

AGENDA ITEM # _____

DATE: April 20, 2015

COAC NUMBER: 15-5560ws

**CITY OF GOODYEAR
CITY COUNCIL ACTION FORM**

SUBJECT: Revenue and expenditures review

STAFF PRESENTER: Lauri Wingenroth, Budget and Research Manager; Larry Lange, Finance Director; Lyman Lockett, Human Resources Director
COMPANY
CONTACT:

RECOMMENDATION:

Council will receive information on and discuss the estimated fiscal year 2015-16 (FY16) revenues and expenditures.

PURPOSE:

Staff will present an update on the city's revenue and expenditure projections for FY16 based on current budget and tax policies, State Shared revenue estimates from the Arizona League of Cities and Towns, and Goodyear's assessed valuation from the Maricopa County Assessor's Office, as well as policy direction and adopted plans. This work session sets the framework for the Council draft budget review on May 4, 2015 and the Public Budget Forum on May 6, 2015.

The objective of the work session is to receive Council direction on any further evaluation or adjustments in preparation for the draft budget review presentation on May 4, 2015.

BACKGROUND AND COMMUNITY BENEFIT:

The city holds several work sessions as part of the budget development process. An initial, high level five-year revenue preview was discussed with the Council at the October 27, 2014 work session. On February 23, 2015, a presentation was made on the five-year General Fund financial forecast, which validated the status of the assumptions that the October discussion was based upon, as well as confirmed the five-year forecast. March 16, 2015, the Council reviewed tax policy and one-time general fund requests for FY16.

Current operational budgets and the programs and services that are supported were reviewed with the Council April 6 and 7, 2015 to provide the starting point for discussions on specific revenues and expenditure recommendations for next fiscal year. Additionally, the recommended FY16 operating budget asset management program was presented at the April 13, 2015 Council work session.

This work session is designed to focus on specific one-year revenues for FY16, recommendations for FY16 expenditures, and for Council to provide consensus direction on any further evaluation or adjustments to the recommended expenditures in preparation for the draft budget review presentation on May 4, 2015. Compensation, benefits packages, and retirement costs will be discussed.

The city is required to adopt a budget for FY16 and the revenues and expenditures work session provides the overall expenditure estimate that will be used to develop the recommended budget for adoption.

PREVIOUS ACTIONS AND DISCUSSION:

Previous FY16 budget development discussions with the Council include:

October 27, 2014	Five-year revenue forecasts, FY16 budget calendar
February 23, 2015	Five-year General Fund financial forecast
March 16, 2015	Overview of tax policy, one-time general fund requests
April 6-7, 2015	FY15 department base budget reviews
April 13, 2015	Asset management program

FISCAL ANALYSIS:

There is no fiscal impact at this time, as no action will be taken. The presentation is for informational purposes only as staff works to develop the FY16 budget and ten-year CIP.

ATTACHMENTS:

None.