

RESOLUTION NO. 2600

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF TOLLESON, MARICOPA COUNTY, ARIZONA, ADOPTING THE TENTATIVE ESTIMATES OF THE AMOUNTS REQUIRED FOR THE PUBLIC EXPENSE FOR THE CITY OF TOLLESON FOR FISCAL YEAR 2026; ADOPTING A TENTATIVE BUDGET; SETTING FORTH THE RECEIPTS AND AMOUNT ESTIMATED COLLECTIBLE FOR THE FISCAL YEAR; THE VARIOUS PURPOSES; GIVING NOTICE OF THE TIME FOR THE HEARING OF TAXPAYERS, FOR ADOPTION OF THE BUDGET AND FOR FIXING TAX LEVIES.

BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF TOLLESON, ARIZONA, as follows:

Section 1. That the Statements and Schedules adopted by the City Council attached hereto are for the Tentative Budget for the City of Tolleson for the Fiscal Year 2026.

Section 2. That the City Clerk is authorized and directed to (i) publish in the manner prescribed by law, a summary of the estimates of revenues and expenses as set forth in Schedule A, together with a notice of a hearing on the budget, (ii) file a complete copy of the estimates of revenues and expenses, as set forth in Schedules A thru G, at the City Library and City administrative offices, and (iii) post a complete copy of the estimates of revenues and expenses on the City's website at www.tolleson.az.gov, together with notice that the Council will meet for the purpose of final hearing of taxpayers and at a special meeting, for adoption of the Fiscal Year 2026 Annual Budget for the City of Tolleson on the 10th day of June, 2025 at the hour of 6:00 P.M. in the Council Chambers of the Tolleson Civic Center, as well as via Zoom Webinar (Meeting ID: 840 6967 9194), and will further meet for the purpose of making tax levies on the 24th day of June, 2025, at the hour of 6:00 P.M. in the Council Chambers of the Tolleson Civic Center, as well as via Zoom Webinar (Meeting ID: 840 6967 9194).

Section 3. The estimates of revenues and expenses and the notice, Resolution No. 2600, may be found at the City Library and the City administrative offices, located at 9055 West Van Buren Street, Tolleson, Arizona 85353 in the Tolleson Civic Center.

Section 4. Upon the recommendation of the City Manager and approval of the City Council, expenditures may be made from the appropriation for contingencies. The transfers of any sums within any specific appropriation on Schedule E may be made only upon the approval of the City Council.

Section 5. Money from any fund may be used for any of these appropriations, except money specifically restricted by State Law or by City Ordinance or Resolution.

Section 6. The Statements and Schedules of the Tentative Budget are as follows: Schedule A, B, C, D, E and G. (Schedule F is not applicable.)

Section 7. The Mayor, the City Manager, the City Clerk and City Attorney are hereby authorized and directed to take all steps necessary to carry out the purpose and intent of this Resolution.

PASSED AND ADOPTED by the Mayor and Council of the City of Tolleson, Arizona, on this 13th day of May, 2025.

Juan F. Rodriguez, Mayor

ATTEST: _____
Crystal Zamora, City Clerk

APPROVED AS TO FORM: _____
Justin Pierce, City Attorney

EXHIBIT A

TO

RESOLUTION NO. 2600

[Schedules A thru G]

See following pages.

City/Town of Tolleson
Summary Schedule of estimated revenues and expenditures/expenses
Fiscal year 2026

Fiscal year		S c h		Funds							
				General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Permanent Fund	Enterprise Funds Available	Internal Service Funds	Total all funds
2025	Adopted/adjusted budgeted expenditures/expenses*	E	1	51,007,715	65,400,754	6,335,145	21,000,000	0	54,320,500	0	198,064,114
2025	Actual expenditures/expenses**	E	2	32,625,905	9,040,714	4,335,175	0	0	19,633,401	0	65,635,195
2026	Beginning fund balance/(deficit) or net position/(deficit) at July 1***		3	79,827,712	12,520,195	89,509	21,000,000	0	30,878,679	0	144,316,095
2026	Primary property tax levy	B	4	4,948,563							4,948,563
2026	Secondary property tax levy	B	5			3,787,800					3,787,800
2026	Estimated revenues other than property taxes	C	6	45,403,750	67,645,943	620,700	0	0	38,396,950	0	152,067,343
2026	Other financing sources	D	7	0	0	0	0	0	0	0	0
2026	Other financing (uses)	D	8	0	0	0	0	0	0	0	0
2026	Interfund transfers in	D	9	0	730,700	2,000,000	11,000,000	0	194,000	0	13,924,700
2026	Interfund Transfers (out)	D	10	13,730,700	0	0	0	0	194,000	0	13,924,700
2026	Line 11: Reduction for fund balance reserved for future budget year expenditures		11								
	Maintained for future debt retirement										0
	Maintained for future capital projects										0
	Maintained for future financial stability			30,000,000							30,000,000
	Maintained for future retirement contributions										0
											0
2026	Total financial resources available		12	86,449,325	80,896,838	6,498,009	32,000,000	0	69,275,629	0	275,119,801
2026	Budgeted expenditures/expenses	E	13	70,690,080	68,191,233	6,444,613	32,000,000	0	56,359,600	0	233,685,526

