

GILA COUNTY

FY 2016 Tentative Budget

June 23, 2015

Don E. McDaniel, Jr., County Manager
Jeff Hassenius, Finance Director



EXECUTIVE SUMMARY



**Vice Chair
Tommie Martin
Supervisor
District 1**



**Chairman
Michael Pastor
Supervisor
District 2**



**John Marcanti
Supervisor
District 3**



BUDGET POLICIES and ASSUMPTIONS

- Adopted at BOS Work Session March 31, 2015
- Maintain our commitments to fund services for:
 - Employee medical insurance cost increases
 - Employee retirement benefits cost increases
 - Additional costs related to PSPRS and CORP cost increases (New)
 - Employee CPI and performance pay salary adjustments
- Maintain our commitments to fund services provided through:
 - Constituent funds
 - Community Agency fund
 - Economic Development fund



BUDGET POLICIES and ASSUMPTIONS

- Maintain our commitment to fund services provided cont.:
 - Natural Resources fund
 - Community College
- Maintain our commitment Public Service Levels
 - Law enforcement
 - Criminal prosecution
 - Judicial services
 - Roads, Landfill
 - Health Services
 - Community Services



BUDGET POLICIES and ASSUMPTIONS

- Elected Officials and Department budgets absorbed the cost to implement the classification and compensation study
- Absorb State funding reductions, shifts and new mandates
- Provide for a balanced budget
- Develop a sustainable, structurally balanced budget



FY16 TENTATIVE BUDGET

- SETS UPPER EXPENDITURE LIMIT
 - Recommended \$91,985,237
- AUTHORIZES PUBLICATION OF SUMMARY BUDGET
- SET PUBLIC HEARING FOR BUDGET ADOPTION
 - Recommended July 28, 2015



SUMMARY OF TENTATIVE BUDGET

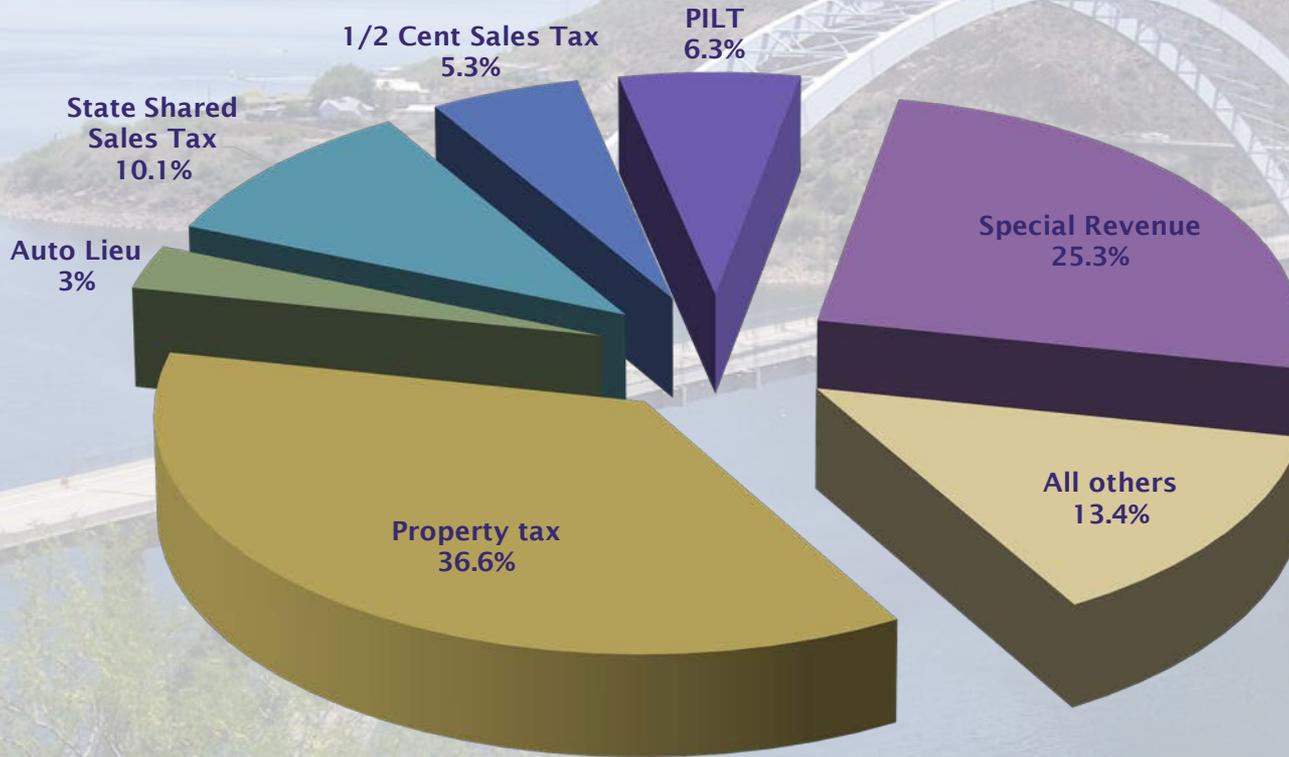
- Maintain existing County property tax rate
- Assessed Property Valuations increased \$66M
 - The majority of the increase, \$56M, was attributed to Centrally assessed properties
- Property tax levy increased \$2.6M
- Overall Budget Decreased \$2.46M
- Total Authorized Positions Decreased – 29 FTE



