RESOLUTION NO. 9-20-2023-1

RESOLUTION OF THE FALCON FIRE PROTECTION DISTRICT IN OPPOSITION TO THE STATEWIDE PROPOSAL, PROPOSITION HH

WHEREAS, the vast majority of local governments, but not the State of Colorado, levy a property tax to support essential public services and infrastructure;

WHEREAS, special districts are more dependent on property tax revenue than any other type of local government, as it is often their primary or even sole source of revenue;

WHEREAS, inflation from 2020 to 2023 has increased by nearly 18 percent and special districts have not benefitted from increased sales and use tax receipts to offset increased costs of labor, materials, and services;

WHEREAS, special districts played a historic role in responding to the demands of the COVID-19 pandemic, but received few, if any, federal relief funds;

WHEREAS, Proposition HH will mandate reductions in local property taxes for at least ten years, resulting in billions of dollars of lost revenue for local governments without any reduction in service obligations;

WHEREAS, Proposition HH will increase the State's TABOR spending limit, allowing the State to spend billions of dollars more than it did before, while placing a property tax revenue limit lower than allowed by TABOR on local governments;

WHEREAS, the ballot question for Proposition HH indicates that local governments will be reimbursed from state funds for lost property tax revenue, but that those reimbursements are a small percentage of the billions of dollars more that the State will retain, and that most special districts will be ineligible for reimbursements early in the ten-year period of Proposition HH;

WHEREAS, special districts have worked with their local voters to propose and approve property taxes, or to retain and spend revenues therefrom, to support services, facilities and infrastructure needed and desired by the community and, more generally, to support public health, welfare, and safety; and

WHEREAS, Proposition HH undermines the short- and long-range planning efforts of Colorado's special districts that are necessary to absorb inflationary pressures, to increase salaries and compensation for employees, to support existing and grow new public programs, to construct and maintain government infrastructure, and to respond to the needs and emergencies of Colorado's communities.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE FALCON FIRE PROTECTION DISTRICT AS FOLLOWS:

- 1. It is the position of the Board of Directors of the Falcon Fire Protection District that special districts and their constituents are best suited to determine the revenues necessary to meet the needs, expectations, and demands of the communities they serve.
- 2. The Board of Directors recognizes that special districts are accountable to their local voters, who may take action if the taxes they pay are not warranted for the services, facilities, and infrastructure provided by special districts in their communities.
- 3. The District will see an immediate drop in its property tax revenue of over One Million Dollars in just the first year Proposition HH is implemented. The District's largest General Fund expense is payroll and benefits for its employees who serve the community. New ladder trucks cost over One Million Dollars. The District relies on property tax revenue to fund its operations and capital reserves.
- 4. For the reasons set forth above, the Board of Directors concludes that Proposition HH diminishes the long term ability of the Falcon Fire Protection District to provide vital services, including fire suppression, fire prevention, emergency medical, ambulance, emergency rescue and hazardous materials services to the citizens and property within its jurisdiction, and to individuals passing through its jurisdiction. Services that the public needs, expects, and demands; and, therefore, the Board strongly urges a NO vote on Proposition HH at the statewide election on November 7, 2023.

APPROVED AND ADOPTED this 20th day of September, 2023 by the Board of Directors of the Falcon Fire Protection District.

FALCON FIRE PROTECTION DISTRICT

Ву:

James Reid, President

Attest:

Thomas Kerby, Assistant Secretary