



Adoption of Tentative Budget

William Kauppi, Chief Financial Officer

June 16, 2020

Budgeting Timeline

- *February* – Department inputs budget into MUNIS; submit department goals, objectives, and organizational charts
- *March/April/May* – prepare revenue projections, current personnel salary and benefit projection, met with department staff to discuss budgets requests, CIP requests
- *April* – Financial/Budget workshop with Council; discussed current revenue collections and three (3) different budget scenarios
- *May* – Budget and CIP workshop with Council; discussed two (2) budget options, staffing requests and list of CIP projects proposed for FY2020-21
- *June* – Adoption of Tentative Budget (6/16/20)
- *July* – Public Hearing and Adoption of Final Budget; Truth in Taxation (7/7/20) and adoption of tax levy (7/21/20)

Proposed Budget Summary



- Conservative revenue estimates;
- CARES Act/Arizona Together \$9.1M revenue in reserve, variety of uses;
- Recommendation is to combine previous Option 1 /2 into high revenue/low expenditures
- New positions frozen until more revenue certainty /discussion with Council

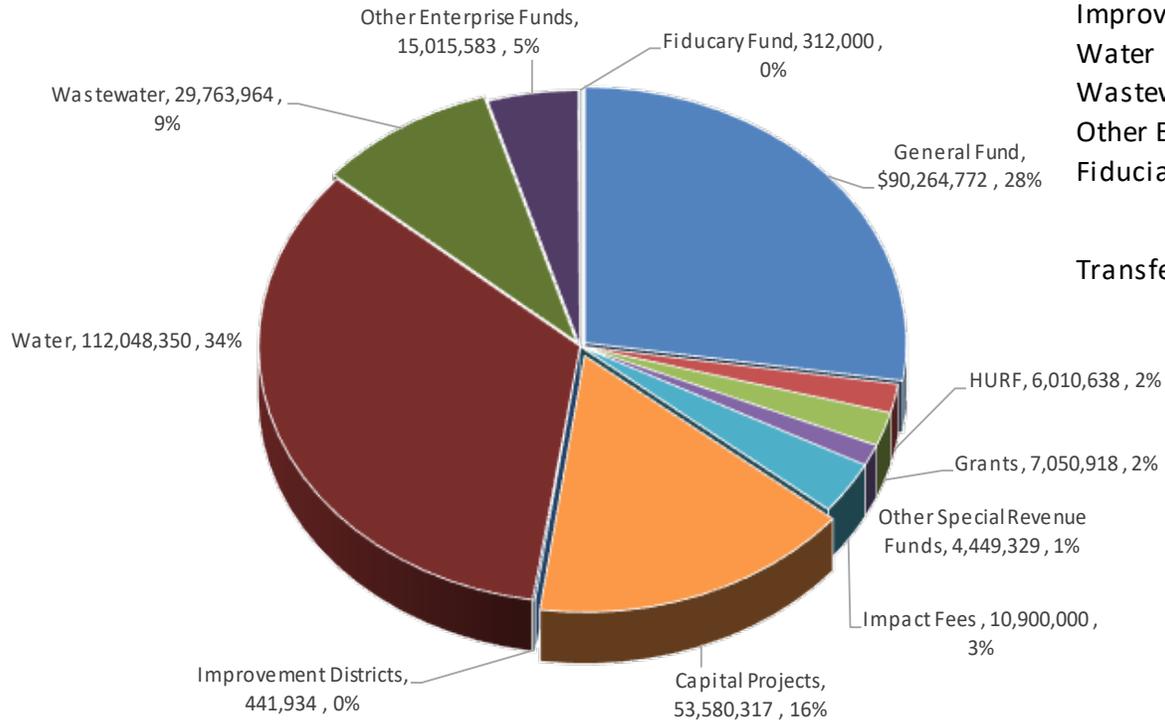
Proposed Budget Summary



- Full year COLA, but not spent July 1; flexible options; will discuss with Council
- Maintain adequate fund reserves and contingency budgets
- Investment in the future - 85 CIP projects
- Contracting TPT and fund reserves will only be used for capital outlay or one time expenditures