Expenditure limitation comparison

1 Budgeted expenditures/expenses
2 Add/subtract: estimated net reconciling items
3 Budgeted expenditures/expenses adjusted for reconciling items
4 Less: estimated exclusions
5 Amount subject to the expenditure limitation
6 EEC expenditure limitation or voter-approved alternative expenditure limitation

2025	2026
\$ 198,064,114	\$ 233,685,526
198,064,114	233,685,526
\$ 198,064,114	\$ 233,685,526
\$	\$

☐ The city/town does not levy property taxes and does not have special assessment districts for which property taxes are levied. Therefore, Schedule B has been omitted.

* Includes expenditure/expense adjustments approved in the current year from Schedule E.

** Includes actual amounts as of the date the proposed budget was prepared, adjusted for estimated activity for the remainder of the fiscal year.

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

City/Town of Tolleson
Tax levy and tax rate information
Fiscal year 2026

	<u>2025</u>	<u>2026</u>
1. Maximum allowable primary property tax levy. A.R.S. §42-17051(A)	\$ <u>5,732,933</u>	\$ <u>6,328,532</u>
2. Amount received from primary property taxation in the current year in excess of the sum of that year's maximum allowable primary property tax levy. A.R.S. §42-17102(A)(18)	\$ _____	
3. Property tax levy amounts		
A. Primary property taxes	\$ <u>4,798,134</u>	\$ <u>4,948,563</u>
Property tax judgment		
B. Secondary property taxes	<u>3,663,800</u>	<u>3,787,800</u>
Property tax judgment		
C. Total property tax levy amounts	\$ <u>8,461,934</u>	\$ <u>8,736,363</u>
4. Property taxes collected*		
A. Primary property taxes		
(1) Current year's levy	\$ <u>4,702,171</u>	
(2) Prior years' levies	<u>12,000</u>	
(3) Total primary property taxes	\$ <u>4,714,171</u>	
B. Secondary property taxes		
(1) Current year's levy	\$ <u>3,590,524</u>	
(2) Prior years' levies		
(3) Total secondary property taxes	\$ <u>3,590,524</u>	
C. Total property taxes collected	\$ <u>8,304,695</u>	
5. Property tax rates		
A. City/Town tax rate		
(1) Primary property tax rate	<u>1.5194</u>	<u>1.5158</u>
Property tax judgment		
(2) Secondary property tax rate	<u>1.1602</u>	<u>1.1602</u>
Property tax judgment		
(3) Total city/town tax rate	<u>2.6796</u>	<u>2.6760</u>
B. Special assessment district tax rates		
Secondary property tax rates—As of the date the proposed budget was prepared, the city/town was operating <u> No </u> special assessment districts for which secondary property taxes are levied. For information pertaining to these special assessment districts and their tax rates, please contact the city/town.		

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

City/Town of Tolleson
Revenues other than property taxes
Fiscal Year 2026

Source of revenues	Estimated revenues 2025	Actual revenues* 2025	Estimated revenues 2026
General Fund			
Local taxes			
City Sales Tax	\$ 33,245,000	\$ 37,608,360	\$ 37,500,000
Franchise Tax	17,000	21,550	42,000
In-Leiu Tax	621,500	626,212	621,500
Licenses and permits			
Business License	79,000	79,573	79,000
Business Permits	400,000	283,450	375,000
Intergovernmental			
Urban Revenue Sharing	1,314,000	1,372,680	1,200,000
State Sales tax	1,200,000	1,006,307	1,166,000
LTAf	18,300	19,500	18,300
Grants	240,750	44,450	240,750
Charges for services			
Building Plan Review	250,000	187,143	206,000
Zoning Fees	15,000	52,546	15,000
Other Charges for Services	1,458,600	1,555,479	1,618,000
Fines and forfeits			
Traffic Fines	158,500	164,040	185,000
Interest on investments			
Investment Earnings	1,543,200	2,260,753	1,750,000
Miscellaneous			
Miscellaneous	440,000	757,093	387,200
Total General Fund	\$ 41,000,850	\$ 46,039,136	\$ 45,403,750

