

## RESOLUTION NO. 3963-0969

**A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, ADOPTING A TENTATIVE BUDGET, ADOPTING THE ESTIMATED AMOUNTS REQUIRED TO MEET THE PUBLIC EXPENSES FOR THE CITY OF PRESCOTT FOR THE FISCAL YEAR 2009-10, AUTHORIZING AND DIRECTING PUBLICATION OF STATEMENTS AND SCHEDULES OF THE TENTATIVE BUDGET, TOGETHER WITH NOTICE OF HEARING ON SAID BUDGET AND NOTICE OF DATE OF FINAL ADOPTION OF SAID BUDGET, AND NOTICE OF DATE OF ESTABLISHMENT OF THE EXPENDITURE LIMITATION, AND NOTICE OF THE DATE FOR FIXING A TAX LEVY**

### **ENACTMENTS:**

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF PRESCOTT AS FOLLOWS:

SECTION 1. THAT the statements and schedules attached are hereby adopted as the estimated amounts required to meet the public expenses for the City of Prescott and as the tentative budget for the fiscal year 2009-10. Copies of said statements and schedules have been distributed to the Council and are on file in the office of the City Manager. Said copies are attached hereto for the purpose of publication only, except that they are hereby ordered to be entered into the minutes of the City Council of the City of Prescott.

SECTION 2. THAT the Clerk is hereby authorized and directed to publish in the manner prescribed by law, the attached statements and schedules as said tentative budget, together with a copy of this Resolution as notice of the meetings of the City Council, to wit:

- A. That the City Council will meet on the 23rd day of June, 2009, at 3:00 P.M., in the Council Chambers of the Municipal Offices Building, 201 South Cortez Street, Prescott, Arizona, at a Regular Meeting to hold a public hearing when and where any citizen may appear and be heard or submit written comments in favor of or against any proposed use within the budget, expenditure limitation, or the tax levy; at said time and place or after said hearing for the purpose of finally adopting the budget and establishment of the expenditure limitation for the fiscal year 2009-10 for the City of Prescott. The proposed budget may be examined on weekdays at 201 South Cortez Street, Prescott, Arizona, between 8:00 A.M. and 5:00 P.M.
- B. That the City Council will further meet at a Special Meeting on the 14th day of July, 2009, at 3:00 P.M. in the Council Chambers of the Municipal Building, 201 South Cortez Street, Prescott, Arizona, for the purpose of

adopting the property tax levy for fiscal year 2009-10 for the City of Prescott.

SECTION 3. THAT upon the recommendation by the City Manager and with the approval of the Council, expenditures may be made from the appropriation for contingencies. The transfers of any sums within or without any specific appropriations shall conform to Article VI, Section 11, Prescott City Charter.

SECTION 4. THAT money from any fund may be used for any of these appropriations except money specifically restricted by State Law, City Charter, codes, ordinance, or resolution.

PASSED and ADOPTED by the Mayor and Council of the City of Prescott, Arizona, on this 9<sup>th</sup> day of June, 2009.



---

JACK D. WILSON, Mayor

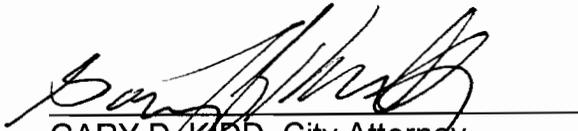
ATTEST:



---

ELIZABETH A. BURKE, City Clerk

APPROVED AS TO FORM:



---

GARY D. KIDD, City Attorney

**OFFICIAL BUDGET FORMS**  
**CITY OF PRESCOTT, ARIZONA**  
**Fiscal Year 2010**

**CITY OF PRESCOTT, ARIZONA**

**TABLE OF CONTENTS**

**Fiscal Year 2010**

Resolution for the Adoption of the Budget

Schedule A—Summary Schedule of Estimated Revenues and Expenditures/Expenses

Schedule B—Summary of Tax Levy and Tax Rate Information

Schedule C—Summary by Fund Type of Revenues Other Than Property Taxes

Schedule D—Summary by Fund Type of Other Financing Sources/<Uses> and Interfund Transfers

