

**Sierra County  
Board of Supervisors'  
Agenda Transmittal &  
Record of Proceedings**

<b>MEETING DATE:</b> September 17, 2019	<b>TYPE OF AGENDA ITEM:</b> <input checked="" type="checkbox"/> Regular <input type="checkbox"/> Timed <input type="checkbox"/> Consent
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**DEPARTMENT:** Auditor  
**APPROVING PARTY:** Van Maddox  
**PHONE NUMBER:** 530-289-3286

**AGENDA ITEM:** Resolution Adopting Appropriation Limits for the 2018-2019 Fiscal Year for the County Service Areas 2, 3 and Sierra Brooks 5A.

**SUPPORTIVE DOCUMENTS ATTACHED:** Memo Resolution Agreement Other

**BACKGROUND INFORMATION:**

**FUNDING SOURCE:**  
**GENERAL FUND IMPACT:** No General Fund Impact  
**OTHER FUND:**  
**AMOUNT:** \$ N/A

**ARE ADDITIONAL PERSONNEL REQUIRED?**  
Yes, -- --  
No

**IS THIS ITEM ALLOCATED IN THE BUDGET?** Yes No  
**IS A BUDGET TRANSFER REQUIRED?** Yes No

**SPACE BELOW FOR CLERK'S USE**

<p><b>BOARD ACTION:</b></p> <input type="checkbox"/> Approved <input type="checkbox"/> Approved as amended <input type="checkbox"/> Adopted <input type="checkbox"/> Adopted as amended <input type="checkbox"/> Denied <input type="checkbox"/> Other <input type="checkbox"/> No Action Taken	<input type="checkbox"/> Set public hearing For: _____ <input type="checkbox"/> Direction to: _____ <input type="checkbox"/> Referred to: _____ <input type="checkbox"/> Continued to: _____ <input type="checkbox"/> Authorization given to: _____	Resolution 2019- _____ Agreement 2019- _____ Ordinance _____ <b>Vote:</b> Ayes: Noes: Abstain: Absent: <input type="checkbox"/> By Consensus
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**COMMENTS:**

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CLERK TO THE BOARD

\_\_\_\_\_  
DATE

**BOARD OF SUPERVISORS  
COUNTY OF SIERRA  
STATE OF CALIFORNIA**

RESOLUTION NO. \_\_\_\_\_

**IN THE MATTER OF ESTABLISHING THE 2019-20 APPROPRIATION  
LIMITATION FOR SIERRA COUNTY SERVICE AREAS 2, 3 AND 5A**

WHEREAS, the people of the State of California approved the addition of Article XIII B to the State Constitution; and

WHEREAS, said Article XIII B establishes limitations on government appropriations of proceeds of taxes; and

WHEREAS, said Article XIII B further defines the types of revenues that are to be classified as proceeds of taxes and establishes the 1978-79 fiscal year as the base year for computing the prescribed appropriations limitations; and

WHEREAS, both said Article XIII B and chapter 1205 Statutes of 1980 established the criteria for the computation of said limitations and prescribes that said limitations be adopted by resolution of the governing board of each entity subject to the limitation; and

WHEREAS, the County Auditor of the County of Sierra has applied the applicable computational factors to determine the proceeds of taxes appropriation limitation for the 2019-20 fiscal year.

NOW THEREFORE BE IT RESOLVED by the Board of Supervisors of the County of Sierra, State of California that:

1. The appropriation limitation for the 2019-20
2. fiscal year are as follows:

County Service Area #2	\$ 313,435
County Service Area #3	\$ 77,219
County Service Area #4A-5A	\$ 822,711

3. Any revenues received from proceeds of taxes in excess of taxes of said appropriation limitation may be returned to the taxpayers within two years following the close of the fiscal year by a commensurate reduction in property tax levies or by some other method compatible with the intent of article XIII B. See calculations in attached exhibit A.



