

FY2024-2025

BALANCED BUDGET UPDATE

MAY 21, 2024



Sierra Vista  
ARIZONA

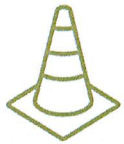




# Agenda



FY25 General Fund Updates



FY25 HURF Updates



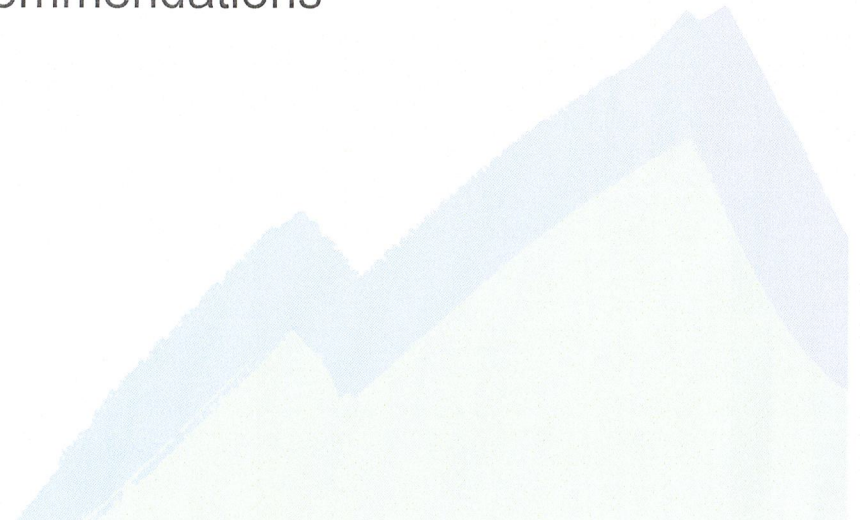
FY25 Grants & Donations Update



FY25 Personnel Increase Recommendations



Next Steps





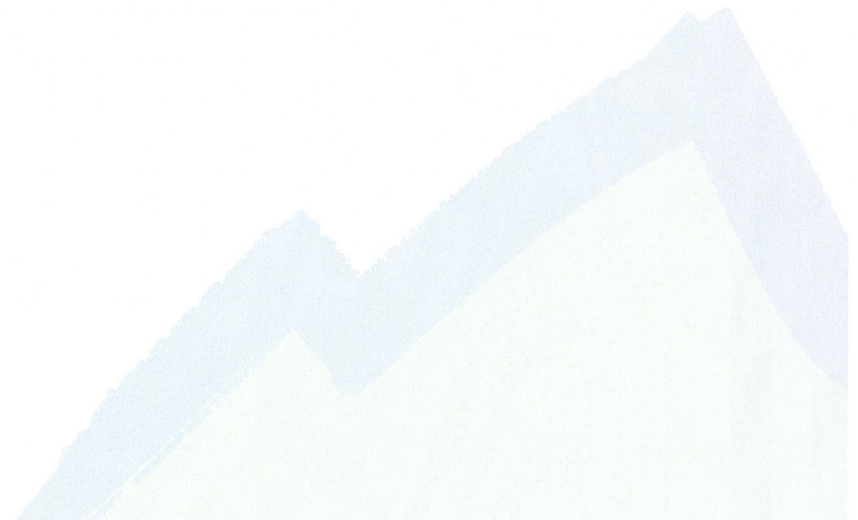
# FY25 General Fund Budget Projections

|                | <b>FY25 Revenue<br/>Projected</b> | <b>FY25 Personnel<br/>Requests</b> | <b>FY25 O&amp;M<br/>Requests</b> | <b>FY25 Capital<br/>Requests</b> | <b>FY25 Debt<br/>Projected</b> | <b>Balance</b> |
|----------------|-----------------------------------|------------------------------------|----------------------------------|----------------------------------|--------------------------------|----------------|
| <b>General</b> | \$ 54,500,101                     | \$ 36,305,098                      | \$ 11,793,199                    | \$ 6,401,804                     |                                | \$ -           |
| <b>Total</b>   | <b>\$ 54,500,101</b>              | <b>\$ 36,305,098</b>               | <b>\$ 11,793,199</b>             | <b>\$ 6,401,804</b>              | <b>\$ -</b>                    | <b>\$ -</b>    |



