



Memorandum

DATE: April 7, 2023

TO: Tom Belshe, League of Arizona Cities and Towns
Megan Smith, Auditor General's Office
Megan Kintner, Arizona Association of Counties

FROM: David Kryskowski, Office of Economic Research & Analysis

SUBJECT: Expenditure Limit Inflation Factors

Listed below are the estimated inflation factors, as of March 2023, to be used in calculating future expenditure limitations. This memo revises the numbers sent in October 2022. Both the GDP implicit price deflator and the corresponding expenditure limit inflation factor are included for reference.

	GDP Implicit Price Deflator	Inflation Factor for Expenditure Limitation 1
CY 2022	127.225	3.5563
CY 2023 (est.)	131.748	3.6827
CY 2024 (est.)	134.889	3.7705
CY 2025 (est.)	137.510	3.8438
CY 2026 (est.)	140.040	3.9145
CY 2027 (est.)	142.513	3.9836
CY 2028 (est.)	145.072	4.0551
CY 2029 (est.)	147.718	4.1291

Source: Bureau of Economic Analysis, March 2023 (actuals)
Moody's Analytics: March 2023 (estimates)

If you have any questions or need additional information, please contact me at dkryskowski@azdor.gov.

¹ Base year 1978