



**PUBLIC NOTICE
THE ELOY CITY COUNCIL
Meets
SATURDAY, FEBRUARY 3, 2024
9:00 AM
ELOY CITY COMMUNITY ROOM
595 NORTH C STREET
ELOY, ARIZONA 85131
For a
COUNCIL BUDGET RETREAT**

AGENDA

- I. Call to Order**
- II. Roll Call**
- III. Pledge of Allegiance**
- IV. Unscheduled Public Appearances**
- V. Discussion Items**
 - A. City Council FY2024-2025 Budget Retreat
- VI. Adjournment**

POSTED BY 3:00 P.M., JANUARY 31, 2024, AT ELOY CITY HALL, ELOY POST OFFICE, AND CITY WEBSITE: www.elayaz.gov

THE FACILITY WILL BE OPEN TO THE PUBLIC 30 MINUTES PRIOR TO THE START OF THE MEETING AND SEATING WILL BE AVAILABLE FOR "REASONABLY ANTICIPATED ATTENDANCE."

Mary Myers, MMC, CPM
City Clerk

INDIVIDUALS WITH SPECIAL ACCESSIBILITY NEEDS MAY CONTACT LORENA LaSALDE-RIOS, ADA COORDINATOR FOR THE CITY OF ELOY AT 520-466-9201 OR 520-466-7455 (TDD). IF POSSIBLE, SUCH REQUESTS SHOULD BE MADE 72 HOURS IN ADVANCE. ONE OR MORE MEMBERS OF THE COUNCIL AND/OR STAFF MAY PARTICIPATE BY TELEPHONIC OR VIDEO MEANS.

CITY OF ELOY

REQUEST FOR COUNCIL ACTION

Agenda Item: **V.A.**

Date: **2/3/2024**

Date submitted:
01/30/2024

Action: Other

Subject: City Council FY2024-2025
Budget Retreat

Date requested:
2/3/2024

TO: Mayor and City Council

FROM: David Malewitz, City Manager

RECOMMENDATION:

No recommendation. For discussion purposes only.

DISCUSSION:

The 2024 City Council Budget Retreat will begin at 9:00 a.m. and conclude at 1:00 p.m. on Saturday, February 3, 2024.

The purpose of the budget retreat is to engage the city council and members of the City of Eloy leadership team with a meaningful discussion focusing on a review of the current budget year followed by an in-depth conversation on revenue projections for the preceding year and an overview of the five-year Capital Improvements Plan for FY2025-2029.

AGENDA:

- I. Welcome
- II. Budget Retreat Goals
- III. Review of the Council Budget Calendar
- IV. Capital Improvement Projects Update for FY 2023-2024 Projects
- V. Financial Review of FY 2023-2024 Budget Year
- VI. 15-Minute Break
- VII. Revenue Projections and Funding Sources for FY 2024-2025
- VIII. Discuss Proposal for Secondary Property Tax
- IX. Lunch
- X. Overview of FY2024-2029 5yr. Capital Improvement Plan
- XI. Open Discussion & Brainstorming
- XII. Summarization and Council Prioritizations for FY2024-2025 Budget
- XIII. Retreat Concludes

FISCAL IMPACT:

None

Approved as to Form:

A handwritten signature in blue ink, appearing to read "Stephen R. Cooper", is written over a solid black horizontal line.

Stephen R. Cooper, City Attorney

BUDGET CALENDAR

CITY OF ELOY - BUDGET CALENDAR 2024 - 2025							
CRITICAL BUDGET EVENTS	January	February	March	April	May	June	July
Hold City Council Budget Study Session - from 9a-1pm (Tentative)		February 3					
Send letters out to organizations seeking Outreach Program Funding. Staff will review applications and bring recommendations to Council in April.		February - April					
Hold City Council Budget Study Session - Revenue Projections, Capital Improvement Program, Property Taxes, and Utility Charges held at 6 pm				April 1			
City Council budget work sessions with City Manager, Assistant City Manager and Finance Director					May 6-10		
City Council budget work session. Present budget to Council at Special Council Meeting					May 20 & 21		
Adoption of the Tentative budget						June 10	
First publication of tentative budget, Truth in Taxation, and notice of public hearing – (Not less than fourteen nor more than twenty days before tax levy hearing).						June 13	
Second publication of tentative budget, Truth in Taxation, and notice of public hearing (Not less than seven nor more than ten days before tax levy hearing).						June 20	
Hold public hearing on budget and property tax levy - "Truth in Taxation" - Special Council meeting on June 27th						June 27	
Adoption of final budget - Special Council Meeting on June 27th at 6 pm						June 27	
Adoption of property tax levy							July 8

**Capital Projects for FY 2023 - 2024
As of December 31, 2023**

Public Works Capital Projects List				
Capital Project Description	Budget	YTD Actual	Capital Project Status	
Sunland Gin and Arica Improvement	\$ 500,000	\$ 17,523	Contract executed with Sunrise Engineering. Design is at approximately 60%.	
Pavement Preservation Project	\$ 1,000,000	\$ -	The project is completed. Invoice in the process of payment	
Striping	\$ 50,000	\$ -	Currently working on quotes for Frontier St. and school crosswalks	
Stuart Blvd Pavement Overlay	\$ 300,000	\$ -	The project is completed. Invoice in the process of payment	
Repair Battaglia Rd Culverts	\$ 15,000	\$ -	Not started.	
Frontier and Main Phase I-Sign	\$ 350,000	\$ 167,904	Final striping on 1/10/24. Punchlist items/final completion anticipated no later than 1/26/24	
Trailer for Transporting	\$ 20,000	\$ 19,807	Capital Purchased Complete	
GIS Plotter/Scanner	\$ 20,000	\$ 9,770	On order, waiting for delivery	
Rehabilitate Well Site No. 5	\$ 357,435	\$ -	Substantially complete. Final Completion should be by February 2024.	
Security Fence for Well 5	\$ 26,525	\$ -	Substantially complete. Final Completion should be by February 2024.	
Sand Separator-Well 3	\$ 48,780	\$ 26,340	Substantially complete. Final Completion should be by February 2024.	
Solar Panels for Water	\$ 457,750	\$ 247,186	Substantially complete. Final Completion should be by February 2024.	
Solar Panels for the WW Plant	\$ 1,469,745	\$ 502,653	Substantially complete. Final Completion should be by February 2024.	

Capital Projects for FY 2023 - 2024
As of December 31, 2023

WWTP Air Blowers	\$	1,748,525	\$	1,101,571	Substantially complete. Final Completion should be by February 2024.
Aeration Basin/Electrical	\$	129,285	\$	93,086	Substantially complete. Final Completion should be by February 2024.
Rehabilitate Reservoir Pump 2	\$	650,000	\$	-	On-going working with Westland Resources. Still needs to go out for bid. Project will possibly be completed this fiscal year.
Install New Fire Hydrants	\$	50,000	\$	-	Received updated quotes. Will go council for approval on January 22, then schedule construction
Houser Road Waterline Construc	\$	315,000	\$	-	Lacking 2 signatures for Houser Road. Project will be ready to bid. Completed before June 2024 with proposal from Ellison-Mills for \$595K.
3rd Place Water Line Extension	\$	50,000	\$	-	Not completed. Need additional funding for engineering. Will not be completed this fiscal year
Valve Replacement	\$	25,000	\$	-	On-going- 12" Insta-valve on Toltec Rd. next in line. Currently awaiting a quote with project will be completed before June 2024.
Replace Waterlines in City	\$	150,000	\$	72,014	On-going- with anticipate projects completed before June 2024
Construct Airport Water Line	\$	50,000	\$	-	Not started; need engineering design. Not likely to be completed by June 2024
Water Resource Plan Study	\$	150,000	\$	33,576	In process. Should be completed by December 2023.
Tryon Avenue Water Line	\$	75,000	\$	-	Not started
Water Extent.-Battaglia Sect E	\$	150,000	\$	-	Need Engineering design; not started yet.

Capital Projects for FY 2023 - 2024
As of December 31, 2023

Water Extent-La Palma Sect E	\$	150,000	\$	-	Need Engineering design; not started yet.
Sunland Gin Sewer Lift Station	\$	-	\$	-	Need Engineering design; not started yet.
New Flow meters at City Lift	\$	40,000	\$	-	On-going with expected delivery and installation before June 2024.
Portable Flow Meter for sewer	\$	20,000	\$	-	On-going with expected delivery and put into service before March 2024.
Easement for Private Crossings	\$	30,000	\$	-	In process with Eleven Mile Corner Sewer design. Should by February 2024
11 Mile Corner Exten-Sect E	\$	720,000	\$	70,136	In process with design completed probably by February 2024. Will require ADEQ Approval to Discharge, construction probably in FY 24-25.
Vermeer E550 Hydro Excavator	\$	100,000	\$	-	Completed purchased but not paid yet
2 Ton Portable Aluminum Gantry	\$	8,500	\$	9,220	Completed- purchased
Sewer Main Extension in Toltec	\$	50,000	\$	-	Not completed. Needs engineer design. Need to reevaluate this project
Pump Replacement- Lift Station	\$	130,000	\$	-	Not Completed -On-going. Will have all quotes by January 24
New Manhole Installations	\$	120,000	\$	-	Emergency installation on Washington St scheduled for 1/18/24.
Sludge Handling Belt Press	\$	-	\$	89,457	On -going. Belt press was delivered and is at the WWTP waiting on installation and design modification of feed lines
Rehabilitate existing manholes	\$	125,000	\$	-	On-going- working with Simon Sewer Inc.

**Capital Projects for FY 2023 - 2024
As of December 31, 2023**

Wastewater Master Plan Update	\$	150,000	\$	15,786	Update at the Council on January 22, with the final draft to be presented to Council in February for adoption.
Portable Sewer Pump	\$	20,000	\$	-	Not started - need additional funding. Average cost 55K
Sewer Line Expansion-Section E	\$	1,000,000	\$	-	Need Engineering design; not started yet.
Scraper Engine/Transmission	\$	100,000	\$	-	In process. Rental delivered by Empire for continued operations during the repairs.
Total Public Works CIP	\$	10,921,545	\$	2,476,030	



Public Safety Capital Projects List

Capital Project Description	Budget	YTD Actual	Capital Project Status
Equipment for Patrol Cars	\$ 120,000	\$ -	Vehicles received, up-fit will go before Council for consideration on 2/22/2024 meeting.
Police Radio Improvements	\$ 24,870	\$ 2,663	Continuing to wait for invoice for back ordered piece of equipment, project complete after invoice received and paid
Administrative Police-Replace	\$ 20,000	\$ -	Vehicles received 1/24, up-fit being scheduled w/MHQ
Enhanced Crime Prevention	\$ -	\$ 3,854	This project is complete.
Firearms Range Improvements	\$ 99,665	\$ 16,681	On-going, awaiting quotes on enclosed range trailer, and light tower trailer (1/11/24)
Training Facility Upgrade	\$ 300,000	\$ -	Pending completed purchase of building by City- Rolled over to FY 24-25, not started.
EOC Technology Upgrades	\$ 10,000	\$ -	Rolled over to FY 24-25, not started.

**Capital Projects for FY 2023 - 2024
As of December 31, 2023**

Defensive Tactics Equipment	\$	30,000	\$	-	Rolled over to FY 24-25, not started.
Call Handling/CAD Interface	\$	75,000	\$	-	Agreement signed, kickoff call scheduled in late January for implementation.
Total Public Safety CIP	\$	679,535	\$	23,199	

Community Development Capital Projects List

Capital Project Description	Budget	YTD Actual	Capital Project Status
Downtown Master Plan	\$ 55,000	\$ -	Project is on hold. Will roll-over to 24-25 to complete
Building Permit Software	\$ 100,000	\$ -	Working with Iworq's for new Permit Software with implmentation by 6/24
Economic Develop Plan Update	\$ 60,000	\$ -	Project is on hold. Will roll-over to 24-25 to complete
Frontier Street Community Tree	\$ 200,000	\$ 181,532	Project is complete
Shedd Road Median Landscape	\$ 600,000	\$ -	Project is on hold. Will roll-over to 24-25 to complete
Total Community Development CIP	\$ 1,015,000	\$ 181,532	

Community Services Capital Projects List

Capital Project Description	Budget	YTD Actual	Capital Project Status
Senior Center Improvements	\$ 40,000	\$ -	Met with Danson Construction to discuss project. Waiting for cost estimate with estimated Completion by 6/24
City Hall Emergency Generator	\$ 300,000	\$ -	Met with electrical contractors and requesting to roll over funding \$350,000 in FY 24/25 to complete project.

**Capital Projects for FY 2023 - 2024
As of December 31, 2023**

Electrical Upgrade PD facility	\$	50,000	\$	1,280	Signed agreement with estimated completion date of project: 5/30/2024.
Bench Replacement in Parks	\$	15,000	\$	-	Benches have been ordered, and should be delivered in the next 4 to 5 weeks.
Trekell Park Field Light	\$	300,000	\$	-	Project was approved by City council. Estimated Completion Date: 5/1/2024
Court Roof and HVAC Repair	\$	60,000	\$	-	Purchase of new AC unit with apron and awaiting installation. Met with roofing contractors to evaluate condition of roof. Estimated completion date: 6/24
Cemetery Capital Improvements	\$	60,000	\$	-	Received proposal from Sunland Asphalt. Will be bringing the agreement to City Council for approval. In Jan/Feb
Total Community Services CIP	\$	825,000	\$	1,280	

Administration Capital Projects List				
Capital Project Description	Budget	YTD Actual	Capital Project Status	
Install Fiber to Court	\$ 10,000	\$ -	Waiting for APS to give confirmation to attach Fiber to poles. Project will be complete by 4/24	
Audio/Visual Equipment for C.H	\$ -	\$ 38,131	Project was funded in FY 22-23, but the final billing happened after the fiscal deadline. Funds are available for this project.	
Total Administration CIP	\$ 10,000	\$ 38,131		
TOTAL CAPITAL PROJECTS	\$ 13,451,080	\$ 2,720,172		



Fiscal Year 2023 - 2024

First Quarter Financial Report

For the Period Ending September 30, 2023

CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023

INTRODUCTION

The Finance Department has prepared the quarterly financial report to provide the community, Council, and the organization with an overview of financial information and open transparency.

The primary information provided in the quarterly report is a comparison of the annual budget amounts to actual revenues and expenditures for operating departments. Also included are prior-year comparisons in some areas. All financial information is preliminary, unaudited information reported from the municipal financial system as of the report date. Seasonal variations or actual revenue occurrences in municipal operations may affect the proportion of revenues achieved or expenditures incurred to date.

Notable Updates for this quarter include the following:

Personnel -Vacancies

- Public Safety - 2 Officers, 1 Grant Officer, 1 Admin Assistant, 1 Dispatcher and 1 Chief of Police
- Public Works – 1 Chief Plant Operator and 1 Streets Operator
- Community Services – 2 Recreation Leaders and 1 Library Technician
- Magistrate Court – 1 Court Clerk
- Community Development – 1 Admin Assistant, 1 Chief Building Official, 1 Community Dev. Director

Departmental Quarterly Highlights

❖ Police Department

	Traffic Stops	Criminal Citations	Traffic Citations	Municipal Citations
July - Sept 2023	738	96	425	3
July - Sept 2022	996	343	582	8

❖ Community Services

	Senior Meals	Online Activities	Library Programs	Special Events	After School Program Participants per month
July - Sept 2023	848	126	238	513	19
July - Sept 2022	600	101	323	478	25

❖ Community Development

	New Home Permits	Open Code Violations	Closed Code Violations	Number of Inspections
July - Sept 2023	44and	86	164	940
July - Sept 2022	65	89	198	1,310

❖ Finance Department

	Work Orders	Turn-Offs for non-payment	Amount of A/P Checks	Processed Purchase Orders
July - Sept 2023	691	172	\$4,313,413	1,109
July - Sept 2022	537	151	\$3,161,309	1,008

❖ Public Works has conducted the following:

- Vehicle Maintenance completed 469 work orders and daily reports on the upkeep of the City Fleet.
- Streets Department - Pothole repairs on Selma Hwy., Curry Rd., Estrella Rd., Harmon Rd., Arica Rd., and Toltec Rd., continue weed control, 7 tons of materials used to patch repairs on C St.
- Water Department – Solar Panels/canopy complete at Well 3, with wiring and controls still needing to be installed. Completed 45 water line leak repairs.
- Wastewater Department – Solar Panels, Blowers, and Air-line Projects are still ongoing. Jet vac 2,500 ft of sewer line throughout the City.
- Sanitation Department - collected 3,075 tons of solid waste. The scraper is out of operation, waiting for parts.

CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023

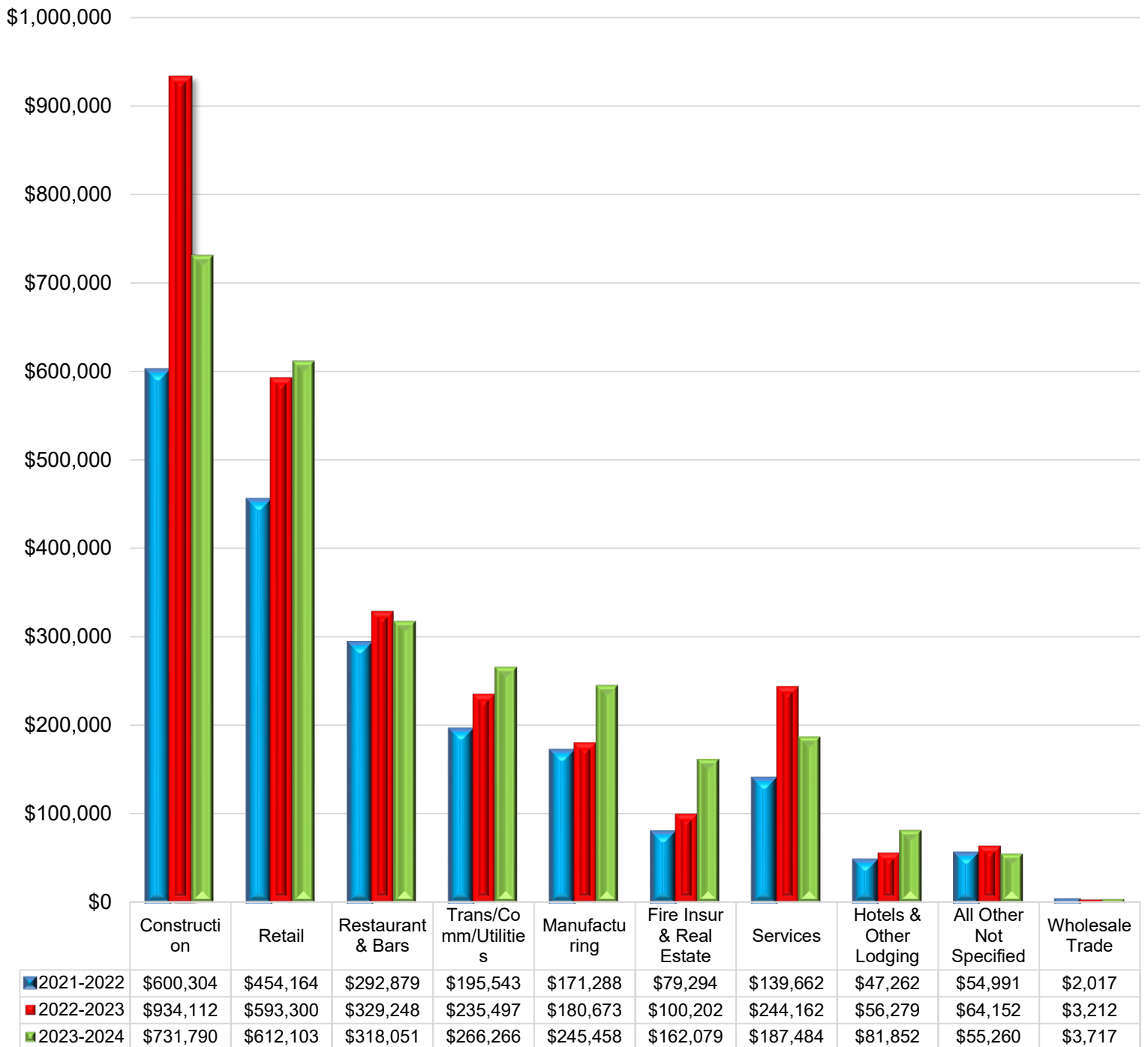
Financial Update *(Please note that figures throughout this report are preliminary and are subject to change during month-end reporting)*

- ❖ Through the end of September 30, 2023, the General Fund has collected \$3,307,746 while recording \$3,171,901 in total expenditures, thus creating a positive variance of \$135,845. This positive variance is primarily due to several employee vacancies, unpaid quarterly incentive payments through September and
- ❖ As of September 30, 2023, the total City Sales Tax record for FY 2023-2024 is \$1,372,463 or approximately \$202,026 below budgeted expectations. This negative variance could be attributed to several factors. One factor is on August 1, 2023, the City Council reduced the Restaurant and Bar Tax from 6% to 5%. This tax rate decrease has resulted in a decline in tax revenue of \$11,197 through the first 3 months of the fiscal year. Another factor is that the taxing categories of Services and Hotels are approximately 4.5% below expectations. In addition, Construction Sales Tax is slightly below budget expectations or roughly \$202,322 less than last year's collection. However, commercial and residential construction is still strong during this first quarter. Retail Sales Tax is higher than the previous year's collections by \$18,803 or 3.1%.
- ❖ State Shared Revenues (State Income Tax, State Sales Tax, and Vehicle License Tax) are approximately \$82,400 above budget expectations. This increase is from the State giving Cities and Towns 18% of State Income Tax instead of 15%. This increase from 15% to 18% is to help offset revenue loss due to the implementation of the flat income tax. The City is treating this increase in State Income Tax as a one-time collection.
- ❖ In the Special Revenue Funds, all funds report a positive variance and operate within the confines of the adopted.
- ❖ The Enterprise Funds comprise the Water, Sewer, and Sanitation Funds. As of September 2023, all enterprise funds report a positive variance. Water sales in the Water Fund through the end of September were \$712,050 compared to \$632,051 in the previous year. In the Sewer Fund, sewer fees through the end of September were \$431,832 compared to \$393,815 in the previous year. The Sanitation Fund hauling fees through the end of September were \$378,922 compared to \$342,250 in the previous year.

CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023

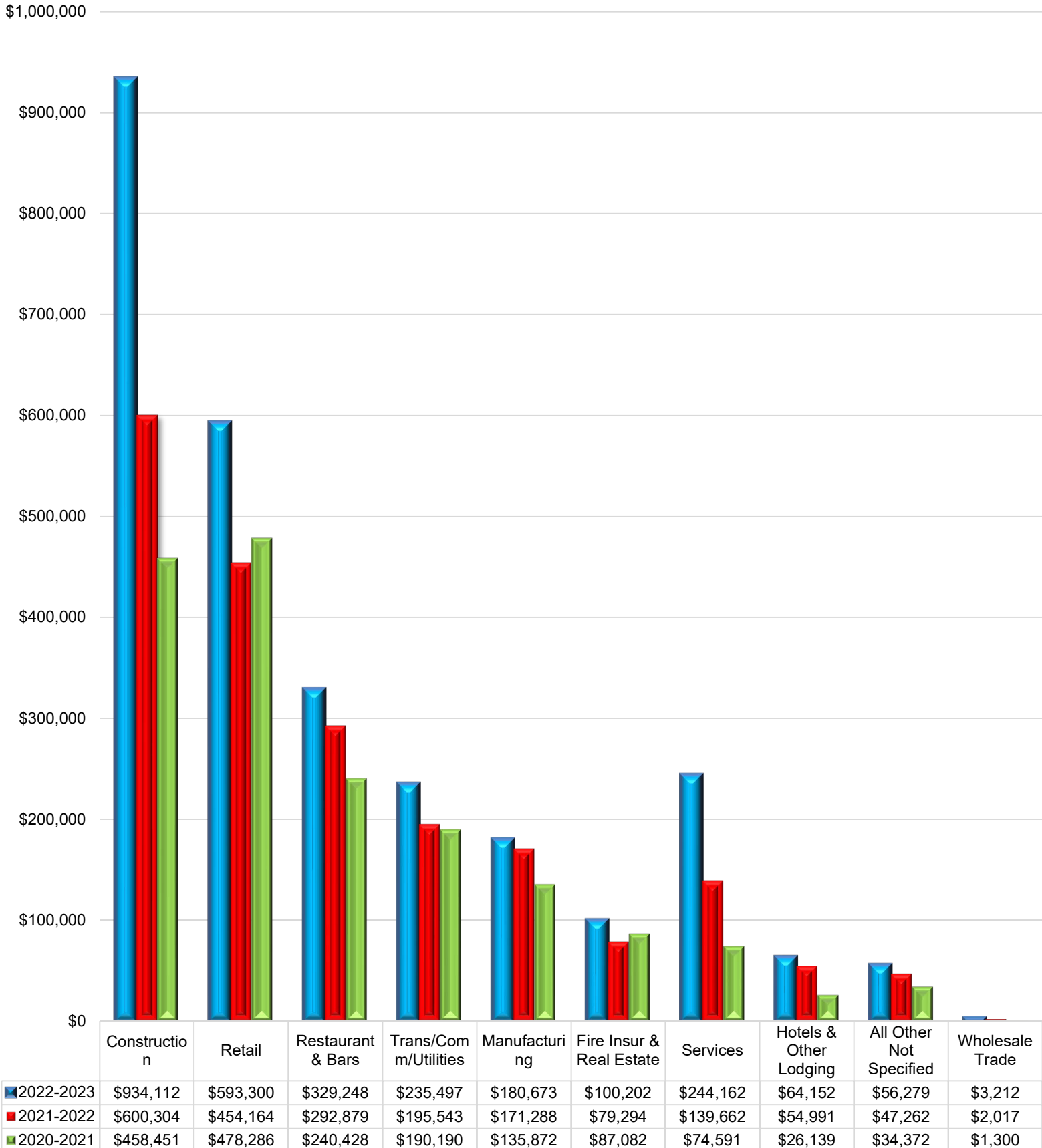
REVENUE	P.Y. 22 - 23 July - September	F.Y. 23 - 24 July - September	F.Y. 23 - 24 Year to Date	F.Y 23 - 24 Budget
10 - General Fund				
Local Sales Tax	\$ 1,237,845	\$ 1,138,358	\$ 1,138,358	\$ 7,838,125
State Shared Revenues	\$ 1,433,495	\$ 1,929,187	\$ 1,929,187	\$ 7,722,080
Property Taxes	\$ 5,514	\$ 1,387	\$ 1,387	\$ 1,372,725
Permits & Fees	\$ 179,145	\$ 128,343	\$ 128,343	\$ 565,200
Other Revenues	\$ 191,878	\$ 110,471	\$ 110,471	\$ 916,650

City Sales Tax by Category
Comparison by Quarter



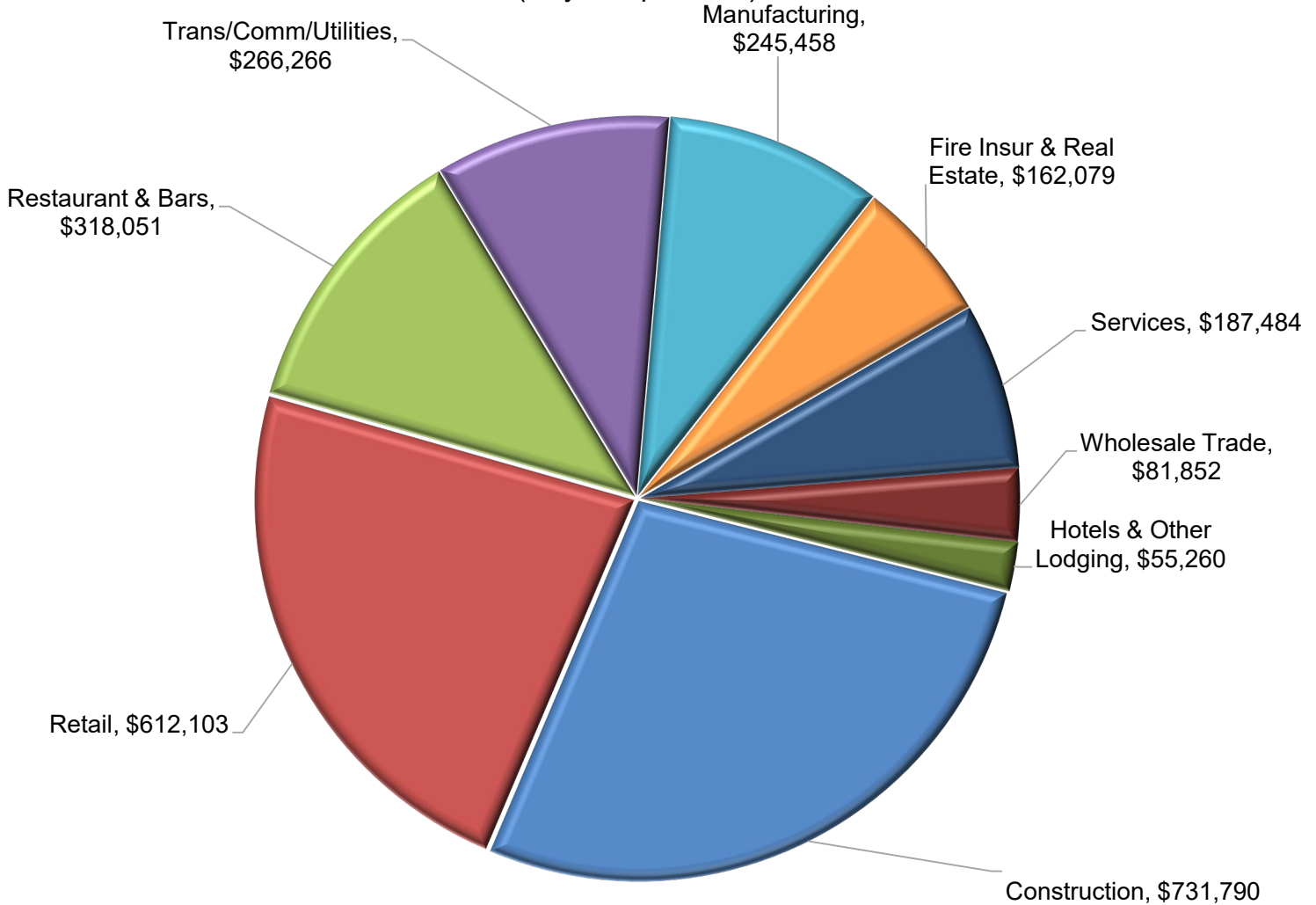
CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023

City Sales Tax by Category
Comparison by Quarter



**CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023**

**City Sales Tax By Category
F.Y. 2023 - 2024
(July - September)**



**City Sales Tax Distribution by Business Class Code
Figures Based on Collections thru September 30th
(Numbers based on when the tax is received by the City)**

	Actual F.Y. 19-20	Actual F.Y. 20-21	Actual F.Y. 21-22	Actual F.Y. 22-23	Actual F.Y. 23-24
CONSTRUCTION	\$527,803	\$458,451	\$600,304	\$934,112	\$731,790
MANUFACTURING	\$179,955	\$135,872	\$171,288	\$180,673	\$245,458
TRANS COMM./UTILITIES	\$239,832	\$190,190	\$195,543	\$235,497	\$266,266
WHOLESALE TRADE	\$38,489	\$34,372	\$47,262	\$56,279	\$81,852
RETAIL TRADE	\$495,311	\$478,286	\$454,164	\$593,300	\$612,103
RESTAURANTS & BARS	\$288,724	\$240,428	\$292,879	\$329,248	\$318,051
FIRE INSUR & REAL ESTATE	\$87,766	\$87,082	\$79,294	\$100,202	\$162,079
HOTELS & OTHER LODGING	\$44,236	\$26,139	\$54,991	\$64,152	\$55,260
SERVICES	\$55,834	\$74,591	\$139,662	\$244,162	\$187,484
ALL OTHERS NOT SPECIFIED	\$2,074	\$1,300	\$2,017	\$3,212	\$3,717
PUBLIC ADMINISTRATION	\$0	\$0	\$0	\$0	\$0
	\$1,960,024	\$1,726,712	\$2,037,404	\$2,740,837	\$2,664,060

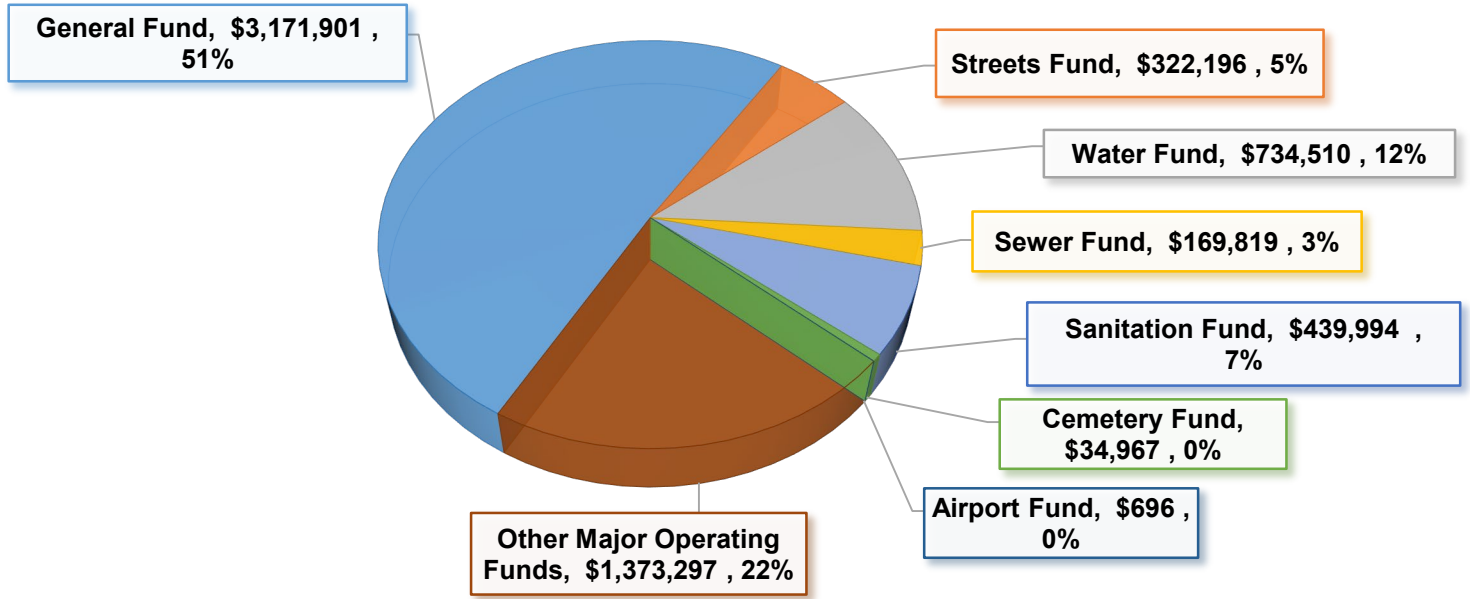
** The figures above represent when the Arizona Department of Revenue (ADOR) distributes Local Sales Taxes to Eloy. These figures may be different in the City's financial statements as they would be based on the month collected instead of recording.

CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023

REVENUE	P.Y. 22 - 23 July - September	F.Y. 23 - 24 July - September	F.Y. 23 - 24 Year to Date	F.Y 23 - 24 Budget
15 - Streets Fund				
HURF	\$ 215,318	\$ 244,378	\$ 244,378	\$ 1,495,395
1/2 Sales Tax-Pinal	\$ 253,647	\$ 284,535	\$ 284,535	\$ 1,487,300
Other Revenue	\$ 92,412	\$ 19,502	\$ 19,502	\$ 93,500
16 - Streets One-Time Fund				
Local Taxes	\$ 159,468	\$ 120,476	\$ 120,476	\$ 375,000
19 - Economic/Development Fund				
Local Taxes	\$ 92,583	\$ 113,629	\$ 113,629	\$ 375,000
(21- 27) - Impact Fee Funds				
Impact Fees	\$ 148,422	\$ 100,477	\$ 100,477	\$ 266,175
(28 - 29) - Police Special Funds				
Impound and Officer Safety Fees	\$ 1,819	\$ 994	\$ 994	\$ 8,800
33 - Grants Fund				
Police Grants	\$ -	\$ (6,964)	\$ (6,964)	\$ 1,996,690
Housing Grants	\$ 1,600	\$ (103,819)	\$ (103,819)	\$ 2,125,000
Airport Grants	\$ (6,584)	\$ 3,483	\$ 3,483	\$ 1,880,000
Other Grant Revenue	\$ 500	\$ 500	\$ 500	\$ 2,677,300
(38 - 39) - Court Funds				
Court Revenue	\$ 6,817	\$ 2,411	\$ 2,411	\$ 39,200
41 - Police Facility Bond Fund				
Bond Proceeds	\$ 25	\$ -	\$ -	\$ -
42 - Smart and Safe Fund				
Prop 207 Revenue	\$ -	\$ -	\$ -	\$ 61,250
46 - WIFA Fund				
WIFA Revenue	\$ -	\$ -	\$ -	\$ 4,238,045
50 - Water Fund				
Water Sales	\$ 632,051	\$ 859,967	\$ 859,967	\$ 2,453,985
Water Rights - Surprise	\$ 48,400	\$ 108,000	\$ 108,000	\$ 626,300
Other Revenue	\$ 69,200	\$ 65,085	\$ 65,085	\$ 151,540
53 - Sewer Fund				
Sewer Revenue	\$ 393,816	\$ 431,832	\$ 431,832	\$ 1,638,135
Other Revenue	\$ 2,002	\$ 1,967	\$ 1,967	\$ 45,500
56 - Sanitation Fund				
Residential/Commercial Fees	\$ 342,250	\$ 378,922	\$ 378,922	\$ 1,411,795
Landfill Fees	\$ 102,670	\$ 40,898	\$ 40,898	\$ 220,135
Other Revenue	\$ 127,721	\$ 165,584	\$ 165,584	\$ 481,690
57 - Cemetery Fund				
Burial Fees	\$ 16,577	\$ 57,812	\$ 57,812	\$ 127,685
Other Revenue	\$ 12,334	\$ 16,302	\$ 16,302	\$ 90,650
58 - Airport Fund				
Hanger Rental	\$ 38,190	\$ 36,798	\$ 36,798	\$ 155,000
Other Revenue	\$ 2,138	\$ 20,585	\$ 20,585	\$ 40,525

CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023

TOTAL FISCAL YEAR EXPENDITURES



GENERAL FUND
As of September 30, 2023

Division/Department	P.Y. 22 - 23	F.Y. 23 - 24	FY 23 - 24 Budget	Forecasted Expenditures thru 6/30/23
City Council	\$ 93,455	\$ 94,607	\$ 290,450	\$ 103,208
Human Resources	\$ 68,194	\$ 73,058	\$ 330,905	\$ 75,577
G.I.S.	\$ 10,833	\$ 17,861	\$ 56,560	\$ 17,861
Animal Control	\$ 14,043	\$ 13,875	\$ 200,000	\$ 14,478
City Clerk	\$ 111,100	\$ 118,493	\$ 528,645	\$ 123,645
Magistrate	\$ 124,502	\$ 92,445	\$ 595,895	\$ 94,735
City Manager	\$ 64,282	\$ 89,522	\$ 471,750	\$ 95,068
Finance	\$ 253,112	\$ 249,645	\$ 984,930	\$ 258,254
Legal	\$ 24,419	\$ 26,013	\$ 164,845	\$ 26,454
Comm. Develop	\$ 194,060	\$ 214,469	\$ 1,261,300	\$ 227,755
Park Maint	\$ 119,446	\$ 115,202	\$ 566,135	\$ 117,155
Recreation Programs	\$ 186,545	\$ 186,934	\$ 873,035	\$ 190,102
Library	\$ 66,980	\$ 52,852	\$ 311,235	\$ 53,747
Comm. Service Admin	\$ 114,343	\$ 115,946	\$ 500,200	\$ 120,987
Police Admin.	\$ 397,613	\$ 397,452	\$ 1,466,040	\$ 414,732
Field Operations	\$ 857,752	\$ 871,607	\$ 3,801,160	\$ 909,503
Vehicle Maint	\$ 51,851	\$ 60,672	\$ 242,630	\$ 61,700
Facility Maint	\$ 92,331	\$ 84,381	\$ 428,500	\$ 85,811
P. W. Admin	\$ 29,693	\$ 22,656	\$ 108,590	\$ 23,236
PSPRS Unfunded	\$ -	\$ -	\$ 60,205	\$ 421,240
Transfers	\$ 323,769	\$ 244,602	\$ 5,118,720	\$ 244,602
Debt	\$ 21,441	\$ 29,609	\$ 904,600	\$ 882,025
CARES Funding	\$ -	\$ -	\$ -	\$ -
Contingency/Robson	\$ 330	\$ -	\$ 7,242,000	\$ 450,000
Total Expenditures	\$ 3,126,638	\$ 3,171,901	\$ 26,508,330	\$ 5,011,875

CITY OF ELOY
FISCAL YEAR 2023-2024
ENDING SEPTEMBER 30, 2023

Division/Department	P.Y. 22 - 23	F.Y. 23 - 24	FY 23 - 24 Budget
Streets Fund	\$ 408,029	\$ 322,196	\$ 4,125,775
Streets One-Time Fund	\$ -	\$ -	\$ 904,745
Economic/Development Fund	\$ -	\$ -	\$ 1,148,755
Capital Projects Fund	\$ 543,476	\$ 242,956	\$ 2,887,795
Water Fund	\$ 695,623	\$ 734,510	\$ 5,046,825
Sewer Fund	\$ 166,678	\$ 169,819	\$ 4,197,135
Sanitation Fund	\$ 447,289	\$ 439,994	\$ 2,113,620
Cemetery Fund	\$ 30,029	\$ 34,967	\$ 253,335
Airport Fund	\$ 2,497	\$ 696	\$ 222,070
Impact Fees	\$ -	\$ -	\$ 2,631,305
LTAf	\$ -	\$ -	\$ 10,615
RTA	\$ -	\$ -	\$ -
Police	\$ -	\$ 315	\$ 56,410
Grants			
Police	\$ 19,489	\$ 83,305	\$ 1,996,690
Housing	\$ 4,692	\$ 28,701	\$ 2,235,000
Library	\$ -	\$ 121	\$ 12,500
Airport	\$ 12,545	\$ 56,963	\$ 1,880,000
Miscellaneous	\$ 72,800	\$ 11,034	\$ 2,664,800
Smart and Safe	\$ 8,407	\$ 12,491	\$ 123,860
WIFA	\$ -	\$ 937,411	\$ 4,108,760
Water Allotment Fund	\$ -	\$ -	\$ 41,820
American Rescue	\$ -	\$ -	\$ -
Court	\$ -	\$ -	\$ 206,305

Total City-Wide Expenditure Category Breakdown

Expenditure Category	P.Y. 22 -23	F.Y. 23 - 24	F.Y. 23-24 Budget
Salary	\$ 1,812,319	\$ 1,767,704	\$ 8,519,250
Benefits	\$ 900,510	\$ 802,510	\$ 4,113,515
Operating Expenditures	\$ 467,202	\$ 442,144	\$ 8,176,750
PSPRS Unfunded Liability	\$ -	\$ -	\$ 60,205
Utilities	\$ 201,638	\$ 211,716	\$ 969,685
Travel and Training	\$ 19,228	\$ 36,643	\$ 168,150
Equipment Repair and Maintenance	\$ 131,422	\$ 167,235	\$ 725,760
Street Repair and Maintenance	\$ 40,460	\$ 13,037	\$ 1,106,245
Utility System Repair and Maintenance	\$ 38,608	\$ 64,445	\$ 462,155
Sanitation Contractual Service	\$ 324,524	\$ 342,987	\$ 1,470,500
Incentive Agreements	\$ -	\$ -	\$ 1,284,000
Contractual Services	\$ 278,239	\$ 306,588	\$ 1,480,640
Power Outage Expenditures	\$ 12,288	\$ -	\$ -
Community Funding	\$ 54,800	\$ 54,300	\$ 114,700
CAP Water Expenditures	\$ 343,583	\$ 367,671	\$ 941,500
Debt/Depreciation Expenditures	\$ 47,697	\$ 54,448	\$ 2,096,220
Transfer to Other Funds	\$ 323,769	\$ 244,602	\$ 5,124,465
Grants	\$ 90,037	\$ 137,813	\$ 8,361,630
Impact Fees Expenditures	\$ -	\$ -	\$ 2,631,305
Capital Expenditures	\$ 560,899	\$ 1,233,538	\$ 15,598,060
	\$ 5,647,224	\$ 6,247,379	\$ 63,404,735

CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023

Projected Fund Balance as of June 30, 2023

Fund	Unassigned	Assigned	Committed	Restricted	
General	\$ 26,111,010	\$ -	\$ -	\$ -	\$ 26,111,010
Streets	\$ -	\$ -	\$ -	\$ 4,945,228	\$ 4,945,228
Streets One-Time	\$ -	\$ -	\$ 1,219,748	\$ -	\$ 1,219,748
Econ/Comm Develop	\$ -	\$ -	\$ 1,023,754	\$ -	\$ 1,023,754
Grants	\$ -	\$ -	\$ 401,294	\$ -	\$ 401,294
Capital Projects	\$ -	\$ 2,643,016	\$ -	\$ -	\$ 2,643,016
Impact Fees	\$ -	\$ -	\$ -	\$ 1,973,504	\$ 1,973,504
Court	\$ -	\$ -	\$ -	\$ 217,106	\$ 217,106
LTAF	\$ -	\$ -	\$ -	\$ 10,594	\$ 10,594
Water	\$ 3,217,659	\$ -	\$ -	\$ -	\$ 3,217,659
Sewer	\$ 1,700,938	\$ -	\$ -	\$ -	\$ 1,700,938
Sanitation	\$ -	\$ -	\$ -	\$ -	\$ -
Airport	\$ -	\$ -	\$ 623,913	\$ -	\$ 623,913
Cemetery	\$ -	\$ -	\$ 374,342	\$ -	\$ 374,342
Perpetual Care	\$ -	\$ -	\$ -	\$ 164,932	\$ 164,932
	<u>\$ 31,029,607</u>	<u>\$ 2,643,016</u>	<u>\$ 3,643,051</u>	<u>\$ 7,311,364</u>	<u>\$ 44,627,038</u>

***** Please note these are primarily figures and will change with the closing of the fiscal year *****

Restricted - Is reported when constraints are placed on the use of resources are either externally imposed by creditors, grantors, or laws or regulations of other governments.

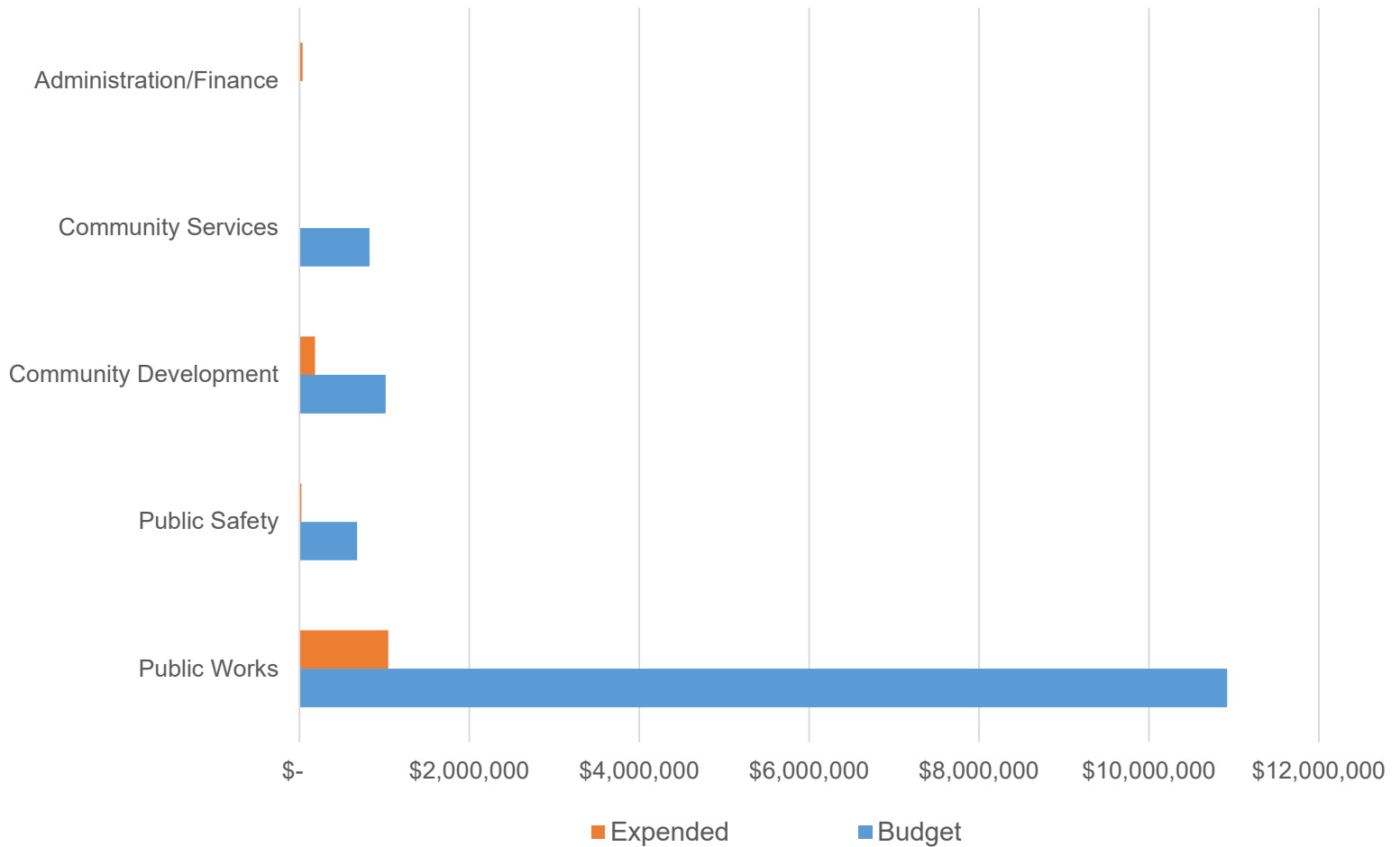
Committed - Can only be used for specific purposes pursuant to constraints imposed by formal action of the City Council. A resolution or ordinance are equally binding actions for the City Council for this commitment.

Assigned - Is constrained by the government's intent to be used for a specific purposes, but are neither restricted or committed. The City Manager is authorized to assign amounts to a specific purpose in accordance with policy.

Unassigned - Is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications.

CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023

FISCAL YEAR 2023-2024 CAPITAL PROJECT SUMMARY
AS OF SEPTEMBER 30, 2023



Public Safety Capital Projects List

	Budget	YTD Actual	
Equipment for Patrol Cars	\$ 120,000	\$ -	Pending Transfer Of Vehicles From Enterprise - 6/24
Police Radio Improvements	\$ 24,870	\$ 2,663	Completed-Only Awaiting On Invoices For Final Payment-Completed 10/1/23
Administrative Police-Replace	\$ 20,000	\$ -	Pending Approval of Lease of 2 Unmarked Cars From Enterprise 6/24
Enhanced Crime Prevention	\$ -	\$ 3,854	This Project Was Funded In Fy 22-23 But Final Billing Happened After Fiscal Deadline. Funds Are Available For This Project .Awaiting Invoices-Project 90% Complete-Completed 9/26/23
Firearms Range Improvements	\$ 99,665	\$ 15,496	On-Going, Awaiting Quotes On Equipment 6/24
Training Facility Upgrade	\$ 300,000	\$ -	Pending Purchase Of Building By City Of Eloy-Not Started Yet 6/24
EOC Technology Upgrades	\$ 10,000	\$ -	Pending Quotes From Vendors 6/24
Defensive Tactics Equipment	\$ 30,000	\$ -	In Progress, Awaiting Quotes On Some Equipment 6/24
Call Handling/CAD Interface	\$ 75,000	\$ -	Pending-Not Started Yet 6/24
	\$ 679,535	\$ 22,013	

CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023

	Public Works Capital Projects List		
	Budget	YTD Actual	Project Status
Sunland Gin and Arica Improve	\$ 500,000	\$ -	Contract executed with Sunrise Engineering. Waiting to schedule a Project Kick-Off Meeting
Pavement Preservation Project	\$ 1,000,000	\$ -	Chip Seal will be completed next week. Stuart Mill and Overlay should be completed the following week. Striping should be completed the week of November 20th. Invoices and payment should follow shortly thereafter.
Striping	\$ 50,000	\$ -	Currently working on Quotes for school cross walks and stop bars.
Stuart Blvd Pavement Overlay	\$ 300,000	\$ -	Stuart Mill and Overlay should be completed the following week. Striping should be completed the week of November 20th.
Repair Battaglia Rd Culverts	\$ 15,000	\$ -	Not started.
Frontier and Main Phase I-Sign	\$ 350,000	\$ -	Contract awarded. Design complete. Project kick-off meeting held 10/18. Expected completion date February 2024 at the latest.
Trailer for Transporting	\$ 20,000	\$ 8,248	Purchased a new Dump trailer 11,559.20 from Arizona Trailer Status complete
GIS Plotter/Scanner	\$ 20,000	\$ -	On order, waiting for delivery
Rehabilitate Well Site No. 5	\$ 357,435	\$ -	In process. Should be completed by December 2023.
Security Fence for Well 5	\$ 26,525	\$ -	In process. Should be completed by December 2023.
Sand Separator-Well 3	\$ 48,780	\$ 13,170	In process. Should be completed by December 2023.
Solar Panels for Water	\$ 457,750	\$ 111,233	In process. Should be completed by December 2023.
Solar Panels for the WW Plant	\$ 1,469,745	\$ 330,693	In process. Should be completed by December 2023.
WWTP Air Blowers	\$ 1,748,525	\$ 459,043	In process. Should be completed by December 2023.
Aeration Basin/Electrical	\$ 129,285	\$ 23,271	In process. Should be completed by December 2023.
Rehabilitate Reservoir Pump 2	\$ 650,000	\$ -	On-going working with Westland Resources. We have a follow-up meeting with them next week to finalize scope of work. Still needs to go out for bid. Project will possibly completed this fiscal year.
Install New Fire Hydrants	\$ 50,000	\$ -	Locations have been determined. Jeremy is currently obtaining quotes from Ellison-Mills. This project will be completed before June 2024
Houser Road Waterline Construc	\$ 315,000	\$ -	Only lacking 2 signatures for Houser Road. I'm going to send an email to Steve Cooper for Legal Opinion on whether we can proceed based on eminent domain. Once we obtain final signatures (or legal opinion), project will be ready to bid. I anticipate to be completed before June 2024
3rd Place Water Line Extension	\$ 50,000	\$ -	Not completed. Need additional funding for engineering. Will not be completed this fiscal year
Valve Replacement	\$ 25,000	\$ -	On-going- 12" Insta-valve on Toltec Rd. next in line. Currently awaiting a quote from Pipeline Services for Insta-valve. Project will be completed before June 2024

CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023

	Continued - Public Works Capital Projects List		
	Budget	YTD Actual	Project Status
Replace Waterlines in City	\$ 150,000	\$ -	On-going- In-house and Outside Contractor. Will have quotes by November 2023. Anticipate projects completed before June 2024
Construct Airport Water Line	\$ 50,000	\$ -	Not started; need engineering design. Not likely to be completed by June 2024
Water Resource Plan Study	\$ 150,000	\$ -	In process. Should be completed by December 2023.
Tryon Avenue Water Line	\$ 75,000	\$ -	Not started
Water Extent.-Battaglia Sect E	\$ 150,000	\$ -	Need Engineering design; not started yet.
Water Extent-La Palma Sect E	\$ 150,000	\$ -	Need Engineering design; not started yet.
Sunland Gin Sewer Lift Station	\$ -	\$ -	Need Engineering design; not started yet.
New Flow meters at City Lift	\$ 40,000	\$ -	On-going obtaining quotes. Will have quotes by November 2023. Purchase by December 2023, expected delivery and installation before June 2024.
Portable Flow Meter for sewer	\$ 20,000	\$ -	On-going obtaining quotes. Will have quotes by November 2023. Purchase by December 2023, expected delivery and put into service before March 2024.
Easement for Private Crossings	\$ 30,000	\$ -	In process with Eleven Mile Corner Sewer design. Should be completed by December 2023 or by February 2024
11 Mile Corner Exten-Sect E	\$ 720,000	\$ -	In process and in design. Design should be completed probably by January or February 2024. Will require ADEQ Approval to Discharge, construction probably in FY 24-25.
Vermeer E550 Hydro Excavator	\$ 100,000	\$ -	Completed- Purchased
2 Ton Portable Aluminum Gantry	\$ 8,500	\$ 9,220	Completed- purchased
Sewer Main Extension in Toltec	\$ 50,000	\$ -	Not completed. Needs engineer design. Need to reevaluate this project
Pump Replacement- Lift Station	\$ 130,000	\$ -	Not Completed -On-going. Will have all quotes by December 2023
New Manhole Installations	\$ 120,000	\$ -	Not completed On-going will complete before June 2024. We have quotes. In process of obtaining POs
Sludge Handling Belt Press	\$ -	\$ 89,457	On -going. Belt press was delivered and is at the WWTP waiting on installation and design modification of feed lines
Rehabilitate existing manholes	\$ 125,000	\$ -	On-going- working with Simon Sewer Inc. Submitting PR for this project today.
Wastewater Master Plan Update	\$ 150,000	\$ -	In process. Should be completed by December 2023.
Portable Sewer Pump	\$ 20,000	\$ -	Not started - need additional funding. Average cost 55K
Sewer Line Expansion-Section E	\$ 1,000,000	\$ -	Need Engineering design; not started yet.
Scraper Engine/Transmission	\$ 100,000	\$ -	Have not repaired Scraper yet.
	\$10,921,545	\$ 1,044,337	

CITY OF ELOY
FISCAL YEAR 2023 - 2024
ENDING SEPTEMBER 30, 2023

Community Services Capital Projects List

	Budget	YTD Actual	
Senior Center Improvements	\$ 40,000	\$ -	Waiting to see if this project would be funded from a grant proposal that was submitted. If not funded will gather bids. Estimated Completion: 6/24
City Hall Emergency Generator	\$ 300,000	\$ -	In progress. Contractor is currently monitoring electrical output of facility to determine the required size of new generator to power facility. Estimated completion date: TBD
Electrical Upgrade PD facility	\$ 50,000	\$ 1,280	Monitoring electrical output of facility's current generator to determine the electrical demands of expanding . Estimated completion date: 5/30/2024
Bench Replacement in Parks	\$ 15,000	\$ -	Gathering Pricing information from vendors. Estimated Completion date: 12/30/2023
Trekell Park Field Light	\$ 300,000	\$ -	Met with two contractors. Awaiting submittal of formal proposals. Estimated Completion Date: 6/1/2024
Court Roof and HVAC Repair	\$ 60,000	\$ -	Have open PO'S for purchase of apron and new AC unit from Desert Sun. Awaiting installation. Estimated completion date: 6/24
Cemetery Capital Improvements	\$ 60,000	\$ -	Requested proposal from Cactus Asphalt. Estimated Completion date: 6/24
	\$ 825,000	\$ 1,280	

Community Development Capital Projects List

	Budget	YTD Actual	Project Status
Downtown Master Plan	\$ 55,000	\$ -	Project is on hold until new director is hired. Completion 6/24
Building Permit Software	\$ 100,000	\$ -	Re-evaluating companies since new ACM is on board. Completion 5/24
Economic Develop Plan Update	\$ 60,000	\$ -	Project is on hold until new director is hired. Completion 6/24
Frontier Street Community Tree	\$ 200,000	\$ 181,532	Project is complete
Shedd Road Median Landscape	\$ 600,000	\$ -	Project is on hold until new director is hired. Completion 6/24
	\$ 1,015,000	\$ 181,532	

Administration Capital Projects List

	Budget	YTD Actual	
Install Fiber to Court	\$ 10,000	\$ -	Waiting for APS to give confirmation to attach Fiber to poles. The project will be complete by 4/24
Audio/Visual Equipment for C.H	\$ -	\$ 38,131	Project was funded in FY 22-23, but the final billing happened after the fiscal deadline. Funds are available for this project.
	\$ 10,000	\$ 38,131	



Financial Review of Current Fiscal Year & Revenue Projections & Funding for FY2024-2025

CITY COUNCIL BUDGET RETREAT

FEBRUARY 3, 2024

PRESENTER: BRIAN WRIGHT, DIRECTOR OF FINANCE

Agenda



- Brief Recap as of December 31, 2023
- F.Y. 2023-24 Fiscal Update
- FY 2024-25 Budget Planning

Overview of FY 2023-24 as of 12/31/2023

Personnel Highlights

- ❖ 123 Full-time (FTE) positions budgeted
 - ❖ 111 filled
- ❖ 7 Part-time (PTE) positions budgeted
 - ❖ 5 filled
- ❖ 4% COLA was implemented on July 1st
- ❖ 1% Bonus Check was issued in December
- ❖ Council continues to support...
 - ❖ A strong benefits package with exceptional health benefits, retirement programs, and annual personal leave.

