

# AGENDA

# 4:00 P.M.

## CITY OF SEDONA, SPECIAL CITY COUNCIL MEETING TUESDAY, JUNE 28, 2016

### NOTES:

Listed times are approximate and may vary.

- Public Forum: Comments are generally limited to **3 minutes**.
- Consent Items: Items listed under Consent Items have been distributed to Council Members in advance for study and will be enacted by one motion. Any member of the Council, staff or the public may remove an item from the Consent Items for discussion. Items removed from the Consent Items may be acted upon before proceeding to the next agenda item.
- Meeting room is wheelchair accessible. American Disabilities Act (ADA) accommodations are available upon request. Please phone 928-282-3113 at least two (2) business days in advance.
- City Council Meeting Agenda Packets are available on the City's website at:

[www.SedonaAZ.gov](http://www.SedonaAZ.gov)

### GUIDELINES FOR PUBLIC COMMENT

#### PURPOSE:

- To allow the public to provide input to the City Council on a particular subject scheduled on the agenda.
- This is not a question/answer session.

#### PROCEDURES:

- Fill out a "Comment Card" and deliver it to the City Clerk.
- When recognized, use the podium/microphone.
- State your:
  1. Name and
  2. City of Residence
- Limit comments to **3 MINUTES**.
- Submit written comments to the City Clerk.

### 1. CALL TO ORDER

### 2. ROLL CALL

### 3. SPECIAL BUSINESS

LINK TO DOCUMENT = 

- a. AB 2116 **Public hearing/discussion/possible action** on approval of a resolution adopting the City of Sedona's Budget for Fiscal Year 2016-17. 

### 4. EXECUTIVE SESSION

If an Executive Session is necessary, it will be held in the Vultee Conference Room at 106 Roadrunner Drive. Upon a public majority vote of the members constituting a quorum, the Council may hold an Executive Session that is not open to the public for the following purposes:

- a. To consult with legal counsel for advice on matters listed on this agenda per A.R.S. § 38-431.03(A)(3).
- b. Return to open session. Discussion/possible action on executive session items.

### 5. ADJOURNMENT

Posted: \_\_\_\_\_

By: \_\_\_\_\_

Susan L. Irvine, CMC  
City Clerk

Note: Pursuant to A.R.S. § 38-431.02(B) notice is hereby given to the members of the City Council and to the general public that the Council will hold the above open meeting. The Council may vote to go into executive session on any agenda item, pursuant to A.R.S. § 38-431.03(A)(3) and (4) for discussion and consultation for legal advice with the City Attorney. Because various other commissions, committees and/or boards may speak at Council meetings, notice is also given that four or more members of these other City commissions, boards, or committees may be in attendance.

A copy of the packet with material relating to the agenda items is available for review by the public in the Clerk's office after 1:00 p.m. the Friday prior to the Council meeting and on the City's website at [www.SedonaAZ.gov](http://www.SedonaAZ.gov). The Council Chambers is accessible to people with disabilities, in compliance with the Federal 504 and ADA laws. Those with needs for special typeface print, may request these at the Clerk's Office. All requests should be made **twenty-four hours** prior to the meeting.

**CITY COUNCIL CHAMBERS**  
**102 ROADRUNNER DRIVE, SEDONA, AZ**

The mission of the City of Sedona government is to provide exemplary municipal services that are consistent with our values, history, culture and unique beauty.



**CITY COUNCIL  
AGENDA BILL**

**AB 2116  
June 28, 2016  
Special Business**

**Agenda Item: 3a**  
**Proposed Action & Subject:** Public hearing/discussion/possible action on approval of a resolution adopting the City of Sedona’s Budget for Fiscal Year 2016-17.

<b>Department</b>	City Manager’s Office Finance Department
<b>Time to Present</b>	10 minutes
<b>Total Time for Item</b>	30 minutes
<b>Other Council Meetings</b>	January 7, 2016, April 27 & 28, 2016, May 24, 2016
<b>Exhibits</b>	A. FY 2016-17 Budget Summary B. Resolution C. Official Budget Forms, Exhibit to Resolution

City Attorney Approval	Reviewed 6/21/16 RCR	<b>Expenditure Required</b>	\$ 38,360,866
City Manager’s Recommendation	Approve the Fiscal Year 2017 Budget.	<b>Amount Budgeted</b>	\$ 38,360,866
		Account No. (Description)	FY 2016-17 Total Budget
		Finance Approval	<input checked="" type="checkbox"/> Expenditures will be made within the total, and may be less

**SUMMARY STATEMENT**

**Background:** The purpose of this item is to provide the public an opportunity to speak on the City’s adopted 2016-17 Tentative Budget and to obtain Council approval of the Final Budget for Fiscal Year 2016-17. The total budget, after changes made throughout the budget process, is \$38,360,866.

