

2014-2015
Preliminary
Budget

May 13, 2014

Timeline

- Council budget worksessions in April - June
- Adopt preliminary budget on June 24th - State law requires adoption of Preliminary Budget on or before 3rd Monday in July). The Preliminary Budget sets the maximum limits for expenditures.
- Adoption of the Final Budget on July 22nd – required by the first Monday in August.
- Adoption of the Property Tax Levy on August 12th - deadline for the adoption of the property tax levy is the third Monday in August.

Major Operational Funds

- General Fund – provides services that are available to all 4,097 citizens (examples: Police, Library, Parks, Public Works, Transit, Community Development-Planning and Zoning)
- HURF (Streets) – provides services that are available to all 4,097 citizens (examples: street & sidewalk repair and maintenance, new road construction, transportation planning)

Preliminary Budget Assumptions

- ASRS retirement contribution rates to 11.60%, a raise of .06% for employer contribution.
- 8.5% health insurance premium increase.
- Workers Compensation Experience Modification decreased mod to 1.69 from 2.74 and held the risk factor. Expected to drop again substantially next fiscal year.
- PSPRS retirement contribution rates to 24.15%, from 24.63 for employer contribution.
- Continues reinstatement of the 2009 furlough by keeping 40 hour workweeks for all.
- No COLA or town-wide increases.

Preliminary Budget Assumptions

- 8.50% Increase in State Shared Income Tax.
- 6.08% Increase in Motor Vehicle Tax.
- 4.57% Increase in State Sales Tax.
- 5.59% Increase in HURF Tax
- 3.26% Decrease in Local Sale Tax.
- 6.36% Decrease in Construction Tax.

Percentage of increase based upon budget to budget number, not compared to actual.

GENERAL FUND

The image features a solid light beige background. In the lower right quadrant, there are several overlapping, wavy, light gray lines that create a sense of movement and depth, resembling stylized water or a decorative graphic element.

Contingency

Expenditure	2012-2013	2013-2014		2014-2015
Category	Actual	Projected	Budget	Budget
Contingency Projects	\$0.00	\$0.00	\$250,000.00	\$250,000.00
Development, Growth	\$0.00	\$0.00	\$125,000.00	\$125,000.00
ASRS Reimbursement	\$0.00		\$0.00	\$0.00
Public Safety Equipment & Depreciation	\$31,229.81	\$24,770.00	\$29,300.00	\$27,825.00
Designated Funds - Police	\$0.00	\$86,600.00	\$86,600.00	\$0.00
Designated Funds - Pool Plaster	\$0.00	\$124,389.58	\$149,389.58	\$0.00
Designated Funds - Streets	\$0.00	\$75,000.00	\$75,000.00	\$0.00
Designated Funds - General	\$0.00	\$0.00	\$0.00	\$0.00
Streets Fund Transfer	\$94,459.62	\$81,540.00	\$90,600.00	\$87,650.00
Transfer CIP Construction Tax	\$111,149.71	\$40,000.00	\$55,000.00	\$51,500.00
Department Totals	\$236,839.14	\$432,299.58	\$860,889.58	\$541,975.00

Contingency sets up the possibility of expenses depending on revenues, designated funds and transfers to other funds. Designated Funds will be budgeted later in the budget process.

Administration

Expenditure Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budget	Budget
Salaries	\$168,821.34	\$187,823.00	\$182,444.08	\$185,775.20
Fringes	\$67,231.58	\$72,752.00	\$72,752.22	\$74,691.43
Operational Expenses	21,201.83	15,325.00	18,475.00	16,475.00
Department Totals	\$257,254.75	\$275,900.00	\$273,671.30	\$276,941.63
Town Manager and Finance				

Town Clerk

Expenditure Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budgeted	Budget
Salaries	\$55,173.28	\$67,884.00	\$64,638.64	\$67,804.00
Fringes	\$15,233.30	\$21,522.00	\$22,338.36	\$22,920.17
Operating Expenses	\$9,325.81	\$10,480.00	\$14,725.00	\$16,875.00
Department Totals	\$79,732.39	\$99,886.00	\$101,702.00	\$107,599.17

1/2 Clerk & Deputy Clerk and Council Salaries, Travel/education. Budgeted for primary election for \$5,000

Human Resources

Expenditure Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budgeted	Budget
Salaries	\$29,573.31	\$35,339.00	\$33,908.16	\$33,914.40
Fringes	\$10,836.47	\$12,679.00	\$12,679.17	\$13,215.52
Operating Expenses	\$9,257.70	\$8,900.00	\$18,300.00	\$13,050.00
Department Totals	\$49,667.48	\$56,918.00	\$64,887.33	\$60,179.92

Includes funds for new hire expenses, health management, and employee safety.

