

**City of Cottonwood Final  
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	26,384,176	19,955,363	2,009,195	1,382,005	80,540	75,039,873	0	124,851,152
2025	Actual expenditures/expenses**	E 2	31,986,084	16,028,294	2,014,140	1,961,310	72,300	58,804,075	0	110,866,203
2026	Beginning fund balance/(deficit) or net position/(deficit) at July 1***	E 3	0	0	0	0	0	0	0	0
2026	Primary property tax levy	B 4	0							0
2026	Secondary property tax levy	B 5								0
2026	Estimated revenues other than property taxes	C 6	35,557,077	11,850,825	1,645,290	789,410	500	23,675,020	0	73,518,122
2026	Other financing sources	D 7	30,166,630	6,832,435	365,990	1,890,813	70,300	36,585,074	0	75,911,242
2026	Other financing (uses)	D 8	0	0	0	0	0	0	0	0
2026	Interfund transfers in	D 9	0	20,268,457	0	0	0	0	0	20,268,457
2026	Interfund Transfers (out)	D 10	20,268,457	0	0	0	0	0	0	20,268,457
2026	Line 11: Reduction for fund balance reserved for future budget year expenditures									
	Maintained for future debt retirement				366,990					366,990
	Maintained for future capital projects	11	3,898,152	1,472,607				12,791,775		18,162,534
	Maintained for future financial stability		9,240,065				68,800			9,308,865
										0
										0
2026	Total financial resources available	E 12	32,317,033	37,479,110	1,644,290	2,680,223	2,000	47,468,319	0	121,590,975
2026	Budgeted expenditures/expenses	E 13	72,038,525	27,704,224	2,011,280	10,800,500	70,800	60,260,094	0	172,885,423

**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

2025	2026
\$ 124,851,152	\$ 172,885,423
(63,564,442)	(75,911,242)
	(20,268,457)
	\$ 61,286,710
	\$ 76,705,724
	\$ 77,547,502
	\$ 79,251,127

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).

**City of Cottonwood Final  
Revenues other than property taxes  
Fiscal Year 2026**

Source of revenues	Estimated revenues 2025	Actual revenues* 2025	Estimated revenues 2026
<b>General Fund</b>			
<b>Local taxes</b>			
City Sales Tax	\$ 21,273,960	\$ 21,078,005	\$ 21,985,145
Bed Tax	657,570	674,400	687,885
Utility Tax	433,035	438,380	447,145
Franchises	470,280	489,205	479,000
<b>Licenses and permits</b>			
Business Licenses	110,800	111,475	117,050
Construction Permits	465,000	565,000	400,000
Planning & Zoning Fees	546,000	103,995	117,000
<b>Intergovernmental</b>			
Federal Revenue	1,538,140	279,710	226,464
State Revenue	4,754,430	3,858,320	3,737,520
County (including Motor Vehicle Tax)	1,066,480	1,066,480	1,126,095
Other Entities	116,300	231,705	242,445
<b>Charges for services</b>			
Dispatch & Spillman Services	1,262,590	1,262,590	1,325,720
Recreation Fees	984,700	967,540	984,700
Animal Control Fees			
Other Services			
<b>Fines and forfeits</b>			
Municipal Court	172,000	151,975	156,975
<b>Interest on investments</b>			
Interest Income	909,000	1,100,000	800,000
<b>In-lieu property taxes</b>			
<b>Contributions</b>			
Voluntary contributions			
<b>Miscellaneous</b>			
Miscellaneous Income	3,031,690	3,200,005	2,132,533
Lease Proceeds			
Rentals	80,900	56,400	56,400
Other Financing Sources	720,000	215,600	535,000
<b>Total General Fund</b>	\$ 38,592,875	\$ 35,850,785	\$ 35,557,077

\* 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 Cottonwood Final  
Revenues other than property taxes  
Fiscal Year 2026**

