



# FY 2018-19 FINANCIAL RESULTS

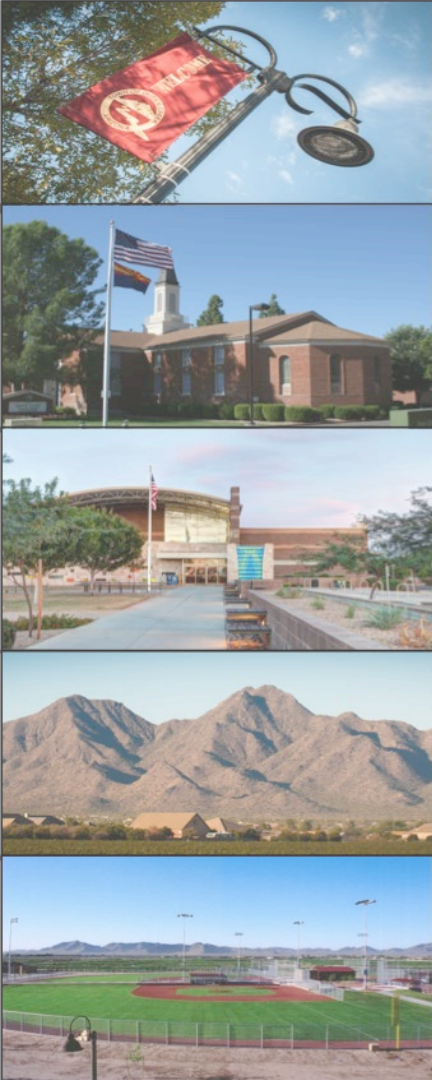
Town Council Meeting

January 15, 2019



# PURPOSE OF PRESENTATION

1. Summarize Overall Financial Results
2. Discuss Operating Budget Results



# Overall Financial Results

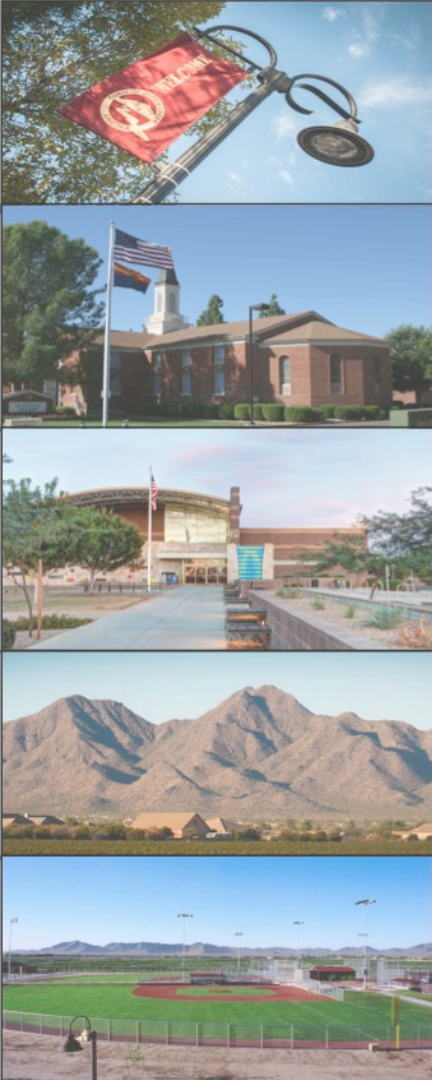
# OVERALL RESULTS

## 1. Revenues

- Better Than Budget
- Increased over Prior Fiscal Year

## 2. Expenses Less than Budget





# OVERALL RESULTS (CONTINUED)

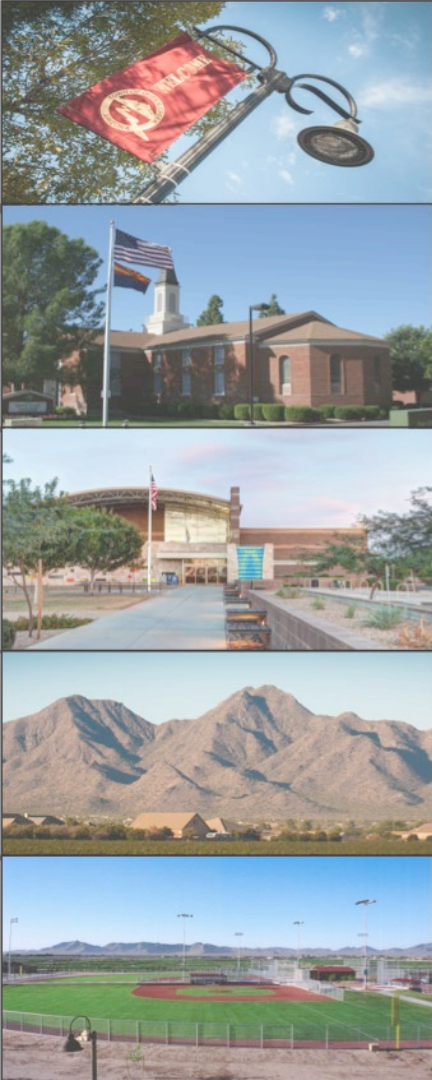
## 3. Increased Pension Reserves Per Policy

- Fully Funded PSPRS Unfunded Pension Liability for Sworn Fire Employees at \$80,263
- Fully Funded MCSO Unfunded Pension Liability at \$20.9M
- Continue towards full funding of ASRS \$19.9M Unfunded Pension Liability
  - \$8.6M at 6/30/2019

# OVERALL RESULTS (CONTINUED)

## 4. \$54.8M Increase in Completed Infrastructure

Type of Infrastructure	Total as of 6/30/2019	\$ Increase	% Increase	Added by Town	Received From Private Entities
Streets, Buildings, and Equipment	\$ 468.7M	\$ 45.1M	11%	\$39.9M	\$ 5.2M
Water and Wastewater	<u>\$ 212M</u>	<u>\$ 9.7M</u>	<u>5%</u>	<u>\$ 6.2M</u>	<u>\$ 3.5M</u>
Total	\$ 680.7M	\$ 54.8M	9%	\$46.1M	\$ 8.7M



# OVERALL RESULTS (CONCLUDED)

## 5. Issued \$49.5M of Bonds

- Temporary financing to acquire water rights

## 6. Paid off \$10.9M of Interfund Loans



# Operating Budget Results



# FY 18-19 OPERATING FUNDS

(IN MILLIONS)