Town Wide Expenses

Expenditure Category	2011-2013	2012-2013		2013-2014
	Actual	Projected	Budgeted	Budget
Legal - Municipal	\$66,622.17	\$45,000.00	\$50,000.00	\$40,000.00
Legal - Court	\$28,791.74	\$24,000.00	\$29,000.00	\$25,000.00
Workers Comp for all GF	\$45,266.42	\$80,848.24	\$66,421.18	\$43,159.29
ITC Contract	\$55,012.50	\$50,000.00	\$54,000.00	\$57,460.00
Audit Services	\$18,700.00	\$23,500.00	\$23,500.00	\$23,500.00
Liability & Property Insurance	\$58,323.44	\$53,800.00	\$53,000.00	\$53,000.00
Centennial	\$3,018.16	\$0.00	\$0.00	\$0.00
Web Site	\$0.00	\$0.00	\$5,000.00	\$0.00
Unemployment	\$0.00	\$355.00	\$0.00	\$0.00
General Operations	\$11,923.54	\$25,950.00	\$26,000.00	\$19,530.00
ITC Operations	\$55,787.35	\$39,200.00	\$45,550.00	\$40,000.00
Department Totals	\$343,445.32	\$342,653.24	\$352,471.18	\$301,649.29

Most costs are shared by all funds and offset by the Admin Fee. Workers Comp has been included for all of GF at 1.69 mod.

Community Development

Expenditure Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budgeted	Budget
Salaries	\$205,176.93	\$205,398.00	\$214,647.99	\$239,815.68
Fringe	\$82,768.61	\$85,330.00	\$90,020.67	\$101,491.42
Operations	\$19,229.83	\$15,258.00	\$27,168.00	\$21,058.00
Department Totals	\$307,175.37	\$305,986.00	\$331,836.66	\$362,365.10

Planning, zoning, permits & inspections. Director at 100% (80% last year), GIS at 70% (50% last year).

Community Services

Expenditure Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budgeted	Budget
Salaries	\$72,930.65	\$78,884.00	\$79,324.96	\$81,203.20
Fringes	\$33,177.07	\$33,180.00	\$33,180.61	\$35,083.47
Operations	\$3,538.53	\$2,813.00	\$5,213.00	\$3,338.00
Department Totals	\$109,646.25	\$114,877.00	\$117,718.57	\$119,624.67

Department oversees Library, Parks, Volunteer Services and IT. Liaison with Magistrate Court

Library

Expenditure Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budgeted	Budget
Salaries	\$36,983.55	\$35,956.00	\$36,514.40	\$37,866.40
Fringes	\$15,203.47	\$13,313.00	\$13,443.76	\$14,260.23
Operations	\$9,584.44	\$10,577.00	\$11,245.00	\$21,195.00
Department Totals	\$61,771.46	\$59,846.00	\$61,203.16	\$73,321.63

Yavapai County Library IGA changes funds about \$34,000 . \$8,500 included for County changes.

Parks and Recreation Programs

Expenditure Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budgeted	Budget
Salaries	\$0.00	\$0.00	\$0.00	\$0.00
Fringes	\$0.00	\$0.00	\$0.00	\$0.00
Verde River@Clarkda	\$631.56	\$250.00	\$1,000.00	\$10,000.00
Operations	\$4,135.17	\$11,510.00	\$13,050.00	\$11,300.00
Department Totals	\$4,766.73	\$11,760.00	\$14,050.00	\$21,300.00

Summer Concerts 100% donations and volunteers. July 4th and Halloween staffed by volunteers. No budget for park improvements. VR@C offset by matching revenue.

Community Services Combined

Expenditure Category	2011-2012	2012-2013		2013-2014
	Actual	Projected	Budgeted	Budget
Community Services	\$109,646.25	\$114,877.00	\$117,718.57	\$119,624.67
Library	\$61,771.46	\$59,846.00	\$61,203.16	\$73,321.63
Parks & Recreation	\$4,766.73	\$11,760.00	\$14,050.00	\$21,300.00
Department Totals	\$176,184.44	\$186,483.00	\$192,971.73	\$214,246.30

Court

Expenditure Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budgeted	Budget
Salaries	\$50,147.96	\$54,450.00	\$55,779.35	\$55,095.00
Contract Labor	\$540.17	\$0.00	\$0.00	\$0.00
Fringes	\$14,360.71	\$14,119.00	\$15,920.06	\$16,433.79
Operations	\$8,090.22	\$11,455.00	\$13,480.00	\$11,230.00
Department Totals	\$73,139.06	\$80,024.00	\$85,179.41	\$82,758.79
Currently Judge, Senior Court Clerk				