FY 2020-21 Expenditures Overview – All Funds

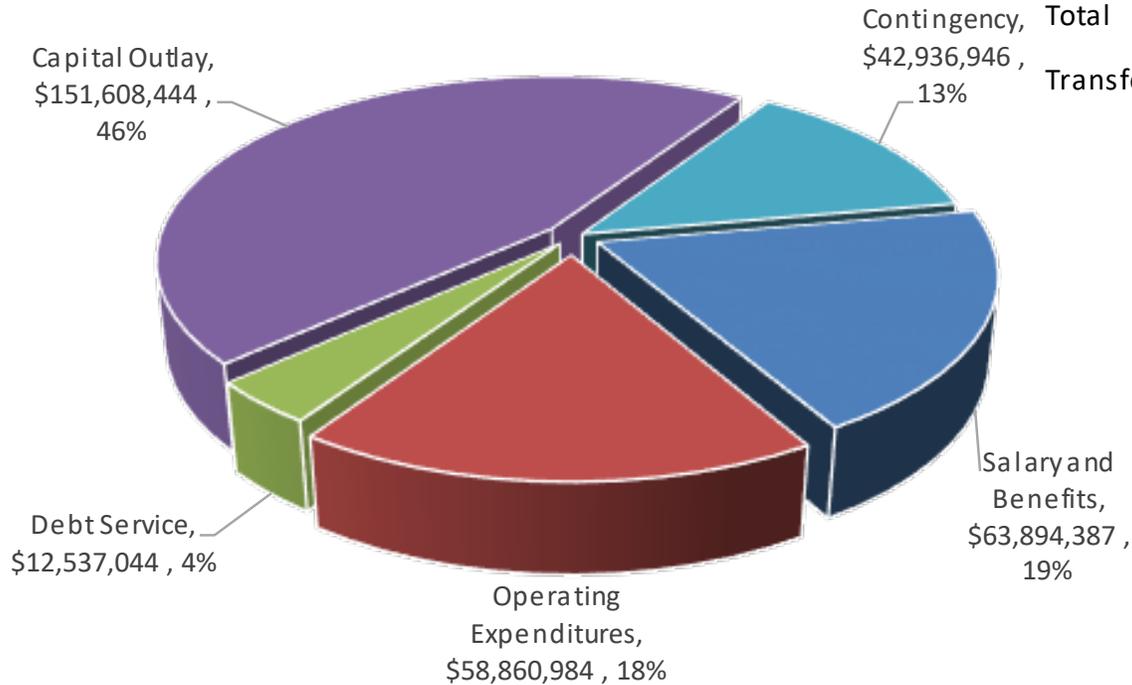
Fund	Proposed FY 2020-21	Budget FY 2019-20	\$ Difference	% Difference
General Fund	\$90,264,772	\$74,301,862	\$15,962,910	21.48%
HURF	6,010,638	4,393,841	1,616,797	36.80%
Grants	7,050,918	5,854,599	1,196,319	20.43%
Other Special Revenue Funds	4,449,329	4,828,220	(378,891)	-7.85%
Impact Fees	10,900,000	11,300,255	(400,255)	-3.54%
Capital Projects	53,580,317	49,980,737	3,599,580	7.20%
Improvement Districts	441,934	3,451,468	(3,009,534)	-87.20%
Water	112,048,350	93,213,242	18,835,108	20.21%
Wastewater	29,763,964	27,258,319	2,505,645	9.19%
Other Enterprise Funds	15,015,583	9,793,719	5,221,864	53.32%
Fiduciary Fund	312,000	358,430	(46,430)	-12.95%
	\$329,837,805	\$284,734,692	\$45,103,113	15.84%
Transfers to other Funds	\$51,384,414	\$38,411,222	\$12,973,192	33.77%



