

**CITY OF ALBANY
CITY COUNCIL AGENDA
STAFF REPORT**

Agenda Date: 7/16/12

Reviewed by: _____

TO: City Council

FROM: Charlie Adams, Finance & Administrative Services Director

RE: Resolution #2012-44, A Resolution of the Albany City Council establishing the Appropriation Limit for the 2012-13 Fiscal Year at \$16,362,332.

RECOMMENDATION

Approve Resolution #2012-44, A Resolution of the Albany City Council Establishing the Appropriation Limits for the 2012-13 Fiscal Year at \$16,362,332.

BACKGROUND

Since the passage of Proposition 4 (Gann Initiative) in November 1979, local governments in California must annually adopt a resolution which states their appropriations limit. In 1990, Proposition 111 amended Proposition 4 giving governmental entities more latitude in calculating their appropriations limit. These amendments allow the City to use either the City's annual percent change in population or the overall for the County's change in population percentage. Currently, it is more advantageous to utilize the Alameda County's population change of 0.98% increase, as compared to 0.78% increase for the City of Albany.

The City's appropriation limit for fiscal year 2012-13 is \$16,362,332. Expenditures in the 2012-13 budget, subject to this limit, are \$13,501,045. As such, budgeted expenditures are \$2,861,287 below the limit.

Attached are the schedules reflecting the calculations used to determine the current appropriations limit.

FINANCIAL IMPACT

None.

Attachments:

Exhibit A – Spending Limit Calculation

Exhibit B – Resolution 2012-44