



Board of Supervisors Memorandum

June 21, 2016

**Fiscal Year 2016/17 County Library District, Debt Service Fund, Improvement Districts,
Regional Flood Control District and Stadium District Final Budget Adoption**

Background

I submitted the Fiscal Year (FY) 2016/17 Recommended Budget to the Board of Supervisors on April 29, 2016. At the scheduled Board meeting on May 24, 2016, the Board tentatively adopted the FY 2016/17 budgets for the County Library, the Regional Flood Control District and the Stadium District. The Board also tentatively adopted the budgets for the Debt Service Fund and Improvement Districts. The actions taken by the Board on this date set in motion the following:

1. The required advertising of the tentative adopted budgets and property tax rates for these funds and districts;
2. The required Truth in Taxation Hearings advertising for the County Free Library and Regional Flood Control Districts Secondary Property Tax Rates, and;
3. Setting the date of the Final Budget Adoption for these districts and funds as June 21, 2016.

My original budget recommendations for these districts and funds were included in my April 29, 2016 – *Transmittal of the Recommended Fiscal Year 2016/17 Budget* memorandum. My recommendations for these districts and funds were unchanged in my May 24, 2016 – *Tentative Budget Adoption: Fiscal Year 2016/17* memorandum to the Board.

The Board of Supervisors, in a two-to-two vote, failed to tentatively adopt the overall Pima County Tentative Budget for FY 2016/17 at the May 24, 2016 Board meeting. As required by Board rules, a tiebreaking vote was held at the June 7, 2016 Board meeting based on my modified overall tentative budget recommendations for FY 2016/17. These modifications reflected the positive impacts of the County prevailing in its recent litigation with the State of Arizona. The Board passed a further modified version of this tentative budget by a vote of four-to-one. As a result of the overall tentative budget being adopted on this later date, final adoption of the overall County budget is scheduled for the Board meeting of July 5, 2016 after the required advertising is completed.

Recommendation

I recommend the Board of Supervisors adopt the FY 2016/17 final budget amounts and tax rates for the County Library District, Debt Service Fund, Improvement Districts, the Regional

The Honorable Chair and Members, Pima County Board of Supervisors
Re: **Fiscal Year 2016/17 County Library District, Debt Service Fund, Improvement Districts,
Regional Flood Control District and Stadium District Final Budget Adoption**

June 21, 2016

Page 2

Flood Control District and the Stadium District as set forth in the table below. These amounts and property tax rates are the same as those resulting from the Board's action at the adoption of the Tentative Budget for these districts and funds on May 24, 2016 and are reflected in the attached Arizona Auditor General prescribed schedules.

Fiscal Year 2016/17 Budget	Budget	Tax Rate
County Free Library District	42,166,526	0.5153
Improvement Districts	See Schedule B	
Regional Flood Control District	17,652,430	0.3335
Debt Service	115,455,401	0.7000
Stadium District	5,398,439	-----

Respectfully submitted,



C.H. Huckelberry
County Administrator

CHH/mjk – June 13, 2016

Attachments

- c: John Bernal, Deputy County Administrator for Public Works
Jan Leshner, Deputy County Administrator for Community and Health Services
Tom Burke, Deputy County Administrator for Administration
Keith Dommer, Director, Finance and Risk Management Department
Robert W. Johnson, Budget Manager, Finance and Risk Management

PIMA COUNTY
Summary Schedule of Estimated Revenues and Expenditures/Expenses
Fiscal Year 2016/2017
Adopted Budget

This Schedule represents the Tentative Adopted Budgets for the County Free Library, Regional Flood Control, Stadium District, and Debt Service.

