

RESOLUTION NUMBER 2023-05

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE TOWN OF PARADISE VALLEY, ARIZONA, ADOPTING A TENTATIVE BUDGET FOR THE FISCAL YEAR 2023/2024; AND SETTING A DATE FOR PUBLIC HEARING ON THE TENTATIVE BUDGET AND ADOPTION OF A FINAL BUDGET; PROVIDING FOR REPEAL OF CONFLICTING RESOLUTIONS; PROVIDING FOR SEVERABILITY; AND PROVIDING THAT THIS RESOLUTION SHALL BE EFFECTIVE FROM AND AFTER ITS PASSAGE AND APPROVAL ACCORDING TO THE LAW.

WHEREAS, in accordance with the provisions of A.R.S. Title 42, Chapter 17, Articles 1-5, the Mayor and Council of the Town of Paradise Valley (the “Town Council”) shall make an estimate of the amounts required to meet the public expenditures/expenses for the ensuing year, an estimate of revenues from sources other than direct taxation, and the amount to be raised by taxation upon real and personal property of the Town; and

WHEREAS, in accordance with said chapter of said title, the estimates required to meet the public expenditures/expenses for the ensuing year shall be published according to law and a public hearing shall be held at which any taxpayer may appear and be heard in favor of or against any of the proposed expenditures/expenses or tax levies; and

WHEREAS, the Town Council desires now to establish a tentative budget for the Town of Paradise Valley for Fiscal Year 2023/2024.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Town of Paradise Valley, Arizona, as follows:

Section 1. The recitals above are hereby incorporated as if fully set forth herein.

Section 2. The estimates of revenues and expenditures shown in the schedules attached hereto as Exhibit A and incorporated herein by reference are hereby adopted as the tentative budget of the Town of Paradise Valley for Fiscal Year 2023/2024.

Section 3. The Town Clerk is authorized and directed to: (i) make available the tentative budget for inspection, not later than seven days after the date of this Resolution, at the Paradise Valley Town Hall and on the official Town Website (there is no physical library location within the Town); and (ii) publish in the official Town newspaper once per week for two consecutive weeks (a) the official tentative budget and (b) a notice of the public hearing of the Town Council to hear taxpayers and make tax levies at designated times and places. The notice shall include the physical address of the Paradise Valley Town Hall and the website where the tentative budget may be found.

Section 4. A public hearing on the tentative budget shall be held on May 25, 2023, during the regularly-scheduled Town Council meeting.

Section 5. This Resolution shall be effective from and after its passage and approval according to law.

Section 6. All resolutions or parts of resolutions in conflict with the provisions of this Resolution are hereby repealed.

Section 7. If any section, subsection, sentence, clause, phrase, or portion of this Resolution is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions thereof.

PASSED AND ADOPTED by the Town Council of the Town of Paradise Valley this 11th day of May 2023.

Jerry Bien-Willner, Mayor

ATTEST:

Duncan Miller, Town Clerk

APPROVED AS TO FORM

Andrew J. McGuire, Town Attorney

EXHIBIT A
TO
RESOLUTION NO. 2023-05

[Statement of Estimates and Expenses]

See following pages

Town of Paradise Valley
Summary Schedule of estimated revenues and expenditures/expenses
Fiscal year 2024

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	
2023	Adopted/adjusted budgeted expenditures/expenses*	E 1	33,326,476	5,212,500	2,885,500	5,968,500	0	6,803,400	0	54,196,376
2023	Actual expenditures/expenses**	E 2	21,941,840	5,083,149	2,885,500	5,268,500	0	6,983,730	0	42,162,719
2024	Beginning fund balance/(deficit) or net position/(deficit) at July 1***		67,779,900	1,644,800	16,400	11,513,700	0	2,640,400	0	83,595,200
2024	Primary property tax levy	B 4	0							0
2024	Secondary property tax levy	B 5								0
2024	Estimated revenues other than property taxes	C 6	50,326,200	1,531,900	0	2,202,000	0	6,228,200	0	60,288,300
2024	Other financing sources	D 7	0	0	0	0	0	0	0	0
2024	Other financing (uses)	D 8	0	0	0	0	0	0	0	0
2024	Interfund transfers in	D 9	0	2,561,000	2,881,400	10,201,400	0	770,000	0	16,413,800
2024	Interfund Transfers (out)	D 10	15,212,400	0	0	1,201,400	0	0	0	16,413,800
2024	Line 11: Reduction for fund balance reserved for future budget year expenditures									
	Maintained for future debt retirement		4,117,300							4,117,300
	Maintained for future Facilities, Fleet, Equipment and Streets	11	4,760,900			6,208,400				10,969,300
	Maintained for future financial stability		24,941,600				1,651,300			26,592,900
										0
										0
2024	Total financial resources available	12	69,073,900	5,737,700	2,897,800	16,507,300	0	7,987,300	0	102,204,000
2024	Budgeted expenditures/expenses	E 13	33,330,162	4,477,400	2,881,400	7,294,000	0	8,366,800	0	56,349,762

