A photograph of a garden scene. In the foreground, there are numerous small white daisies with yellow centers. Behind them, there are several tall, thin-stemmed plants with small blue flowers. In the background, a light-colored building with a dark base is visible. The overall scene is a lush garden setting.

**FY2021 Final Budget Adoption
and
Truth In Taxation
June 22, 2020**

Agenda for Public Hearing & Final Budget Adoption



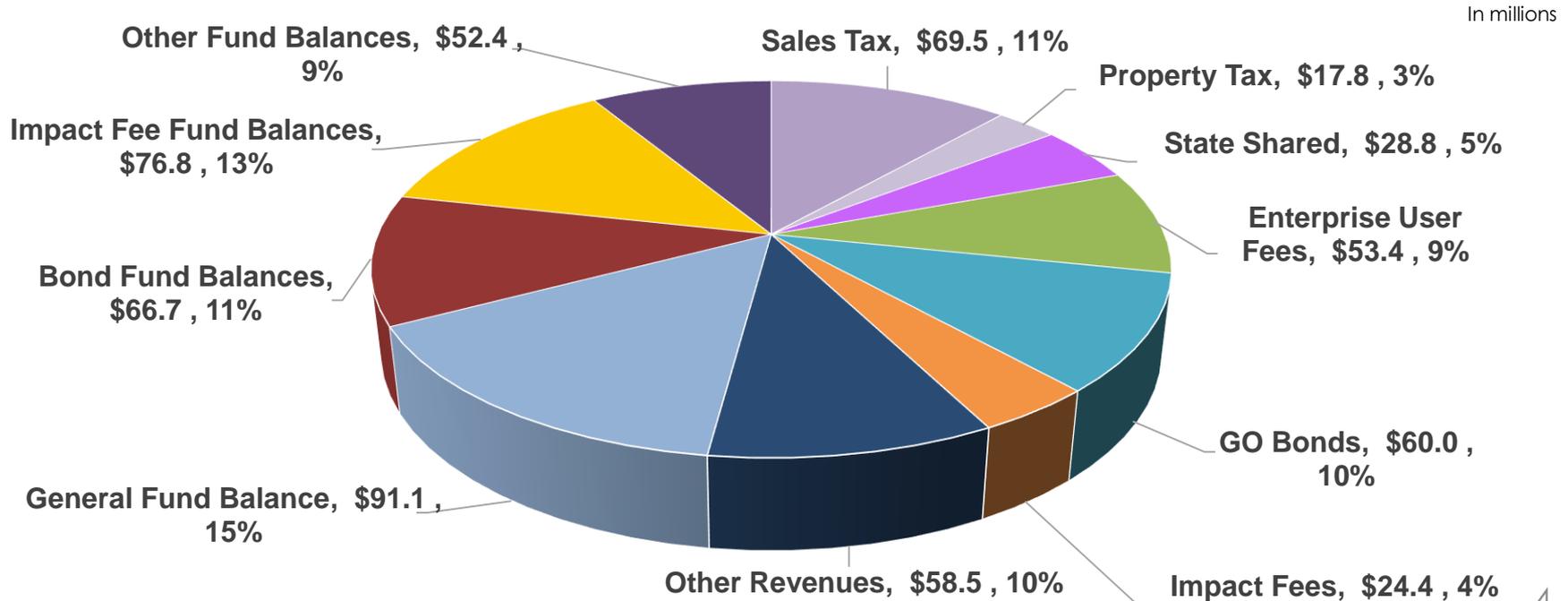
- Open Public Hearing for Final FY2021 Budget & Truth In Taxation
 - Staff Presentation
 - Public Comment
- Close Public Hearing
- Approve Truth in Taxation Increase of \$207,437
- Convene Special Meeting to Approve FY2021 Budget
 - Approve Resolution 2020-2036 Adopting the \$599,405,700 Budget
- Close Special Meeting