Fiscal Year	S c h	FUNDS						
		General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Enterprise Funds Available	Total Funds	
2016	Adopted/Adjusted Budgeted Expenditures/Expenses*	E	0	64,583,755	110,820,702	0	0	175,404,457
2016	Actual Expenditures/Expenses**	E	0	63,179,290	109,553,823	0	0	172,733,113
2017	Fund Balance/Net Position at July 1***		0	7,739,812	5,412,494	0	0	13,152,306
2017	Primary Property Tax Revenue	B	0					0
2017	Secondary Property Tax Revenue	B		63,258,168	54,189,900			117,448,068
2017	Estimated revenues Other than Property Taxes	C	0	6,106,857	95,000	0	0	6,201,857
2017	Other Financing Sources	D				0	0	0
2017	Interfund Transfers In	D	0	4,684,870	60,560,548	0	0	65,245,418
2017	Interfund Transfers Out	D	0	12,600,078	0	0	0	12,600,078
2017	Total Financial Resources Available		0	69,189,629	120,257,942	0	0	189,447,571
2017	Budgeted Expenditures/Expenses	E	0	65,217,395	115,455,401	0	0	180,672,796

* Includes Expenditures/Expenses Adjustments Approved in the current year from Schedule E.

** Actual revenues and expenses as of February 29, 2016 plus projected revenues and expenditures/expenses for the remainder of the fiscal year.

*** Amounts on this line represent Fund Balance/Net Position amounts except for amounts not in spendable form (e.g., prepaids and inventories) or legally or contractually required to be maintained intact (e.g., principal of a permanent fund).

PIMA COUNTY
SUMMARY OF TAX LEVY AND TAX RATE INFORMATION
Fiscal Year 2016/2017

	2015/2016 FISCAL YEAR	2016/2017 FISCAL YEAR
Maximum allowable primary property tax levy per A.R.S. §42-17051 (A).	\$ 388,684,128	\$ 403,935,779
Amount received from primary property taxation in fiscal year 2015/16 in excess of the sum of that year's maximum allowable primary property tax levy A.R.S. §42-17102 (A) (18).	\$ -	
Property Tax Levy Amount		
Primary Property Taxes	\$ 334,358,574	To Be Determined
Secondary Property Taxes		
General Fund-Override election	\$ -	\$ -
Debt Service	\$ 53,342,526	\$ 54,716,898
Flood Control District	\$ 21,685,425	\$ 23,643,348
Library District	\$ 39,267,720	\$ 40,279,454
Fire Assistance District	\$ 3,558,709	\$ 3,650,399
Total Secondary Property Taxes	\$ 117,854,380	\$ 122,290,099
Total Property Tax Levy Amounts	\$ 452,212,954	To Be Determined
Property taxes collected *		
Primary Property Taxes		
2015/16 year's levy	\$ 322,221,319	
Prior years' levy	\$ 6,624,300	
Total Primary Property Taxes	\$ 328,845,619	
Secondary property taxes		
2015/16 year's levy	\$ 113,517,095	
Prior years' levy	\$ 1,641,730	
Total Secondary Property Taxes	\$ 115,158,825	
Total Property Taxes Collected	\$ 444,004,444	
Property Tax Rates		
County Tax Rate		
Primary property tax rate	\$ 4.3877	To Be Determined
Secondary Property Tax Rates		
General Fund-Override election	\$ -	\$ -
Debt Service	\$ 0.7000	\$ 0.7000
Flood Control District	\$ 0.3135	\$ 0.3335
Library District	\$ 0.5153	\$ 0.5153
Fire District Assistance	\$ 0.0467	\$ 0.0467
Total Secondary Property Taxes	\$ 1.5755	\$ 1.5955
Total County Tax Rate	\$ 5.9632	To Be Determined
Special Assessment district tax rates		
Secondary property tax rates	See Second Page	See Second Page

* Includes actual property taxes collected as of the date the proposed budget was prepared plus estimated property tax for the remainder of the fiscal year.

PIMA COUNTY
SUMMARY OF TAX LEVY AND TAX RATE INFORMATION (Continued)
Fiscal Year 2016/2017

