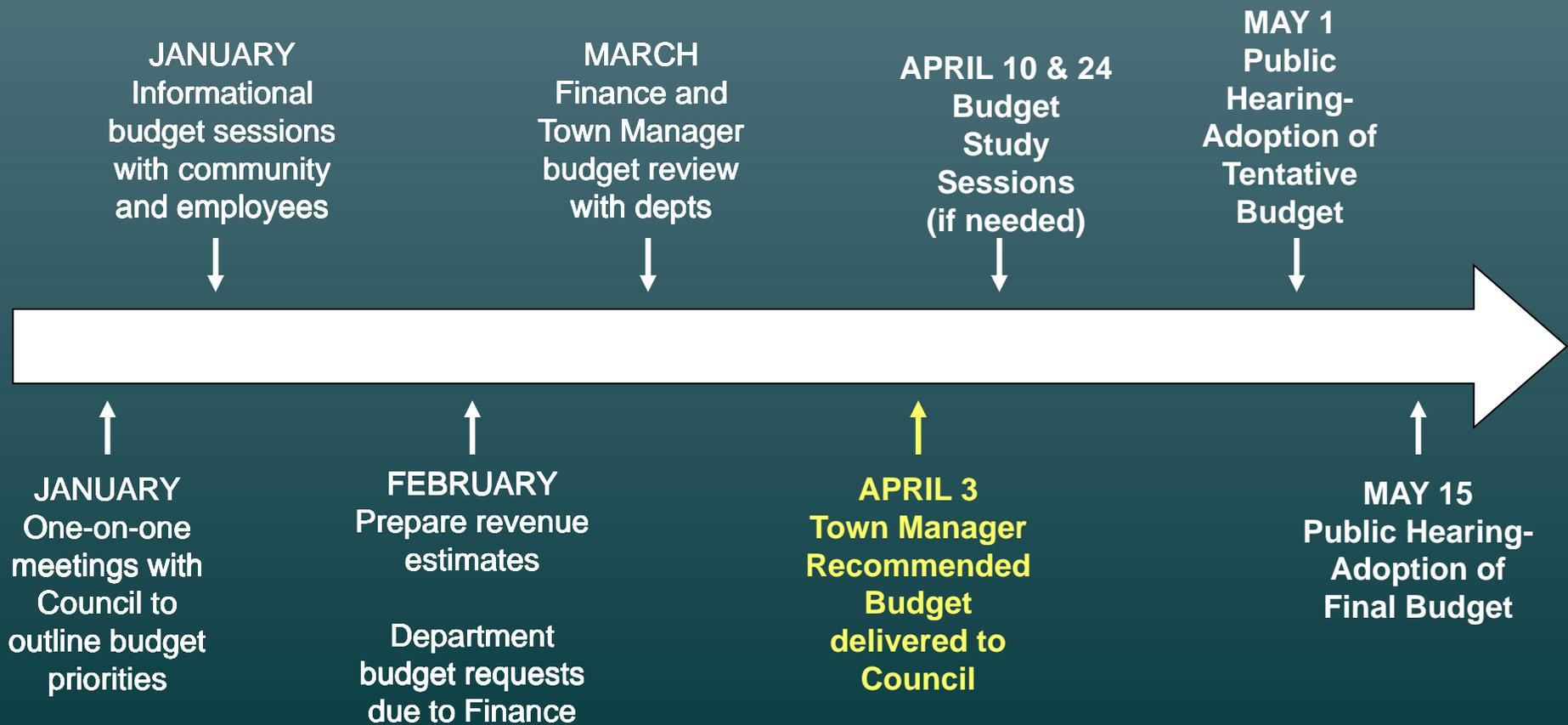




FY 2013/14
Town Manager's Recommended Budget

April 3, 2013

FY 2013/14 Budget Timeline



FY 2013/14 Budget Core Themes



- ④ Investment in Town employees
- ④ Investment in infrastructure and Town assets
- ④ Investment in technology
- ④ Economic development as a key strategy to achieve a healthy financial environment
- ④ Support quality-of-life programs and services for the community
- ④ Revenue enhancement and expenditure reductions

FY 2013/14 Budget Core Themes



- Investment in Town employees:
 - Merit and step increases
 - Reclassifications
 - Salary market survey
 - Self-funded insurance, maintain flat premium costs

FY 2013/14 Budget Core Themes



- Investment in infrastructure and Town assets:
 - \$1 million for pavement preservation; maintains current overall condition index (OCI) rating
 - Fleet replacement and reserve set-aside
 - Water meter replacement program
 - Naranja Park
 - Police evidence facility