FY2021 Budget Overview

FY2021 All Funds Budget – Where the Money Comes From



\$599.4 MILLION

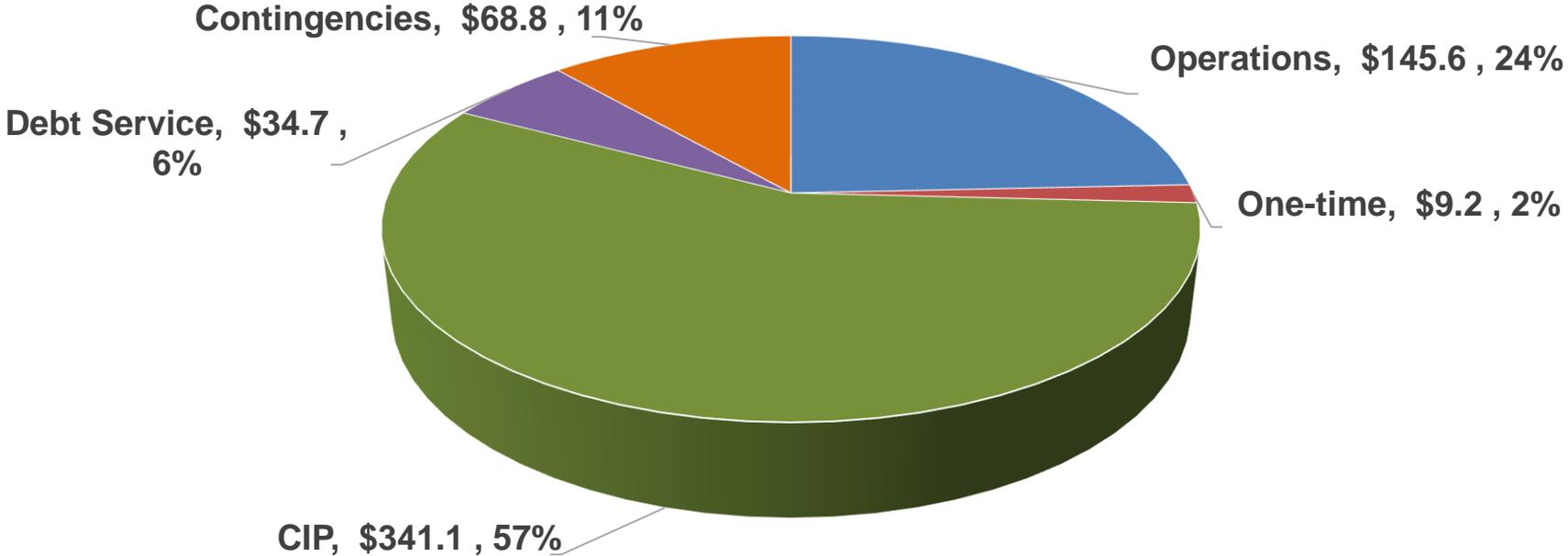


FY2021 All Funds Budget – Where the Money Goes



\$599.4 MILLION

In millions



Budget Highlights



OPERATING BUDGET

- Base budget is maintained
 - No positions eliminated
 - All existing programs continue
- Salary and benefit increases included
 - Represented police and fire per MOUs
 - Non-represented 2.5%
- New capital project operating costs added
 - Recreation campus
 - Fire Stations 181 and 186
 - Water and Wastewater

Budget Highlights



OPERATING BUDGET

- Obligations and must do items included
- Growth is supported
 - Anticipate mid-year adds for development support areas
- General Fund Special Contingency of \$17.1M is available to fund mid-year budget additions
 - Pending better understanding of pandemic impacts to revenue streams

