



Town of Paradise Valley

6401 E Lincoln Dr
Paradise Valley, AZ 85253

Meeting Notice and Agenda

Town Council

Mayor Mark Stanton
Vice Mayor Christine Labelle
Councilmember Ellen Andeen-Keller
Councilmember Karen Liepmann
Councilmember Scott Moore
Councilmember Julie Pace
Councilmember Anna Thomasson

Thursday, June 25, 2026

12:00 PM

Council Chambers

SPECIAL MEETING

1. CALL TO ORDER / ROLL CALL

Notice is hereby given that members of the Town Council will attend either in person or by electronic conference system, pursuant to A.R.S. §38-431(4).

2. ACTION ITEMS

The Town Council May Take Action on This Item. Citizens may address the Council regarding any or all of these items. Those making comments are limited to three (3) minutes. Speakers may not yield their time to others. Please fill out a Speaker Request form prior to the start of the meeting and indicate which item you would like to address.

26-199

Discussion and Possible Action to Suspend Section VII of the Town Council Rules of Procedure Regarding Remote Attendance at Council Meetings

Recommendation: Suspend the provision in Section VII of the Town Council Rules and Procedures prohibiting more than three Council Members from attending a Council meeting remotely via audio/video conference.

Staff Contact: Duncan Miller, 480-348-3610

26-198

Discussion and Possible Action to Approve Resolution 2026-11 Amending Resolution 2026-01 Relating to Proposing a Permanent Adjustment to the 1979-1980 Base Expenditure Limit of the Town of Paradise Valley to be Submitted to the Voters of the Town at the General Election on November 3, 2026

Recommendation: Adopt Resolution 2026-11

Staff Contact: Andrew Ching, 480-348-3690

3. EXECUTIVE SESSION

26-197

The Town Council may go into executive session at one or more times during the meeting as needed to confer with the Town Attorney for legal advice regarding any of the items listed on the agenda as authorized by A.R.S. §38-431.03(A)(3).

4. ADJOURN

AGENDA IS SUBJECT TO CHANGE

**Notice is hereby given that pursuant to A.R.S. §1-602.A.9, subject to certain specified statutory exceptions, parents have a right to consent before the State or any of its political subdivisions make a video or audio recording of a minor child. Meetings of the Town Council are audio and/or video recorded, and, as a result, proceedings in which children are present may be subject to such recording. Parents in order to exercise their rights may either file written consent with the Town Clerk to such recording, or take personal action to ensure that their child or children are not present when a recording may be made. If a child is present at the time a recording is made, the Town will assume that the rights afforded parents pursuant to A.R.S. §1-602.A.9 have been waived.*

The Town of Paradise Valley endeavors to make all public meetings accessible to persons with disabilities. With 72 hours advance notice, special assistance can also be provided for disabled persons at public meetings. Please call 480-948-7411 (voice) or 480-483-1811 (TDD) to request accommodation to participate in the Town Council meeting.



Action Report

File #: 26-199

AGENDA TITLE:

Discussion and Possible Action to Suspend Section VII of the Town Council Rules of Procedure Regarding Remote Attendance at Council Meetings

RECOMMENDATION:

Suspend the provision in Section VII of the Town Council Rules and Procedures prohibiting more than three Council Members from attending a Council meeting remotely via audio/video conference.

STAFF CONTACT:

TOWN
Of
PARADISE VALLEY



STAFF REPORT

TO: Mayor Stanton and Town Council Members

FROM: Andrew B. Ching, Town Manager
Duncan Miller, Town Clerk

DATE: June 25, 2026

DEPARTMENT: Town Manager
Duncan Miller, 480-348-3610

AGENDA TITLE:

Discussion and Possible Action to Suspend Section VII of the Town Council Rules of Procedure Regarding Remote Attendance at Council Meetings

RECOMMENDATION:

Suspend the provision in Section VII of the Town Council Rules and Procedures prohibiting more than three Council Members from attending a Council meeting remotely via audio/video conference.