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

City/Town of Tolleson
Revenues other than property taxes
Fiscal Year 2026

Source of revenues	Estimated revenues 2025	Actual revenues* 2025	Estimated revenues 2026
Special revenue funds			
Highway User Revenue	\$ 860,000	\$ 858,338	\$ 945,000
Grants	53,733,110	844,000	57,049,889
Impound	10,000	14,127	10,000
Public Safety Dedicated Tax	8,105,000	7,043,180	8,305,000
Judicial Collection Fund	78,000	82,500	78,000
AAA/CDBG	228,054	549,720	1,258,054
	\$ 63,014,164	\$ 9,391,865	\$ 67,645,943
Total special revenue funds	\$ 63,014,164	\$ 9,391,865	\$ 67,645,943

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

City/Town of Tolleson
Revenues other than property taxes
Fiscal Year 2026

Source of revenues	Estimated revenues 2025	Actual revenues* 2025	Estimated revenues 2026
Debt service funds			
Taxes	\$ 620,200	\$ 620,000	\$ 620,700
	\$ 620,200	\$ 620,000	\$ 620,700
Total debt service funds	\$ 620,200	\$ 620,000	\$ 620,700

Capital projects funds			
	\$	\$	\$
	\$	\$	\$
	\$	\$	\$
	\$	\$	\$
	\$	\$	\$
	\$	\$	\$
	\$	\$	\$
	\$	\$	\$
Total capital projects funds	\$	\$	\$

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

Enterprise funds

Water	\$ 8,545,300	\$ 8,708,048	\$ 8,931,700
Sanitation	464,800	436,721	480,500
Wastewater	23,561,175	8,644,320	27,128,450
Sewer	1,651,000	1,782,920	1,856,300
	\$ 34,222,275	\$ 19,572,009	\$ 38,396,950
Total enterprise funds	\$ 34,222,275	\$ 19,572,009	\$ 38,396,950

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

Total all funds \$ 138,857,489 \$ 75,623,010 \$ 152,067,343

* Includes actual revenues recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated revenues for the remainder of the fiscal year.

City/Town of Tolleson
Other financing sources/(uses) and interfund transfers
Fiscal year 2026

Fund	Other financing 2026		Interfund transfers 2026	
	Sources	(Uses)	In	(Out)
General Fund				
Impound fund	\$	\$	\$	\$ 30,000
AAA				700,700
Debt Service				2,000,000
Aquatic Center				11,000,000
Total General Fund	\$	\$	\$	\$ 13,730,700
Special revenue funds				
General Fund	\$	\$	\$ 730,700	\$
Total special revenue funds	\$	\$	\$ 730,700	\$
Debt service funds				
General Fund	\$	\$	\$ 2,000,000	\$
Total debt service funds	\$	\$	\$ 2,000,000	\$
Capital projects funds				
Aquatic Center	\$	\$	\$ 11,000,000	\$
Total capital projects funds	\$	\$	\$ 11,000,000	\$
Enterprise funds				
Wastewater	\$	\$	\$ 194,000	\$
Sewer				194,000
Total enterprise funds	\$	\$	\$ 194,000	\$ 194,000
Total all funds	\$	\$	\$ 13,924,700	\$ 13,924,700

