

1. Enter fire district name
2. Select the county of the fire district
3. Select the budget year

Highlands Fire District

 Coconino

 2027



We, the undersigned, hereby certify that the Fire District has not incurred any debt or liability in excess of taxes levied and to be collected and the monies actually available and unencumbered at this time in the district general fund, except for those liabilities as prescribed in A.R.S. §§48-805(B)(2) and (3), 48-806, and 48-807. Additionally, we hereby certify that the Fire District has complied with A.R.S. §48-805.02(F).

4. District chairperson: Jay Smith District clerk: Carl Nelson Date: 6/23/26
 Jay Smith (Jun 23, 2026 06:14:21 PDT) SIGNED Clerk Carl Nelson (Jun 17, 2026 20:45:40 PDT) SIGNED

A. Calculation of the tax year 2026 secondary property tax rate for fiscal year 2027 operations:

Adjustment to secondary property tax levy for territory annexed during the tax year 2025 (A.R.S. §48-807(I))

A.1	Net assessed value of annexed property in tax year 2025			
A.2	Actual tax year 2025 secondary property tax rate	\$	3,5000	per \$100 AV
A.3	Annexed property tax limit adjustment in tax year 2026	\$	-	

Check box if newly merged or consolidated:

Tax year 2026 secondary property tax information (A.R.S. §48-807(K))

A.4	Tax year 2026 Assessed Value (AV) in the Fire District	\$	138,566,877
A.5	Actual tax year 2025 secondary property tax levy	\$	4,590,665
A.6	Maximum allowed tax year 2025 secondary property tax levy	\$	11,237,841

Calculation of the allowable tax year 2026 secondary property tax levy (A.R.S. §48-807(F))

A.7	Line A.6 multiplied by 1.08 (A.R.S. §48-807(F))	\$	12,136,868
A.8	Maximum allowable tax year 2026 levy limit (A.7 + A.3)	\$	12,136,868
A.9	Allowable tax year 2026 secondary tax rate	\$	8.7589 per \$100 AV
A.10	Maximum allowable tax year 2026 secondary tax rate (lesser of A.9 or \$3.75)	\$	3.7500 per \$100 AV
A.11	Maximum allowable tax year 2026 secondary tax levy	\$	5,196,258
A.12	Tax year 2025 excess levy or collections: (A.R.S. §48-807(J))		
A.13	Tax year 2026 maximum allowable levy limit (A.11 - A.12)	\$	5,196,258

Calculation of the proposed tax year 2026 secondary property tax rate for fiscal year 2027 operations

A.14	Total budgeted expenses in fiscal year 2027 (Budget tab, line 51)	\$	14,188,238
A.15	Less—Unrestricted unencumbered carryforward (Budget tab, line 1)	\$	3,133,945
A.16	Less—Revenues from sources other than direct property tax	\$	5,965,940
A.17	Less—Interest and principal expense for Bonds (Budget tab, lines 38 & 39)	\$	238,513
A.18	Tax year 2026 tax levy needed for operations (A.14 - (A.15 + A.16 + A.17))	\$	4,849,841
A.19	Tax year 2026 tax rate needed for operations:	\$	3.5000 per \$100 AV
A.20	Tax year 2026 maximum allowable levy rate (A.13/(A.4/100)):	\$	3.7500 per \$100 AV
A.22	Proposed tax year 2026 secondary property tax rate for fiscal year 2027 operations	\$	3.5000 per \$100 AV

Calculation of the proposed 2026 secondary property tax rate for the repayment of bonds (A.R.S. §48-806)

A.23	Tax year 2026 secondary property tax levy needed for the repayment of bonds	\$	238,513
A.24	Tax year 2026 secondary property tax rate needed for the repayment of bonds	\$	0.1721 per \$100 AV

