

CITY OF SOMERTON ARIZONA

2024 TENTATIVE BUDGET FORMS



ADOPTED JUNE 20, 2023



**OFFICIAL TENTATIVE BUDGET FORMS
CITY OF SOMERTON**

FISCAL YEAR 2024

**CITY OF SOMERTON
TABLE OF CONTENTS
FISCAL YEAR 2024**

Resolution for the Adoption of the budget

Schedule A – Summary Schedule of Estimated Revenues and Expenditures

Schedule B – Tax Levy and Tax Rate Information

Schedule C – Revenues other than Property Taxes

Schedule D – Other Financing Sources/(uses) and Interfund Transfers

Schedule E – Expenditures/Expenses by Fund

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

Schedule G – Full-Time Employees and Personnel Compensation

No. 2023-XXX

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF SOMERTON, ARIZONA, ADOPTING ESTIMATES OF PROPOSED EXPENDITURES BY THE CITY OF SOMERTON FOR THE FISCAL YEAR BEGINNING JULY 1, 2023 AND ENDING JUNE 30, 2024; AND DECLARING THAT SUCH SHALL CONSTITUTE THE ADOPTED BUDGET OF THE CITY OF SOMERTON FOR SUCH FISCAL YEAR.

WHEREAS, pursuant to the provisions of the laws of the State of Arizona and the City of Somerton (the "City") Code Ordinances, the Somerton City Council (the "City Council") is required to adopt a budget; and

WHEREAS, in accordance with Arizona Revised Statute 42-17102, the City has prepared and filed with the City Council a proposed budget for the fiscal year beginning July 1, 2023, and ending June 30, 2023, and which was tentatively adopted on June 20, 2023; and

WHEREAS, the City Manager or designee has published, in a publication of general circulation, the proposed budget summary, notice of public hearing and designated time and location of the public hearing held on July 18, 2023 to hear taxpayers for or against the tentatively adopted budget for two consecutive weeks, as required by law; and

WHEREAS, the tentative budget adopted June 20, 2023 has been made available to the public following its adoption, with supplementary schedules and details, and is on file with the City Clerk, the Somerton Branch of the Yuma County Library and on the City of Somerton website, no later than seven business days after adoption; and

WHEREAS, the sums to be raised by primary taxation, as specified in the fiscal year 2023 Budget, do not in the aggregate amount exceed that amount as computed in Section 42-17051, Arizona Revised Statutes; and

WHEREAS, the qualified electors of the City did, on November 3, 2020, approve the Home Rule Option for expenditure limitation pursuant to the Arizona Constitution Article IX, Section 20; and

WHEREAS, the Home Rule Option requires that an expenditure limitation must be established each year as part of the annual budget.

NOW, THEREFORE, IT IS RESOLVED by the Mayor and Council of the City of Somerton, Arizona as follows:

SECTION 1: The City Council has determined the final estimates of expenditures which will be required of the City of Somerton for fiscal year beginning July 1, 2023 and ending June 30, 2024.

SECTION 2: The purpose of expenditure and the amount finally established for each purpose as set forth in Exhibit A attached hereto constitutes the official and final adoption of the 2024 City of Somerton Budget, beginning July 1, 2023 and ending June 30, 2024, as subject to State law.

SECTION 3: Money from any fund may be used for any of the purposes set forth in Section 2 of this Resolution, except money specifically restricted by State law and City Ordinance or Resolution.

PASSED AND ADOPTED by the Mayor and Council of the City of Somerton, Arizona this ____ day of _____, 2023

Gerardo Anaya, Mayor

ATTEST:

APPROVED AS TO FORM:

Lizandro Galaviz, City Clerk

Jorge Lozano, City Attorney

City of Somerton
Summary Schedule of estimated revenues and expenditures/expenses
Fiscal year 2024