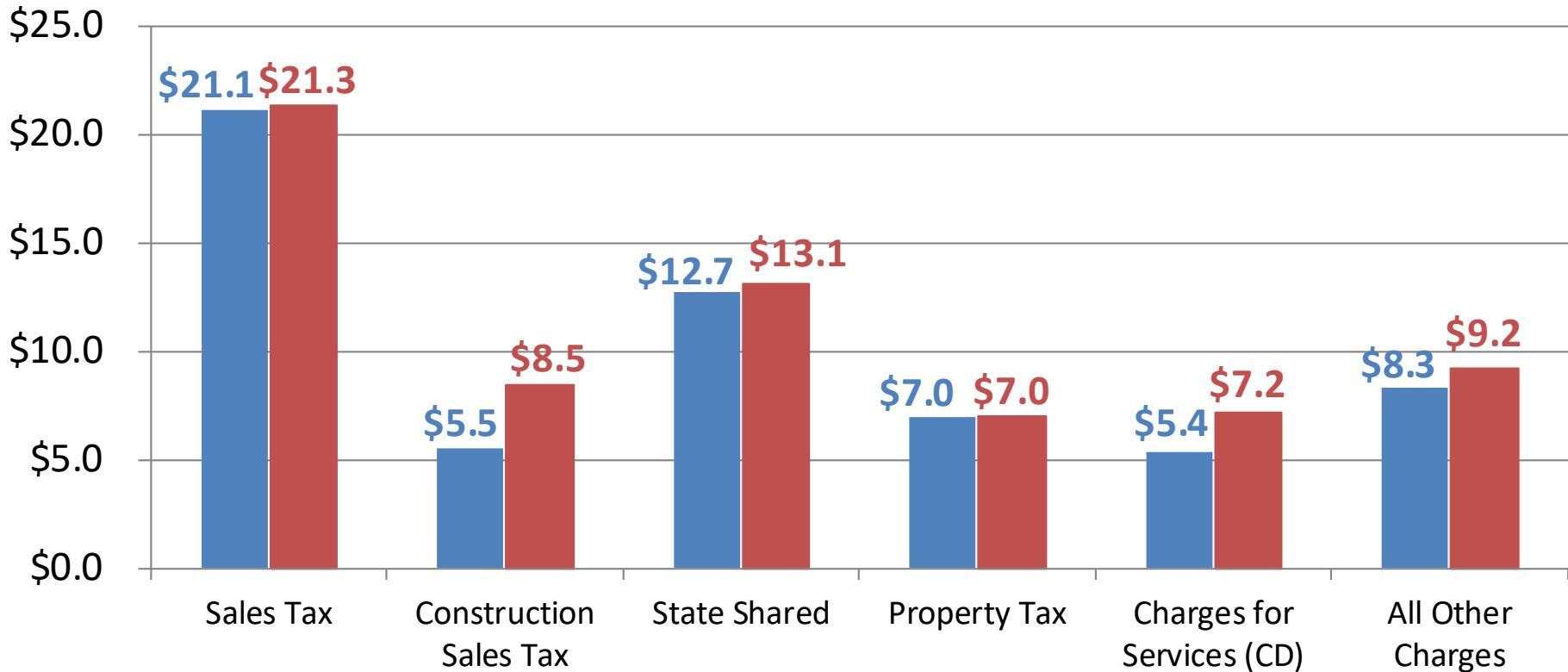
	Revised Budget	Final Audited Results	\$ Variance	% Variance
Revenues	\$ 60.0	\$ 66.3	\$ 6.3	10%
Expenses	<u>\$ 67.1</u>	<u>\$ 62.6</u>	<u>\$ 4.5</u>	<u>7%</u>
Net Annual	\$ (7.1)	\$ 3.7	-	-
Beginning Balance	<u>\$ 37.7</u>	<u>\$ 37.7</u>	-	-
Ending Balance	<u>\$ 30.7</u>	<u>\$ 41.5</u>	<u>\$ 10.8</u>	-



