

Pickleball Courts at Posse Grounds Park

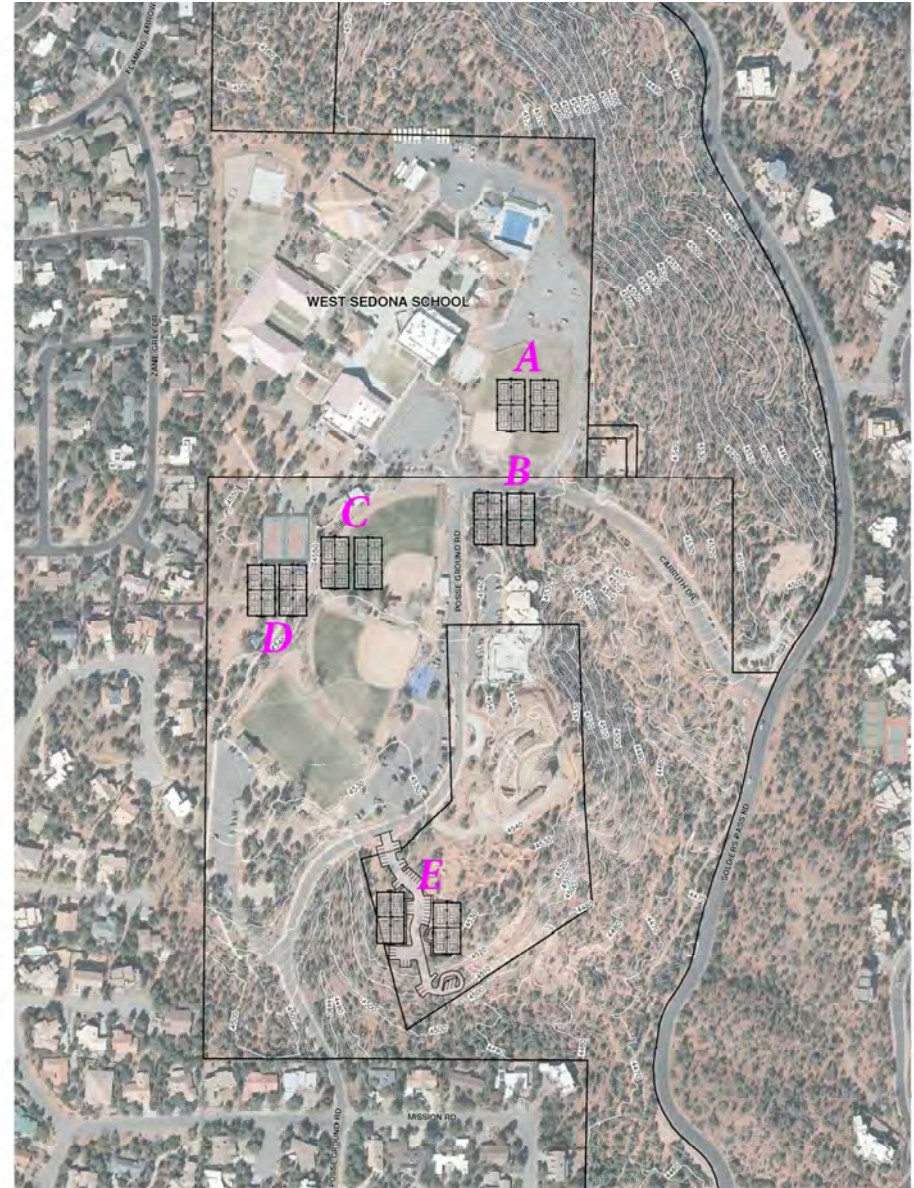
Sandy Phillips, Asst PW Director/Asst City Engr
Larry Farhat, Facilities Maintenance Supervisor,
Jason Vargo, Recreation Coordinator



Optional Locations Map

Outreach -

- Feedback from 4 HOAs
- Door to Door to 34 properties
- Letters sent to 13 out of town owners
- Emailed 7 properties



