



**PUBLIC NOTICE
THE ELOY CITY COUNCIL
Meets
MONDAY, MARCH 31, 2025
5:30 PM
ELOY CITY COUNCIL CHAMBERS
595 NORTH C STREET
ELOY, ARIZONA 85131
For a
WORK SESSION**

AGENDA

- I. Call to Order**
- II. Roll Call**
- III. Pledge of Allegiance**
- IV. Unscheduled Public Appearances**
- V. Discussion Items**
 - A. Presentation by Brian Wright, Finance Director, on revenue projections for the FY 2025 -2026 annual budget and seeking guidance on the proposed property tax rate.
 - B. Presentation by Brian Wright, Finance Director, on the City of Eloy's Capital Improvement Plan for F.Y. 2025-2026 and seeking guidance on paying off debt obligations to expand capital infrastructure.

VI. Adjournment

POSTED BY 5:00 P.M., THURSDAY, MARCH 27, 2025, 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."

Celine A. Kidwell, CMC, FCRM
City Clerk

INDIVIDUALS WITH SPECIAL ACCESSIBILITY NEEDS MAY CONTACT MICHELLE HALL, 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: **3/31/2025**

Date submitted:
03/19/2025

Action: Formal

Subject: Presentation by Brian Wright, Finance Director, on revenue projections for the FY 2025 -2026 annual budget and seeking guidance on the proposed property tax rate.

Date requested:
3/31/2025

TO: Mayor and City Council

FROM: Brian Wright, Finance Director

RECOMMENDATION:

Brian Wright, Finance Director, will present the City Council with revenue projections for the FY 2025-2026 and seek guidance on the primary property tax rate.

DISCUSSION:

The development of the Fiscal Year (FY) 2025-2026 budget progresses through four key stages: a goal-setting work session, a revenue-forecasting session, a Council workshop on the proposed annual budget, and the adoption of the tentative/final budget.

Commencing on February 7, 2025, the City Council and City staff meet to start the FY 2025-2026 budget process. During this budget workshop, City staff discussed the newly adopted Strategic Plan and how the current and future Capital Projects align with the guiding principles within the Strategic Plan. In addition, staff discussed the financial state of the City and expected impacts that may occur in FY 2025-2026. This budget workshop's main focus is to shape and propel the budget process by aligning the strategic goals and ensuring the optimization of all programs and operations for efficiency. Management's primary focus remains on upholding a stable revenue base, advancing infrastructure, enhancing community aesthetics, and safeguarding the current level of city services.

City Taxes

City Sales Tax is the city's primary revenue stream, constituting 41% of the general fund's annual revenue. It encompasses various taxing categories: retail sales, restaurant/bar, hotel/motel, and construction sales tax.

For FY 2025-2026, the city anticipates collecting \$9,754,125 in City Sales Tax. Of this amount, \$8,900,000 will be allocated to the General Fund, \$410,000 to the Streets One-Time Fund, and \$444,125 to the Economic/Community Development Fund. Breaking down the General Fund allocation further, \$6.650 million is earmarked for

ongoing maintenance and operations, \$1,200,000 for the Robson Ranch Incentive Agreement, \$50,000 for the Xpress Fuel Agreement, \$150,000 for the National Gypsum Incentive Agreement and \$850,000, for one-time capital purchases in the Capital Projects Fund. Staff projects a 5.83% or \$537,140 more in City Sales Tax compared to last year's budget estimates.

Property Tax

Property tax is a crucial pillar of local revenue generation, offering stability to city finances. Unlike other tax streams, such as retail sales tax, property tax remains resilient against fluctuations. Over recent years, property tax valuations have been upward, while tax rates have either remained steady or experienced marginal decreases.

The proposed property tax rate is \$.9769 per \$100 assessed valuation, marking a decrease of .0346 cents from the previous fiscal year's rate of \$1.0115 (FY 2024-2025). This adjusted rate is anticipated to yield approximately \$1,551,780 for FY 2025-2026, representing an \$82,915 increase over FY 2024-2025, attributable to increased valuations and new construction.

State Shared Revenues

State Shared Revenues encompass Urban Revenue, State Sales Tax, Vehicle License Tax, and Highway User Revenue. These revenue streams are allocated to cities and towns according to their respective population levels. The estimated population figures for the City of Eloy used by the League of Arizona Cities and Towns are 18,528 for these State-Shared Revenue estimates. Annually, State Shared Revenues typically constitute approximately 37-40% of the City's general fund budget. Highway User Revenue, derived from the gasoline tax, serves as one of the primary funding sources for the City's Streets Division, covering personnel, programs, and capital projects.

According to insights from the League of Arizona Cities and Towns, total State Shared revenues for the City of Eloy are expected to increase by \$638,430 or 6.93% compared to last year's budgeted totals. State Income Taxes are expected to increase slightly by \$26,765 or 0.73% compared to last year's budgeted figures. State sales tax is anticipated to increase by \$255,810 or 9.84%, while vehicle licensing tax should increase by \$147,355 or 11.16%, more than last year's budget estimates. Highway User Revenue should increase by \$208,500 or 12.81% compared to the previous year's budget totals. The final projections for State Shared Revenues are anticipated to be released in mid-June.

Utility Revenues

Utility revenues encompass fees and charges for water, sewer, and sanitation services. In the FY 2025-2026 budget, water and sewer rates and fees are slated to increase by approximately 11% on November 1, 2025. This adjustment results from the utility rate

increase adopted by the City Council on April 11, 2022, marking the fourth of five scheduled increases. This increase will support funding debt obligations for infrastructure improvements for water and sewer.

On March 24, 2025, the City entered into a new hauling contract with Waste Management for residential and commercial trash services. The new Sanitation rates and fees will go into effect on July 1, 2025, for all residential and commercial customers. Residential rates will increase by \$4.31 or 16.75% to \$30.04 per month.

FISCAL IMPACT:

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

Fiscal Year 2025 – 2026 Revenue Forecast

By: Brian Wright, Finance Director
Budget Work Session, March 31, 2025





Agenda

- Key Impacts
- General Fund
- Property Tax Levy
- Special Revenue Funds
- Enterprise Funds

Key Factors Influencing FY 2025–2026 Financial Projections

Understanding the drivers shaping the financial landscape for FY 2025 - 2026

Inflation Impact

Assessing inflation and how revenues will be impacted

State Economy

Evaluating State legislative outcomes on local revenues and state indicators impacting revenues

City Sales Tax

Evaluating financial trends within retail sales, restaurant/bar, and service categories.

State Shared Revenues

Assessing the last year of the flat tax implementation and how the decrease in State Income Tax will factor into the city's financial outlook.

Maximum Property Tax Levy

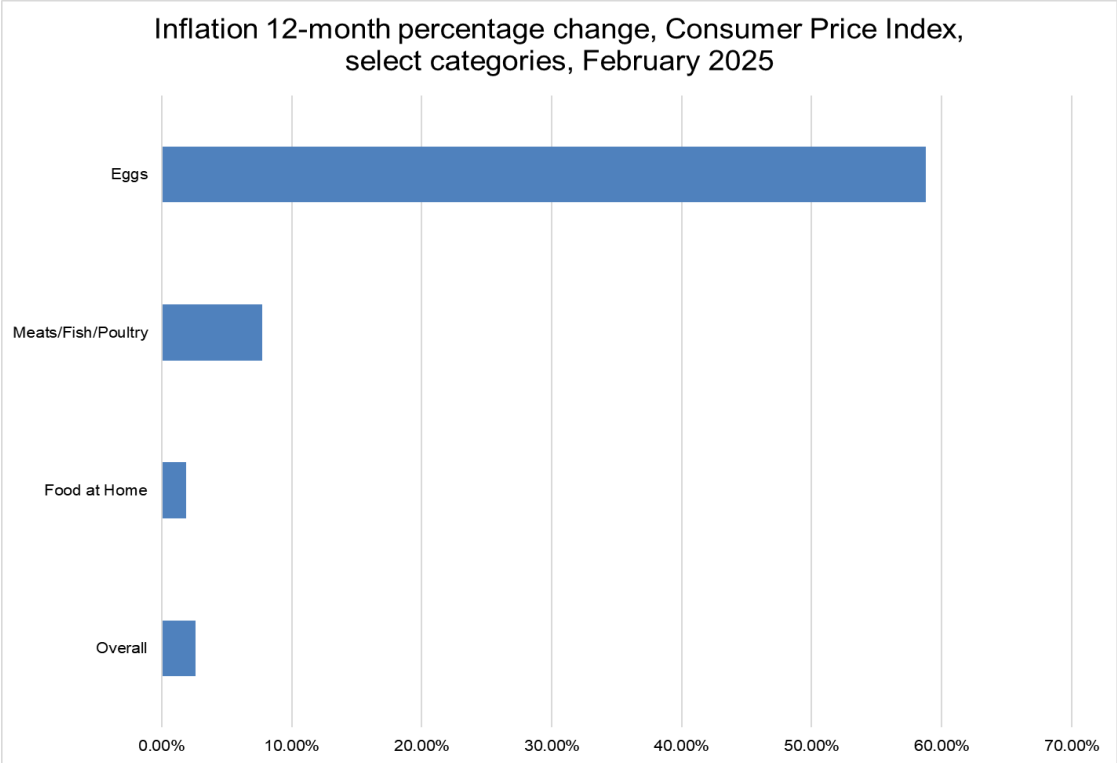
Assessing property valuations and new construction as it shapes the primary property tax.

Annual Inflation Impact on City Finances

Examining the Influence of Inflation on the City's Financial Landscape

Phoenix MSA Index

Measures of Inflation - Phoenix MSA	Sep 2024	Oct 2024	Nov 2024	Dec 2024	Jan 2025	Feb 2025
<i>All Urban Consumers, Not Seasonally Adjusted, Phoenix MSA, U.S. Bureau of Labor Statistics</i>						
CPI-U All Items	184.3	184.2	183.4	182.7	183.5	184.3
% Chg from Year Ago	1.9%	1.6%	1.6%	1.6%	1.7%	1.8%
CPI-U All Items Less Food and Energy	178.3	178.5	177.9	177.4	177.9	178.4
% Chg from Year Ago	2.9%	2.7%	2.2%	1.8%	1.7%	1.6%
CPI-U Commodities	145.9	145.4	144.8	144.2	145.5	146.8
% Chg from Year Ago	-2.5%	-2.5%	-1.3%	-0.2%	0.3%	0.8%





Arizona Economy

State Growth

- Real Estate and Construction Industries
- 1.93% Growth Expectations

Legislative Actions

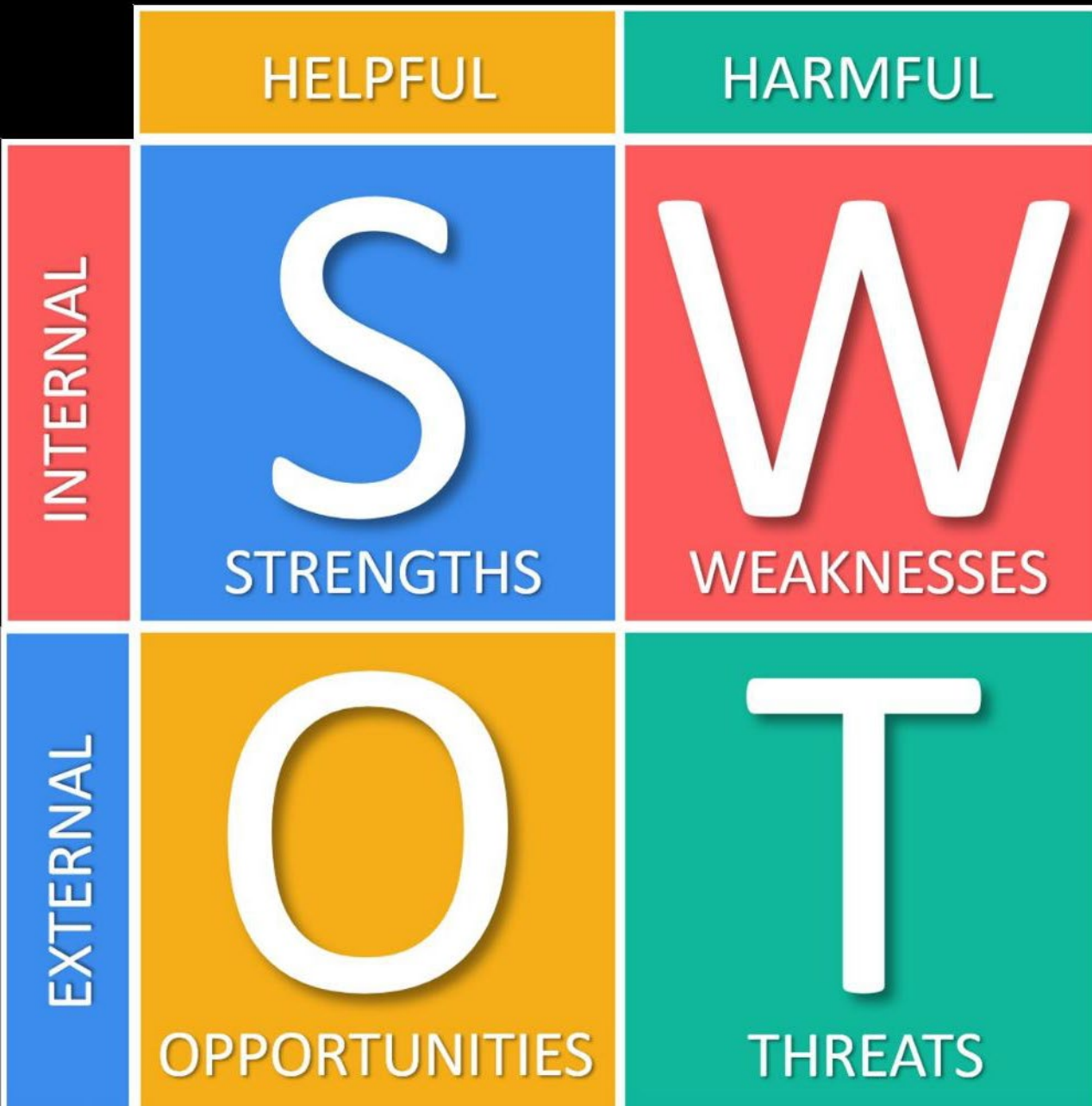
- Capping Food for Home Base Consumption Tax Rate
 - Cannot go above current rate – 2% for Eloy
- Adding new stimulations and timelines when a city wants to change local tax codes.