Total Appropriation Budget FY 2020-21 equals \$329,837,805 (excluding transfers)
 (FY 2019-20 Adopted Budget equals \$284,734,692 (excluding transfers))

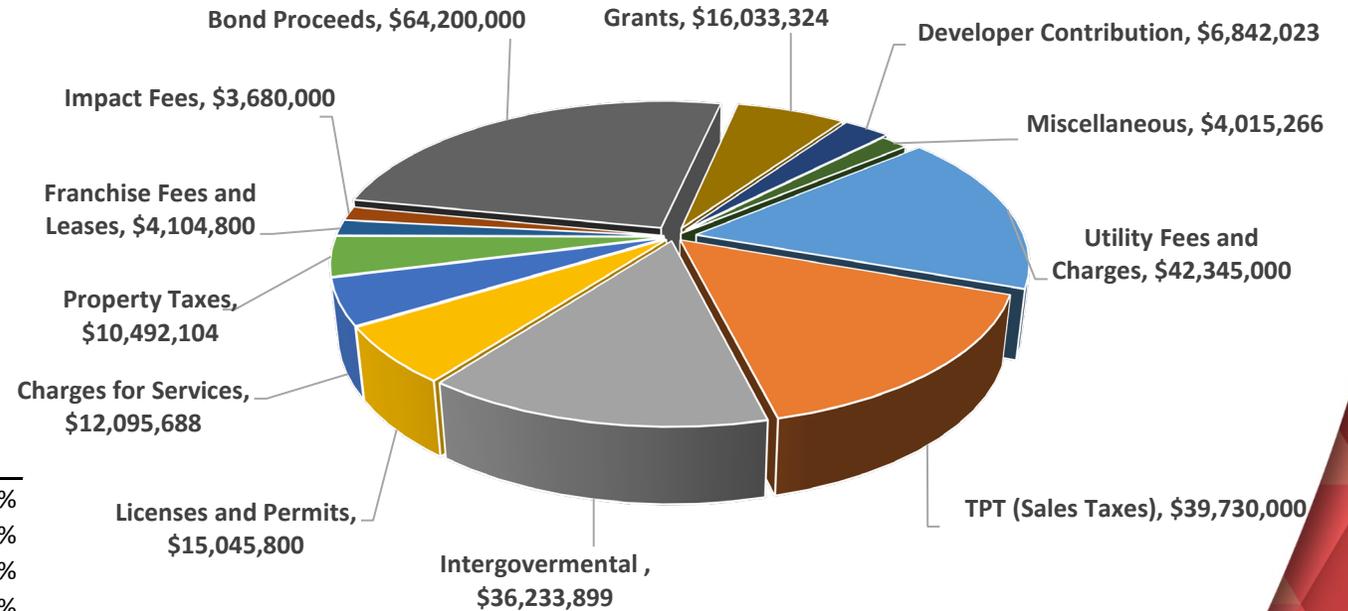
FY 2020-21 Expenditures Overview – All Funds

Expenditure Category	Proposed	Budget	\$ Difference	% Difference
	FY 2020-21	FY 2019-20		
Salary and Benefits	\$63,894,387	\$60,604,848	\$3,289,539	5.43%
Operating Expenditures	58,860,984	56,222,009	2,638,975	4.69%
Debt Service	12,537,044	13,998,400	(1,461,356)	-10.44%
Capital Outlay	151,608,444	134,839,452	16,768,992	12.44%
Contingency	42,936,946	19,069,983	23,866,963	125.15%
Total	\$329,837,805	\$284,734,692	\$45,103,113	15.84%
Transfers to other Funds	\$51,384,414	\$38,411,222	\$12,973,192	33.77%



Total Appropriation Budget FY 2020-21 equals \$329,837,805 (excluding transfers)
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Estimated Revenues FY2020-21 - All Funds



