

BUDGET AND FINANCE COMMITTEE REPORT relative to the 2019-20 Appropriations Limit.

Recommendations for Council action:

1. ADOPT the following factors to be used to calculate the appropriations limit for 2019-20:

Population Percent Change: City	0.05 Percent
Nonresidential New Construction Percent Change: City	10.68 Percent

2. ADOPT \$6,234,016,905 as the appropriations limit for 2019-20.

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

Community Impact Statement: None submitted.

SUMMARY

At its regular meeting held on August 26, 2019, the Budget and Finance Committee considered a CAO report dated August 1, 2019 relative to the calculation of the City's 2018-19 appropriations limit. The CAO reports that California Government Code (Government Code) Section 7910 requires that the governing body of each local jurisdiction establish its appropriation 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 will be published on Tuesday, September 17, 2019. The CAO report, attached to the Council file, contains the documentation used to determine the appropriations limit for 2019-20.

After consideration, and after having provided an opportunity for public comment, the Budget and Finance Committee recommended approval of the CAO's recommendations relative to the 2019-20 appropriation limit. 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
PRICE:	YES
KORETZ:	YES
BLUMENFIELD:	YES
BONIN:	YES

