

Potential Sales Tax for Roads

Presented to

Yuma County Board of Supervisors & City of San Luis City Council

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by

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Needs and Challenges

- Flat HURF revenues
- Gas tax not adjusted since 1993
- Inflationary pressures
- Growing maintenance backlog
- Aging infrastructure



A New Revenue Source



- County led ballot initiative (A.R.S. §42-6107)
- Countywide \$0.005 tax
- 20 year sunset
- Share revenues with cities and town (A.R.S. §48-5308)
- Similar successful initiatives – Coconino, Gila, Pinal, Maricopa

Revenue Projection

- Potential to generate \$21.7M/yr
- Split with cities and town
 - Minimum for Town of Wellton
 - Cities and County split based on population
- Local control
 - Only used for roads
 - Jurisdictions decide projects
 - Cannot be swept by state



Possible Next Steps



- Identify specific needs and projects of each jurisdiction
- YMPO study and analysis
- Citizen education campaign
- Ballot timing
 - Must be on ballot in even year
 - County expenditure limitation initiative in 2026

Questions or Direction for Staff

