

Pinal County Fiscal Year 2016-2017 Tentative Budget

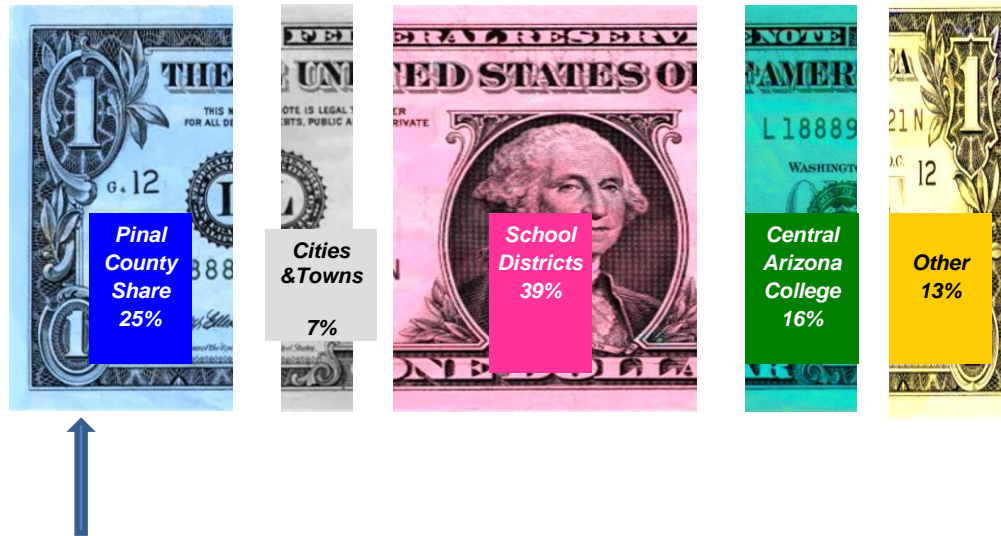
June 1, 2016



PINAL • COUNTY

Wide open opportunity

Where Your Tax Dollars Go

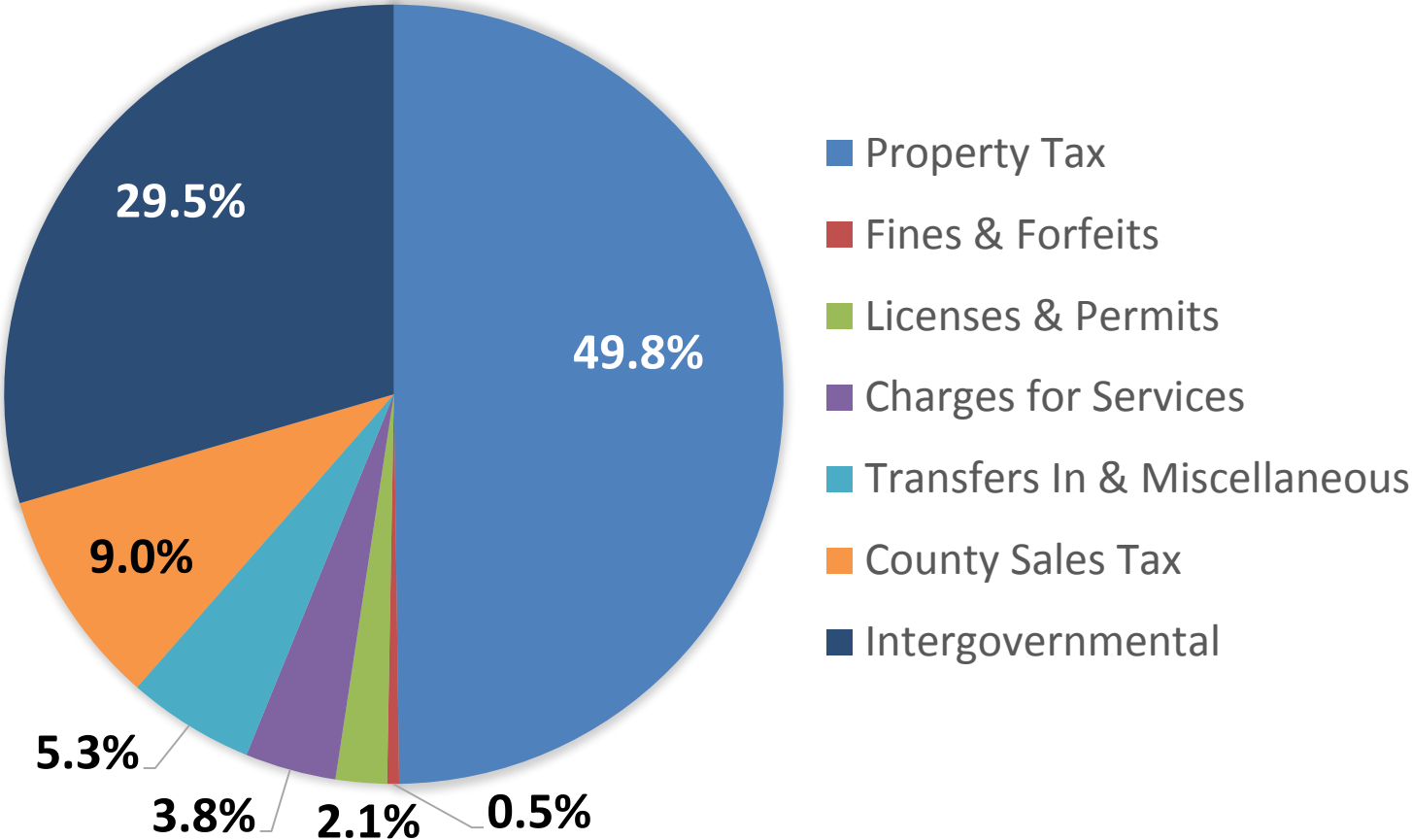


This presentation deals with the roughly 25 cents of your tax dollar that the County uses to fund its programs. This represents a 6 cent decrease from FY 10-11, when Pinal County's portion was 31 cents.

Based on fiscal year 15-16. Fiscal year 16-17 to be determined.

