

MINUTES OF THE SPECIAL MEETING OF THE HONORABLE MAYOR AND CITY COUNCIL OF THE CITY OF CHANDLER, ARIZONA, held on Thursday, June 9, 2016 held in the Council Chambers, 88 E. Chicago Street, Chandler, Arizona.

The meeting was called to order by Mayor Tibshraeny at approximately 7:50 p.m.

The following members were present:

Jay Tibshraeny	Mayor
Jack Sellers	Vice-Mayor
Nora Ellen	Councilmember
Rick Heumann	Councilmember
René Lopez	Councilmember
Kevin Hartke	Councilmember
Terry Roe	Councilmember

Also in attendance:

Nachie Marquez	Assistant/Acting City Manager
Kay Bigelow	City Attorney
Marla Paddock	City Clerk

MOVED BY COUNCILMEMBER HEUMANN, SECONDED BY COUNCILMEMBER HARTKE TO APPROVE RESOLUTION NO. 4955 ADOPTING THE FISCAL YEAR 2016-17 BUDGET, AND THE CAPITAL IMPROVEMENT PROGRAM BUDGET.

MOTION CARRIED UNANIMOUSLY (7-0).

1. Resolution No. 4955 – Adoption of the Budget and Capital Improvement Program.

ADOPTED RESOLUTION NO. 4955 adopting the FY 2016-17 Budget of \$971,250,607.00 and Capital Improvement Program of \$1,051,672,927.00.

BACKGROUND:

On May 26, 2016, Council adopted Resolution No. 4954 which approved the FY 2016-17 Tentative Budget in the amount of \$971,250,607 and set June 9, 2016, as the date for a public hearing to allow taxpayers to comment and provide input on the budget, CIP and tax levy. A Notice of Public Hearing for "Adoption of the FY 2016-17 Annual Budget and 2017-2026 Capital Improvement Program and Setting of Property Tax Levies" has been posted on the official City website since June 1, 2016, and published in the Arizona Republic on June 1 and June 8, 2016, as required by State statute. The notice includes a summary of the Tentative Budget, with State Auditor General forms (Budget forms) attached, and provides a general description of the ten year CIP. Council action on the budget and CIP is scheduled immediately following tonight's Public Hearing on the Budget, CIP and Tax Levy. Action on the tax levy is scheduled for June 23, 2016.

FY 2016-17 BUDGET AND PROPERTY TAX LEVY

Arizona Revised Statutes provide that the total amounts proposed to be spent in the final budget shall not exceed the total amounts that were proposed for expenditure in the

published tentative estimates. The Tentative Budget of \$971,250,607 includes funding for departmental operating budgets of \$349,567,696; funding for debt service of \$59,454,061;

budget for equipment, technology, and vehicle replacement purchases of \$8,858,918; and contingencies and reserves in the amount of \$102,020,708 in various funds.

The capital budget includes \$139,328,539 in new appropriation; \$310,470,685 in capital carry forward, and contingency and reserve funding of \$1,550,000.

Included in the projected operating revenues of \$452,065,390 is a property tax levy of \$29,165,484 based on a rate of \$1.1600 per \$100 of assessed property value (reduced from \$1.1792) plus \$460,536 for Salt River Project's payment to the City in lieu of property tax for a total of \$29,626,020. Arizona Revised Statutes Truth in Taxation requirements do not apply for FY 2016-17 as the Primary Property Tax Rate is \$0.2900 per \$100 of assessed value (reduced from \$0.2992), which is less than the Truth in Taxation maximum rate of \$0.2978 per \$100 of assessed value as determined by the Property Tax Oversight Commission.

2017-2026 CAPITAL IMPROVEMENT PROGRAM:

City Charter requires the City Manager to present a (minimum) 5-Year CIP for the City of Chandler to the City Council before June 15 of the current fiscal year. The proposed CIP is a 10- year Program. Information regarding the various capital projects, cost estimates, methods of financing, recommended time schedules and estimated annual operating cost were distributed in the proposed budget which is posted on-line and discussed at the Budget Briefing on April 29, 2016. The 2017-2026 CIP totals \$1,051,672,927.

Adjournment: The Mayor adjourned the meeting at 7:52 p.m.

ATTEST:

City Clerk

Mayor

Approved: June 23, 2016

CERTIFICATION

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the Special Meeting of the City Council of Chandler, Arizona held on June 9, 2016. I further certify that the meeting was duly called and held and that a quorum was present.

Dated this _____ day of June 2016

City Clerk