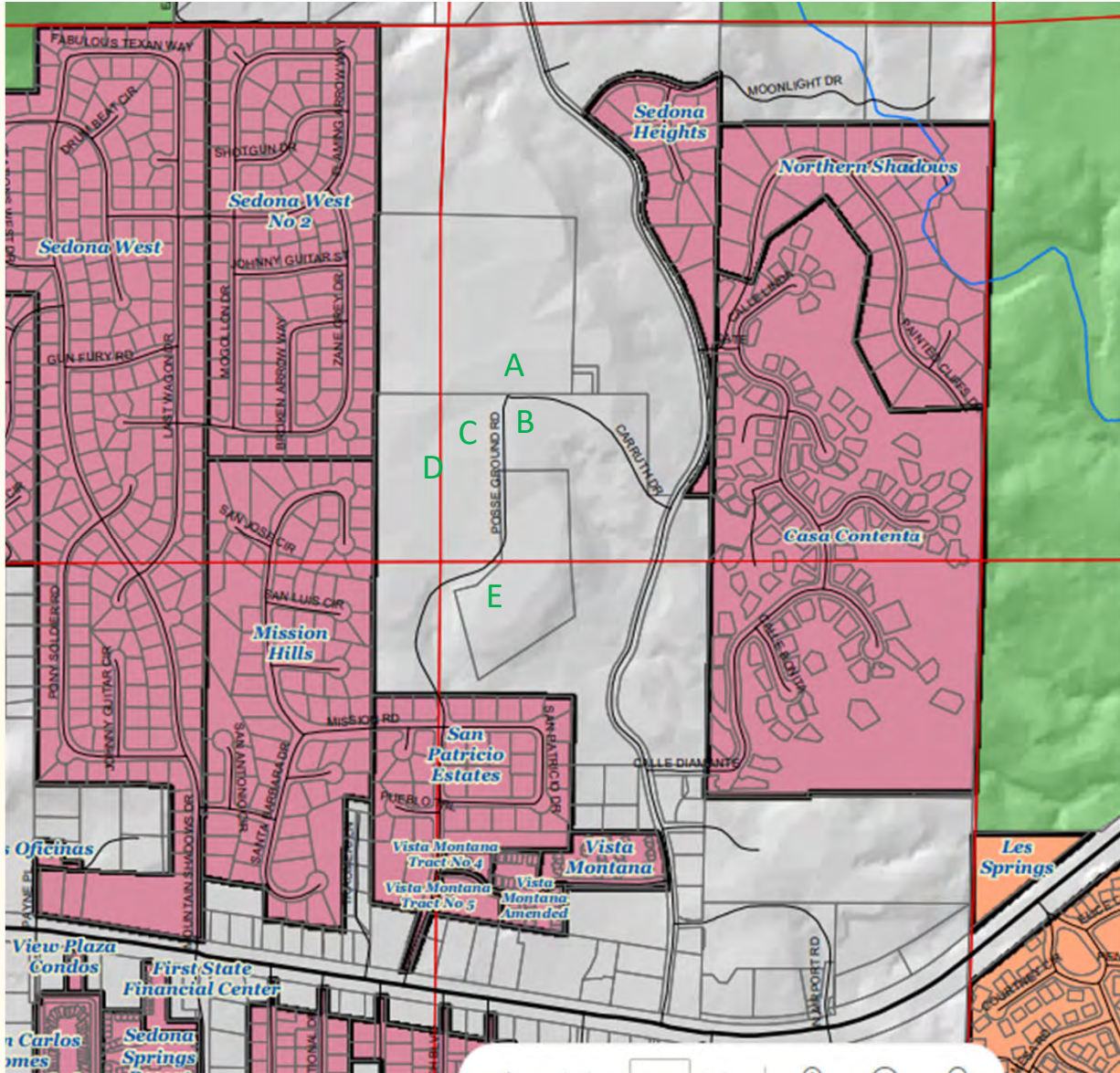
Results of Outreach

HOAs:

| | |
|------------------|-----|
| Sedona Heights | B D |
| Northern Shadows | E C |
| Casa Contenta | C D |
| San Patricio | A B |
| San Patricio | A |

No HOA (Properties west of park):

| | |
|--------|---------|
| Site B | 6 votes |
| Site C | 3 votes |
| Site D | 1 vote |
| Site E | 2 votes |



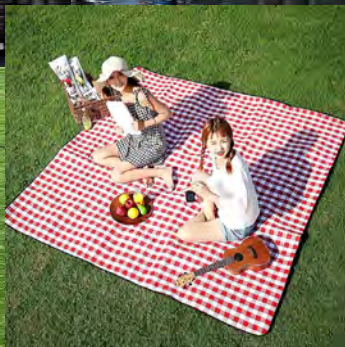
OPTION C



Current Posse Grounds Park – North Softball Field

- The usage and need for multiple softball fields in Posse Grounds Park has diminished, while other park needs have increased.
 - Every sports need and offering current and in the foreseeable future can take place without conflict within the existing two remaining athletic fields.
- Transitioning the Upper Softball Field into a pickleball complex with the potential design possibilities for additional parking, open grass area, or a small grassed event space increases the useable space opportunities available in Posse Grounds Park for recreation.
- Developing the north field into other useable amenities will then allow us to devote the resources to the south softball field and multi-use field to utilize them as high-quality athletic fields for our youth and adult sports programs.

- The current lighting at the north field could remain and be useable for the green space and new parking area development.
- Alternatively, the lighting at the north field could potentially be relocated to the multi-use field. This field is currently unlit and would be able to be utilized much more by our local sports programs if lighting were an option.
- As part of the new green space that would be available for many leisure activities, we will include the Teqball table that we have from a grant with the National Parks & Recreation Association and other passive recreation opportunities as they arise.



- This location would enable us to get more use out of our Posse Grounds Park facilities, while still maintaining sufficient space for our athletic field demands.
- It also provides additional needed parking and open green space for passive recreation opportunities that isn't on an athletic field.





Project Outreach Efforts:

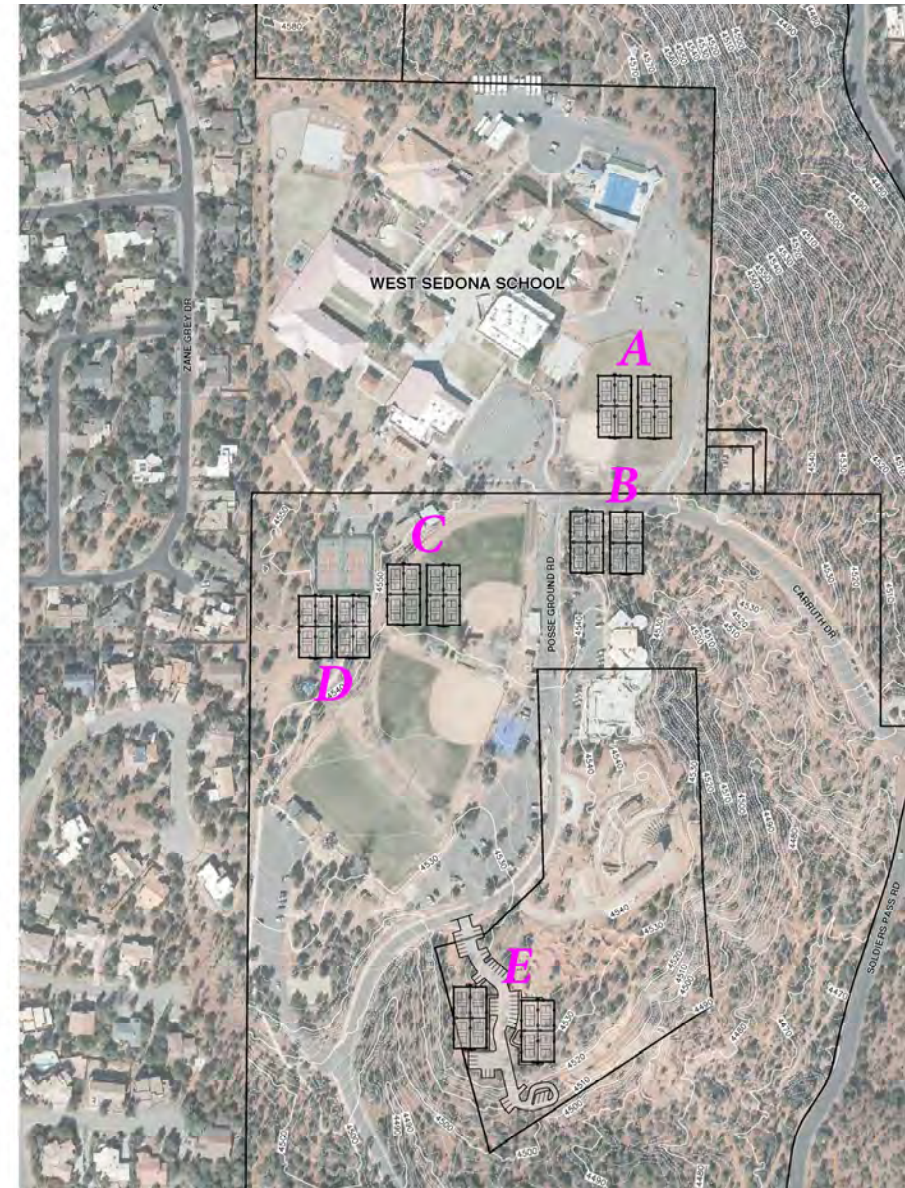
- Stakeholder Meeting January 14, 2020
- Charette February 25-27, 2020
- Web based survey Fall 2020
- HOA & Adjacent parcel outreach Spring/Summer 2023

Anticipated Schedule:

- Request proposal from Consultant for selected location
- Notice to Proceed
- Complete Bid Set 10 weeks from NTP
- Anticipated requesting bids Winter 2023
- Start construction Spring 2024.

