COLLEGE OF THE SEQUOIAS COMMUNITY COLLEGE DISTRICT Board of Trustees Meeting

September 13, 2021

ANNUAL APPROPRIATION LIMIT (Resolution No. 2021-17)

10

Status: Action (Roll Call Vote)

Presented by: Ron Perez

Vice President, Administrative Services

Issue

Pursuant to Article XIII-B of the Constitution and Chapter 1205, Statutes of 1980, all community college districts are required to compute an annual appropriation limit. That appropriation limit is adjusted annually for changes in price index, population, and other factors (if applicable).

Background

The price factor to be used in establishing the appropriation limit is defined as the change in fourth quarter California per capita personal income. The price factor to be used in setting the 2021-22 appropriations limit is 5.73%.

Analysis

The appropriations limit for 2021-2022 is \$127,194,305. The District is well below the limit, as the amount of the appropriation which is subject to limit is \$76,104,328.

Implications

The appropriation limit must be approved by the governing board in accordance with Government Code Section 7910.

Recommended Action

It is recommended that the Board of Trustees approve Resolution Number 2021-17.

BEFORE THE BOARD OF TRUSTEES OF THE COLLEGE OF SEQUOIAS COMMUNITY COLLEGE DISTRICT TULARE COUNTY, CALIFORNIA

In the Matter of Establishing an Estimated)	
Appropriations Limit for the 2021-2022)	RESOLUTION 2021-17
Fiscal Year and an Actual Appropriations)	
Limit for the 2020-2021 Fiscal Year)	

RECITALS

- 1. In November of 1979, the California electorate adopted Proposition 4, commonly called the Gann Initiative, which added Article XIIIB to the California Constitution; and
- 2. The provisions of that Article establish maximum appropriation limits, commonly called "Gann Limits," for public agencies, including community college districts; and
- 3. Section 7900 et seq. of the Government Code and specifically Section 7910 require this board to establish annually, by resolution at a regular or special meeting, its appropriations limits; and
- 4. Government Code section 7902.1 authorizes this board to increase its appropriation limit to an amount equal to its proceeds of taxes; and
- 5. Government Code section 7910 requires that documentation used in the determination of the appropriations limits and other necessary determinations shall be made available to the public 15 days prior to the meeting; and
- 6. Government Code section 7908(c) requires each community college district to report to the Chancellor of the California Community Colleges and to the Director of Finance at least annually its appropriations limit, its appropriations subject to limitation, the amount of its state aid apportionments and subventions included within the proceeds of taxes of the district, and amounts excluded from the appropriations limit.

NOW, THEREFORE, BE IT RESOLVED as follows:

- 1. The above recitals are true and correct.
- 2. This board hereby establishes and adopts for the 2021-2022 fiscal year an estimated appropriations limit in the amount of \$127,194,305 and for the 2020-2021 fiscal year identifies the actual appropriations limit of \$130,989,825.
- 3. Said appropriations limits have been calculated and determined in accordance with all applicable statutes and constitutional provisions and do not exceed the limitations imposed by Proposition 4.

4. In the event this board increases the appropriations limit, it shall notify the Director of Finance of the change within 45 days as required by Government Code section 7902.1.
THE FOREGOING RESOLUTION was adopted upon motion by Trustee,
seconded by Trustee, at a regular meeting held on September 13, 2021, by the
following vote:
AYES:
NOES:
ABSENT:
I, Brent Calvin, secretary of the governing board of the College of Sequoias Community College District, do hereby certify that the foregoing Resolution was duly passed and adopted by said Board, at an official and public meeting thereof, this 13th day of September, 2021.
Secretary Board of Trustees