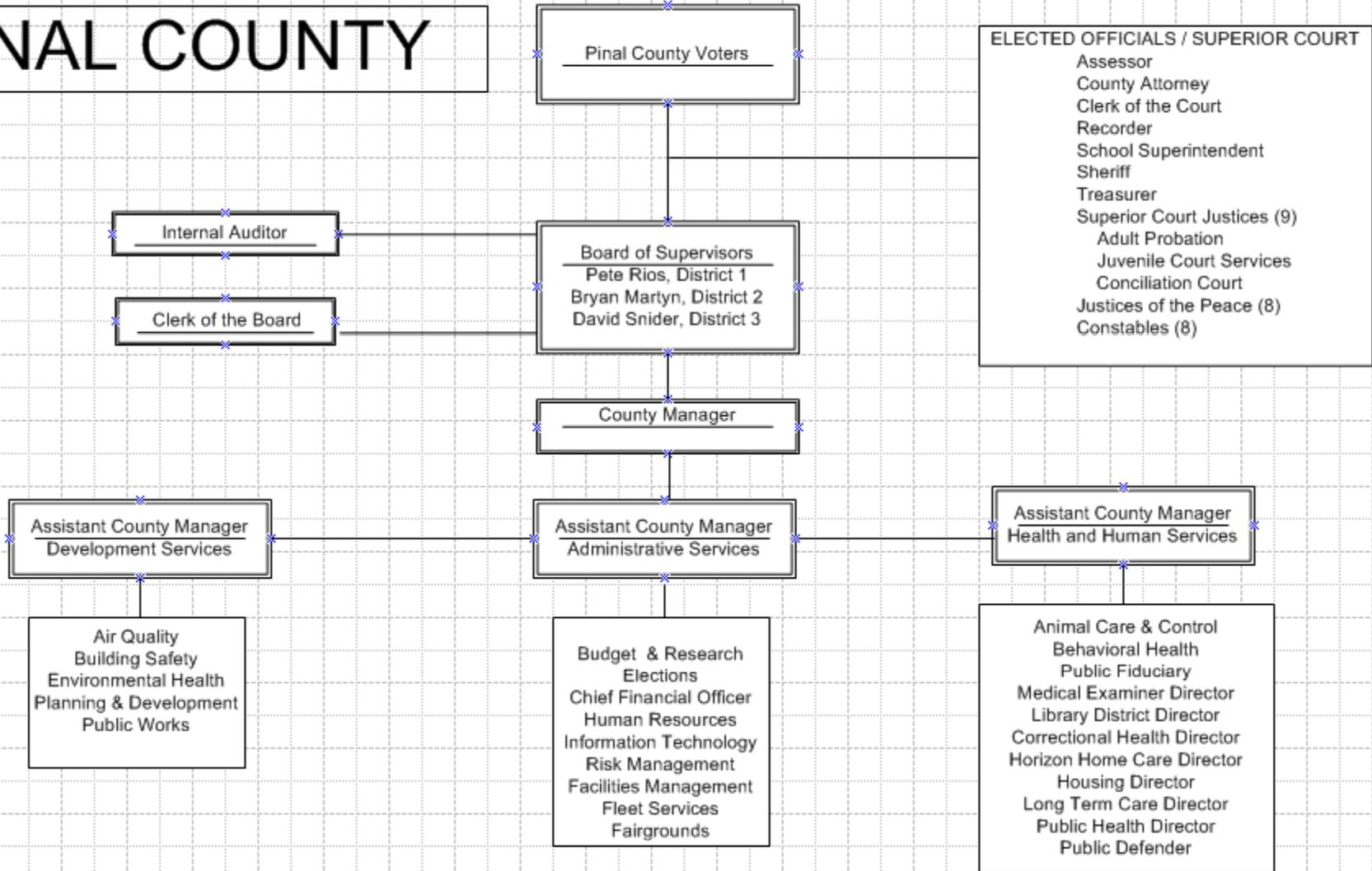


Budget Overview



PINAL • COUNTY
wide open opportunity

PINAL COUNTY



wide open opportunity

Total Budget – Prior Year Comparison

Fiscal Year 2010-2011	\$429,878,000
Fiscal Year 2009-2010	<u>\$400,217,200</u>
Net Change	\$29,660,800



PINAL • COUNTY
wide open opportunity

Net Change by Fund Type

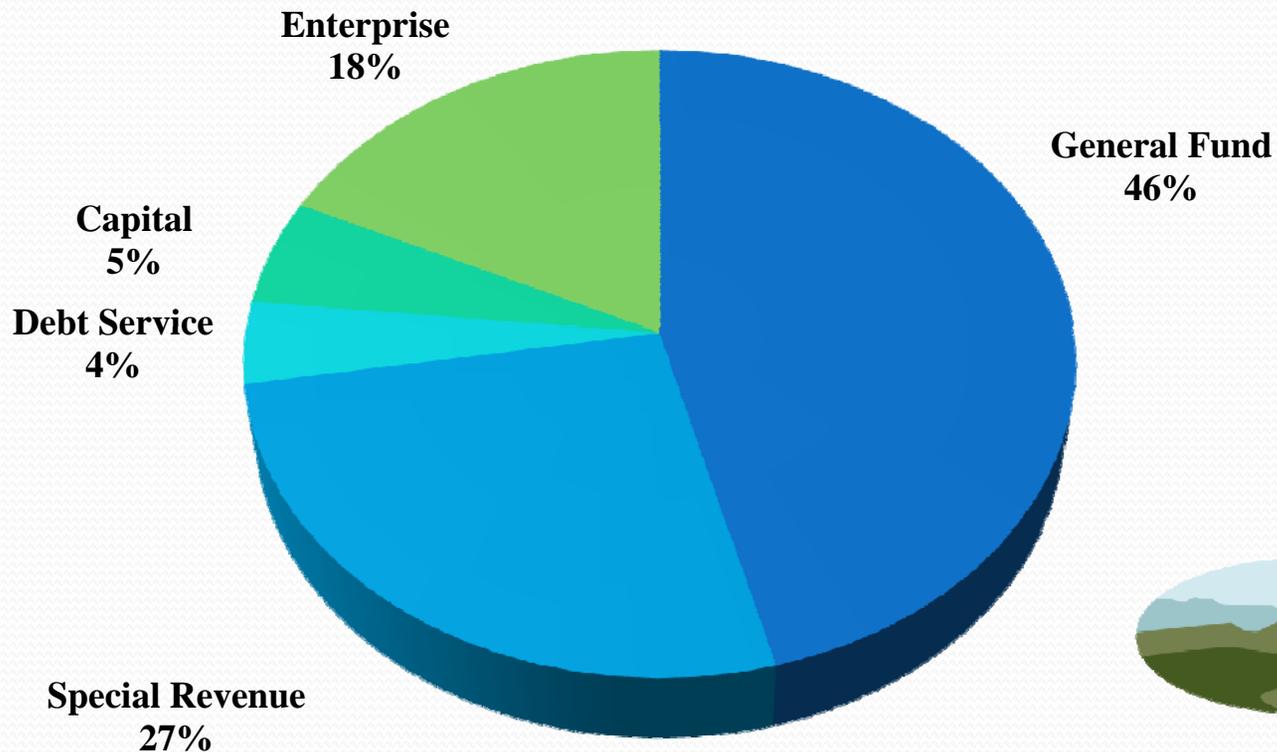
General Fund	\$12,330,738
Special Revenue Fund	(\$712,326)
Enterprise Fund	\$11,091,075
Capital Projects Fund	\$5,247,805
<u>Debt Service Fund</u>	<u>\$1,703,508</u>
Net Change	\$29,660,800



