

## **RESOLUTION NO. 2026-11**

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE TOWN OF FOUNTAIN HILLS, MARICOPA COUNTY, ARIZONA, APPROVING THE FINAL BUDGET FOR THE TOWN OF FOUNTAIN HILLS FOR THE FISCAL YEAR BEGINNING JULY 1, 2026, AND ENDING JUNE 30, 2027

**WHEREAS**, in accordance with the provisions of Title 42, Chapter 17, Arizona Revised Statutes (the “Applicable Law”), the Mayor and Council of the Town of Fountain Hills (the “Town Council”) did, on May 5, 2026, prepare (i) a full and complete statement of the Town’s financial affairs for the preceding fiscal year, (ii) an estimate of the different amounts that will be required to meet the Town’s public expense for the current fiscal year, including all of the items prescribed by Ariz. Rev. Stat. § 42-17102 and (iii) a summary schedule of estimated expenditures and revenues, which was prepared according to forms supplied by the Auditor General and entered in the Town Council’s minutes; and

**WHEREAS**, in accordance with the Applicable Law, and following due public notice, the Town Council met on June 2, 2026, at which meeting any taxpayer was provided with the opportunity to appear and be heard in favor of or against any proposed expenditure or tax levy.

**NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE TOWN OF FOUNTAIN HILLS, ARIZONA**, as follows:

SECTION 1. The recitals above are hereby incorporated as if fully set forth herein.

SECTION 2. The statements and schedules attached hereto as Exhibit A and incorporated herein by reference, are hereby adopted as the budget of the Town of Fountain Hills, Arizona, for the fiscal year beginning July 1, 2026 and ending June 30, 2027.

SECTION 3. The Mayor, the Town Manager, the Town Clerk and the Town Attorney are hereby authorized and directed to take all steps necessary to carry out the purpose and intent of this Resolution.

**PASSED AND ADOPTED by the Mayor and Council of the Town of Fountain Hills, Arizona, this 2<sup>nd</sup> day of June, 2026.**

**FOR THE TOWN OF FOUNTAIN HILLS:**

**ATTESTED TO:**

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Town Clerk

**REVIEWED BY:**

**APPROVED AS TO FORM:**

\_\_\_\_\_  
Town Manager

\_\_\_\_\_  
Town Attorney

**EXHIBIT A**  
**TO**  
**RESOLUTION NO. 2026-11**

[Budget Statements and Schedules]  
See following pages

**Official Budget Forms**

**Town of Fountain Hills**

**Fiscal year 2027**

# **Town of Fountain Hills**

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**Town of Fountain Hills**  
**Summary Schedule of estimated revenues and expenditures/expenses**  
**Fiscal year 2027**

| Fiscal year | S c h |                                                                                  | Funds        |                      |                   |                       |                |                            |                        |                 |
|-------------|-------|----------------------------------------------------------------------------------|--------------|----------------------|-------------------|-----------------------|----------------|----------------------------|------------------------|-----------------|
|             |       |                                                                                  | General Fund | Special Revenue Fund | Debt Service Fund | Capital Projects Fund | Permanent Fund | Enterprise Funds Available | Internal Service Funds | Total all funds |
| 2026        |       | Adopted/adjusted budgeted expenditures/expenses*                                 | E 1          | 26,029,061           | 13,677,949        | 1,060                 | 12,159,228     | 0                          | 1,529,100              | 53,396,398      |
| 2026        |       | Actual expenditures/expenses**                                                   | E 2          | 23,434,444           | 8,886,607         | 10                    | 8,064,801      | 0                          | 1,074,280              | 41,460,142      |
| 2027        |       | Beginning fund balance/(deficit) or net position/(deficit) at July 1***          |              | 15,000,000           | 8,315,480         | 41,198                | 10,616,273     | 0                          | 11,856,430             | 45,829,381      |
| 2027        | B     | Primary property tax levy                                                        | 4            | 0                    | 0                 | 0                     | 0              | 0                          | 0                      | 0               |
| 2027        | B     | Secondary property tax levy                                                      | 5            | 0                    | 0                 | 0                     | 0              | 0                          | 0                      | 0               |
| 2027        | C     | Estimated revenues other than property taxes                                     | 6            | 26,800,894           | 7,267,000         | 817                   | 3,691,977      | 0                          | 716,915                | 38,477,603      |
| 2027        | D     | Other financing sources                                                          | 7            | 0                    | 0                 | 0                     | 0              | 0                          | 0                      | 0               |
| 2027        | D     | Other financing (uses)                                                           | 8            | 0                    | 0                 | 0                     | 0              | 0                          | 0                      | 0               |
| 2027        | D     | Interfund transfers in                                                           | 9            | 35,000               | 150,000           | 0                     | 3,300,000      | 0                          | 0                      | 3,485,000       |
| 2027        | D     | Interfund Transfers (out)                                                        | 10           | 0                    | 185,000           | 0                     | 1,900,000      | 0                          | 1,400,000              | 3,485,000       |
| 2027        |       | Line 11: Reduction for fund balance reserved for future budget year expenditures |              |                      |                   |                       |                |                            |                        |                 |
|             |       | Maintained for future debt retirement                                            |              |                      | 41,155            |                       |                |                            |                        | 41,155          |
|             |       | Maintained for future capital projects                                           | 11           | 4,283,134            |                   | 4,696,250             |                |                            | 6,700,000              | 15,679,384      |
|             |       | Maintained for future financial stability                                        |              | 10,751,866           |                   |                       |                |                            |                        | 10,751,866      |
|             |       | Maintained for future streets projects                                           |              |                      | 4,306,170         |                       |                |                            |                        | 4,306,170       |
|             |       | Maintained for future vehicle, facilities and technology replacement             |              |                      |                   |                       |                |                            | 3,243,345              | 3,243,345       |
| 2027        |       | Total financial resources available                                              | 12           | 26,800,894           | 11,241,310        | 860                   | 11,012,000     | 0                          | 1,230,000              | 50,285,064      |
| 2027        | E     | Budgeted expenditures/expenses                                                   | 13           | 26,800,894           | 11,241,310        | 860                   | 11,012,000     | 0                          | 1,230,000              | 50,285,064      |

