FY2020 Tentative Budget Adoption
May 20, 2019

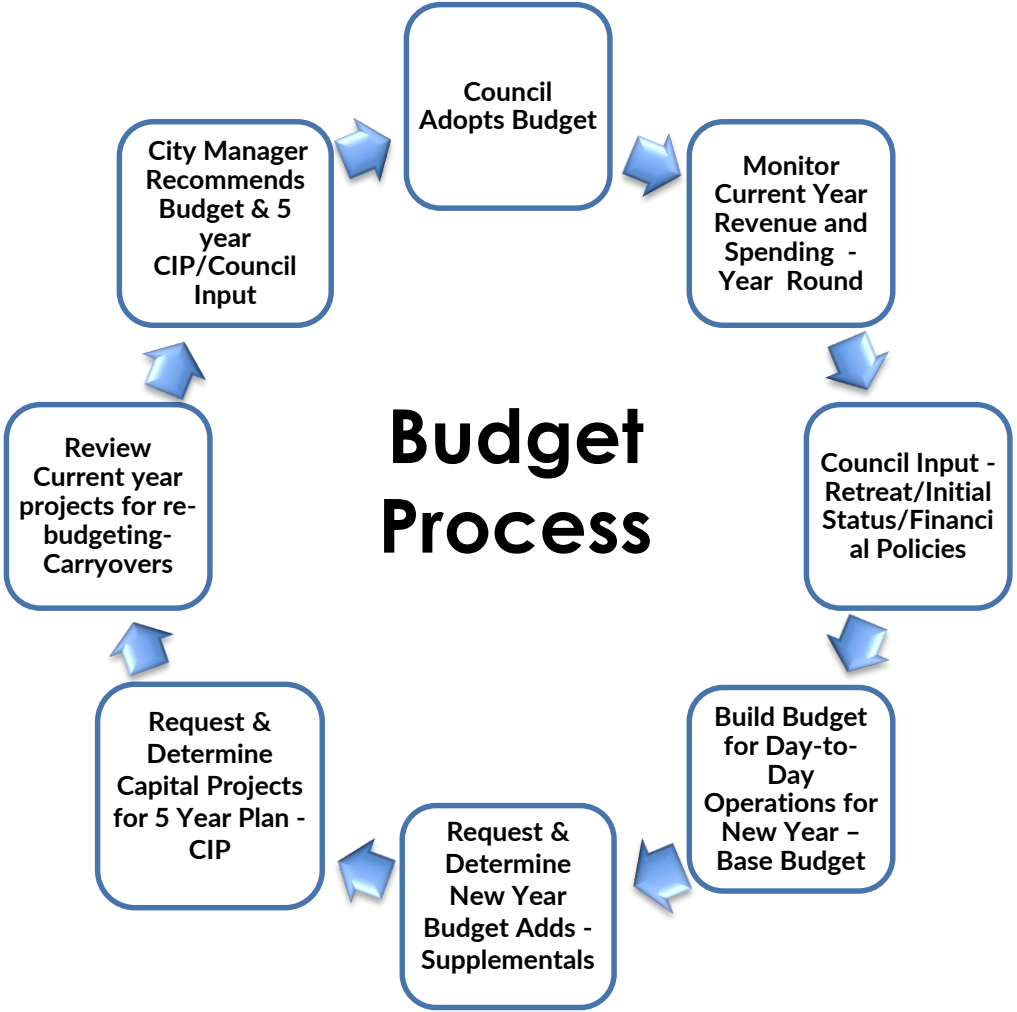
Agenda

- Overview of budget process and calendar
- Tentative Budget
- Capital Project Timelines
- Approval of the Tentative Budget

Budget Development Focus

- Build a sound base budget
- Meet our obligations
- Modernize, maintain what we have
- Support growth in community and organization
- Public safety and community
- Attract and retain a workforce to serve the community

