

Exhibit A
City of Sedona
FY 2022-23 Tentative Budget - Consolidated Financial Schedule

Fund/Department	Beginning Fund Balances	Revenues						Other Financing Sources (Uses)				Ending Fund Balances	
		Taxes	Contingent Revenues	In-Lieu Fees	Intergovernmental	Charges for Services	Other Revenues	Total Revenues	Transfers In	Transfer Out	Debt Issuance		Expenditures
General Fund													
General Revenues		\$42,449,900		\$539,400	\$3,953,700		\$331,870	\$47,274,870		(\$21,074,200)			
General Government					\$115,000	\$324,030	\$655,780	\$1,094,810				\$3,976,120	
Public Safety					\$26,000	\$545,300	\$92,140	\$663,440				\$11,021,240	
Public Works & Streets							\$5,000	\$5,000				\$2,840,180	
Health & Welfare					\$9,950			\$9,950				\$1,834,290	
Public Transportation								\$0				\$65,220	
Culture & Recreation							\$115,530	\$93,050	\$208,580			\$3,327,420	
Economic Development								\$0				\$2,058,630	
Debt Service								\$0				\$2,657,590	
Contingencies								\$0				\$550,000	
Total General Fund	\$36,341,046	\$42,449,900	\$0	\$539,400	\$4,104,650	\$984,860	\$1,177,840	\$49,256,650	\$0	(\$21,074,200)	\$0	\$28,330,690	\$36,192,806
Special Revenue Funds													
Streets Fund	\$908,289				\$1,293,000		\$22,400	\$1,315,400	\$438,330			\$2,301,090	\$360,929
Affordable Housing Fund	\$4,667,041				\$60,000		\$26,500	\$86,500	\$1,250,000			\$1,401,790	\$4,601,751
Grants & Donations Funds	\$2,136,798		\$500,000		\$1,867,080	\$200	\$57,400	\$2,424,680		(\$1,914,000)		\$2,383,630	\$263,848
Transportation Sales Tax Fund	\$6,283,941	\$5,210,000					\$83,400	\$5,293,400		(\$11,000,170)		\$525,680	\$51,491
Total Special Revenue Funds	\$13,996,069	\$5,210,000	\$500,000	\$0	\$3,220,080	\$200	\$189,700	\$9,119,980	\$1,688,330	(\$12,914,170)	\$0	\$6,612,190	\$5,278,019
Capital Projects Funds													
Capital Improvements Fund	\$29,344,360				\$300,000		\$130,800	\$430,800	\$18,845,840	(\$16,750)	\$10,000,000	\$41,293,700	\$17,310,550
Development Impact Fees Funds	\$5,353,190						\$613,740	\$613,740				\$5,371,910	\$595,020
Art in Public Places Fund ⁽¹⁾	\$257,557						\$1,900	\$1,900	\$16,750			\$360,650	(\$84,443)
Total Capital Projects Funds	\$34,955,107	\$0	\$0	\$0	\$300,000	\$0	\$746,440	\$1,046,440	\$18,862,590	(\$16,750)	\$10,000,000	\$47,026,260	\$17,821,127
Enterprise Funds													
Public Transit Fund													
Administration					\$48,200			\$48,200	\$5,124,890			\$173,090	
Operations & Capital Projects Management					\$120,800	\$85,750		\$206,550	\$2,097,420			\$2,303,970	
Departmental Allocations								\$0	\$205,780			\$205,780	
Capital Projects					\$488,740			\$488,740	\$868,160			\$1,356,900	
Total Public Transit Fund	\$0	\$0	\$0	\$0	\$657,740	\$85,750	\$0	\$743,490	\$8,296,250	\$0	\$0	\$4,039,740	\$5,000,000
Wastewater Fund													
Administration						\$6,248,050	\$1,919,140	\$8,167,190	\$3,200,000			\$223,860	
Operations & Capital Projects Management								\$0				\$3,239,420	
Departmental Allocations								\$0				\$2,051,300	
Capital Projects								\$0	\$1,914,000			\$7,480,000	
Debt Service								\$0				\$4,541,410	
Contingencies								\$0				\$100,000	
Total Wastewater Fund	\$17,201,649	\$0	\$0	\$0	\$0	\$6,248,050	\$1,919,140	\$8,167,190	\$5,114,000	\$0	\$0	\$17,635,990	\$12,846,849
Total Enterprise Funds	\$17,201,649	\$0	\$0	\$0	\$657,740	\$6,333,800	\$1,919,140	\$8,910,680	\$13,410,250	\$0	\$0	\$21,675,730	\$17,846,849
Internal Service Fund													
Information Technology Fund	\$1,162,866						\$2,249,590	\$8,800	\$2,258,390	\$43,950		\$2,100,170	\$1,365,036
Total Internal Service Fund	\$1,162,866	\$0	\$0	\$0	\$0	\$2,249,590	\$8,800	\$2,258,390	\$43,950	\$0	\$0	\$2,100,170	\$1,365,036
Total All Funds	\$103,656,737	\$47,659,900	\$500,000	\$539,400	\$8,282,470	\$9,568,450	\$4,041,920	\$70,592,140	\$34,005,120	(\$34,005,120)	\$10,000,000	\$105,745,040	\$78,503,837

⁽¹⁾ A balance sheet loan has been budgeted in the General Fund to cover the estimated deficit in the Art in Public Places Fund and is projected to be repaid in FY 2023-24.