PINAL • COUNTY
wide open opportunity

% of Fund Type

**Pinal County
Total Appropriations FY 2010-2011**



PINAL COUNTY
wide open opportunity

General Fund

Definition: The General Fund budget finances a significant portion of the day-to-day provisions of County services. It includes all sources of revenue the County receives that are not designated for a specific purpose.

Primary Property Tax Revenue is deposited into the General Fund and the majority of the revenue is used to fund Courts and Public Safety.



P I N A L • C O U N T Y
wide open opportunity

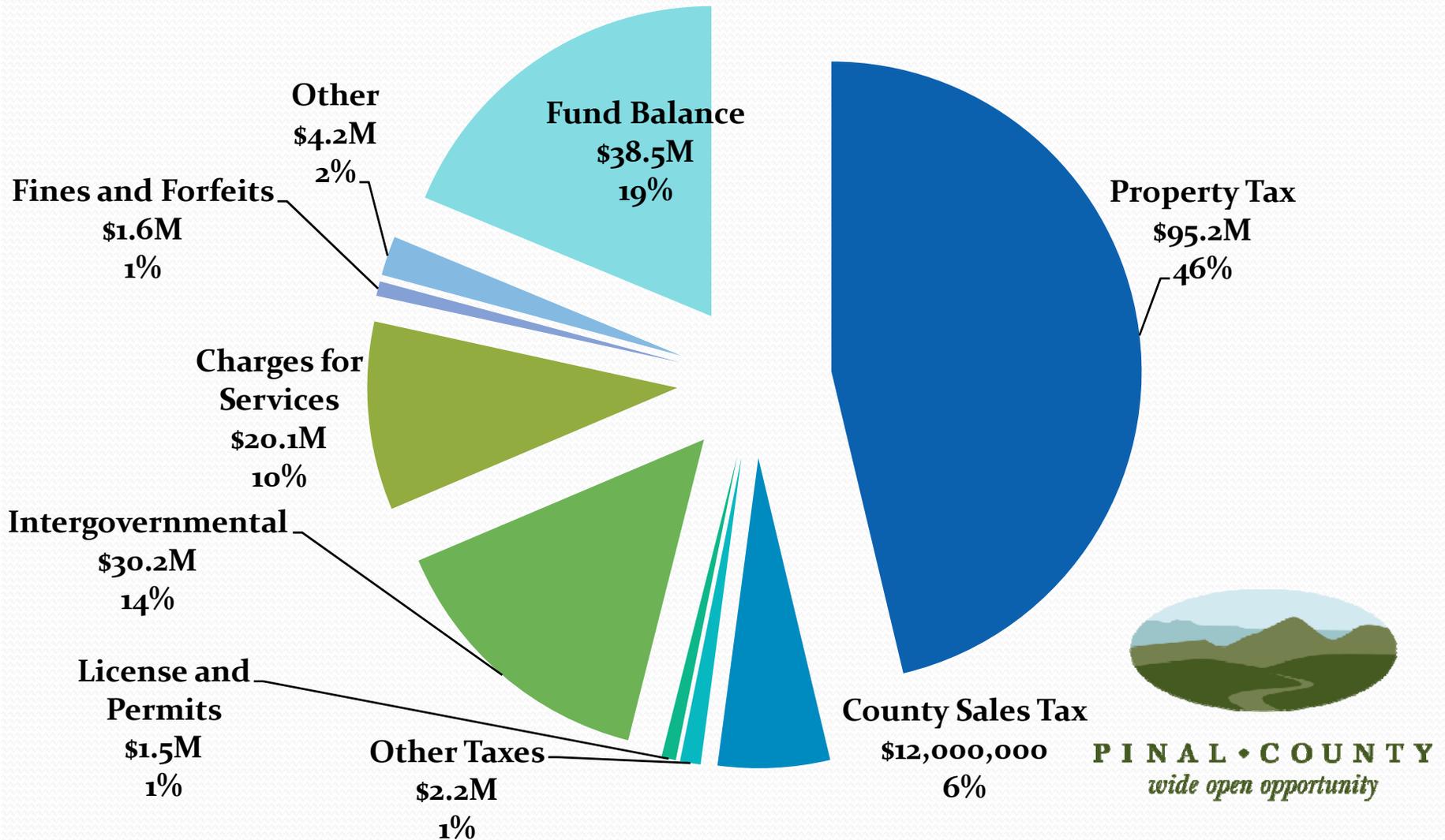
General Fund Prior Year Comparison

Fiscal Year 2010-2011	\$197,443,406
Fiscal Year 2009-2010	<u>\$185,112,668</u>
Net Change	\$12,330,738



PINAL • COUNTY
wide open opportunity

General Fund – Sources of Funds



Highlights from Revenue Forecast

- Basic revenue projections
 - Recession started in Fall of 2007
 - Residential building permits declined from a high of 10,300 permits in FY 05 to low of 1,100 permits in FY 10
 - Sales taxes (state shared and county sales tax) peaked in FY 07 at \$43.7M down to \$31.0M in FY 10 & 11
 - Vehicle License Tax (VLT) remained steady
 - Assessed valuation declined of 11% in FY 11

