

NOTICE OF PROPOSED TAX INCREASE

In accordance with A.R.S. § 9-499.15, and pursuant to A.R.S § 42-17151, public notice is hereby given that the Gilbert Town Council will adopt its property tax levy for Fiscal Year 2020-21 at a public hearing and that the secondary property tax levy may be increased over the approved FY 2019-20 secondary tax level.

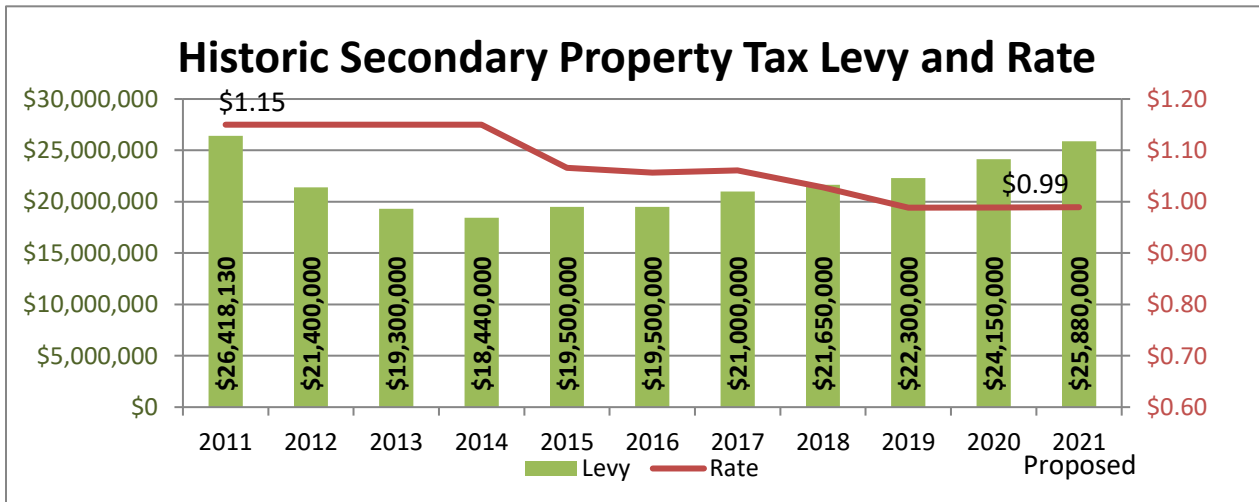
Annually, the secondary property tax levy and resulting tax rate must be approved by ordinance. The introduction and first public hearing of the FY 2020-21 property tax levy and resulting property tax rate was held on Tuesday, May 5, 2020 at 6:30 pm in the Town Council Chambers. **Due to the Governor’s 8:00 pm curfew on June 2 and to conserve law enforcement resources, the Town Council will delay the property tax discussion and will further meet for the purpose of the second and final hearing of the property tax levy and resulting property tax rate on Tuesday, June 16, 2020** at 6:30 pm in the Town Council Chambers (50 E. Civic Center Drive, Gilbert). Please review the Town’s website (<https://www.gilbertaz.gov/community/residents/covid-19-information>) for up-to-date information on how to participate in public meetings and any operational changes that may be in place during the COVID-19 response.

The required debt service payments for FY 2020-21 are estimated as follows:

Debt Paid with Secondary Property Tax	FY 21 Debt Service
General Obligation Bonds, Series 2017 (Streets)	\$ 21,770,000
General Obligation Bonds, Series 2020 (Streets—2008 Refunding)	\$ 601,000
General Obligation Bonds, Series 2020 (Public Safety)	\$ 3,515,000
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Total	\$ 25,886,000

The proposed levy for FY 2020-21 is \$25.88m (\$.9896 tax rate). This includes the debt service for the Public Safety Training Facility that was authorized by voters on the November 6, 2018 ballot. Gilbert made the decision to delay issuing the Public Safety Training Facility bonds from Spring of 2019 to Spring of 2020. That decision resulted in approximately \$5.6m less in total borrowing costs vs if the bonds had been issued last Spring. In May, Gilbert also refinanced the remaining portion of the 2008 GO Bonds for a savings of almost \$800,000 or about 5%.

For comparison, below is a chart of historic property tax levies and rates for Gilbert.



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