Location 'C' is recommended:

- Location is centrally located within park
- Very close to Location 'B'
- Close to existing location pickleball is being played with no sound complaints
- Location is more than 350ft to closest residence
- Natural sound attenuation due to berm/grade
- Adjacent to sewer system for restrooms and water fountains
- Adjacent electrical for lights
- Some green space maintained for use.
- Parking or courts possibly on existing infield
- Reduction of grass and maintenance
- Existing flat terrain
- Minimal drainage impact
- No existing tree impact
- Additional parking provided will be mix of DG for stalls and paved aisle.



Thank you!

Questions?





| | |
|---|------------|
| 3001 Base Cases Rd. Suite 300 Austin, TX 78748 512.887.5000 | |
| LICENSING | |
| state certified landscape architect | |
| PROJECT POSSE GROUNDS BIKE SKILLS PARK CITY OF SEDONA, AZ | |
| SHEET TITLE BIKE PARK- ADD ALTERNATE PLAN | |
| SCALE DATE | 06.30.2015 |
| DESIGN BY | Stantec |
| CHECKED BY | Stantec |
| DATE PLOTTED | |
| SHEET NUMBER | BP-0.2 |

ORDINANCE NO. 2023-04

AN ORDINANCE OF THE CITY OF SEDONA, ARIZONA, ADOPTING AN AMENDMENT TO THE CITY CODE CHAPTER 2.25 (ORDINANCES, RESOLUTIONS, AND CONTRACTS) BY AMENDING SECTION 2.25.040 (READING OF PROPOSED ORDINANCES); PROVIDING FOR PENALTIES, A SAVINGS CLAUSE, AND FOR REPEAL OF CONFLICTING ORDINANCES; AND ESTABLISHING AN EFFECTIVE DATE.

WHEREAS the City deems it necessary to adopt certain regulations regarding adoption of new ordinances for the welfare of the City residents.

BE IT ORDAINED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF SEDONA, ARIZONA, as follows:

Section 1. Amendment of Sedona City Code Chapter 2.25 (Ordinances, Resolutions, and Contracts)

Chapter 2.25 (Ordinances, Resolutions, and Contracts) of the City Code of the City of Sedona is hereby amended by amending Section 2.25.040 (Reading of Proposed Ordinances) as follows:

**Chapter 2.25
ORDINANCES, RESOLUTIONS, AND CONTRACTS**

Sections:

- 2.25.010 Prior approval.
- 2.25.020 Introduction.
- 2.25.030 Same day passage prohibited.
- 2.25.040 Two meetings required for new ordinances.
- 2.25.050 Requirements for an ordinance.
- 2.25.060 Effective date of ordinances.
- 2.25.070 Signatures required.
- 2.25.080 Publishing required.
- 2.25.090 Posting required.
- 2.25.100 Continuing code revision.
- 2.25.110 Limitations on revisions. 6.15.010 - Definitions.

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2.25.040 Two meetings required for new ordinances.

Except in the case of an emergency or ordinances previously considered in a public meeting by the planning and zoning commission, council shall consider new ordinances at a minimum of two public meetings prior to adoption.

Section 2. Savings Clause

If any section, subsection, sentence, clause, phrase, or portion of this Ordinance is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remainder of this Ordinance.

Section 3. Repeal

All other code provisions, ordinances or parts of ordinances in conflict with the provisions of this Ordinance are hereby repealed to the extent of such conflict as of the effective date hereof.

Section 4. Effective Date

The effective date of this Ordinance shall be 30 days following adoption by the City Council.

PASSED AND ADOPTED by the Mayor and Council of the City of Sedona, Arizona, this 11th day of July, 2023.

Scott M. Jablow, Mayor

ATTEST:

JoAnne Cook, CMC, City Clerk

APPROVED AS TO FORM:

Kurt W. Christianson, City Attorney

ORDINANCE NO. 2023-____

AN ORDINANCE OF THE CITY OF SEDONA, ARIZONA, ADOPTING AN AMENDMENT TO THE CITY CODE TITLE 12 (STREETS, SIDEWALKS, AND PUBLIC PLACES) BY AMENDING CHAPTER 12.05 (RIGHTS-OF-WAY); PROVIDING FOR PENALTIES, A SAVINGS CLAUSE, AND FOR REPEAL OF CONFLICTING ORDINANCES; AND ESTABLISHING AN EFFECTIVE DATE.

WHEREAS pursuant to A.R.S. 9-240, the City is authorized to protect any street, avenue, alley, park, public place, sidewalk, easement, and rights-of-way from encroachment; and

WHEREAS the City deems it necessary to adopt certain regulations regarding the use of public right-of-way for the health, safety, and welfare of City residents.

BE IT ORDAINED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF SEDONA, ARIZONA, as follows:

Section 1. Amendment of Sedona City Code Title 12 (Streets, Sidewalks, and Public Places)

Title 12 (Streets, Sidewalks, and Public Places) of the City Code of the City of Sedona is hereby amended by amending Chapter 12.05 (Rights-of-Way) as follows:

**Chapter 12.05
RIGHTS-OF-WAY**

Sections:

- 12.05.010 Purpose.**
- 12.05.020 Scope.**
- 12.05.030 Adoption of permit application form.**
- 12.05.040 Definitions.**
- 12.05.050 Enforcement.**
- 12.05.060 Appeals.**
- 12.05.070 Permit requirements – Classes of permits.**
- 12.05.080 Life of the permit.**
- 12.05.090 Denial of permit.**
- 12.05.100 Fees.**
- 12.05.110 Amendment additions to sections of MAG Uniform Standard Specifications for Public Works Construction, and MAG Standard Details for Public Works Construction.**
- 12.05.120 Additional stipulations.**
- 12.05.130 Procedures for acceptance of existing private streets as public roads.**
- 12.05.140 Art in public right-of-way.**
- 12.05.150 Small wireless facility.**

...

