

GILA COUNTY

FY 2017 Tentative Budget

June 21, 2016

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



EXECUTIVE SUMMARY



**Vice Chair
Tommie Martin
Supervisor
District 1**



**Chairman
Michael Pastor
Supervisor
District 2**



**John Marcanti
Supervisor
District 3**



BUDGET PROCESS GOALS

- The FY17 Budget Process Goals and Assumptions were presented at the March 10, 2016 Leadership Meeting
- These Goals support a continuous improvement process
 - Reduce and simplify the Budget Process
 - Improve Communication & Transparency
 - Identify all Fixed and Future funding commitments
 - Integrate a Five-Year Capital Plan & Capital Planning Process
 - “Close the Loop” with Departments/Offices during the process



BUDGET ASSUMPTIONS

- These assumptions establish the foundation and framework for the development of the FY17 Gila County Budget
- Increases in Retirement Costs
- Increases in Insurance Costs
- Increases in Pay – associated with CPI and Pay for Performance – if Countywide budget is balanced and sustainable
- Continued State unfunded mandates and revenue sweeps



BUDGET ASSUMPTIONS

- No countywide mandatory reductions in either budgets or personnel
- No new programs unless accompanied by new guaranteed funding
- Maintain our commitments to fund services provided through:
 - Constituent funds
 - Community Agency fund
 - Economic Development fund
 - Natural Resources fund
 - Community College



FY17 TENTATIVE BUDGET

- SETS UPPER EXPENDITURE LIMIT
 - Recommended \$94,014,975
- AUTHORIZES PUBLICATION OF SUMMARY BUDGET
- SET PUBLIC HEARING FOR BUDGET ADOPTION
 - BOS Special Meeting July 26, 2016
- PUBLIC FORUMS TO DISCUSS THE FY17 BUDGET
 - June 29, 2016 (4:00 – 6:00) – Payson, Administration Building (610 E. Hwy 260)
 - June 30, 2016 (4:00 – 6:00) – Globe, BOS Hearing Room (1400 E. Ash Street)



FY17 TENTATIVE BUDGET

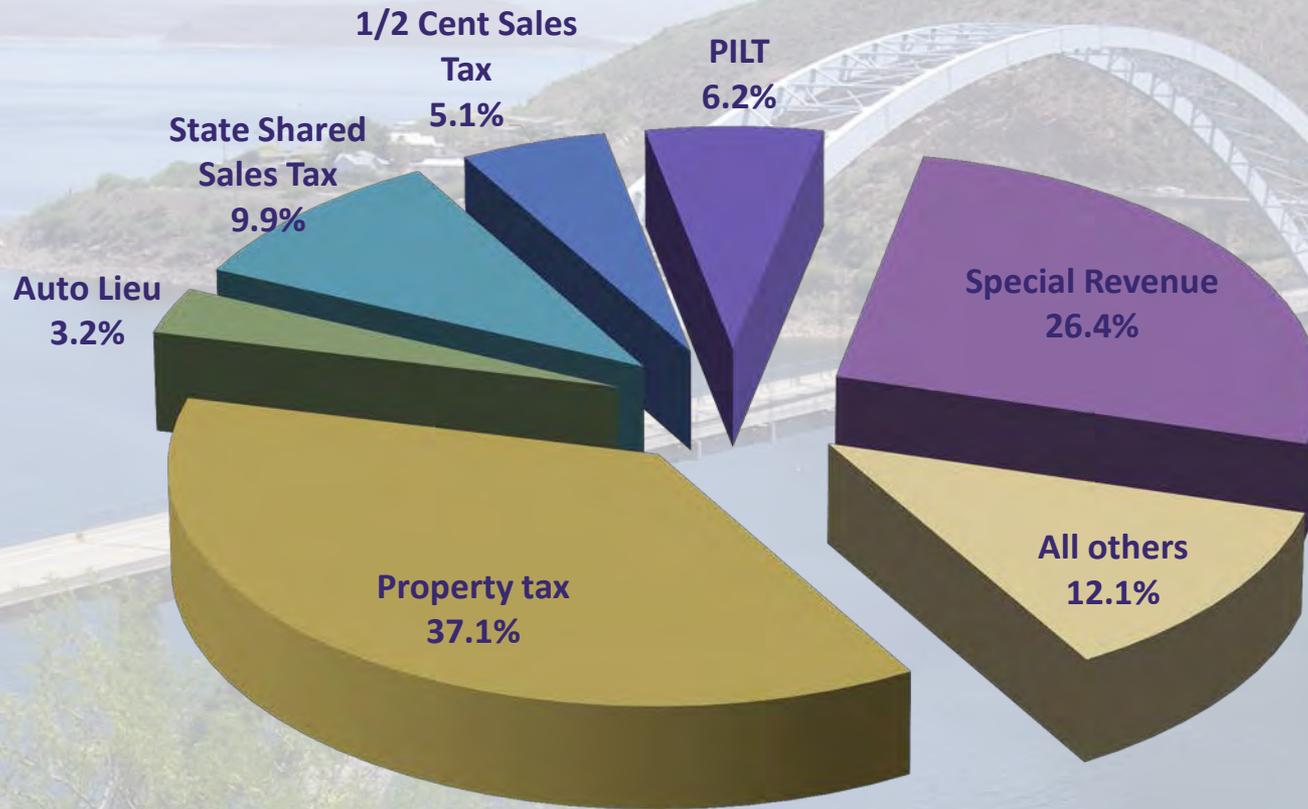
- Maintain existing County property tax rate of 4.19%
- Assessed Property Valuations increased \$13.8M to \$496,294,071, or 2.86%
- Property tax levy increased \$779,511 over FY16
- Countywide Overall Budget Increased \$996,664
- Total Authorized Positions Increased – 3 FTE