**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 or voter-approved alternative expenditure limitation |

|   | 2026          | 2027          |
|---|---------------|---------------|
| 1 | \$ 53,396,398 | \$ 50,285,064 |
| 2 | (82,309)      | (82,845)      |
| 3 | 53,314,089    | 50,202,219    |
| 4 | 16,732,213    | 12,024,151    |
| 5 | \$ 36,581,876 | \$ 38,178,068 |
| 6 | \$ 36,581,877 | \$ 38,178,069 |

☐ 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 beginning fund balance/(deficit) or net position/(deficit) amounts except for nonspendable amounts (e.g., prepaids and inventories) or amounts legally or contractually required to be maintained intact (e.g., principal of a permanent fund). See the Instructions tab, cell C17 for more information about the amounts that should and should not be included on this line.

**Town of Fountain Hills**  
**Tax levy and tax rate information**  
**Fiscal year 2027**

|                                                                                                                                                                                                                                                                                                                          | 2026     | 2027     |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|----------|
| 1. Maximum allowable primary property tax levy.<br>A.R.S. §42-17051(A)                                                                                                                                                                                                                                                   | \$ _____ | \$ _____ |
| 2. Amount received from primary property taxation in the <b>current year</b> in excess of the sum of that year's maximum allowable primary property tax levy.<br>A.R.S. §42-17102(A)(18)                                                                                                                                 | \$ _____ |          |
| 3. Property tax levy amounts                                                                                                                                                                                                                                                                                             |          |          |
| A. Primary property taxes                                                                                                                                                                                                                                                                                                | \$ _____ | \$ _____ |
| Property tax judgment                                                                                                                                                                                                                                                                                                    | _____    | _____    |
| B. Secondary property taxes                                                                                                                                                                                                                                                                                              | _____    | _____    |
| Property tax judgment                                                                                                                                                                                                                                                                                                    | _____    | _____    |
| C. Total property tax levy amounts                                                                                                                                                                                                                                                                                       | \$ _____ | \$ _____ |
| 4. Property taxes collected*                                                                                                                                                                                                                                                                                             |          |          |
| A. Primary property taxes                                                                                                                                                                                                                                                                                                |          |          |
| (1) <b>Current</b> year's levy                                                                                                                                                                                                                                                                                           | \$ _____ |          |
| (2) Prior years' levies                                                                                                                                                                                                                                                                                                  | _____    |          |
| (3) Total primary property taxes                                                                                                                                                                                                                                                                                         | \$ _____ |          |
| B. Secondary property taxes                                                                                                                                                                                                                                                                                              |          |          |
| (1) <b>Current</b> year's levy                                                                                                                                                                                                                                                                                           | \$ _____ |          |
| (2) Prior years' levies                                                                                                                                                                                                                                                                                                  | _____    |          |
| (3) Total secondary property taxes                                                                                                                                                                                                                                                                                       | \$ _____ |          |
| C. Total property taxes collected                                                                                                                                                                                                                                                                                        | \$ _____ |          |
| 5. Property tax rates                                                                                                                                                                                                                                                                                                    |          |          |
| A. City/Town tax rate                                                                                                                                                                                                                                                                                                    |          |          |
| (1) Primary property tax rate                                                                                                                                                                                                                                                                                            | _____    | _____    |
| Property tax judgment                                                                                                                                                                                                                                                                                                    | _____    | _____    |
| (2) Secondary property tax rate                                                                                                                                                                                                                                                                                          | _____    | _____    |
| Property tax judgment                                                                                                                                                                                                                                                                                                    | _____    | _____    |
| (3) Total city/town tax rate                                                                                                                                                                                                                                                                                             | _____    | _____    |
| B. Special assessment district tax rates                                                                                                                                                                                                                                                                                 |          |          |
| Secondary property tax rates—As of the date the proposed budget was prepared, the city/town was operating <u>one (1)</u> special assessment districts for which secondary property taxes are levied. For information pertaining to these special assessment districts and their tax rates, please contact the city/town. |          |          |

\* Includes actual property taxes collected as of the date the proposed budget was prepared, plus estimated property tax collections for the remainder of the fiscal year.

