



**DATE:** June 9, 2011

**PUBLIC HEARING:**

**2011-12 FINAL BUDGET, 2012-21 CAPITAL IMPROVEMENT PROGRAM  
AND 2011-12 PROPERTY TAX LEVY.**

1. Open Public Hearing
2. Staff Presentation
3. Council Discussion
4. Discussion from the Audience
5. Close Public Hearing

NOTE: This is a Public Hearing only. Resolution No. 4508 will be acted on at the Special Meeting to follow.



**Chandler • Arizona**  
*Where Values Make The Difference*

**MEMORANDUM**

**Management Services Memo No. MS11-065**

**DATE:** JUNE 9, 2011

**TO:** MAYOR AND COUNCIL

**THRU:** RICH DLUGAS, CITY MANAGER *RD*  
DENNIS STRACHOTA, MANAGEMENT SERVICES DIRECTOR *DS*  
DAWN LANG, ASSISTANT DIRECTOR FOR FINANCE *DL*

**FROM:** GREG WESTRUM, ACTING BUDGET MANAGER *AW*

**SUBJECT:** APPROVE RESOLUTION NO. 4508 ADOPTING 2011-12 BUDGET OF \$676,533,227 AND 2012-21 CAPITAL IMPROVEMENT PROGRAM OF \$958,138,687

RECOMMENDATION

Recommend approval of Resolution No. 4508 adopting the Annual Budget for 2011-12 in the amount of \$676,533,227, and approval of the 2012-2021 Capital Improvement Program in the amount of \$958,138,687 as presented or amended after the close of the public hearing.

BACKGROUND – PROPERTY TAX LEVY /2011-12 BUDGET

The property tax levy included in the budget, which will produce a combined property tax rate of \$1.2714, is scheduled for adoption on June 23, 2011.

Resolution No. 4507 adopted the Tentative Budget in the amount of \$676,533,227 on May 26, 2011, and scheduled the public hearing for the Council meeting on June 9, 2011. Notification was made through public notices in the Arizona Republic on June 2<sup>nd</sup> and June 7<sup>th</sup>, 2011. Arizona Revised Statutes provide that the total amounts proposed to be spent in the final budget shall not exceed the total amounts that were proposed for expenditure in the published tentative estimates.

The amended FY 2011-12 Annual Budget totals \$676,533,227 and includes an operating budget of \$256,876,029, capital expenses (non-grant) of \$228,756,840, funding for Debt Service of \$57,972,627, interfund charges for capital replacement of \$3,728,975, grant expenses of \$51,056,250, plus a contingency and reserve in the amount of \$78,142,506. Included in the projected operating revenues of \$429,661,307 are property tax levies of \$31,802,600 based on the rate of \$1.2714 per \$100 assessed property value.

BACKGROUND – 2012-2021 CAPITAL IMPROVEMENT PROGRAM

City Charter requires at a minimum that the City Council present a 5-Year Capital Improvement Program (CIP) for the City of Chandler before June 15 of the current fiscal year. The 2012-2021

Capital Improvement Program, which totals \$958,138,687, was amended from the proposed with direction from Council. Information regarding the various capital scenarios, cost estimates, methods of financing, recommended time schedules and estimated annual operating cost were presented at the Budget Briefing May 6, 2011.

#### DISCUSSION

As required, a Notice of Public Hearing for hearing taxpayers on the proposed property tax levies was published in the Arizona Republic on June 2<sup>nd</sup> and 7<sup>th</sup>, 2011. Also as required, a Notice of Public Hearing for final adoption of the 2011-12 Annual Budget and Ten Year Capital Improvement Program (CIP), as well as budget schedules, and general summary of the forecasted 2012-2021 Capital Improvement Program, was posted on the official City website [www.chandleraz.gov](http://www.chandleraz.gov) and published in The Arizona Republic on June 2<sup>nd</sup> and 7<sup>th</sup>, 2011.

Following the close of the public hearing, Council is asked to make a motion to adopt the 2011-12 amended budget and to adopt the amended 2012-2021 Capital Improvement Program. Copies of the tentative budget and Capital Improvement Program are available for public review at the offices of the City Clerk and Management Services Budget Division.

#### PROPOSED MOTION

Move to approve Resolution No. 4508 adopting the 2011-12 Final Annual Budget and adopting the 2012-2021 Capital Improvement Program.

Attachments

## RESOLUTION NO. 4508

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHANDLER, MARICOPA COUNTY, ARIZONA, ADOPTING A BUDGET; SETTING FORTH THE RECEIPTS AND EXPENDITURES; THE AMOUNTS PROPOSED TO BE RAISED BY DIRECT PROPERTY TAXATION FOR THE VARIOUS PURPOSES FOR THE FISCAL YEAR 2011-12 AND AUTHORIZING THE ADOPTION OF THE 2012-2021 CAPITAL IMPROVEMENT PROGRAM FOR THE CITY OF CHANDLER.

WHEREAS, in accordance with the provisions of Title 42 Chapter 17, Articles 1-5, Arizona Revised Statutes (A.R.S.), the City Council did on the 9th day of June 2011 make an estimate of the different amounts required to meet the public expenses for the ensuing year, also an estimate of revenues from sources other than direct taxation, and the amount to be raised by taxation upon real and personal property within the City of Chandler; and

WHEREAS, the proposed budget as set forth in Schedules A through F attached hereto and by reference adopted herein, is necessary for the efficient operation of the City of Chandler and the Public Housing Authority of the City of Chandler; and

WHEREAS, in accordance with A.R.S. Section 9-500.04E, Council elects to exercise waiver of minimum fleet conversion requirement to alternative fuel; and

WHEREAS, in accordance with said sections of said Title, and following due public notice, the Council met on May 26, 2011, at which meeting any taxpayer was privileged to appear and be heard in favor of or against any of the proposed expenditures or tax levies; and

WHEREAS, publication has been duly made as required by law, of said estimates together with a notice that the City Council would meet on June 23, 2011 in the Council Chambers for the purpose of hearing taxpayers and setting tax levies as set forth in said estimates; and

WHEREAS, the sums to be raised by taxation, as specified therein, do not in the aggregate amount exceed that amount as computed in Title 42 Section 17051(A), A.R.S.

