



Fiscal Year 2024 Budget Discussion

Virtual Budget Forum

May 19, 2023

Presented by: Dr. David Bea



PimaCommunityCollege

Fiscal Year 2024 Budget Summary

- Establishes the maximum spending capacity for fiscal year 2024
 - Does not require all funds to be expended if fewer programs or services are needed
 - Allows for future reductions based on lower revenue projections
- Prioritizes employee compensation
- Funds existing Capital and IT Infrastructure Commitments, \$57.9M
 - Centers of Excellence
 - Deferred maintenance
 - Other critical capital equipment
- Aligns with the Strategic Plan 2021-2025 and Chancellor's Goals

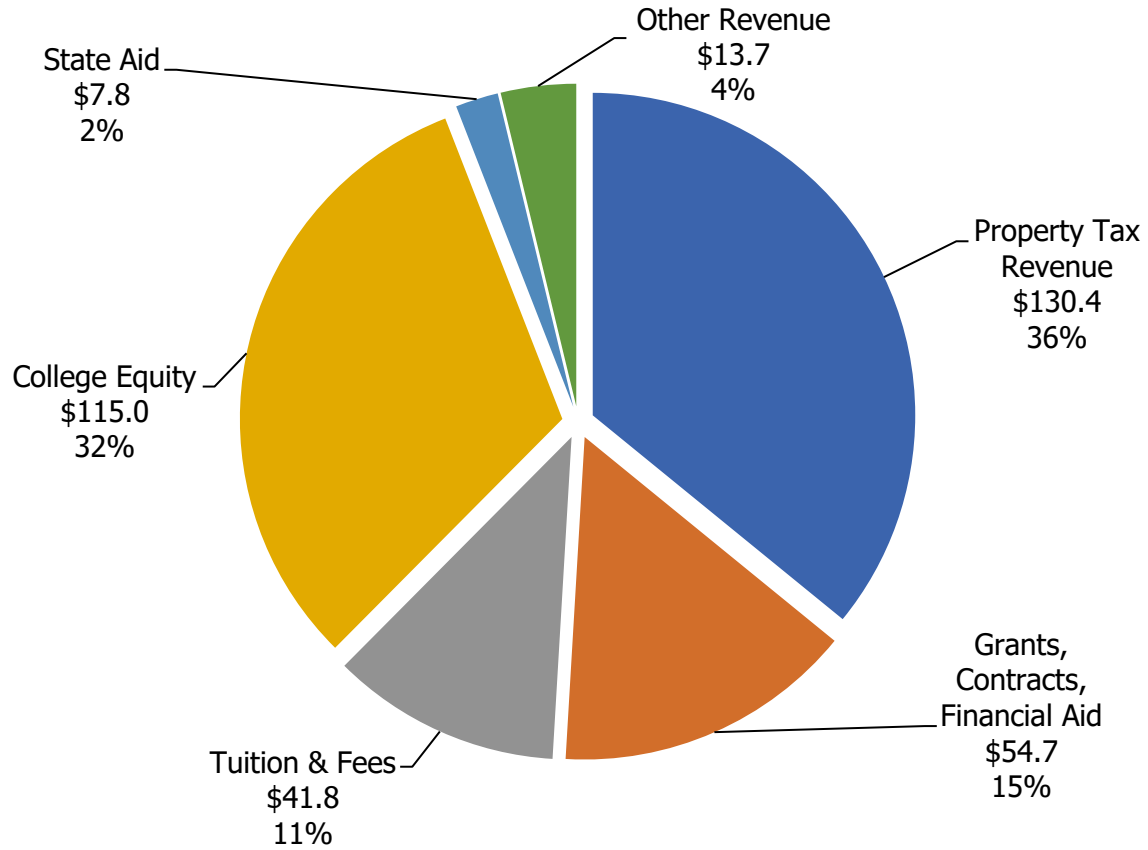
Employee Compensation, \$6,685,000

- Medical benefits cost increase, \$900,000
- One-year additional experience, \$3,200,000
- Minimum \$2,000 increase for regular employees, \$550,000
- 5% increase for Adjunct Faculty, \$635,000
 - Tier 1, \$945.00 per load hour
 - Tier 2, \$992.25 per load hour
- Tutoring and Interpreter wage adjustments, \$400,000
- Contingency reserve, \$1,000,000
 - Faculty structure
 - Hard-to-fill positions
 - Other Phase 2 adjustments