## FY25 General Fund Updates

- Highlighted Changes to GF:
  - Revenue
    - Increased Ambulance Revenue - \$100,000
    - Added PD Grant - \$6,000
  - Expenditure
    - Added Carryover for PD Vehicle Outfitting - \$178,385
    - Removed CH Admin Vehicle – (\$45,000)
    - Decreased IT Office Equipment Maintenance – (\$27,385)







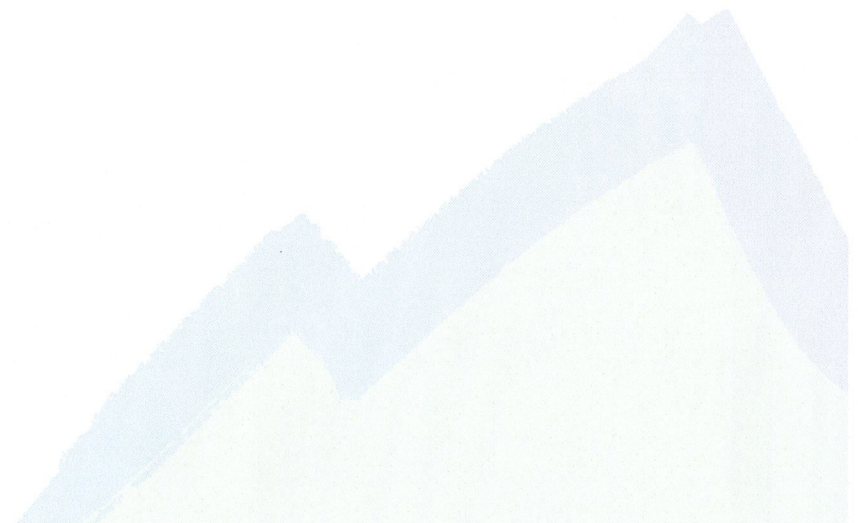
# FY25 HURF Update

|              | <b>FY25 Revenue<br/>Projected</b> | <b>FY25 Personnel<br/>Requests</b> | <b>FY25 O&amp;M<br/>Requests</b> | <b>FY25 Capital<br/>Requests</b> | <b>FY25 Debt<br/>Projected</b> | <b>Balance</b> |
|--------------|-----------------------------------|------------------------------------|----------------------------------|----------------------------------|--------------------------------|----------------|
| <b>HURF</b>  | \$ 64,679,274                     | \$ 1,852,132                       | \$ 1,652,479                     | \$ 61,174,663                    |                                | \$ -           |
| <b>Total</b> | <b>\$ 64,679,274</b>              | <b>\$ 1,852,132</b>                | <b>\$ 1,652,479</b>              | <b>\$ 61,174,663</b>             | <b>\$ -</b>                    | <b>\$ -</b>    |





- Highlighted Changes to HURF:
  - Revenue
    - Increased BST Reconstruction II Appropriations to \$25,726,221
  - Expenditure
    - Increased BST Reconstruction II Expenditure to \$25,726,221







# FY25 Grants Update

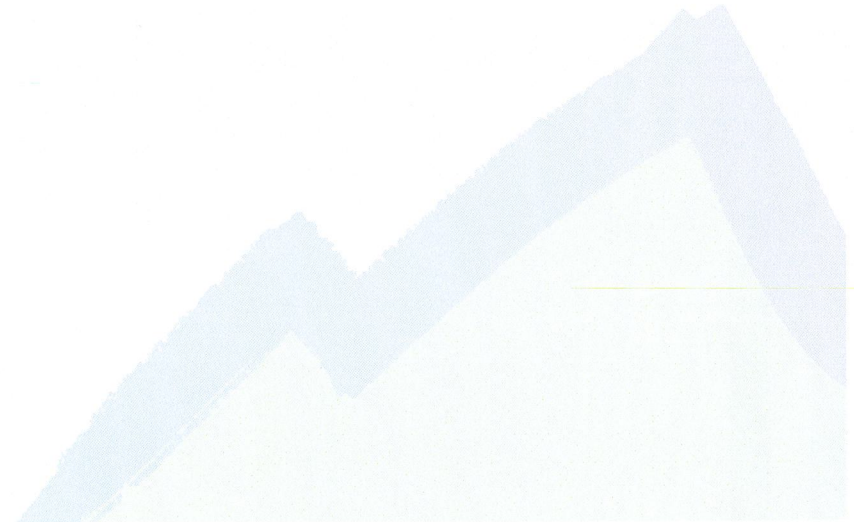
|               | <b>FY25 Revenue<br/>Projected</b> | <b>FY25 Personnel<br/>Requests</b> | <b>FY25 O&amp;M<br/>Requests</b> | <b>FY25 Capital<br/>Requests</b> | <b>FY25 Debt<br/>Projected</b> | <b>Balance</b> |
|---------------|-----------------------------------|------------------------------------|----------------------------------|----------------------------------|--------------------------------|----------------|
| <b>Grants</b> | \$ 2,167,058                      |                                    | \$ 999,358                       | \$ 1,167,700                     |                                | \$ -           |
| <b>Total</b>  | \$ 2,167,058                      | \$ -                               | \$ 999,358                       | \$ 1,167,700                     | \$ -                           | \$ -           |