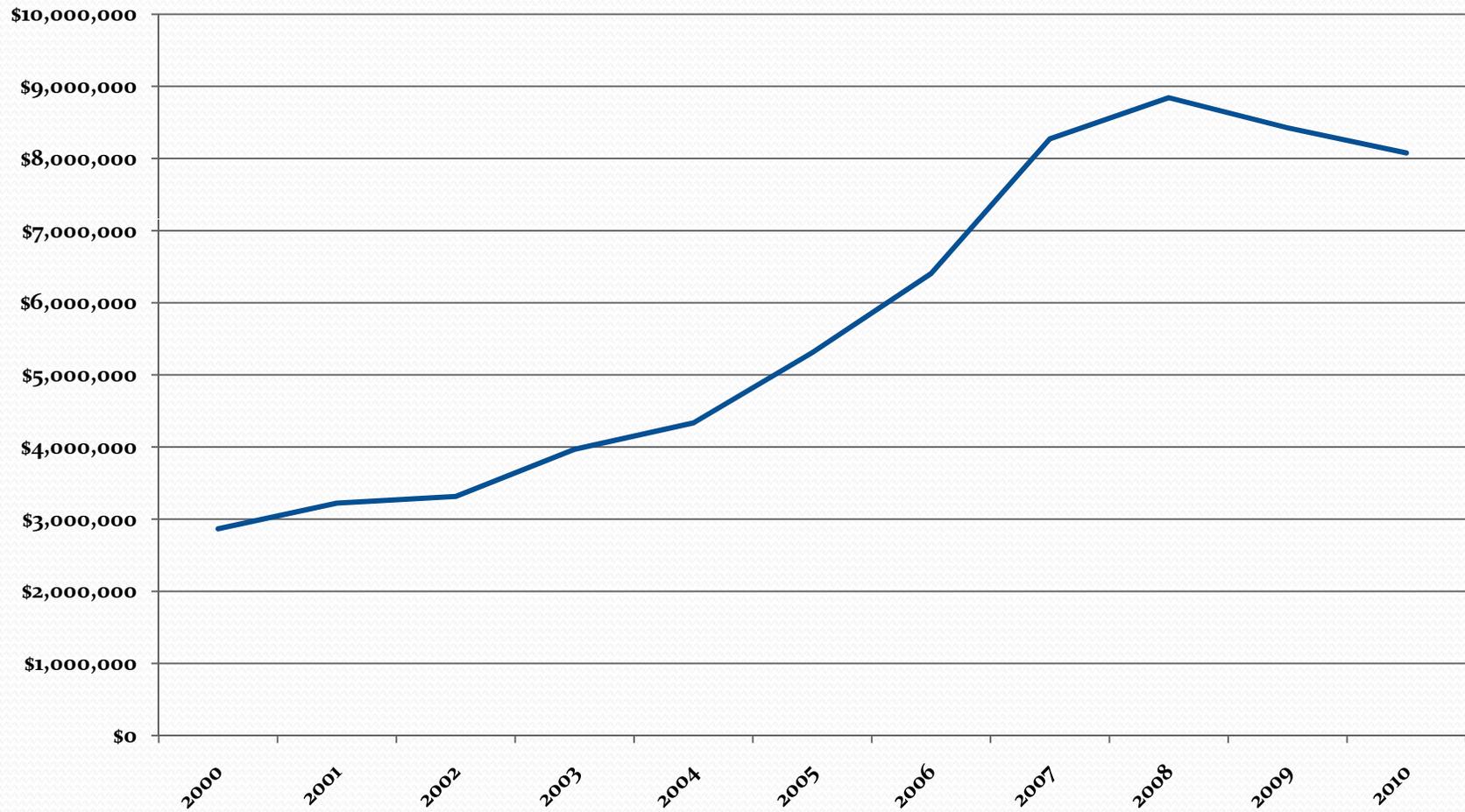


P I N A L • C O U N T Y
wide open opportunity

Sales Tax Revenue Trend

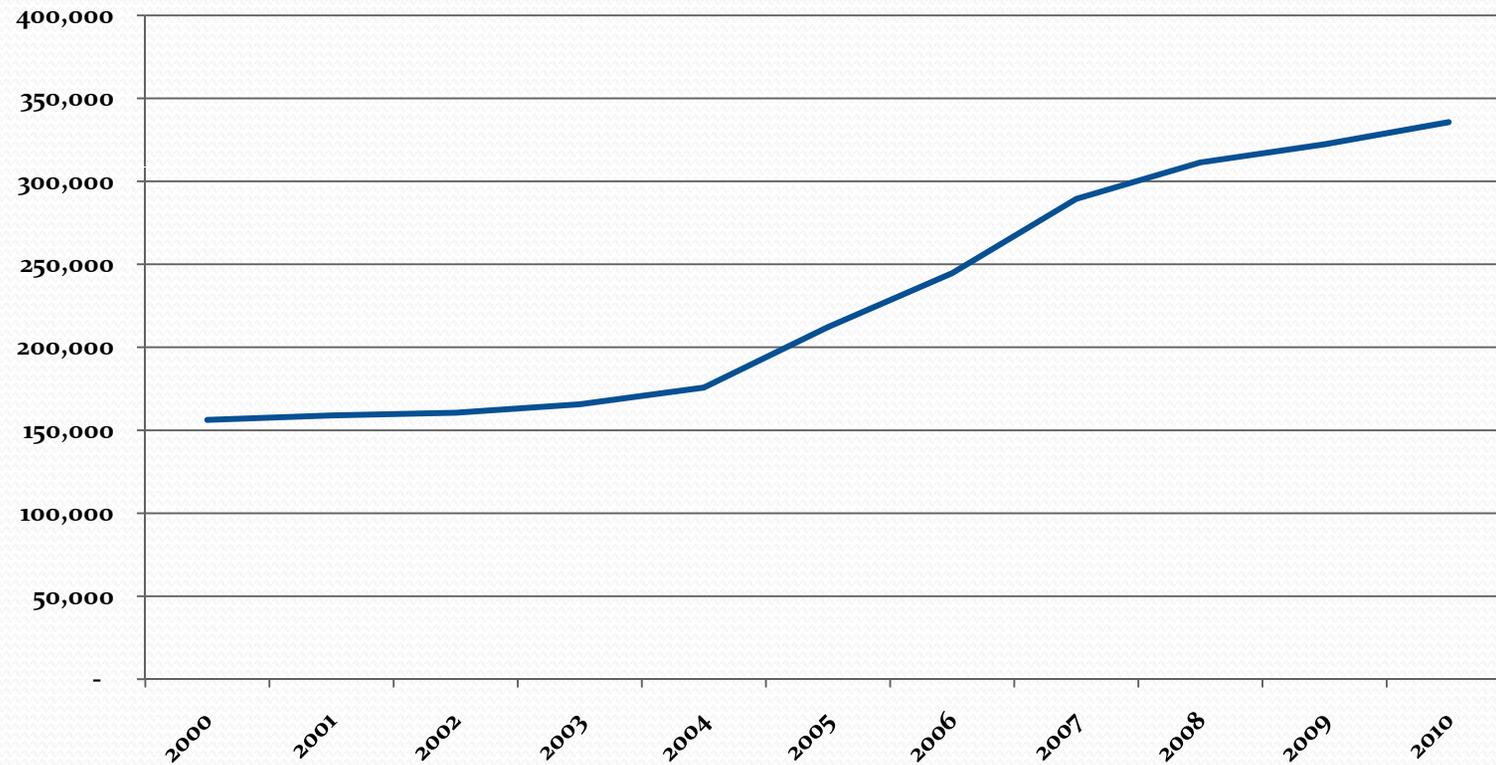


Vehicle License Tax

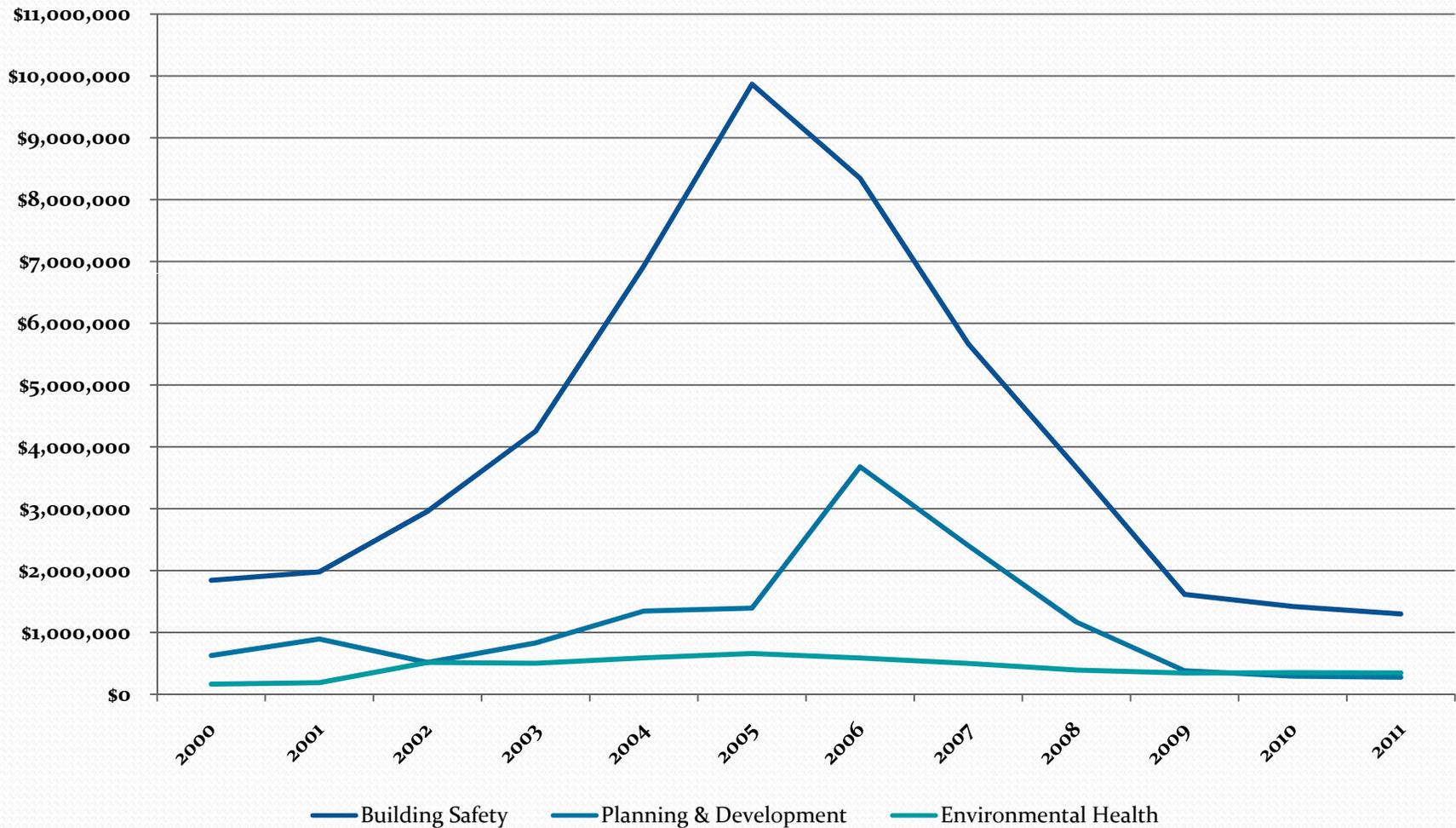


VLT - Vehicle Registration

Registered Vehicles



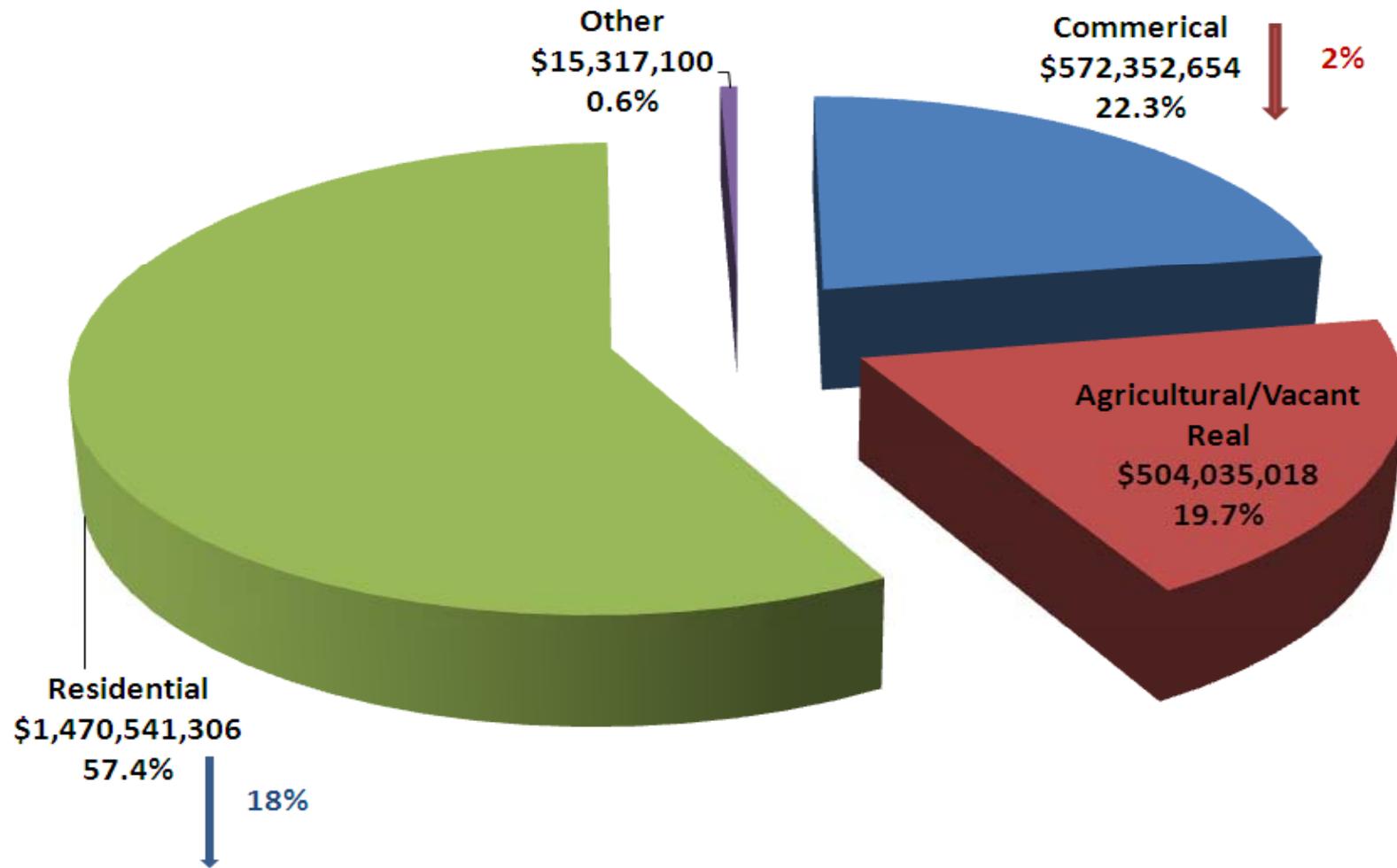
Development Revenue Trend



Historical Assessed Valuation

Fiscal Year	Primary Assessed Valuation	% Change
FY 2001-02	701,711,651	9.70%
FY 2002-03	816,899,699	16.42%
FY 2003-04	951,824,434	16.52%
FY 2004-05	1,061,159,431	11.49%
FY 2005-06	1,212,971,458	14.31%
FY 2006-07	1,472,159,592	21.37%
FY 2007-08	1,908,801,658	29.66%
FY 2008-09	2,473,499,660	29.58%
FY 2009-10	2,880,552,087	16.46%
FY 2010-11	2,562,246,078	(11.05%)

Tax Roll by Property Type



Assessed Valuation Comparison

Legal Class	Maricopa County	Pima County	Yavapai County	City of Chandler	Pinal County*
Commercial	17,657,732,284	2,473,296,098	757,648,049	1,075,477,441	572,352,654
Agricultural/Vacant Real	3,178,078,037	536,958,672	541,113,267	126,677,141	504,035,018
