

**NOTICE OF BUDGET HEARING
OF THE CAREFREE TOWN COUNCIL**

WHEN: TUESDAY, JUNE 4, 2019

WHERE: CAREFREE TOWN COUNCIL CENTER
33 EASY STREET, CAREFREE, AZ 85377

TIME: 5:00 P.M.

Pursuant to A.R.S. 38-431.02, notice is hereby given to the members of the Town Council of the Town of Carefree, Arizona and to the general public that the members of the Town Council will hold a meeting open to the public. For any item listed on the agenda, the Council may vote to go into Executive Session for advice of counsel and/or to discuss records and information exempt by law or rule from public inspection, pursuant to Arizona Revised Statutes §38-431.03.

The agenda for the meeting is as follows:

CALL TO ORDER

SILENT ROLL CALL

One or more members of the Council may be unable to attend the meeting in person and may participate by technological means or methods pursuant to A.R.S. §38-431(4).

AGENDA:

ITEM #1 **PUBLIC HEARING:** Discussion and possible action regarding approval of Resolution 2019-07: Determining and Adopting Estimates of Proposed Expenditures by the Town of Carefree for the Fiscal Year Beginning July 1, 2019 and Ending June 30, 2020 and Declaring that Such Shall Constitute the Budget for the Town of Carefree for Such Fiscal Year.

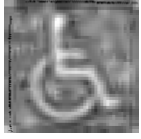
ITEM #2 Adjournment.

DATED this 30th of May, 2019.

TOWN OF CAREFREE

BY: 
Mandace French Contreras, Town Clerk

Items may be taken out of sequence



FOR SPECIAL ACCOMMODATIONS

Please contact the Town Clerk, 8 Sundial Circle (PO Box 740), Carefree, AZ 85377; (480) 488-3686, at least three working days prior to the meeting if you require special accommodations due to a disability.

TOWN OF CAREFREE, ARIZONA
RESOLUTION 2019-07



A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF
CAREFREE, MARICOPA COUNTY, ARIZONA,
DETERMINING AND ADOPTING ESTIMATES OF PROPOSED
EXPENDITURES BY THE TOWN OF CAREFREE FOR THE FISCAL
YEAR BEGINNING JULY 1, 2019 AND ENDING JUNE 30, 2020
AND DECLARING THAT SUCH SHALL CONSTITUTE THE BUDGET
FOR THE TOWN OF CAREFREE FOR SUCH FISCAL YEAR.

WHEREAS, in accordance with the provisions of Title 42, Chapter 17, Article 1-5, Arizona Revised Statutes (A.R.S.), the Town Council of the Town of Carefree did, on May 7, 2019, make an estimate of the different amounts required to meet the public expenses for the ensuing year and an estimate of receipts from all sources; and

WHEREAS, in accordance with said chapter of said title, and following due public notice, the Common Council met on May 7, 2019 at which meeting any person was privileged to appear and be heard in favor of or against any of the proposed expenditures; and

WHEREAS, it appears that publication has been duly made as required by law, of said estimates together with a notice that the Town Council would hold a public hearing on June 4, 2019, in the Carefree Council Center, 33 Easy Street, Carefree, Arizona for the purpose of hearing all persons for or against said estimates;

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Common Council of the Town of Carefree, Arizona, in compliance with ARS 42-17105(A), as follows:

That the said estimates of revenues and expenditures set forth in the accompanying Arizona State Auditor General Schedules A, C, E, and G as now increased, reduced, or changed, are hereby adopted as the budget of the Town of Carefree, Arizona, for the fiscal year 2019-2020.

PASSED, APPROVED AND ADOPTED by the Mayor and Common Council of the Town of Carefree, Arizona, this 4th day of June, 2019.