Schedule E—Summary by Department of Expenditures/Expenses Within Each Fund Type

Schedule F—Summary by Department of Expenditures/Expenses

**CITY OF PRESCOTT, ARIZONA**  
**Summary Schedule of Estimated Revenues and Expenditures/Expenses**  
**Fiscal Year 2010**

FUND	ADOPTED BUDGETED EXPENDITURES/ EXPENSES* 2009	ACTUAL EXPENDITURES/ EXPENSES ** 2009	FUND BALANCE/ NET ASSETS*** July 1, 2009**	PROPERTY TAX REVENUES 2010	ESTIMATED REVENUES OTHER THAN PROPERTY TAXES 2010	OTHER FINANCING 2010		INTERFUND TRANSFERS 2010		TOTAL FINANCIAL RESOURCES AVAILABLE 2010	BUDGETED EXPENDITURES/ EXPENSES 2010
						SOURCES	<USES>	IN	<OUT>		
1. General Fund	\$ 33,857,409	\$ 32,015,617	\$ 11,061,644	Primary: \$ 1,235,701	\$ 29,422,757	\$	\$	\$ 250,000	\$ (1,769,743)	\$ 43,739,845	\$ 31,112,233
2. Special Revenue Funds	49,962,589	32,049,564	898,856	Secondary:	34,311,845	20,500,000		5,074,314	(3,490,615)	64,275,630	53,628,238
3. Debt Service Funds Available	2,369,675	2,369,675	223,209	1,646,680	453,615					2,323,504	1,986,840
4. Less: Designation for Future Debt Retirement											
5. Total Debt Service Funds	2,369,675	2,369,675	223,209	1,646,680	453,615					2,323,504	1,986,840
6. Capital Projects Funds	50,152,426										
7. Permanent Funds	100,000	100,000	708,892		25,000					733,892	100,000
8. Enterprise Funds Available	104,703,002	46,078,040	46,400,453		38,801,921	39,027,413		131,634	(320,590)	124,682,011	84,190,196
9. Less: Designation for Future Debt Retirement											
10. Total Enterprise Funds	104,703,002	46,078,040	46,400,453		38,801,921	39,027,413		131,634	(320,590)	124,682,011	84,190,196
11. Internal Service Funds	15,132,062	8,131,580	7,570,733		8,647,818			125,000		16,343,551	9,801,186
12. TOTAL ALL FUNDS	\$ 256,277,163	\$ 120,744,476	\$ 66,863,787	\$ 2,882,381	\$ 111,662,956	\$ 59,527,413	\$	\$ 5,580,948	\$ (5,580,948)	\$ 252,098,433	\$ 180,818,693

**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 or voter-approved alternative expenditure limitation

	2009	2010
1. Budgeted expenditures/expenses	\$ 256,277,163	\$ 180,818,693
2. Add/subtract: estimated net reconciling items		
3. Budgeted expenditures/expenses adjusted for reconciling items	256,277,163	180,818,693
4. Less: estimated exclusions		
5. Amount subject to the expenditure limitation	\$ 256,277,163	\$ 180,818,693
6. EEC or voter-approved alternative expenditure limitation	\$	\$

\* Includes Expenditure/Expense Adjustments Approved in 2008-09 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 in this column represent Fund Balance/Net Asset amounts except for amounts invested in capital assets, net of related debt, and reserved/restricted amounts established as offsets to assets presented for informational purposes (i.e., prepaids, inventory, etc.).

