



FY 2015/16 Town Manager's Recommended Budget

April 15, 2015

Town of Oro Valley

Overview

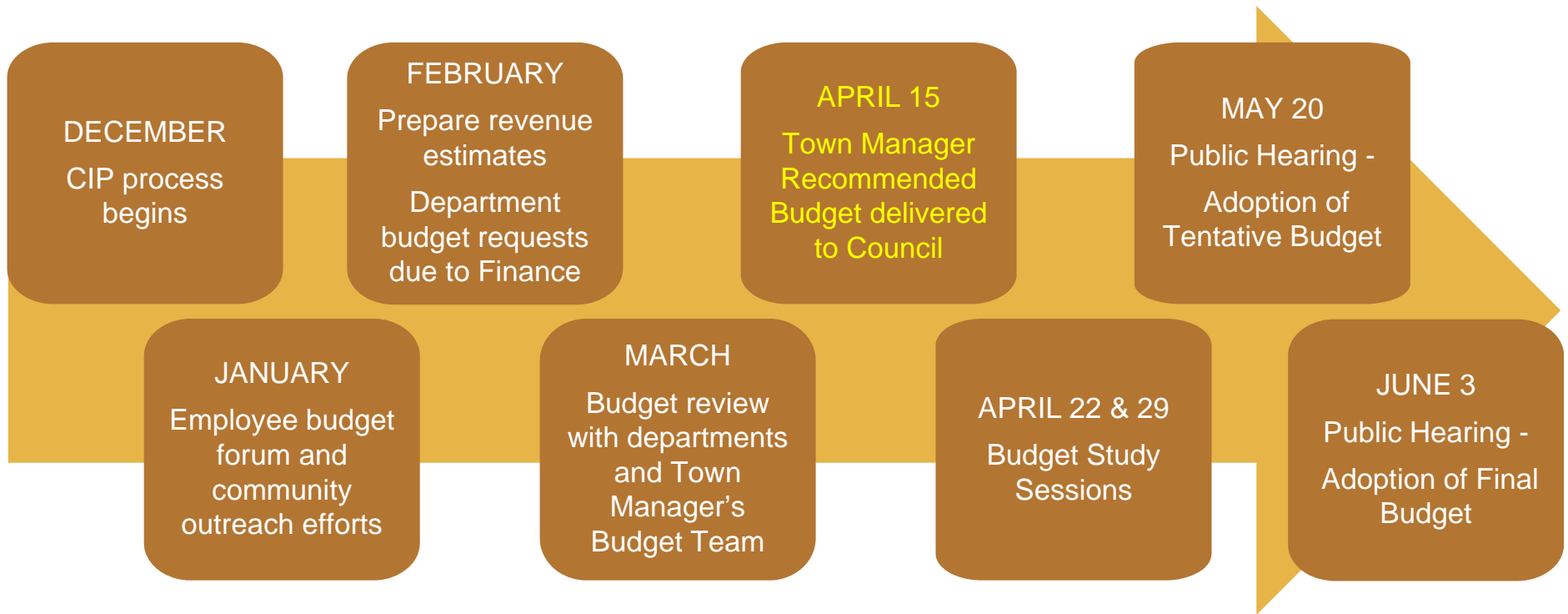
- ▶ Budget Timeline
- ▶ Budget Snapshot
- ▶ Strategic Plan Budget Focus Areas
- ▶ New Initiatives
- ▶ Financial Overview





Town of Oro Valley

Budget Timeline



FY 2015/16 Town Manager's Recommended Budget

Budget Snapshot

- ▶ Recommended Budget total = \$120,054,653
- ▶ \$13.0 million, or 12%, increase from Adopted FY 14/15 Budget
- ▶ Increase is due to the following:
 - ▶ \$8.4 million budget for new Community Center and Golf Fund
 - ▶ \$6.4 million increase in PAG and RTA-funded roadway projects
- ▶ General Fund surplus of \$295,000 and ending fund balance of \$10.2 million (31% of expenditures; policy is 25%)