___ AYES ___ NOES ___ ABSTENTIONS ___ ABSENT

Les Peterson, Mayor

ATTEST:

APPROVED AS TO FORM

Kandace French Contreras, Town Clerk

Michael Wright, Town Attorney

Town of Carefree
 Summary Schedule of Estimated Revenues and Expenditures/Expenses
 Fiscal Year 2020

| Fiscal Year | Sch | FUNDS | | | | | | | | |
|-------------|-----|--------------|----------------------|-------------------|-----------------------|----------------|----------------------------|------------------------|-----------------|------------|
| | | General Fund | Special Revenue Fund | Debt Service Fund | Capital Projects Fund | Permanent Fund | Enterprise Funds Available | Internal Service Funds | Total All Funds | |
| 2019 | E | 1 | 7,203,683 | 1,105,511 | 244,663 | 0 | 0 | 0 | 0 | 8,553,857 |
| 2019 | E | 2 | 5,307,118 | 707,684 | 244,663 | 0 | 0 | 0 | 0 | 6,259,465 |
| 2020 | | 3 | 8,126,983 | 759,223 | 237,462 | | | | | 9,123,668 |
| 2020 | B | 4 | 0 | | | | | | | 0 |
| 2020 | B | 5 | | | | | | | | 0 |
| 2020 | C | 6 | 11,000,639 | 451,605 | 0 | 0 | 0 | 0 | 0 | 11,452,244 |
| 2020 | D | 7 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2020 | D | 8 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2020 | D | 9 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2020 | D | 10 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2020 | | 11 | | | | | | | | |
| LESS: | | | | | | | | | | 0 |
| | | | | | | | | | | 0 |
| | | | | | | | | | | 0 |
| | | | | | | | | | | 0 |
| 2020 | | 12 | 19,127,622 | 1,210,828 | 237,462 | 0 | 0 | 0 | 0 | 20,575,912 |
| 2020 | E | 13 | 10,750,505 | 441,075 | 244,523 | 0 | 0 | 0 | 0 | 11,436,103 |

EXPENDITURE LIMITATION COMPARISON

- 1 Budgeted expenditures/expenses
- 2 Add/subtract: estimated net reconciling items:
- 3 Budgeted expenditures/expenses adjusted for reconciling items:
- 4 Less: estimated exclusions
- 5 Amount subject to the expenditure limitation
- 6 EEC expenditure limitation

| | 2019 | 2020 |
|---|---------------|---------------|
| 1 | \$ 8,553,857 | \$ 11,436,103 |
| 2 | | |
| 3 | 8,553,857 | 11,436,103 |
| 4 | 743,654 | 646,523 |
| 5 | \$ 7,810,203 | \$ 10,789,580 |
| 6 | \$ 10,012,547 | \$ 10,802,858 |

The city/town does not levy property taxes and does not have special assessment districts for which property taxes are levied. Therefore, Schedule B has been omitted.

* Includes Expenditure/Expense Adjustments Approved in the current year from Schedule E.

** Includes actual amounts as of the date the proposed budget was prepared, adjusted for estimated activity for the remainder of the fiscal year.

*** Amounts on this line represent Fund Balance/Net Position amounts except for amounts not in spendable form (e.g., prepaids and inventories) or legally or contractually required to be maintained intact (e.g., principal of a permanent fund).

**Town of Carefree
Revenues Other Than Property Taxes
Fiscal Year 2020**

| SOURCE OF REVENUES | ESTIMATED REVENUES 2019 | ACTUAL REVENUES* 2019 | ESTIMATED REVENUES 2020 |
|---|-------------------------------|-----------------------------|-------------------------------|
| GENERAL FUND | | | |
| Local taxes | | | |
| Local Sales Tax | \$ 2,110,000 | \$ 2,376,633 | \$ 2,400,000 |
| Sales Tax to Fire Fund and Interest | 1,061,000 | 1,202,315 | 1,214,000 |
| Licenses and permits | | | |
| Building Fees | 375,000 | 329,000 | 375,000 |
| Intergovernmental | | | |
| State Sales Tax | 370,000 | 369,215 | 397,500 |
| State Income Tax | 460,000 | 458,120 | 500,700 |
| Vehicle License (County Lieu) | 170,000 | 155,000 | 173,000 |
| County and State Grants | 200,000 | 2,938 | 200,000 |
| Charges for services | | | |
| Miscellaneous Income & Donations | 43,000 | 92,500 | 43,000 |
| Utility Franchise Tax | 247,000 | 252,486 | 253,000 |
| Special Event Revenues | 175,000 | 224,714 | 687,050 |
| Town Clerk Sales & Fees | 4,820 | 900 | 1,000 |
| Town Clerk Misc Sales | | 400 | 500 |
| Rent Income | 15,200 | 15,600 | 15,600 |
| Cable TV Fees | 85,000 | 90,000 | 90,000 |
| Fire Reimburse Fees | 55,000 | 55,541 | 57,100 |
| Court Service Fees | 156,000 | 159,697 | 166,088 |
| Fines and forfeits | | | |
| Court Fines | 160,000 | 127,095 | 140,000 |
| Interest on investments | | | |
| LGIP Interest Earnings | 30,000 | 92,000 | 85,000 |
| In-lieu property taxes | | | |
| Contributions | | | |
| Miscellaneous | | | |
| Water Company Lease Payments & Interest | 244,764 | 244,764 | 244,764 |
| Water Company Rent | 31,500 | 31,500 | 31,500 |
| Cemetery | 600 | 100 | 600 |
| Gen. Fund Contribution & Contingency | 1,039,517 | | 3,510,026 |
| CPR Education & Interest | 1,520 | 800 | 870 |
| Water Company Principal Payment | 414,341 | 414,341 | 414,341 |
| Total General Fund | \$ 7,449,262 | \$ 6,695,659 | \$ 11,000,639 |

