



City Council Report

Date: June 3, 2024
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Brian A. Ritschel, Management and Budget Director
Subject: Adoption of the Fiscal Year (FY) 2024/25 Budget

The budget continues the City's commitment to providing quality services to residents in a fiscally responsible manner. The priority to provide and maintain quality core services is balanced with cost containment methods and program evaluations to achieve efficient use of resources.

The tentative adoption of the budget approved by City Council on May 20, 2024 set the maximum expenditure budget amount for FY24/25. The budget summary has been published on the City's website and in the local paper for two consecutive weeks as required by Arizona state statute. The public hearing will take place before City Council consideration of the final adoption of the FY24/25 budget. Adoption of the annual budget requires a two thirds (2/3) vote.

As required by Arizona state statutes, the adopted budget consists of summary schedules: the estimated resources available to the City during FY24/25 by source and by fund, the estimated expenditures (costs) planned by the City by fund and by department, and the full-time equivalent (FTE) positions by fund.

The City Manager's proposed budget was presented through multiple presentations to, and discussed with, the City Council beginning 3/28/2024 through 6/3/2024. Council direction and City Manager recommendations were incorporated into the final budget.

Budget modifications can be made throughout the year based on the needs and priorities of the City by the City Manager or city manager designee. These modifications include but are not limited to: allocation of grant funds, additions/deletions/changes to positions, changes to compensation, and additions/deletions/changes to programs. While the process may vary depending on the type of modification, all modifications are reviewed for compatibility with City Council priorities and direction, compatibility with city management/department goals and objectives, availability of necessary funding, impact on financial forecast, and budget authorization capacity.

The City values financial transparency, access to data, and multi-format communication. The following will be available on the City's website: budget resolution and schedules following adoption, additional State required financial schedules within 7 days of budget adoption, departmental/fund budget detail in the Open Budget application after the close of the first month of the fiscal year, and the Executive Budget Plan document within 90 days of budget adoption.