Corporate Income Tax

- Represents 25% of Total Income Taxes
 - \$1.8 billion annually
 - Estimated to Decline

Transaction Privilege Tax

- 4-6% Growth Expectations



Strengths

- Stable Tax Base
- Low Primary Property Tax Rate
- I-10 travel corridor
- Corecivic
- Utility Rate Plan Adoption
- Area Prime for residential/commercial development

Opportunities

- Growth of residential and commercial development
- Modifying landfill fees to support future operations
- Increasing local tax rates
- Selling of CAP Water



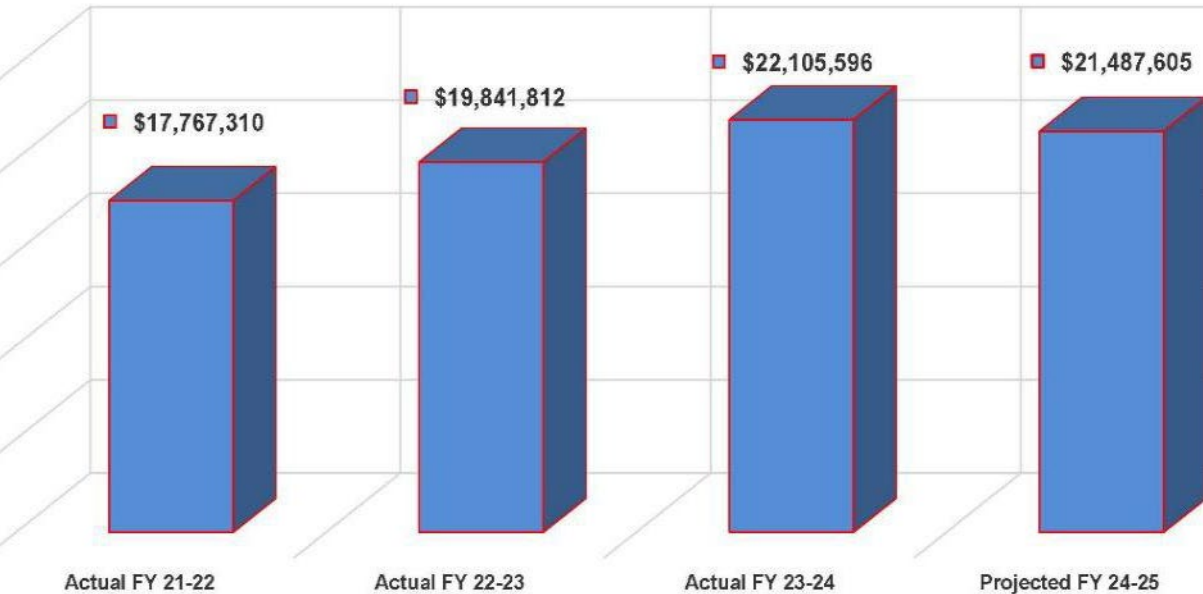
Weakness

- High Restaurant/Bar Tax Rate
- Lack of retail development
- Limited tax options to generate new revenue
- Slow Population Growth

Threats

- State legislatures eliminating taxing sources
- Fear of a recession
- Slow down of Economy affecting travel
- Lack of retail growth
- Inflation
- Loss of State Income Tax

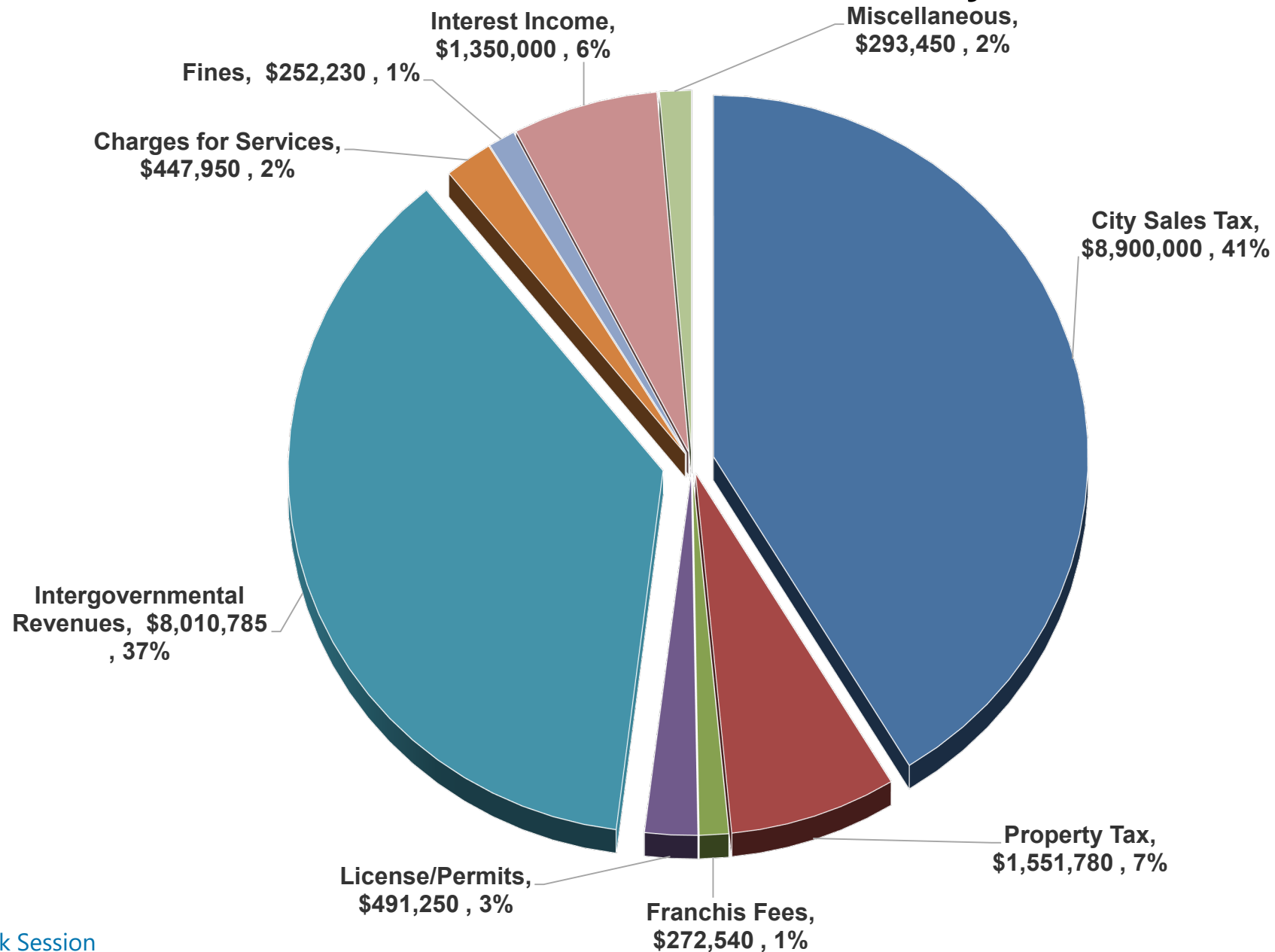
TOTAL GENERAL FUND REVENUE COLLECTION



General Fund Highlights (FY 22 – 24)

- Steady Revenue Growth – 20.93% or 5.2% per year
 - \$3,720,295 growth since 2022
- Population Growth – 2,988 or 747 per year
 - As of June 2024 population is 18,528
- Residential Building Permits – 730 or 182.5 per year
 - \$491,361 average permit collection
- Property Tax Rate – Has declined .0451%
 - \$189,562 more in tax collection
- State Shared Revenues Growth – 37.1% or 9.28% per year
 - \$2,155,979 more in State Tax Distributions

Where Does General Fund Money Come From?



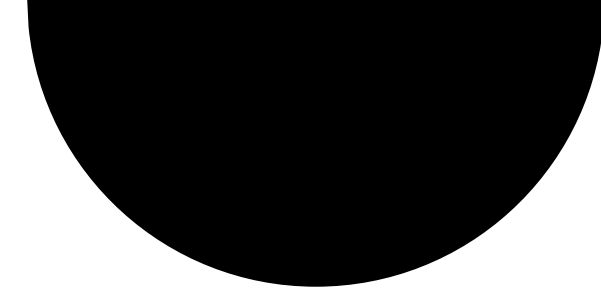
General Fund Revenues

GENERAL FUND	Actual FY 21-22	Actual FY 22-23	Actual FY 23-24	Projected FY 24-25	Budget FY 24-25	Budget FY 25-26	% Change from FY 24-25 to FY 25-26
City Sales Tax	\$ 8,441,275	\$ 10,414,756	\$ 9,987,864	\$ 8,733,474	\$ 8,362,860	\$ 8,900,000	6.42%
Property Tax	\$ 1,261,310	\$ 1,325,947	\$ 1,377,201	\$ 1,450,872	\$ 1,468,865	\$ 1,551,780	5.64%
Franchis Fees	\$ 194,134	\$ 216,468	\$ 242,743	\$ 350,357	\$ 219,795	\$ 272,540	24.00%
License/Permits	\$ 968,068	\$ 441,733	\$ 425,724	\$ 605,440	\$ 401,750	\$ 491,250	22.28%
Intergovernmental Revenues	\$ 5,811,851	\$ 6,359,073	\$ 8,393,439	\$ 7,967,930	\$ 7,580,855	\$ 8,010,785	5.67%
Charges for Services	\$ 436,938	\$ 323,560	\$ 552,625	\$ 518,205	\$ 406,110	\$ 447,950	10.30%
Fines	\$ 227,682	\$ 299,010	\$ 271,466	\$ 232,489	\$ 253,730	\$ 252,230	-0.59%
Interest Income	\$ 48,277	\$ 191,339	\$ 557,980	\$ 1,468,235	\$ 395,000	\$ 1,350,000	241.77%
Miscellaneous	\$ 377,777	\$ 269,925	\$ 296,554	\$ 160,604	\$ 244,400	\$ 293,450	20.07%
TOTAL GENERAL FUND REVENUES	\$ 17,767,310	\$ 19,841,812	\$ 22,105,596	\$ 21,487,605	\$ 19,333,365	\$ 21,569,985	11.57%
Fund Balance	\$ 21,111,100	\$ 27,338,331	\$ 33,311,442	\$ 34,477,342			



City Sales Tax Overview

A tax that is 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



What Funds Rely on City Sales Tax

1 General Fund

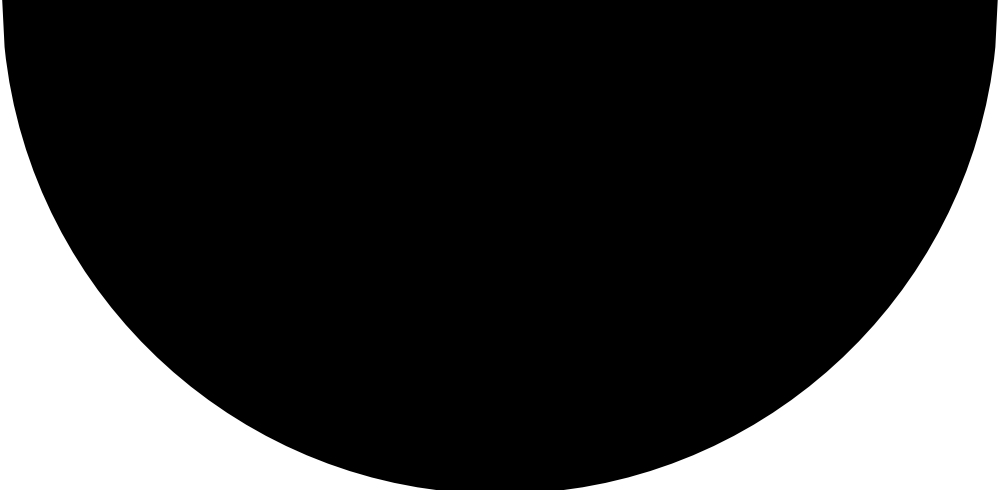
Supports Police, Community Services, Community Development, and General Administration

2 Streets One-Time Fund

Supports One-Time Street Infrastructure Projects or Capital Equipment Purchases.

3 Community/Economic Development Fund

Supports Community or Economic Development related projects



Average City Sales Tax Collection (FY 22-24)

Average Fiscal Year Collection

- \$10,576,533
- General Fund
 - \$9,614,631
- Streets One-Time Fund
 - \$576,793
- Community/Economic Development Fund
 - \$385,126