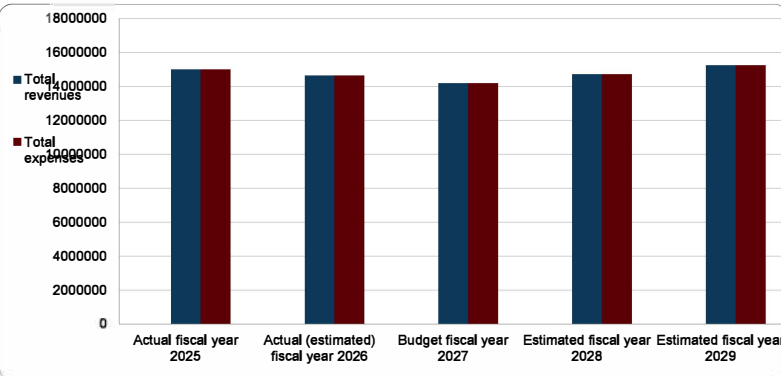
Summary for fiscal years 2025 through 2029:

Special study

No study of merger, consolidation, or joint operating alternative is required

If the district's total estimate of expenses exceeds its total estimate of revenues for any fiscal year, A.R.S. §48-805.02(D)(15) requires the district include a study of merger, consolidation, or joint operating alternative. The Fire District is not required to include a study as their estimated expenses are not greater than budgeted revenue for any fiscal year.

Revenue and expense chart will populate automatically based on the Budget tab



Year	Total revenues	Total expenses
Actual fiscal year 2025	\$ 15,002,607	\$ 15,002,607
Actual (estimated) fiscal year 2026	\$ 14,645,518	\$ 14,645,518
Budget fiscal year 2027	\$ 14,188,238	\$ 14,188,238
Estimated fiscal year 2028	\$ 14,720,821	\$ 14,720,821
Estimated fiscal year 2029	\$ 15,264,831	\$ 15,264,831

