

BUDGET AND FINANCE COMMITTEE REPORT relative to the 2015-16 Appropriation Limit.

Recommendations for Council action:

1. ADOPT the following factors to be used to calculate the appropriations limit for 2015-16:

Population: City 1.09%

California Per Capita Income: 3.82%

2. RESERVE the right to re-calculate the appropriations limit for each year at such time as State legislation is enacted (or other information is available) to determine factors to be used to calculate the annual change in nonresidential new construction.

3. ADOPT \$4,780,745,648 as the appropriations limit for 2015-16.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that there is no fiscal impact in adopting this report.

Community Impact Statement: None submitted.

SUMMARY

At its regular meeting held on November 9, 2015, the Budget and Finance Committee considered a CAO report dated October 28, 2015 relative to the calculation of the City's 2015-16 appropriation limit. The Government Code requires that the governing body of each local jurisdiction establish its appropriations limit for the following fiscal year pursuant to the State Constitution (Gann Initiative), which limits the amount of revenue which can be appropriated in any fiscal year.

Additionally, the Government Code requires that the public be provided the opportunity to review the documentation used to calculate the appropriations limit for at least 15 days before adoption of the limit. A public notice was published on Monday, November 23, 2015. The CAO report, attached to the Council file, contains the documentation used to determine the appropriations limit for 2015-16.

After consideration and having provided an opportunity for public comment, the Budget and Finance Committee recommended approval of the CAO recommendations. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

BUDGET AND FINANCE COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
KREKORIAN:	YES
ENGLANDER:	ABSENT
KORETZ:	YES
BLUMENFIELD:	YES
BONIN:	YES

REW
11/23/15
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-NOT OFFICIAL UNTIL COUNCIL ACTS-