12.05.020 Scope.

This chapter sets forth rules to regulate and control all construction, **encroachment** and maintenance performed within a right-of-way which has been dedicated and declared by the city to be public. Public rights-of-way shall include, but not be limited to, streets, drainage ways, roads, alleys, ways, highways, sidewalks, bridges and public places. It establishes the administrative procedures for issuance of permits and provides for approval of plans and specifications and inspection of such construction. **It sets forth rules for enforcement and penalties for violations.** Such rules shall pertain to, but shall not be limited to, persons, organizations, public service utilities and franchise grantees. Such rules shall apply to **encroachment**, construction and maintenance upon, over, along, across and under present and future public rights-of-way. Such rules do not preclude the right of the city to require license, leases, or other such agreements containing whatever conditions the city deems appropriate in the case of the **encroachment**, construction, maintenance or any other activity within the right-of-way which are not deemed typical encroachments, such as, but not limited to, tables, sitting areas, statues, parades, performances, and art displays. [Code 2006 § 7-15-2. Ord. 2008-05, 6-10-2008].

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12.05.040 Definitions.

For the purpose of this chapter, the following definitions shall apply unless the context clearly indicates or requires a different meaning:

“City-developed consent permit” means the permit to construct or maintain on or in city rights-of-way issued subject to permit term and terms of an agreement license or lease with the city.

“City engineer” means city engineer or his designee.

“Contracting agency” means the applicant.

“Contractor” means the applicant or contractor hired by the applicant.

“Encroachment” means construction activity or placement of any trash, debris, or personal property in the public right-of-way.

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12.05.050 Enforcement.

[Except as to Section 12.05.160](#), the official charged with the enforcement of this chapter shall be the city engineer, pursuant to SCC [2.55.010](#). [Code 2006 § 7-15-5. Ord. 2008-05, 6-10-2008].

12.05.060 Appeals.

Except as to Section 12.05.160, [A](#)ppeals from the decision of the city engineer in the interpretation of this chapter may be taken by filing an appeal with the city clerk within 10 days of the decision. A copy of the appeal shall be provided to the city engineer. The city council shall agendaize the appeal for the next regular or special meeting, hear arguments and decide the matter. The decision shall be final. [Code 2006 § 7-15-6. Ord. 2008-05, 6-10-2008].

...

12.05.160 Encroachment on public right-of-way prohibited.

[A. Unless authorized as permitted by this chapter, it shall be unlawful for any person to temporarily or permanently place, construct, maintain or install an encroachment in the public right-of-way.](#)

[B. Enforcement. Any person authorized to enforce the Code pursuant to SCC 1.15.010\(D\)\(1\) shall have the authority to enforce the regulations contained in this Section 12.05.160. Nothing in this chapter shall prevent obtaining voluntary compliance by way of warning, notice or education.](#)

[C. Any person found guilty of violating this Section shall be subject to penalties set forth in SCC Section 1.15.010.](#)

Section 2. Savings Clause

If any section, subsection, sentence, clause, phrase, or portion of this Ordinance is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remainder of this Ordinance.

Section 3. Repeal

All other code provisions, ordinances or parts of ordinances in conflict with the provisions of this Ordinance are hereby repealed to the extent of such conflict as of the effective date hereof. Except as expressly amended herein, the provisions of the Chapter 12.05 shall be, and remain in full force and effect.

Section 4. Effective Date

The effective date of this Ordinance shall be 30 days following adoption by the City Council.

PASSED AND ADOPTED by the Mayor and Council of the City of Sedona, Arizona, this 11th day of July, 2023.

Scott M. Jablow, Mayor

ATTEST:

JoAnne Cook, CMC, City Clerk

APPROVED AS TO FORM:

Kurt W. Christianson, City Attorney

City Council

Tentative Budget Adoption

July 11, 2023

ANNUAL BUDGET

CITY OF SEDONA, AZ

FISCAL YEAR 2023/24



FY 2023-24 Budget Calendar

| | Participants | Date |
|---|---------------------------------|--------------------------------|
| Operating Budget & Capital Improvement Program (CIP) Budget Kickoff Meetings | Staff | January 9 and 11, 2023 |
| City Council Retreat | Council, Staff | January 17-19, 2023 |
| Community Budget Survey Open | CMO, Finance | January 26 – February 16, 2023 |
| Preliminary CIP Requests Due | Staff | February 9, 2023 |
| Review of CIP Project Submittals | Staff CIP Team | February 16, 2023 |
| Operating Budgets, Decision Packages, Final CIP Requests Due | Staff | March 2, 2023 |
| Citizens Budget Work Group (CBWG) Kickoff Meeting | CBWG, CMO, Finance | March 9, 2023 |
| Review of Revenue Projections | Chamber, Staff | March 22, 2023 |
| CBWG Review Service Provider Agreements | CBWG, CMO, Finance | March 23, 2023 |
| City Manager Review with Departments | CM, Staff | April 3-13, 2023 |
| CBWG Review of Preliminary FY2024 Budget | CBWG, CMO, Finance | April 6, 2023 |
| CBWG Decision Package Review and Finalize Recommendations | CBWG, CMO, Finance, Staff | April 17, 2023 |
| Proposed Budget Distributed to City Council | Finance | May 24, 2023 |
| City Council Approval of Service Provider Agreements | Council, Staff, CBWG, Providers | June 13, 2023 |
| City Council Budget Work Sessions | Council, Staff, CBWG | June 14-15, 2023 |
| City Council Adoption of Annual Update to Pension Funding Policy & Fund Balance Policy Revision | Council, Staff | June 27, 2023 |
| City Council Adoption of Tentative Budget | Council, Staff | July 11, 2023 |
| Board Adoption of Tentative CFD Budget | Board, Staff | July 11, 2023 |
| City Council Adoption of Final Budget | Council, Staff | August 8, 2023 |
| Board Adoption of Final CFD Budget | Board, Staff | August 8, 2023 |



Revenue Forecasts

Special Thanks for Input Provided

Michelle
Conway

Cari Meyer



FY 23-24
ANNUAL BUDGET





Community Survey

Special Thanks for Input Provided



FY 23-24
ANNUAL BUDGET





Citizens Budget Work Group

Special Thanks for Input Provided

| | | | |
|--------------------|--------------|------------------------|---------------|
| Philippe Buliet | James Cashin | Christian Eaton | PJ Harrison |
| Guy Lamunyon | Dave Price | Pilisa Rainbow Lady | Tracy Randall |
| | Rob Smith | Dick Williams | |



FY 23-24
ANNUAL BUDGET





FY 2024 Budget is Balanced⁽¹⁾

| All Funds | FY 2024 Budget (in millions) |
|---|---------------------------------|
| Estimated July 1, 2023 Fund Balances | \$ 98.1 |
| Estimated Revenues | 66.6 |
| Less Estimated Policy Reserves as of June 30, 2024: | |
| Operating Reserves ⁽²⁾ | (10.6) |
| Capital Reserves ⁽³⁾ | (22.1) |
| Equipment Replacement Reserves | (4.3) |
| Major Maintenance Reserve | (0.4) |
| Streets Rehab/Preservation Reserve | (0.3) |
| Future Transit System Implementation | (5.0) |
| Reserve for Loans | (20.3) |
| Total Resources Available | \$101.6 |
| Budgeted Expenditures ⁽⁴⁾ | (85.8) |
| Excess Resources Available | \$15.8 |

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

⁽²⁾ Reserves fully funded in accordance with policy.

