

CITY AND COUNTY FY16 STATE BUDGET UPDATE January 26, 2015



CITY AND COUNTY FY16 STATE BUDGET UPDATE

- **Joanne Keene**
Government Relations Director – Coconino County

- **Jerene Watson**
Deputy City Manager – City of Flagstaff

- **Richard Travis**
City Lobbyist - TriAdvocates

CITY AND COUNTY FY16 STATE BUDGET UPDATE

- State Budget Overview
- City of Flagstaff Impacts
- Coconino County Impacts
- Discussion

CITY AND COUNTY FY16 STATE BUDGET UPDATE

State Budget Overview – Statewide Impacts

- Department of Revenue
 - \$20.7 million ongoing from cities, towns and counties to fund ADOR collection of local revenue
 - \$2.8 million in FY16 only from self-collecting cities to fund development for ADOR sales tax collection software
 - No impact to shared revenue formula distribution

CITY AND COUNTY FY16 STATE BUDGET UPDATE

State Budget Overview – Statewide Impacts

- Highway User Revenue Fund (HURF)
 - \$96 million from HURF to fund Department of Public Safety
 - Restoration of \$30 million of HURF for cities and counties

CITY AND COUNTY FY16 STATE BUDGET UPDATE

State Budget Overview – Statewide Impacts

■ NAU Impacts

- More than \$100 million reduction in to Arizona's university system
- More than \$18 million reduction to NAU

CITY AND COUNTY FY16 STATE BUDGET UPDATE

State Budget Overview – City Financial Impacts

- **ADOR**
 - \$140,000 ongoing cost increase
 - \$50,000 1x cost increase
- **HURF**
 - \$300,000 1x restoration
 - \$500,000 ongoing revenue reduction
- **Senate Bill 1187**
 - Potential \$288,000 revenue reduction at landfill
- **Senate Bill 1079**



Coconino County State Budget Update

Joint City/County Meeting

April 6, 2015

Joanne Keene, Government Relations Director

FY 2016 State Budget Impacts

- Continues \$828,520 in impacts to Coconino County
- Includes \$515,369 of NEW Impacts to Coconino County

TOTAL IMPACT TO COCONINO COUNTY:

\$1,343,889

FY 2016 State Budget Impacts

- Maintains \$550,000 to Coconino County in county lottery funds
- Continues to require counties to pay 100 percent of restoration to competency costs
Estimate: \$200 – 500K/year (depending on cases)
- Shift of cost of Presidential Preference Election to Counties - \$55,298 Impact

FY 2016 State Budget Impacts

- Includes \$12 million in State general fund savings to pay for juveniles housed at the Department of Juvenile Corrections (DJC)
- Budget assesses a “committed youth confinement cost sharing fee” to each county
- Fee based on county population
- Cost to Coconino County estimated at approx. \$252,354 per year

FY 2016 State Budget Impacts

- Includes \$20.8 million in funding for Arizona Department of Revenue (DOR) to be paid by local governments
- Payment is a “fee for service” for the revenue collected by DOR on behalf of the local jurisdiction
- County share is \$9.9 million
- Coconino County’s payment estimated at approx. \$ 207,717

2016 State Budget Impacts

- Shifts \$96 million from the Highway User Revenue Funds (HURF) to fund Arizona Department of Public Safety (DPS)
- Restores \$30 million of HURF for local governments
- Loss of \$464,308 in HURF Revenue for Coconino County

2016 State Budget Impacts

- Requires counties to pay 31 percent of the cost of treatment and confinement of Sexually Violent Persons (SVPs) at the Arizona State Hospital (ASH)
- SVPs are offenders who served their time with the Arizona Dept. of Corrections, but are not yet ready to re-enter society.
- Coconino County Impact is \$38,272