Resolution establishing the appropriations limit for FY2015-2016 as $2,991,417,308, pursuant to California Constitution, Article XIII B.

WHEREAS, Article XIII B of the California Constitution provides that the annual appropriations of the City and County of San Francisco which are subject to said Article may not exceed the Appropriations Limit for the prior year, with adjustments as provided in said Article XIII B; and

WHEREAS, The California Government Code, Section 7901, defines the terms, and Section 7902(b) sets forth the equations to be used to determine the City and County of San Francisco's annual Appropriations Limit, according to the following formula:

(b)"...the appropriations limit of the state and each local jurisdiction shall equal the appropriations limit for the prior fiscal year multiplied by the product of the change in cost of living, as defined in paragraph (2) of subdivision (e) of Section 8 of Article XIII B of the California Constitution, and the change in population of the local jurisdiction for the calendar year preceding the beginning of the fiscal year for which the appropriations limit is to be determined, and adjusted for other changes required or permitted by Article XIII B of the California Constitution;" and

WHEREAS, Article XIII B, Section 8(e)(2) of the California Constitution authorizes the calculation of the cost of living, either the use of the percentage change in California per-capita personal income from the preceding year, or the use of the percentage change in the local assessment roll from the preceding year for the jurisdiction due to the addition of local non-residential new construction; and
WHEREAS, The change in California per-capita personal income in FY2014-2015 was 3.82%, while the percentage change in the local assessment roll from 2014 due to the addition of local non-residential new construction was 0.33%; and

WHEREAS, The percentage change in population during calendar year 2014 for the City and County of San Francisco according to the California Department of Finance was 1.22%; and

WHEREAS, In FY2001-2002 the percentage change in population used for the calculation of the appropriations limit was 1.44%, while the appropriate percentage change in population was 1.58% as provided by the California Department of Finance; and

WHEREAS, Given the adjusted percentage change in population for FY2001-2002, the compounded increase in the appropriations limit results in an increase to the appropriations limit for FY2014-2015 of $3,985,370, from $2,842,635,601 to $2,846,620,971; and

WHEREAS, The resulting calculation establishing the City and County of San Francisco's FY2015-2016 Appropriations Limit is:

$$\text{\$2,846,620,971} \times 1.0382 \times 1.0122 = \text{\$2,991,417,308};$$

WHEREAS, This matter has been considered at a regularly scheduled meeting of the Board of Supervisors for the City and County of San Francisco; and

WHEREAS, The documentation used to determine the Appropriations Limit for the City and County of San Francisco for FY2015-2016 was available for public inspection in the Office of the Clerk of the Board of Supervisors for at least 15 days prior to said regularly scheduled meeting; now, therefore, be it

RESOLVED, That the City and County of San Francisco elects to use the percentage change in California per capita personal income and elects to use the percent change in
population within its jurisdiction from the previous year for the purpose of computation of its Appropriations Limit pursuant to Article XIII B of the California Constitution for FY 2015-2016; and, be it

FURTHER RESOLVED, That the net appropriations limit for FY 2015-2016 is established at $2,991,417,308.

Recommended:  
Ben Rosenfield,  
Controller
File Number: 151213  Date Passed: January 26, 2016

Resolution establishing the appropriations limit for FY2015-2016 as $2,991,417,308, pursuant to California Constitution, Article XIII B.

January 20, 2016 Budget and Finance Committee - RECOMMENDED

January 26, 2016 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Breed, Campos, Cohen, Farrell, Kim, Mar, Peskin, Tang, Wiener and Yee

File No. 151213

I hereby certify that the foregoing Resolution was ADOPTED on 1/26/2016 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

Date Approved: 2/4/2016