Fiscal year	S c h	Funds								Total all funds
		General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Permanent Fund	Enterprise Funds Available	Internal Service Funds		
2023	E	1	12,736,500	8,222,938	1,700,000	2,000,000	0	9,223,140	0	33,882,578
2023	E	2	11,527,000	2,955,000	0	100,000	0	8,950,000	0	23,532,000
2024		3	0	0	0	0	0	0	0	0
2024	B	4	768,690							768,690
2024	B	5								0
2024	D	7	500,000	0	0	0	0	0	0	500,000
2024	D	8	0	0	0	0	0	0	0	0
2024	D	9	0	0	1,500,000	200,000	0	0	0	1,700,000
2024	D	10	1,390,000	500,000	0	0	0	0	0	1,890,000
2024										
2024										
2024		11								0
2024										0
2024										0
2024										0
2024		12	(121,310)	(500,000)	1,500,000	200,000	0	0	0	1,078,690
2024	E	13	13,807,637	15,400,019	1,807,900	1,336,637	0	8,455,100	0	40,807,293

Expenditure limitation comparison		2023	2024
1	Budgeted expenditures/expenses	\$ 33,882,578	\$ 40,807,293
2	Add/subtract: estimated net reconciling items		
3	Budgeted expenditures/expenses adjusted for reconciling items	33,882,578	40,807,293
4	Less: estimated exclusions		
5	Amount subject to the expenditure limitation	\$ 33,882,578	\$ 40,807,293
6	EEC expenditure limitation		

☐ 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).

City of Somerton
Tax levy and tax rate information
Fiscal year 2024

	<u>2023</u>	<u>2024</u>
1. Maximum allowable primary property tax levy. A.R.S. §42-17051(A)	\$ <u>768,690</u>	\$ <u>797,843</u>
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)	\$ <u>-</u>	
3. Property tax levy amounts		
A. Primary property taxes	\$ <u>768,690</u>	\$ <u>768,690</u>
B. Secondary property taxes Improvement Districts **	<u>264,000</u>	<u>264,000</u>
C. Total property tax levy amounts	\$ <u>1,032,690</u>	\$ <u>1,032,690</u>
4. Property taxes collected*		
A. Primary property taxes		
(1) Current year's levy	\$ <u>478,000</u>	
(2) Prior years' levies	<u>-</u>	
(3) Total primary property taxes	\$ <u>478,000</u>	
B. Secondary property taxes		
(1) Current year's levy	\$ <u>103,000</u>	
(2) Prior years' levies		
(3) Total secondary property taxes	\$ <u>103,000</u>	
C. Total property taxes collected	\$ <u>581,000</u>	
5. Property tax rates		
A. City/Town tax rate		
(1) Primary property tax rate	<u>1.6087</u>	<u>1.6062</u>
(2) Secondary property tax rate	<u>-</u>	<u>-</u>
(3) Total city/town tax rate	<u>1.6087</u>	<u>1.6062</u>
B. Special assessment district tax rates		
Secondary property tax rates - As of the date the proposed budget was prepared, the City of Somerton 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.

City of Somerton
Tax levy and tax rate information
Fiscal year 2024

3. B. Improvement Districts **

Enhanced Municipal

	2023	2024
1. ALBORADA SUBDIVISION	\$ 1,000	\$ 500
2. AMISTAD #3	2,000	11,000
3. AMISTAD #4	10,500	500
4. CAMARILLO ESTATES	1,500	5,200
5. DESERT VALLEY	5,600	26,800
6. LAS ESTRELLAS SOUTH	6,000	25,600
7. LAS HACIENDAS	12,800	7,400
8. ROLLOW	8,000	17,500
9. SANTA CLARA II	500	2,000
10. SANTA CLARA III	4,000	4,300
11. SOMERTON COTAGES	1,000	1,000
12. VALLE DEL SOL	9,700	30,600
13. VALLE SERENO ESTATES NO. 5	2,500	10,700
14. VARGAS ESTATES	10,000	6,000
15. VENEZIA SUBDIVISION	3,500	14,400
16. VERANDA ESTATES	3,500	9,800
17. YEPKO SUBDIVISION	1,200	9,300
Enhanced Municipal	83,300	182,600

