



RESOLUTION NO. 15-11-02

A RESOLUTION OF THE BOARD OF SUPERVISORS OF GILA COUNTY REGARDING 2016 LEGISLATIVE PRIORITIES

WHEREAS, actions by state government since 2009 have impacted Gila County by approximately \$5.1 million, and

WHEREAS, these actions have resulted in over \$2.0 million in diverted road maintenance funds, \$1.7 million in lost revenue, and \$1.4 million in program shifts, including increasing the county share of justices of the peace salaries, and requiring counties to fund state agencies, and

WHEREAS, these cost shifts caused significant financial distress for Gila County, which is already reeling from the negative financial impacts of the economic downturn and slow recovery, and

WHEREAS, the current structure of the Public Safety Personnel Retirement System (PSPRS) is unsustainable and is placing growing pressure on Gila County taxpayers, and

WHEREAS, the shifting of state agency costs to counties is both an inappropriate use of county taxpayer dollars and an ineffective governance model, forcing county taxpayers to subsidize a state run agency with no county managerial oversight, and

WHEREAS, Gila County has neither the financial capacity to pay for additional state costs, nor the statutory ability to control costs of state administered programs the county is required to fund, and

WHEREAS, Gila County also faces significant risk from the uncertain funding status of federal programs, including the Payment in Lieu of Taxes and Secure Rural Schools programs, and

WHEREAS, Gila County's financial condition continues to be suppressed by declining Net Assessed Value in five out of the last six years and declining sales tax revenue in the first eight months of 2015 likely caused by state changes to sales tax statutes, and

WHEREAS, it is critical to Gila County that the state works to eliminate these cost shifts and revenue reductions in the FY 2017 budget, with the goal of reestablishing a sustainable financial model for the county.

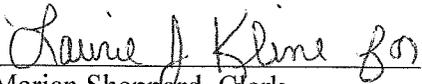
NOW, THEREFORE, BE IT RESOLVED by the Board of Supervisors of Gila County that the Arizona State Legislature is hereby implored to:

- Engage with stakeholders to create a viable, long-term funding and benefit structure in PSPRS that addresses the needs of public safety professionals while protecting the interests of taxpayers; and
- Eliminate mandated county payments to state agencies, including the Arizona Department of Juvenile Corrections, the Arizona Department of Revenue, and the Arizona State Hospital; and
- Engage with counties and other stakeholders to find a mutually beneficial solution that protects both the state and local governments from uncapped liabilities associated with the 1 Percent Constitutional Property Tax Cap while allowing for budget flexibility to respond to constituent needs; and
- Eliminate the local government HURF transfers in the state budget, identify and enact revenue enhancements for the existing HURF distribution system, and pursue policies that improve efficient utilization of transportation resources; and
- Eliminate, fully fund, or require the political parties to pay for the costs associated with the Presidential Preference Election; and
- Restore, in statute, the county share of lottery funds to provide a stable source of revenue for county operations; and
- Continue to include authority for counties to access restricted funds through flexibility language to allow counties the ability to most efficiently manage taxpayer funds;

Thereby providing Gila County and all Arizona counties with the financial stability necessary to continue providing mandated state services to local residents.

PASSED AND ADOPTED this 17th day of November 2015.

Attest:



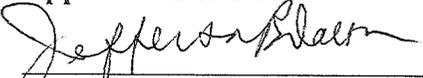
 Marian Sheppard, Clerk

GILA COUNTY BOARD OF SUPERVISORS



 Michael A. Pastor, Chairman

Approved as to form:



 Jefferson R. Dalton
 Deputy Gila County Attorney
 Civil Bureau Chief