**Town of Fountain Hills**  
**Revenues other than property taxes**  
**Fiscal Year 2027**

| Source of revenues             | Estimated<br>revenues<br>2026 | Actual revenues*<br>2026 | Estimated<br>revenues<br>2027 |
|--------------------------------|-------------------------------|--------------------------|-------------------------------|
| <b>General Fund</b>            |                               |                          |                               |
| <b>Local taxes</b>             |                               |                          |                               |
| Local Sales Tax                | \$ 14,962,027                 | \$ 17,232,975            | \$ 15,268,851                 |
| Franchise Tax                  | 350,000                       | 312,482                  | 325,000                       |
| <b>Licenses and permits</b>    |                               |                          |                               |
| Business License Fees          | 114,094                       | 102,214                  | 110,000                       |
| Residential Rental License     | 28,523                        | 34,000                   | 35,000                        |
| Liquor License Fees            | 2,000                         | 4,266                    | 2,000                         |
| Building Permit Fees           | 450,000                       | 478,956                  | 450,000                       |
| Sign Permits                   | 3,350                         | 3,166                    | 3,350                         |
| Landscape Permit Fees          | 3,780                         | 2,066                    | 3,780                         |
| Subdivision Fees               | 40,000                        | 22,668                   | 40,000                        |
| Special Event Permits          | 18,100                        | 39,563                   | 30,000                        |
| Engineering Fees               | 5,900                         | 9,104                    | 10,000                        |
| Encroachment Fees              | 100,000                       | 37,113                   | 50,000                        |
| Variances                      | 5,000                         | 11,744                   | 5,000                         |
| Inspection Fees                | 35,000                        | 38,321                   | 45,000                        |
| Planning & Zoning Fees         | 20,060                        | 15,076                   | 20,060                        |
| Plan Review Fees               | 50,000                        | 31,240                   | 50,000                        |
| <b>Intergovernmental</b>       |                               |                          |                               |
| State Sales Tax                | 3,639,515                     | 3,565,712                | 3,562,041                     |
| Fire Insurance Premium Tax     | 75,000                        | 550,000                  | 330,000                       |
| Shared Income Tax              | 4,698,139                     | 4,617,595                | 4,987,436                     |
| <b>Charges for services</b>    |                               |                          |                               |
| Parks & Rec User Fees          | 260,000                       | 338,624                  | 275,000                       |
| Leases & Rents                 | 379,914                       | 406,905                  | 387,455                       |
| <b>Fines and forfeits</b>      |                               |                          |                               |
| Court Fines                    | 210,000                       | 359,303                  | 300,000                       |
| <b>Interest on investments</b> |                               |                          |                               |
| Interest on Investments        | 348,507                       | 476,573                  | 294,941                       |
| <b>In-lieu property taxes</b>  |                               |                          |                               |
| <b>Contributions</b>           |                               |                          |                               |
| Voluntary contributions        | 60,000                        | 38,184                   | 60,000                        |
| <b>Miscellaneous</b>           |                               |                          |                               |
| Miscellaneous                  | 192,980                       | 146,850                  | 155,980                       |
| <b>Total General Fund</b>      | <b>\$ 26,051,889</b>          | <b>\$ 28,874,701</b>     | <b>\$ 26,800,894</b>          |

\* 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 Fountain Hills**  
**Revenues other than property taxes**  
**Fiscal Year 2027**

