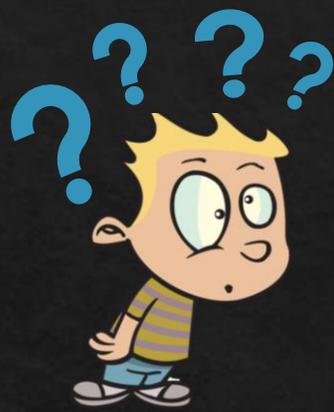




Town of Chino Valley
Finance Department
Overview

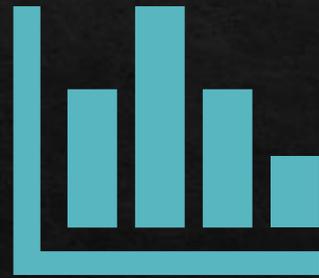


What Does Finance Do?



Annual Budget

Financial Plan for the Year
Approved by Council
State Requirement



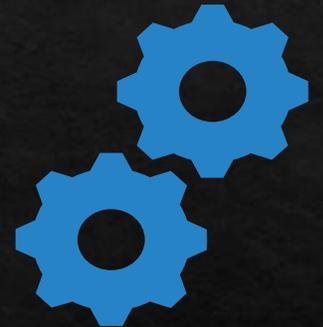
Financial Reporting

Annual Financial Statements (ACFR)
Sales Tax Monitoring
Grant Administration and Reporting



Controls

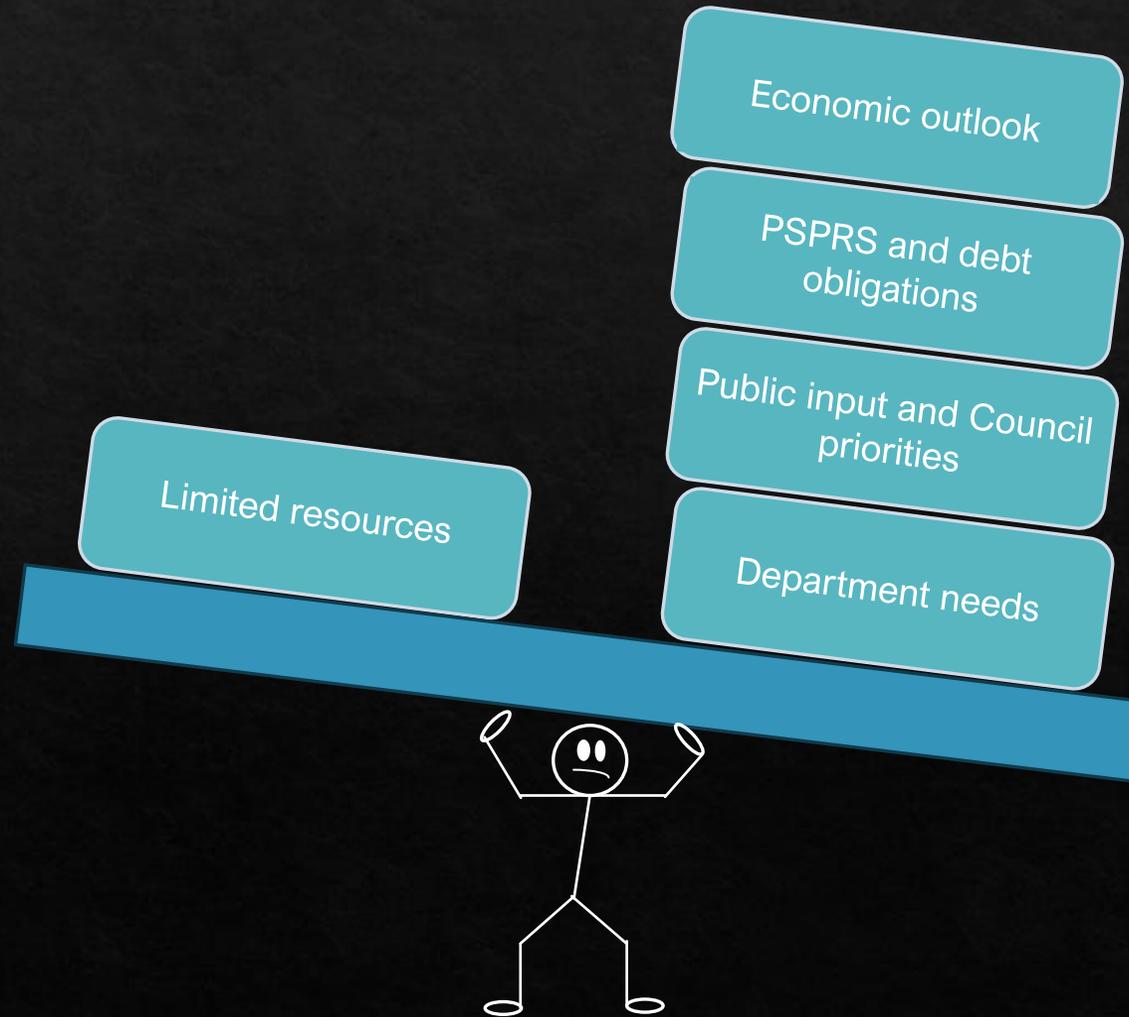
Purchasing Review
Policy Adherence
Coordination of External Audit



