

RESOLUTION NO. 10819

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MESA,
MARICOPA COUNTY, ARIZONA, APPROVING A BUDGET FOR THE
CITY OF MESA FOR FISCAL YEAR ENDING JUNE 30, 2017

WHEREAS, the City Council of the City of Mesa did on the 6th day of June, 2016 propose a budget for the said City of Mesa for the fiscal year ending June 30, 2017; and

WHEREAS, the proposed budget has been published for the period required by law and notice of the hearing on said proposed budget has been published as required by law; and

WHEREAS, the hearing was held at the City Council Chambers in the City of Mesa on Monday, June 20, 2016 at 5:50 p.m., at which meeting all interested persons were invited to appear and be heard in favor of or against adoption of said budget;

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MESA, MARICOPA COUNTY, ARIZONA, AS FOLLOWS:

Section 1: That the proposed budget, a copy of which is attached hereto, incorporated herein, and made a part hereof, be, and the same hereby is adopted as the budget for the City of Mesa for the fiscal year ending June 30, 2017.

PASSED AND ADOPTED by the Mayor and City Council of the City of Mesa, Maricopa County, Arizona, this 20th day of June, 2016.

APPROVED:



Mayor

ATTEST:



City Clerk



**CITY OF MESA, ARIZONA
FINAL BUDGET
FOR FISCAL YEAR ENDING JUNE 30, 2017**

SUMMARY OF RESOURCES BY SOURCE

Source	FY 2014/15 Actuals	FY 2015/16 Adopted Budget	FY 2016/17 Proposed Budget
Taxes			
Sales & Use Tax	\$146,336,886	\$148,468,000	\$156,328,000
Secondary Property Tax	\$34,022,086	\$33,440,000	\$33,441,000
Transient Occupancy Tax	\$3,079,912	\$2,515,000	\$3,000,000
Other Taxes	\$30,287	-	-
Total Taxes	\$183,469,171	\$184,423,000	\$192,769,000
Intergovernmental			
Federal Grants and Reimbursements	\$32,018,752	\$33,641,000	\$45,227,000
State Shared Revenues	\$145,266,056	\$146,376,000	\$157,755,000
State Grants and Reimbursements	\$6,276,432	\$6,888,000	\$687,000
County and Other Governments Revenues	\$6,733,953	\$29,836,000	\$16,061,000
Total Intergovernmental	\$190,295,193	\$216,741,000	\$219,730,000
Sales and Charges for Services			
General	\$27,469,118	\$31,205,000	\$31,006,000
Culture and Recreation	\$7,589,146	\$9,007,000	\$7,578,000
Enterprise	\$333,112,938	\$359,019,000	\$370,230,000
Total Sales and Charges for Services	\$368,171,202	\$399,231,000	\$408,814,000
Licenses, Fees and Permits			
Business Licenses	\$4,298,337	\$3,681,000	\$4,309,000
Permits	\$12,089,180	\$12,686,000	\$12,392,000
Fees	\$17,585,005	\$11,411,000	\$10,698,000
Court Fees	\$4,482,327	\$4,723,000	\$4,438,000
Culture and Recreation	\$661,710	\$426,000	\$476,000
Total Licenses, Fees and Permits	\$39,116,558	\$32,927,000	\$32,313,000
Fines and Forfeitures			
Court Fines	\$4,493,789	\$4,133,000	\$3,989,000
Other Fines	\$549,961	\$597,000	\$471,000
Total Fines and Forfeitures	\$5,043,750	\$4,730,000	\$4,460,000
Self Insurance Contributions			
Self Insurance Contributions	\$78,370,011	\$81,813,000	\$89,652,000
Total Self Insurance Contributions	\$78,370,011	\$81,813,000	\$89,652,000
Other Revenue			
Interest	\$2,341,410	\$791,000	\$1,777,000
Contributions and Donations	\$8,098,657	\$2,085,000	\$4,351,000
Other Financing Sources	\$25,728,540	\$24,412,000	\$3,750,000
Sale of Property	\$619,318	\$1,281,000	\$23,866,000
Other Revenues	\$11,386,241	\$15,029,000	\$25,006,000
Total Other Revenue	\$48,174,166	\$43,598,000	\$58,750,000
Operating Resources Subtotal	\$912,640,051	\$963,463,000	\$1,006,488,000
Potential Bond Refunding			
Other Financing Sources	-	\$166,742,000	\$185,400,000
Total Potential Bond Refunding	-	\$166,742,000	\$185,400,000
Reimbursements/Previous Grant Awards Carried Over		\$24,333,486	\$12,840,091
Funds Carried Forward		\$198,558,514	\$206,690,909
Use of Fund Balance	\$(55,066,603)		
Total Non-Bond Resources	\$857,573,448	\$1,353,097,000	\$1,411,419,000
Existing Bond Proceeds	\$89,220,384	\$57,778,188	\$91,930,117
New Bond Proceeds	\$45,200,671	\$207,048,000	\$254,801,000
Ending Fund Balance	\$(33,465,030)	\$(7,923,188)	\$(88,150,117)
Total Bond Resources	\$100,956,025	\$256,903,000	\$258,581,000
City Total Resources	\$958,529,474	\$1,610,000,000	\$1,670,000,000