How is City Sales Tax Allocated in the General Fund

\$6,854,433

Ongoing
Operations and
Maintenance

\$1,171,070

Transfer to Capital
Projects Fund

\$1,010,624

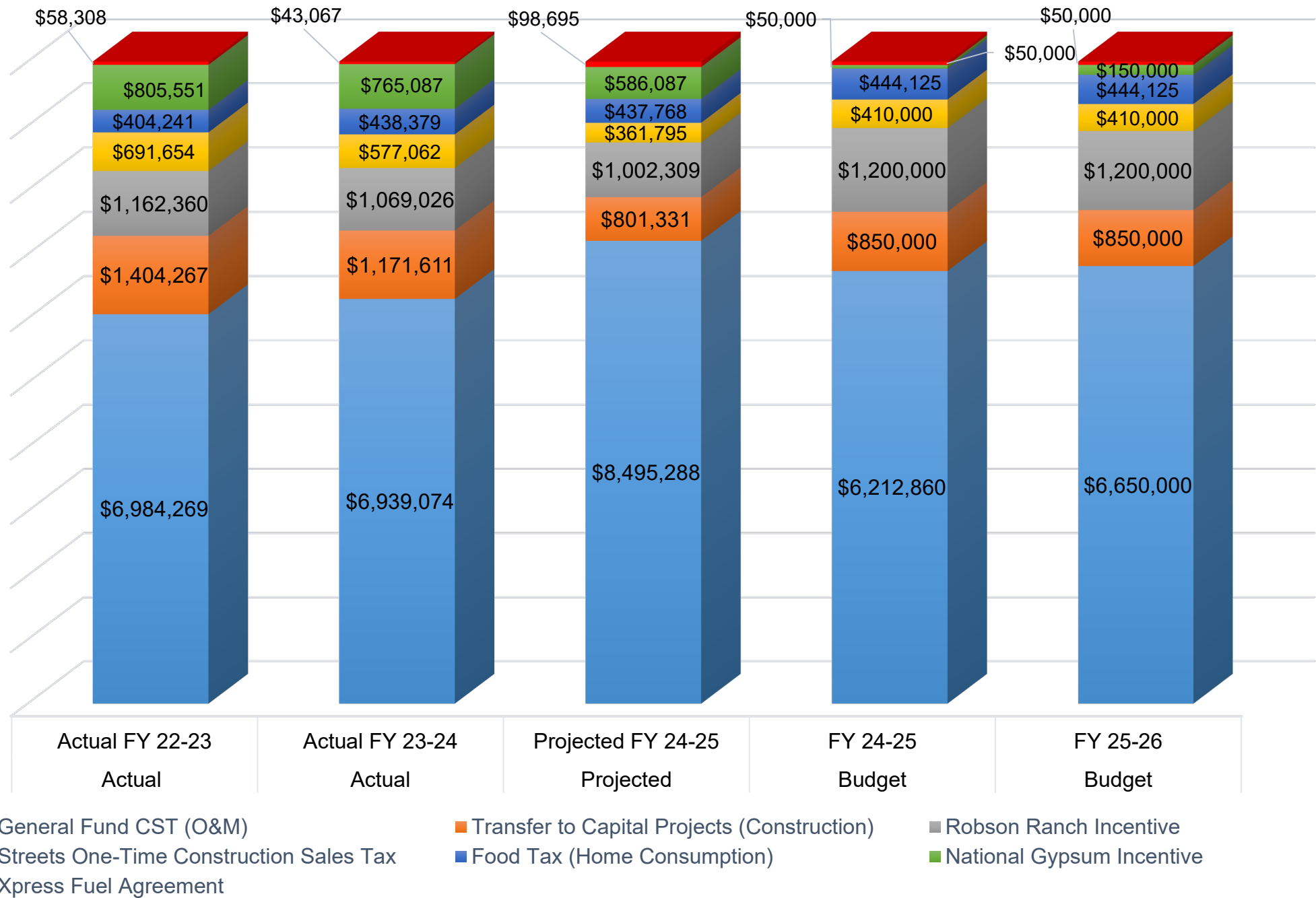
Robson Ranch
Incentive
Agreement

\$523,546

National Gypsum
Incentive
Agreement

\$54,958

Xpress Fuel
Incentive
Agreement



Factors Affecting City Sales Tax

Policy Factors

- Inflation
- Customer Confidence
- National Policies
- State Policies

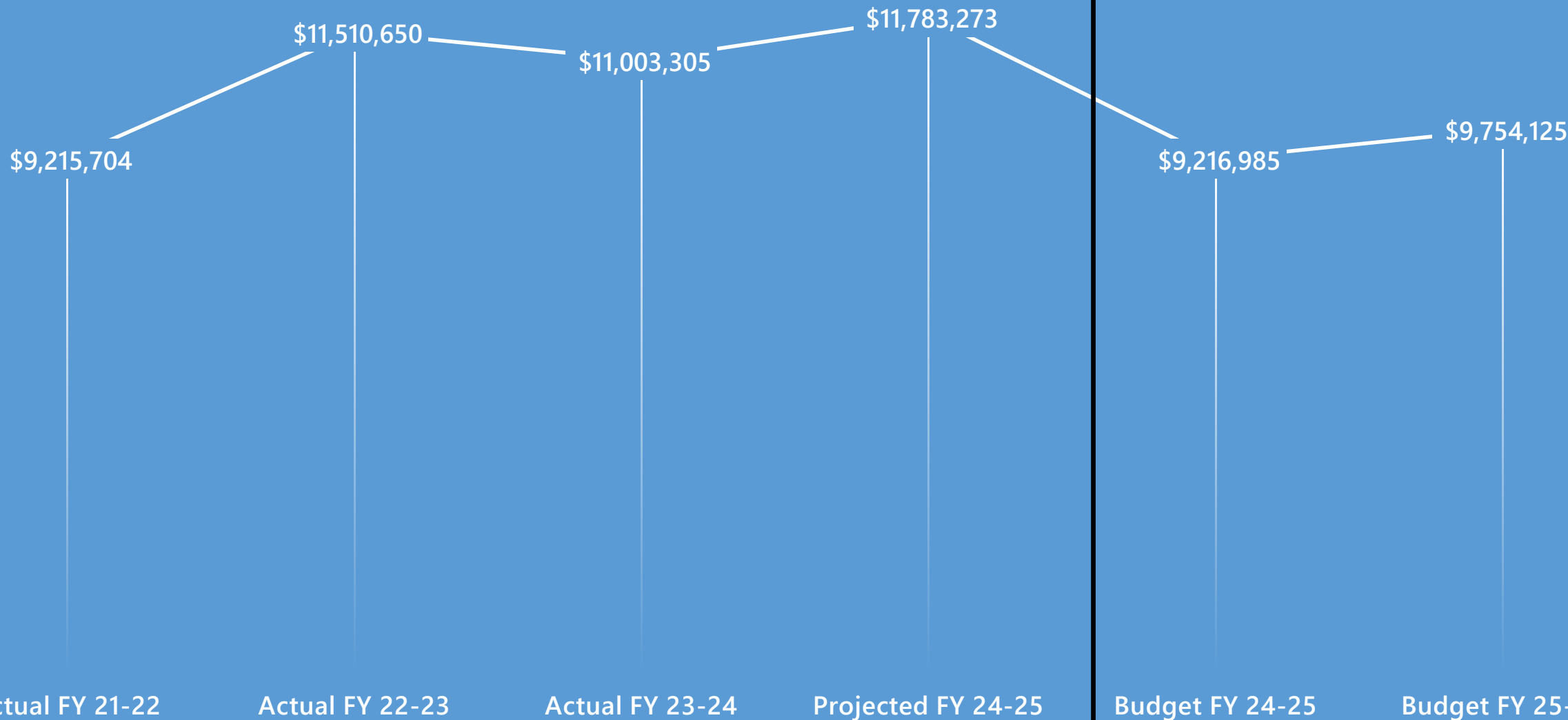
Residential Housing Development

- In-fill (Toltec)
- Robson Ranch

Commercial Development

- Solar
- Manufacturing

CITY SALES TAX



State Income Tax Reduction

What we know for FY 25-26

Last year of Flat Tax Implementation

Effects of Flat Tax

Estimated decrease - \$285,000

Impacts on General Fund

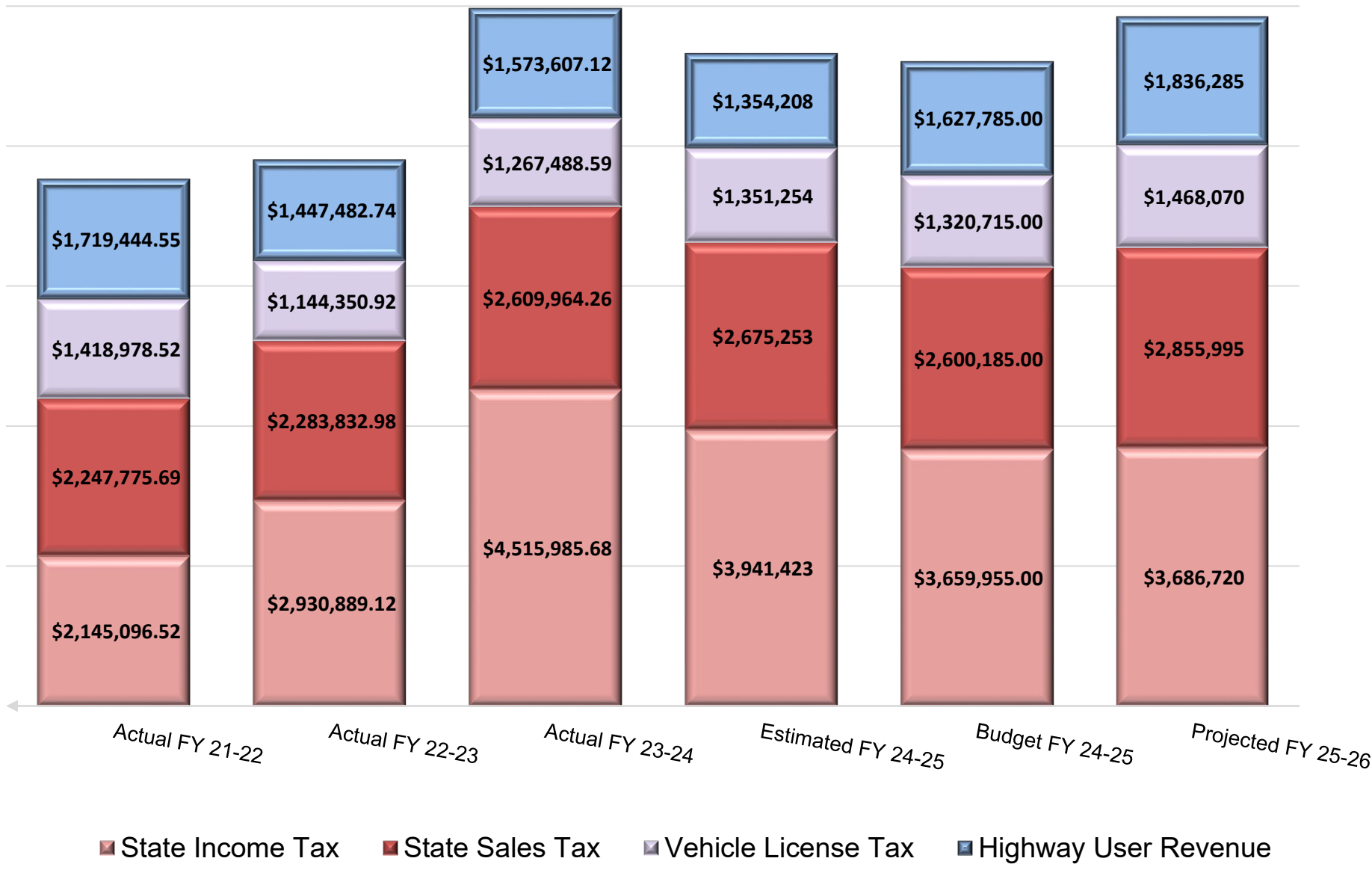
Due to population growth and conservative budgeting, the impact **WILL not affect FY 25-26 estimates**

Forecast for State Income Tax

Estimated to increase by \$26,765 or 0.73% over last year's budget.

State-Shared Revenues

- State Income Tax
 - 0.73% increase over the prior year
- State Sales Tax
 - 9.84% increase over the prior year
- Vehicle Licensing Tax
 - 11.16 % increase over the prior year
- Highway User Revenue
 - 12.81% increase over the prior year





Property Taxes

Property Tax Insights

Insights into City's Property Tax Landscape



Maximum Property Tax

City Council has approved the maximum property tax rate for the last several years



Effects of a Maximum Rate Adoption

Provides a stable source of revenue to



Comparison of Maximum Rates

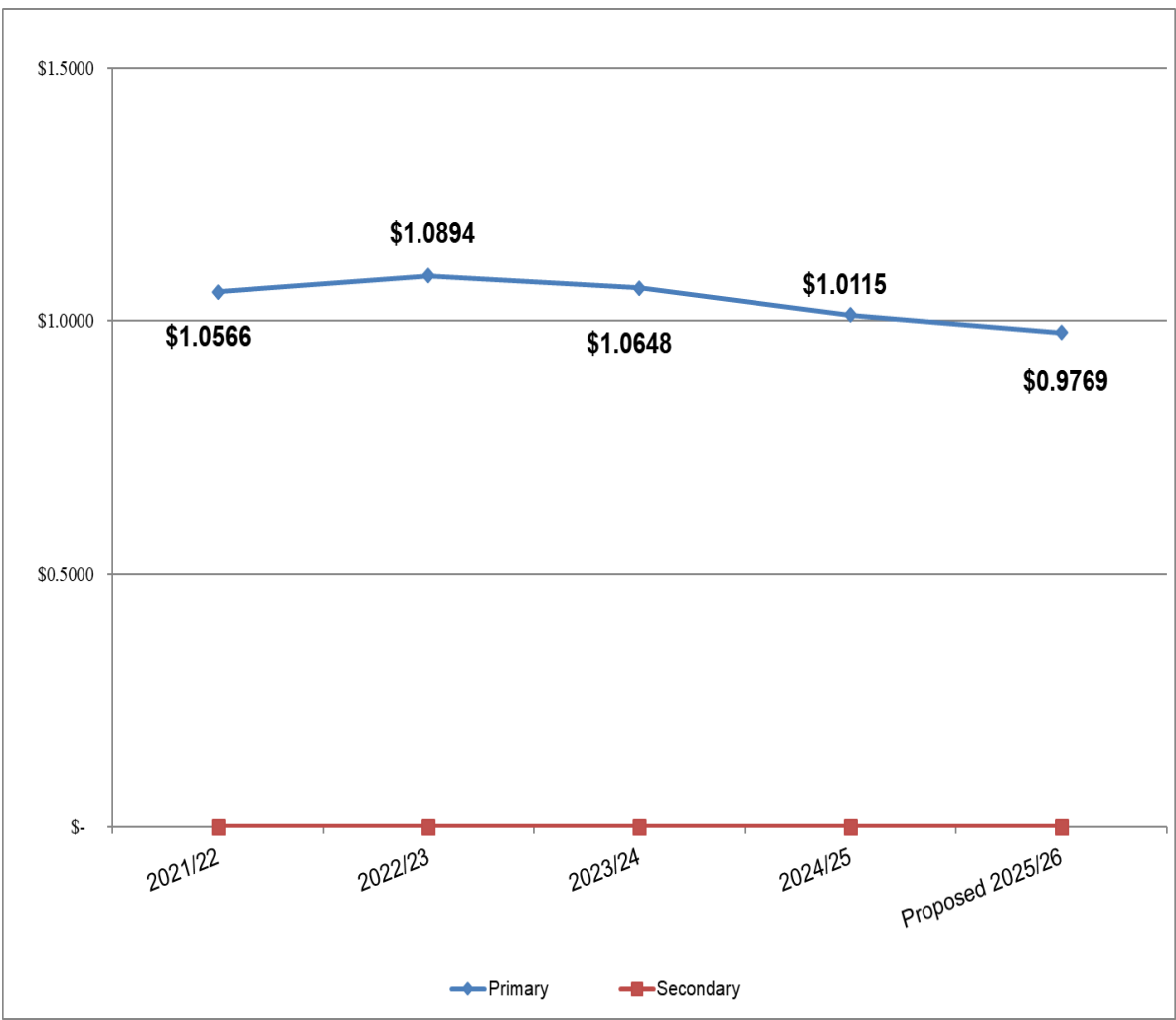
- \$1.0115 - FY 24-25 Approved Rate
- \$.9769 - FY 25-26 Recommend Rate
- \$.0346 **Rate Decrease**



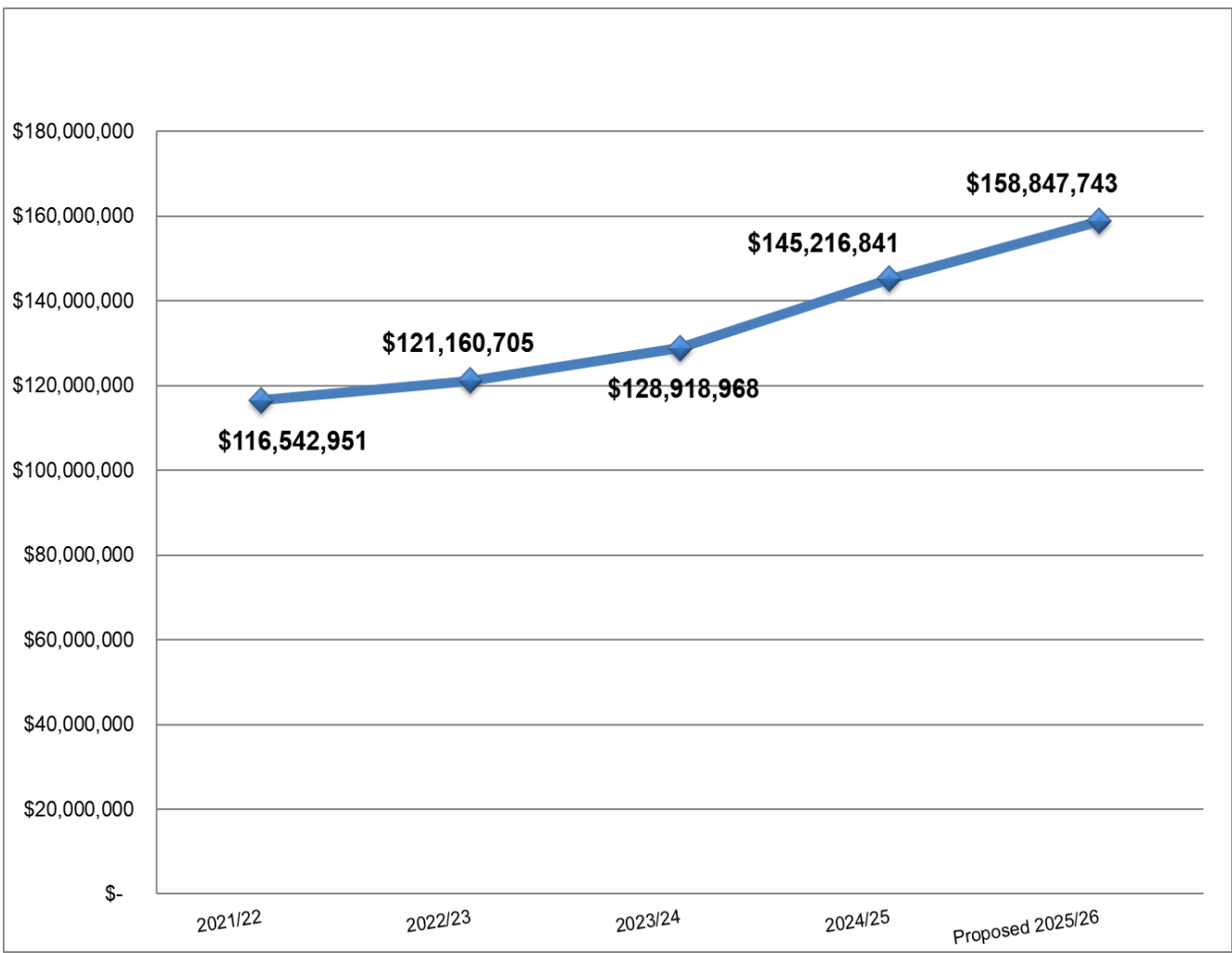
Truth in Taxation Analysis		
Calculation for Truth in Taxation Hearing Notice pursuant to A.R.S. § 42-17107		
	Maximum Collection	Just New Construction
Actual current primary property tax levy:	\$ 1,468,868	\$ 1,468,868
Net assessed valuation:	\$ 158,847,743	\$ 158,847,743
Value of new construction:	\$ 5,478,945	\$ 5,478,945
Net assessed value minus new construction:	\$ 153,368,798	\$ 153,368,798
MAXIMUM TAX RATE THAT CAN BE IMPOSED WITHOUT A TRUTH IN TAXATION HEARING:	\$ 0.9577	\$ 0.9577
Growth in property tax levy capacity associated with new construction:	\$ 52,472	\$ 52,472
MAXIMUM PRIMARY PROPERTY TAX LEVY WITHOUT A TRUTH IN TAXATION HEARING:	\$ 1,521,285	\$ 1,521,285
Proposed primary property tax levy:	\$ 1,551,780	\$ 1,521,285
Proposed increase in primary property tax levy, exclusive of new construction	\$ 29,443	\$ (1)
Proposed percentage increase in primary property tax levy:	2.00%	0.00%
Proposed primary property tax rate:	\$ 0.9769	\$ 0.9577
Proposed increase in primary property tax rate:	\$ 0.0192	\$ 0.0000
Proposed primary property tax levy on a home valued at \$100,000	\$ 97.69	\$ 95.77