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

**Town of Carefree
Revenues Other Than Property Taxes
Fiscal Year 2020**

| SOURCE OF REVENUES | ESTIMATED REVENUES 2019 | ACTUAL REVENUES* 2019 | ESTIMATED REVENUES 2020 |
|---|-------------------------------|-----------------------------|-------------------------------|
| SPECIAL REVENUE FUNDS | | | |
| HURF | \$ 233,964 | \$ 243,000 | \$ 256,500 |
| HURF Interest | 2,500 | 15,500 | 10,000 |
| HURF Contributions | 663,536 | 240,491 | 135,500 |
| LTAF Interest and Contributions | 994 | 1,009 | |
| | \$ 900,994 | \$ 500,000 | \$ 402,000 |
| | | | |
| Court Enhancement | \$ 15,200 | \$ 28,084 | 21,400 |
| Municipal JCEF | 1,824 | 1,560 | 2,100 |
| Fill the Gap | 896 | 996 | 1,105 |
| Util. CAP Imp. Fund (SW Gas) & Interest | 190,000 | 190,000 | 25,000 |
| | \$ 207,920 | \$ 220,640 | \$ 49,605 |
| | | | |
| | \$ | \$ | \$ |
| Total Special Revenue Funds | \$ 1,108,914 | \$ 720,640 | \$ 451,605 |

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

DEBT SERVICE FUNDS

| | | | |
|---------------------------------|----|----|----|
| | \$ | \$ | \$ |
| Total Debt Service Funds | \$ | \$ | \$ |

CAPITAL PROJECTS FUNDS

| | | | |
|-------------------------------------|----|----|----|
| | \$ | \$ | \$ |
| Total Capital Projects Funds | \$ | \$ | \$ |

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

PERMANENT FUNDS

| | | | |
|------------------------------|----|----|----|
| | \$ | \$ | \$ |
| Total Permanent Funds | \$ | \$ | \$ |

ENTERPRISE FUNDS

| | | | |
|-------------------------------|----|----|----|
| | \$ | \$ | \$ |
| Total Enterprise Funds | \$ | \$ | \$ |

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

INTERNAL SERVICE FUNDS

| | | | |
|-------------------------------------|----|----|----|
| | \$ | \$ | \$ |
| Total Internal Service Funds | \$ | \$ | \$ |

TOTAL ALL FUNDS \$ 8,558,176 \$ 7,416,299 \$ 11,452,244

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

Town of Carefree
 Other Financing Sources/(Uses) and Interfund Transfers
 Fiscal Year 2020

| FUND | OTHER FINANCING 2020 | | INTERFUND TRANSFERS 2020 | |
|------------------------------|-------------------------|----------|-----------------------------|----------|
| | SOURCES | (USES) | IN | (OUT) |
| GENERAL FUND | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| Total General Fund | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| SPECIAL REVENUE FUNDS | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| Total Special Revenue Funds | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| DEBT SERVICE FUNDS | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| Total Debt Service Funds | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| CAPITAL PROJECTS FUNDS | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| Total Capital Projects Funds | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| PERMANENT FUNDS | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| Total Permanent Funds | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| ENTERPRISE FUNDS | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| Total Enterprise Funds | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| INTERNAL SERVICE FUNDS | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| Total Internal Service Funds | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| TOTAL ALL FUNDS | \$ _____ | \$ _____ | \$ _____ | \$ _____ |