Police

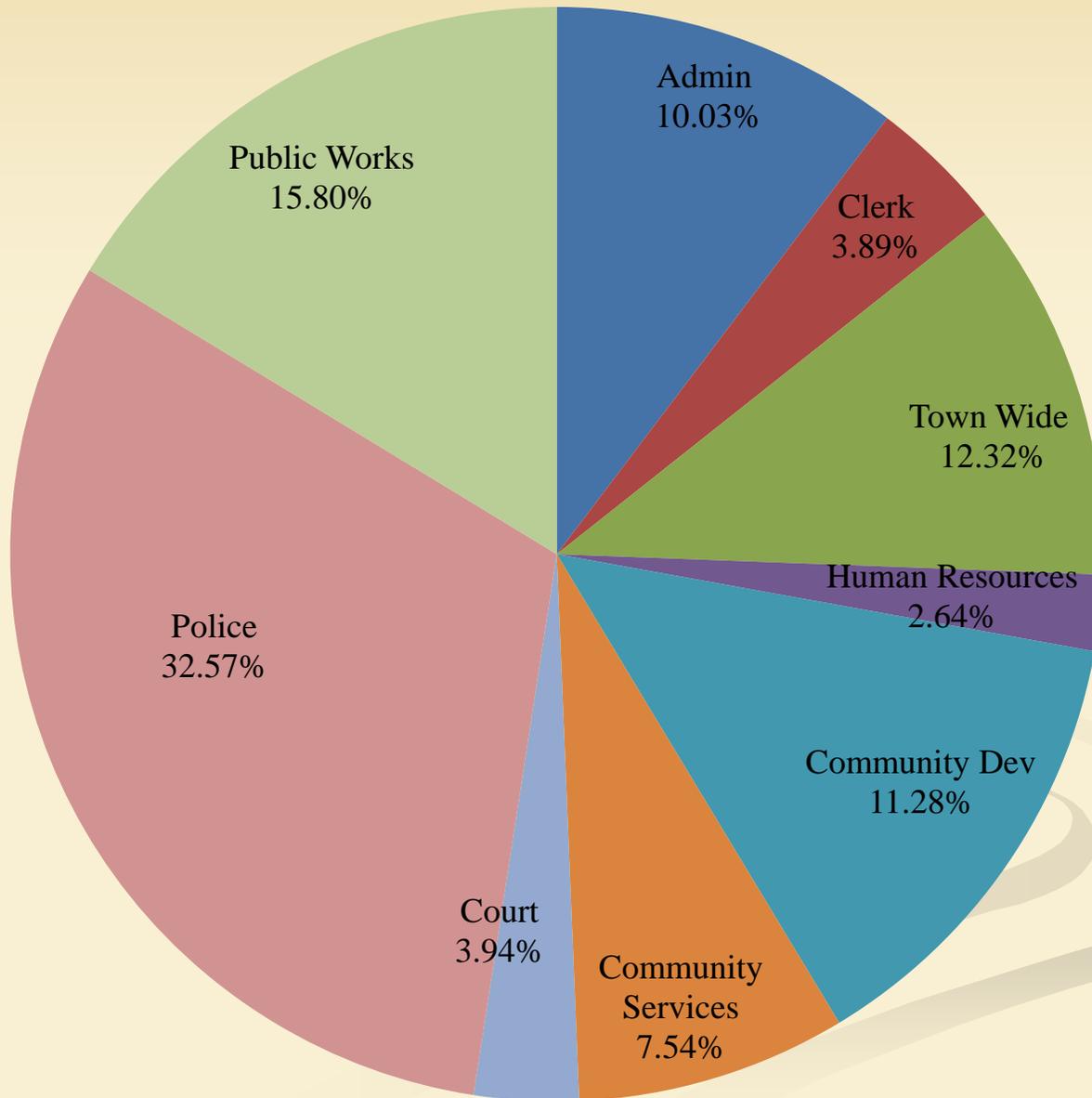
Expenditure Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budgeted	Budget
Salaries	\$363,488.12	\$423,249.00	\$402,642.00	\$442,505.60
Fringes	\$164,419.67	\$207,248.00	\$217,817.32	\$222,435.29
Dispatching Contract	\$153,071.00	\$73,362.03	\$92,932.00	\$73,375.00
Animal Control Expenses	\$344.55	\$150.00	\$500.00	\$500.00
Animal Shelter Services	\$8,025.00	\$8,025.00	\$8,025.00	\$8,025.00
Equipment Purchase	\$10,473.86	\$8,500.00	\$8,000.00	\$8,000.00
Equipment Repair	\$8,802.20	\$7,500.00	\$8,000.00	\$8,000.00
Gasoline	\$24,305.17	\$19,500.00	\$31,000.00	\$24,500.00
Telephone Operations	\$10,265.04	\$8,500.00	\$10,000.00	\$16,000.00
	\$46,902.81	\$36,307.00	\$33,562.00	\$34,362.00
Department Totals	\$790,097.42	\$792,341.03	\$812,478.32	\$837,702.89

