MARANA RESOLUTION NO. 2016-052

RELATING TO BUDGET; ADOPTING THE FISCAL YEAR 2016-2017 TENTATIVE BUDGET

WHEREAS in accordance with the provisions of Title 42, Chapter 17, Articles 1-5, Arizona Revised Statutes (A.R.S.), the Town Council did, on April 12, 2016, make an estimate of the different amounts required to meet the public expenditures/expenses for the ensuing year, also an estimate of revenues from sources other than direct taxation, and the amount to be raised by taxation upon real and personal property of the Town of Marana; and

WHEREAS in accordance with said chapter of said title, and following due public notice, the Council will hold a public meeting on June 21, 2016, at which meeting any taxpayer is privileged to appear and be heard in favor of or against any of the proposed expenditures/expenses or tax levies; and

WHEREAS the sums to be raised by taxation as specified in the budget attached hereto as Exhibit A may not exceed, in the aggregate amount, the expenditure limitation to be set by the Council on June 21, 2016.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Town of Marana, Arizona, that the budget setting forth the estimates of revenues and expenditures/expenses, attached hereto as Exhibit A and incorporated herein by this reference, as increased, decreased or changed by the Town Council, is hereby adopted as the tentative budget for the Town of Marana for the fiscal year 2016-2017.

PASSED AND ADOPTED BY THE MAYOR AND COUNCIL OF THE TOWN OF MARANA, ARIZONA, this 17th day of May, 2016.

Mayor Ed Honea

ATTEST:

Jocelyn C. Bronson, Town Clerk

APPROVED AS TO FORM:

Frank Cassidy, Town Attorney

TOWN OF MARANA 1977 ARIZONA

CITY/TOWN OF MARANA
Summary Schedule of Estimated Revenues and Expenditures/Expenses
Fiscal Year 2017

Fiscal Year		Sch	FUNDS							
			General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Permanent Fund	Enterprise Funds Available	Internal Service Funds	Total All Funds
2016	Adopted/Adjusted Budgeted Expenditures/Expenses*	E	40,785,867	8,174,896	8,376,309	57,199,733	0	26,555,787	3,907,016	144,999,608
2016	Actual Expenditures/Expenses**	E	34,759,008	5,379,305	8,166,419	16,021,854	0	5,411,048	3,519,304	73,256,938
2017	Fund Balance/Net Position at July 1***		23,662,353	4,625,992	2,384,278	34,095,513		3,749,546	1,014,221	69,531,903
2017	Primary Property Tax Levy	B	0							0
2017	Secondary Property Tax Levy	B			452,269	68,949				521,218
2017	Estimated Revenues Other than Property Taxes	C	41,212,006	5,985,711	2,376,379	55,381,734	0	9,905,781	4,116,110	118,977,721
2017	Other Financing Sources	D	0	0	25,670,000	5,500,000	0	11,350,000	0	42,520,000
2017	Other Financing (Uses)	D	0	0	25,670,000	0	0	0	0	25,670,000
2017	Interfund Transfers In	D	0	100,000	6,201,238	2,000,000	0	968,101	0	9,269,339
2017	Interfund Transfers (Out)	D	5,371,145	0	0	2,088,668	0	1,809,526	0	9,269,339
2017	Reduction for Amounts Not Available:									
LESS:	Amounts for Future Debt Retirement:									0
										0
										0
										0
2017	Total Financial Resources Available		59,503,214	10,711,703	11,414,164	94,957,528	0	24,163,902	5,130,331	205,880,842
2017	Budgeted Expenditures/Expenses	E	42,988,705	7,981,418	9,029,886	80,833,575	0	25,114,195	4,116,110	170,063,889

EXPENDITURE LIMITATION COMPARISON	2016	2017
1. Budgeted expenditures/expenses	$ 144,999,608	$ 170,063,889
2. Add/subtract: estimated net reconciling items		
3. Budgeted expenditures/expenses adjusted for reconciling items	144,999,608	170,063,889
4. Less: estimated exclusions		
5. Amount subject to the expenditure limitation	$ 144,999,608	$ 170,063,889
6. EEC expenditure limitation	$	$

☐ The city/town does not levy property taxes and does not have special assessment districts for which property taxes are levied. Therefore, Schedule B has been omitted.

* Includes Expenditure/Expense Adjustments Approved in the current year from Schedule E.

** Includes actual amounts as of the date the proposed budget was prepared, adjusted for estimated activity for the remainder of the fiscal year.

*** Amounts on this line represent Fund Balance/Net Position amounts except for amounts not in spendable form (e.g., prepaids and inventories) or legally or contractually required to be maintained intact (e.g., principal of a permanent fund).