WHEREAS, Section 5.07 of the Chandler City Charter requires the City Manager to prepare and submit to the City Council a Five-Year Improvement Program; and the City Manager has prepared and submitted a Ten-Year Capital Improvement Program to the City Council for its adoption; and the Council has duly considered the contents of said Capital Improvement Program and finds it to be in the best interest of the City of Chandler to adopt a ten-year improvement program;

WHEREAS, the Council has published the required notice at least two times in one or more newspapers of general circulation in the City of Chandler;

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Chandler, that the said estimates of revenue and expenditures shown on the accompanying schedules are hereby adopted as the budget amounting to Six Hundred Seventy-Six Million, Five Hundred Thirty-three Thousand, Two Hundred Twenty-seven Dollars (\$676,533,227) for the City of Chandler for the Fiscal Year 2011-12;

that the City Manager or City Manager's designee may transfer part or all of any unencumbered appropriation balance among programs within a department, office, or agency;

that upon written request, the City Council may transfer part or all of any unencumbered appropriation balance from one department, office, or agency to another;

that the City Manager or City Manager's designee is authorized to transfer part or all of any encumbrance or carryforward reserve within or to a department, office, or agency's budget within or to another fund if necessary;

that underexpenditure from prior appropriations in a department, office, or agency's may be reappropriated in the non-departmental contingency reserves and may be transferred to the appropriate department by the City Manager and City Manager's designee;

that the City Manager or City Manager's designee is authorized to transfer appropriation in the non-departmental salary account to the various departmental salary accounts in the appropriate funds and departments;

that the City Manager or City Manager's designee is authorized to transfer appropriation in the non-departmental fuel and utility reserve accounts to the various departmental fuel and utility accounts in the appropriate funds and departments;

that at any time during the fiscal year, in the event that revenues collected are less than appropriated projected revenues, the City Manager or City Manager's designee is authorized to reduce expenditure appropriation accordingly;

that funds appropriated by the resolution are authorized to be expended as necessary and proper for municipal purposes; and,

that money from any fund may be used for any of these appropriations, except money specifically restricted by State or Federal law, or by City Code or resolution and that the 2012-2021 Capital Improvement Program, on file in the office of the City Clerk, is hereby approved and adopted as a planning guide for use in scheduling and development of capital facilities for the ensuing ten-year period.

Passed and adopted by the City Council of the City of Chandler, Arizona, this 9<sup>th</sup> day of June, 2011.

ATTEST:

\_\_\_\_\_  
MAYOR

\_\_\_\_\_  
CITY CLERK

APPROVED AS TO FORM:

\_\_\_\_\_  
CITY ATTORNEY

CERTIFICATION

I HEREBY CERTIFY THAT THE above and foregoing Resolution No. 4508 as duly passed by the City Council of the City of Chandler, Arizona, at a special meeting held June 9, 2011, and that a quorum was present thereat.

\_\_\_\_\_  
CITY CLERK

**CITY OF CHANDLER, ARIZONA**  
**Summary Schedule of Estimated Revenues and Expenditures/Expenses**  
**Fiscal Year 2011-12**

FUND	ADJUSTED BUDGETED EXPENDITURES/ EXPENSES 2010-11*	ACTUAL EXPENDITURES/ EXPENSES 2010-11**	FUND BALANCE/ NET ASSETS*** 7/1/2011**	DIRECT PROPERTY TAX REVENUES 2011-12	ESTIMATED REVENUES OTHER THAN PROPERTY TAXES 2011-12	OTHER FINANCING		INTERFUND TRANSFERS		TOTAL FINANCIAL RESOURCES AVAILABLE 2011-12	BUDGETED EXPENDITURES/ EXPENSES 2011-12
						2011-12 SOURCES	<USES>	2011-12 IN	<OUT>		
1. General Fund	\$ 228,239,170	\$ 172,935,112	\$ 58,306,410	Primary: \$ 8,093,200	\$ 158,620,219	\$	\$	\$ 7,966,900	\$ (30,164,733)	\$ 202,821,996	\$ 202,322,928
2. Special Revenue Funds	77,583,549	36,064,836	14,760,224		58,164,110			4,921,975	(4,812,088)	73,034,221	68,397,246
3. Debt Service Funds Available	27,724,913	27,569,326		Secondary: 22,779,931						22,779,931	27,915,974
4. Less: Designation for Future Debt Retirement											
5. Total Debt Service Funds	27,724,913	27,569,326		22,779,931						22,779,931	27,915,974
6. Capital Projects Funds	185,876,863	56,522,838	76,126,812		11,831,000	17,000,000		25,496,509		130,454,321	130,454,321
7. Permanent Funds	4,800	4,800	4,800							4,800	4,800
8. Enterprise Funds Available	112,610,571	83,814,462	10,312,217		193,859,335			160,272	(8,146,366)	196,185,458	196,185,458
9. Less: Designation for Future Debt Retirement											
10. Total Enterprise Funds	112,610,571	83,814,462	10,312,217		193,859,335			160,272	(8,146,366)	196,185,458	196,185,458
11. Internal Service Funds	38,869,836	23,385,511	24,142,279		22,440,050			15,158,961	(10,581,430)	51,159,860	51,159,860
12. Special Assessment Funds	96,953	95,953	58,640		34,000					92,640	92,640
<b>TOTAL ALL FUNDS</b>	<b>\$ 671,006,655</b>	<b>\$ 400,392,837</b>	<b>\$ 183,711,382</b>	<b>\$ 30,873,131</b>	<b>\$ 444,948,714</b>	<b>\$ 17,000,000</b>	<b>\$</b>	<b>\$ 53,704,617</b>	<b>\$ (53,704,617)</b>	<b>\$ 676,533,227</b>	<b>\$ 676,533,227</b>