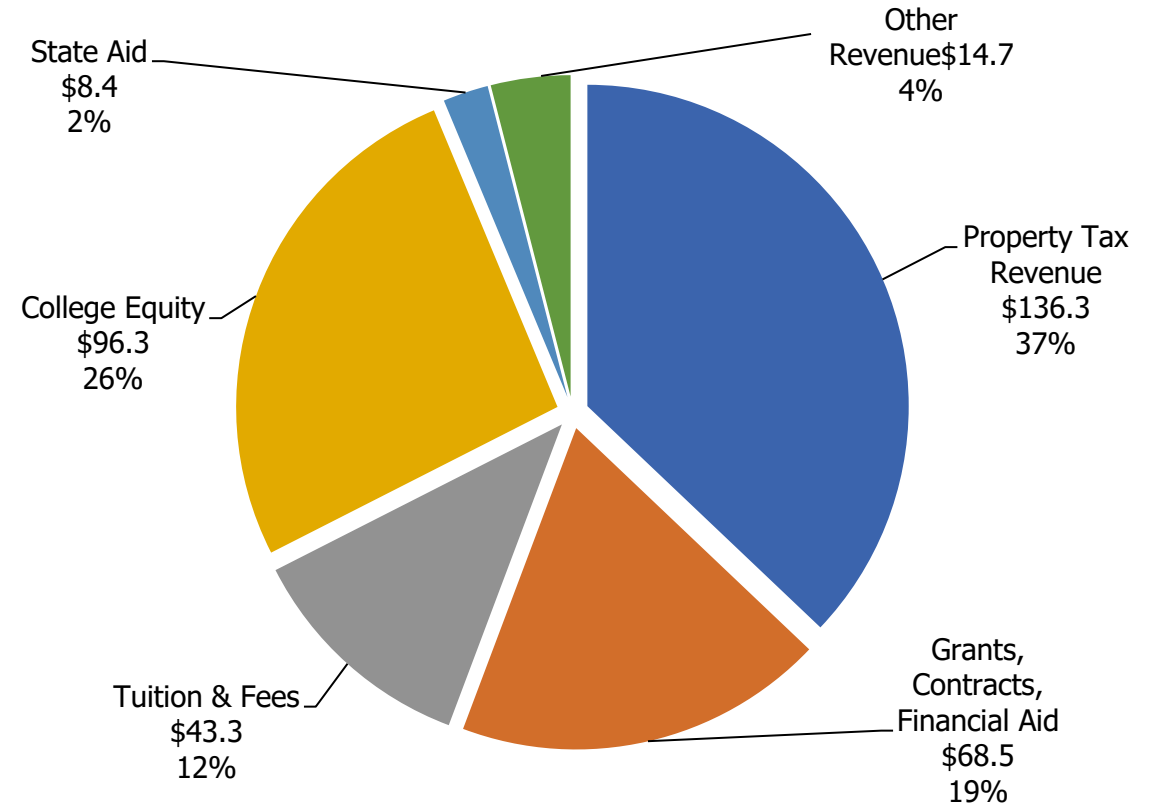


Budget Comparison - Adopted Fiscal Year 2023 vs. Proposed Fiscal Year 2024 (All Funds Revenue)

