

TOWN *Of* **PARADISE VALLEY**



STAFF REPORT

TO: Mayor Mark Stanton and Town Council Members

FROM: Andrew Ching, Town Manager
Leslie DeReche, Chief Financial Officer

DATE: January 22, 2026

DEPARTMENT: Finance
Leslie DeReche, 480.348.3696

AGENDA TITLE:
Permanent Base Increase, Capital Accumulation Fund, and Bond Finance

SUMMARY STATEMENT:

Presentation and discussion of Permanent Base Increase, Capital Accumulation Fund and Bond Finance options.

BACKGROUND:

The Town is subject to an expenditure limitation by state legislation based on 1979—1980 funding levels adjusted for inflation and population growth. The Town has several options available to add more flexibility in spending including permanent base increase, capital accumulation fund, and bond financing. This session continues the discussion from the September 25, 2025 meeting.

ATTACHMENT(S):

- A. Staff report
- B. Presentation
 - 1. DRAFT Budget Calendar
- C. Preliminary Capital Improvement 5-year program
- D. Prior Presentations and Historical Background
 - 1. Presentation – Expenditure Limitation Elections 9/25/2025
 - 2. Expenditure Limit Data – AZ League of Cities and Towns
 - 3. Expenditure Limitation Trends
 - 4. Inflation Impact on Expenditure Limit
 - 5. Presentation – Bond Financing 9/25/2025
 - 6. 1993 Resolution 0772 Capital Projects Accumulation Fund
 - 7. 1993 Publicity Pamphlet Capital Projects Accumulation Fund
 - 8. 1993 Resolution 0788 Canvass of Election

9. 2016 Resolution 2016-13 Permanent Base Adjustment
10. 2016 Publicity Pamphlet Permanent Base Adjustment
11. 2016 Resolution 2016-25 Canvass of Election
12. 2024 City of Gilbert Publicity Pamphlet Permanent Base Adjustment and
Capital Projects Accumulation Fund
13. DRAFT – Calendar – Primary
14. DRAFT – Calendar - General