**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	

	2010-11	2011-12
1. Budgeted expenditures/expenses	\$ 671,006,655	\$ 676,533,227
2. Add/subtract: estimated net reconciling items	(156,594,038)	
3. Budgeted expenditures/expenses adjusted for reconciling items	514,412,617	676,533,227
4. Less: estimated exclusions	(260,100,540)	
5. Amount subject to the expenditure limitation	\$ 254,312,077	\$ 676,533,227
6. EEC or voter-approved alternative expenditure limitation	\$ 254,312,077	\$ 676,533,227

\* Includes Expenditure/Expense Adjustments Approved in 2010-11 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 CHANDLER, ARIZONA**  
**Summary of Tax Levy and Tax Rate Information**  
**Fiscal Year 2011-12**

	<b>2010-11 FISCAL YEAR</b>	<b>2011-12 FISCAL YEAR</b>
1. Maximum allowable primary property tax levy. A.R.S. §42-17051(A).	\$ 10,614,037	\$ 11,020,996
2. Amount received from primary property taxation in the 2010-11 fiscal year 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	\$ 9,411,000	\$ 8,093,200
B. Secondary property taxes	26,036,049	22,779,931
C. Total property tax levy amounts <sup>(1)</sup>	\$ 35,447,049	\$ 30,873,131
4. Property taxes collected*		
A. Primary property taxes		
(1) 2010-11 levy	\$ 8,500,000	
(2) Prior years' levy <sup>(2)</sup>	900,000	
(3) Total primary property taxes	\$ 9,400,000	
B. Secondary property taxes		
(1) 2010-11 levy	23,039,688	
(2) Prior years' levy <sup>(2)</sup>	2,365,000	
(3) Total secondary property taxes	\$ 25,404,688	
C. Total property taxes collected	\$ 34,804,688	
5. Property tax rates		
A. City/Town tax rate		
(1) Primary property tax rate	0.3292	0.3292
(2) Secondary property tax rate	0.8522	0.9422
(3) Total city/town tax rate	1.1814	1.2714
B. Special assessment district tax rates		

Secondary property tax rates - As of the date the proposed budget was prepared, the city/town was operating one special assessment district for which secondary property taxes are levied. For information pertaining to these special assessment districts and their tax rates, please contact the city/town.

<sup>(1)</sup> The estimated Salt River Project voluntary contributions in lieu of taxes has been moved to Schedule C under the General Fund in the amount of \$478,951 in 2010-11 and \$479,469 in 2011-12.

<sup>(2)</sup> Amount budgeted for Prior Year Primary & Secondary Levies for 2010-11 (\$450,000) and 2011-12 (\$450,000) are presented under Schedule C, Miscellaneous Prior Year. Estimated revenue collected for prior year levies is presented above under Section 4, lines A (2) & B (2).

\* 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.

**SCHEDULE B**

**CITY OF CHANDLER, ARIZONA**  
**Summary by Fund Type of Revenues Other Than Property Taxes**  
**Fiscal Year 2011-12**

<u>SOURCE OF REVENUES</u>	<u>ESTIMATED REVENUES 2010-11</u>	<u>ACTUAL* REVENUES 2010-11</u>	<u>ESTIMATED REVENUES 2011-12</u>
<b>GENERAL FUND</b>			
<b>Local taxes</b>			
Franchise Tax	\$ 3,207,000	\$ 2,774,000	\$ 2,766,000
Transaction Privilege License Tax/Fees	78,880,500	82,442,400	84,517,000
<b>Licenses and permits</b>			
Miscellaneous License	1,406,100	1,497,500	1,480,000
Building Division Permits	2,888,000	2,905,200	3,991,500
<b>Intergovernmental</b>			
<b>State</b>			
State Sales Tax	16,960,000	16,584,000	17,387,400
State Revenue Sharing	22,493,000	22,493,000	19,929,800
<b>County</b>			
Auto Lieu Tax	7,800,000	7,490,700	7,962,700
<b>Charges for services</b>			
Engineering Fees	646,000	662,750	653,300
Planning Fees	186,700	253,900	238,000
Public Safety Miscellaneous	7,498,766	5,068,265	7,201,500
Parks & Recreation	3,224,865	3,239,000	3,235,550
<b>Fines and forfeits</b>			
Library Fines	586,300	580,100	595,000
Court Fines	4,002,500	3,377,000	3,389,000
<b>Interest on investments</b>			
Interest on Investments	3,379,000	1,300,000	1,700,000
<b>Contributions</b>			
Salt River Project in Lieu Tax	478,951	460,312	479,469
<b>Miscellaneous</b>			
Fixed Leases	190,206	237,800	366,300
Sale of Fixed Assets	35,000	26,200	25,000
Prior Year Property Tax Collections	450,000	3,265,000	450,000
Other Receipts	3,594,781	5,585,226	2,252,700
<b>Total General Fund</b>	<b>\$ 157,907,669</b>	<b>\$ 160,242,353</b>	<b>\$ 158,620,219</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 CHANDLER, ARIZONA**  
**Summary by Fund Type of Revenues Other Than Property Taxes**  
**Fiscal Year 2011-12**