Storm Water Master Plan Update

Sedona City Council Meeting July 12, 2022



Sandra Phillips, P.E., CFM

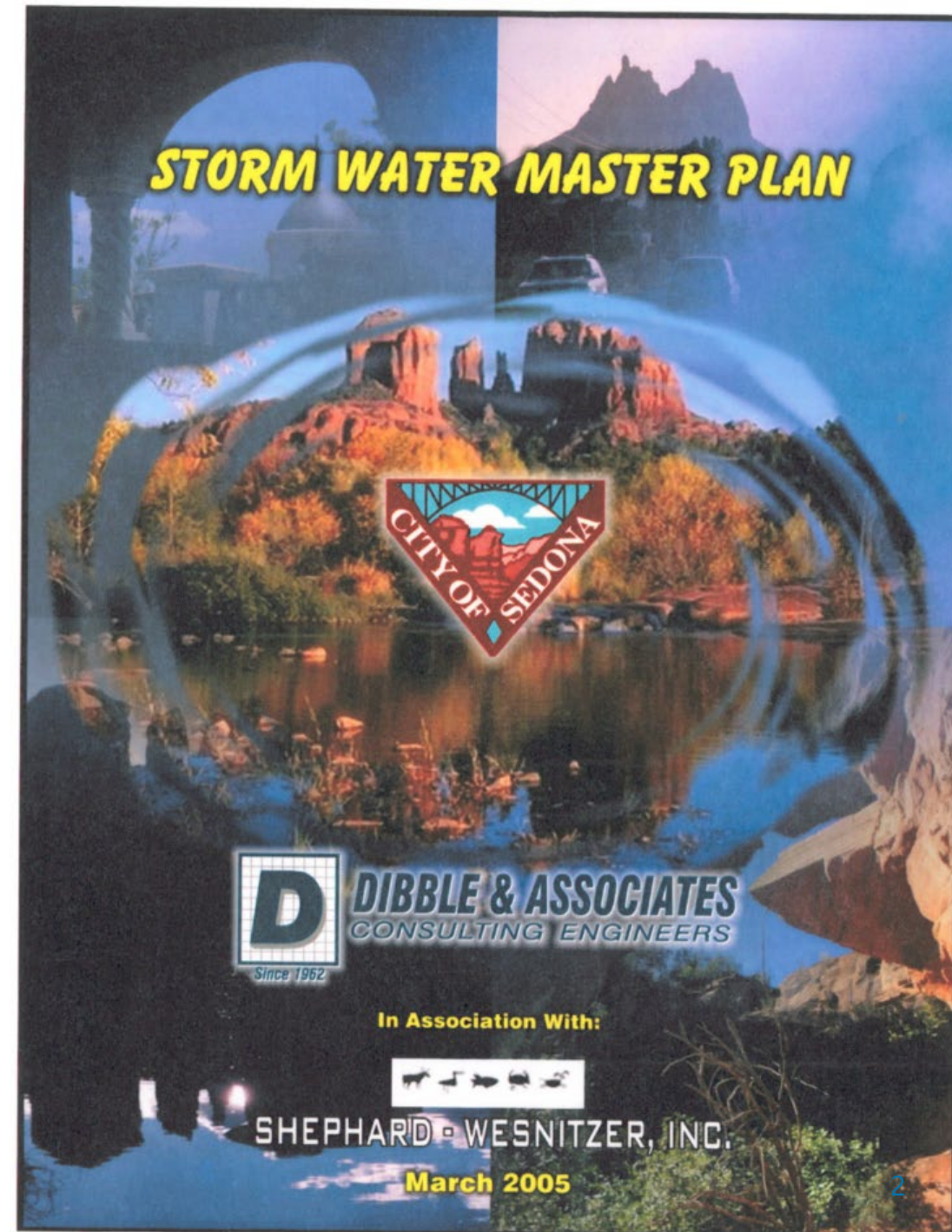
Rob Lyons, P.E., CFM



OBJECTIVE

Update 2005 Storm Water Master Plan

- State of the art hydrology software
- Use new topographic mapping
- Update rainfall statistics
- Incorporates storm water CIPs since 2005
- Identify remaining hazard areas



Multi-Phased Study

Phase 1 2020

Data collection &
public outreach

Phase 2 2021

New hydrology, identify
problem areas, develop CIPs

Phase 3 2022

New city regulated
flood hazard areas

PHASE 1

- Public notices via Red Rock News, social media, project website, direct mailings to 11,256 addresses
- Public meeting January 16, 2020
- Survey monkey – 374 responses with storm water concerns
- Storm water infrastructure inventory

CITY OF SEDONA

2020 Stormwater Master Plan Update

Please take a moment to complete the survey below

Name _____ Are you the owner of this property? Yes No

Physical Address (Affected Sedona Property) _____

Phone _____ How many years have you owned this property and/or lived there? _____

Email _____

1. Have you experienced flood damage in your residence or on your property? Yes No

a. How often does flood damage occur? _____

b. Approximate year(s) and season(s) of flooding: _____

c. Please describe the structure or part of your property that flooded: _____

d. Was there property damage? _____

e. Cost to repair? _____


f. What was the cause of the flooding? _____

Scissors icon

The city of Sedona is updating its Stormwater Master Plan. The City of Sedona is seeking input from property owners in Sedona that have experienced flooding. We invite you to complete this survey and return it in the enclosed envelope. For more information, please visit [floodingins.sedonazone.com](http://www.sedonazone.com/floodingins) or call 928-282-1111. We recommend you return this survey by January 19, 2020.

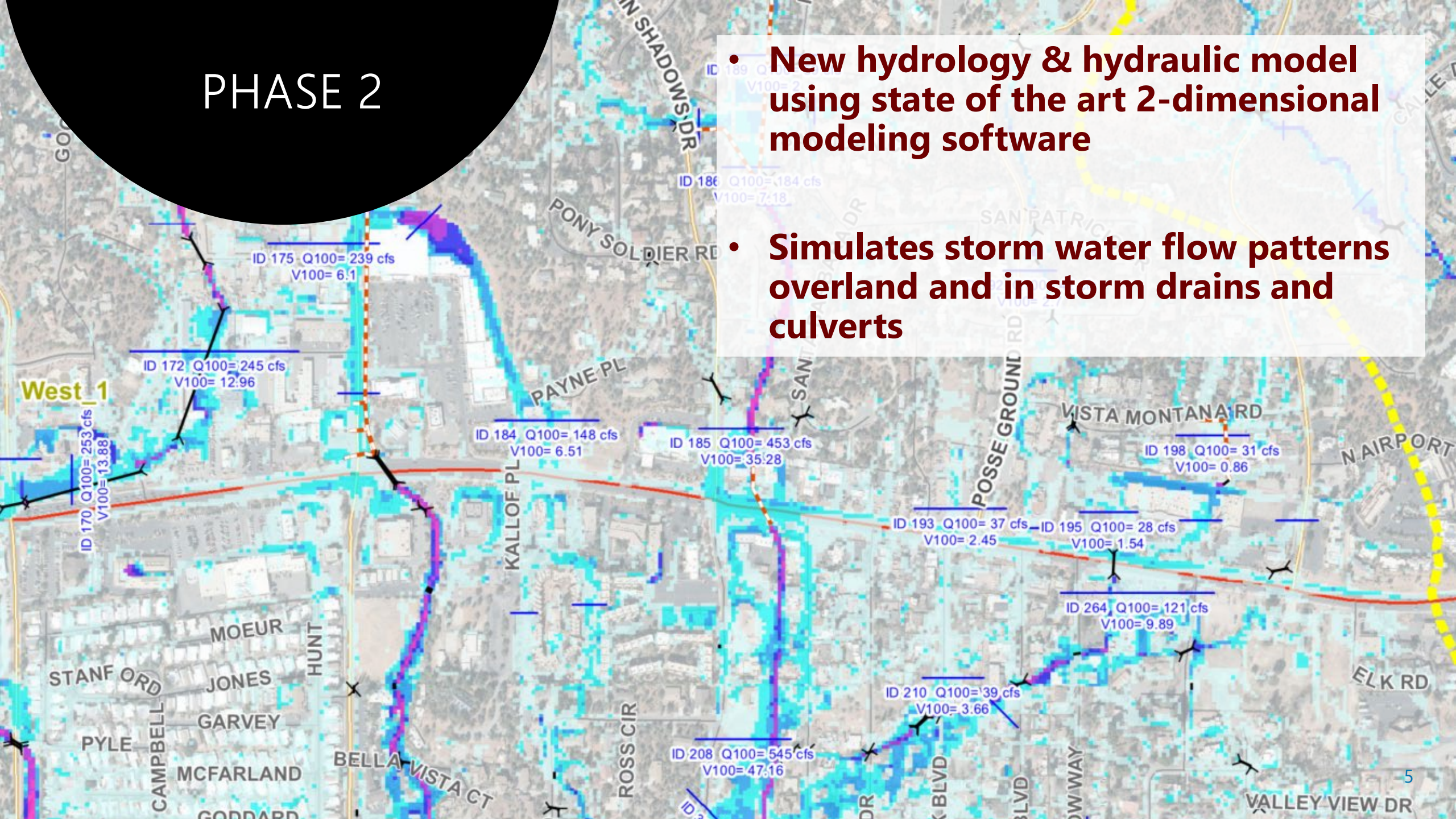
For a complete list of participating properties, please visit www.sedonazone.com/floodingins.