REVENUE



FY 2016 Tentative Budget Revenue



FY 2011 - FY 2016 General Fund Revenue



FY 2009 – FY 2015 Assessed Property Values

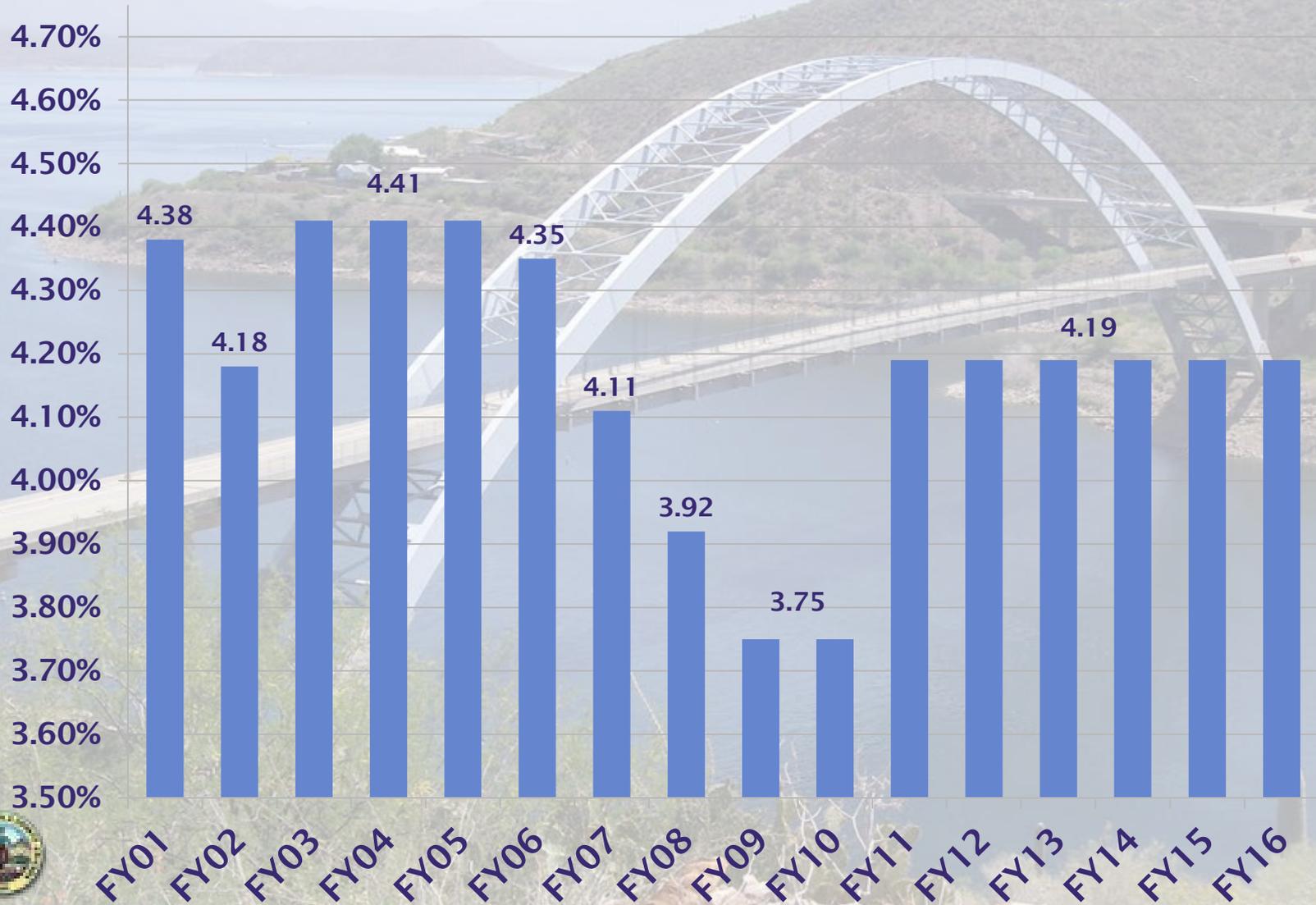


FY 2008 – FY 2016 Primary Property Tax Levy