| Source of revenues                      | Estimated<br>revenues<br>2026 | Actual revenues*<br>2026 | Estimated<br>revenues<br>2027 |
|-----------------------------------------|-------------------------------|--------------------------|-------------------------------|
| <b>Special revenue funds</b>            |                               |                          |                               |
| <b>Highway User Revenue Fund</b>        |                               |                          |                               |
| Highway User Tax                        | 1,890,627                     | \$ 1,713,607             | \$ 1,810,740                  |
| Vehicle License Tax                     | 1,277,830                     | 1,252,219                | 1,280,205                     |
| Local Sales Tax                         | 1,242,326                     | 1,424,328                | 1,279,231                     |
| In-Lieu Fees                            | 100,000                       |                          | 10,000                        |
| Recycle Proceeds                        | 1,000                         | 1,624                    | 1,000                         |
| Interest                                | 191,193                       | 339,725                  | 105,205                       |
| Miscellaneous                           | 30,000                        | 16,865                   | 30,000                        |
|                                         | <u>\$ 4,732,976</u>           | <u>\$ 4,748,368</u>      | <u>\$ 4,516,381</u>           |
| <b>Downtown Strategy Fund</b>           |                               |                          |                               |
| Local Sales Tax                         | 124,233                       | \$ 142,432               | \$ 127,923                    |
| Interest                                | 13,830                        | 22,054                   | 14,168                        |
|                                         | <u>\$ 138,063</u>             | <u>\$ 164,487</u>        | <u>\$ 142,091</u>             |
| <b>Economic Development Fund</b>        |                               |                          |                               |
| Local Sales Tax                         | 496,930                       | \$ 569,731               | \$ 511,692                    |
| Miscellaneous                           |                               | 1,646                    |                               |
| Interest                                | 10,766                        | 27,416                   | 13,350                        |
|                                         | <u>\$ 507,696</u>             | <u>\$ 598,793</u>        | <u>\$ 525,042</u>             |
| <b>Tourism Fund</b>                     |                               |                          |                               |
| Grants                                  | 150,000                       | \$ 126,624               | \$ 150,000                    |
| Interest                                | 3,000                         | 7,194                    | 3,126                         |
|                                         | <u>\$ 153,000</u>             | <u>\$ 133,818</u>        | <u>\$ 153,126</u>             |
| <b>Special Revenue Fund - Grants</b>    |                               |                          |                               |
| Intergovernmental-State                 | \$ 1,690,000                  | \$ 250,253               | \$ 1,750,000                  |
| Intergovernmental-Federal               | 3,000,000                     |                          |                               |
| Other                                   |                               | 113,892                  | 5,660                         |
|                                         | <u>\$ 4,690,000</u>           | <u>\$ 364,145</u>        | <u>\$ 1,755,660</u>           |
| <b>Public Art</b>                       |                               |                          |                               |
| In-Lieu Fees                            | \$ 100,000                    | \$ 24,263                | \$ 100,000                    |
| Other                                   |                               | 15,000                   |                               |
| Interest                                | 820                           | 1,632                    | 1,289                         |
|                                         | <u>\$ 100,820</u>             | <u>\$ 40,895</u>         | <u>\$ 101,289</u>             |
| <b>Court Enhancement Fund</b>           |                               |                          |                               |
| Court Enhancement/JCEF Revenue          | \$ 33,000                     | \$ 66,018                | \$ 52,000                     |
| Interest                                | 8,789                         | 10,343                   | 8,641                         |
|                                         | <u>\$ 41,789</u>              | <u>\$ 76,361</u>         | <u>\$ 60,641</u>              |
| <b>Cottonwoods Maintenance District</b> |                               |                          |                               |
| Assessments                             | \$ 11,606                     | \$ 10,448                | \$ 12,342                     |
| Interest Income                         | 400                           | 773                      | 428                           |
|                                         | <u>\$ 12,006</u>              | <u>\$ 11,221</u>         | <u>\$ 12,770</u>              |
| <b>Total special revenue funds</b>      | <u>\$ 10,376,350</u>          | <u>\$ 6,138,087</u>      | <u>\$ 7,267,000</u>           |

\* 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 Fountain Hills**  
**Revenues other than property taxes**  
**Fiscal Year 2027**

| Source of revenues                                 | Estimated<br>revenues<br>2026 | Actual revenues*<br>2026 | Estimated<br>revenues<br>2027 |
|----------------------------------------------------|-------------------------------|--------------------------|-------------------------------|
| <b>Debt service funds</b>                          |                               |                          |                               |
| <b>General Obligation Debt Service</b>             |                               |                          |                               |
| Interest Income                                    | \$ 500                        | \$ 990                   | \$ 566                        |
|                                                    | \$ 500                        | \$ 990                   | \$ 566                        |
| <b>Eagle Mountain CFD</b>                          |                               |                          |                               |
| Assessments                                        | \$                            | \$                       | \$                            |
| Interest Income                                    | \$                            | \$                       | \$                            |
|                                                    | \$                            | \$                       | \$                            |
| <b>Municipal Property Corp</b>                     |                               |                          |                               |
| Interest Income                                    | \$ 200                        | \$ 483                   | \$ 251                        |
|                                                    | \$ 200                        | \$ 483                   | \$ 251                        |
| <b>Total debt service funds</b>                    | \$ 700                        | \$ 1,473                 | \$ 817                        |
| <b>Capital projects funds</b>                      |                               |                          |                               |
| <b>Capital Projects Fund</b>                       |                               |                          |                               |
| Local Sales Tax                                    | \$ 1,188,207                  | \$ 1,283,288             | \$ 1,361,152                  |
| Grants                                             | 2,190,750                     | 1,750,000                | 1,131,250                     |
| Interest                                           | 170,000                       | 335,158                  | 175,666                       |
|                                                    | \$ 3,548,957                  | \$ 3,368,446             | \$ 2,668,068                  |
| <b>Fire Development Fee Fund</b>                   |                               |                          |                               |
| Development Fees                                   | \$ 17,228                     | \$ 11,281                | \$ 164,445                    |
| Interest Income                                    | 4,102                         | 7,439                    | 4,173                         |
|                                                    | \$ 21,330                     | \$ 18,721                | \$ 168,618                    |
| <b>Streets Development Fee Fund</b>                |                               |                          |                               |
| Development Fees                                   | \$ 266,141                    | \$ 183,110               | \$ 380,179                    |
| Interest Income                                    | 15,227                        | 34,705                   |                               |
|                                                    | \$ 281,368                    | \$ 217,815               | \$ 380,179                    |
| <b>Parks &amp; Recreation Development Fee Fund</b> |                               |                          |                               |
| Development Fees                                   | \$ 224,096                    | \$ 134,637               | \$ 448,240                    |
| Interest Income                                    | 13,632                        | 17,812                   | 26,872                        |
|                                                    | \$ 237,728                    | \$ 152,449               | \$ 475,112                    |
| <b>Total capital projects funds</b>                | \$ 4,089,383                  | \$ 3,757,430             | \$ 3,691,977                  |