General Fund Revenue Budget

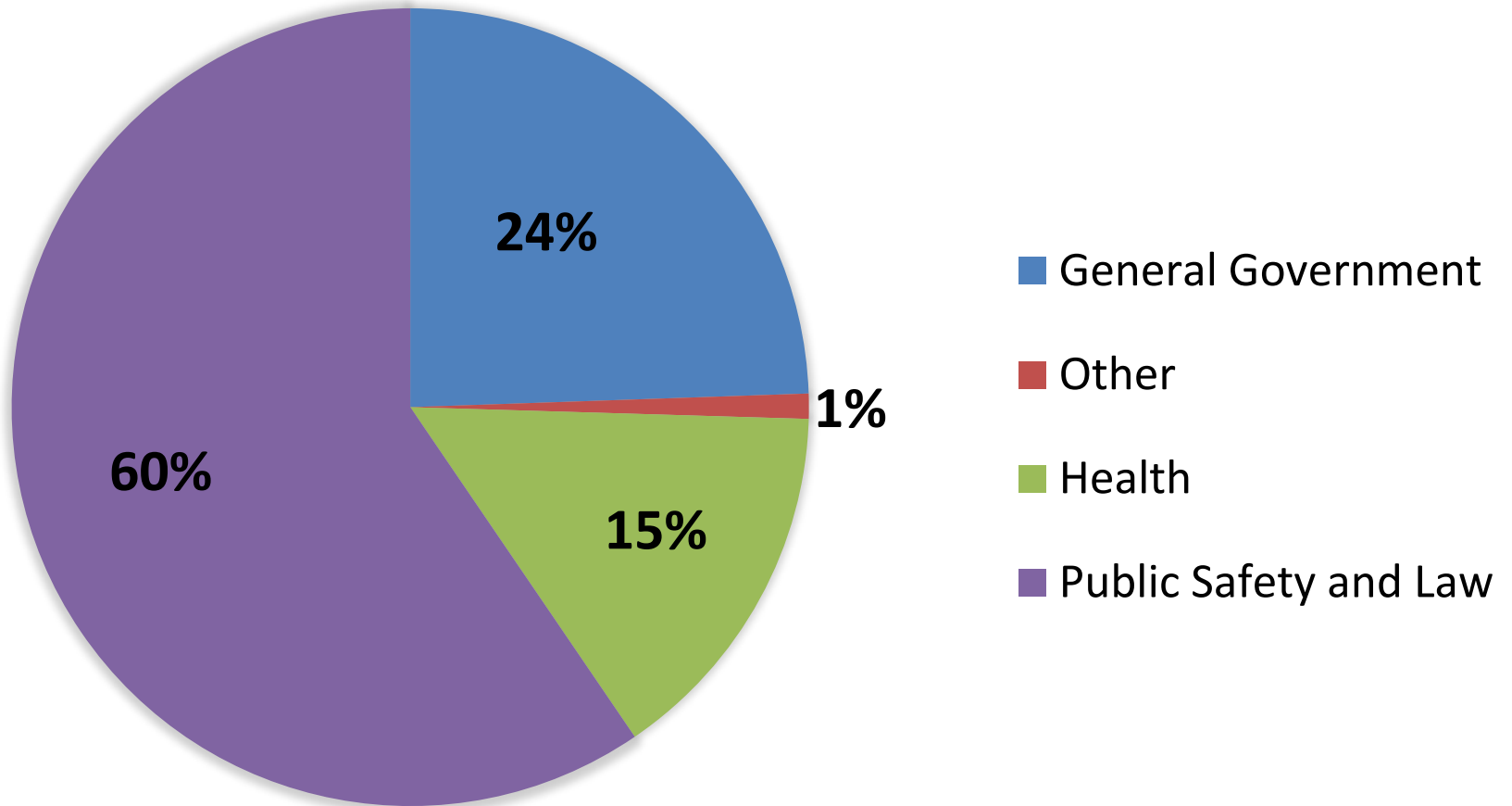
FY 2016-2017



Notes: Property Taxes includes delinquent tax lien sales and Intergovernmental includes State Shared Revenue

Distribution of General Fund

*not including reserves and transfers



Notes: Health includes mandatory AHCCCS contributions and Behavioral Health; General Government includes Assessor, Recorder, Treasurer, Board of Supervisors/appointed, and countywide utilities and facilities; and Other includes Transportation, Education, Welfare, and Recreation.

June 1, 2016

FY 2016-2017 Highlights

- Pinal County continues its commitment to financial health and built the budget to keep the property tax rate flat while enduring continuing State cost/revenue shifts.
- General Fund operating budgets were reduced by 3%.
- New construction valuation was relatively modest but improving at \$50.9M. The increase in existing properties valuation was only 0.55% mostly due to the implementation of Prop 117.
- General Fund tax revenues are continuing to grow.
- Employees have been brought to the minimum market wages according to the compensation study and funding is set aside to place employees into the new salary structure (effective 12/31/16, giving credit for years worked in job).
- The GF reserve balance could be near \$23M or 14% of projected expenditures at year end and structural balance has been achieved.

