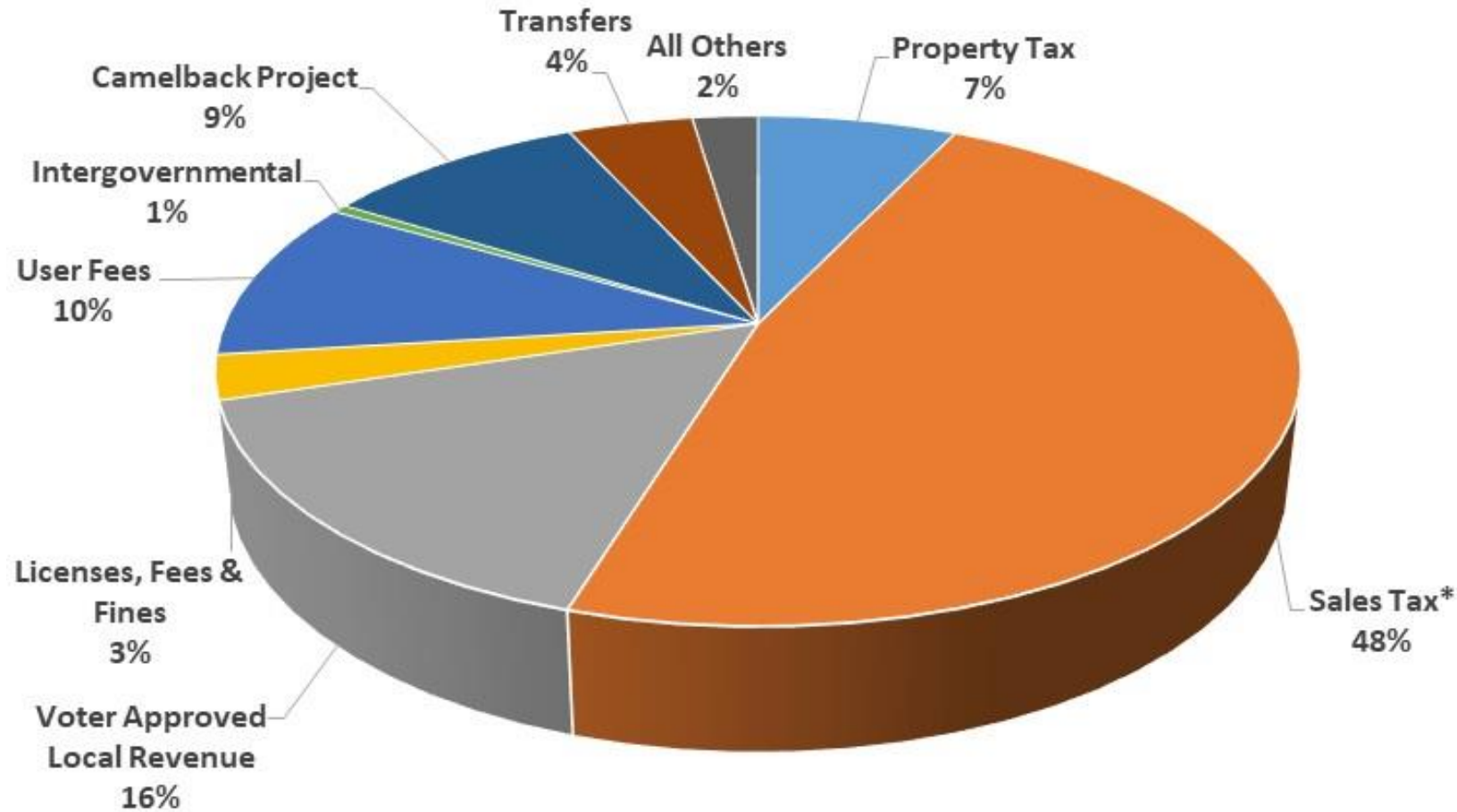


FY2022 Where the Money Comes From

General Fund



\$165.2 MILLION



Revenue Highlights



- All sales tax categories fully recovered by end of 2021
 - Conservative 4-6% increases by category
- Construction Sales Tax at 80% of FY2021
 - \$5.6 million for ongoing purposes
- Voter Approved Local Revenue based on 2019 census
- Development related revenue
 - No decline in activity projected
 - specifically tied to development related expenses