SUMMARY STATEMENT:

Town Council Rules and Procedures Section VII Quorum states that not more than three Council Members may participate in a meeting electronically by telephone or video communication. As this meeting is expected to be brief with only one routine matter under consideration, it is anticipated that more than three Council Members will attend remotely.

Section XIX of the Rules and Procedures grants the Town Council the authority to suspend or amend its rules by a majority vote.



Action Report

File #: 26-198

AGENDA TITLE:

Discussion and Possible Action to Approve Resolution 2026-11 Amending Resolution 2026-01 Relating to Proposing a Permanent Adjustment to the 1979-1980 Base Expenditure Limit of the Town of Paradise Valley to be Submitted to the Voters of the Town at the General Election on November 3, 2026

RECOMMENDATION:

Adopt Resolution 2026-11

STAFF CONTACT:

TOWN
Of
PARADISE VALLEY



STAFF REPORT

TO: Mayor Mark Stanton and Town Council Members

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

DATE: June 25, 2026

DEPARTMENT: Finance
Leslie DeReche, 480.348.3696

AGENDA TITLE:
Discussion and Possible Action to Approve Resolution 2026-11 Amending Resolution 2026-01 Relating to Proposing a Permanent Adjustment to the 1979-1980 Base Expenditure Limit of the Town of Paradise Valley to be Submitted to the Voters of the Town at the General Election on November 3, 2026

RECOMMENDATION:
Adopt Resolution 2026-11.

SUMMARY STATEMENT:
The purpose of Resolution 2026-11 is to amend Section 2 of Resolution 2026-01 relating to the proposed permanent adjustment to the base expenditure limit of the Town of Paradise Valley to reflect updated population and inflation data.

BACKGROUND:
The Town Council adopted Resolution 2026-01 on February 12, 2026. It authorized a \$4,219,372 permanent adjustment to the Town's 1979-1980 Base Expenditure Limit which would result in an increase of \$20 million in current dollars. Subsequently, the population estimates and inflation factor used to calculate the expenditure limitation were updated in April 2026. The Arizona Auditor General's Office has directed the Town to revise the calculation accordingly. Using the updated data changes the adjustment amount from \$4,219,372 to \$3,940,190 in 1979-1980 dollars to maintain the Council's intent of a \$20 million adjustment in current dollars.

Effect of not Adopting Resolution 2026-11

If the Town Council does not amend Resolution 2026-01, the original \$4,219,372 expenditure limit adjustment amount would appear on the ballot which, if passed by the voters, would increase the Town's expenditure limit to greater than \$20 million.

ATTACHMENT(S):

- A. Staff report
- B. Resolution 2026-11
- C. Permanent Base Adjustment Summary Analysis
- D. Permanent Base Adjustment Detail Analysis
- E1. February 12, 2026 Staff Report
- E2. Resolution 2026-01
- E3. Permanent Base Adjustment Summary Analysis
- E4. Permanent Base Adjustment Detail Analysis
- E5. Presentation

RESOLUTION NUMBER 2026-11

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE TOWN OF PARADISE VALLEY, ARIZONA, AMENDING RESOLUTION 2026-01 RELATING TO PROPOSING A PERMANENT ADJUSTMENT TO THE 1979-1980 BASE EXPENDITURE LIMIT OF THE TOWN OF PARADISE VALLEY TO BE SUBMITTED TO THE VOTERS OF THE TOWN OF PARADISE VALLEY AT THE GENERAL ELECTION ON NOVEMBER 3, 2026.