Position Changes from FY2020



	Full-time	Part-time FTEs	Total
FY2020	640	40.8	680.8
▪ Recreation Campus-Parks*	12	5.4	16.4
▪ Recreation Campus-Public Works	1	-	1.0
▪ Convert 6 Part-time to Full-Time in Parks	6	(6.0)	-
▪ Water	3	-	3.0
▪ Wastewater	5	-	5.0
FY2021 Total	667	40.2	706.2

Budget Highlights



FIVE-YEAR CAPITAL IMPROVEMENT PROGRAM CONTINUES

- Ongoing projects
 - Recreation campus
 - 2 fire stations
 - Surface water project
 - Civic Square
- New project starts
 - Design of police ops expansion
 - Design of new fire station in west Goodyear
 - Convert street lighting to LED
 - Acquire land and design Bullard Ave landscaping and branding enhancements

Truth In Taxation

Financial Policies



PROPERTY TAX RELATED

- Maintain a diverse, stable revenue system
- Levy maximum allowable Primary
 - Supports ongoing, day-to-day operations
- Maximum combined property tax rate - \$1.74
 - Secondary property tax supported voter approved bond debt is limited

Truth In Taxation



- State Constitution limits annual increase to no more than 2%
- State Statute requires Truth In Taxation process to increase levy by any amount other than new properties/construction
- Truth in Taxation amount - \$ 207,437

Primary Property Tax Levy Increase



	Assessed Valuation	Rate*	Levy	% of Total
FY2020 Levy	\$ 919,806,567	1.0619	\$ 9,767,426	
FY2021 - Prior Year	\$ 919,806,567	1.0128	\$ 9,315,801	88%
FY2021 - Appreciation of 4.9%	44,614,142	1.0128	451,852	4%
FY2021 - New Construction	62,497,022	1.0128	632,970	6%
	<u>\$ 1,026,917,731</u>			
Maximize to 2% Growth	\$ 1,026,917,731	0.0202	\$ 207,437	2%
Total FY2021 Levy		<u>1.0330</u>	<u>\$ 10,608,060</u>	

*Per \$100 of Assessed Valuation

Property Tax Rates and Levies – Known Tax Base



RATES ARE PER \$100 OF ASSESSED VALUATION

	FY2020 Levy	FY2020 Rate	FY2021 Levy	FY2021 Rate
PRIMARY General Fund Ongoing	\$ 9,767,426	\$ 1.0619	\$ 10,608,060	\$ 1.0330
SECONDARY GO Bond Debt Service	\$ 6,175,100	\$ 0.6713	\$ 7,193,200	\$ 0.7005
TOTALS	\$ 15,942,526	\$ 1.7332	\$ 17,801,260	\$ 1.7335

Property Tax on Residence



AVERAGE RESIDENTIAL PROPERTY

	<u>Assessed Valuation</u>		<u>City of Goodyear Property Tax</u>		
	<u>Market Based</u>	<u>Tax Base</u>	<u>Primary</u>	<u>Secondary</u>	<u>Total</u>
FY2021	\$ 252,700	\$ 191,590	\$ 197.91	\$ 134.15	\$ 332.12
FY2020	\$ 237,800	\$ 182,467	\$ 193.76	\$ 122.49	\$ 316.25
Amount Change	\$ 14,900	\$ 9,123	\$ 4.15	\$ 11.72	\$ 15.87
% Change	6.3%	5.0%	2.1%	9.6%	5.0%

Outreach and Notification Steps



- Budget Overview added to website
 - June 9
- Truth in Taxation (statutory requirements)
 - June 5 - Press Release; Newspaper Ad
 - June 12 - Newspaper Ad
- Budget Schedules (statutory requirements)
 - June 12 - Newspaper; Library; City Clerk; Website
 - June 17 - Newspaper

Actions for Today



- Take public comment on FY2021 Truth in Taxation and Budget
- Close Public Hearing
- Approve Truth in Taxation Increase of \$207,437 by Roll Call Vote
- Convene a Special Meeting
 - Approve Resolution 2020-2036 adopting the FY2021 budget of \$599,405,700