**COUNTY OF SIERRA  
STATE OF CALIFORNIA**

**FISCAL YEAR 2019-20**

**APPROPRIATIONS LIMIT  
(Proposition 4)**

**COUNTY-WIDE CALCULATION**

**Factor**

Price Index Change (%)

**3.85**

Population Change (%)

**(0.20)**

Price index change converted to a Ratio

$$\frac{3.85 + 100}{100} = 1.0385$$

Population Change converted to a Ratio

$$\frac{0.47 + 100}{100} = 0.998$$

Calculation of Factor for FY 19-20

$$1.0385 \times (1.002) = 1.036423$$

**COUNTY GOVERNMENT**

	<b>2018-19</b>		<b>Factor</b>		<b>2019-20</b>
Appropriations Limit	6,996,663	<b>X</b>	1.03642300	<b>=</b>	7,251,502

**Total annual appropriations subject to limit**

**2018-19**

**2019-20**

Secured Prop Tax	0013001 4001	3,246,856	3,320,544
Unsecured Prop Tax	0013001 4002	95,554	109,000
Prior Secured Prop Tax	0013001 4003	0	0
Prior Unsecured Prop Tax	0013001 4004	24,457	2,500
Supplemental Prop Tax	0013001 4005	19,633	40,000
Timber Yield Taxes	0013001 4007	98,426	45,000
Sales & Use Tax	0013001 4008	195,598	150,000
Property Transfer Tax	0013001 4010	30,064	24,000
Transient Occupancy Tax	0013001 4011	297,251	326,000
Motor Vehicle In Lieu	0013001 4357	373,017	371,731
Homeowners Prop Tax Relief	0013001 4055	32,032	33,500
Health - Realignment	8170000 4352	281,096	372,716
Sales Tax LTC	8550000 4255	0	50,000
<b>Total Tax Revenue</b>		<b><u>4,693,984</u></b>	<b><u>4,844,991</u></b>

**Resolution 2019-\_\_\_\_**

Per DOF

**COUNTY OF SIERRA  
STATE OF CALIFORNIA**

**FISCAL YEAR 2019-20**

**APPROPRIATIONS LIMIT  
(Proposition 4)**

**County Service Area 2: Fund 702**

	<b>2018-19</b>		<b>Factor</b>		<b>2019-20</b>
Appropriations Limit	\$302,420	<b>X</b>	1.036423	=	\$313,435

<b>Tax Revenue Sources</b>		<b>2018-19</b>		<b>2019-20</b>
4001 Current Secured Prop Tax		24,530		25,426
4002 Current Unsecured Prop Tax		628		800
4004 Prior Unsecured Prop Tax		130		0
4005 Supplemental Roll Prop Tax		129		50
4007 Timber Yield Taxes		3,463		1,700
4242 Homeowners Property Tax Relief		210		200
<b>Total Tax Revenue</b>		<b><u>\$29,091</u></b>		<b><u>\$28,176</u></b>

**County Service Area 3: Fund 703**

	<b>2018-19</b>		<b>Factor</b>		<b>2019-20</b>
Appropriations Limit	\$74,505	<b>X</b>	1.036423	=	\$77,219

<b>Tax Revenue Sources</b>		<b>2018-19</b>		<b>2019-20</b>
4001 Current Secured Prop Tax		14,017		14,594
4002 Current Unsecured Prop Tax		421		525
4004 Prior Unsecured Prop Tax		91		0
4005 Supplemental Roll Prop Tax		87		0
4007 Timber Yield Taxes		2,145		1,324
4242 Homeowners Property Tax Relief		141		166
<b>Total Tax Revenue</b>		<b><u>\$16,903</u></b>		<b><u>\$16,609</u></b>

**County Service Area 5A: Fund 706**

	<b>2018-19</b>		<b>Factor</b>		<b>2019-20</b>
Appropriations Limit	\$793,798	<b>X</b>	1.036423	=	\$822,711