5% of local sales tax in contingency with \$8000 for equipment purchases & maintenance. SRO Officer paid 30% with remaining paid by COPS Grant. GITTEM Officer paid by GITTEM and RICO funds. Telephone now includes data

Public Works

Expenditure Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budgeted	Budget
Salaries	\$140,556.94	\$160,000.00	\$136,253.73	\$159,529.76
Fringes	\$64,987.80	\$74,710.00	\$70,857.35	\$76,591.98
GADA Debt Service	\$36,871.26	\$36,300.00	\$36,300.00	\$35,071.00
Transit Contract	\$30,822.00	\$30,822.00	\$30,822.00	\$33,500.00
Water Use	\$34,457.11	\$36,000.00	\$36,000.00	\$36,000.00
Buildings	\$11,168.17	\$40,020.00	\$16,020.00	\$24,000.00
Electrical	\$32,290.90	\$31,060.00	\$31,060.00	\$33,572.00
Operations	40,196.51	79,700.00	82,830.00	39,250.00
Department Totals	\$391,350.69	\$488,612.00	\$440,143.08	\$437,514.74
Includes \$11,195 for Facilities Ambassador which is offset in revenues				

General Fund Expenses



General Fund Revenues

Revenue	2012-2013	2013-2014		2014-2015
Category	Actual	Projected	Budget	Budget
LOCAL REVENUES				
Local Sales Tax (except const)	\$944,596.22	\$815,400.00	\$906,000.00	\$876,500.00
Construction Sales Tax	\$111,149.71	\$40,000.00	\$55,000.00	\$51,500.00
Property Tax	\$415,292.56	\$438,220.00	\$438,220.00	\$442,083.00
Administration Fee	\$158,783.44	\$164,406.30	\$164,406.23	\$163,044.23
Franchise Royalties	90,385.88	90,000.00	90,000.00	90,000.00
Building Permits	24,012.20	29,500.00	40,000.00	40,000.00
Court Fines	19,965.31	15,000.00	23,000.00	20,000.00
Designated Funds	0.00	310,989.58	310,989.58	0.00
Contingencies/Develop & Growth	0.00	0.00	350,000.00	350,000.00
Facility Rental/Ambassadore	9,478.25	8,500.00	5,500.00	19,695.00
Miscellaneous	\$42,395.88	\$83,682.41	\$89,200.00	\$55,590.00
Total Local Revenues	\$1,816,059.45	\$1,995,698.29	\$2,472,315.81	\$2,108,412.23

Property Tax

- 2.55% Increase in Net Assessed Values.
- \$27,388,845 in 2013 to 28,088,359
- 2013/2014 Property Tax Levy was \$438,220.
- 2014/2015 Allowable Levy Limit is \$475,058.
- Proposed 2014/2015 Levy is \$442,083.
- \$3,863 additional levy – under Truth in Taxation

Property Tax Comparison

	Tax Rate	Assessed Value Divided by 100	Town Levy	Residential Home Value			Commercial Value (23%)		
				\$100,000	\$200,000	\$300,000	\$100,000	\$200,000	\$300,000
				Town Levy Value Per Rate			Town Levy Per Rate		
	1.33330	280,884	\$374,502.64	\$133.33	\$266.66	\$399.99	\$306.66	\$613.32	\$919.98
	1.34200	280,884	\$376,946.33	\$134.20	\$268.40	\$402.60	\$308.66	\$617.32	\$925.98
	1.40000	280,884	\$393,237.60	\$140.00	\$280.00	\$420.00	\$322.00	\$644.00	\$966.00
	1.45000	280,884	\$407,281.80	\$145.00	\$290.00	\$435.00	\$333.50	\$667.00	\$1,000.50
	1.50000	280,884	\$421,326.00	\$150.00	\$300.00	\$450.00	\$345.00	\$690.00	\$1,035.00
	1.50560	280,884	\$422,898.95	\$150.56	\$301.12	\$451.68	\$346.29	\$692.58	\$1,038.86
	1.50570	280,884	\$422,925.63	\$150.57	\$301.14	\$451.71	\$346.31	\$692.62	\$1,038.93
	1.55000	280,884	\$435,370.20	\$155.00	\$310.00	\$465.00	\$356.50	\$713.00	\$1,069.50
	1.57390	280,884	\$442,083.33	\$157.39	\$314.78	\$472.17	\$362.00	\$723.99	\$1,085.99
Recommendation	1.60000	280,884	\$449,414.40	\$160.00	\$320.00	\$480.00	\$368.00	\$736.00	\$1,104.00
	1.65000	280,884	\$463,458.60	\$165.00	\$330.00	\$495.00	\$379.50	\$759.00	\$1,138.50
	1.68560	280,884	\$473,458.07	\$168.56	\$337.12	\$505.68	\$387.69	\$775.38	\$1,163.06
2014-2015 Maximum Rate	1.69130	280,884	\$475,059.11	\$169.13	\$338.26	\$507.39	\$389.00	\$778.00	\$1,167.00