SUMMARY OF RESOURCES BY FUND

Fund	FY 2014/15	FY 2015/16	FY 2016/17
	Actuals	Adopted Budget	Proposed Budget
General Fund - Operations	\$256,568,364	\$250,683,044	\$265,801,099
General Fund - Capital	\$353,792	-	-
Enterprise Fund - Operations	\$322,667,396	\$337,742,467	\$345,769,842
Enterprise Fund - Capital	\$4,400,451	\$300,000	\$300,000
Restricted Funds:			
Arts & Culture Fund	\$4,507	\$6,815,915	\$5,337,094
Community Facilities Districts	\$5,080,074	\$24,559,668	\$4,003,333
Environmental Compliance Fee	\$14,973,797	\$14,802,000	\$15,274,128
Falcon Field Airport	\$4,067,917	\$3,720,977	\$3,881,883
Joint Ventures	\$10,311,379	\$24,674,243	\$24,371,578
Quality of Life Sales Tax Fund	\$20,880,052	\$21,209,736	\$22,358,650
Transportation Related:			
Highway User Revenue Fund	\$33,951,174	\$34,281,093	\$37,691,409
Local Street Sales Tax Fund	\$26,114,851	\$26,149,941	\$28,082,740
Transit Fund	\$4,757,298	\$5,122,684	\$15,943,367
Transportation Fund	\$64,117	\$19,126,332	\$3,805,797
Other Restricted Funds	\$29,611,946	\$31,149,703	\$41,390,340
Grant Funds:			
General Governmental Grant Fund	\$9,651,407	\$10,874,402	\$8,639,770
Enterprise Grant Fund	\$2,551,080	\$3,235,833	\$2,788,178
Housing Grant Funds	\$19,706,888	\$18,165,542	\$20,641,639
Trust Funds	\$77,855,840	\$82,145,565	\$90,064,085
Debt Service Funds	\$69,067,718	\$48,703,855	\$70,343,068
Total Operating Revenues	\$912,640,051	\$963,463,000	\$1,006,488,000
Potential Bond Refunding	-	\$166,742,000	\$185,400,000
Reimbursements/Previous Grant Awards Carried Over	-	\$24,333,486	\$12,840,091
Funds Carried Forward	-	\$198,558,514	\$206,690,909
Use of Fund Balance	\$(55,066,603)	-	-
Total Non-Bond Resources	\$857,573,448	\$1,353,097,000	\$1,411,419,000
Existing Bond Proceeds	\$89,220,384	\$57,778,188	\$91,930,117
New Bond Proceeds	\$45,200,671	\$207,048,000	\$254,801,000
Ending Fund Balance	\$(33,465,030)	\$(7,923,188)	\$(88,150,117)
Total Bond Resources	\$100,956,025	\$256,903,000	\$258,581,000
City Total Resources	\$958,529,474	\$1,610,000,000	\$1,670,000,000

