

REPORT TO THE CITY COUNCIL



DATE: June 16, 2020

TITLE: Fiscal Year 2020-2021 Appropriations (Gann) Limit

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Reviewed by: Geoffrey Buchheim, Finance Director

RECOMMENDATION

Adopt a Resolution of the City Council for the Fiscal Year 2020-2021 Appropriations Limit as required by Article XIII B of the California State Constitution.

DISCUSSION

In California, the Gann Spending Limitation Initiative (Proposition 4) was approved by voters in 1979. This Proposition set Appropriations Limits for state and local governments in California and established procedures for determining those limits annually. Each government entity is required to set its Appropriations Limit each fiscal year with 1978-1979 as the base year. Each subsequent year is modified by using a combination of population change and cost of living adjustment (CPI). The Fiscal Year 2020-2021 Appropriations Limit is \$33,861,725.

FISCAL IMPACT

None.

EXHIBITS

- 1) Resolution Approving Appropriations (Gann) Limit 2020-2021
- 2) Appropriations (Gann) Limit 2020-2021