

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

A RESOLUTION OF THE COUNCIL OF THE CITY OF  
SANTA BARBARA ESTABLISHING THE CITY'S  
APPROPRIATION LIMITATION FOR FISCAL YEAR 2009

WHEREAS, Section 7900 of the Government Code, added by Chapter 220 of the Statutes of 1980, Division 9, provides for the effective and efficient implementation of Article XIII B of the California Constitution;

WHEREAS, Section 7910 requires each local government to establish its appropriations limit each year pursuant to Article XIII B of the California Constitution;

WHEREAS, in 1990, the voters of California adopted Proposition 111 which amended Article XIII B of the California Constitution;

WHEREAS, among the changes implemented by Proposition 111 are adjustments to the growth factors used to calculate the annual appropriation limit;

WHEREAS, Proposition 111 requires that the City annually choose, by a recorded vote of the City Council, which growth factors to use in calculating the annual appropriations limit;

WHEREAS, Proposition 111 establishes Fiscal Year 1986-87 as the base year for calculating the annual Appropriation Limit and permits the City to re-establish the annual Appropriation Limit for all succeeding years based upon the new growth factors; and

WHEREAS, a resolution establishing the annual appropriations limit is to be adopted at a regularly scheduled meeting of the City Council.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SANTA BARBARA AS FOLLOWS:

SECTION 1. The Council of the City of Santa Barbara elects to use the change in California per capita income as the cost of living adjustment factor and the annual population change for Santa Barbara County as the population adjustment factor.

SECTION 2. The appropriations limit for the fiscal year 2009 is hereby set at \$102,585,223, as detailed in the attached Exhibit, which is hereby made a part of this Resolution.

SECTION 3. The City reserves the right to adjust or amend the appropriations limit based upon the use of alternative growth factors as authorized by Proposition 111 if such changes or revisions would result in a more advantageous appropriation limit, now or in the future.

SECTION 4. Notice is hereby given that any judicial action or proceeding to attack, review, set aside, void or annul this action shall be commenced within 45 days of the effective date of this resolution.

**CITY OF SANTA BARBARA  
PROPOSITION 4  
Annual Appropriations Subject to Gann Limit  
Fiscal Year 2009**

**Appropriations Subject to Limitation**

Fiscal year 2008 adopted revenues		\$ 118,342,694
Less:		
Nonproceeds of tax		(41,384,588)
Qualified Capital Outlay		(3,075,945)
Federal Mandates:		
Medicare	(700,220)	
FLSA - Fire Department	<u>(610,130)</u>	(1,310,350)
Plus: User fees in excess of costs		-
Total Appropriations Subject to Limitation		<u><u>\$ 72,571,811</u></u>

**Appropriation Limit**

Fiscal year 2008 appropriation limit, adopted		\$ 97,189,358
A. Inflation adjustment, CPI	1.0429	
B. Population adjustment	<u>1.0121</u>	
Change factor (A X B)	1.0555	
Increase in appropriation limit		5,395,865
Fiscal year 2009 appropriation limit		<u><u>\$ 102,585,223</u></u>