REVENUE



FY 2017 Tentative Budget Revenue



FY 2011 – FY 2017 General Fund Revenue



FY 2009 – FY 2017

Assessed Property Values



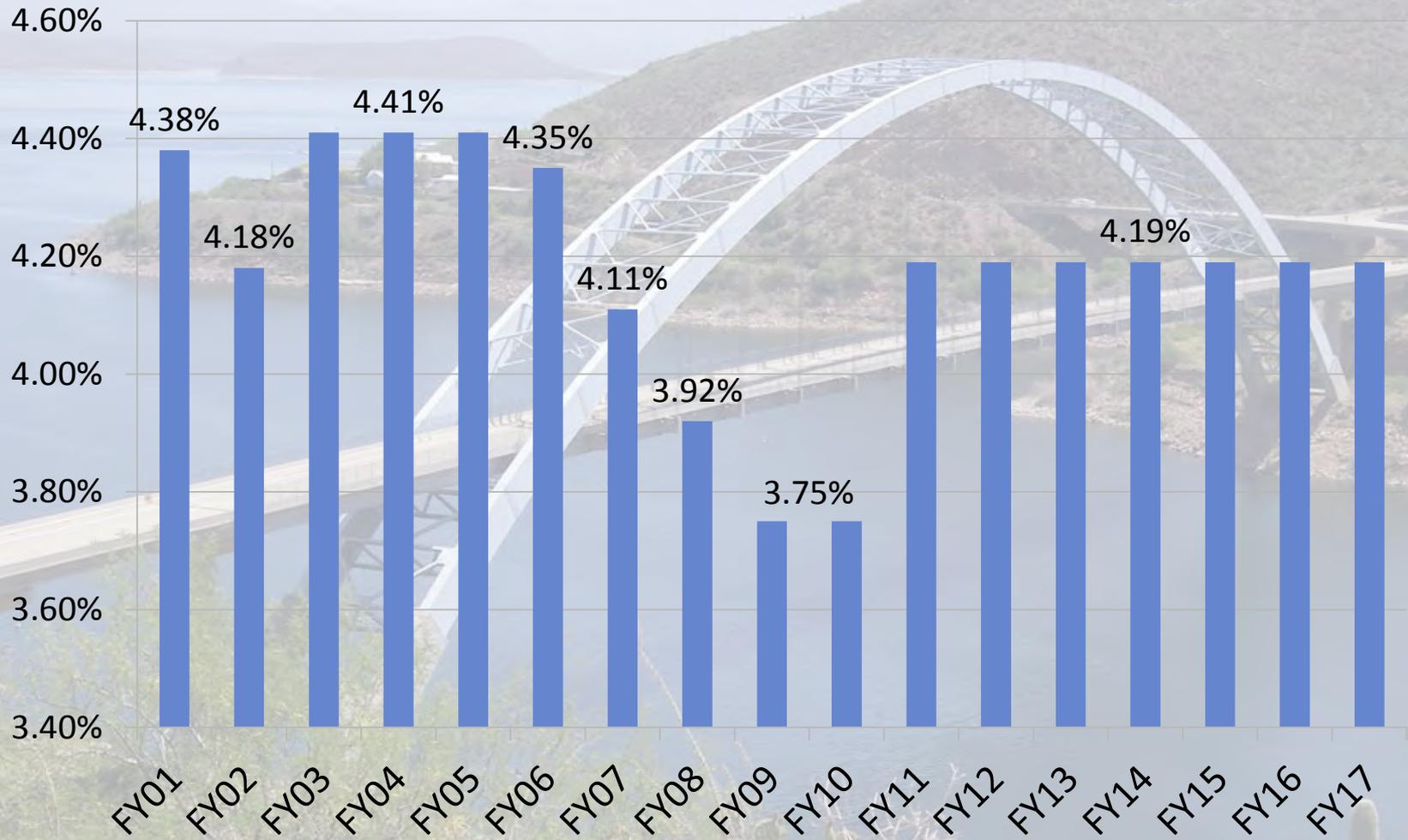
FY 2008 – FY 2017

Primary Property Tax Levy