FY 2023, \$363.4M

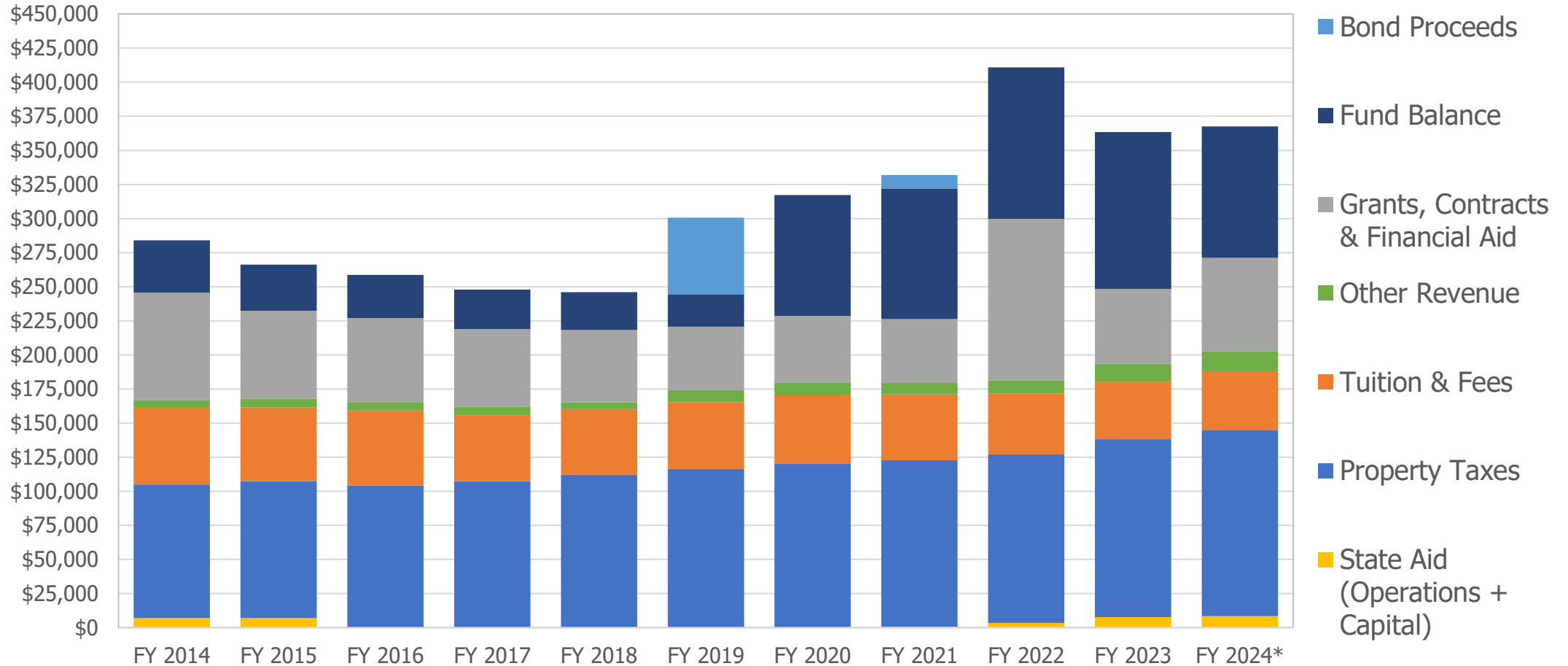


FY 2024 – Proposed, \$367.5M

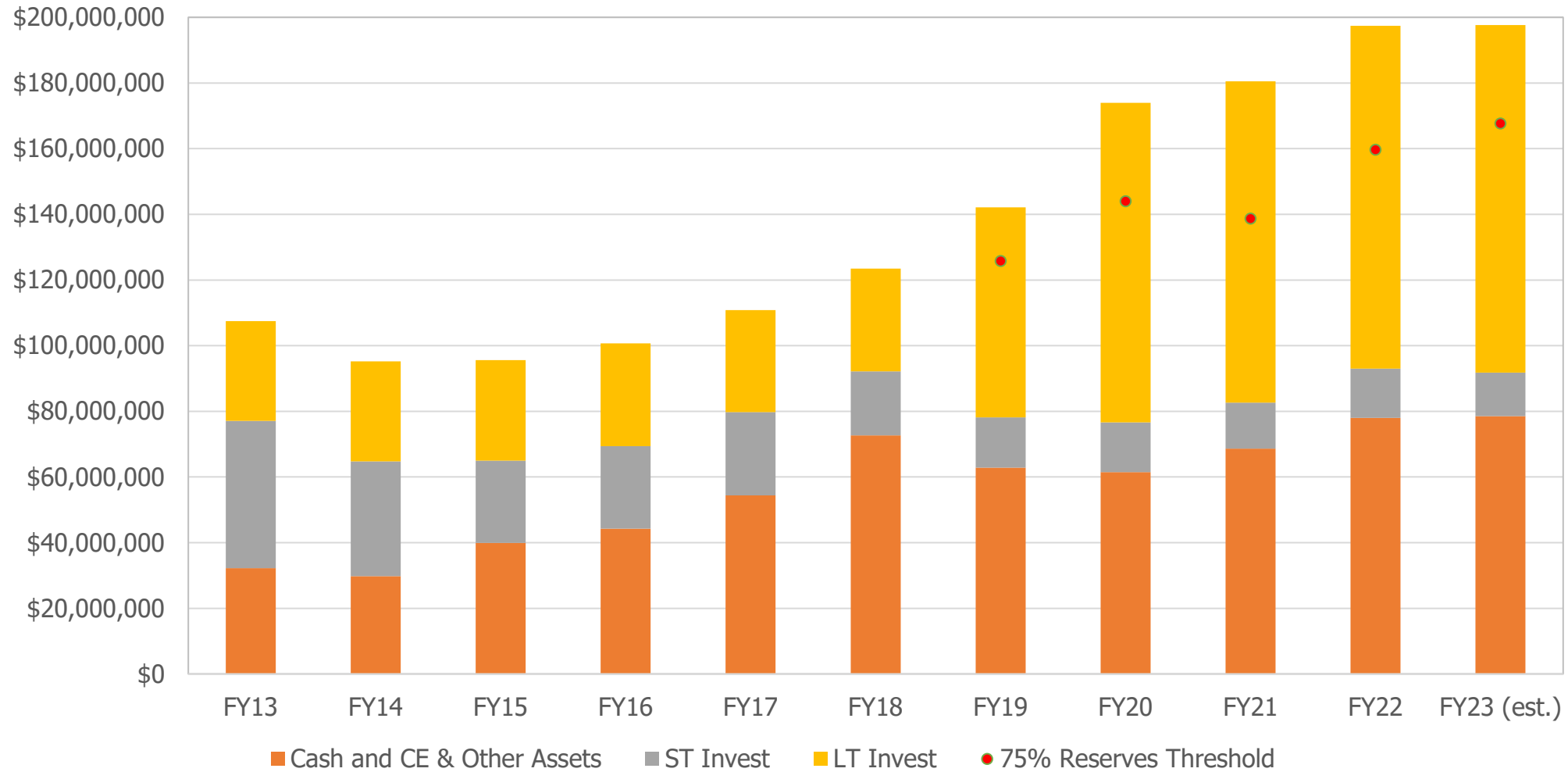


FY 2014-2024* Budgeted Revenue and Fund Balance by Source

(All funds, 000's, *Proposed)



Reserves Ratio - 75% Threshold – FY 2013 to 2022 with FY 2023 Estimated



Fiscal Year 2024 Property Tax

	FY 2023 Levy	FY 2024 Levy Neutral	FY 2024 3% (Proposed)
Net Taxable Value Current Year (\$100s)	\$101,326,000	\$106,469,000	\$106,469,000
Overall Change in Valuation		5.1%	5.1%
Estimated Primary Tax Rate Authorization (per \$100 net assessed valuation)	1.2878	1.2429	1.2802
Primary Tax Levy	\$130,487,937	\$132,327,817	\$136,301,532
Change from Previous Fiscal Year		\$1,839,880	\$5,813,595

Property Tax Rate and Levy

	FY 2023	FY 2024 Levy Neutral	FY 2024 2%	FY 2024 3%
Average Change in Existing Property Valuation		3.61%	3.61%	3.61%
Property Tax Valuation	\$100,000	\$103,613	\$103,613	\$103,613
Estimated Primary Tax Rate Authorization (per \$100 net assessed valuation)	1.2878	1.2429	1.2677	1.2802
PCC's Primary Property Tax Levy	\$128.78	\$128.78	\$131.35	\$132.64

