

Public Works: Department of Environmental Quality FY17/18

Requested operating department expenditures, revenues and operating transfers:

	FY16/17 BUDGET	FY 17/18 BUDGET	PERCENT CHANGE
ENVIRONMENTAL QUALITY FUND 2043			
Operating Expenditures	\$3,359,957	*\$3,500,657	+4.2
Operating Revenues	\$2,191,640	\$2,242,347	+2.3
Operating Transfers	\$680,470	**\$707,060	+3.9
FTEs	31	31	0.0
ENVIRONMENTAL QUALITY GRANTS FUND 2042			
Operating Expenditures	\$819,446	***\$1,289,360	+57.3
Operating Revenues	\$819,446	***\$1,289,124	+57.3
Operating Transfers	-	-	0.0
FTEs	8	8	0.0
TIRE FUND 2048			
Operating Expenditures	\$1,308,000	\$1,308,000	0.0
Operating Revenues	\$1,108,000	\$1,108,000	0.0
Operating Transfers	-	-	0.0
FTEs	-	-	0.0
SOLID WASTE FUND 1000			
Operating Expenditures	\$1,435,111	****\$1,361,280	-5.1
Operating Revenues	-	-	0.0
Operating Transfers	-	-	0.0
FTEs	3	3	0.0
TOTAL ENVIRONMENTAL QUALITY FTEs	42	42	0.0

*Environmental Quality Fund increased by \$140,700 due primarily to increase in ITD/ISF allocation, insurance, repair maintenance buildings and credit card fees with a partial offset of overhead expenses.

**The General Fund Subsidies include the Wildcat Dumping Program of \$250,515 and the Air Monitoring Program of \$456,545.

Subsidies increased for port charges, ITD/ISF allocation and insurance expenses.

***The Grant Fund increased by \$469,914 due to the anticipated award of the V2R2 Program, which is no longer planned and will not be needed.

****The Solid Waste Fund decreased by \$73,831 due to adjustments to port charges, ITD/ISF and benefits partially offset by an increase in salary adjustments.

Major programs and related services provided by the department:

- EQ Special Revenue Fund supports 18 units within five programs - G037-Administration; G038-Air; G039-Communications and Outreach; G040-Enforcement; and G041-Water and Waste.

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Preserve and protect the environment of Pima County for the long-term benefit of residents' health, welfare, safety, and quality of life. Identify and respond to environmental issues by providing services including monitoring, enforcement, information, and education for the protection of water, air, and land from pollutants.

- EQ Grants Special Revenue Fund supports three units within two programs - G038-Air; G039-Communications and Outreach.

Obtain grant funding for mandated and necessary services in the Environmental Quality Department. Administer grant programs and services in accordance with grant guidelines.

- Tire Program Management Special Revenue Fund supports one program – G183-Tire Recycling Program.

Oversee contract for the planning, management and operation of the Tire Recycling Program.

- Solid Waste General Fund supports one program – G272-Solid Waste Management.

The County owns four landfills: Ina Road, Tangerine, Sahuarita and Ajo. The County also owns transfer stations at Sahuarita, Ryan Field and Catalina as well as rural collection centers at Arivaca and Sasabe. These facilities are operated by the county's solid waste contractor, Tucson Recycling and Waste Services, under supervision by the County. Tasks include plan, manage, and perform solid waste operations, compliance, closure, temporary closure, and remediation activities. Comply with all environmental requirements. Remediation includes investigation, design, and construction for remedial activities associated with historic waste sites.

- Department expects to meet its goals of public health and the environmental protection.
- Mandates: Recycling and Waste Reduction; Title 49, Chapter 3: Air Quality, Article 1: General Provisions, 49-402: State and County Control; Article 3: County Air Pollution Control; and Pima County Code Title 7: Environmental Quality; Title 13: Public Services; Title 17: Air Quality Control; and ARS 49-107: Local Delegation of State Authority. Federal Regulations in Clean Air Act. SW General Fund - ARS 49-701-49-881, administrative rules R18-13-201 through R18-13-2703, 40 CFR 258.1 through 258.75, Appendix I, Appendix II to Part 258 and ARS 49 Chapter 3.

Significant changes in the requested FY2017/18 budget versus the FY 2016/17 adopted budget:

Environmental Quality Special Revenue Funds

- Requested expenditures are up \$501,986 primarily due to the Voluntary Vehicle Repair Grant Program; however, funding will not be necessary, as Arizona Department of Environmental Quality will be administering the program.

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- The Wildcat Dumping Program budget increased \$5,000 to \$250,500; funding coming from the General Fund. Subsidies increased for port charges, ITD/ISF allocation and insurance expenses.
- The budget includes \$1,094,322 for Interdepartmental Charges from County Overhead, Development Services, PC Attorney's Office, Lobbyists, Ports, ITD Leasing, Rent, Motor Pool, and Self Insurance. This reflects an increase of \$124,173 from FY16/17.
- The Tire Fund requested budget includes \$1,113,025 for payments to CRM of America to operate the Waste Tire Collection Facility and the transport and recycling of the waste tires. This allocation includes a 5% inflator for possible FY18 increase. The FY17 increase was 4.71% over prior year.

Environmental Quality General Fund

- Requested expenditures are down \$73,831 mainly due to ITD ISF charges for Server and Storage being budgeting in Environmental Quality Operations fund vs. the General Fund.
- TRWS has proposed modifications of the currently approved fee ordinance beginning July 1, 2017. The proposal consists of the elimination of planned facility entry fees increases.

Major budget issues the department is facing in FY 2017/18:

- **Anticipated difficulties with revenues/reimbursements**

There are no anticipated difficulties with revenues or reimbursements.

Overall, Permit Fee revenues are budgeted to remain stable, with a slight increase based on the FY 16/17 projected totals.

The Division's Federal and State grant funding for air quality monitoring plus pollution control activities are budgeted at \$1,289,360, relatively stable compared to current funding levels.

- **Identification of discretionary service areas and associated costs**

The FY 17/18 budget includes a vacation and sick payout contingency of \$53,000, which is approximately 50% of all retirement eligible costs.

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All discretionary spending categories (Supplies, Printing, and Travel) have been reduced to reflect minimum expenditure to meet minimum programmatic needs.

- **Ability to achieve expected service delivery with proposed budget**

PDEQ expects to meet its goals of public health and the environmental protection.

Any requests for supplemental funding over and above the base budget amount:

No supplemental funding requested have been submitted for Department of Environmental Quality.