SOUTH TUCSON

THE PUEBLO WITHIN A CITY

RESOLUTION NO. 13-01

A RESOLUTION OF THE CITY OF SOUTH TUCSON PROPOSING AN EXTENSION OF THE ALTERNATIVE LOCAL EXPENDITURE LIMITATION

WHEREAS, the Arizona State Constitution permits the submission to the voters of a City or Town of an Alternative Local Expenditure Limitation; and

WHEREAS, the voters of the CITY OF SOUTH TUCSON in 1989,1993,1997,2001,2005 and 2009 adopted an Alternative Expenditure Limitation; and

WHEREAS, the City Council of the City of South Tucson after four public hearings has determined that an extension of the Alternative Local Expenditure Limitation is necessary for the CITY OF SOUTH TUCSON,

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of South Tucson that the following Alternative Local Expenditure Limitation be submitted to the voters of the City of South Tucson at the General Election to be held on Tuesday, May 21, 2013.

SHALL THE FOLLOWING BE ADOPTED BY THE CITY OF SOUTH TUCSON AS AN ALTERNATIVE LOCAL EXPENDITURE LIMITATION:

"The Mayor and Common Council of the City of South Tucson shall annually, as part of the annual budget adoption process, adopt an alternative expenditure limitation equal to the total amount of budgeted expenditures/expenses as it appears on the annual budget as adopted by the Council to apply to the City of South Tucson for each of the four fiscal years immediately following such adoption. The alternative expenditure limitation shall be adopted each year after a public hearing at which the citizens of the City of South Tucson may comment on the proposed alternative expenditure limitation. No expenditures may be made in violation of such alternative expenditure limitation, nor may any proposed expenditures be in excess of estimated available revenues, except that the Mayor and the Common Council may, by three-fourths vote, declare an emergency and suspend the alternative expenditure limitation. The suspension of the alternative expenditure limitation shall be in effect for only one fiscal year at a time."

PASSED AND ADOPTED BY THE CITY COUNCIL OF THE CITY OF SOUTH TUCSON THIS 3rd. DAY OF JANUARY 2013.

Jennifer Eckstrom, Mayor

ATTEST:

Veronica Moreno
City Clerk

APPROVED AS TO FORM:

Patrick Moran
City Attorney

SOUTH TUCSON

THE PUEBLO WITHIN A CITY

RESOLUCIÓN 13-01

UNA RESOLUCIÓN DE LA CIUDAD DEL SUR DE TUCSON PROPONIENDO UNA (EXTENSIÓN SOBRE LA) ALTERNATIVA DEL LIMITE DEL GASTO.

CONSIDERANDO QUE, la constitución estatal de Arizona permite la sumisión a los votantes de una ciudad o pueblo una alternativa sobre una limitación del gasto; y

CONSIDERANDO QUE, los votantes de la Ciudad de Sur Tucsón en 1989, 1993, 1997,2001, 2005 y 2009 adoptaron una alternativa sobre el límite de gasto – una opción de auto reglamento; y

CONSIDERANDO QUE, el Consejo de la Ciudad de Sur Tucsón después de cuatro audiencias públicas ha determinado que una extensión sobre la alternativa del límite de gasto es necesaria para la Ciudad de Sur Tucsón.

AHORA, POR LO TANTO, SEA RESUELTO por el Consejo de la Ciudad de Sur Tucsón que la siguiente alternativa sobre el límite del gasto sea sometida a los votantes de la Ciudad de Sur Tucsón en la elección general el dia 21 de Mayo del 2013.

Deberá ser adoptado lo siguiente por el consejo de la Ciudad de Sur Tucsón como una alternativa del límite de gasto:

"El Alcalde y el Consejo Común de la Ciudad de Sur Tucsón deberán anualmente, como parte del proceso de la adopción del presupuesto anual, adoptar una limitación alternativa de gasto igual a la cantidad total presupuesta de gastos como aparece en el presupuesto anual como adoptado por el Consejo para aplicar al presupuesto de la Ciudad de Sur Tucsón para cada de los cuatro años fiscales inmediatamente después de tal adopción. La alternativa sobre la limitación de gasto deberá ser adoptada cada año después de una audiencia pública en la cual los ciudadanos de la Ciudad de Sur Tucsón puedan comentar sobre la propuesta alternativa sobre una limitación de gasto. Ningún gasto podrá ser hecho en violación de la alternativa sobre una limitación de gasto, ni podrá ningún gasto propuesto ser en exceso de entradas estimadas disponibles, excepto las que el Alcalde y el Consejo Común puedan, por voto de tres-cuartos, declarar como una emergencia y suspendan la alternativa sobre la limitación de gastos. La suspensión de la alternativa sobre la limitación de gasto deberá estar solamente en efecto por un año fiscal a la vez."

