

BEFORE THE CITY COUNCIL OF THE CITY OF PITTSBURG

In the Matter of:

Establishing the Appropriations Limit for)
the Fiscal Year 2023-24 in Accordance)
with California Constitution Article XIII (B))

RESOLUTION NO. 23-14320

WHEREAS, Article XIII(B) of the California Constitution, which was added by Proposition 4, establishes expenditure limits for cities; and

WHEREAS, State-implementing legislation (Government Code Section 7910) requires the City of Pittsburg to annually adopt a resolution establishing its Appropriations Limit for the following fiscal year; and

WHEREAS, effective FY 1990-91 Proposition 111 amended Article XIII (B) to allow a selection of annual adjustment factors (price and population) which must also be adopted at a regularly scheduled meeting; and

WHEREAS, the City selected the City's population change and the change in California Per Capita Personal Income Factor to compute the Appropriations Limit; and

WHEREAS, the Division Manager – Reporting has made the calculations pursuant to the law and concludes that the appropriations subject to limitation is the sum of two hundred and ten million, sixty-nine thousand, and six hundred and eighteen dollars (\$210,069,618); and

WHEREAS, pursuant to the law the calculations have been made available to the public for two (2) weeks prior to the date of the adoption of this resolution. A copy of the calculation has been and is on file in the City of Pittsburg Finance Department.

NOW, THEREFORE, BE IT RESOLVED that the City Council hereby establishes the Fiscal Year 2023-24 Appropriations Limit of the City of Pittsburg at \$210,069,618 using the City's Population Change and the change in the California per Capita Personal Income factor.

PASSED AND ADOPTED by the City Council of the City of Pittsburg at a regular meeting on the 19th of June 2023, by the following vote:

AYES: Adams, Killings, Lopez, Scales-Preston
NOES: None
ABSTAINED: None
ABSENT: Banales


Shanelle Scales-Preston, Mayor

ATTEST:


Alice E. Evenson, City Clerk

City of Pittsburg Fiscal Year 2023-24
Gann Appropriations Limit Calculations

	<u>City Population Change</u>	<u>County Population Change</u>	
Population Change as of January 1, 2023	1.0016 ⁽¹⁾	0.9964 ⁽¹⁾	
		<u>Per Capita Change</u>	
Cost of Living FY 2023-24		1.0444 ⁽¹⁾	
FY 23-24 Gann Limit Growth Factor -Larger of County and City Population		<u>1.0016</u>	
-Per Capita Cost of Living Change		x <u>1.0444</u>	
INCREASE in City's Appropriations Limit for FY 2023-24		<u>1.046071</u>	
FY 2022-23 Appropriations Limit		\$ 200,817,744 ⁽²⁾	
Growth Factor		x <u>1.046071</u>	
FY 2023-24 APPROPRIATIONS LIMIT		<u>\$ 210,069,618</u>	

NOTE:

(1) California Department of Finance Letter Dated May, 2023

(2) FY2022-23 General Fund Appropriations Limit - Revised due to an oversight in the prior year



Dear Fiscal Officer:

Subject: Price Factor and Population Information

Appropriations Limit

California Revenue and Taxation Code section 2227 requires the Department of Finance (Finance) to transmit an estimate of the percentage change in population to local governments. Each local jurisdiction must use their percentage change in population factor for January 1, 2023, in conjunction with a change in the cost of living, or price factor, to calculate their appropriations limit for fiscal year 2023-24. Attachment A provides the change in California's per capita personal income and an example for utilizing the price factor and population percentage change factor to calculate the 2023-24 appropriations limit. Attachment B provides the city and unincorporated county population percentage change. Attachment C provides the population percentage change for counties and their summed incorporated areas. The population percentage change data excludes federal and state institutionalized populations and military populations.

Population Percent Change for Special Districts

Some special districts must establish an annual appropriations limit. California Revenue and Taxation Code section 2228 provides additional information regarding the appropriations limit. Article XIII B, section 9(C) of the California Constitution exempts certain special districts from the appropriations limit calculation mandate. The code section and the California Constitution can be accessed at the following website: <http://leginfo.legislature.ca.gov/faces/codes.xhtml>.

Special districts required by law to calculate their appropriations limit must present the calculation as part of their annual audit. Any questions special districts have on this requirement should be directed to their county, district legal counsel, or the law itself. No state agency reviews the local appropriations limits.

Population Certification

The population certification program applies only to cities and counties. California Revenue and Taxation Code section 11005.6 mandates Finance to automatically certify any population estimate that exceeds the current certified population with the State Controller's Office. **Finance will certify the higher estimate to the State Controller by June 1, 2023.**

Please Note: The prior year's city population estimates may be revised. The per capita personal income change is based on historical data.

If you have any questions regarding this data, please contact the Demographic Research Unit at (916) 323-4086.

JOE SPEPHENSHAW
Director
By:

Erika Li
Chief Deputy Director

Attachment

- A. **Price Factor:** Article XIII B specifies that local jurisdictions select their cost of living factor to compute their appropriation limit by a vote of their governing body. The cost of living factor provided here is per capita personal income. If the percentage change in per capita personal income is selected, the percentage change to be used in setting the fiscal year 2023-24 appropriation limit is:

Per Capita Personal Income

Fiscal Year (FY)	Percentage change over prior year
2023-24	4.44

- B. Following is an example using sample population change and the change in California per capita personal income as growth factors in computing a 2023-24 appropriation limit.