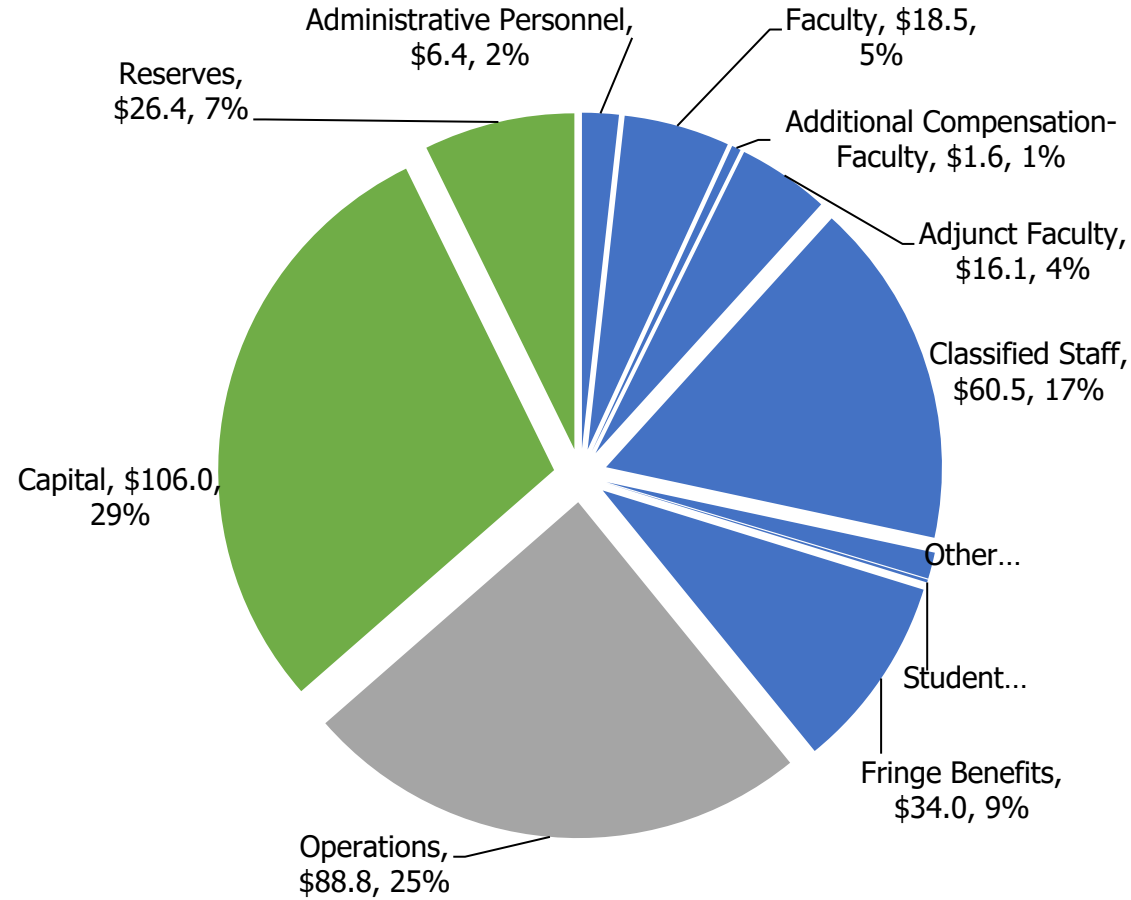
Examples - Impact to Property Taxpayer

	FY 2023	FY 2024 Levy Neutral	FY 2024 2%	FY 2024 3%
PCC's Primary Property Tax Levy - per \$100,000 Assessed Value	\$128.78	\$128.78	\$131.35	\$132.64
Total Annual Tax Levy Increase - \$100,000 Assessed Value		\$0.00	\$2.57	\$3.86
Total Annual Tax Levy Increase - \$200,000 Assessed Value		\$0.00	\$5.14	\$7.73
Total Annual Tax Levy Increase - \$245,000 Assessed Value*		\$0.00	\$6.30	\$9.47
Total Annual Tax Levy Increase - \$500,000 Assessed Value		\$0.00	\$25.70	\$38.65