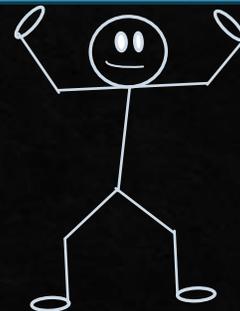
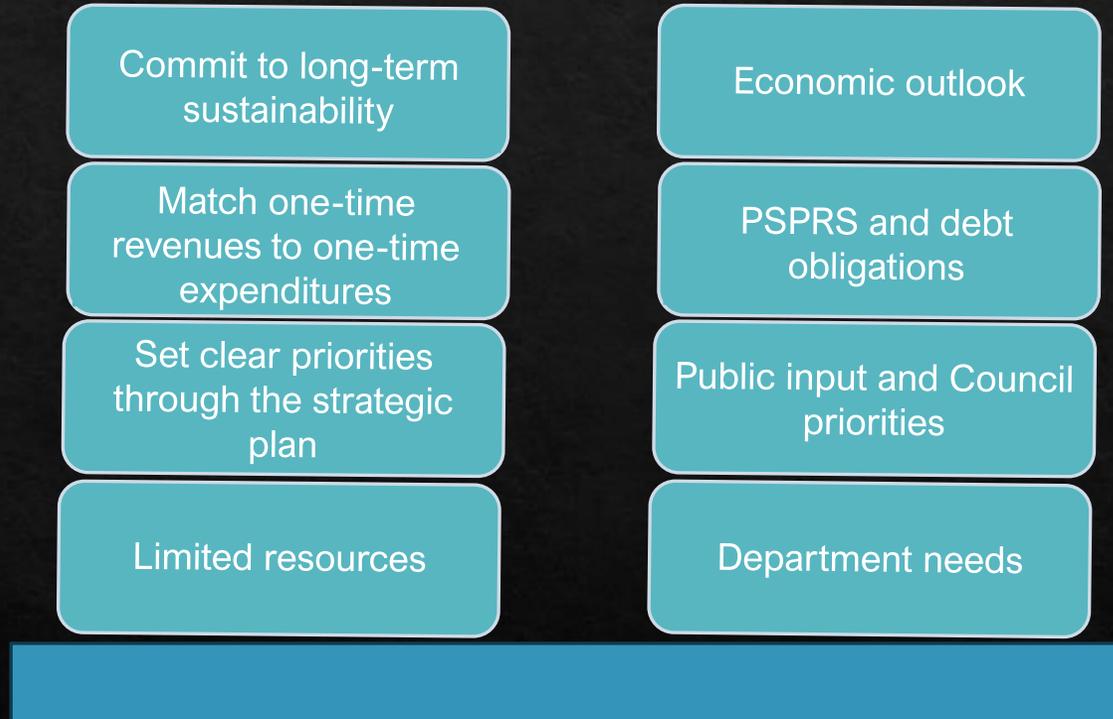
Operations