\* 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 Fountain Hills**  
**Revenues other than property taxes**  
**Fiscal Year 2027**

| Source of revenues            | Estimated<br>revenues<br>2026 | Actual revenues*<br>2026 | Estimated<br>revenues<br>2027 |
|-------------------------------|-------------------------------|--------------------------|-------------------------------|
| <b>Permanent funds</b>        |                               |                          |                               |
| N/A                           | \$                            | \$                       | \$                            |
|                               | \$                            | \$                       | \$                            |
| <b>Total permanent funds</b>  | \$                            | \$                       | \$                            |
| <b>Enterprise funds</b>       |                               |                          |                               |
| N/A                           | \$                            | \$                       | \$                            |
|                               | \$                            | \$                       | \$                            |
| <b>Total enterprise funds</b> | \$                            | \$                       | \$                            |

\* 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 Fountain Hills**  
**Revenues other than property taxes**  
**Fiscal Year 2027**

| Source of revenues                  | Estimated<br>revenues<br>2026 | Actual revenues*<br>2026 | Estimated<br>revenues<br>2027 |
|-------------------------------------|-------------------------------|--------------------------|-------------------------------|
| <b>Internal service funds</b>       |                               |                          |                               |
| <b>Facilities Reserve Fund</b>      |                               |                          |                               |
| Interest Income                     | 140,000                       | 331,796                  | 144,302                       |
|                                     | \$ 140,000                    | \$ 331,796               | \$ 144,302                    |
| <b>Technology Replacement Fund</b>  |                               |                          |                               |
| Internal Service Charges            | \$ 65,511                     | \$ 65,508                | \$ 65,511                     |
| Interest Income                     |                               | 7,605                    |                               |
|                                     | \$ 65,511                     | \$ 65,508                | \$ 65,511                     |
| <b>Vehicle Replacement Fund</b>     |                               |                          |                               |
| Vehicle Replacement Charges         | \$ 368,337                    | \$ 379,472               | \$ 458,050                    |
| Interest Income                     | 49,052                        | 111,223                  | 49,052                        |
|                                     | \$ 417,389                    | \$ 490,695               | \$ 507,102                    |
| <b>Total internal service funds</b> | \$ 622,900                    | \$ 887,999               | \$ 716,915                    |
| <b>Total all funds</b>              | \$ 41,141,222                 | \$ 39,659,690            | \$ 38,477,603                 |

\* 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 Fountain Hills**  
**Other financing sources/(uses) and interfund transfers**  
**Fiscal year 2027**

| Fund                                | Other financing<br>2027 |        | Interfund transfers<br>2027 |              |
|-------------------------------------|-------------------------|--------|-----------------------------|--------------|
|                                     | Sources                 | (Uses) | In                          | (Out)        |
| <b>General Fund</b>                 |                         |        |                             |              |
| General Fund                        | \$                      | \$     | \$ 35,000                   | \$           |
| <b>Total General Fund</b>           | \$                      | \$     | \$ 35,000                   | \$           |
| <b>Special revenue funds</b>        |                         |        |                             |              |
| Streets Fund                        | \$                      | \$     | \$                          |              |
| Court Enhancement Fund              |                         |        |                             | 35,000       |
| Downtown Strategy Fund              |                         |        |                             |              |
| Economic Dev Fund                   |                         |        |                             | 150,000      |
| Tourism Fund                        |                         |        | 150,000                     |              |
| <b>Total special revenue funds</b>  | \$                      | \$     | \$ 150,000                  | \$ 185,000   |
| <b>Debt service funds</b>           |                         |        |                             |              |
| N/A                                 | \$                      | \$     | \$                          | \$           |
| <b>Total debt service funds</b>     | \$                      | \$     | \$                          | \$           |
| <b>Capital projects funds</b>       |                         |        |                             |              |
| Capital Projects Fund               | \$                      | \$     | \$ 3,300,000                |              |
| Parks & Rec Development Fee Fund    |                         |        |                             | 1,600,000    |
| Streets Development Fee Fund        |                         |        |                             | 300,000      |
| <b>Total capital projects funds</b> | \$                      | \$     | \$ 3,300,000                | \$ 1,900,000 |
| <b>Permanent funds</b>              |                         |        |                             |              |
| N/A                                 | \$                      | \$     | \$                          | \$           |
| <b>Total permanent funds</b>        | \$                      | \$     | \$                          | \$           |
| <b>Enterprise funds</b>             |                         |        |                             |              |
| N/A                                 | \$                      | \$     | \$                          | \$           |
| <b>Total enterprise funds</b>       | \$                      | \$     | \$                          | \$           |
| <b>Internal service funds</b>       |                         |        |                             |              |
| Facilities Reserve Fund             | \$                      | \$     | \$                          | 1,400,000    |
| Technology Replacement Fund         |                         |        |                             |              |
| Vehicle Replacement Fund            |                         |        |                             |              |
| <b>Total Internal Service Funds</b> | \$                      | \$     | \$                          | \$ 1,400,000 |
| <b>Total all funds</b>              | \$                      | \$     | \$ 3,485,000                | \$ 3,485,000 |

