

MINUTES OF THE SPECIAL MEETING OF THE HONORABLE MAYOR AND CITY COUNCIL OF THE CITY OF CHANDLER, ARIZONA, held in the Council Chambers, 88 E. Chicago Street, on Thursday, June 11, 2015.

THE MEETING WAS CALLED TO ORDER BY MAYOR JAY TIBSHRAENY AT 8:14 P.M.

The following members answered roll call:

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

Also in attendance:

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

1. RESOLUTION NO. 4864 - 2015-16 Budget and 2015-2026 Capital Improvement Program

ADOPTED RESOLUTION NO. 4864 adopting the 2015-16 Budget of \$910,614,017.00 and 2015-2026 Capital Improvement Program of \$1,128,395,076.00.

BACKGROUND:

On May 28, 2015 Council adopted Resolution No. 4863 which approved the 2015-16 Tentative Budget in the amount of \$910,614,017 and set June 11, 2015 as the date for a public hearing to allow taxpayers to comment and provide input on the budget, capital improvement program and tax levy. A Notice of Public Hearing for "Adoption of the 2015-16 Annual Budget and 2016- 2025 Capital Improvement Program and Setting of Property Tax Levies" has been posted on the official City website since June 2, 2015 and published in the Arizona Republic on June 3 and June 10, 2015 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 capital improvement program. Council action on the budget and capital improvement program is scheduled immediately following tonight's Public Hearing on the Budget, CIP and Tax Levy. Action on the tax levy is scheduled for June 25, 2015.

FY 2015-16 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 \$910,614,017 includes funding for departmental operating budgets of \$343,362,881; funding for debt service of \$71,430,443; budget for equipment, technology, and vehicle replacement purchases of \$8,826,220; and contingencies and reserves in the amount of \$114,528,428 in various funds. The capital budget includes \$187,355,031 in new appropriation; \$183,561,014 in capital carry forward, and contingency and reserve funding of \$1,550,000.

Included in the projected operating revenues of \$431,163,527 is a property tax levy of \$27,589,866 based on a rate of \$1.1792 per \$100 of assessed property value plus \$480,134 for Salt River Project's payment to the City in lieu of property tax for a total of \$28,070,000. Arizona

Revised Statutes Truth in Taxation requirements do not apply for FY 2015-16 as the Primary Property Tax Rate is being maintained at \$0.2992 per \$100 of assessed value, which is less than the Truth in Taxation maximum rate of \$0.2996 per \$100 of assessed value as determined by the Property Tax Oversight Commission.

FY2016-2025 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 May 1, 2015. The 2016-2025 CIP totals \$1,128,395,076.

COUNCILMEMBER HEUMANN thanked Staff for their work. He complimented the open process to the public. He said this goes far to support the AAA bond rating, of which Chandler is one of the few cities to have that rating.

MOVED BY COUNCILMEMBER HEUMANN, SECONDED BY COUNCILMEMBER ELLEN TO ADOPT RESOLUTION #4864 ADOPTING THE 2015-16 BUDGET OF \$910,614,017.00 AND 2015-2026 CAPITAL IMPROVEMENT PROGRAM OF \$1,128,395,076.00

Vice Mayor Hartke, Councilmember Lopez and the Mayor also shared their comments on how smoothly the Chandler's budget process flows and thanked Staff for doing a thorough job and publically open process.

THE MOTION CARRIED UNANIMOUSLY (7-0).

Adjournment: The meeting was adjourned at approximately 8:19 p.m.

ATTEST: \_\_\_\_\_  
City Clerk

\_\_\_\_\_  
Mayor

Approved: June 25, 2015

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 the 11<sup>th</sup> day of June 2015. I further certify that the meeting was duly called and held and that a quorum was present.

DATED this \_\_\_\_\_ day of June, 2015.

\_\_\_\_\_  
City Clerk