Property Tax Levy Worksheet

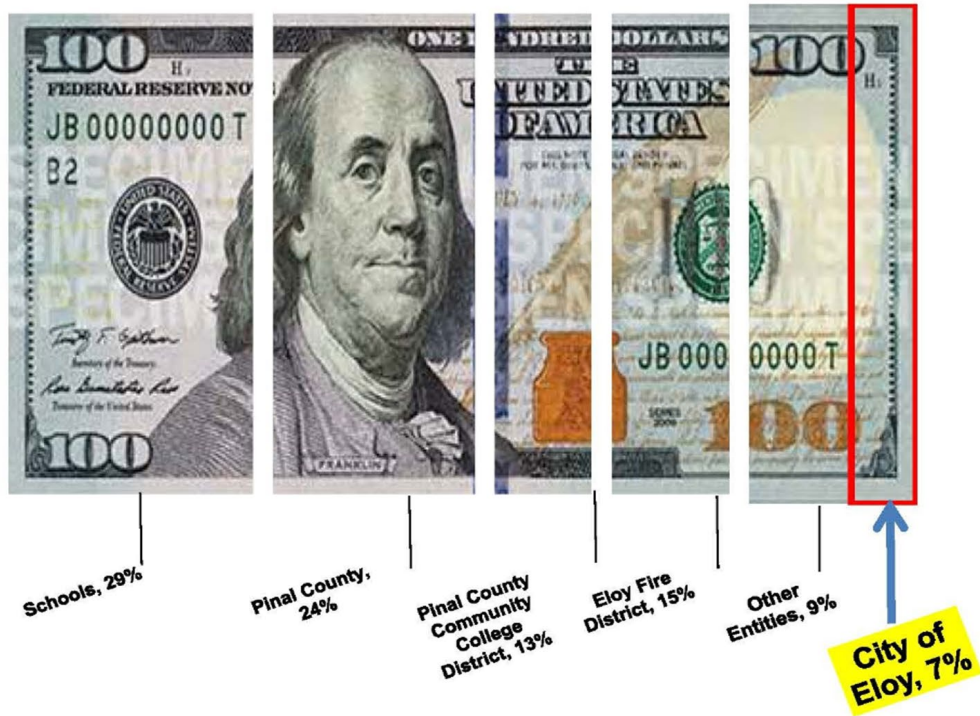
Property Tax Rates



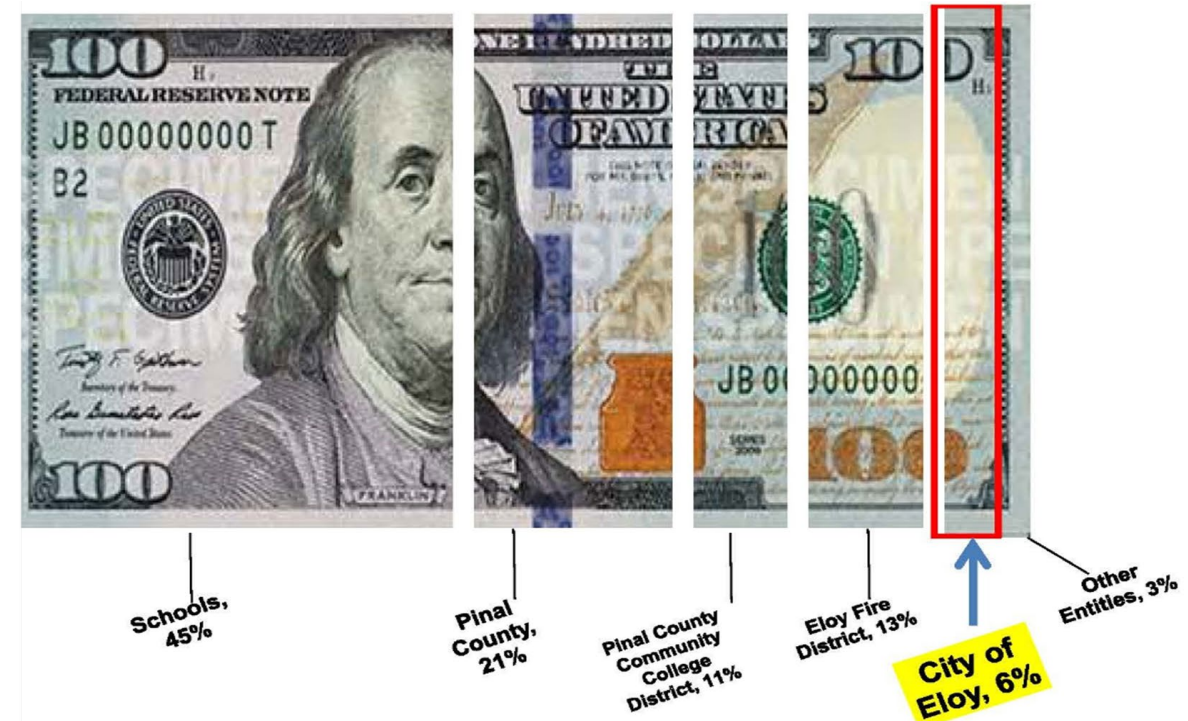
Total Assessed Valuation



Robson/Toltec Area



Eloy Proper Area







STREETS FUND

STREETS FUND (HURF/Pinal County ½ cent sales tax)	Actual FY 21-22	Actual FY 22-23	Actual FY 23-24	Projected FY 24-25	Budget FY 24-25	Budget FY 25-26	% Change from FY 24-25 to FY 25-26
Highway User Revenue	\$1,719,445	\$ 1,447,483	\$ 1,573,607	\$ 1,719,445	\$ 1,627,785	\$ 1,836,285	12.81%
Pinal County 1/2 Cent Sales Tax	\$1,106,532	\$ 1,332,567	\$ 1,610,331	\$ 1,332,567	\$ 1,650,350	\$ 1,780,350	7.88%
Interest Income	\$ 9,627	\$ 11,134	\$ 68,023		\$ 135,000	\$ 170,000	25.93%
Miscellaneous Revenue	\$ -	\$ 415,729	\$ 226,698	\$ 426,863	\$ 50,500	\$ 50,500	0.00%
TOTAL STREETS REVENUE	\$2,835,603	\$ 3,206,913	\$ 3,478,659	\$ 3,478,875	\$ 3,463,635	\$ 3,837,135	10.78%
FUND BALANCE	\$4,955,822	\$ 5,879,641	\$ 6,146,667	\$ 6,524,352	-	-	\$ -

Airport Fund

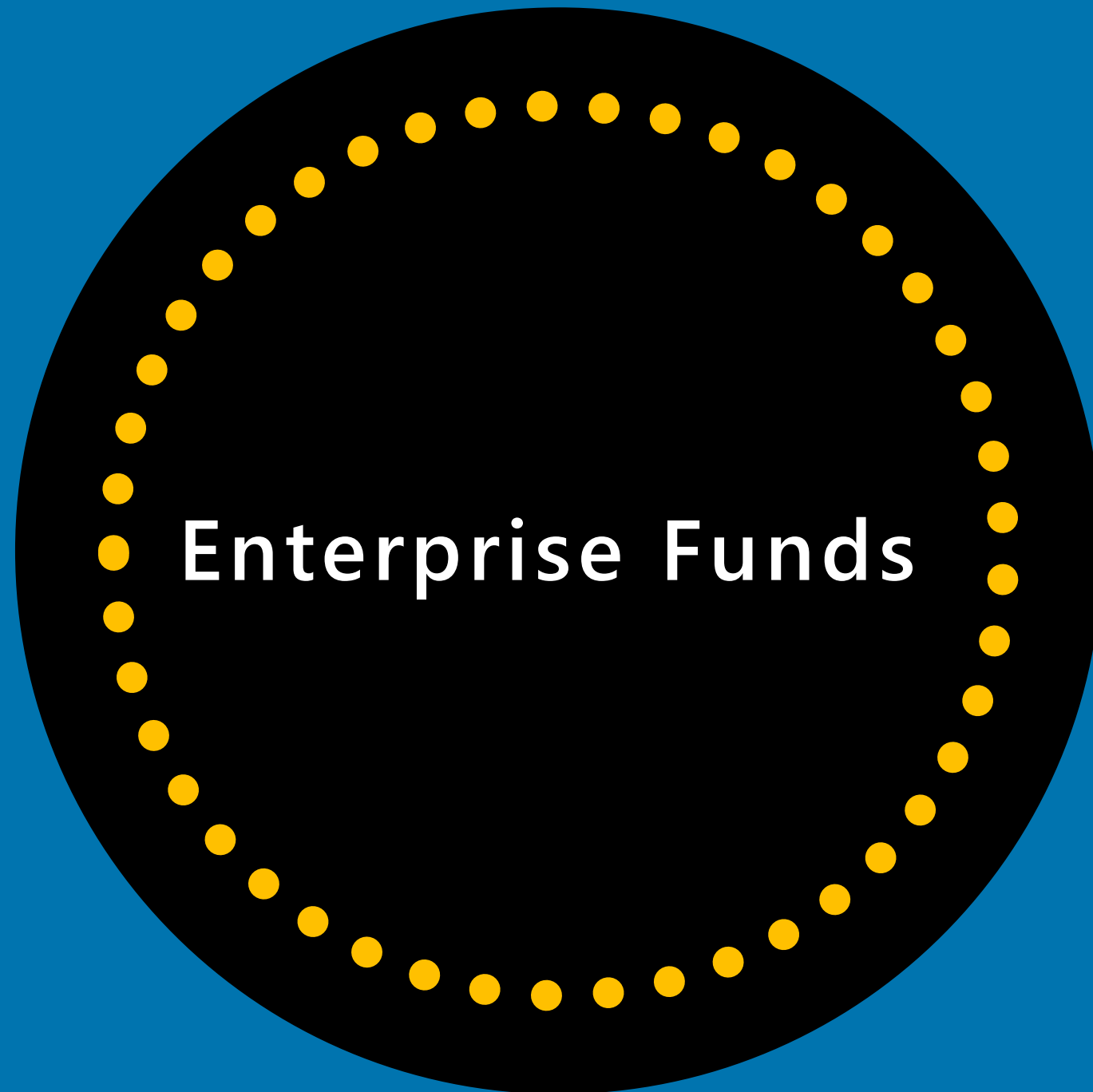
AIRPORT FUND	Actual FY 21-22	Actual FY 22-23	Actual FY 23-24	Projected FY 24-25	Budget FY 24-25	Budget FY 25-26	% Change from FY 24-25 to FY 25-26
Airport Charges	\$ 145,297	\$ 153,437	\$ 185,452	\$ 144,928	\$ 164,000	\$ 106,500	-35.06%
Well/Fuel Fees	\$ 32,912	\$ 33,992	\$ 33,992	\$ 33,992	\$ 33,950	\$ 33,950	0.00%
Miscellaneous	\$ 1,004	\$ 2,702	\$ 10,009	\$ 16,835	\$ 9,000	\$ 17,050	89.44%
TOTAL AIRPORT REVENUE	\$ 179,214	\$ 190,131	\$ 229,452	\$ 195,756	\$ 206,950	\$ 157,500	-23.89%
FUND BALANCE	\$ 558,913	\$ 704,241	\$ 864,402	\$ 895,350	-	-	-



Cemetery Fund

	Actual	Actual	Actual	Projected	Budget	Budget	% Change
CEMETERY FUND	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 24-25	FY 25-26	from FY 24-25 to FY 25-26
Cemetery Rates	\$ 178,093	\$ 112,873	\$ 160,954	\$ 201,004	\$ 169,300	\$ 213,500	26.11%
Miscellaneous	\$ 25,241	\$ 29,085	\$ 38,320	\$ 40,004	\$ 54,550	\$ 45,000	-17.51%
TOTAL CEMETERY							
REVENUE	\$ 203,334	\$ 141,958	\$ 199,274	\$ 241,007	\$ 223,850	\$ 258,500	15.48%
 FUND BALANCE	 \$ 374,342	 \$ 374,342	 \$ 352,380	 \$ 398,250	 -	 -	





Enterprise Funds

Enterprise Funds Key Impacts

Water Fund

November 1, 2025, Water rates and fees will increase by 11%.

Sanitation Fund

Residential rates will increase by 23% due to a new hauling contract with Waste Management.

Sewer Fund

November 1, 2025, Sewer rates and fees will increase by 11%.



Water Fund

WATER FUND	Actual FY 21-22	Actual FY 22-23	Actual FY 23-24	Projected FY 24-25	Budget FY 24-25	Budget FY 25-26	% Change from FY 24-25 to FY 25-26
Water Rates and Fees	\$ 2,348,678	\$ 2,430,149	\$ 2,532,610	\$ 2,615,344	\$ 2,671,830	\$ 2,715,350	1.63%
Miscellaneous Water Revenue	\$ 294,646	\$ 191,730	\$ 370,875	\$ 457,692	\$ 184,750	\$ 298,250	61.43%
Water Rights - Surprise	\$ 475,710	\$ 534,540	\$ 687,100	\$ 604,010	\$ 594,000	\$ 650,000	9.43%
Interest Income	\$ 2,846	\$ 15,835	\$ 94,635	\$ 158,134	\$ 80,350	\$ 146,300	82.08%
TOTAL WATER REVENUE	\$ 3,121,880	\$ 3,172,254	\$ 3,685,221	\$ 3,835,181	\$ 3,530,930	\$ 3,809,900	
FUND BALANCE	\$ 3,202,659	\$ 3,558,118	\$ 4,036,682	\$ 4,525,128	-	-	-

Sewer Fund

SEWER FUND	Actual FY 21-22	Actual FY 22-23	Actual FY 23-24	Projected FY 24-25	Budget FY 24-25	Budget FY 25-26	% Change from FY 24-25 to FY 25-26
Sewer Rates and Fees	\$1,537,796	\$ 1,639,843	\$ 1,664,581	\$ 1,675,143	\$ 1,705,250	\$ 1,807,565	6.00%
Interest Income	\$ 1,382	\$ 10,066	\$ 50,999	\$ 89,338	\$ 4,000	\$ 84,300	2007.50%
Miscellaneous Fees	\$ 75,705	\$ 14,004	\$ 104,747	\$ 52,314	\$ 45,000	\$ 62,000	37.78%
TOTALSEWER REVENUE	\$1,614,884	\$ 1,663,913	\$ 1,820,327	\$ 1,816,795	\$ 1,754,250	\$ 1,953,865	
FUND BALANCE	\$1,600,938	\$ 3,441,183	\$ 3,079,845	\$ 3,435,215	-	-	

Sanitation Fund

SANITATION FUND	Actual FY 21-22	Actual FY 22-23	Actual FY 23-24	Projected FY 24-25	Budget FY 24-25	Budget FY 25-26	% Change from FY 24-25 to FY 25-26
Sanitation Rates and Fees	\$ 1,285,523	\$ 1,427,380	\$ 1,550,136	\$ 1,716,260	\$ 1,592,350	\$1,850,350	16.20%
Rolloff Rates and Fees	\$ 415,645	\$ 460,646	\$ 959,889	\$ 1,450,180	\$ 474,115	\$ 521,525	10.00%
Landfill Rates and Fees	\$ 357,252	\$ 244,959	\$ 212,038	\$ 130,171	\$ 244,960	\$ 855,000	249.04%
Interest Income	\$ 3,083	\$ 9,191	\$ 47,185	\$ 42,679	\$ 9,200	\$ 75,000	715.22%
Miscellaneous Revenues	\$ 17,534	\$ 18,759	\$ 67,093	\$ 13,245	\$ 21,850	\$ 23,600	8.01%
TOTAL SANITATION REVENUE	\$ 2,079,037	\$ 2,160,936	\$ 2,836,341	\$ 3,352,535	\$ 2,342,475	\$3,325,475	
FUND BALANCE	\$(2,745,420)	\$ (2,719,811)	\$ (2,095,706)	\$(1,956,851)	-	-	

Revenue Analysis Wrap-up

General Fund

- **Local Sales Taxes** are increasing by 6%
- **State-Shared Revenues** are increasing by 5.67% even with the Flat Tax implementation
- **Property Tax** rates will decrease by .0346 cents while revenues will increase by \$82,915
- **Investment Income** soars 241% due to diversification and higher rates of return

Special Revenue Funds

- **HURF Revenues** are increasing by 10.78%
- **Airport Revenues** are decreasing by 23.89% due to Hanger 1 being torn down
- **Cemetery Revenues** are increasing by 15.48%.

Enterprise Funds

- **Water Revenues** are increasing by 7.9% as a result of the rate and fee increase in November 2025
- **Sewer Revenues** are increasing by 11.38% as a result of the rate and fee increase in November 2025
- **Sanitation Revenues** are increasing by 41.96% as a result of a new hauling contract and increased landfill fees

Any Questions

THANK YOU

CITY OF ELOY

REQUEST FOR COUNCIL ACTION

Agenda Item: **V.B.**

Date: **3/31/2025**

Date submitted:
03/19/2025

Action: Formal

Subject: Presentation by Brian Wright, Finance Director, on the City of Eloy's Capital Improvement Plan for F.Y. 2025-2026 and seeking guidance on paying off debt obligations to expand capital infrastructure.

Date requested:
3/31/2025

TO: Mayor and City Council

FROM: Brian Wright, Finance Director

RECOMMENDATION:

Brian Wright, Finance Director, will present the Capital Improvement Plan for FY 2025-2026 to the City Council, seek guidance on the CIP Plan as presented, and paying off debt obligations to expand capital infrastructure.

DISCUSSION:

The City staff have meticulously crafted a comprehensive Capital Improvement Plan (CIP) for FY 2026-2030, encompassing all capital projects, equipment acquisitions, major studies, and financing strategies for the next five years. This plan serves as a roadmap for sustaining and enhancing the community's infrastructure and service delivery apparatus. The success of this plan hinges upon its execution. Given the constraints of limited resources, the City of Eloy must adhere to a consistent, objective framework for allocating funds toward future capital enhancements.