call _____

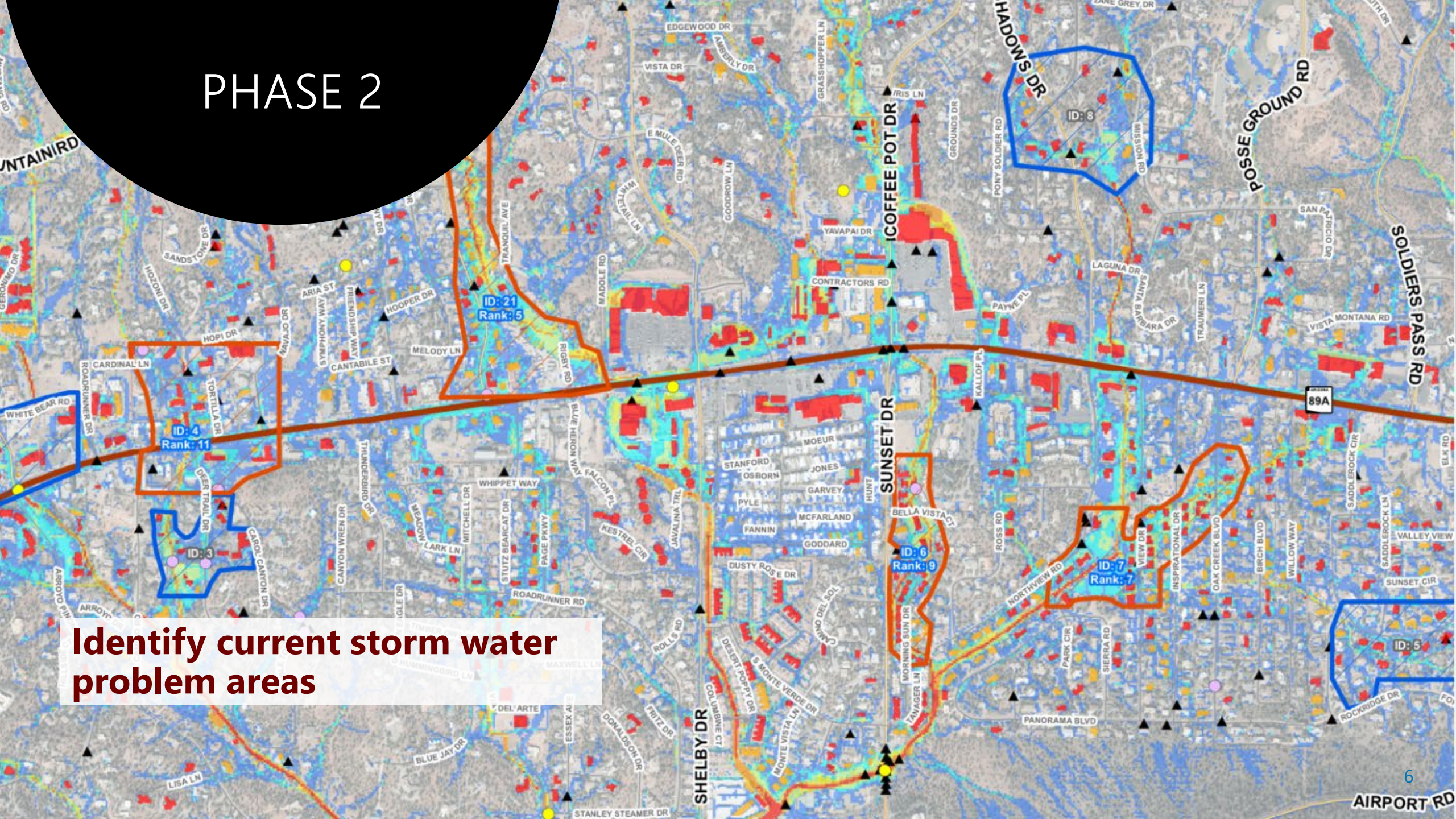


PHASE 2

- **New hydrology & hydraulic model using state of the art 2-dimensional modeling software**
- **Simulates storm water flow patterns overland and in storm drains and culverts**



PHASE 2

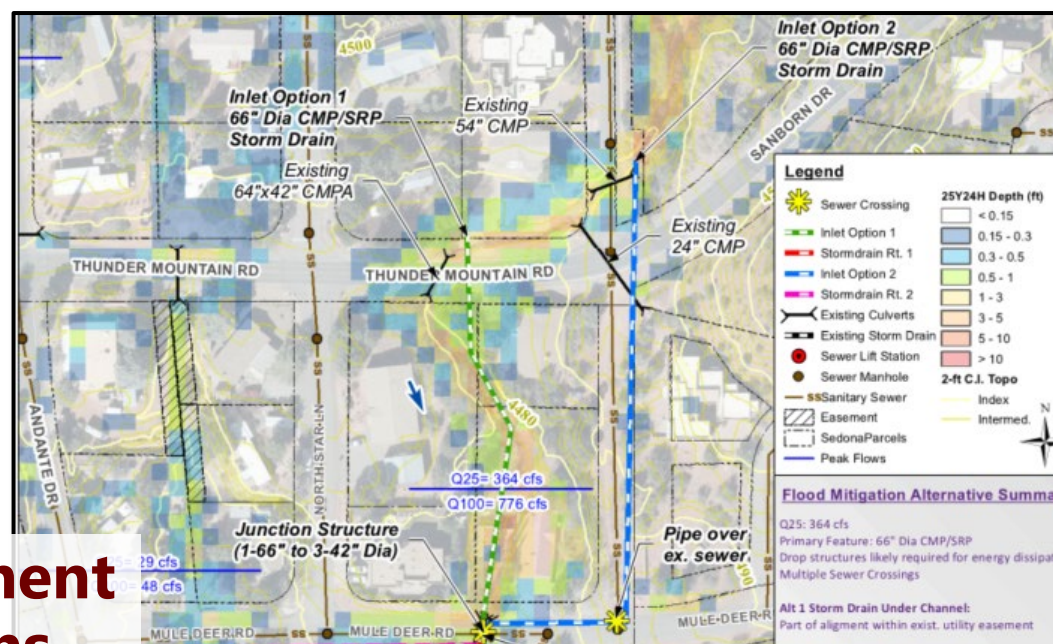


Identify current storm water problem areas

PHASE 2

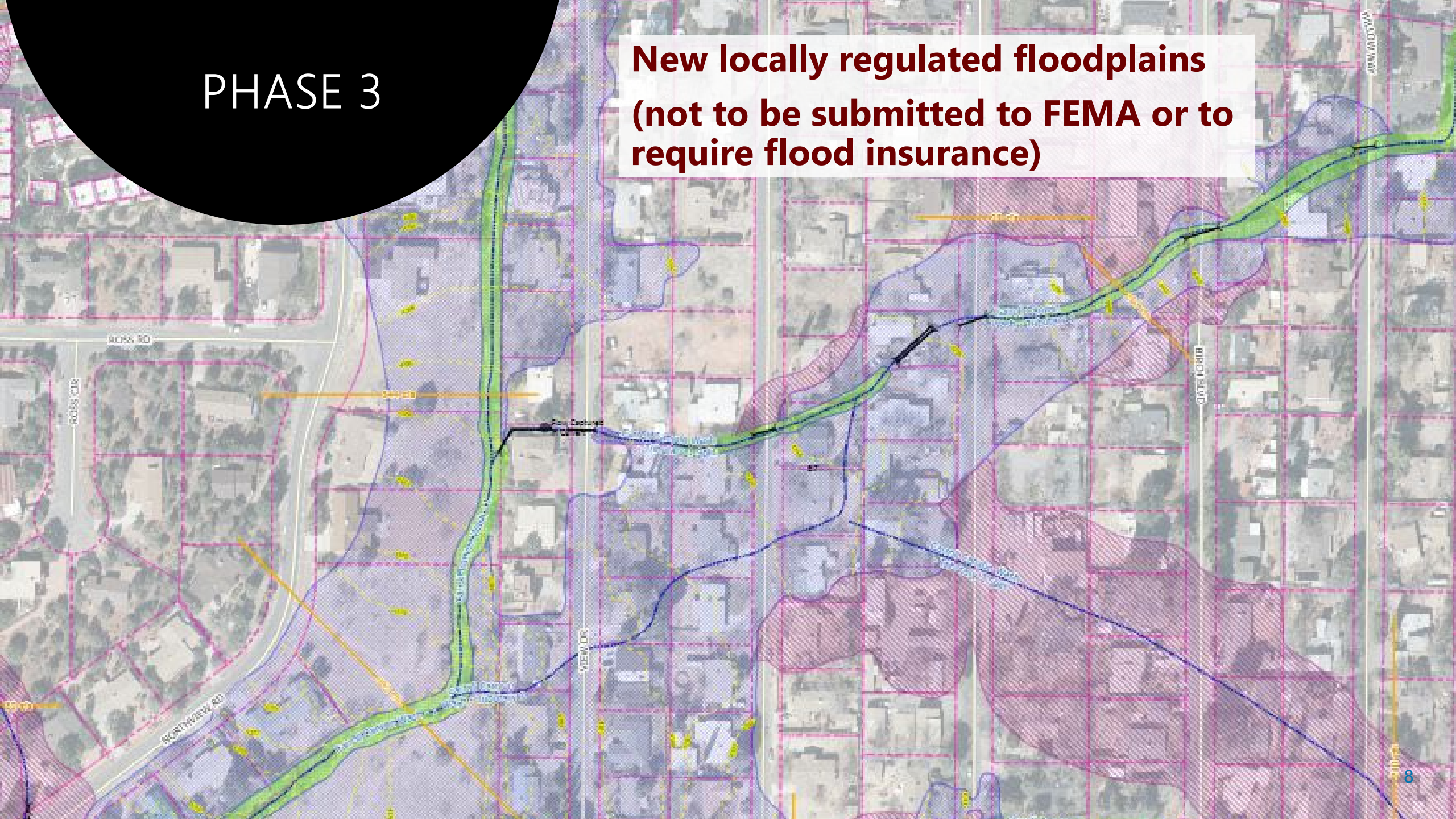
Storm Water Capital Improvement Project Conceptual Design Plans