FY 2001 – FY 2017

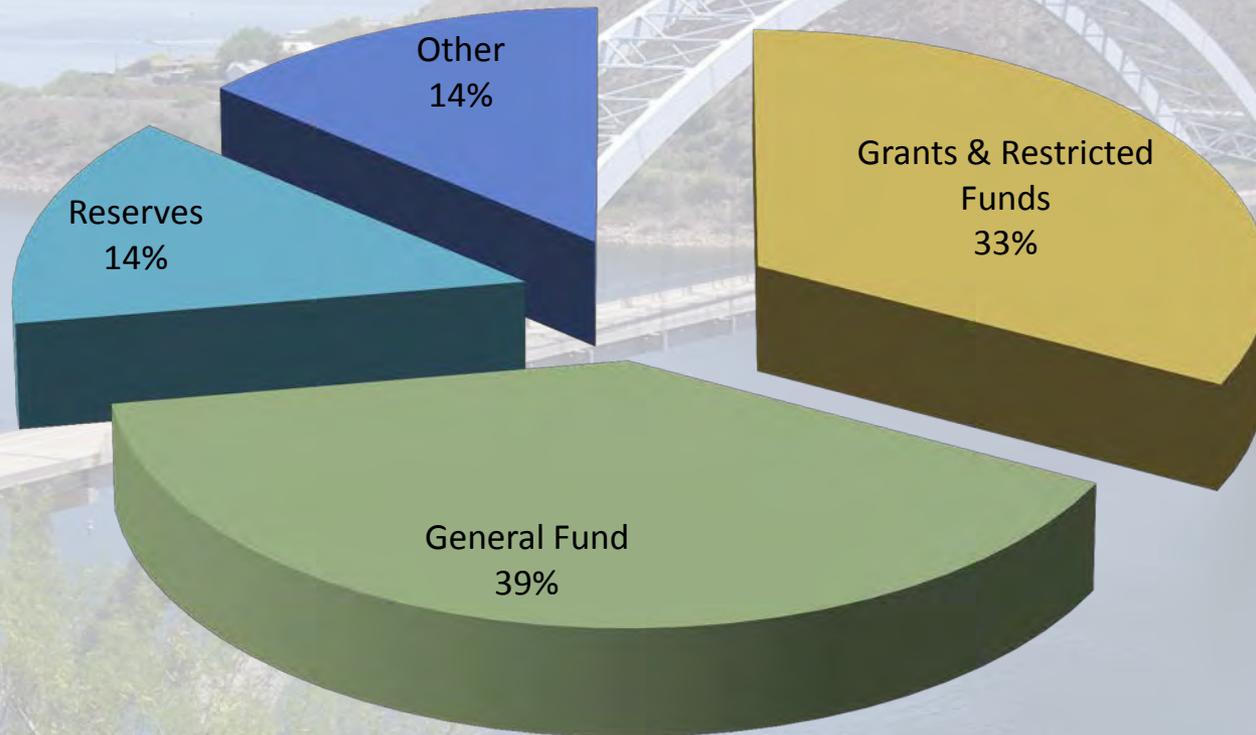
Primary Property Tax Rates



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 large, bold, blue letters across the center of the image.

