

(R-92-1838)

RESOLUTION NUMBER R-280042

ADOPTED ON JUN 01 1992

WHEREAS, in November 1979, the California voters approved a constitutional amendment (Proposition 4) which added article XIIIIB to the California Constitution; and

WHEREAS, in 1980, the State Legislature added Division 9 to Title 1 of the California Government Code (commencing with section 7900) to implement article XIIIIB; and

WHEREAS, said Government Code sections require the governing body of each local jurisdiction in California to establish, by resolution, a tax appropriation limit for the following fiscal year predicated upon the appropriations limit for the prior fiscal year multiplied by a determinable factor; and

WHEREAS, the FY 1992 limit was established by Resolution No. R-278107 on June 11, 1991; and

WHEREAS, on June 5, 1990, San Diego voters approved Proposition D, authorizing an increase of \$273 million in the City's appropriation limit for the period fiscal year 1992 to 1995; and

WHEREAS, section 7910 of the Government Code requires that the documentation used to determine the City's tax appropriations limit be made available to the public fifteen (15) days prior to the Council meeting at which the tax appropriations limit resolution is to be considered; NOW, THEREFORE,

BE IT RESOLVED, by the Council of The City of San Diego, that pursuant to the authority of California Government Code,

Division 9, Title 1 (sections 7900 et seq.) there is hereby established the following tax appropriations limit for The City of San Diego:

Established for Fiscal Year 1991	\$387,569,525
Established for Fiscal Year 1992	\$617,411,893
Established for Fiscal Year 1993	\$627,846,154

BE IT FURTHER RESOLVED, that this Council hereby declares that, pursuant to the requirements of section 7910 of the California Government Code, the documentation upon which the tax appropriations limit herein established has been determined, which is attached hereto as Exhibit A, has been made available for public information and review at the office of the City Clerk since May 15, 1992.

APPROVED: JOHN W. WITT, City Attorney

By Stuart H. Swett
Stuart H. Swett
Senior Chief Deputy

SHS:smm
05/14/92
Or.Dept:Fin.Mgmt.
R-92-1838
Form=r.fytax

CITY OF SAN DIEGO

TAX APPROPRIATIONS LIMITS FOR FISCAL YEARS 1991, 1992 AND 1993

FY 1991 appropriations limit	\$387,569,525 (1)
FY 1992 appropriations limit	\$617,411,893 (2)
FY 1993 appropriations limit	\$627,846,154

(1) FY 1991 was the first year under Proposition 111 guidelines.

(2) The substantial increase in the limit reflects the impact of the \$273 increase approved by voters with the passage of Proposition D in June, 1990.

TAX APPROPRIATIONS

Actual tax appropriations for FY 1991	\$325,581,220
Estimated tax appropriations for FY 1992	\$357,402,202
Estimated tax appropriations for FY 1993	\$365,377,254

CITY OF SAN DIEGO

CALCULATION OF GROWTH ADJUSTMENT FACTOR
FOR FISCAL YEAR 1993 TAX APPROPRIATIONS LIMIT

Price change (State Per Capita Income) -0.64%

Population change (County of San Diego) ⁽¹⁾ +2.34%

Price change converted to adjustment factor: $\frac{-0.64 + 100}{100} = 0.9936$

Population change converted to adjustment factor: $\frac{2.34 + 100}{100} = 1.0234$

Calculation of FY 1993 adjustment $(0.9936) \times (1.0234) = 1.01685$

Permitted growth in the City's tax appropriations limit between FY 1993 and FY 1992 $(1.01685) \times (100) - 100 = 1.69\%$

Calculation of FY 1993 limit

(FY 1992 limit) x (Adjustment Factor) =

(\$617,411,893) x (1.0169) = \$627,846,154

(1) Under Prop 111, a city may use either its own population growth rate, or that of the county in which it is located in calculating its Gann limit. In calculating the City's FY 1993 Gann Limit, the countywide population growth rate was used, since the County grew by 2.34 percent, compared with 2.09 percent for the City.

HISTORY OF TAX APPROPRIATIONS LIMIT ADJUSTMENTS
FOR CHANGES IN POPULATION, INFLATION,
AND SPECIAL ADJUSTMENTS
FISCAL YEARS 1979 TO FISCAL YEAR 1993

Adjustment From Fiscal Year	To Fiscal Year	CPI-U/ PCI Adj.	Pop. Adj.	Total Adj.	Special Adjustments (1)
1979	1980	10.17%	2.89%	13.35%	\$ 0
1980	1981	12.11	2.49	14.90	0
1981	1982	9.12	2.49	11.84	0
1982	1983	6.79	2.40	9.35	0
1983	1984	2.35	2.13	4.53	0
1984	1985	4.74	2.85	7.73	0
1985	1986	3.74	2.32	6.15	19,431 (2)
1986	1987	2.30	3.06	5.43	15,657 (3)
1987	1988	3.04	2.43	5.54	0
1988	1989	3.93	2.78	6.82	52,016,985 (4)
1989	1990	4.98	3.11	8.24	0
1990	1991	4.21	3.65	8.01 (5)	
1991	1992	3.06	4.14	7.33	273,000,000 (6)

<u>Year</u>	<u>Appropriations Limit</u>
1979	\$116,513,949
1980	132,073,121
1981	151,754,049
1982	169,717,309
1983	185,590,901
1984	193,998,271
1985	209,004,242
1986	221,866,905
1987	233,915,121
1988	298,900,060
1989	319,282,815
1990	345,607,293
1991	387,569,525
1992	617,411,893 (Waiver in effect)
1993	627,846,154

(1) Article XIII B permits adjustments in the Gann limit to take place in the event of a shift in financial responsibility among local governmental entities.

(2) The adjustments to the Fiscal year 1985 Appropriations Limit are as follows:

Daley Island Reorganization	+\$ 10,920
M.V. Associates Reorganization	+ 7,679
Otay Mesa Reorganization	+ <u>832</u>
	+ 19,431

(3) The adjustments to the Fiscal Year 1986 Appropriations Limit are as follows:

Otay Valley/Palm Avenue Reorganization	-\$ 9,417
Palomar/Bay Boulevard Reorganization	- 1,669
Flood Control District Act of 1984	+ <u>26,743</u>
	+ 15,657

(4) The adjustments to the Fiscal Year 1988 Appropriations Limit are as follows:

Gann Limit increase authorized by passage of Proposition E in November 3, 1987, election	\$ 52,000,000
Meanley Park Reorganization	+ <u>16,985</u>
	+ 52,016,985

(5) FY 1991 adjustment is applied to "recalculated" limit for FY 1990, which differs from the actual limit adopted using pre-Proposition 111 guidelines.

(6) The special adjustment for FY 1992 Appropriations Limit is based on the following:

Gann Limit increase authorized by passage of Proposition D in June 5, 1990 election	+\$ 273,000,000
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R-280042

Passed and adopted by the Council of The City of San Diego on JUN 01 1992,
by the following vote:

Council Members	Yeas	Nays	Not Present	Ineligible
Abbe Wolfsheimer	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Ron Roberts	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
John Hartley	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
George Stevens	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Tom Behr	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Valerie Stallings	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Judy McCarty	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Bob Filner	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Mayor Maureen O'Connor	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

AUTHENTICATED BY:

(Seal)

MAUREEN O'CONNOR
Mayor of The City of San Diego, California.

CHARLES G. ABDELNOUR
City Clerk of The City of San Diego, California.

By *Blanca R. Barnes*, Deputy.

Office of the City Clerk, San Diego, California

Resolution Number R-280042 Adopted JUN 01 1992

REC'D

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CITY OF
SAN DIEGO, CA