2013-2014 Tax Levy is \$438,220 = 1.60000 Rate

2014-2015 Truth in Taxation Levy is 442,083 = 1.5739 Rate

\$3,863 Difference

2014-2015 Tax Levy is 449,414 = 1.60000 Rate

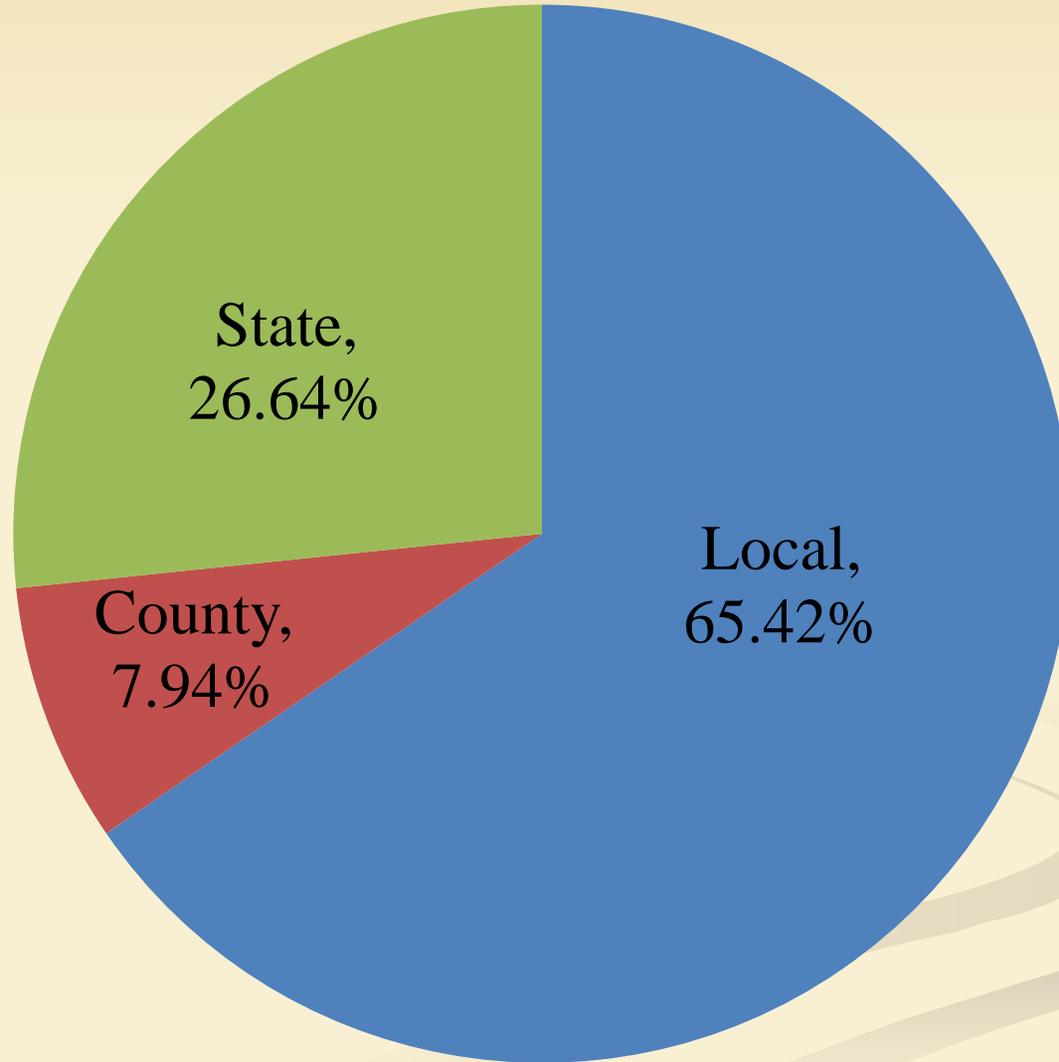
2014-2015 Maximum Tax Rate is 475,058 = 1.6913 Rate