- Brainstorming, preliminary alternatives, recommended design
- Cost/Benefit
- Partnering
- Sustainability



PHASE 3

**New locally regulated floodplains
(not to be submitted to FEMA or to
require flood insurance)**



PHASE 3

- Public notices via Red Rock News, social media, project website, direct mailings to 2,788 addresses that had a change
- Hotline set up to answer questions over 36 calls to date
- Public meeting June 29, 2022 attended by over 50 people



102 Roadrunner Dr.
Sedona, AZ 86336
(928) 204-7111
sedonaaz.gov
FAX (928) 282-5348

June 15, 2022

RE: NOTIFICATION OF FLOOD HAZARD REVISIONS IN SEDONA, AZ

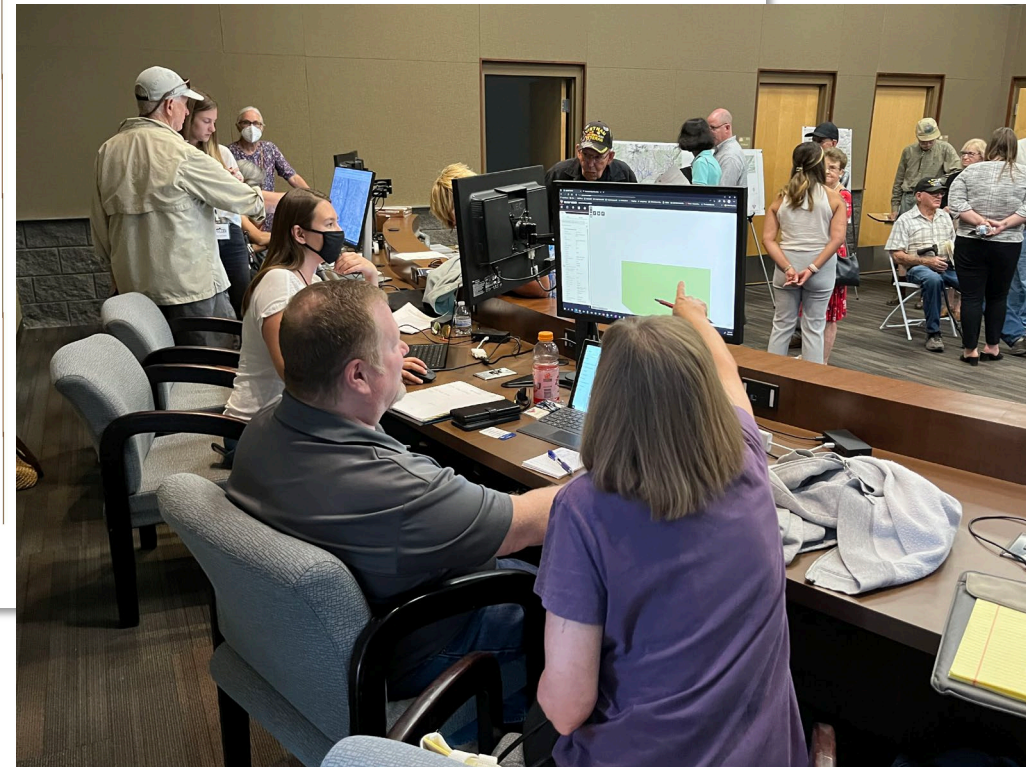
To Whom It May Concern:

The City of Sedona is updating locally regulated Flood Hazard Areas (i.e. floodplains) within the City limits. We have determined there is a change to the floodplain on your property. There are two ways you can review these changes; read on for more details.

A Flood Hazard Area is the area that has been determined to be subject to a 1 percent or greater chance of flooding in any given year (aka 100-year flood) or the area that has been determined to be subject to a 0.2 percent chance of flooding in any given year (aka 500-year flood). These locally regulated Flood Hazard Areas are used to notify residents of potential flood hazards in their area and to help the City of Sedona with floodplain management.

The City of Sedona reviews the Flood Hazard Areas when building improvements or development plans are submitted for permits. The engineering community uses the Flood Hazard Areas and supporting flood data (e.g. flood water elevations) to ensure that proposed building improvements will be safe from flooding and that the improvements will not result in adverse impacts to neighboring properties.