Property Tax Rates and Levies



- Maximized Primary Property Tax
- Secondary set at rate to cover GO debt service
 - \$26.0 million in new GO bonds planned

	FY2021 Assessed			FY2022 Assessed		
	Valuation	FY2021 Levy	FY2021 Rate*	Valuation	FY2022 Levy	FY2022 Rate*
Primary	1,026,917,731	10,608,060	\$ 1.0330	1,170,620,728	11,706,200	\$ 1.0000
Secondary	1,026,917,731	7,193,600	\$ 0.7005	1,170,620,728	8,604,100	\$ 0.7350
Totals		17,801,660	\$ 1.7335	2,341,241,456	20,310,300	\$ 1.7350

Goodyear Property Tax - \$100,000 home \$ **173.35**

Goodyear Property Tax - \$105,000 home (maximum 5% appreciation, \$8.68 per \$100,000 AV increase) \$ **182.18**

Rate and Fee Studies in Process



- Upcoming proposals impacting revenue
 - Citywide non-enterprise Fees
 - Permit/Review Fees
- Fee changes not included in budget
 - Council action to change

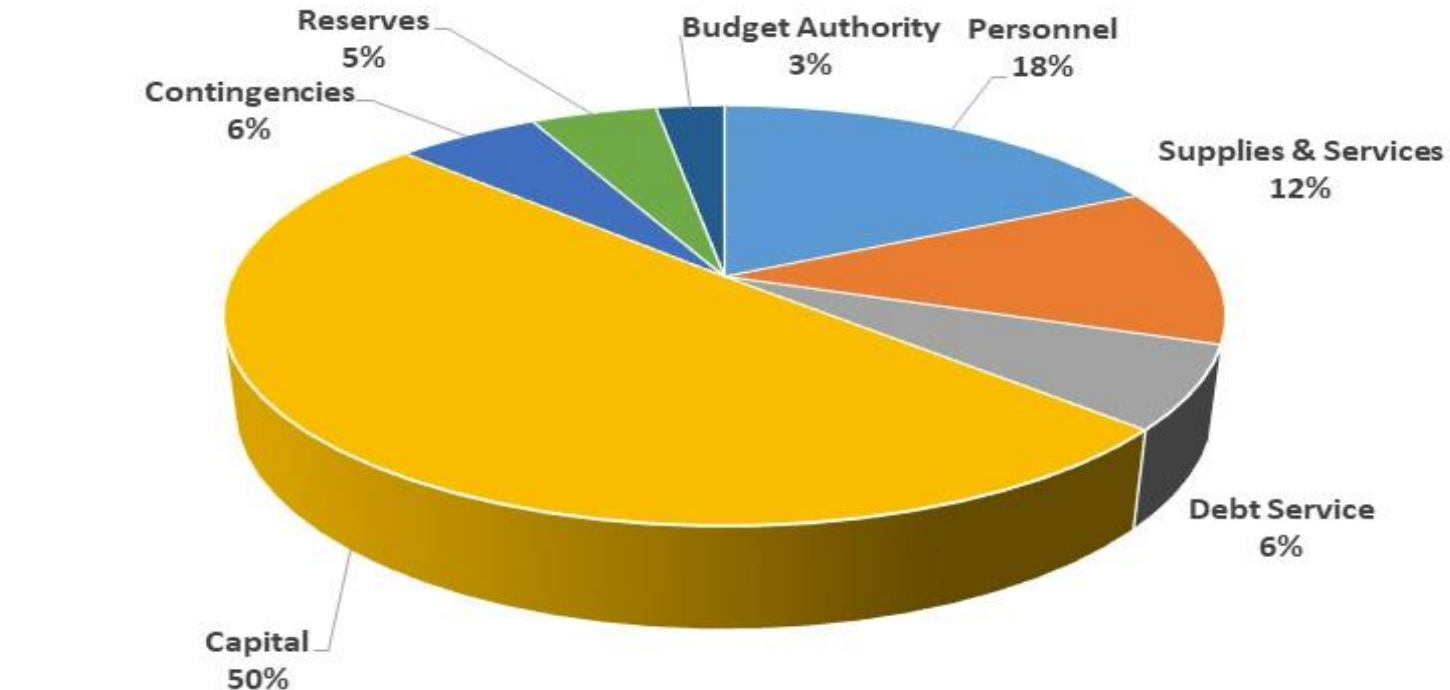
Expenditures/Uses Overview

FY2022 Where the Money Goes

All Funds – by use



\$568.5 MILLION



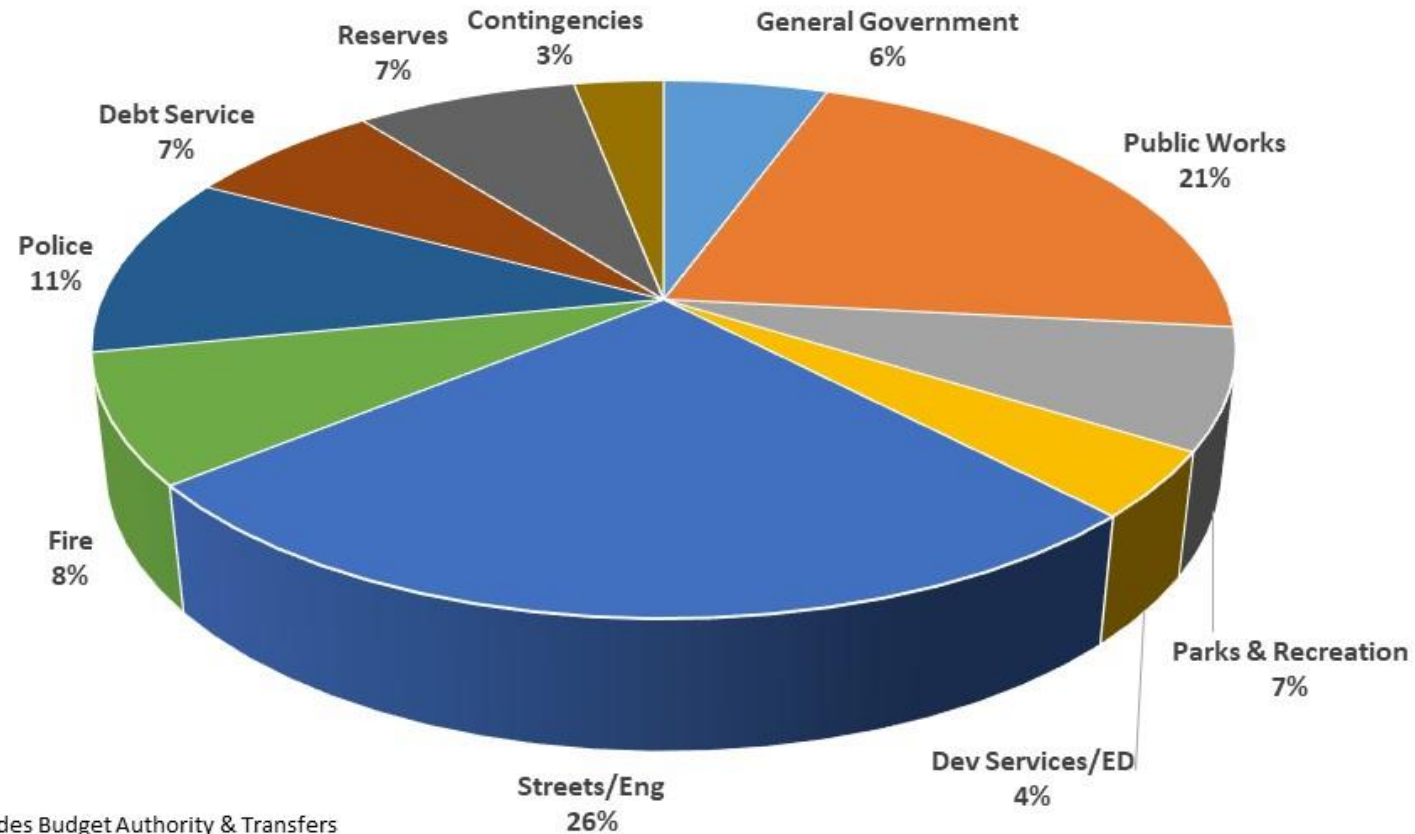
*Excludes interfund transfers

FY2022 Where the Money Goes

All Funds – by Department