Strategic Plan Budget Focus Areas

- ▶ 2015 Strategic Plan Focus Areas guided the development of the FY 2015/16 Recommended Budget
 - ▶ Fiscal Responsibility
 - ▶ Communication
 - ▶ Economic Development
 - ▶ Parks, Recreation and Cultural Development
 - ▶ Community Infrastructure and Services



Fiscal Responsibility



- ▶ Growth projections
 - ▶ 200 Single Family Residential (SFR) permits forecasted
 - ▶ Modest commercial activity growth
- ▶ \$295,000 General Fund surplus to increase contingency reserves
- ▶ Use of one-time revenues for one-time expenditures
- ▶ Transfer of \$1.9 million in one-time revenues from General Fund to the General Government CIP Fund for capital projects



Fiscal Responsibility (Continued)

- ▶ Continued vehicle and computer replacement program
 - ▶ Vehicle set-aside for future replacement - \$184,000
 - ▶ Vehicle replacement - \$703,000
 - ▶ Computer, server and mobile data computer replacements - \$263,000



Communication

- ▶ Oro Valley Vista – continued bi-monthly production
- ▶ Social media use to promote events, activities and provide general Town updates
- ▶ Coffee with a Cop, Adopt-A-Business, Citizens Police Academy programs
- ▶ General Plan update efforts continued
 - ▶ Town received Best Public Outreach General/Comprehensive Plan award from Arizona Chapter of the American Planning Association



Economic Development

- ▶ Visit Tucson funding capacity of \$215,000
- ▶ Oro Valley Chamber of Commerce funding of \$30,000
- ▶ Continued emphasis on bioscience and high-technology, business attraction and retention
- ▶ Special events and public/non-profit partnerships
 - ▶ Children's Museum Oro Valley - \$75,000
 - ▶ SAACA - \$32,300
 - ▶ Tohono Chul Park - \$10,000



Parks, Recreation and Cultural Development

- ▶ Community & Recreation Center
 - ▶ New fund included in the FY 15/16 Recommended Budget
 - ▶ \$8.1M in operational and capital expenditures
 - ▶ \$7.4M in revenues, including 0.5% dedicated sales tax revenues of \$2M
 - ▶ Requested staffing of 12.36 FTEs
 - ▶ \$120,000 transfer to the General Fund as first of ten annual loan repayments
- ▶ Steam Pump Ranch capital improvements - \$425,000



Parks, Recreation & Cultural Development (Cont.)

- ▶ Other park facility improvements totaling \$270,000 include the following:
 - ▶ Archery range improvements - \$15,000
 - ▶ Honeybee Canyon park signage - \$15,000
 - ▶ Large ramada at Naranja Park – \$40,000
 - ▶ Parking lot lighting at the Aquatic Center – \$200,000



Community Infrastructure and Services

- ▶ Four major PAG and RTA-Funded road widening projects
 - ▶ La Cholla, from Lambert to Tangerine (\$2M)
 - ▶ Tangerine, from La Cañada to Shannon (\$2.86M)
 - ▶ Lambert, from La Cañada to La Cholla (\$4.05M)
 - ▶ Naranja, from La Cholla to Shannon (\$2M)
- ▶ Pavement preservation program - \$1.35M
- ▶ Final year of advanced metering infrastructure (AMI) project in the Water Utility - \$1.8M



Community Infrastructure & Svcs (Continued)

- ▶ Police evidence facility - \$1.34M to begin design and possible construction
- ▶ Community & Recreation Center and golf course facility capital improvements - \$1.1M included for ADA, interior and exterior facility and golf course improvements
- ▶ Multi-use path along Palisades Rd - \$284,000 requested from RTA for funding