**CITY OF PRESCOTT, ARIZONA**  
**Summary of Tax Levy and Tax Rate Information**  
**Fiscal Year 2010**

	<b>2009</b>	<b>2010</b>
1. Maximum allowable primary property tax levy. A.R.S. §42-17051(A)	\$ 1,278,666	\$ 1,338,494
2. Amount received from primary property taxation in the <b>current year</b> in excess of the sum of that year's maximum allowable primary property tax levy. A.R.S. §42-17102(A)(18)	\$ _____	
3. Property tax levy amounts		
A. Primary property taxes	\$ 1,214,192	\$ 1,235,701
B. Secondary property taxes	1,937,779	1,646,680
C. Total property tax levy amounts	\$ 3,151,971	\$ 2,882,381
4. Property taxes collected*		
A. Primary property taxes		
(1) <b>Current</b> year's levy	\$ 1,197,088	
(2) Prior years' levies	17,104	
(3) Total primary property taxes	\$ 1,214,192	
B. Secondary property taxes		
(1) <b>Current</b> year's levy	\$ 1,906,425	
(2) Prior years' levies	31,354	
(3) Total secondary property taxes	\$ 1,937,779	
C. Total property taxes collected	\$ 3,151,971	
5. Property tax rates		
A. City/Town tax rate		
(1) Primary property tax rate	0.1839	0.1695
(2) Secondary property tax rate	0.2394	0.2002
(3) Total city/town tax rate	0.4233	0.3697
B. Special assessment district tax rates		
Secondary property tax rates - As of the date the proposed budget was prepared, the City of Prescott did not operate any special assessment districts for which secondary property taxes are levied.		

\* 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 OF PRESCOTT, ARIZONA**  
**Summary by Fund Type of Revenues Other Than Property Taxes**  
**Fiscal Year 2010**

<b>SOURCE OF REVENUES</b>	<b>ESTIMATED REVENUES 2009</b>	<b>ACTUAL REVENUES* 2009</b>	<b>ESTIMATED REVENUES 2010</b>
<b>GENERAL FUND</b>			
<b>Local taxes</b>			
Privilege and Use Tax	\$ 15,121,000	\$ 13,350,018	\$ 12,677,500
Franchise Taxes	1,564,191	1,577,355	1,608,902
<b>Licenses and permits</b>	<b>895,915</b>	<b>406,827</b>	<b>397,750</b>
<b>Intergovernmental</b>			
State	12,282,566	11,658,393	10,812,411
Local Jurisdictions	2,304,733	2,296,466	2,344,708
<b>Charges for services</b>	<b>753,529</b>	<b>559,901</b>	<b>540,720</b>
<b>Fines and forfeits</b>	<b>449,000</b>	<b>448,750</b>	<b>442,500</b>
<b>Interest on investments</b>	<b>200,000</b>	<b>200,000</b>	<b>200,000</b>
<b>In-lieu property taxes</b>	<b>94,550</b>	<b>74,142</b>	<b>74,142</b>
<b>Miscellaneous</b>	<b>331,975</b>	<b>348,983</b>	<b>324,124</b>
<b>Total General Fund</b>	<b>\$ 33,997,459</b>	<b>\$ 30,920,835</b>	<b>\$ 29,422,757</b>
<b>SPECIAL REVENUE FUNDS</b>			
<b>Highway User Revenue Fund</b>			
Intergovernmental - State	\$ 3,895,679	\$ 3,147,610	\$ 3,118,684
Intergovernmental - Local Jurisdictions	294,264	241,512	284,544
Miscellaneous	278,950	268,336	232,721
<b>Total Highway User Revenue Fund</b>	<b>\$ 4,468,893</b>	<b>\$ 3,657,458</b>	<b>\$ 3,635,949</b>
<b>Local Transportation Assistance Fund</b>			
Streets and Open Space Tax	\$ 14,684,000	\$ 12,810,002	\$ 12,195,000
Intergovernmental - State			1,000,000
Intergovernmental - County		98,654	2,010,000
Interest Earned	519,000	131,000	120,000
Intergovernmental - Local Jurisdictions	799,080	409,920	157,420
Miscellaneous		1,598	480,000
<b>Total Local Transportation Assistance Fund</b>	<b>\$ 16,002,080</b>	<b>\$ 13,451,174</b>	<b>\$ 15,962,420</b>
<b>Transient Occupancy Tax</b>			
Transient Occupancy Tax	\$ 680,715	\$ 530,000	\$ 491,817
Fees/Donations	37,000	30,000	38,000
Miscellaneous	3,000	3,036	100
<b>Total Transient Occupancy Tax Fund</b>	<b>\$ 720,715</b>	<b>\$ 563,036</b>	<b>\$ 529,917</b>
<b>Capital Improvement Fund</b>			
Interest Earned	\$ 176,389	\$ 250,000	\$ 250,000
Sale of Property		25,500	
Miscellaneous	1,000	500	500
<b>Total Capital Improvement Fund</b>	<b>\$ 177,389</b>	<b>\$ 276,000</b>	<b>\$ 250,500</b>
<b>Impact Fees Fund</b>			
Impact Fees	\$ 596,995	\$ 322,700	\$ 322,700
Miscellaneous	123,918	97,820	97,820
<b>Total Impact Fees Fund</b>	<b>\$ 720,913</b>	<b>\$ 420,520</b>	<b>\$ 420,520</b>
<b>Grant Funds</b>			
Miscellaneous Grants	5,169,923	1,394,392	13,512,539
<b>Total Grants Fund</b>	<b>\$ 5,169,923</b>	<b>\$ 1,394,392</b>	<b>\$ 13,512,539</b>
<b>Total Special Revenue Funds</b>	<b>\$ 27,259,913</b>	<b>\$ 19,762,580</b>	<b>\$ 34,311,845</b>