Bank Reconciliations
Accounts Payable
Accounts Receivable
Payroll

Annual Budget – Balancing Act



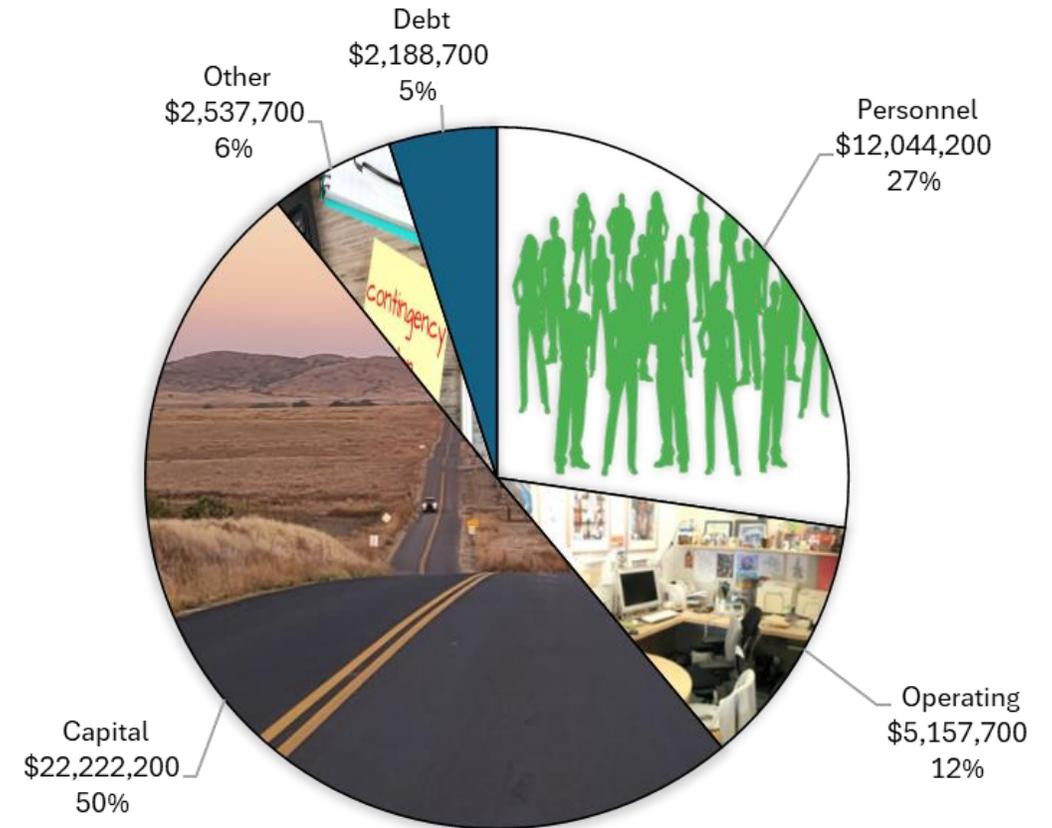
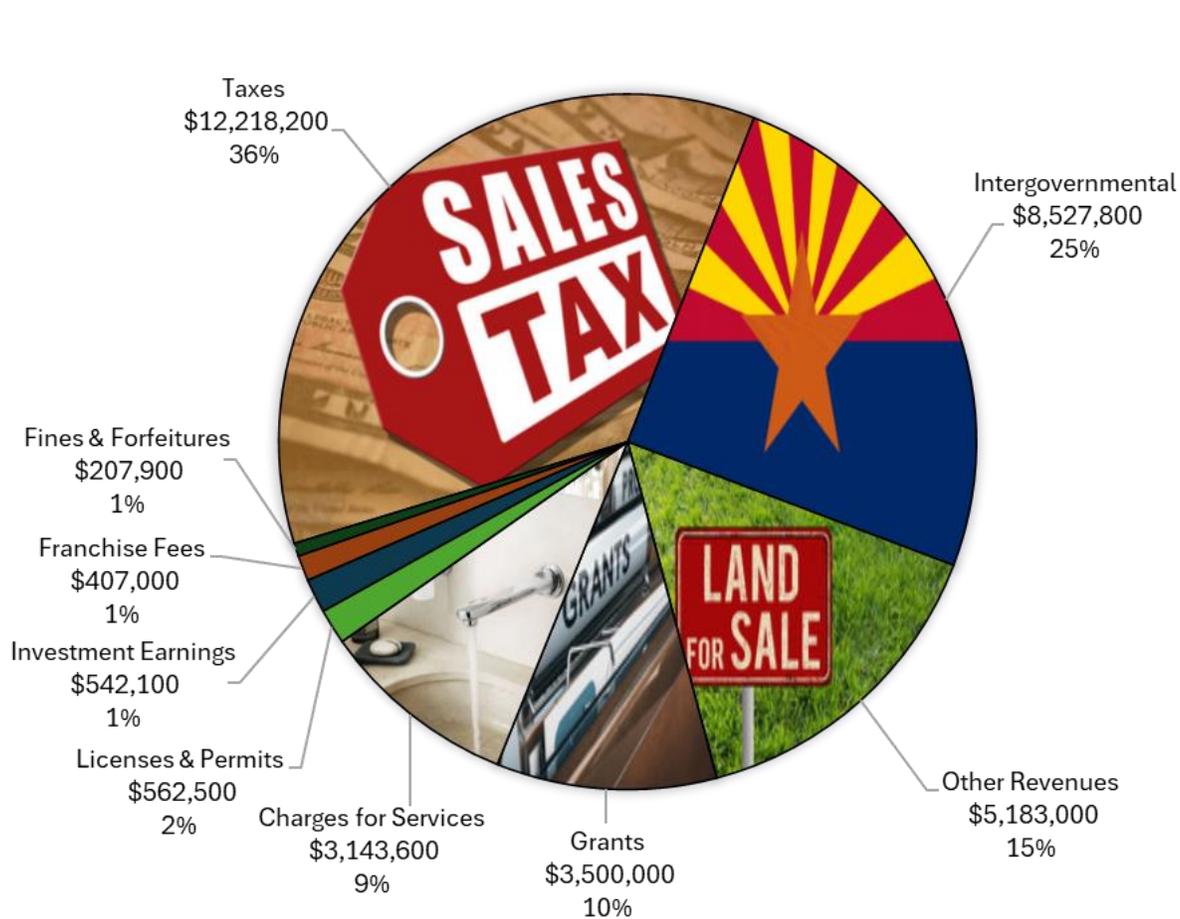
Annual Budget – Balancing Act



