

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF GARDEN GROVE
ADOPTING AN APPROPRIATIONS LIMIT FOR FISCAL YEAR 2020-21
IMPLEMENTING ARTICLE XIII B OF THE STATE CONSTITUTION AS AMENDED BY
PROPOSITION 111 PURSUANT TO SECTION 7900 ET SEQ. OF THE GOVERNMENT
CODE

WHEREAS, the people of California on November 6, 1979 added Article XIII B to the State Constitution to limit each fiscal year's appropriation of the proceeds from taxes to the amount of such appropriations in fiscal year 1978/1979, adjusted for changes as prescribed under the law;

WHEREAS, the State Legislature adopted Chapters 1205 and 1342 of the 1980 statutes which implemented Article XIII B;

WHEREAS, the amendments specify that the appropriation limit may increase annually by a factor comprised of the change in population combined with either the change in California per capita personal income or the change in the local assessment roll due to the addition of local non-residential new construction;

WHEREAS, Section 7902 of the Government Code provides the process which to calculate the appropriations limit for Fiscal Year 2020-21 and subsequent years pursuant to Article XIII B;

WHEREAS, Section 7910 of the Government Code requires cities to adopt a Resolution setting the annual appropriation limitation at a regularly scheduled meeting or a noticed special meeting;

NOW, THEREFORE, BE IT RESOLVED that the appropriations limit for Fiscal Year 2020-21 pursuant to Section 7902 of the Government Code shall be \$160,964,854 and the Appropriation Subject to Limitation in Fiscal Year 2020-21 shall be \$91,182,332.

FY 20/21 Calculation of Gann Limit

Summary

FY 19/20	Appropriations Limit	155,114,715
	Population Growth factor	1.0004
	CPI factor	1.0373
	Economic Ratio * Population Ratio	1.0377
FY 20/21	Appropriations Limit	\$160,964,854
FY 20/21	Taxes Subject to Gann Limit	\$91,182,332

Proceeds of Taxes:

Property Tax - General	18,168,000
Property Transfer Tax	500,000
TOT	10,514,000
Sales Tax	39,462,000
Business Tax	2,500,000
VLF	19,283,000
Total Proceeds of Taxes	<u>90,427,000</u>

Allocation of Interest for Proceeds of Tax	<u>755,332</u>
Taxes Subject to Gann Limit	<u>91,182,332</u>