Public Works



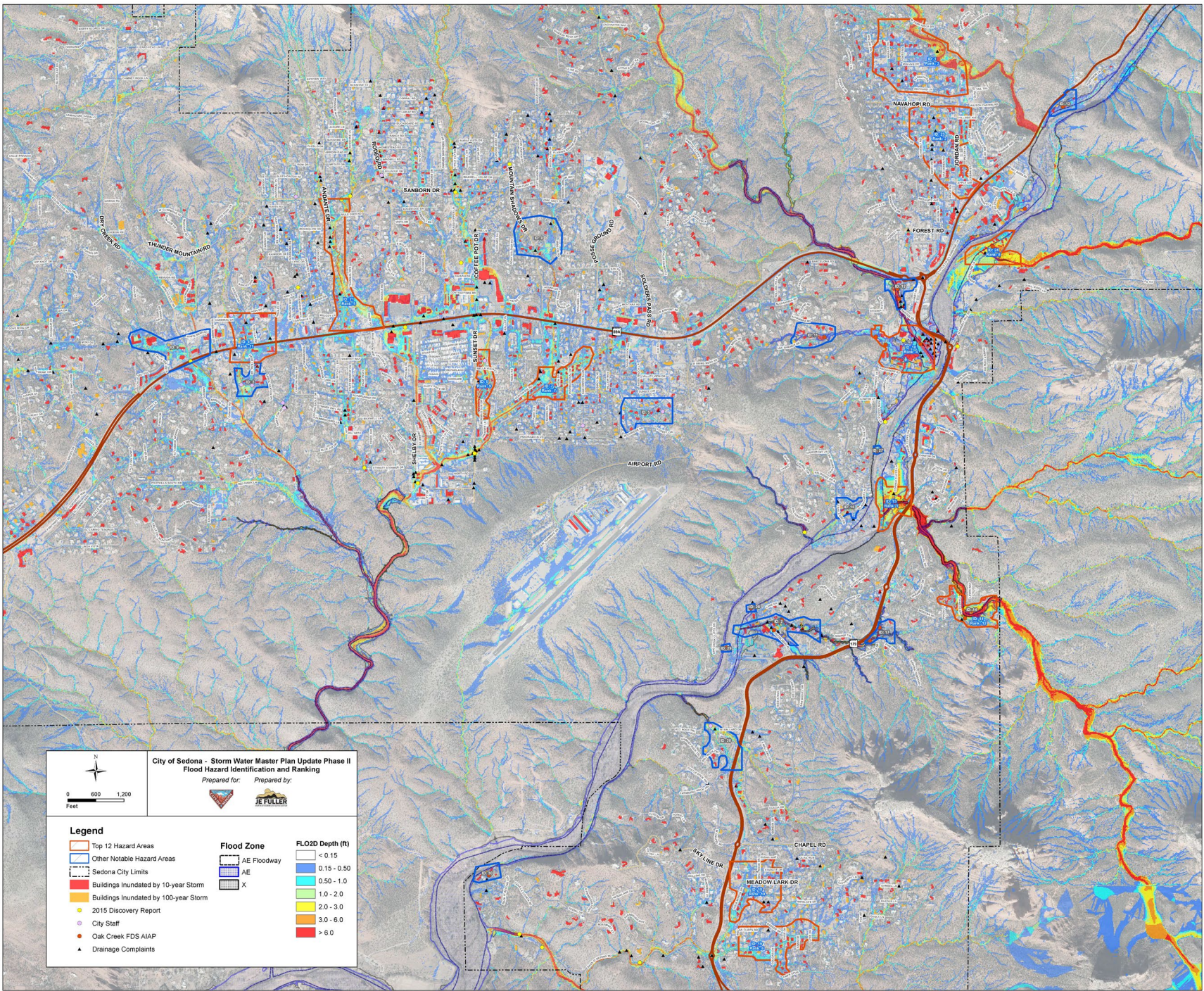
QUESTIONS



Sandra Phillips, P.E., CFM

Rob Lyons, P.E., CFM





**City of Sedona - Storm Water Master Plan Update Phase II
Flood Hazard Identification and Ranking**

Prepared for: Prepared by:

0 600 1,200
Feet

Legend

Top 12 Hazard Areas	Flood Zone	FLOOD Depth (ft)
Other Notable Hazard Areas	AE Floodway	< 0.15
Sedona City Limits	AE	0.15 - 0.50
Buildings Inundated by 10-year Storm	X	0.50 - 1.0
Buildings Inundated by 100-year Storm		1.0 - 2.0
2015 Discovery Report		2.0 - 3.0
City Staff		3.0 - 6.0
Oak Creek FDS AIAP		> 6.0
Drainage Complaints		



ANNUAL BUDGET

FY 2022-2023



City Council Meeting
Tentative Budget
July 12, 2022

FY 2022-23 Budget Calendar

	Participants	Date
Operating & Capital Improvement Program (CIP) Budget Trainings CIP Budget Kickoff Meeting	Staff	December 15, 2021
Operating Budget Kickoff Meeting	Staff	December 16, 2021
City Council Retreat	Council, Staff	January 4-6, 2022
CIP Requests Due	Staff CIP Team	January 13, 2022
Community Budget Survey Open	CMO, Finance	January 18 – February 1, 2022
Review of CIP Project Submittals	Staff CIP Team	January 20, 2022
Presentation of Long-Range Forecast	Council, Staff	January 25, 2022
Operating Budgets, Decision Packages, Final CIP Requests Due	Staff	February 3, 2022
Review of Revenue Projections	Chamber, Staff	February 24, 2022
City Manager Review with Departments	CM, Staff	March 3-10, 2022
1st Public Hearing for Home Rule Election	Council, CMO, Finance	March 8, 2022
2 nd Public Hearing & Council Vote on Home Rule Election	Council, CMO, Finance	March 22, 2022
Proposed Budget Distributed to City Council	Finance	May 12, 2022
City Council Work Sessions	Council, Staff	May 18-19, 2022
City Council Adoption of Tentative Budget	Council, Staff	June 28, 2022 July 12, 2022
City Council Adoption of Annual Update to Pension Funding Policy	Council, Staff	June 28, 2022
Board Adoption of Tentative CFD Budget	Board, Staff	June 28, 2022 July 12, 2022
Election Day		August 2, 2022
City Council Adoption of Budget	Council, Staff	August 9, 2022
Board Adoption of Final CFD Budget	Board, Staff	August 9, 2022

Revenue Forecasts

Special Thanks for Input Provided

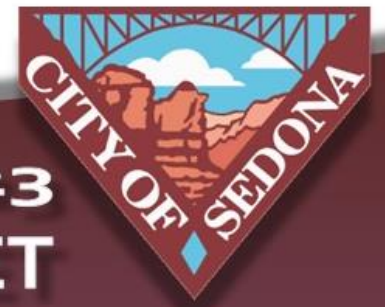
Cari
Meyer

Molly
Spangler

Candace
Strauss



FY 22-23
ANNUAL BUDGET



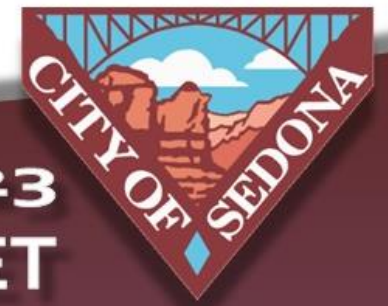


Community Survey

Special Thanks for Input Provided



FY 22-23
ANNUAL BUDGET



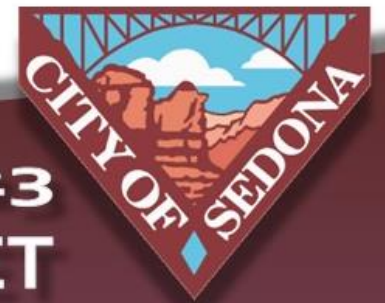
FY 2023 Budget is Balanced⁽¹⁾

All Funds	FY 2023 Budget (in millions)
Estimated July 1, 2022 Fund Balances	\$103.7
Estimated Revenues	70.6
Estimated Other Financing Sources	10.0
Less Estimated Policy Reserves as of June 30, 2023:	
Operating Reserves ⁽²⁾	(9.3)
Capital Reserves	(19.4)
Equipment Replacement Reserves	(3.6)
Major Maintenance Reserve	(0.5)
Streets Fund Reserve	(0.3)
Reserve for Loans	(7.3)
Total Resources Available	\$151.2
Budgeted Expenditures	(105.7)
Excess Resources Available	\$45.5

(1) Based on Arizona definition of adequate available resources to cover budgeted expenditures.

(2) Reserves fully funded in accordance with policy.

FY 22-23
ANNUAL BUDGET



Revenues by Fund

(in Thousands)

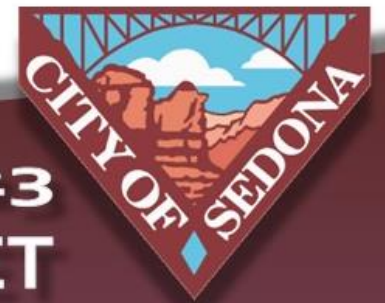
	Ongoing Revenues			One-Time & Contingent Revenues			Total Revenues		
Fund	FY2023 Tentative	FY2022 Budget	% Change	FY2023 Tentative	FY2022 Budget	% Change	FY2023 Tentative	FY2022 Budget	% Change
General	\$49,001	\$37,380	31%	\$ 256	\$ 193	33%	\$49,257	\$37,573	31%
Streets	1,315	1,032	27%	-	-	0%	1,315	1,032	27%
Affordable Housing	87	93	-7%	-	-	0%	87	93	-7%
Grants, Donations & Restricted	116	46	153%	2,309	2,193	5%	2,425	2,239	8%
Transportation Sales Tax	5,293	4,010	32%	-	-	0%	5,293	4,010	32%
Capital Improvement	431	438	-2%	-	1,800	-100%	431	2,238	-81%
Development Impact Fees	466	384	21%	148	160	-8%	614	544	13%
Art in Public Places	2	1	175%	-	-	0%	2	1	175%
Public Transit	255	117	118%	489	985	-50%	743	1,102	-33%
Wastewater	7,861	6,931	13%	306	306	0%	8,167	7,239	13%
Information Technology	2,149	1,652	30%	110	73	50%	2,258	1,725	31%
Totals	\$66,975	\$52,085	29%	\$3,617	\$5,710	-37%	\$70,592	\$57,795	22%
% of Grand Total	95%	90%		5%	10%				

Revenues by Type

(in Thousands)