EXPENDITURES

FY 2017 Tentative Budget Expenditures



FY 2017 Tentative Budget General Fund Expenditures

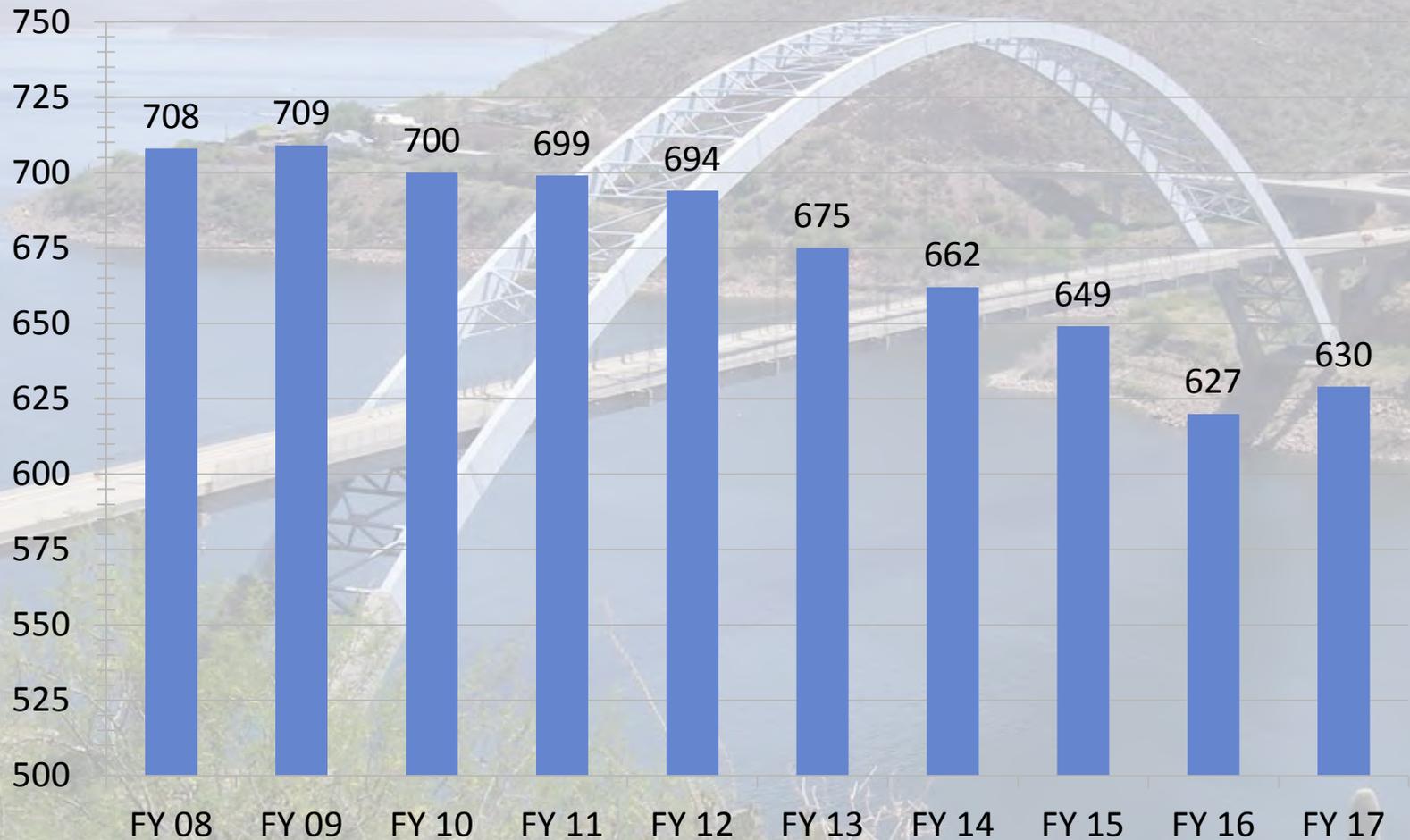


A large steel arch bridge spans a wide river. The bridge features a prominent white steel arch structure supported by concrete piers. The river is a deep blue color. In the background, there are rolling hills and a small town with several buildings. The sky is clear and blue. The text "PERSONNEL / STAFFING" is overlaid in the center of the image in a bold, blue, sans-serif font with a slight shadow effect.

PERSONNEL / STAFFING

FY 2008 – FY 2017

County Staffing Levels



Accomplishments

- Replaced aged Elections equipment
- Improvements to Countywide Information Technology infrastructure
- Courthouse security improvements
- Closed-the-gap on 3rd party leases/rent
- Fulfilled commitment to fund the reimbursement of Capital funds allocated to the Copper Administration Building



Ongoing Budget Challenges

- Maintain a sustainable and a structurally balanced budget
- Population and economic growth is slow
- Low growth in sales taxes, vehicle licensing and revenue derived from new construction
- Information Technology challenges relating to bandwidth and infrastructure
- Continued demand for Capital Improvements



Ongoing Budget Challenges

- Ongoing costs associated with Criminal Justice
- 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
- Possible mild Recession in FY18 or FY19^[1]
- Current reduction in mining activities likely to result in reduced centrally assessed valuations in FY18

