

## City of Mesa Enterprise Fund - Notice of Intent

### Rate Adjustments Effective Date: March 1, 2020

As of 10/30/19

	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
WATER	\$2,271,290	(\$7,744,242)	(\$8,010,856)	(\$16,695,768)	(\$26,096,763)
WASTEWATER	\$11,830,649	\$681,182	(\$5,712,301)	(\$3,623,130)	(\$6,272,030)
SOLID WASTE	\$1,791,123	(\$2,350,708)	(\$150,860)	(\$2,466,880)	(\$5,514,101)
ELECTRIC	\$2,126,906	\$1,690,755	\$277,509	(\$309,693)	(\$615,703)
NATURAL GAS	\$6,278,682	\$848,693	\$2,406,617	(\$119,251)	(\$430,881)
Subtotal: Utilities	\$24,298,650	(\$6,874,321)	(\$11,189,891)	(\$23,214,723)	(\$38,929,477)
DISTRICT COOLING	\$390,707	\$319,490	\$258,094	\$228,723	\$191,671
CONVENTION CENTER	(\$1,030,651)	(\$2,511,792)	(\$1,290,710)	(\$1,626,989)	(\$1,822,561)
GOLF	(\$619,392)	(\$800,000)	\$0	\$0	\$0
CUBS SPRING TRAINING -OPERATIONS	(\$835,736)	(\$1,180,420)	(\$1,465,033)	(\$1,307,298)	(\$1,323,540)
HOHOKAM-FITCH	(\$1,133,492)	(\$1,167,067)	(\$1,215,554)	(\$1,263,574)	(\$1,266,114)
Subtotal: Other Enterprises	(\$3,228,564)	(\$5,339,789)	(\$3,713,203)	(\$3,969,139)	(\$4,220,545)
TOTAL NET SOURCES AND USES	\$21,070,086	(\$12,214,110)	(\$14,903,094)	(\$27,183,861)	(\$43,150,022)
Beginning Reserve Balance	\$111,549,205	\$132,619,291	\$120,405,181	\$105,502,086	\$78,318,225
<b>Ending Reserve Balance</b>	<b>\$132,619,291</b>	<b>\$120,405,181</b>	<b>\$105,502,086</b>	<b>\$78,318,225</b>	<b>\$35,168,203</b>
Ending Reserve Balance Percent*	<b>33.8%</b>	<b>29.6%</b>	<b>25.1%</b>	<b>17.9%</b>	<b>7.8%</b>

\*As a % of Next Fiscal Year's Expenditures

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<b>TOTAL</b>					
As of 10/30/19	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
<b>Sources of Funding</b>					
Revenues	\$356,735,583	\$359,317,995	\$366,809,344	\$366,713,721	\$366,616,855
EECAF/PNGCAF Revenues	\$21,682,646	\$21,302,217	\$25,612,137	\$26,253,821	\$27,273,388
Total Sources	\$378,418,229	\$380,620,212	\$392,421,481	\$392,967,542	\$393,890,243
<b>Uses of Funding</b>					
Operating Expenditures	\$135,993,426	\$155,575,211	\$155,294,000	\$161,029,257	\$165,092,685
EECAF/PNGCAF Expenditures	\$20,588,498	\$22,120,206	\$25,235,041	\$26,123,412	\$27,211,435
Expenditure Subtotal	\$156,581,924	\$177,695,417	\$180,529,041	\$187,152,669	\$192,304,120
Project Costs	\$933,912	\$1,811,665	\$0	\$0	\$0
General Fund Transfer	\$108,389,204	\$110,594,828	\$113,169,239	\$115,723,568	\$118,487,567
Debt Service Transfer	\$71,469,649	\$82,887,707	\$99,517,725	\$106,666,436	\$113,485,852
Lifecycle/ Infrastructure Transfers	\$7,416,934	\$7,495,428	\$7,733,034	\$7,743,775	\$7,759,582
Capital Transfer	\$6,410,520	\$2,791,000	\$1,448,431	\$1,272,244	\$3,049,528
Economic Investment Fund Transfer	\$6,146,000	\$9,558,279	\$4,927,106	\$1,592,710	\$1,953,616
Total Uses	\$357,348,143	\$392,834,324	\$407,324,575	\$420,151,403	\$437,040,265
<b>Net Sources and Uses</b>	\$21,070,086	(\$12,214,111)	(\$14,903,094)	(\$27,183,861)	(\$43,150,022)
Beginning Reserve Balance	\$111,549,205	\$132,619,291	\$120,405,179	\$105,502,085	\$78,318,223
<b>Ending Reserve Balance</b>	<b>\$132,619,291</b>	<b>\$120,405,179</b>	<b>\$105,502,085</b>	<b>\$78,318,223</b>	<b>\$35,168,202</b>
Ending Reserve Balance Percent*	<b>33.8%</b>	<b>29.6%</b>	<b>25.1%</b>	<b>17.9%</b>	<b>7.8%</b>