Assessed Value = 28,088,359 2.55% increase

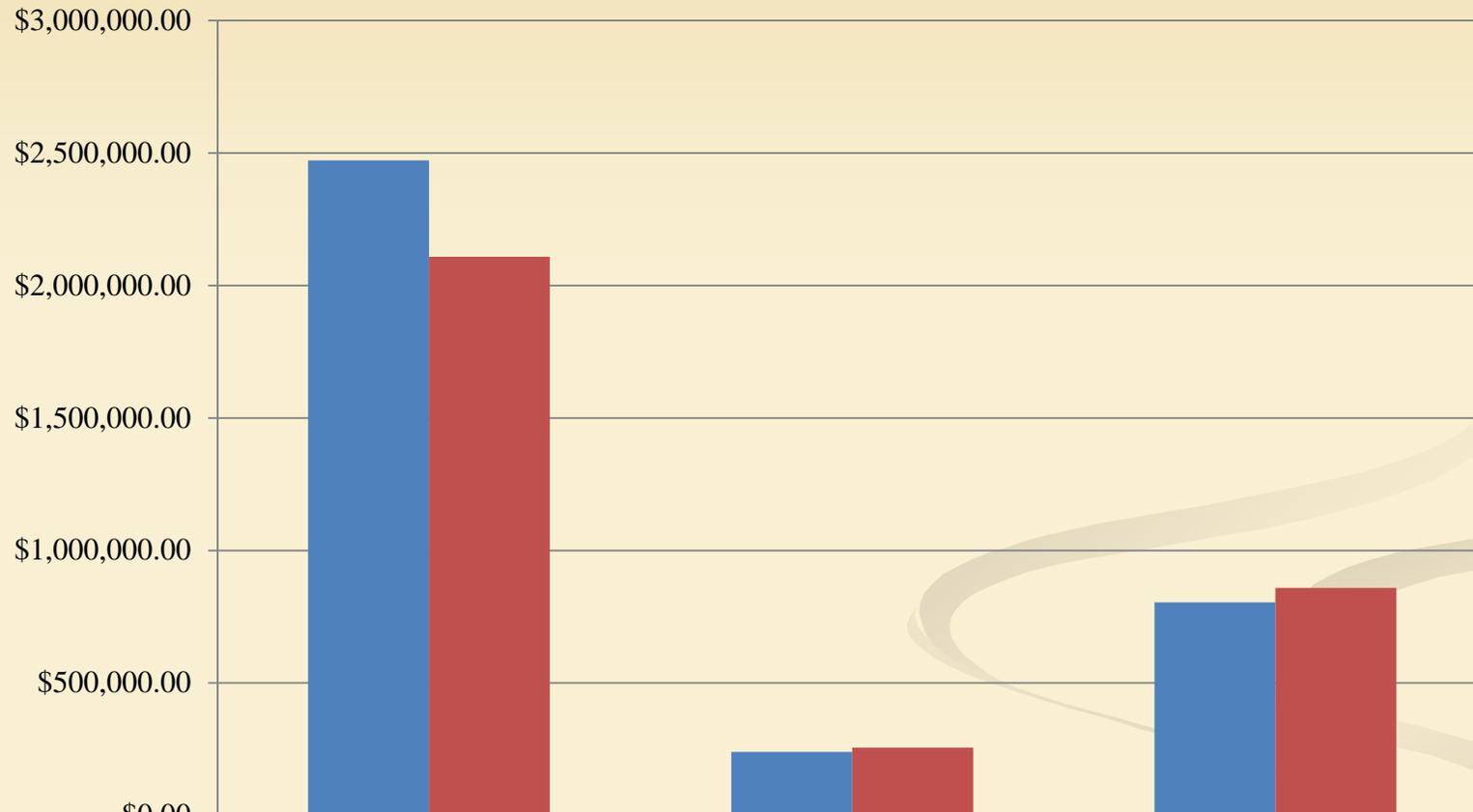
County & State Revenues

COUNTY REVENUES					
Motor Vehicle Licenses	\$205,083.04	\$208,900.00	\$208,900.00	\$221,610.00	6.08%
Yavapai County Library District	\$30,613.00	\$34,352.00	\$31,000.00	\$34,352.00	10.81%
Total County Revenues	\$235,696.04	\$243,252.00	\$239,900.00	\$255,962.00	6.70%
STATE REVENUES					
State Sales Tax	\$335,346.82	\$346,931.76	\$346,931.76	\$362,794.00	4.57%
State Income Tax Sharing	\$418,499.76	\$457,082.00	\$457,082.00	\$495,938.00	8.50%
Total State Revenues	\$753,846.58	\$804,013.76	\$804,013.76	\$858,732.00	6.81%
Total Expenses	\$2,710,779.35	\$3,061,102.85	\$3,516,230.59	\$3,222,932.83	-8.34%
Total Revenues	\$2,805,602.07	\$3,042,964.05	\$3,516,230.60	\$3,222,932.83	-8.34%

