

RESOLUTION NO. 11163

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, 2019

WHEREAS, the City Council of the City of Mesa did on the 21st day of May, 2018 propose a budget for the said City of Mesa for the fiscal year ending June 30, 2019; 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 4, 2018 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, 2019.

PASSED AND ADOPTED by the Mayor and City Council of the City of Mesa, Maricopa County, Arizona, this 4th day of June, 2018.

APPROVED:



Mayor

ATTEST:



City Clerk



**CITY OF MESA, ARIZONA
FINAL BUDGET
FOR FISCAL YEAR ENDING JUNE 30, 2019**

SUMMARY OF RESOURCES BY SOURCE

Source	FY 2016/17 Actual Resources	FY 2017/18 Adopted Budget	FY 2017/18 Projected Resources	FY 2018/19 Proposed Budget
Taxes				
Sales & Use Tax	\$159,734,107	\$162,729,000	\$166,682,688	\$171,566,000
Secondary Property Tax - City	\$33,789,263	\$33,441,000	\$33,441,000	\$33,439,000
Secondary Property Tax - Community Facility Districts	\$884,670	\$1,541,000	\$1,508,195	\$2,180,000
Transient Occupancy Tax	\$3,620,876	\$3,096,000	\$3,519,429	\$3,177,000
Other Taxes	\$31,359	\$30,000	\$30,000	\$30,000
Total Taxes	\$198,060,276	\$200,837,000	\$205,181,312	\$210,392,000
Intergovernmental				
Federal Grants and Reimbursements	\$28,784,883	\$31,873,000	\$29,669,955	\$31,628,000
State Shared Revenues	\$158,916,432	\$165,390,000	\$166,234,401	\$170,032,000
State Grants and Reimbursements	\$709,928	\$546,000	\$7,231,961	\$516,000
County and Other Governments Revenues	\$17,921,558	\$29,971,000	\$24,041,823	\$41,114,000
Total Intergovernmental	\$206,332,802	\$227,780,000	\$227,178,140	\$243,290,000
Sales and Charges for Services				
General	\$30,240,125	\$30,899,000	\$29,979,373	\$32,580,000
Culture and Recreation	\$7,082,947	\$7,967,000	\$7,980,654	\$9,238,000
Enterprise	\$379,509,215	\$427,650,000	\$396,591,591	\$523,288,000
Total Sales and Charges for Services	\$416,832,287	\$466,516,000	\$434,551,617	\$565,106,000
Licenses, Fees and, Permits				
Business Licenses	\$4,238,251	\$4,493,000	\$4,473,867	\$4,508,000
Permits	\$13,285,242	\$12,909,000	\$14,762,264	\$13,382,000
Fees	\$22,375,509	\$11,004,000	\$26,003,254	\$21,190,000
Court Fees	\$4,279,759	\$4,902,000	\$4,544,186	\$4,497,000
Culture and Recreation	\$911,254	\$626,000	\$817,000	\$730,000
Total Licenses, Fees and Permits	\$45,090,015	\$33,934,000	\$50,600,571	\$44,307,000
Fines and Forfeitures				
Court Fines	\$4,421,811	\$5,552,000	\$4,072,761	\$4,276,000
Other Fines	\$550,773	\$414,000	\$424,410	\$383,000
Total Fines and Forfeitures	\$4,972,584	\$5,966,000	\$4,497,171	\$4,659,000
Self Insurance Contributions				
Self Insurance Contributions	\$86,735,319	\$96,006,000	\$93,301,028	\$99,029,000
Total Self Insurance Contributions	\$86,735,319	\$96,006,000	\$93,301,028	\$99,029,000
Other Revenue				
Interest	\$4,427,015	\$2,126,000	\$4,610,744	\$1,937,000
Contributions and Donations	\$3,089,596	\$3,221,000	\$2,609,930	\$8,694,000
Other Financing Sources	\$136,045,319	\$15,000,000	\$11,580,805	\$17,950,000
Sale of Property	\$23,583,939	\$440,000	\$630,741	\$63,570,000
Other Revenues	\$14,557,179	\$15,571,000	\$12,981,328	\$25,074,000
Total Other Revenue	\$181,703,047	\$36,358,000	\$32,413,548	\$117,225,000
Operating Resources Subtotal	\$1,139,726,330	\$1,067,397,000	\$1,047,723,387	\$1,284,008,000
Potential Bond Refunding				
Other Financing Sources	-	\$265,068,000	-	\$163,700,000
Total Potential Bond Refunding	-	\$265,068,000	-	\$163,700,000
Reimbursements/Previous Grant Awards Carried Over	-	\$29,075,929	-	\$26,571,189
Use of Reserve Balance	\$(94,087,573)	\$186,705,071	\$3,292,855	\$139,312,241
Total Non-Bond Resources	\$1,045,638,757	\$1,548,246,000	\$1,051,016,242	\$1,613,591,430
Existing Bond Proceeds	\$52,865,854	\$121,365,823	\$87,637,268	\$109,310,807
New Bond Proceeds	\$172,862,336	\$191,754,000	\$140,995,000	\$206,334,000
(Less) Remaining Bond Proceeds	\$(87,637,268)	\$(121,365,823)	\$(109,310,807)	\$(109,236,237)
Total Bond Resources	\$138,090,922	\$191,754,000	\$119,321,461	\$206,408,570
City Total Resources	\$1,183,729,679	\$1,740,000,000	\$1,170,337,703	\$1,820,000,000

