

**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*** | 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 | 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 |
|--------------------------------------|-------------------------------|--------------------------|-------------------------------|
| General Fund | | | |
| Local taxes | | | |
| 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 |
| Licenses and permits | | | |
| 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 |
| Intergovernmental | | | |
| 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 |
| Charges for services | | | |
| 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 | | | |
| Fines and forfeits | | | |
| Municipal Court | 172,000 | 151,975 | 156,975 |
| | | | |
| | | | |
| Interest on investments | | | |
| Interest Income | 909,000 | 1,100,000 | 800,000 |
| | | | |
| | | | |
| In-lieu property taxes | | | |
| | | | |
| | | | |
| | | | |
| Contributions | | | |
| Voluntary contributions | | | |
| | | | |
| | | | |
| Miscellaneous | | | |
| 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 |
| Total General Fund | \$ 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 2025 | Actual revenues* 2025 | Estimated revenues 2026 |
|--|-------------------------------|--------------------------|-------------------------------|
| Special revenue funds | | | |
| HIGHWAY USER REVENUE FUNDS | | | |
| 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 |
| Total Street Maintenance & Construction | \$ 4,717,535 | \$ 3,302,540 | \$ 4,742,615 |
| COTTONWOOD AREA TRANSIT SYSTEM | | | |
| Intergovernmental | | | |
| 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 |
| Charges for services | | | |
| Fare Box | \$ 161,670 | 185,900 | 187,000 |
| Miscellaneous | | | |
| Other Income | \$ 28,500 | - | - |
| Total Cottonwood Area Transit System | \$ 3,125,060 | \$ 4,386,860 | \$ 3,434,575 |
| LIBRARY FUND | | | |
| Intergovernmental | | | |
| County Library | \$ 111,935 | 111,935 | 109,230 |
| Charges for services | | | |
| Collection Income | \$ | | |
| Interest on investment | | | |
| Interest Income | \$ 1,000 | 1,000 | 1,000 |
| Miscellaneous | | | |
| Other Income (including grants) | \$ 60,500 | 50,500 | 82,500 |
| Total Library Fund | \$ 173,435 | \$ 163,435 | \$ 192,730 |
| CEMETERY | | | |
| Intergovernmental | | | |
| State Grants | \$ | \$ | \$ |
| Federal Grants | | | |
| Charges for services | | | |
| Sale of Grave Liners | \$ 500 | 500 | 500 |
| Uses of monies & properties | | | |
| Rental & Leases | \$ | | |
| Other Income | 3,650 | 3,000 | 3,000 |
| Total Cemetery | \$ 4,150 | \$ 3,500 | 3,500 |

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

| Source of revenues | Estimated revenues 2025 | Actual revenues* 2025 | Estimated revenues 2026 |
|---|-------------------------------|--------------------------|-------------------------------|
| AIRPORT | | | |
| 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 |
| Total Airport Authority | \$ 3,187,650 | \$ 517,775 | \$ 3,221,970 |
| OTHER GRANTS | | | |
| Intergovernmental Revenues | \$ | \$ | |
| Total Other Grants Fund | \$ - | \$ - | \$ - |
| COMMUNITY DEVELOPMENT BLOCK GRANTS | | | |
| Intergovernmental | | | |
| Federal Grants | \$ 302,000 | 213,530 | 255,435 |
| Other Entities | | | |
| Total Community Development Block Grants | \$ 302,000 | 213,530 | 255,435 |
| Total Special Revenue Funds | \$ 11,509,830 | \$ 3,506,335 | \$ 11,850,825 |
| * 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. | | | |
| Fiduciary Funds | | | |
| EXPENDABLE TRUST FUNDS | | | |
| Health & Benefits Trust Fund | \$ 500 | 2,800 | 500 |
| Alternative Pension Fund | - | - | - |
| Total Expendable Trust Funds | \$ 500 | \$ 2,800 | \$ 500 |
| DEBT SERVICE FUNDS | | | |
| 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 |
| Total debt service funds | \$ 1,649,450 | \$ 1,650,400 | \$ 1,645,290 |
| Capital projects funds | | | |
| 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 | \$ | \$ | |
| Interest Income | 5,000 | 26,000 | 5,000 |
| Other Financing Sources | | | |
| Total capital projects funds | \$ 792,700 | \$ 471,200 | \$ 789,410 |

* 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 |
|---|-------------------------------|--------------------------|-------------------------------|
| Enterprise funds | | | |
| WASTEWATER | | | |
| 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 | | |
| Total Wastewater Enterprise | \$ 5,768,385 | \$ 6,112,200 | \$ 14,311,100 |
| WATER | | | |
| 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 |
| Total Water Enterprise | \$ 9,126,275 | \$ 10,419,260 | \$ 9,363,920 |
| Total Enterprise funds | \$ 14,894,660 | \$ 16,531,460 | \$ 23,675,020 |
| * 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 | | | |
| | \$ | \$ | \$ |
| | | | |
| | | | |
| | \$ | \$ | \$ |
| Total internal service funds | \$ | \$ | \$ |
| Total all funds | \$ 67,440,015 | \$ 58,012,980 | \$ 73,518,122 |