New Initiatives

- ▶ Overseeding of soccer fields - \$50,000 for Naranja and Riverfront Parks
- ▶ Pilot program to outsource park maintenance by replacing two, vacant, full-time parks maintenance positions with contract personnel
- ▶ Second Arizona Department of Corrections (ADC) crew proposed

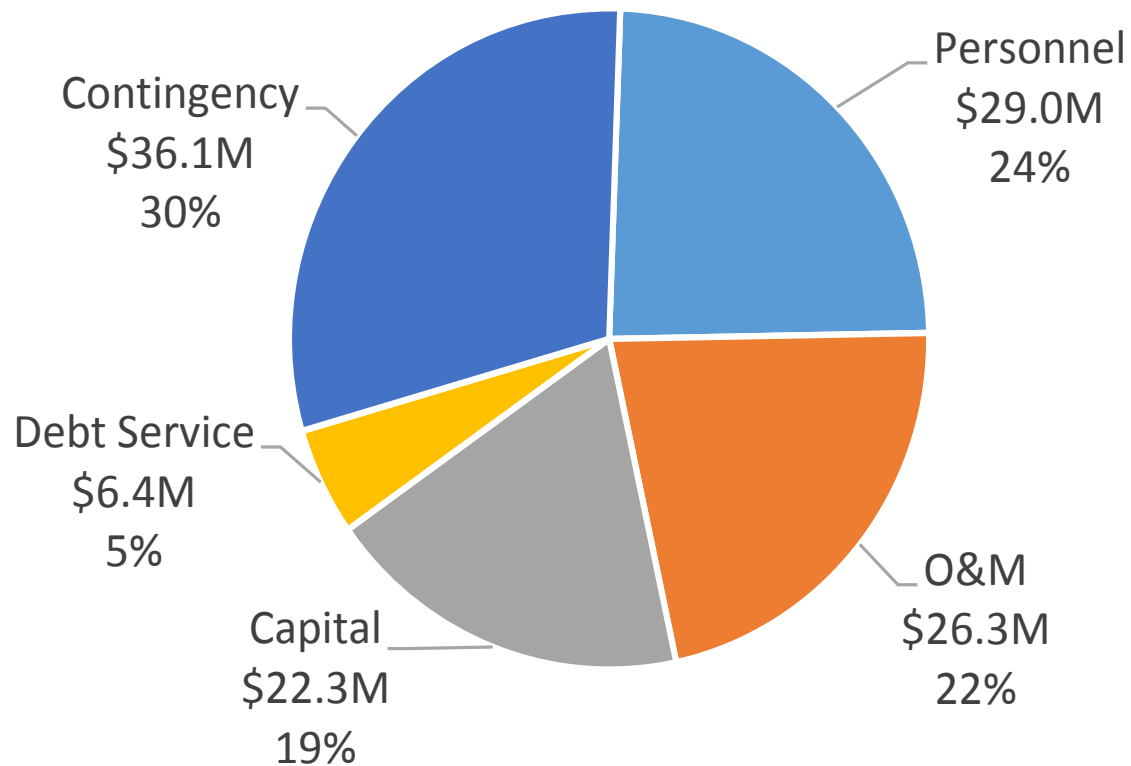




Financial Overview

Recommended Budget of \$120.1M by category

FY 2015/16 Recommended Budget by Category



Financial Overview (Continued)

Revenue Projections

- ▶ General Fund local sales taxes \$144,000, or 0.9%, higher than FY 14/15 budget
- ▶ License and permit revenues \$108,000, or 6.0%, higher than FY 14/15 budget due to projected commercial activity
- ▶ Increase of \$125,000, or 1.2%, in state-shared revenues
- ▶ HURF gas tax revenues \$122,000, or 4.4%, higher than FY 14/15 budget
- ▶ Bed tax revenues flat to FY 14/15 at \$950,000, due to anticipated Hilton renovations