\$553.5 MILLION



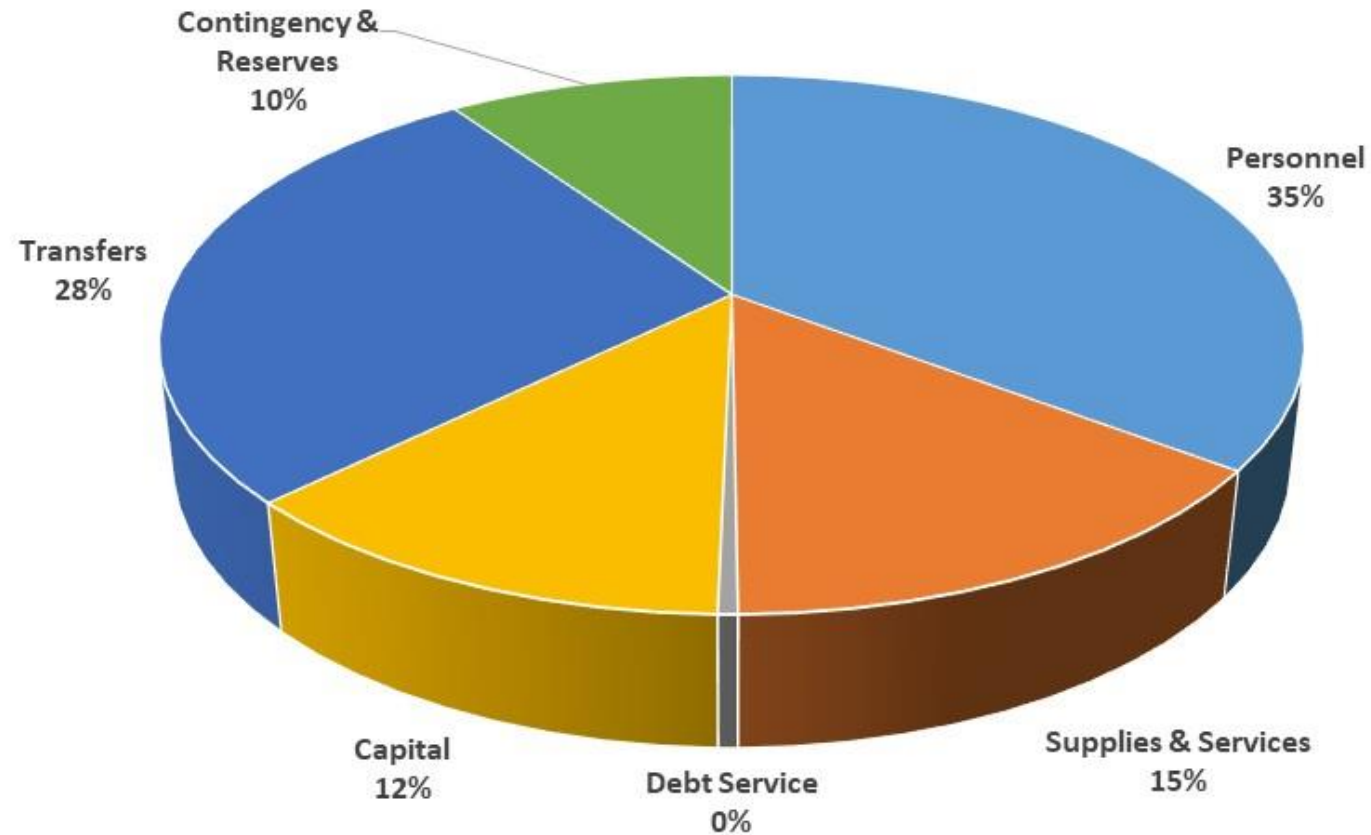
*Excludes Budget Authority & Transfers

FY2022 Where the Money Goes

General Fund – by use



\$246.4 MILLION

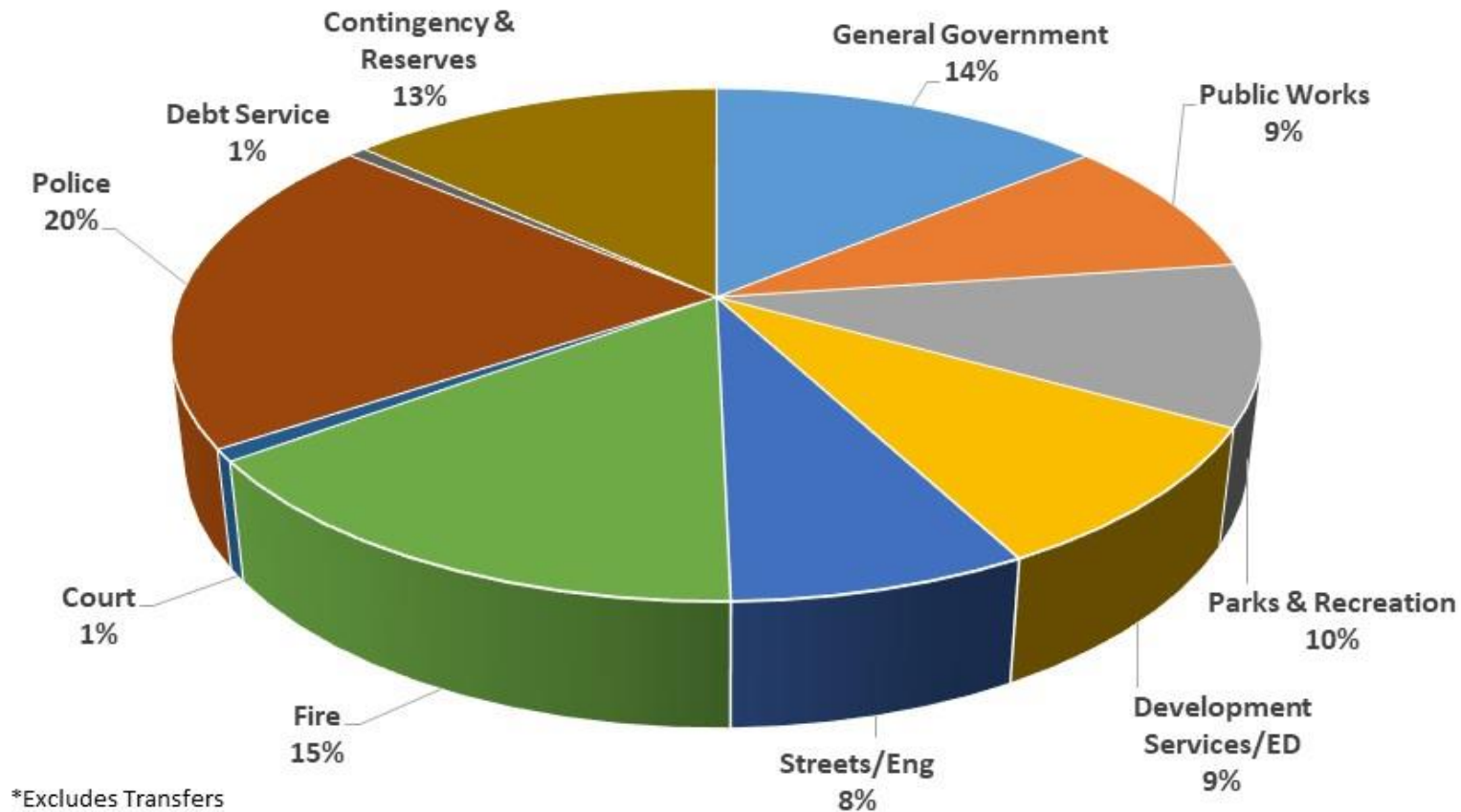


FY2022 Where the Money Goes

General Fund – by Department



\$178.2 MILLION



FY2022 Budget - Personnel

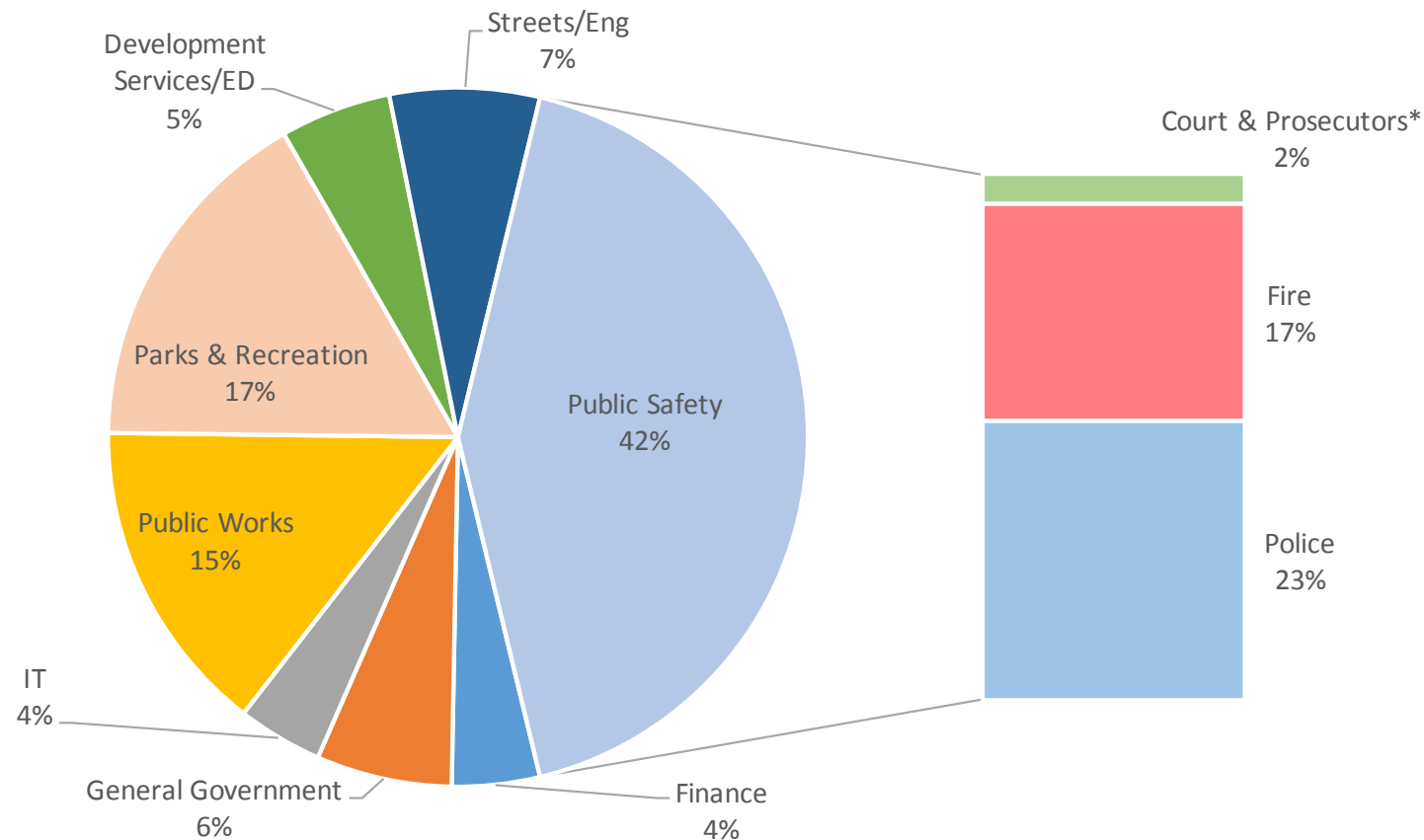


TOTAL AUTHORIZATION (837.15 FTE)

	FY2021	change	FY2022
Finance	33.00	1.00	34.00
General Government	47.00	5.50	52.50
IT	29.00	4.00	33.00
Public Works	110.00	13.00	123.00
Parks & Recreation	125.30	13.00	138.30
Development Services/ED	37.00	6.00	43.00
Streets/Eng	52.00	6.00	58.00
Court & Prosecutors*	18.30	2.00	20.30
Fire	129.50	17.00	146.50
Police	169.30	19.25	188.55
	750.40	86.75	837.15

