



PIMA COUNTY

FY 2025-26 Recommended Budget Presentation

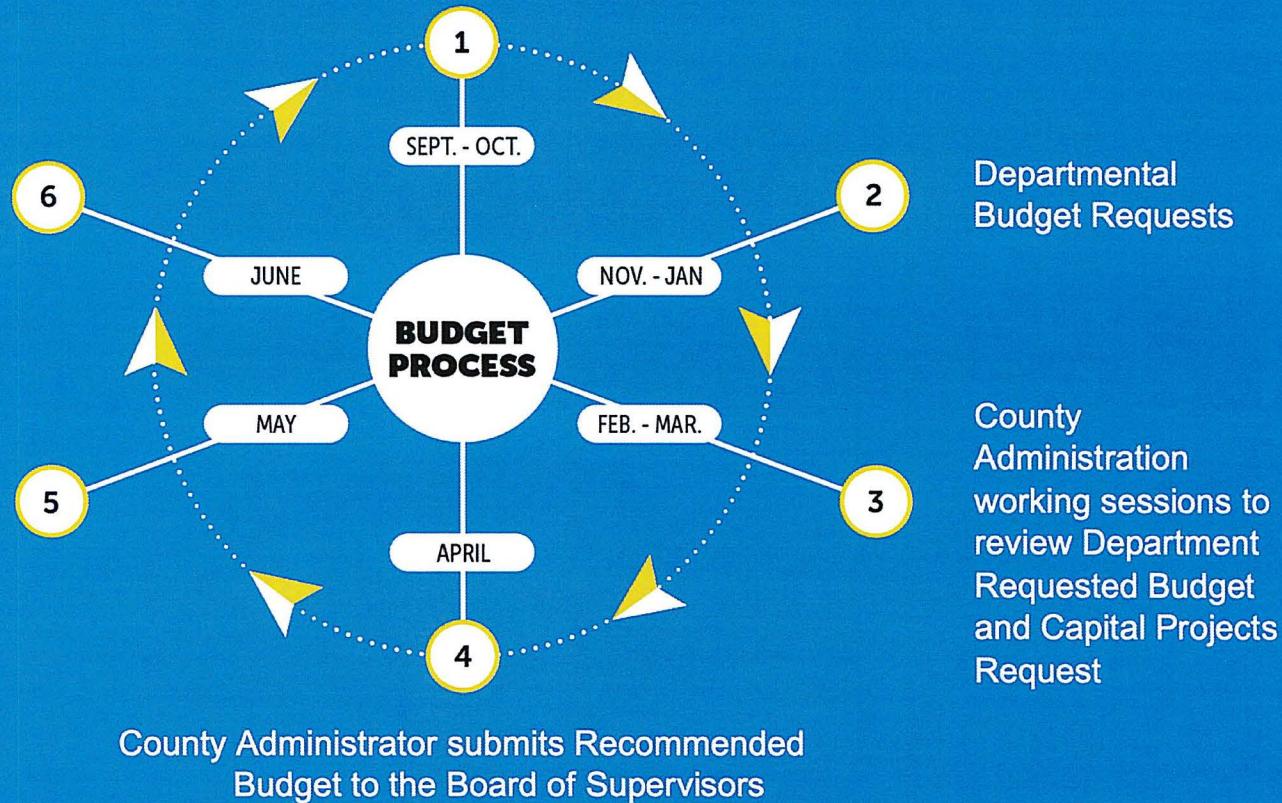
Writing and Adopting the County Budget

Arizona Fiscal Year:
July 1 to June 30

BOS Adopted
Budget Hearing

Board of Supervisors
Tentative Budget
Hearing, setting the tax
rate and expenditure
ceiling. The BOS can still
make funding changes
but can't exceed the
approved tax rate

Preliminary Forecasts and Budget Guidelines



County Administrator submits Recommended
Budget to the Board of Supervisors

Where does the money come from?