Residential	25,748,364,753	5,889,571,741	1,860,102,221	1,632,983,513	1,470,541,306
Other	213,235,411	39,797,169	12,671,182	109,116,243	15,317,100
Total Net Assessed Valuation (LPV)	46,797,410,485	8,939,623,680	3,171,534,719	2,944,254,338	2,562,246,078
Total Number of Parcels	1,546,294	418,375	163,273	88,243	220,264

Source: 2010 Abstract of the Assessment Roll - Presented by the State of Arizona Department of Revenue dated April 30, 2010.

* Reflects adjustment due to correction on April 29, 2010 by the Property Tax Oversight Commission (PTOC) to Centrally Valued Property.



P I N A L • C O U N T Y
wide open opportunity

Where Do Your Tax Dollars Go?



Primary Tax Rate \$3.9999
Flood Control Secondary Tax Rate \$0.1700
Library District Secondary Tax Rate \$0.0970



PINAL • COUNTY
wide open opportunity

What is the impact of the new tax rate?

Gold Canyon Primary Tax Bill

Fiscal Year	Limited Property Value	Tax Rate	Primary Taxes Paid	\$ Change
FY 2008	205,146	\$4.1442	\$850.17	
FY 2009	226,773	\$3.5614	\$807.63	(\$42.54)
FY 2010	244,980	\$3.3575	\$822.52	\$14.89
FY 2011	169,904	\$3.9999	\$679.60	(\$142.92)



P I N A L • C O U N T Y
wide open opportunity

What is the impact of the new tax rate?

Maricopa Primary Tax Bill

Fiscal Year	Limited Property Value	Tax Rate	Primary Taxes Paid	\$ Change
FY 2008	184,432	\$4.1442	\$764.32	
FY 2009	202,875	\$3.5614	\$722.52	(\$41.80)
FY 2010	203,566	\$3.3575	\$683.47	(\$39.05)
FY 2011	134,901	\$3.9999	\$539.59	(\$143.88)



P I N A L • C O U N T Y
wide open opportunity

Balancing the Budget

- Structural changes made since start of recession in fall of 2007
 - Across the board budget reductions of \$8M since FY 08
 - Eliminated 91 General Fund positions since FY 08
 - Reduced contributions/transfers by \$2.4M since FY 08
 - No growth budgets - line-by-line review of expenditures
 - Hiring delay/freeze since April 2008
- FY 2010-2011
 - Non-Mandate programs eliminated \$460K
 - Net impact of \$0 for new positions
 - Full cost recovery of indirect services \$4.0M