FY 2001 - FY 2016

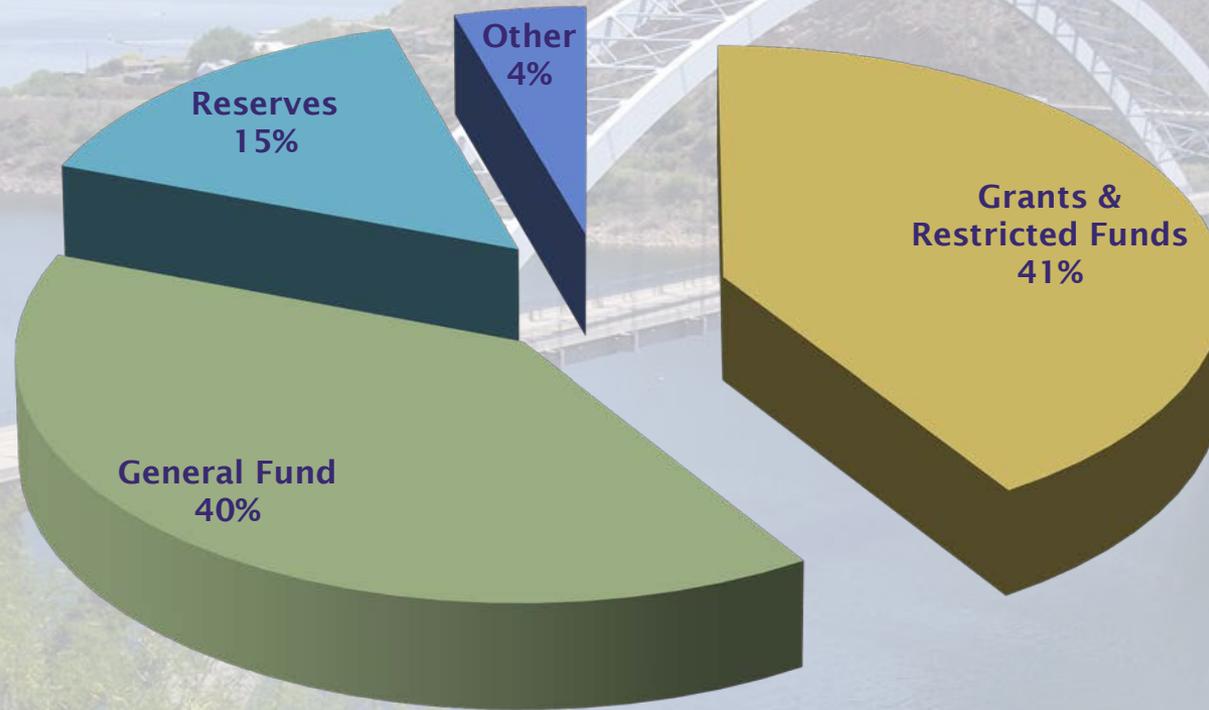
Primary Property Tax Rates



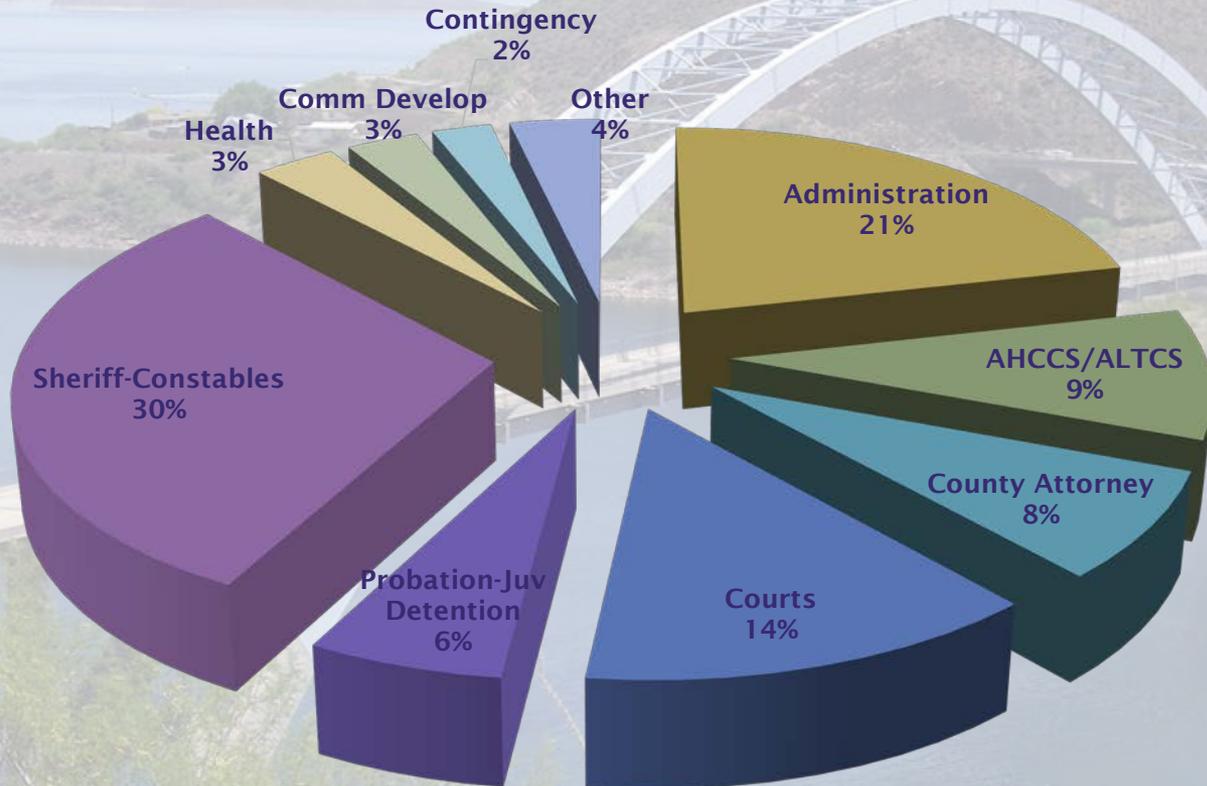
A large steel arch bridge spans a wide river. The bridge features a prominent steel arch structure supported by concrete piers. In the background, there are rolling hills and a small town with several buildings. The sky is clear and blue. The word "EXPENDITURES" is overlaid in the center of the image in a bold, blue, serif font.

