

Proposition 316 – HCR 2021 – FOR ARGUMENTS

Vote YES on Proposition XXX – Municipal Transaction Privilege Tax

All municipalities in Arizona generate revenue to support local projects and programs through some form of transaction privilege tax (TPT), commonly referred to as a “sales tax.” In most cities in Arizona, this includes a tax that is collected from businesses that sell food for home consumption. For many communities, this “food tax” is an essential source of revenue that supports critical services.

Prop XXX offers a balanced approach to managing the food tax going forward. Cities and towns would retain their existing resources, so city services are not negatively impacted. Also, with the passage of Prop XXX, a city will need voter approval from local voters if they ever want to raise the food tax, subject to a maximum cap. Cities above the cap would only be allowed to lower their food tax.

Prop XXX strikes a meaningful compromise between household affordability for residents, capturing funding from tourists and visitors who utilize public infrastructure and public services, and maintaining budget stability for cities and towns. Support for Prop XXX means support for the fiscal health of Arizona’s cities and towns and the quality of life of their residents. It ensures that authority over the food tax remains firmly in the hands of the people of Arizona.

Please vote YES on Proposition XXX.

Sincerely,
Kevin Hartke
Mayor, City of Chandler
President, The League of Arizona Cities and Towns

René Guillen
Executive Director, The League of Arizona Cities and Towns

**Kevin Hartke, Mayor, City of Chandler, Chandler and Rene Guillen, Jr., Executive
Director, League of Arizona Cities and Towns**
Sponsored by Rene Guillen