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

**CITY OF PRESCOTT, ARIZONA**  
**Summary by Fund Type of Revenues Other Than Property Taxes**  
**Fiscal Year 2010**

<u>SOURCE OF REVENUES</u>	<u>ESTIMATED REVENUES 2009</u>	<u>ACTUAL REVENUES* 2009</u>	<u>ESTIMATED REVENUES 2010</u>
<b>DEBT SERVICE FUNDS</b>			
Special Assessments	\$ 322,151	\$ 322,151	\$ 332,151
Interest Earned	137,366	137,395	121,464
<b>Total Debt Service Funds</b>	<b>\$ 459,517</b>	<b>\$ 459,546</b>	<b>\$ 453,615</b>
<b>PERMANENT FUNDS</b>			
Acker Trust	20,000	25,000	25,000
	\$ 20,000	\$ 25,000	\$ 25,000
<b>Total Permanent Funds</b>	<b>\$ 20,000</b>	<b>\$ 25,000</b>	<b>\$ 25,000</b>
<b>ENTERPRISE FUNDS</b>			
Water Fund	\$ 22,030,453	\$ 15,454,609	\$ 16,040,675
Wastewater Fund	7,949,402	6,554,892	6,958,609
Solid Waste/Transfer Station Fund	9,798,603	9,068,208	9,400,449
Golf Course Fund	4,166,660	3,135,529	3,377,007
Airport Fund	14,122,642	1,727,634	2,960,681
Parking Garage Fund	75,800	60,282	64,500
<b>Total Enterprise Funds</b>	<b>\$ 58,143,560</b>	<b>\$ 36,001,154</b>	<b>\$ 38,801,921</b>
<b>INTERNAL SERVICE FUNDS</b>			
Central Garage Fund	\$ 4,481,785	\$ 4,664,351	\$ 3,709,176
Self-Insurance Fund	2,355,204	1,867,909	2,044,627
Facilities Maintenance Fund	1,180,934	1,182,456	990,793
Engineering Fund	2,357,610	2,052,868	1,903,222
<b>Total Internal Service Funds</b>	<b>\$ 10,375,533</b>	<b>\$ 9,767,584</b>	<b>\$ 8,647,818</b>
<b>TOTAL ALL FUNDS</b>	<b>\$ 130,255,982</b>	<b>\$ 96,936,699</b>	<b>\$ 111,662,956</b>

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

**CITY OF PRESCOTT, ARIZONA**  
**Summary by Fund Type of Other Financing Sources/<Uses> and Interfund Transfers**  
**Fiscal Year 2010**