	FY2023 Tentative	FY2022 Budget	Increase/ (Decrease)	% Change
City Sales Taxes	\$36,570	\$27,971	\$8,599	31%
Bed Taxes	10,232	7,029	3,203	46%
State Shared Revenues	5,301	4,313	988	23%
Other Intergovernmental	2,985	5,135	(2,150)	-42%
Wastewater Charges for Services	6,248	6,047	201	3%
Other Miscellaneous	8,789	7,061	1,728	24%
Contingent Revenues	500	239	261	109%
Totals	\$70,595	\$57,795	\$12,800	22%

FY 22-23
ANNUAL BUDGET

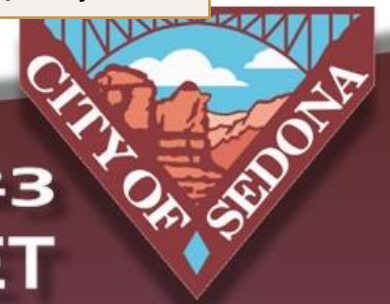


Revenues Changes

(in Thousands)

FY 2022 Budget	\$57,795
City sales tax increase	8,599
Bed tax increase	3,203
State shared revenues increase	988
Congressionally Directed Funding decrease	(1,400)
Transit grants decrease	(394)
Capacity fees increase	452
Information Technology internal charges increase	532
Contingent revenues increase	261
Miscellaneous increases	559
FY 2023 Budget	\$70,595

**FY 22-23
ANNUAL BUDGET**



Expenditures by Fund

(in Thousands)

Fund	Ongoing Expenditures			One-Time & Contingent Expenditures			Total Expenditures		
	FY2023 Tentative	FY2022 Budget	% Change	FY2023 Tentative	FY2022 Budget	% Change	FY2023 Tentative	FY2022 Budget	% Change
General	\$22,205	\$20,685	7%	\$6,216	\$2,694	127%	\$ 28,331	\$23,379	21%
Streets	2,166	1,911	13%	135	166	-19%	2,301	2,077	11%
Affordable Housing	352	557	-37%	1,050	2,100	-50%	1,402	2,657	-47%
Grants, Donations & Restricted	85	25	243%	2,299	2,193	5%	2,384	2,218	7%
Transportation Sales Tax	148	116	28%	377	-	∞	526	116	354%
Capital Improvement	-	-	0%	41,294	11,274	266%	41,294	11,274	266%
Development Impact Fees	45	-	∞	5,327	3,132	70%	5,372	3,132	72%
Art in Public Places	-	-	0%	361	136	165%	361	136	165%
Public Transit	2,342	872	169%	1,697	2,188	-22%	4,040	3,060	32%
Wastewater	5,144	4,350	18%	12,492	8,439	48%	17,636	12,789	38%
Information Technology	1,982	1,731	14%	119	123	-4%	2,100	1,854	13%
Totals	\$34,469	\$30,246	14%	\$71,276	\$32,446	120%	\$105,745	\$62,693	69%
% of Grand Total	33%	48%		67%	52%				

Expenditures by Type

(in Thousands)

	FY2022 Budget	FY2023 Base	Increase/ (Decrease)	% Change	Decision Packages & Other Adj.	Total FY2023 Tentative
Ongoing:						
Personnel	\$15,890	\$17,180	\$ 1,290	8%	\$ 574	\$ 17,755
Operations	14,356	15,948	1,592	11%	767	16,714
Subtotal Operational Costs - Ongoing	30,246	33,128	2,882	10%	1,341	34,469
One-Time:						
Personnel	38	121	83	218%	1,077	1,198
Operations	1,927	2,698	771	40%	282	2,981
Subtotal Operational Costs – One-Time	1,965	2,819	854	43%	1,359	4,179
Subtotal All Operational Costs	32,211	35,947	3,736	12%	2,701	38,648
Capital Improvement Projects ⁽¹⁾	19,875	62,115	42,239	213%	(6,330)	55,785
Debt Service	5,830	7,813	1,983	34%	-	7,813
Contingencies	4,777	2,795	(1,982)	(41%)	704	3,499
Totals	\$62,693	\$108,670	\$45,977	73%	(\$2,925)	\$105,745

⁽¹⁾ Does not include projects funded by the Community Facilities Districts. Those projects will be included in the budget proposals for those separate entities.



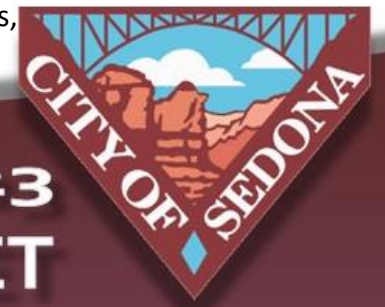
Salary & Benefit Changes

(in Thousands)

FY 2022 Budget	\$15,928
Decision Packages	975
Increase for one-time temp positions	158
Wage adjustments	800
Health insurance 6% rate increase	50
ASRS 2% rate decrease	42
Increase to PSPRS level-funding approach ⁽¹⁾	100
Increase for Prop 207 contribution toward PSPRS unfunded liability	51
Additional one-time contribution to PSPRS	1,000
Increase to vacancy savings offset	(209)
Increase to other benefits	58
FY 2023 Budget	\$18,953

⁽¹⁾Using the pension funding model developed by the actuaries assumptions about turnover/retirements, pay adjustments, and investment portfolio performance, a \$1.1M level-payment has been estimated to achieve 100% funded by 2037.

**FY 22-23
ANNUAL BUDGET**



Decision Packages Included – Salary & Benefits

Department	Description	Increased FTEs	One-Time Costs	Ongoing Costs	Totals
City Manager’s Office	Webmaster	1.00	\$ -	\$111,580	\$111,580
City Manager’s Office	Short-Term Rental Specialist	1.00	-	87,710	87,710
Financial Services	Budget & Financial Analyst	1.00	-	105,570	105,570
Public Works	Custodial Maintenance Worker	1.00	-	63,650	63,650
Public Works	Grants Analyst	0.50	-	51,530	51,530
Police	Communications Specialist	1.00	-	96,550	96,550
Total General Fund		5.50	\$ -	\$516,590	\$516,590
City Manager’s Office	Housing Coordinator	1.00	\$ -	\$ 83,980	\$ 83,980
Total Affordable Housing Fund		1.00	\$ -	\$ 83,980	\$ 83,980
Police	DUI Enforcement	OT only	\$ 2,500	\$ -	\$ 2,500
Total Grants, Donations & Restricted Funds		0.00	\$ 2,500	\$ -	\$ 2,500
Public Transit	Grants Analyst	0.50	\$ -	\$ 51,510	\$ 51,510
Total Public Transit Fund		0.50	\$ -	\$ 51,510	\$ 51,510
Wastewater	Wastewater Inspector	1.00	\$ -	\$ 98,690	\$ 98,690
Wastewater	Preventative Maintenance Technician	1.00	-	77,920	77,920
Total Wastewater Fund		2.00	\$ -	\$176,610	\$176,610
Information Technology	IT Help Desk/Systems Engineer	1.00	\$ -	\$144,300	\$144,300
Total Information Technology Fund		1.00	\$ -	\$144,300	\$144,300
Total All Funds		10.00	\$ 2,500	\$972,990	\$975,490

Operations Changes

(in Thousands)

FY 2022 Budget	\$16,283
Decision Packages	760
Reduction in SCC&TB contract	(430)
Increase for Transit implementation	1,629
Increase to fuel costs (not including Transit)	127
Increase to indirect cost allocations for Information Technology	532
Add legislative advocate	75
Increase for service contracts including Historical Society	47
Add evacuation planning and modeling	250
Sustainability program increases	269
Increase liability and property insurance premiums	110
Increase for election costs	45
Miscellaneous decreases	(2)
FY 2023 Budget	\$19,695

