

ATTACHMENT A

City of Colusa Gann Appropriation Limit Calculation for FY 2021-22 Proposed Budget

Gann Appropriations Limit

The Gann Limit was approved on November 6, 1979 by California voters. Under the Gann Limit, a maximum amount is established for tax-funded government services. That amount is to be adjusted each year depending on changes in population, inflation and the transfer of financial responsibility for various government activities from one level of government to another. Any significant amount of state tax revenue received above that Gann Limit is to lead to future tax rebates or tax cuts.

<u>Population</u>	<u>Percent Change</u>	<u>Factor</u>
Population 1/1/2020: 6188		
Population 1/1/2021: 6,268	1.29	1.0129
<u>Per Capita Personal Income</u>		
State of California	5.73	1.0573
<u>Growth Factor</u>		
Population percentage increase multiplied by the Per Capita Personal Income percentage increase (1.0129*1.0573)		1.0573
<u>Calculation of FY 2021-2022 Appropriation Limit</u>		
FY 2020-2021 Appropriation Limit		\$9,785,162
Growth Factor		1.0709
<i>FY 2021-22 Appropriation Limit</i>		<u><i>\$10,479,313</i></u>