

RESOLUTION R21-26

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PALOS VERDES ESTATES, CALIFORNIA ESTABLISHING THE APPROPRIATIONS LIMIT FOR THE CITY OF PALOS VERDES ESTATES AT \$31,363,524 FOR FISCAL YEAR 2021/2022

WHEREAS, on November 6, 1979, the voters of California approved Proposition 4 which added Article XIII B to the State Constitution placing various limits on the appropriations of the state and local governments and requiring local governments, including the City, to calculate its "Appropriations Limit" on an annual basis; and,

WHEREAS, in 1980, Division 9 (Expenditure Limitations) of the California Government Code was codified via the passage by the Legislature and signature into law by the Governor which Division set forth the process by which local governments are to calculate the annual "Appropriations Limit;" and,

WHEREAS, on June 5, 1990, the voters of California approved Proposition 111 which amended Article XIII B of the State Constitution with respect to the methodology used for the calculation of the Appropriations Limit; and,

WHEREAS, in Article XIII B and Division 9 (Expenditure Limitations) of the California Government Code, the City of Palos Verdes Estates is required to annually calculate its "Appropriations Limit" by using the following data as provided by the State Department of Finance:

The GREATER of either:

- (1A) Change in Population of the County of Los Angeles, OR
- (1B) Change in Population of the City of Palos Verdes Estates;

AND

- (2) Change in the Per Capital Income in California;

AND

- (3) the Appropriations Limit of the immediately prior Fiscal Year

WHEREAS, as set forth in Resolution 20-22 and Exhibit "A" of this Resolution, the data used to calculate the Base Appropriations Limit for Fiscal Year 2021/2022 is as follows (bold items indicate the data to use in the Base Appropriations Limit Formula):

The GREATER of either:

- (1A) Change in Population of the County of Los Angeles: -0.9%, OR
- (1B) Change in Population of the City of Palos Verdes Estates: -0.7%;**

AND

- (2): Change in the Per Capital Income in California: 5.73%**

AND

- (3): the Appropriations Limit of FY 20/21 - \$25,062,886; and,**

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WHEREAS, utilizing the formula for the Base Appropriations Limit as provided by the State of California's Department of Finance, the Base Appropriations Limit for Fiscal Year 2021/2022 is derived as follows:

(A) Change in Population Expressed as a Ratio:	$(-0.70 + 100) / 100 = .9930$
(B) Change in Per Capita Income Expressed as a Ratio:	$(5.73 + 100) / 100 = 1.0573$
(C) Change Factor for FY 21/22	$.9930 * 1.0573 = 1.0499$
(D) FY 20/21 Appropriations Limit	\$25,062,886
(E) FY 21/22 Appropriations Limit	$1.0499 * \$25,062,866 = \$26,313,524$

WHEREAS, the voters of Palos Verdes Estates, via their approval of Measure E – the Law Enforcement Services Special Tax Ordinance, approved an increase in the Appropriations Limit “by the maximum projected aggregate collection authorized by levy of this Law Enforcement Services Special Tax...in each of the years in which this ordinance remains in effect,” which for Fiscal Year 2021/2022, the “maximum projected aggregate collection” is: \$5,050,000.

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of Palos Verdes Estates:

Section 1. The Appropriations Limit is hereby established as \$31,363,524 (the sum of \$26,313,524 and \$5,050,000) for Fiscal Year 2021/2022; and,

Section 2. The City Clerk shall certify to the passage and adoption of this Resolution R21-XX

PASSED, APPROVED AND ADOPTED on this 22nd day of June, 2021.



Michael Kemps, Mayor

ATTEST:



Kylynn Chaney, City Clerk

APPROVED AS TO FORM:

John Cotti, City Attorney

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Michael Kemps, Mayor

ATTEST:

Kylynn Chaney, City Clerk

APPROVED AS TO FORM:



John Cotti, City Attorney

RESOLUTION R21-26

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) SS:
CITY OF PALOS VERDES ESTATES)

I, Kylynn Chaney, City Clerk for the City of Palos Verdes Estates, California, do hereby certify that the foregoing Resolution **R21-26** was duly and regularly approved and adopted by the City Council of the City of Palos Verdes Estates at its regular meeting of the City Council on the 22nd day of June 2021, by the following vote:

AYES: COUNCILMEMBERS: Murdock, Roos, McGowan, Lozzi, Kemps

NOES: COUNCILMEMBERS: None

ABSENT: COUNCILMEMBERS: None

ABSTAIN: COUNCILMEMBER: None



Kylynn Chaney, City Clerk

- A. **Price Factor:** Article XIII B specifies that local jurisdictions select their cost of living factor to compute their appropriation limit by a vote of their governing body. The cost of living factor provided here is per capita personal income. If the percentage change in per capita personal income is selected, the percentage change to be used in setting the fiscal year 2021-22 appropriation limit is:

Per Capita Personal Income	
Fiscal Year (FY)	Percentage change over prior year
2021-22	5.73

- B. Following is an example using sample population change and the change in California per capita personal income as growth factors in computing a 2021-22 appropriation limit.