FY 2016-2018 General Fund Forecast - Phase 2 Implemented 12/31/16

	FY 12-13 Actual	FY 13-14 Actual	FY14-15 Actual (Unaudited)	FY 15-16 Projection	FY 16-17 Projection	FY 17-18 Projection
BEGINNING FUND BALANCE	\$43,730,294	\$48,044,732	\$36,505,766	\$20,249,543	\$22,818,439	\$23,050,367
REVENUES						
Property Taxes and Delinquent Tax Lien Sales	\$81,067,759	\$73,174,837	\$76,516,064	\$80,635,081	\$82,915,385	\$85,252,864
County Sales Tax	\$12,799,507	\$13,554,101	\$14,007,149	\$14,567,435	\$15,004,458	\$15,454,592
License & Permits	\$2,418,264	\$2,969,113	\$2,913,494	\$3,216,005	\$3,280,325	\$3,345,932
Intergovernmental	\$40,108,940	\$44,368,471	\$46,129,391	\$47,591,687	\$49,079,071	\$50,205,127
Charges for Services	\$19,440,241	\$18,795,692	\$7,336,135	\$12,363,000	\$6,510,660	\$6,640,873
Fines & Forfeits	\$1,839,517	\$764,504	\$805,158	\$864,935	\$890,883	\$917,610
Miscellaneous	\$1,300,144	\$1,732,010	\$1,132,073	\$4,245,262	\$3,108,003	\$716,853
Transfers In	\$3,388,438	\$3,199,011	\$3,469,841	\$5,880,751	\$4,880,751	\$4,880,751
TOTAL REVENUE	\$162,362,810	\$158,557,740	\$152,309,305	\$169,364,156	\$165,669,536	\$167,414,601
EXPENDITURES						
Personnel	\$104,260,129	\$103,573,164	\$100,581,171	\$100,339,934	\$99,454,957	\$100,363,904
Non-Personnel	\$49,360,309	\$52,345,495	\$52,492,187	\$51,070,418	\$50,570,418	\$50,070,418
Transfers Out	\$4,427,934	\$14,178,047	\$15,492,169	\$13,132,732	\$13,960,057	\$15,567,224
State Impact				\$2,252,176	\$3,652,176	\$3,652,176
Cut - Effect of 3% Budget Reduction					(\$2,200,000)	(\$2,200,000)
TOTAL EXPENDITURES	\$158,048,372	\$170,096,706	\$168,565,527	\$166,795,260	\$165,437,608	\$167,453,722
REVENUE LESS EXPENDITURE	<u>\$4,314,438</u>	<u>(\$11,538,966)</u>	<u>(\$16,256,222)</u>	<u>\$2,568,896</u>	<u>\$231,928</u>	<u>(\$39,121)</u>
Surplus/(Deficit) as a % of Revenue	3%	-7%	-11%	2%	0%	0%
ENDING FUND BALANCE	\$48,044,732	\$36,505,766	\$20,249,543	\$22,818,439	\$23,050,367	\$23,011,246
Reserve as a % of outflows	30%	21%	12%	14%	14%	14%
15% of Projected Outflows	\$23,707,256	\$25,514,506	\$25,284,829	\$25,019,289	\$24,815,641	\$25,118,058

FY 2016-2017 Facilities Maintenance

- FY 16-17 New Projects

- Re-Roofing/Roof Coating Overlay

- PCSO Admin Building Re-roofing \$120,000
 - Information Technology Data Building Canopy \$ 20,000
 - Building F Re-roofing \$ 62,000

- Parking Rehabilitation/Coating and Striping

- Oracle JP/Admin Complex Parking \$25,000
 - Florence Admin Complex Parking \$75,000

- Building Improvement Projects

- Supplemental – Countywide buildings non-maintenance repairs \$200,000
 - 12 ADA Door Openers Selected Facilities \$ 48,000