SUMMARY OF RESOURCES BY FUND

Fund	FY 2016/17	FY 2017/18	FY 2017/18	FY 2018/19
	Actual Resources	Adopted Budget	Projected Resources	Proposed Budget
General Fund - Operations	\$271,006,989	\$278,644,924	\$282,336,200	\$287,759,556
General Fund - Capital	\$394,378	-	-	-
Enterprise Fund - Operations	\$354,451,786	\$364,264,335	\$372,500,739	\$379,630,388
Enterprise Fund - Capital	\$591,663	\$505,000	\$865,252	\$693,000
Restricted Funds:				
Arts & Culture Fund	\$5,577,126	\$6,100,756	\$6,141,004	\$7,417,146
Community Facilities Districts	\$2,223,825	\$18,326,623	\$14,129,573	\$23,333,001
Environmental Compliance Fee	\$15,475,097	\$15,662,003	\$15,824,901	\$16,085,351
Falcon Field Airport	\$3,868,096	\$4,184,415	\$4,450,660	\$4,503,913
Impact Fee Funds	\$20,048,735	\$9,125,706	\$22,618,255	\$19,101,174
Internal Service Funds	\$6,367,389	\$7,473,754	\$5,750,121	\$7,087,963
Joint Ventures	\$21,737,508	\$62,605,116	\$24,839,175	\$145,801,647
Quality of Life Sales Tax Fund	\$22,946,811	\$23,254,048	\$23,820,384	\$24,509,404
Transportation Related:				
Highway User Revenue Fund	\$38,069,941	\$39,660,968	\$39,109,998	\$40,881,888
Local Streets Fund	\$28,683,987	\$28,797,070	\$29,718,769	\$30,275,627
Transit Fund	\$8,516,965	\$15,391,123	\$12,224,390	\$13,339,731
Transportation Fund	\$3,751,988	\$4,685,310	\$11,139,400	\$17,917,562
Other Restricted Funds	\$16,258,967	\$18,229,651	\$13,550,084	\$28,997,757
Grant Funds:				
General Governmental Grant Fund	\$11,811,304	\$8,234,682	\$4,512,296	\$11,285,546
Enterprise Grant Fund	\$2,125,927	\$3,841,315	\$1,423,931	\$1,455,695
Housing Grant Funds	\$17,661,353	\$19,827,015	\$22,706,302	\$20,029,333
Trust Funds	\$87,410,934	\$96,067,885	\$93,591,889	\$99,091,300
Debt Service Funds	\$200,745,564	\$42,515,301	\$46,470,065	\$104,811,018
Total Operating Revenues	\$1,139,726,330	\$1,067,397,000	\$1,047,723,387	\$1,284,008,000
Potential Bond Refunding	-	\$265,068,000	-	\$163,700,000
Reimbursements/Previous Grant Awards Carried Over	-	\$29,075,929	-	\$26,571,189
Use of Reserve Balance	\$(94,087,573)	\$186,705,071	\$3,292,855	\$139,312,241
Total Non-Bond Resources	\$1,045,638,757	\$1,548,246,000	\$1,051,016,242	\$1,613,591,430
Existing Bond Proceeds	\$52,865,854	\$121,365,823	\$87,637,268	\$109,310,807
New Bond Proceeds	\$172,862,336	\$191,754,000	\$140,995,000	\$206,334,000
(Less) Remaining Bond Proceeds	\$(87,637,268)	\$(121,365,823)	\$(109,310,807)	\$(109,236,237)
Total Bond Resources	\$138,090,922	\$191,754,000	\$119,321,461	\$206,408,570
City Total Resources	\$1,183,729,679	\$1,740,000,000	\$1,170,337,703	\$1,820,000,000