	<u>2015/2016</u> <u>FISCAL YEAR</u>	<u>2016/2017</u> <u>FISCAL YEAR</u>
Special Assessment District Tax Rates		
Secondary Property Tax Rates <small>(Continued)</small>		
Street Lighting Improvement Districts		
Cardinal Est.	\$ 1.0188	\$ 0.9768
Carriage Hills Est. No. 1	\$ 0.1702	\$ 0.1633
Carriage Hills Est. No. 3	\$ 0.1385	\$ 0.1335
Desert Steppes	\$ 0.1418	\$ 0.1373
Hermosa Hills Estates	\$ 0.0813	\$ 0.0794
Lakeside #1	\$ 0.1762	\$ 0.1814
Littletown	\$ 1.4225	\$ 1.2187
Longview Est. #1	\$ 0.1916	\$ 0.1858
Longview Est. #2	\$ 0.1830	\$ 0.1768
Mañana Grande B	\$ 0.1756	\$ 0.1704
Mañana Grande C	\$ 0.2298	\$ 0.2211
Midvale Park	\$ 0.1085	\$ 0.1388
Mortimore Addition	\$ 0.5951	\$ 0.4247
Oaktree No. 1	\$ 1.5328	\$ 1.8343
Oaktree No. 2	\$ 1.7545	\$ 2.0806
Oaktree No. 3	\$ 1.7671	\$ 1.9494
Orange Grove Valley	\$ 0.2695	\$ 0.2810
Peach Valley	\$ 0.4380	\$ 0.3965
Peppertree Ranch	\$ 0.0578	\$ 0.0676
Rolling Hills	\$ 0.1412	\$ 0.1373
Salida Del Sol	\$ 1.7407	\$ 1.4837
Other Improvement District		
Hayhook Ranch Improvement District	\$ 6.6303	\$ 6.4319

PIMA COUNTY
SUMMARY OF REVENUES BY FUND AND CATEGORY
FISCAL YEAR 2016/2017

SOURCE OF REVENUES	ADOPTED REVENUES 2015/2016	ESTIMATED REVENUES 2015/2016 *	ADOPTED REVENUES 2016/2017
This Schedule represents the Tentative Adopted Budgets for the County Free Library, Regional Flood Control, Stadium District, and Debt Service.			
SPECIAL REVENUE FUNDS			
COUNTY FREE LIBRARY			
Property Taxes	38,728,388	38,539,117	39,877,071
Intergovernmental	640,000	85,000	313,900
Fines & Forfeits	600,000	500,000	600,000
Charges for Services	520,000	267,756	900,000
Investment Earnings	25,000	35,000	25,000
Miscellaneous	555,000	515,000	450,000
TOTAL COUNTY FREE LIBRARY	41,068,388	39,941,873	42,165,971
REGIONAL FLOOD CONTROL DISTRICT			
Property Taxes	21,426,065	21,298,465	23,381,097
Licenses and Permits	1,100	1,100	1,100
Intergovernmental	310,500	45,000	239,970
Charges for Services	1,070,000	170,000	1,070,000
Investment Earnings	25,045	25,045	19,767
Miscellaneous	55,345	84,484	58,845
TOTAL REGIONAL FLOOD CONTROL DISTRICT	22,888,055	21,624,094	24,770,779
STADIUM DISTRICT			
Intergovernmental	1,563,000	1,563,000	1,620,000
Charges for Services	931,162	904,486	803,275
Investment Earnings	10,000	5,000	5,000
Miscellaneous	0	3,292	0
TOTAL STADIUM DISTRICT	2,504,162	2,475,778	2,428,275
TOTAL SPECIAL REVENUE FUNDS	66,460,605	64,041,745	69,365,025
DEBT SERVICE			
Property Taxes	52,855,727	51,825,272	54,189,900
Investment Earnings	0	61,065	95,000
Miscellaneous	0	43,289	0
TOTAL DEBT SERVICE	52,855,727	51,929,626	54,284,900
GRAND TOTAL ALL FUNDS	119,316,332	115,971,371	123,649,925

*These amounts include actual revenues recognized on the modified accrual or accrual basis as of February 29, 2016 plus projected revenues for the remainder of the fiscal year.

