

RESOLUTION NO. 2024-28

A RESOLUTION OF THE CITY COUNCIL OF THE  
CITY OF HUNTINGTON BEACH ESTABLISHING THE  
GANN APPROPRIATION LIMIT FOR FISCAL YEAR 2024/2025

WHEREAS, Article 13B of the California Constitution imposes upon state agencies and local governments the obligation to limit each fiscal year's appropriation of the proceeds from taxes to the amount of such appropriations in fiscal year 1978/1979, adjusted for changes as prescribed under the law.

NOW, THEREFORE, the City Council of the City of Huntington Beach does hereby resolve as follows:

In compliance with provisions of Article 13B of the California Constitution and the formula set out therein, there is hereby established an appropriation limit of \$1,217,866,589 for the fiscal year 2024/2025.

PASSED AND ADOPTED by the City Council of the City of Huntington Beach at a regular meeting thereof held on the \_\_\_\_\_ day of \_\_\_\_\_, 2024.

\_\_\_\_\_  
Mayor

REVIEWED AND APPROVED:

\_\_\_\_\_  
City Manager

APPROVED AS TO FORM:

  
\_\_\_\_\_  
City Attorney

INITIATED AND APPROVED:

  
\_\_\_\_\_  
Chief Financial Officer

Exhibit A – Gann Limit Calculation

## EXHIBIT A

### GANN LIMIT CALCULATION FISCAL YEAR 2024-2025

Under Proposition 111, there are two options available for each of the major adjustment factors. The values of these factors for the purpose of calculating the Fiscal Year 2024-2025 adjustment are as follows:

#### Price Factor:

- (A) Percent growth in State per Capita Personal Income: 3.62%  
(Source: Dept. of Finance, California)
- (B) Percent change in Assessed Valuation due to new non-residential construction: -1.07%  
(Source: Orange County Assessor Prop 111 Report)

#### Population Factor:

- (C) Percent growth in County Population: 0.31%  
(Source: Dept. of Finance, California)
- (D) Percent growth in City Population: -0.30%  
(Source: Dept. of Finance, California)

#### Annual Adjustment Factor:

Based on the actual data, the four alternative adjustment factors are as follows:

(A x C)	1.0362	x	1.0031	=	1.039412220
(A x D)	1.0362	x	0.9970	=	1.033091400
(B x C)	0.9893	x	1.0031	=	0.992366830
(B x D)	0.9893	x	0.9970	=	0.986332100

#### Calculation of the Fiscal Year 2024-2025 Limit

FY 23/24 Limit	\$ 1,171,687,773
Recommended Adjustment Factor (Largest Allowable Increase)	1.03941222
FY 24/25 Limit	<u><u>\$ 1,217,866,589</u></u>