Atascadero City Council
Staff Report – Administrative Services Department

2007-2008 Annual Spending Limit

(Approval establishes the City’s annual spending limit which must be approved by the Council at the beginning of each fiscal year.)

RECOMMENDATION:

Council adopt the Draft Resolution, establishing the annual spending limit for fiscal year 2007-2008.

DISCUSSION:

The City’s annual spending limit (Gann Limit) must be approved by Council at the beginning of each fiscal year. Staff calculates the new limit based on the formula set forth in Proposition 111.

The limit was calculated as follows:

A. Prior Year Spending Limit $15,386,461
B. Population Factor 1.010200
C. Inflation Factor 1.044200
D. Adjustment Factor (B*C) 1.054851
E. Total Adjustment (A*(D-1)) $843,963
F. Current Year Limit (A+E) $16,230,424

FISCAL IMPACT: None

ALTERNATIVES: None

ATTACHMENT: Draft Resolution