Exhibit A

CITY/TOWN OF MARANA
Tax Levy and Tax Rate Information
Fiscal Year 2017

	2016	2017
1. Maximum allowable primary property tax levy. A.R.S. §42-17051(A)	$	$
2. Amount received from primary property taxation in the **current year** in excess of the sum of that year's maximum allowable primary property tax levy. A.R.S. §42-17102(A)(18)	$	
3. Property tax levy amounts		
A. Primary property taxes	$	$
B. Secondary property taxes	554,194	521,218
C. Total property tax levy amounts	$ 554,194	$ 521,218
4. Property taxes collected*		
A. Primary property taxes		
(1) **Current** year's levy	$ 542,556	
(2) Prior years' levies	554	
(3) Total primary property taxes	$ 543,110	
B. Secondary property taxes		
(1) **Current** year's levy	$	
(2) Prior years' levies		
(3) Total secondary property taxes	$	
C. Total property taxes collected	$ 543,110	
5. Property tax rates		
A. City/Town tax rate		
(1) Primary property tax rate		
(2) Secondary property tax rate	2.8000	2.8000
(3) Total city/town tax rate	2.8000	2.8000

B. Special assessment district tax rates

Secondary property tax rates - As of the date the proposed budget was prepared, the city/town was operating four special assessment districts for which secondary property taxes are levied. For information pertaining to these special assessment districts and their tax rates, please contact the city/town.

* Includes actual property taxes collected as of the date the proposed budget was prepared, plus estimated property tax collections for the remainder of the fiscal year.

CITY/TOWN OF MARANA
Revenues Other Than Property Taxes
Fiscal Year 2017

SOURCE OF REVENUES	ESTIMATED REVENUES 2016	ACTUAL REVENUES* 2016	ESTIMATED REVENUES 2017
GENERAL FUND			
Local taxes			
Sales taxes	$ 22,674,325	$ 22,945,650	$ 24,156,385
Licenses and permits			
Building and development fees	2,653,000	3,053,925	3,480,385
Business and license fees	168,000	158,740	160,000
Franchise fees	350,000	385,159	400,000
Host Fees	350,000		
Intergovernmental			
State shared sales taxes	3,339,932	3,287,845	3,889,327
Urban revenue sharing	4,209,300	4,209,300	5,055,281
Auto lieu	1,465,110	1,378,650	1,769,285
Other	85,000	69,453	85,000
Charges for services			
Charges for services	455,750	468,576	489,160
Fines and forfeits			
Court fines and fees	630,000	634,750	640,000
Interest on investments			
Interest	175,000	185,453	200,000
Contributions			
Voluntary contributions	161,000	165,924	231,264
Miscellaneous			
Other miscellaneous	619,150	765,959	655,919
Total General Fund	$ 37,335,567	$ 37,709,384	$ 41,212,006

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

CITY/TOWN OF MARANA
Revenues Other Than Property Taxes
Fiscal Year 2017

SOURCE OF REVENUES	ESTIMATED REVENUES 2016	ACTUAL REVENUES* 2016	ESTIMATED REVENUES 2017
SPECIAL REVENUE FUNDS			
Community development block grants	$ 215,000	$ 96,457	$ 261,700
Affordable housing revolving	100,000	15,689	10,000
Other grants and contributions	1,043,178	434,714	1,503,804
RICO	30,515	34,739	30,515
	$ 1,388,693	$ 581,599	$ 1,806,019
Impound	$ 50,000	$ 43,960	$ 50,000
Bed Tax	925,450	932,058	937,884
Emergency telecommunications	65,000	48,950	52,000
Local JCEF	15,000	13,950	15,000
	$ 1,055,450	$ 1,038,918	$ 1,054,884
Fill the GAP	$ 4,000	$ 6,824	$ 6,000
Local technology enhancement	140,000	138,547	140,000
Highway user revenue	2,460,429	2,458,790	2,978,808
	$ 2,604,429	$ 2,604,161	$ 3,124,808
Total Special Revenue Funds	$ 5,048,572	$ 4,224,678	$ 5,985,711