PINAL COUNTY
wide open opportunity

FY 11 Budget Work Sessions

February 17, 2010	Property Tax Levy & Service Levels
March 3, 2010	Assessed Valuation, State Impact & Property Tax Levy
March 17, 2010	State Impact, Sales Tax Vote & Mandated vs. Non-Mandated Services
March 31, 2010	State Impact, Sales Tax Vote & Non-Mandated Programs
April 7, 2010	Early Retirement Incentive & Use of Special Taxing Districts
April 21, 2010	Sales Tax Vote, Fund Balance & Tentative Budget Assumptions
May 26, 2010	Tentative Budget Adoption
June 30, 2010	Final Budget Adoption
August 16, 2010	Adoption of Tax Rates & Levies

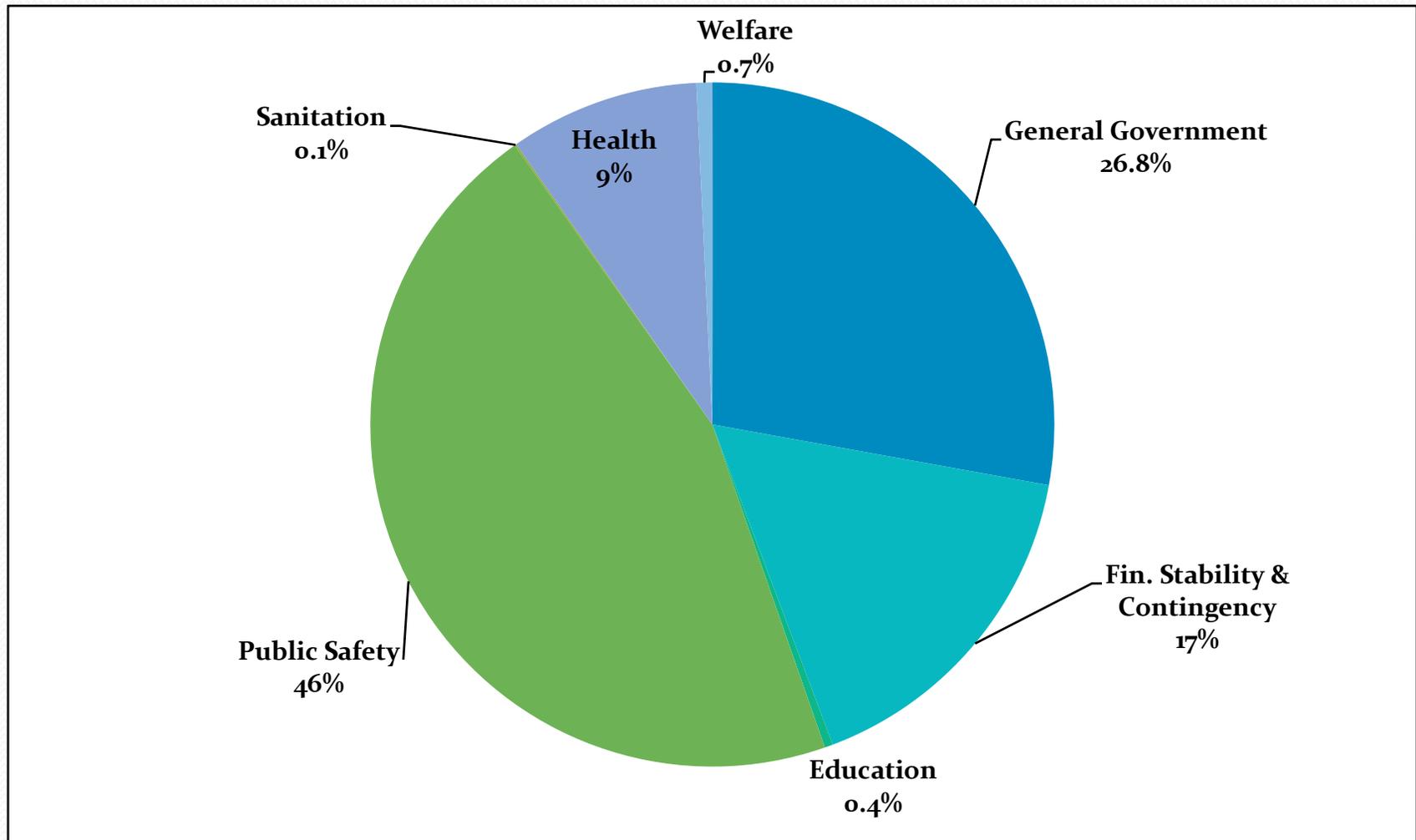
General Fund Net Change

Expenditure	Amount
State Impact	\$7,134,000
Debt Payments	\$1,366,000
Medical	\$1,100,000
Supplemental & Capital	\$3,700,000
Reductions / Savings	(\$969,000)
Net Expenditure Change	\$12,331,000