FY 2013/14 Budget Core Themes



- Investment in technology:
 - Permitting system replacement
 - Town-wide phone system replacement
 - Town-wide Microsoft Office update
 - Website refresh
 - Computer/server replacement program

FY 2013/14 Budget Core Themes



- ◉ Economic development as a key strategy to achieve a healthy financial environment:
 - Focus on increased business recruitment and attraction
 - Economic feasibility study – business incubator/bioscience accelerator
 - Continued focus on annexation
 - Further rebranding efforts
 - Promotion of arts and culture, special events

FY 2013/14 Budget Core Themes



- Support quality-of-life programs and services:
 - Oro Valley Aquatic Center – enhanced programming/events
 - Steam Pump Ranch
 - Community survey
 - General Plan update

FY 2013/14 Budget Core Themes



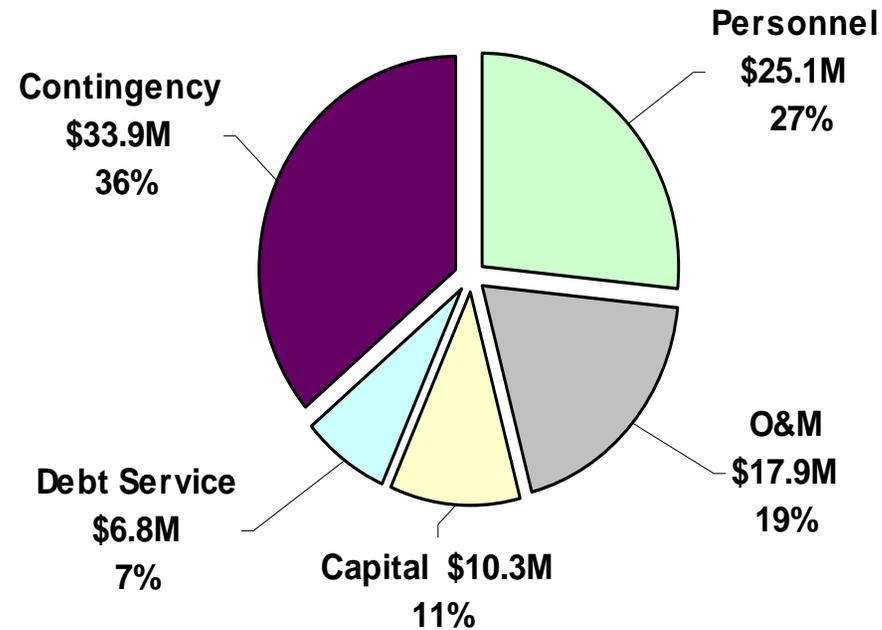
- ④ Revenue enhancement/expenditure reductions:
 - Vacancy savings – approx. \$1.8 million
 - 332 full-time employees in FY 2008/09 reduced to 287 in FY 2013/14 (14% decrease)
 - Moving library to branch status
 - Revenue diversification
 - Town debt reduction/payoff

FY 2013/14

Recommended Budget by Category



FY 2013/14 Recommended Budget by Category



Total Recommended Budget = \$93.9 million

FY 2013/14 Budget

General Fund Highlights - \$37.9M



Revenues

- Total General Fund revenues up by \$1.5 million
- Sales taxes up by \$795,000
- License and permit revenues up by \$557,000
- State shared revenues up by \$484,000
- Transfer from Bed Tax fund of \$185,000
 - Incremental cost of Aquatic Center - \$150,000
 - 1st of 15-year repayment of borrowed reserves - \$35,000

FY 2013/14 Budget General Fund Highlights - \$37.9M



Expenditures

- Step and merit pay funding - \$436,000
- Health insurance premiums to remain flat
- General Plan update costs - \$206,500
- Fleet replacement/reserves - \$499,000
- Computer replacement costs - \$186,000
- Fund balanced with \$39,000 projected surplus

FY 2013/14 Budget Highway Fund Highlights - \$6.6M



- ☉ HURF gas tax revenues flat
- ☉ Construction taxes up by \$760,000
- ☉ Expenditures = \$3.7 million
 - Includes \$1 million for pavement preservation
- ☉ Surplus projected of \$86,000

FY 2013/14 Budget

Bed Tax Fund Highlights - \$1M



- ◉ Bed Tax revenues up by \$7,000
- ◉ Funding included for MTCVB (\$120,000) and Greater Oro Valley Chamber of Commerce (\$20,000)
- ◉ \$185,000 transfer to General Fund for cost of expanded Aquatic Center, repayment of borrowed reserves
- ◉ \$206,000 transfer to Debt Service Fund for Aquatic Center bonds