\*As a % of Next Fiscal Year's Expenditures

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<b>WATER</b>	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
<b>Sources of Funding</b>					
Residential Rate Revenues	\$84,397,069	\$92,838,791	\$93,905,935	\$93,837,576	\$93,273,669
Non-Residential Rate Revenues	\$54,323,512	\$56,358,644	\$59,972,783	\$60,599,486	\$60,214,344
Other Revenues	\$6,922,064	\$4,427,225	\$4,602,291	\$4,706,169	\$4,818,574
<b>Total Sources</b>	<b>\$145,642,646</b>	<b>\$153,624,660</b>	<b>\$158,481,009</b>	<b>\$159,143,231</b>	<b>\$158,306,586</b>
<b>Uses of Funding</b>					
Operating Expenditures	\$45,855,326	\$55,586,788	\$56,405,059	\$58,726,543	\$60,257,292
Project Costs	\$245,713	\$537,068	\$0	\$0	\$0
General Fund Transfer	\$55,951,500	\$57,090,063	\$58,418,998	\$59,737,566	\$61,164,368
Debt Service Transfer	\$33,626,243	\$37,675,523	\$44,420,381	\$52,266,931	\$57,682,483
Lifecycle/ Infrastructure Transfers	\$2,912,610	\$3,072,493	\$3,169,620	\$3,182,865	\$3,166,132
Capital Transfer	\$779,000	\$351,231	\$223,220	\$332,384	\$179,459
Economic Investment Fund Transfer	\$4,000,964	\$7,055,736	\$3,854,587	\$1,592,710	\$1,953,616
<b>Total Uses</b>	<b>\$143,371,356</b>	<b>\$161,368,903</b>	<b>\$166,491,865</b>	<b>\$175,838,999</b>	<b>\$184,403,349</b>
<b>Net Sources and Uses</b>	<b>\$2,271,290</b>	<b>(\$7,744,242)</b>	<b>(\$8,010,856)</b>	<b>(\$16,695,768)</b>	<b>(\$26,096,763)</b>
<b>WASTEWATER</b>	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
<b>Sources of Funding</b>					
Residential Rate Revenues	\$46,685,169	\$46,334,963	\$46,353,790	\$46,254,863	\$46,111,149
Non-Residential Rate Revenues	\$36,486,341	\$36,506,698	\$37,759,580	\$37,868,735	\$37,674,894
Other Revenues	\$3,047,067	\$2,773,000	\$2,718,099	\$2,694,388	\$2,709,652
<b>Total Sources</b>	<b>\$86,218,577</b>	<b>\$85,614,661</b>	<b>\$86,831,469</b>	<b>\$86,817,986</b>	<b>\$86,495,694</b>
<b>Uses of Funding</b>					
Operating Expenditures	\$24,567,824	\$28,202,748	\$28,774,799	\$29,555,797	\$30,465,206
Project Costs	\$154,985	\$384,090	\$0	\$0	\$0
General Fund Transfer	\$15,747,681	\$16,068,133	\$16,442,164	\$16,813,278	\$17,214,855
Debt Service Transfer	\$30,833,850	\$37,012,403	\$44,833,619	\$42,233,843	\$43,222,599
Lifecycle/ Infrastructure Transfers	\$1,724,372	\$1,712,293	\$1,736,629	\$1,736,360	\$1,729,914
Capital Transfer	\$239,000	\$246,895	\$196,451	\$101,839	\$135,151
Economic Investment Fund Transfer	\$1,120,215	\$1,306,918	\$560,108	\$0	\$0
<b>Total Uses</b>	<b>\$74,387,927</b>	<b>\$84,933,480</b>	<b>\$92,543,770</b>	<b>\$90,441,116</b>	<b>\$92,767,724</b>
<b>Net Sources and Uses</b>	<b>\$11,830,649</b>	<b>\$681,182</b>	<b>(\$5,712,301)</b>	<b>(\$3,623,130)</b>	<b>(\$6,272,030)</b>

