



RESOLUTION NO. 2024-123

A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO, CALIFORNIA, SELECTING METHOD TO DETERMINE GANN APPROPRIATION LIMIT, RELATING TO THE FISCAL YEAR 2024-2025 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 2024-2025 annual budget, the Council adopts Per Capita Personal Income and County population, shown as Method A in Attachment A, as the factors for the purpose of determining the City's FY 2024-2025 Gann Limit.



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 20th day of June, 2024.

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

Mayor Approval: June 26, 2024
Mayor Approval/No Return: N/A, 2024
Mayor Veto: N/A, 2024
Council Override Vote: N/A, 2024

TODD STERMER, CMC
City Clerk

BY: [Signature] 7-2-2024
Deputy

APPROVED AS TO FORM:
ANDREW JANZ
City Attorney

BY: [Signature] 7/2/24
Brandon M. Collet Date
Assistant City Attorney

COMPUTATION OF SPENDING LIMIT METHOD A or B FOR 2025

GANN CALCULATION Fiscal Year 2025 Method A

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

Beginning Balance	\$ 792,628,147
Adjustment	0
Beginning Balance	\$ 792,628,147

Per Capita Income Change Ratio	1.0362
City Population Growth Ratio	1.0071
FY 2024-2025 Factor	1.04355702
Appropriations Limit Fiscal Year 2025	\$ 827,152,667

Net Annual Adjustment in Dollars 34,524,520

Source: May 2024, State of California, Department of Finance letter	
Per Capital Personal Income Change Over Prior Year	3.62%
County Population Growth	0.69%
City Population Growth	0.71%



GANN CALCULATION Fiscal Year 2025 Method B

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

Beginning Balance	\$ 792,628,147
Adjustment	0
Beginning Balance	\$ 792,628,147

Per Capita Income Change Ratio	1.0362
County Population Growth Ratio	1.0069
FY 2024-2025 Factor	1.04334978
Appropriations Limit Fiscal Year 2025	\$ 826,988,403

Net Annual Adjustment in Dollars 34,360,256






June 21, 2024

Council Adoption: 06/20/2024
Mayor Approval:
Mayor Veto:
Override Request:

TO: MAYOR JERRY DYER

FROM:  TODD STERMER, CMC
City Clerk

SUBJECT: TRANSMITTAL OF COUNCIL ACTION FOR APPROVAL OR VETO

At the City Council meeting of June 20, 2024, Council adopted the attached Resolution No. 2024-123 *****RESOLUTION - FY 2025 GANN Appropriation Limit Resolution. (Subject to Mayor's veto):** 9:00 AM Resumed Budget Hearings – Vote On Final Budget - Item D File ID 24-832, by the following vote:

Ayes : Perea, Karbassi, Maxwell, Chavez, Bredefeld
Noes : Esparza
Absent : Arias
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 1, 2024. 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.)



Date: 6/25/24

Jerry Dyer, Mayor
COUNCIL OVERRIDE ACTION:

Date: _____

Ayes :
Noes :
Absent :
Abstain :

RECEIVED
2024 JUN 26 P 3:40
CITY OF FRESNO
CITY CLERK'S OFFICE