## FY25 Grants Update

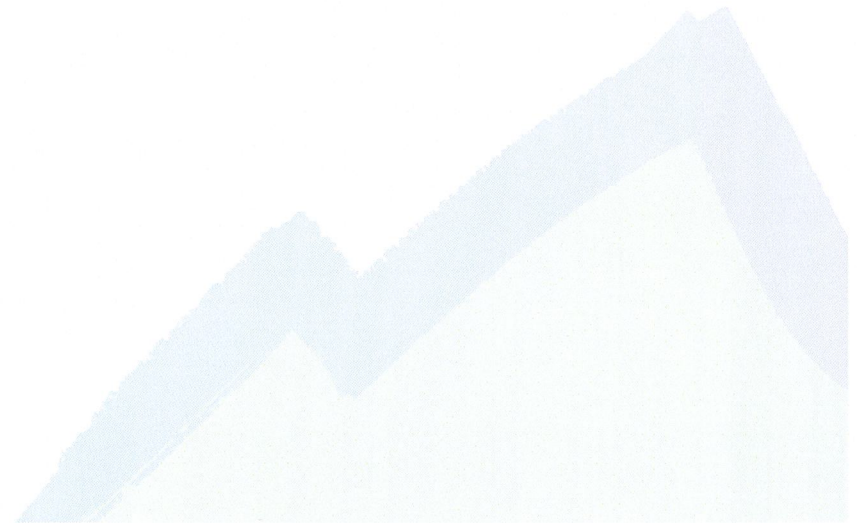
- Highlighted Changes to Grants:
  - Revenue
    - Increased Grants Revenue - \$408,000
  - Expenditure
    - PD License Plate Reader Grant - \$300,000
    - PD Grappler Carryover - \$70,000
    - PD ICAC Equipment - \$5,000
    - PD Critical Investigation Response Team - \$33,000





## FY25 Donations Update

- Highlighted Changes to Donations:
  - Revenue
    - Added Possible Scoreboard Donation - \$400,000
  - Expenditure
    - Added Possible Scoreboard Expenditure - \$400,000