Streetlighting

1. ALBORADA SUBDIVISION	500	500
2. AMISTAD #3	5,400	4,000
3. AMISTAD #4	3,100	1,500
4. CAMARILLO ESTATES	2,100	2,000
5. DESERT VALLEY	20,400	19,200
6. LAS ESTRELLAS SOUTH	13,200	13,400
7. LAS HACIENDAS	3,600	3,600
8. RIVERA ESTATES	1,700	3,400
9. ROLLOW	1,900	2,300
10. SANTA CLARA II	1,000	1,000
11. SANTA CLARA III	3,600	700
12. VALLE DEL SOL	10,200	9,200
13. VALLE SERENO	5,700	5,700
14. VARGAS ESTATES	3,400	3,000
15. VENEZIA SUBDIVISION	7,300	7,200
16. VERANDA ESTATES	2,900	3,000
17. YEPKO SUBDIVISION	1,700	1,700
Street Lighting	87,700	81,400
Improvement District Total	171,000	264,000

City of Somerton
Revenues Other Than Property Taxes
Fiscal Year 2024

SOURCE OF REVENUES	ESTIMATED REVENUES 2023	ACTUAL REVENUES* 2023	ESTIMATED REVENUES 2024
GENERAL FUND			
City Sales Tax	\$ 2,569,998	3,473,728	\$ 3,570,000
Property Tax		727,104	800,000
Animal Licenses	7,000	11,200	15,000
Business Licenses	30,000	35,940	50,000
Building Permits	120,000	191,078	50,000
State Sales Tax	2,100,000	1,820,730	2,100,000
State Shared Income Tax	2,160,000	2,262,349	2,700,000
Vehicle License Tax	810,000	690,231	800,000
Reimbursements	12,000	11,181	25,000
Ambulance Fees	845,000	1,373,888	1,500,000
Franchise Fees	170,000	160,438	250,000
Planning and Zoning Fees	36,000	37,000	50,000
Recreation Fees	93,500	60,724	90,000
City Court	60,000	59,000	100,000
Grants	50,000	81,000	100,000
Restitutions	3,400	1,500	3,000
Cocopah Obligation	660,000	1,402,782	950,000
Rental/Lease Revenue	61,500	115,000	200,000
Misc. Revenue	94,000	18,000	1,000,000
Interest	37,000	1,000	1,000
State Grant-AZ Cares			
Total General Fund	\$ 9,919,398	\$ 12,533,873	\$ 14,354,000
SPECIAL REVENUE FUNDS			
HURF Gas Tax	\$ 1,411,000	1,119,000	\$ 1,600,000
HURF Miscellaneous Revenue	3,000	500	1,000
	\$ 1,414,000	1,119,500	\$ 1,601,000
SLFR Fund (Federal COVID Funds)	\$ 2,500,000	245,569	\$
Parkview Commercial Development	1,320,000	446,398	3,319,008
Public Safety Special Projects	800,000	50,000	1,373,511
	\$ 4,620,000	741,967	\$ 4,692,519
Court Enhancement Fund	\$ 20,000	11,564	\$ 20,000
Court Trust Fund	6,000	3,941	5,000
	\$ 26,000	15,505	\$ 25,000
Parks Impact Fees	\$ 70,000	49,000	\$ 100,000
Public Safety Impact Fees	60,000	59,709	150,000
Transportation Impact Fees	70,000	62,501	150,000
	\$ 200,000	171,210	\$ 400,000
Senior Center	\$ 137,000	210,000	\$ 500,000
Miscellaneous Grant	43,000	50,000	300,000
	\$ 180,000	260,000	\$ 800,000
Improvement Districts	\$	145,000	\$ 275,000
	\$	145,000	\$ 275,000
Total Special Revenue Funds	\$ 6,440,000	\$ 2,453,182	\$ 7,793,519
CAPITAL PROJECTS FUNDS			
CIP Projects	\$ 2,000,000	300,000	\$ 1,336,637
Total Capital Projects Funds	\$ 2,000,000	\$ 300,000	\$ 1,336,637

* 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 Somerton
Revenues Other Than Property Taxes
Fiscal Year 2024

