

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: February 12, 2026

DEPARTMENT: Finance
Leslie DeReche, 480.348.3696

AGENDA TITLE:
Discussion and Possible Action to Adopt Resolution 2026-01 Permanent Base Expenditure Adjustment

RECOMMENDATION:
Adopt Resolution 2026-01

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. At the January 22nd study session, the Council indicated support for a permanent base adjustment and the creation of a capital accumulation fund. Draft resolutions a permanent base adjustment and a capital accumulation fund are presented for discussion along with required permanent base adjustment summary and detail analysis.

ATTACHMENT(S):

- A. Staff report
- B. Resolution 2026-01 – Permanent Base Adjustment
- C. Permanent Base Adjustment Summary Analysis
- D. Permanent Base Adjustment Detail Analysis
- E. Presentation