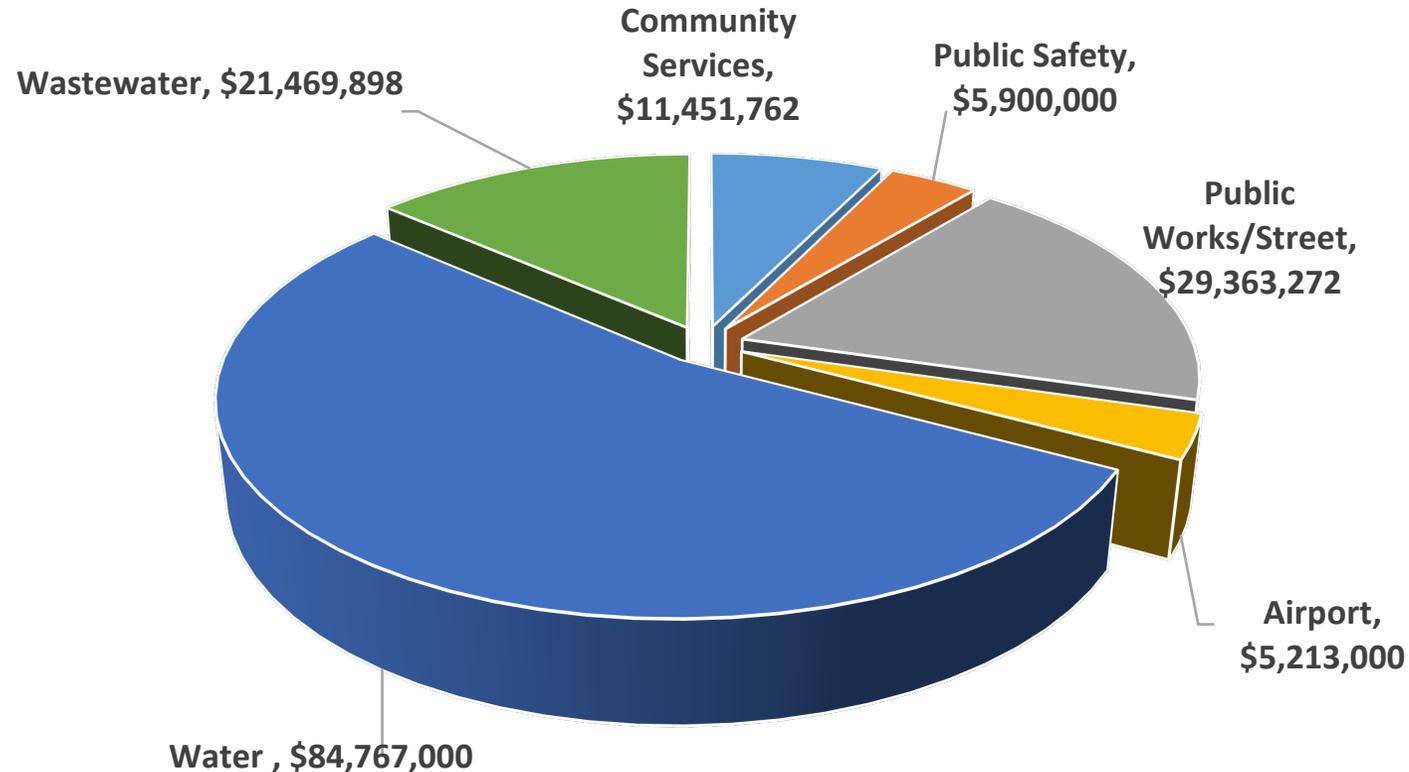
	FY 2020-21 Proposed	FY 2019-20 Budget	Difference	% Change
Utility Fees and Charges	\$42,345,000	\$41,997,589	\$347,411	0.83%
TPT (Sales Taxes)	39,730,000	35,543,500	4,186,500	11.78%
Intergovernmental	36,233,899	24,415,380	11,818,519	48.41%
Licenses and Permits	15,045,800	12,643,300	2,402,500	19.00%
Charges for Services	12,081,188	10,979,695	1,101,493	10.03%
Property Taxes	10,492,104	9,419,540	1,072,564	11.39%
Franchise Fees and Leases	4,104,800	3,670,380	434,420	11.84%
Impact Fees	3,680,000	12,424,400	(8,744,400)	-70.38%
Bond Proceeds	64,200,000	92,000,000	(27,800,000)	-30.22%
Grants	16,033,324	6,240,920	9,792,404	156.91%
Developer Contribution	6,842,023	7,870,741	(1,028,718)	-13.07%
Miscellaneous**	4,029,766	4,824,882	(795,116)	-16.48%
Total Revenues	\$254,817,904	\$262,030,327	(\$7,212,423)	-2.75%
Transfers from other Funds	\$51,384,414	\$38,411,222	\$12,973,192	