**Town of Fountain Hills**  
**Expenditures/expenses by fund**  
**Fiscal year 2027**

| Fund/Department                     | Adopted<br>budgeted<br>expenditures/<br>expenses | Expenditure/<br>expense<br>adjustments<br>approved | Actual<br>expenditures/<br>expenses* | Budgeted<br>expenditures/<br>expenses |
|-------------------------------------|--------------------------------------------------|----------------------------------------------------|--------------------------------------|---------------------------------------|
|                                     | 2026                                             | 2026                                               | 2026                                 | 2027                                  |
| <b>General Fund</b>                 |                                                  |                                                    |                                      |                                       |
| Mayor & Town Council                | \$ 73,455                                        | \$                                                 | 59,321                               | \$ 80,442                             |
| Administration                      | 3,252,618                                        |                                                    | 3,071,511                            | 3,459,977                             |
| General Government                  | 1,899,944                                        | (75,473)                                           | 752,453                              | 1,745,819                             |
| Municipal Court                     | 548,969                                          |                                                    | 525,869                              | 574,919                               |
| Public Works                        | 2,488,886                                        | 100,000                                            | 2,091,724                            | 2,516,325                             |
| Development Services                | 1,532,513                                        | (100,000)                                          | 1,328,554                            | 1,568,863                             |
| Community Services                  | 4,427,565                                        | 52,995                                             | 4,015,101                            | 4,580,916                             |
| Fire & Emergency Medical            | 5,966,584                                        |                                                    | 5,776,771                            | 6,477,777                             |
| Law Enforcement                     | 5,861,005                                        |                                                    | 5,813,140                            | 5,795,856                             |
| <b>Total General Fund</b>           | <b>\$ 26,051,539</b>                             | <b>\$ (22,478)</b>                                 | <b>\$ 23,434,444</b>                 | <b>\$ 26,800,894</b>                  |
| <b>Special revenue funds</b>        |                                                  |                                                    |                                      |                                       |
| Streets Fund                        | \$ 7,244,627                                     | \$ 1,150,000                                       | 7,555,164                            | 8,269,842                             |
| Downtown Strategy Fund              | 165,200                                          | 15,000                                             | 135,703                              | 240,200                               |
| Economic Development Fund           | 471,378                                          |                                                    | 448,588                              | 503,234                               |
| Tourism Fund                        | 333,425                                          |                                                    | 328,575                              | 325,756                               |
| Special Revenue Fund                | 4,690,000                                        | (525,000)                                          | 333,410                              | 1,755,660                             |
| Public Art Fund                     | 40,214                                           |                                                    | 47,611                               | 42,777                                |
| Court Enhancement Fund              | 77,500                                           |                                                    | 29,645                               | 87,500                                |
| Cottonwoods Maint District          | 15,605                                           |                                                    | 7,911                                | 16,341                                |
| <b>Total special revenue funds</b>  | <b>\$ 13,037,949</b>                             | <b>\$ 640,000</b>                                  | <b>\$ 8,886,607</b>                  | <b>\$ 11,241,310</b>                  |
| <b>Debt service funds</b>           |                                                  |                                                    |                                      |                                       |
| General Obligation Bonds            | \$ 350                                           | \$                                                 |                                      | 350                                   |
| Eagle Mountain CFD                  | 200                                              |                                                    |                                      |                                       |
| Municipal Property Corp             | 510                                              |                                                    | 10                                   | 510                                   |
| <b>Total debt service funds</b>     | <b>\$ 1,060</b>                                  | <b>\$</b>                                          | <b>\$ 10</b>                         | <b>\$ 860</b>                         |
| <b>Capital projects funds</b>       |                                                  |                                                    |                                      |                                       |
| Capital Projects                    | \$ 12,712,800                                    | \$ (625,000)                                       | 8,057,323                            | 11,000,000                            |
| Fire/Emergency Dev Fee              | 1,964                                            | 2,491                                              | 2,491                                | 4,000                                 |
| Streets Dev Fee                     | 31,146                                           | 2,496                                              | 2,496                                | 4,000                                 |
| Park/Rec Dev Fee                    | 30,840                                           | 2,491                                              | 2,491                                | 4,000                                 |
| <b>Total capital projects funds</b> | <b>\$ 12,776,750</b>                             | <b>\$ (617,522)</b>                                | <b>\$ 8,064,801</b>                  | <b>\$ 11,012,000</b>                  |
| <b>Permanent funds</b>              |                                                  |                                                    |                                      |                                       |
| N/A                                 | \$                                               | \$                                                 | \$                                   | \$                                    |
| <b>Total permanent funds</b>        | <b>\$</b>                                        | <b>\$</b>                                          | <b>\$</b>                            | <b>\$</b>                             |
| <b>Enterprise funds</b>             |                                                  |                                                    |                                      |                                       |
| N/A                                 | \$                                               | \$                                                 | \$                                   | \$                                    |
| <b>Total enterprise funds</b>       | <b>\$</b>                                        | <b>\$</b>                                          | <b>\$</b>                            | <b>\$</b>                             |
| <b>Internal service funds</b>       |                                                  |                                                    |                                      |                                       |
| Facilities Reserve Fund             | \$ 1,000,000                                     | \$                                                 | 701,840                              | 600,000                               |
| Technology Replacement Fund         | 50,000                                           |                                                    | 43,947                               | 50,000                                |
| Vehicle Replacement Fund            | 479,100                                          |                                                    | 328,493                              | 580,000                               |
| <b>Total internal service funds</b> | <b>\$ 1,529,100</b>                              | <b>\$</b>                                          | <b>1,074,280</b>                     | <b>1,230,000</b>                      |
| <b>Total all funds</b>              | <b>\$ 53,396,398</b>                             | <b>\$</b>                                          | <b>\$ 41,460,142</b>                 | <b>\$ 50,285,064</b>                  |