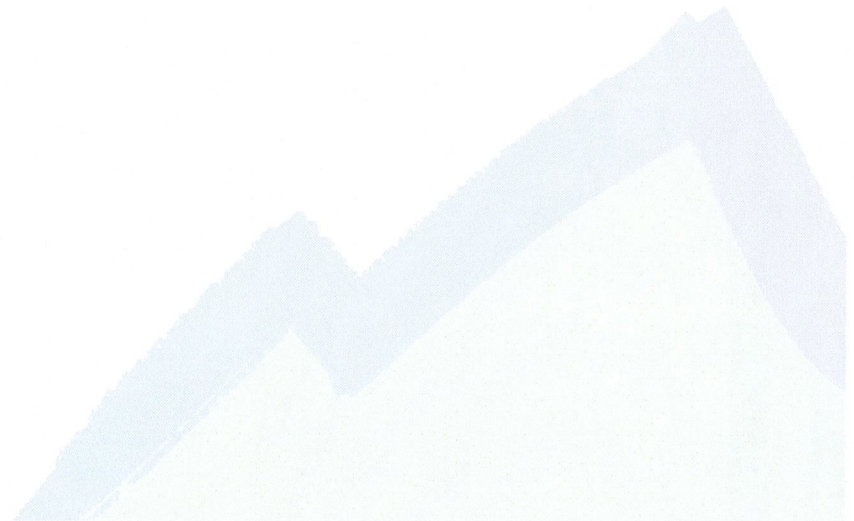
## FY25 Personnel 2% Market Shift

| <b>FUND</b>         | <b>2% MARKET SHIFT</b> | <b>INCREASE TO BURDEN</b> | <b>TOTAL</b>      |
|---------------------|------------------------|---------------------------|-------------------|
| <b>General Fund</b> |                        |                           |                   |
| Full-Time Employees | \$ 213,681             | \$ 91,605                 | \$ 305,286        |
| Part-Time Employees | \$ 20,857              | \$ 4,155                  | \$ 20,857         |
| <b>HURF</b>         |                        |                           |                   |
| Full-Time Employees | \$ 9,675               | \$ 2,298                  | \$ 11,973         |
| Part-Time Employees | \$ 900                 | \$ 179                    | \$ 1,079          |
| <b>Sewer</b>        |                        |                           |                   |
| Full-Time Employees | \$ 6,539               | \$ 1,443                  | \$ 7,982          |
| Part-Time Employees | \$ -                   | \$ -                      | \$ -              |
| <b>Refuse</b>       |                        |                           |                   |
| Full-Time Employees | \$ 7,695               | \$ 1,889                  | \$ 9,584          |
| Part-Time Employees | \$ 449                 | \$ 89                     | \$ 538            |
| <b>Airport</b>      |                        |                           |                   |
| Full-Time Employees | \$ 461                 | \$ 104                    | \$ 565            |
| Part-Time Employees | \$ 390                 | \$ 78                     | \$ 468            |
| <b>Transit</b>      |                        |                           |                   |
| Full-Time Employees | \$ 4,595               | \$ 1,007                  | \$ 5,602          |
| Part-Time Employees | \$ 2,863               | \$ 570                    | \$ 3,433          |
| <b>SEACOM</b>       |                        |                           |                   |
| Full-Time Employees | \$ 11,418              | \$ 2,285                  | \$ 13,703         |
| Part-Time Employees | \$ 1,500               | \$ 299                    | \$ 1,799          |
| <b>Total</b>        |                        |                           | <b>\$ 382,869</b> |



## FY25 Personnel Increase Recommendations

- Recommendations if a 2 percent market shift is approved by Council:
  - Move Fire Station 2 Bay Door and Parking Lot Expansion Capital Items into the Capital Improvement Fund - \$472,000
  - Reduce Roadrunner Park Construction from \$1,000,000 to \$500,000







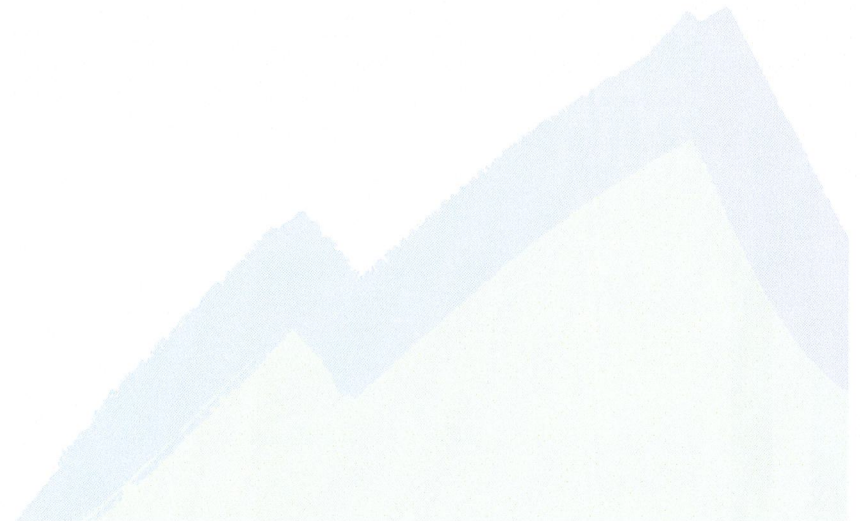
## FY25 State Shared Revenue Update

|                     | <b>League's Initial</b> | <b>League's Revised</b> | <b>FY25 Budget</b>  | <b>Difference from Budget</b> |
|---------------------|-------------------------|-------------------------|---------------------|-------------------------------|
| Income              | \$9,758,525             | \$9,451,284             | \$8,500,000         | \$951,284                     |
| One-time URS offset |                         |                         | \$1,000,000         | (\$1,000,000)                 |
| Sales               | \$6,932,859             | \$6,714,521             | \$6,662,500         | \$52,021                      |
| HURF                | \$4,595,506             | \$4,510,114             | \$4,400,000         | \$110,114                     |
| Auto Tax            | \$2,866,135             | \$2,839,438             | \$2,600,000         | \$239,438                     |
| <b>Total</b>        | <b>\$24,153,025</b>     | <b>\$23,515,357</b>     | <b>\$23,162,500</b> | <b>\$352,857</b>              |