Expenditure limitation comparison

	2023	2024
1 Budgeted expenditures/expenses	\$ 54,196,376	\$ 56,349,762
2 Add/subtract: estimated net reconciling items	(10,220)	
3 Budgeted expenditures/expenses adjusted for reconciling items	54,186,156	56,349,762
4 Less: estimated exclusions	12,949,732	12,257,374
5 Amount subject to the expenditure limitation	\$ 41,236,424	\$ 44,092,388
6 EEC expenditure limitation	\$ 44,179,588	\$ 44,092,388

\$

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 beginning fund balance/(deficit) or net position/(deficit) amounts except for nonspendable amounts (e.g., prepaids and inventories) or amounts legally or contractually required to be maintained intact (e.g., principal of a permanent fund).

Town of Paradise Valley
Tax levy and tax rate information
Fiscal year 2024

	2023	2024
1. Maximum allowable primary property tax levy. A.R.S. §42-17051(A)	\$ _____	\$ _____
2. Amount received from primary property taxation in the current year in excess of the sum of that year's maximum allowable primary property tax levy. A.R.S. §42-17102(A)(18)	\$ _____	
3. Property tax levy amounts		
A. Primary property taxes	\$ _____	\$ _____
Property tax judgment _____	_____	_____
B. Secondary property taxes	_____	_____
Property tax judgment _____	_____	_____
C. Total property tax levy amounts	\$ _____	\$ _____
4. Property taxes collected*		
A. Primary property taxes		
(1) Current year's levy	\$ _____	
(2) Prior years' levies		
(3) Total primary property taxes	\$ _____	
B. Secondary property taxes		
(1) Current year's levy	\$ _____	
(2) Prior years' levies		
(3) Total secondary property taxes	\$ _____	
C. Total property taxes collected	\$ _____	
5. Property tax rates		
A. City/Town tax rate		
(1) Primary property tax rate	_____	_____
Property tax judgment _____	_____	_____
(2) Secondary property tax rate	_____	_____
Property tax judgment _____	_____	_____
(3) Total city/town tax rate	_____	_____
B. Special assessment district tax rates		
Secondary property tax rates—As of the date the proposed budget was prepared, the city/town was operating _____ special assessment districts for which secondary property taxes are levied. For information pertaining to these special assessment districts and their tax rates, please contact the city/town.		

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

Town of Paradise Valley
Revenues other than property taxes
Fiscal Year 2024

Source of revenues	Estimated revenues 2023	Actual revenues* 2023	Estimated revenues 2024
General Fund			
Charges for Services			
Charges for Services	\$ 388,300	\$ 409,700	\$ 415,900
Fines and Forfeitures			
Fines and Forfeitures	2,280,700	2,596,000	2,695,200
Intergovernmental			
Federal	60,000	60,000	56,000
State	4,990,500	4,924,600	5,354,000
Other	20,000	20,000	170,000
Local taxes			
Transaction Privilege Tax	\$ 30,161,600	\$ 33,961,700	\$ 35,213,100
Franchise Fees	1,223,300	1,522,600	1,568,200
Licenses and permits			
Permit and Planning Fees	3,082,400	2,396,500	2,683,900
Special Use Permits	448,000	441,300	451,300
Other Licenses and Permits	3,800	6,100	6,300
Miscellaneous			
Rents and Leases	113,600	120,200	120,200
Investment Earnings	350,000	1,551,700	1,327,200
Other	287,300	267,900	264,900
Total General Fund	\$ 43,409,500	\$ 48,278,300	\$ 50,326,200

* 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.