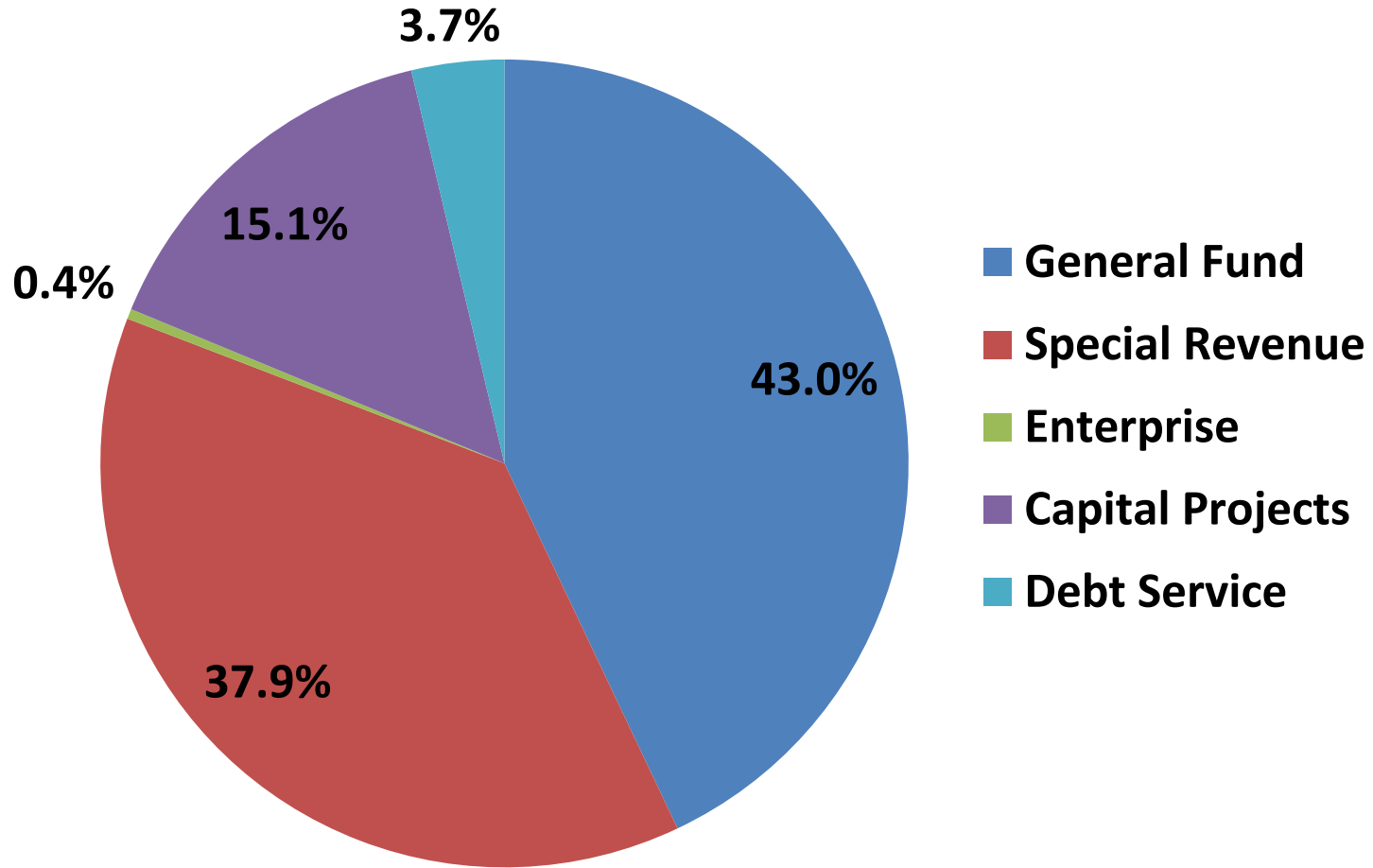
Total Cost \$550,000

Pinal County Continues to Provide Excellent Service to the Public

- Hunt Highway
 - Phases 1 and 2 Complete
 - Phase 3 Estimated Completion January 2017
 - Phase 4 Design in progress
- Pinal Regional Transportation Authority November ballot
- Pinal Airport
 - Airport Master Plan Completion
 - Competitive leasing underway
 - Selected as Arizona Airport of the year
- Ironwood/Gantzel Rd. Safety Enhancements
 - Right of way acquisition in progress – estimated construction start by end of 2016
- Development Impact Fees updated and reduced
- Surfacing Dirt Roads - \$5M
- Pavement Preservation - \$3.75M
- Convert Public Safety Radio communication to digital - \$19M – Estimated completion June 2017
- Expand Superior Court Facilities - \$15M – Estimated completion May 2017
- Created Pinal County workforce board to govern Workforce Innovation Opportunity Act
- Pinal County Flood Control funded \$1.5M cost share with Corps of Engineers for Lower Santa Cruz River Feasibility Study

Total Pinal County Expenditures

FY 2016-2017



June 1, 2016

Pinal County's Tentative Budget for Fiscal Year 2016-2017:

\$410,193,288

- The overall budget decreased by \$11,314,491, which is due to the spending in the financed capital projects: Public Safety Radio System, Court Expansion, Hunt Highway, and Ironwood/Gantzel Rd. Improvements.

Once the Tentative Budget is adopted, it can be decreased or budget can be reallocated. However, the total budget cannot be increased. State law requires the County to budget all of its projected sources, including in all fund balances, even if they are not planned to be spent in the current year. In compliance with Section 42-17107, Arizona Revised Statutes, a Truth in Taxation Hearing Notice will be published in the local newspaper.