Annual Budget – FY 2023-24 Summary

Revenues: \$34,292,100*

Expenditures: \$44,150,500*



* Excludes transfers between funds

What is an Expenditure Limitation?



In 1980, the Arizona voters established a constitutional expenditure limitation for cities and towns. The State-imposed limitation is calculated from a formula using expenditures of local revenues from Fiscal Year 1979-80 as a baseline.



State formula is adjusted annually for inflation and population growth but does not include adjustments for increases in the types of services or the levels of services provided.

Chino Valley's
population in
1978 was 2,400



The Arizona Constitution provides options to potentially solve this issue; the one the Town is utilizing is the *Alternative Expenditure Limitation (Home Rule)*

Out of **91** AZ municipalities:
40 use Home Rule
43 use Permanent Base Adjustment
8 use the 1979-80 State Limit

If the Measure:



FAILS

or

PASSES



The voters have approved this option every four years since 1985

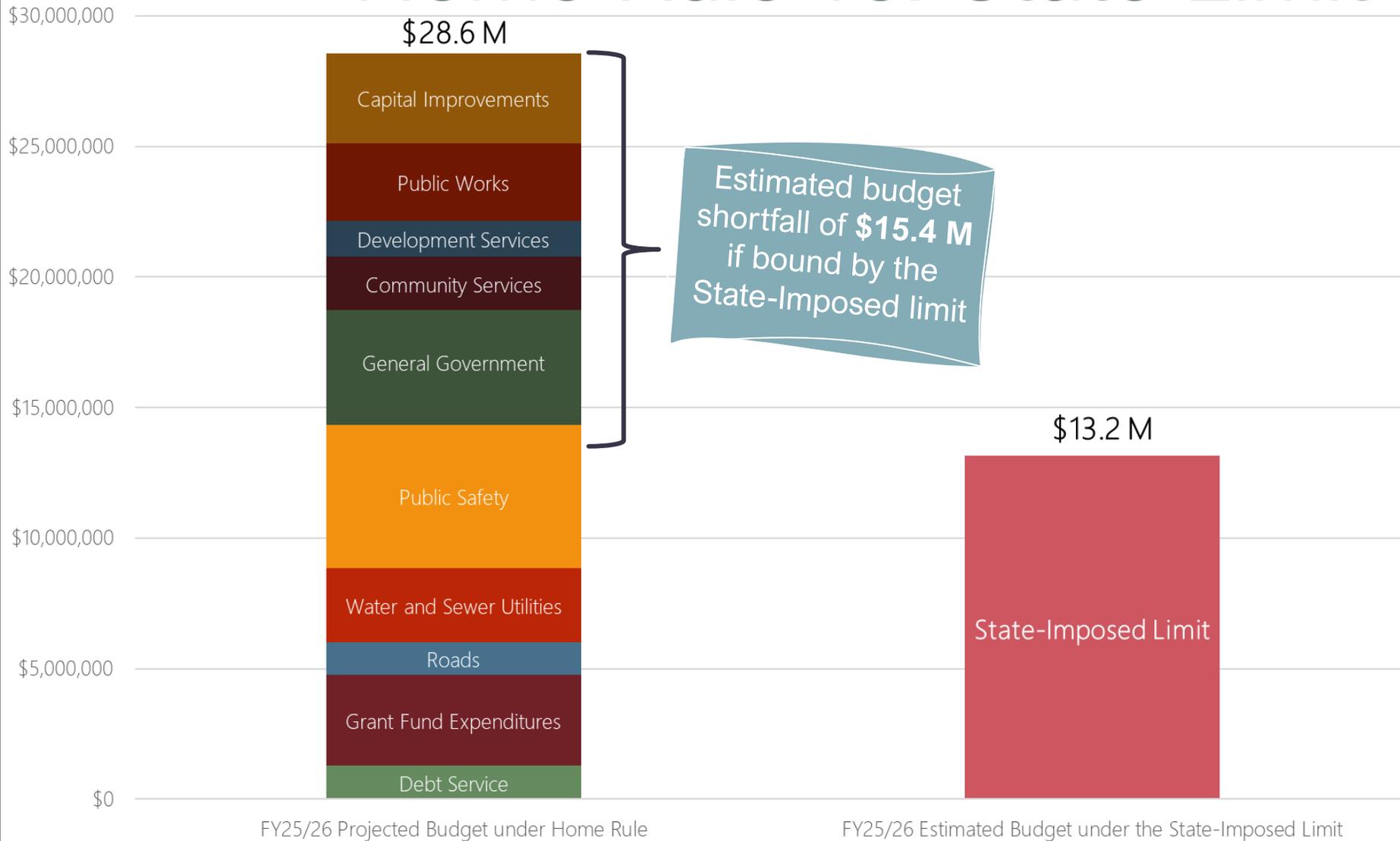
State-Imposed Expenditure Limit

- The “default” option
- Calculated from a formula using expenditures of local revenues from Fiscal Year 1979-80 as a baseline
- Results in a severe reduction of 54% of Town services

Alternative Expenditure Limitation (Home Rule option)

- A voter approved alternative
- Budget is set by Council based on projected revenues and local needs for the next 4 years

