RESOLUTION NO. 3803

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF REDLANDS APPROVING AND ADOPTING THE ANNUAL APPROPRIATIONS LIMIT FOR THE FISCAL YEAR 1981-1982

WHEREAS, the voters of California on November 6, 1979, added Article XIII B to the State Constitution placing various limitations on the appropriations of the state and local governments; and

WHEREAS, Article XIII B provides that the appropriations limit for the fiscal year 1981-1982 is calculated by adjusting the base year appropriations of fiscal year 1978-1979 for changes in the cost of living and population; and

WHEREAS, the information necessary for making these adjustments is attached in Exhibit A; and

WHEREAS, the City of Redlands has complied with all provisions of Article XIII B in determining the appropriations limit for fiscal year 1981-1982;

NOW, THEREFORE, BE IT RESOLVED that the appropriations subject to limitation in fiscal year 1981-1982 shall be \$8,986,667.00 for the City of Redlands.

ADOPTED, SIGNED AND APPROVED this 15th day of December, 1981.

ATTEST:

Mayor of the City of Redlands

City Clerk & Mareley

I, Peggy A. Moseley, City Clerk, City of Redlands, California, hereby certify that the foregoing resolution was duly adopted by the City Council at a regular meeting thereof held on the 15th day of December, 1981, by the following vote:

AYES:

Councilmembers Gorman, Martinez, Riordan, Roth;

Mayor DeMirjyn

NOES:

None

ABSENT:

None

City Creaty a Moseley

EXHIBIT A

GANN APPROPRIATION LIMITATION BILL (SB 1352)

The bill specifies that appropriations may increase by an amount equal to the change in population January to January each year and change in either the U. S. March to March cost-of-living index (CPI) or per per capita personal income changes, whichever is smaller.

For 1979-80, the CPI was lower; for 1980-81, the per capita income change was lower; for 1981-82, the per capita income change was lower. The following is the application of the formula to arrive at the permitted growth rate in city appropriations for 1981-82.

Percentage change in City of Redlands Population

1979 - 4.99%

1980 - 7.36%

1981 - 5.32%

Increase in CPI 1979-80 - 10.17%

Per capita income change 1980-81 - 12.11%

Per capita income change 1981-82 - 9.12%

1979-1980 limit

 $1.1017 \times 1.0499 = 1.1567 - 15.67$ %

1980-1981 limit

1.1211 x 1.0736 = 1.2036 = 20.36%

1981-82 limit

 $1.0912 \times 1.0532 = 1.1493 - 14.93$ %

Cumulative Growth

1.1567 x 1.2036 x 1.1493 = 1.6001 - 60.01%

Appropriation for 1978-1979 subject to limitation =

\$5,616,316.00

1981-1982 appropriation limitation =

 $$5,616,316 \times 1.6001 = $8,986,667.00$