The budget process began in December 2015 with the development of the capital budget and six-year capital plan. The City Council Budget retreat was held on January 7, 2016 and provided the Council the opportunity to review and begin establishing priorities for the new fiscal year. In January 2016, staff began work on their base budgets for continuing operations. In March, the City Manager and members of the Citizen’s Budget Work Group (Ronald Budnick, Lou Harper, Charlotte Hosseini, Janice Hudson, John Martinez, Ronald Martinez, Robert O’Donnell, and Hollie Ploogh) met with each department and conducted a thorough review of all budget requests. The City Council then held work sessions on the

budget on April 27 and 28, 2016. The City Council heard from the City Manager's Office and Department Heads regarding department objectives, and significant expenditure changes. These sessions also provided an opportunity to receive input from members of the public. The City Council adopted the \$38,360,866 Tentative Budget or Expenditure Cap on May 24, 2016.

Although the budget is adopted as a total amount, the budget is organized by Fund which allows for the City to establish areas of importance and budget accordingly year-to-year to sustain or utilize fund balances as appropriate in each area. Fund segregation is also required by Arizona State Statutes. The annual budget provides a policy guide, or plan, for operations and capital improvements throughout the year and serves as a communications tool to the public.

The final proposed budget of \$38,360,866 has not changed from the Tentative Budget adopted on May 26, 2015. The budgets by fund are:

<b>Fund</b>	<b>FY16-17 Budget</b>
General Fund	\$18,829,076
Streets Fund	1,150,000
Grants & Donations Funds	420,500
Development Impact Fees Funds	2,543,860
Capital Improvement Fund	3,312,786
Art in Public Places Fund	-
Wastewater Fund	12,104,644
<b>Total</b>	<b>\$38,360,866</b>

Detailed department schedules of the adopted 2016-17 Tentative Budget have been posted to the City's website ([www.SedonaAz.gov](http://www.SedonaAz.gov)) for review by interested members of the public. A summary of the Tentative Budget was posted as a public notice on June 10<sup>th</sup> and 17<sup>th</sup> in the Sedona Red Rock News, along with notice of the public hearing.

The City of Sedona Proposed Final Budget includes funding to respond to City Council priorities as well as other issues that were identified at the January 2016 Budget Retreat and at subsequent public meetings.

The new budget items included in the FY 2016-17 Tentative Budget, as discussed and reviewed during the City Council work sessions, include:

The new budget requests included in the FY 2016-17 Tentative Budget, as discussed and reviewed during the City Council work sessions, include:

- Salary and benefit increases
  - The recommended budget includes a 1.8% cost-of-living adjustment (COLA) and 2.5% merit increases. The COLA is based on the annual Consumer Price Index (CPI) adjustment for the Western Region as of December 2015.
  - In addition, as discussed in the Council Budget Preparation meeting in January, funding has been included for market value adjustments. For each 1% increase in wages, the overall cost to the City is approximately \$90,000. The

- recommended budget includes \$450,000 as a placeholder and will be distributed based on further review and analysis.
  - Health insurance rates increased approximately 2%.
  - The Arizona State Retirement System (ASRS) rates changed slightly from 11.47% to 11.48%.
  - The Public Safety Personnel Retirement System (PSPRS) rates changed modestly from 25.02% to 25.83%.
  - The City's worker's compensation rates experiences a significant decrease as a result of a drop in our experience modification rating (EMOD). This accounts for approximately \$75,000 in savings.
- New Positions
  - Chief Building Official, Community Development Department, to respond to the workload created by increased commercial and residential development activity. \$107,080
  - Maintenance Worker II, Public Works Department, to address additional maintenance needs in the area of Facilities and Parks. \$55,535
  - Part-time Court Clerk, Municipal Court. \$23,250
  - Police Sergeant for the Investigations Division of the Police Department. \$115,135
  - Part-time Help Desk Technician, Information Technology Department. \$37,450
  - Convert existing positions into two Community Service Aide positions, Police Department. \$3,655
  - Convert Accounting Technician position to a Budget Analyst position, Finance Department. \$13,210
- The budget includes \$285,000 of General Fund FY16 budgeted projects to be carried over to FY17.
- FY17 is an election year, and \$65,100 has been included. Of this amount, \$30,000 represents the election costs associated with the renewal of two franchise agreements. These are 25-year agreements that are due for renewal. The utility companies are responsible for their portion of the election costs.
- Based on the commitment to ongoing streets rehabilitation discussed in the Council Budget Preparation meeting in January, the Streets Fund has been limited to rehabilitation and pavement preservation only. This has been increased to \$1.15 million to cover the estimated 4.5 to 5 miles per year necessary to maintain the condition of the City's streets. All other streets-related costs have been moved to the General Fund, including sidewalks, drainage, traffic control, etc. The amount budgeted in the General Fund for FY17 is approximately \$818,000.
- As a result of unexpected increases in bed tax revenues over the past couple of years, the amount designated for destination marketing (55% of bed tax revenues) has exceeded the amounts budgeted by approximately \$300,000. In case bed taxes again exceed our estimates, a contingency placeholder has been included in both revenues and expenditures of \$550,000 (\$300,000 for 55% destination marketing amount and \$250,000 for 45% City share).
- Since a decision has not yet been made regarding the trash and recycling program, \$100,000 has been added to the contingency as a placeholder in case start-up costs are needed.
- The paid parking program has been added with an estimated \$100,000 in revenues and \$90,000 in expenditures.