Source of revenues	Estimated revenues		Actual revenues* 2025	Estimated revenues 2026		
	2025	2026				
<b>Special revenue funds</b>						
<b>HIGHWAY USER REVENUE FUNDS</b>						
Fuel Tax	\$ 1,323,650	\$ 1,266,435		1,391,590		
Additional Sales Tax	1,805,425	1,781,645		1,762,565		
Federal Grants						
State Grants	1,488,460			1,488,460		
Other Income	100,000	254,460		100,000		
<b>Total Street Maintenance &amp; Construction</b>	<b>\$ 4,717,535</b>	<b>\$ 3,302,540</b>		<b>\$ 4,742,615</b>		
<b>COTTONWOOD AREA TRANSIT SYSTEM</b>						
<b>Intergovernmental</b>						
Federal Grant	\$ 1,919,350	\$ 3,180,870		2,795,575		
City Sales Tax	581,540	568,090				
Other Entities	434,000	452,000		452,000		
<b>Charges for services</b>						
Fare Box	\$ 161,670	\$ 185,900		187,000		
<b>Miscellaneous</b>						
Other Income	\$ 28,500	\$ -		-		
<b>Total Cottonwood Area Transit System</b>	<b>\$ 3,125,060</b>	<b>\$ 4,386,860</b>		<b>\$ 3,434,575</b>		
<b>LIBRARY FUND</b>						
<b>Intergovernmental</b>						
County Library	\$ 111,935	\$ 111,935		109,230		
<b>Charges for services</b>						
Collection Income	\$ -	\$ -		-		
<b>Interest on investment</b>						
Interest Income	\$ 1,000	\$ 1,000		1,000		
<b>Miscellaneous</b>						
Other Income (including grants)	\$ 60,500	\$ 50,500		82,500		
<b>Total Library Fund</b>	<b>\$ 173,435</b>	<b>\$ 163,435</b>		<b>\$ 192,730</b>		
<b>CEMETERY</b>						
<b>Intergovernmental</b>						
State Grants	\$ -	\$ -		-		
Federal Grants	\$ -	\$ -		-		
<b>Charges for services</b>						
Sale of Grave Liners	\$ 500	\$ 500		500		
<b>Uses of monies &amp; properties</b>						
Rental & Leases	\$ -	\$ -		-		
Other Income	\$ 3,650	\$ 3,000		3,000		
<b>Total Cemetery</b>	<b>\$ 4,150</b>	<b>\$ 3,500</b>		<b>\$ 3,500</b>		

**City of Cottonwood Final  
Revenues other than property taxes  
Fiscal Year 2026**

Source of revenues	Estimated revenues 2025	Actual revenues* 2025	Estimated revenues 2026
<b>AIRPORT</b>			
Intergovernmental			
State Grants	\$ 1,615,285	\$ 11,405	\$ 1,577,430
Federal Grants	\$ 1,128,570	\$ 124,605	\$ 1,240,890
Charges for services			
Fuel Sales & Oil Sales	\$ 250,000	\$ 183,835	\$ 200,000
Uses of monies & properties			
Rental & Leases	\$ 189,795	\$ 190,930	\$ 203,150
Other Income	\$ 4,000	\$ 7,000	\$ 500
<b>Total Airport Authority</b>	<b>\$ 3,187,650</b>	<b>\$ 517,775</b>	<b>\$ 3,221,970</b>
<b>OTHER GRANTS</b>			
Intergovernmental Revenues	\$ -	\$ -	\$ -
<b>Total Other Grants Fund</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>COMMUNITY DEVELOPMENT BLOCK GRANTS</b>			
Intergovernmental			
Federal Grants	\$ 302,000	\$ 213,530	\$ 255,435
Other Entities	\$ -	\$ -	\$ -
<b>Total Community Development Block Grants</b>	<b>\$ 302,000</b>	<b>\$ 213,530</b>	<b>\$ 255,435</b>
<b>Total Special Revenue Funds</b>	<b>\$ 11,509,830</b>	<b>\$ 3,506,335</b>	<b>\$ 11,850,825</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.			
<b>Fiduciary Funds</b>			
<b>EXPENDABLE TRUST FUNDS</b>			
Health & Benefits Trust Fund	\$ 500	\$ 2,800	\$ 500
Alternative Pension Fund	\$ -	\$ -	\$ -
<b>Total Expendable Trust Funds</b>	<b>\$ 500</b>	<b>\$ 2,800</b>	<b>\$ 500</b>
<b>DEBT SERVICE FUNDS</b>			
Local Taxes			
City Sales Tax	\$ 1,648,450	\$ 1,648,450	\$ 1,644,290
Charges for services			
Water User Fees - Debt Service	\$ -	\$ -	\$ -
Interest			
Interest Income	\$ 1,000	\$ 1,950	\$ 1,000
<b>Total debt service funds</b>	<b>\$ 1,649,450</b>	<b>\$ 1,650,400</b>	<b>\$ 1,645,290</b>
<b>Capital projects funds</b>			
Intergovernmental			
Federal Grants	\$ -	\$ -	\$ -
State Grants	\$ -	\$ -	\$ -
County Revenue	\$ 400,000	\$ 65,000	\$ 400,000
City Sales Tax	\$ 387,700	\$ 380,200	\$ 384,410
Miscellaneous			
Other Income	\$ 5,000	\$ 26,000	\$ 5,000
Interest Income	\$ -	\$ -	\$ -
Other Financing Sources	\$ -	\$ -	\$ -
<b>Total capital projects funds</b>	<b>\$ 792,700</b>	<b>\$ 471,200</b>	<b>\$ 789,410</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 Cottonwood Final  
Revenues other than property taxes  
Fiscal Year 2026**