WHEREAS, Article IX, Section 20(6) of the Arizona Constitution permits the Mayor and Town Council (the “Town Council”) of the Town of Paradise Valley (the “Town”), by an affirmative vote of two-thirds of the Town Council, to submit to the voters a proposal to permanently adjust the Town’s state-imposed 1979-1980 base expenditure limit (a “Permanent Base Adjustment”); and

WHEREAS, on February 12, 2026, the Town Council adopted Resolution 2026-01, referring a Permanent Base Adjustment in the amount of \$4,219,372 (the “Original Adjustment Amount”) to the voters of the Town at the November 3, 2026, general election; and

WHEREAS, the Original Adjustment Amount, when applied to the 1979-1980 expenditure base limit was intended to result in a \$20 Million increase to the Town’s expenditure authority beginning in Fiscal Year 2027-2028; and

WHEREAS, subsequent to the adoption of Resolution 2026-01, updated calculations for population and inflation were provided to the Town such that application of the Original Adjustment Amount would result in an increase to the Town’s expenditure greater than \$20 Million for fiscal years beginning with 2027-28; and

WHEREAS, the Town Council has determined it is necessary to reduce the Original Adjustment Amount by the amount necessary to ensure that the increase in the Town’s base expenditure limit is restricted to the \$20 Million originally intended by the Town Council (such reduced amount is anticipated to be \$3,940,190, the “Reduced Adjustment Amount”).

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Town of Paradise Valley, Arizona, as follows:

Section 1. The recitals above are hereby incorporated as if fully set forth herein.

Section 2. Section 2 of Resolution 2026-01 is hereby amended to replace the Original Adjustment Amount with the Reduced Adjustment Amount.

Section 3. Except as specifically modified herein, Resolution 2026-01 shall remain in full force and effect.

Section 4. The Town Clerk, the Town Manager, and the Town Attorney are hereby authorized and directed to take such other actions as are required by law or necessary to conduct the election.

PASSED, ADOPTED, AND APPROVED by the Town Council of the Town of Paradise Valley on this [XXX] day of [XXXX] 2026.

Mark Stanton, Mayor

ATTEST:

Duncan Miller, Town Clerk

APPROVED AS TO FORM:

Andrew McGuire, Town Attorney

PERMANENT BASE ADJUSTMENT

SUMMARY ANALYSIS

Pursuant to the Arizona State Constitution, the Town of Paradise Valley (the "Town") seeks voter approval to permanently adjust the expenditure base of the Town as determined by the Economic Estimates Commission. If approved by the voters, the Town's 1979-80 base expenditure limitation will be increased by \$3,940,190 adjusted each future year for population and inflation growth since 1979-80.

With voter approval, in 2027-28 the Town's expenditure limitation will increase by \$20,000,000, from \$51,702,050 to \$71,702,050. The Town will utilize the additional expenditure authority for any local budgetary purposes including public safety and street improvements. (The dollar figures in this statement are estimates only.)

If approved, the additional authorized expenditures will be funded from revenues obtained from state and local sources.

PERMANENT BASE ADJUSTMENT DETAILED ANALYSIS

Pursuant to the Arizona State Constitution, the Town of Paradise Valley (the "Town"), as authorized by Resolution 2026-01 passed on February 12, 2026 and amended by Resolution 2026-11 passed on June 25, 2026, will seek voter approval to permanently adjust the expenditure base of the Town as determined by the Economic Estimates Commission.

With voter approval, the Town will (i) permanently increase the 1979-80 expenditure base of the Town by \$3,940,190 beginning in fiscal year 2027-2028 and (ii) utilize the additional expenditure authority for all local budgetary purposes including but not limited to public safety and street improvements.

If approved, the additional expenditures authorized will be funded from revenue obtained from federal, state and local sources. In 2027-2028, the Town's expenditure limitation will increase by \$20,000,000, from \$51,702,050 to \$71,702,050. In Fiscal Year 2027-2028, none of the revenue required to fund the additional authorized expenditures will be obtained from federal sources while \$1,500,000 will be acquired through state sources and the remaining \$18,500,000 will be funded through local revenue sources. All dollar figures in this analysis are estimates only.