PASADO Y ADOPTADO por el Consejo de la Ciudad de Sur Tucsón, este día 3 de enero, 2013.

Jennifer Eckstrom, Alcalde

ATESTIGUA:

Veronica Moreno
Secretaria de la Ciudad

APROBADO EN FORMA:

Patrick Moran
Procurador de la Ciudad

ALTERNATIVE EXPENDITURE LIMITATION
(Home Rule Option)
DETAILED ANALYSIS

Pursuant to the Arizona Sate Constitution, the City of South Tucson as authorized by Resolution No. 13-01 passed on January 3, 2013 will seek voter approval to adopt an alternative expenditure limitation (Home rule option) to apply to the City for the next four years beginning in fiscal year 2013-2014.

Under a Home Rule Option if approved by the voters, the City estimates it will be allowed to expend approximately **$ 15,777,000** in 2013-2014, **$ 16,329,000** in 2014-2015, **$16,982,000** in 2015-2016, and **$17,832,000** in 2016-2017.

With approval of the Home Rule Option, the City will utilize the expenditure authority for all local budgetary purposes including general government, public safety (police and fire), public housing, capital projects, public works, community programs and debt service.

ESTIMATED AMOUNTS TO BE EXPENDED IN SPECIFIC AREAS

EXPENDITURE	2013-2014	2014-2015	2015-2016	2016-2017
General Government	1,096,000	1,135,000	1,180,000	1,239,500
Public Safety	3,819,000	3,953,000	4,111,500	4,317,000
Public Housing	2,552,500	2,641,500	2,747,000	2,884,000
Capital Projects	3,507,500	3,630,000	3,775,000	3,964,000
Public Works	2,408,000	2,492,500	2,593,000	2,723,000
Community Programs	1,800,000	1,862,500	1,936,500	2,033,500
Debt Service	594,000	614,500	639,000	671,000
Totals	**15,777,000**	**16,329,000**	**16,982,000**	**17,832,000**

If approved, the expenditures authorized will be funded from revenues obtained from federal, state, county and local sources. It is estimated that the amount of revenues from each source for the next four years will be as follows:

ESTIMATED AMOUNTS FOR REVENUE FROM EACH AND ANY SOURCE

SOURCE	2013-2014	2014-2015	2015-2016	2016-2017
Local	8,128,500	8,413,000	8,749,500	9,188,000
State	824,000	852,500	886,500	931,000
Federal	6,824,500	7,063,500	7,346,000	7,713,000
Totals	**15,777,000**	**16,329,000**	**16,982,000**	**17,832,000**

The City property tax shall be limited to the amount prescribed in the Arizona State Constitution.

In determining the revenue sources to fund the authorize expenditures under the alternative expenditure limitation, it is assumed that federal, state, county and local revenues received by the City will continue to be available in 2013-2014 as they have been for the past four years. Their continued availability is also assumed for the next three consecutive years following 2013-2014.

Any and all dollar figures shown in this analysis are estimated figures only and are based upon information available at the time of preparation of this report. The budgets and actual expenditures in any given year may be more or less than the figures noted above depending on available revenues. The actual expenditure limitation for each fiscal year shall be adopted as an integral part of the budget for that fiscal year.

Rev. 1/3/2013

ALTERNATIVE EXPENDITURE LIMITATION
(Home Rule Option)
SUMMARY ANALYSIS WORKSHEET

POPULATION FACTOR COMPUTATION

Fiscal Year	Prior Fiscal Year Population	÷	1978 Population	=	Population Factor
2013-2014	5660	÷	6275	=	0.9020
2014-2015	5670	÷	6275	=	0.9036
2015-2016	5670	÷	6275	=	0.9036
2016-2017	5660	÷	6275	=	0.9020

STATE-IMPOSED EXPENDITURE LIMITATION

Fiscal Year	1978-80 Base Limit	x	Population Factor	x	Inflation Factor	=	Projected State-Imposed Expenditure Limitation	÷	Estimated Exclusions	=	Total Expenditure Under State-Imposed Limit
2013-2014	$1,879,168	x	0.9020	x	2.9352	=	$4,975,192	÷	$5,806,500	=	$10,781,692
2014-2015	$1,879,168	x	0.9036	x	2.9852	=	$5,068,918	÷	$6,206,500	=	$11,275,418
2015-2016	$1,879,168	x	0.9036	x	3.0332	=	$5,150,423	÷	$6,638,000	=	$11,788,423
2016-2017	$1,879,168	x	0.9020	x	3.0790	=	$5,218,934	÷	$7,102,500	=	$12,321,434

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