**FY 22-23
ANNUAL BUDGET**



Decision Packages Included – Operations

Department	Description	One-Time Costs	Ongoing Costs	Totals
City Manager's Office	Webmaster	\$ 2,000	\$ 1,700	\$ 3,700
City Manager's Office	Public Relations Professional Services	-	75,000	75,000
City Manager's Office	Home Hazardous Waste Expansion to Partner Cities	-	12,000	12,000
City Manager's Office	Energy Efficiency Upgrades & Monitoring Technology	85,000	-	85,000
City Manager's Office	Environmental Impact Assessment - OHVs	75,000	-	75,000
City Manager's Office	Green Procurement Audit & Surveying	10,000	-	10,000
City Manager's Office	Short-Term Rental Specialist	8,900	2,850	11,750
Financial Services	Budget & Financial Analyst	2,500	1,500	4,000
General Services	Grant Writing Professional Services	-	75,000	75,000
General Services	Sedona Historical Society Provider Agreement	-	75,000	75,000
General Services	Community Engagement	-	10,000	10,000
General Services	Translation/Interpretation Services	-	5,000	5,000
Police	Communications Specialist	500	1,500	2,000
Total General Fund		\$183,900	\$259,550	\$443,450
City Manager's Office	Housing Programs – STR>LTR Rental Incentives	\$240,000	\$ -	\$240,000
Total Affordable Housing Fund		\$240,000	\$ -	\$240,000
Police	VMS Speed & Message Trailer	\$ 24,000	\$ -	\$ 24,000
Total Grants, Donations & Restricted Funds		\$ 24,000	\$ -	\$ 24,000
Public Transit	Grants Analyst	\$ 3,900	\$ 4,550	\$ 8,450
Total Public Transit Fund		\$ 3,900	\$ 4,550	\$ 8,450
Wastewater	Wastewater Inspector	\$ 12,600	\$ 1,000	\$ 13,600
Wastewater	Preventative Maintenance Technician	3,600	1,600	5,200
Total Wastewater Fund		\$ 16,200	\$ 2,600	\$ 18,800
Information Technology	IT Help Desk/Systems Engineer	\$ 5,600	\$ 400	\$ 6,000
Multiple Departments	Computer Hardware/Software for New Positions	4,400	14,400	18,800
Total Information Technology Fund		\$ 10,000	\$ 14,800	\$ 24,800
Total All Funds		\$478,000	\$281,500	\$759,500

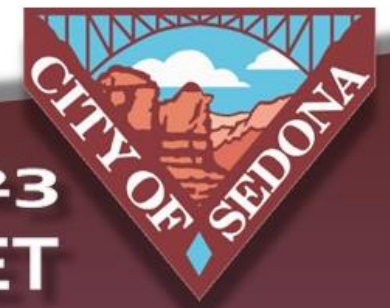


CIP Changes

(in Thousands)

FY 2022 Budget	\$19,875
Arts & Culture increase	225
Information Technology decrease	(200)
Municipal Court increase	339
Parks & Recreation increase	186
Police decrease	(39)
Public Transit decrease	(813)
Public Works increase	18,310
Sedona in Motion increase	12,997
Storm Drainage increase	1,040
Streets & Transportation decrease	(573)
Sustainability increase	120
Wastewater increase	4,317
FY 2023 Budget	\$55,785

**FY 22-23
ANNUAL BUDGET**



Debt Service Changes

(in Thousands)

FY 2022 Budget	\$5,830
Decrease for refunding of Series 2012 bonds (new issue Series 2021 bonds)	(151)
Eliminate one-time issuance cost for Series 2021 bonds	(102)
Add Series 2022 bonds	1,232
Add placeholder for potential bonds for property acquisition	1,000
Change in Second Series 2015 bond payment	(3)
Increase in trustee administration fees	7
FY 2023 Budget	\$7,813



**FY 22-23
ANNUAL BUDGET**

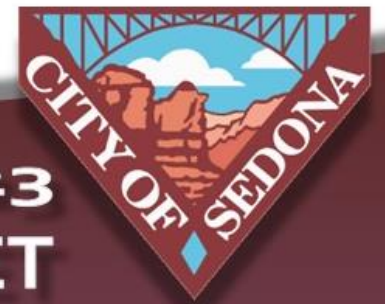


Contingency Changes

(in Thousands)

FY 2022 Budget	\$4,777
Reduce affordable housing contingency to available balance	(1,290)
Reduce ARPA contingency based on available balance	(188)
Increase unknown grants contingency	200
FY 2023 Budget	\$3,499

**FY 22-23
ANNUAL BUDGET**

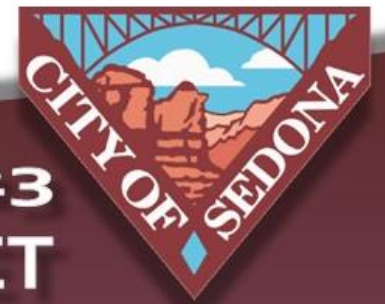


FY 2023 Contingencies Totals

(in Thousands)

	General Fund	Affordable Housing Fund	Grants, Donations, & Restricted Funds	Wastewater Enterprise Fund
General operating contingency	\$200	\$ -	\$ -	\$100
Affordable housing initiatives in development	-	810	-	-
ARPA funding	-	-	1,539	-
Unknown grants and donations	-	-	500	-
Judgments	100	-	-	-
Tourism management contract	250	-	-	-
Total Budgeted	\$550	\$810	\$2,039	\$100

FY 22-23
ANNUAL BUDGET



FY 2023 Inter-Fund Transfers

	Transfers In							Totals
	Streets Fund	Affordable Housing Fund	Capital Improvements Fund	Art in Public Places Fund	Public Transit Enterprise Fund	Wastewater Enterprise Fund	Info. Tech. Internal Service Fund	
Transfers Out								
General Fund	\$438,330	\$1,250,000	\$10,897,170	\$ -	\$5,244,750	\$3,200,000	\$43,950	\$21,074,200
Grants, Donations & Restricted Funds	-	-	-	-	-	1,914,000	-	1,914,000
Transportation Sales Tax Fund	-	-	7,948,670	-	3,051,500	-	-	11,000,170
Capital Improvements Fund	-	-	-	16,750	-	-	-	16,750
Totals	\$438,330	\$1,250,000	\$18,845,840	\$16,750	\$8,296,250	\$5,114,000	\$43,950	\$34,005,120

FY 22-23
ANNUAL BUDGET



Capital Improvements by Category

(including 1% Arts Transfers and CFD Funding)
(In Thousands)

Category	Carryover	New Appropriation	FY 2023 Tentative
Sedona in Motion	\$14,791	\$ 7,862	\$22,652
Public Works	-	20,161	20,161
Wastewater	1,692	5,788	7,480
Police	132	997	1,129
Storm Drainage	648	397	1,045
Public Transit	954	403	1,357
Parks & Recreation	361	645	1,006
Streets & Transportation	-	455	455
Arts & Culture	302	58	361
Sustainability	-	120	120
Municipal Court	127	213	339
Total	\$19,007	\$37,098	\$56,105

Capital Improvements by Funding Source

Funding Source	FY 2023 Tentative
Unrestricted:	
Capital Reserves	\$10,371
Restricted:	
Debt Financing ⁽¹⁾	24,988
Transportation Sales Tax	8,817
Wastewater Revenues/Equipment Replacement Reserve	5,566
Development Impact Fees Funds	2,796
Grants	2,439
1% for Arts	361
Community Facilities Districts	303
Yavapai County Flood Control	300
Court Restricted Revenues	165
Total	\$56,105

(1) Assumed the \$25M bond proceeds will be fully spent by 6/30/24.