SOURCE OF REVENUES	ESTIMATED REVENUES 2023	ACTUAL REVENUES* 2023	ESTIMATED REVENUES 2024
ENTERPRISE FUNDS			
Water-Metered Sales	\$ 1,737,000	1,321,382	\$ 1,500,000
Water-Miscellaneous Fees	58,000	121,871	100,000
Interest, Energy Credits, Grants	5,000	1,794	12,000
	<u>\$ 1,800,000</u>	<u>\$ 1,566,918</u>	<u>\$ 1,612,000</u>
Wastewater-Service Fee	\$ 2,610,000	2,421,071	\$ 2,650,000
Interest, Energy Credits, Grants	49,000	185,306	32,000
	<u>\$ 2,659,000</u>	<u>\$ 2,606,377</u>	<u>\$ 2,682,000</u>
Sanitation-Service Fee	\$ 900,000	703,781	\$ 800,000
Sanitation-Container/Permit Fees	3,000	1,535	3,000
Recycle Revenue	16,500		1,000
Interest	1,500		
	<u>\$ 921,000</u>	<u>\$ 705,316</u>	<u>\$ 804,000</u>
Water Impact Fees	\$ 100,000	101,000	\$ 150,000
Wastewater Impact Fees	250,000	200,000	180,000
Utility Grant	1,100,000	1,000	1,000
	<u>\$ 1,450,000</u>	<u>\$ 302,000</u>	<u>\$ 331,000</u>
Total Enterprise Funds	<u>\$ 6,830,000</u>	<u>\$ 5,180,611</u>	<u>\$ 5,429,000</u>
TOTAL ALL FUNDS	<u>\$ 15,270,000</u>	<u>\$ 20,467,666</u>	<u>\$ 28,913,156</u>

* 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 Somerton
Other financing sources/(uses) and interfund transfers
Fiscal year 2024

Fund	Other financing 2024		Interfund transfers 2024	
	Sources	(Uses)	In	(Out)
General Fund				
Transfer to Debt Service Fund	\$	\$	\$	\$ 1,390,000
Senior Center				
SLFR Fund(Federal COVID Funds)				
Financing	500,000			
Improvement Districts				
Total General Fund	\$ 500,000	\$	\$	\$ 1,390,000
Special revenue funds				
Transfer to Hurf	\$	\$	\$	\$ 500,000
Total special revenue funds	\$	\$	\$	\$ 500,000
Debt service funds				
Transfer in General Fund	\$	\$	\$ 1,500,000	\$
Total debt service funds	\$	\$	\$ 1,500,000	\$
Capital projects funds				
Transfer from General Fund	\$	\$	\$ 200,000	\$
Total capital projects funds	\$	\$	\$ 200,000	\$
Permanent funds				
	\$	\$	\$	\$
Total permanent funds	\$	\$	\$	\$
Enterprise funds				
	\$	\$	\$	\$
Total enterprise funds	\$	\$	\$	\$
Internal service funds				
	\$	\$	\$	\$
Total Internal Service Funds	\$	\$	\$	\$
Total all funds	\$ 500,000	\$	\$ 1,700,000	\$ 1,890,000

**City of Somerton
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				
Mayor and Council	\$ 307,800	\$	\$ 300,000	\$ 395,330
Administration	687,000		600,000	593,102
Court	517,000		500,000	510,475
Police	3,496,000		3,300,000	3,624,412
Fire	2,856,000		2,925,000	3,029,900
Parks and Recreation	1,735,000		1,500,000	1,452,100
Community and Development	662,000		400,000	777,923
Finance	353,200		315,000	445,950
Clerk	117,500		100,000	75,260
Animal Control	256,000		175,000	190,000
Economic and Development	377,000		380,000	546,590
Human Resources	122,500		125,000	167,091
Information Technology	160,000		127,000	207,654
Facilities Maintenance	212,500		180,000	218,850
IDA			100,000	173,000
Contingency	877,000		500,000	1,400,000
Total General Fund	\$ 12,736,500	\$	\$ 11,527,000	\$ 13,807,637
Special revenue funds				
SLFR Fund	\$ 1,265,000	\$	\$	\$ 4,792,477
HURF	1,968,738		1,000,000	1,982,500
Parkview Commerical Development	3,560,000		1,500,000	3,473,731
Miscellaneous Projects Fund	400,000		60,000	1,500,000
Public Safety Special Projects	400,000		50,000	2,473,511
Court Enhancement Fund	45,200		45,000	20,000
Court Trust Fund	25,000		20,000	10,000
Senior Center Fund	262,000		260,000	593,800
Donation Fund	70,000		20,000	20,000
Mayor and Council Special Projects				270,000
Improvement District Fund	227,000			264,000
Total special revenue funds	\$ 8,222,938	\$	\$ 2,955,000	\$ 15,400,019
Debt service funds				
Debt Service Fund	\$ 1,700,000	\$	\$	\$ 1,807,900
Total debt service funds	\$ 1,700,000	\$	\$	\$ 1,807,900
Capital projects funds				
CIP	\$ 2,000,000	\$	\$ 100,000	\$ 1,336,637
Total capital projects funds	\$ 2,000,000	\$	\$ 100,000	\$ 1,336,637
Permanent funds				
Total permanent funds	\$	\$	\$	\$
Enterprise funds				
Water	\$ 3,513,140	\$	\$ 3,400,000	\$ 4,258,100
Wastewater/Sewer	3,950,000		3,800,000	2,732,000
Sanitation	1,260,000		1,250,000	965,000
Delevopment Fee Funds	500,000		500,000	500,000
Total enterprise funds	\$ 9,223,140	\$	\$ 8,950,000	\$ 8,455,100
Internal service funds				
Total internal service funds	\$	\$	\$	\$
Total all funds	\$ 33,882,578	\$	\$ 23,532,000	\$ 40,807,293