County revenue comes from:

Primary Property Taxes

- *Funds most County services*

Secondary Property Taxes

- Special Taxing Districts
 - *Library*
 - *Flood Control*
- Bonds (borrowed funds) and other debt

Enterprise funds

- Wastewater fees
- Development Services fees and licenses

Other Funds

- State shared revenues, mostly for roads
- Grants
- Fees for service

Proposed and Required Property Tax Rate Changes

Recommended **\$0.03560** per **\$100** of net assessed value to the primary property tax rate to maintain critical County operations, programs, and services.

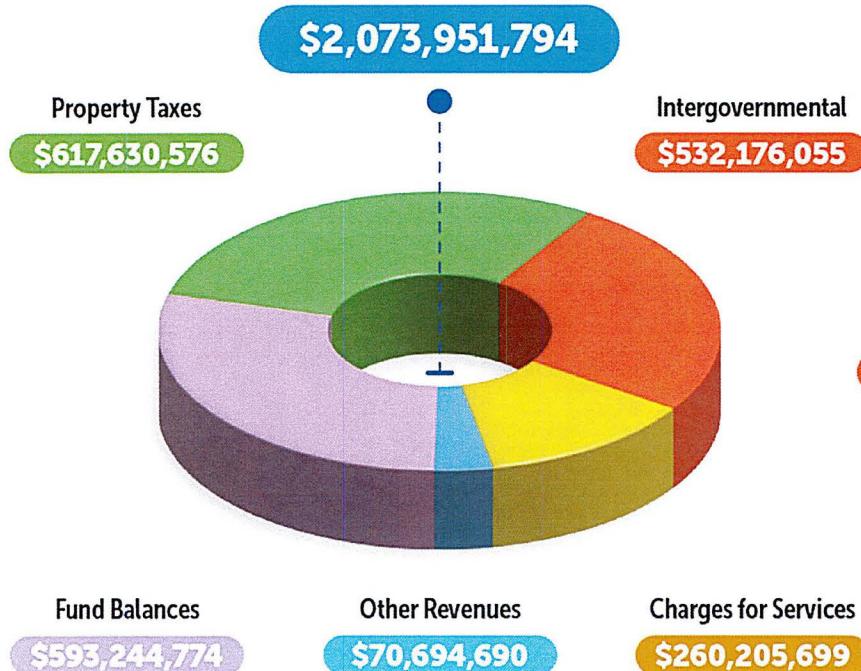
Required (BOS Policies D22.12 & D22.13)

Board policies require disclosure of State cost shifts to the County and funding for Pay-As-You-Go (PAYGO) expenditures.

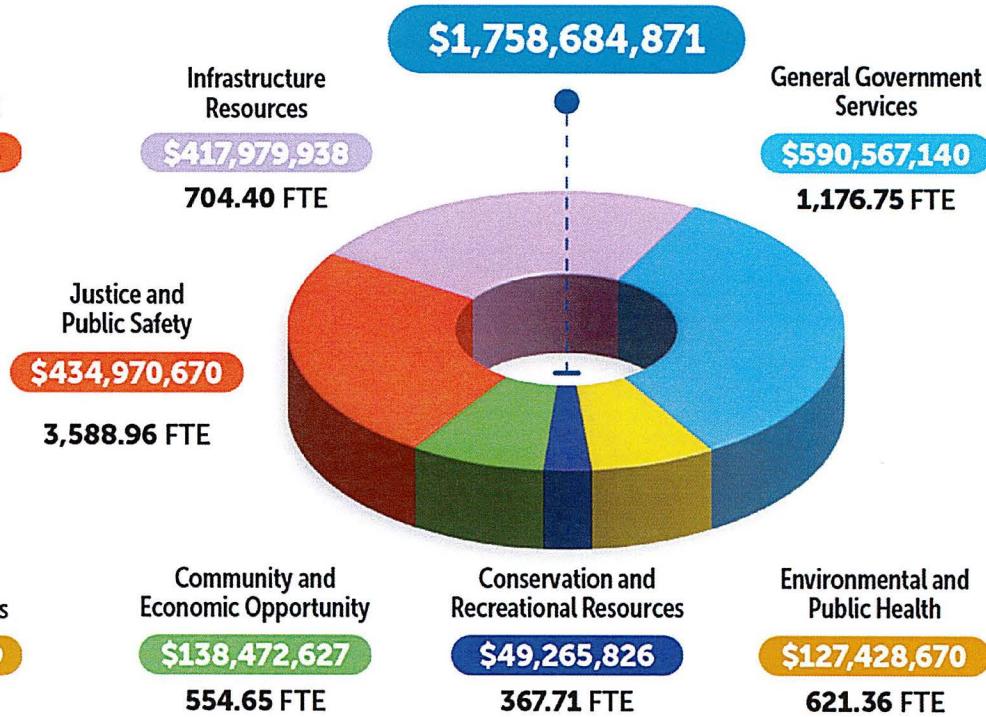
Tax Type	FY 25 Adopted Rates	FY 26 Recommended	Difference
Primary	\$4.0990	\$4.2299	\$0.1309
County Operations			\$0.0356
State Cost Shifts			\$0.0944
PayGo			\$0.0009
Library District	0.5537	0.5579	0.0042
Debt Service	0.1250	0.1150	(0.0100)
Flood	0.3271	0.3289	0.0018
TOTAL	\$5.1048	\$5.2317	\$0.1269