In determining the revenue sources to fund the authorized additional expenditures, it is assumed that the state and local revenues received by the Town will continue to be available and increase as they have for the past 10 years. In the past 10 years, state revenue has increased on average by approximately 5.8% and local revenue has increased on average by approximately 10.5% each year.

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

RESOLUTION NUMBER 2026-01

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE TOWN OF PARADISE VALLEY, ARIZONA, PROPOSING A PERMANENT ADJUSTMENT TO THE 1979-1980 BASE EXPENDITURE LIMIT OF THE TOWN OF PARADISE VALLEY TO BE SUBMITTED TO THE VOTERS OF THE TOWN OF PARADISE VALLEY AT THE PRIMARY ELECTION ON JULY 21, 2026.

WHEREAS, Article IX, Section 20(6) of the Arizona Constitution permits the Mayor and Town Council (the “Town Council”) of the Town of Paradise Valley (the “Town”), by an affirmative vote of two-thirds of the Town Council, to submit to the voters a proposal to permanently adjust the Town’s state-imposed 1979-1980 base expenditure limit (a “Permanent Base Adjustment”); and

WHEREAS, a Permanent Base Adjustment may be referred to the voters of the Town at a regularly scheduled general election or at a nonpartisan election held for the nomination or election of the members of the Town Council; and

WHEREAS, the Town Council has determined that a Permanent Base Adjustment does not impose any new or additional taxes; and

WHEREAS, the Town Council has determined it is in the best interests of the Town to adjust its base expenditure limit and to submit the question to the voters for approval.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Town of Paradise Valley, Arizona, as follows:

Section 1. The recitals above are hereby incorporated as if fully set forth herein.

Section 2. A Permanent Base Adjustment shall be submitted to the qualified voters of the Town at the July 21, 2026, primary election, as follows:

SHALL THE EXPENDITURE BASE OF THE TOWN OF PARADISE VALLEY BE PERMANENTLY ADJUSTED BY \$4,219,372?

Section 3. The election shall be held pursuant to the provisions of the Arizona Constitution, the laws of the State of Arizona, and the Town Code.

Section 4. The Town Clerk is authorized, in accordance with A.R.S. § 19-124, to collect a fee of \$25.00 for the printing of publicity pamphlet arguments. All fees shall be deposited with the Town Clerk at the time the argument is filed.

Section 5. The Town Manager and the Town Clerk are hereby authorized and directed to enter into an intergovernmental agreement with the Maricopa County Elections Department on behalf of the Town for election services.

Section 6. The Town Clerk, the Town Manager, and the Town Attorney are hereby authorized and directed to take such other actions as are required by law or necessary to conduct the election.

PASSED, ADOPTED, AND APPROVED by the Town Council of the Town of Paradise Valley on this 12th day of February 2026.

Mark Stanton, Mayor

ATTEST:

Duncan Miller, Town Clerk

APPROVED AS TO FORM:

Andrew McGuire, Town Attorney

PERMANENT BASE ADJUSTMENT

SUMMARY ANALYSIS

Pursuant to the Arizona State Constitution, the Town of Paradise Valley (the "Town") seeks voter approval to permanently adjust the expenditure base of the Town as determined by the Economic Estimates Commission. If approved by the voters, the Town's 1979-80 base expenditure limitation will be increased by \$4,219,372 adjusted each future year for population and inflation growth since 1979-80.

With voter approval, in 2027-28 the Town's expenditure limitation will increase by \$20,000,000, from \$48,281,082 to \$68,281,082. The Town will utilize the additional expenditure authority for any local budgetary purposes including public safety and street improvements. (The dollar figures in this statement are estimates only.)

If approved, the additional authorized expenditures will be funded from revenues obtained from state and local sources.

PERMANENT BASE ADJUSTMENT DETAILED ANALYSIS

Pursuant to the Arizona State Constitution, the Town of Paradise Valley (the "Town"), as authorized by Resolution 2026-01 passed on February 12, 2026, will seek voter approval to permanently adjust the expenditure base of the Town as determined by the Economic Estimates Commission.

