

RESOLUTION NO. 2026-32

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF GRASS VALLEY ESTABLISHING THE CORRECTED APPROPRIATIONS LIMIT FOR FISCAL YEAR 2026-27 AND SUPERSEDING RESOLUTION NO. 2026-24 PURSUANT TO ARTICLE XIII B OF THE CALIFORNIA CONSTITUTION

WHEREAS, Article XIII B of the California Constitution, enacted by Proposition 4, requires the establishment of an annual appropriations limit for state and local governments, beginning in fiscal year 1980-81 and based on 1978-79 appropriations, adjusted annually to reflect changes in cost of living (or per capita personal income), population, and other specified factors; and

WHEREAS, implementing legislation effective January 1, 1981, requires each local jurisdiction to establish its appropriations limit by resolution annually at a regularly scheduled or properly noticed special meeting of its governing body; and

WHEREAS, the data and methodology used in determining the appropriations limit for Fiscal Year 2026-27 have been made available to the public in accordance with Government Code Section 7910; and

WHEREAS, the City Council adopted Resolution No. 2026-24 on June 9, 2026, establishing the Fiscal Year 2026-27 Appropriations Limit; and

WHEREAS, subsequent to the adoption of Resolution No. 2026-24, the City received the draft Fiscal Year 2024-25 Gann Limit report from its auditors, which identified that an appropriations limit amount had been carried forward incorrectly between Fiscal Year 2023-24 and Fiscal Year 2024-25; and

WHEREAS, because the appropriations limit calculation is cumulative and each fiscal year's calculation is based upon the prior year's established limit, a correction to the historical amount requires an update to the Fiscal Year 2026-27 Appropriations Limit.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Grass Valley as follows:

1. The above recitals are true and correct and are hereby incorporated as findings of the City Council.
2. Resolution No. 2026-24 adopted on June 9, 2026, is hereby superseded and replaced by this Resolution.
3. The appropriations limit for the City of Grass Valley for Fiscal Year 2026-27 is hereby established at \$32,099,810, pursuant to Article XIII B of the California Constitution.
4. The appropriations limit is calculated using the population change for Nevada County of 0.9953 and the change in California per capita personal income of 1.0495, resulting in a combined adjustment factor of 1.0446, which has been applied to the Fiscal Year 2025-26 appropriations limit of \$30,730,244.

ADOPTED by the City Council of the City of Grass Valley at a regular meeting held on the 23rd day of June 2026, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAINING:

Hilary Hodge, Mayor

ATTEST:

Taylor Whittingslow, City Clerk

APPROVED AS TO FORM:

David Ruderman, City Attorney