Below is the implementation program, which delineates the specific steps for executing the CIP and conducting the annual update. The total CIP budget stands at \$186,907,540, covering 213 capital projects. The CIP serves as an objective foundation for navigating decision-making within a subjective context.

The process for developing the CIP unfolds in four distinct phases, culminating in the presentation of the Capital Improvements Plan to the City Council for approval:

1. Financial Analysis: Evaluation of the City's recent revenues, expenditures, existing debt, and bonding capacity.
2. Needs Assessment: Identification of future needs by the Council and Department Heads.
3. Capital Project Evaluation Criteria: Evaluation and prioritization of CIP projects by Management.
4. Capital Improvements Plan: Compilation of the plan document, integrating insights from the preceding phases, and updated annually.

For FY 2025-2026, the CIP comprises 75 Capital Projects totaling \$26,894,520.

Please click the link below to open the Proposed Capital Improvement Plan in ClearGov. Go to the Capital Improvements section to view all projects online.
<https://city-eloy-az-cleardoc.cleargov.com/7509>

Funding Options

Funding capital projects has been challenging due to limited revenue sources and funding options—especially with new development opportunities on the horizon. To support growth and attract new development, the City needs to expand its water and wastewater infrastructure. However, doing so without raising utility rates has required staff to explore creative solutions.

One potential strategy is to use a portion of the City's uncommitted General Fund balance to pay off existing loans from the Water Infrastructure Finance Authority of Arizona (WIFA). By paying off these debts, the City could free up borrowing capacity to invest in further infrastructure expansion—without increasing water or wastewater rates.

1. Two loans in the Water Fund have been identified for early payoff: WIFA 920216-12 and 92A150-10. **Their combined outstanding balance is \$968,515.** Paying them off would free up approximately \$2.475 million in additional borrowing capacity and save the City up to \$88,405 in interest payments.
2. Two additional loans have been identified in the Wastewater Fund: WIFA 910103-09 and 910164-15. **These have a combined balance of \$1,927,100.** Paying off these loans would free up about \$7.4 million in borrowing capacity and save up to \$133,541 in interest.

This approach provides a fiscally responsible way to support infrastructure expansion and encourage new development—without putting additional financial pressure on utility customers.

FISCAL IMPACT:

The Capital Improvement Plan, as presented, for FY 2025-2026 is \$26,894,520. Funding of Capital Projects are allocated to various funds. The five-year Capital Plan is \$186,907,540.

Approved as to Form:



Stephen R. Cooper, City Attorney



Fund Balance Recommendations

Brian Wright

Finance Director

Budget Work Session, March 31, 2025

Understanding Fund Balance in Governmental Accounting



City of Eloy General Fund Balance

Financial Position as of December 31, 2024

Total General Fund Balance

- \$33.110 million
- Indicating strong financial health

Economic Development Commitment

- \$5,000,000
- For the purposes such as Water and Wastewater Infrastructure, Land Development, Building Enhancement within the City limits.

Fiscal Policies Reflection

This fund balance reflects the city's fiscal policies and priorities, guiding strategic investments.

01

02

03

04

05

06

Uncommitted General Fund Balance

- \$19.135 million
- Allowing flexibility for future expenditures.

Infrastructure Assignment

- \$8.975 million
- Assigned to water and wastewater infrastructure for enhancing essential services..

Foundation for Growth

The General Fund Balance serves as a foundation for future investments and sustainable growth in the city.

Financial Resilience Standards for City of Eloy

Minimum Fund Balance Requirements

Uncommitted Fund Balance

- \$19.135 Million

Fund Balance Recommendation

- Maintain a fund balance of at least 75% of the operating budget
- \$12.911 Million- Minimum recommended fund balance

Fund Balance Availability

- \$6.224 Million—Available for Debt Reduction/OneTime Capital

Importance of Standards

Adhering to these standards ensures service continuity and financial stability.

Strategic Uses of Eloy's Uncommitted Fund

❑ \$6.224 Million – Uncommitted Fund Balance Availability



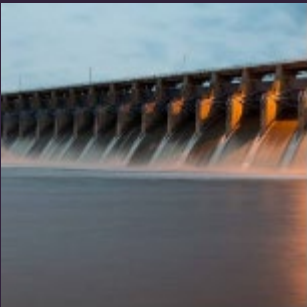
Pay Off 2017 Excise Tax Bond

- Pay Off Balance \$4,705,000
- Allows additional budget capacity in the General Fund - \$385,000 on an annual basis



Pay Off Water Infrastructure Finance Authority (WIFA) Debt

- WIFA Loan Pay Off Balance - \$2,895,615
 - Water – Loan 920216-12
 - Pay Off Balance \$820,332
 - Water – Loan 92A150-10
 - Pay Off Balance \$148,183
 - Wastewater – Loan 910103-09
 - Pay Off Balance \$1,664,228
 - Wastewater – Loan 910164-15
 - Pay Off Balance \$262,873



Expand Infrastructure with Cash

- Use available cash to fund projects
- Saving on interest rates

Possible Scenerios for Debt Reduction

Pay-Off two (2) Water WIFA Loans

- Outstanding Debt \$968,515
- Interest Savings- \$88,405

01

Pay-Off 2017 Excise Tax Bond

- Outstanding Debt \$4,705,000
- Interest Savings - \$1.87 million

03

Pay-Off two (2) Wastewater Loans

- 02
- Outstanding Debt \$1,927,100
 - Interest Savings \$133,541



WATER DEBT

WIFA Loans		Combined Interest and Fee Rate	Maturity Date	Original Loan	Loan Forgiveness	Loan Repayment Amount	Outstanding Loan as of 6/30/24	Annual Payment (Principal and Interest)	If Paid off by 7/01/25 - what is the Interest Saved	What the loan was used for
Water	92A150-10	2.933%	7/1/2029	\$ 4,000,000	\$ 2,800,000	\$ 475,590.61	\$ 148,182.55	\$ 33,321.93	\$ 10,806.83	Installed 18,000 ft of 12-inch water main, 1 million gallon tank and booster station, install 2,300 radio read meters
Water	920216-12	2.625%	7/1/2031	\$ 2,000,000	\$ -	\$ 2,000,000.00	\$ 820,332.35	\$ 129,814.00	\$ 77,598.65	Improve booster station, new pumps to provide capacity of 4,000 gallons per minute, constructing 7,200 feet of 16-inch main from booster station, 800 feet of new 12-inch water main in Toltec.
Water	920256-15	2.330%	7/1/2034	\$ 4,500,000	\$ 600,000	\$ 3,900,000.00	\$ 2,145,569.78	\$ 239,271.46	\$ 225,334.81	Rehab well leased by CAIDD for demand, install new controls, fencing, booster pumps to two tanks at Pump Station 1, Pump station 2 upgrades-roof vent, ladder, cage, and install new 12 inch water line from Pump Station 1 connecting to 12 inch existing main on Battaglia
Water	920358-23	2.648%	7/1/2042	\$ 1,056,752	\$ 519,878	\$ 536,874.00	\$ 494,914.10	\$ 34,922.23	\$ 127,131.31	Install Solar at Well 3, Reequipment Well 5, install new sand separator at well 3 and replace fence at well 5
Water	USDA 97 A and B	4.500%	1/1/2031	\$ 1,282,000	1/0/1900	\$ 1,282,000	\$ 242,581.44	\$ 48,509.43	\$ 37,899.21	Construct portion of Water System, replace failing water mains, redevelop wells, overhaul booster pump

Water Debt

WASTEWATER DEBT

WIFA Loans		Combined Interest and Fee Rate	Maturity Date	Original Loan	Loan Forgiveness	Loan Repayment Amount	Outstanding Loan as of 6/30/24	Annual Payment (Principal and Interest)	If Paid off by 7/01/25 - what is the Interest Saved	What the loan was used for
Sewer	910103-09	2.725%	7/1/2028	\$ 6,987,835	\$ -	\$ 6,987,835.00	\$ 1,664,227.65	\$ 463,239.80	\$ 104,037.79	Refinance WIFA loan 910044-02, construct new submersible lift station, sep screen, at headworks, install chemical wet scrubber
Sewer	910164-15	2.168%	7/1/2034	\$ 950,000	\$ 475,000	\$ 475,000.00	\$ 262,872.74	\$ 29,522.53	\$ 29,503.07	Closed sludge basin, improve electrical for blowers, SCADA controls, install backup generate for blowers, replacing pumps and motors, Toltec Lift Station improvements, inspecting wet well and recoating, install odor control system, 3 new pumps for Sunland Gin Lift Station, 3 new pumps for Curiel Lift Station, 2 new pumps for Tohono 2 Lift Station.
Sewer	910201-23	2.895%	7/1/2042	\$ 3,499,836	\$ 1,100,000	\$ 2,399,836.00	\$ 2,216,683.57	\$ 159,744.82	\$ 626,636.61	Install solar at WWTP, Replace 5 blowers, replace leaking pipe and replace biolac panel.
Sewer	USDA 92-12	4.125%	9/1/2045	\$ 1,078,657.39	\$ -	\$ 1,078,657.39	\$ 793,070.25	\$ 55,376.00	\$ 391,350.23	Install sewer mains in the Toltec area, collected homes to sewer and collapsed septic tanks.

Wastewater Debt

Staff Recommended Capital Investment

01 Upsizing Sewer Main on Battaglia from 11 Mile Corner to Sunshine

Benefit- Upsizing the sewer main along Battaglia will allow development to occur and provide critical infrastructure improvements
Estimated Cost - **\$5,000,000**

02 Sunland Gin Water Line Replacement from Mountain View Ave to Tonto Rd

Benefit—8-inch water line expanding 2 miles on Sunland. Improves capacity, reliability, and growth of the water system.
Estimated Cost- **\$1.1 million**

03 Water Line Extension Loop on Sunland Gin (north of freeway)

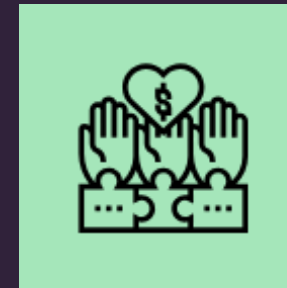
Benefit—Expanding the water main will promote the growth and development of 8-10 business parks and create a water loop.
Estimated Cost- **\$1.7 million**

Benefits of Reducing Debt



Additional Funding Capacity without Raising Utility Rates

- Water Capacity- \$2.475 Million
- Wastewater Capacity - \$7.4 Million



New Infrastructure for Growth Areas

- Utility expansion



Paying Off Excise Tax Bond

- Allows budgetary capacity in the General Fund of \$385,000 annually

Questions

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.

CITY OF ELOY - CAPITAL IMPROVEMENTS PLAN FUNDING SOURCES FOR FY 2025 - 2026

FUNDING SOURCE	City Manager	Community Develop.	Economic Develop.	Facilities	Parks	Public Safety	Streets	Water	Sewer	Sanitation	Cemetery	Airport	Total Funding Source
General One-Time Sales Tax	\$ 320,000	\$ 35,000	\$ -	\$ 715,000	\$ 105,000	\$ 1,060,720	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,235,720
Impact Fees	\$ 50,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 50,000
Comm/Economic Revenue		\$ 385,000	\$ 65,000	\$ -	\$ -	\$ -	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,450,000
Enterprise Fleet Lease	\$ -	\$ 60,000	\$ -	\$ -	\$ 45,000	\$ 210,000	\$ 40,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 355,000
Airport Revenue	\$ -	\$ 180,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 180,000
HURF Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,075,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,075,000
Streets One-Time Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 650,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 650,000
Grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,325,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,325,000
Transfer from General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,700,000	\$ 7,000,000	\$ 250,000	\$ -	\$ -	\$ 8,950,000
Loans-Rate Increase	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,145,000	\$ 3,732,500	\$ -	\$ -	\$ -	\$ 4,877,500
Wastewater Reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,350,000	\$ -	\$ -	\$ -	\$ 1,350,000
Cemetery Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 170,000	\$ -	\$ 170,000
Airport Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,408	\$ 21,408
Federal FAA Grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 813,484	\$ 813,484
State FAA Grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,408	\$ 21,408
Water Reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 370,000	\$ -	\$ -	\$ -	\$ -	\$ 370,000
	\$ 370,000	\$ 660,000	\$ 65,000	\$ 715,000	\$ 150,000	\$ 1,270,720	\$ 7,090,000	\$ 3,215,000	\$ 12,082,500	\$ 250,000	\$ 170,000	\$ 856,300	\$ 26,894,520

CITY OF ELOY - CAPITAL IMPROVEMENTS PLAN FUNDING SOURCES FOR FY 2025 - 2026

Project Status		CIP Title	CIP Funding Request	How is it being Funded	Strategic Plan Pillar
City Manager					
	Roll-over	Council Chamber Audio & Visual Upgrade	\$ 225,000	General One-Time Revenue	Safe and Active Community
	New	Infrastructure Improvement Plan Update (IIP or Impact Fee)	\$ 50,000	Impact Fee Revenue	Fiscal Sustainability
	New	City Hall Reconfiguration	\$ 50,000	General One-Time Revenue	Economic Vitality
	New	Salary Compensation and Classification Study	\$ 25,000	General One-Time Revenue	Innovating and High Performing Organization
	New	Water Tower Lighting Upgrade	\$ 20,000	General One-Time Revenue	Safe and Active Community
Total City Manager			\$ 370,000		
Community Development					
	New	Eloy General Plan Update	\$ 385,000	Comm/Economic Revenue	Safe and Active Community
	Roll-Over	Airpark Growth Area Specific Plan	\$ 180,000	Airport Revenue	Economic Vitality
	New	Building Inspector Full Size Work Four-Wheel Drive Truck-Enterprise Lease	\$ 60,000	Enterprise Fleet Lease	Innovating and High Performing Organization
	New	Sunland Visitor Center Historic Museum History Property Designation.	\$ 35,000	General One-Time Revenue	Economic Vitality
Total Community Development			\$ 660,000		

CITY OF ELOY - CAPITAL IMPROVEMENTS PLAN FUNDING SOURCES FOR FY 2025 - 2026

Project Status		CIP Title	CIP Funding Request	How is it being Funded	Strategic Plan Pillar
Economic Development					
	New	Housing Feasibility Study	\$ 45,000	Comm/Economic Revenue	Economic Vitality
	New	Economic Development Website Portal Refresh	\$ 10,000	Comm/Economic Revenue	Economic Vitality
	New	Economic Development Marketing Brochure	\$ 10,000	Comm/Economic Revenue	Economic Vitality
Total Economic Development			\$ 65,000		
Facility					
	Roll-Over	Emergency Generator, City Hall	\$ 350,000	General One-Time Revenue	Infrastructure
	New	Facility Improvements, Troy Thomas Center	\$ 100,000	General One-Time Revenue	Infrastructure
	New	Automatic gates, Public Works	\$ 75,000	General One-Time Revenue	Infrastructure
	New	Multizone lighting installation, city hall	\$ 60,000	General One-Time Revenue	Infrastructure
	New	HVAC Replacement Program	\$ 50,000	General One-Time Revenue	Infrastructure
	New	Fleet Shop Building 2 Bay Expansion	\$ 30,000	General One-Time Revenue	Infrastructure
	New	Main St Recreation Center Building Enhancements	\$ 15,000	General One-Time Revenue	Infrastructure
	New	Furniture Purchase, Community Services	\$ 15,000	General One-Time Revenue	Safe and Active Community

CITY OF ELOY - CAPITAL IMPROVEMENTS PLAN FUNDING SOURCES FOR FY 2025 - 2026

	Project Status	CIP Title	CIP Funding Request	How is it being Funded	Strategic Plan Pillar
	New	Installation of Chain Link Fencing, Heart of Eloy	\$ 10,000	General One-Time Revenue	Safe and Active Community
	New	Shade Structure North Side of Shop	\$ 10,000	General One-Time Revenue	Infrastructure
Total Facility			\$ 715,000		
Park					
	New	Shade Structure, Sunland Visitor Center Park	\$ 65,000	General One-Time Revenue	Safe and Active Community
	New	Chev Silverado Crew Cab for Parks-Enterprise Lease	\$ 45,000	Enterprise Fleet Lease	Innovating and High Performing Organization
	New	City Parks Sign Replacement	\$ 25,000	General One-Time Revenue	Safe and Active Community
	New	Replacement of Park Tables	\$ 15,000	General One-Time Revenue	Safe and Active Community
Total Park			\$ 150,000		