<b>SOURCE OF REVENUES</b>	<b>ESTIMATED REVENUES 2010-11</b>	<b>ACTUAL* REVENUES 2010-11</b>	<b>ESTIMATED REVENUES 2011-12</b>
<b>SPECIAL REVENUE FUNDS</b>			
<b>Proposition 400 Fund</b>			
Regional Transportation Sales Tax	\$ 14,623,596	\$ 388,000	\$ 150,000
Interest on Investments	51,000	-	-
<b>Total Proposition 400 Fund</b>	<b>\$ 14,674,596</b>	<b>\$ 388,000</b>	<b>\$ 150,000</b>
<b>Highway User Revenue Fund</b>			
HURF Taxes	\$ 13,000,000	\$ 12,745,631	\$ 11,495,000
Street Signs	1,000	-	-
Pavement Damage Fee	2,257	2,000	2,000
Interest on Investments	243,000	106,000	109,000
Other Receipts	1,900	5,194	3,000
<b>Total Highway User Revenue Fund</b>	<b>\$ 13,248,157</b>	<b>\$ 12,858,825</b>	<b>\$ 11,609,000</b>
<b>Local Transportation Assistance Fund</b>			
HB2565 RPTA Grant Funds	\$ -	\$ 196,785	\$ -
Bus Service Revenue	57,000	62,370	62,000
Interest on Investments	44,000	18,000	19,000
Other Receipts	-	-	-
<b>Total Local Transportation Assistance Fund</b>	<b>\$ 101,000</b>	<b>\$ 277,155</b>	<b>\$ 81,000</b>
<b>Grant Funds</b>			
Grants-In-Aid	\$ 35,164,235	\$ 13,978,351	\$ 29,167,538
Community Development Block Grant	3,500,000	2,120,000	3,500,000
Housing Urban Development	10,650,000	7,574,000	11,250,000
Public Housing Authority	2,010,000	1,933,030	2,243,000
Interest on Investments	53,000	27,000	28,000
<b>Total Grant Funds</b>	<b>\$ 51,377,235</b>	<b>\$ 25,632,381</b>	<b>\$ 46,188,538</b>
<b>Expendable Trust Fund</b>			
Parks Fund	\$ 52,750	\$ 59,868	\$ 73,572
Donations/Gifts-General Public	55,000	29,124	60,000
Interest on Investments	5,000	2,000	2,000
<b>Total Expendable Trust Fund</b>	<b>\$ 112,750</b>	<b>\$ 90,992</b>	<b>\$ 135,572</b>
<b>Total Special Revenue Funds</b>	<b>\$ 79,513,738</b>	<b>\$ 39,247,353</b>	<b>\$ 58,164,110</b>
<b>INTERNAL SERVICE FUNDS</b>			
Capital Replacement	\$ 2,470,000	\$ 7,484,277	\$ 3,728,025
Sale of Fixed Assets	40,000	76,301	-
Self-Insurance	8,468,349	10,069,988	18,329,025
Interest on Investments	838,000	363,000	383,000
<b>Total Internal Service Funds</b>	<b>\$ 11,816,349</b>	<b>\$ 17,993,566</b>	<b>\$ 22,440,050</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 CHANDLER, ARIZONA**  
**Summary by Fund Type of Revenues Other Than Property Taxes**  
**Fiscal Year 2011-12**

<b>SOURCE OF REVENUES</b>	<b>ESTIMATED REVENUES 2010-11</b>	<b>ACTUAL* REVENUES 2010-11</b>	<b>ESTIMATED REVENUES 2011-12</b>
<b>SPECIAL ASSESSMENT FUND</b>			
Interest on Investments	\$ 75,000	\$ 34,000	\$ 34,000
Other Receipts	-	5,952	-
<b>Total Special Assessment Fund</b>	<b>\$ 75,000</b>	<b>\$ 39,952</b>	<b>\$ 34,000</b>
<b>CAPITAL PROJECTS FUNDS</b>			
System Development Fees			
Water	\$ 2,655,000	\$ 2,602,409	\$ 2,500,000
Wastewater	3,625,000	3,569,678	3,630,000
Parks	2,205,200	2,400,000	2,400,000
Library	82,200	110,000	110,000
Public Building Impact Fees	141,107	280,000	280,000
Public Safety - Fire	275,000	450,000	400,000
Public Safety - Police	158,400	260,000	220,000
Arterial Streets	900,000	1,005,000	1,500,000
In-House/Municipal Arts	-	18,000	-
Interest on Investments	2,038,500	704,000	791,000
Other Receipts	-	69,521	-
<b>Total Capital Project Funds</b>	<b>\$ 12,080,407</b>	<b>\$ 11,468,608</b>	<b>\$ 11,831,000</b>
<b>ENTERPRISE FUNDS</b>			
Water Services	\$ 46,222,119	\$ 45,809,344	\$ 53,667,414
Wastewater Services	32,534,467	33,707,925	125,239,857
Solid Waste Services	13,147,750	13,343,577	13,578,606
Airport Services	872,990	983,416	1,014,458
Interest on Investments	814,000	342,145	359,000
<b>Total Enterprise Funds</b>	<b>\$ 93,591,326</b>	<b>\$ 94,186,407</b>	<b>\$ 193,859,335</b>
<b>TOTAL ALL FUNDS</b>	<b>\$354,984,489</b>	<b>\$ 323,178,239</b>	<b>\$ 444,948,714</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 CHANDLER, ARIZONA**  
**Summary by Fund Type of Other Financing Sources/<Uses> and Interfund Transfers**  
**Fiscal Year 2011-12**