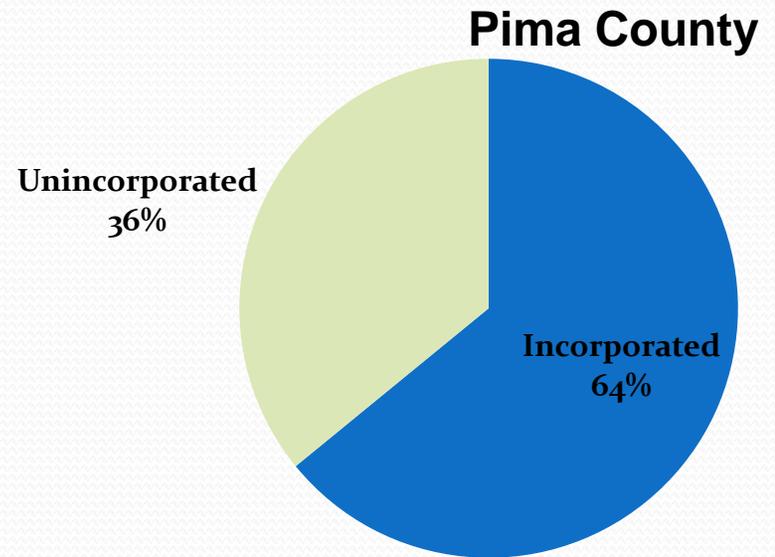
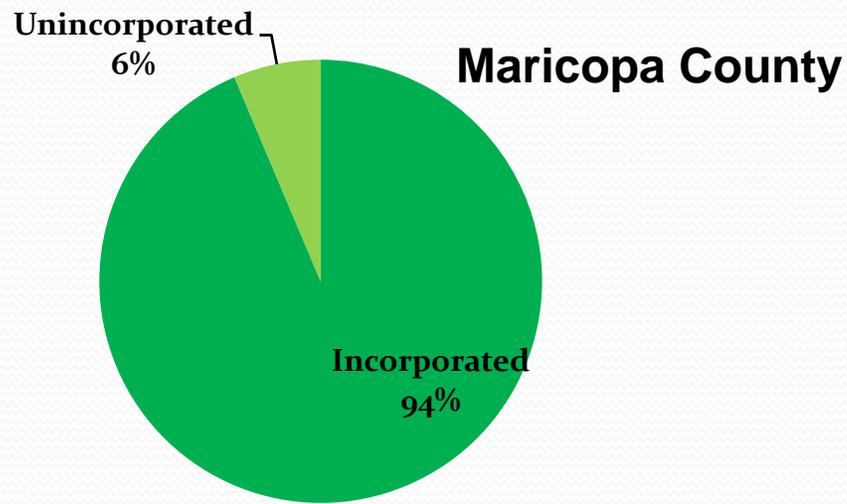
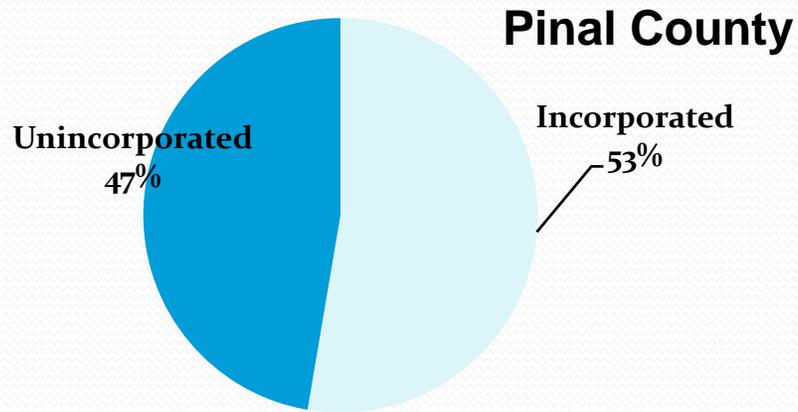


PINAL • COUNTY
wide open opportunity

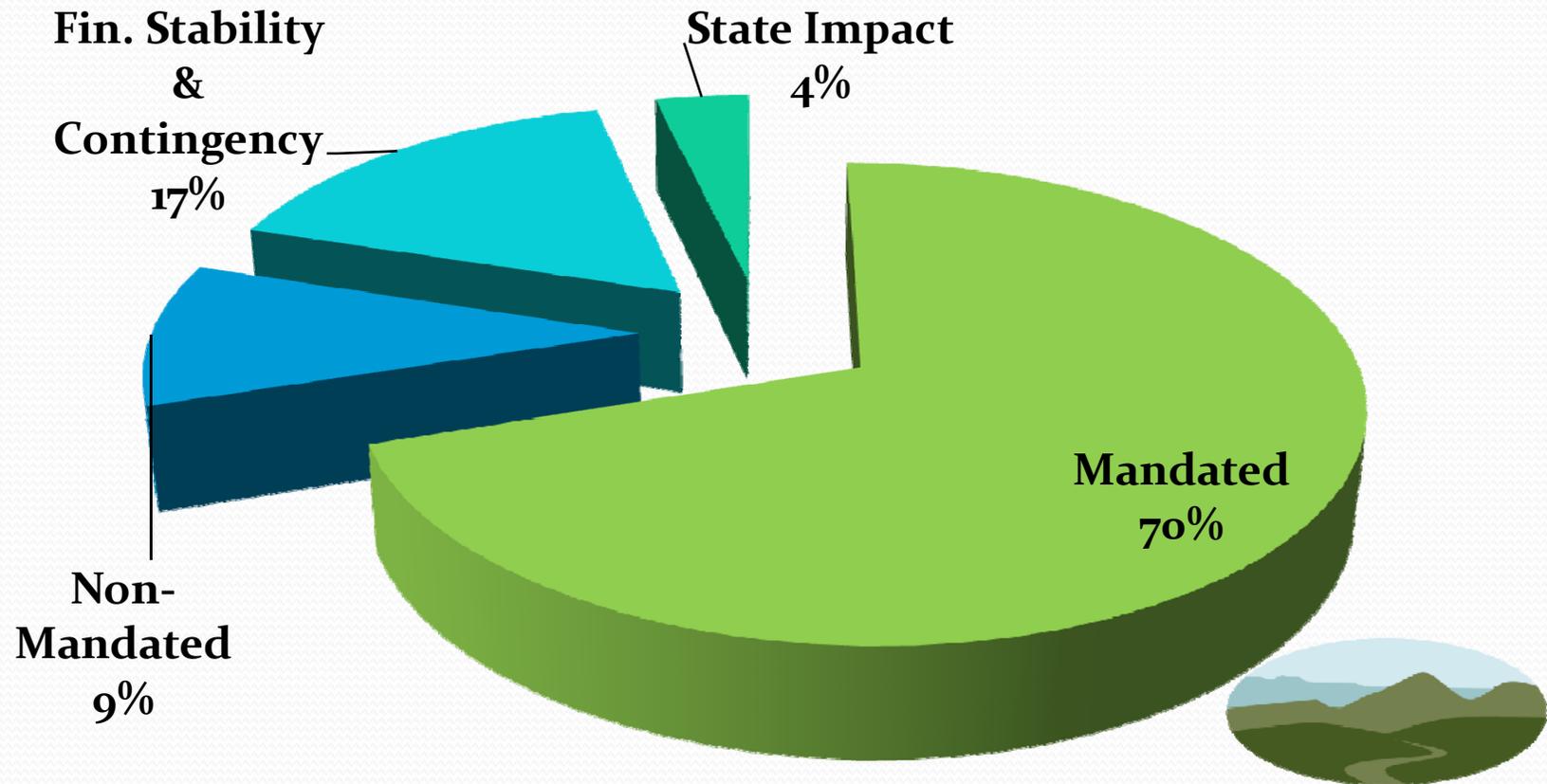
General Fund Services



General Fund Services



Mandated & Non-Mandated Services



PINAL COUNTY
wide open opportunity

General Fund Services

- Sheriff \$34.8M
- Courts \$14.8M
- AHCCCS \$16.5M
- County Attorney \$7.1M
- Clerk of the Superior Court \$3.5M
- Indigent Defense \$3.0M
- Assessor \$2.6M
- Recorder \$1.4M
- Treasurer \$1.2M