Budget Process



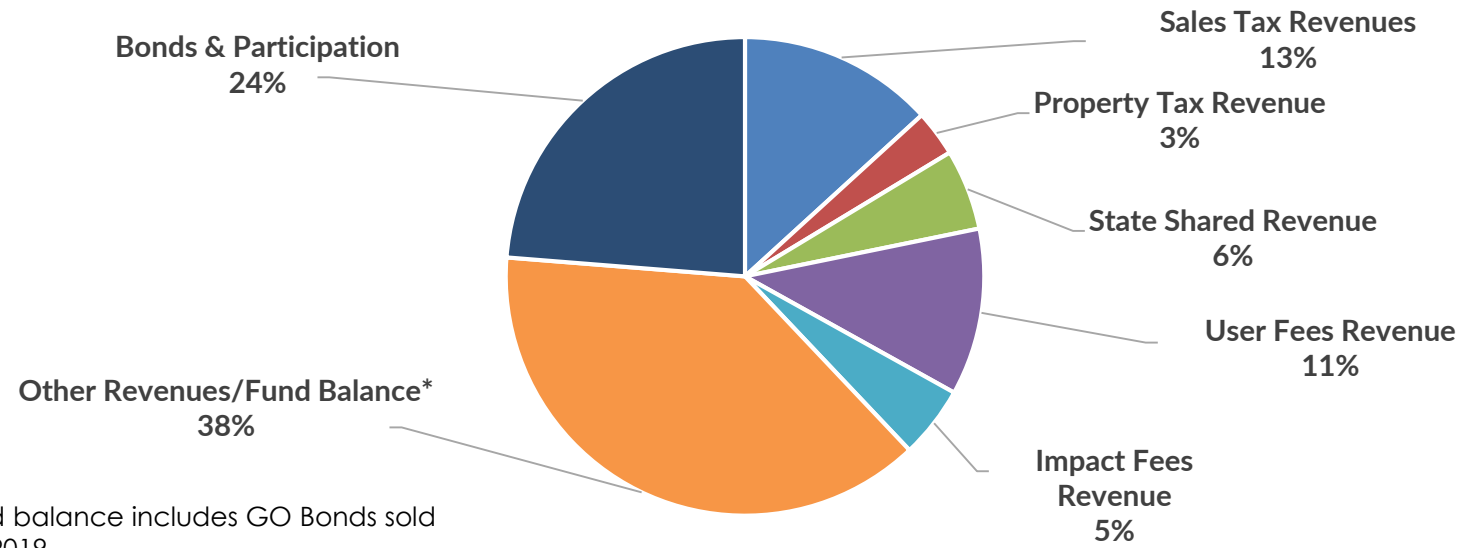
Budget Development Meetings

PUBLIC MEETINGS

Month	Topics on Each Agenda (Meeting Date)
October 5-6	City Council Retreat
January 14	FY2019 and FY2020 Initial Estimates and Five-Year General Fund Forecast
March 4	Financial Policies
April 15	City Manager's FY2020 budget recommendations
May 8	FY2020 City Manager's Recommended Budget Open House 5-6 pm; City Hall; Room 117
May 20	**Tentative FY2020 Budget Adoption**
June 10	*Budget and Truth and Taxation Hearings and FY2020 Final Budget Adoption*
June 24	*FY2020 Property Tax Levy*

FY2020 Citywide Budget - $514M

WHERE THE MONEY COMES FROM – REVENUE SOURCE



*Fund balance includes GO Bonds sold in FY2019

Resource Assumptions

- No sales tax rate changes
- State shared revenues are per AZ League of Cities
  - No population adjustment reflected
- Development related revenues aligned with ongoing costs
- HURF and Ballpark Operating costs above revenues paid from General Fund
- Water and Wastewater rates change in January 2020 per adopted five-year plan
- Enterprise funds pay for general administration and in-lieu property tax

Property Tax Rates and Levies

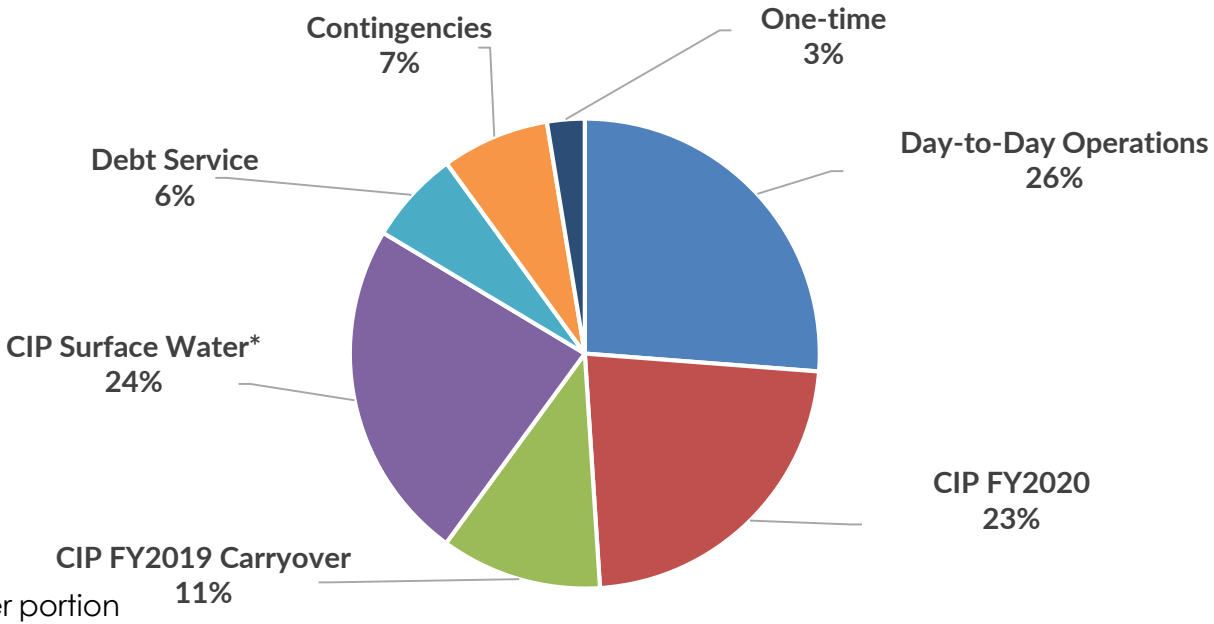
RATES ARE PER $100 OF ASSESSED VALUATION