Overview of FY 2023-24 as of 12/31/2023

Operational Highlights

- ❖ 90% of the work on the Water and Sewer projects is complete
 - ❖ Funded by the Water Infrastructure Finance Authority (WIFA)
- ❖ 12 active grants totaling \$651,534
 - ❖ 5 - Police / 4 - Housing Rehab / 1 – Parks / 2 – Airport
- ❖ Received \$5 million from the State of Arizona for Sunland Gin Rd improvements between I-10 and Arica Road.
- ❖ Received the Certificate in Excellence in Financial Reporting for the 11th year in a row.
- ❖ Submitted the first-ever Popular Annual Financial Report (PAFR) to the Government Finance Officers Association for award.
- ❖ Residential development –
 - ❖ 74 residential building permits issued since July
 - ❖ 195 in 2022 and 191 in 2021.
- ❖ Filled KEY staff vacancies, continued recruitment and attraction for workforce

Overview of FY 2023-24 as of 12/31/2023

Capital Projects Highlights

- ❖ **77** Capital Projects approved in the F.Y. 23-24 budget = **\$18,048,760**
- ❖ 5 Capital projects have been completed & paid = \$252,545
- ❖ 7 Capital projects have been completed & waiting for invoice = \$1.5 million
- ❖ 16 Capital projects in progress = \$2.7 million

Completed Project Breakdown

- ❖ 46 (6) Public Works = \$1,449,027
- ❖ 12 (4) Police = \$168,724
- ❖ 5 (1) Community Development = \$181,532
- ❖ 9 (0) Community Services = \$0
- ❖ 1 (1) Administration = \$38,131
- ❖ 4 (2) Airport = \$148,228

“A budget is more than just a series of numbers on a page. It is an embodiment of our values”

- BARACK OBAMA

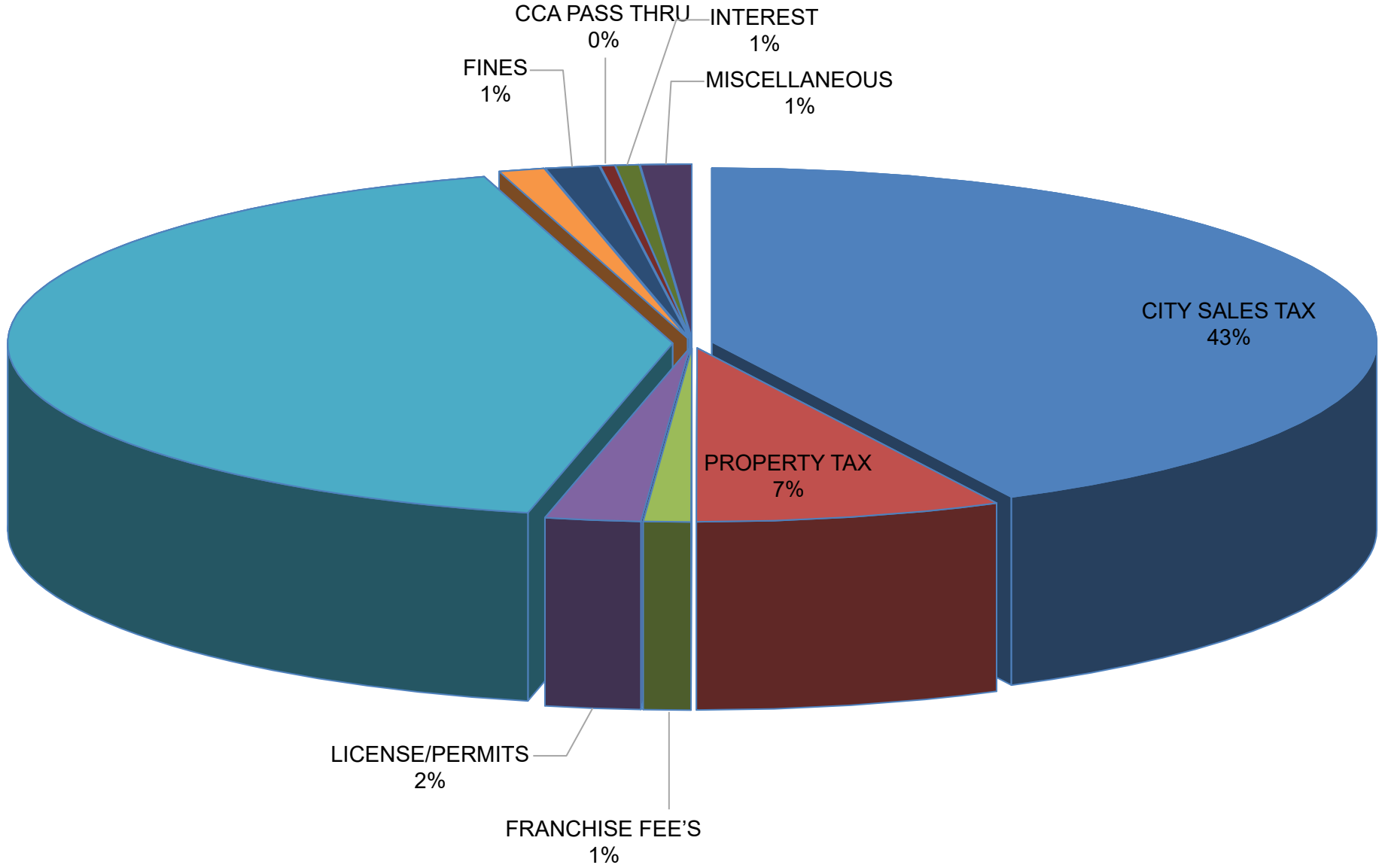
General Fund Update

- ❖ All major funds have a positive net position (Fund Balance)
 - ❖ Exception – Sanitation Fund with a negative net position of \$2,354,262.
- ❖ The City of Eloy's bond rating as of June 2021 is an A+ from the Standards and Poor's rating agency.
- ❖ The General Fund's Fund Balance is \$27,173,694
 - ❖ Uncommitted - \$17,083,694
 - ❖ Committed - \$5,000,000 to Economic Development
 - ❖ Assigned - \$5,090,000 to Water/Wastewater from ARP funds
- ❖ Local Sales Taxes are exceeding budget expectations as of 12/31/23.
- ❖ Construction Sales Tax is approximately 203% or \$1,077,580 more than budget expectations
 - ❖ Collected \$2,080,872 compared to budget expectations of \$1,023,292
 - ❖ Collections are \$238,119 less than the prior year
- ❖ Retail Sales Tax is approximately 14% or \$141,995 more than budgeted projections
 - ❖ Collected \$1,183,519 compared to budget expectations of \$1,041,524
 - ❖ Collections are \$24,171 less than the prior year

General Fund Update

- ❖ Housing construction has cooled down affecting building permits and fees.
 - ❖ 74 – Number of new housing permits through December 31, 2023
 - ❖ 95 – Number of new housing permits through December 31, 2022
 - ❖ 43% - % of revenue compared to the budget for Permits and Fees (down 7% or \$27,000)
- ❖ State Shared Revenues (State Income Tax, State Sales Tax, and Vehicle Licensing Tax) are above budget expectations.
 - ❖ State Sales Tax is approximately 5% or \$123,996 more than budget expectations
 - ❖ Vehicle License Tax is approximately 3% or \$16,452 below budget expectations
 - ❖ State Income Tax 4% or \$186,411 above budget expectations

WHERE DOES THE GENERAL FUND MONEY COME FROM?



GENERAL FUND	ACTUAL FY 19-20	ACTUAL FY 20-21	ACTUAL FY 21-22	ACTUAL FY 22-23	BUDGET FY 23-24	PROJECTED FY 23-24	% CHANGE FROM F.Y. 22/23 TO F.Y. 23/24
CITY SALES TAX	\$ 5,642,593	\$ 6,897,300	\$ 8,441,275	\$10,414,756	\$ 7,838,125	\$ 9,878,322	-5.15%
PROPERTY TAX	\$ 1,142,659	\$ 1,168,405	\$ 1,261,310	\$ 1,325,947	\$ 1,372,725	\$ 1,345,271	1.46%
FRANCHISE FEE'S	\$ 156,117	\$ 179,168	\$ 201,937	\$ 226,985	\$ 211,300	\$ 232,430	2.40%
LICENSE/PERMITS	\$ 344,666	\$ 548,485	\$ 968,068	\$ 441,733	\$ 428,175	\$ 406,766	-7.92%
INTERGOVERNMENTAL REVENUE	\$ 5,722,921	\$ 6,552,845	\$ 5,811,851	\$ 6,359,073	\$ 7,722,080	\$ 7,908,704	24.37%
CHARGES FOR SERVICES	\$ 230,409	\$ 277,201	\$ 359,238	\$ 226,723	\$ 204,525	\$ 366,225	61.53%
FINES	\$ 333,588	\$ 308,701	\$ 227,681	\$ 299,009	\$ 240,000	\$ 249,224	-16.65%
CCA PASS THRU	\$ 309,305	\$ 216,890	\$ 230,575	\$ 86,241	\$ 65,000	\$ 78,250	-9.27%
INTEREST	\$ 695,915	\$ 46,492	\$ 48,276	\$ 191,342	\$ 105,000	\$ 145,220	-24.10%
MISCELLANEOUS	\$ 235,388	\$ 248,522	\$ 390,130	\$ 300,950	\$ 227,850	\$ 216,458	-28.08%
TOTAL GENERAL FUND REVENUES	\$ 14,813,560	\$ 16,444,010	\$ 17,940,340	\$19,872,759	\$ 18,414,780	\$ 20,826,869	13.10%
Budgeted Fund Balance					\$ 8,093,550	\$ 650,250	
FUND BALANCE	\$ 15,653,318	\$ 20,443,379	\$ 20,970,599	\$27,173,694	\$ 19,080,144	\$ 26,523,444	

- ❖ CITY SALES TAX IS PROJECTED TO EXCEED BUDGET PROJECTIONS BY \$2.04 MILLION DUE TO STRONG CONSTRUCTION ACTIVITY AND ABOVE-AVERAGE RETAIL SALES COLLECTION.
- ❖ STATE SHARED REVENUES ARE EXPECTED TO BE ABOVE BUDGET EXPECTATIONS BY \$186,624 DUE TO THE CHANGING OF THE DISTRIBUTION % FROM 15 TO 18 ONLY FOR STATE INCOME TAX DISTRIBUTION ALONG WITH ABOVE-AVERAGE DISTRIBUTIONS IN STATE SALES TAX.
- ❖ CHARGES FOR SERVICES ARE EXPECTED TO BE ABOVE BUDGET PROJECTIONS DUE TO SOLAR PLAN SUBMITTALS FOR 2 SOLAR FARMS.
- ❖ LICENSE AND PERMITS ARE EXPECTED TO BE BELOW BUDGET EXPECTATIONS BY \$21,000 DUE TO THE RESIDENTIAL HOUSING SLOWING DOWN.

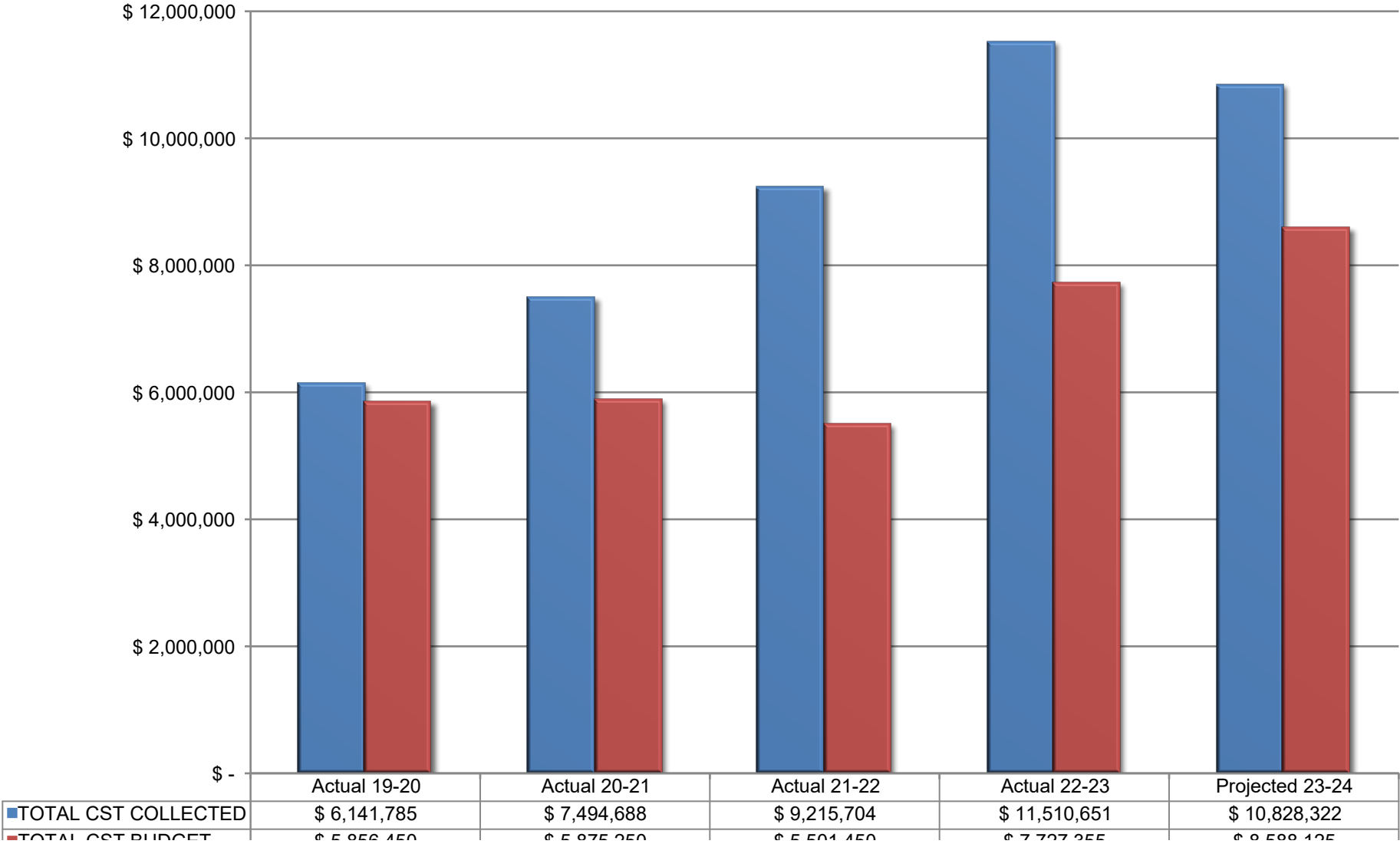
City Sales Tax

City Sales Tax Distribution by Business Class Code

(Numbers based on when the tax is received by the City)

	Actual FY 19-20	Actual FY 20-21	Actual FY 21-22	Actual FY 22-23	Projected FY 23-24	4-Year Average
CONSTRUCTION	\$1,363,601	\$1,860,218	\$2,308,093	\$4,130,093	\$3,061,072	\$2,415,501
MANUFACTURING	\$512,530	\$585,647	\$709,151	\$616,133	\$764,279	\$605,865
TRANS COMM./UTILITIES	\$687,490	\$711,477	\$760,180	\$894,277	\$952,414	\$763,356
WHOLESALE TRADE	\$130,578	\$165,413	\$405,803	\$108,484	\$217,483	\$202,570
RETAIL TRADE	\$1,673,049	\$1,949,968	\$2,244,814	\$2,591,620	\$2,781,271	\$2,114,863
RESTAURANTS & BARS	\$1,009,317	\$1,171,964	\$1,317,713	\$1,466,478	\$1,237,532	\$1,241,368
FIRE INSUR & REAL ESTATE	\$316,929	\$376,656	\$374,784	\$526,308	\$589,514	\$398,669
HOTELS & OTHER LODGING	\$131,870	\$178,535	\$308,307	\$296,383	\$302,008	\$228,774
SERVICES	\$308,920	\$483,124	\$768,255	\$861,915	\$904,876	\$605,554
ALL OTHERS NOT SPECIFIED	\$7,502	\$11,686	\$18,604	\$18,960	\$17,873	\$14,188
	\$6,141,786	\$7,494,688	\$9,215,704	\$11,510,651	\$10,828,322	\$8,590,707

TOTAL CITY SALES TAX COLLECTED



City Sales Tax - Notes

- ❖ City Sales Tax (CST) is a tax collected from sales of goods and materials, food sold at a store, alcohol purchased at a bar or a store, sale of food at a restaurant, or staying the night at a hotel.
- ❖ CST is recorded in three separate funds:
 - ❖ General Fund
 - ❖ Streets One-Time Fund
 - ❖ Economic/Development Fund (Food Tax).
- ❖ In the FY 23-24 budget, CST accounts for 43% of the total revenue in the General Fund.
 - ❖ CST is the main source of revenue for Streets One-Time & Economic Development Funds

City Sales Tax - Notes

- ❖ Over the last 4 years, the average collection of all CST has been \$8.590 million.
 - ❖ \$7.848 million is considered General Fund
 - ❖ \$430,338 is Streets One-Time Fund
 - ❖ \$311,389 is for Economic/Development Fund
- ❖ Of the \$7.848 million to the General Fund, CST is allocated to the following:
 - ❖ \$5.879 million for ongoing maintenance and operations
 - ❖ \$873,724 transferred to the Capital Projects Fund for One-Time Capital Projects
 - ❖ \$864,398 allocated to the Robson Ranch Incentive Agreement
 - ❖ \$201,388 allocated to the National Gypsum Incentive
 - ❖ \$30,452 allocated to the Xpress Fuels Incentive