CITY OF ELOY - CAPITAL IMPROVEMENTS PLAN FUNDING SOURCES FOR FY 2025 - 2026

Project Status		CIP Title	CIP Funding Request	How is it being Funded	Strategic Plan Pillar
Public Safety					
	New	Police Body Worn Camera Upgrade	\$ 569,670	General One-Time Revenue	Safe and Active Community
	Roll-Over	Eloy Police Department Training Facility Building Improvements	\$ 170,000	General One-Time Revenue	Infrastructure
	New	Police Vehicle Replacement	\$ 140,350	General One-Time Revenue/Enterprise Fleet Lease	Innovating and High Performing Organization
	New	Police Vehicle Replacement - FY 2026	\$ 140,350	General One-Time Revenue/Enterprise Fleet Lease	Innovating and High Performing Organization
	New	Police Vehicle Replacement - FY 2026	\$ 140,350	General One-Time Revenue/Enterprise Fleet Lease	Innovating and High Performing Organization
	New	Mobile Data Computer (MDC) Laptops for all Police Officers	\$ 50,000	General One-Time Revenue	Safe and Active Community
	New	Radio System Repeater Replacement / Upgrade (Conventional VHF System)	\$ 35,000	General One-Time Revenue	Safe and Active Community
	New	Replace Automated Fingerprint Identification System (AFIS)	\$ 25,000	General One-Time Revenue	Safe and Active Community
Total Public Safety			\$ 1,270,720		

CITY OF ELOY - CAPITAL IMPROVEMENTS PLAN FUNDING SOURCES FOR FY 2025 - 2026

Project Status		CIP Title	CIP Funding Request	How is it being Funded	Strategic Plan Pillar
Streets					
	Roll-Over	Sunland Gin Rd and Arica Rd Intersection	\$ 2,425,000	State of Arizona Grant	Infrastructure
	New	Annual Pavement Preservation Projects	\$ 1,000,000	HURF Revenue/Reserve	Infrastructure
	New	Toltec Road -- Chip Seal/Dust Control Mitigation from Aztec St to Acoma Ave	\$ 1,000,000	HURF Revenue/Reserve	Infrastructure
	Roll-Over	Shedd Road Median Landscape Project	\$ 1,000,000	Comm/Economic Revenue	Infrastructure
	New	Frontier Street Micro Mill and Overlay - Hanna Rd to SR87	\$ 900,000	Ciscomani Grant	Infrastructure
	New	3.5 Yard Loader - CAT 938M	\$ 400,000	Streets One-Time Revenue	Innovating and High Performing Organization
	New	Leeboy Paver 7000	\$ 250,000	Streets One-Time Revenue	Innovating and High Performing Organization
	New	Culvert Replacement along Shedd Road between Estrella Road and Tumbleweed Road	\$ 75,000	HURF Revenue/Reserve	Infrastructure
	New	Vehicle Replacement - Enterprise Lease	\$ 40,000	Enterprise Fleet Lease	Innovating and High Performing Organization
Total Streets			\$ 7,090,000		
Water					
	Roll-Over	Repair of Well Casing at Well #3	\$ 900,000	General Fund Transfer	Infrastructure

CITY OF ELOY - CAPITAL IMPROVEMENTS PLAN FUNDING SOURCES FOR FY 2025 - 2026

	Project Status	CIP Title	CIP Funding Request	How is it being Funded	Strategic Plan Pillar
	Roll-Over	Rehabilitate Water Reservoir at Pump Station #2	\$ 800,000	General Fund Transfer	Infrastructure
	Roll-Over	Houser Road Waterline -Construction	\$ 450,000	Water Fund Balance	Infrastructure
	New	Mini Excavator - Track Hoe	\$ 200,000	Loans-Rate Increase	Innovating and High Performing Organization
	New	Water Meter Replacement	\$ 200,000	Loans-Rate Increase	Infrastructure
	New	Sunland Gin Water Line Replacement	\$ 170,000	Loans-Rate Increase	Infrastructure
	New	Tumbleweed PRV Station	\$ 100,000	Loans-Rate Increase	Infrastructure
	New	Water Line Extension to Loop Sunland Gin system - Section B	\$ 100,000	Loans-Rate Increase	Infrastructure
	New	Nitrate Treatment Facilities	\$ 100,000	State of Arizona Grant	Infrastructure
	New	Chlorine/Chlorinator Building at well #3	\$ 75,000	Loans-Rate Increase	Infrastructure
	New	Santa Cruz Village-Water Line Replacement	\$ 50,000	Loans-Rate Increase	Infrastructure
	New	Install New Fire Hydrants	\$ 50,000	Loans-Rate Increase	Infrastructure
	New	Cathodic Protection System	\$ 20,000	Loans-Rate Increase	Infrastructure
Total Water			\$ 3,215,000		

CITY OF ELOY - CAPITAL IMPROVEMENTS PLAN FUNDING SOURCES FOR FY 2025 - 2026

Project Status		CIP Title	CIP Funding Request	How is it being Funded	Strategic Plan Pillar
Wastewater					
	Roll-Over	New 36" gravity sewer pipe from the Mid-section at 11 Mile Corner Rd to the WWTP	\$ 4,750,000	General Fund Transfer	Infrastructure
	New	Upsizing Battaglia Sewer Line from 8" to 24" between Eleven Mile Corner and Sunshine	\$ 2,500,000	Loans-Rate Increase	Infrastructure
	Roll-Over	Install Belt Filter Press (BFP) Building, New BFP, and Aerated Sludge Holding Tank	\$ 1,750,000	General Fund Transfer	Infrastructure
	Roll-Over	Replace 12" Sewer with 24" Sewer from 11 Mile Corner Road and Battaglia to the Midsection new WWTP	\$ 1,350,000	Wastewater Reserves	Infrastructure
	New	Repair of Existing Bar Screen and Purchase and Installation of Second Vulcan Bar Screen for Wastewater Treatment Plant Headworks	\$ 500,000	General Fund Transfer	Infrastructure
	New	Lift Stations Inspection and Evaluation	\$ 300,000	Loans-Rate Increase	Infrastructure
	New	Replace Existing Generator at the Headworks	\$ 200,000	Loans-Rate Increase	Infrastructure
	New	Evaluate Sewer Manholes and Pipe	\$ 150,000	Loans-Rate Increase	Infrastructure
	New	Repair Discharge Pipe at Screening Structure	\$ 150,000	Loans-Rate Increase	Infrastructure
	New	Install New Grit Removal System	\$ 125,000	Loans-Rate Increase	Infrastructure
	New	Rehabilitate South Aeration Basin	\$ 100,000	Loans-Rate Increase	Infrastructure
	New	Install New SCADA Workstation and New SCADA RTUs	\$ 87,500	Loans-Rate Increase	Infrastructure

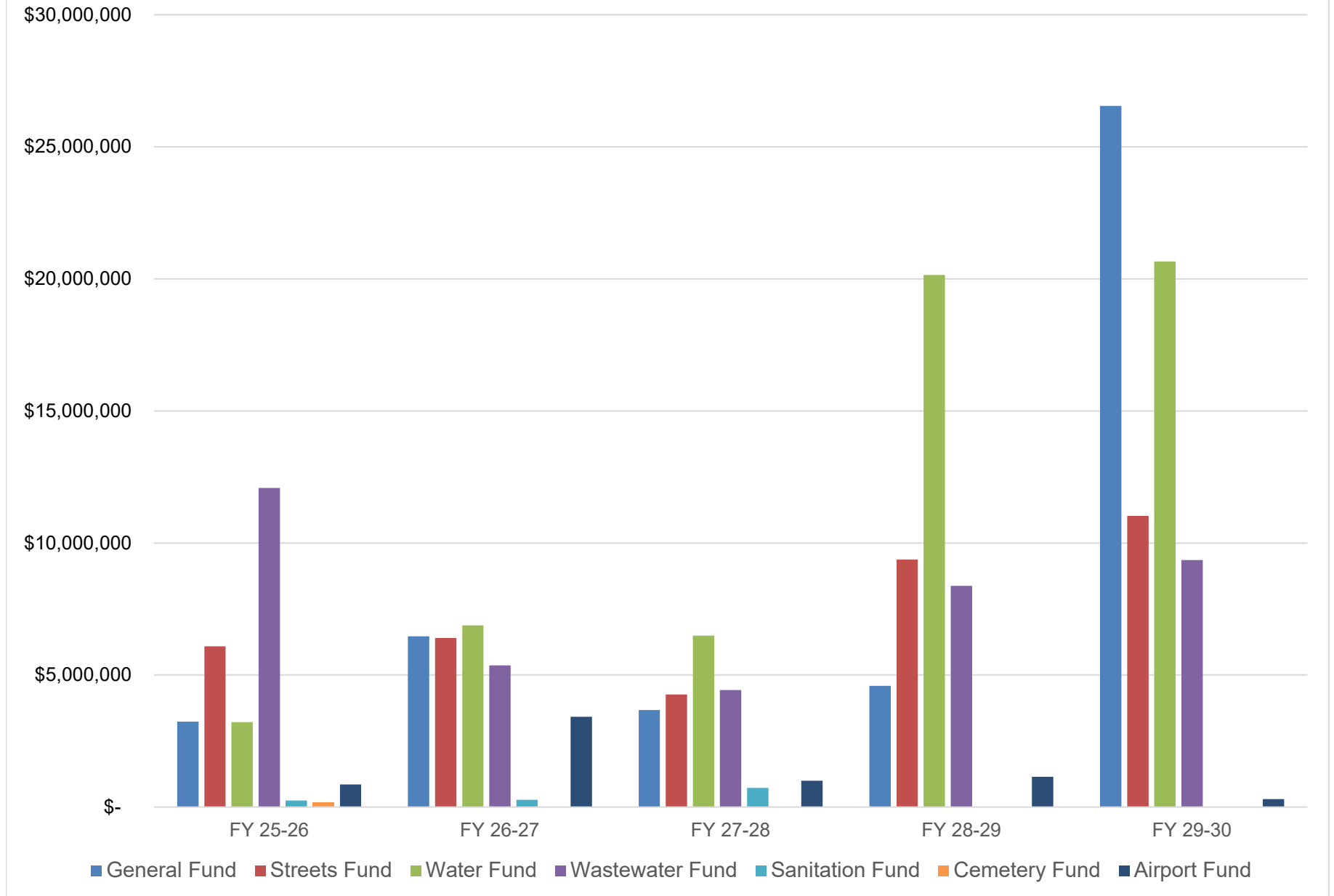
CITY OF ELOY - CAPITAL IMPROVEMENTS PLAN FUNDING SOURCES FOR FY 2025 - 2026

	Project Status	CIP Title	CIP Funding Request	How is it being Funded	Strategic Plan Pillar
	New	Install emergency generator system at the Blower Building	\$ 50,000	Loans-Rate Increase	Infrastructure
	New	Purchase Portable Sewer Pump	\$ 50,000	Loans-Rate Increase	Infrastructure
	New	Rehabilitate existing manholes	\$ 20,000	Loans-Rate Increase	Infrastructure
Total Wastewater			\$ 12,082,500		
Sanitation					
	Roll-Over	Landfill Rate Study and Masterplan	\$ 250,000	General Fund Transfer	Fiscal Sustainability
Total Sanitation			\$ 250,000		
Cemetery Fund					
	New	Backhoe Purchase	\$ 170,000	Cemetery Reserves	Innovating and High Performing Organization
Total Cemetery Fund			\$ 170,000		

CITY OF ELOY - CAPITAL IMPROVEMENTS PLAN FUNDING SOURCES FOR FY 2025 - 2026

Project Status		CIP Title	CIP Funding Request	How is it being Funded	Strategic Plan Pillar
Airport					
	New	Building Improvements to T-Hangers	\$ 606,300	Federal/State/City Fund	Infrastructure
	New	Design of Apron Rehabilitation	\$ 250,000	Federal/State/City Fund	Infrastructure
Total Airport			\$ 856,300		
TOTAL CIP FOR FY 2025 -2026			\$ 26,894,520		

Five-Year Capital Improvement Plan



CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
City Manager							
	Council Chamber Audio & Visual Upgrade	\$ 225,000	\$ -	\$ -	\$ -	\$ -	\$ 225,000
	Water Tower Lighting Upgrade	\$ 20,000	\$ -	\$ -	\$ -	\$ -	\$ 20,000
	Infrastructure Improvement Plan Update (IIP or Impact Fee)	\$ 50,000	\$ 50,000	\$ -	\$ -	\$ -	\$ 100,000
	City Hall Reconfiguration	\$ 50,000	\$ 250,000	\$ -	\$ -	\$ -	\$ 300,000
	Salary Compensation and Classification Study	\$ 25,000	\$ -	\$ 25,000	\$ -	\$ -	\$ 50,000
	Strategic Planning Update	\$ -	\$ 20,000	\$ -	\$ -	\$ 20,000	\$ 40,000
	Community Center	\$ -	\$ -	\$ -	\$ 1,000,000	\$ 9,000,000	\$ 10,000,000
Total City Manager		\$ 370,000	\$ 320,000	\$ 25,000	\$ 1,000,000	\$ 9,020,000	\$ 10,735,000
Community Development							
	Sunland Visitor Center Historic Museum History Property Designation.	\$ 35,000	\$ -	\$ -	\$ -	\$ -	\$ 35,000
	Building Inspector Full Size Work Four-Wheel Drive Truck-Enterprise Lease	\$ 60,000	\$ -	\$ -	\$ -	\$ -	\$ 60,000
	Airpark Growth Area Specific Plan	\$ 180,000	\$ -	\$ -	\$ -	\$ -	\$ 180,000
	Eloy General Plan Update	\$ 385,000	\$ 75,000	\$ -	\$ -	\$ -	\$ 460,000
	Toltec and Toltec West Redevelopment Plan and Feasibility Study	\$ -	\$ 75,000	\$ 100,000	\$ -	\$ -	\$ 175,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Picacho - Interchange Specific Area Plan	\$ -	\$ 100,000	\$ 150,000	\$ -	\$ -	\$ 250,000
	Cosillos Apartments historic structure report, preservation plan, Historic Property Designation	\$ -	\$ -	\$ 30,000	\$ -	\$ -	\$ 30,000
	Picacho Peak - Red Rock Growth Area Specific Area Plan	\$ -	\$ -	\$ 100,000	\$ 150,000	\$ -	\$ 250,000
	Interstate 11 Corridor and Arterial Intersection Specific Area Plan	\$ -	\$ -	\$ -	\$ 100,000	\$ 150,000	\$ 250,000
	Growth Area Specific Area Planning	\$ -	\$ -	\$ -	\$ -	\$ 250,000	\$ 250,000
Total Community Development		\$ 660,000	\$ 250,000	\$ 380,000	\$ 250,000	\$ 400,000	\$ 1,940,000
Economic Development							
	Economic Development Website Portal Refresh	\$ 10,000	\$ -	\$ -	\$ -	\$ -	\$ 10,000
	Housing Feasibility Study	\$ 45,000	\$ -	\$ -	\$ -	\$ -	\$ 45,000
	Economic Development Marketing Brochure	\$ 10,000	\$ -	\$ 15,000		\$ 10,000	\$ 35,000
	Economic Development Masterplan Update	\$ -	\$ 150,000	\$ -	\$ -	\$ -	\$ 150,000
Total Economic Development		\$ 65,000	\$ 150,000	\$ 15,000	\$ -	\$ 10,000	\$ 240,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
Facility							
	Installation of chain link fencing, Heart of Eloy	\$ 10,000	\$ -	\$ -	\$ -	\$ -	\$ 10,000
	Main St Recreation Center Building Enhancements	\$ 15,000	\$ -	\$ -	\$ -	\$ -	\$ 15,000
	Multizone lighting installation, city hall	\$ 60,000	\$ -	\$ -	\$ -	\$ -	\$ 60,000
	Automatic gates, Public Works	\$ 75,000	\$ -	\$ -	\$ -	\$ -	\$ 75,000
	Facility Improvements, Troy Thomas Center	\$ 100,000	\$ -	\$ -	\$ -	\$ -	\$ 100,000
	Emergency Generator, City Hall	\$ 350,000	\$ -	\$ -	\$ -	\$ -	\$ 350,000
	Shade Structure North Side of Shop	\$ 10,000	\$ 200,000	\$ -	\$ -	\$ -	\$ 210,000
	Fleet Shop Building 2 Bay Expansion	\$ 30,000	\$ 700,000	\$ -	\$ -	\$ -	\$ 730,000
	Furniture Purchase, Community Services	\$ 15,000	\$ 15,000	\$ -	\$ -	\$ -	\$ 30,000
	HVAC Replacement Program	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ -	\$ 200,000
	Park/Facility Parking Lot Improvements	\$ -	\$ 75,000	\$ 75,000	\$ -	\$ -	\$ 150,000
	Building Enhancements City Hall	\$ -	\$ 75,000	\$ 75,000	\$ 50,000	\$ -	\$ 200,000
	Installation of Perimeter Fencing at the Sunland Visitor Center/Museum.	\$ -	\$ -	\$ 250,000	\$ -	\$ -	\$ 250,000
	Building Enhancements PD	\$ -	\$ -	\$ 75,000	\$ 75,000	\$ -	\$ 150,000
	Demolition of Former Chamber of Commerce Facility	\$ -	\$ -	\$ -	\$ 75,000	\$ -	\$ 75,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Solar Canopy Shade Structure	\$ -	\$ -	\$ -	\$ 20,000	\$ 200,000	\$ 220,000
Total Facility		\$ 715,000	\$ 1,115,000	\$ 525,000	\$ 270,000	\$ 200,000	\$ 2,825,000
Finance							
	Server Hardware Replacement	\$ -	\$ 150,000	\$ -	\$ -	\$ -	\$ 150,000
	Connect City Buildings with Fiber	\$ -	\$ -	\$ 120,000	\$ -	\$ -	\$ 120,000
	UPS Backup Device	\$ -	\$ -	\$ -	\$ 55,000	\$ -	\$ 55,000
Total Finance		\$ -	\$ 150,000	\$ 120,000	\$ 55,000	\$ -	\$ 325,000
Park							
	Shade Structure, Sunland Visitor Center Park	\$ 65,000	\$ -	\$ -	\$ -	\$ -	\$ 65,000
	Chev Silverado Crew Cab for Parks-Enterprise Lease	\$ 45,000	\$ -	\$ -	\$ -	\$ -	\$ 45,000
	Replacement of Park Tables	\$ 15,000	\$ 15,000	\$ -	\$ -	\$ -	\$ 30,000
	City Parks Sign Replacement	\$ 25,000	\$ 25,000	\$ -	\$ -	\$ -	\$ 50,000
	Playground Equipment Replacement, Shumway Park	\$ -	\$ 375,000	\$ -	\$ -	\$ -	\$ 375,000
	Pavement Slurry Seal, Sunland Visitor Center Park	\$ -	\$ 35,000	\$ 35,000	\$ -	\$ -	\$ 70,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Sunland Visitor Center Park Block Wall Installation	\$ -	\$ -	\$ 200,000	\$ -	\$ -	\$ 200,000
	Playground Equipment Replacement, Trekell Park	\$ -	\$ -	\$ 375,000	\$ -	\$ -	\$ 375,000
	Outdoor Fitness Court	\$ -	\$ -	\$ 190,000	\$ -	\$ -	\$ 190,000
	Ramada at Shumway Park	\$ -	\$ -	\$ 65,000	\$ -	\$ -	\$ 65,000
	Ball Field Shade Canopy	\$ -	\$ -	\$ 40,000	\$ 40,000	\$ -	\$ 80,000
	Multi-Use Sports Complex	\$ -	\$ -	\$ 500,000	\$ 1,500,000	\$ 12,000,000	\$ 14,000,000
	Playground Equipment Replacement, North Toltec Park	\$ -	\$ -	\$ -	\$ 275,000		\$ 275,000
	Open Trail and Parks Master Plan	\$ -	\$ -	\$ -	\$ -	\$ 150,000	\$ 150,000
Total Park		\$ 150,000	\$ 450,000	\$ 1,405,000	\$ 1,815,000	\$ 12,150,000	\$ 15,970,000
Public Safety							
	Mobile Data Computer (MDC) Laptops for all Police Officers	\$ 50,000	\$ -	\$ -	\$ -	\$ -	\$ 50,000
	Replace Automated Fingerprint Identification System (AFIS)	\$ 25,000	\$ -	\$ -	\$ -	\$ -	\$ 25,000
	Radio System Repeater Replacement / Upgrade (Conventional VHF System)	\$ 35,000	\$ -	\$ -	\$ -	\$ -	\$ 35,000
	Eloy Police Department Training Facility Building Improvements	\$ 170,000	\$ -	\$ -	\$ -	\$ -	\$ 170,000
	Police Vehicle Replacement	\$ 140,350	\$ -	\$ -	\$ -	\$ -	\$ 140,350