SUMMARY OF EXPENDITURES BY FUND

Fund	FY 2016/17	FY 2017/18	FY 2017/18	FY 2017/18	FY 2018/19	FY 2018/19
	Actual Expenditures	Carryover Budget	Adopted Budget	Projected Expenditures	Carryover Budget	Proposed Budget
General Fund - Operations	\$324,727,691	\$7,498,873	\$357,632,299	\$345,827,006	\$4,876,324	\$370,892,328
General Fund - Capital	\$6,621,215	\$10,145,962	\$11,336,207	\$8,996,599	\$20,174,278	\$19,849,639
Enterprise Fund - Operations	\$152,687,586	\$1,850,888	\$167,954,878	\$159,676,464	\$2,139,474	\$175,730,298
Enterprise Fund - Capital	\$2,908,012	\$4,933,666	\$4,232,986	\$5,500,535	\$5,740,398	\$3,574,739
Restricted:						
Arts & Culture Fund	\$15,364,943	\$512,364	\$15,920,086	\$16,507,098	\$146,365	\$17,773,609
Community Facilities Districts	\$2,154,659	-	\$18,326,899	\$14,020,167	-	\$23,333,275
Environmental Compliance Fee	\$14,869,387	\$4,606,088	\$15,825,677	\$15,588,150	\$5,543,214	\$15,747,450
Falcon Field Airport	\$3,792,217	\$1,506,390	\$5,517,590	\$5,826,898	\$1,095,864	\$4,094,353
Impact Fee Funds	-	-	-	\$51,916	-	-
Internal Service Funds	\$6,644,894	\$782,139	\$6,691,615	\$5,901,244	\$993,845	\$6,094,118
Joint Ventures	\$21,906,097	\$1,518,149	\$62,402,964	\$23,827,461	\$1,146,182	\$144,798,333
Quality of Life Sales Tax Fund	\$24,702,684	-	\$23,635,561	\$23,635,535	-	\$24,509,404
Transportation Related:						
Highway User Revenue Fund	\$32,123,590	\$5,056,082	\$29,733,451	\$20,916,013	\$13,107,652	\$28,499,025
Local Streets Fund	\$19,898,336	\$9,444,396	\$41,254,718	\$31,787,919	\$19,700,472	\$42,597,416
Transit Fund	\$19,648,816	\$7,097,176	\$27,763,568	\$23,575,884	\$10,488,465	\$26,870,290
Transportation Fund	\$287,176	-	\$18,808,835	\$250,000	\$20,682,727	\$1,710,975
Other Restricted Funds	\$20,407,201	\$21,919,282	\$23,832,030	\$25,863,905	\$8,723,130	\$26,705,142
Grant Funds:						
General Governmental Grant Fund	\$11,708,110	\$7,118,100	\$9,341,179	\$5,306,593	\$4,300,490	\$10,750,217
Enterprise Grant Fund	\$2,125,785	\$470,087	\$3,841,315	\$796,217	\$2,436,413	\$1,455,695
Housing Grant Funds	\$17,643,350	-	\$19,490,543	\$22,110,680	\$10,313,101	\$20,029,333
Trust Funds	\$86,697,605	\$53,358	\$103,837,563	\$96,103,184	\$11,818	\$101,505,727
Debt Service Funds	\$256,983,468	-	\$140,111,036	\$198,946,773	-	\$149,136,852
Expenditure Subtotal	\$1,043,902,822	\$84,513,000	\$1,107,491,000	\$1,051,016,242	\$131,620,212	\$1,215,658,218
Operating and Capital Improvement Non-Bond Carryover	-	-	\$84,513,000	-	-	\$131,620,212
Potential Bond Refunding	-	-	-	-	-	\$163,700,000
Contingency	-	-	\$356,242,000	-	-	\$102,613,000
Total Expenditure Non-Bond Funds	\$1,043,902,822		\$1,548,246,000	\$1,051,016,242		\$1,813,591,430
Bond Capital Improvement Scheduled	\$139,826,857	\$13,483,000	\$178,271,000	\$119,321,461	\$45,997,788	\$160,410,782
Bond Capital Improvement Carryover	-	-	\$13,483,000	-	-	\$45,997,788
Total Bonds Capital Improvement	\$139,826,857		\$191,754,000	\$119,321,461		\$206,408,570
City Total Expenditures	\$1,183,729,679		\$1,740,000,000	\$1,170,337,703		\$1,820,000,000

