

MARANA RESOLUTION NO. 2018-046

RELATING TO BUDGET; ADOPTING THE FISCAL YEAR 2018-2019 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 10, 2018, 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 held a public meeting on May 15, 2018, 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 19, 2018.

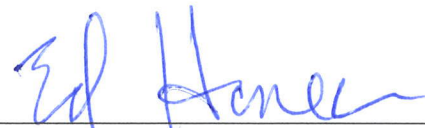
NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Town of Marana, Arizona, that the budget setting forth the estimates of revenues and expenditures/expenses, attached hereto as Exhibit A and incorporated herein by this reference, as increased, decreased or changed by the Town Council, is hereby adopted as the tentative budget for the Town of Marana for the fiscal year 2018-2019.

PASSED AND ADOPTED by the Mayor and Council of the Town of Marana, Arizona, this 15th day of May, 2018.

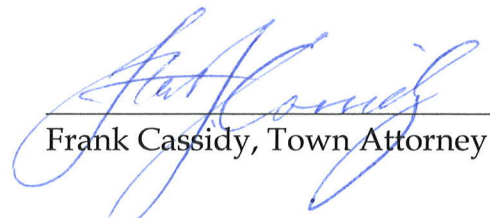


ATTEST:


Jocelyn C. Bronson, Town Clerk


Mayor Ed Honea

APPROVED AS TO FORM:


Frank Cassidy, Town Attorney

TOWN OF MARANA
Summary Schedule of Estimated Revenues and Expenditures/Expenses
Fiscal Year 2019

Fiscal Year	S c h	FUNDS								
		General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Permanent Fund	Enterprise Funds Available	Internal Service Funds	Total All Funds	
2018	Adopted/Adjusted Budgeted Expenditures/Expenses*	E	46,390,546	7,850,924	8,283,441	86,525,471	0	47,129,178	4,214,329	200,393,889
2018	Actual Expenditures/Expenses**	E	37,720,039	5,008,104	7,058,341	41,465,568	0	33,225,739	4,012,191	128,489,982
2019	Fund Balance/Net Position at July 1***		26,262,353	6,081,146	4,168,138	46,020,622		6,837,045	705,226	90,074,530
2019	Primary Property Tax Levy	B	0							0
2019	Secondary Property Tax Levy	B			477,013	355,454				832,467
2019	Estimated Revenues Other than Property Taxes	C	44,956,009	7,658,185	1,992,337	18,658,188	0	18,905,523	4,231,566	96,401,808
2019	Other Financing Sources	D	0	0	0	4,500,000	0	2,000,000	0	6,500,000
2019	Other Financing (Uses)	D	0	0	0	0	0	0	0	0
2019	Interfund Transfers In	D	0	100,000	6,105,856	642,183	0	1,040,004	0	7,888,043
2019	Interfund Transfers (Out)	D	3,681,371	0	0	1,398,910	0	2,807,762	0	7,888,043
2019	Reduction for Amounts Not Available:									
2019	LESS: Amounts for Future Debt Retirement:									0
										0
										0
										0
2019	Total Financial Resources Available		67,536,991	13,839,331	12,743,344	68,777,537	0	25,974,810	4,936,792	193,808,805
2019	Budgeted Expenditures/Expenses	E	49,748,942	9,425,279	8,094,144	44,566,574	0	25,603,776	4,231,566	141,670,280

EXPENDITURE LIMITATION COMPARISON

1. Budgeted expenditures/expenses
2. Add/subtract: estimated net reconciling items
3. Budgeted expenditures/expenses adjusted for reconciling items
4. Less: estimated exclusions
5. Amount subject to the expenditure limitation
6. EEC expenditure limitation

	2018	2019
1. Budgeted expenditures/expenses	\$ 200,393,889	\$ 141,670,280
2. Add/subtract: estimated net reconciling items		
3. Budgeted expenditures/expenses adjusted for reconciling items	200,393,889	141,670,280
4. Less: estimated exclusions		
5. Amount subject to the expenditure limitation	\$ 200,393,889	\$ 141,670,280
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).

