



A Tradition of Stewardship
A Commitment to Service

Agenda Date: 8/9/2011
Agenda Placement: 10C

NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

TO: Board of Supervisors
FROM: Tracy Schulze - Auditor-Controller
Auditor - Controller
REPORT BY: Robert Minahen, ASSISTANT AUDITOR-CONTROLLER - 707.253.4579
SUBJECT: Fiscal Year 2011-12 Appropriations Limit (Prop 4)

RECOMMENDATION

Auditor-Controller requests adoption of a resolution establishing the fiscal year 2011-12 appropriations limit and estimated revenue subject to the limit for the County of Napa as required by Article XIII B of the California Constitution.

EXECUTIVE SUMMARY

Article XIII B of the California Constitution requires the County to establish an appropriations limit on an annual basis. The attached resolution establishes the appropriations limit and the estimated revenue subject to that limit, using the non-residential new construction growth factor for the calculation.

PROCEDURAL REQUIREMENTS

1. Staff report.
2. Public comments.
3. Motion, second, discussion and vote on the item.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	The estimated appropriations limit is considered when preparing the

recommended budget.

Is it Mandatory or Discretionary? Mandatory

Is the general fund affected? Yes

Future fiscal impact: The appropriations limit is required to be approved each fiscal year.

Consequences if not approved: Failing to establish an appropriations limit each fiscal year would put the County in violation of the State Constitution.

Additional Information:

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

The appropriations limit is the amount the County could spend that is funded by certain taxes and state subventions, while the revenue subject to the limit is the amount of revenue from those sources the County anticipates actually receiving in the fiscal year. The attached correspondence provides information on how the recommended appropriations limit was calculated in accordance with Article XIII B of the California Constitution.

The Auditor-Controller is requesting approval of a resolution establishing the appropriations limit for fiscal year 2011-12 at \$769,202,205 with estimated revenue subject to the limit of \$96,134,417, using the non-residential new construction growth rate as the cost-of-living factor in performing the calculation.

SUPPORTING DOCUMENTS

- A . Appropriations Limit Calculation
- B . Resolution

CEO Recommendation: Approve

Reviewed By: Helene Franchi