\* 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 Fountain Hills**  
**Expenditures/expenses by department**  
**Fiscal year 2027**

|                                     | Adopted<br>budgeted<br>expenditures/<br>expenses | Expenditure/<br>expense<br>adjustments<br>approved | Actual<br>expenditures/<br>expenses* | Budgeted<br>expenditures/<br>expenses |
|-------------------------------------|--------------------------------------------------|----------------------------------------------------|--------------------------------------|---------------------------------------|
| Department/Fund                     | 2026                                             | 2026                                               | 2026                                 | 2027                                  |
| <b>Mayor &amp; Council</b>          |                                                  |                                                    |                                      |                                       |
| General Fund                        | \$ 73,455                                        | \$                                                 | \$ 59,321                            | \$ 80,442                             |
| <b>Department total</b>             | <u>\$ 73,455</u>                                 | <u>\$</u>                                          | <u>\$ 59,321</u>                     | <u>\$ 80,442</u>                      |
| <b>Administration</b>               |                                                  |                                                    |                                      |                                       |
| General Fund                        | \$ 3,252,618                                     | \$                                                 | 3,071,511                            | 3,459,977                             |
| Downtown Strategy Fund              | 165,200                                          |                                                    | 135,703                              | 240,200                               |
| Economic Development Fund           | 471,378                                          |                                                    | 448,588                              | 503,234                               |
| Tourism Fund                        | 333,425                                          |                                                    | 328,575                              | 325,756                               |
| Special Revenue Fund                | 4,690,000                                        |                                                    | 30,636                               | 1,750,000                             |
| General Obligation Debt             | 350                                              |                                                    |                                      | 350                                   |
| Eagle Mountain CFD                  | 200                                              |                                                    |                                      |                                       |
| Municipal Property Corp             | 510                                              |                                                    | 10                                   | 510                                   |
| Cottonwoods Maint District          | 15,605                                           |                                                    | 7,911                                | 16,341                                |
| Capital Projects                    | 1,167,800                                        |                                                    | 543,741                              | 3,700,000                             |
| <b>Department total</b>             | <u>\$ 10,097,086</u>                             | <u>\$</u>                                          | <u>\$ 4,566,676</u>                  | <u>\$ 9,996,368</u>                   |
| <b>General Government</b>           |                                                  |                                                    |                                      |                                       |
| General Fund                        | \$ 1,899,944                                     | \$                                                 | 752,453                              | 1,745,819                             |
| Technology Replacement              | 50,000                                           |                                                    | 43,947                               | 50,000                                |
| Vehicle Replacement                 | 415,000                                          |                                                    | 271,165                              | 465,000                               |
| <b>Department total</b>             | <u>\$ 2,364,944</u>                              | <u>\$</u>                                          | <u>\$ 1,067,565</u>                  | <u>\$ 2,260,819</u>                   |
| <b>Municipal Court</b>              |                                                  |                                                    |                                      |                                       |
| General Fund                        | \$ 548,969                                       | \$                                                 | 525,869                              | 574,919                               |
| Court Enhancement Fund              | 77,500                                           |                                                    | 29,645                               | 87,500                                |
| <b>Department total</b>             | <u>\$ 626,469</u>                                | <u>\$</u>                                          | <u>\$ 555,513</u>                    | <u>\$ 662,419</u>                     |
| <b>Public Works</b>                 |                                                  |                                                    |                                      |                                       |
| General Fund                        | \$ 2,488,886                                     | \$                                                 | 2,091,724                            | 2,516,325                             |
| Streets Fund                        | 7,244,627                                        |                                                    | 7,555,164                            | 8,269,842                             |
| Special Revenue Fund                |                                                  |                                                    | 900                                  |                                       |
| Capital Projects                    | 9,950,000                                        |                                                    | 6,636,331                            | 3,100,000                             |
| Facilities Reserve Fund             | 1,000,000                                        |                                                    | 701,840                              | 600,000                               |
| Vehicle Replacement                 | 64,100                                           |                                                    | 57,328                               | 115,000                               |
| Streets Development Fees            | 31,146                                           |                                                    | 2,496                                | 4,000                                 |
| <b>Department total</b>             | <u>\$ 20,747,613</u>                             | <u>\$</u>                                          | <u>\$ 17,045,783</u>                 | <u>\$ 14,605,167</u>                  |
| <b>Development Services</b>         |                                                  |                                                    |                                      |                                       |
| General Fund                        | \$ 1,532,513                                     | \$                                                 | 1,328,554                            | 1,568,863                             |
| <b>Department total</b>             | <u>\$ 1,532,513</u>                              | <u>\$</u>                                          | <u>\$ 1,328,554</u>                  | <u>\$ 1,568,863</u>                   |
| <b>Community Services</b>           |                                                  |                                                    |                                      |                                       |
| General Fund                        | \$ 4,427,565                                     | \$                                                 | 4,015,101                            | 4,580,916                             |
| Special Revenue Fund                |                                                  |                                                    | 301,874                              | 5,660                                 |
| Public Art Fund                     | 40,214                                           |                                                    | 47,611                               | 42,777                                |
| Capital Projects                    | 1,595,000                                        |                                                    | 877,250                              | 4,200,000                             |
| Parks/Rec Development Fees          | 30,840                                           |                                                    | 2,491                                | 4,000                                 |
| <b>Department total</b>             | <u>\$ 6,093,619</u>                              | <u>\$</u>                                          | <u>\$ 5,244,327</u>                  | <u>\$ 8,833,353</u>                   |
| <b>Fire &amp; Emergency Medical</b> |                                                  |                                                    |                                      |                                       |
| General Fund                        | \$ 5,966,584                                     | \$                                                 | 5,776,771                            | 6,477,777                             |
| Fire/EMS Development Fees           | 1,964                                            |                                                    | 2,491                                | 4,000                                 |
| <b>Department total</b>             | <u>\$ 5,966,584</u>                              | <u>\$</u>                                          | <u>\$ 5,779,262</u>                  | <u>\$ 6,481,777</u>                   |
| <b>Law Enforcement</b>              |                                                  |                                                    |                                      |                                       |
| General Fund                        | \$ 5,861,005                                     | \$                                                 | 5,813,140                            | 5,795,856                             |
| <b>Department total</b>             | <u>\$ 5,861,005</u>                              | <u>\$</u>                                          | <u>\$ 5,813,140</u>                  | <u>\$ 5,795,856</u>                   |