2021-22:

Per Capita Cost of Living Change = 5.73 percent
 Population Change = -0.46 percent

Per Capita Cost of Living converted to a ratio: $\frac{5.73 + 100}{100} = 1.0573$

Population converted to a ratio: $\frac{-0.46 + 100}{100} = 0.9954$

Calculation of factor for FY 2021-22: $1.0573 \times 0.9954 = 1.0524$

**E-1: City/County/State Population Estimates with Annual Percent Change
January 1, 2020 and 2021**

JURISDICTION	Total Population		Percent Change	JURISDICTION	Total Population		Percent Change
	1/1/20	1/1/21			1/1/20	1/1/21	
Blue Lake	1,271	1,262	-0.7	Los Angeles	10,135,614	10,044,458	-0.9
Eureka	26,582	26,113	-1.8	Agoura Hills	20,599	20,457	-0.7
Ferndale	1,376	1,368	-0.6	Alhambra	86,588	86,258	-0.4
Fortuna	12,006	11,926	-0.7	Arcadia	57,820	57,660	-0.3
Rio Dell	3,270	3,299	0.9	Artesia	16,600	16,484	-0.7
Trinidad	345	342	-0.9	Avalon	4,005	3,973	-0.8
Balance of County	70,083	69,632	-0.6	Azusa	49,805	49,587	-0.4
Imperial	188,422	186,034	-1.3	Baldwin Park	76,388	75,935	-0.6
Brawley	27,494	27,326	-0.6	Bell	36,475	36,319	-0.4
Calexico	40,814	40,485	-0.8	Bellflower	77,909	77,458	-0.6
Calipatria	6,835	6,509	-4.8	Bell Gardens	42,518	42,233	-0.7
El Centro	45,509	44,997	-1.1	Beverly Hills	33,660	33,399	-0.8
Holtville	6,345	6,236	-1.7	Bradbury	1,056	1,045	-1.0
Imperial	19,915	20,289	1.9	Burbank	104,535	103,969	-0.5
Westmorland	2,338	2,305	-1.4	Calabasas	24,157	24,341	0.8
Balance of County	39,172	37,887	-3.3	Carson	92,121	91,668	-0.5
Inyo	18,584	18,563	-0.1	Cerritos	50,262	50,048	-0.4
Bishop	3,910	3,924	0.4	Claremont	35,877	35,707	-0.5
Balance of County	14,674	14,639	-0.2	Commerce	12,888	12,792	-0.7
Kern	916,828	914,193	-0.3	Compton	98,447	97,775	-0.7
Arvin	21,947	22,014	0.3	Covina	48,899	48,833	-0.1
Bakersfield	394,328	397,392	0.8	Cudahy	23,937	23,750	-0.8
California City	14,233	14,120	-0.8	Culver City	39,785	39,805	0.1
Delano	53,110	51,070	-3.8	Diamond Bar	57,088	56,717	-0.6
Maricopa	1,143	1,142	-0.1	Downey	112,186	111,425	-0.7
McFarland	14,296	14,044	-1.8	Duarte	21,531	21,457	-0.3
Ridgecrest	29,422	29,591	0.6	El Monte	116,876	116,465	-0.4
Shafter	20,328	20,448	0.6	El Segundo	16,749	16,660	-0.5
Taft	8,701	7,142	-17.9	Gardena	60,732	60,344	-0.6
Tehachapi	12,779	12,008	-6.0	Glendale	204,392	203,834	-0.3
Wasco	28,940	26,815	-7.3	Glendora	51,879	51,540	-0.7
Balance of County	317,601	318,407	0.3	Hawaiian Gardens	14,571	14,467	-0.7
Kings	153,189	152,543	-0.4	Hawthorne	87,571	86,999	-0.7
Avenal	12,992	12,354	-4.9	Hermosa Beach	19,601	19,451	-0.8
Corcoran	21,535	20,476	-4.9	Hidden Hills	1,901	1,913	0.6
Hanford	59,178	59,981	1.4	Huntington Park	59,337	58,937	-0.7
Lemoore	26,373	26,809	1.7	Industry	428	427	-0.2
Balance of County	33,111	32,923	-0.6	Inglewood	110,925	110,159	-0.7
Lake	64,005	63,940	-0.1	Irwindale	1,442	1,441	-0.1
Clearlake	14,008	13,993	-0.1	La Canada	20,352	20,194	-0.8
Lakeport	4,781	4,774	-0.1	Flintridge	5,469	5,451	-0.3
Balance of County	45,216	45,173	-0.1	La Habra Heights	5,469	5,451	-0.3
Lassen	28,666	27,572	-3.8	Lakewood	80,757	80,218	-0.7
Susanville	13,653	12,729	-6.8	La Mirada	48,947	48,631	-0.6
Balance of County	15,013	14,843	-1.1	Lancaster	162,057	161,372	-0.4
				La Puente	40,358	40,087	-0.7
				La Verne	33,313	33,084	-0.7
				Lawndale	32,873	32,710	-0.5
				Lomita	20,582	20,431	-0.7
				Long Beach	472,052	467,730	-0.9

