

Fiscal Year (FY July 1- June 30)

2025-



"Strength in Numbers"

"Strength in Numbers" is more than just the theme of this year's budget, it embodies the City of Chandler's commitment to sound financial practices and the collaborative spirit that drives progress.

Total City Budget
\$1.63B

DOWN
0.01%
over prior year (PY)

Factors driving a lower budget include decreased revenue considering current local economy and State mandated revenue reduction of Residential Rental TPT; reductions in public safety pension costs which are masking operating and capital inflation increases and personnel cost increases.

Our Focus Areas



**Economic
Vitality**



**Sustainability
and Technology**



Quality of Life



Connectivity

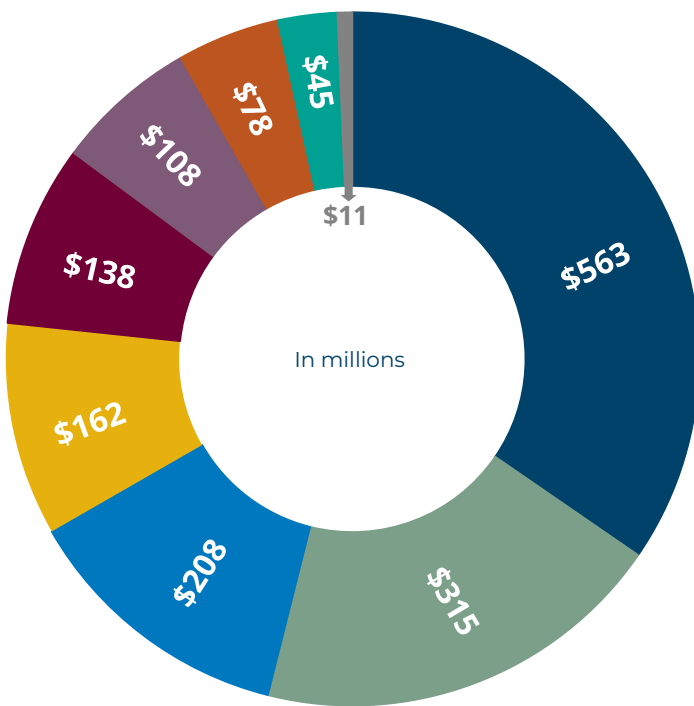


Neighborhoods



**Community
Safety**

Where the Money Comes From



Fund Balances 34.6%	Bonds 19.3%
Local Taxes & License Fees 12.8%	Utility Charges 10.0%
State Shared Revenues 8.5%	Other Services/Charges 6.6%
Grants 4.8%	Property Taxes 2.8%
System Development Fees 0.7%	

Where the Money Goes

Capital Carryforward \$568M

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.

For example: Building renovations, street projects, Dr. AJ Chandler Park improvements, Mesquite Groves Park design & Phase I continuation, Fire vehicle replacements, Police forensic services facility.

Department Operating \$563M

Continues existing service levels and adds enhancements in line with Council Focus Areas.

18 New Positions (14 of which are converted from one-time funded or are offset by revenues) which include:

- Traffic Engineering Senior Technician (1), Community Risk Reduction Manager (1), IT Programmer Senior Analyst- Web Development (1), Assistant City Attorney (1), Housing Assistance Senior Specialist (1), Recreation Program Coordinator (1), Customer Service Representative (1), Community Navigators (2), Community Resources Senior Specialist (1), Housing Stability Coordinator (1), Housing Stability Senior Specialist (2), Civilian Background Investigators (2), Business Systems Analyst (1), Crime Prevention Specialist (1), Water Quality Senior Technician (1)

Capital- New Appropriations \$278M

Appropriation to maintain existing infrastructure or add new projects, for example: Airport hangar pavement, Fire vehicle replacements, and existing community park improvements.