Town of Paradise Valley
Revenues other than property taxes
Fiscal Year 2024

Source of revenues	Estimated revenues 2023	Actual revenues* 2023	Estimated revenues 2024
Special Revenue Funds			
Court			
Court Enhancement	\$ 345,700	\$ 333,400	\$ 330,100
Municipal Fill the Gap	10,000	8,500	8,500
Judicial Court Enhancement	7,500	5,000	5,000
Investment Earnings	1,800	24,800	24,800
Total Court	\$ 365,000	\$ 371,700	\$ 368,400
Donations			
Police Donations	\$ 5,000	\$ 17,300	\$ 5,000
Vintage Car Show and Other Donations	10,000	10,100	14,000
Total Donations	\$ 15,000	\$ 27,400	\$ 19,000
Grants			
Federal	\$	\$	\$
State	95,000	30,000	60,000
County			
Other	68,400	66,300	50,000
Total Grants	\$ 163,400	\$ 96,300	\$ 110,000
Highway User Revenue Fund (HURF)			
Intergovernmental	\$ 1,004,100	\$ 913,900	\$ 941,300
Total HURF	\$ 1,004,100	\$ 913,900	\$ 941,300
Paradise Valley Mountain Preserve Trust			
Charges for Services	\$ 4,000	\$ 4,500	\$ 4,000
Contributions and Donations	500	2,200	89,000
Investment Earnings		200	200
Total PV Mountain Preserve Trust	\$ 4,500	\$ 6,900	\$ 93,200
Substance Prevention/Response			
Other	\$	\$ 56,000	\$
Total Substance Prevention/Response	\$	\$ 56,000	\$
Total special revenue funds	\$ 1,552,000	\$ 1,472,200	\$ 1,531,900

* 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.

Town of Paradise Valley
Revenues other than property taxes
Fiscal Year 2024

Source of revenues	Estimated revenues 2023	Actual revenues* 2023	Estimated revenues 2024
Capital Projects Funds			
Capital Improvements			
State	\$	\$	\$ 1,291,000
County	663,000	72,600	671,000
Contributions and Donations			240,000
Total Capital Improvements	\$ 663,000	\$ 72,600	\$ 2,202,000
Capital Improvements - 2020			
Investment Earnings		33,600	
Total Capital Improvements - 2020	\$	\$ 33,600	\$
Total capital projects funds	\$ 663,000	\$ 106,200	\$ 2,202,000
Enterprise funds			
Alarm			
Charges for Services	\$ 119,300	\$ 124,300	\$ 124,000
Investment Earnings	700	8,000	8,000
Other	100	100	100
Total Alarm	\$ 120,100	\$ 132,400	\$ 132,100
Fire Service			
Charges for Services	\$ 3,222,400	\$ 3,271,700	\$ 3,329,400
Investment Earnings	3,200	28,400	28,400
Other	5,000	19,100	19,100
Total Fire Service	\$ 3,230,600	\$ 3,319,200	\$ 3,376,900
Wastewater			
Charges for Services	\$ 2,703,100	\$ 2,807,700	\$ 2,703,100
Investment Earnings		15,700	15,700
Other	400	300	400
Total Wastewater	\$ 2,703,500	\$ 2,823,700	\$ 2,719,200
Wastewater Impact Fees			
Development Impact Fees	\$	\$	\$
Total Wastewater Impact Fees	\$	\$	\$
Total enterprise funds	\$ 6,054,200	\$ 6,275,300	\$ 6,228,200
Total all funds	\$ 51,678,700	\$ 56,132,000	\$ 60,288,300

* 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.

Town of Paradise Valley
Other financing sources/(uses) and interfund transfers
Fiscal year 2024

