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ADOPTION OF RESOLUTION
ADOPTING AN APPROPRIATION
SPENDING LIMIT FOR 1985-86
IN COMPLIANCE WITH
PROPOSITION 4 ARTICLE
XIII B OF THE STATE
CONSTITUTION

RESOLUTION NO. 85-65

Council was apprised that Article XIII B of the California State Constitution specifies that appropriations made by governmental entities may increase annually by the change in population and the change in either the U. S. Consumer Price Index, or California per Capita Personal Income Index, whichever is less.

The California Department of Finance is responsible for furnishing local jurisdictions the necessary data to establish appropriation limits.

The State has reported to us the U. S. Consumer Price Index as being 3.74%, which is less than the California per Capita Personal Income Index, and that Lodi's population increase as 4.04%. The ratio of that formula is as follows:

1.0374 (U.S. CPI) x 1.0404 (population increase)

= 1.0793 (change factor)

This change factor of 1.0793, applied to the 1984-85 appropriation limit of \$12,130,783, then sets Lodi's 1985-86 appropriation limit at \$13,092,754.

The Lodi City Council adopted Resolution No. 85-65 establishing an appropriations spending limit for 1985-86 in compliance with Proposition 4, Article XIII B of the State Constitution in the amount of \$13,092,754.

COUNCIL COMMUNICATION

TO: THE CITY COUNCIL

DATE

NO.

FROM: THE CITY MANAGER'S OFFICE

6-19-85

SUBJECT:

1985-86 APPROPRIATION SPENDING LIMIT

RECOMMENDED ACTION:

That the City Council adopt the attached Resolution establishing an appropriations spending limit for 1985-86 in compliance with Proposition 4, Article XIII B of the State Constitution in the amount of \$13,092,754.

EXPLANATION:

Article XIII B of the California State Constitution specifies that appropriations made by governmental entities may increase annually by the change in population and the change in either the U.S. Consumer Price Index, or California per Capita Personal Income Index, whichever is less.

The California Department of Finance is responsible for furnishing local jurisdictions the necessary data to establish appropriation limits.

The State has reported to us the U.S. Consumer Price Index as being 3.74%, which is less than the California per Capita Personal Income Index, and that Lodi's population increase as 4.04%. The ratio of that formula is as follows:

$$\begin{aligned} &1.0374 \text{ (U.S. CPI)} \times 1.0404 \text{ (population increase)} \\ &= 1.0793 \text{ (change factor)} \end{aligned}$$

This change factor of 1.0793, applied to the 1984-85 appropriation limit of \$12,130,783, then sets Lodi's 1985-86 appropriation limit at \$13,092,754.



Robert H. Holm, Finance Director

MEMORANDUM

TO: Thomas A. Peterson, City Manager
FROM: Robert H. Holm, Finance Director
DATE: June 7, 1985
SUBJECT: 1985-86 Appropriation Spending Limit

Article XIIB of the California State Constitution specifies that appropriations made by governmental entities may increase annually by the change in population and the change in either the U. S. Consumer Price Index, or California per Capita Personal Income Index, whichever is less.

The California Department of Finance is responsible for furnishing local jurisdictions the necessary data to establish appropriation limits.

The State has reported to us the U. S. Consumer Price Index as being 3.74%, which is less than the California per Capita Personal Income Index, and that Lodi's population increase as 4.04%. The ratio of that formula is as follows:

$$\begin{aligned} &1.0374 \text{ (U.S. CPI)} \times 1.0404 \text{ (population increase)} \\ &= 1.0793 \text{ (change factor)} \end{aligned}$$

This change factor of 1.0793, applied to the 1984-85 appropriation limit of \$12,130,783, then sets Lodi's 1985-86 appropriation limit at \$13,092,754.

Attached is a draft of the resolution needed to be presented to the City Council at its June 19, 1985 meeting.

Robert H. Holm
Finance Director

attachment

RESOLUTION NO. _____

RESOLUTION ADOPTING AN APPROPRIATIONS SPENDING
LIMIT FOR 1985-86 IN COMPLIANCE WITH PROPOSITION 4
ARTICLE XIIIIB OF THE STATE CONSTITUTION

RESOLVES, that the City Council of the City of Lodi
does hereby adopt the following Appropriation Spending Limit for
1985-86 in compliance with Proposition 4, now Article XIIIIB of the
State Constitution.

Total Appropriation Limit for 1984-85
as adopted by the City of Lodi \$12,130,783

Increased by
Allowable Accumulated Growth and
U. S. Consumer Price Index to
1985-86 of 7.93%

Therefore, the Spending Limit for
1985-86 \$13,092,754

Date: June 19, 1985

I hereby certify that Resolution No. _____ was passed
and adopted by the City Council of the City of Lodi in a regular meeting
held _____ by the following vote:

Ayes: Members - City Council
Noes: Members - City Council
Absent: Members - City Council

ALICE M. REIMCHE
City Clerk

RESOLUTION NO. 85-65

RESOLUTION ADOPTING AN APPROPRIATIONS SPENDING
LIMIT FOR 1985-86 IN COMPLIANCE WITH PROPOSITION
4 ARTICLE XIII B OF THE STATE CONSTITUTION

RESOLVED, that the City Council of the City of Lodi does hereby adopt the following Appropriations Spending Limit for 1985-86 in compliance with Proposition 4, now Article XIII B of the State Constitution.

Total Appropriation Limit for 1984-85
as adopted by the City of Lodi \$12,130,783

Increased by
Allowable Accumulated growth and
U. S. Consumer Price Index to
1985-86 of 7.93%

Therefore, the Spending Limit for
1985-86 \$13,092,754

Dated: June 19, 1985

I hereby certify that Resolution No. 85-65
was passed and adopted by the City Council of
the City of Lodi in a regular meeting held
June 19, 1985 by the following vote:

Ayes: Council Members - Olson, Reid, Snider,
Pinkerton, and
Hinchman (Mayor)

Noes: Council Members - None

Absent: Council Members - None

Alice M. Reimche
Alice M. Reimche
City Clerk