- The estimated surplus fund balance in the General Fund for FY16 of \$6,069,787 has been included as transfer to the Capital Improvement Fund. To account for potential differences in estimates, a contingent transfer amount of \$2,500,000 has been included to ensure the expenditure limit is not exceeded.

**Community Plan Consistent:** Yes - No - Not Applicable

The Tentative Budget, as adopted, includes a significant investment in the priorities established in the recently adopted Community Plan, including: completion of a comprehensive transportation study and initial implementation of recommendations; land use planning of Community Focus Areas (CFAs); investment in infrastructure to maintain the City's roads and streets; improvements to encourage walking and biking; preservation and expansion of the City's parks, recreation and open spaces; and updating the Land Development Code.

**Board/Commission Recommendation:** Applicable - Not Applicable

**Alternative(s):** The City Council may change the amount of the proposed final budget prior to final adoption, so long as it does not exceed the Tentative Budget Cap of \$38,360,866.

**MOTION**

**I move to:** approve Resolution No. 2016-\_\_ adopting the Budget for Fiscal Year 2016-17 including the budget attachments.

**Exhibit A**  
**City of Sedona**  
**FY16-17 Final Budget - Consolidated Financial Schedule**

Fund/Department	Beginning Fund Balances	Revenues						Other Financing Sources (Uses)			Ending Fund Balances	
		Taxes	Contingent Revenues	In-Lieu Fees	Intergovernmental	Charges for Services	Other Revenues	Total Revenues	Transfers In	Transfer Out		Expenditures
<b>General Fund</b>												
General Revenues		\$19,514,930.00		\$406,000.00	\$2,872,701.00		\$187,500.00	\$22,981,131.00		(\$10,302,455.00)		
General Government						\$47,850.00	\$714,375.00	\$762,225.00			\$6,581,076.00	
Public Safety					\$20,000.00	\$24,250.00	\$6,400.00	\$50,650.00			\$5,038,212.00	
Public Works & Streets								\$0.00			\$2,016,088.00	
Culture & Recreation						\$48,700.00	\$16,000.00	\$64,700.00			\$1,851,415.00	
Economic Development								\$0.00			\$1,734,919.00	
Debt Service								\$0.00			\$707,366.00	
Contingencies			\$550,000.00					\$550,000.00		(\$2,500,000.00)	\$900,000.00	
<b>Total General Fund</b>	<b>\$17,650,256.00</b>	<b>\$19,514,930.00</b>	<b>\$550,000.00</b>	<b>\$406,000.00</b>	<b>\$2,892,701.00</b>	<b>\$120,800.00</b>	<b>\$924,275.00</b>	<b>\$24,408,706.00</b>	<b>\$0.00</b>	<b>(\$12,802,455.00)</b>	<b>\$18,829,076.00</b>	<b>\$10,427,431.00</b>
<b>Special Revenue Funds</b>												
Streets Fund	\$378,138.00				\$799,000.00			\$799,000.00	\$351,000.00		\$1,150,000.00	\$378,138.00
Grants & Donations Funds	\$164,184.00		\$300,000.00		\$80,000.00		\$40,500.00	\$420,500.00			\$420,500.00	\$164,184.00
<b>Total Special Revenue Funds</b>	<b>\$542,322.00</b>	<b>\$0.00</b>	<b>\$300,000.00</b>	<b>\$0.00</b>	<b>\$879,000.00</b>	<b>\$0.00</b>	<b>\$40,500.00</b>	<b>\$1,219,500.00</b>	<b>\$351,000.00</b>	<b>\$0.00</b>	<b>\$1,570,500.00</b>	<b>\$542,322.00</b>
<b>Capital Projects Funds</b>												
Development Impact Fees Funds	\$2,727,228.00						\$201,000.00	\$201,000.00		(\$3,260.00)	\$2,543,860.00	\$381,108.00
Capital Improvement Fund	\$6,053,968.00				\$665,976.00		\$300,000.00	\$965,976.00	\$8,569,787.00	(\$26,750.00)	\$3,312,786.00	\$12,250,195.00
Art in Public Places Fund	\$63,048.00						\$11,849.00	\$11,849.00	\$30,010.00		\$0.00	\$104,907.00
<b>Total Capital Projects Funds</b>	<b>\$8,844,244.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$665,976.00</b>	<b>\$0.00</b>	<b>\$512,849.00</b>	<b>\$1,178,825.00</b>	<b>\$8,599,797.00</b>	<b>(\$30,010.00)</b>	<b>\$5,856,646.00</b>	<b>\$12,736,210.00</b>
<b>Wastewater Enterprise Fund</b>												
Wastewater Administration						\$6,176,144.00	\$227,720.00	\$6,403,864.00	\$3,881,668.00		\$264,764.00	
Wastewater Operations								\$0.00			\$2,611,224.00	
Utility Billing								\$0.00			\$347,580.00	
Departmental Allocations								\$0.00			\$435,961.00	
Capital Projects								\$0.00			\$3,193,790.00	
Debt Service								\$0.00			\$5,151,325.00	
Contingencies								\$0.00			\$100,000.00	
<b>Total Wastewater Fund</b>	<b>\$14,792,117.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$6,176,144.00</b>	<b>\$227,720.00</b>	<b>\$6,403,864.00</b>	<b>\$3,881,668.00</b>	<b>\$0.00</b>	<b>\$12,104,644.00</b>	<b>\$12,973,005.00</b>
<b>Total All Funds</b>	<b>\$41,828,939.00</b>	<b>\$19,514,930.00</b>	<b>\$850,000.00</b>	<b>\$406,000.00</b>	<b>\$4,437,677.00</b>	<b>\$6,296,944.00</b>	<b>\$1,705,344.00</b>	<b>\$33,210,895.00</b>	<b>\$12,832,465.00</b>	<b>(\$12,832,465.00)</b>	<b>\$38,360,866.00</b>	<b>\$36,678,968.00</b>