Source of revenues	Estimated revenues 2025	Actual revenues* 2025	Estimated revenues 2026
<b>Enterprise funds</b>			
<b>WASTEWATER</b>			
City Sales Tax	\$ -	\$ -	\$ -
User Fees	\$ 5,468,335	\$ 5,506,600	\$ 5,511,100
Interest Income	\$ 300,000	\$ 605,600	\$ 300,000
Other Financing Sources			\$ 8,500,000
Other Income	\$ 50		
<b>Total Wastewater Enterprise</b>	<b>\$ 5,768,385</b>	<b>\$ 6,112,200</b>	<b>\$ 14,311,100</b>
<b>WATER</b>			
City Sales Tax	\$ -	\$ -	\$ -
User Fees	\$ 8,404,865	\$ 8,997,750	\$ 8,642,310
Interest Income	\$ 704,300	\$ 1,369,400	\$ 704,500
Clarkdale Reimbursements			
Other Income	\$ 17,110	\$ 52,110	\$ 17,110
<b>Total Water Enterprise</b>	<b>\$ 9,126,275</b>	<b>\$ 10,419,260</b>	<b>\$ 9,363,920</b>
<b>Total Enterprise funds</b>	<b>\$ 14,894,660</b>	<b>\$ 16,531,460</b>	<b>\$ 23,675,020</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.

**Internal service funds**

\$ _____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
<b>Total internal service funds</b>	<b>\$ _____</b>	<b>\$ _____</b>
<b>Total all funds</b>	<b>\$ 67,440,015</b>	<b>\$ 58,012,980</b>
		<b>\$ 73,518,122</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 Cottonwood Final  
Other financing sources/(uses) and interfund transfers  
Fiscal year 2026**

<b>Fund</b>	<b>Other financing 2026</b>		<b>Interfund transfers 2026</b>	
	<b>Sources</b>	<b>(Uses)</b>	<b>In</b>	<b>(Out)</b>
<b>General Fund</b>				
Operating Transfer Out - HURF	\$			10,572,112
Operating Transfer Out - Transit				
Operating Transfer Out - Library				1,232,976
Operating Transfer Out - Cemetery				73,325
Operating Transfers Out - Airport				269,767
Operating Transfer Out - Capital				8,120,277
Fund Balance	30,166,630			
<b>Total General Fund</b>	<b>\$ 30,166,630</b>	<b>\$</b>	<b>\$</b>	<b>\$ 20,268,457</b>
<b>Special revenue funds</b>				
Transfer Out Airport - Airport Improvement	\$			
Transfer in Airport Improvements - Airport Fund				
Transfer in to Grant fund - CIP Fund			8,120,277	
Operating Transfer In for Library - General Fund			1,232,976	
Operating Transfer In for Cemetery - General Fund			73,325	
Operating Transfer In for HURF - General Fund			10,572,112	
Operating Transfer In for Grant-General Fund				
Operating Transfer In for Airport			269,767	
Operating Transfer In for Transit				
Fund Balance	6,832,435			
<b>Total special revenue funds</b>	<b>\$ 6,832,435</b>	<b>\$</b>	<b>\$ 20,268,457</b>	<b>\$</b>
<b>Debt service funds</b>				
	\$		\$	
Fund Balance	365,990			
<b>Total debt service funds</b>	<b>\$ 365,990</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Capital projects funds</b>				
	\$		\$	
Fund Balance	1,890,813			
<b>Total capital projects funds</b>	<b>\$ 1,890,813</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Permanent funds</b>				
	\$		\$	
Fund Balance	70,300			
<b>Total permanent funds</b>	<b>\$ 70,300</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Enterprise funds</b>				
	\$		\$	
Fund Balance	36,585,074			
<b>Total enterprise funds</b>	<b>\$ 36,585,074</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Internal service funds</b>				
	\$		\$	
<b>Total Internal Service Funds</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Total all funds</b>	<b>\$ 75,911,242</b>	<b>\$</b>	<b>\$ 20,268,457</b>	<b>\$ 20,268,457</b>