FUND	OTHER FINANCING 2010		INTERFUND TRANSFERS 2010	
	SOURCES	<USES>	IN	<OUT>
<b>GENERAL FUND</b>				
Capital Improvement Fund	\$	\$	\$ 250,000	\$ (1,753,621)
1% Streets and Open Space Fund				(6,000)
Parking Garage Fund				(10,122)
<b>Total General Fund</b>	\$	\$	\$ 250,000	\$ (1,769,743)
<b>SPECIAL REVENUE FUNDS</b>				
Capital Improvement Fund	\$	\$	\$ 3,123,848	\$ (1,762,219)
1% Streets and Open Space Fund	20,500,000		253,205	(925,000)
Highway Users Revenue Fund			264,590	
Grant Funds			1,432,671	
Impact Fees Fund				(803,396)
<b>Total Special Revenue Funds</b>	\$ 20,500,000	\$	\$ 5,074,314	\$ (3,490,615)
<b>DEBT SERVICE FUNDS</b>				
	\$	\$	\$	\$
<b>Total Debt Service Funds</b>	\$	\$	\$	\$
<b>CAPITAL PROJECTS FUNDS</b>				
	\$	\$	\$	\$
<b>Total Capital Projects Funds</b>	\$	\$	\$	\$
<b>PERMANENT FUNDS</b>				
	\$	\$	\$	\$
<b>Total Permanent Funds</b>	\$	\$	\$	\$
<b>ENTERPRISE FUNDS</b>				
Parking Garage Fund	\$	\$	\$ 10,122	\$
Solid Waste/Transfer Station Fund				(264,590)
Water Fund	27,524,433			(28,000)
Wastewater Fund	11,502,980			(28,000)
Airport Fund			121,512	
<b>Total Enterprise Funds</b>	\$ 39,027,413	\$	\$ 131,634	\$ (320,590)
<b>INTERNAL SERVICE FUNDS</b>				
Central Garage	\$	\$	\$ 125,000	\$
<b>Total Internal Service Funds</b>	\$	\$	\$ 125,000	\$
<b>TOTAL ALL FUNDS</b>	\$ 59,527,413	\$	\$ 5,580,948	\$ (5,580,948)

**CITY OF PRESCOTT, ARIZONA**  
**Summary by Department of Expenditures/Expenses Within Each Fund Type**  
**Fiscal Year 2010**