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

CITY/TOWN OF MARANA
Revenues Other Than Property Taxes
Fiscal Year 2017

SOURCE OF REVENUES	ESTIMATED REVENUES 2016	ACTUAL REVENUES* 2016	ESTIMATED REVENUES 2017
DEBT SERVICE FUNDS			
Tangerine farms road improvement district	$ 2,034,816	$ 2,045,950	$ 2,111,776
Gladden farms CFD debt	275,005	273,590	264,603
	$ 2,309,821	$ 2,319,540	$ 2,376,379
Total Debt Service Funds	$ 2,309,821	$ 2,319,540	$ 2,376,379
CAPITAL PROJECTS FUNDS			
Transportation	$ 5,242,050	$ 5,506,508	$ 5,933,250
One-half cent sales tax	4,800,000	4,387,839	6,000,000
Impact fee funds	1,843,176	1,675,930	1,546,093
Other capital projects	10,710,028	569,365	891,075
	$ 22,595,254	$ 12,139,642	$ 14,370,418
Downtown reinvestment	$ 125,000	$ 168,754	$ 180,165
Regional transportation authority	18,690,634	8,173,912	40,382,226
Tangerine farms road improvement district	35,000	34,950	35,000
Gladden farms CFD capital			
	$ 18,850,634	$ 8,377,616	$ 40,597,391
Gladden farms II CFD capital	$	$	$
Vanderbilt farms CFD capital	27,500	26,750	29,839
Saguaro springs CFD capital	318,135	54,975	384,086
	$ 345,635	$ 81,725	$ 413,925
Total Capital Projects Funds	$ 41,791,523	$ 20,598,983	$ 55,381,734

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

CITY/TOWN OF MARANA
Revenues Other Than Property Taxes
Fiscal Year 2017

SOURCE OF REVENUES	ESTIMATED REVENUES 2016	ACTUAL REVENUES* 2016	ESTIMATED REVENUES 2017
ENTERPRISE FUNDS			
Water utility	$ 5,049,571	$ 4,795,695	$ 5,561,518
Airport	2,937,313	459,658	2,295,569
Wastewater utility	1,568,479	1,595,805	2,048,694
	$ 9,555,363	$ 6,851,158	$ 9,905,781
Total Enterprise Funds	$ 9,555,363	$ 6,851,158	$ 9,905,781

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

CITY/TOWN OF MARANA
Revenues Other Than Property Taxes
Fiscal Year 2017

SOURCE OF REVENUES	ESTIMATED REVENUES 2016	ACTUAL REVENUES* 2016	ESTIMATED REVENUES 2017
INTERNAL SERVICE FUNDS			
Health benefits	$ 3,648,964	$ 3,497,856	$ 3,856,160
Dental benefits	258,052	251,457	259,950
	$ 3,907,016	$ 3,749,313	$ 4,116,110
Total Internal Service Funds	$ 3,907,016	$ 3,749,313	$ 4,116,110
TOTAL ALL FUNDS	$ 99,947,862	$ 75,453,056	$ 118,977,721

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

Exhibit A

CITY/TOWN OF MARANA
Other Financing Sources/<Uses> and Interfund Transfers
Fiscal Year 2017

FUND	OTHER FINANCING 2017 SOURCES	OTHER FINANCING 2017 <USES>	INTERFUND TRANSFERS 2017 IN	INTERFUND TRANSFERS 2017 <OUT>
GENERAL FUND				
Other grants and contributions	$	$	$	$ 100,000
Other capital projects				2,000,000
2008 debt service				549,120
2013 debt service				1,222,199
2014 debt service				531,725
Airport				343,101
Wastewater utility				625,000
Total General Fund	$	$	$	$ 5,371,145
SPECIAL REVENUE FUNDS				
Other grants and contributions	$	$	$ 100,000	$
Total Special Revenue Funds	$	$	$ 100,000	$
DEBT SERVICE FUNDS				
2008 debt service	$	$ 25,670,000	$ 2,637,788	$
2013 debt service			3,031,725	
2014 debt service			531,725	
2016 debt service	25,670,000			
Total Debt Service Funds	$ 25,670,000	$ 25,670,000	$ 6,201,238	$
CAPITAL PROJECTS FUNDS				
Transportion	$	$	$	$ 862,294
Impact fees				1,226,374
Other capital projects			2,000,000	
Gladden farms II CFD	1,000,000			
Saguaro springs CFD	4,500,000			
Total Capital Projects Funds	$ 5,500,000	$	$ 2,000,000	$ 2,088,668
PERMANENT FUNDS				
	$	$	$	$
Total Permanent Funds	$	$	$	$
ENTERPRISE FUNDS				
Airport	$	$	$ 343,101	$
Water utility	4,000,000			904,763
Wastewater utility	7,350,000		625,000	904,763
Total Enterprise Funds	$ 11,350,000	$	$ 968,101	$ 1,809,526
INTERNAL SERVICE FUNDS				
	$	$	$	$
Total Internal Service Funds	$	$	$	$