**RESOLUTION NO. 2016-\_\_\_**

**A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF SEDONA,  
ARIZONA, ADOPTING THE BUDGET FOR FISCAL YEAR 2016-2017.**

WHEREAS, in accordance with the provisions of Title 42, Chapter 17, Articles 1-5, Arizona Revised Statutes (A.R.S.), the City Council did, on May 24, 2016, make an estimate of the different amounts required to meet the public expenditures/expenses for the ensuing year and also an estimate of revenues from sources other than property taxes; and

WHEREAS, in accordance with said sections of said statute, and following due public notice, the City Council met on May 24, 2016 and June 28, 2016, at which meetings any taxpayer was privileged to appear and be heard in favor of or against any of the proposed expenditures/expenses and other revenue sources; and

WHEREAS, publication has been duly made as required by law of said estimates, together with a notice that the City Council met on May 24, 2016, and June 28, 2016, at the City Council Chambers for the purpose of hearing taxpayers.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF SEDONA, ARIZONA, that the said estimates of revenues and expenditures/expense shown on the accompanying Official Budget Forms attached hereto and incorporated herein, as now increased, reduced, or changed by the Council, are hereby adopted as the budget of the City of Sedona, Arizona for the Fiscal Year 2016-2017.

PASSED AND ADOPTED by the Mayor and Council of the City of Sedona, Arizona this 28<sup>th</sup> day of June, 2016.

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Sandra J. Moriarty, Mayor

ATTEST:

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Susan L. Irvine, CMC, City Clerk

APPROVED AS TO FORM:

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Robert Pickels, Jr., City Attorney

## **OFFICIAL BUDGET FORMS**

### **CITY OF SEDONA**

#### **Fiscal Year 2017 Final Budget**

**City Council adopted the Tentative Budget on May 24, 2016**



Final budget adoption will occur on June 28, 2016 at 3:30 p.m. in the City Council Chambers, 102 Roadrunner Drive, Sedona, Arizona 86336

The Budget may be reviewed at the:

City's website [www.sedonaaz.gov](http://www.sedonaaz.gov)

City of Sedona in the Clerk's Office, 102 Roadrunner Drive, Sedona, Arizona  
City of Sedona Public Library , 3250 White Bear Road, Sedona Arizona

**CITY OF SEDONA**  
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Schedule E—Expenditures/Expenses by Fund

Schedule F—Expenditures/Expenses by Department (as applicable)

Schedule G—Full-Time Employees and Personnel Compensation

**CITY OF SEDONA**  
**Summary Schedule of Estimated Revenues and Expenditures/Expenses**  
**Fiscal Year 2017**

Fiscal Year	S c h	FUNDS								
		General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Permanent Fund	Enterprise Funds Available	Internal Service Funds	Total All Funds	
2016	Adopted/Adjusted Budgeted Expenditures/Expenses*	E	16,066,512	2,074,438	0	7,658,563	0	17,459,272	0	43,258,785
2016	Actual Expenditures/Expenses**	E	15,834,355	1,524,689	0	4,382,500	0	13,086,431	0	34,827,975
2017	Fund Balance/Net Position at July 1***		17,650,256	542,322		8,844,244		14,792,117		41,828,939
2017	Primary Property Tax Levy	B	0							0
2017	Secondary Property Tax Levy	B								0
2017	Estimated Revenues Other than Property Taxes	C	24,408,706	1,219,500	0	1,178,825	0	6,403,864	0	33,210,895
2017	Other Financing Sources	D	0	0	0	0	0	0	0	0
2017	Other Financing (Uses)	D	0	0	0	0	0	0	0	0
2017	Interfund Transfers In	D	0	351,000	0	8,599,797	0	3,881,668	0	12,832,465
2017	Interfund Transfers (Out)	D	12,802,455	0	0	30,010	0	0	0	12,832,465
2017	Reduction for Amounts Not Available:									
LESS:	Amounts for Future Debt Retirement		1,300,000					4,870,195		6,170,195
	Amounts for Operating Reserve Policies		8,610,855					1,139,937		9,750,792
	Amounts for Future Capital Improvements		516,576			12,736,210				13,252,786
										0
2017	Total Financial Resources Available		18,829,076	2,112,822	0	5,856,646	0	19,067,517	0	45,866,061
2017	Budgeted Expenditures/Expenses	E	18,829,076	1,570,500	0	5,856,646	0	12,104,644	0	38,360,866