## FY24 Tax Revenue Update

- March 2023 vs. 2024 Cumulative:
  - Actual: +0.71%
  - Budget: 4.82%
- March 2023 vs. 2024 Retail:
  - Retail: -\$3,444, -0.30%
  - Food For Home Consumption: +\$15,296, +5.05%
  - Total: +11,852, +0.81%

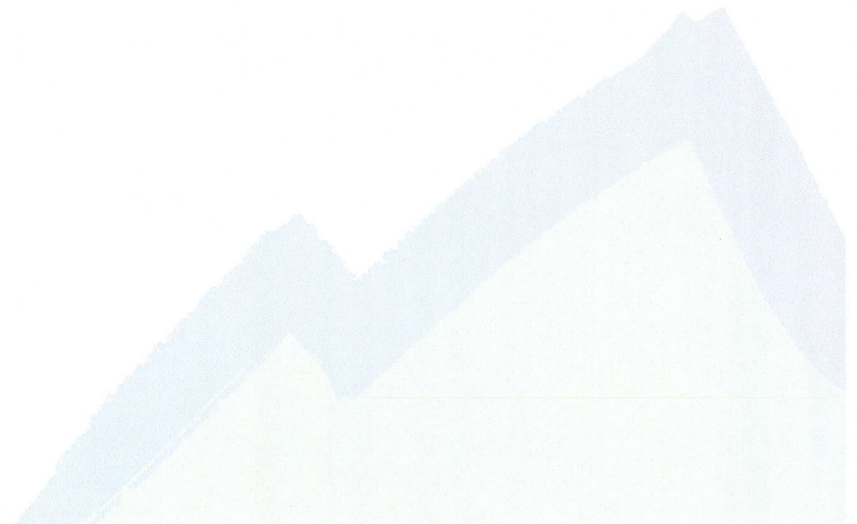






## FY25 Future Issues

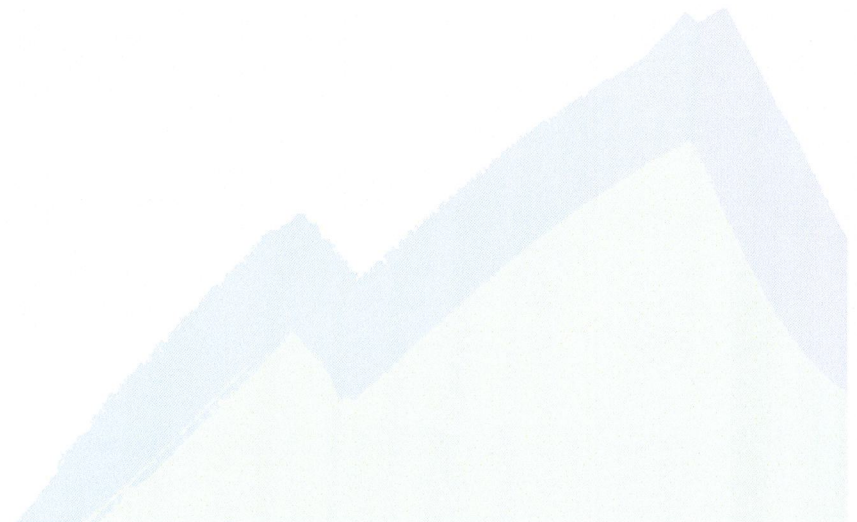
- Lack of clarity from State Legislature





## Upcoming Budget Meetings

- May 24 – Tentative Budget Book due to Council
- June 3-6 – One-on-One Council Meetings
- June 10-12 – Special Budget Work Sessions
- June 27 – Tentative Budget adoption
- July 25 – Public Hearing on property tax levy/Final Budget adoption
- August 8 – Tax Levy adoption







# Questions