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JURISDICTION	Total Population		Percent Change	JURISDICTION	Total Population		Percent Change
	1/1/20	1/1/21			1/1/20	1/1/21	
Los Angeles	3,975,234	3,923,341	-1.3	Fairfax	7,525	7,498	-0.4
Lynwood	71,399	69,880	-2.1	Larkspur	12,260	12,194	-0.5
Malibu	11,608	11,537	-0.6	Mill Valley	14,623	14,550	-0.5
Manhattan Beach	35,294	35,058	-0.7	Novato	53,541	53,486	-0.1
Maywood	27,837	27,670	-0.6	Ross	2,556	2,547	-0.4
Monrovia	37,964	38,479	1.4	San Anselmo	12,741	12,689	-0.4
Montebello	63,264	62,914	-0.6	San Rafael	59,385	59,016	-0.6
Monterey Park	60,808	60,380	-0.7	Sausalito	7,388	7,355	-0.4
Norwalk	106,062	105,393	-0.6	Tiburon	9,510	9,456	-0.6
Palmdale	156,910	156,074	-0.5	Balance of County	68,697	66,888	-2.6
Palos Verdes Estates	13,377	13,286	-0.7	Mariposa	18,074	18,037	-0.2
Paramount	55,566	55,200	-0.7	Mendocino	87,708	86,669	-1.2
Pasadena	145,061	145,306	0.2	Fort Bragg	7,451	7,409	-0.6
Pico Rivera	63,530	63,157	-0.6	Point Arena	438	435	-0.7
Pomona	153,992	151,319	-1.7	Ukiah	15,951	15,526	-2.7
Rancho Palos Verdes	41,835	41,541	-0.7	Willits	5,065	5,040	-0.5
Redondo Beach	66,900	66,484	-0.6	Balance of County	58,803	58,259	-0.9
Rolling Hills	1,877	1,866	-0.6	Merced	283,352	284,836	0.5
Rolling Hills Estates	8,086	8,098	0.1	Atwater	31,648	31,810	0.5
Rosemead	54,471	54,229	-0.4	Dos Palos	5,572	5,575	0.1
San Dimas	34,226	34,003	-0.7	Gustine	5,840	5,845	0.1
San Fernando	24,742	24,754	0.0	Livingston	15,108	15,448	2.3
San Gabriel	40,129	39,945	-0.5	Los Banos	41,855	42,869	2.4
San Marino	13,008	12,961	-0.4	Merced	88,261	90,971	3.1
Santa Clarita	221,106	221,572	0.2	Balance of County	95,068	92,318	-2.9
Santa Fe Springs	18,264	18,129	-0.7	Modoc	9,563	9,491	-0.8
Santa Monica	92,995	92,968	0.0	Alturas	2,888	2,886	-0.1
Sierra Madre	10,728	10,655	-0.7	Balance of County	6,675	6,605	-1.0
Signal Hill	11,695	11,617	-0.7	Mono	13,449	13,295	-1.1
South El Monte	21,252	21,296	0.2	Mammoth Lakes	7,853	7,827	-0.3
South Gate	96,147	96,553	0.4	Balance of County	5,596	5,468	-2.3
South Pasadena	25,853	25,668	-0.7	Monterey	440,393	437,318	-0.7
Temple City	36,343	36,225	-0.3	Carmel-by-the-Sea	4,040	4,023	-0.4
Torrance	145,783	144,832	-0.7	Del Rey Oaks	1,677	1,670	-0.4
Vernon	297	295	-0.7	Gonzales	8,528	8,490	-0.4
Walnut	30,015	29,835	-0.6	Greenfield	18,333	18,402	0.4
West Covina	106,209	105,593	-0.6	King City	14,838	14,977	0.9
West Hollywood	36,344	36,125	-0.6	Marina	22,372	21,920	-2.0
Westlake Village	8,241	8,180	-0.7	Monterey	28,304	28,382	0.3
Whittier	86,487	86,196	-0.3	Pacific Grove	15,571	15,536	-0.2
Balance of County	1,036,375	1,024,204	-1.2	Salinas	160,387	160,206	-0.1
Madera	158,602	158,474	-0.1	Sand City	373	385	3.2
Chowchilla	18,306	17,330	-5.3	Seaside	33,608	32,121	-4.4
Madera	65,526	66,172	1.0	Soledad	25,399	24,454	-3.7
Balance of County	74,770	74,972	0.3	Balance of County	106,963	106,752	-0.2
Marin	260,388	257,774	-1.0				
Belvedere	2,078	2,066	-0.6				
Corte Madera	10,084	10,029	-0.5				