EXPENDITURES

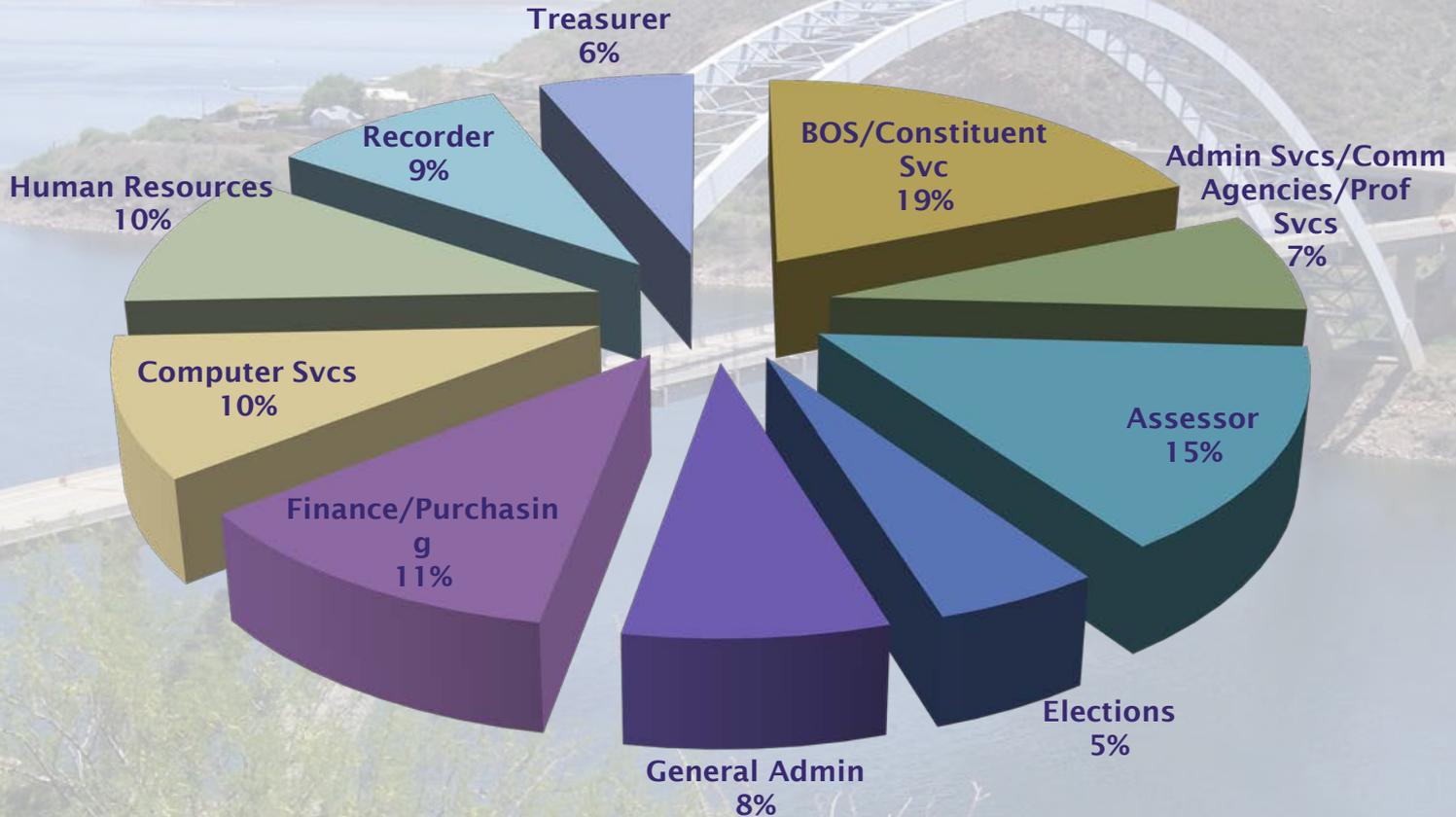
FY 2016 Tentative Budget Expenditures



FY 2016 Tentative Budget General Fund Expenditures



FY 2016 Tentative Budget GF Admin Expenditures



A large steel arch bridge spans a wide river valley. The bridge features a prominent steel arch structure supported by concrete piers. The surrounding landscape includes green hills and a clear blue sky. The text "PERSONNEL / STAFFING" is overlaid in the center of the image.

PERSONNEL / STAFFING

FY 2008 – FY 2016 County Staffing Levels



Ongoing Budget Challenges

- Sustain a structurally balanced budget
- Low Growth in Sales Taxes, Vehicle License Taxes
- Prop 117 resulted in suppressed assessed valuation on existing property eliminating the market-driven approach
 - Single valuation source for all taxes:
 - No longer will have secondary valuations for taxing purposes
 - Appreciation limited to the lesser of actual growth or 5%



Ongoing Budget Challenges cont.

- New construction permits continue to be flat
- Allocate funding for replacement of IT infrastructure, bandwidth and virtual environment
- Claims against the Public Safety Personnel Retirement System (PSPRS) have increased costs and placed additional strains on the budget
- Continued likelihood of further funding shifts, reductions and new funding mandates from the State