CITY/TOWN OF MARANA
Other Financing Sources/<Uses> and Interfund Transfers
Fiscal Year 2017

FUND	OTHER FINANCING 2017 SOURCES	OTHER FINANCING 2017 <USES>	INTERFUND TRANSFERS 2017 IN	INTERFUND TRANSFERS 2017 <OUT>
TOTAL ALL FUNDS	$ 42,520,000	$ 25,670,000	$ 9,269,339	$ 9,269,339

Exhibit A

CITY/TOWN OF MARANA
Expenditures/Expenses by Fund
Fiscal Year 2017

FUND/DEPARTMENT	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2016	EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2016	ACTUAL EXPENDITURES/ EXPENSES* 2016	BUDGETED EXPENDITURES/ EXPENSES 2017
GENERAL FUND				
Non-departmental	$ 2,158,833	$ 10,000	$ 2,050,891	$ 1,278,097
Mayor and council	294,338		279,621	289,572
Town manager	1,503,103		1,427,948	1,650,390
Town clerk	280,565		266,537	497,244
Human resources	800,451		760,428	879,634
Finance	1,092,364		1,037,746	1,212,225
Legal	800,357		760,339	832,495
Technology services	2,517,151		2,391,293	2,554,348
Economic and tourism develop	192,356	(3,333)	182,738	200,285
Development services admin	233,359		221,691	324,349
Development records	175,115		166,359	
Building safety	1,082,267		1,028,154	1,121,615
Planning	1,056,705		1,003,870	1,194,939
Engineering	2,248,345		2,135,928	2,598,690
Police	11,596,480		11,416,656	12,134,654
Courts	1,031,570		979,992	1,033,015
Public works	3,208,563	350,000	3,048,135	3,504,366
Parks and recreation	3,713,984		3,528,285	3,988,586
Community development	596,728	(3,334)	566,892	963,860
Capital outlay	1,207,900		1,147,505	1,730,341
Contingency	5,000,000	(358,000)	358,000	5,000,000
Total General Fund	$ 40,790,534	$ (4,667)	$ 34,759,008	$ 42,988,705
SPECIAL REVENUE FUNDS				
Highway user revenue	$ 3,768,678	$	$ 3,698,568	$ 3,524,467
Revolving affordable housing	70,000			215,720
Local JCEF	82,000			82,000
Fill the GAP	34,500			34,500
Local technology	475,408		37,712	283,256
Community development block gran	215,000		96,457	261,700
Bed tax	931,576	667	898,480	940,649
Other grants and contributions	1,373,346		434,714	1,513,876
RICO	1,086,621		87,964	1,034,500
Impount fees	65,350		63,897	19,000
Emergency telecommunications	71,750		61,513	71,750
Total Special Revenue Funds	$ 8,174,229	$ 667	$ 5,379,305	$ 7,981,418
DEBT SERVICE FUNDS				
Series 2008 debt	$ 2,639,275	$	$ 2,639,275	$ 2,637,788
Series 2013 debt	2,034,816		2,034,816	3,031,725
Series 2014 debt	514,071		514,071	531,725
Tangering farms ID debt	2,236,875		2,276,985	2,111,776
Gladden farms CFD debt	701,272		701,272	716,872
Saguaro springs CFD debt	250,000			
Total Debt Service Funds	$ 8,376,309	$	$ 8,166,419	$ 9,029,886

Exhibit A

CITY/TOWN OF MARANA
Expenditures/Expenses by Fund
Fiscal Year 2017

FUND/DEPARTMENT	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2016	EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2016	ACTUAL EXPENDITURES/ EXPENSES* 2016	BUDGETED EXPENDITURES/ EXPENSES 2017
CAPITAL PROJECTS FUNDS				
Transportation	$ 8,271,013	$	$ 2,623,922	$ 14,226,708
One-half percent sales tax	4,500,000		685,922	7,092,271
Impact fee funds	8,437,236		2,139,584	9,758,097
Tangering farms ID	35,000		23,420	35,000
Other capital projects	11,177,600		2,365,953	2,698,275
Downtown reinvesment	185,319			185,319
Regional transportation authority	18,690,634		8,173,912	40,382,226
Gladden farms CFD	1,228,152		8,952	1,531,272
Gladden farms II CFD	213		63	213
Saguaro springs CFD	4,642,000		63	4,892,000
Vanderbilt farms CFD	32,566		63	32,194
Total Capital Projects Funds	$ 57,199,733	$	$ 16,021,854	$ 80,833,575
PERMANENT FUNDS				
	$	$	$	$
Total Permanent Funds	$	$	$	$
ENTERPRISE FUNDS				
Water utility	$ 14,548,871	$	$ 3,795,447	$ 10,178,570
Airport	3,198,489	4,000	355,981	2,765,889
Wastewater utility	8,804,427		1,259,620	12,169,736
Total Enterprise Funds	$ 26,551,787	$ 4,000	$ 5,411,048	$ 25,114,195
INTERNAL SERVICE FUNDS				
Health benefits	$ 3,648,964	$	$ 3,294,580	$ 3,856,160
Dental benefits	258,052		224,724	259,950
Total Internal Service Funds	$ 3,907,016	$	$ 3,519,304	$ 4,116,110
TOTAL ALL FUNDS	$ 144,999,608	$	$ 73,256,938	$ 170,063,889