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Police Vehicle Replacement - FY 2026	\$ 140,350	\$ -	\$ -	\$ -	\$ -	\$ 140,350
	Police Vehicle Replacement - FY 2026 (3)	\$ 140,350	\$ -	\$ -	\$ -	\$ -	\$ 140,350
	Police Body Worn Camera Upgrade	\$ 569,670	\$ -	\$ -	\$ -	\$ -	\$ 569,670
	UHF Public Safety Bi-Directional Amplifier (BDA) to Improve Radio Reception and Coverage in Eloy PD Headquarters	\$ -	\$ 110,000	\$ -	\$ -	\$ -	\$ 110,000
	Police Vehicle Replacement - FY 2027 (1)	\$ -	\$ 154,385	\$ -	\$ -	\$ -	\$ 154,385
	Police Vehicle Replacement - FY 2027 (2)	\$ -	\$ 154,385	\$ -	\$ -	\$ -	\$ 154,385
	Police Vehicle Replacement - FY 2027 (3)	\$ -	\$ 154,385	\$ -	\$ -	\$ -	\$ 154,385
	Police Vehicle Replacement - FY 2027 (4)	\$ -	\$ 154,385	\$ -	\$ -	\$ -	\$ 154,385
	Police Vehicle Replacement - FY 2027 (5)	\$ -	\$ 154,385	\$ -	\$ -	\$ -	\$ 154,385
	Police Vehicle Replacement - FY 2027 (6)	\$ -	\$ 154,385	\$ -	\$ -	\$ -	\$ 154,385
	Police Drone Program Upgrades/Replacements	\$ -	\$ 150,000	\$ -	\$ -	\$ -	\$ 150,000
	FARO crime scene scanner	\$ -	\$ 160,000	\$ -	\$ -	\$ -	\$ 160,000
	Computer Aided Dispatch (CAD, Records Management System (RMS), and Mobile CAD System	\$ -	\$ 2,500,000	\$ -	\$ -	\$ -	\$ 2,500,000
	Police Motorcycle Purchase/Replacement	\$ -	\$ 65,000	\$ -	\$ 73,000	\$ -	\$ 138,000
	Gym equipment upgrades/replacement	\$ -	\$ 20,000	\$ -	\$ 20,000	\$ -	\$ 40,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Police Vehicle (marked-volunteer support vehicle) Procurement-Veh #5	\$ -	\$ -	\$ 78,400	\$ -	\$ -	\$ 78,400
	Public Safety Surveillance Cameras	\$ -	\$ -	\$ 60,000	\$ -	\$ -	\$ 60,000
	Police Vehicle Replacement - FY 2026 (4)	\$ -	\$ -	\$ 169,850	\$ -	\$ -	\$ 169,850
	Upgrades/Replacement-Virta Use of Force Training Simulator	\$ -	\$ -	\$ 210,000	\$ -	\$ -	\$ 210,000
	Dispatch Radio Console Replacement / Upgrade	\$ -	\$ -	\$ 350,000	\$ -	\$ -	\$ 350,000
	Police Vehicle Replacement - FY 2028 (1)	\$ -	\$ -	\$ 169,850	\$ -	\$ -	\$ 169,850
	Police Vehicle Replacement - FY 2028 (2)	\$ -	\$ -	\$ 169,850	\$ -	\$ -	\$ 169,850
	Microwave Digital Radio Link System-Replacement/Upgrade	\$ -	\$ -	\$ -	\$ 250,000	\$ -	\$ 250,000
	Police Vehicle Replacement - FY 2029 (1)	\$ -	\$ -	\$ -	\$ 186,820	\$ -	\$ 186,820
	Police Vehicle (marked-supervisor) Procurement-Veh #23	\$ -	\$ -	\$ -	\$ 198,885	\$ -	\$ 198,885

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Police Vehicle (marked-supervisor) Procurement-Veh #22	\$ -	\$ -	\$ -	\$ 198,885	\$ -	\$ 198,885
	Police Vehicle Replacement - FY 2026 (5)	\$ -	\$ -	\$ -	\$ 198,885	\$ -	\$ 198,885
	Police Vehicle Replacement - FY 2030 (1)	\$ -	\$ -	\$ -	\$ -	\$ 205,535	\$ 205,535
	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
Total Public Safety		\$ 1,270,720	\$ 3,931,310	\$ 1,207,950	\$ 1,126,475	\$ 4,771,785	\$ 12,308,240
Public Works							
	Planning, Building, and Public Works Work Order and Permitting Software	\$ -	\$ 100,000	\$ -	\$ -	\$ -	\$ 100,000
	Public Works Operations Manager's Truck	\$ -	\$ -	\$ -	\$ 70,000	\$ -	\$ 70,000
Total Public Works		\$ -	\$ 100,000	\$ -	\$ 70,000	\$ -	\$ 170,000
							\$ -
Total General Fund Departments		\$ 3,230,720	\$ 6,466,310	\$ 3,677,950	\$ 4,586,475	\$ 26,551,785	\$ 44,513,240

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
Fund Balance as of 12/31/24	Project Funding Source						
\$ -	Grants	\$0	\$0	\$0	\$0	\$0	\$0
\$ 2,905,132	Capital Projects Fund - Fund 18	\$2,235,720	\$5,804,310	\$2,830,450	\$1,631,450	\$2,439,298	\$14,941,228
\$ 1,912,006	Community/Economic Food Tax Fund - Fund 19	\$450,000	\$150,000	\$15,000	\$0	\$10,000	\$625,000
\$ -	Enterprise Lease Program	\$315,000	\$462,000	\$332,500	\$455,025	\$102,487	\$1,667,012
\$ 174,694	Court Restricted Funds	\$0	\$0	\$0	\$0	\$0	\$0
\$ 3,491,536	Impact Fee Fund	\$50,000	\$50,000	\$0	\$0	\$0	\$100,000
\$ 1,019,153	Airport Revenue	\$180,000	\$0	\$0	\$0	\$0	\$180,000
\$ 165,037	Smart and Safety Fund - Fund 42						\$0
\$ -	Bond	\$0	\$0	\$500,000	\$2,500,000	\$24,000,000	\$27,000,000
	Total General Capital Projects	\$3,230,720	\$6,466,310	\$3,677,950	\$4,586,475	\$26,551,785	\$44,513,240

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
Streets							
	3.5 Yard Loader - CAT 938M	\$ 400,000	\$ -	\$ -	\$ -	\$ -	\$ 400,000
	Leeboy Paver 7000	\$ 250,000	\$ -	\$ -	\$ -	\$ -	\$ 250,000
	Shedd Road Median Landscape Project	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000
	Culvert Replacement along Shedd Road between Estrella Road and Tumbleweed Road	\$ 75,000	\$ 75,000	\$ -	\$ -	\$ -	\$ 150,000
	Sunland Gin Rd and Arica Rd Intersection	\$ 2,425,000	\$ 2,425,000	\$ -	\$ -	\$ -	\$ 4,850,000
	Frontier Street Micro Mill and Overlay - Hanna Rd to SR87	\$ 900,000	\$ 1,200,000	\$ 1,000,000	\$ -	\$ -	\$ 3,100,000
	Vehicle Replacement - Enterprise Lease	\$ 40,000	\$ 40,000	\$ 40,000	\$ -	\$ -	\$ 120,000
	Annual Pavement Preservation Projects	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 5,000,000
	Phoenix Ave. -- Pavement Preservation Curiel to B Street (Mill and Overlay)	\$ -	\$ 400,000	\$ -	\$ -	\$ -	\$ 400,000
	Design for New Traffic Signal at Sunshine Boulevard and Date Street	\$ -	\$ 100,000	\$ -	\$ -	\$ -	\$ 100,000
	Front End Loader engine and transmission rebuild	\$ -	\$ 125,000	\$ -	\$ -	\$ -	\$ 125,000
	11 Mile Corner Road Reconstruction, Frontier St. to Alsdorf Rd.	\$ -	\$ 600,000	\$ -	\$ -	\$ -	\$ 600,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Main Street Streetscaping Project	\$ -	\$ 35,000	\$ 375,000	\$ -	\$ -	\$ 410,000
	Drainage Study and Drainage Improvements in the Eloy Industrial Park	\$ -	\$ 250,000	\$ 250,000	\$ 325,000	\$ 325,000	\$ 1,150,000
	Sunland Gin Reconstruction and Widening between Interstate 10 and Hanna Road	\$ -	\$ 150,000	\$ 150,000	\$ 2,500,000	\$ 2,200,000	\$ 5,000,000
	Toltec Area Drainage Study	\$ -	\$ -	\$ 150,000	\$ -	\$ -	\$ 150,000
	Installation of Traffic Signal at Sunshine Boulevard and Date Street (Phase 2 -- Construction)	\$ -	\$ -	\$ 750,000	\$ -	\$ -	\$ 750,000
	Toltec Road -- Chip Seal/Dust Control Mitigation from Aztec Street to Acoma Ave	\$ -	\$ -	\$ 150,000	\$ 750,000	\$ -	\$ 900,000
	Design and Paving of Houser Road between Eleven Mile Corner Road and La Palma Road	\$ -	\$ -	\$ 400,000	\$ 3,500,000	\$ 3,500,000	\$ 7,400,000
	Outer Drive -- Reconstruct Toltec Road to Chesley St.	\$ -	\$ -	\$ -	\$ 1,000,000	\$ -	\$ 1,000,000
	La Grande Vista Subdivision Redesign	\$ -	\$ -	\$ -	\$ 300,000	\$ 4,000,000	\$ 4,300,000
Total Streets		\$ 6,090,000	\$ 6,400,000	\$ 4,265,000	\$ 9,375,000	\$ 11,025,000	\$ 37,155,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
Fund Balance as of 12/31/24	Project Funding Source						
	HURF Fund - Operating Budget (annually \$1,100,000)	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 5,000,000
\$ 6,524,352	Fund Balance - HURF	\$ 75,000	\$ 2,935,000	\$ 3,225,000	\$ 8,375,000	\$ 10,025,000	\$ 24,635,000
\$ 1,912,006	Community/Economic Food Tax Fund - Fund 19	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000
\$ 2,020,358	Streets One-Time Fund (16)	\$ 650,000	\$ -	\$ -	\$ -	\$ -	\$ 650,000
	Enterprise Lease Program	\$ 40,000	\$ 40,000	\$ 40,000	\$ -	\$ -	\$ 120,000
	Grant-Congressional	\$ 900,000	\$ -	\$ -	\$ -	\$ -	\$ 900,000
\$ 4,850,000	Grant State of Arizona	\$ 2,425,000	\$ 2,425,000	\$ -	\$ -	\$ -	\$ 4,850,000
Total Streets Capital Projects		\$ 6,090,000	\$ 6,400,000	\$ 4,265,000	\$ 9,375,000	\$ 11,025,000	\$ 37,155,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
Water							
	Rehabilitate Water Reservoir at Pump Station #2	\$ 800,000	\$ -	\$ -	\$ -	\$ -	\$ 800,000
	Repair of Well Casing at Well #3	\$ 900,000	\$ -	\$ -	\$ -	\$ -	\$ 900,000
	Mini Excavator - Track Hoe	\$ 200,000	\$ -	\$ -	\$ -	\$ -	\$ 200,000
	Tumbleweed PRV Station	\$ 100,000	\$ -	\$ -	\$ -	\$ -	\$ 100,000
	Nitrate Treatment Facilities	\$ 100,000	\$ -	\$ -	\$ -	\$ -	\$ 100,000
	Santa Cruz Village - Water Line Replacement/Improvement	\$ 50,000	\$ 1,000,000	\$ -	\$ -	\$ -	\$ 1,050,000
	Houser Road Waterline -Construction	\$ 450,000	\$ 300,000	\$ -	\$ -	\$ -	\$ 750,000
	Chlorine/Chlorinator Building at well #3	\$ 75,000	\$ 350,000	\$ -	\$ -	\$ -	\$ 425,000
	Cathodic Protection System	\$ 20,000	\$ 500,000	\$ -	\$ -	\$ -	\$ 520,000
	Sunland Gin Water Line Replacement	\$ 170,000	\$ 1,000,000	\$ -	\$ -	\$ -	\$ 1,170,000
	Water Line Extension to Loop Sunland Gin system - Section B	\$ 100,000	\$ 150,000	\$ 1,500,000	\$ -	\$ -	\$ 1,750,000
	Water Meter Replacement	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ 1,000,000
	Install New Fire Hydrants	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 250,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Tank Inspection & Cleaning Pump 3 1MG	\$ -	\$ 150,000	\$ -	\$ -	\$ -	\$ 150,000
	Front End Loader with Gannon Unit	\$ -	\$ 180,000	\$ -	\$ -	\$ -	\$ 180,000
	Waterline replacements between Estrella and Tumbleweed	\$ -	\$ 628,000	\$ -	\$ -	\$ -	\$ 628,000
	Houser Rd. 12" water line extension	\$ -	\$ 750,000	\$ -	\$ -	\$ -	\$ 750,000
	Tryon Avenue Water Line	\$ -	\$ 575,000	\$ -	\$ -	\$ -	\$ 575,000
	3rd Place Water Line Extension	\$ -	\$ 1,000,000	\$ -	\$ -	\$ -	\$ 1,000,000
	Valve Replacement	\$ -	\$ 50,000	\$ 50,000	\$ 50,000	\$ -	\$ 150,000
	ATV Vehicle for Utilities	\$ -	\$ -	\$ 20,000	\$ -	\$ -	\$ 20,000
	Dump Truck - 6YD	\$ -	\$ -	\$ 200,000	\$ -	\$ -	\$ 200,000
	Backhoe Loader	\$ -	\$ -	\$ 300,000	\$ -	\$ -	\$ 300,000
	Toltec Rd. 12" Water Line Extension from Battaglia Road to City Landfill	\$ -	\$ -	\$ 500,000	\$ -	\$ -	\$ 500,000
	Phoenix Avenue Waterline replacement between Curiel and B Street	\$ -	\$ -	\$ 800,000	\$ -	\$ -	\$ 800,000
	Sunland Gin Booster Station	\$ -	\$ -	\$ 150,000	\$ 2,000,000	\$ -	\$ 2,150,000
	Toltec Valley Unit 3 - Water line relocate from alleyways to city road right of ways	\$ -	\$ -	\$ 150,000	\$ 4,000,000	\$ -	\$ 4,150,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Convert City owned Ag Well to a potable drinking water well	\$ -	\$ -	\$ 75,000	\$ 1,000,000	\$ -	\$ 1,075,000
	New Well at Airport with Connecting Line	\$ -	\$ -	\$ 200,000	\$ 2,500,000	\$ -	\$ 2,700,000
	Waterline replacements between Estrella and Toltec, north of Frontier St.	\$ -	\$ -	\$ 150,000	\$ 750,000	\$ -	\$ 900,000
	Water Line Upgrade on Tumbleweed Road from Houser Road to Tonto Road from 6-inch to 12-inch	\$ -	\$ -	\$ 200,000	\$ 1,000,000	\$ -	\$ 1,200,000
	Water Line Upgrade on Houser Road from Tumbleweed Road to Estrella Road from 6-inch to 12-inch	\$ -	\$ -	\$ 200,000	\$ 1,000,000	\$ -	\$ 1,200,000
	Replace Waterlines throughout the City	\$ -	\$ -	\$ 500,000	\$ 500,000	\$ 500,000	\$ 1,500,000
	Replace Asbestos Concrete Pipe throughout the City	\$ -	\$ -	\$ 500,000	\$ 2,750,000	\$ 2,750,000	\$ 6,000,000
	New Groundwater Well in Section E	\$ -	\$ -	\$ 150,000	\$ 500,000	\$ 500,000	\$ 1,150,000
	New Groundwater Well in Section C	\$ -	\$ -	\$ 150,000	\$ 500,000	\$ 500,000	\$ 1,150,000
	New Groundwater Well	\$ -	\$ -	\$ 150,000	\$ 500,000	\$ 500,000	\$ 1,150,000
	New Well to Serve Economic Development Area C with Connecting Line	\$ -	\$ -	\$ 300,000	\$ 1,800,000	\$ 1,000,000	\$ 3,100,000
	Toltec Unit 8 & 9 - Water line relocate from alleyways to city road right of ways	\$ -	\$ -	\$ -	\$ 150,000	\$ 5,000,000	\$ 5,150,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Sunshine Blvd Water Line Upgrade - existing 6" water main to 8" water main approx. 5,500 feet	\$ -	\$ -	\$ -	\$ 150,000	\$ 1,000,000	\$ 1,150,000
	Water Line Extension on Tumbleweed Road from Tonto Road to Shedd Road	\$ -	\$ -	\$ -	\$ 200,000	\$ 1,000,000	\$ 1,200,000
	Water Line Extension Houser Road from Eleven Mile Corner Road to Tumbleweed Road	\$ -	\$ -	\$ -	\$ 200,000	\$ 1,000,000	\$ 1,200,000
	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 Boulevard 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
Total Water		\$ 3,215,000	\$ 6,883,000	\$ 6,495,000	\$ 20,145,000	\$ 20,655,000	\$ 57,393,000