<b>FUND</b>	<b>OTHER FINANCING 2011-12</b>		<b>INTERFUND TRANSFERS 2011-12</b>	
	<b>SOURCES <sup>(1)</sup></b>	<b>&lt;USES&gt;</b>	<b>IN</b>	<b>&lt;OUT&gt;</b>
<b>GENERAL FUND</b>				
General Fund	\$ -	\$ -	\$ 7,966,900	\$ 30,164,733
<b>Total General Fund</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,966,900</b>	<b>\$ 30,164,733</b>
<b>SPECIAL REVENUE FUNDS</b>				
Proposition 400	\$ -	\$ -	\$ -	\$ 150,000
Highway User Revenue				4,660,563
Local Transportation Assistance				1,525
Highway User Revenue Debt Service Fund			4,636,975	
Housing			285,000	
<b>Total Special Revenue Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,921,975</b>	<b>\$ 4,812,088</b>
<b>CAPITAL PROJECTS FUNDS</b>				
General Government Capital Project Fund	\$ -	\$ -	\$ 23,432,631	\$ -
Public Building			851,778	
Street			1,212,100	
Water	13,000,000			
Wastewater	4,000,000			
<b>Total Capital Projects Funds</b>	<b>\$ 17,000,000 <sup>(1)</sup></b>	<b>\$ -</b>	<b>\$ 25,496,509</b>	<b>\$ -</b>
<b>ENTERPRISE FUNDS</b>				
Water Operating Fund	\$ -	\$ -	\$ -	\$ 4,073,022
Wastewater Operating Fund				2,337,077
Solid Waste Operating Fund				1,355,193
Reverse Osmosis Operating Fund				276,824
Airport Operating Fund			160,272	104,250
<b>Total Enterprise Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 160,272</b>	<b>\$ 8,146,366</b>
<b>INTERNAL SERVICE FUNDS</b>				
Capital Replacement	\$ -	\$ -	\$ -	\$ 10,567,446
Computer Replacement			2,541,515	
Fleet Replacement			10,567,446	
Self-Insurance Fund			2,050,000	13,984
<b>Total Internal Service Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 15,158,961</b>	<b>\$ 10,581,430</b>
<b>TOTAL ALL FUNDS</b>	<b>\$ 17,000,000 <sup>(1)</sup></b>	<b>\$ -</b>	<b>\$ 53,704,617</b>	<b>\$ 53,704,617</b>

<sup>(1)</sup> Sources are from bonds.

**SCHEDULE D**

**CITY OF CHANDLER, ARIZONA**  
**Summary by Department of Expenditures/Expenses Within Each Fund Type**  
**Fiscal Year 2011-12**

<b>FUND/DEPARTMENT</b>	<b>ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2010-11</b>	<b>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2010-11</b>	<b>ACTUAL EXPENDITURES/ EXPENSES 2010-11</b>	<b>BUDGETED EXPENDITURES/ EXPENSES 2011-12</b>
<b>GENERAL FUND</b>				
Mayor and Council	\$ 816,160	\$ 14,348	\$ 830,508	\$ 784,017
City Manager	15,669,814	1,559,703	15,661,132	15,041,173
City Clerk	715,908	37,618	683,353	560,098
City Magistrate	3,902,212	75,090	3,737,105	3,851,242
Communications and Public Affairs	2,075,420	366,805	2,390,327	2,217,658
Law	3,131,590	72,670	3,182,035	3,149,461
Management Services\Non-Dept.	12,540,409	5,013,785	11,465,946	11,215,235
Fire	27,190,085	84,477	26,421,916	27,529,396
Police	58,336,280	1,222,550	58,093,128	56,907,724
Police Forfeiture Funds	3,000,000	232,362	792,665	3,000,000
Transportation & Development	17,692,867	1,591,417	18,143,705	16,842,086
Community Services	29,289,573	2,452,588	31,533,292	28,707,174
Contingency\Reserves	53,962,475	(12,807,036)		32,517,664
<b>Total General Fund</b>	<b>\$ 228,322,793</b>	<b>\$ (83,623)</b>	<b>\$ 172,935,112</b>	<b>\$ 202,322,928</b>
<b>SPECIAL REVENUE FUNDS</b>				
Grants In Aid				
City Manager	\$ 4,444,500	\$ 1,100,670	\$ 2,402,956	\$ 3,874,575
Communications and Public Affairs	50,000			50,000
Law	17,050		17,050	17,300
Fire	1,863,544	118,460	722,020	1,662,000
Police	2,600,000	74,053	880,293	2,386,627
Community Services	1,225,602	788,531	1,066,814	1,471,000
Municipal Utilities	155,000		50,000	210,000
Transportation & Development	28,072,712	(4,690,337)	7,909,145	20,540,648
Contingency\Reserves	608,000	1,958,643		1,400,000
Highway Users Revenue Fund				
Transportation & Development	13,959,239	(881,834)	10,661,272	11,704,467
Non-departmental	302,321			196,737
Contingency\Reserves	3,661,000	881,834		3,425,300
Local Transportation Assistance Fund				
Transportation & Development	1,579,250	154,876	1,266,163	1,374,006
Non-departmental	200			
Contingency\Reserves	780,200	(154,876)		350,000
Community Development Block Grant				
City Manager	3,500,000	1,031,505	2,071,885	3,500,000
Contingency\Reserves	984,000	(984,000)		1,260,000
Housing and Urban Development				
City Manager	13,198,000	904,806	8,863,068	13,706,000
Contingency\Reserves	358,200	(302,331)		978,100
Expendable Trust Funds				
Community Services	214,931	538	154,170	285,786
Contingency\Reserves	9,800	(538)		4,700
<b>Total Special Revenue Funds</b>	<b>\$ 77,583,549</b>	<b>\$ -</b>	<b>\$ 36,064,836</b>	<b>\$ 68,397,246</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 CHANDLER, ARIZONA**  
**Summary by Department of Expenditures/Expenses Within Each Fund Type**  
**Fiscal Year 2011-12**