SUMMARY OF EXPENDITURES BY FUND

Fund	FY 2014/15	FY 2015/16	FY 2016/17
	Actuals	Adopted Budget	Proposed Budget
General Fund - Operations	\$318,210,846	\$326,865,188	\$343,532,587
General Fund - Capital	\$5,921,460	\$5,759,446	\$8,570,479
Enterprise Fund - Operations	\$146,753,186	\$161,426,199	\$163,210,880
Enterprise Fund - Capital	\$6,899,845	\$4,228,397	\$5,605,290
Restricted:			
Arts & Culture Fund	\$(1,533)	\$15,604,487	\$15,411,083
Community Facilities Districts	\$5,056,067	\$24,559,668	\$4,003,333
Environmental Compliance Fee	\$11,212,537	\$15,373,457	\$18,385,744
Falcon Field Airport	\$4,235,731	\$5,032,581	\$3,692,409
Joint Ventures	\$10,323,937	\$22,384,483	\$24,266,957
Quality of Life Sales Tax Fund	\$21,541,989	\$21,209,734	\$24,702,684
Transportation Related:			
Highway User Revenue Fund	\$14,950,450	\$21,955,280	\$22,538,994
Local Street Sales Tax Fund	\$28,434,158	\$38,156,267	\$38,428,379
Transit Fund	\$7,561,346	\$14,764,526	\$25,816,087
Transportation Fund	-	\$19,126,332	-
Other Restricted Funds	\$23,405,320	\$27,675,240	\$31,578,085
Grant Funds:			
General Governmental Grant Fund	\$9,718,788	\$10,862,643	\$8,625,162
Enterprise Grant Fund	\$2,551,080	\$3,235,833	\$2,788,178
Housing Grant Funds	\$20,307,608	\$18,304,529	\$20,634,979
Trust Funds	\$75,568,390	\$78,817,073	\$97,263,984
Debt Service Funds	\$144,922,246	\$212,502,637	\$179,472,706
Expenditure Subtotal	\$857,573,448	\$1,047,844,000	\$1,038,528,000
Operating Carryover	-	\$39,523,000	\$53,020,000
Capital Improvement Carryover: Non-Bond	-	\$27,434,000	-
Total Carryover		\$66,957,000	\$53,020,000
Potential Bond Refunding	-	\$166,742,000	\$185,400,000
Contingency	-	\$71,554,000	\$134,471,000
Total Expenditure Non-Bond Funds	\$857,573,448	\$1,353,097,000	\$1,411,419,000
Bond Capital Improvement Scheduled	\$100,956,025	\$145,057,000	\$258,581,000
Bond Capital Improvement Carryover		\$111,846,000	-
Total Bonds Capital Improvement	\$100,956,025	\$256,903,000	\$258,581,000
City Total Expenditures	\$958,529,474	\$1,610,000,000	\$1,670,000,000
Expenditure Limitation Comparison			
Expenditures	\$958,529,474	\$1,610,000,000	\$1,670,000,000
Estimated Exclusions	\$(958,529,474)	\$(1,610,000,000)	\$(1,670,000,000)
Estimated Expenditures Subject to Limitation	-	-	-
Expenditure Limitation	\$529,442,050	\$545,882,614	\$559,918,849
Over (Under) State Limit	\$(529,442,050)	\$(545,882,614)	\$(559,918,849)

SUMMARY OF EXPENSES BY DEPARTMENT

<u>Department</u>	<u>FY 2014/15</u>	<u>FY 2015/16</u>	<u>FY 2016/17</u>
	<u>Actuals</u>	<u>Adopted Budget</u>	<u>Proposed Budget</u>
Arts & Culture	\$14,823,089	\$14,738,000	\$14,293,000
Business Services	\$17,270,874	\$14,437,000	\$13,989,000
City Attorney	\$8,098,278	\$11,426,000	\$13,096,000
City Auditor	\$642,171	\$674,000	\$715,000
City Clerk	\$1,102,657	\$851,000	\$1,319,000
City Manager	\$5,086,595	\$5,261,000	\$5,574,000
Communications	\$4,774,155	\$4,138,000	\$3,582,000
Community Services	\$20,447,980	\$19,741,000	\$23,609,000
Development Services	\$8,786,628	\$9,691,000	\$7,765,000
Economic Development	\$7,870,631	\$9,088,000	\$9,474,000
Energy Resources	\$40,833,434	\$42,811,000	\$41,447,000
Engineering	\$2,836,567	\$7,339,000	\$7,648,000
Environmental Management & Sustainability	\$27,189,858	\$28,360,000	\$31,165,000
Facilities Maintenance *	\$10,396,421	\$12,559,000	-
Falcon Field Airport	\$1,298,601	\$1,706,000	\$1,735,000
Financial Services	\$3,697,458	\$3,621,000	\$3,861,000
Fire and Medical Services	\$73,869,716	\$73,556,000	\$77,929,000
Fleet Services	\$28,943,189	\$28,264,000	\$27,576,000
Human Resources	\$73,854,380	\$74,515,000	\$92,235,000
Information Technology	\$25,190,851	\$28,496,000	\$33,726,000
Library Services	\$6,379,459	\$7,171,000	\$7,454,000
Mayor & Council	\$586,647	\$935,000	\$1,016,000
Municipal Court	\$7,914,965	\$7,938,000	\$8,304,000
Neighborhood Outreach & Animal Control *	\$1,122,574	\$1,133,000	-
Office of Enterprise Resource Planning	\$519,443	\$761,000	\$788,000
Office of Management and Budget	\$1,598,762	\$2,589,000	\$2,740,000
Parks, Recreation & Community Facilities	\$26,255,906	\$31,868,000	\$46,753,000
Police	\$161,464,607	\$165,816,000	\$174,801,000
Public Information & Communications	\$1,290,604	\$1,236,000	\$1,423,000
Transit Services	\$6,187,944	\$11,827,000	\$13,415,000
Transportation	\$32,912,527	\$42,166,000	\$42,550,000
Water Resources	\$55,919,707	\$67,258,000	\$67,694,000
Project Management Program-Lifecycle/Infrastructure Project	\$11,759,224	\$10,046,000	\$7,831,000
Centralized Appropriations	\$148,678,577	\$248,630,000	\$199,682,000
Operating Expenditure Subtotal	\$839,604,481	\$990,646,000	\$985,189,000
Operating Expenditure Carryover		\$39,523,000	\$53,020,000
Operating and Carryover Expenditure Subtotal	\$839,604,481	\$1,030,169,000	\$1,038,209,000
Potential Bond Refunding	-	\$166,742,000	\$185,400,000
Contingency	-	\$71,554,000	\$134,471,000
Total Operating Expenditures	\$839,604,481	\$1,268,465,000	\$1,358,080,000
Capital Improvement Program: Non-Bond	\$17,968,967	\$57,198,000	\$53,339,000
Capital Improvement Program: Bond	\$100,956,025	\$145,057,000	\$258,581,000
Capital Improvement Program Subtotal	\$118,924,993	\$202,255,000	\$311,920,000
Non-Bond Capital Improvement Program Carryover	-	\$27,434,000	-
Bond Capital Improvement Program Carryover	-	\$111,846,000	-
Capital Improvement Program Carryover Subtotal	-	\$139,280,000	-
Total Capital Improvement Program	\$118,924,993	\$341,535,000	\$311,920,000
City Total Expenditures	\$958,529,474	\$1,610,000,000	\$1,670,000,000