Fiscal Year 2025-26 Recommended Budget

REVENUES BY SOURCE & FUND BALANCES



EXPENDITURES BY FUNCTIONAL AREA



FY26 Recommended Budget cont'd

Total Budgeted Revenues

General Fund	\$806,199,726
Special Revenue	\$437,495,961
Debt Service	\$13,644,168
Capital Projects	\$16,633,041
Enterprise Funds	\$206,734,124
TOTAL	\$1,480,707,020

Total Budgeted Expenditures

General Fund	\$817,156,515
Special Revenue	\$511,602,178
Debt Service	\$105,877,442
Capital Projects	\$134,826,353
Enterprise Funds	\$189,222,383
TOTAL	\$1,758,684,871

Other Financing Sources and Transfers

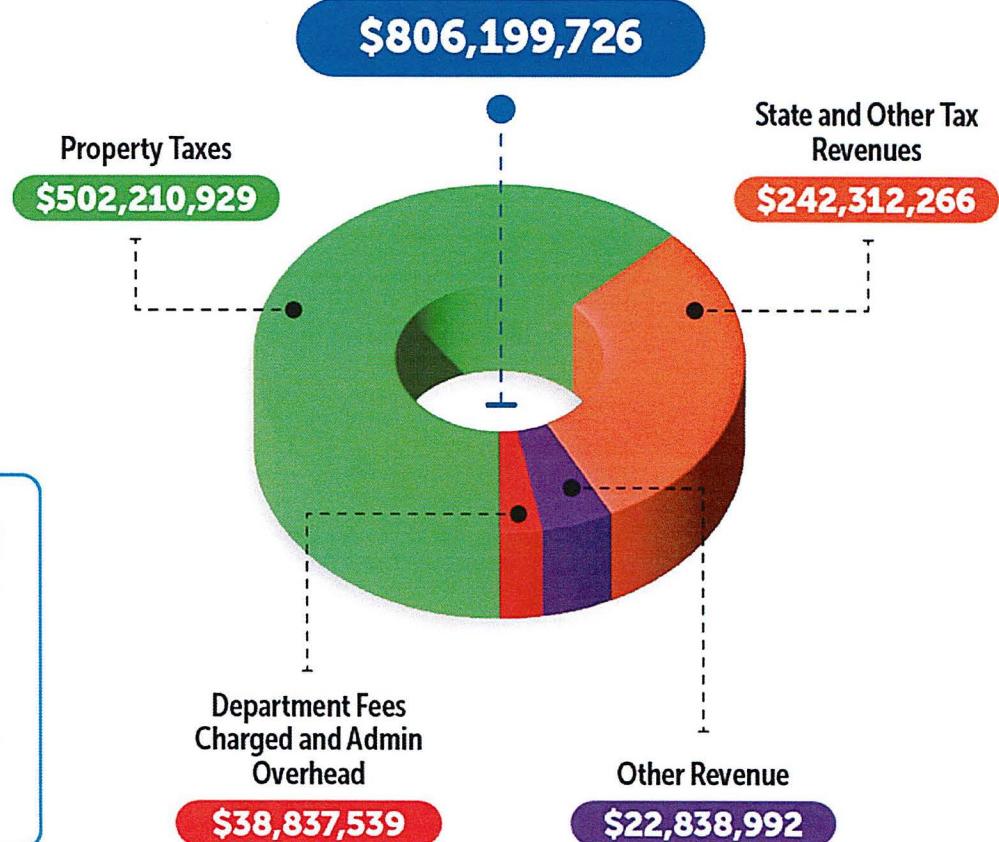
Total Budget Transfers In	\$285,832,500
Total Budget Transfers Out	\$285,764,002
Other Financing Sources	\$34,000,0000