	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2010-11	EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2010-11	ACTUAL EXPENDITURES/ EXPENSES 2010-11	BUDGETED EXPENDITURES/ EXPENSES 2011-12
<b>DEBT SERVICE FUNDS</b>	\$ 27,724,913	\$ -	\$ 27,569,326	\$ 27,915,974
<b>INTERNAL SERVICE FUNDS</b>				
Capital Replacement	\$ 4,453,830	\$ 702,426	\$ 3,203,817	\$ 5,535,440
Self Insurance	19,429,000	140,987	20,181,694	30,317,938
Contingency\Reserves	14,987,006	(843,413)		15,306,482
<b>Total Internal Service Funds</b>	<b>\$ 38,869,836</b>	<b>\$ -</b>	<b>\$ 23,385,511</b>	<b>\$ 51,159,860</b>
<b>SPECIAL ASSESSMENT FUND</b>				
Management Services	\$ 96,372	\$ 581	\$ 95,953	\$ 92,640
<b>Total Special Assessment Fund</b>	<b>\$ 96,372</b>	<b>\$ 581</b>	<b>\$ 95,953</b>	<b>\$ 92,640</b>
<b>CAPITAL PROJECTS FUNDS</b>				
Management Services\Non-dept.	\$ 1,202,000	\$ 18,855,719	\$ 13,705,771	\$ 3,018,000
City Manager	10,436,321	(150,178)	2,790,584	7,452,655
Fire	1,814,727	(623,391)	492,521	556,685
Police	18,702,937	(1,406,502)	1,166,024	16,130,413
Transportation & Development	54,969,657	(11,228,396)	23,584,265	36,833,046
Municipal Utilities	44,363,838	(5,526,661)	6,204,742	41,626,024
Community Services	24,651,056	(4,289,590)	7,857,023	9,436,180
Contingency\Reserves	28,969,578	4,413,839		12,026,407
Infrastructure Maintenance Reserve				2,622,000
Debt Service	721,909		721,909	752,911
<b>Total Capital Projects Funds</b>	<b>\$ 185,832,023</b>	<b>\$ 44,840</b>	<b>\$ 56,522,838</b>	<b>\$ 130,454,321</b>
<b>ENTERPRISE FUNDS</b>				
Water	\$ 30,147,990	\$ 752,189	\$ 26,638,241	\$ 32,302,549
Wastewater	21,991,366	590,741	16,037,248	110,180,922
Solid Waste	11,474,974	140,737	11,254,846	11,380,122
Airport	1,040,575	178,603	1,092,164	959,502
City Manager	400,000			1,400,000
Management Services\Non-dept.	1,062,070		895,767	2,406,768
Contingency\Reserves	17,259,200	(1,624,068)		8,251,853
Debt Service	29,196,194		27,896,195	29,303,742
<b>Total Enterprise Funds</b>	<b>\$ 112,572,369</b>	<b>\$ 38,202</b>	<b>\$ 83,814,462</b>	<b>\$ 196,185,458</b>
<b>PERMANENT FUNDS</b>				
Firemens Pension Fund	\$ 4,800	\$ -	\$ 4,800	\$ 4,800
<b>Total Permanent Funds</b>	<b>\$ 4,800</b>	<b>\$ -</b>	<b>\$ 4,800</b>	<b>\$ 4,800</b>
<b>TOTAL ALL FUNDS</b>	<b>\$ 671,006,655</b>	<b>\$ -</b>	<b>\$ 400,392,837</b>	<b>\$ 676,533,227</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.*

**SCHEDULE E (2 OF 2)**

**CITY OF CHANDLER, ARIZONA**  
**Summary by Department of Expenditures/Expenses**  
**Fiscal Year 2011-12**

<b>DEPARTMENT/FUND</b>	<b>BUDGETED EXPENDITURES / EXPENSES 2010-11</b>	<b>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2010-11</b>	<b>ACTUAL EXPENDITURES / EXPENSES 2010-11*</b>	<b>BUDGETED EXPENDITURES/ EXPENSES 2011-12</b>
<b>Mayor and Council</b>				
General Fund	\$ 816,160	\$ 14,348	\$ 830,508	\$ 784,017
<b>Department Total</b>	<b>\$ 816,160</b>	<b>\$ 14,348</b>	<b>\$ 830,508</b>	<b>\$ 784,017</b>
<b>City Manager:</b>				
General Fund	\$ 15,669,814	\$ 1,559,703	\$ 15,661,132	\$ 15,041,173
Grant Fund	4,444,500	1,100,670	2,402,956	3,874,575
HOME Program Fund	1,000,000	708,575	1,023,758	1,260,000
Community Dev Block Grant	3,500,000	1,031,505	2,071,885	3,500,000
PHA Family Sites	1,178,500	65,326	832,039	1,232,000
PHA Elderly & Scattered Sites	845,500	43,948	565,595	916,000
PHA Management	553,000	650	457,228	553,000
Housing Authority Section 8	5,214,000	6,869	5,198,016	5,347,000
Capital Fund Program	850,000	78,998	729,967	850,000
Proceeds Reinvestment Project	57,000	440	56,466	48,000
Public Housing Contingency	3,500,000	-	-	3,500,000
General Gov't Capital Project Fun	10,436,321	(150,178)	2,790,584	7,452,655
Water Operating	252,000	-	-	882,000
Wastewater Operating	108,000	-	-	378,000
Solid Waste Operating	40,000	-	-	140,000
Medical Self Insurance	144,354	6,030	150,384	144,264
<b>Department Total</b>	<b>\$ 47,792,989</b>	<b>\$ 4,452,536</b>	<b>\$ 31,940,009</b>	<b>\$ 45,118,667</b>
<b>City Clerk</b>				
General Fund	\$ 715,908	\$ 37,618	\$ 683,353	\$ 560,098
<b>Department Total</b>	<b>\$ 715,908</b>	<b>\$ 37,618</b>	<b>\$ 683,353</b>	<b>\$ 560,098</b>
<b>City Magistrate</b>				
General Fund	\$ 3,902,212	\$ 75,090	\$ 3,737,105	\$ 3,851,242
<b>Department Total</b>	<b>\$ 3,902,212</b>	<b>\$ 75,090</b>	<b>\$ 3,737,105</b>	<b>\$ 3,851,242</b>
<b>Communications and Public Affairs</b>				
General Fund	\$ 2,075,420	\$ 366,805	\$ 2,390,327	\$ 2,217,658
Grant Fund	50,000	-	-	50,000
<b>Department Total</b>	<b>\$ 2,125,420</b>	<b>\$ 366,805</b>	<b>\$ 2,390,327</b>	<b>\$ 2,267,658</b>
<b>Law</b>				
General Fund	\$ 3,131,590	\$ 72,670	\$ 3,182,035	\$ 3,149,461
Grant Fund	17,050	-	17,050	17,300
Self Insurance	0	-	0	195,060
<b>Department Total</b>	<b>\$ 3,148,640</b>	<b>\$ 72,670</b>	<b>\$ 3,199,085</b>	<b>\$ 3,361,821</b>
<b>Management Services\Non-Dept. - Includes Contingencies</b>				
General Fund	\$ 49,108,926	\$ (7,726,251)	\$ 11,465,946	\$ 43,250,298
Police Forfeiture Funds	67,000	(67,000)	-	202,200
Highway User Revenue Fund	3,963,321	881,834	-	3,622,037
Local Transportation Revenue	780,400	(154,876)	-	350,000
Grant Fund	608,000	1,958,643	-	1,400,000
HOME Program Fund	106,100	(106,100)	-	760,000
Community Dev Block Grant	984,000	(984,000)	-	1,260,000
PHA Family Sites	70,000	(65,326)	-	70,000
PHA Elderly & Scattered Sites	63,000	(43,948)	-	62,000
PHA Management	1,000	(650)	-	1,000
Housing Authority Section 8	13,000	(6,869)	-	3,500

