1. Enter fire district name	RIO RICO FIRE DISTRICT
2. Select the county of the fire district	Santa Cruz
3. Select the budget year	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: Frank Bejarano (Jul 29, 2026 12:38:00 PDT) SIGNED — District clerk: Brad Beach (Jul 28, 2026 21:02:41 PDT) SIGNED — Date: 07/28/26

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	$ 3.7500	per $100 AV
A.3	Total levy of the merged or consolidated districts in tax year 2025	$ 4,120,834.00	

Check box if newly merged or consolidated: X

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	$ 114,693,546
A.5	Actual tax year 2025 secondary property tax levy	$ 4,120,834
A.6	Maximum allowed tax year 2025 secondary property tax levy	$ 9,447,402

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

A.7	Line A.3 mulitpilied by 1.08 (A.R.S. §48-807[F])	$ 4,450,501	
A.8	Maximum allowable tax year 2026 levy limit (A.7 + A.3)	$ 4,450,501	
A.9	Allowable tax year 2026 secondary tax rate	$ 3.8803	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	$ 4,301,008	
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)	$ 4,301,008	

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)	$ 14,193,926	
A.15	Less—Unrestricted unencumbered carryforward (Budget tab, line 1)	$ 6,692,965	
A.16	Less—Revenues from sources other than direct property tax	$ 3,199,953	
A.17	Less—Interest and principal expense for Bonds (Budget tab, lines 38 & 39)	$ -	
A.18	Tax year 2026 tax levy needed for operations (A.14 - (A.15 + A.16 + A.17))	$ 4,301,008	
A.19	Tax year 2026 tax rate needed for operations:	$ 3.7500	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	$ 3.7500	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	$ 475,113	
A.24	Tax year 2026 secondary property tax rate needed for the repayment of bonds	$ 0.4142	per $100 AV

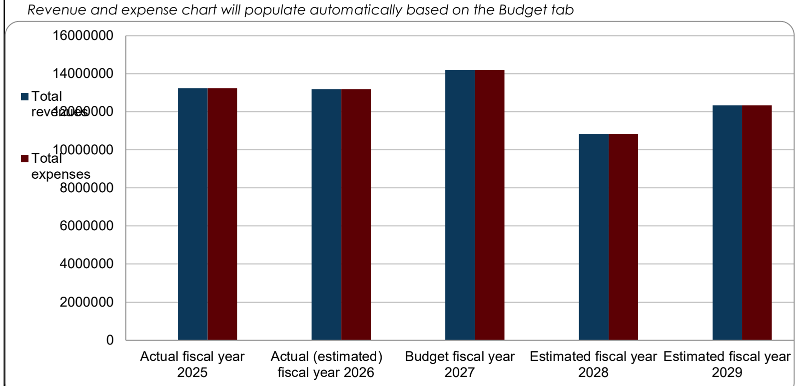
Summary for fiscal years 2025 through 2029:

Special study

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

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	$ 13,243,619	$ 13,243,619
Actual (estimated) fiscal year 2026	$ 13,187,243	$ 13,187,243
Budget fiscal year 2027	$ 14,193,926	$ 14,193,926
Estimated fiscal year 2028	$ 10,848,084	$ 10,848,084
Estimated fiscal year 2029	$ 12,335,611	$ 12,335,611