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<b>ELECTRIC</b>	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
<b>Sources of Funding</b>					
Revenues	\$18,604,161	\$18,578,287	\$18,503,853	\$18,287,432	\$18,376,813
EECAF Revenues	\$11,657,770	\$13,681,024	\$15,022,425	\$15,678,779	\$16,489,768
<b>Total Sources</b>	<b>\$30,261,931</b>	<b>\$32,259,311</b>	<b>\$33,526,278</b>	<b>\$33,966,211</b>	<b>\$34,866,581</b>
<b>Uses of Funding</b>					
Operating Expenditures	\$7,020,499	\$7,480,074	\$7,660,221	\$8,071,347	\$8,087,249
EECAF Expenditures	\$11,631,755	\$12,971,857	\$14,880,246	\$15,560,907	\$16,451,079
<b>Expenditure Subtotal</b>	<b>\$18,652,255</b>	<b>\$20,451,931</b>	<b>\$22,540,467</b>	<b>\$23,632,255</b>	<b>\$24,538,328</b>
Project Costs	\$76,841	\$174,426	\$0	\$0	\$0
General Fund Transfer	\$6,776,087	\$6,913,974	\$7,074,917	\$7,234,604	\$7,407,399
Debt Service Transfer	\$1,548,744	\$1,716,597	\$2,654,233	\$2,693,117	\$2,839,226
Lifecycle/ Infrastructure Transfers	\$605,239	\$645,186	\$670,526	\$679,324	\$697,332
Capital Transfer	\$9,000	\$121,772	\$75,197	\$36,605	\$0
Economic Investment Fund Transfer	\$466,860	\$544,670	\$233,430	\$0	\$0
<b>Total Uses</b>	<b>\$28,135,026</b>	<b>\$30,568,557</b>	<b>\$33,248,769</b>	<b>\$34,275,904</b>	<b>\$35,482,284</b>
<b>Net Sources and Uses</b>	<b>\$2,126,906</b>	<b>\$1,690,755</b>	<b>\$277,509</b>	<b>(\$309,693)</b>	<b>(\$615,703)</b>
<b>NATURAL GAS</b>	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
<b>Sources of Funding</b>					
Revenues	\$36,091,764	\$32,514,272	\$33,274,133	\$33,403,671	\$33,838,872
PNGCAF Revenues	\$10,024,877	\$7,621,193	\$10,589,712	\$10,575,042	\$10,783,620
<b>Total Sources</b>	<b>\$46,116,640</b>	<b>\$40,135,465</b>	<b>\$43,863,844</b>	<b>\$43,978,712</b>	<b>\$44,622,492</b>
<b>Uses of Funding</b>					
Operating Expenditures	\$13,459,947	\$14,380,199	\$14,572,225	\$15,232,775	\$15,477,469
PNGCAF Expenditures	\$8,956,743	\$9,148,348	\$10,354,795	\$10,562,505	\$10,760,356
<b>Expenditure Subtotal</b>	<b>\$22,416,689</b>	<b>\$23,528,547</b>	<b>\$24,927,020</b>	<b>\$25,795,280</b>	<b>\$26,237,825</b>
Project Costs	\$226,681	\$228,144	\$0	\$0	\$0
General Fund Transfer	\$8,098,326	\$8,263,120	\$8,455,467	\$8,646,315	\$8,852,828
Debt Service Transfer	\$5,035,448	\$5,813,296	\$6,918,482	\$8,776,794	\$9,070,271
Lifecycle/ Infrastructure Transfers	\$922,333	\$802,709	\$877,277	\$879,574	\$892,450
Capital Transfer	\$2,580,520	\$0	\$0	\$0	\$0
Economic Investment Fund Transfer	\$557,961	\$650,955	\$278,981	\$0	\$0
<b>Total Uses</b>	<b>\$39,837,959</b>	<b>\$39,286,772</b>	<b>\$41,457,227</b>	<b>\$44,097,963</b>	<b>\$45,053,373</b>
<b>Net Sources and Uses</b>	<b>\$6,278,682</b>	<b>\$848,693</b>	<b>\$2,406,617</b>	<b>(\$119,251)</b>	<b>(\$430,881)</b>

