

### **RESOLUTION NO. 2023-186**

## A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO, CALIFORNIA, SELECTING METHOD TO DETERMINE GANN APPROPRIATION LIMIT, RELATING TO THE FISCAL YEAR 2023-2024 CITY BUDGET

WHEREAS, In November 1979, Proposition 4 (the Gann Initiative) was approved, which added Article XIIIB 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 2023-2024 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 2023-2024 Gann Limit.

 Date Adopted:
 06/22/2023

 Date Approved:
 06/23/2023

 Effective Date:
 06/23/2023

Resolution No. 2023-186



STATE OF CALIFORNIA ) COUNTY OF FRESNO ) SS. **CITY OF FRESNO** )

I, TODD STERMER, 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 <u>22nd</u> day of <u>June</u>,2023.

AYES	:	Perea, karbassi, Arias, Maxwell, Chavez, Bredefeld
NOES	:	Esparza
ABSENT	:	None
ABSTAIN	:	None

Mayor Approval:	June 23	, 2023
Mayor Approval/No Return:	N/A	, 2023
Mayor Veto:	N/A	_, 2023
Council Override Vote:	N/A	_, 2023

TODD STERMER, CMC City Clerk

6/29/2023 BY: Deputy

APPROVED AS TO FORM: ANDREW JANZ

**City Attorney** 6.27.23 BY:

RAJ SINGH BADHESHA Chief Assistant City Attorney Attachment "A"

## COMPUTATION OF SPENDING LIMIT METHOD A or B FOR 2024

<b>V CALCULATION</b>	'ear 2024	A A
GANN CA	Fiscal Year 2	Method A

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

\$ 757,794,893 0	\$ 757,794,893	1.0444	1.0012	1.04565328	\$ 792,390,715
<b>Beginning Balance</b> Adjustment	Beginning Balance	Per Capita Income Change Ratio	<b>City Population Growth Ratio</b>	FY 2023-2024 Factor	Appropriations Limit Fiscal Year 2024

Net Annual Adjustment in Dollars	34,595,822
Source: May 2023, State of California, Department of	artment of
Per Capital Personal Income Change	A A4%
<b>County Population Growth</b>	0.15%
	0.12%

# GANN CALCULATION

Fiscal Year 2024 Method B Using: 1) Percent change in Per Capita Personal Income 2) Percent change in County Population

\$ 757,794,893 0	\$ 757,794,893	1.0444	1.0015	1.0459666	\$ 792,628,147	34,833,255
Beginning Balance Adjustment	Beginning Balance	Per Capita Income Change Ratio	<b>County Population Growth Ratio</b>	FY 2023-2024 Factor	Appropriations Limit Fiscal Year 2024	Net Annual Adjustment in Dollars



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June 22, 2023

TO:

MAYOR JERRY DYER

Council Adoption: 06/22/2023 Mayor Approval: Mayor Veto: Override Request:



FROM: TODD STERMER, CMC City Clerk

SUBJECT: TRANSMITTAL OF COUNCIL ACTION FOR APPROVAL OR VETO

At the City Council meeting of June 22, 2023, Council adopted the attached Resolution No. 2023-186 \*\*\***RESOLUTION - FY 2024 GANN Appropriation Limit Resolution** (Subject to Mayor's veto) Item 2-D, File ID 23-993, by the following vote:

Ayes	: Perea, Karbassi, Arias, Maxwell, Chavez, Bredefeld
Noes	: Esparza
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 3, 2023. 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.)

Date: 6/23

Date:

Jerry Dyer, Mayor COUNCIL OVERRIDE ACTION: Ayes : Noes : Absent : Abstain :

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