



# Town of Paradise Valley FY2027 Budget Development



# Budget Calendar



<b>Date</b>	<b>Activity</b>	<b>Subject</b>
March 12	Study Session	User Fees Preliminary Budget Overview Capital Improvement Projects (CIP)
March 26	Study Session	Department Budgets
April 10	Study Session	Revenue Stress Test Pension Funding Follow Up Items
April 24	Meeting: Action Item	Tentative Budget Adoption
May 8	Meeting: Action Item	Final Budget Adoption

A soft-focus background image featuring a butterfly perched on a thin branch. The butterfly has dark wings with light spots. The scene is filled with thin, vertical branches and clusters of small, bright yellow flowers. The overall lighting is bright and airy, suggesting a sunny day.

# No Proposed changes to the Town's Master Fee Schedule

# Fire Service Fund

# Fire Services

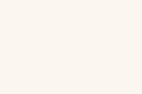
Fiscal Year	Revenues	Expenses	Over/Short	Cumulative Over/Short
2013	1,538,314	1,414,177	124,137	124,137
2014	3,112,850	2,961,269	151,581	275,718
2015	3,099,652	3,045,071	54,581	330,299
2016	3,101,634	2,921,260	180,374	510,673
2017	3,121,961	3,037,830	84,131	594,804
2018	3,138,471	3,247,709	(109,238)	485,566
2019	3,086,406	3,119,018	(32,612)	452,954
2020	3,202,846	3,439,910	(237,064)	215,890
2021	3,191,180	3,599,090	(407,910)	(192,020)
2022	3,206,224	3,767,565	(561,341)	(753,361)
2023	3,235,618	4,301,947	(1,066,329)	(1,819,690)
2024	3,300,932	4,457,551	(1,156,619)	(2,976,309)
2025	3,322,705	4,564,507	(1,211,763)	(4,188,072)

- 7% increase in revenues
- 54% increase in expenses



# Fire Services

- Rates have been the same since 2013.
- Expenses have gone up with inflation.
- Shortfall projected to continue to increase



# Fire Services

## OPTIONS:

- Do nothing. Will need to continue to subsidize Fire Service Fund with General Fund revenues.
- Raise rates to cover costs - one time. A 67% rate increase will be needed to cover current costs and prepare for capital purchases.
- Raise rates over time to desired levels and continue to subsidize until rates are high enough to support the services.
- Absorb the entire cost in the General Fund

# Fire Services

Rate Schedule with 67% Increase

	<u>Current</u>		<u>Full coverage</u>		<u>Difference</u>	
	Monthly	Annual	Monthly	Annual	Monthly	Annual
<b>RESIDENTIAL</b>						
3,000 Sq Ft	\$ 30.00	\$ 360.00	\$ 50.00	\$ 600.00	\$ 20.00	\$ 240.00
3,001-6,000 Sq Ft	\$ 40.00	\$ 480.00	\$ 66.67	\$ 800.00	\$ 26.67	\$ 320.00
> 6,000 Sq Ft	\$ 50.00	\$ 600.00	\$ 83.33	\$ 1,000.00	\$ 33.33	\$ 400.00
<b>COMMERCIAL</b>						
Each Equivalent Home Unit	\$ 30.00	\$ 360.00	\$ 50.00	\$ 600.00	\$ 20.00	\$ 240.00
<b>VACANT LAND</b>	\$ 10.00	\$ 120.00	\$ 16.67	\$ 200.00	\$ 6.67	\$ 80.00



# Preliminary Budget/Expenditure Limitation

# Preliminary Proposed Budget Expenditure Limitation

<b>Fund</b>	<b>FY26 Budget</b>	<b>FY27 Budget</b>	<b>Change</b>	<b>% Change</b>
General Fund (Departments)	26,708,959	27,193,515	484,556	1.8%
Tourism	2,605,340	2,605,340	-	0.0%
General Fund Contingency	3,576,043	6,591,199	3,015,156	84.3%
Debt Service Fund	1,409,021	-	(1,409,021)	-100.0%
Capital Projects Fund	10,127,000	15,916,280	5,789,280	57.2%
Special Revenue Funds	8,456,853	8,027,159	(429,694)	-5.1%
Enterprise Funds	8,443,588	8,668,589	225,001	2.7%
Total	61,326,804	69,002,082	7,675,278	12.5%
Estimated Exclusions	14,425,235	20,721,000	6,295,765	43.6%
Adjusted Total	46,901,569	48,281,082	1,379,513	2.9%
Expenditure Limitation	46,901,569	48,281,082	1,379,513	2.9%
Over/(Under)	-	-	-	



# Preliminary Proposed Budget Expenditure Limitation

## Summary

in Millions

Increased Expenditures	
General Fund	0.5
HURF	(0.5)
Capital Projects	5.8
Debt Service	(1.4)
Contingency	3.0
All Other	0.3
	<hr/>
	7.7
Increase in Sources	
Expenditure Limitation	1.4
Exclusion	6.3
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	7.7
Difference	0.0

# Capital Improvement Program