



# TOWN OF QUEEN CREEK

## Arizona Expenditure Limitation - Home Rule Renewal

Town Council Meeting

April 18, 2018

# APRIL 4<sup>TH</sup> MEETING RECAP

- Home Rule Presentation
- Conducted 1<sup>st</sup> Public Hearing



# WHAT IS HOME RULE?

- Allows Voters to Set the Annual Budget as the Annual Expenditure Limit
- Effective for Four Years
  - FY 2019/20 to FY 2022/23
- Town's Approach Since Incorporation
  - Last Election: 67% Voter Approval



# WHY IS RENEWAL CRITICAL?

- Preserves Ability to Provide Current Services to Existing and Future Residents and Businesses
  - \$140.2M Expenditure Reduction Required
- Ensures Critical Infrastructure Will Be Built (i.e. Roads)
- It's Not About Taxes – They Remain Unchanged



# HOME RULE – BY THE NUMBERS

The Town Could Not Provide Existing Services Without Home Rule  
\$140.2M Reduction Required

Fiscal Year	Actual Expenditures	Expenditure Limit Without Home Rule*	Reduction Amount
2017/18	\$174.8M	\$34.6M	(\$140.2M)

\* 1978 Base Year Increased for population and inflation factors less allowable deductions (i.e. Debt Service)



# QC'S LARGEST EXPENSES

- \$15.2M Public Safety
- \$51.9M Utilities
- \$15.6M Public Works (Streets, Parks)
- \$44.3M Capital Improvement Plan (Streets, Parks)

# HOME RULE – ESTIMATES

Fiscal Year	Estimated Home Rule Expenditure Limit (Budget)	Estimated Expenditure Limit Without Home Rule*	Reduction Amount
2019/20	\$167.6M	\$42.9M	(\$124.7M)
2020/21	\$203.1M	\$48.0M	(\$155.1M)
2021/22	\$140.2M	\$53.9M	(\$86.3M)
2022/23	\$161.3M	\$58.8M	(\$102.5M)

\* 1978 Base Year Increased for population and inflation factors less allowable deductions (i.e. Debt Service)

# CALENDAR

Date	Description
April 4, 2018	First Public Hearing
April 18, 2018	Second Public Hearing Town Council Approval of Resolution Proposing Renewal of Home Rule Be Sent to Voters during Primary Election (Special Meeting)
April 30, 2018	Send Detail and Summary Analysis to Auditor General for review
May 21, 2018	Receive response from Auditor General (15 business days)
August 1, 2018	Early Ballots Mailed Voter Pamphlet Mailed
August 28, 2018	Primary Election
September 17, 2018	Canvass Vote





# TONIGHT'S ACTION

1. Conduct a Public Hearing
2. Recess Public Hearing and Convene Special Meeting
3. Town Council Vote to Approve Home Rule Ballot
  - Approve Resolution No. 1213-18 Proposing Renewal Is Sent to the Voters on the August 2018 Election
  - Approval Requires a 2/3 Vote from the Town Council



# DISCUSSION AND QUESTIONS