**CITY OF CHANDLER, ARIZONA**  
**Summary by Department of Expenditures/Expenses**  
**Fiscal Year 2011-12**

<b>DEPARTMENT/FUND</b>	<b>BUDGETED EXPENDITURES / EXPENSES 2010-11</b>	<b>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2010-11</b>	<b>ACTUAL EXPENDITURES / EXPENSES 2010-11*</b>	<b>BUDGETED EXPENDITURES/ EXPENSES 2011-12</b>
Management Services\Non-Dept. - Continued				
Capital Fund Program	\$ 100,000	\$ (78,998)	\$ -	\$ 81,100
Proceeds Reinvestment Project	5,100	(440)	-	500
General Debt Service Fund	17,326,958	-	-	280,401
General Gov't Capital Project Fun	17,074,150	1,219,074	10,505,989	8,798,108
HURF Revenue Bonds	3,000	-	-	2,000
Street Bonds	1,000,000	6,809,730	-	1,000,000
Storm Sewer GO Bonds	81,048	386,126	-	199,405
Arterial Street Impact Fees	1,000,000	3,927,333	-	1,011,000
Park Bonds	1,000,000	1,697,429	-	1,000,000
Community Park Impact Fees	-	1,414,571	-	-
Neighborhood Park Impact Fees	98,843	750,690	-	-
Municipal Arts	130,000	(80,000)	-	50,000
Park Impact Fees	-	-	-	2,421,000
Library Bonds	7,139	59,884	-	-
Library Impact Fees	-	4,256	-	83,571
Art Center Bonds	911,825	121,226	-	-
Museum Bonds	-	10,485	-	5,000
Public Building Impact Fees	7,660,221	-	3,199,782	1,140,778
Public Facility Bonds	9,000	-	-	4,000
Police Bonds	-	793,732	-	-
Police Impact Fees	172,400	-	-	228,000
Fire Bonds	-	466,059	-	-
Fire Impact Fees	368,952	157,332	-	414,000
Special Assessment	96,372	581	95,953	92,640
Water Bonds	-	1,203,048	-	1,000,000
Water System Dev Fees	-	2,483,238	-	58,545
Water Resources SDF	155,000	-	-	29,000
Water Operating	8,867,586	(752,189)	686,100	5,240,454
Reclaimed Water	300,000	586,302	-	11,000
Wastewater Bonds	-	1,026,275	-	-
Wastewater SDF	200,000	227,798	-	211,000
Wastewater Operating	6,124,217	(444,996)	153,000	4,068,955
WW Industrial Process Treatment	314,000	(133,242)	-	178,531
Solid Waste Operating	2,719,667	(88,155)	56,667	1,044,491
Solid Waste New Container	62,000	(32,067)	-	40,000
Airport Bonds	-	4,970	-	-
Airport Operating	233,800	(173,419)	-	86,190
Capital Replacement	1,500,000	(162,073)	-	150,000
Computer Replacement	4,001,298	(39,678)	2,604,686	2,961,440
Fleet Replacement	457,166	-	12,512	10,840,282
Worker Comp. Self Insurance	2,303,159	-	2,092,523	2,591,457
Self Insurance	6,334,428	-	5,699,004	5,898,880
Uninsured Liability	1,799,685	-	1,042,017	1,512,314
Short Term Disability	475,000	-	80,000	475,000
Delta Insurance	2,113,200	-	804,441	2,203,200
Medical Self Insurance	17,518,546	(6,030)	10,313,325	20,543,963
Park and Recreation Trust	8,800	(538)	-	4,700
Library Trust	1,000	-	-	-
<b>Department Total</b>	<b>\$ 158,298,307</b>	<b>\$ 15,043,771</b>	<b>\$ 48,811,945</b>	<b>\$ 126,941,940</b>