Budget

Fire district name: RIO RICO FIRE DISTRICT **County: Santa Cruz**

		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	$ 3,691,518	$ 4,444,531	$ 6,692,965	3,068,540.66	4,213,859.71
2.	Beginning fund balance—restricted	$ 1,520,754	$ 42,543	$ 50,696	30,915.11	27,846.15
	Revenues					
3.	Secondary property tax revenue	3,953,424.28	$ 4,034,564	$ 4,301,008	4,487,164.77	4,732,438.64
4.	Fire district assistance tax	$ 175,041	$ 196,853	$ 200,000	214,059.74	223,294.83
5.	Wildland	$ 895,388	$ 218,071	$ 300,000	242,886.91	265,392.76
6.	Operating revenues	$ 2,280,452	$ 2,503,474	$ 2,397,601	2,464,142.54	2,446,232.10
7.	Grants	$ 108,481	$ 1,276,107	$ 9,806	57,713.76	170,060.55
8.	Bonds	$ -	$ -	$ -	-	-
9.	Interest	$ 116,509	$ 142,793	$ 90,000	83,514.33	65,066.89
10.	Donations	$ 108	$ 5,217	$ 1,000	24,211.03	15,407.30
11.	Miscellaneous	$ 60,989	$ 119,306	$ 90,850	123,450.74	130,878.15
12.	Other (specify) __NSFD IGA ______	$ 321,320	$ 136,762	$ -	-	-
	Other (specify) __PROP 207______	$ 81,643	$ 67,022	$ 60,000	51,484.28	45,133.55
	Other (specify) __SALE OF AMBULANCES_	$ 37,990			-	-
	Other (specify)___________________				-	-
	Other (specify)___________________				-	-
13.	Total financial resources available	$ 13,243,619	$ 13,187,243	$ 14,193,926	$ 10,848,084	$ 12,335,611
	Expenses					
14.	Personnel:					
15.	Estimated number of full-time employees (FTE) in 2027:			38		
16.	Salaries & wages	$ 3,897,837	$ 3,913,569	$ 4,289,645	4,504,409.03	4,833,593.55
17.	Health insurance	$ 238,160	$ 261,682	$ 324,449	379,382.50	456,999.30
18.	Pension & other retirement benefits	$ 422,777	$ 559,734	$ 756,922	1,012,850.57	1,362,489.24
19.	Other (specify)____Physical Eval_______	$ 36,155	$ 36,625	$ 42,000	45,355.07	50,494.71
	Other (specify)____Uniforms__________	$ 32,718	$ 41,609	$ 39,750	44,263.03	45,787.01
	Other (specify)_Worker's Comp Ins____	$ 188,432	$ 168,015	$ 252,493	302,290.21	408,094.52
20.	Total personnel expenses	4,816,079.30	4,981,234.77	5,705,259.00	6,288,550.42	7,157,458.34
	Operating:					
21.	Fuel	$ 248,906	$ 224,609	$ 205,500	186,728.30	170,256.78
22.	Tools & minor equipment	$ 21,047	$ 38,113	$ 9,100	9,325.73	5,891.86
23.	Contracted services	$ 90,177	$ 126,712	$ 152,199	198,337.20	248,346.11
24.	Supplies	$ 102,827	$ 157,412	$ 97,212	104,425.60	88,332.04
25.	Vehicle repair	$ 147,489	$ 192,481	$ 200,000	234,411.68	259,156.44
26.	Training & prevention	$ 93,216	$ 108,585	$ 239,202	402,789.33	782,776.93
27.	Maintenance & repair—operating	$ 106,739	$ 119,507	$ 299,282	542,288.89	1,170,335.58
28.	Communications	$ 127,069	$ 132,585	$ 150,877	164,559.32	183,372.48
29.	Contingencies & emergencies				-	-
30.	Other (specify)___Ambulance Registration____	$ 2,750	$ 3,250	$ 3,250	3,545.45	3,706.61
	Other (specify)_________________				-	-
	Other (specify)_________________				-	-
31.	Total operating expenses	940,219.93	1,103,253.68	1,356,622.00	1,846,411.50	2,912,174.84
	Capital:					
32.	Land, building, & construction				-	-
33.	Vehicles	$ 93,362	$ 263,969	$ 1,414,000	286,139.58	295,332.61
34.	Lease payments	$ 15,470	$ 12,070	$ 13,600	15,000.00	16,722.92
35.	Machinery & equipment	$ 593,490	$ 1,131,983	$ 145,820	480,000.00	820,931.45
36.	Maintenance & repair—capital	$ 6,206	$ 49,177	$ 190,400	1,123,012.41	485,852.36
37.	Reserve for future years—carryforward	$ 6,483,504	$ 5,328,857	$ 5,019,433	424,378.50	208,663.11
38.	Debt service—principal				-	-
39.	Debt service—interest				-	-
40.	Other (specify)_Bond Admin Fees____		$ 3,100	$ 3,100	-	-
	Other (specify)_________________				-	-
	Other (specify)_________________				-	-
41.	Total capital expenses	7,192,030.53	6,789,156.14	6,786,353.00	2,328,530.49	1,827,502.44
42.	Administrative:					
43.	Administrative equipment	$ 19,227	$ 11,511	$ 16,500	16,764.96	20,532.63
44.	Insurance	$ 106,398	$ 125,382	$ 141,750	163,648.59	186,971.54
45.	Utilities	$ 75,390	$ 78,642	$ 96,892	110,224.46	130,597.72
46.	Professional services	$ 71,462	$ 72,537	$ 57,300	51,712.62	43,760.05
47.	Subscriptions, dues, fees	$ 4,244	$ 8,396	$ 6,250	8,508.27	8,958.02
48.	General administrative expenses	$ 18,568	$ 17,131	$ 27,000	33,732.42	47,654.93
49.	Other (specify)_________________				-	-
	Other (specify)_________________				-	-
	Other (specify)_________________				-	-
50.	Total administrative expenses	295,288.75	313,597.96	345,692.00	384,591.32	438,474.88
51.	Total expenses	$ 13,243,619	$ 13,187,243	$ 14,193,926	$ 10,848,084	$ 12,335,611