Fund Balance as of 12/31/24	Project Funding Source						
\$ 1,700,000	ARPR Funding - Transfer from General Fund	\$1,700,000	\$0	\$0	\$0	\$0	\$ 1,700,000
\$ -	Bond/Loan	\$1,265,000	\$6,633,000	\$5,495,000	\$15,850,000	\$9,250,000	\$ 38,493,000
	Operating Revenue	\$250,000	\$250,000	\$250,000	\$250,000	\$250,000	\$ 1,250,000
\$ -	Unknown Funding Source/Developer	\$0	\$0	\$750,000	\$4,045,000	\$11,155,000	\$ 15,950,000
\$ 4,525,128	Fund Balance - Water Fund	\$0	\$0	\$0	\$0	\$0	\$0
Total Water Capital Projects		\$3,215,000	\$6,883,000	\$6,495,000	\$20,145,000	\$20,655,000	\$ 57,393,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
Wastewater							\$ -
	Install Belt Filter Press (BFP) Building, New BFP, and Aerated Sludge Holding Tank	\$ 1,750,000	\$ -	\$ -	\$ -	\$ -	\$ 1,750,000
	New 36" gravity sewer pipe from the Mid-section at 11 Mile Corner Rd to the WWTP	\$ 4,750,000	\$ -	\$ -	\$ -	\$ -	\$ 4,750,000
	Replace 12" Sewer with 24" Sewer from 11 Mile Corner Road and Battaglia to the Midsection new WWTP	\$ 1,350,000	\$ -	\$ -	\$ -	\$ -	\$ 1,350,000
	Repair of Existing Bar Screen and Purchase and Installation of Second Vulcan Bar Screen for Wastewater Treatment Plant Headworks	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ 500,000
	Purchase Portable Sewer Pump	\$ 50,000	\$ -	\$ -	\$ -	\$ -	\$ 50,000
	Evaluate Sewer Manholes and Pipe	\$ 150,000	\$ -	\$ -	\$ -	\$ -	\$ 150,000
	Lift Stations Inspection and Evaluation	\$ 300,000	\$ -	\$ -	\$ -	\$ -	\$ 300,000
	Repair Discharge Pipe at Screening Structure	\$ 150,000	\$ -	\$ -	\$ -	\$ -	\$ 150,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Upsizing Battaglia Sewer Line from 8" to 24" between Eleven Mile Corner and Sunshine	\$ 2,500,000	\$ 2,500,000	\$ -	\$ -	\$ -	\$ 5,000,000
	Install New SCADA Workstation and New SCADA RTUs	\$ 87,500	\$ 262,500	\$ -	\$ -	\$ -	\$ 350,000
	Replace Existing Generator at the Headworks	\$ 200,000	\$ 500,000	\$ -	\$ -	\$ -	\$ 700,000
	Install emergency generator system at the Blower Building	\$ 50,000	\$ 150,000	\$ -	\$ -	\$ -	\$ 200,000
	Install New Grit Removal System	\$ 125,000	\$ 375,000	\$ -	\$ -	\$ -	\$ 500,000
	Rehabilitate South Aeration Basin	\$ 100,000	\$ 300,000	\$ -	\$ -	\$ -	\$ 400,000
	Rehabilitate existing manholes	\$ 20,000	\$ 20,000	\$ 295,000	\$ 175,000	\$ -	\$ 510,000
	Install Security Gates and Systems at WWTP	\$ -	\$ 200,000	\$ -	\$ -	\$ -	\$ 200,000
	WWTP Furniture Replacement	\$ -	\$ 25,000	\$ -	\$ -	\$ -	\$ 25,000
	Rehabilitate Existing Manholes near Curiel Lift Station	\$ -	\$ 255,000	\$ 255,000	\$ -	\$ -	\$ 510,000
	Install New Flow meters at Lift Stations	\$ -	\$ 25,000	\$ 50,000	\$ -	\$ -	\$ 75,000
	Replace Pumps at Lift Stations	\$ -	\$ 250,000	\$ 250,000	\$ -	\$ -	\$ 500,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Rehabilitate Sunland Gin Sewer Lift Station	\$ -	\$ 500,000	\$ 500,000	\$ -	\$ -	\$ 1,000,000
	Engineering Services for WWTP Upgrades	\$ -	\$ -	\$ 300,000	\$ -	\$ -	\$ 300,000
	Design for New Manholes	\$ -	\$ -	\$ 200,000	\$ -	\$ -	\$ 200,000
	Install Security Gates and Systems	\$ -	\$ -	\$ 300,000	\$ -	\$ -	\$ 300,000
	Security Fencing Improvements at Tryon, Curiel, and Loves Lift Stations	\$ -	\$ -	\$ 100,000	\$ -	\$ -	\$ 100,000
	Purchase Bio-Barge Pontoon Boat	\$ -	\$ -	\$ 25,000	\$ -	\$ -	\$ 25,000
	Purchase John Deere Tractor Ripper Equipment	\$ -	\$ -	\$ 55,000	\$ -	\$ -	\$ 55,000
	Stationary Dissolved Oxygen Probe	\$ -	\$ -	\$ 50,000	\$ -	\$ -	\$ 50,000
	Replace 12" Sewer with 24" Sewer from near Tinsley and Battaglia to the WWTP	\$ -	\$ -	\$ 350,000	\$ 1,500,000	\$ -	\$ 1,850,000
	Engineering Report for wastewater collection system to serve north of Houser Road	\$ -	\$ -	\$ 150,000	\$ 150,000	\$ -	\$ 300,000
	Rehabilitate Toltec Sewer Lift Station	\$ -	\$ -	\$ 750,000	\$ 750,000	\$ -	\$ 1,500,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
	Rehabilitate Love's Sewer Lift Station	\$ -	\$ -	\$ 250,000	\$ 750,000	\$ 500,000	\$ 1,500,000
	Rehabilitate Sunshine Blvd Sewer Lift Station	\$ -	\$ -	\$ 250,000	\$ 900,000	\$ 750,000	\$ 1,900,000
	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
	Engineering Report to Extend Sewer Mains in Toltec Area	\$ -	\$ -	\$ -	\$ 300,000	\$ -	\$ 300,000
	Purchase New Vactor Truck	\$ -	\$ -	\$ -	\$ 500,000	\$ -	\$ 500,000
	Purchase Sewer Inspection Camera	\$ -	\$ -	\$ -	\$ 100,000	\$ -	\$ 100,000
	Install New Manholes	\$ -	\$ -	\$ -	\$ 200,000	\$ -	\$ 200,000
	Extend Sewer Mains in Toltec Area	\$ -	\$ -	\$ -	\$ 1,250,000	\$ -	\$ 1,250,000
	New Sewer Lines to Serve Economic Development Area C (N of Houser Rd)	\$ -	\$ -	\$ -	\$ -	\$ 5,100,000	\$ 5,100,000
Total Wastewater		\$ 12,082,500	\$ 5,362,500	\$ 4,430,000	\$ 8,375,000	\$ 9,350,000	\$ 39,600,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
Fund Balance as of 12/31/24	Project Funding Source						
\$ 1,500,000	ARPR Funding - Transfer from General Fund	\$2,250,000	\$0	\$0	\$0	\$0	\$2,250,000
\$ 3,435,215	Unrestricted Fund Balance for Sewer	\$1,350,000	\$0	\$0	\$0	\$0	\$1,350,000
	Transfer from the General Fund	\$4,750,000	\$0	\$0	\$0	\$0	\$4,750,000
	Unknown Funding Source/Developer	\$0	\$0	\$650,000	\$2,150,000	\$8,100,000	\$10,900,000
	Bond/Loan	\$3,732,500	\$5,362,500	\$3,780,000	\$6,225,000	\$1,250,000	\$20,350,000
	Total Sewer Capital Projects	\$12,082,500	\$5,362,500	\$4,430,000	\$8,375,000	\$9,350,000	\$39,600,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
Sanitation							
	Landfill Rate Study and Masterplan	\$ 250,000	\$ -	\$ -	\$ -	\$ -	\$ 250,000
	Landfill Security Gate	\$ -	\$ 200,000	\$ -	\$ -	\$ -	\$ 200,000
	New Second Landfill Scale Hardware and Software	\$ -	\$ 75,000	\$ 425,000	\$ -	\$ -	\$ 500,000
	Landfill Tarp Deployment Systems	\$ -	\$ -	\$ 300,000	\$ -	\$ -	\$ 300,000
Total Sanitation		\$ 250,000	\$ 75,000	\$ 725,000	\$ -	\$ -	\$ 1,250,000

Fund Balance as of 12/31/24	Project Funding Source	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	Total
\$ (1,956,851)	Sanitation Revenue (need to increase fees to cover CIP)	\$ -	\$ 275,000	\$ 725,000	\$ -	\$ -	\$ 1,000,000
	Transfer from the General Fund	\$ 250,000	\$ -	\$ -	\$ -	\$ -	\$ 250,000
	Total Sanitation Capital Projects	\$250,000	\$275,000	\$725,000	\$0	\$0	\$1,250,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
Cemetery Fund							
	Backhoe Purchase	\$ 170,000	\$ -	\$ -	\$ -	\$ -	\$ 170,000
Total Cemetery Fund		\$ 170,000	\$ -	\$ -	\$ -	\$ -	\$ 170,000

Fund Balance as of 12/31/24	Project Funding Source	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	Total
\$ 398,250	Cemetery Revenue or Fund Balance	\$170,000	\$0	\$0	\$0	\$0	\$170,000
	Total Cemtery Capital Projects	\$170,000	\$0	\$0	\$0	\$0	\$170,000

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
Airport							
	Building Improvements to T-Hangers	\$ 606,300	\$ -	\$ -	\$ -	\$ -	\$ 606,300
	Design of Apron Rehabilitation	\$ 250,000	\$ -	\$ -	\$ -	\$ -	\$ 250,000
	Construction of Airport Apron	\$ -	\$ 2,750,000	\$ -	\$ -	\$ -	\$ 2,750,000
	Phase 2 of Hanger Improvements	\$ -	\$ 152,000	\$ -	\$ -	\$ -	\$ 152,000
	Construction of Drainage Improvements	\$ -	\$ 518,000	\$ -	\$ -	\$ -	\$ 518,000
	Land Acquisition for Fence, AWOS, Windcone and Segmented Circle Relocation	\$ -	\$ -	\$ 200,000	\$ -	\$ -	\$ 200,000
	Rehabilitate Airport Pavement - Crack Seal and Seal Coat	\$ -	\$ -	\$ 800,000	\$ -	\$ -	\$ 800,000
	Construction of the Fence Relocation	\$ -	\$ -	\$ -	\$ 450,000	\$ -	\$ 450,000
	Design and Construction to install weather reporting equipment (AWOS)	\$ -	\$ -	\$ -	\$ 500,000	\$ -	\$ 500,000
	Design and Construction of Windcone and Segmented Circle Relocation	\$ -	\$ -	\$ -	\$ 200,000	\$ -	\$ 200,000
	Focused Planning Study for Land Acquisition and Runway Extension	\$ -	\$ -	\$ -	\$ -	\$ 300,000	\$ 300,000
Total Airport		\$ 856,300	\$ 3,420,000	\$ 1,000,000	\$ 1,150,000	\$ 300,000	\$ 6,726,300

CITY OF ELOY CAPITAL IMPROVEMENT PROGRAM FY 2026 - 2030

Department	CIP Title	FY2026	FY2027	FY2028	FY2029	FY2030	Total
Fund Balance as of 12/31/24 Project Funding Source							
	Federal Share	\$813,484	\$2,756,900	\$728,478	\$637,419	\$273,180	\$5,209,461
	State Share	\$21,408	\$538,750	\$215,760	\$436,290	\$13,410	\$1,225,618
\$ 895,350	City Share - Airport Fund Balance	\$21,408	\$124,350	\$55,762	\$76,291	\$13,410	\$291,221
	Total Airport Capital Projects	\$856,300	\$3,420,000	\$1,000,000	\$1,150,000	\$300,000	\$6,726,300