TOWN OF MARANA
Tax Levy and Tax Rate Information
Fiscal Year 2019

	2018	2019
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	571,672	832,517
C. Total property tax levy amounts	\$ <u>571,672</u>	\$ <u>832,517</u>
4. Property taxes collected*		
A. Primary property taxes		
(1) Current year's levy	\$ 571,157	
(2) Prior years' levies	515	
(3) Total primary property taxes	\$ <u>571,672</u>	
B. Secondary property taxes		
(1) Current year's levy	\$ _____	
(2) Prior years' levies	_____	
(3) Total secondary property taxes	\$ _____	
C. Total property taxes collected	\$ <u>571,672</u>	
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	<u>2.8000</u>	<u>2.8000</u>
B. Special assessment district tax rates		
Secondary property tax rates - As of the date the proposed budget was prepared, the city/town was operating <u>four</u> 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.

TOWN OF MARANA
Revenues Other Than Property Taxes
Fiscal Year 2019

SOURCE OF REVENUES	ESTIMATED REVENUES 2018	ACTUAL REVENUES* 2018	ESTIMATED REVENUES 2019
GENERAL FUND			
Local taxes			
Sales taxes	\$ 25,817,378	\$ 25,995,674	\$ 26,284,560
Licenses and permits			
Building and development fees	3,459,185	4,138,304	3,768,640
Business and license fees	160,000	150,194	160,000
Animal license fees	85,000	95,735	100,000
Franchise fees	400,000	311,094	489,450
Host Fees	350,000	249,642	300,000
Intergovernmental			
State shared sales taxes	4,077,246	4,085,304	4,314,755
Urban revenue sharing	5,384,087	5,384,669	5,336,906
Auto lieu	2,018,426	1,913,100	2,096,535
Other			
Charges for services			
Charges for services	534,650	618,225	518,637
Fines and forfeits			
Court fines and fees	625,000	557,765	585,000
Interest on investments			
Interest	200,000	237,474	185,000
Contributions			
Voluntary contributions	224,300	218,474	247,757
Miscellaneous			
Other miscellaneous	666,719	590,894	568,769
Total General Fund	\$ 44,001,991	\$ 44,546,548	\$ 44,956,009

* 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.

TOWN OF MARANA
Revenues Other Than Property Taxes
Fiscal Year 2019

SOURCE OF REVENUES	ESTIMATED REVENUES 2018	ACTUAL REVENUES* 2018	ESTIMATED REVENUES 2019
SPECIAL REVENUE FUNDS			
Community development block grants	\$ 175,000	\$ 76,722	\$ 150,000
Affordable housing revolving	10,000	15,024	10,000
Other grants and contributions	1,220,593	482,261	2,846,591
RICO	31,615	12,069	34,500
	<u>\$ 1,437,208</u>	<u>\$ 586,076</u>	<u>\$ 3,041,091</u>
Impound	\$ 50,000	\$ 50,580	\$ 40,000
Bed Tax	989,558	973,160	1,088,016
Emergency telecommunications	52,000	52,509	52,000
Local JCEF	15,000	38,131	15,000
	<u>\$ 1,106,558</u>	<u>\$ 1,114,380</u>	<u>\$ 1,195,016</u>
Fill the GAP	\$ 6,500	\$ 3,824	\$ 6,000
Local technology enhancement	130,000	60,533	140,000
Highway user revenue	3,463,025	3,024,897	3,276,078
	<u>\$ 3,599,525</u>	<u>\$ 3,089,254</u>	<u>\$ 3,422,078</u>
Total Special Revenue Funds	<u>\$ 6,143,291</u>	<u>\$ 4,789,710</u>	<u>\$ 7,658,185</u>

* 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.

