



CITY OF KINGMAN COMMUNICATION TO COUNCIL

TO: Honorable Mayor and City Council

FROM: Tina Moline

MEETING DATE: April 7, 2026

AGENDA SUBJECT: Adopt a Notice of Intent to Consider Increasing the Transaction Privilege Tax (TPT) Rate at a Public Hearing on June 16, 2026

SUMMARY:

In FY2024, the City Council adopted a seven-year program to fund street repairs, maintenance, and improvements, utilizing General Fund reserves that are projected to be fully expended by FY2030. As these one-time resources are depleted, a sustainable, recurring revenue source will be necessary to continue the existing program.

On March 5, 2026, the City Council held a work session to review transaction privilege tax (TPT) rate options, the General Fund's fund balance and related policies, community comparison data, and the long-term funding needs of the street maintenance program. The Council also received and addressed public comments and questions during the session.

The Flying Fortress Parkway Traffic Interchange is anticipated to be completed in August 2026, with the connector segment from Grand Canyon Road to Airway Avenue constructed shortly thereafter. However, no construction timeline or dedicated funding has been identified for the remaining connector segment from Airway Avenue to Industrial Boulevard. Implementation of a transaction privilege tax (TPT) increase in FY2027 would enable the City to allocate General Fund reserves toward completion of this critical infrastructure segment.

Staff will provide the City Council with an overview of transaction privilege tax (TPT) rate options, fund balances, and comparative community data.

FISCAL IMPACT:

There is no fiscal impact at this time.

STAFF RECOMMENDATION:

Adopt a Notice of Intent to Consider Increasing the Transaction Privilege Tax (TPT) Rate at a Public Hearing on June 16, 2026

SUGGESTED MOTION:

Adopt a Notice of Intent to Consider Increasing the Transaction Privilege Tax (TPT) Rate at a Public Hearing on June 16, 2026

ATTACHMENTS:

[Tax Discussion - April 2026 NOI Meeting](#)

[AZ City and Town Data](#)