



City of Grass Valley City Council Agenda Action Sheet

Title: Appropriations Limit for Fiscal Year 2024-25

CEQA: Not a project.

Recommendation: It is recommended that the City Council approve Resolution No. 2024-53 establishing the Appropriations Limit for the City of Grass Valley for the Fiscal Year 2024-25.

Prepared by: Andy Heath

Council Meeting Date: 06/25/2024

Date Prepared: 06/19/2024

Agenda: Consent

Discussion:

Each year the City is required to adopt an appropriations limit by resolution. The limit is based on the 1978-79 appropriations “base” adjusted each year by allowed factors. Under Proposition 111, there are two options available for each of the major adjustment factors. For the price factor, the City can elect to use the percent growth in State per capita personal income or the percent change in assessed valuation in new non-residential construction. For the population factor, the City can elect to use either the percent growth in County population or the percent growth in City population.

For the population factor, the factor used by the City is the percent growth in County population of -0.30 percent. For the price factor, staff has used the percentage change in State per capita income (3.62%) to calculate the limitation, resulting in a price factor of 1.0331.

The population and price factors are multiplied together for a combined factor of 1.0331. The combined factor when applied to the FY 2023-24 limit of \$28,177,456 determines the FY 2024-25 limit of \$29,110,130.

Based on the City’s FY 2024-25 Proposed Budget, the City is expected to be well under its spending limit by \$5,640,043.

COUNCIL GOALS / OBJECTIVES

Establishing the FY 2024-25 Appropriations Limit executes portions of the work tasks towards achieving / maintaining the Strategic Plan goal to maintain a High-Performance Government and Quality Service.

FISCAL IMPACT

None.

CEQA

Not a Project.

Attachments - Appropriations Limit Calculation
Resolution

REVIEWED BY:

____ City Manager