DEBT SERVICE FUNDS

Tangerine farms road improvement district	\$ 2,251,074	\$ 2,357,512	\$ 1,992,337
Gladden farms CFD debt	10,229		
	<u>\$ 2,261,303</u>	<u>\$ 2,357,512</u>	<u>\$ 1,992,337</u>
Total Debt Service Funds	<u>\$ 2,261,303</u>	<u>\$ 2,357,512</u>	<u>\$ 1,992,337</u>

CAPITAL PROJECTS FUNDS

Transportation	\$ 7,018,183	\$ 6,490,698	\$ 5,906,742
One-half cent sales tax	5,579,676	5,277,424	2,952,570
Impact fee funds	2,014,725	2,432,130	1,546,093
Other capital projects	3,946,871	389,716	2,825,812
	<u>\$ 18,559,455</u>	<u>\$ 14,589,968</u>	<u>\$ 13,231,217</u>
Downtown reinvestment	\$ 223,600	\$ 197,827	\$ 223,600
Regional transportation authority	26,911,099	14,074,147	5,069,038
	<u>\$ 27,134,699</u>	<u>\$ 14,271,974</u>	<u>\$ 5,292,638</u>

TOWN OF MARANA
Revenues Other Than Property Taxes
Fiscal Year 2019

SOURCE OF REVENUES	ESTIMATED REVENUES 2018	ACTUAL REVENUES* 2018	ESTIMATED REVENUES 2019
Vanderbilt farms CFD capital	29,839		27,500
Saguaro springs CFD capital	384,086		106,833
	\$ 413,925	\$	\$ 134,333

Total Capital Projects Funds \$ 46,108,079 \$ 28,861,942 \$ 18,658,188

* 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.

ENTERPRISE FUNDS

Water utility	\$ 6,555,548	\$ 4,795,695	\$ 8,614,248
Airport	6,715,540	308,458	6,780,781
Wastewater utility	2,561,506	3,858,579	3,510,494
	\$ 15,832,594	\$ 8,962,732	\$ 18,905,523

Total Enterprise Funds \$ 15,832,594 \$ 8,962,732 \$ 18,905,523

* 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.

INTERNAL SERVICE FUNDS

Health benefits	\$ 3,925,763	\$ 3,965,650	\$ 3,943,000
Dental benefits	288,566	316,985	288,566
	\$ 4,214,329	\$ 4,282,635	\$ 4,231,566

Total Internal Service Funds \$ 4,214,329 \$ 4,282,635 \$ 4,231,566

TOTAL ALL FUNDS \$ 118,561,587 \$ 93,801,079 \$ 96,401,808

* 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.

TOWN OF MARANA
Other Financing Sources/<Uses> and Interfund Transfers
Fiscal Year 2019

FUND	OTHER FINANCING 2019		INTERFUND TRANSFERS 2019	
	SOURCES	<USES>	IN	<OUT>
GENERAL FUND				
Other grants and contributions	\$	\$	\$	\$ 100,000
Other capital projects				642,183
2013 debt service				1,256,200
2014 debt service				794,469
2017 debt service				70,883
Airport				817,636
Wastewater utility				
Total General Fund	\$	\$	\$	\$ 3,681,371
SPECIAL REVENUE FUNDS				
Other grants and contributions	\$	\$	\$ 100,000	\$
Total Special Revenue Funds	\$	\$	\$ 100,000	\$
DEBT SERVICE FUNDS				
2013 debt service			3,032,525	\$
2014 debt service			794,469	
2016 debt service			2,278,862	
2017 debt service				
Total Debt Service Funds	\$	\$	\$ 6,105,856	\$
CAPITAL PROJECTS FUNDS				
Transportation	\$	\$	\$	\$ 577,580
Impact fees				821,330
Other capital projects			642,183	
Gladden farms II CFD				
Saguaro springs CFD	4,500,000			
Total Capital Projects Funds	\$ 4,500,000	\$	\$ 642,183	\$ 1,398,910
PERMANENT FUNDS				
	\$	\$	\$	\$
Total Permanent Funds	\$	\$	\$	\$
ENTERPRISE FUNDS				
Airport	\$	\$	\$ 817,636	\$
Water utility	2,000,000		222,368	1,515,066
Wastewater utility				1,292,696
Total Enterprise Funds	\$ 2,000,000	\$	\$ 1,040,004	\$ 2,807,762
INTERNAL SERVICE FUNDS				
	\$	\$	\$	\$
Total Internal Service Funds	\$	\$	\$	\$
TOTAL ALL FUNDS	\$ 6,500,000	\$	\$ 7,888,043	\$ 7,888,043

