

ECONOMIC ESTIMATES COMMISSION

Department of Revenue Building



Janice K. Brewer
Governor

David Raber
Chairman

Elliott D. Pollack
Member

Alan E. Maguire
Member

February 27, 2014

The Honorable Janice K. Brewer
Governor, State of Arizona
1700 West Washington
Phoenix, AZ 85007

The Honorable Andy Biggs
President, Arizona State Senate
1700 West Washington, Senate Wing
Phoenix, AZ 85007

The Honorable Andy Tobin
Speaker, Arizona House of Representatives
1700 West Washington, House Wing
Phoenix, AZ 85007

Dear Governor Brewer, President Biggs, and Speaker Tobin:

Pursuant to Section 21, Article 9 of the Constitution, the Economic Estimates Commission is submitting the preliminary aggregate expenditure limitation for fiscal year 2014/15 for school districts. The fiscal year 2014/15 limit of \$5,775,245,696 is computed as shown on the attachment. This expenditure limit represents an increase of 0.37% over the final fiscal year 2013/14 expenditure limit of \$5,754,191,463.

Please contact Karshannon Gene in Economic Research and Analysis at (602) 716-6942 if you have any questions.

Sincerely,

ECONOMIC ESTIMATES COMMISSION

David Raber, Chairman

CALCULATION FOR PRELIMINARY AGGREGATE EXPENDITURE LIMITATION FOR SCHOOL DISTRICTS

$\frac{2013/14 \text{ Student Count (estimate)}}{1978/79 \text{ Student Count}}$	X	$\frac{\text{Preliminary 2013 GDP Implicit Price Deflator}}{1978 \text{ GDP Implicit Price Deflator}}$	X	$1979/80 \text{ Aggregate Base Limit}$	=	$\text{FY 2014/15 Aggregate Expenditure Limit for School Districts}$	X	$\text{Voter Approved 10\% Increase}$	=	PRELIMINARY FY 2014/15 AGGREGATE EXPENDITURE LIMIT FOR SCHOOL DISTRICTS
$\frac{925,377}{490,754}$		$\frac{106.467}{37.685}$		$\$985,544,934$	=	$\$5,250,223,360$		1.10	=	$\underline{\underline{\$5,775,245,696}}$

STUDENT COUNT SOURCE: Department of Education

* SOURCE: (2013 GDP Implicit Price Deflator - Global Insight, February 2014)/(1978 GDP Implicit Price Deflator) = 106.467/37.685