FY 2026 Recommended General Fund

REVENUE

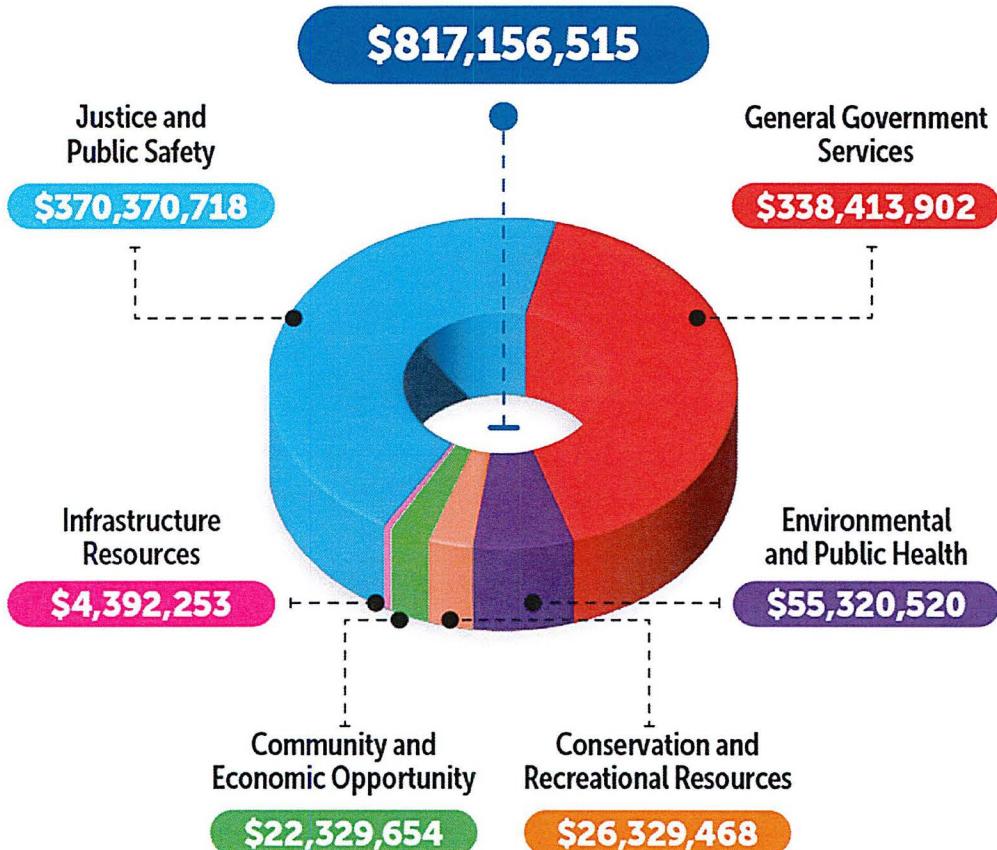
The General Fund is the discretionary account the Board of Supervisors use to fund most County services. These funds can be used for critical County programs and services and other issues.