⁽³⁾ Reserve adjusted for late notification of change to SIM-05d and adjustment for duplication of loan to DIF Funds.

⁽⁴⁾ Potential adjustment for non-required publications. Solution identified for budget transfer between depts.

FY 23-24
ANNUAL BUDGET



Revenues by Fund

(in Thousands)

| Fund | Ongoing Revenues | | | One-Time & Contingent Revenues | | | Total Revenues | | |
|--------------------------------|------------------|-----------------|-------------|--------------------------------|----------------|------------|------------------|-----------------|------------|
| | FY2024 Tentative | FY2023 Budget | % Change | FY2024 Tentative | FY2023 Budget | % Change | FY2024 Tentative | FY2023 Budget | % Change |
| General | \$42,905 | \$49,001 | -12% | \$ 50 | \$ 256 | -81% | \$42,954 | \$49,257 | -13% |
| Streets | 1,024 | 1,315 | -22% | - | - | 0% | 1,024 | 1,315 | -22% |
| Housing | 122 | 87 | 41% | - | - | 0% | 122 | 87 | 41% |
| Grants, Donations & Restricted | 197 | 116 | 70% | 2,979 | 2,309 | 29% | 3,176 | 2,425 | 31% |
| Transportation Sales Tax | 4,501 | 5,293 | -15% | - | - | 0% | 4,501 | 5,293 | -15% |
| Capital Improvement | 821 | 431 | 91% | 425 | - | ∞ | 1,246 | 431 | 189% |
| Development Impact Fees | 457 | 466 | -2% | 608 | 148 | 311% | 1,065 | 614 | 73% |
| Art in Public Places | 4 | 2 | 115% | - | - | 0% | 4 | 2 | 115% |
| Public Transit | 438 | 255 | 72% | 1,065 | 489 | 118% | 1,503 | 743 | 102% |
| Wastewater | 7,448 | 7,861 | -5% | 1,000 | 306 | 227% | 8,449 | 8,167 | 3% |
| Information Technology | 2,441 | 2,149 | 14% | 141 | 110 | 28% | 2,582 | 2,258 | 14% |
| Totals | \$60,357 | \$66,975 | -10% | \$6,267 | \$3,617 | 73% | \$66,624 | \$70,592 | -6% |
| % of Grand Total | 91% | 95% | | 9% | 5% | | | | |

Revenues & Other Financing Sources by Type

(in Thousands)

| | FY 2024 Tentative | FY 2023 Budget | Increase/ (Decrease) | % |
|-----------------------------------|----------------------|-------------------|-------------------------|-------------|
| Ongoing Revenues | | | | |
| City Sales Taxes | \$30,384 | \$36,570 | \$(6,186) | -17% |
| Bed Taxes | 8,025 | 10,232 | (2,207) | -22% |
| State Shared Revenues | 5,830 | 5,301 | 529 | 10% |
| Other Intergovernmental | 793 | 584 | 208 | 36% |
| Wastewater Charges for Services | 6,270 | 6,248 | 22 | <1% |
| Other Miscellaneous | 9,055 | 8,040 | 1,015 | 13% |
| Subtotal Ongoing Revenues | 60,357 | 66,975 | (6,619) | -10% |
| One-Time Revenues | | | | |
| Other Intergovernmental | 3,969 | 2,398 | 1,571 | 66% |
| Other Miscellaneous | 1,658 | 610 | 1,048 | 172% |
| Contingent Revenues | 500 | 500 | - | 0% |
| Subtotal One-Time Revenues | 5,986 | 3,397 | 2,588 | 76% |
| Subtotal All Revenues | 66,624 | 70,592 | (3,968) | -6% |
| Other Financing Sources | | | | |
| Bonds Issued | - | 10,000 | (10,000) | -100% |
| Grand Totals | \$66,624 | \$80,592 | \$(13,968) | -17% |

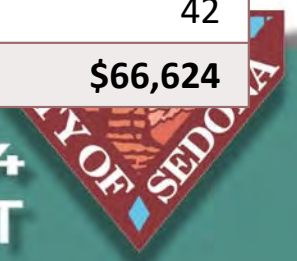


Revenues Changes

(in Thousands)

| | |
|--|-----------------|
| FY 2023 Budget | \$70,592 |
| City sales tax decrease | (6,186) |
| Bed tax decrease | (2,207) |
| State shared income tax (urban revenue sharing) increase | 856 |
| HURF decrease | (299) |
| One-time grants increase (CDBG, transit, ARPA, Congressionally directed) | 1,571 |
| Add micro-transit operations grant | 154 |
| Add STR permit fees | 236 |
| Development impact fees increase | 415 |
| Information Technology internal charges increase | 313 |
| Investment earnings increase | 1,137 |
| Miscellaneous decreases | 42 |
| FY 2024 Budget | \$66,624 |

FY 23-24
ANNUAL BUDGET



Expenditures by Fund

(in Thousands)

| Fund | Ongoing Expenditures | | | One-Time & Contingent Expenditures | | | Total Expenditures | | |
|--------------------------------|----------------------|-----------------|-----------|------------------------------------|-----------------|-------------|--------------------|------------------|------------|
| | FY2024 Tentative | FY2023 Budget | % Change | FY2024 Tentative | FY2023 Budget | % Change | FY2024 Tentative | FY2023 Budget | % Change |
| General | \$23,107 | \$22,108 | 5% | \$ 6,174 | \$ 6,219 | -1% | \$29,280 | \$ 28,328 | 3% |
| Streets | 2,379 | 2,164 | 10% | 140 | 159 | -12% | 2,519 | 2,323 | 8% |
| Housing | 503 | 352 | 43% | 454 | 1,740 | -74% | 957 | 2,092 | -54% |
| Grants, Donations & Restricted | 154 | 85 | 81% | 2,942 | 2,299 | 28% | 3,096 | 2,384 | 30% |
| Transportation Sales Tax | 159 | 148 | 7% | 341 | 377 | -10% | 499 | 526 | -5% |
| Capital Improvement | - | - | 0% | 17,586 | 40,398 | -56% | 17,586 | 40,398 | -56% |
| Development Impact Fees | - | - | 0% | 9,075 | 5,438 | 67% | 9,075 | 5,438 | 67% |
| Art in Public Places | - | - | 0% | 232 | 361 | -36% | 232 | 361 | -36% |
| Public Transit | 2,457 | 2,376 | 3% | 2,216 | 1,772 | 25% | 4,673 | 4,148 | 13% |
| Wastewater | 5,243 | 5,117 | 2% | 10,305 | 12,519 | -18% | 15,548 | 17,636 | -12% |
| Information Technology | 2,047 | 1,994 | 3% | 306 | 120 | 155% | 2,352 | 2,114 | 11% |
| Totals | \$36,048 | \$34,343 | 5% | \$49,771 | \$71,402 | -30% | \$85,820 | \$105,745 | 69% |
| % of Grand Total | 42% | 32% | | 58% | 68% | | | | |

