



COUNTY OF HUMBOLDT

AGENDA ITEM NO.  
**D-1**

For the meeting of: October 4, 2016

Date: September 7, 2016  
To: Board of Supervisors  
From: Auditor-Controller  
Subject: FY 2016-17 Appropriation Limit

RECOMMENDATION(S): That the Board of Supervisors approve the attached resolution and schedules setting forth the FY 2016-17 appropriation limits in accordance with Article XIII B of the California Constitution and California Government Code, Title 1, Division 9.

DISCUSSION: Each year the governing body of the County shall, by resolution, establish its appropriation limit and make other necessary determinations pursuant to Article XIII B of the California Constitution and California Government Code, Title 1, Division 9. Government Code Section 7910 requires that the documentation used in establishing the appropriation limit be available for public inspection fifteen days prior to the adoption of the resolution by the Board of Supervisors. The Clerk of the Board published notice on or before September 19, 2016, that this documentation is available for inspection at the Office of the County Auditor-Controller. The summary worksheets calculating the FY 2016-17 appropriation limit are attached and titled "Attachment A". As the documentation supports the recommended appropriation limit and has been available for the requisite public inspection period and adequate public notice of the location for inspection has been given, the Board of Supervisors may adopt the resolution attached hereto as Attachment B.

FINANCIAL IMPACT: None. The County's projected tax revenue for 2016-17 is substantially below its calculated appropriation limit.

OTHER AGENCY INVOLVEMENT: None.

Prepared by: Steven Edmiston, Assistant Auditor-Controller      CAO Approval

REVIEW: Auditor SE County Counsel SM Personnel \_\_\_\_\_ Risk Manager \_\_\_\_\_ Other \_\_\_\_\_

TYPE OF ITEM:  
 Consent  
 Departmental  
 Public Hearing  
 Other \_\_\_\_\_

BOARD OF SUPERVISORS, COUNTY OF HUMBOLDT  
Upon motion of Supervisor Sundberg  
Seconded by Supervisor Bass  
And unanimously carried by those members present,  
The Board hereby adopts the recommended action  
contained in this report.

PREVIOUS ACTION/REFERRAL:

Board Order No. \_\_\_\_\_

Dated: Oct. 4, 2016  
Kathy Hayes, Clerk of the Board

Meeting of: \_\_\_\_\_

By: John Stubbell

ALTERNATIVES TO STAFF RECOMMENDATIONS: The Board could schedule this matter for some other time.

ATTACHMENTS: Resolution and worksheets supporting the calculation of the appropriation limit for 2016-17.

**County of Humboldt**  
**Gann Limit: Interest Allocation**  
**2016-17 Budgeted Revenues**

	<u>Amount</u>	<u>Percentage</u>
Proceeds of taxes	\$66,628,909	0.207720647
Non-proceeds	254,133,182	0.792279353
Subtotal	320,762,091	
Interest	275,800	
Total proceeds from all sources	321,037,891	

<u>Interest Allocation</u>	<u>Proceeds of Taxes</u>	<u>Non-Proceeds</u>
$\$275,800 * 0.207720647$	57,289	
$\$275,800 * 0.792279353$		218,511
Add Total Above	66,628,909	254,133,182
	\$66,686,198	\$254,351,693
Appropriation limit - FY 2016-17	\$175,372,014	
Proceeds (amount subject to limit)	66,686,198	
Non-Proceeds	254,351,693	
Total	\$321,037,891	

**BOARD OF SUPERVISORS, COUNTY OF HUMBOLDT, STATE OF CALIFORNIA**

Certified copy of portion of proceedings, Meeting of October 4, 2016

RESOLUTION NO. 16-110

**RESOLUTION OF THE BOARD OF SUPERVISORS ESTABLISHING THE FISCAL YEAR 2016-17 APPROPRIATION LIMIT UNDER ARTICLE XIII B OF THE CALIFORNIA CONSTITUTION, AND ESTABLISHING THE PERIOD FOR CONTESTING SUCH LIMITS FOR THE COUNTY AND BOARD OF SUPERVISORS GOVERNED SPECIAL DISTRICTS**

**WHEREAS**, Article XIII B of the California Constitution provides that the state and each local government shall be subject to an annual appropriation limit as defined in that Article; and

**WHEREAS**, Article XIII B Section 8 (e) (2) requires the Governing Body to select the Change in Cost of Living methodology each year by recorded vote; and

**WHEREAS**, the percentage change in the Local Assessment roll from the preceding year due to the addition of non-residential new construction provides the greatest result rather than using the change in the California Per Capita Income; and

**WHEREAS**, the Auditor-Controller of the County of Humboldt has computed the appropriations limit for the fiscal year 2016-17; and

**WHEREAS**, the Auditor-Controller of the County of Humboldt has prepared the applicable Statements showing the calculation and they were made available for public review during reasonable hours and after reasonable notice in the Auditor-Controller's Office for the fifteen days prior to the October 4, 2016, Board meeting; and

**WHEREAS**, the Clerk of the Board published notice on or before September 19, 2016, of the location of the place where the applicable statements were available for public inspection.

**NOW, THEREFORE, BE IT RESOLVED**, that the County of Humboldt selects the percentage change in non-residential new construction and the percentage change in the population of the State of California methodology for use in calculating its appropriation limit for fiscal year 2016-17; and

**BE IT FURTHER RESOLVED** that, the appropriations limit for the County of Humboldt for the fiscal year 2016-17 as shown on Attachment A is hereby established as \$175,372,014 and that such appropriations limit may be adjusted at a later date in accordance with Sections 3 and 11 of Article XIII B of the California Constitution; and

**BE IT FURTHER RESOLVED** that the appropriations limit for the County for the fiscal year 2016-17 may be adjusted at a later date in the event that revenues which are unanticipated, and classified as proceeds of taxes in accordance with Section 8 (c) of Article XIII B of the California Constitution, are received and appropriated.

**BE IT FURTHER RESOLVED** that any judicial action or proceeding to attach, review, set aside, void or annul the appropriations limits established by this resolution shall be commenced within 45 days from the date of this resolution in accordance with Division 9 of Title 1 of the Government Code.

Dated: October 4, 2016



MARK LOVELACE, Chair  
Humboldt County Board of Supervisors

**BOARD OF SUPERVISORS, COUNTY OF HUMBOLDT, STATE OF CALIFORNIA**

Certified copy of portion of proceedings, Meeting of October 4, 2016

RESOLUTION NO. 16-110

Adopted on motion by Supervisor Sundberg, seconded by Supervisor Bass, and the following vote:

AYES:	Supervisors	Sundberg, Fennell, Lovelace, Bohn, Bass
NAYS:	Supervisors	--
ABSENT:	Supervisors	--
ABSTAIN:	Supervisors	--

STATE OF CALIFORNIA )  
County of Humboldt )

I, KATHY HAYES, Clerk of the Board of Supervisors, County of Humboldt, State of California, do hereby certify the foregoing to be an original made in the above-entitled matter by said Board of Supervisors at a meeting held in Eureka, California.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the Seal of said Board of Supervisors.



By ANA HARTWELL  
Deputy Clerk of the Board of Supervisors of the  
County of Humboldt, State of California

## **Attachment A:**

### **Gann Limit for FY 2016-17**

Price factor:	7.9796	
Population factor:	0.9000	
Per Capita converted to a ratio:		1.0798
Population converted to a ratio:		1.0090
Calculation of factor for FY 2016-17:		1.0895
Appropriation limit for FY 2015-16:		<u>\$160,963,560</u>
Appropriation limit for FY 2016-17:		<u><u>\$175,372,014</u></u>