General fund	FY 25-26 Recommended Revenue
Property Taxes	\$502,210,929
State and Other Tax Revenues	\$242,312,266
Department Fees Charged and Admin Overhead	\$38,837,539
Other Revenue	\$22,838,992
TOTAL	\$806,199,726



Recommended General Fund cont'd

EXPENDITURES



General fund	FY 25-26 Recommended Expenditures
Community and Economic Opportunity	\$22,329,654
Conservation and Recreational Resources	\$26,329,468
Environmental and Public Health	\$55,320,520
General Government Services	\$338,413,902
Infrastructure Resources	\$4,392,253
Justice and Public Safety	\$370,370,718
TOTAL	\$817,156,515

Fund Balances

TOTAL: \$593,244,773

General Fund **\$117,366,104**

BOS Policy D 22.14

GF Reserve \$92 million

Capital Projects Fund **\$63,751,502**

Funds restricted for capital projects:

Impact Fees	\$50 million
Library	\$9 million
Flood Control	\$2 million

Special Revenue Fund **\$226,914,581**

Funds restricted to use for:

Opioid Abatement	\$109 million
Library District	\$43 million
Transportation	\$15 million
Flood Control	\$9 million
County Attorney	\$8 million
Sheriff	\$5 million

Debt Service Fund **\$4,419,853**

Funds assigned to pay debt

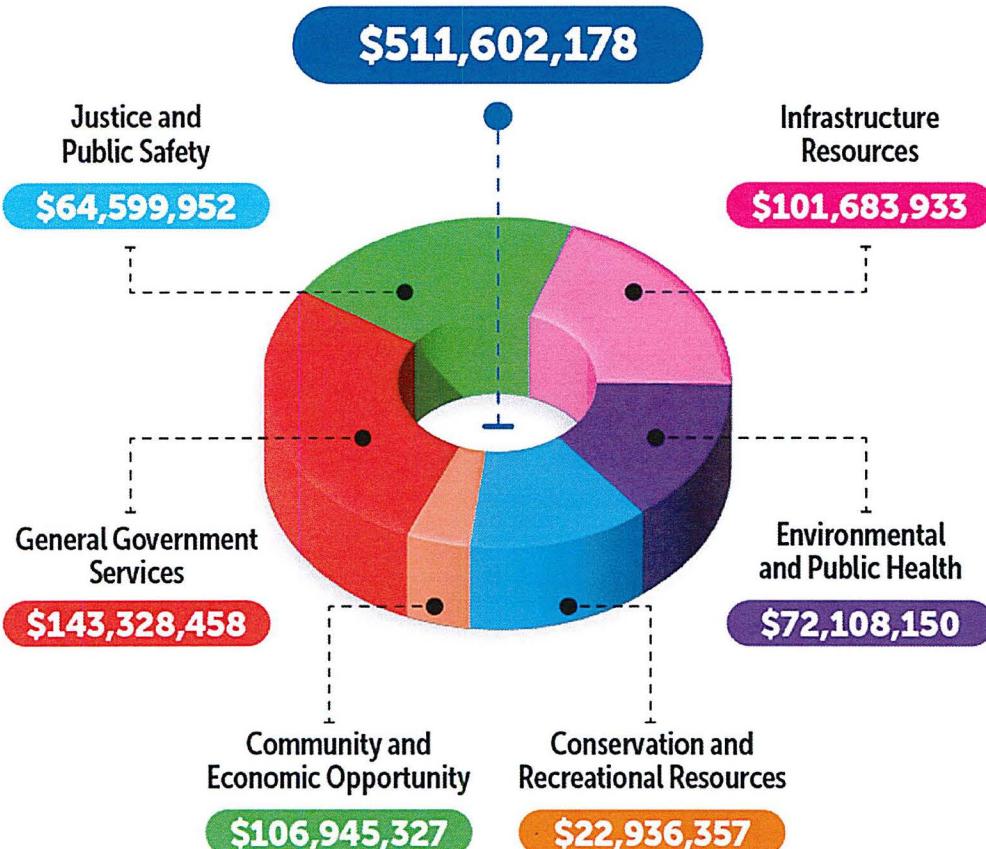
Enterprise Fund **\$180,792,733**

Funds restricted to use in business-type activities:

Wastewater	\$152 million
Development Services	\$28 million

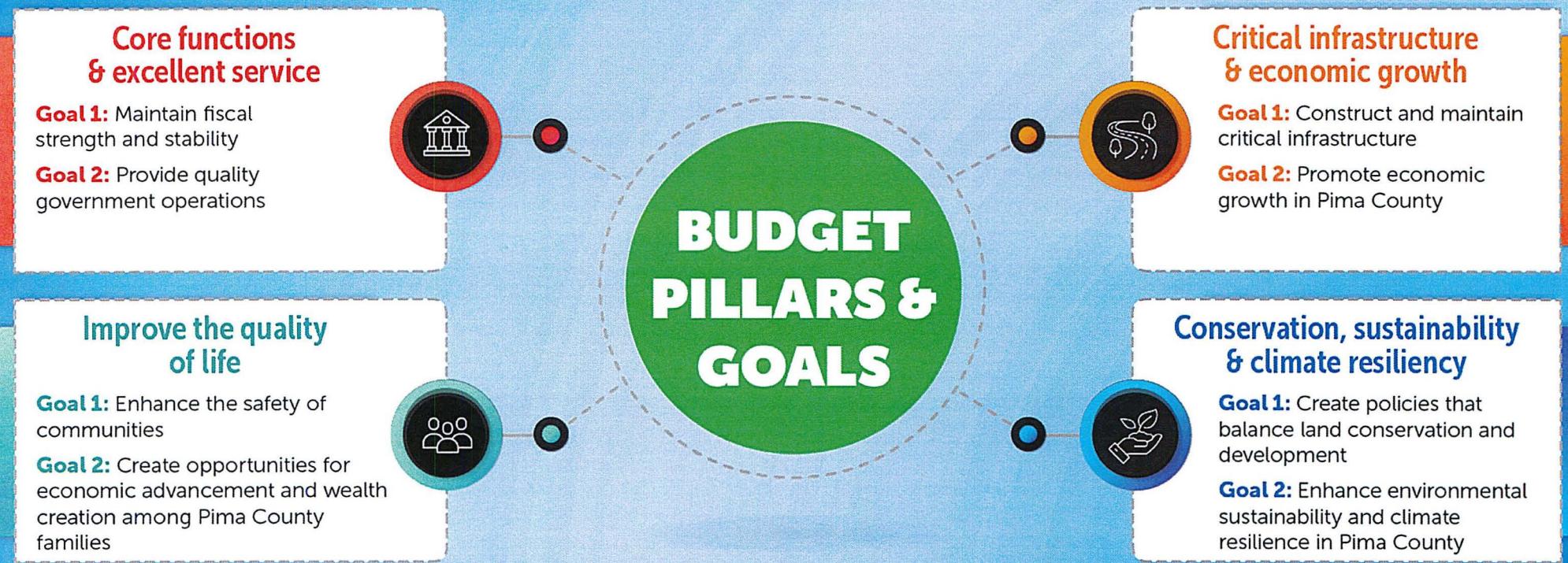
Restricted Funds and Taxing Districts

EXPENDITURES



Restricted Funds FY 25-26 Recommended Expenditures	
Justice and Public Safety	\$64,599,952
Infrastructure Resources	\$101,683,933
Community and Economic Opportunity	\$106,945,327
Conservation and Recreational Resources	\$22,936,357
Environmental and Public Health	\$72,108,150
General Government Services	\$143,328,458
TOTAL	\$511,602,178

Budget Focus Area



What to expect for FY 2026



FY26: Moderate to high headwinds

Pima County Finance & Risk Management Department has been putting out a quarterly economic report since February of 2023 that is based on the tracking and analysis of impactful economic indicators.

Economic Indicator	Current Stage	Trending
Inflation	0	Unfavorable
Housing	1	Unfavorable
Consumer Confidence	0	Unfavorable
Retail Sales	1	Unfavorable
Gasoline sales	0	Stable
Federal Funds Rate	3	Unfavorable
Unemployment	1	Stable

FY 2026 Budget Concerns

Federal Government Actions

State budget uncertainties

- *Shared Tax Revenue*
- *Cost Shifts*

Likely Economic Turbulence

- *Tariffs*
- *Inflation*
- *Shared Tax Revenue*
- *Supply chain shortages*

Regional Transportation Funding Solution

19 Years Since Last Major Bond

- *PAYGO inadequate to meet growing list of infrastructure and facility upgrade and replacement needs*

Online Resources

There is a wealth of information about the County budget on the pima.gov website.

Learn more about the County Budget here:

www.pima.gov/Budget

Questions?

Thank You