2023-24:

Per Capita Cost of Living Change = 4.44 percent
 Population Change = -0.35 percent

Per Capita Cost of Living converted to a ratio: $\frac{4.44 + 100}{100} = 1.0444$

Population converted to a ratio: $\frac{-0.35 + 100}{100} = 0.9965$

Calculation of factor for FY 2023-24: $1.0444 \times 0.9965 = 1.0407$

Fiscal Year 2023-24

Attachment B
Annual Percent Change in Population Minus Exclusions*
January 1, 2022 to January 1, 2023 and Total Population, January 1, 2023

County City	Percent Change 2022-2023	--- Population Minus Exclusions ---		Total Population
		1-1-22	1-1-23	1-1-2023
Contra Costa				
Anlioch	0.94	114,362	115,442	115,442
Brentwood	0.46	64,219	64,513	64,513
Clayton	-1.08	10,782	10,666	10,666
Concord	-0.84	123,102	122,074	122,074
Danville	-0.79	43,166	42,823	42,823
El Cerrito	-0.88	25,710	25,484	25,484
Hercules	1.36	25,944	26,297	26,297
Lafayette	-0.46	25,119	25,004	25,004
Martinez	-0.67	36,790	36,543	36,543
Maraga	-0.95	17,055	16,893	16,893
Oakley	1.67	44,257	44,995	44,995
Orinda	-0.52	19,326	19,225	19,225
Pinole	-1.07	18,442	18,244	18,244
Pittsburg	0.16	74,688	74,809	74,809
Pleasant Hill	-0.89	33,697	33,397	33,397
Richmond	-0.88	114,521	113,518	113,518
San Pablo	-1.02	31,625	31,301	31,301
San Ramon	-0.86	83,587	82,870	82,870
Walnut Creek	-0.51	69,603	69,245	69,245
Unincorporated	-0.85	175,719	174,226	174,310
County Total	-0.36	1,151,714	1,147,569	1,147,653

*Exclusions include residents on federal military installations and group quarters residents in state mental institutions, state and federal correctional institutions and veteran homes.

Attachment C
Annual Percent Change in Population Minus Exclusions*
January 1, 2022 to January 1, 2023

County	<u>Percent Change</u> 2022-23	<u>--- Population Minus Exclusions ---</u>	
		1-1-22	1-1-23
Alameda			
Incorporated	-0.38	1,492,611	1,486,910
County Total	-0.47	1,641,554	1,633,886
Alpine			
Incorporated	0.00	0	0
County Total	-0.59	1,191	1,184
Amador			
Incorporated	-0.62	13,831	13,745
County Total	-0.68	36,251	36,004
Butte			
Incorporated	2.57	141,844	145,483
County Total	-0.48	206,582	205,592
Calaveras			
Incorporated	-0.48	3,559	3,542
County Total	-0.23	44,949	44,844
Colusa			
Incorporated	0.03	11,993	11,996
County Total	-0.22	21,819	21,771
Contra Costa			
Incorporated	-0.27	975,995	973,343
County Total	-0.36	1,151,714	1,147,569
Del Norte			
Incorporated	-0.57	4,069	4,046
County Total	-0.49	24,923	24,800
El Dorado			
Incorporated	-0.69	31,348	31,133
County Total	-0.43	189,734	188,923

*Exclusions include residents on federal military installations and group quarters residents in state mental institutions, state and federal correctional institutions and veteran homes.



**Southwest Geologic Hazard Abatement District II (GHAD II)
Office of the Executive Director
65 Civic Avenue
Pittsburg, CA 94565-3814**

MEMO: June 19, 2023
TO: Chair and Board Members
FROM: Garrett Evans, Executive Director
RE: Adoption of a GHAD II Resolution for Approval of the Budget for Fiscal Year 2023-24 for the Southwest Pittsburg Geologic Hazard Abatement District II (GHAD II) and Appropriation of Funds for Fiscal Year 2023-24

EXECUTIVE SUMMARY

The City Council's Finance Sub-Committee met on April 21, 2023, May 19, 2023, and June 16, 2023, and a City Council budget workshop was held on May 1, 2023, to review and receive public input and discussion regarding the Draft Operating Budget for Fiscal Year 2023-24. The Fiscal Year 2023-24 budget must be appropriated by July 1, 2023, to provide on-going funding for the Southwest GHAD II activities during the next fiscal year.

FISCAL IMPACT

The Southwest GHAD II budget for Fiscal Year 2023-24 estimates revenues in the amount of \$1,804,584 and a spending plan of \$1,813,498.

RECOMMENDATION

GHAD II approve the Operating Budget for Fiscal Year 2023-24 and adopt the budget for the Southwest GHAD II, for the Fiscal Year 2023-24.

BACKGROUND

The Preliminary Operating Budget for Fiscal Year 2022-23 for the City of Pittsburg, including the Southwest GHAD II, was presented at budget a workshop meeting held on May 1, 2023.

SUBCOMMITTEE FINDINGS

The City of Pittsburg Preliminary Operating Budget for the Fiscal Year 2023-24 was presented to the Finance Subcommittee on April 21, 2023, May 19, 2023, and June 16,

2023. The Subcommittee members did not express any changes related to the GHAD II FY 2023-24 budget.

STAFF ANALYSIS

A complete copy of the detailed Preliminary Operating Budget document for Fiscal Year 2023-24 will be placed on the City of Pittsburg's website before the June 19, 2023, City Council/GHAD Board Meeting and can be located by navigating to City Services/Finance/Budget and Other Financial Documents/2023-24 Proposed Budget.

The Southwest GHAD II will see a decrease in fund balance of \$8,914.

Report Prepared by: Paul L. Rodrigues, Director of Finance

Attachment: Resolution