

**ALTERNATIVE EXPENDITURE LIMITATION  
(HOME RULE OPTION)  
DETAILED ANALYSIS**

Pursuant to the Arizona State Constitution, the City of Coolidge as authorized by resolution No. 18-\_\_ passed on August 28, 2018, will seek voter approval to adopt a local alternative expenditure limitation (Home Rule Option) to apply to the city for the next four years beginning in 2019-2020.

Under a Home Rule Option if approved by the voters, the City estimates it will be allowed to expend approximately \$47,095,776 in 2019-2020, \$50,863,438 in 2020-2021, \$55,949,781 in 2021-2022, and \$61,544,759 in 2022-2023.

With approval of the Home Rule Option, the City will utilize the expenditure authority for all local budgetary purposes including general government, public safety, public works/streets, and cultural/recreation. We estimate that the expenditures for the next four years under the Home Rule Option will be as follows:

**ESTIMATED AMOUNTS TO BE EXPENDED IN SPECIFIC AREAS**

PURPOSE	2019-2020	2020-2021	2021-2022	2022-2023
General Government	31,232,819	33,731,445	37,104,589	40,815,048
Public Safety	7,079,377	7,645,727	8,410,300	9,251,330
Public Works/Streets	7,593,595	8,201,082	9,021,190	9,923,309
Cultural/Recreation	1,189,985	1,285,184	1,413,702	1,555,072
<b>Total Expenditures</b>	<b>47,095,776</b>	<b>50,863,438</b>	<b>55,949,781</b>	<b>61,544,759</b>

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

**ESTIMATED AMOUNTS OF REVENUE FROM EACH AND ANY SOURCE**

Source	2019-2020	2020-2021	2021-2022	2022-2023
Federal	22,274,536	24,056,499	26,462,146	29,108,364
State	5,258,818	5,679,523	6,247,476	6,872,222
Local	19,562,422	21,127,416	23,240,158	25,564,173
<b>Total Revenues</b>	<b>47,095,776</b>	<b>50,863,438</b>	<b>55,949,781</b>	<b>61,544,759</b>

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

In determining the revenue sources to fund the authorized additional expenditures under the alternative expenditure limitation, it is assumed that the federal, state and local revenues received by the City will continue to be available in 2019-2020 as they have for the past four years. Their continued availability is also assumed for the next three consecutive years following 2019-2020.

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.