\* 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 Fountain Hills**  
**Full-time employees and personnel compensation**  
**Fiscal year 2027**

|                                     | Full-time<br>equivalent (FTE) | Employee salaries<br>and hourly costs | Retirement costs | Healthcare costs | Other benefit<br>costs | Total estimated<br>personnel<br>compensation |
|-------------------------------------|-------------------------------|---------------------------------------|------------------|------------------|------------------------|----------------------------------------------|
| Fund                                | 2027                          | 2027                                  | 2027             | 2027             | 2027                   | 2027                                         |
| General Fund                        | 106.75                        | 9,925,941                             | 1,019,460        | 1,106,489        | 569,025                | 12,620,915                                   |
| <b>Special revenue funds</b>        |                               |                                       |                  |                  |                        |                                              |
| Streets Fund                        | 7.05                          | 575,022                               | 65,473           | 94,959           | 57,211                 | 792,665                                      |
| Economic Development Fund           | 2.00                          | 256,060                               | 28,348           | 18,666           | 8,017                  | 311,091                                      |
| <b>Total special revenue funds</b>  | 9.05                          | \$ 831,082                            | \$ 93,821        | \$ 113,625       | \$ 65,228              | \$ 1,103,756                                 |
| <b>Debt service funds</b>           |                               |                                       |                  |                  |                        |                                              |
|                                     |                               | \$                                    | \$               | \$               | \$                     | \$                                           |
|                                     |                               |                                       |                  |                  |                        |                                              |
| <b>Total debt service funds</b>     |                               | \$                                    | \$               | \$               | \$                     | \$                                           |
| <b>Capital projects funds</b>       |                               |                                       |                  |                  |                        |                                              |
|                                     |                               | \$                                    | \$               | \$               | \$                     | \$                                           |
|                                     |                               |                                       |                  |                  |                        |                                              |
| <b>Total capital projects funds</b> |                               | \$                                    | \$               | \$               | \$                     | \$                                           |
| <b>Permanent funds</b>              |                               |                                       |                  |                  |                        |                                              |
|                                     |                               | \$                                    | \$               | \$               | \$                     | \$                                           |
|                                     |                               |                                       |                  |                  |                        |                                              |
| <b>Total permanent funds</b>        |                               | \$                                    | \$               | \$               | \$                     | \$                                           |
| <b>Enterprise funds</b>             |                               |                                       |                  |                  |                        |                                              |
|                                     |                               | \$                                    | \$               | \$               | \$                     | \$                                           |
|                                     |                               |                                       |                  |                  |                        |                                              |
| <b>Total enterprise funds</b>       |                               | \$                                    | \$               | \$               | \$                     | \$                                           |
| <b>Internal service funds</b>       |                               |                                       |                  |                  |                        |                                              |
|                                     |                               | \$                                    | \$               | \$               | \$                     | \$                                           |
|                                     |                               |                                       |                  |                  |                        |                                              |
| <b>Total internal service fund</b>  |                               | \$                                    | \$               | \$               | \$                     | \$                                           |
| <b>Total all funds</b>              | 115.80                        | \$ 10,757,023                         | \$ 1,113,281     | \$ 1,220,114     | \$ 634,253             | \$ 13,724,671                                |