* 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 Somerton
Expenditures/expenses by department
Fiscal year 2024

Department/Fund	Adopted budgeted expenditures/ expenses 2023	Expenditure/ expense adjustments approved 2023	Actual expenditures/ expenses* 2023	Budgeted expenditures/ expenses 2024
MAYOR AND COUNCIL				
General Fund	\$ 307,800	\$	\$ 300,000	\$ 395,330
Mayor and Council Special Projects				270,000
Total Mayor and Council	\$ 307,800	\$	\$ 300,000	\$ 665,330
ADMINISTRATION				
General Fund	687,000		600,000	593,102
Total Administration	\$ 687,000	\$	\$ 600,000	\$ 593,102
GENERAL GOVERNMENT				
Debt Service Fund	\$ 1,700,000	\$	\$	\$ 1,807,900
Capital Projects	2,000,000		100,000	1,336,637
SLFR Fund (Federal COVID Funds)	1,265,000			4,792,477
Contingency	877,000		500,000	1,400,000
Total General Government	\$ 5,842,000	\$	\$ 600,000	\$ 9,337,014
CITY CLERK				
General Fund	\$ 117,500	\$	\$ 100,000	\$ 75,260

City of Somerton
Full-time employees and personnel compensation
Fiscal year 2024

Fund	Full-time equivalent (FTE) 2024	Employee salaries and hourly costs 2024	Retirement costs 2024	Healthcare costs 2024	Other benefit costs 2024	Total estimated personnel compensation 2024
General Fund		\$ 5,500,000	\$ 990,000	\$ 995,000	\$ 1,000,000	\$ 8,485,000
Special revenue funds						
HURF		\$ 440,000	\$ 53,506	\$ 100,000	\$ 5,000	\$ 598,506
Public Safety Police		100,000	20,000	20,000	5,000	145,000
Senior Center		90,000	10,000	20,000	10,000	130,000
Improvement Districts						
Total special revenue funds		\$ 630,000	\$ 83,506	\$ 140,000	\$ 20,000	\$ 873,506
Debt service funds						
		\$	\$	\$	\$	\$
Total debt service funds		\$	\$	\$	\$	\$
Capital projects funds						
		\$	\$	\$	\$	\$
Total capital projects funds		\$	\$	\$	\$	\$
Permanent funds						
		\$	\$	\$	\$	\$
Total permanent funds		\$	\$	\$	\$	\$
Enterprise funds						
Water		\$ 450,000	\$ 60,000	\$ 95,000	\$ 20,000	\$ 625,000
Wastewater		410,000	65,000	105,000	20,000	600,000
Sanitation		250,000	40,000	45,000	20,000	355,000
Total enterprise funds		\$ 1,110,000	\$ 165,000	\$ 245,000	\$ 60,000	\$ 1,580,000
Internal service funds						
		\$	\$	\$	\$	\$
Total internal service fund		\$	\$	\$	\$	\$
Total all funds		\$ 7,240,000	\$ 1,238,506	\$ 1,380,000	\$ 1,080,000	\$ 10,938,506