

Fiscal Year (July 1- June 30)

2024-25

Total City Budget
\$1.63B

DOWN
1.6%
under prior year (PY)

Budget in Brief

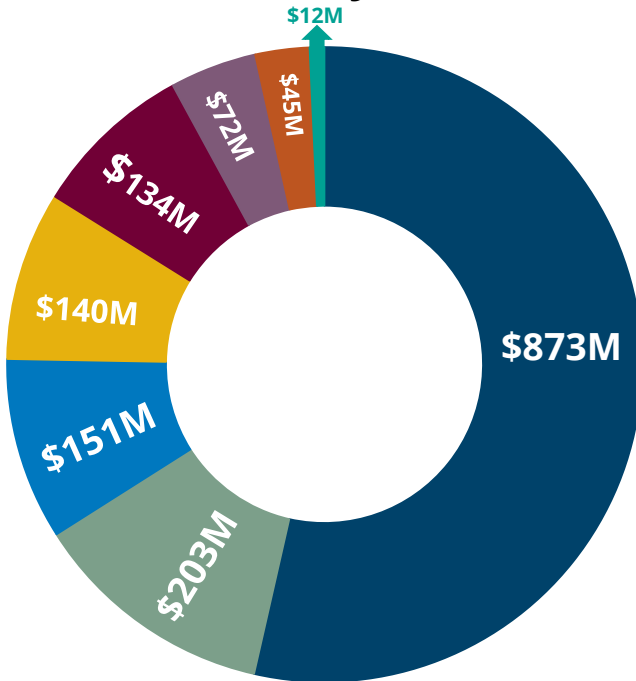
"Making it Happen"

Factors driving the budget include decreased revenues from the State mandated revenue reduction of Residential Rental Taxes, slightly offset by the local economy; reductions in public safety pension costs which are balancing operating and capital inflation increases; and personnel cost increases.

Our Focus Areas

-  Economic Vitality
-  Sustainability and Technology
-  Quality of Life
-  Connectivity
-  Neighborhoods
-  Community Safety

Where the Money Comes From



- Fund Balances 53.6%
- Local Taxes & License Fees 12.5%
- Utility Charges 9.2%
- Other Services/Charges 8.6%
- State Shared Revenues 8.2%
- Grants 4.4%
- Property Taxes 2.8%
- System Development Fees 0.7%
- Bonds 0%
(prior year sale part of fund balance)

Where the Money Goes

<p>Department Operating \$527M</p> <p>48 positions: 34 converted to permanently funded or offset by grants or other revenues; 28 are public safety related.</p> <ul style="list-style-type: none"> ➢ Digital Media (1), Tumbleweed Recreation Center (2), Cultural Development (3), Fiber Infrastructure (1), DEI Asst. (1), Firefighters (4), Fire Inspectors (2), Fire Emergency Manager (1), IT Security and Support (2), Management Services Budget and Tax Rep. (2), Community Navigators / Housing (3), Police Officers (10), Police Aides (5), Police other (4), Utility Systems (1), Water and Wastewater (5), Construction Proj Mgr (1) <p>Various service enhancements</p> <ul style="list-style-type: none"> ➢ E.g., Technology, Parks and Public Safety 	<p>Capital Carryforward \$637M</p> <p>Remaining appropriation (spending authority) from capital projects in process at fiscal year-end that is carried forward or re-budgeted until the project is completed.</p> <p>For example: Building renovations, street projects, Tumbleweed park improvements, Fiber upgrades, Fire mobile command vehicle, Police emergency vehicle replacements.</p>
<p>Capital- New Appropriation \$239M</p> <p>Appropriation to maintain existing infrastructure or add new projects, for example: Airport hangar pavement, Fire vehicle replacements, and existing community park improvements.</p>	<p>Contingency & Reserves \$134M</p> <p>Funds set aside for emergencies or special purposes</p>
<p>Debt Service \$81M</p>	

Replacements
\$11M

Total Authorized FTE (Full Time Equivalent Employees)