With voter approval, the Town will (i) permanently increase the 1979-80 expenditure base of the Town by \$4,219,372 beginning in fiscal year 2027-2028 and (ii) utilize the additional expenditure authority for all local budgetary purposes including but not limited to public safety and street improvements.

If approved, the additional expenditures authorized will be funded from revenue obtained from federal, state and local sources. In 2027-2028, the Town's expenditure limitation will increase by \$20,000,000, from \$48,281,082 to \$68,281,082. In Fiscal Year 2027-2028, none of the revenue required to fund the additional authorized expenditures will be obtained from federal sources while \$1,500,000 will be acquired through state sources and the remaining \$18,500,000 will be funded through local revenue sources. All dollar figures in this analysis are estimates only.

In determining the revenue sources to fund the authorized additional expenditures, it is assumed that the state and local revenues received by the Town will continue to be available and increase as they have for the past 10 years. In the past 10 years, state revenue has increased on average by approximately 5.8% and local revenue has increased on average by approximately 10.5% each year.



Alternative Expenditure Limitation Adjustment

February 12, 2026

Arizona Expenditure Limitation Law

What: Constitutional Amendment Approved by Arizona Voters in 1980

Purpose: To Control Expenditures of Local Revenues and Limit Future Spending to Inflation, Population Changes, and Voter Approved Adjustments

Not Considered in Determining the Limit:

- Revenues or reserves
- New and expanded public services
- Seasonal population changes



Expenditure Limitation Law

Exclusions:

- Debt Service, Capital Leases, and Grants
- “Excess” HURF revenues
- Investment income

Who: Economic Estimates Commission (EEC)
determines Limitation Annually

- 1979-80 Base Year



Permanent Base Adjustment

*Arizona Constitution
Article IX, Section 20, Subsection 6*

- A city or town may adjust the base expenditure limit by the affirmative vote of two-thirds of the Council and approved by a majority of the voters
- The adjustment is effective at the beginning of the fiscal year immediately following the approval
- One-time election that permanently increases limit
- Adjustments are expressed in 1979-80 dollars
- Vote must be held at a regular primary or general election



History

Permanent Base Adjustment Elections

	2000	2006	2016
Increase (1979-80 dollars)	\$2,850,000 120.8%	\$1,431,543 26.8%	\$3,540,285 53.2%
Increase Equivalent Dollars	\$7,955,000	\$4,900,300	\$14,000,000
Stated Purpose	Sewer system and street improvements including landscaping, recreation paths, medians, landscaping, and traffic calming	Fire Service, improved street maintenance, improved maintenance of public properties, and in-house plan review	Police, fire, wastewater, alarm services, convention and visitor promotions, buried power lines
Election Date	General (Special) November	General May	General November
Election Result	Turnout = 86% Yes = 80%	Turnout = 38% Yes = 76%	Turnout = 84% Yes = 65%

Resolution 2026-01

- With voter approval, in 2027-28 the Town's expenditure limitation will increase by \$20,000,000 from \$48,281,082 to \$68,281,082.
- The additional expenditure authority will be used for local budgetary purposes including public safety and street improvements.
- Does not impose any new or additional taxes

RESOLUTION NUMBER 2026-01

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE TOWN OF PARADISE VALLEY, ARIZONA, PROPOSING A PERMANENT ADJUSTMENT TO THE 1979-1980 BASE EXPENDITURE LIMIT OF THE TOWN OF PARADISE VALLEY TO BE SUBMITTED TO THE VOTERS OF THE TOWN OF PARADISE VALLEY AT THE PRIMARY ELECTION ON JULY 21, 2026.