FY 2013/14 Budget

Water Utility Fund Highlights - \$22.5M



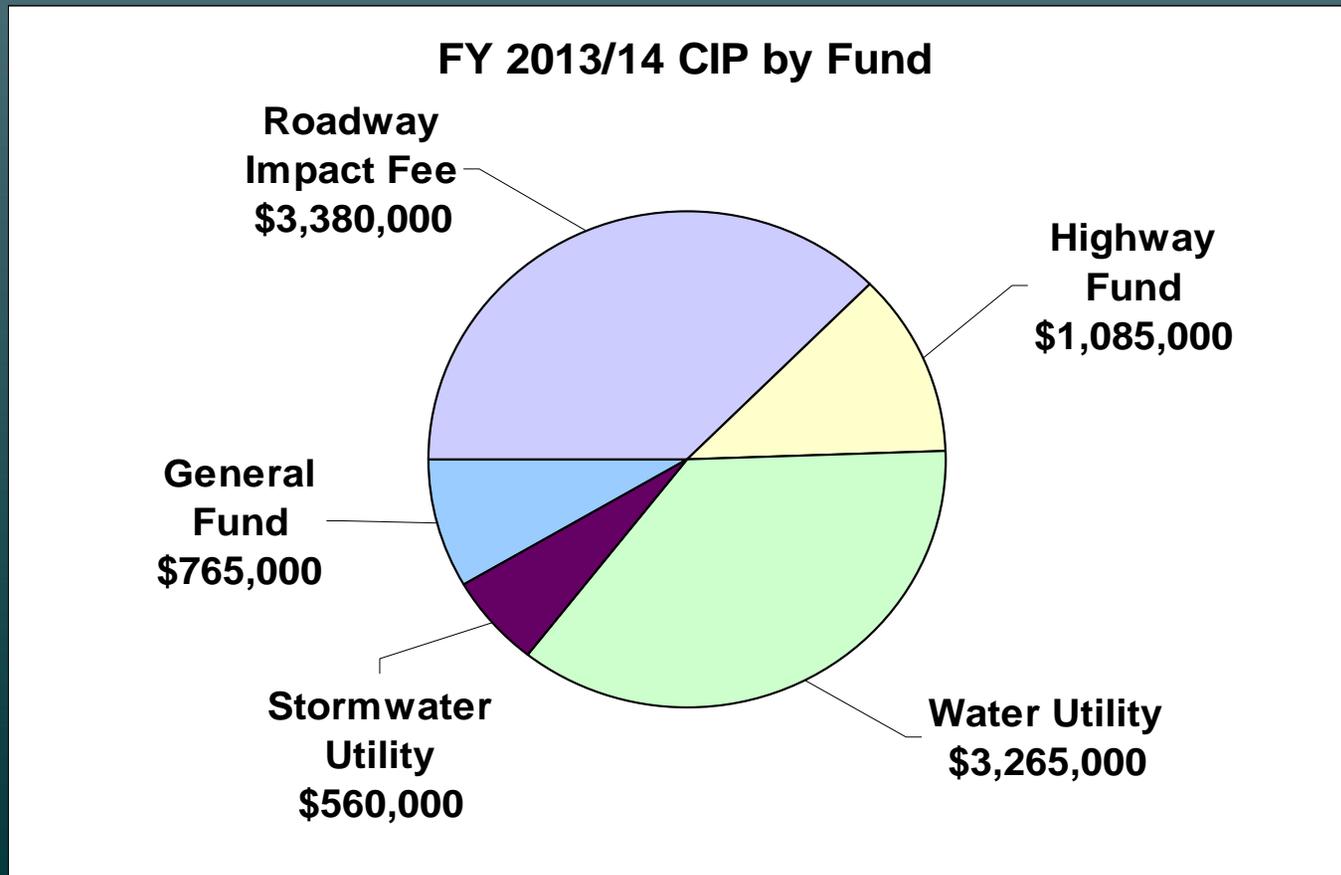
- ◉ No increase in base rate, commodity rate or Groundwater Preservation Fee for FY 13/14
- ◉ Includes loan proceeds of \$1.3M for water meter replacement program
- ◉ Includes cost sharing for Town-wide phone replacement and permitting system replacement projects

FY 2013/14 Budget

Capital Improvement Program (CIP)



- ☉ Total CIP projects = \$9.1 million town-wide
- ☉ 15-Year CIP total = \$265 million





QUESTIONS?