Contingency & Reserves \$120M

Funds set aside for emergencies, unforeseen expenditures or special purposes

Debt Service \$87M

Principal & interest payments, new and outstanding debt

Replacements \$12M

Vehicle, Technology, and Equipment

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, utility operating revenues) for public and aging infrastructure improvements, which totals to **\$2.62B**. City Council adopted the CIP on June 12, 2025. CIP details can be found at: www.chandleraz.gov/budget

FY 2025-2026 CIP Highlights \$845.7M (New & Carryforward)

Airport

Hangar Area Pavement Reconstruction | **\$7.3M**
Rehabilitate Runway Pavement 4R/22L | **\$5.6M**
Rehabilitate Armory Apron Pavement | **\$1.3M**
North Terminal Reconstruction Phase II | **\$283K**
Airfield Lighting Improve/Runway 4L/22R | **\$232K**

Community Services

Mesquite Groves Park Design & Phase I Cont. | **\$35.2M**
Existing Neighborhood/Field/Park Imps./Repairs | **\$16.2M**
Tumbleweed Regional Park | **\$12.8M**
Winn Park Site | **\$2.9M**
Folley Park and Pool Redesign | **\$2.4M**
Right of Way - Landscape Imps | **\$752K**

Cultural Development

Dr. A.J. Chandler Park | **\$10.5M**
Tumbleweed Ranch | **\$2.4M**
Downtown Alley Projects | **\$2.4M**
Downtown Redevelopment | **\$1.6M**
Downtown Parking Lots | **\$634K**

Fire

Fire Emergency Vehicle Replacements | **\$5.7M**
Ambulance Emergency Vehicles | **\$1.9M**

General Government

Existing City Building Renovations/Repairs | **\$10.4M**
Sustainability Programs | **\$15.1M**
Frye Road Protected Bike Lane | **\$17.6M**
Americans with Disabilities Act (ADA) Upgrades | **\$2.3M**
Paseo Trail Crossing Improvements | **\$2M**

Police

Forensic Services Facility | **\$8.3M**
Property and Evidence Renovation | **\$1.1M**
Body Worn Cameras | **\$1M**
Police Main Station Redesign | **\$528K**

Streets

Street Repaving Program | **\$58.9M**
Unpaved Alley Program | **\$57.5M**
Lindsey Rd (Ocotillo Rd to Hunt Hwy.) | **\$31.6M**
Ray Road/Dobson Road Intersection Imps. | **\$22M**
Turf to Xeriscape Program | **\$15.8M**

Utilities | Water & Wastewater

Water Treatment Plant/Production Facility Imps. | **\$52.8M**
Santan Freeway Redundant 66-inch Sewer Line | **\$40.6M**
Sewer Assessment and Rehabilitation | **\$45.7M**
Water Treatment Facility Improvements | **\$42.7M**
Reclaimed Water Interconnect Facility | **\$32.3M**
Main & Valve Replacements | **\$21.3M**

Operating Budget Highlights

- Sales tax rates unchanged - the lowest in Arizona
- City property tax rate reduced from \$1.0826 - \$1.0818, 10th year of reduction
- Maintains and enhances existing levels of service
- Adds funding for labor association commitments and general employee increases
- Continues debt reduction: up to \$25M to maintain paid-off status of Public Safety Personnel Retirement System (PSPRS) unfunded liability
- Planned Water, Wastewater, Reclaimed, and Solid Waste rate changes in this fiscal year to maintain these Enterprise Utility Funds
- Maintains strong reserves

Fy 2025-26 | 18 New Position Adds



7 Community Safety Related
Police, Fire, IT & Water Quality



14 converted from one-time funded to permanently
funded or offset by grants/other revenues

**Total Authorized FTE
(Full Time Equivalent Employees) = 1,822**

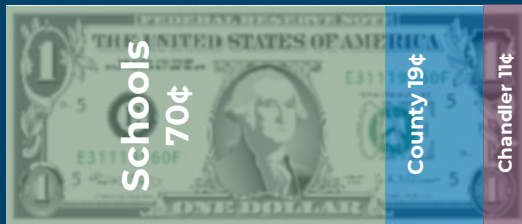
FY 2025-26

Total City Property Tax Rate: \$1.0818

Primary Tax Rate = \$0.2118
(Supports General Operations)

Secondary Tax Rate = \$0.87
(Pays Bond Debt Service Only)

Per 100 dollars of
assessed value



About 11¢ of
every dollar
comes to
Chandler in
FY 2025-26

Highest rating level from all three major rating agencies

One of only a few cities Nation-wide

Higher ratings mean lower cost of borrowing,
which helps keeps taxes and user fees low

General Obligation (GO)
&
ETRO Bond Rating



Fitch | Standard and Poor's | Moody's