

## Gann Appropriation Limit

- State Government Code section 7910 requires adoption of appropriation limit annually before the start of a fiscal year, pursuant to Article 13B of the State of California Constitution (November 1979)
- Gann Limit establishes a limit on the proceeds of taxes that may be appropriated for spending in a fiscal year
- Limit may increase annually in two ways:
  - Per Capita Personal Income in California or Assessment Roll of Local Non-Residential New Construction (whichever is greater)
  - County or City Population (whichever is greater)

## SUPPLEMENTAL COMMUNICATION

Meeting Date:	6/18/18
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Agende Hom No .	22

## Gann Limit Calculation

Description	Amount
FY 2017/18 Appropriation Limit	\$882,638,091
Multiplied by percentage growth in State Per Capita Personal Income	1.0367
Multiplied by change in County Population	1.0069
Proposed FY 2018/19 Appropriation Limit	\$921,344,622

 General Fund appropriation for FY 2018/19 is \$228.4 million which is significantly below the Gann Limit

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## **Recommended Action**

 Adopt Resolution No. 2018-37, a Resolution of the City Council of the City of Huntington Beach Establishing the Gann Appropriation Limit for Fiscal Year 2018/2019