

# City of Woodland

## REPORT TO MAYOR AND CITY COUNCIL

AGENDA ITEM

TO: THE HONORABLE MAYOR AND  
CITY COUNCIL

DATE: November 27, 2007

SUBJECT: ANNUAL GANN LIMIT CALCULATION

### **Report in Brief:**

Each year, the City must adopt an appropriation limit in conformance with Proposition 4, otherwise known as the GANN Limit. Proposition 4 and the subsequent Proposition 111, sets forth the procedure for calculating the limit. This calculated amount limits the amount of tax revenue an entity may collect in any fiscal year. The propositions also discuss the mitigation required if an entity exceeds the limit in any fiscal year.

Staff recommends that City Council adopts Resolution No. \_\_\_\_\_ approving the City of Woodland's fiscal year 2007/2008 Appropriations Limit.

### **Background:**

Annually, the City may select either the population change in the City of Woodland or the County of Yolo as one of the factors in the limit calculation. As it is beneficial to select the higher of the two numbers, the City has selected the City of Woodland's population change.

### **Discussion:**

Using the prior year GANN limit of \$43,418,320.54, the 2008 Limit is calculated by applying the 1.97% population change in the City of Woodland and the 4.42% increase in per capita personal income. Please see calculation worksheet attached to the Resolution. The resulting appropriation limit of \$46,231,827.71 is considerably higher than the \$26,559,682 budgeted in tax revenues for fiscal 2007/2008. Therefore, Woodland should remain substantially below the Appropriations Limit in the foreseeable future.

**Recommendation for Action**

Staff recommends that City Council adopts Resolution No. \_\_\_\_\_ approving the City of Woodland's fiscal year 2007/2008 Appropriations Limit.

Prepared By: Rex J. Greenbaum  
Accountant

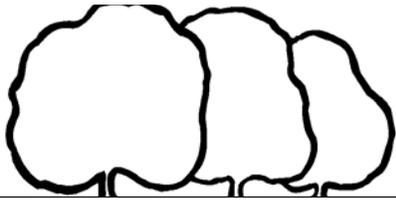
Reviewed By: Joan Drayton  
Finance Director & City Treasurer

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Mark G. Deven  
City Manager

Enclosures:

GANN Appropriations Limit Calculation



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RESOLUTION NO. \_\_\_\_\_

A RESOLUTION TO SET THE APPROPRIATION LIMIT FOR  
THE CITY OF WOODLAND, IN ACCORDANCE WITH ARTICLE  
XIII-B OF THE STATE CONSTITUTION FOR FISCAL YEAR 2007/08

The City Council of the City of Woodland hereby finds and resolves as follows:

WHEREAS, the voters of the State of California added Article XIII-B to the Constitution limiting the state and local governments' ability to appropriate the proceeds of taxes; and,

WHEREAS, California legislation (SB 1352) has implemented the provisions of Article XIII-B, effective January 1, 1981; and modified these provisions with the passage of Proposition 111 in June 1990; and,

WHEREAS, the City of Woodland has calculated its appropriation limitation in accordance with Government Code Section 7910; and,

WHEREAS, the City Council of the City of Woodland selected the City of Woodland's population factor and State of California's inflation factor for calculating the appropriations limit.

NOW THEREFORE, the City Council of the City of Woodland, California, does hereby resolve to set the Appropriation Limit for the City of Woodland for fiscal year 2007/08 at \$46,231,827.71.

PASSED AND ADOPTED this 6th day of November 2007, by the following vote:

AYES:	COUNCIL MEMBERS:
NOES:	COUNCIL MEMBERS:
ABSENT:	COUNCIL MEMBERS:
ABSTENTIONS:	COUNCIL MEMBERS:

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MAYOR

ATTEST:

Sue Vannucci, CITY CLERK