Fund	Other financing 2024		Interfund transfers 2024	
	Sources	(Uses)	In	(Out)
General Fund				
Capital Improvements	\$	\$	\$	\$ 9,000,000
Fire Services				770,000
Highway User Revenue (HURF)				2,561,000
Series 2016				1,472,400
Series 2020				1,409,000
Total General Fund	\$	\$	\$	\$ 15,212,400
Special revenue funds				
Highway User Revenue (HURF)	\$	\$	\$ 2,561,000	\$
Total special revenue funds	\$	\$	\$ 2,561,000	\$
Debt service funds				
Series 2016	\$	\$	\$ 1,472,400	\$
Series 2020			1,409,000	
Total debt service funds	\$	\$	\$ 2,881,400	\$
Capital projects funds				
Capital Improvements	\$	\$	\$ 10,201,400	\$
Series 2020 Proceeds				1,201,400
Total capital projects funds	\$	\$	\$ 10,201,400	\$ 1,201,400
Enterprise funds				
Fire Services	\$	\$	\$ 770,000	\$
Total enterprise funds	\$	\$	\$ 770,000	\$
Total all funds	\$	\$	\$ 16,413,800	\$ 16,413,800

**Town of Paradise Valley
Expenditures/expenses by fund
Fiscal year 2024**

Fund/Department	Adopted budgeted expenditures/ expenses 2023	Expenditure/ expense adjustments approved 2023	Actual expenditures/ expenses* 2023	Budgeted expenditures/ expenses 2024
General Fund				
Community Development	\$ 3,267,800	\$ 91,100	\$ 3,336,100	\$ 3,722,900
Finance	905,300	125,000	882,400	1,042,700
Information Technology	1,719,400	46,800	1,658,200	1,810,100
Municipal Court	890,500		874,750	950,800
Police	10,221,600		9,411,450	11,834,500
Public Works	973,100		963,770	986,600
Tourism	2,226,000	25,000	2,250,000	2,490,800
Town Attorney	995,200		652,800	984,100
Town Council	193,300	20,600	180,410	423,200
Town Manager	1,763,200	47,900	1,681,960	1,825,200
Contingency	7,821,076	1,993,600	50,000	7,259,262
Total General Fund	\$ 30,976,476	\$ 2,350,000	\$ 21,941,840	\$ 33,330,162
Special revenue funds				
Courts	\$ 429,000	\$	\$ 423,787	\$ 601,300
Donations	46,400		28,100	47,800
Grants	113,400		46,342	60,000
Highway User Revenue	4,557,500		4,570,120	3,570,600
PV Mountain Preserve Trust	6,200	10,000	14,800	91,700
Substance Prevention/Response				56,000
Contingency	50,000			50,000
Total special revenue funds	\$ 5,202,500	\$ 10,000	\$ 5,083,149	\$ 4,477,400
Debt service funds				
Series 2016	\$ 1,471,800	\$	\$ 1,471,800	\$ 1,472,400
Series 2020	1,413,700		1,413,700	1,409,000
Total debt service funds	\$ 2,885,500	\$	\$ 2,885,500	\$ 2,881,400
Capital projects funds				
Capital Improvements	\$ 5,318,500	\$ 53,400	\$ 5,268,500	\$ 7,044,000
Capital Contingency	650,000	(53,400)		250,000
Total capital projects funds	\$ 5,968,500	\$	\$ 5,268,500	\$ 7,294,000
Enterprise funds				
Alarm	\$ 140,200	\$	\$ 138,050	\$ 150,200
Alarm Contingency	4,200			4,500
Fire Services	3,796,000	100	4,117,180	5,114,100
Fire Services Contingency	113,900			150,400
Wastewater	2,668,900		2,648,400	2,861,800
Wastewater Contingency	80,100		80,100	85,800
Wastewater Impact Fee				
Total enterprise funds	\$ 6,803,300	\$ 100	\$ 6,983,730	\$ 8,366,800
Total all funds	\$ 51,836,276	\$ 2,360,100	\$ 42,162,719	\$ 56,349,762

* 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.