SUMMARY OF EXPENDITURES BY FUND

Fund	FY 2016/17	FY 2017/18	FY 2017/18	FY 2017/18	FY 2018/19	FY 2018/19
	Actual Expenditures	Carryover Budget	Adopted Budget	Projected Expenditures	Carryover Budget	Proposed Budget
Expenditure Limitation Comparison						
Expenditures	\$1,183,729,679		\$1,740,000,000	\$1,170,337,703		\$1,820,000,000
Estimated Exclusions	(\$1,183,729,679)		\$(1,740,000,000)	\$(1,170,337,703)		\$(1,820,000,000)
Estimated Expenditures Subject to Limitation	-		-	-		-
Expenditure Limitation	\$559,918,849		\$575,664,783	\$575,664,783		\$602,790,134
Over (Under) State Limit	\$(559,918,849)		\$(575,664,783)	\$(575,664,783)		\$(602,790,134)

SUMMARY OF EXPENDITURES BY DEPARTMENT

Department	FY 2016/17	FY 2017/18	FY 2017/18	FY 2017/18	FY 2018/19	FY 2018/19
	Actual Expenditures	Carryover Budget	Adopted Budget	Projected Expenditures	Carryover Budget	Proposed Budget
Arts & Culture	\$13,973,000	\$410,997	\$14,397,000	\$14,921,627	\$181,287	\$16,525,000
Business Services	\$12,888,505	\$150,000	\$13,250,000	\$13,273,428	\$163,753	\$12,852,000
City Attorney	\$9,270,931	-	\$13,205,000	\$12,026,543	-	\$14,085,000
City Auditor	\$738,616	-	\$747,000	\$774,842	-	\$769,000
City Clerk	\$1,160,171	-	\$883,000	\$868,822	-	\$1,346,000
City Manager	\$5,400,717	\$59,135	\$5,933,000	\$6,320,007	\$50,987	\$6,770,000
Communications	\$3,128,797	-	\$3,758,000	\$3,714,261	-	\$3,913,000
Community Services	\$19,685,875	\$8,980,578	\$22,426,000	\$22,665,092	\$8,341,486	\$23,044,000
Development Services	\$8,612,170	\$329,667	\$7,725,000	\$8,646,262	\$660,432	\$9,474,000
Economic Development	\$7,793,436	\$434,705	\$9,135,000	\$8,538,817	\$117,020	\$9,122,000
Energy Resources	\$37,931,556	-	\$41,287,000	\$37,001,046	\$59,800	\$40,128,000
Engineering	\$6,074,451	\$52,641	\$7,422,000	\$6,517,547	\$25,000	\$7,549,000
Environmental Management & Sustainability	\$30,230,780	\$267,074	\$32,083,000	\$31,238,979	\$361,607	\$33,696,000
Falcon Field Airport	\$1,443,659	-	\$1,959,000	\$1,498,036	-	\$2,078,000
Financial Services	\$3,425,104	-	\$3,714,000	\$3,447,667	-	\$3,790,000
Fire and Medical Services	\$77,047,181	\$2,653,577	\$76,254,000	\$76,854,739	\$295,019	\$84,363,000
Fleet Services	\$24,797,740	\$10,489,417	\$24,495,000	\$26,602,659	\$9,104,885	\$27,455,000
Human Resources	\$86,014,158	-	\$98,218,000	\$91,445,754	-	\$95,690,000
Information Technology	\$27,936,036	\$4,002,328	\$31,457,000	\$31,194,371	\$3,377,736	\$33,701,000