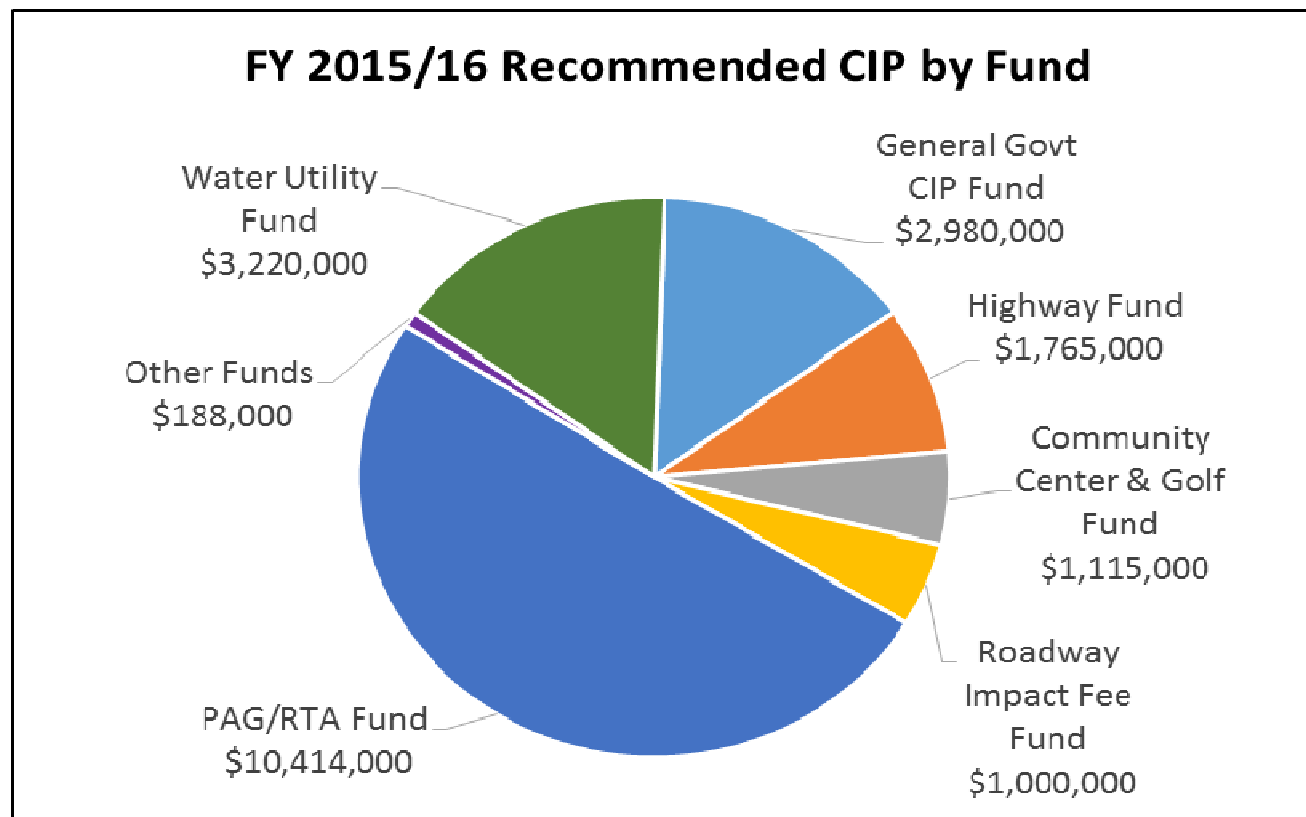


Financial Overview (Continued)

Capital Improvement Program (CIP)

Total CIP projects = \$20.7M Town-wide

15-Year CIP total = \$272M





Town of Oro Valley

Awards and Accolades

Government Finance Officers Association (GFOA)
Distinguished Budget Presentation Award – 7th
consecutive year



GFOA Certificate of Achievement for Excellence in
Financial Reporting – 21st consecutive year



GFOA Popular Annual Financial Reporting (PAFR)
Award – 2nd consecutive year