General Fund Revenue Shares



Revenue Comparison



	Local	County	State
2013-2014	\$2,472,315.81	\$239,900.00	\$804,013.76
2014-2015	\$2,108,250.73	\$255,962.00	\$858,732.00

STREET FUND



HURF – STREETS

Expenditure Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budgeted	Budget
STREET EXPENDITURES				
Salaries	\$74,241.91	\$105,876.17	\$105,876.37	\$102,866.40
Contract Labor	\$525.00	\$0.00	\$0.00	\$0.00
Fringes	\$63,417.21	\$75,779.55	\$85,261.93	\$72,747.54
Street Improvements	\$100,922.17	\$53,900.00	\$53,900.00	\$75,735.00
Designated Funds	\$3,563.00	\$208,423.76	\$289,979.00	\$0.00
Operations	\$143,881.29	\$129,731.33	\$101,025.00	\$100,700.00
Reimbursement Fee Transfer	\$37,727.28	\$34,606.33	\$34,606.33	\$35,204.89
Total Expenses	\$424,277.86	\$608,317.14	\$670,648.63	\$387,253.83
STREET REVENUES				
Interest Income	\$796.43	\$785.00	\$350.00	\$551.47
Misc Income	\$2,980.38	\$0.00	\$0.00	\$0.00
Transfer from GF Sales Tax	\$94,459.62	\$81,540.00	\$90,600.00	\$87,650.00
Transfer in from Santation Func	\$40,000.00	\$0.00	\$0.00	\$0.00
Designated Funds	\$0.00	\$208,423.76	\$289,979.00	\$0.00
Equipment Rental - Misc	\$3,000.00	\$0.00	\$6,500.00	\$0.00
Total Revenues	\$141,236.43	\$290,748.76	\$387,429.00	\$88,201.47
STATE SHARED REVENUES				
Highway User Revenue Fund	\$283,296.17	\$283,220.00	\$283,220.00	\$299,053.86
Total State Shared Revenues	\$283,296.17	\$283,220.00	\$283,220.00	\$299,053.86
TOTAL REVENUES	\$424,532.60	\$573,968.76	\$670,649.00	\$387,255.33
STREET FUND BALANCE	\$254.74	\$257.95	\$0.00	\$0.00

CAPITAL PROJECTS FUND

The image features a solid light beige background. In the lower right quadrant, there are several overlapping, wavy, light grey lines that create a sense of movement and depth, resembling stylized water or a modern architectural element.

CAPITAL PROJECTS

Category	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budget	Budget
Miscellaneous	\$0.00		\$0.00	\$0.00
Equipment Purchase	\$13,951.37	\$0.00	\$0.00	\$7,162.00
MPC Principal	\$30,000.00	\$30,000.00	\$30,000.00	\$35,000.00
MPC Interest	\$11,972.48	\$10,113.00	\$10,113.00	\$8,238.00
Administration Fees	\$1,100.00	\$1,100.00	\$1,100.00	\$1,100.00
CIP Project Expenses	\$1,717.47	\$0.00	\$613,787.00	\$600,000.00
Designated Funds	\$0.00	\$67,020.00	\$67,020.00	\$0.00
Total Expenses	\$58,741.32	\$108,233.00	\$722,020.00	\$651,500.00
CAPITAL PROJECTS REVENUES				
Government Agreements	\$0.00		\$600,000.00	\$600,000.00
Interest Income	\$7.16		\$0.00	\$0.00
Const Tax Transfer	\$116,238.50	\$40,000.00	\$55,000.00	\$51,500.00
Transfer from GF	\$0.00		\$0.00	\$0.00
Capital Transfer from Sanitation	\$0.00		\$0.00	\$0.00
Designated Funds	\$12,390.00	\$67,020.00	\$67,020.00	\$0.00
Total Revenues	\$128,635.66	\$107,020.00	\$722,020.00	\$651,500.00
Fund Balance	\$69,894.34	-\$1,213.00	\$0.00	\$0.00