**EXPENDITURE LIMITATION COMPARISON**

	2016	2017
1. Budgeted expenditures/expenses	\$ 43,258,785	\$ 38,360,866
2. Add/subtract: estimated net reconciling items		
3. Budgeted expenditures/expenses adjusted for reconciling items	43,258,785	38,360,866
4. Less: estimated exclusions		
5. Amount subject to the expenditure limitation	\$ 43,258,785	\$ 38,360,866
6. EEC expenditure limitation	\$ 43,258,785	\$ 38,360,866

The city/town does not levy property taxes and does not have special assessment districts for which property taxes are levied. Therefore, Schedule B has been omitted.

\* Includes Expenditure/Expense Adjustments Approved in the current year from Schedule E.

\*\* Includes actual amounts as of the date the proposed budget was prepared, adjusted for estimated activity 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).

**CITY OF SEDONA**  
**Revenues Other Than Property Taxes**  
**Fiscal Year 2017**

<b>SOURCE OF REVENUES</b>	<b>ESTIMATED REVENUES 2016</b>	<b>ACTUAL REVENUES* 2016</b>	<b>ESTIMATED REVENUES 2017</b>
<b>GENERAL FUND</b>			
<b>Local taxes</b>			
City Sales Taxes	\$ 9,567,000	\$ 10,563,300	\$ 15,526,670
Bed Taxes	2,580,000	3,079,800	3,172,200
Franchise Fees	772,000	804,000	816,060
Contingent Bed Taxes			550,000
<b>Licenses and permits</b>			
Building Permit Fees	220,000	324,400	325,000
Business Licenses	95,000	95,000	95,000
Misc Community Development/Public Works	38,100	32,675	35,775
City Clerk		850	200
<b>Intergovernmental</b>			
State Shared Sales Taxes	958,000	957,700	979,400
State Urban Revenue Sharing	1,207,731	1,207,731	1,273,001
State Grants		43,000	20,000
County-Vehicle License Taxes	594,500	591,850	620,300
<b>Charges for services</b>			
Election Reimbursements			30,000
STEP Administration Fees	20,000	19,000	19,300
Recreation Programs	18,000	20,000	20,000
Daily Swim Fees	11,000	18,000	18,000
Expedited Plan Reviews		11,000	14,400
Misc. Parks & Recreation Fees	7,750	16,800	10,700
Misc. Police Fees	5,000	11,700	4,200
Other Misc. Charges for Services	3,900	4,210	4,200
<b>Fines and forfeits</b>			
Court Fines	140,000	140,000	140,000
Parking Fees and Fines			100,000
Misc. Fines	4,000	5,000	3,000
<b>Interest on investments</b>			
Interest Earnings	122,500	124,000	122,500
Tax Audits - Interest/Penalty	50,000	(1,900)	
<b>Contributions</b>			
Voluntary contributions			
Police Donations		700	400
<b>Miscellaneous</b>			
In-lieu Fees	400,000	400,000	406,000
Parks & Recreation Rentals	20,000	25,000	16,000
Auction Revenues	15,000	15,000	15,000
Other Misc. Revenues	135,350	123,210	71,400
<b>Total General Fund</b>	<b>\$ 16,984,831</b>	<b>\$ 18,632,026</b>	<b>\$ 24,408,706</b>

\* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

**CITY OF SEDONA**  
**Revenues Other Than Property Taxes**  
**Fiscal Year 2017**

<b>SOURCE OF REVENUES</b>	<b>ESTIMATED REVENUES 2016</b>	<b>ACTUAL REVENUES* 2016</b>	<b>ESTIMATED REVENUES 2017</b>
<b>SPECIAL REVENUE FUNDS</b>			
Streets Fund:	\$	\$	\$
HURF Revenues	782,238	902,300	799,000
	\$	\$	\$
	782,238	902,300	799,000
Grants and Donation Funds:	\$	\$	\$
Grant Revenues	382,000	64,800	80,000
Donations	280,500	40,700	40,500
Contingent Grants & Donations			300,000
	\$	\$	\$
	662,500	105,500	420,500
<b>Total Special Revenue Funds</b>	\$	\$	\$
	1,444,738	1,007,800	1,219,500
<b>CAPITAL PROJECTS FUNDS</b>			
Development Impact Fee Funds:	\$	\$	\$
Developer Impact Fees	190,800	214,040	191,000
Interest Earnings	28,000	17,610	10,000
	\$	\$	\$
	218,800	231,650	201,000
Capital Improvement Fund:	\$	\$	\$
County Flood Control	750,000	345,930	665,976
Donations	826,667	23,630	300,000
Interest Earnings		12,370	
	\$	\$	\$
	1,576,667	381,930	965,976
Art in Public Places Fund:	\$	\$	\$
Contributions from CFDs			11,849
Interest Earnings	125	60	
	\$	\$	\$
	125	60	11,849
<b>Total Capital Projects Funds</b>	\$	\$	\$
	1,795,592	613,640	1,178,825
<b>ENTERPRISE FUNDS</b>			
Wastewater - Charges for Services	5,963,600	5,674,200	5,901,144
Wastewater - City Sales Taxes	4,109,000	4,435,900	
Wastewater - Capacity Fees	275,000	475,000	275,000
Wastewater - Misc. Revenues	235,750	344,895	227,720
	\$	\$	\$
	10,583,350	10,929,995	6,403,864
<b>Total Enterprise Funds</b>	\$	\$	\$
	10,583,350	10,929,995	6,403,864
<b>TOTAL ALL FUNDS</b>	\$	\$	\$
	30,808,511	31,183,461	33,210,895

\* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

**CITY OF SEDONA**  
**Other Financing Sources/<Uses> and Interfund Transfers**  
**Fiscal Year 2017**

FUND	OTHER FINANCING 2017		INTERFUND TRANSFERS 2017	
	SOURCES	<USES>	IN	<OUT>
<b>GENERAL FUND</b>				
Transfer to Streets Fund	\$	\$	\$	\$ 351,000
Transfer to Wastewater Fund				3,881,668
Transfer to Capital Improvements Fund				8,569,787
<b>Total General Fund</b>	\$	\$	\$	\$ 12,802,455
<b>SPECIAL REVENUE FUNDS</b>				
Streets - From General Fund	\$	\$	\$ 351,000	\$
<b>Total Special Revenue Funds</b>	\$	\$	\$ 351,000	\$
<b>DEBT SERVICE FUNDS</b>				
	\$	\$	\$	\$
<b>Total Debt Service Funds</b>	\$	\$	\$	\$
<b>CAPITAL PROJECTS FUNDS</b>				
Dev Imp Fees - To Art in Public Places	\$	\$	\$	\$ 3,260
Cap Improvement - From General Fund			8,569,787	
Cap Impr - To Art in Public Places				26,750
Art in Public Places - From Dev Imp			3,260	
Art in Public Places - From Cap Impr			26,750	
<b>Total Capital Projects Funds</b>	\$	\$	\$ 8,599,797	\$ 30,010
<b>PERMANENT FUNDS</b>				
	\$	\$	\$	\$
<b>Total Permanent Funds</b>	\$	\$	\$	\$
<b>ENTERPRISE FUNDS</b>				
Wastewater - From General Fund	\$	\$	\$ 3,881,668	\$
<b>Total Enterprise Funds</b>	\$	\$	\$ 3,881,668	\$
<b>INTERNAL SERVICE FUNDS</b>				
	\$	\$	\$	\$
<b>Total Internal Service Funds</b>	\$	\$	\$	\$
<b>TOTAL ALL FUNDS</b>	\$	\$	\$ 12,832,465	\$ 12,832,465

**CITY OF SEDONA**  
**Expenditures/Expenses by Fund**  
**Fiscal Year 2017**

<b>FUND/DEPARTMENT</b>	<b>ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2016</b>	<b>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2016</b>	<b>ACTUAL EXPENDITURES/ EXPENSES* 2016</b>	<b>BUDGETED EXPENDITURES/ EXPENSES 2017</b>
<b>GENERAL FUND</b>				
City Council	\$ 77,543	\$	\$ 74,586	\$ 78,585
City Manager	854,638		746,523	1,016,875
Human Resources	209,213		217,713	226,080
Financial Services	460,954		474,345	536,465
Information Technology	959,037		877,134	1,193,777
City Attorney	504,523		498,931	534,455
City Clerk	218,770		226,632	297,719
Parks & Recreation	484,324		456,966	539,557
General Services	3,980,206		4,747,938	4,071,845
Community Development	1,469,385		1,246,729	1,646,691
Public Works & Engineering	2,345,922		2,222,218	3,139,298
Police	3,946,488		3,734,021	4,304,779
Municipal Court	305,509		310,619	342,950
Contingency	250,000			900,000
<b>Total General Fund</b>	<b>\$ 16,066,512</b>	<b>\$</b>	<b>\$ 15,834,355</b>	<b>\$ 18,829,076</b>
<b>SPECIAL REVENUE FUNDS</b>				
Streets Fund	\$ 1,404,689	\$	\$ 1,404,689	\$ 1,150,000
Grants & Donations Funds	669,749		120,000	420,500
<b>Total Special Revenue Funds</b>	<b>\$ 2,074,438</b>	<b>\$</b>	<b>\$ 1,524,689</b>	<b>\$ 1,570,500</b>
<b>DEBT SERVICE FUNDS</b>				
	\$	\$	\$	\$
<b>Total Debt Service Funds</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>CAPITAL PROJECTS FUNDS</b>				
Develop. Impact Fees Funds	\$ 3,094,170	\$	\$ 800,000	\$ 2,543,860
Capital Improvements Fund	4,531,893		3,550,000	3,312,786
Art in Public Places Fund	32,500		32,500	
<b>Total Capital Projects Funds</b>	<b>\$ 7,658,563</b>	<b>\$</b>	<b>\$ 4,382,500</b>	<b>\$ 5,856,646</b>
<b>PERMANENT FUNDS</b>				
	\$	\$	\$	\$
<b>Total Permanent Funds</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>ENTERPRISE FUNDS</b>				
Wastewater - Administration	\$ 1,058,254	\$	\$ 1,097,530	\$ 1,048,305
Wastewater - Ops/Debt/Capital	16,301,018		11,988,901	10,956,339
Wastewater - Contingency	100,000			100,000
<b>Total Enterprise Funds</b>	<b>\$ 17,459,272</b>	<b>\$</b>	<b>\$ 13,086,431</b>	<b>\$ 12,104,644</b>
<b>INTERNAL SERVICE FUNDS</b>				
	\$	\$	\$	\$
<b>Total Internal Service Funds</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>TOTAL ALL FUNDS</b>	<b>\$ 43,258,785</b>	<b>\$</b>	<b>\$ 34,827,975</b>	<b>\$ 38,360,866</b>