Budget

	Actual fiscal year 2025	Actual (estimated) fiscal year 2026	Budget fiscal year 2027	Estimated fiscal year 2028	Estimated fiscal year 2029
Financial resources available at July 1					
1. Beginning fund balance/(deficit)—unrestricted unencumbered	2,395,915.26	2,932,667.80	3,133,944.60	3,461,467.65	3,804,725.25
2. Beginning fund balance—restricted	5,172,475.53	4,356,474.05	5,166,631.15	5,166,631.15	5,166,631.15
Revenues					
3. Secondary property tax revenue	4,029,594.91	4,590,665.45	4,849,840.70	5,031,709.72	5,220,398.84
4. Fire district assistance tax	366,268.69	360,000.00	360,000.00	360,000.00	360,000.00
5. Wildland	2,126,243.70	1,536,576.74	150,000.00	154,500.00	159,135.00
6. Operating revenues	-	-	-	-	-
7. Grants	60,372.83	-	16,530.00	-	-
8. Bonds	267,962.26	266,800.00	238,512.64	265,550.00	264,550.00
9. Interest	372,562.07	143,800.40	35,000.00	36,050.00	37,131.50
10. Donations	150.00	-	500.00	515.00	530.45
11. Miscellaneous	104,213.67	49,575.59	5,000.00	5,150.00	5,304.50
12. Other (specify) <u>IGA Revenue</u>	106,848.00	408,957.97	167,278.86	172,297.23	177,466.14
Other (specify) <u>Prop 207</u>	-	-	65,000.00	66,950.00	68,958.50
Other (specify) _____	-	-	-	-	-
Other (specify) _____	-	-	-	-	-
Other (specify) _____	-	-	-	-	-
13. Total financial resources available	\$ 15,002,607	\$ 14,645,518	\$ 14,188,238	\$ 14,720,821	\$ 15,264,831
Expenses					
14. Personnel:					
15. Estimated number of full-time employees (FTE) in 2027:			28		
16. Salaries & wages	3,333,345.54	3,543,188.12	2,862,831.88	2,977,345.16	3,096,438.96
17. Health insurance	6,523.75	320,918.97	298,605.88	310,550.12	322,972.12
18. Pension & other retirement benefits	493,901.12	318,095.00	362,347.11	376,841.00	391,914.64
19. Other (specify) <u>Payroll Taxes</u>	91,213.73	101,459.79	44,979.15	46,778.32	48,649.45
Other (specify) <u>Other Benefits</u>	310,607.84	81,053.57	87,111.61	90,596.07	94,219.92
Other (specify) <u>Workers Comp</u>	156,562.00	165,075.00	139,952.45	145,550.54	151,372.57
20. Total personnel expenses	4,392,153.98	4,529,790.45	3,795,828.08	3,947,661.21	4,105,567.65
Operating:					
21. Fuel	42,489.88	38,728.91	30,000.00	30,900.00	31,827.00
22. Tools & minor equipment	974.08	41,011.12	59,502.00	61,287.06	63,125.67
23. Contracted services	-	-	-	-	-
24. Supplies	51,494.41	18,503.51	13,500.00	13,905.00	14,322.15
25. Vehicle repair	92,875.93	64,271.95	68,350.00	70,400.50	72,512.52
26. Training & prevention	157,186.45	110,240.60	99,461.00	102,444.83	105,518.17
27. Maintenance & repair—operating	57,449.27	70,931.80	82,310.00	84,779.30	87,322.68
28. Communications	10,043.94	39,869.87	83,450.00	85,953.50	88,532.11
29. Contingencies & emergencies	-	-	-	-	-
30. Other (specify) _____	-	-	-	-	-
Other (specify) _____	-	-	-	-	-
Other (specify) _____	-	-	-	-	-
31. Total operating expenses	412,513.96	383,557.75	436,573.00	449,670.19	463,160.30
Capital:					
32. Land, building, & construction	525,753.19	23,333.62	-	-	-
33. Vehicles	764,277.48	37,477.36	-	-	-
34. Lease payments	-	-	-	-	-
35. Machinery & equipment	52,859.36	78,221.18	-	-	-
36. Maintenance & repair—capital	-	-	-	-	-
37. Reserve for future years—carryforward	2,241,060.44	3,811,501.45	3,461,467.65	3,804,725.25	4,169,269.75
38. Debt service—principal	55,000.00	110,000.00	115,000.00	120,000.00	125,000.00
39. Debt service—interest	210,074.17	156,800.00	123,512.64	145,550.00	139,550.00
40. Other (specify) <u>COP Principal Payments</u>	385,000.00	435,000.00	445,000.00	460,000.00	470,000.00
Other (specify) <u>COP Interest Payments</u>	271,922.50	262,482.50	252,207.50	240,932.50	228,432.50
Other (specify) <u>Restricted Fund Balance</u>	5,172,475.53	4,356,474.05	5,166,631.15	5,166,631.15	5,166,631.15
41. Total capital expenses	9,678,422.67	9,271,290.16	9,563,818.94	9,937,838.90	10,298,883.40
Administrative:					
42. Administrative equipment	4,849.44	140.00	-	-	-
43. Insurance	47,761.87	66,450.00	45,000.00	46,350.00	47,740.50
44. Utilities	62,712.64	54,381.95	52,300.00	53,869.00	55,485.07
45. Professional services	272,530.15	143,491.11	147,299.00	151,717.97	156,269.51
46. Subscriptions, dues, fees	2,805.48	69,487.75	92,558.92	95,335.69	98,195.76
47. General administrative expenses	33,960.61	126,928.84	37,260.00	38,377.80	39,529.13
48. Other (specify) <u>Grant Expenses</u>	94,896.12	-	17,600.00	-	-
Other (specify) _____	-	-	-	-	-
Other (specify) _____	-	-	-	-	-
49. Total administrative expenses	519,516.31	460,879.64	392,017.92	385,650.46	397,219.97
50. Total expenses	\$ 15,002,607	\$ 14,645,518	\$ 14,188,238	\$ 14,720,821	\$ 15,264,831