Library Services	\$6,649,997	\$11,363	\$7,562,000	\$6,763,477	-	\$7,522,000
Mayor & Council	\$741,955	-	\$889,000	\$769,200	-	\$1,065,000
Municipal Court	\$7,589,816	\$1,331,382	\$8,934,000	\$9,836,945	-	\$8,511,000
Office of Enterprise Resource Planning	\$614,990	\$91,557	\$764,000	\$740,007	-	\$785,000
Office of Management and Budget	\$2,383,280	\$910	\$2,696,000	\$2,640,322	\$519	\$3,187,000
Parks, Recreation & Community Facilities	\$43,320,832	\$2,960,940	\$46,089,000	\$46,625,059	\$3,867,033	\$51,507,000
Police	\$171,825,382	\$2,894,361	\$183,002,000	\$175,709,784	\$3,837,141	\$182,534,000
Public Information & Communications	\$1,541,163	-	\$1,551,000	\$1,654,169	-	\$1,339,000
Transit Services	\$11,921,564	-	\$15,348,000	\$14,231,372	\$370,000	\$16,303,000
Transportation	\$34,819,533	\$487,294	\$43,566,000	\$39,487,538	\$1,103,572	\$43,970,000
Water Resources	\$61,401,357	\$157,074	\$74,265,000	\$67,586,043	\$1,180,280	\$79,625,000
Centralized Appropriations	\$269,708,585	-	\$180,987,000	\$227,480,661	-	\$190,620,000
Subtotal	\$990,071,339	\$35,765,000	\$974,001,000	\$991,075,077	\$33,097,557	\$1,013,318,000

SUMMARY OF EXPENDITURES BY DEPARTMENT

Department	FY 2016/17	FY 2017/18	FY 2017/18	FY 2017/18	FY 2018/19	FY 2018/19
	Actual Expenditures	Carryover Budget	Adopted Budget	Projected Expenditures	Carryover Budget	Proposed Budget
Project Management Program-Lifecycle/Infrastructure Projects	\$13,616,178	\$14,700,000	\$19,909,000	\$16,164,284	\$26,684,443	\$34,852,000
Operating and Lifecycle Expenditure Carryover	-	-	\$50,465,000	-	-	\$59,782,000
Potential Bond Refunding	-	-	\$265,068,000	-	-	\$163,700,000
Contingency	-	-	\$91,174,000	-	-	\$102,613,000
Total Operating Expenditures	\$1,003,687,517		\$1,400,617,000	\$1,007,239,361		\$1,374,265,000
Capital Improvement Program: Non-Bond	\$42,470,201	\$34,048,000	\$115,431,000	\$45,626,881	\$71,838,212	\$170,193,218
Capital Improvement Program: Bond	\$137,571,960	\$13,483,000	\$176,421,000	\$117,471,461	\$45,997,788	\$157,705,782
Capital Improvement Program Subtotal	\$180,042,161	\$47,531,000	\$291,852,000	\$163,098,342	\$117,836,000	\$327,899,000
Capital Improvement Program Carryover Subtotal	-	-	\$47,531,000	-	-	\$117,836,000
Total Capital Improvement Program	\$180,042,161		\$339,383,000	\$163,098,342		\$445,735,000
City Total Expenditures	\$1,183,729,679		\$1,740,000,000	\$1,170,337,703		\$1,820,000,000