WHEREAS, Article IX, Section 20(6) of the Arizona Constitution permits the Mayor and Town Council (the "Town Council") of the Town of Paradise Valley (the "Town"), by an affirmative vote of two-thirds of the Town Council, to submit to the voters a proposal to permanently adjust the Town's state-imposed 1979-1980 base expenditure limit (a "Permanent Base Adjustment"); and

WHEREAS, a Permanent Base Adjustment may be referred to the voters of the Town at a regularly scheduled general election or at a nonpartisan election held for the nomination or election of the members of the Town Council; and

WHEREAS, the Town Council has determined that a Permanent Base Adjustment does not impose any new or additional taxes; and

WHEREAS, the Town Council has determined it is in the best interests of the Town to adjust its base expenditure limit and to submit the question to the voters for approval.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Town of Paradise Valley, Arizona, as follows:

Section 1. The recitals above are hereby incorporated as if fully set forth herein.

Section 2. A Permanent Base Adjustment shall be submitted to the qualified voters of the Town at the July 21, 2026, primary election, as follows:

SHALL THE EXPENDITURE BASE OF THE TOWN OF PARADISE VALLEY BE PERMANENTLY ADJUSTED BY \$4,219,372? **22**

Capital Projects Accumulation Fund

Arizona Constitution

Article IX, Section 20, Subsection 3(d)(vii)

The Town may exclude revenues accumulated to pay for certain capital projects. Voters must approve both the projects and the accumulation of revenue.

History

1993 CPAF Election	Amount / Purpose
Approved by 68% Expired in 2004	\$35 Million for flood control, utility undergrounding, roads & sewer service

Resolution 2026-02

- With voter approval, any revenue accumulated for capital projects and land expenditures, including streets, sewer systems, and all other capital improvements shall be excluded from the Town's state-mandated expenditure limit.
- Does not impose any new or additional taxes

RESOLUTION NUMBER 2026-02

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE TOWN OF PARADISE VALLEY, ARIZONA, PROPOSING A CAPITAL PROJECTS ACCUMULATION FUND EXEMPTION TO THE EXPENDITURE LIMITATION PRESCRIBED BY ARTICLE IX, SECTION 20, OF THE CONSTITUTION OF ARIZONA BE SUBMITTED TO THE VOTERS OF THE TOWN OF TOWN OF PARADISE VALLEY AT THE PRIMARY ELECTION ON JULY 21, 2026.

WHEREAS, Article IX, Section 20(3)(d)(viii) of the Arizona Constitution permits an exemption from the State-mandated expenditure limit for "[a]ny amounts or property accumulated for the purpose of purchasing land, building or improvements or constructing buildings or improvements" (this exemption is referred to as a "Capital Projects Accumulation Fund"), if such exemption has been approved by the voters; and

WHEREAS, the Mayor and Town Council (the "Town Council") of the Town of Paradise Valley (the "Town") have determined it is in the best interests of the Town to accumulate revenues over time to pay for capital improvements; and

WHEREAS, the Town Council has determined that a Capital Projects Accumulation Fund does not impose any new or additional taxes; and

WHEREAS, the Town Council has determined it is in the best interests of the Town to submit the question to the voters to request approval of a Capital Projects Accumulation Fund.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Town of Paradise Valley, Arizona, as follows:

Section 1. The recitals above are hereby incorporated as if fully set forth herein.

Section 2. A Capital Projects Accumulation Fund shall be submitted to the qualified voters of the Town at the July 21, 2026, primary election, as follows:

SHALL THE TOWN BE ALLOWED TO EXCLUDE CAPITAL PROJECTS AND LAND EXPENDITURES, INCLUDING STREETS, SEWER SYSTEMS, WATER SYSTEMS, AND ALL OTHER CAPITAL IMPROVEMENTS FROM ITS STATE-**24** MANDATED EXPENDITURE LIMIT?



Questions?



Town of Paradise Valley

6401 E Lincoln Dr
Paradise Valley, AZ 85253

Action Report

File #: 26-197

The Town Council may go into executive session at one or more times during the meeting as needed to confer with the Town Attorney for legal advice regarding any of the items listed on the agenda as authorized by A.R.S. §38-431.03(A)(3).