City Sales Tax

Factors to Consider in FY 24 - 25

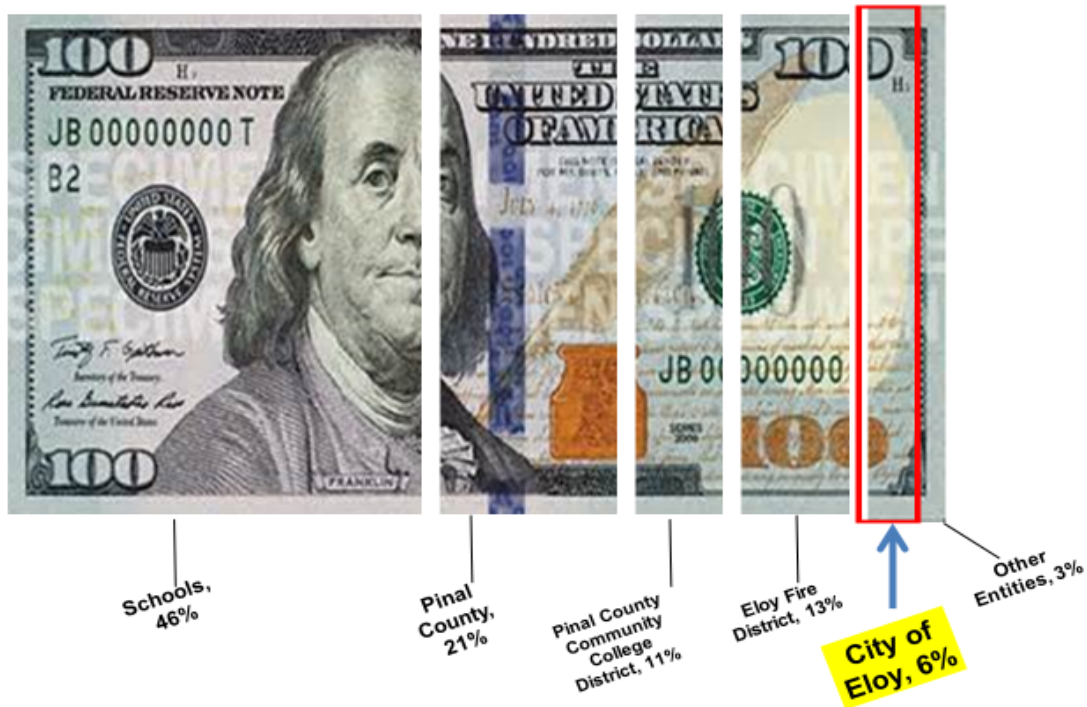
- ❖ Housing Construction
 - ❖ Will the Feds lower interest rates
 - ❖ Will Developers continue with in-fill projects
- ❖ Commercial Development
 - ❖ Potential projects could provide one-time revenue
 - ❖ Impacts Capital Projects
- ❖ Inflation
 - ❖ Has it peaked
 - ❖ In December 2023, the Customer Price Index was 3.4%
- ❖ Travel along I-10
 - ❖ Gas prices have dropped but will travel increase
- ❖ Rental Tax Reductions
 - ❖ Effective January 1, 2025, all rental collections stop.
 - ❖ Negative impact on local sales tax collections of approximately \$100,000 annually
- ❖ Restaurant and Bar Tax
 - ❖ 1% reduction implemented August 1, 2023
 - ❖ Reduced local sales tax collection by \$245,000 annually

Primary Property Tax

- ❖ FY 23-24 Primary Property Tax Rate is at \$1.0648 per \$100 assessed valuation
- ❖ No Secondary Property Tax
- ❖ Property Taxes in the Robson/Toltec area are generally \$3.00 less than in the Eloy Proper area due to school district taxes
- ❖ Guidance from Council on Property Taxes for FY 24-25
 - ✓ Does the Council continue to adopt the Maximum Property Tax
 - ✓ Does the Council move forward and pursue a Secondary Property Tax

Property Tax Break-Down

Where does my property tax go to in the Eloy Proper area?



Where does my property tax go to in the Robson/Toltec areas?



Where Does Eloy Stand to Other Municipalities?

Property Tax Rate Comparison Sheet Per Schedule B of Auditor General Form for 2023-2024

	City of Eloy	City of Casa Grande	City of Coolidge	Town of Florence	City of Maricopa
Maximum allowable Primary Property Tax Levy	\$ 1,372,729	\$ 559,801	\$ 1,469,476	\$ 1,513,139	\$ 16,196,391
Property Tax Levy Amounts					
Primary Property Taxes	\$ 1,372,725	\$ 4,938,900	\$ 1,469,476	\$ 1,386,500	\$ 16,196,391
Secondary Property Taxes	\$ -	\$ 2,149,314	\$ 259,431	\$ -	\$ 3,222,325
Total Levy Amounts	\$ 1,372,725	\$ 7,088,214	\$ 1,728,907	\$ 1,386,500	\$ 19,418,716
Property Tax Rates					
Primary Property Tax Rate	\$ 1.0648	\$ 0.9643	\$ 1.6728	\$ 0.9990	\$ 3.8788
Secondary Property Tax Rate	\$ -	\$ 0.4197	\$ 0.3262	\$ -	\$ 0.7798
Total Property Tax Rates	\$ 1.0648	\$ 1.3840	\$ 1.9990	\$ 0.9990	\$ 4.6586

Secondary Property Tax – GO Bonds

❖ Authorization

- ❖ Election of the registered voters within the city

❖ Security

- ❖ Full faith and credit of the city with a promise to levy secondary property taxes as necessary to repay debt

❖ Repayment Source

- ❖ Debt Service is usually repaid with property taxes but may be repaid from other revenue source
 - ❖ Excise Taxes
 - ❖ HURF (transportation-related projects)
 - ❖ Impact Fees (growth-related projects)
 - ❖ Utility Revenues (utility-related projects)

❖ Debt Capacity

- ❖ Net assessed full cash valuation
- ❖ 20% Limit
 - ❖ Projects involving lighting, open space, parks, public safety, recreational facilities, transportation, water and wastewater
- ❖ 6% Limit
 - ❖ Other general-purpose improvements

General Obligation Bonding Capacity

City of Eloy, Arizona - General Obligation Bond Debt Limits (20% & 6%)			
General Municipal Purpose Bonds		Water, Light, Sewer, Open Space, Parks, Public Safety, Law Enforcement, Transportation and Fire and Emergency Service Facilities	
Total 6% General Obligation	\$9,980,848	Total 20% General Obligation	\$33,269,492
Bond Capacity		Bond Capacity	
Less: 6% General Obligation		Less: 20% General Obligation	
Bond Outstanding	<u>\$0</u>	Bond Outstanding	<u>\$0</u>
Net 6% General Obligation		Net 20% General Obligation	
Bond Capacity	<u><u>\$9,980,848</u></u>	Bond Capacity	<u><u>\$33,269,492</u></u>

General Obligation Bonding

PROS

- ❖ Not subject to Tax Rate Limit and/or Statutory Levy Limit capacity
- ❖ Terms and interest rates are generally better than other financing options
- ❖ Allows for voter input on Issuer's capital needs
- ❖ Creates inter-generational equity
- ❖ Requires all current and future taxpayers to pay for the debt until satisfied
- ❖ Typical bond process takes 2-3 months

CONS

- ❖ General election required
- ❖ Success uncertain
- ❖ General Fund expenses incurred if bond measure fails
- ❖ Requires additional staff time to secure funding
- ❖ Bonds Elections expenses for cost and staff time are estimated at \$100,000
- ❖ Typical election process takes 10-12 months
- ❖ Limited capacity

SCENARIO 2 – PROJECTED DEBT SERVICE AND TAX RATE

CITY OF ELOY, ARIZONA

Projected Tax Rate/Capacity Analysis - Scenario 2

Multiple Issuance of Bonds with 10-year average growth rate in assessed value (years 1-5) and 20% of the 10-year average each year thereafter
\$43,000,000 November 2024 Bond Election

Fiscal Year Ending	Existing/Projected Assessed Value (a)	Average Growth Rate	Existing Secondary Tax Rate	\$15,000,000 Series 2025		\$14,000,000 Series 2026		\$14,000,000 Series 2027		Total Additional Debt Service			Projected Secondary Tax Rate	Projected Primary Tax Rate (c)	Projected Total Tax Rate (d)	Fiscal Year Ending
				Principal	Interest (b)	Principal	Interest (b)	Principal	Interest (b)	Principal	Interest	Total				
2020	\$104,248,341	4.73%	\$0.0000										\$0.0000	\$1.0867	\$1.0867	2020
2021	109,603,645	5.14%	0.0000										0.0000	1.0566	1.0566	2021
2022	116,542,951	6.33%	0.0000										0.0000	1.0566	1.0566	2022
2023	121,160,705	3.96%	0.0000										0.0000	1.0894	1.0894	2023
2024	128,918,968	6.40%	0.0000										0.0000	1.0648	1.0648	2024
2025	134,274,610	4.15%	0.0000	\$315,000	\$750,000					\$315,000	\$750,000	\$1,065,000	0.7932	1.0700	1.8632	2025
2026	139,852,741	4.15%	0.0000	330,000	734,250	\$295,000	\$700,000			625,000	1,434,250	2,059,250	1.4724	1.0700	2.5424	2026
2027	145,662,602	4.15%	0.0000	345,000	717,750	310,000	685,250	\$295,000	\$700,000	950,000	2,103,000	3,053,000	2.0959	1.0700	3.1659	2027
2028	151,713,820	4.15%	0.0000	365,000	700,500	325,000	669,750	310,000	685,250	1,000,000	2,055,500	3,055,500	2.0140	1.0700	3.0840	2028
2029	158,016,422	4.15%	0.0000	380,000	682,250	340,000	653,500	325,000	669,750	1,045,000	2,005,500	3,050,500	1.9305	1.0700	3.0005	2029
2030	159,329,308	0.83%	0.0000	400,000	663,250	355,000	636,500	340,000	653,500	1,095,000	1,953,250	3,048,250	1.9132	1.0700	2.9832	2030
2031	160,653,102	0.83%	0.0000	420,000	643,250	375,000	618,750	355,000	636,500	1,150,000	1,898,500	3,048,500	1.8976	1.0700	2.9676	2031
2032	161,987,895	0.83%	0.0000	440,000	622,250	395,000	600,000	375,000	618,750	1,210,000	1,841,000	3,051,000	1.8835	1.0700	2.9535	2032
2033	163,333,778	0.83%	0.0000	465,000	600,250	415,000	580,250	395,000	600,000	1,275,000	1,780,500	3,055,500	1.8707	1.0700	2.9407	2033
2034	164,690,843	0.83%	0.0000	490,000	577,000	435,000	559,500	415,000	580,250	1,340,000	1,716,750	3,056,750	1.8561	1.0700	2.9261	2034
2035	166,059,183	0.83%	0.0000	510,000	552,500	455,000	537,750	435,000	559,500	1,400,000	1,649,750	3,049,750	1.8365	1.0700	2.9065	2035
2036	167,438,893	0.83%	0.0000	540,000	527,000	480,000	515,000	455,000	537,750	1,475,000	1,579,750	3,054,750	1.8244	1.0700	2.8944	2036
2037	168,830,066	0.83%	0.0000	565,000	500,000	500,000	491,000	480,000	515,000	1,545,000	1,506,000	3,051,000	1.8071	1.0700	2.8771	2037
2038	170,232,797	0.83%	0.0000	595,000	471,750	525,000	466,000	500,000	491,000	1,620,000	1,428,750	3,048,750	1.7909	1.0700	2.8609	2038
2039	171,647,183	0.83%	0.0000	620,000	442,000	555,000	439,750	525,000	466,000	1,700,000	1,347,750	3,047,750	1.7756	1.0700	2.8456	2039
2040	173,073,321	0.83%	0.0000	655,000	411,000	580,000	412,000	555,000	439,750	1,790,000	1,262,750	3,052,750	1.7638	1.0700	2.8338	2040
2041	174,511,308	0.83%	0.0000	685,000	378,250	610,000	383,000	580,000	412,000	1,875,000	1,173,250	3,048,250	1.7467	1.0700	2.8167	2041
2042	175,961,242	0.83%	0.0000	720,000	344,000	640,000	352,500	610,000	383,000	1,970,000	1,079,500	3,049,500	1.7331	1.0700	2.8031	2042
2043	177,423,223	0.83%	0.0000	755,000	308,000	670,000	320,500	640,000	352,500	2,065,000	981,000	3,046,000	1.7168	1.0700	2.7868	2043
2044	178,897,351	0.83%	0.0000	795,000	270,250	705,000	287,000	670,000	320,500	2,170,000	877,750	3,047,750	1.7036	1.0700	2.7736	2044
2045	180,383,727	0.83%	0.0000	835,000	230,500	740,000	251,750	705,000	287,000	2,280,000	769,250	3,049,250	1.6904	1.0700	2.7604	2045
2046	181,882,453	0.83%	0.0000	875,000	188,750	780,000	214,750	740,000	251,750	2,395,000	655,250	3,050,250	1.6770	1.0700	2.7470	2046
2047	183,393,630	0.83%	0.0000	920,000	145,000	815,000	175,750	780,000	214,750	2,515,000	535,500	3,050,500	1.6634	1.0700	2.7334	2047
2048	184,917,364	0.83%	0.0000	965,000	99,000	855,000	135,000	815,000	175,750	2,635,000	409,750	3,044,750	1.6465	1.0700	2.7165	2048
2049	186,453,757	0.83%	0.0000	1,015,000	50,750	900,000	92,250	855,000	135,000	2,770,000	278,000	3,048,000	1.6347	1.0700	2.7047	2049
2050	188,002,916	0.83%	0.0000			945,000	47,250	900,000	92,250	1,845,000	139,500	1,984,500	1.0556	1.0700	2.1256	2050
2051	189,564,946	0.83%	0.0000					945,000	47,250	945,000	47,250	992,250	0.5234	1.0700	1.5934	2051
Total				\$15,000,000	\$11,609,500	\$14,000,000	\$10,824,750	\$14,000,000	\$10,824,750	\$43,000,000	\$33,259,000	\$76,259,000	\$1.6784	Average Tax Rate		

(a) The assessed valuations shown from FY 2020 through and including FY 2024 are actual; for the years FY 2025 through FY 2029, the average growth rate is 4.15%; for each year thereafter the average growth rate is 0.83%.

(b) Interest on the bonds is assumed at an average rate of 5.00%.

(c) The primary rate for the years 2020 through 2024 is actual; for all years thereafter is the average of the prior 5-year period shown.

(d) Projected tax rates are not adjusted for delinquent tax collections or arbitrage rebate.

Scenario 2

Average Cost to Property Owners

Average Costs to Property Owners
Average Tax Rate: \$1.6784

Residential Property (Assessed at 10% of limited property value)			
Limited Property Value	Net Assessed Limited Property Value	Estimated Average Annual Cost	Estimated Average Monthly Cost
\$250,000	\$25,000	\$419.60	\$34.97
Commercial and Industrial Property (Assessed at 15% of limited property value)			
Limited Property Value	Net Assessed Limited Property Value	Estimated Average Annual Cost	Estimated Average Monthly Cost
\$1,000,000	\$150,000	\$2,517.60	\$209.80
Agricultural and Other Vacant Property (Assessed at 15% of limited property value)			
Limited Property Value	Net Assessed Limited Property Value	Estimated Average Annual Cost	Estimated Average Monthly Cost
\$100,000	\$15,000	\$251.76	\$20.98

Scenario 3 – Projected Debt Service and Tax Rate

CITY OF ELOY, ARIZONA

Projected Tax Rate/Capacity Analysis - Scenario 3 Multiple Issuance of Bonds with 10-year average growth rate in assessed value (years 1-5) and 20% of the 10-year average each year thereafter \$24,705,000 November 2024 Bond Election

Fiscal Year Ending	Existing/Projected Assessed Value (a)	Average Growth Rate	Existing Secondary Tax Rate	\$8,290,000 Series 2025		\$7,390,000 Series 2026		\$9,025,000 Series 2027		Total Additional Debt Service			Projected Secondary Tax Rate	Projected Primary Tax Rate (c)	Projected Total Tax Rate (d)	Fiscal Year Ending
				Principal	Interest (b)	Principal	Interest (b)	Principal	Interest (b)	Principal	Interest	Total				
2020	\$104,248,341	4.73%	\$0.0000										\$0.0000	\$1.0867	\$1.0867	2020
2021	109,603,645	5.14%	0.0000										0.0000	1.0566	1.0566	2021
2022	116,542,951	6.33%	0.0000										0.0000	1.0566	1.0566	2022
2023	121,160,705	3.96%	0.0000										0.0000	1.0894	1.0894	2023
2024	128,918,968	6.40%	0.0000										0.0000	1.0648	1.0648	2024
2025	134,274,610	4.15%	0.0000	\$900,000	\$414,500					\$900,000	\$414,500	\$1,314,500	0.9790	1.0700	2.0490	2025
2026	139,852,741	4.15%	0.0000	275,000	369,500	\$350,000	\$369,500			625,000	739,000	1,364,000	0.9753	1.0700	2.0453	2026
2027	145,662,602	4.15%	0.0000	100,000	355,750	100,000	352,000	\$75,000	\$451,250	275,000	1,159,000	1,434,000	0.9845	1.0700	2.0545	2027
2028	151,713,820	4.15%	0.0000	100,000	350,750	150,000	347,000	100,000	447,500	350,000	1,145,250	1,495,250	0.9856	1.0700	2.0556	2028
2029	158,016,422	4.15%	0.0000	195,000	345,750	150,000	339,500	100,000	442,500	445,000	1,127,750	1,572,750	0.9953	1.0700	2.0653	2029
2030	159,329,308	0.83%	0.0000	205,000	336,000	150,000	332,000	100,000	437,500	455,000	1,105,500	1,560,500	0.9794	1.0700	2.0494	2030
2031	160,653,102	0.83%	0.0000	215,000	325,750	190,000	324,500	100,000	432,500	505,000	1,082,750	1,587,750	0.9883	1.0700	2.0583	2031
2032	161,987,895	0.83%	0.0000	225,000	315,000	190,000	315,000	115,000	427,500	530,000	1,057,500	1,587,500	0.9800	1.0700	2.0500	2032
2033	163,333,778	0.83%	0.0000	235,000	303,750	225,000	305,500	125,000	421,750	585,000	1,031,000	1,616,000	0.9894	1.0700	2.0594	2033
2034	164,690,843	0.83%	0.0000	245,000	292,000	225,000	294,250	150,000	415,500	620,000	1,001,750	1,621,750	0.9847	1.0700	2.0547	2034
2035	166,059,183	0.83%	0.0000	260,000	279,750	225,000	283,000	200,000	408,000	685,000	970,750	1,655,750	0.9971	1.0700	2.0671	2035
2036	167,438,893	0.83%	0.0000	270,000	266,750	240,000	271,750	200,000	398,000	710,000	936,500	1,646,500	0.9833	1.0700	2.0533	2036
2037	168,830,066	0.83%	0.0000	285,000	253,250	250,000	259,750	250,000	388,000	785,000	901,000	1,686,000	0.9986	1.0700	2.0686	2037
2038	170,232,797	0.83%	0.0000	300,000	239,000	265,000	247,250	250,000	375,500	815,000	861,750	1,676,750	0.9850	1.0700	2.0550	2038
2039	171,647,183	0.83%	0.0000	315,000	224,000	275,000	234,000	265,000	363,000	855,000	821,000	1,676,000	0.9764	1.0700	2.0464	2039
2040	173,073,321	0.83%	0.0000	330,000	208,250	290,000	220,250	300,000	349,750	920,000	778,250	1,698,250	0.9812	1.0700	2.0512	2040
2041	174,511,308	0.83%	0.0000	350,000	191,750	305,000	205,750	325,000	334,750	980,000	732,250	1,712,250	0.9812	1.0700	2.0512	2041
2042	175,961,242	0.83%	0.0000	365,000	174,250	320,000	190,500	350,000	318,500	1,035,000	683,250	1,718,250	0.9765	1.0700	2.0465	2042
2043	177,423,223	0.83%	0.0000	385,000	156,000	335,000	174,500	375,000	301,000	1,095,000	631,500	1,726,500	0.9731	1.0700	2.0431	2043
2044	178,897,351	0.83%	0.0000	400,000	136,750	355,000	157,750	410,000	282,250	1,165,000	576,750	1,741,750	0.9736	1.0700	2.0436	2044
2045	180,383,727	0.83%	0.0000	420,000	116,750	370,000	140,000	450,000	261,750	1,240,000	518,500	1,758,500	0.9749	1.0700	2.0449	2045
2046	181,882,453	0.83%	0.0000	445,000	95,750	390,000	121,500	460,000	239,250	1,295,000	456,500	1,751,500	0.9630	1.0700	2.0330	2046
2047	183,393,630	0.83%	0.0000	465,000	73,500	410,000	102,000	500,000	216,250	1,375,000	391,750	1,766,750	0.9634	1.0700	2.0334	2047
2048	184,917,364	0.83%	0.0000	490,000	50,250	430,000	81,500	575,000	191,250	1,495,000	323,000	1,818,000	0.9831	1.0700	2.0531	2048
2049	186,453,757	0.83%	0.0000	515,000	25,750	450,000	60,000	600,000	162,500	1,565,000	248,250	1,813,250	0.9725	1.0700	2.0425	2049
2050	188,002,916	0.83%	0.0000			750,000	37,500	900,000	132,500	1,650,000	170,000	1,820,000	0.9681	1.0700	2.0381	2050
2051	189,564,946	0.83%	0.0000					1,750,000	87,500	1,750,000	87,500	1,837,500	0.9693	1.0700	2.0393	2051
Total				\$8,290,000	\$5,900,500	\$7,390,000	\$5,766,250	\$9,025,000	\$8,285,750	\$24,705,000	\$19,952,500	\$44,657,500	\$0.9801	Average Tax Rate		

(a) The assessed valuations shown from FY 2020 through and including FY 2024 are actual; for the years FY 2025 through FY 2029, the average growth rate is 4.15%; for each year thereafter the average growth rate is 0.83%.

