

**AGREEMENT FOR TRANSFER OF APPROPRIATIONS LIMIT**

This Agreement, dated \_\_\_\_\_, 2020 ("Effective Date"), is by and between the City of Santa Rosa ("City") and the County of Sonoma ("County").

**RECITALS**

1. On November 1, 2017, the territory generally located west of U.S. Highway 101, south of Ninth Street, east of Wright Road, and north of Robles Avenue, in the southwest Santa Rosa area and generally referred to as the Brittain Lane island totaling +/-16 acres, the Roseland island totaling +/-620 acres, the Victoria Drive island totaling +/-19 acres, the West Hearn island totaling +/-34 acres, and the West Third island totaling +/-23 acres was annexed to the City and detached from County Service Area No. 40 (Fire Services) and County Services Area No. 41 (Multi-Services).
2. On November 6, 1979, California voters approved an initiative that added Article XIII B to the State Constitution, subsequently amended by Proposition 98 in 1988 and Proposition 111 in 1990. The provisions of this article place limits on the amount of revenue that can be appropriated by all entities of government ("Appropriation Limit"). Each entity's Appropriation Limit is based on actual appropriations during the 1978-1979 fiscal year (or its first full year of operation, if later), and is increased each year using specified population and inflationary growth factors.
3. Pursuant to Article XIII B, if responsibility for a governmental service is transferred from one entity to another, the Appropriations Limits of each affected entity must be adjusted to reflect that transfer. The adjustment is to be in such reasonable amount as the entities mutually agree.
4. As the provision of municipal services in the Annexation Area has transferred to the City, such an agreement is necessary to transfer appropriations limit from the County to the City.

**AGREEMENT**

THE PARTIES agree as follows:

1. As permitted by the California Constitution, Article XIII B section 3, the City and County agree that \$1,133,244 represents an acceptable value of current Appropriation Limit to transfer for fiscal year 2019-20, with the services to be transferred to the City,

including services transferring from the County and services transferring from special districts under the control of the Board of Supervisors.

2. County agrees to reduce its Appropriations Limit by \$600,426 for fiscal year 2019-2020, and continuing thereafter, to reflect the transfer of limit to the City.
3. County agrees to reduce the limit of CSA #41 Roseland by \$529,885 for fiscal year 2019-2020, and continuing thereafter, to reflect the transfer of limit to the City.
4. County agrees to reduce the limit of CSA #41 Multi Services by \$2,933 for fiscal year 2019-2020, and continuing thereafter, to reflect the transfer of limit to the City.
3. City agrees to reflect this increase of limit in its calculation of Appropriations Limit beginning in fiscal year 2019-20, and continuing thereafter.
4. Both parties agree to take such administrative steps as may be necessary to implement this Agreement.
5. This Agreement may be amended by mutual consent expressed in writing of the parties hereto.

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be executed as of the Effective Date.

**CITY OF SANTA ROSA**

**COUNTY OF SONOMA:**

By: \_\_\_\_\_

By: \_\_\_\_\_

Chair, Board of Supervisors

ATTEST:

ATTEST:

By: \_\_\_\_\_

By: \_\_\_\_\_

Clerk of the Board

APPROVED AS TO FORM:

APPROVED AS TO FORM:

By: \_\_\_\_\_

By: \_\_\_\_\_

City Attorney

County Counsel