**City of Cottonwood Final  
Expenditures/expenses by fund  
Fiscal year 2026**

<b>Fund/Department</b>	<b>Adopted budgeted expenditures/ expenses</b>	<b>Expenditure/ expense adjustments approved</b>	<b>Actual expenditures/ expenses*</b>	<b>Budgeted expenditures/ expenses</b>
	<b>2025</b>	<b>2025</b>	<b>2025</b>	<b>2026</b>
<b>General Fund</b>				
Administration	\$ 1,010,322	\$ (276,875)	\$ 733,447	1,035,347
Personnel	712,315	(119,550)	592,765	801,454
City Council	26,863,282	(26,381,277)	482,005	13,673,397
Natural Resource Project				
City Clerk	273,595	17,202	290,797	292,053
Finance	964,166	57,479	1,021,645	1,062,695
IT Services	2,321,060	(334,513)	1,986,547	2,977,928
Purchasing				
Community Development	1,684,152	(369,442)	1,314,710	1,641,236
Economic Development	739,164	(109,134)	630,030	805,879
Municipal Court	847,599	(68,764)	778,835	822,654
Legal	778,694	(278,284)	500,410	791,029
Non-Departmental	1,656,895	(289,950)	1,366,945	1,619,685
Engineering	441,017	51,789	492,806	722,731
Building Maintenance	1,261,091	(105,386)	1,155,705	1,421,343
Custodial				
Public Works	324,082	(36,977)	287,105	408,293
Police	9,021,309	(553,009)	8,468,300	9,963,104
Animal Control	294,304	8,327	302,631	318,303
Communications	2,576,039	(194,753)	2,381,286	2,797,478
Fire	6,905,591	(1,811,681)	5,093,910	6,075,411
Parks & Recreation	1,256,526	(382,366)	874,160	1,721,288
Recreation Center	1,515,762	35,403	1,551,165	2,140,923
Transfer Station				
Pool	186,910	4,620	191,530	201,560
Youth Center	176,086	10,859	186,945	216,277
Operating Transfers	7,478,447	(6,276,042)	1,202,405	20,268,457
Housing & Development	300,000	(200,000)	100,000	260,000
<b>Total General Fund</b>	<b>\$ 63,986,500</b>	<b>\$ (37,602,324)</b>	<b>\$ 31,986,084</b>	<b>\$ 72,038,525</b>
<b>Special revenue funds</b>				
Highway User Revenue Fund-Ht	\$ 14,574,390	\$ (6,457,706)	\$ 8,116,684	17,129,096
Cottonwood Area Transit-CAT / LYI	3,602,735	784,125	4,386,860	3,875,635
Library	1,270,030	(118,385)	1,151,645	1,425,706
Cemetery	62,470	11,575	74,045	76,825
Airport Fund	1,007,916	(482,501)	525,415	673,417
Grants	2,979,000	(1,418,885)	1,560,115	4,268,110
Community Development Block Gra	302,000	(88,470)	213,530	255,435
<b>Total special revenue funds</b>	<b>\$ 27,725,610</b>	<b>\$ (7,770,247)</b>	<b>\$ 16,028,294</b>	<b>\$ 27,704,224</b>
<b>Debt service funds</b>				
Debt Service	\$ 2,021,905	\$ (7,765)	\$ 2,014,140	2,011,280
<b>Total debt service funds</b>	<b>\$ 2,016,960</b>	<b>\$ (7,765)</b>	<b>\$ 2,014,140</b>	<b>\$ 2,011,280</b>
<b>Capital projects funds</b>				
Capital Projects Fund	\$ 2,206,290	\$ (244,980)	\$ 1,961,310	10,800,500
<b>Total capital projects funds</b>	<b>\$ 1,626,985</b>	<b>\$ (244,980)</b>	<b>\$ 1,961,310</b>	<b>\$ 10,800,500</b>
<b>FIDUCIARY FUNDS</b>				
Volunteer Firefighter Fund	\$ 289,640	\$ (289,640)	\$	
Health Fund	66,550	5,750	72,300	70,800
<b>Total permanent funds</b>	<b>\$ 364,430</b>	<b>\$ (283,890)</b>	<b>\$ 72,300</b>	<b>\$ 70,800</b>
<b>Enterprise funds</b>				
Wastewater Treatment	\$ 14,951,915	\$ 6,112,200	\$ 21,064,115	24,930,270
Water System Operations	27,320,712	10,419,248	37,739,960	35,329,824
<b>Total enterprise funds</b>	<b>\$ 58,508,425</b>	<b>\$ 16,531,448</b>	<b>\$ 58,804,075</b>	<b>\$ 60,260,094</b>
<b>Internal service funds</b>				
<b>Total internal service funds</b>	<b>\$ 154,228,910</b>	<b>\$ (29,377,758)</b>	<b>\$ 110,866,203</b>	<b>\$ 172,885,423</b>
<b>Total all funds</b>	<b>\$ 154,228,910</b>	<b>\$ (29,377,758)</b>	<b>\$ 110,866,203</b>	<b>\$ 172,885,423</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 Cottonwood Final  
Full-time employees and personnel compensation  
Fiscal year 2026**