PIMA COUNTY
SUMMARY OF OTHER FINANCING SOURCES AND INTERFUND TRANSFERS
FISCAL YEAR 2016/2017

FUND/DEPARTMENT	PROCEEDS FROM OTHER FINANCING SOURCES	INTERFUND TRANSFERS	
	2016/17	IN	OUT
<p>This Schedule represents the Tentative Adopted Budgets for the County Free Library, Regional Flood Control, Stadium District and Debt Service. Offsetting Interfund Transfers outside of these funds are still pending and are shown for information purposes only.</p>			
<u>General Fund</u>			
Debt Service - COPs 2007			2,910,150
Debt Service - COPs Jail Facility			2,856,000
Debt Service - COPs 2010			1,676,752
Debt Service - COPs 2013			417,625
Debt Service - COPs 2014			4,367,616
Debt Service - COPs 2016			1,351,617
Regional Flood Control District - Tucson Clean & Beautiful		20,000	
Stadium District - Ball Fields Maintenance			1,058,002
Stadium District - Debt Service		2,856,000	
Stadium District - General Fund Support			1,177,931
Stadium District - Hotel Tax Proceeds			2,180,760
Total General Fund	<u>0</u>	<u>2,876,000</u>	<u>17,996,453</u>
<u>Special Revenue Funds</u>			
County Free Library			
Capital Projects - Flowing Wells			1,200,000
Capital Projects - IT			750,000
Capital Projects - SE Library			500,000
Debt Service - COPs 2010			98,916
Total County Free Library		<u>0</u>	<u>2,548,916</u>
Health			
Debt Service - COPs 2010			57,672
Debt Service - COPs 2010 - PACC			19,527
Total Health		<u>0</u>	<u>77,199</u>
Parks Special Programs			
Regional Flood Control - Native Plants Nursery		10,000	
Total Parks Special Programs		<u>10,000</u>	<u>0</u>
Regional Flood Control			
Capital Projects			6,863,964
Debt Service - COPs 2010			77,568
General Fund - Tucson Clean & Beautiful			20,000
Parks-Spec Progs - Native Plants Nursery			10,000
Regional Flood Control Grants - County Match			22,501
Regional Wastewater Reclamation - Reclaimed Water		10,775	
Stadium District KERP			189,602
Total Regional Flood Control		<u>10,775</u>	<u>7,183,635</u>
Regional Flood Control Grants			
Regional Flood Control - County Match		22,501	

PIMA COUNTY
SUMMARY OF OTHER FINANCING SOURCES AND INTERFUND TRANSFERS
FISCAL YEAR 2016/2017

FUND/DEPARTMENT	PROCEEDS FROM OTHER FINANCING SOURCES	INTERFUND TRANSFERS	
	2016/17	IN	OUT
This Schedule represents the Tentative Adopted Budgets for the County Free Library, Regional Flood Control, Stadium District and Debt Service. Offsetting Interfund Transfers outside of these funds are still pending and are shown for information purposes only.			
Transportation			
Debt Service - COPs 2010			241,190
Debt Service - Transportation Bonds			18,983,109
Total Transportation		0	19,224,299
Stadium District			
Debt Service - COPs 2010			11,527
General Fund - Ball Fields Maintenance		1,058,002	
General Fund - Debt Service			2,856,000
General Fund - Hotel Tax Proceeds		2,180,760	
General Fund - General Fund Support		1,177,931	
Regional Wastewater Reclamation - Reclaimed Water		35,299	
Regional Flood Control - KERP		189,602	
Total Stadium District		4,641,594	2,867,527
Total Special Revenue Funds	0	4,684,870	31,901,576
Capital Projects			
County Free Library - Flowing Wells		1,200,000	
County Free Library - IT		750,000	
Capital Projects - SE Library		500,000	
Regional Flood Control - Capital Projects		6,863,964	
Total Capital Projects	0	9,313,964	0
Debt Service			
General Fund - COPs 2007		2,910,150	
County Free Library - COPs 2010		98,916	
Development Services - COPs 2010		15,955	
Fleet Services - COPs 2010		41,452	
General Fund - COPs 2010		1,676,752	
Health - COPs 2010		57,672	
Health - PACC COPs 2010		19,527	
Parking Garages - COPs 2010		7,266	
Regional Flood Control - COPs 2010		77,568	
Regional Wastewater - COPs 2010		443,284	
Risk Management - COPs 2010		26,568	
Stadium District - COPs 2010		11,527	
Telecommunications - COPs 2010		16,720	
Transportation - COPs 2010		241,190	
Fleet Services - COPs 2013		2,447,000	
General Fund - COPs 2013		417,625	
General Fund - COPs 2014		4,367,616	
Parking Garages - COPs 2014		634,184	
Regional Wastewater - COPS 2015		16,505,050	
Regional Wastewater - COPS 2016		7,353,800	