TOWN OF MARANA
Expenditures/Expenses by Fund
Fiscal Year 2019

FUND/DEPARTMENT	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2018	EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2018	ACTUAL EXPENDITURES/ EXPENSES* 2018	BUDGETED EXPENDITURES/ EXPENSES 2019
GENERAL FUND				
Non-departmental	\$ 1,907,251	\$ (350,000)	\$ 2,257,750	\$ 1,935,652
Mayor and council	290,628		268,042	338,036
Town manager	1,727,490		1,582,735	1,898,946
Town clerk	429,193		410,289	583,948
Human resources	869,595		796,026	913,548
Finance	1,197,621		975,147	1,205,031
Legal	847,174		805,201	1,005,575
Technology services	2,664,643		2,474,888	3,452,181
Economic and tourism develop	276,876		243,943	284,506
Development services admin	344,274		152,336	399,354
Development records				
Building safety	1,055,171		837,514	1,182,846
Planning	1,020,554		815,023	935,753
Engineering	2,633,784		2,234,853	2,948,922
Police	13,058,820		13,057,888	13,888,716
Courts	992,929		851,498	1,058,027
Public works	4,348,525		3,367,110	5,109,650
Parks and recreation	4,482,977		4,098,768	4,829,741
Community development	1,042,374		901,516	984,992
Capital outlay	2,550,667		1,589,512	1,793,518
Contingency	5,000,000			5,000,000
Total General Fund	\$ 46,740,546	\$ (350,000)	\$ 37,720,039	\$ 49,748,942
SPECIAL REVENUE FUNDS				
Highway user revenue	\$ 3,678,138		\$ 2,995,571	\$ 3,901,049
Revolving affordable housing	305,720			50,000
Local JCEF	82,000			72,000
Fill the GAP	34,500			34,500
Local technology	288,191		73,814	289,549
Community development block gran	210,000		76,722	150,000
Bed tax	989,558		927,011	1,088,016
Other grants and contributions	1,135,173		524,727	2,946,591
RICO	1,034,500		312,353	782,574
Impound fees	21,394		25,961	40,000
Emergency telecommunications	71,750		71,945	71,000
Total Special Revenue Funds	\$ 7,850,924		\$ 5,008,104	\$ 9,425,279
DEBT SERVICE FUNDS				
Series 2008 debt	\$ 1,314,269		\$	\$
Series 2013 debt	3,033,425		3,034,816	3,032,525
Series 2014 debt	533,908		514,071	794,469
Series 2017 debt	649,602		651,246	1,766,300
Tangerine farms ID debt	2,251,074		2,356,952	2,023,837
Gladden farms CFD debt	501,163		501,256	477,013
Saguaro springs CFD debt				
Total Debt Service Funds	\$ 8,283,441		\$ 7,058,341	\$ 8,094,144

TOWN OF MARANA
Expenditures/Expenses by Fund
Fiscal Year 2019

FUND/DEPARTMENT	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2018	EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2018	ACTUAL EXPENDITURES/ EXPENSES* 2018	BUDGETED EXPENDITURES/ EXPENSES 2019
CAPITAL PROJECTS FUNDS				
Transportation	\$ 18,343,837	\$	\$ 3,041,150	\$ 21,476,467
One-half percent sales tax	17,175,455		11,014,963	6,506,233
Impact fee funds	9,819,518		8,247,389	3,043,417
Other capital projects	7,229,076		3,139,717	2,189,827
Downtown reinvestment	223,600	350,000	23,048	830,495
Regional transportation authority	26,911,098		15,973,127	5,069,038
Gladden farms CFD	1,548,480		25,985	528,500
Gladden farms II CFD	213		63	213
Saguaro springs CFD	4,892,000		63	4,892,000
Vanderbilt farms CFD	32,194		63	30,384
Total Capital Projects Funds	\$ 86,175,471	\$ 350,000	\$ 41,465,568	\$ 44,566,574
PERMANENT FUNDS				
	\$	\$	\$	\$
Total Permanent Funds	\$	\$	\$	\$
ENTERPRISE FUNDS				
Water utility	\$ 11,825,105	\$	\$ 8,567,549	\$ 11,435,704
Airport	7,752,938		481,954	7,493,416
Wastewater utility	27,551,135		24,176,236	6,674,656
Total Enterprise Funds	\$ 47,129,178	\$	\$ 33,225,739	\$ 25,603,776
INTERNAL SERVICE FUNDS				
Health benefits	\$ 3,925,763	\$	\$ 3,819,087	\$ 3,943,000
Dental benefits	288,566		193,104	288,566
Total Internal Service Funds	\$ 4,214,329	\$	\$ 4,012,191	\$ 4,231,566
TOTAL ALL FUNDS	\$ 200,393,889	\$	\$ 128,489,982	\$ 141,670,280

