



RESOLUTION NO. 2013-100

A RESOLUTION OF THE COUNCIL OF THE CITY OF
FRESNO, CALIFORNIA, SELECTING METHOD TO
DETERMINE GANN APPROPRIATION LIMIT, RELATING
TO THE FISCAL YEAR 2013-2014 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 cost of living 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 consumer prices 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 2013-2014 annual budget, the Council adopts Per Capita Personal Income and City population, shown as Method A in Attachment A, as the factors for the purpose of determining the City's FY 2013-2014 Gann Limit.

Date Adopted: 06/21/2013
Date Approved: 06/26/2013
Effective Date: 07/01/2013



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

I, YVONNE SPENCE, 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 21st day of June, 2013.

AYES : Brand, Brandau, Caprioglio, Olivier
NOES : Baines, Quintero, Xiong
ABSENT : None
ABSTAIN : None

Mayor Approval: _____ June 26, 2013
Mayor Approval/No Return: _____ N/A, 2013
Mayor Veto: _____ N/A, 2013
Council Override Vote: _____ N/A, 2013

YVONNE SPENCE, CMC
City Clerk

BY: 
Deputy

APPROVED AS TO FORM:
CITY ATTORNEY'S OFFICE

BY: 
Tracy N. Parvanian, Deputy City Attorney

June 21, 2013

RECEIVED

Council Adoption: 6/21/2013

Mayor Approval:

Mayor Veto:

Override Request:



TO: MAYOR ASHLEY SWEARENGIN

2013 JUN 26 PM 12:55
CITY CLERK, FRESNO CA

FROM: YVONNE SPENCE, CMC
City Clerk

SUBJECT: TRANSMITTAL OF COUNCIL ACTION FOR APPROVAL OR VETO

At the Council meeting of 6/21/2013, Council adopted the attached Resolution No. 2013-100 entitled **Selecting method to determine GANN appropriation limit, relating to the fiscal year 2013-2014 City Budget** Item No. 8:30 C, by the following vote:

Ayes	:	Brand, Brandau, Caprioglio, Olivier
Noes	:	Baines, Quintero, Xiong
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 2, 2013. In computing the ten day period required by Charter, the first day has been excluded and the tenth day has been included unless the 10th 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.

Thank you.

APPROVED NO RETURN: _____

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

Ashley Swearingin, Mayor

Date: 6/26/13

COUNCIL OVERRIDE ACTION:

Date: _____

Ayes	:
Noes	:
Absent	:
Abstain	:

COMPUTATION OF SPENDING LIMIT SELECTING METHOD A or B FOR 2014

GANN CALCULATION

Fiscal Year 2014

Method A (Recommended Method)

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

Beginning Balance	\$	457,849,695
Adjustment*		<u>12,880</u>
Beginning Balance	\$	<u>457,862,575</u>
Per Capita Income Change Ratio		1.0512
City Population Growth Ratio		<u>1.0092</u>
FY 2013-2014 Factor		<u>1.06087104</u>
Appropriations Limit Fiscal Year 2014	\$	<u>485,733,146</u>
Net Annual Adjustment in Dollars		27,870,571

Source: May 2013, State of California, Department of Finance letter

Per Capital Personal Income Change Over Prior Year	5.12%
County Population Growth	0.88%
City Population Growth	0.92%

GANN CALCULATION

Fiscal Year 2014

Method B (Alternative Calculation)

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

Beginning Balance	\$	457,849,695
Adjustment*		<u>12,880</u>
Beginning Balance	\$	<u>457,862,575</u>
Per Capita Income Change Ratio		1.0512
County Population Growth Ratio		<u>1.0088</u>
FY 2013-2014 Factor		<u>1.06045056</u>
Appropriations Limit Fiscal Year 2014	\$	<u>485,540,624</u>
Net Annual Adjustment in Dollars		27,870,571

Source: May 2012, State of California, Department of Finance letter

Per Capital Personal Income Change Over Prior Year	5.12%
County Population Growth	0.88%
City Population Growth	0.92%