PIMA COUNTY
SUMMARY OF OTHER FINANCING SOURCES AND INTERFUND TRANSFERS
FISCAL YEAR 2016/2017

FUND/DEPARTMENT	PROCEEDS FROM OTHER FINANCING SOURCES 2016/17	INTERFUND TRANSFERS 2016/17	
		IN	OUT
This Schedule represents the Tentative Adopted Budgets for the County Free Library, Regional Flood Control, Stadium District and Debt Service. Offsetting Interfund Transfers outside of these funds are still pending and are shown for information purposes only.			
General Fund - COPs 2016		1,351,617	
General Fund - COPs Jail Facility		2,856,000	
Transportation - Transportation Bonds		18,983,109	
Total Debt Service	0	60,560,548	0
<u>Enterprise Funds</u>			
Development Services			
Debt Service - COPs 2010			15,955
Total Development Services		0	15,955
Parking Garages			
Debt Service - COPs 2010			7,266
Debt Service - COPs 2014			634,184
Total Parking Garages		0	641,450
Regional Wastewater Reclamation			
Parks Special Programs - Reclaimed Water			
Regional Flood Control - Reclaimed Water			10,775
Stadium District - Reclaimed Water			35,299
Debt Service - COPs 2015			16,505,050
Debt Service - COPs 2016			7,353,800
Debt Service - COPs 2010			443,284
Total Regional Wastewater Reclamation	0	0	24,348,208
Total Enterprise Funds	0	0	25,005,613
Grand Total	0	77,435,382	74,903,642
THE FOLLOWING IS PROVIDED FOR INFORMATIONAL PURPOSES ONLY			
Internal Service Funds			
Fleet Services			
Capital Projects - Mission Road Fuel Island			
COPs 2013			2,447,000
COPs 2010 Debt Service			41,452
Total Fleet Services		0	2,488,452
Risk Management			
Debt Service - COPs 2010			26,568
Total Risk Management		0	26,568
Telecommunications - COPs 2010 Debt Service			16,720
Total Internal Service Funds	0	0	2,531,740

PIMA COUNTY
SUMMARY OF EXPENDITURES BY FUND AND DEPARTMENT
FISCAL YEAR 2016/2017

FUND/DEPARTMENT	ADOPTED EXPENDITURE/ EXPENSES 2015/2016	EXPENSE ADJUSTMENTS APPROVED 2015/2016	ESTIMATED EXPENDITURES/ EXPENSES 2015/2016*	ADOPTED EXPENDITURES/ EXPENSES 2016/2017
This Schedule represents the Tentative Adopted Budgets for the County Free Library, Regional Flood Control, Stadium District, and Debt Service.				
SPECIAL REVENUE FUNDS				
COMMUNITY RESOURCES				
COUNTY FREE LIBRARY	41,314,024	0	41,075,522	41,931,726
COUNTY FREE LIBRARY GRANTS	570,000	0	154,639	234,800
STADIUM DISTRICT	5,209,619	0	5,404,619	5,398,439
TOTAL COMMUNITY RESOURCES	47,093,643	0	46,634,780	47,564,965
PUBLIC WORKS				
REGIONAL FLOOD CONTROL DISTRICT	16,153,842	0	16,075,842	16,472,029
REGIONAL FLOOD CONTROL DISTRICT GRANTS	368,370	0	368,668	212,501
REGIONAL FLOOD CONTROL SPECIAL PROGRAMS	967,900	0	100,000	967,900
TOTAL PUBLIC WORKS	17,490,112	0	16,544,510	17,652,430
TOTAL SPECIAL REVENUE FUNDS	64,583,755	0	63,179,290	65,217,395
DEBT SERVICE FUND	110,820,702	0	109,553,823	115,455,401
GRAND TOTAL ALL FUNDS	175,404,457	0	172,733,113	180,672,796

* These amounts include actual expenditures/expenses recognized on the modified accrual or accrual basis as of February 29, 2016 plus projected expenditures/expenses for the remainder of the fiscal year.