*Prosecutor's Office part of City Attorney's Office

FY2022 Authorized Positions - by Service Area



FY2022 Budget



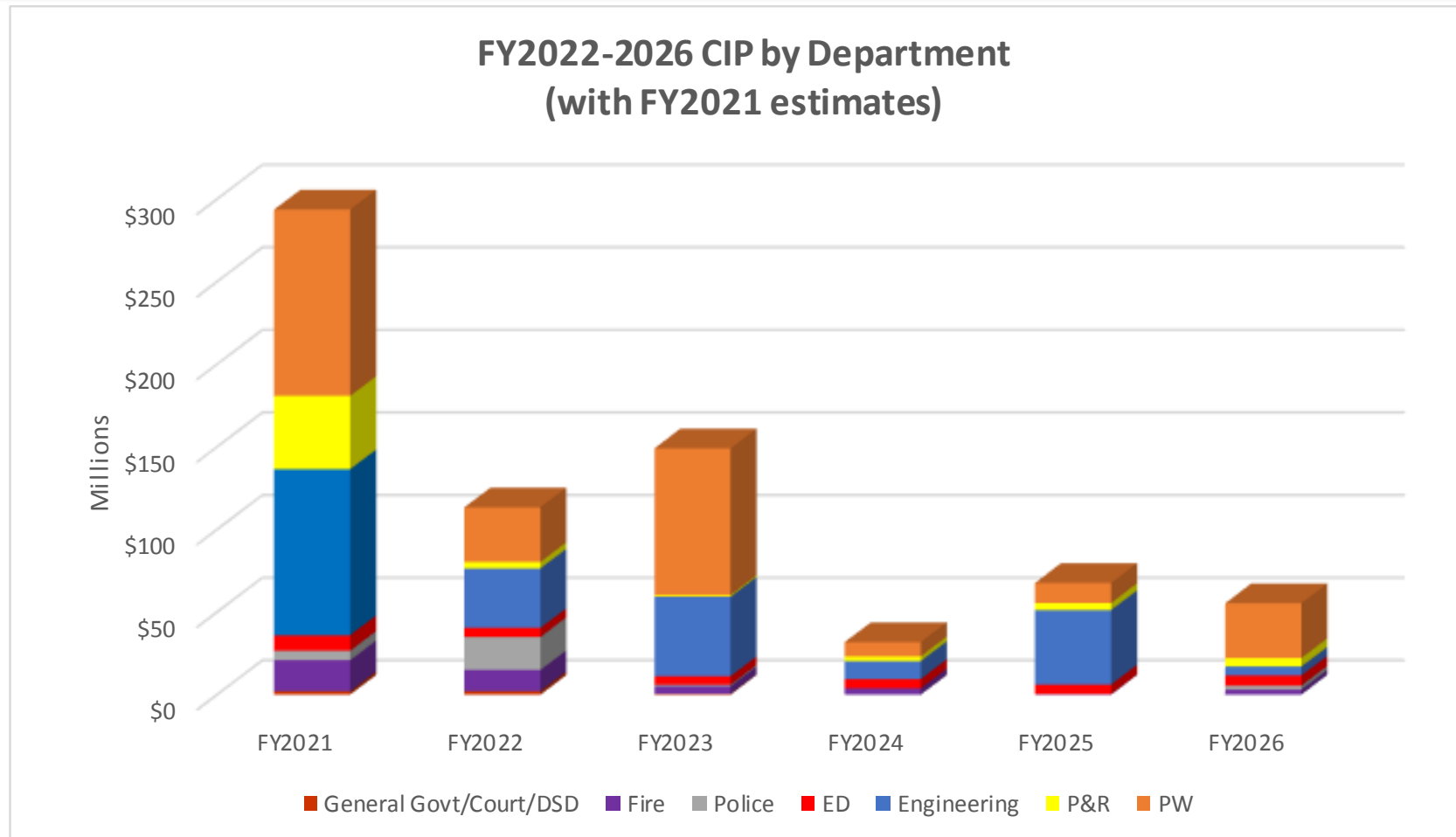
OPERATING HIGHLIGHTS

- Sustainable – Compliant with Policy
- Includes Salary and benefit changes
- Operational impacts of large projects
 - Civic Square
 - Recreation Campus
 - Fire Station #188
 - Surface Water Treatment Facility
- American Rescue Plan Funds included
 - Programmed as contingency pending council action