**Town of Carefree
Expenditures/Expenses by Fund
Fiscal Year 2020**

| FUND/DEPARTMENT | ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2019 | EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2019 | ACTUAL EXPENDITURES/ EXPENSES* 2019 | BUDGETED EXPENDITURES/ EXPENSES 2020 |
|-------------------------------------|--|--|--|---|
| GENERAL FUND | | | | |
| Mayor & Council | \$ 221,570 | \$ | \$ 10,224 | \$ 113,875 |
| Town Clerk | 289,371 | | 260,036 | 303,788 |
| Court | 275,951 | | 255,155 | 273,852 |
| Administration | 358,859 | | 389,222 | 449,791 |
| Claims and Losses | 5,000 | | | 5,000 |
| Legal | 110,000 | | 93,652 | 160,000 |
| Insurance | 137,969 | | 101,210 | 105,210 |
| Planning and Development | 206,191 | | 166,630 | 241,551 |
| Building and Safety | 178,914 | | 179,937 | 218,552 |
| Law Enforcement | 496,779 | | 438,698 | 536,643 |
| Code Enforcement | 54,089 | | 50,619 | 52,156 |
| Engineering Services | 48,000 | | 80,562 | 429,242 |
| Public Works | 646,314 | | 612,085 | 867,432 |
| Capital Improvement Program | 1,525,000 | | 139,966 | 4,500,000 |
| 33 Easy St | 386,108 | | 394,582 | 27,798 |
| Town Center Marketing | 558,912 | | 542,612 | 714,847 |
| Contingencies | 200,000 | | 94,479 | 200,000 |
| Fire Fund | 1,116,000 | | 1,108,793 | 1,271,100 |
| Fire Service Gen Fund | 388,656 | | 388,656 | 279,668 |
| Total General Fund | \$ 7,203,683 | \$ | \$ 5,307,118 | \$ 10,750,505 |
| SPECIAL REVENUE FUNDS | | | | |
| HURF Streets Maintenance | \$ 900,000 | \$ | \$ 498,991 | \$ 402,000 |
| Cemetery | 600 | | | 600 |
| CPR Education | 1,520 | | | 870 |
| Util. Cap Improvement Fund | 190,000 | | 190,000 | 25,000 |
| Court Enhancement | 10,000 | | 17,684 | 10,000 |
| Muni JCEF | 1,500 | | | 1,500 |
| Fill the Gap | 896 | | | 1,105 |
| LTAf Street Improvements | 995 | | 1,009 | |
| Total Special Revenue Funds | \$ 1,105,511 | \$ | \$ 707,684 | \$ 441,075 |
| DEBT SERVICE FUNDS | | | | |
| WIFA Loan | \$ 244,663 | \$ | \$ 244,663 | \$ 244,523 |
| Total Debt Service Funds | \$ 244,663 | \$ | \$ 244,663 | \$ 244,523 |
| CAPITAL PROJECTS FUNDS | | | | |
| Total Capital Projects Funds | \$ | \$ | \$ | \$ |
| PERMANENT FUNDS | | | | |
| Total Permanent Funds | \$ | \$ | \$ | \$ |
| ENTERPRISE FUNDS | | | | |
| Total Enterprise Funds | \$ | \$ | \$ | \$ |
| INTERNAL SERVICE FUNDS | | | | |
| Total Internal Service Funds | \$ | \$ | \$ | \$ |
| TOTAL ALL FUNDS | \$ 8,553,857 | \$ | \$ 6,259,465 | \$ 11,436,103 |

* Includes actual expenditures/expenses recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated expenditures/expenses for the remainder of the fiscal year.