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<b>SOLID WASTE</b>	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
<b>Sources of Funding</b>					
Revenues	\$62,619,017	\$63,137,308	\$63,949,104	\$63,282,606	\$63,687,726
<b>Uses of Funding</b>					
Operating Expenditures	\$35,246,504	\$39,248,469	\$39,139,044	\$40,194,664	\$41,168,753
Project Costs	\$219,688	\$482,940	\$0	\$0	\$0
General Fund Transfer	\$21,815,610	\$22,259,538	\$22,777,693	\$23,291,805	\$23,848,118
Debt Service Transfer	\$400,712	\$669,886	\$691,009	\$695,751	\$671,274
Lifecycle/ Infrastructure Transfers	\$1,252,380	\$1,262,746	\$1,278,982	\$1,265,652	\$1,273,755
Capital Transfer	\$1,893,000	\$1,564,437	\$213,237	\$301,614	\$2,239,927
Total Uses	\$60,827,894	\$65,488,016	\$64,099,965	\$65,749,487	\$69,201,827
<b>Net Sources and Uses</b>	\$1,791,123	(\$2,350,708)	(\$150,860)	(\$2,466,880)	(\$5,514,101)
<b>DISTRICT COOLING</b>	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
<b>Sources of Funding</b>					
Revenues	\$1,160,270	\$1,225,000	\$1,185,316	\$1,173,409	\$1,180,624
<b>Uses of Funding</b>					
Operating Expenditures	\$768,563	\$904,377	\$924,964	\$942,830	\$987,418
Project Costs	\$0	\$0	\$0	\$0	\$0
Capital Transfer	\$1,000	\$1,133	\$2,258	\$1,856	\$1,534
Total Uses	\$769,563	\$905,510	\$927,222	\$944,687	\$988,953
<b>Net Sources and Uses</b>	\$390,707	\$319,490	\$258,094	\$228,723	\$191,671
<b>CONVENTION CENTER</b>	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
<b>Sources of Funding</b>					
Revenues	\$3,161,656	\$3,010,100	\$2,991,911	\$3,022,237	\$3,094,042
<b>Uses of Funding</b>					
Operating Expenditures	\$4,040,308	\$5,491,230	\$4,243,576	\$4,612,461	\$4,881,516
Project Costs	\$0	\$0	\$0	\$0	\$0
Capital Transfer	\$152,000	\$30,662	\$39,046	\$36,765	\$35,087
Total Uses	\$4,192,308	\$5,521,892	\$4,282,622	\$4,649,226	\$4,916,602
<b>Net Sources and Uses</b>	(\$1,030,651)	(\$2,511,792)	(\$1,290,710)	(\$1,626,989)	(\$1,822,561)

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<b>GOLF COURSE</b>	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
<b>Sources of Funding</b>					
Revenues	\$1,609,529	\$0	\$0	\$0	\$0
<b>Uses of Funding</b>					
Operating Expenditures	\$1,834,269	\$800,000	\$0	\$0	\$0
Project Costs	\$0	\$0	\$0	\$0	\$0
Debt Service Transfer	\$24,652	\$0	\$0	\$0	\$0
Capital Transfer	\$370,000	\$0	\$0	\$0	\$0
Total Uses	\$2,228,921	\$800,000	\$0	\$0	\$0
<b>Net Sources and Uses</b>	(\$619,392)	(\$800,000)	\$0	\$0	\$0
<b>CUBS SPRING TRAINING FACILITIES</b>	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
<b>Sources of Funding</b>					
Revenues	\$1,564,972	\$1,562,206	\$1,542,590	\$1,532,879	\$1,584,436
<b>Uses of Funding</b>					
Operating Expenditures	\$2,144,704	\$2,388,124	\$2,434,323	\$2,504,590	\$2,575,098
Project Costs	\$10,004	\$4,997	\$0	\$0	\$0
Capital Transfer	\$246,000	\$349,505	\$573,300	\$335,587	\$332,878
Total Uses	\$2,400,708	\$2,742,626	\$3,007,623	\$2,840,177	\$2,907,976
<b>Net Sources and Uses</b>	(\$835,736)	(\$1,180,420)	(\$1,465,033)	(\$1,307,298)	(\$1,323,540)
<b>HOHOKAM-FITCH (OAKLAND A'S)</b>	FY 18/19 Actuals	FY 19/20 Projected	FY 20/21 Forecast	FY 21/22 Forecast	FY 22/23 Forecast
<b>Sources of Funding</b>					
Revenues	\$62,991	\$51,500	\$49,958	\$50,269	\$52,062
<b>Uses of Funding</b>					
Operating Expenditures	\$1,055,483	\$1,093,202	\$1,139,790	\$1,188,249	\$1,192,684
Project Costs	\$0	\$0	\$0	\$0	\$0
Capital Transfer	\$141,000	\$125,365	\$125,722	\$125,595	\$125,493
Total Uses	\$1,196,483	\$1,218,567	\$1,265,512	\$1,313,843	\$1,318,177
<b>Net Sources and Uses</b>	(\$1,133,492)	(\$1,167,067)	(\$1,215,554)	(\$1,263,574)	(\$1,266,114)