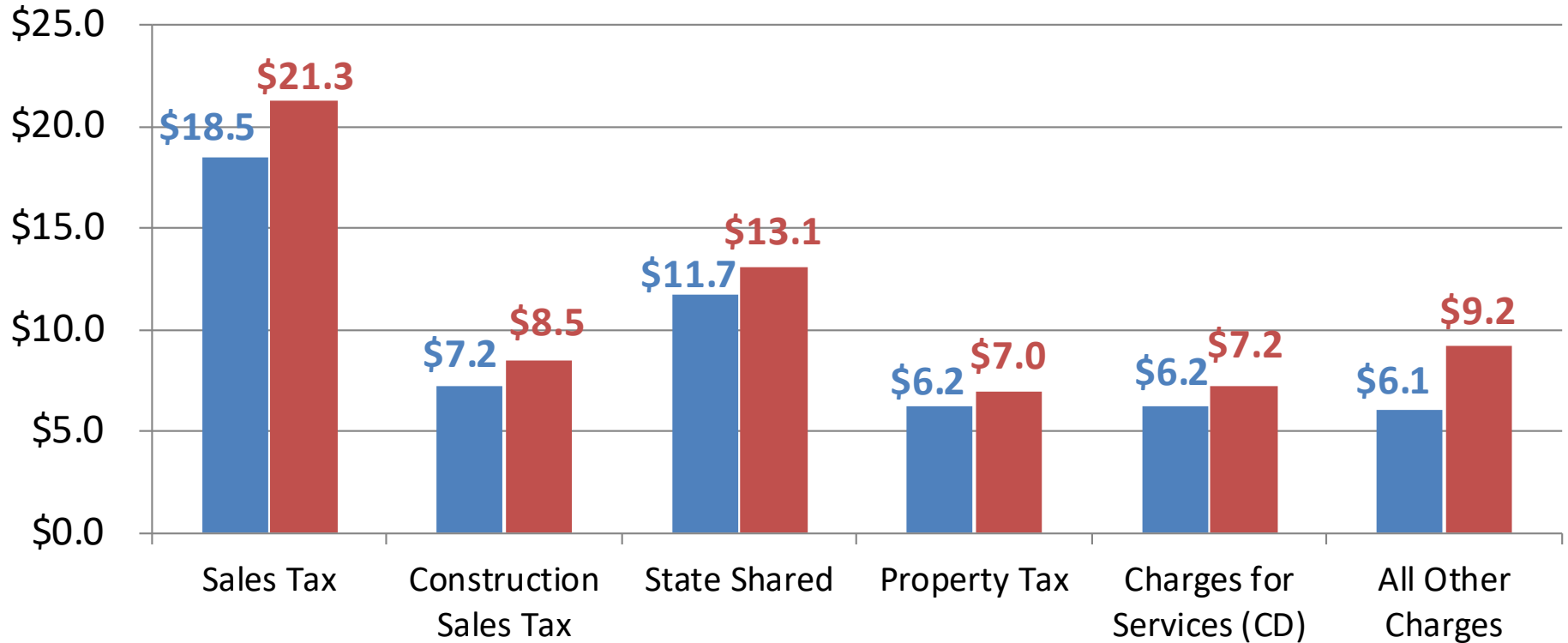
# Revenues

# OPERATING REVENUE VARIANCE: +\$6.3M (+9.5%)

## \$60.0M REVISED BUDGET TO \$66.3M ACTUAL



# OPERATING REVENUE GROWTH: +\$8.5M (+17%) \$58.8M FY17-18 ACTUAL TO \$66.3M FY18-19 ACTUAL





# Expenses

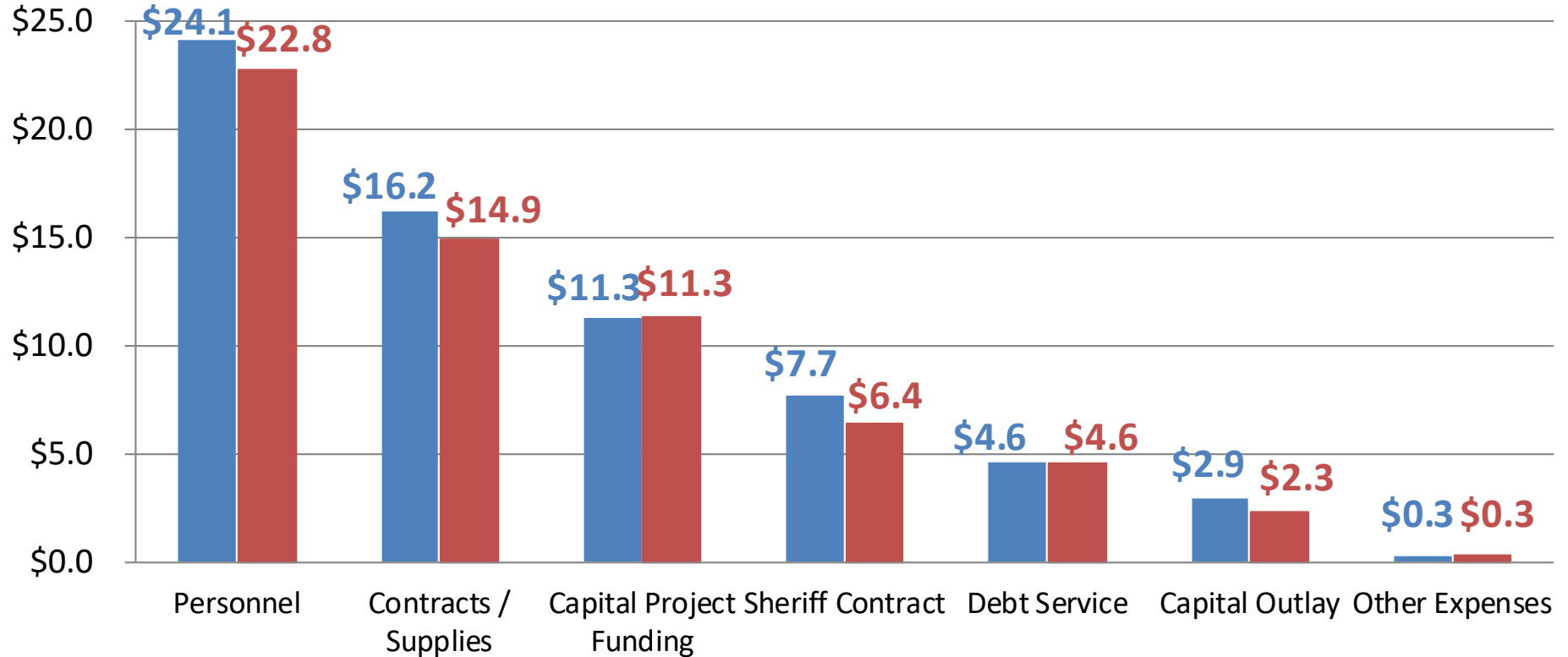
# FY 18-19 OPERATING EXPENSES

(IN MILLIONS)

	Revised Budget	Actual	\$ Variance	% Variance
Personnel	\$ 24.1	\$ 22.8	\$ 1.4	6%
Contracts / Supplies	\$ 16.2	\$ 14.9	\$ 1.2	8%
Capital Project Funding	\$ 11.3	\$ 11.3	-	-
Maricopa County Sheriff	\$ 7.7	\$ 6.4	\$ 1.3	17%
Debt Service	\$ 4.6	\$ 4.6	-	-
Capital Outlay	\$ 2.9	\$ 2.3	\$ 0.6	22%
Other Expenses	<u>\$ 0.3</u>	<u>\$ 0.3</u>	<u>-</u>	<u>-</u>
