

RESOLUTION NO. _____

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY
OF SUNNYVALE ESTABLISHING THE APPROPRIATIONS
LIMIT FOR FISCAL YEAR 2016 – 2017 PURSUANT TO
ARTICLE XIII B OF THE CALIFORNIA CONSTITUTION**

WHEREAS, Article XIII B of the California Constitution (enacted with the passage of Proposition 4 in 1979; with modifications under Proposition 111, passed by the voters of California in June 1990; and implemented by California Government Code Sections 7900 *et seq.*), specifies that appropriations of governmental entities may increase by an amount adjusted by the cost of living and change in population from the prior year; and

WHEREAS, California Government Code Section 7910 provides for the annual establishment by local jurisdictions of their appropriations limit for each fiscal year, and further provides that upon establishment of such appropriations limit any judicial action or proceeding to attack, review, set aside, void, or annul such action by the City Council must be commenced within forty-five (45) days of the effective date of the resolution establishing the appropriations limit; and

WHEREAS, pursuant to Government Code Section 7910, in Report to Council (RTC) No. 16-0135, dated June 14, 2016, the Director of Finance has computed the appropriations limit applicable to the City of Sunnyvale for the fiscal year 2016 – 2017, and transmitted the same to the City Council in RTC No. 16-0137, dated June 28, 2016; and

WHEREAS, documentation used in determining the appropriations limit has been made available to the public for a period of not less than fifteen (15) days prior to City Council's consideration of this resolution.

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

1. Pursuant to the appropriations limit formula set forth by Government Code Sections 7900-7914, the City Council does hereby establish the appropriations limit for fiscal year 2016 – 2017 for the City of Sunnyvale as \$210,316,844, as documented in Exhibit A, attached hereto and incorporated herein by reference as though fully set forth.
2. Pursuant to Government Code Section 7910, no judicial action or proceeding to attack, review, set aside, void, or annul the action of the City Council in establishing the appropriations limit for fiscal year 2016 – 2017 shall be brought unless such action or proceeding shall have been commenced within forty-five (45) days of the date of adoption of this resolution.

Adopted by the City Council at a regular meeting held on _____, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

RECUSAL:

ATTEST:

APPROVED:

City Clerk
(SEAL)

Mayor

APPROVED AS TO FORM:

City Attorney

EXHIBIT A

CITY OF SUNNYVALE CALCULATION OF APPROPRIATIONS LIMIT FY 2016/17 Recommended Budget

	<u>FY 2015/2016</u>	<u>FY 2016/2017</u>
Appropriations:		
035. General Fund	\$ 140,666,239	\$ 155,023,764
070. Housing Fund	6,378,055	6,942,967
071. Home Fund	1,412,880	693,536
072. Redevelopment Housing Fund	-	290,093
110. Community Development Block Grant Fund	1,202,663	1,564,505
141. Park Dedication Fund	818,930	1,046,871
175. Public Safety Forfeiture Fund	148,763	151,792
190. Police Services Augmentation Fund	232,230	231,405
210. Employment Development Fund	10,500,000	10,500,000
245. Parking District Fund	328,576	194,847
280. Gas Tax Fund	2,339,920	355,164
290. VRF Local Road Improvement Fund	48,748	-
295. Youth and Neighborhood Services Fund	763,619	839,688
385. Capital Projects Fund	6,895,441	16,585,015
610. Infrastructure Renovation and Replacement Fund	13,228,550	11,220,725
Total Appropriations	<u>184,964,614</u>	<u>205,640,373</u>
Appropriation Adjustments:		
Non-Tax Revenues	(83,134,086)	(98,004,267)
Qualified Capital Outlay	(2,702,750)	(1,950,750)
Total Appropriation Adjustments	<u>(85,836,836)</u>	<u>(99,955,017)</u>
Appropriations Subject to Limit	<u>99,127,778</u>	<u>105,685,356</u>
Growth Rate Factor	<u>1.0499</u>	<u>1.0670</u>
Total Allowable Appropriations Limit <i>(Prior Year Appropriations Limit x Growth Rate Factor)</i>	<u>197,114,763</u>	<u>210,316,844</u>
Amount Under (Over) Allowable Appropriations Limit	<u>\$ 97,986,985</u>	<u>\$ 104,631,488</u>

**CITY OF SUNNYVALE
CALCULATION OF APPROPRIATIONS LIMIT
FY 2016/17 Recommended Budget**

	<u>FY 2015/2016</u>	<u>FY 2016/2017</u>
Revenues:		
Tax Revenues:		
Property Tax	\$ 56,486,758	\$ 64,072,610
Sales Tax	33,513,807	33,334,799
Other Taxes	23,473,881	26,714,557
Unrestricted State Subventions	222,960	222,960
Interest Income	<u>1,153,939</u>	<u>1,020,816</u>
Total Tax Revenues	<u>114,851,345</u>	<u>125,365,742</u>
Non-Tax Revenues:		
Federal Grants	17,057,274	18,018,377
Restricted State Shared Revenues	3,102,861	3,023,610
State Grants/Reimbursements	363,063	524,002
Other Intergovernmental Contributions	2,442,071	1,884,967
Franchise Fees	6,963,390	7,153,717
Permits and Licenses	1,218,659	1,261,679
Service and Development Fees	26,222,052	43,162,529
Rents and Concessions	2,435,002	2,501,755
Fines and Forfeitures	962,184	999,943
Housing Loan Repayments	423,130	607,452
Revenue from Sale of Property	14,000,000	10,910,000
Miscellaneous	832,864	756,162
Inter-Fund Loan Repayments	6,272,017	6,290,179
Interest Income	<u>839,519</u>	<u>909,895</u>
Total Non-Tax Revenues	<u>83,134,086</u>	<u>98,004,267</u>
Total Revenues	<u>\$ 197,985,431</u>	<u>\$ 223,370,009</u>

**CITY OF SUNNYVALE
APPROPRIATIONS LIMIT
FY 2016/17 Recommended Budget**

	<u>AMOUNT</u>	<u>SOURCE</u>
A. LAST YEAR'S LIMIT	\$ 197,114,763	Prior Year
B. ADJUSTMENT FACTORS		
1. Population	1.0126	State Department of Finance
2. Inflation	1.0537	State Department of Finance
	1.0670	(B1*B2)
Total Adjustment %	0.0670	(B1*B2-1)
C. ANNUAL ADJUSTMENT	\$ 13,202,081	(B*A)
D. OTHER ADJUSTMENTS:		
Lost Responsibility (-)	0	
Transfer to private (-)	0	
Transfer to fees (-)	0	
Assumed Responsibility (+)	0	
Sub-total	<u>0</u>	
E. TOTAL ADJUSTMENTS	\$ 13,202,081	(C+D)
F. THIS YEAR'S LIMIT	<u><u>\$ 210,316,844</u></u>	(A+E)