1,804

Capital Improvement Program (CIP)

The City's 10-year Capital Improvement Program (CIP) serves as a multi-year planning instrument identifying fiscal year needs and financing sources (i.e. bonds, impact fees, grants, operating funds) for public and aging infrastructure improvements, which totals to **\$2.49B**. City Council adopted the CIP on June 13, 2024. CIP details can be found at: www.chandleraz.gov/budget

FY 2024-2025 CIP Highlights - \$876.5M (New & Carryforward)

Utilities- Water & Wastewater

Water Treatment Plant/Production Facility Imps. | **\$63.8M**
 Main & Valve Replacements | **\$31.1M**
 Collection System Facility Improvements | **\$31.8M**
 Sewer Assessment and Rehabilitation | **\$69.5M**
 Water Reclamation Facility Improvements | **\$41.6M**
 Water Conveyance and Interconnect Facility | **\$79.7M**

Streets

Street Repaving Program | **\$60.7M**
 LED Streetlight Conversion | **\$1.2M**
 Lindsey Rd (Ocotillo Rd to Hunt Hwy.) | **\$38.2M**
 Chandler Heights Rd (McQueen Rd to Val Vista Dr) | **\$24.6M**
 Cooper Rd/Insight Loop | **\$13.5M**

General Government

Existing City Building Renovations/Repairs | **\$10.8M**
 Frye Road Protected Bike Lane | **\$16.8M**
 Boys and Girls Club Improvements | **\$1.3M**
 Citywide Fiber Upgrades | **\$9.4M**
 Various IT System Enhancements | **\$21.2M**

Cultural Development

City Hall Parking Lot & Alleyway Improvements | **\$837K**
 Downtown Alley improvements | **\$3.9M**
 Center for the Arts Improvements | **\$980K**

Community Services

Tumbleweed Park Pickleball and Softball | **\$28.9M**
 Tumbleweed Multi-gen Expansion | **\$18.2M**
 Gazelle Meadows Park/Galveston Neighborhood Imps. | **\$3.9M**
 Existing Neighborhood, Field, Park Imps./Repairs | **\$19.4M**
 Veteran's Memorial Improvements | **\$815K**
 Mesquite Groves Park | **\$7.5M**

Airport

Rehabilitate Runway Pavement 4R/22L | **\$6.1M**
 West Airport Facilities | **\$4.8M**
 Airfield Lighting Improvement 4L/22R | **\$2.4M**
 Hangar Area Pavement Reconstruction | **\$4.2M**
 Taxiway B Construction | **\$2.2M**

Police

Forensic Services Facility Design | **\$5.3M**
 Radio Communication Equipment | **\$976K**
 Vehicle Replacements | **\$1.1M**
 Property & Evidence Renovations | **\$648K**

Fire

Fire Emergency Vehicle Replacements | **\$1.5M**
 Fire Mobile Command Vehicle | **\$1.6M**



- Sales tax rates unchanged - the lowest in Arizona
- City property tax rate reduced from \$1.0926 to \$1.0826 - 9th year of reduction
- Maintains and enhances existing level of service
- Adds funding for labor association commitments and general employee increases
- Continues debt reduction: \$7M to maintain paid-off status of Public Safety Personnel Retirement System (PSPRS) unfunded liability
- No planned Water, Wastewater, and Solid Waste rate changes in this fiscal year
- Maintains strong reserves

FY 2024-25

Total City Property Tax Rate: \$1.0826

Per 100 dollars of assessed value

Primary Tax Rate = \$0.2126
 (Supports General Operations)
Secondary Tax Rate = \$0.8700
 (Pays Bond Debt Service Only)



General Obligation (GO)
 &
 ETRO Bond Rating

AAA
Aaa

From:
 Fitch
 Standard and Poor's
 Moody's



Highest rating level from all three major rating agencies

- One of only a few cities nationwide
- Higher ratings mean lower cost of borrowing, which keeps taxes and user fees low