



RESOLUTION NO. 2025-180

A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO, CALIFORNIA, SELECTING METHOD TO DETERMINE GANN APPROPRIATION LIMIT, RELATING TO THE FISCAL YEAR 2025-2026 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 2025-2026 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 2025-2026 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 17th day of June, 2025.

AYES : Perea, Karbassi, Arias, Maxwell, Vang, Richardson
NOES : Esparza
ABSENT : None
ABSTAIN : None

Mayor Approval: June 26, 2025
Mayor Approval/No Return: N/A, 2025
Mayor Veto: N/A, 2025
Council Override Vote: N/A, 2025

TODD STERMER, MMC
City Clerk

BY: Bernard Chavez 7/1/2025
Deputy BERNARD CHAVEZ

APPROVED AS TO FORM:
ANDREW JANZ
City Attorney

BY: Sukhman Sekhon 7/1/25
SUKHMAN SEKHON
Deputy City Attorney II

COMPUTATION OF SPENDING LIMIT METHOD A or B FOR 2026

GANN CALCULATION

Fiscal Year 2026

Method A

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

Beginning Balance	\$ 827,152,667
Adjustment	<u>0</u>
Beginning Balance	<u>\$ 827,152,667</u>
Per Capita Income Change Ratio	1.0644
City Population Growth Ratio	1.0077
FY 2025-2026 Factor	<u>1.07259588</u>
Appropriations Limit Fiscal Year 2026	<u>\$ 887,200,543</u>
Net Annual Adjustment in Dollars	60,047,876

Source: May 2025, State of California, Department of
Finance letter

Per Capital Personal Income Change Over Prior Year	6.44%
County Population Growth	0.84%
City Population Growth	0.77%



GANN CALCULATION

Fiscal Year 2026

Method B

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

Beginning Balance	\$ 827,152,667
Adjustment	<u>0</u>
Beginning Balance	<u>\$ 827,152,667</u>
Per Capita Income Change Ratio	1.0644
County Population Growth Ratio	1.0084
FY 2025-2026 Factor	<u>1.07334096</u>
Appropriations Limit Fiscal Year 2026	<u>\$ 887,816,838</u>
Net Annual Adjustment in Dollars	60,664,171





June 17, 2025

Council Adoption: 06/17/2025

TO: MAYOR JERRY DYER

Mayor Approval:

Mayor Veto:

Override Request:

FROM  TODD STERMER, MMC
City Council

SUBJECT: TRANSMITTAL OF COUNCIL ACTION FOR APPROVAL OR VETO

At the City Council Meeting of June 17, 2025, Council adopted the attached Resolution No. 2025-180 *****RESOLUTION - Adopt the FY 2026 GANN Appropriation Limit Resolution (Subject to Mayor's Veto)**, Item 9:00 A.M.-D, File ID 25-829, by the following vote:

Ayes : Perea, Karbassi, Arias, Maxwell, Vang, Richardson
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 June 27, 2025. 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.)


Jerry Dyer, Mayor

Date: 6/25/25

COUNCIL OVERRIDE ACTION:

Ayes :
Noes :
Absent :
Abstain :

Date: _____

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CITY OF FRESNO
CITY CLERK'S OFFICE