* 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

| Fund | Other financing 2026 | | Interfund transfers 2026 | |
|---|-------------------------|-----------|-----------------------------|----------------------|
| | Sources | (Uses) | In | (Out) |
| General Fund | | | | |
| 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 | | | |
| Total General Fund | \$ 30,166,630 | \$ | \$ | \$ 20,268,457 |
| Special revenue funds | | | | |
| Transfer Out Airport - Airport Improveme | \$ | | | |
| 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 | | | |
| Total special revenue funds | \$ 6,832,435 | \$ | \$ 20,268,457 | \$ |
| Debt service funds | | | | |
| | \$ | \$ | \$ | \$ |
| | | | | |
| | | | | |
| Fund Balance | 365,990 | | | |
| Total debt service funds | \$ 365,990 | \$ | \$ | \$ |
| Capital projects funds | | | | |
| | \$ | \$ | \$ | \$ |
| | | | | |
| | | | | |
| Fund Balance | 1,890,813 | | | |
| Total capital projects funds | \$ 1,890,813 | \$ | \$ | \$ |
| Permanent funds | | | | |
| | \$ | \$ | \$ | \$ |
| | | | | |
| | | | | |
| Fund Balance | 70,300 | | | |
| Total permanent funds | \$ 70,300 | \$ | \$ | \$ |
| Enterprise funds | | | | |
| | \$ | \$ | \$ | \$ |
| | | | | |
| | | | | |
| Fund Balance | 36,585,074 | | | |
| Total enterprise funds | \$ 36,585,074 | \$ | \$ | \$ |
| Internal service funds | | | | |
| | \$ | \$ | \$ | \$ |
| | | | | |
| | | | | |
| Total Internal Service Funds | \$ | \$ | \$ | \$ |
| Total all funds | \$ 75,911,242 | \$ | \$ 20,268,457 | \$ 20,268,457 |

**City of Cottonwood Final
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 | | | | |
| 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 |
| | | | | |
| | | | | |
| Total General Fund | \$ 63,986,500 | \$ (37,602,324) | \$ 31,986,084 | \$ 72,038,525 |
| Special revenue funds | | | | |
| Highway User Revenue Fund-HL | \$ 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 |
| | | | | |
| | | | | |
| Total special revenue funds | \$ 27,725,610 | \$ (7,770,247) | \$ 16,028,294 | \$ 27,704,224 |
| Debt service funds | | | | |
| Debt Service | \$ 2,021,905 | \$ (7,765) | \$ 2,014,140 | 2,011,280 |
| | | | | |
| Total debt service funds | \$ 2,016,960 | \$ (7,765) | \$ 2,014,140 | \$ 2,011,280 |
| Capital projects funds | | | | |
| Capital Projects Fund | \$ 2,206,290 | \$ (244,980) | \$ 1,961,310 | 10,800,500 |
| | | | | |
| Total capital projects funds | \$ 1,626,985 | \$ (244,980) | \$ 1,961,310 | \$ 10,800,500 |
| FIDUCIARY FUNDS | | | | |
| Volunteer Firefighter Fund | \$ 289,640 | \$ (289,640) | \$ | |
| Health Fund | 66,550 | 5,750 | 72,300 | 70,800 |
| | | | | |
| Total permanent funds | \$ 364,430 | \$ (283,890) | \$ 72,300 | \$ 70,800 |
| Enterprise funds | | | | |
| 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 |
| | | | | |
| Total enterprise funds | \$ 58,508,425 | \$ 16,531,448 | \$ 58,804,075 | \$ 60,260,094 |
| Internal service funds | | | | |
| | | | | |
| | | | | |
| Total internal service funds | \$ | \$ | \$ | \$ |
| Total all funds | \$ 154,228,910 | \$ (29,377,758) | \$ 110,866,203 | \$ 172,885,423 |

* 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**

| | 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 | 174.30 | \$ 15,106,577 | \$ 1,799,340 | \$ 3,420,396 | \$ 1,603,458 | \$ 21,929,771 |
| Special revenue funds | | | | | | |
| 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 |
| Total special revenue funds | 35.50 | \$ 2,294,968 | \$ 250,221 | \$ 607,109 | \$ 294,385 | \$ 3,446,683 |
| Debt service funds | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ |
| | | | | | | |
| Total debt service funds | | \$ | \$ | \$ | \$ | \$ |
| Capital projects funds | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ |
| | | | | | | |
| Total capital projects funds | | \$ | \$ | \$ | \$ | \$ |
| Permanent funds | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ |
| | | | | | | |
| Total permanent funds | | \$ | \$ | \$ | \$ | \$ |
| Enterprise funds | | | | | | |
| 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 |
| Total enterprise funds | 39.00 | \$ 3,028,524 | \$ 361,589 | \$ 804,843 | \$ 351,638 | \$ 4,546,594 |
| Internal service funds | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ |
| | | | | | | |
| Total internal service fund | | \$ | \$ | \$ | \$ | \$ |
| Total all funds | 248.80 | \$ 20,430,069 | \$ 2,411,150 | \$ 4,832,348 | \$ 2,249,481 | \$ 29,923,048 |