



**Fiscal Year 2027  
Tentative Budget Adoption  
June 9, 2026**

# FY27 Council Budget Process to Date

1/20/26 to 1/21/26	Council Strategic Planning Retreat
03/03/26	FY26 mid-year budget report and FY27 preliminary look
01/15/26 to 03/13/26	Dept planning and submission of budget information and requests
03/30/26 to 04/10/26	City Manager and Budget Department review and formation of FY27 proposed budget
04/27/26	Annual Council Budget Workshop #1
05/11/26	Annual Council Budget Workshop #2
5/19/26	Annual Council Budget Workshop #3
05/26/26	Council Meeting - Budget Discussion and Follow up
06/09/26	Tentative budget adoption FY27
06/23/26	Public Hearing, Property Tax Hearing, Final budget adoption FY27
7/14/26	Property Tax Levy Adoption



# Fiscal Year 2027 Budget Summary

- The FY27 Budget is balanced and aligned with Council's Strategic Plan. Council's direction on adjusting Solid Waste rates will address the Solid Waste Fund deficit.
- Continuing voter-approved public safety initiatives (Proposition 478), including four new police officers and a new emergency manager to strengthen community resilience.
- Police compensation adjustments and recruitment incentives to support progress toward full staffing.
- Establishment of stand-alone court operations and related facility improvements.
- Increased investment in utility infrastructure to extend the life of the Sundog Wastewater Treatment Plant and other critical assets.
- Strategic adjustments to supplies and services budgets to sustain service quality across departments.

# Fiscal Year 2027 Budget Summary

- The FY2027-2031 Capital Improvement Plan (CIP) includes \$145 million in FY27 investments focused on public safety and critical infrastructure. Major projects include:
  - Construction and renovation of fire and police facilities.
  - Runway and other safety enhancements at Prescott Regional Airport.
  - Expansion and rehabilitation of water and wastewater systems.
  - Investments in parks, trails, and library facilities that enhance community amenities.

# Expenditure Budget Changes from Budget Workshops to Tentative Adoption

Budget	Operating	Capital	Contingency	Total
FY27 Proposed Budget	156,099,981	145,830,925	10,000,000	311,930,906
Court Budget Changes	-370,056	-275,000	-	-645,056
Community Development Positions	210,648	-	-	210,648
FY27 Tentative Budget	155,940,573	145,555,925	10,000,000	311,496,498

Note: There was also an increase in projected revenue for the Courts of \$502,230

# Authorized Positions Changes from Budget Workshops to Tentative Adoption

Budget	Full Time Equivalents (FTEs)
FY27 Proposed Budget	626.50
Court Budget Changes	- 3.00
Community Development Positions	3.00
FY27 Tentative Budget	626.50

# Tentative Total City Budget

	<b>FY26</b>	<b>FY27</b>	<b>%</b>
	<b>Adopted</b>	<b>Proposed</b>	<b>Change</b>
Operating Budget	\$ 145,732,441	\$ 155,940,573	7.0%
Capital Budget	148,013,721	145,555,925	-1.7%
Subtotal	293,746,162	301,496,498	2.6%
Contingency	10,000,000	10,000,000	0.0%
Total	\$ 303,746,162	\$ 311,496,498	2.6%

# Upcoming Steps in the FY27 Budget Process

**6/9/2026**      **Tentative budget adoption  
Publishing of tentative budget**

**6/23/2026**      **Public hearings:**

- **FY27 Budget**
- **Alternative Expenditure Limitation**
- **Property Tax Levy / Truth in Taxation**

**Adopt Final Budget, Personnel Roster, Approved Expenditure List (AEL)**

**7/14/2026**      **Adopt property tax levies**