**Town of Carefree
Full-Time Employees and Personnel Compensation
Fiscal Year 2020**

| FUND | Full-Time Equivalent (FTE) 2020 | Employee Salaries and Hourly Costs 2020 | Retirement Costs 2020 | Healthcare Costs 2020 | Other Benefit Costs 2020 | Total Estimated Personnel Compensation 2020 |
|-------------------------------|---------------------------------------|---|--------------------------|--------------------------|--------------------------------|--|
| GENERAL FUND | 15 | \$ 1,169,344 | \$ 229,123 | \$ 137,457 | \$ 24,956 | \$ 1,560,880 |
| SPECIAL REVENUE FUNDS | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ |
| | | \$ | \$ | \$ | \$ | \$ |
| Total Special Revenue Funds | | \$ | \$ | \$ | \$ | \$ |
| DEBT SERVICE FUNDS | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ |
| | | \$ | \$ | \$ | \$ | \$ |
| Total Debt Service Funds | | \$ | \$ | \$ | \$ | \$ |
| CAPITAL PROJECTS FUNDS | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ |
| | | \$ | \$ | \$ | \$ | \$ |
| Total Capital Projects Funds | | \$ | \$ | \$ | \$ | \$ |
| PERMANENT FUNDS | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ |
| | | \$ | \$ | \$ | \$ | \$ |
| Total Permanent Funds | | \$ | \$ | \$ | \$ | \$ |
| ENTERPRISE FUNDS | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ |
| | | \$ | \$ | \$ | \$ | \$ |
| Total Enterprise Funds | | \$ | \$ | \$ | \$ | \$ |
| INTERNAL SERVICE FUND | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ |
| | | \$ | \$ | \$ | \$ | \$ |
| Total Internal Service Fund | | \$ | \$ | \$ | \$ | \$ |
| TOTAL ALL FUNDS | 15 | \$ 1,169,344 | \$ 229,123 | \$ 137,457 | \$ 24,956 | \$ 1,560,880 |

**TOWN OF CAREFREE, ARIZONA
ORDINANCE #2019-02**

AN ORDINANCE OF THE MAYOR AND COMMON COUNCIL OF THE TOWN CAREFREE, MARICOPA COUNTY, ARIZONA, APPROVING A “CABLE TELEVISION CODE FOR THE TOWN OF CAREFREE, ARIZONA” BY REPEALING THE EXISTING “CABLE TELEVISION CODE FOR THE TOWN OF CAREFREE” AND REPLACING THE CODE WITH ARIZONA REVISED STATUTES §9-1401 THROUGH §9-1452 AND ESTABLISHING A FEE STRUCTURE PURSUANT TO §9-1443.

WHEREAS, the Town of Carefree (the “Town”) was previously authorized to grant, renew, deny, and terminate licenses for the installation, operation and maintenance of cable systems and otherwise regulate cable services within the Town boundaries by virtue of federal and state statutes and by the Town’s police powers by its authority over its public rights-of-way.

WHEREAS, the state legislature determined that the licensing of video service providers and the regulation and use of video service are matters of statewide concern and therefore, preempted local licensing and replaced with uniform regulations and licensing procedures.

WHEREAS, between January 1, 2020 and June 30th 2020 incumbent cable operators may elect to continue to operate pursuant to their existing local license or terminate the local license and apply for a uniform service license pursuant to Arizona Revised Statutes.

WHEREAS, Arizona Revised Statute §9-1443 provides for local municipalities to assess a license fee to occupy or use in whole or in part any public right-of-way to provide for video services within the community and such fee shall be adopted by ordinance and applied equally on all video service providers within the community.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND TOWN COUNCIL OF THE TOWN OF CAREFREE, ARIZONA AS FOLLOWS:

Section 1. The certain document known as the Cable Television Code for the Town of Carefree adopted by Ordinance numbers 87-05 and amended thereto including but not limited to Ordinances 87-15 and 03-01 are repealed.

Section 2. The certain document known as the Cable Television Code for the Town of Carefree shall be replaced with references to Arizona Revised Statutes §9-1401 through §9-1452.

Section 3. The license fee shall be 5% of gross revenue that video service provider receives from its subscribers located with the Town of Carefree as prescribed by Arizona Revised Statutes §9-1442 through §9-1443.

PASSED AND ADOPTED BY the Mayor and Town Council of the Town of Carefree, Arizona, this 4th day of June 2019

AYES _____ NOES _____ ABSTENTIONS _____ ABSENT _____

FOR THE TOWN OF CAREFREE

ATTESTED TO:

Les Peterson, Mayor

Kandace French Contreras, Town Clerk

APPROVED AS TO FORM:

Michael Wright, Town Attorney