* 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.

TOWN OF MARANA
Expenditures/Expenses by Department
Fiscal Year 2019

DEPARTMENT/FUND	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2018	EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2018	ACTUAL EXPENDITURES/ EXPENSES* 2018	BUDGETED EXPENDITURES/ EXPENSES 2019
Town manager:				
General Fund	\$ 1,727,490	\$	\$ 1,582,735	\$ 1,898,946
Bed Tax Fund	5,000			
Department Total	\$ 1,732,490	\$	\$ 1,582,735	\$ 1,898,946
Economic and tourism development:				
General Fund	\$ 276,876	\$	\$ 243,943	\$ 284,506
Bed Tax Fund	309,636		302,540	303,877
Department Total	\$ 586,512	\$	\$ 546,483	\$ 588,383
Police:				
General Fund	\$ 13,058,820	\$	\$ 13,057,888	\$ 13,888,716
RICO	34,500		312,535	34,500
Impound fees	21,394		25,961	40,000
Other grants	454,384		424,728	421,591
Emergency telecommunications	71,750		71,945	71,000
Department Total	\$ 13,640,848	\$	\$ 13,893,057	\$ 14,455,807
Court:				
General Fund	\$ 992,929	\$	\$ 851,498	\$ 1,058,027
Local JCEF	72,000			72,000
Fill the GAP	34,500			34,500
Local tech enhancement	288,191		73,814	289,549
Department Total	\$ 1,387,620	\$	\$ 925,312	\$ 1,454,076
Public works:				
General Fund	\$ 4,287,585	\$	\$ 3,367,110	\$ 5,109,650
Highway user revenue fund	2,894,263		2,995,571	3,065,957
Department Total	\$ 7,181,848	\$	\$ 6,362,681	\$ 8,175,607
Community Development:				
General Fund	\$ 1,042,374	\$	\$ 901,516	\$ 984,992
CDBG	185,000			150,000
Revolving affordable housing	215,720			50,000
Department Total	\$ 1,443,094	\$	\$ 901,516	\$ 1,184,992

* 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.

TOWN OF MARANA
Full-Time Employees and Personnel Compensation
Fiscal Year 2019

FUND	Full-Time Equivalent (FTE) 2019	Employee Salaries and Hourly Costs 2019	Retirement Costs 2019	Healthcare Costs 2019	Other Benefit Costs 2019	Total Estimated Personnel Compensation 2019
GENERAL FUND	326.75	\$ 20,523,631	\$ 3,524,520	\$ 3,738,337	\$ 2,135,939	\$ 29,922,427
SPECIAL REVENUE FUNDS						
Bed tax	1.00	86,820	10,036	12,690	6,931	116,477
Local technology	1.00	32,822	3,820	11,896	2,561	51,099
Total Special Revenue Funds	2.00	\$ 119,642	\$ 13,856	\$ 24,586	\$ 9,492	\$ 167,576
ENTERPRISE FUNDS						
Water utility	25.20	\$ 1,459,586	\$ 166,984	\$ 254,735	\$ 149,108	\$ 2,030,413
Airport	3.00	196,256	22,844	41,319	31,695	292,114
Wastewater utility	7.00	417,687	47,977	89,647	45,900	601,211
Total Enterprise Funds	35.20	\$ 2,073,529	\$ 237,805	\$ 385,701	\$ 226,703	\$ 2,923,738
TOTAL ALL FUNDS	363.95	\$ 22,716,802	\$ 3,776,181	\$ 4,148,624	\$ 2,372,134	\$ 33,013,741