* Includes actual expenditures/expenses recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated expenditures/expenses for the remainder of the fiscal year.

Exhibit A

CITY/TOWN OF MARANA
Expenditures/Expenses by Department
Fiscal Year 2017

DEPARTMENT/FUND	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2016	EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2016	ACTUAL EXPENDITURES/ EXPENSES* 2016	BUDGETED EXPENDITURES/ EXPENSES 2017
Town manager:				
General Fund	$ 1,503,103	$	$ 1,427,948	$ 1,650,390
Bed Tax Fund	41,727		40,545	5,108
Department Total	$ 1,544,830	$	$ 1,468,493	$ 1,655,498
Economic and tourism development:				
General Fund	$ 192,356	$	$ 182,738	$ 200,285
Bed Tax Fund	267,129		256,458	260,619
Department Total	$ 459,485	$	$ 439,196	$ 460,904
Police:				
General Fund	$ 11,596,480	$	$ 11,416,656	$ 12,134,654
RICO	37,500		87,964	34,500
Impound fees	65,350		63,897	19,000
Other grants	372,346		149,856	512,876
Emergency telecommunications	71,750		61,513	71,750
Department Total	$ 12,143,426	$	$ 11,779,886	$ 12,772,780
Court:				
General Fund	$ 1,031,570	$	$ 979,992	$ 1,033,015
Local JCEF	72,000			72,000
Fill the GAP	34,500			34,500
Local tech enhancement	475,408		37,712	283,256
Department Total	$ 1,613,478	$	$ 1,017,704	$ 1,422,771
Public works:				
General Fund	$ 3,208,563	$	$ 3,048,135	$ 3,504,366
Highway user revenue fund	2,758,717		3,698,568	300,590
Department Total	$ 5,967,280	$	$ 6,746,703	$ 3,804,956
Community Development:				
General Fund	$ 596,728	$	$ 566,892	$ 963,860
CDBG	215,000		96,457	261,700
Revolving affordable housing	70,000			215,720
Department Total	$ 881,728	$	$ 663,349	$ 1,441,280

* Includes actual expenditures/expenses recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated expenditures/expenses for the remainder of the fiscal year.

Exhibit A

CITY/TOWN OF MARANA
Full-Time Employees and Personnel Compensation
Fiscal Year 2017

FUND	Full-Time Equivalent (FTE) 2017	Employee Salaries and Hourly Costs 2017	Retirement Costs 2017	Healthcare Costs 2017	Other Benefit Costs 2017	Total Estimated Personnel Compensation 2017
GENERAL FUND	297.6	$ 18,605,772	$ 2,718,826	$ 3,153,963	$ 2,196,854	$ 26,675,415
SPECIAL REVENUE FUNDS						
Other grant funds	11.2	$ 317,007	$ 79,886	$ 49,240	$ 46,743	$ 492,876
Bed tax	1.2	68,621	7,850	11,219	6,637	94,327
Local technology	1.0	31,362	3,557	11,659	2,678	49,256
Highway user revenue	5.6	229,339	25,877	50,569	49,523	355,308
Total Special Revenue Funds	19.0	$ 546,346	$ 105,763	$ 99,809	$ 96,266	$ 848,184
ENTERPRISE FUNDS						
Water utility	23.0	$ 1,269,315	$ 144,922	$ 246,576	$ 160,898	$ 1,821,711
Airport	3.0	174,892	19,966	33,424	24,650	252,932
Wastewater utility	4.0	249,237	28,265	59,436	32,484	369,422
Total Enterprise Funds	30.0	$ 1,693,444	$ 193,153	$ 339,436	$ 218,032	$ 2,444,065
TOTAL ALL FUNDS	346.6	$ 20,845,562	$ 3,017,742	$ 3,593,208	$ 2,511,152	$ 29,967,664