Expenditures by Type

(in Thousands)

| | FY2023 Budget | FY2024 Base | Increase/ (Decrease) | % Change | Decision Packages & Other Adj | Total FY2024 Tentative | Total % Change |
|--|------------------|-----------------|-------------------------|-------------|-------------------------------------|------------------------------|-------------------|
| Ongoing: | | | | | | | |
| Personnel | \$ 17,702 | \$18,493 | \$ 791 | 4% | \$465 | \$ 18,958 | 7% |
| Operations | 16,641 | 16,358 | (283) | -2% | 732 | 17,090 | 3% |
| Subtotal Operational Costs - Ongoing | 34,343 | 34,851 | 507 | 1% | 1,197 | 36,048 | 5% |
| One-Time: | | | | | | | |
| Personnel | 1,198 | 65 | (1,113) | -95% | 1,277 | 1,342 | 12% |
| Operations | 3,337 | 3,000 | (338) | -10% | 1,007 | 4,007 | 20% |
| Subtotal Operational Costs – One-Time | 4,536 | 3,065 | (1,471) | -32% | 2,284 | 5,349 | 18% |
| Subtotal All Operational Costs | 38,879 | 37,916 | (965) | -2% | 3,481 | 41,397 | 6% |
| Debt Service | 7,813 | 7,425 | (388) | -5% | - | 7,425 | -5% |
| Contingencies | 2,512 | 4,446 | 1,934 | 77% | (1,033) | 3,413 | 36% |
| Subtotal Operating Budget | 49,204 | 49,787 | 583 | 1% | 2,449 | 52,236 | 6% |
| Capital Improvement Projects ⁽¹⁾ | 56,542 | 34,164 | (22,377) | -40% | (580) | 33,584 | -41% |
| Totals | \$105,745 | \$83,951 | \$(21,794) | -21% | \$1,869 | \$85,820 | -19% |

⁽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 2023 Budget | \$18,900 |
| Decision Packages (includes 1.0 FTE, transfer of 1.0 FTE temp to full-time, and 0.78 temp position) | 160 |
| Other new positions (added 3.0 FTEs) | 344 |
| Decrease in overlapping position costs for retirement transition (decrease of 0.33 FTEs) | (24) |
| Increase for reclassification of positions (reclass of 3.0 FTEs) | 11 |
| Wage adjustments | 462 |
| Health insurance 7% rate increase | 140 |
| ASRS 1% rate increase | 64 |
| Increase in one-time additional PSPRS contribution | 200 |
| Increase for Prop 207 contribution toward PSPRS unfunded liability | 28 |
| Increase to other benefits | 15 |
| FY 2024 Budget | \$20,300 |



Decision Packages Included – Salary & Benefits

| Department | Description | Increased FTEs | One-Time Costs | Ongoing Costs | Totals |
|---|--------------------------------|----------------|-----------------|------------------|------------------|
| Community Development | Temporary Planner to Full-Time | 0.00 | \$ - | \$ 11,200 | \$ 11,200 |
| Police | Motor Officer Position | 1.00 | - | 97,410 | 97,410 |
| Court | Temporary Court Clerk | 0.78 | 49,040 | - | 49,040 |
| Total General Fund | | 1.78 | \$49,040 | \$108,610 | \$157,650 |
| Police | DUI Enforcement | OT only | \$ 1,200 | \$ - | \$ 1,200 |
| Police | Speed & Traffic Enforcement | OT only | 1,200 | - | 1,200 |
| Total Grants, Donations & Restricted Funds | | 0.00 | \$ 2,400 | \$ - | \$ 2,400 |
| Total All Funds | | 1.78 | \$51,440 | \$108,610 | \$160,050 |



Operations Changes

(in Thousands)

| | |
|--|-----------------|
| FY 2023 Budget | \$19,978 |
| Decision Packages | 1,031 |
| Increase for service provider agreements | 466 |
| SCC&TB contract reallocated to tourism contingency | (1,670) |
| Visitor Center support allocated from tourism contingency | 454 |
| Increase for streets maintenance | 269 |
| Add Community Development Block Grant | 406 |
| Increase to indirect cost allocations for Information Technology | 313 |
| Miscellaneous decreases | (150) |
| FY 2024 Budget⁽¹⁾ | \$21,097 |

FY 23-24
ANNUAL BUDGET



Decision Packages Included – Operations

| Department | Description | One-Time Costs | Ongoing Costs | Totals |
|--|---|-------------------|------------------|--------------------|
| Human Resources | Tuition Reimbursement Program | \$ - | \$ 10,000 | \$ 10,000 |
| Financial Services | Investment Advisory & Consulting Services | 40,000 | 50,000 | 90,000 |
| Community Development | Cultural Park Area Master Plan | 125,000 | - | 125,000 |
| Tourism & Economic Initiatives | Tourism Data Collection Project | 200,000 | - | 200,000 |
| Police | Motor Officer Position | 5,000 | 24,050 | 29,050 |
| Total General Fund | | \$370,000 | \$84,050 | \$ 454,050 |
| Housing | Cold/Wet Weather Emergency Fund | \$ - | \$15,000 | \$ 15,000 |
| Housing | Strategic Plan to Address Homelessness | 54,000 | - | 54,000 |
| Housing | Safe Place to Park | 400,000 | - | 400,000 |
| Total Affordable Housing Fund | | \$454,000 | \$15,000 | \$ 469,000 |
| Public Transit | Hanover Multimedia TFT Screens | \$ 64,500 | \$ - | \$ 64,500 |
| Total Public Transit Fund | | \$ 64,500 | \$ - | \$ 64,500 |
| Information Technology | IT Communications, Cellular Boost | \$ 36,230 | \$ - | \$ 36,230 |
| Total Wastewater Fund | | \$ 36,230 | \$ - | \$ 36,230 |
| Police | Motor Officer Position | \$ 7,000 | \$ - | \$ 7,000 |
| Total Information Technology Fund | | \$ 7,000 | \$ - | \$ 7,000 |
| Total All Funds | | \$931,730 | \$99,050 | \$1,030,780 |