(b) Interest on the bonds is assumed at an average rate of 5.00%

(c) The primary rate for the years 2020 through 2024 is actual; for all years thereafter is the average of the prior 5-year period shown.

(d) Projected tax rates are not adjusted for delinquent tax collections or arbitrage rebate.

Scenario 3

Average Cost to Property Owners

Average Costs to Property Owners
Average Tax Rate: \$0.9801

Residential Property (Assessed at 10% of limited property value)			
Limited Property Value	Net Assessed Limited Property Value	Estimated Average Annual Cost	Estimated Average Monthly Cost
\$250,000	\$25,000	\$245.03	\$20.42
Commercial and Industrial Property (Assessed at 15% of limited property value)			
Limited Property Value	Net Assessed Limited Property Value	Estimated Average Annual Cost	Estimated Average Monthly Cost
\$1,000,000	\$150,000	\$1,470.15	\$122.51
Agricultural and Other Vacant Property (Assessed at 15% of limited property value)			
Limited Property Value	Net Assessed Limited Property Value	Estimated Average Annual Cost	Estimated Average Monthly Cost
\$100,000	\$15,000	\$147.02	\$12.25

Next Steps

- ✓ **Determine level of support for moving forward**
 - ✓ **Council Support**
 - ✓ **Community Support**
- ✓ **Identify specific projects, cost estimates and planned timing for projects**
- ✓ **Additional Presentations and Council Workshops (Early spring 2024)**
- ✓ **City Council would need to call the Election by no later than early May of 2024 (assuming a 2024 election)**
- ✓ **Staff would work to prepare the necessary voter information pamphlet (May/June 2024)**
- ✓ **Staff would work with the County Elections Department (Summer 2024)**
- ✓ **Ballots are mailed to registered voters within the City (Fall 2024)**
- ✓ **Election Day – November 5, 2024**

Financial Considerations

1. General Fund Balance
2. Water & Sewer Rate Update

General Fund Balance

❖ As of June 30, 2023, the Net Position (Fund Balance) for the General Fund (G.F.) is **\$27,173,694.**

- ❖ \$17,083,694 is uncommitted

- ❖ \$5,000,000 is committed to Economic Development

- ❖ \$5,090,000 is assigned to Water and Wastewater infrastructure from ARP funding

❖ Industry standards recommend having a minimum of nine months or 75% of the total operating budget in Fund Balance.

- ❖ Based on the F.Y. 23-24 G.F budget, the total operating budget for the G.F. was \$16,279,830

- ❖ 75% of \$18,414,780 is \$12,209,872

- ❖ \$12,209,872 would be the minimum Fund Balance based on industry standards

General Fund Balance

- ❖ A strong Fund Balance, along with a steady local tax base, has allowed the City to maintain an A+ rating with the Standard and Poor's (S&P) Rating Agency.
 - ❖ Negative trends in revenues or fund balance may lead to a lower bond rating thus affecting future interest rates and a negative outlook.
- ❖ **Potential uses of the Uncommitted Fund Balance**
 - ❖ Pay-off 2017 Excise Bond
 - ❖ Water and Sewer Infrastructure Improvements (Above the Committed \$5,000,000)
 - ❖ Road Improvements

Potential Uses of Uncommitted Fund Balance

- ❖ Paying off the 2017 Excise Tax Bond
 - ❖ Free up the budget capacity of approximately \$385,000 annually in the General Fund
 - ❖ Allow greater flexibility with all the unexpected operation decisions facing the City in the future
 - ❖ Save over \$2.1 million in interest payments over the next 18 years
- ❖ Water and Sewer Improvements
 - ❖ Extend Water and Sewer Infrastructure to unapproved areas for potential growth
 - ❖ Will not affect current rate increases to Eloy customers
- ❖ Road Improvements
 - ❖ Expand or build new roads to accommodate potential growth
 - ❖ Highway Users Fund has a Fund Balance of \$5.8 million

Water and Sewer Rate Update

Reasons for Consideration

- ❑ Reprioritizing Capital Projects based on needs.
- ❑ Lack of infrastructure in critical areas in key development areas.
- ❑ Capital Project Costs have Increased

Recommendation

- ❑ Commission Willdan to update the rate study to cover projects and costs
- ❑ Move rate increase to fund Capital Projects from 2025 to 2024.
- ❑ Water and Sewer would not rely on the General Fund for improvements.

Current Rate Structure

CITY OF ELOY, ARIZONA POTABLE WATER SYSTEM RATES AND CHARGES

Section 1. Availability charges based on size of water service:

	<u>Current</u>	<u>Effective 11/01/22</u>	<u>Effective 11/01/23</u>	<u>Effective 11/01/24</u>	<u>Effective 11/01/25</u>	<u>Effective 11/01/26</u>
Monthly Service Charges (base rate)						
Single Residential Dwelling Unit						
¾" meter	\$19.13	\$19.90	\$20.69	\$21.52	\$23.89	\$26.51
1" meter	\$28.70	\$29.85	\$31.04	\$32.28	\$35.83	\$39.78
1 ½" meter	\$57.38	\$59.68	\$62.06	\$64.54	\$71.64	\$79.53
2" meter	\$95.64	\$99.47	\$103.44	\$107.58	\$119.42	\$135.55
Multiple Dwelling or Commercial Use						
¾" meter	\$19.13	\$19.90	\$20.69	\$21.52	\$23.89	\$26.51
1" meter	\$28.70	\$29.85	\$31.04	\$32.28	\$35.83	\$39.78
1 ½" meter	\$57.38	\$59.68	\$62.06	\$64.54	\$71.64	\$79.53
2" meter	\$95.64	\$99.47	\$103.44	\$107.58	\$119.42	\$135.55
3" meter	\$191.30	\$198.95	\$206.91	\$215.19	\$238.86	\$265.13
4" meter	\$382.61	\$397.91	\$413.83	\$430.38	\$477.73	\$530.28
6" meter	\$801.65	\$833.72	\$867.06	\$901.75	\$1,000.94	\$1,111.04

Section 2. Usage charges, Water:

Residential

All customers per thousand gallons:						
0,000-10,000 gallons	\$3.06	\$3.18	\$3.31	\$3.44	\$3.82	\$4.24
10,001-20,000 gallons	\$3.83	\$3.98	\$4.14	\$4.31	\$4.78	\$5.31
20,001 gallons and over	\$4.78	\$4.97	\$5.17	\$5.38	\$5.97	\$6.62

CITY OF ELOY, ARIZONA WASTEWATER SYSTEM RATES AND CHARGES

Section 1. Availability charges based on size of water service:

	<u>Current</u>	<u>Effective 11/01/22</u>	<u>Effective 11/01/23</u>	<u>Effective 11/01/24</u>	<u>Effective 11/01/25</u>	<u>Effective 11/01/26</u>
Monthly Service Charges (base rate)						
Single Residential Dwelling Unit						
¾" residential	\$35.76	\$37.19	\$38.68	\$40.23	\$44.66	\$49.57
Commercial						
¾" commercial	\$35.76	\$37.19	\$38.68	\$40.23	\$44.66	\$49.57
1" commercial	\$61.45	\$63.91	\$66.46	\$69.12	\$76.73	\$85.17
1 ½" commercial	\$124.17	\$129.14	\$134.30	\$139.67	\$155.04	\$172.09
2" commercial	\$198.75	\$206.70	\$214.97	\$223.57	\$248.16	\$275.46
3" commercial	\$372.91	\$387.83	\$403.34	\$419.47	\$465.62	\$516.83
4" commercial	\$745.80	\$775.63	\$806.66	\$838.92	\$931.21	\$1,033.64
6" commercial	\$1,491.61	\$1,551.27	\$1,613.33	\$1,677.86	\$1,862.42	\$2,067.29

Section 2. City Usage charge:

All Commercial customers:

Per thousand gallons,						
0,000-10,000 gallons	\$3.72	\$3.87	\$4.02	\$4.18	\$4.64	\$5.16
Per thousand gallons,						
10,001-20,000 gallons	\$4.66	\$4.85	\$5.04	\$5.24	\$5.82	\$6.46
Per thousand gallons,						
20,001 gallons and over	\$5.82	\$6.05	\$6.29	\$6.55	\$7.27	\$8.07

Budget Challenges

- ❖ Compensation and Class Study
- ❖ Inflation Costs
- ❖ Employee Retention
- ❖ Landfill
- ❖ Landfill Capital Equipment
- ❖ Development Zones
- ❖ Infrastructure Expansion
- ❖ General Fund Revenue Losses
- ❖ Rental Tax Elimination (Estimated at \$100,000)
- ❖ State Income Tax Shortfall for FY 25-26 (Unknown impacts at this time)

Summary

- ❖ City Sales Tax Growth is 3 – 5%
- ❖ Primary Property Tax
 - ❖ Does the Council wish to continue the maximum collection?
- ❖ Does pursuing a Secondary Property Tax make sense in 2024?
 - ❖ What funding level?
- ❖ Does paying off debt make sense?
- ❖ Does adjusting Utility Rates need to be revisited?

Challenges in the next few years include:

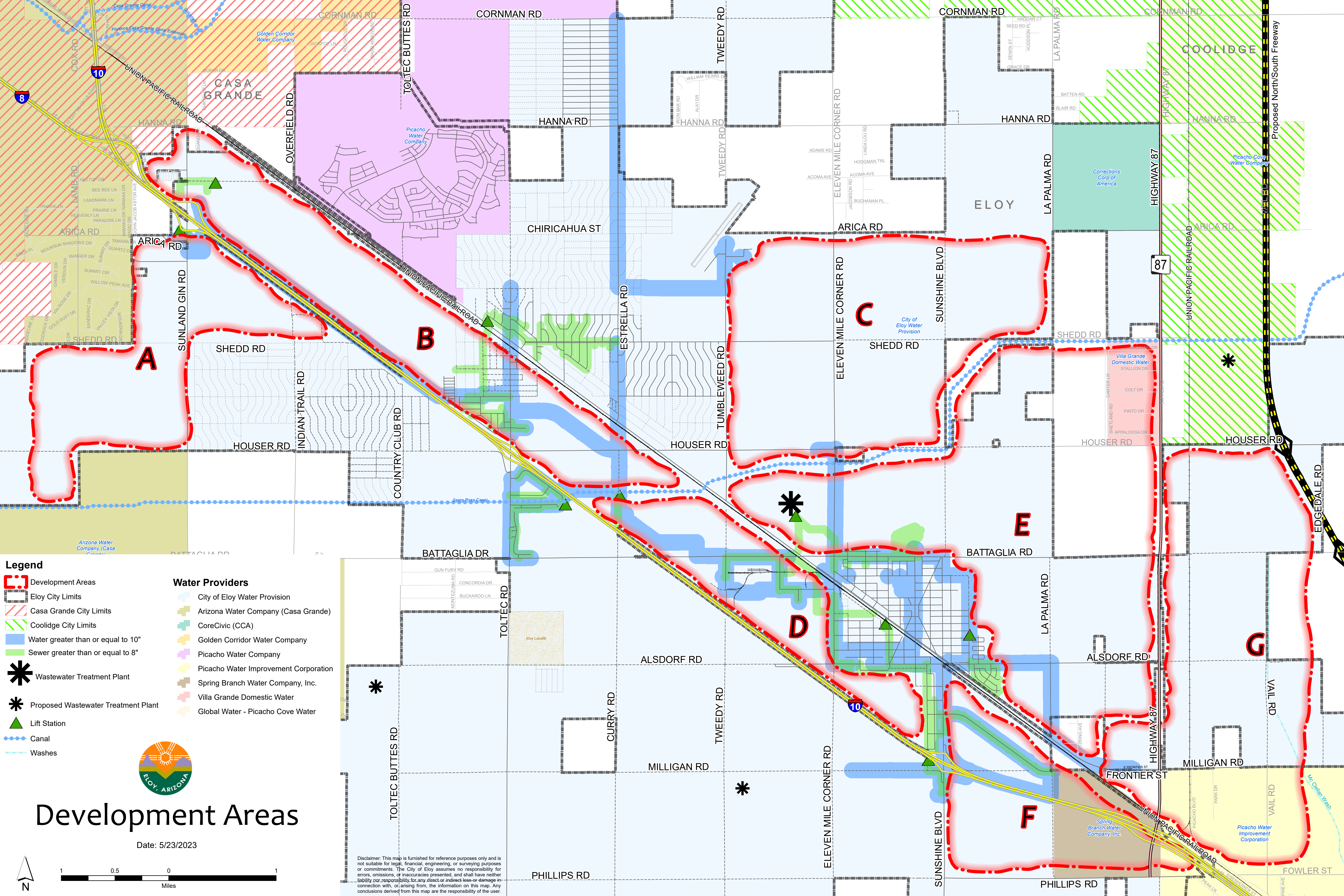
- ❖ Infrastructure
- ❖ Wages Increases
- ❖ Employee Retention
- ❖ Inflationary Price Increases
- ❖ Utility Cost Increases
- ❖ Growth Challenges

WHEN YOUR THREE HOUR MEETING

HAS NO ATTENDEE FEEDBACK



 MeetingFull



- Legend**
- Development Areas
 - Eloy City Limits
 - Casa Grande City Limits
 - Coolidge City Limits
 - Water greater than or equal to 10"
 - Sewer greater than or equal to 8"
 - Wastewater Treatment Plant
 - Proposed Wastewater Treatment Plant
 - Lift Station
 - Canal
 - Washes
- Water Providers**
- City of Eloy Water Provision
 - Arizona Water Company (Casa Grande)
 - CoreCivic (CCA)
 - Golden Corridor Water Company
 - Picacho Water Company
 - Picacho Water Improvement Corporation
 - Spring Branch Water Company, Inc.
 - Villa Grande Domestic Water
 - Global Water - Picacho Cove Water

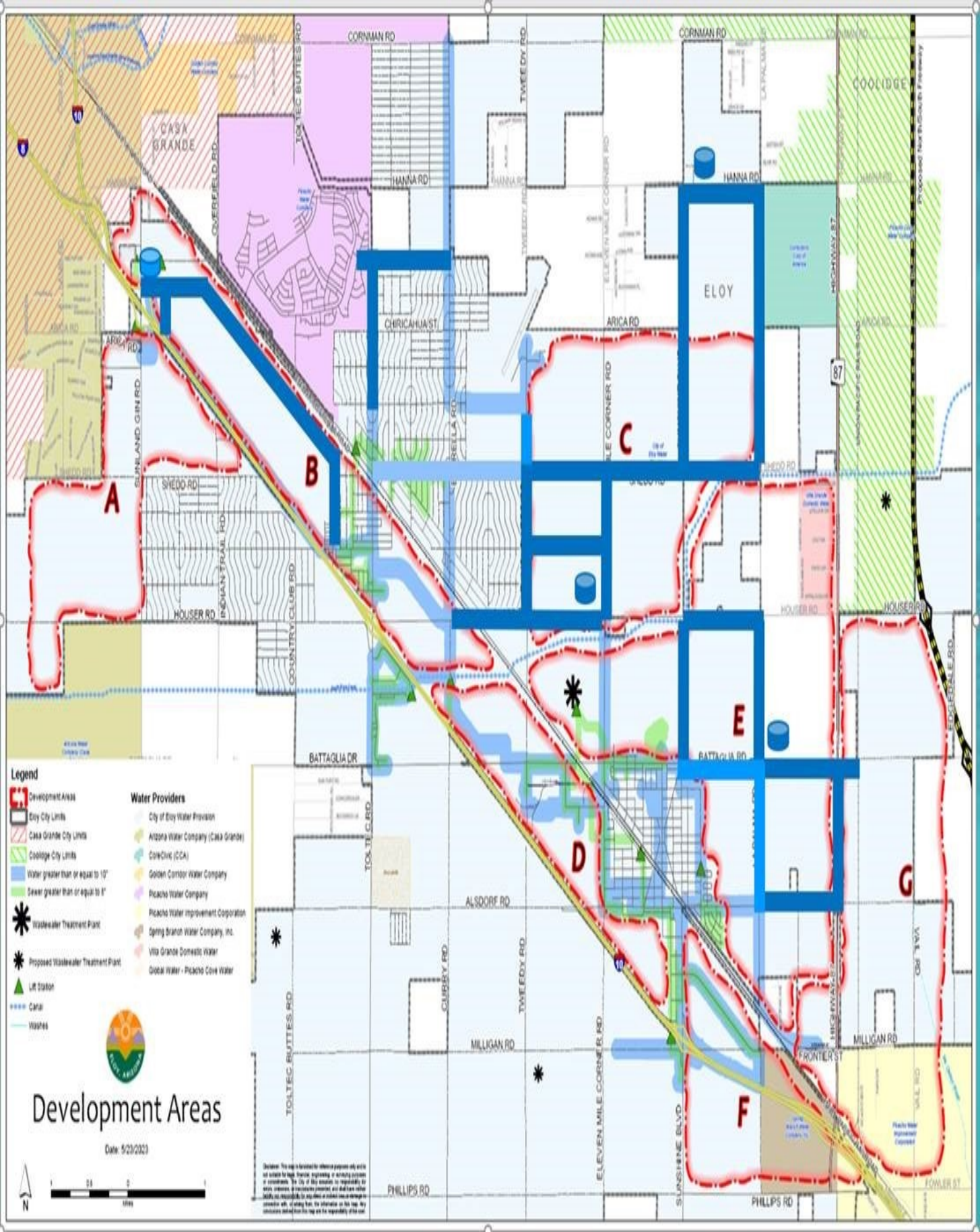
ELOY, ARIZONA

Development Areas

Date: 5/23/2023

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Miles

Disclaimer: This map is furnished for reference purposes only and is not suitable for legal, financial, engineering, or surveying purposes or commitments. The City of Eloy assumes no responsibility for errors, omissions, or inaccuracies presented, and shall have neither liability nor responsibility for any direct or indirect loss or damage in connection with, or arising from, the information on this map. Any conclusions derived from this map are the responsibility of the user.