Total Estimated Revenue Budget FY 2020-21 equals \$254,817,904 (excluding transfers)

(FY 2019-20 Adopted Revenue Budget equals \$262,030,327 (excluding transfers))

**Miscellaneous Revenues includes Interest Earnings, Fines and Forfeitures and Assessment Collections

Capital Projects



85 Capital Projects totaling \$158,164,932
Limited Projects totaling \$15,976,622 budgeted in Contingency

Major Non-Utility Capital Projects – FY2020-21

Project Name	Department	Project Cost	FY 20/21 Required	FY 20/21 Limited	Other Funding	Source
30-Acre Community Park North Zone	Community Services	\$120,000	\$0	\$0	\$120,000	Impact Fee
BLM Lands off Miller Rd. / Tonopah Salome Highway	Community Services	\$100,000	\$100,000	\$100,000	\$0	
Buckeye Pool & Parking Expansion	Community Services	\$1,250,000	\$0	\$545,300	\$704,700	Old & New Impact Fees
Buckeye Senior Center Kitchen Expansion	Community Services	\$780,150	\$0	\$0	\$780,150	Potential CDBG grant
Buckeye Valley Museum Facade Renovation	Community Services	\$60,450	\$0	\$0	\$60,450	Buckeye Valley Historical Society
Canal Trail - Miller Rd to Baseline Rd	Community Services	\$721,140	\$0	\$297,740	\$423,400	AZ Parks Grant
Earl Edgar Park Concession Stand & Restroom	Community Services	\$80,000	\$80,000	\$80,000	\$0	
El Rio Trail Along Gila River	Community Services	\$50,000	\$50,000	\$50,000	\$0	
Gila River Restoration	Community Services	\$100,000	\$100,000	\$100,000	\$0	
North Library & Community Center	Community Services	\$460,577	\$0	\$0	\$460,577	Old & New Impact Fees
Park Site Lighting Replacement	Community Services	\$135,000	\$135,000	\$135,000	\$0	
Performing Arts Center (A-Wing) Stabilization & Renovation	Community Services	\$36,140	\$36,140	\$36,140	\$0	
Skyline Regional Park Phase II	Community Services	\$90,000	\$49,425	\$90,000	\$0	
Sundance Crossings Tenant Improvement	Community Services	\$1,365,000	\$110,000	\$110,000	\$1,255,000	Impact Fee
Sundance Park Phase II	Community Services	\$6,103,305	\$0	\$2,200,000	\$3,903,305	Old & New Impact Fees
Blue Horizons Fire Station	Public Safety	\$150,000	\$0	\$0	\$150,000	Developer
Fire House 706, Westpark	Public Safety	\$150,000	\$0	\$0	\$150,000	Developer
Fire Station 705 Tartesso	Public Safety	\$2,500,000	\$0	\$0	\$2,500,000	Carryover and Impact Fees
Communication Tower	Public Safety	\$2,300,000	\$0	\$0	\$2,300,000	Impact Fee
Police Communications Center	Public Safety	\$500,000	\$0	\$0	\$500,000	Impact Fee
Police Evidence Building & Training Center	Public Safety	\$300,000	\$300,000	\$300,000	\$0	

Major Non-Utility Capital Projects – FY2020-21 (cont.)

