

RESOLUTION NO. 2018-
A RESOLUTION OF THE CITY COUNCIL OF THE CHARTERED CITY
OF VISTA, CALIFORNIA, ESTABLISHING THE APPROPRIATIONS
LIMIT FOR FISCAL YEAR 2018/19

The City Council the City of Vista does resolve as follows:

1. Findings. The City Council hereby finds and declares the following:

A. Article XIII-B of the California Constitution was amended June 5, 1990, by Proposition 111 to change inflation and population factors that may be used by local jurisdictions in setting their appropriations limit.

B. The appropriations limit may increase annually by a factor comprised of either the change in California per capita personal income or the change in the local assessment roll due to local non-residential construction combined with the change in population within the local jurisdiction or within the county in which it is located.

C. The 1990-1991 appropriations limit has been recalculated from Fiscal Year 1986/87 using the new growth factors stated in Proposition 111.

D. The City has now received inflation and population data from the State Department of Finance to calculate the 2018/19 appropriations limit.

E. The growth factors used in calculating the Fiscal Year 2018/19 appropriations limit are based on the change in per capita personal income combined with the change in City population.

F. The City Council of the City of Vista intends to establish the appropriations limit for the 2018/19 Fiscal Year for the City of Vista based on the Fiscal Year 2017/18 appropriations limit adjusted by the following ratios of change:

California per Capita Personal Income (Inflation Factor)	County Population Change (Population Factor)	Change Factor
1.0367	1.0095	1.0465

2. Action.

A. The Appropriations limit for the City of Vista for Fiscal Year 2018/19 shall be \$426,506,469 based upon the ratio of change for Fiscal Year 2018/19.

B. The Fiscal Year 2018/19 appropriations limit shall be amended when the Fiscal Year 2019/20 appropriations limit is established if the change in the local assessment roll due to non-residential construction in Fiscal Year 2018/19 is greater than the 3.67 percent California per capita personal income factor used in calculating the 2018/19 appropriations limit.

3. Adoption. PASSED AND ADOPTED at a meeting of the City Council held on June 12, 2018, by the following vote:

AYES:

NOES:

ABSTAIN:

JUDY RITTER, MAYOR

APPROVED AS TO FORM:
DAROLD PIEPER, CITY ATTORNEY

ATTEST:
KATHY VALDEZ, CITY CLERK

By: _____

By: _____

DRAFT

**CALCULATIONS FOR ALLOWABLE GROWTH RATE IN APPROPRIATIONS
FOR FISCAL YEAR 2018/19 PER ARTICLE XIII-B
OF THE CALIFORNIA CONSTITUTION**

Price Factor — Under the revisions implemented by Proposition 111, the City now has a choice for each year selecting the greater of:

- Increase in California Per Capita Income
- or
- Increase in Non-residential Assessed Valuation

The factors to choose from for the 2018/19 appropriation limit calculations are as follows:

Per Capita Personal Income	Non-residential AV growth
3.67%	0.96%

Population Factor — Under the Revisions implemented by Proposition 111, the City now has the choice for each year of selecting the greater of:

- Increase in City Population
- or
- Increase in County Population

The factors to choose from for the 2018/19 appropriation limit calculation are as follows:

City Population Increase	County Population Increase
0.44%	0.95%

Calculation of Appropriation Limitation

	2016/17 Factors:	
	- Per Capita Income Growth	x 1.0537
	- City Population Growth	x 1.0136
2016/17 Limit		<u>\$381,622,760</u>

	2017/18 Factors:	
	- Per Capita Income Growth	x 1.0369
	- City Population Growth	x 1.0299
2017/18 Limit		<u>\$407,536,209</u>

	2018/19 Factors:	
	- Per Capita Income Growth	x 1.0367
	- County Population Growth	x 1.0095
2018/19 Limit		<u>\$426,506,469</u>

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**2018/19 OPERATING BUDGET APPROPRIATIONS
BASED UPON PROCEEDS OF TAXES**

Taxes

Property Tax	\$23,299,000
Sales & Use Tax	25,079,000
Transient Lodging Tax	1,350,000
Business License Tax	1,806,107
Other Taxes	<u>700,000</u>
Sub-total: Taxes	52,234,107

Revenue from Other Agencies

Motor Vehicle In Lieu	40,000
Homeowners Relief	82,000

Investment Earnings 1,286,196

Total: 2018/19 Proceeds of Taxes \$53,642,303

2018/19 Appropriations Limit \$426,506,469

2018/19 Operating Revenue based upon
Proceeds of Taxes (12.58%) \$53,642,303

2018/19 Appropriations Margin Limit (87.42%) \$372,864,166

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