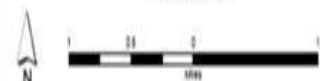
Legend

- Development Areas
 - City City Limits
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- Water Providers**
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 - Arizona Water Company (Casa Grande)
 - CoreOne (CCA)
 - Golden Corral Water Company
 - Pecos Water Company
 - Pecos Water Improvement Corporation
 - Spring Branch Water Company, Inc.
 - Vista Grande Domestic Water
 - Global Water - Pecos Cove Water



Development Areas

Date: 5/23/2023



Disclaimer: This map is provided for reference purposes only and is not subject to map, license, or warranty. The City of Eloy assumes no responsibility for errors, omissions, or inaccuracies presented, and shall have no liability or responsibility for any loss or damage incurred by any person or entity who relies on the information on this map. Any reliance on this map is at the user's responsibility.

CAPITAL IMPROVEMENT PLAN

The Capital Improvements Plan (CIP) contains all of the City's individual capital projects, equipment purchases, and major studies, in conjunction with financing plans for the next five (5) years. The CIP plan provides a working blueprint for sustaining and improving the community's infrastructure and service delivery equipment.

The success of a plan or a planning process is measured by the degree of its implementation. Since resources are limited, it is crucial for the City of Eloy to follow a consistent, objective path to allocate funding for future capital improvements. The following implementation program outlines the specific steps necessary to implement the CIP and perform the annual update.



Capital Improvement Plan Guidelines

To distinguish between capital items and operating items, the following capital project definition was developed.

Capital Projects - Are non-consumable items with a useful life of more than one year and an initial individual price exceeding \$5,000, including expenditures for major capital projects and items such as city buildings, parks, acquisition of land, major street construction, reconstruction, water, and sewer lines, and any other project which adds to the capital assets or infrastructure of the City.

The CIP is to be used as a guide in decision-making. The CIP is intentionally developed in the most a-political environment possible with the full knowledge that the final decisions will be made in the political arena. The CIP is an objective basis for making decisions in a very subjective environment.

The process for the CIP's development is divided into four key phases, culminating in the presentation of a Capital Improvements Plan to the City Council for approval.

1. Financial Analysis - Examined the City's recent revenues, expenditures, current debt, and bonding capacity.
2. Needs Assessment - The Council and Department Heads outlined future needs.
3. Capital Project Evaluation Criteria - CIP projects were evaluated and prioritized by Management.
4. Capital Improvements Plan - All of the preceding steps culminated in developing the plan document that is updated on an annual basis.

Financial Analysis

When determining what resources are available to fund needed infrastructure improvements, it is essential to carefully examine the City's current financial condition and possible funding alternatives. Like most communities, the City of Eloy will most likely always have more wants and needs than financial resources.

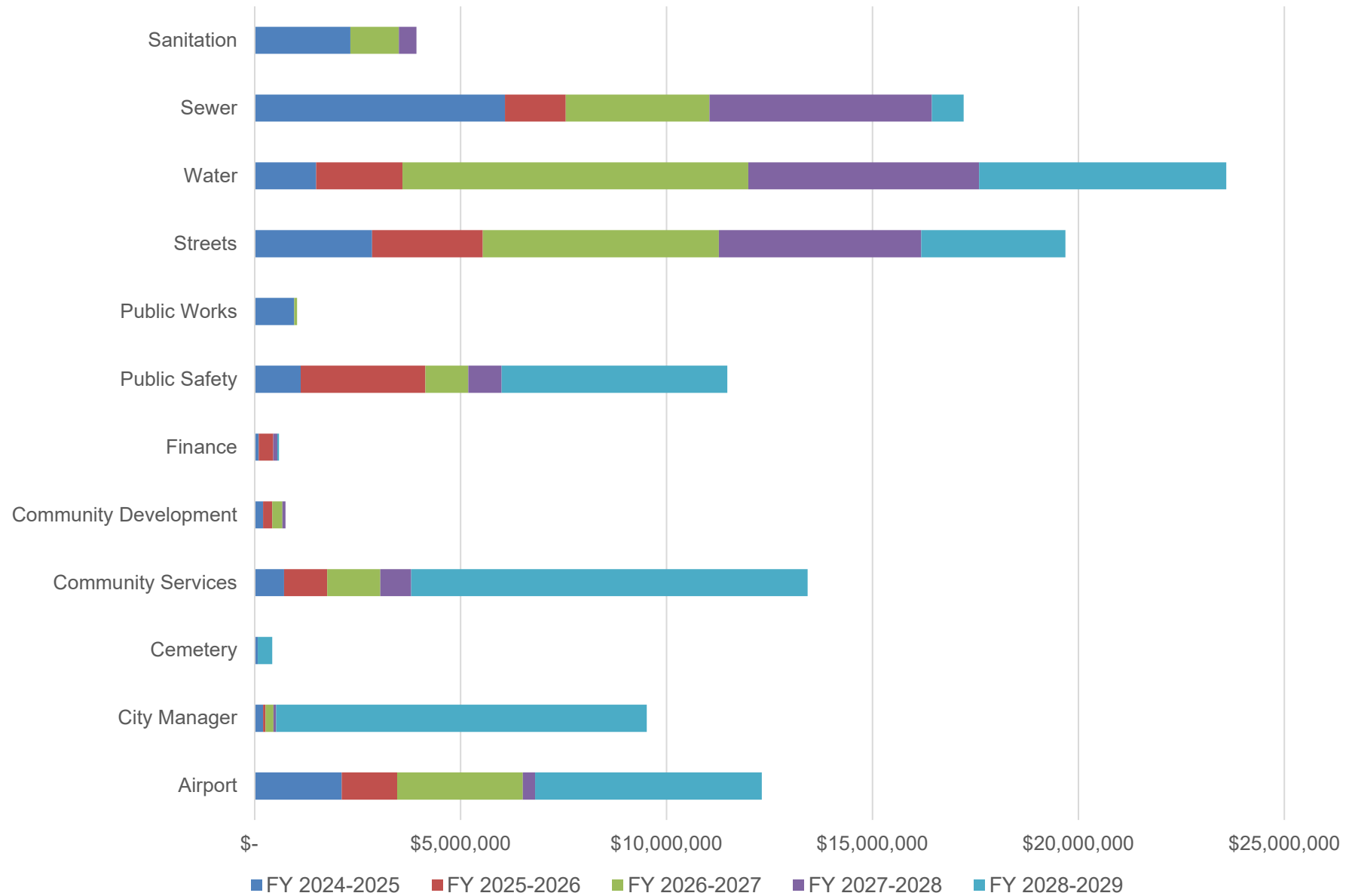
In developing the CIP, a complete financial analysis is conducted. Funding options, municipal revenue trends, the community's borrowing capacity, and current debt are reviewed.

Funding Options

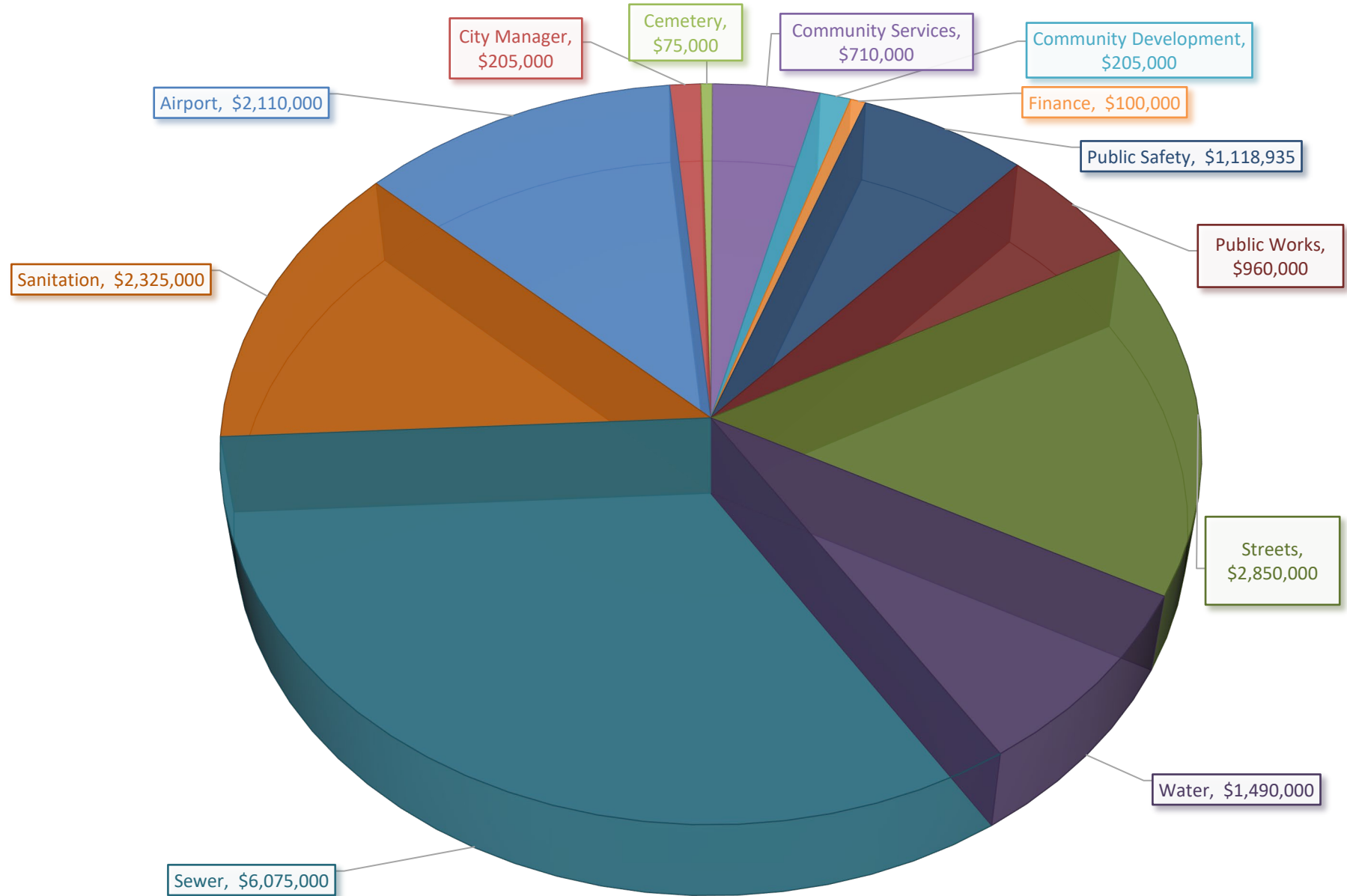
The City of Eloy has been funding capital improvement projects for many years. The key to implementing the CIP is consistent, systematic funding. The following options are considered when analyzing potential funding sources for CIP Projects.

- **Pay-As-You-Go Out of Current Revenues** -The City currently receives the bulk of its revenues through local sales taxes, state sales tax, and state income tax. The City also receives funding from state fuel taxes which are restricted for transportation-related expenditures.
- **Municipal Bonds** - The City can issue bonds for capital projects. Municipal bonds are paid back over a period of time with interest. The City's ability to bond is discussed in more detail in the bonding capacity section. The voters must approve the issuance of municipal bonds.
- **Certificates of Participation/Municipal Property Corporations** - These are funding mechanisms used by many municipal governments that allow the municipality to borrow funds without voter approval. The debt is paid back much like a bond –over time with interest. The City does not currently qualify for this option.
- **Lease-Purchase Agreements** - This is a method of financing capital projects that lessens the up-front costs to the municipality. While interest is paid, the payoff period is typically a shorter period than bonds, and the municipality will own the project at the termination of the agreement.
- **Improvement Districts** - This financing method is used to raise capital for projects where the residents who benefit from the improvements pay for them over time.
- **Grants** - Federal, state, and county grants are available to finance capital projects. Many of these grants require the municipality to participate either financially or through “in-kind” matches. The City is currently aggressively attempting to obtain county, state, and federal grants.
- **User Fees** - Fees paid by service users to maintain existing facilities and develop additional capacity.

5 Year Capital Improvement Plan



CAPITAL IMPROVEMENT PLAN FY 24-25



CITY OF ELOY - CAPITAL IMPROVEMENTS PLAN FUNDING SOURCES FOR FY 2024-2025

FUNDING SOURCE	Airport	Cemetery	Administration	Community Development	Community Services	Finance	Public Safety	Public Works	Streets	Water	Sewer	Sanitation	Total Funding Source
Airport Revenue	\$ 280,090	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 280,090
Federal FAA Grant	\$ 714,820	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 714,820
State FAA Grant	\$ 1,115,090	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,115,090
General One- Time Sales Tax	\$ -	\$ -	\$ 205,000	\$ 170,000	\$ 605,000	\$ 100,000	\$ 426,600	\$ 180,000	\$ -	\$ -	\$ -	\$ -	\$ 1,686,600
Transfer from General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,750,000	\$ 2,325,000	\$ 7,075,000
Community/ Economic Develop -Food Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 600,000	\$ -	\$ -	\$ -	\$ -	\$ 600,000
Court Revenue	\$ -	\$ -	\$ -	\$ -	\$ 60,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60,000
Enterprise Lease	\$ -	\$ -	\$ -	\$ 35,000	\$ 45,000	\$ -	\$ 134,000	\$ 180,000	\$ -	\$ -	\$ -	\$ -	\$ 394,000
American Rescue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,490,000	\$ 1,325,000	\$ -	\$ 2,815,000
Cemetery Revenue	\$ -	\$ 75,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,000
Grant Funding	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 558,335	\$ -	\$ 650,000		\$ -	\$ -	\$ 1,208,335
Impact Fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
HURF Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,400,000	\$ -	\$ -	\$ -	\$ 1,400,000
Streets One- Time Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 800,000	\$ -	\$ -	\$ -	\$ 800,000
Water Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sewer Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sanitation Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ 2,110,000	\$ 75,000	\$ 205,000	\$ 205,000	\$ 710,000	\$ 100,000	\$ 1,118,935	\$ 960,000	\$ 2,850,000	\$ 1,490,000	\$ 6,075,000	\$ 2,325,000	\$ 18,223,935

CITY OF ELOY - CAPITAL IMPROVEMENT PLAN FOR GENERAL PROJECTS

FY 2025 - 2029

Department	Capital Project Title	FY2025	FY2026	FY2027	FY2028	FY2029	Total
City Manager							
	Council Chambers Audio and Recording System Upgrades	\$205,000					\$205,000
	Salary Compensation and Classification Study		\$25,000		\$25,000		\$50,000
	Infrastructure Improvement Plan Update (IIP or Impact Fee)			\$40,000	\$40,000		\$80,000
	Strategic Planning Update			\$30,000			\$30,000
	Eloy Wayfinding and Directional Signage		\$30,000	\$125,000			\$155,000
	Community Center					\$9,000,000	\$9,000,000
Total City Manager		\$205,000	\$55,000	\$195,000	\$65,000	\$9,000,000	\$9,520,000
Community Development							
	Eloy General Plan Update	\$30,000	\$125,000	\$250,000	\$75,000		\$480,000
	Downtown Master Plan Consultant		\$40,000				\$40,000
	Economic Development Plan Update	\$140,000					\$140,000
	Community Development Department Copier/Scanner Replacement		\$8,000				\$8,000
	Building Inspector Work Truck-Enterprise Lease		\$45,000				\$45,000
	Code Enforcement Replacement-Enterprise Lease	\$35,000					\$35,000
Total Community Development		\$205,000	\$218,000	\$250,000	\$75,000	\$0	\$748,000
Community Services							
	Municipal Court roof & HVAC repairs	\$60,000					\$60,000
	Emergency Generator, City Hall	\$350,000					\$350,000
	Open Trail and Parks Master Plan			\$100,000	\$50,000		\$150,000
	Building Enhancements City Hall			\$75,000	\$75,000	\$50,000	\$200,000
	Main St Recreation Center Building Enhancements	\$30,000	\$15,000				\$45,000
	Building Enhancements PD				\$75,000	\$75,000	\$150,000
	Demolition of Former Chamber of Commerce Facility					\$75,000	\$75,000
	Ramada Purchase, Maddux Park	\$40,000					\$40,000
	Furniture Purchase, Community Services	\$15,000	\$15,000	\$15,000			\$45,000
	Automated Swimming Pool Scrubber	\$10,000					\$10,000
	HVAC Replacement Program	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000	\$250,000
	Playground Equipment Replacement at Shumway Park		\$375,000				\$375,000
	Playground Equipment Replacement at North Toltec Park			\$275,000			\$275,000
	Playground Equipment Replacement at Trekell Park					\$375,000	\$375,000
	Backhoe Purchase		\$145,000				\$145,000
	Outdoor Fitness Court			\$190,000			\$190,000

	Ramada at Shumway Park		\$40,000				\$40,000
	Multi-Use Sports Complex			\$500,000	\$500,000	\$9,000,000	\$10,000,000
	Chev Silverado Crew Cab for Parks-Enterprise Lease	\$45,000	\$45,000				\$90,000
	Eloy Aquatic Center Swimming Pool Motor/Pump replacement	\$20,000					\$20,000
	Installation of Perimeter Fencing at the Sunland Visitor Center/Museum.		\$230,000				\$230,000
	Facility Improvements, Troy Thomas Center	\$75,000	\$50,000				\$125,000
	Replacement of Park Tables	\$15,000	\$15,000	\$15,000			\$45,000
	Park/Facility Parking Lot Improvements		\$70,000	\$70,000			\$140,000
Total Community Services		\$710,000	\$1,050,000	\$1,290,000	\$750,000	\$9,625,000	\$13,425,000
Finance							
	Celluar Repeater Enhancement Project	\$60,000					\$60,000
	CISCO Phone System		\$250,000				\$250,000
	Connect City Buildings with Fiber		\$85,000				\$85,000
	UPS Backup Device	\$40,000				\$40,000	\$80,000
	Server Hardware Replacement				\$100,000		\$100,000
	Disk Storage		\$15,000				\$15,000
Total Finance		\$100,000	\$350,000	\$0	\$100,000	\$40,000	\$590,000
Public Safety							
	Dispatch Radio Console Replacement / Upgrade				\$350,000		\$350,000
	Radio System Repeater Replacement / Upgrade (Conventional VHF System)		\$35,000				\$35,000
	Weapons and Equipment-Police Officer staffing increases					\$1,566,250	\$1,566,250
	Building & Parking area expansion-Police Department					\$3,000,000	\$3,000,000
	Microwave Digital Radio Link System-Replacement/Upgrade					\$250,000	\$250,000
	DEMA Grant-Marked Police Vehicles and Equipment - Grant Funded	\$558,335					\$558,335
	Replacement of Evidence Room Refrigeration Units	\$25,000					\$25,000
	Eloy Police Department Training Facility Building Improvements	\$170,000	\$170,000				\$340,000
	Emergency Operations Center (EOC) Technology Upgrades	\$60,000					\$60,000
	Defensive Tactics Training Equipment	\$30,000					\$30,000
	Upgrades/Replacement-Virtra Use of Force Training Simulator				\$210,000		\$210,000
	Police Vehicle (marked) Lease/Upfit-Veh #2	\$125,800					\$125,800
	Police Vehicle (marked) Lease/Upfit-Veh #7	\$125,800					\$125,800
	Police Vehicle (unmarked) Lease/Upfit-Veh #80		\$51,000				\$51,000
	Police Vehicle (unmarked) Lease/Upfit-Veh #69		\$51,000				\$51,000