	FY2019 Levy	FY2019 Rate	FY2020 Levy	FY2020 Rate
PRIMARY *General Fund Ongoing*	$ 9,072,814	$ 1.1084	$ 9,767,426	$ 1.10619
SECONDARY *GO Bond Debt Service*	$ 5,129,038	$ 0.6266	$ 6,175,100	$ 0.6713
TOTALS	$ 14,201,852	$ 1.7350	$ 15,942,526	$ 1.7332

Goodyear Property Tax - $100,000 home	$173.50	
Goodyear Property Tax - $105,000 home	(maximum 5% appreciation, $8.49 per $100,000 assessed value increase)	$181.99

FY2020 Citywide Budget - $514M

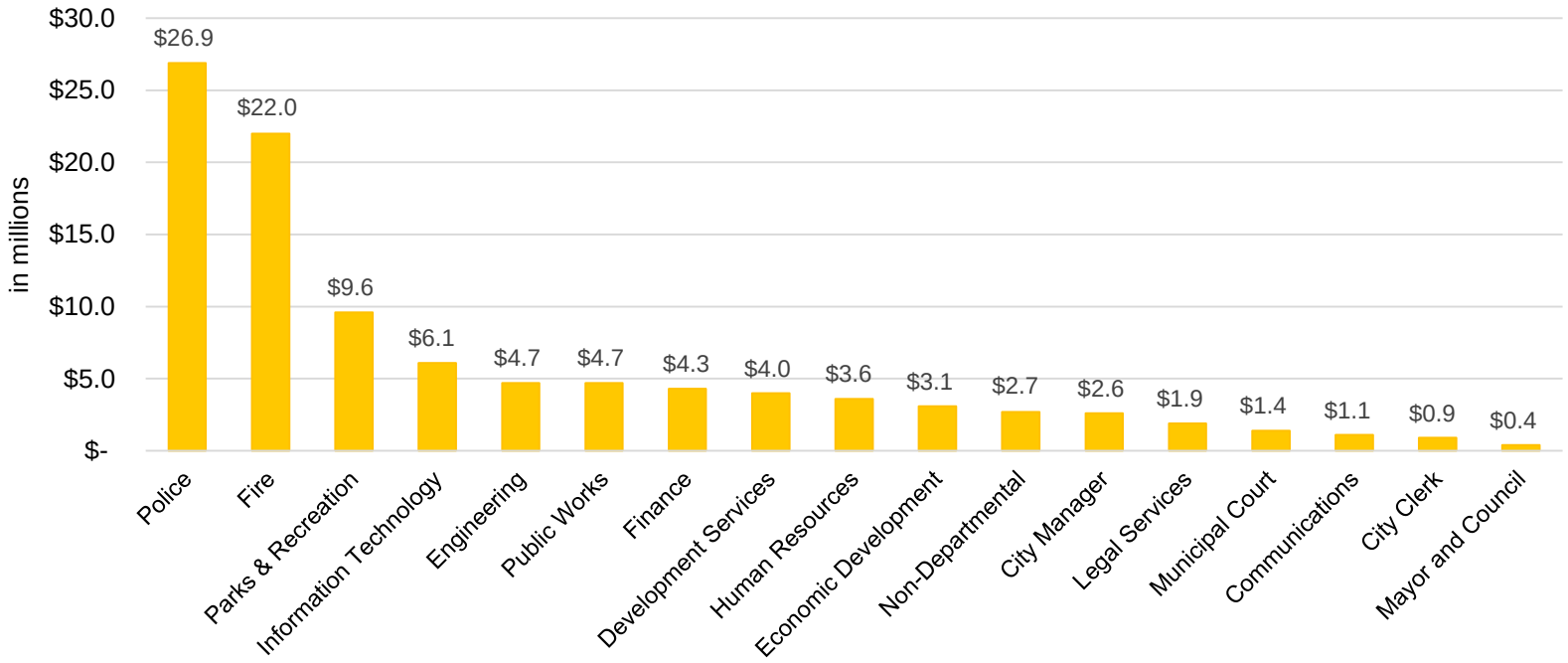
WHERE THE MONEY GOES



*Includes carryover portion

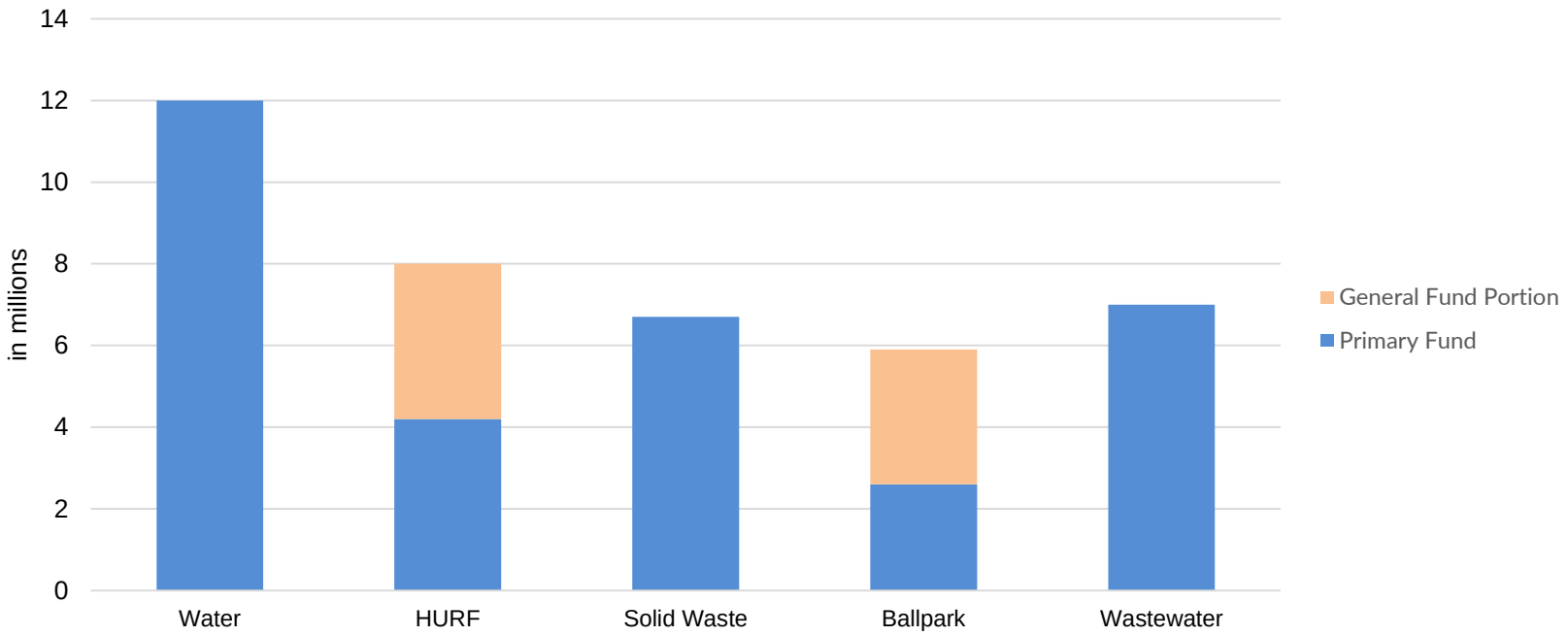
FY2020 Day-to-Day Operating Budget

GENERAL FUND ONLY BY DEPARTMENT - $100 MILLION



FY2020 Day-to-Day Operating Budget

OTHER OPERATING FUNDS



Changes To City Manager's Recommended Budget

OPERATING BUDGET

- Additions
  - Supervisor one-time position in Court *(4/15/2019 feedback)*
  - Bullard Wash grass and maintenance *(Civic Square related)*
    - McDowell to Virginia; Over seed Monte Vista to McDowell only
  - One-time liability insurance rebate revenue added
- Removed electric charging station at GMC
  - FY2019 pilot project not fully implemented
  - Reconsider with Civic Square project timing
- Carryover of the cost allocation and user fee study