PIMA COUNTY
SUMMARY BY FUNCTIONAL AREA AND DEPARTMENT OF EXPENDITURES/EXPENSES
FISCAL YEAR 2016/2017

FUNCTIONAL AREA/DEPARTMENT	ADOPTED EXPENDITURE/ EXPENSES 2015/2016	EXPENSE ADJUSTMENTS APPROVED 2015/2016	ESTIMATED EXPENDITURES/ EXPENSES 2015/2016*	ADOPTED EXPENDITURES/ EXPENSES 2016/2017
This Schedule represents the Tentative Adopted Budgets for the County Free Library, Regional Flood Control, Stadium District, and Debt Service.				
GENERAL GOVERNMENT SERVICES				
GENERAL GOVERNMENT SERVICES				
DEBT SERVICE FUND	110,820,702	0	109,553,823	115,455,401
TOTAL GENERAL GOVERNMENT SERVICES	<u>110,820,702</u>	<u>0</u>	<u>109,553,823</u>	<u>115,455,401</u>
TOTAL GENERAL GOVERNMENT SERVICES	<u>110,820,702</u>	<u>0</u>	<u>109,553,823</u>	<u>115,455,401</u>
COMMUNITY RESOURCES				
COUNTY FREE LIBRARY				
COUNTY FREE LIBRARY	41,314,024	0	41,075,522	41,931,726
COUNTY FREE LIBRARY GRANTS	570,000	0	154,639	234,800
TOTAL COUNTY FREE LIBRARY	<u>41,884,024</u>	<u>0</u>	<u>41,230,161</u>	<u>42,166,526</u>
STADIUM DISTRICT	5,209,619	0	5,404,619	5,398,439
TOTAL COMMUNITY RESOURCES	<u>47,093,643</u>	<u>0</u>	<u>46,634,780</u>	<u>47,564,965</u>
PUBLIC WORKS				
REGIONAL FLOOD CONTROL DISTRICT				
REGIONAL FLOOD CONTROL DISTRICT	16,153,842	0	16,075,842	16,472,029
REGIONAL FLOOD CONTROL DISTRICT SPEC PROGS	967,900	0	100,000	967,900
REGIONAL FLOOD CONTROL DISTRICT GRANTS	368,370	0	368,668	212,501
TOTAL REGIONAL FLOOD CONTROL DISTRICT	<u>17,490,112</u>	<u>0</u>	<u>16,544,510</u>	<u>17,652,430</u>
TOTAL PUBLIC WORKS	<u>17,490,112</u>	<u>0</u>	<u>16,544,510</u>	<u>17,652,430</u>
TOTAL ALL FUNCTIONAL AREAS	<u>175,404,457</u>	<u>0</u>	<u>172,733,113</u>	<u>180,672,796</u>

* These amounts include actual expenditures/expenses recognized on the modified accrual or accrual basis as of February 29, 2016 plus projected expenditures/expenses for the remainder of the fiscal year.

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

FUND/DEPARTMENT	Full-Time Equivalent (FTE) 2016/2017	Employees Salaries & Hourly Costs 2016/2017	Retirement Costs 2016/2017	Health care Costs 2016/2017	Other Benefit Costs 2016/2017	Total Estimated Personnel Compensation 2016/2017
This Schedule represents the Tentative Adopted Budgets for the County Free Library, Regional Flood Control, Stadium District, and Debt Service.						
SPECIAL REVENUE FUNDS						
COMMUNITY RESOURCES						
COUNTY FREE LIBRARY	388.92	14,673,995	1,358,158	2,228,852	1,222,700	19,483,705
STADIUM DISTRICT	42.00	1,578,607	147,838	304,585	175,036	2,206,066
TOTAL COMMUNITY RESOURCES	430.92	16,252,602	1,505,996	2,533,437	1,397,736	21,689,771
PUBLIC WORKS						
REGIONAL FLOOD CONTROL DISTRICT	59.00	3,984,831	452,613	561,772	390,606	5,389,822
TRANSPORTATION						
TOTAL PUBLIC WORKS	59.00	3,984,831	452,613	561,772	390,606	5,389,822
TOTAL SPECIAL REVENUE FUNDS	489.92	20,237,433	1,958,609	3,095,209	1,788,342	27,079,593
GRAND TOTAL ALL FUNDS	489.92	20,237,433	1,958,609	3,095,209	1,788,342	27,079,593