P I N A L • C O U N T Y
wide open opportunity

AHCCCS

Arizona Health Care Cost Containment System

	2009	2010	2011	2012	2013	2014	2015
AHCCCS Mandatory Contribution	\$16,073,311	\$17,065,300	\$19,097,700	\$19,741,680	\$20,435,383	\$21,155,874	\$21,904,215
Federal Stimulus Relief	<u>(\$3,140,481)</u>	<u>(\$3,825,100)</u>	<u>(\$2,548,800)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
AHCCCS Net Contribution	\$12,932,830	\$13,240,200	\$16,548,900	\$19,741,680	\$20,435,383	\$21,155,874	\$21,904,215

- Arizona's Medicaid Agency
- JLBC projections reflect a 4% increase in membership
- No change to eligibility criteria
- No cap on enrollment



P I N A L • C O U N T Y
wide open opportunity

General Fund Services

- Financial Stability \$26.5M
- Contingency \$6.0M
- Correctional Health \$4.0M
- Behavioral Health / Mental Health \$3.6M
- Utilities \$2.9M
- IT Infrastructure / Maintenance Agreements \$3.1M
- PCSO Replacement Vehicles \$2.4M
- Public Defender \$1.9M
- Risk Management Settlements \$1.6M



P I N A L • C O U N T Y
wide open opportunity

Special Revenue Fund

Definition: Special Revenue funds include all sources of revenue raised for a specific purpose. They are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. (Ex. Highway User Revenue Fund (HURF), federal grants, state grants and impact fees)

Secondary Property Tax - is legally restricted and captured in the Special Revenue Fund category and used to fund the Flood Control District and the Library District.



P I N A L • C O U N T Y
wide open opportunity

Special Revenue Fund Prior Year Comparison

Fiscal Year 2010-2011	\$113,868,073
Fiscal Year 2009-2010	<u>\$114,580,399</u>
Net Change	(\$712,326)



PINAL • COUNTY
wide open opportunity

Special Revenue Services

- Highway User Revenue (HURF) \$19.7M
- Grants/Project Reserve \$13.5M
- Courts Grants/Special Funding \$11.1M*
- Sheriff Grants/Special Funding \$8.3M
- Flood Control District \$7.2M
- Public Health District & Grants \$7.2M
- Road Tax (District 2) \$6.3M
- Housing \$5.4M

*Does not include Child Support Program



P I N A L • C O U N T Y
wide open opportunity

Special Revenue Services

- Pinal County School Reserve Fund \$3.6M
- Child Support (IV-D) \$3.4M
- Road Tax (District 1) \$3.0M
- Road Tax (District 3) \$2.9M
- County Attorney Grants/Special Funding \$2.6M*
- Library District \$2.5M
- Animal Care & Control \$1.9M
- Air Quality \$1.4M

*Does not include Child Support Program



P I N A L • C O U N T Y
wide open opportunity

Enterprise Fund

Definition: Enterprise funds provide goods and services for a fee and are self-supporting.

No impact on primary or secondary property taxes.



P I N A L • C O U N T Y
wide open opportunity

Enterprise Fund Prior Year Comparison

Fiscal Year 2010-2011 \$77,288,171

Fiscal Year 2009-2010 \$66,197,096

Net Change \$11,091,075



PINAL • COUNTY
wide open opportunity



Enterprise Services

- Long Term Care – Contracts with the State of Arizona to provide healthcare for the indigent & elderly using federal & state funding.
- Horizon – Provide in-home care for the elderly, disabled, etc. More cost-effective than a nursing home.
- Fairgrounds – Fairground complex used for County fair and other major events.
- Inmate Welfare – A.R.S. 41-1604-02 – contract to maintain an inmate store at Detention Facility.

Capital Projects Fund

Definition: Capital Projects fund used to account for the financial resources to be used for the acquisition or construction of capital facilities.

No impact on primary or secondary property taxes paid.



PINAL • COUNTY
wide open opportunity

Capital Projects Fund Prior Year Comparison

Fiscal Year 2010-2011	\$23,291,958
Fiscal Year 2009-2010	<u>\$18,044,153</u>
Net Change	\$5,247,805



PINAL • COUNTY
wide open opportunity

Capital Projects Expenditures

- Capital Project Reserve* \$15,651,651
- Justice Water Storage \$4,179,574
- Gantzel Road (Transfer to Debt Service) \$2,975,000
- Countywide Computer Project \$295,500
- IT Computer Room \$110,233
- Early Voting \$80,000



P I N A L • C O U N T Y
wide open opportunity

* Reserve appropriation only for grant opportunities or increases in revenue/expenditures

Debt Service Fund

Definition: Debt service fund used to account for the accumulation of resources for, and the payment of, principal and interest debt within the County.

Reflects current outstanding obligations.



P I N A L • C O U N T Y
wide open opportunity

Debt Service Fund Prior Year Comparison

Fiscal Year 2010-2011	\$17,986,392
Fiscal Year 2009-2010	<u>\$16,282,884</u>
Net Change	\$1,703,508



PINAL • COUNTY
wide open opportunity

Debt Service Expenditures

Project	Amount	Payoff Date
Gantzel Road	\$5,095,913	2025
Adult/Juvenile Expansion	\$4,974,594	2030
Superior Court / Sheriff Admin	\$2,500,016	2021
Capital Lease 2008	\$1,701,808	2013
GADA – Series 2009	\$1,593,963	2019
Capital Lease 2009	\$587,031	2016
GADA – Series 2008	\$561,676	2019
Capital Lease 2010	\$460,000	2015
COPS Refunding 2010	\$411,538	2021
Energy Conservation	\$99,853	2013

Budget Development Timeline

Date	Milestone
November – December	Strategic Business Planning
January - March	Budget Development & Board of Supervisor Briefings
May - June	Tentative & Adopted Budget Presentations
3 rd Monday in August	Adoption of Tax Levy and Rates

Budget Overview



PINAL • COUNTY
wide open opportunity