Rio Rico Medical & Fire District

822 Pendleton Drive • Rio Rico • Arizona • 85648
(520) 281-8421 • FAX (520) 281-7670 • www.rioricomedicalandfire.org

RESOLUTION #2026-04
APPROVAL OF 2026-2027 ANNUAL BUDGET

A formal Resolution of the Governing Board of the Rio Rico Medical & Fire District (District) to adopt the 2026-2027 Fiscal Year Operating Budget of $7,450,265 to encumber sufficient funds to cover outstanding items (purchase orders, checks, etc.), from the previous fiscal year, less any cash and liability reserves, and to encumber any carryover amount to offset taxes (less any unreimbursed stop/loss payments and any adjustments for uncollected out of District fire revenues incurred prior to June 30, 2026) establishing the balance to be utilized as our fiscal year end Reserved Fund Balance.

WHEREAS, Arizona Revised Statutes Title 48 requires the Rio Rico Fire District to adopt an annual budget and determine the compensation payable to District personnel; *and*

WHEREAS, a Public Hearing was held on the proposed 2026-2027 Fiscal Year Budget on June 25th, 2026, in compliance with State Law; *and*

WHEREAS, the District wishes to encumber any carryover amount to remain in the Operational Account as our fiscal year end Reserved Fund Balance to allow the Rio Rico Medical & Fire District to continue providing services to the community in case of economic downturns and/or unexpected emergencies or requirements, and to provide working capital in the first several months of the fiscal year, until sufficient revenues are available to fund operations.

THEREFORE, it is hereby resolved that the District's Governing Board adopts the 2026-2027 Fiscal Year Operating Budget of $7,450,265 including the 2026-2027 wage scale, and encumbers sufficient funds to cover outstanding items (purchase orders, checks, etc.), any cash and liability reserves, and any carryover amounts to offset taxes (less any unreimbursed stop/loss payments and any adjustments for uncollected out of District fire revenues incurred prior to June 30, 2026) to remain in Operational account as our fiscal year end Carry-Over Reserve Fund Balance.

PASSED AND ADOPTED by the Rio Rico Medical and Fire District Board on the 25th day of June 2026.

ATTEST:

Brad Beach, Clerk of the Board

CERTIFICATION:

I HEREBY CERTIFY that the foregoing Resolution was duly passed and adopted by the Board during a properly noticed meeting in which a quorum was present.

Frank Bejarano, Chair of the Board