**CITY OF CHANDLER, ARIZONA**  
**Summary by Department of Expenditures/Expenses**  
**Fiscal Year 2011-12**

<b>DEPARTMENT/FUND</b>	<b>BUDGETED EXPENDITURES / EXPENSES 2010-11</b>	<b>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2010-11</b>	<b>ACTUAL EXPENDITURES / EXPENSES 2010-11*</b>	<b>BUDGETED EXPENDITURES/ EXPENSES 2011-12</b>
<b>Community Services</b>				
General Fund	\$ 29,289,573	\$ 2,452,588	\$ 31,533,292	\$ 28,707,174
Grant Fund	1,225,602	788,531	1,066,814	1,471,000
General Gov't Capital Project Fun	3,520,229	(311,049)	1,060,792	3,018,389
Park Bonds	6,692,547	(1,697,429)	1,270,965	4,462,749
Community Park Impact	1,704,579	(1,414,571)	172,006	18,002
Neighborhood Park SDF	1,286,594	(750,690)	51,255	480,701
Municipal Arts	225,000	124,931	349,749	225,000
Library Bonds	6,994,361	(104,815)	3,217,603	1,153,327
Library Impact Fees	4,015,394	(4,256)	1,721,859	26,429
Art Center Bonds	200,175	(121,226)	12,794	51,583
Museum Bonds	12,177	(10,485)	-	-
Park and Recreation Trust	159,931	538	123,804	195,786
Library Trust	55,000	-	30,366	90,000
<b>Department Total</b>	<b>\$ 55,381,162</b>	<b>\$ (1,047,933)</b>	<b>\$ 40,611,298</b>	<b>\$ 39,900,140</b>
<b>Police</b>				
General Fund	\$ 58,336,280	\$ 1,222,550	\$ 58,093,128	\$ 56,907,724
Police Forfeiture Funds	3,000,000	232,362	792,665	3,000,000
Grant Fund	2,600,000	74,053	880,293	2,386,627
General Gov't Capital Project Fun	3,000,000	(612,770)	7,035	2,380,196
Police Bonds	15,702,937	(793,732)	1,158,989	13,750,217
Capital Replacement	2,208,000	-	392,750	176,000
Fleet Replacement	-	-	-	2,166,000
<b>Department Total</b>	<b>\$ 84,847,217</b>	<b>\$ 122,463</b>	<b>\$ 61,324,860</b>	<b>\$ 80,766,764</b>
<b>Fire</b>				
General Fund	\$ 27,190,085	\$ 84,477	\$ 26,421,916	\$ 27,529,396
Grant Fund	1,863,544	118,460	722,020	1,662,000
Fire Bonds	1,656,895	(466,059)	492,021	556,685
Fire Impact Fee	157,832	(157,332)	500	-
Fleet Replacement	-	-	-	590,000
Volunteer Firemen Pension	4,800	-	4,800	4,800
<b>Department Total</b>	<b>\$ 30,873,156</b>	<b>\$ (420,454)</b>	<b>\$ 27,641,256</b>	<b>\$ 30,342,881</b>
<b>Municipal Utilities</b>				
Grant Fund	\$ 155,000	\$ -	\$ 50,000	\$ 210,000
Water Bonds	20,873,060	(1,203,048)	2,044,090	21,592,168
Water System Dev Fees	6,297,312	(2,483,238)	1,397,033	2,417,041
Water Operating	30,147,990	752,189	26,638,241	32,302,549
Reclaimed Water Sys Dev Fees	2,576,347	(586,302)	203,026	3,447,021
Wastewater Bonds	10,419,771	(1,026,275)	2,311,034	10,449,804
Wastewater System Dev Fee	4,197,348	(227,798)	249,559	3,719,990
Wastewater Operating	19,614,702	444,996	13,515,264	107,801,326
WW Industrial Process Treatment	2,376,664	145,745	2,521,984	2,379,596
Solid Waste Operating	11,149,974	108,670	10,929,846	11,055,122
Solid Waste New Container	325,000	32,067	325,000	325,000
Capital Replacement	-	79,300	79,263	-
<b>Department Total</b>	<b>\$ 108,133,168</b>	<b>\$ (3,963,694)</b>	<b>\$ 60,264,340</b>	<b>\$ 195,699,617</b>

**CITY OF CHANDLER, ARIZONA**  
**Summary by Department of Expenditures/Expenses**  
**Fiscal Year 2011-12**

<u>DEPARTMENT/FUND</u>	<u>BUDGETED EXPENDITURES / EXPENSES 2010-11</u>	<u>EXPENDITURE/ EXPENSE ADJUSTMENTS APPROVED 2010-11</u>	<u>ACTUAL EXPENDITURES / EXPENSES 2010-11*</u>	<u>BUDGETED EXPENDITURES/ EXPENSES 2011-12</u>
<b>Transportation &amp; Development</b>				
General Fund	\$ 17,692,867	\$ 1,591,417	\$ 18,143,705	\$ 16,842,086
Highway User Revenue Fund	13,959,239	(881,834)	10,661,272	11,704,467
Local Transportation Revenue	1,579,250	154,876	1,266,163	1,374,006
Grant Fund	28,072,712	(4,690,337)	7,909,145	20,540,648
General Gov't Capital Project Fun	3,889,297	(145,077)	2,026,938	1,783,283
Street GO Bonds	34,736,293	(6,809,730)	17,171,136	17,507,494
Storm Sewer GO Bonds	1,921,009	(386,126)	53,209	1,531,675
Arterial Street Impact	14,340,633	(3,927,333)	4,285,957	15,959,853
Airport Bonds	82,425	(4,970)	47,025	50,741
Airport Operating Fund	1,040,575	178,603	1,092,164	959,502
Capital Replacement	15,000	122,451	114,606	312,000
Fleet Replacement	-	-	-	400,000
In-House Capital Fund	-	44,840	-	-
<b>Department Total</b>	<u>\$ 117,329,300</u>	<u>\$ (14,753,220)</u>	<u>\$ 62,771,321</u>	<u>\$ 88,965,755</u>
<b>Debt Service</b>				
General Obligation Debt Svc Fund	\$ 23,673,904	\$ -	\$ 23,518,318	\$ 23,278,999
Highway User Debt Svc Fund	4,051,009	-	4,051,008	4,636,975
Water System Dev Fees	33,305	-	33,305	63,414
Water Operating Fund	18,541,221	-	17,741,221	18,335,748
Reclaimed Water Sys Dev Fees	455,114	-	455,114	458,140
WW System Dev Fees	233,490	-	233,490	231,357
Wastewater Operating Fund	10,629,385	-	10,129,386	10,943,206
Airport Operating Fund	25,588	-	25,588	24,788
<b>Department Total</b>	<u>\$ 57,643,016</u>	<u>\$ -</u>	<u>\$ 56,187,430</u>	<u>\$ 57,972,627</u>
<b>TOTAL ALL DEPARTMENTS</b>	<u>\$ 671,006,655</u>	<u>\$ -</u>	<u>\$ 400,392,837</u>	<u>\$ 676,533,227</u>

SCHEDULE F (4 OF 4)