ALTERNATIVE EXPENDITURE LIMITATION
(Home Rule Option)

SUMMARY ANALYSIS

The voters of the Town of Oro Valley in 1982, 1986, 1990, 1994, 1998, 2002, 2006 and 2010 adopted an alternative expenditure limitation (Home Rule Option). The purpose of this election is for the continued use of the Home Rule Option.

Pursuant to the Arizona State Constitution, the Town of Oro Valley seeks voter approval to adopt a Home Rule Option to apply to the town for the next four years beginning in 2015-2016. Under a Home Rule Option if approved by the voters, the town estimates it will be allowed to expend approximately $112,766,507 in 2015-2016, $114,460,028 in 2016-2017, $109,084,068 in 2017-2018 and $111,612,381 in 2018-2019.

With approval of the Home Rule Option, the town will utilize the expenditure authority for all local budgetary purposes including Public Safety, Streets and Roads Maintenance, Development Services, Transit Services, Parks and Recreation, Tourism and Economic Development, Water Utility, Magistrate Court, Stormwater Utility, Administration, Capital Improvement Projects, Municipal Debt Service and Contingency Reserves.

Under the state-imposed limitation, the town estimates it will be allowed to expend approximately $42,350,538 in 2015-2016, $43,047,883 in 2016-2017, $36,773,075 in 2017-2018 and $40,375,788 in 2018-2019 for the operation of your local government. These expenditures include expenditures of constitutionally excludable revenues.

The amount of revenue estimated to be available to fund the operation of your town government is $112,766,507 in 2015-2016, $114,460,028 in 2016-2017, $109,084,068 in 2017-2018 and $111,612,381 in 2018-2019. These revenue estimates are the same under the Home Rule Option or the state-imposed expenditure limitation. The Town of Oro Valley has no local property tax.

Any and all dollar figures presented in this summary are estimates only and are based upon information available at the time of preparation of this analysis. The budget and actual expenditures in any of the four years may be more or less than the expenditures noted above depending on available revenue.

If no alternative expenditure limitation is approved, the state-imposed expenditure limitation will apply to the town.