



RESOLUTION NO. 2021-180

A RESOLUTION OF THE COUNCIL OF THE CITY OF  
FRESNO, CALIFORNIA, SELECTING METHOD TO  
DETERMINE GANN APPROPRIATION LIMIT, RELATING  
TO THE FISCAL YEAR 2021-2022 CITY BUDGET

WHEREAS, In November 1979, Proposition 4 (the Gann Initiative) was approved, which added Article XIII B to the State Constitution, placing limits on the amount of revenue that all government entities may spend; and

WHEREAS, the purpose of Proposition 4 was to limit the growth in the appropriations of state and local governments to changes in the per capita income and population in order to control spending levels (the "Gann Limit"); and

WHEREAS, Proposition 4 requires the City to adopt an annual appropriations limit in conjunction with the adoption of the City's annual budget; and

WHEREAS, the Gann Limit is calculated by applying the growth rates in population and per capita income to the previous fiscal year's limit amount; and

WHEREAS, staff has prepared two alternative methods, shown in Attachment A, for calculating the Gann Limit, each of which complies with Proposition 4, as amended.

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Fresno as follows:

1. In conjunction with the adoption of the FY 2021-2022 annual budget, the Council adopts Per Capita Personal Income and County population, shown as Method B in Attachment A, as the factors for the purpose of determining the City's FY 2021-2022 Gann Limit.



STATE OF CALIFORNIA )  
 COUNTY OF FRESNO ) ss.  
 CITY OF FRESNO )

I, BRIANA PARRA, Interim City Clerk of the City of Fresno, certify that the foregoing resolution was adopted by the Council of the City of Fresno, at a regular meeting held on the 24<sup>th</sup> day of June, 2021.

AYES :Arias, Bredefeld, Maxwell, Soria, Chavez  
 NOES :Esparza, Karbassi,  
 ABSENT :None  
 ABSTAIN :None

Mayor Approval:	<u>June 28<sup>th</sup></u>	<u>2021</u>
Mayor Approval/No Return:	<u>N/A</u>	<u>2021</u>
Mayor Veto:	<u>N/A</u>	<u>2021</u>
Council Override Veto:	<u>N/A</u>	<u>2021</u>

BRIANA PARRA, CMC  
 Interim City Clerk

BY: Briana Parra 6/29/2021  
 Deputy Date

APPROVED AS TO FORM:  
 DOUGLAS T. SLOAN  
 City Attorney

BY: [Signature] 6-29-21  
 RAJ SINGH BADHESHA Date  
 Assistant City Attorney



Attachment "A"

**COMPUTATION OF SPENDING LIMIT  
METHOD A or B FOR 2022**

**GANN CALCULATION  
Fiscal Year 2022  
Method A**

Using: 1) Percent change in Per Capita Personal Income  
2) Percent change in City Population

<b>Beginning Balance</b>	\$ 660,656,091
<b>Adjustment</b>	<u>0</u>
<b>Beginning Balance</b>	\$ <u>660,656,091</u>
<b>Per Capita Income Change Ratio</b>	1.0573
<b>City Population Growth Ratio</b>	<u>1.0062</u>
<b>FY 2021-2022 Factor</b>	<u>1.06385526</u>
<b>Appropriations Limit Fiscal Year 2022</b>	\$ <u>702,842,458</u>
<b>Net Annual Adjustment in Dollars</b>	42,186,366

**GANN CALCULATION  
Fiscal Year 2022  
Method B**

Using: 1) Percent change in Per Capita Personal Income  
2) Percent change in County Population

<b>Beginning Balance</b>	\$ 660,656,091
<b>Adjustment</b>	<u>0</u>
<b>Beginning Balance</b>	\$ <u>660,656,091</u>
<b>Per Capita Income Change Ratio</b>	1.0573
<b>County Population Growth Ratio</b>	<u>1.0068</u>
<b>FY 2021-2022 Factor</b>	<u>1.06448964</u>
<b>Appropriations Limit Fiscal Year 2022</b>	\$ <u>703,261,565</u>
<b>Net Annual Adjustment in Dollars</b>	42,605,473

Source: May 2021, State of California, Department of Finance letter	
Per Capital Personal Income Change Over Prior Year	5.73%
County Population Growth	0.68%
City Population Growth	0.62%



June 25, 2021

Council Adoption: 06/24/2021

Mayor Approval:

Mayor Veto:

Override Request:

TO: MAYOR JERRY DYER

FROM:  BRIANA PARRA, CMC  
Interim City Clerk

SUBJECT: TRANSMITTAL OF COUNCIL ACTION FOR APPROVAL OR VETO

At the City Council meeting of June 24, 2021, Council adopted the attached Resolution No. 2021-180, entitled **\*\*\*RESOLUTION – FY 2022 GANN Appropriation Limit Resolution (Subject to Mayor’s veto)**. Item 3-F, File ID21-22786, by the following vote:

Ayes	:	Arias, Bredefeld, Maxwell, Soria, Chavez
Noes	:	Esparza, Karbassi,
Absent	:	None
Abstain	:	None

Please indicate either your formal approval or veto by completing the following sections and executing and dating your action. Please file the completed memo with the Clerk’s office on or before July 6, 2021. In computing the ten day period required by Charter, the first day has been excluded and the tenth day has been included unless the 10<sup>th</sup> day is a Saturday, Sunday, or holiday, in which case it has also been excluded. Failure to file this memo with the Clerk’s office within the required time limit shall constitute approval of the ordinance, resolution or action, and it shall take effect without the Mayor’s signed approval.

**APPROVED /** NO RETURN: \_\_\_\_\_

**VETOED** for the following reasons: (Written objections are required by Charter; attach additional sheets if necessary.)

\_\_\_\_\_

\_\_\_\_\_



Jerry Dyer, Mayor

**COUNCIL OVERRIDE ACTION:**

Ayes	:
Noes	:
Absent	:
Abstain	:

Date: 6/28/2021

Date: \_\_\_\_\_

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2021 JUN 28 P 4:33  
CITY OF FRESNO  
CITY CLERK OFFICE