

City of San Bernardino FY 2010-2011 Appropriations Limit

Article XIII B of the California Constitution (enacted with the passage of *Proposition 4* in 1979 and modified with the passage of *Proposition III* in 1990) restricts the appropriations growth rate for cities and other local jurisdictions. The growth rate is tied to changes in the population and the change in *California Per Capita Personal Income*. In May 2010 the State Department of Finance notified each city of the population changes and per capita personal income factor to be used in determining appropriation limits. Effective January 1, 2010, the change in the *California Per Capita Personal Income* is -2.54% and the change in the City of San Bernardino's population is .31%. Attached is the City's calculation for the permitted appropriations growth rate based on the above information from the State.

In accordance with state law, the FY 1986-87 appropriation limit is to be used as the base year in calculating annual appropriation limits thereafter. The City of San Bernardino's FY 2010-2011 Appropriation Limit is 3.5839 times the base year limit of \$72,956,219 which equals \$261,465,005.

Total appropriations for FY 2010-2011, subject to the limitation (see attached) equal \$85,686,600 which is \$175,778,405 below the City's FY 2010-2011 Appropriations limit of \$261,465,005.

**CITY OF SAN BERNARDINO
2010-2011
APPROPRIATION LIMITATION COMPUTATION**

| | | | | |
|---|-------------------|------------------------------|--------|---|
| <u>2010-2011 PERMITTED GROWTH RATE CALCULATION</u> | | | | |
| CPI CHANGE <i>(as of May 2010 per State of CA Department of Finance)</i> | | | | -2.54% |
| POPULATION CHANGE <i>(for San Bernardino as of May 2010 per State of CA Department of Finance)</i> | | | | 0.31% |
| CPI CHANGE CONVERTED TO A RATIO | (-2.54+ 100) /100 | = | | 0.9746 |
| POPULATION CHANGE CONVERTED TO A RATIO | (.31 + 100) /100 | = | | 1.0031 |
| CALCULATION FACTOR <i>(Change in CPI x change in population)</i> | 0.9746 | X | 1.0031 | = |
| | | | | 0.9776 |
| <u>2009-2010</u> | X | <u>CALCULATION FACTOR</u> | = | <u>2010-2011 PERMITTED GROWTH RATE</u> |
| 3.6659 | | 0.9776 | | 3.5839 |
| <u>2010-2011 APPROPRIATION LIMIT CALCULATION</u> | | | | |
| <u>BASE YEAR (1986/87)</u> | X | <u>PERMITTED GROWTH RATE</u> | = | <u>FY 2010-2011 APPROPRIATION LIMIT</u> |
| 72,956,219 | | 3.5839 | | 261,465,005 |
| <u>FY 2010-2011 APPROPRIATION LIMIT</u> | | | | |
| | | | | 261,465,005 |
| <u>TOTAL FY 2010-2011 APPROPRIATIONS SUBJECT TO LIMITATIONS</u> <i>(see attached schedule of exclusions)</i> | | | | |
| | | | | (85,686,600) |
| <u>(OVER)/UNDER APPROPRIATION LIMIT</u> | | | | |
| | | | | 175,778,405 |

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

RESOLUTION NO. 2010-221

RESOLUTION OF THE MAYOR AND COMMON COUNCIL APPROVING AND ADOPTING THE CITY OF SAN BERNARDINO'S FINAL BUDGET FOR FISCAL YEAR 2010-2011 AND DIRECTING STAFF TO PREPARE BUDGET DOCUMENTATION

WHEREAS, at the meeting of the Mayor and Common Council on June 30, 2010, the "City of San Bernardino California Preliminary Budget Fiscal Year 2010-2011," was presented ("Preliminary Budget"), a copy of which is on file in the office of the City Clerk and which is incorporated herein by reference as though fully set forth at this point; and

WHEREAS, at the June 30, 2010 meeting of the Mayor and Common Council, the Preliminary Budget was amended by motion to incorporate therein the Interoffice Memorandum of the Office of the City Attorney Subject: Final Proposed City Attorney Office Budget for FY 2010/2011, dated June 30, 2010, a copy of which is attached hereto as Exhibit A, and by this reference made a part hereof; and

WHEREAS, the Preliminary Budget as amended constitutes the Final Budget.

NOW THEREFORE, BE IT RESOLVED BY THE MAYOR AND COMMON COUNCIL OF THE CITY OF SAN BERNARDINO AS FOLLOWS:

SECTION 1. The Mayor and Common Council approve and adopt the Final Budget.

SECTION 2. The City Manager is hereby directed to prepare budget documentation and take such further action as necessary to implement the adoption of the Final Budget.

SECTION 3. This Resolution shall take effect upon the date of its adoption.

///
///
///
///

CITY OF SAN BERNARDINO
PURCHASING DEPARTMENT
10 JUL 13 PM 4:10
RECEIVED

1 RESOLUTION OF THE MAYOR AND COMMON COUNCIL APPROVING AND
2 ADOPTING THE CITY OF SAN BERNARDINO'S FINAL BUDGET FOR FISCAL YEAR
3 2010-2011; AND DIRECTING STAFF TO PREPARE BUDGET DOCUMENTATION

4 I HEREBY CERTIFY that the foregoing Resolution was duly adopted by the
5 Mayor and Common Council of the City of San Bernardino at a joint adjourned regular
6 meeting thereof, held on the 30th day of June, 2010, by the following
7 vote, to wit:

| 9 | <u>COUNCIL MEMBERS:</u> | <u>AYES</u> | <u>NAYS</u> | <u>ABSTAIN</u> | <u>ABSENT</u> |
|----|-------------------------|-------------|---------------|----------------|---------------|
| 10 | MARQUEZ | <u>X</u> | <u> </u> | <u> </u> | <u> </u> |
| 11 | DEJARDINS | <u>X</u> | <u> </u> | <u> </u> | <u> </u> |
| 12 | BRINKER | <u>X</u> | <u> </u> | <u> </u> | <u> </u> |
| 13 | SHORETT | <u>X</u> | <u> </u> | <u> </u> | <u> </u> |
| 14 | KELLEY | <u>X</u> | <u> </u> | <u> </u> | <u> </u> |
| 15 | JOHNSON | <u>X</u> | <u> </u> | <u> </u> | <u> </u> |
| 16 | MCCAMMACK | <u>X</u> | <u> </u> | <u> </u> | <u> </u> |

18 Rachel G. Clark
19 CITY CLERK

20 The foregoing Resolution is hereby approved this 9th day of July, 2010.

21 Patrick J. Morris
22 PATRICK J. MORRIS, Mayor
23 City of San Bernardino

24 Approved as to form:

25 JAMES F. PENMAN,
26 City Attorney

27 By: James F. Penman
28