Home Rule vs. State Limit



Financial Reporting – Transparency



VS



Local Government

Main Objective -
Accountability

Financial Reports Must be
Available to Public

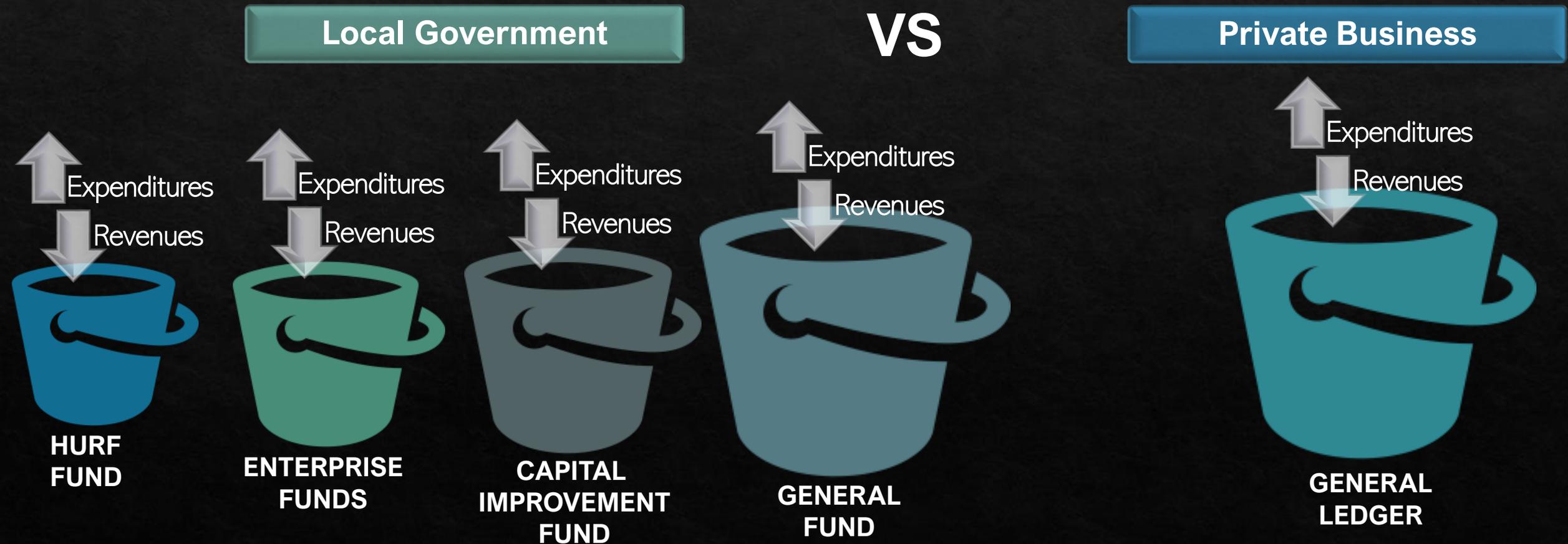
Private Business

Main Objective –
Profit

Financial Reports are Not
Available to Public

Financial Reporting – Fund Accounting

FUND is a set of self-balancing accounts subject to special regulations that report transactions for specific activities or government functions.