*Note: During FY15/16, Facilities Maintenance was combined with Parks, Recreation & Community Facilities and Neighborhood Outreach & Animal Control was combined with Community Services.

**FULL-TIME EMPLOYEES AND PERSONNEL COMPENSATION
FISCAL YEAR 2016/2017**

Fund	Full-Time Equivalent (FTE)	Employee Salaries and Hourly Costs	Retirement Costs	Healthcare Costs	Other Benefit Costs	Total Estimated Personnel Compensation
General Fund - Operations*	2,496.8	\$181,601,794	\$44,324,535	\$38,380,443	\$1,101,228	\$265,408,000
General Fund - Capital	1.1	\$69,571	\$8,939	\$11,965	\$7,668	\$98,143
Enterprise Fund - Operations	518.3	\$31,323,058	\$3,777,323	\$8,850,921	\$16,656,173	\$60,607,475
Enterprise Fund - Capital	0.1	\$7,545	\$969	\$1,298	\$832	\$10,644
Restricted:						
Arts & Culture Fund	80.0	\$4,595,155	\$502,151	\$954,850	\$1,549,634	\$7,601,790
Community Facilities Districts	0.4	\$74,330	\$5,656	\$4,836	\$24,236	\$109,058
Falcon Field Airport	18.3	\$1,343,770	\$252,310	\$301,023	\$349,567	\$2,246,670
Joint Ventures	27.3	\$2,181,670	\$220,125	\$308,685	\$716,170	\$3,426,650
Quality of Life Sales Tax Fund	185.0	\$14,203,369	\$6,335,484	\$2,484,298	\$1,679,533	\$24,702,684
Transportation Related:						
Highway User Revenue Fund	108.4	\$6,693,710	\$753,980	\$1,207,502	\$643,716	\$9,298,908
Local Streets Sales Tax	33.0	\$2,670,249	\$320,046	\$1,268,830	\$2,487,211	\$6,746,336
Transit Fund	3.6	\$488,684	\$31,639	\$46,396	\$281,259	\$847,978
Other Restricted Funds	73.4	\$4,205,674	\$469,673	\$778,114	\$1,493,815	\$6,947,276
Grant Funds:						
General Governmental Grant Fund	25.1	\$1,775,263	\$821,015	\$307,464	\$1,145,573	\$4,049,315
Housing Grant Funds	25.3	\$1,369,651	\$155,872	\$262,592	\$114,396	\$1,902,511
Trust Funds	117.5	\$7,261,731	\$835,597	\$1,802,744	\$3,492,368	\$13,392,440
Total Non-Bond Funds	3,713.6	259,865,224	58,815,314	56,971,961	31,743,379	407,395,878
Bond Capital Improvement	91.5	\$5,892,350	\$757,061	\$1,013,341	\$649,499	\$8,312,251
Total All Funds	3,805.1	\$265,757,574	\$59,572,375	\$57,985,302	\$32,392,878	\$415,708,129

* Central administration positions are included in the General Fund but the costs are spread among multiple funds.