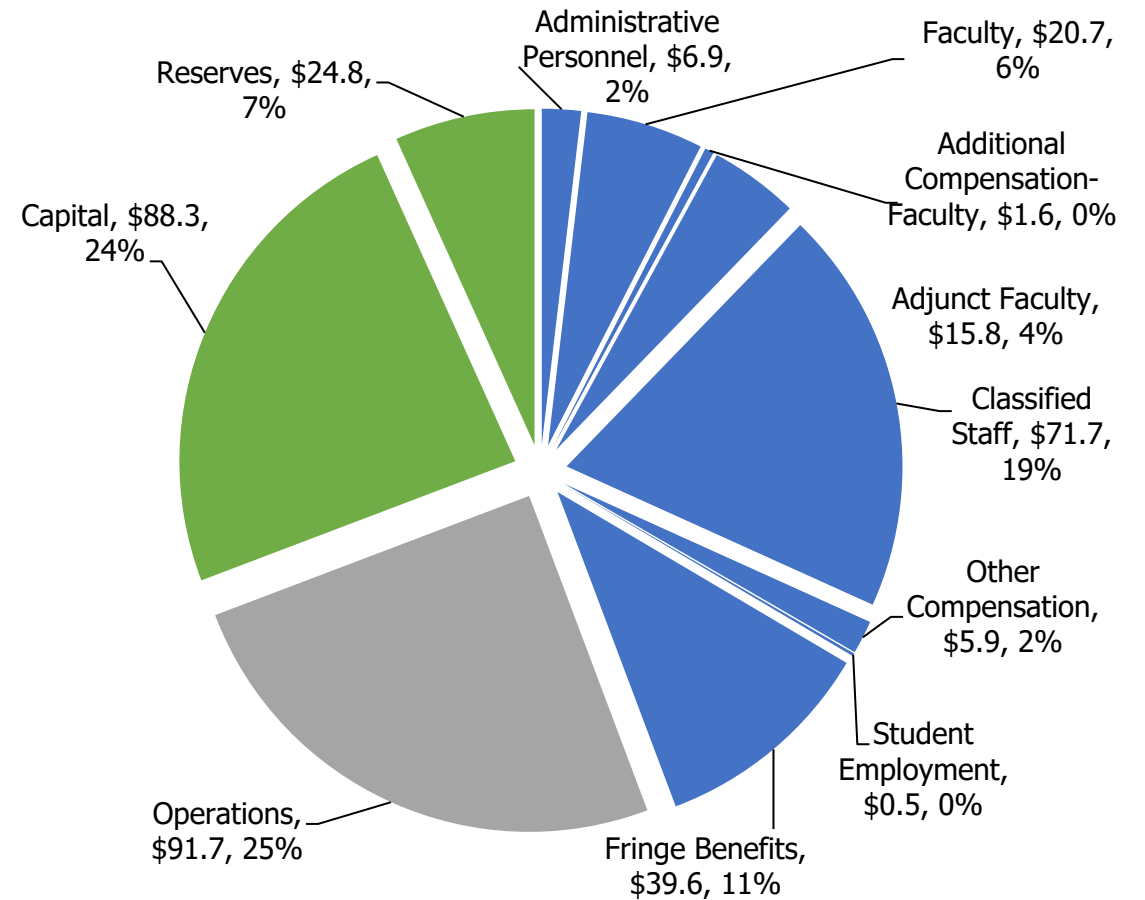
*The average assessed value for all Primary Residential properties in Pima County is approximately \$244,926.

FY 2024 Proposed Budget Expenditures, \$367.5M (All Funds, in \$Millions)

FY 2023, \$363.4M



FY 2024 – Proposed, \$367.5M



Budget Calendar

- May 2023
 - Publication of the proposed budget and Truth in Taxation Notification on May 30th and June 6th in the Arizona Daily Star
 - Press release on the proposed budget on May 30th
- June 2023
 - Public Hearing and Special Meeting on June 14th to adopt the Fiscal Year 2024 Budget and set property tax rates and levies
 - Review and approve contractual obligations and insurances



PimaCommunityCollege

/// **Keep striving.**