Town of Paradise Valley
Expenditures/expenses by department
Fiscal year 2024

Department/Fund	Adopted budgeted expenditures/expenses	Expenditure/expense adjustments approved	Actual expenditures/expenses*	Budgeted expenditures/expenses
	2023	2023	2023	2024
Community Development				
General	\$ 3,267,800	\$ 91,100	\$ 3,336,100	\$ 3,722,900
Community Development total	\$ 3,267,800	\$ 91,100	\$ 3,336,100	\$ 3,722,900
Finance				
General	\$ 905,300	\$ 125,000	\$ 882,400	\$ 1,042,700
Finance total	\$ 905,300	\$ 125,000	\$ 882,400	\$ 1,042,700
Information Technology				
General	\$ 1,719,400	\$ 46,800	\$ 1,658,200	\$ 1,810,100
Information Technology total	\$ 1,719,400	\$ 46,800	\$ 1,658,200	\$ 1,810,100
Municipal Court				
General	\$ 890,500	\$	\$ 874,750	\$ 950,800
Court	429,000	\$	423,787	601,300
Municipal Court total	\$ 1,319,500	\$	\$ 1,298,537	\$ 1,552,100
Police				
General	\$ 10,221,600	\$	\$ 9,411,450	\$ 11,834,500
Alarm	140,200	\$	138,050	154,700
Substance Prevention/Response	\$	\$	\$	56,000
Department total	\$ 10,361,800	\$	\$ 9,549,500	\$ 12,045,200
Public Works				
General	\$ 973,100	\$	\$ 963,770	\$ 986,600
Highway User Revenue	4,557,500	\$	4,570,120	3,570,600
Department total	\$ 5,530,600	\$	\$ 5,533,890	\$ 4,557,200
Tourism				
General	\$ 2,226,000	\$ 25,000	\$ 2,250,000	\$ 2,490,800
Department total	\$ 2,226,000	\$ 25,000	\$ 2,250,000	\$ 2,490,800
Town Attorney				
General	\$ 995,200	\$	\$ 652,800	\$ 984,100
Department total	\$ 995,200	\$	\$ 652,800	\$ 984,100
Town Council				
General	\$ 193,300	\$ 20,600	\$ 180,410	\$ 423,200
Department total	\$ 193,300	\$ 20,600	\$ 180,410	\$ 423,200
Town Manager				
General	\$ 1,763,200	\$ 47,900	\$ 1,681,960	\$ 1,825,200
Department total	\$ 1,763,200	\$ 47,900	\$ 1,681,960	\$ 1,825,200

**Town of Paradise Valley
Expenditures/expenses by department
Fiscal year 2024**

Department/Fund	Adopted budgeted expenditures/expenses	Expenditure/expense adjustments approved	Actual expenditures/expenses*	Budgeted expenditures/expenses
	2023	2023	2023	2024
Non-Departmental				
General (Contingency)	\$ 6,359,276	\$ 1,940,200	\$ 130,100	\$ 7,259,262
Grants	\$ 113,400	\$	\$ 46,342	\$ 110,000
Donations	46,400		28,100	47,800
PV Mountain Preserve Trust	6,200	10,000	14,800	91,700
Capital Improvements	5,318,500	53,400	5,268,500	7,294,000
Series 2016	1,471,800		1,471,800	1,472,400
Series 2020	1,413,700		1,413,700	1,409,000
Fire Service	3,795,900	100	4,117,180	5,264,500
Wastewater	2,668,900		2,648,400	2,947,600
Wastewater Impact Fee				
Department total	\$ 21,194,076	\$ 2,003,700	\$ 15,138,922	\$ 25,896,262

* 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.

Town of Paradise Valley
Full-time employees and personnel compensation
Fiscal year 2024

Fund	Full-time equivalent (FTE)	Employee salaries and hourly costs	Retirement costs	Healthcare costs	Other benefit costs	Total estimated personnel compensation
	2024	2024	2024	2024	2024	2024
General Fund	<u>101.3</u>	\$ <u>10,644,000</u>	\$ <u>2,063,900</u>	\$ <u>1,249,600</u>	\$ <u>1,450,000</u>	\$ <u>15,407,500</u>
Special revenue funds						
Courts	<u>4.5</u>	\$ <u>291,600</u>	\$ <u>38,200</u>	\$ <u>28,200</u>	\$ <u>28,800</u>	\$ <u>386,800</u>
Highway User Revenue	<u>11.0</u>	\$ <u>884,100</u>	\$ <u>112,000</u>	\$ <u>156,000</u>	\$ <u>129,300</u>	\$ <u>1,281,400</u>
Total special revenue funds	<u>15.5</u>	\$ <u>1,175,700</u>	\$ <u>150,200</u>	\$ <u>184,200</u>	\$ <u>158,100</u>	\$ <u>1,668,200</u>
Total all funds	<u>116.8</u>	\$ <u>11,819,700</u>	\$ <u>2,214,100</u>	\$ <u>1,433,800</u>	\$ <u>1,608,100</u>	\$ <u>17,075,700</u>