

RESOLUTION NO. 2021-38-CC

**CITY OF SOUTH GATE
LOS ANGELES COUNTY, CALIFORNIA**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE
APPROVING AND ADOPTING THE ANNUAL GANN APPROPRIATIONS LIMIT
FOR FISCAL YEAR 2021/22 AS AMENDED BY PROPOSITION 111 PURSUANT TO
SECTION 7900 ET SEQ. OF THE GOVERNMENT CODE**

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

WHEREAS, Article XIII B provides that the appropriations limit for Fiscal Year 2021/22 shall be calculated by adjusting the appropriations limit for the prior fiscal year for changes in inflation and population, except as otherwise provided for in Article XIII B and implementing state statutes; and

WHEREAS, Section 7902 of the Government Code provides the process with which to calculate the appropriations limit for Fiscal Year 2021-22 and subsequent years pursuant to Article XIII B; and

WHEREAS, Section 7910 of the Government Code requires cities to adopt a Resolution setting the annual appropriation limitation at a regularly scheduled meeting or a noticed special meeting; and

WHEREAS, the information necessary for making such adjustments is attached as Attachment A, which is incorporated herein and by reference made a part hereof; and

WHEREAS, the City of South Gate has complied with the provisions of Article XIII B in determining the appropriations limit for Fiscal Year 2021/22;

NOW, THEREFORE, BE IT RESOLVED, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:

SECTION 1. The City selects the percent increase in Non-Residential Assessed Valuation due to New Construction (NRAV-NC) as the inflation factor and the percent increase in the City of South Gate population growth as the population factor as stipulated in Exhibit A of this Resolution.

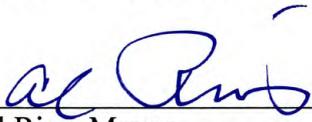
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SECTION 2. An appropriations limit for Fiscal Year 2021/22 pursuant to Section 7902 of the Government Code shall be \$93,797,393 and the Appropriations Subject to Limitation in Fiscal Year 2021-22 shall be \$45,045,116.

SECTION 3. The City Clerk shall certify to the adoption of this Resolution which shall be effective upon its adoption.

PASSED, APPROVED, and ADOPTED this **23rd** day of **August 2021**.

CITY OF SOUTH GATE:



Al Rios, Mayor

ATTEST:



Carmen Avalos, City Clerk
(SEAL)

APPROVED AS TO FORM:



Raul F. Salinas, City Attorney

EXHIBIT A

**CITY OF SOUTH GATE
 APPROPRIATIONS LIMIT CALCULATION
 FY 2021/22**

Step 1: Determine % change in population. (Use the higher %)

<u>Population Change</u>	<u>City</u>	<u>County</u>
Population 1/1/20	97,003	10,172,951
Population 1/1/21	96,553	10,037,774
Increase/(Decrease)	(450)	(135,177)
% of Change	-0.46%	-1.33%

Step 2: Determine Inflation Adjustment Factor. (Use the higher factor)

Net change in California Per Capita Income (PCI)	5.73%
Net change in non-residential new construction	16.13%

Step 3: Calculate Growth Factor

	<u>% Change</u>	<u>Ratio</u>
Use the higher of Step 1 & Step 2		
Step 1: Change in Population - City	-0.46%	0.9954
Step 2: Net change in non-residential new construction	16.13%	1.1613
Growth Factor for FY 2020/21		1.1559

Step 4: Calculate the Appropriation Limit

Appropriations Limit for prior fiscal year 2020-21.	\$ 81,145,742
X Growth Factor for FY 2021/22 (from step 3)	1.1559
Appropriations Limit for 2021/22	\$ 93,797,393

Appropriations Subject to Limit:

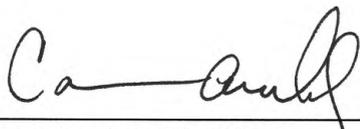
Proceeds of Taxes	45,045,116
Minus Exclusions	-
Appropriations Subject to Limit	45,045,116
Appropriations Over (Under) Limit	\$ (48,752,277)

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) **SS**
CITY OF SOUTH GATE)

I, Carmen Avalos, City Clerk of the City of South Gate, California, hereby certify that the whole number of Members of the City Council of said City is five; that Resolution No. 2021-38-CC was adopted by the City Council at their Special Meeting held on August 23, 2021, by the following vote:

Ayes: Council Members: Rios, Avalos, Davila, Diaz and Hurtado
Noes: Council Members: None
Absent: Council Members: None
Abstain: Council Members: None
Recused: Council Member: None

Witness my hand and the seal of said City on September 21, 2021.



Carmen Avalos, City Clerk
City of South Gate, California