



Resolution

RESOLUTION NO. 946

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF SAN LUIS, ARIZONA, THROUGH THE LEAGUE OF ARIZONA CITIES AND TOWNS AND ITS MUNICIPAL MEMBERS, CALL UPON THE ARIZONA STATE LEGISLATURE NOT TO FURTHER REDUCE THE HIGHWAY USER REVENUE FUND ALLOCATIONS TO ARIZONA CITIES AND TOWNS. SAN LUIS FURTHER ADVOCATES THAT THE ARIZONA LEGISLATURE DEVELOP A PLAN TO, AT A MINIMUM, RESTORE HURF FUNDING TO ARIZONA CITIES AND TOWNS TO THE FISCAL YEAR 2008 LEVELS OVER THE NEXT 3 TO 5 YEAR PERIOD.

WHEREAS, the State of Arizona is mandated under ARS 28-6540 to distribute revenues collected on sales of motor vehicle fuel to Arizona Cities and Counties based upon a distribution formula; and

WHEREAS, Article IX Section 14 of the State Constitution mandates all Highway User Revenues fee be used solely for construction, maintenance, repair and reconstruction of local streets and roads; and

WHEREAS, the Arizona Highway User Fund was set up as a method of sharing State gas tax revenues with Arizona municipalities; and

WHEREAS, the State of Arizona has swept 25% of these revenues from Arizona Municipalities to fund the operations of the Arizona Department of Public Safety (DSP); and

WHEREAS, additional losses of State Shared Revenue have made General Fund revenues insufficient to subsidize road repair; and

WHEREAS, the City of San Luis will no longer be able to do either minor or major future local road construction, reconstruction or maintenance; and

1 **WHEREAS**, as local streets decline, public and private sector construction jobs are lost
2 and economic growth suffers; and

3 **WHEREAS**, the City will be forced to seek higher local taxation to replace swept and
4 lost State revenues for street repair or allow it's transportation infrastructure to fall into
further disrepair; and

5 **WHEREAS**, local residents have endured increases in local taxes and user fees to cover
6 losses of State Shared revenue to pay for the operation of State departments and balance the
State budget.

7 **NOW, THEREFORE, BE IT RESOLVED**, by the Mayor and Council of the City of
8 San Luis supports the submission of a resolution to the Arizona League of Cities and Towns
9 that would require the State of Arizona Executive and Legislative Branch to 1) freeze or
discontinue future sweeps of municipal HURF and 2) restore HURF sweeps to 2008 levels
over a three to five year period beginning with the State FY 2012/2013.

10 **PASSED AND ADOPTED** by the Mayor and Council of the City of San Luis, Arizona, this
11 13th day of July, 2011.

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for Juan Carlos Escamilla, Mayor

15 Attest:

16 Approved as to Form:

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Sonia Cuello, City Clerk

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23 Glenn Gimbut, City Attorney
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