\* Includes actual expenditures/expenses recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated expenditures/expenses for the remainder of the fiscal year.

**CITY OF SEDONA**  
**Expenditures/Expenses by Department**  
**Fiscal Year 2017**

<b>DEPARTMENT/FUND</b>	<b>ADOPTED BUDGETED EXPENDITURES/ EXPENSES</b>	<b>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED</b>	<b>ACTUAL EXPENDITURES/ EXPENSES*</b>	<b>BUDGETED EXPENDITURES/ EXPENSES</b>
	<b>2016</b>	<b>2016</b>	<b>2016</b>	<b>2017</b>
<b>City Council:</b>				
General Fund	\$ 77,543	\$	\$ 74,586	\$ 78,585
<b>Department Total</b>	<b>\$ 77,543</b>	<b>\$</b>	<b>\$ 74,586</b>	<b>\$ 78,585</b>
<b>City Clerk:</b>				
General Fund	\$ 218,770	\$	\$ 226,632	\$ 297,719
Wastewater Fund	12,125		12,125	12,650
<b>Department Total</b>	<b>\$ 230,895</b>	<b>\$</b>	<b>\$ 238,757</b>	<b>\$ 310,369</b>
<b>Municipal Court:</b>				
General Fund	\$ 305,509	\$	\$ 310,619	\$ 342,950
<b>Department Total</b>	<b>\$ 305,509</b>	<b>\$</b>	<b>\$ 310,619</b>	<b>\$ 342,950</b>
<b>City Manager:</b>				
General Fund	\$ 854,638	\$	\$ 746,523	\$ 1,016,875
Wastewater Fund	98,463		61,840	47,950
<b>Department Total</b>	<b>\$ 953,101</b>	<b>\$</b>	<b>\$ 808,363</b>	<b>\$ 1,064,825</b>
<b>Human Resources:</b>				
General Fund	\$ 209,213	\$	\$ 217,713	\$ 226,080
Wastewater Fund	17,639		17,639	19,440
<b>Department Total</b>	<b>\$ 226,852</b>	<b>\$</b>	<b>\$ 235,352</b>	<b>\$ 245,520</b>
<b>Financial Services:</b>				
General Fund	\$ 460,954	\$	\$ 474,345	\$ 536,465
Wastewater Fund	395,539		392,926	406,520
<b>Department Total</b>	<b>\$ 856,493</b>	<b>\$</b>	<b>\$ 867,271</b>	<b>\$ 942,985</b>
<b>Information Technology:</b>				
General Fund	\$ 959,037	\$	\$ 877,134	\$ 1,193,777
Wastewater Fund	43,970		43,970	87,578
<b>Department Total</b>	<b>\$ 1,003,007</b>	<b>\$</b>	<b>\$ 921,104</b>	<b>\$ 1,281,355</b>
<b>City Attorney:</b>				
General Fund	\$ 504,523	\$	\$ 498,931	\$ 534,455
Wastewater Fund	185,361		116,417	21,090
<b>Department Total</b>	<b>\$ 689,884</b>	<b>\$</b>	<b>\$ 615,348</b>	<b>\$ 555,545</b>
<b>Parks &amp; Recreation:</b>				
General Fund	\$ 484,324	\$	\$ 456,966	\$ 539,557
Grants & Donations Funds	198,749		15,000	70,500
<b>Department Total</b>	<b>\$ 683,073</b>	<b>\$</b>	<b>\$ 471,966</b>	<b>\$ 610,057</b>
<b>Community Development:</b>				
General Fund	\$ 1,469,385	\$	\$ 1,246,729	\$ 1,646,691
Grants & Donations Funds	199,000		20,000	
<b>Department Total</b>	<b>\$ 1,668,385</b>	<b>\$</b>	<b>\$ 1,266,729</b>	<b>\$ 1,646,691</b>
<b>Public Works &amp; Engineering:</b>				
General Fund	\$ 2,345,922	\$	\$ 2,222,218	\$ 3,139,298
Streets Fund	1,404,689		1,404,689	1,150,000
Grants & Donations Funds	25,000			
Develop. Impact Fee Funds				30,000
Wastewater Fund	187,473		171,210	267,153
<b>Department Total</b>	<b>\$ 3,963,084</b>	<b>\$</b>	<b>\$ 3,798,117</b>	<b>\$ 4,586,451</b>
<b>Police:</b>				