	Police Vehicle (unmarked) Lease/Upfit- Veh #62		\$51,000				\$51,000
	Police Vehicle (marked) Lease/Upfit- Veh #16		\$138,495				\$138,495
	Police Vehicle (marked-) Lease/Upfit- Veh #15		\$138,495				\$138,495
	Police Vehicle (unmarked) Lease/Upfit- Veh #14			\$56,800			\$56,800
	Police Vehicle (unmarked) Lease/Upfit-Veh# 92			\$59,000			\$59,000
	Police Vehicle (unmarked) Lease/Upfit-Veh #91			\$59,000			\$59,000
	Police Vehicle (marked) Lease/Upfit- Veh #10			\$164,345			\$164,345
	Police Vehicle (marked) Lease/Upfit- Veh #9			\$164,345			\$164,345
	Police Vehicle (marked) Lease/Upfit- Veh #20			\$164,345			\$164,345
	Police Vehicle (unmarked) Lease/Upfit-Veh #24				\$78,400		\$78,400
	Police Vehicle (unmarked) Lease/Upfit-Veh #27				\$78,400		\$78,400
	Police Vehicle (marked-volunteer support vehicle) Lease/Upfit-Veh #5				\$78,400		\$78,400
	Police Vehicle (marked) Lease/Upfit- Veh #28					\$188,885	\$188,885
	Police Vehicle (marked-supervisor) Lease/Upfit-Veh #23					\$198,885	\$198,885
	Police Vehicle (marked-supervisor) Lease/Upfit-Veh #22					\$198,885	\$198,885
	FARO crime scene scanner			\$160,000			\$160,000
	Public Safety Surveillance Cameras		\$60,000				\$60,000
	Communications Center-Dispatcher Chairs	\$24,000					\$24,000
	Police Body Worn Camera Upgrade		\$260,000				\$260,000
	Police Motorcycle Purchase/Replacement			\$65,000		\$73,000	\$138,000
	Police Drone Program Upgrades/Replacements			\$150,000			\$150,000
	Gym equipment upgrades/replacement		\$20,000		\$15,000		\$35,000
	Computer Aided Dispatch (CAD, Records Management System (RMS), and Mobile CAD System		\$2,000,000				\$2,000,000
	Eloy Police Department Firearms Range Improvements		\$50,000				\$50,000
Total Public Safety		\$1,118,935	\$3,024,990	\$1,042,835	\$810,200	\$5,475,905	\$11,472,865
Public Works							
	Public Works Operations Manager's Truck			\$70,000			\$70,000
	Telehandler Forklift (6500 lb Capacity)	\$180,000					\$180,000
	Service Truck with Crane	\$180,000					\$180,000
	Shedd Road Median Landscape Project	\$600,000					\$600,000
Total Public Works		\$960,000	\$0	\$70,000	\$0	\$0	\$1,030,000

Total General CIP		\$3,298,935	\$4,697,990	\$2,847,835	\$1,800,200	\$24,140,905	\$36,785,865
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Fund Balance as of 12/31/23	Project Funding Source	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	Total
\$ -	Grants	\$558,335	\$0	\$0	\$0	\$0	\$558,335
\$ 2,927,500	Capital Projects Fund - Fund 18	\$1,686,600	\$4,346,590	\$1,865,035	\$1,115,000	\$5,849,050	\$14,862,275
\$ 1,390,449	Community/Economic Food Tax Revenue	\$600,000	\$0	\$0	\$0	\$0	\$600,000
\$ -	Enterprise Lease Program	\$394,000	\$351,400	\$442,800	\$145,200	\$291,855	\$1,625,255
\$ 197,051	Court Restricted Funds	\$60,000	\$0	\$0	\$0	\$0	\$60,000
\$ 1,938,935	Impact Fee Fund	\$0	\$0	\$40,000	\$40,000	\$0	\$80,000
\$ -	Bond	\$0	\$0	\$500,000	\$500,000	\$18,000,000	\$19,000,000
	Total General Capital Projects	\$3,298,935	\$4,697,990	\$2,847,835	\$1,800,200	\$24,140,905	\$36,785,865

CITY OF ELOY - CAPITAL IMPROVEMENT PLAN FOR STREET PRJOECTS

FY 2025 - 2029

Department	Capital Project Title	FY2025	FY2026	FY2027	FY2028	FY2029	Total
Streets							
	Frontier and Main Street Intersection Improvements - Phase 2 (CDBG Grant)	\$500,000					\$500,000
	Toltec Area Drainage Study			\$150,000			\$150,000
	Realignment of Papago Street between Roble Circle and Golden Street	\$300,000					\$300,000
	Toltec Road -- Chip Seal from Aztec Street to Robson Ranch	\$800,000					\$800,000
	Annual Pavement Preservation Projects	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$5,000,000
	Drainage Improvements in the Eloy Industrial Park		\$250,000				\$250,000
	Sunland Gin Reconstruction and Widening between Interstate 10 and Hanna Road			\$100,000	\$50,000	\$2,500,000	\$2,650,000
	Culvert Replacement along Shedd Road between Estrella Road and Tumbleweed Road	\$100,000					\$100,000
	Frontier Street Micro Mill and Overlay - Hanna Rd to SR87		\$900,000	\$1,200,000			\$2,100,000
	Sunland Gin Rd and Arica Rd Intersection	\$150,000	\$150,000	\$2,000,000	\$2,700,000		\$5,000,000
	Phoenix Ave. -- Pavement Preservation Curiel to B Street (Mill and Overlay)			\$350,000			\$350,000
	Outer Drive -- Reconstruct Toltec Road to Chesley St.			\$150,000			\$150,000
	11 Mile Corner Road Reconstruction, Frontier St. to Alsdorf Rd.			\$600,000			\$600,000
	3.5 Yard Loader - CAT 938M		\$350,000				\$350,000
	Asphalt Chip Spreader				\$350,000		\$350,000
	Leeboy Paver 7000				\$150,000		\$150,000
	Front End Loader engine and transmission rebuild			\$85,000			\$85,000
	Vehicle Replacement - Enterprise Lease		\$40,000	\$40,000	\$40,000		\$120,000
	Phoenix Avenue Landscape Improvements			\$20,000	\$250,000		\$270,000
	Main Street Streetscaping Project			\$35,000	\$375,000		\$410,000
Total Streets		\$2,850,000	\$2,690,000	\$5,730,000	\$4,915,000	\$3,500,000	\$19,685,000
Total Streets CIP		\$2,850,000	\$2,690,000	\$5,730,000	\$4,915,000	\$3,500,000	\$19,685,000

Fund Balance as of 12/31/23

Project Funding Source		FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	Total
	HURF Fund - Operating Budget (annually \$1,100,000)	\$ 1,100,000	\$ 1,100,000	\$ 1,100,000	\$ 1,100,000	\$ 1,100,000	\$ 5,500,000
\$ 5,868,817	Fund Balance - HURF	\$ 300,000	\$ 1,400,000	\$ 2,590,000	\$ 1,075,000	\$ 2,400,000	\$ 7,765,000
\$ 1,499,883	Streets One-Time Fund (16)	\$ 800,000	\$ -	\$ -	\$ -	\$ -	\$ 800,000
	Enterprise Lease Program	\$ -	\$ 40,000	\$ 40,000	\$ 40,000	\$ -	\$ 120,000
	Grant-CDBG	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ 500,000
\$ 5,000,000	Grant State of Arizona	\$ 150,000	\$ 150,000	\$ 2,000,000	\$ 2,700,000	\$ -	\$ 5,000,000
Total Streets Capital Projects		\$ 2,850,000	\$ 2,690,000	\$ 5,730,000	\$ 4,915,000	\$ 3,500,000	\$ 19,685,000

CITY OF ELOY - CAPITAL IMPROVEMENT PLAN FOR WATER PROJECTS

FY 2025 - 2029

Department	Capital Project Title	FY2025	FY2026	FY2027	FY2028	FY2029	Total
Water							
	Rehabilitation of Reservoir #2 (Blue Tank) including cleaning of the tank, removal of accumulated sand, relining and repainting	\$650,000					\$650,000
	New Groundwater Well			\$150,000	\$500,000	\$500,000	\$1,150,000
	Repair Well Casing at Well #3	\$250,000					\$250,000
	Phoenix Avenue Waterline replacement between Curiel and B Street			\$500,000			\$500,000
	New Well to Serve Economic Development Area C with Connecting Line		\$300,000	\$1,800,000	\$1,000,000		\$3,100,000
	Water Line Extension to Loop Sunland Gin system - Section B		\$100,000	\$150,000	\$1,500,000		\$1,750,000
	Water Line Extension on Nelson Farm Road from Sunland Gin Road East 1/4 Mile - Section B			\$150,000	\$1,500,000		\$1,650,000
	Water Line Extension on Battaglia Road from Sunshine Bouelvard Road to La Palma Road - Section E				\$195,000	\$2,555,000	\$2,750,000
	Water Line Extension on La Palma Road from Alsdorf Road to Battaglia Road -Section E					\$2,600,000	\$2,600,000
	Water Service Line Inventory		\$200,000				\$200,000
	Chlorine/Chlorinator Building at well #3			\$40,000			\$40,000
	Install New Fire Hydrants		\$50,000	\$50,000	\$50,000	\$50,000	\$200,000
	Airport Waterline Extension - Construction	\$490,000					\$490,000
	3rd Place Water Line Extension			\$400,000			\$400,000
	Water Line Locate		\$50,000	\$50,000	\$100,000		\$200,000
	Tank Inspection & Cleaning Pump 3 1MG			\$50,000			\$50,000
	Nitrate Treatment Facilities	\$100,000	\$1,000,000	\$1,000,000			\$2,100,000
	New Well at Airport with Connecting Line		\$200,000	\$2,500,000			\$2,700,000
	Valve Replacement		\$50,000	\$50,000	\$50,000		\$150,000
	Replace Waterlines throughout the City		\$100,000	\$450,000	\$100,000	\$100,000	\$750,000
	Waterline replacements between Estrella and Tumbleweed			\$628,000			\$628,000
	Waterline replacements between Estrella and Toltec, north of Frontier St.				\$40,000	\$200,000	\$240,000
	Tryon Avenue Water Line			\$75,000	\$500,000		\$575,000
	Dump Truck - 6YD			\$120,000			\$120,000
	ATV Vehicle for Utilities				\$20,000		\$20,000
	Water Meter Replacement		\$50,000	\$50,000	\$50,000		\$150,000

	Front End Loader with Gannon Unit			\$180,000			\$180,000
Total Water		\$1,490,000	\$2,100,000	\$8,393,000	\$5,605,000	\$6,005,000	\$23,593,000
Total Water CIP		\$1,490,000	\$2,100,000	\$8,393,000	\$5,605,000	\$6,005,000	\$23,593,000

Fund Balance as of 12/31/23							
	Project Funding Source	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	Total
\$ 3,490,000	ARPR Funding - Transfer from General Fund	\$1,490,000	\$1,000,000	\$1,000,000	\$0	\$0	\$ 3,490,000
\$ -	CIP Funded from Rate Increase	\$0	\$700,000	\$5,293,000	\$1,410,000	\$850,000	\$ 8,253,000
\$ -	Unknown Funding Source/Developer	\$0	\$400,000	\$2,100,000	\$4,195,000	\$5,155,000	\$ 11,850,000
\$ 3,558,118	Fund Balance - Water Fund	\$0	\$0	\$0	\$0	\$0	\$0
Total Water Capital Projects		\$1,490,000	\$2,100,000	\$8,393,000	\$5,605,000	\$6,005,000	\$ 23,593,000

CITY OF ELOY - CAPITAL IMPROVEMENT PLAN FOR SEWER PROJECTS

FY 2025 - 2029

Department	Capital Project Title	FY2025	FY2026	FY2027	FY2028	FY2029	Total
Sewer							
	Pump Replacements for Lift Stations	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$500,000
	11 Mile Corner Road Sewer Line Expansion - Section E	\$720,000					\$720,000
	New Manhole Installations	\$125,000					\$125,000
	Sludge Handling Belt Press	\$380,000					\$380,000
	Sewer Plant Expansion from Plant to 11 Mile Corner Road (Private Property) - Section E	\$4,750,000					\$4,750,000
	Perimeter Security Fencing w/Gates at Tryon Lift Station			\$50,000			\$50,000
	New Lift Station and Collection System to Serve Economic Development Area C with Sewer Collection Infrastructure		\$300,000	\$1,800,000	\$3,000,000		\$5,100,000
	Purchase and Install Vulcan Bar Screen for Wastewater Treatment Plant Headworks				\$350,000		\$350,000
	Sunland Gin Sewer Lift Station					\$500,000	\$500,000
	Sewer line replacement across the RR tracks at Battaglia Rd from Davidson Blvd to the WWTP		\$90,000	\$600,000			\$690,000
	New Flow meters at City Lift Stations		\$20,000	\$20,000			\$40,000
	Sewer Main Extensions in Toltec Area			\$150,000	\$1,100,000		\$1,250,000
	WWTP Furniture Replacement			\$25,000			\$25,000
	Bio-Barge Pontoon			\$25,000			\$25,000
	WWTP Influent Wet Well Recoating			\$100,000			\$100,000
	South Aeration Basin Rehab		\$400,000				\$400,000
	Rehabilitate existing manholes		\$20,000	\$20,000	\$295,000	\$175,000	\$510,000
	Sunshine Blvd Sewer Lift Station				\$500,000		\$500,000
	Love's Sewer Lift Station		\$500,000				\$500,000
	Toltec Sewer Lift Station			\$500,000			\$500,000
	Sewer Camera			\$100,000			\$100,000
	John Deere Gator UTV		\$18,000				\$18,000
	Stationary Dissolve Oxygen Probe				\$50,000		\$50,000
	Portable Sewer Pump		\$30,000				\$30,000
Total Sewer		\$6,075,000	\$1,478,000	\$3,490,000	\$5,395,000	\$775,000	\$17,213,000
Total Sewer CIP		\$6,075,000	\$1,478,000	\$3,490,000	\$5,395,000	\$775,000	\$17,213,000

Fund Balance as of 12/31/23	Project Funding Source	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	Total
\$ 1,325,000	ARPR Funding - Transfer from General Fund	\$1,325,000	\$0	\$0	\$0	\$0	\$1,325,000
\$ 3,441,183	Unrestricted Fund Balance for Sewer	\$0	\$0	\$0	\$0	\$0	\$0
	Transfer from the General Fund	\$4,750,000	\$0	\$0	\$0	\$0	\$4,750,000
	Unknown Funding Source/Developer	\$0	\$300,000	\$1,800,000	\$3,000,000	\$0	\$5,100,000
	CIP Funded from Rate Increase	\$0	\$1,178,000	\$1,690,000	\$2,395,000	\$775,000	\$6,038,000
	Total Sewer Capital Projects	\$6,075,000	\$1,478,000	\$3,490,000	\$5,395,000	\$775,000	\$17,213,000

CITY OF ELOY - CAPITAL IMPROVEMENT PLAN FOR SANITATION PROJECTS

FY 2025 - 2029

Department	Capital Project Title	FY2025	FY2026	FY2027	FY2028	FY2029	Total
Sanitation							
	New Landfill Bulldozer	\$1,000,000					\$1,000,000
	Landfill Master Plan and Rate Study	\$150,000					\$150,000
	New Second Landfill Scale Hardware and Software			\$75,000	\$425,000		\$500,000
	Landfill Scale Hardware and Software	\$200,000					\$200,000
	New Landfill Earth Scraper			\$1,100,000			\$1,100,000
	New Landfill Compactor	\$975,000					\$975,000
Total Sanitation		\$2,325,000	\$0	\$1,175,000	\$425,000	\$0	\$3,925,000
Total Sanitation CIP		\$2,325,000	\$0	\$1,175,000	\$425,000	\$0	\$3,925,000

Fund Balance as of 12/31/23	Project Funding Source	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	Total
\$ (2,719,811)	Sanitation Revenue (need to increase fees to cover CIP)	\$ -	\$ -	\$ 1,175,000	\$ 425,000	\$ -	\$ 1,600,000
	Transfer from the General Fund	\$ 2,325,000	\$ -	\$ -	\$ -	\$ -	\$ 2,325,000
	Total Sanitation Capital Projects	\$2,325,000	\$0	\$1,175,000	\$425,000	\$0	\$3,925,000

CITY OF ELOY - CAPITAL IMPROVEMENT PLAN FOR AIRPORT PROJECTS

FY 2025 - 2029

Department	Capital Project Title	FY2025	FY2026	FY2027	FY2028	FY2029	Total
Airport							
	Hangar 1 Demolition	\$125,000					\$125,000
	Focused Planning Study for Land Acquisition and Runway Extension (Including 15% Design)		\$300,000				\$300,000
	E.A. for Land Acquisition and Runway Extension			\$300,000			\$300,000
	Drainage Improvements - Phase 3 (Design and Construct)	\$950,000					\$950,000
	Update Airport Master Plan	\$485,000					\$485,000
	Design of SW Runway Extension-650 ft				\$300,000		\$300,000
	Construction of the Fence Relocation		\$450,000				\$450,000
	Construction of Airport Apron			\$2,750,000			\$2,750,000
	Design of Apron Rehabilitation	\$250,000					\$250,000
	Design and Construction to install weather reporting equipment (AWOS)	\$100,000	\$400,000				\$500,000
	Design and Construction of Windcone and Segmented Circle Relocation		\$200,000				\$200,000
	Construction of SW Runway Extension					\$5,000,000	\$5,000,000
	Land Acquisition for Fence	\$200,000					\$200,000
	Land Acquisition for SW Runway Extension					\$500,000	\$500,000
Total Airport		\$2,110,000	\$1,350,000	\$3,050,000	\$300,000	\$5,500,000	\$12,310,000
Total Airport CIP		\$2,110,000	\$1,350,000	\$3,050,000	\$300,000	\$5,500,000	\$12,310,000

Fund Balance as of 12/31/23							
	Project Funding Source	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	Total
	Federal Share	\$714,820	\$819,540	\$273,180	\$273,180	\$4,553,000	\$6,633,720
	State Share	\$1,115,090	\$445,230	\$2,488,410	\$13,410	\$673,500	\$4,735,640
\$ 704,241	City Share - Airport Fund Balance	\$280,090	\$85,230	\$288,410	\$13,410	\$273,500	\$940,640
	Total Airport Capital Projects	\$2,110,000	\$1,350,000	\$3,050,000	\$300,000	\$5,500,000	\$12,310,000

CITY OF ELOY - CAPITAL IMPROVEMENT PLAN FOR CEMETERY PROJECTS

FY 2025 - 2029

Department	Capital Project Title	FY2025	FY2026	FY2027	FY2028	FY2029	Total
Cemetery Fund							
	Expansion of Cemetery Land					\$350,000	\$350,000
	Cemetery road fog seal	\$75,000					\$75,000
Total Cemetery Fund		\$75,000	\$0	\$0	\$0	\$350,000	\$425,000
Total Cemetery CIP		\$75,000	\$0	\$0	\$0	\$350,000	\$425,000

Fund Balance as of 12/31/23	Project Funding Source	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	Total
\$ 374,342	Cemetery Revenue or Fund Balance	\$75,000	\$0	\$0	\$0	\$350,000	\$425,000
	Total Cemtery Capital Projects	\$75,000	\$0	\$0	\$0	\$350,000	\$425,000