

DRAFT 6/10/2021 JAV

RESOLUTION NO. _____

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY
OF SUNNYVALE ESTABLISHING THE APPROPRIATIONS
LIMIT FOR FISCAL YEAR 2021-2022 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. 21-0212, dated June 8, 2021, the Director of Finance has computed the appropriations limit applicable to the City of Sunnyvale for the fiscal year 2021-2022, and transmitted the same with suggested modifications to the City Council in RTC No. 21-0213, dated June 15, 2021; 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 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 2021-2022 for the City of Sunnyvale as \$269,920,441, 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 2021-2022 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
APPROPRIATIONS LIMIT
FY 2021/22 Adopted Budget**

	AMOUNT	SOURCE
A. LAST YEAR'S LIMIT	\$ 253,870,523	Prior Year
B. ADJUSTMENT FACTORS		
1. Population	1.0056	State Department of Finance
2. Inflation	1.0573	State Department of Finance
	1.0632	(B1*B2)
Total Adjustment %	0.0632	(B1*B2-1)
C. ANNUAL ADJUSTMENT	\$ 16,049,918	(B*A)
D. OTHER ADJUSTMENTS:		
Lost Responsibility (-)	0	
Transfer to private (-)	0	
Transfer to fees (-)	0	
Assumed Responsibility (+)	0	
Sub-total	0	
E. TOTAL ADJUSTMENTS	\$ 16,049,918	(C+D)
F. THIS YEAR'S LIMIT	<u>\$ 269,920,441</u>	(A+E)

**CITY OF SUNNYVALE
CALCULATION OF APPROPRIATIONS LIMIT
FY 2021/22 Adopted Budget**

	<u>FY 2020/2021</u>	<u>FY 2021/2022</u>
Appropriations:		
035. General Fund	\$ 163,062,865	\$ 188,898,693
070. Housing Fund	13,387,008	1,540,638
071. Home Fund	1,253,908	433,435
072. Redevelopment Housing Fund	1,050,405	1,305,944
110. Community Development Block Grant Fund	2,117,877	1,312,415
141. Park Dedication Fund	417,167	10,653,073
175. Public Safety Forfeiture Fund	-	-
190. Police Services Augmentation Fund	332,132	332,132
210. Employment Development Fund	10,677,434	10,500,000
245. Parking District Fund	168,290	179,822
280. Gas Tax Fund	1,500,000	1,500,000
285. Transportation Development Act (TDA) Fund	-	-
295. Youth and Neighborhood Services Fund	710,560	807,331
385. Capital Projects Fund	18,412,906	4,283,343
610. Infrastructure Renovation and Replacement Fund	131,865,661	82,437,969
Total Appropriations	<u>344,956,214</u>	<u>304,184,795</u>
Appropriation Adjustments:		
Current Non-Tax Revenues	(221,853,967)	(137,025,415)
Prior Non-Tax Revenues	-	(9,025,758)
Qualified Capital Outlay	<u>(1,133,110)</u>	<u>(1,166,250)</u>
Total Appropriation Adjustments	<u>(222,987,077)</u>	<u>(147,217,423)</u>
Appropriations Subject to Limit	121,969,138	156,967,372
Growth Rate Factor	<u>1.0422</u>	<u>1.0632</u>
Total Allowable Appropriations Limit <i>(Prior Year Appropriations Limit x Growth Rate Factor)</i>	<u>253,870,523</u>	<u>269,920,441</u>
Amount Under (Over) Allowable Appropriations Limit	<u>\$ 131,901,385</u>	<u>\$ 112,953,069</u>

**CITY OF SUNNYVALE
CALCULATION OF APPROPRIATIONS LIMIT
FY 2021/22 Adopted Budget**

	<u>FY 2020/2021</u>	<u>FY 2021/2022</u>
Revenues:		
Tax Revenues:		
Property Tax	\$ 90,750,445	\$ 94,860,330
Sales Tax	27,163,221	27,782,519
Other Taxes	26,327,779	23,366,221
Unrestricted State Subventions	222,960	295,940
Interest Income	2,366,672	2,962,858
Total Tax Revenues	<u>146,831,078</u>	<u>149,267,868</u>
Non-Tax Revenues:		
Federal Grants	13,570,522	26,192,714
Restricted State Shared Revenues	3,639,567	3,589,590
State Grants/Reimbursements	3,156,619	3,372,380
Other Intergovernmental Contributions	8,249,348	10,066,315
Franchise Fees	7,442,089	7,356,348
Permits and Licenses	1,634,631	1,955,653
Service and Development Fees	99,964,107	75,711,325
Rents and Concessions	2,642,990	3,165,480
Fines and Forfeitures	757,221	528,883
Housing Loan Repayments	694,323	-
Revenue from Sale of Property	-	-
Miscellaneous	75,141,638	-
Inter-Fund Loan Repayments	1,280,538	1,210,562
Interest Income	3,680,374	2,817,572
Total Non-Tax Revenues	<u>221,853,967</u>	<u>135,966,822</u>
Total Revenues	<u>\$ 368,685,045</u>	<u>\$ 285,234,690</u>