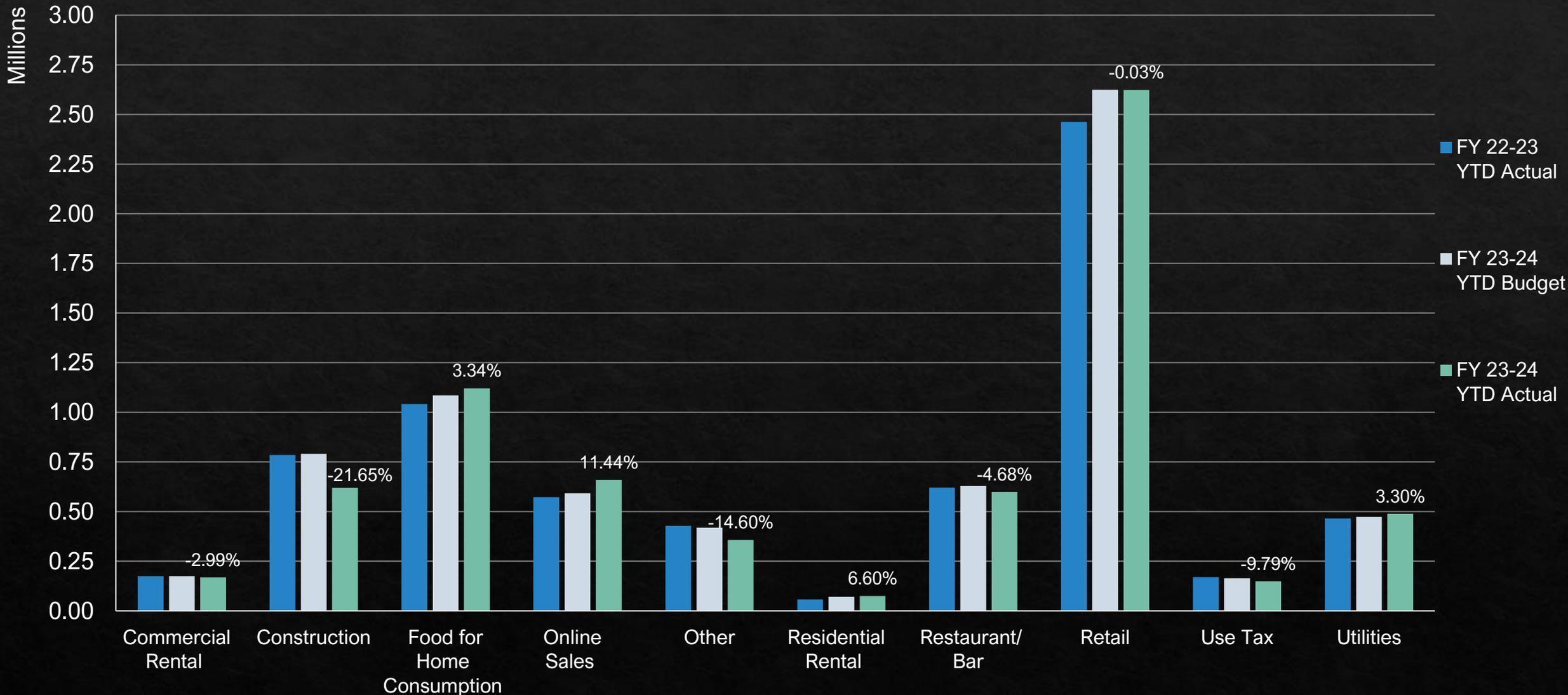
Budget Beach Party Activity!!!

Distributing the “Funds”

1. Allocate your Town budget dollars (*chocolate coins*) to the funds (*beach buckets*) you feel should be prioritized.
2. The funds represented are:
 - **General Fund** – general operations, public safety, recreation, library, senior center, parks, development services, and internal services.
 - **HURF** – streets and roads maintenance.
 - **Water Enterprise Fund** – operations of the Town’s water system and infrastructure.
 - **Sewer Enterprise Fund** – operations of the Town’s sewer system and infrastructure.
 - **Capital Projects Fund** – large scale improvement projects including new parks, new and remodeled buildings, road expansions and major reconstruction.



Financial Reporting – Sales Tax Monitoring



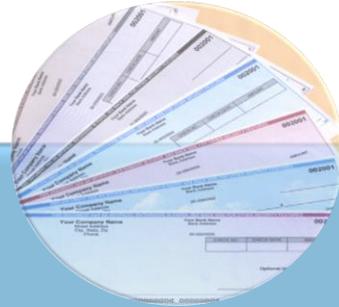
Notes: Graph based on 7 months of sales tax data, variance to actual due to timing of revenue being received.

Other category includes advertising, amusement, job printing, license fees, manufactured buildings, hotel/motel, transient lodging, MRRA, publishing, TPP rental, and transporting.

Operations – Balancing Books



Accounts Receivable



Accounts Payable



Bank Reconciliations



Operations - Utility Bill Payments

xpress BILL PAY 



Login to Pay Your Bills Online

EMAIL ADDRESS
Email Address

PASSWORD
Password

[Forgot Password](#) [Create a New Account](#) **LOGIN**

CHECKOUT AS GUEST

<https://www.xpressbillpay.com/#/?org=chinovalley10280>

Questions?



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