Project Name	Department	Project Cost	FY 20/21	FY 20/21	Other Funding	Source
			Required	Limited		
247 Avenue Paving, Lower Buckeye to Yuma	Public Works	\$6,400,000	\$0	\$3,275,000	\$3,125,000	Developer
Apache & Southern Intersection/Traffic Signal	Public Works	\$1,650,000	\$131,068	\$1,500,000	\$150,000	Traffic Signal Fund
Bureau of Reclamation/City Low Impact Design partnership for stormwater flows	Public Works	\$90,000	\$90,000	\$90,000	\$0	
Charman Building Tenant Improvements	Public Works	\$250,000	\$0	\$250,000	\$0	
City Hall employee parking lot expansion	Public Works	\$200,000	\$0	\$200,000	\$0	
Durango Street (Miller Rd to Yuma Rd)	Public Works	\$430,000	\$63,000	\$430,000	\$0	
Emergency Backup Generators Citywide	Public Works	\$250,000	\$0	\$250,000	\$0	
Energy Savings Performance Contract City Facilities	Public Works	\$100,000	\$100,000	\$100,000	\$0	
Jackrabbit Trail & Indian School Intersection Impr	Public Works	\$962,273	\$476,000	\$476,000	\$486,273	Developer
Miller & Baseline Intersection/Traffic Signal	Public Works	\$410,000	\$41,000	\$410,000	\$0	
Miller & Broadway Intersection/Traffic Signal	Public Works	\$2,800,000	\$20,175	\$2,800,000	\$0	
Miller & Southern Intersection/Traffic Signal	Public Works	\$2,800,000	\$76,750	\$2,800,000	\$0	
Miller & Watson Interchanges Traffic Enhancements	Public Works	\$5,000,000	\$0	\$0	\$5,000,000	Old & New Impact Fees
Miller Road Paving for IGA Compliance	Public Works	\$110,335	\$110,335	\$110,335	\$0	
Old Justice Court Tenant Improvements	Public Works	\$250,000	\$0	\$250,000	\$0	
Park-n-Ride Expansion, Jackrabbit Trail and Palm Lane	Public Works	\$1,988,500	\$397,600	\$397,600	\$1,590,900	Valley Metro
Vehicle Detection Camera Procurement (ADOT/MAG)	Public Works	\$668,521	\$72,073	\$72,073	\$596,448	MAG
Verrado Way - Yuma Road to Van Buren-Roadway Impr	Public Works	\$22,000	\$22,000	\$22,000	\$0	
Warner Street Bridge Approaches-Construction	Public Works	\$2,600,000	\$0	\$0	\$2,600,000	Developer
Watson Road MC 85 to Southern Ave Roadway Impr	Public Works	\$385,000	\$385,000	\$385,000	\$0	
Watson Road Impr East half from Durango to Lower Buckeye	Public Works	\$1,200,000	\$140,000	\$1,200,000	\$0	
ITS Yuma Road-237th Lane to Verrado Way	Public Works	\$796,643	\$153,401	\$153,401	\$643,242	MAG
Total		\$46,715,034	\$3,238,967	\$19,215,589	\$27,499,445	
			FY 20/21	FY 20/21		
			Required	Limited	Other Funding	Source
Airport Equipment Storage & Maintenance Facility	Airport	\$3,908,000	\$175,500	\$175,500	\$3,732,500	FAA/ADOT
Airport Taxiway & Southern Apron Reconst (Phase II)	Airport	\$1,305,000	\$58,192	\$58,192	\$1,246,808	FAA/ADOT
Total		\$5,213,000	\$233,692	\$233,692	\$4,979,308	