**CITY OF SEDONA**  
**Expenditures/Expenses by Department**  
**Fiscal Year 2017**

<b>DEPARTMENT/FUND</b>	<b>ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2016</b>	<b>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2016</b>	<b>ACTUAL EXPENDITURES/ EXPENSES* 2016</b>	<b>BUDGETED EXPENDITURES/ EXPENSES 2017</b>
General Fund	\$ 3,946,488	\$	\$ 3,734,021	\$ 4,304,779
Grants & Donations Funds	247,000		85,000	50,000
<b>Department Total</b>	<b>\$ 4,193,488</b>	<b>\$</b>	<b>\$ 3,819,021</b>	<b>\$ 4,354,779</b>
<b>General Services:</b>				
General Fund	\$ 3,217,149	\$	\$ 3,904,521	\$ 3,364,479
<b>Department Total</b>	<b>\$ 3,217,149</b>	<b>\$</b>	<b>\$ 3,904,521</b>	<b>\$ 3,364,479</b>
<b>Contingency:</b>				
General Fund	\$ 250,000	\$	\$	\$ 900,000
Grants & Donations Funds				300,000
Wastewater Fund	100,000			100,000
<b>Department Total</b>	<b>\$ 350,000</b>	<b>\$</b>	<b>\$</b>	<b>\$ 1,300,000</b>
<b>Capital Improvement Projects:</b>				
Develop. Impact Fee Funds	\$ 3,094,170	\$	\$ 800,000	\$ 2,513,860
Capital Improvements Fund	4,531,893		3,550,000	3,312,786
Art in Public Places Fund	32,500		32,500	
Wastewater Fund	8,142,118		4,100,000	3,049,750
<b>Department Total</b>	<b>\$ 15,800,681</b>	<b>\$</b>	<b>\$ 8,482,500</b>	<b>\$ 8,876,396</b>
<b>Debt Service:</b>				
General Fund	\$ 763,057	\$	\$ 843,417	\$ 707,366
Wastewater Fund	5,413,325		5,413,325	5,151,325
<b>Department Total</b>	<b>\$ 6,176,382</b>	<b>\$</b>	<b>\$ 6,256,742</b>	<b>\$ 5,858,691</b>
<b>Wastewater:</b>				
Wastewater Fund	\$ 2,863,259	\$	\$ 2,756,979	\$ 2,941,188
<b>Department Total</b>	<b>\$ 2,863,259</b>	<b>\$</b>	<b>\$ 2,756,979</b>	<b>\$ 2,941,188</b>

\* Includes actual expenditures/expenses recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated expenditures/expenses for the remainder of the fiscal year.

**CITY OF SEDONA**  
**Full-Time Employees and Personnel Compensation**  
**Fiscal Year 2017**

<b>FUND</b>	<b>Full-Time Equivalent (FTE) 2017</b>	<b>Employee Salaries and Hourly Costs 2017</b>	<b>Retirement Costs 2017</b>	<b>Healthcare Costs 2017</b>	<b>Other Benefit Costs 2017</b>	<b>Total Estimated Personnel Compensation 2017</b>
<b>GENERAL FUND</b>	118	\$ 6,742,340	\$ 1,013,200	\$ 1,237,850	\$ 684,060	\$ 9,677,450
<b>SPECIAL REVENUE FUNDS</b>						
_____		\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
_____						
<b>Total Special Revenue Funds</b>		\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
<b>DEBT SERVICE FUNDS</b>						
_____		\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
_____						
<b>Total Debt Service Funds</b>		\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
<b>CAPITAL PROJECTS FUNDS</b>						
_____		\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
_____						
<b>Total Capital Projects Funds</b>		\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
<b>PERMANENT FUNDS</b>						
_____		\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
_____						
<b>Total Permanent Funds</b>		\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
<b>ENTERPRISE FUNDS</b>						
Wastewater Fund	7	\$ 450,440	\$ 51,630	\$ 96,500	\$ 46,050	\$ 644,620
_____						
<b>Total Enterprise Funds</b>	7	\$ 450,440	\$ 51,630	\$ 96,500	\$ 46,050	\$ 644,620
<b>INTERNAL SERVICE FUND</b>						
_____		\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
_____						
<b>Total Internal Service Fund</b>		\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
<b>TOTAL ALL FUNDS</b>	125	\$ 7,192,780	\$ 1,064,830	\$ 1,334,350	\$ 730,110	\$ 10,322,070