

RESOLUTION NO. RES-2020-093

RESOLUTION OF THE COUNCIL OF THE CITY OF SANTA ROSA APPROVING THE AGREEMENT WITH THE COUNTY OF SONOMA TO TRANSFER THE APPROPRIATIONS LIMIT IN CONNECTION WITH THE ROSELAND ANNEXATION AREA, AND ADOPTING THE RESTATEMENT OF THE APPROPRIATIONS LIMIT FOR FISCAL YEAR 2018-19 AND FISCAL YEAR 2019-20

WHEREAS, Article XIII B of the California Constitution provides for an annual appropriations limit for state and local governments beginning with the 1980-81 fiscal year, based on FY 1978-79 appropriations, as adjusted for specified annual changes in population and inflation; and

WHEREAS, the legislation provides that each year the governing body of each local jurisdiction shall, by resolution, establish its appropriations limit for the year pursuant to Article XIII B at a regularly scheduled meeting or noticed special meeting; and

WHEREAS, such legislation also provides that 15 days prior to such meeting, documentation used in the determination of the appropriations limit shall be available to the public; and

WHEREAS, copies of the documents used in the calculation of the limit have been available to the public on the City of Santa Rosa's website at <http://www.srcity.org/800/budget-information> since June 8, 2020; and

WHEREAS, Proposition 111 subsequently amended Article XIII B of the California Constitution to provide for certain revisions in the population and inflation factors used in the calculation of the appropriations limit and to provide for a recalculation of the appropriation limit data for the fiscal years 1987-88 through 1990-91; and

WHEREAS, Article XIII B of the California Constitution requires that a public agency's appropriations limit be adjusted whenever there is a transfer of financial responsibility between two or more government agencies such as through an annexation; and

WHEREAS, the Council approved the annexation of a large Sonoma County island commonly referred to as the Roseland Annexation Area pursuant to Council Resolution No. 28886, adopted on November 29, 2016, which annexation was approved by the Sonoma County Local Agency Formation Commission and became effective on November 1, 2017; and

WHEREAS, City and Sonoma County staff have negotiated the terms of a proposed Agreement for Transfer of Appropriations Limit in connection with the Roseland Annexation Area setting forth the appropriation limit amounts to be transferred from the County to the City as appropriate to meet the requirements of Article XIII B of the California Constitution, which amounts will be incorporated into the City's appropriations limit going forward; and

WHEREAS, the appropriation limit for the City of Santa Rosa for the fiscal year 2018-19 has been restated to be \$258,875,000, using an updated population factor; the appropriation limit

for the City of Santa Rosa for the fiscal year 2019-20 has also been restated to be \$267,851,244, using an updated population factor and Roseland Annexation appropriations limit transfer.

NOW THEREFORE BE IT RESOLVED that the Council of the City of Santa Rosa approves the selection of the following population and inflation factors in the calculation of the FY 2018-19 and FY 2019-20 appropriation limit:

Price factor: Percent change in California per capita personal income.

Population factor: Percent change in Santa Rosa population.

BE IT FURTHER RESOLVED that the Council approves the Agreement for Transfer of Appropriations Limit with the County of Sonoma, transferring the Roseland Annexation Area portion of the appropriations limit from the County of Sonoma to the City of Santa Rosa in substantially the form attached hereto at Exhibit A.

BE IT FURTHER RESOLVED that the appropriations limit for the City of Santa Rosa be restated using an updated population factor for fiscal year 2018-19, pursuant to Article XIII B of the California Constitution, as established at \$258,875,000.

BE IT FURTHER RESOLVED that the appropriations limit for the City of Santa Rosa be restated using an updated population factor and to include the transfer of the appropriation limit from the County of Sonoma for fiscal year 2019-20, pursuant to Article XIII B of the California Constitution, as established at \$267,851,244.

IN COUNCIL DULY PASSED this 23rd day of June, 2020.

AYES: (7) Mayor Schwedhelm, Vice Mayor Fleming, Council Members Dowd, Olivares, Rogers, Sawyer, Tibbetts

NOES: (0)

ABSENT: (0)

ABSTAIN: (0)

ATTEST: _____
City Clerk

APPROVED: _____
Mayor

APPROVED AS TO FORM:

City Attorney

Exhibit A - Agreement for Transfer of Appropriation Limit