CIP Changes

(in Thousands)

| | |
|-----------------------------------|-----------------|
| FY 2023 Budget | \$56,542 |
| Housing decrease | (1,500) |
| Arts & Culture decrease | (129) |
| Information Technology increase | 600 |
| Municipal Court decrease | (261) |
| Parks & Recreation increase | 2,422 |
| Police decrease | (910) |
| Public Transit increase | 350 |
| Public Works decrease | (20,160) |
| Sedona in Motion decrease | (1,063) |
| Storm Drainage decrease | (120) |
| Streets & Transportation decrease | (61) |
| Sustainability increase | 210 |
| Wastewater decrease | (2,335) |
| FY 2024 Budget | \$33,584 |

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ANNUAL BUDGET





Debt Service Changes

(in Thousands)

| | |
|---|----------------|
| FY 2023 Budget | \$7,813 |
| Change in Second Series 2015 bond payment | (8) |
| Change in Series 2022 bond payment | (290) |
| Change in Second Series 2022 bond payment | (90) |
| FY 2024 Budget | \$7,425 |

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Contingency Changes

(in Thousands)

| | |
|---|----------------|
| FY 2023 Budget | \$2,512 |
| Add tourism initiatives contingency ⁽¹⁾ | 637 |
| Adjust ARPA contingency based on available balance | 435 |
| Reinstate unknown grants contingency ⁽²⁾ | 79 |
| Eliminate SCC&TB contingency | (250) |
| FY 2024 Budget | \$3,413 |

⁽¹⁾ \$1.7M SCC&TB contract amount transferred to contingency and adjusted by Decision Packages, Visitor Center support, and 3.0 FTEs for Tourism & Economic Initiatives Dept to be allocated from this contingency amount.

⁽²⁾ \$79k used for grant-funded message boards and drones.

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FY 2024 Contingencies Totals

(in Thousands)

| | General Fund | Grants, Donations, & Restricted Funds | Wastewater Enterprise Fund |
|------------------------------------|--------------|---------------------------------------|----------------------------|
| General operating contingency | \$200 | \$ - | \$100 |
| ARPA funding | - | 1,875 | - |
| Unknown grants and donations | - | 500 | - |
| Judgments | 100 | - | - |
| Tourism initiatives ⁽¹⁾ | 637 | | |
| Total Budgeted | \$937 | \$2,375 | \$100 |

⁽¹⁾ Adjusted by for Decision Packages, Visitor Center support, and 3.0 FTEs for Tourism & Economic Initiatives Dept to be funded by the base budget contingency of \$1,670,220.

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FY 2024 Inter-Fund Transfers

| Transfers In | | | | | | | | | |
|---|----------------------------|-----------------------------|--------------------------------------|------------------------------|------------------------------------|---|----------------------------------|---|---------------------|
| <u>Transfers Out</u> | Streets Fund | Housing Fund | Capital Improve- ments Fund | Dev. Impact Fees Funds | Art in Public Places Fund | Public Transit Enterprise Fund | Wastewater Enterprise Fund | Info. Tech. Internal Service Fund | Totals |
| General Fund | \$2,298,349 ⁽¹⁾ | \$14,835,500 ⁽²⁾ | \$2,500,000 | \$ - | \$ - | \$ 294,020 | \$3,100,000 | \$44,450 | \$23,072,319 |
| Grants, Donations & Restricted Funds | | | | | | | 184,400 | | 184,400 |
| Transportation Sales Tax Fund | - | - | 4,267,760 | | | 3,113,580 | - | - | 7,381,340 |
| Capital Improvements Fund | - | - | - | 4,507,280 | 19,130 | - | - | - | 4,526,410 |
| Totals | \$2,298,349 | \$14,835,500 | \$6,767,760 | \$4,507,280 | \$19,130 | \$3,407,600 | \$3,284,400 | \$44,450 | \$35,164,469 |

⁽¹⁾ Includes one-time \$742,149 to establish a Streets Fund operating reserve.

⁽²⁾ Covers total of \$18,900,000 set aside for loan programs (down payment assistance loans, Sunset Lofts, 2250 Shelby Dr project, and other potential housing projects).

Capital Improvements by Category

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

| Category | Carryover | New Appropriation | FY2024 Tentative |
|------------------------------------|-----------------|----------------------|---------------------|
| Sedona in Motion ⁽¹⁾⁽²⁾ | \$13,709 | \$ 6,490 | \$20,199 |
| Wastewater | 4,660 | 497 | 5,157 |
| Parks & Recreation | 3,661 | 166 | 3,827 |
| Public Transit ⁽¹⁾ | 1,411 | 370 | 1,781 |
| Storm Drainage | 785 | 150 | 936 |
| Streets & Transportation | 360 | 290 | 650 |
| Information Technology | 500 | 100 | 600 |
| Sustainability | - | 332 | 332 |
| Arts & Culture | 231 | 1 | 232 |
| Police | 66 | 150 | 216 |
| Municipal Court | - | 79 | 79 |
| Total | \$25,383 | \$8,625 | \$34,008 |

⁽¹⁾ Spent on SIM/PT projects to date = \$25.4M (FY18-FY22 actual plus FY23 estimate)

⁽²⁾ The carryover offset is included in the SIM category.

Capital Improvements by Funding Source

| Funding Source | FY2024 Tentative |
|---|---------------------|
| Unrestricted: | |
| Capital Reserves | \$ 3,387 |
| Restricted: | |
| Debt Financing ⁽¹⁾ | 15,522 |
| Wastewater Revenues/Equipment Replacement Reserve | 5,086 |
| Transportation Sales Tax | 4,984 |
| Development Impact Fees Funds | 4,242 |
| Grants and Donations | 1,796 |
| Community Facilities Districts | 405 |
| Yavapai County Flood Control | 350 |
| 1% for Arts | 167 |
| Court Restricted Revenues | 68 |
| Unidentified ⁽²⁾ | (2,000) |
| Total | \$34,008 |

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

⁽²⁾ The carryover offset was labeled as unidentified since it will depend on the projects delayed and the funding sources for those projects.