<b>Tax Revenue Sources</b>		<b>2018-19</b>		<b>2019-20</b>
4001 Current Secured Prop Tax		100,924		67,287
4002 Current Unsecured Prop Tax		3,098		2,710
4004 Prior Unsecured Prop Tax		753		0
4005 Supplemental Roll Prop Tax		636		0
4007 Timber Yield Taxes		0		0
4242 Homeowners Property Tax Relief		1,038		966
<b>Total Tax Revenue</b>		<b><u>\$106,449</u></b>		<b><u>\$70,963</u></b>

**Resolution CSA 2019-\_\_\_\_**

**Note:** See County-wide calculation on previous page for development of factors



May 2019

Dear Fiscal Officer:

**Subject: Price Factor and Population Information**

**Appropriations Limit**

California Revenue and Taxation Code section 2227 requires the Department of Finance to transmit an estimate of the percentage change in population to local governments. Each local jurisdiction must use their percentage change in population factor for January 1, 2019, in conjunction with a change in the cost of living, or price factor, to calculate their appropriations limit for fiscal year 2019-20. Attachment A provides the change in California's per capita personal income and an example for utilizing the price factor and population percentage change factor to calculate the 2019-20 appropriations limit. Attachment B provides the city and unincorporated county population percentage change. Attachment C provides the population percentage change for counties and their summed incorporated areas. The population percentage change data excludes federal and state institutionalized populations and military populations.

**Population Percent Change for Special Districts**

Some special districts must establish an annual appropriations limit. California Revenue and Taxation Code section 2228 provides additional information regarding the appropriations limit. Article XIII B, section 9(C) of the California Constitution exempts certain special districts from the appropriations limit calculation mandate. The code section and the California Constitution can be accessed at the following website: <http://leginfo.legislature.ca.gov/faces/codes.xhtml>.

Special districts required by law to calculate their appropriations limit must present the calculation as part of their annual audit. Any questions special districts have on this requirement should be directed to their county, district legal counsel, or the law itself. No state agency reviews the local appropriations limits.

**Population Certification**

The population certification program applies only to cities and counties. California Revenue and Taxation Code section 11005.6 mandates Finance to automatically certify any population estimate that exceeds the current certified population with the State Controller's Office. **Finance will certify the higher estimate to the State Controller by June 1, 2019.**

**Please Note:** The prior year's city population estimates may be revised.

If you have any questions regarding this data, please contact the Demographic Research Unit at (916) 323-4086.

KEELY BOSLER  
Director  
By:

Vivek Viswanathan  
Chief Deputy Director

Attachment

- A. **Price Factor:** Article XIII B specifies that local jurisdictions select their cost of living factor to compute their appropriation limit by a vote of their governing body. The cost of living factor provided here is per capita personal income. If the percentage change in per capita personal income is selected, the percentage change to be used in setting the fiscal year 2019-20 appropriation limit is:

Per Capita Personal Income

Fiscal Year (FY)	Percentage change over prior year
2019-20	3.85

- B. Following is an example using sample population change and the change in California per capita personal income as growth factors in computing a 2019-20 appropriation limit.

**2019-20:**

Per Capita Cost of Living Change = 3.85 percent  
Population Change = 0.47 percent

Per Capita Cost of Living converted to a ratio:  $\frac{3.85 + 100}{100} = 1.0385$

Population converted to a ratio:  $\frac{0.47 + 100}{100} = 1.0047$

Calculation of factor for FY 2019-20:  $1.0385 \times 1.0047 = 1.0434$

Fiscal Year 2019-20

**Attachment B**  
**Annual Percent Change in Population Minus Exclusions\***  
**January 1, 2018 to January 1, 2019 and Total Population, January 1, 2019**

<b>County City</b>	<b><u>Percent Change</u></b>	<b><u>--- Population Minus Exclusions ---</u></b>		<b><u>Total</u></b>
	<b>2018-2019</b>	<b>1-1-18</b>	<b>1-1-19</b>	<b>1-1-2019</b>
Sierra				
Loyalton	-0.27	746	744	744
Unincorporated	-0.20	2,474	2,469	2,469
County Total	-0.22	3,220	3,213	3,213

\*Exclusions include residents on federal military installations and group quarters residents in state mental institutions, state and federal correctional institutions and veteran homes.