<b>OPERATING EXPENSES</b>	<b><u>\$ 67.1</u></b>	<b><u>\$ 62.6</u></b>	<b><u>\$ 4.5</u></b>	<b><u>7%</u></b>

# OPERATING EXPENSE VARIANCE: +\$4.5M (+7.2%)

## \$67.1M REVISED BUDGET TO \$62.6M ACTUAL





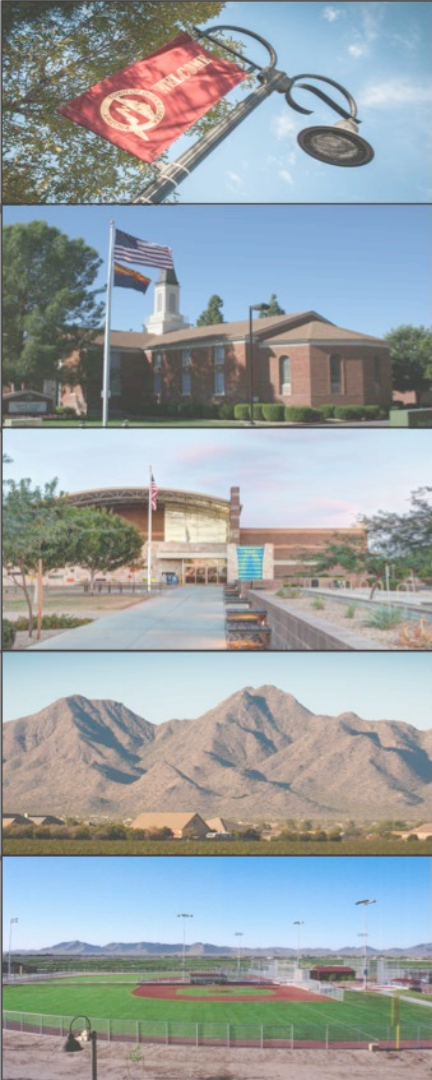
# Reserves



# FY 18-19 OPERATING FUND BALANCE

(IN MILLIONS)

Total Fund Balance		\$41.5
Restrictions / Obligations:		
25% Revenue Reserve Requirement	\$16.7	
MSCO Unfunded Pension Liability Reserve	\$21.0	
ASRS Unfunded Pension Liability Reserve	\$ 3.8	
Total Restrictions		<u>\$41.5</u>



## RECOMMENDED MOTION

- Staff recommends the Town Council approve Resolution No. 1319-20 accepting the Town's Fiscal Year 2018-19 financial statements and audit reports.