City/Town of Tolleson
Expenditures/expenses by fund
Fiscal year 2026

Fund/Department	Adopted budgeted expenditures/ expenses 2025	Expenditure/ expense adjustments approved 2025	Actual expenditures/ expenses* 2025	Budgeted expenditures/ expenses 2026
General Fund				
Mayor and Council	\$ 882,500	\$	\$ 735,230	\$ 970,000
City Manager	569,465		487,341	599,700
Public Affairs	925,250		792,174	1,200,350
Housing Services	873,950		237,919	776,300
City Clerk	438,450		390,682	560,200
Employee Resources	1,014,500		959,171	1,173,000
City Magistrate	274,150		228,354	302,850
Court Administration	601,600		377,954	590,500
Legal Services	108,000		108,000	188,000
Finance	1,846,250		1,739,682	1,995,550
Information Technology	1,943,900		1,844,469	2,239,050
Police Admin	1,110,050		698,536	1,218,350
Police Communications	2,380,200		1,749,609	2,522,700
Police Field Operations	4,260,950		3,474,109	4,743,430
Library	1,669,200		1,314,904	1,865,200
Fire Admin	1,203,600		748,873	1,139,900
Fire Operations	4,132,600		3,263,200	4,459,500
Emergency Preparedness	470,500		231,266	317,200
Aquatics	1,525,000		15,500	1,525,000
Field Ops - Vehicles	640,400		488,523	676,600
Field Ops - Grounds	485,700		340,822	502,550
Field Ops - Building	1,650,600		1,253,071	1,733,900
Building Inspection	618,750		454,551	692,550
Streets	1,395,300		779,148	1,303,900
Transporation	450,000		305,782	457,500
Human Services	1,086,600		540,071	1,539,500
Park Maintenance	1,040,750		283,040	1,057,550
Non-Profit	62,000		62,000	62,000
Parks and Recreation	2,250,100		1,164,003	2,659,900
Teen Council	225,150		146,081	221,600
City Promotion	631,450		475,088	669,950
Economic Development	1,234,350		511,719	1,045,050
Planning and Engineering	542,450		355,033	584,250
Employee Development	107,000		105,000	107,000
Capital Outlay	10,357,000		3,965,000	24,989,500
Contingency	2,000,000		2,000,000	4,000,000
Total General Fund	\$ 51,007,715	\$	\$ 32,625,905	\$ 70,690,080
Special revenue funds				
HURF	\$ 1,370,000	\$	\$ 1,035,871	\$ 1,345,000
Grants	53,712,830		1,378,000	56,700,809
Impound	49,000		39,517	51,050
Public Safety Tax	9,161,000		6,006,500	8,383,000
Juicial Collections	128,220		94,875	139,320
AAA/CDBG	979,704		485,951	1,572,054
Total special revenue funds	\$ 65,400,754	\$	\$ 9,040,714	\$ 68,191,233
Debt service funds				
Debt Service	\$ 6,335,145	\$	\$ 4,335,175	\$ 6,444,613
Total debt service funds	\$ 6,335,145	\$	\$ 4,335,175	\$ 6,444,613
Capital projects funds				
AquaticCenter	\$ 21,000,000	\$	\$	\$ 32,000,000
Total capital projects funds	\$ 21,000,000	\$	\$	\$ 32,000,000
Permanent funds				
	\$	\$	\$	\$
Total permanent funds	\$	\$	\$	\$
Enterprise funds				
Water	\$ 18,684,200	\$	\$ 9,329,279	\$ 21,033,000
Sanitation	498,100		403,618	532,500
Wastewater	28,718,000		8,696,031	32,370,400
Sewer	6,420,200		1,204,473	2,423,700
Total enterprise funds	\$ 54,320,500	\$	\$ 19,633,401	\$ 56,359,600
Internal service funds				
	\$	\$	\$	\$
Total internal service funds	\$	\$	\$	\$
Total all funds	\$ 198,064,114	\$	\$ 65,635,195	\$ 233,685,526

* Includes actual expenditures/expenses recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared, plus estimated expenditures/expenses for the remainder of the fiscal year.

City/Town of Tolleson
Full-time employees and personnel compensation
Fiscal year 2026

	Full-time equivalent (FTE)	Employee salaries and hourly costs	Retirement costs	Healthcare costs	Other benefit costs	Total estimated personnel compensation
Fund	2026	2026	2026	2026	2026	2026
General Fund	219.0	\$ 18,975,576	\$ 2,485,857	\$ 4,427,289	\$ 2,239,326	\$ 28,128,048
Special revenue funds						
AAA/Grants	9.5	\$ 441,000	\$ 51,100	\$ 146,400	\$ 51,550	\$ 690,050
SRO	3.0	215,600	53,650	69,950	19,080	358,280
Total special revenue funds	12.5	\$ 656,600	\$ 104,750	\$ 216,350	\$ 70,630	\$ 1,048,330
Debt service funds						
		\$	\$	\$	\$	\$
Total debt service funds		\$	\$	\$	\$	\$
Capital projects funds						
		\$	\$	\$	\$	\$
Total capital projects funds		\$	\$	\$	\$	\$
Permanent funds						
		\$	\$	\$	\$	\$
Total permanent funds		\$	\$	\$	\$	\$
Enterprise funds						
Water	12.5	\$ 1,473,538	\$ 176,315	\$ 386,529	\$ 193,033	\$ 2,229,415
WWTP/Sewer	30.5	3,103,030	359,348	755,265	394,706	4,612,349
Total enterprise funds	43.0	\$ 4,576,568	\$ 535,663	\$ 1,141,794	\$ 587,739	\$ 6,841,764
Internal service funds						
		\$	\$	\$	\$	\$
Total internal service fund		\$	\$	\$	\$	\$
Total all funds	274.5	\$ 24,208,744	\$ 3,126,270	\$ 5,785,433	\$ 2,897,695	\$ 36,018,142