Major Utility Capital Projects – FY2020-21

Project Name	Category	FY 20/21 Budget	Water/ Wastewater	Other Funding	Comments
Broadway Road Water Campus	Water	\$64,200,000	\$64,200,000		
West Phoenix Estates Water Campus #3 Impr	Water	\$5,200,000	\$5,200,000		
Miller Road under I-10 W&S utility sleeving	Water	\$3,000,000	\$3,000,000		
Airport Waterline for Commercial Parcels	Water	\$3,000,000	\$2,115,000	\$885,000	Impact Fees
WTP #5	Water	\$1,434,000	\$1,434,000		
Farallon Water Campus #16	Water	\$1,200,000	\$200,000	\$1,000,000	Impact Fees
WTF #9	Water	\$1,200,000	\$0	\$1,200,000	Impact Fees
Sundance WTP	Water	\$850,000	\$850,000		
Drill well #13	Water	\$600,000	\$600,000		
Irrigation Improvement gates 12, 13, 20 & 21-Design	Water	\$591,000	\$591,000		
BRWC Well #7	Water	\$505,000		\$505,000	Impact Fees
Valencia System Water Mains Upgrade	Water	\$500,000	\$500,000		
Water Repair and Replacement Program	Water	\$500,000	\$500,000		
Sundance Reclaim Tanks Rehab	Water	\$500,000	\$500,000		
Repair and Re-coat Reservoirs	Water	\$430,000	\$430,000		
Sundance 12" PRV	Water	\$175,000	\$175,000		
Access Control - Water Productions Wells/Sites	Water	\$225,000	\$225,000		
Communications Monopole	Water	\$122,000	\$122,000		
Sonoran Vista Monopole	Water	\$82,000	\$82,000		
Lower Buckeye Monopole replacement	Water	\$81,000	\$81,000		
Festival Well #2 Monopole	Water	\$62,000	\$62,000		
Tartesso Well #1 Monopole	Water	\$62,000	\$62,000		
Tartesso Well #2 Monopole	Water	\$62,000	\$62,000		
Airport Well #2 Monopole	Water	\$62,000	\$62,000		
Sundance Well #9 Monopole	Water	\$62,000	\$62,000		
Sundance Well #7 Monopole	Water	\$62,000	\$62,000		
TOTAL WATER		\$84,767,000	\$81,177,000	\$3,590,000	

Major Utility Capital Projects – FY2020-21 (cont.)

Project Name	Category	FY 20/21 Budget	Water/ Wastewater	Other Funding	Comments
North Miller Road Trunk Sewer	Wastewater	\$9,000,000	\$5,300,000	\$3,700,000	Impact Fees
Sundance Anoxic Basin #4	Wastewater	\$3,500,000	\$3,500,000		
Central WRF-Improvements	Wastewater	\$2,712,000	\$2,712,000		
Festival Ranch WRF Headworks Screen and Grit Removal System	Wastewater	\$1,800,000	\$1,800,000		
Lift Station West of MC85	Wastewater	\$1,000,000	\$0	\$1,000,000	Impact Fees
Sundance WRF Centrifuge	Wastewater	\$850,000	\$850,000		
Tartesso WRF SCADA Improvements	Wastewater	\$800,000	\$800,000		
Wastewater Repair and Replacement Program	Wastewater	\$500,000	\$500,000		
Festival Ranch WRF SCADA Improvements	Wastewater	\$370,000	\$370,000		
Apache Road Manhole Rehab	Wastewater	\$275,000	\$275,000		
Sewer line 2nd Street to Centre Rehab	Wastewater	\$212,898	\$212,898		
Wastewater Masterplan	Wastewater	\$200,000	\$200,000		
Access Control Wastewater Plants	Wastewater	\$150,000	\$150,000		
Central WRF SCADA Improvements	Wastewater	\$100,000	\$100,000		
TOTAL WASTEWATER		\$21,469,898	\$16,769,898	\$4,700,000	

Conclusion

Buckeye will continue focusing on meeting our residents' needs while balancing conservative revenue estimates, limiting spending and ensuring we have solid reserve funding to utilize, if needed.

Our goal is to continue improving services to our residents, enhancing and maintaining the city's infrastructure while ensuring fiscal wellness, financial flexibility and accountability to you and our residents.



Comments or Questions???