FY2022 Budget



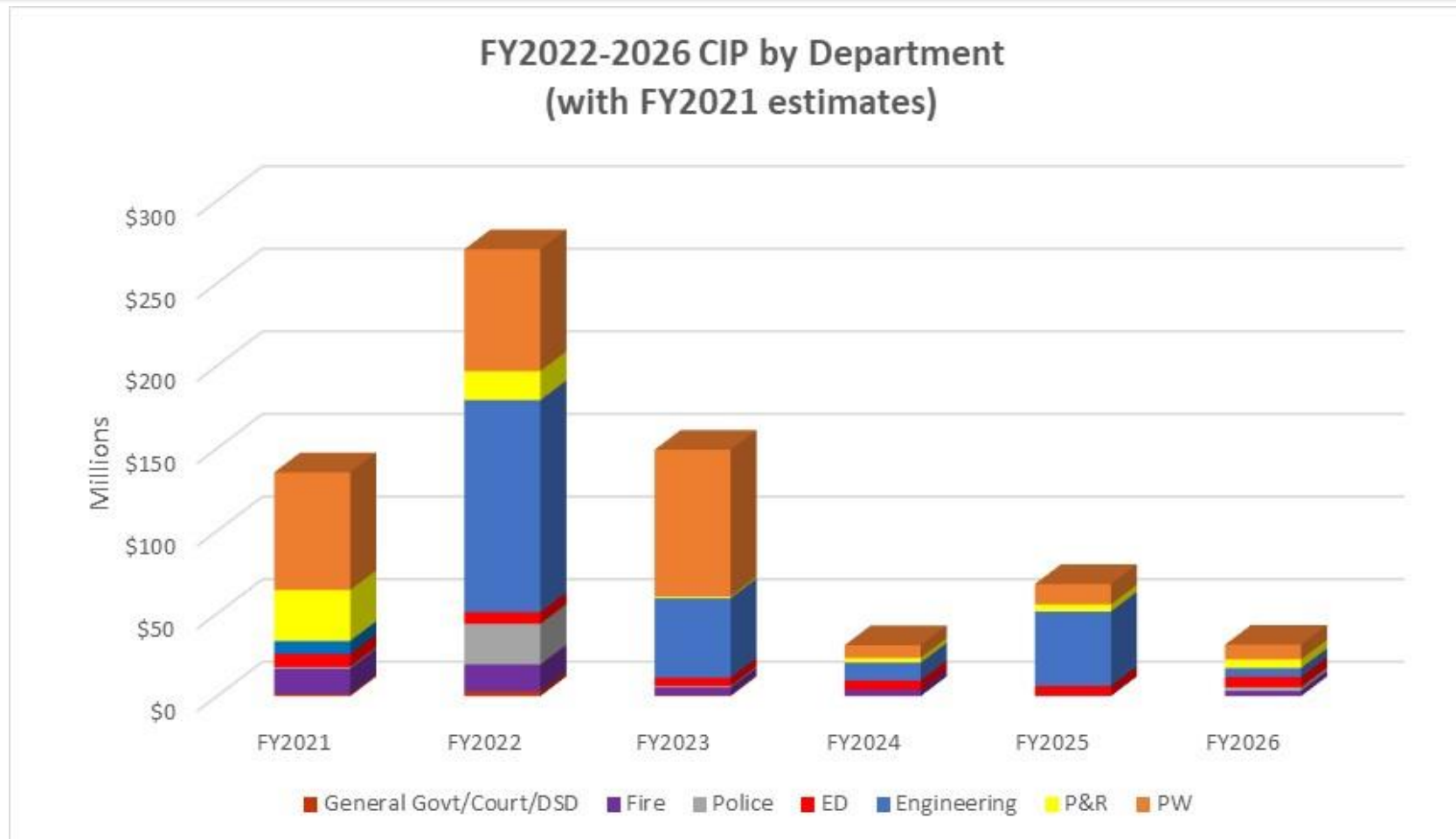
CAPITAL IMPROVEMENT PLAN – RECOMMENDED \$113.4 MILLION



FY2022 Budget



CAPITAL IMPROVEMENT PLAN – TENTATIVE \$270.5 MILLION



FY2022 Budget



CAPITAL IMPROVEMENT PLAN – FY2022 \$270.5 MILLION

Major FY2022 Projects	<u>Total</u> Project Cost	Planned Completion
Surface Water Treatment Plant	\$128.2 million	Dec – 2021
Civic Square	\$87.7 million	Jul – 2022
Recreation Campus	\$67.1 million	Jul – 2021
Fire Station 188 (potential substation)	\$13.6 million	Dec – 2022
Police Building Phase II	\$22.4 million	Sep – 2023
Municipal Operations Complex	\$12.0 million	Jun – 2023
Estrella Bridge	\$37.7 million	Jun – 2027
Camelback Corridor	\$56.0 million	Mar – 2025
Sarival Road: Jefferson to Yuma	\$5.3 million	Jun – 2024
Estrella/Pebble Creek Interchange Widening	\$4.3 million	Mar - 2025

FY2022 Tentative Budget



QUESTIONS & NEXT STEPS

- Adopt Resolution 2021-2160
 - Sets the FY2022 Expenditure Limitation Budget at \$568,473,400
 - Establishes schedule for remainder of budget adoption steps

Tonight	Tentative Budget Adoption
	Required Publications
June 7, 2021	FY2022 Truth-in-Taxation & Final Budget (Public Hearing)
June 21, 2021	FY2022 Property Tax Levy Adoption