FUND/DEPARTMENT	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2009	EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2009	ACTUAL EXPENDITURES/ EXPENSES* 2009	BUDGETED EXPENDITURES/ EXPENSES 2010
<b>GENERAL FUND</b>				
City Council	\$ 59,353	\$	\$ 50,222	\$ 55,941
City Clerk	125,712		25,073	75,150
City Court	521,285		505,485	525,193
City Manager	1,604,204		1,575,502	1,760,663
Legal Department	285,357		264,958	277,292
Budget & Finance	1,911,028		1,514,077	1,746,610
Administrative Services	585,576		537,011	236,756
Community Development	2,430,949		2,206,904	1,638,460
Parks, Recreation & Library	6,079,335		5,962,392	5,452,628
Police Department	10,217,104		9,644,623	9,863,514
Fire Department	7,550,839		7,366,468	7,045,674
Regional Communications	2,486,667		2,362,902	2,434,352
<b>Total General Fund</b>	<b>\$ 33,857,409</b>	<b>\$</b>	<b>\$ 32,015,617</b>	<b>\$ 31,112,233</b>
<b>SPECIAL REVENUE FUNDS</b>				
Highway User Fund	\$ 4,165,866	\$	\$ 4,016,336	\$ 3,882,857
1% Streets and Open Space	23,225,513	4,437,595	21,895,353	29,388,936
Transient Occupancy Tax	839,122		672,691	594,393
Capital Improvement Fund	11,160,211		3,836,654	4,614,042
Impact Fee Fund	223,200		750	191,700
Grant Funds	5,911,082		1,627,780	14,956,310
<b>Total Special Revenue Funds</b>	<b>\$ 45,524,994</b>	<b>\$ 4,437,595</b>	<b>\$ 32,049,564</b>	<b>\$ 53,628,238</b>
<b>DEBT SERVICE FUNDS</b>	<b>\$ 2,369,675</b>	<b>\$</b>	<b>\$ 2,369,675</b>	<b>\$ 1,986,840</b>
<b>CAPITAL PROJECTS FUNDS</b>				
Public Safety Projects	\$ 42,818,040	\$ (4,437,595)	\$	\$
Park Upgrades	4,000,000			
Rodeo Grounds	3,196,981			
Runway 3R-21L Land	4,575,000			
<b>Total Capital Projects Funds</b>	<b>\$ 54,590,021</b>	<b>\$ (4,437,595)</b>	<b>\$</b>	<b>\$</b>
<b>PERMANENT FUNDS</b>				
Trust Funds	100,000		100,000	100,000
<b>Total Permanent Funds</b>	<b>\$ 100,000</b>	<b>\$</b>	<b>\$ 100,000</b>	<b>\$ 100,000</b>
<b>ENTERPRISE FUNDS</b>				
Water Fund	\$ 48,740,756	\$	\$ 18,144,334	\$ 55,707,840
Wastewater Fund	28,002,728		13,038,218	12,880,361
Solid Waste/Transfer Station	10,061,302		8,509,154	9,082,788
Golf Course Fund	4,470,926		4,219,596	3,372,782
Airport Fund	13,309,432		2,070,415	3,069,265
Parking Garage Fund	117,858		96,323	77,160
<b>Total Enterprise Funds</b>	<b>\$ 104,703,002</b>	<b>\$</b>	<b>\$ 46,078,040</b>	<b>\$ 84,190,196</b>
<b>INTERNAL SERVICE FUNDS</b>				
Central Garage	\$ 9,330,254	\$	\$ 3,010,207	\$ 4,689,818
Self-Insurance Fund	2,265,204		1,828,529	2,223,627
Engineering Fund	2,357,610		2,142,872	1,898,948
Facilities Maintenance Fund	1,178,994		1,149,972	988,793
<b>Total Internal Service Funds</b>	<b>\$ 15,132,062</b>	<b>\$</b>	<b>\$ 8,131,580</b>	<b>\$ 9,801,186</b>
<b>TOTAL ALL FUNDS</b>	<b>\$ 256,277,163</b>	<b>\$</b>	<b>\$ 120,744,476</b>	<b>\$ 180,818,693</b>

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

**CITY OF PRESCOTT, ARIZONA**  
**Summary by Department of Expenditures/Expenses**  
**Fiscal Year 2010**

<b>DEPARTMENT/FUND</b>	<b>ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2009</b>	<b>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2009</b>	<b>ACTUAL EXPENDITURES/ EXPENSES * 2009</b>	<b>BUDGETED EXPENDITURES/ EXPENSES 2010</b>
<b>Public Works:</b>				
1% Streets and Open Space	\$ 23,225,513	\$ 4,437,595	\$ 21,895,353	\$ 29,388,936
Streets (HURF) Fund	821,082		2,637,542	2,582,799
Engineering	2,357,610		2,142,872	1,898,948
Water Fund	48,740,756		18,144,334	55,707,840
Wastewater Fund	28,002,728		13,038,218	12,880,361
<b>Department Total</b>	<b>\$ 103,147,689</b>	<b>\$ 4,437,595</b>	<b>\$ 57,858,319</b>	<b>\$ 102,458,884</b>
<b>Field Operations:</b>				
Streets (HURF) Fund	\$ 3,344,784		\$ 1,378,794	\$ 1,300,058
Solid Waste/Transfer Station	10,061,302		8,509,154	9,082,788
<b>Department Total</b>	<b>\$ 13,406,086</b>	<b>\$</b>	<b>\$ 9,887,948</b>	<b>\$ 10,382,846</b>

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