<b>Fund</b>	<b>Full-time equivalent (FTE)</b>	<b>Employee salaries and hourly costs</b>	<b>Retirement costs</b>	<b>Healthcare costs</b>	<b>Other benefit costs</b>	<b>Total estimated personnel compensation</b>
	<b>2026</b>	<b>2026</b>	<b>2026</b>	<b>2026</b>	<b>2026</b>	<b>2026</b>
<b>General Fund</b>	174.30	\$ 15,106,577	\$ 1,799,340	\$ 3,420,396	\$ 1,603,458	\$ 21,929,771
<b>Special revenue funds</b>						
Highway User Revenue Fund (HURF)	6.50	\$ 404,008	\$ 46,272	\$ 112,958	\$ 68,888	\$ 632,126
Cottonwood Area Transit	21.00	\$ 1,322,721	\$ 146,200	\$ 381,381	\$ 174,506	\$ 2,024,808
Library	6.00	\$ 403,472	\$ 37,977	\$ 79,346	\$ 36,312	\$ 557,107
Airport	2.00	\$ 164,767	\$ 19,772	\$ 33,424	\$ 14,679	\$ 232,642
<b>Total special revenue funds</b>	35.50	\$ 2,294,968	\$ 250,221	\$ 607,109	\$ 294,385	\$ 3,446,683
<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>						
Wastewater Treatment	13.40	\$ 927,686	\$ 111,000	\$ 269,853	\$ 105,128	\$ 1,413,667
Water System Operations	25.60	\$ 2,100,838	\$ 250,589	\$ 534,990	\$ 246,510	\$ 3,132,927
<b>Total enterprise funds</b>	39.00	\$ 3,028,524	\$ 361,589	\$ 804,843	\$ 351,638	\$ 4,546,594
<b>Internal service funds</b>		\$	\$	\$	\$	\$
		\$	\$	\$	\$	\$
<b>Total internal service fund</b>		\$	\$	\$	\$	\$
<b>Total all funds</b>	248.80	\$ 20,430,069	\$ 2,411,150	\$ 4,832,348	\$ 2,249,481	\$ 29,923,048