Council Priorities Included

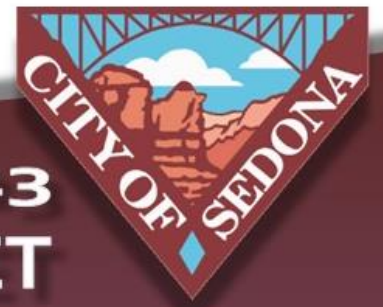
Priority Item	Budget Location	FY2023 Budget Amount ⁽¹⁾
Complete various traffic improvements	CIP	\$22,652,250
Transit	CIP	\$1,356,900
	<u>Operations</u>	<u>\$2,682,840</u>
	Total	\$4,039,740
Affordable/workforce housing	Affordable Housing Fund	\$810,000 contingency \$591,790 in operations \$4,600,000 in balance sheet loans
Environmental stewardship/sustainability	CIP	\$10,394,630
	CMO	\$ 1,063,680
	P&R	\$ 1,030
	PW	\$ 108,550
	<u>General Services</u>	<u>\$ 307,410</u>
	Total	\$11,875,300
SCC&TB contract review	Council	Council time only
Trailhead congestion/impact to neighborhoods	Transit	See above
	PW/PD	Staff time only
Improve citizen communications/relations	CMO	\$536,330
	<u>General Services</u>	<u>\$ 15,000</u>
	Total	\$551,330
Manage impact from short-term rentals	CMO	\$201,990
Economic diversification	Economic Development	\$389,040
Emergency preparedness	General Services	\$250,000
Community Plan update	Community Development	\$269,570
Other property acquisitions	CIP	\$20,020,000
Accelerate Brewer Road Park build-out	CIP	\$738,080
Homelessness	CMO	Staff time only
Environmental impact study on OHVs/USFS trail access based on capacity analysis	CMO	Included in Sustainability

⁽¹⁾ Only includes costs for program staff time. Other city staff time not included.



Next Step – Final Budget Adoption August 9, 2022

**FY 22-23
ANNUAL BUDGET**



SHORT TERM RENTAL REGULATIONS

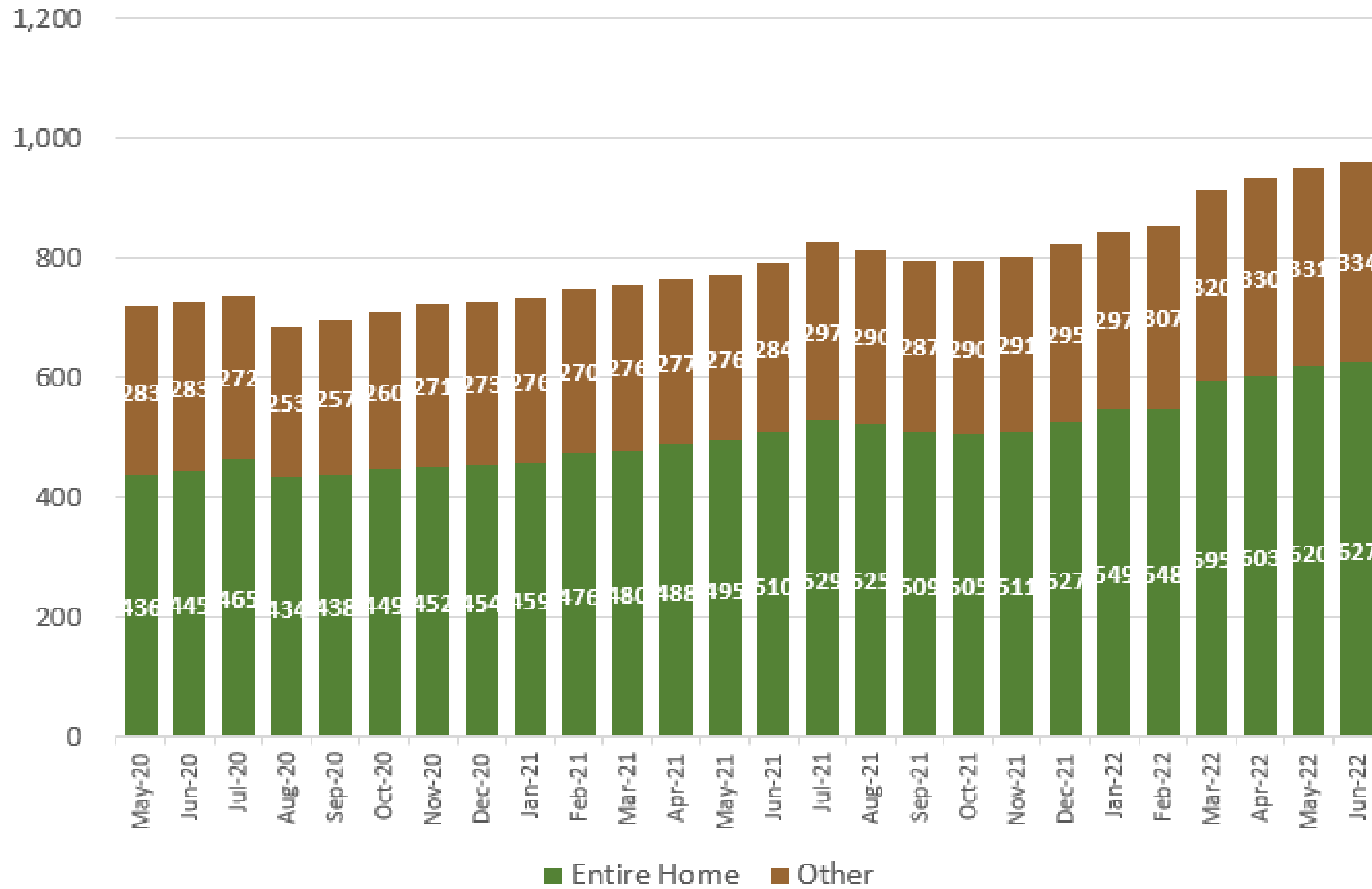
SEDONA CITY COUNCIL MEETING

JULY 12, 2022



June 2022

STR Summary - City Limits



Short-Term Rental Regulations – Three City Comparison

Regulation	Sedona	Paradise Valley	Scottsdale
Emergency Contact Information Registration	✓	✓	✓
Emergency Contact 1-hr Response	✓	✓	✓
Emergency Contact Response In-person	✓	✓	✓
Noise	✓	✓	✓
Public Nuisances (i.e. vacant/abandoned structures, dumping ground, putrid/nauseous odors, etc.)	✓	✓	✓
Increased Fines for Repeat Offenders	✓	✓	✓
Police Service Fee		✓	
STR Booking Notification to Town		✓	
Owner in-person meet with STR guest to describe rules, regulations & city code		✓ ✗	
Laminated Notice must be posted (language provided in city code)		✓	
Liability insurance	✓	✓	✓
Smoke & CO detection and notification systems		✓	
Fire Extinguishers		✓	
Fire Safety and Emergency Evacuation map		✓	
Air Filters must be changed every 3 months		✓	
Local phone service with landline		✓	
Cleaning per CDC guidelines		✓	
Pest Control		✓	
Background checks		✓	
Notice on vacation rental Online Lodging Marketplace or		✓	



SB 1168 Regulations

\$1,000.00 Civil Penalty for failure to provide emergency contact information to City

Require owner to obtain and maintain a local regulatory permit or license and to provide the following:

- a. Contact information for Owner or Agent
- b. Address of property
- c. Proof of compliance with Sec. 42-5005
- d. Emergency contact information
- e. Acknowledgement to comply with applicable laws, regulations and ordinances
- f. Permit or licensing fee not to exceed \$250.00

Notification to residential neighbors to include:

- a. Permit or License number
- b. Address of property
- c. Description of how owner/designee chose to provide notification to each property
- d. Name and contact information of person attesting to compliance

Display of Permit or License Number in Advertisement

Maintain Liability Insurance of at least \$500,000.00



SB 1168 Regulations

Suspension of STR for a period not to exceed twelve months

Sex offender background checks on STR booking guest (waived if completed by online marketplace)

Civil penalty if owner receives verified violations within the same twelve-month period:

- a. Up to \$500 or up to an amount equal to one nights rent for first verified violation
- b. Up to \$1,000 or up to an amount equal to two nights rent for second verified violation
- c. Up to \$3,500 or up to an amount equal to one nights rent for third verified violation

STR must apply for permit or license within 30 days of application being made available by city or must cease operations. City can impose an additional \$1,000 per month civil penalty within 30 days after written notice to STR.