**FULL-TIME EMPLOYEES AND PERSONNEL COMPENSATION
FISCAL YEAR 2018/19**

Fund	Full-Time Equivalent (FTE)	Employee Salaries and Hourly Costs	Retirement Costs	Healthcare Costs	Other Benefit Costs	Allocated Personnel Costs	Total Estimated Personnel Compensation
General Fund - Operations*	2,545.1	\$192,158,330	\$54,804,853	\$45,132,020	\$16,957,928	\$(20,747,642)	\$288,305,489
General Fund - Capital	0.6	\$44,470	\$5,065	\$6,748	\$3,644	-	\$59,927
Enterprise Fund - Operations	557.8	\$33,887,438	\$4,399,675	\$10,489,023	\$4,184,486	\$12,736,869	\$65,697,491
Enterprise Fund - Capital	0.2	\$17,736	\$2,020	\$2,691	\$1,453	-	\$23,901
Restricted:							
Arts & Culture Fund	92.6	\$5,603,992	\$561,772	\$1,224,049	\$453,289	\$1,020,078	\$8,863,180
Community Facilities Districts	0.3	\$88,128	\$4,368	\$4,032	\$2,982	-	\$99,510
Environmental Compliance Fee	49.3	\$2,950,450	\$348,998	\$582,456	\$299,788	\$549,741	\$4,731,433
Falcon Field Airport	19.2	\$1,413,759	\$225,855	\$356,931	\$89,667	\$330,727	\$2,416,939
Internal Service Funds	97.3	\$5,737,776	\$682,523	\$1,766,389	\$685,195	\$1,194,198	\$10,066,081
Joint Ventures	47.0	\$3,417,193	\$398,632	\$533,486	\$335,426	\$447,609	\$5,132,347
Quality of Life Sales Tax Fund	185.0	\$14,400,177	\$6,825,593	\$2,596,267	\$687,367	-	\$24,509,404
Transportation Related:							
Highway User Revenue Fund	115.3	\$7,222,069	\$834,202	\$1,445,337	\$595,923	-	\$10,097,531
Local Streets Fund	34.3	\$2,545,122	\$336,540	\$1,552,621	\$332,332	\$2,289,597	\$7,056,212
Transit Fund	5.0	\$403,691	\$46,876	\$70,914	\$34,155	\$339,033	\$894,670
Transportation Fund	1.3	\$102,694	\$11,696	\$15,583	\$8,415	-	\$138,388
Other Restricted Funds	31.9	\$1,888,697	\$205,794	\$367,035	\$162,130	\$247,366	\$2,871,022
Grant Funds:							
General Governmental Grant Fund	20.8	\$983,059	\$387,134	\$244,400	\$1,007,338	-	\$2,621,932
Enterprise Grant Fund	0.2	\$17,738	\$2,020	\$2,692	\$1,453	-	\$23,903
Housing Grant Funds	25.6	\$1,399,984	\$162,958	\$287,051	\$112,978	-	\$1,962,971
Trust Funds	28.4	\$2,154,301	\$249,474	\$469,806	\$186,924	\$1,592,424	\$4,652,929
Total Non-Bond Funds	3,857.1	276,436,805	70,496,048	67,149,531	26,142,876	-	440,225,260
Bond Capital Improvement							
Electric Bond Construction	1.5	\$118,919	\$13,544	\$18,045	\$9,745	-	\$160,253
Gas Bond Construction	13.0	\$1,028,841	\$117,175	\$156,120	\$84,306	-	\$1,386,442
Parks Bond Construction	0.4	\$33,123	\$3,772	\$5,026	\$2,714	-	\$44,636
Streets Bond Construction	2.7	\$214,502	\$24,430	\$32,549	\$17,577	-	\$289,058
Wastewater Bond Construction	14.4	\$1,138,814	\$129,699	\$172,808	\$93,318	-	\$1,534,639
Water Bond Construction	11.9	\$937,986	\$106,827	\$142,334	\$76,861	-	\$1,264,008
Bond Capital Improvement	50.4	\$3,972,677	\$452,448	\$602,829	\$325,533	-	\$5,353,487
Total All Funds	3,907.5	\$280,409,482	\$70,948,496	\$67,752,360	\$26,468,409	-	\$445,578,747

* Central administration positions are included in the General Fund but the costs are spread among multiple funds. These costs are shown in the "Allocated Personnel Costs" column.