Council Priorities Included

| Priority Item | Budget Location | FY2024 Budget Amount ⁽¹⁾ |
|--|-------------------------|--|
| Traffic/transportation improvements | CIP | \$20,399,420 |
| Public transit system | CIP | \$1,781,370 |
| | <u>Operations</u> | <u>\$2,892,110</u> |
| | Total | \$4,673,480 |
| Affordable/workforce housing & homelessness | Housing Fund | \$957,350 in operations \$18,900,000 in balance sheet loans |
| Sustainability/climate action | CIP | \$15,891,015 |
| | Sustainability | \$ 1,008,590 |
| | PW | \$ 121,670 |
| | <u>General Services</u> | <u>\$ 362,000</u> |
| | Total | \$17,383,275 |
| Trailhead congestion/impact to neighborhoods | Transit PW/PD | See above Staff time only |
| Improve citizen communications/relations | CMO | \$536,910 |
| Manage impact from short-term rentals | City Clerk | \$256,970 |

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

Council Priorities Included

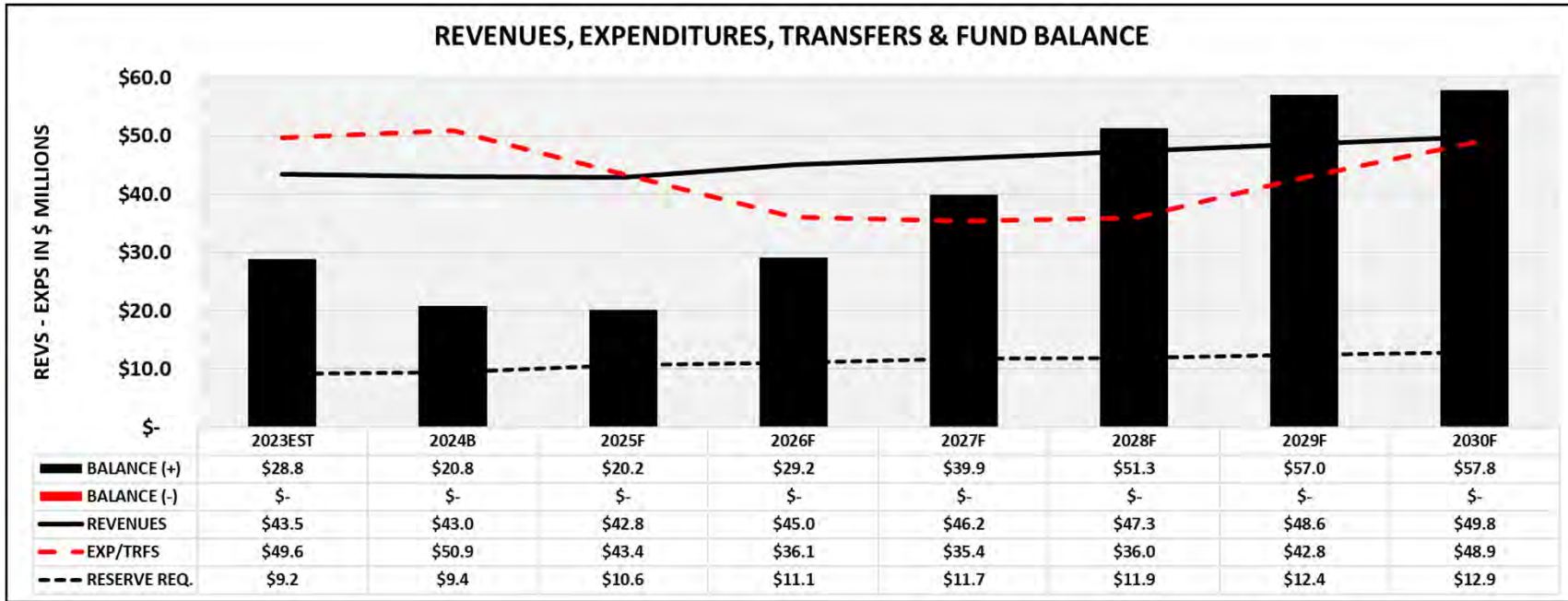
| Priority Item | Budget Location | FY2024 Budget Amount ⁽¹⁾ |
|---|--------------------------------|-------------------------------------|
| Economic diversification | Tourism & Economic Initiatives | \$61,900 ⁽²⁾ |
| Emergency preparedness | CMO/PD | Staff time only |
| Community Plan update | Community Development | \$227,770 |
| Other property acquisitions | CIP | None in FY2024 |
| Accelerate Brewer Road Park build-out | CIP | \$2,260,000 ⁽³⁾ |
| Airport evaluation | General Services | \$80,000 |
| Environmental impact study on OHVs/USFS trail access based on capacity analysis | CMO/Sustainability | Staff time only |
| Pickleball courts | CIP | \$1,500,000 |
| Enterprise Resource Planning (ERP) system | CIP | \$600,000 |
| Revisit Land Development Code | Community Development | Staff time only |

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

⁽²⁾ Only includes non-personnel direct costs.

⁽³⁾ Includes \$315,000 paid by Community Facilities Districts and not included in the City's budget.

Baseline Long-Range Forecast – General Fund



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Estimated Remaining General Fund Surplus Balances⁽¹⁾

| | General Fund |
|---------------------------------------|--------------------|
| Estimated Remaining Surpluses: | |
| FY 2023 | \$6,905,779 |
| FY 2024 | 1,831,790 |
| Total | \$8,737,569 |

⁽¹⁾ After allocation of the FY2022 surplus and a portion of the FY2023 surplus for \$1.2 million for an additional one-time contribution toward the PSPRS unfunded liability and \$12.0 million for potential Housing Fund loans.

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Next Step - Final Budget Adoption August 8, 2023

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July is National Culinary Arts Month

It is only fitting we celebrate Sedona super star chef, Lisa Dahl. Lisa came to Sedona over 20 years ago from San Francisco, after having a successful career in the fashion industry.

After unexpectedly losing her son Justin, she moved to Sedona, channeling the pain of that tragedy into her passion for cooking she shared with him. This reawakening was the inception of years of work that would catapult dining to an elevated level with style.

Lisa is a self-taught, seasoned pro that has displayed tremendous grit & determination in the years she has birthed her SIX award winning restaurants, which include: Dahl & Deluca - Cucina Rustica - Pisa Lisa - Mariposa - Butterfly Burger & Pisa Lisa in village.

Her recognitions include:

Womens Lifetime Achievement Leadership Award by the Chamber this year

James Beard House Chef twice

National Elites, Best Chefs of America Hall of Fame Award 2019

AZ Restaurant Association Awards top honor as Food Pioneer 2019 + Top Chef 2018

Lisa is also a philanthropist and received the Sedona Illuminate Film Festivals Spirit of Service award in 2022. She has created an international non-profit PROJECT SOUP HOPE, which feeds the homeless.

In addition to building her culinary empire, Lisa wrote 2 cookbooks:

The Elixir of Life: Finding Love & Joy in the Passionate Pursuit of Food

A Romance with Food: Latin Fusion Cooking.

Her mantra is, "When you cook with love, you feed the soul."

Please enjoy her sizzle reel that captures the essence of Lisas creative work.

Brief Q&A while I serve food.