Changes To City Manager's Recommended Budget

CIP

- Combined two streets projects in error
- Change planned traffic signals due to development
  - Eliminate carryover of Perryville & Indian School
  - Add Camelback and Sarival
- Revise city hall repairs to only most essential; savings to Civic Square reserve
- Update carryovers
  - Actual to-date FY2019 spending update
  - Miscellaneous revisions (eliminate cost estimator carryover, missing carryovers)

FY2020 Tentative Budget Highlights

POSITIONS

- Adds 35.8 positions for a total of 679.8 *(corrected from 4/15/2019 City Manager's Proposed Budget for Fire part-time conversion to full-time noted in discussion)*
  - 639 full-time
  - 40.8 part-time full-time equivalents
- Salary and benefits
  - Fire represented – 5% step/lump sum & 1.5% market
  - Police represented – 5% step/lump sum & 2.5% market for police officer rank
  - All other employee groups – 4% merit/lump sum
  - No change in cost of health benefits to employee or city

FY2020 Tentative Budget Highlights

KEY ADDITIONS AND PROJECTS

- Positions
  - 6 sworn police positions for neighborhood, homeless outreach, and investigations
  - 4.8 police and fire support positions
  - 7 positions for development related
  - 6.8 positions for Enterprise fund operations
- Capital Projects
  - 2 fire stations
  - Recreation campus
  - Continue the surface water project

Capital Projects

- $100,000 or more
  - New facilities, remodel/expand existing
  - Infrastructure such as streets, water lines
  - Major technology systems
  - Studies supporting to developing capital projects
  - Including asset management: specialty vehicles, ROW
- All impact fee funded – restricted to capital

CIP Process

- Departments prepared scopes and initial cost estimates
  - Cost estimating service used
- Engineering, Budget and Procurement reviews
- Executive Team reviews

Capital Project Timelines

- Identified by departments
- Review and recommendations by Budget, Engineering, Procurement, Executive Team
- Project Planned Completion
  - Project operational date
  - Some are ongoing such as reimbursements
  - Debt service, payments, bi-annual audit

Capital Project Timelines

SAMPLING OF PROJECTS TO EXPLAIN FORMAT

Timeline Phases:

- Pre-Scope and/or Study
- Land
- Design
- Construction
- FFE, Others

Project Number	Project Name	Project Planned Completion	QUARTER																			
			FY2020				FY2021				FY2022				FY2023				FY2024			
			1st	2nd	3rd	4th	1st	2nd	3rd	4th	1st	2nd	3rd	4th	1st	2nd	3rd	4th	1st	2nd	3rd	4th
C5000002	Recreation Campus - Recreation Center	5/2021																				
C50BP007	Goodyear Ballpark HVAC	5/2024																				
C4100001	Bullard Tech Corridor	10/2022																				
C4200029	Estrella Parkway/PebbleCreek Parkway and I-10 Interchange	6/2023																				
C60WA023	Adaman Well Loan Payoff	One payment																				

Key FY2020 Projects

Project Number	Project Name	Project Planned Completion	QUARTER																			
			FY2020				FY2021				FY2022				FY2023				FY2024			
			1st	2nd	3rd	4th	1st	2nd	3rd	4th	1st	2nd	3rd	4th	1st	2nd	3rd	4th	1st	2nd	3rd	4th
C5000002	Recreation Campus - Recreation Center	5/2021																				
C3000004	Fire Station 181 Replacement	3/2021																				
C3000003	EMR Fire Station 186 with Apparatus	12/2020																				
C4200020	Civic Square	6/2022																				
C60WA001	Site 12 Improvements and Increased Capacity	12/2019																				
C60WA003	Surface Water Project	12/2021																				
C60WW001	Goodyear WRF Expansion and Site Improvements	12/2019																				

Next Steps

- May & June Publications
  - Truth in Taxation ads and press release (5/24 and 5/31)
  - Budget publications (5/29 & 6/5)
- June 10
  - Budget adoption and Truth in Taxation public hearing
  - Adopt budget
- June 24
  - Adopt property tax levy

Recommend Approval of Tentative Budget in Amount of $514 Million

Resolution 2019-1925