

RESOLUTION NO. 2026-002

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE WATER UTILITIES COMMUNITY FACILITIES DISTRICT (CITY OF APACHE JUNCTION, ARIZONA), PURSUANT TO A.R.S. § 48-716, ADOPTING A PROPOSED BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2026 AND ENDING ON JUNE 30, 2027; ADOPTING PROPOSED RATES, FEES, DEPOSITS, WATER RESOURCE ACQUISITION FEES AND CHARGES APPLICABLE FOR THE FISCAL YEAR BEGINNING JULY 1, 2026 AND ENDING ON JUNE 30, 2027; ESTABLISHING A PUBLIC HEARING ON THE PROPOSED BUDGET; AND DIRECTING DISTRICT STAFF TO SOLICIT COMMENTS FROM THE CITY OF APACHE JUNCTION ON THE PROPOSED ANNUAL BUDGET.

BE IT RESOLVED BY THE BOARD OF DIRECTORS FOR THE WATER UTILITIES COMMUNITY FACILITIES DISTRICT (CITY OF APACHE JUNCTION, ARIZONA), AS FOLLOWS:

SECTION I

That attached hereto and adopted as the proposed budget for the fiscal year beginning July 1, 2026 and ending June 30, 2027 is Exhibit "A", so titled.

SECTION II

That the district board shall publish notice in accordance with the provisions of A.R.S. § 48-715 for a public hearing for final budget adoption to be held on Tuesday, June 16, 2026 at 6:00 p.m. in the Apache Junction City Council Chambers, 300 E. Superstition Boulevard, Apache Junction, Arizona, 85119, and hereby directs the district clerk to take all actions necessary and required by law.

SECTION III

That the district clerk and district treasurer are hereby directed to provide a copy of this resolution with the attached proposed annual budget to the city council of the City of Apache Junction with a letter requesting the council review the proposed annual budget and submit any written comments to the District Board for its assistance and information in its final adoption of the annual budget.

PASSED AND ADOPTED BY THE BOARD OF DIRECTORS OF THE WATER UTILITIES COMMUNITY FACILITIES DISTRICT (CITY OF APACHE JUNCTION, ARIZONA) THIS _____ DAY OF _____, 2026.

SIGNED AND ATTESTED TO THIS _____ DAY OF _____, 2026.

WALTER "CHIP" WILSON
Chairman

ATTEST:

EVIE MCKINNEY
District Clerk

APPROVED AS TO FORM

RICHARD J. STERN
District Attorney

**EXHIBIT A
PROPOSED
WATER UTILITIES COMMUNITY FACILITIES DISTRICT
(dba APACHE JUNCTION WATER DISTRICT)
FY 2026-27 BUDGET**

<u>BUDGET SUMMARY</u>	2024-25 BUDGETARY ACTUAL	2025-26 BUDGET	2025-26 PROJECTED	2026-27 DISTRICT MANAGER PROPOSED
<u>OPERATING SOURCES</u>				
Reserves	-	4,889,813	3,604,499	4,941,892
Charges for Services	8,136,279	8,942,500	9,326,000	11,032,000
Operating Grants & Contributions	-	1,075,000	1,100,000	325,000
Investment Earnings	801,661	680,000	778,000	680,000
Bond Proceeds	-	-	-	10,000,000
Lease Revenue	-	-	-	900,000
Miscellaneous	265,087	182,000	279,500	238,500
Total Operating Sources	9,203,027	15,769,313	15,087,999	28,117,392
<u>USES</u>				
Operating	4,577,991	5,868,798	6,183,647	7,370,161
Debt Service	142,052	706,995	838,352	1,878,711
Capital Outlay	1,632,514	8,741,953	8,066,000	18,368,520
Contingency	-	451,567	-	500,000
Reserves	2,850,470	-	-	-
Total Operating Uses	9,203,027	15,769,313	15,087,999	28,117,392
NET OPERATING SOURCES/(USES)	\$ -	\$ -	\$ -	\$ -
<u>RESTRICTED SOURCES</u>				
System Connection Fees	1,525,728	1,150,000	2,110,800	1,150,000
Water Resource Acquisition	6,627,860	7,064,000	5,235,000	5,000,000
Total Restricted Sources	8,153,588	8,214,000	7,345,800	6,150,000
<u>USES</u>				
System Connection Fees	7,617	4,600,000	3,210,000	4,500,000
Water Resource Acquisition	333,810	334,970	334,000	-
Reserves	7,812,161	3,279,030	3,801,800	1,650,000
Total Restricted Uses	8,153,588	8,214,000	7,345,800	6,150,000
NET RESTRICTED SOURCES/(USES)	\$ -	\$ -	\$ -	\$ -

*Fund 61 Operations unassigned FY25 fund balance = \$22,367,677

*Fund 62 System Connection Fees unassigned FY25 fund balance = \$7,221,888

*Fund 63 Water Resource Acquisition unassigned FY25 fund balance = \$17,815,813