



RESOLUTION NO. 2020-161

A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO, CALIFORNIA, SELECTING METHOD TO DETERMINE GANN APPROPRIATION LIMIT, RELATING TO THE FISCAL YEAR 2020-2021 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 2020-2021 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 2020-2021 Gann Limit.



CLERK'S CERTIFICATION

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 30th day of June, 2020.

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

Mayor Approval: July 1st, 2020
Mayor Approval/No Return: N/A, 2020
Mayor Veto: N/A, 2020
Council Override Vote: N/A, 2020

YVONNE SPENCE, MMC CRM
City Clerk

BY: Yvonne Spence 7/8/2020
Deputy Date

APPROVED AS TO FORM:
DOUGLAS T. SLOAN
City Attorney

BY: Raj Singh Badhesha 7-8-20
Senior Deputy City Attorney Date

COMPUTATION OF SPENDING LIMIT METHOD A or B FOR 2021

GANN CALCULATION Fiscal Year 2021 Method A

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

Beginning Balance	\$ 631,782,295
Adjustment	0
Beginning Balance	\$ 631,782,295

Beginning Balance

Per Capita Income Change Ratio

1.0373

City Population Growth Ratio

1.0069

FY 2020-2021 Factor

1.04445737

Appropriations Limit Fiscal Year

\$ 659,869,674

2021

Net Annual Adjustment in Dollars

28,087,379

GANN CALCULATION Fiscal Year 2021 Method B

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

Beginning Balance	\$ 631,782,295
Adjustment	0
Beginning Balance	\$ 631,782,295

Beginning Balance

Per Capita Income Change Ratio

1.0373

County Population Growth Ratio

1.0081

FY 2020-2021 Factor

1.04570213

Appropriations Limit Fiscal Year

\$ 660,656,091

2021

Net Annual Adjustment in Dollars

28,873,797

Source: May 2020, State of California, Department of Finance letter

Per Capital Personal Income Change

3.73%

Over Prior Year

0.81%

County Population Growth

0.69%

City Population Growth





July 1, 2020

Council Adoption: 6/30/2020

TO: MAYOR LEE BRAND

Mayor Approval:

Mayor Veto:

Override Request:

FROM YVONNE SPENCE, MMC, CRM
City Clerk

SUBJECT: TRANSMITTAL OF COUNCIL ACTION FOR APPROVAL OR VETO

At the City Council meeting of June 30, 2020, Council adopted the attached Resolution No. 2020-161, entitled **FY 2021 GANN Appropriation Limit Resolution**. Item 9:00 A.M. - F, File ID 20-00827, by the following vote:

Ayes	:	Arias, Bredefeld, Caprioglio, Chavez, Esparza, Karbassi, Soria
Noes	:	None
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 10, 2020. 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

APPROVED / **NO RETURN:** _____

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

DocuSigned by:

Lee Brand

Date: 7/1/2020

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Lee Brand, Mayor

COUNCIL OVERRIDE ACTION:

Date: _____

Ayes	:
Noes	:
Absent	:
Abstain	:

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 CITY OF FRESNO
 CITY CLERK'S OFFICE