IMPACT FEES FUND

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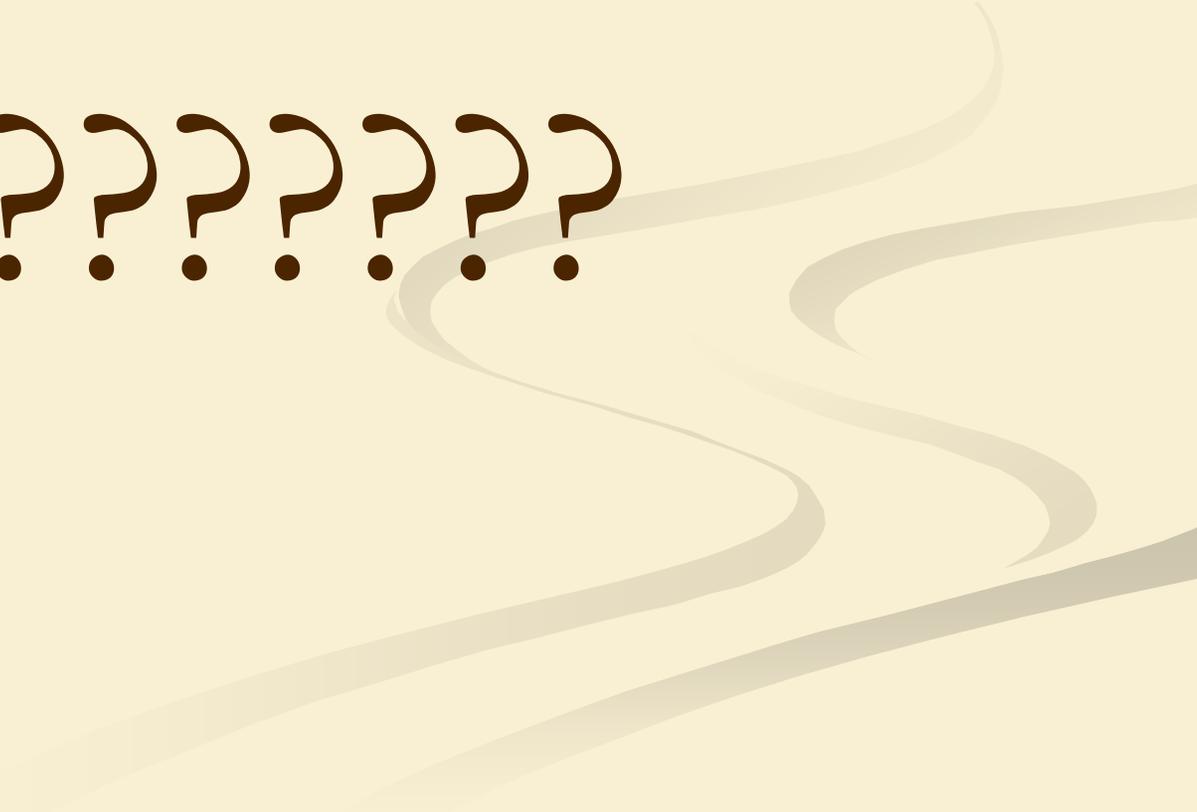
IMPACT FEES

	2012-2013	2013-2014		2014-2015
	Actual	Projected	Budget	Budget
Civil Impact Fee Expenses	\$0.00	\$0.00	\$15,315.42	\$15,315.42
Civil Impact Fee Revenues	\$31.18	\$25.00	\$15,315.42	\$15,315.42
Water Impact Expenses	\$0.00	\$0.00	\$10,597.77	\$10,597.77
Water Impact Revenues	\$21.57	\$10,597.77	\$10,597.77	\$10,597.77
Wastewater Impact Expense	\$0.00	\$189,795.00	\$435,845.00	\$246,050.00
Wastewater Impact Revenue	\$98,500.88	\$246,969.00	\$435,845.00	\$246,050.00
Park Impact Expenses	\$0.00	\$1,830.00	\$13,833.76	\$12,028.76
Park Impact Revenues	\$28.16	\$13,333.76	\$13,833.76	\$12,028.76
Library Impact Expenses	\$0.00	\$0.00	\$2,068.10	\$2,068.10
Library Impact Revenues	\$4.21	\$2,068.10	\$2,068.10	\$2,068.10
Police Impact Expenses	\$0.00	\$0.00	\$3,190.93	\$3,190.93
Police Impact Revenues	\$6.50	\$3,190.93	\$3,190.93	\$3,190.93
Total Expenses	\$0.00	\$1,830.00	\$45,005.98	\$289,250.98
Total Revenues	\$91.62	\$29,215.56	\$45,005.98	\$289,250.98

Impact Fees deleted in 2013 - No additional revenues, only budgeting to spend designated funds previously collected.

QUESTIONS

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A series of light gray, wavy, horizontal lines that curve upwards and then downwards, creating a sense of movement or a path. They are positioned in the lower right quadrant of the slide, partially overlapping the question marks.