

RESOLUTION 24-4742

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MURRIETA, CALIFORNIA, APPROVING THE GANN APPROPRIATIONS LIMIT FOR FISCAL YEAR 2024/25

WHEREAS, Article XIII B of the California State Constitution (Propositions 4 and 111) places an appropriations limit on State and Local Government, including the City of Murrieta (“City”) known as the Gann Appropriation Limit; and

WHEREAS, this appropriations limitation is based on proceeds of taxes adjusted annually, from the City’s base year of 1990/91, for population growth, inflation, and transfers of financial responsibility from one government entity to another, by the population growth factor of either the City or for the County of Riverside, and by an inflation factor that is either the change in the California Per Capita Personal Income (“CCPI”) or the change in non-residential construction for the City; and

WHEREAS, the City has received inflation and population data from the State Department of Finance to calculate the fiscal year 2024/25 appropriations limit; and

WHEREAS, the City wishes to select the population growth factor and inflation factor providing the greatest ratio of change as shown below:

Change in CCPI	3.62%
County of Riverside Population Change	0.55%

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF MURRIETA, CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:

SECTION 1. The recitals above are true and correct and incorporated herein by this reference.

SECTION 2. That, in accordance with Article XIII B of the Constitution of the State of California, the City has elected to make its calculation using the CCPI and County population growth data, such that the appropriations limit for the City of Murrieta, California, for fiscal year 2024/2025 is calculated to be \$248,936,865, as shown on Exhibit “A” attached hereto and incorporated herein.

SECTION 3. That the City Clerk shall attest to the adoption of this resolution, which shall, in turn, have immediate effect.

PASSED AND ADOPTED this 4TH day of June, 2024.

Lori Stone, Mayor

ATTEST:

Cristal McDonald, City Clerk

APPROVED AS TO FORM:

Tiffany J. Israel, City Attorney

STATE OF CALIFORNIA)
COUNTY OF RIVERSIDE)§
CITY OF MURRIETA)

I, Cristal McDonald, City Clerk of the City of Murrieta, California, do hereby certify that the foregoing Resolution No. 24-4742 was duly passed and adopted by the City Council of the City of Murrieta at the regular meeting thereof, held on the 4 th day of June, 2024, and was signed by the Mayor of the said City, and that the same was passed and adopted by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Cristal McDonald, City Clerk

Exhibit A - Calculation Worksheets for FY2024/25

<p>CITY OF MURRIETA NON TAX REVENUES VERSUS COSTS WORKSHEET #1 2024/25</p>

NonTax Revenues:

Licenses and Permits	\$	2,010,575	
Intergovernmental		4,376,772	
Charges for Services		5,958,861	
Use of Money & Property		308,700	
Fines & Forfeitures		445,750	
Other Revenue		244,241	
Total Non Tax Revenues			\$ 13,344,899

COSTS TO PROVIDE SERVICES:

General Fund	\$	69,705,047	
Measure T		16,478,419	
Public Safety-Fire		24,750,080	
Community Services		5,149,653	
Local Zones		2,804,150	
Lighting & Landscaping Districts		3,791,260	
Library		3,458,326	
Traffic Safety		14,050	
Crime Prevention		22,120	
Total Costs to Provide Services			\$ 126,173,105

NonTax Revenues in Excess of (Less Than) Costs to Provide Services	\$	<u><u>(112,828,206)</u></u>
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Non Tax Revenues are less than the costs to provide services,
no excess is included in proceeds of taxes on worksheet #2.

**CITY OF MURRIETA
CALCULATION OF PROCEEDS OF TAXES
WORKSHEET #2
2024/25**

BUDGETED PROCEEDS OF TAXES:

Property tax	\$ 26,674,747	
Assessments	11,298,341	
Sales tax	60,219,800	
Transient Occupancy Tax	5,546,000	
Business License tax	1,065,400	
Prop Tax in Lieu of Vehicle License	10,027,400	
Motor Vehicle License fees	4,652,000	
Franchise tax	129,600	
Property transfer tax	<u>800,000</u>	
Subtotal	\$ 120,413,288	To worksheet #3
Interest earnings on proceeds of taxes	<u>487,448</u>	From worksheet #3
Total proceeds of taxes	120,900,736	To worksheet #4
Non-proceeds of taxes	<u>13,398,921</u>	
Total budgeted revenue	<u>\$ 134,299,657</u>	

**CITY OF MURRIETA
INTEREST EARNINGS PRODUCED BY TAXES
WORKSHEET #3
2024/25**

Proceeds of taxes excluding interest	\$ 120,413,288	From worksheet #2
Total revenues	\$ 133,758,187	
Percent applicable to proceeds of taxes	90.02%	
Total interest	<u>541,470</u>	
Interest applicable to proceeds of taxes	<u>\$ 487,448</u>	To worksheet #2

**CITY OF MURRIETA
APPROPRIATIONS SUBJECT TO LIMITATION
WORKSHEET #4
2024/25**

Appropriation Limit	<u>\$ 248,936,865</u>	From worksheet #6
Appropriations subject to the limit	<u>120,900,736</u>	From worksheet #2
Amount under the appropriation limit	<u>\$ 128,036,128</u>	

**CITY OF MURRIETA
POPULATION INCREASES
WORKSHEET #5
2024/25**

Riverside County Population January 1, 2023	2,420,896	
Riverside County Population January 1, 2024	2,434,285	
Percent increase	0.55%	To worksheet #6

**CITY OF MURRIETA
COMPUTATION OF APPROPRIATION LIMIT
WORKSHEET #6
2024/25**

2023/24 Limit		\$ 238,926,077
Add: Change CCPI	3.62%	8,649,124
Subtotal		<u>\$ 247,575,201</u>
Add: Population Increase of (from worksheet #5)	0.55%	1,361,664
Total		<u><u>\$ 248,936,865</u></u>

**CITY OF MURRIETA
COMPUTATION OF APPROPRIATION LIMIT
WORKSHEET #7
2024/25**

Calculation of percent increase in the assessment roll from the addition of local, non-residential construction

Source: Riverside County Assessor: Proposition 111 Data Report

	Roll Amount
2023-24 Secured Roll	17,961,140,059
2022-23 Secured Roll	16,797,223,059
	<u>1,163,917,000 (A)</u>
2023-24 Non-Residential New Construction	76,188,317
2022-23 Non-Residential New Construction	47,797,624
	<u>28,390,693 (B)</u>
Percent increase (decrease)	2.44% (B) / (A)
Annual Adjustment Factor	1.0244

**CITY OF MURRIETA
COMPUTATION OF APPROPRIATION LIMIT
WORKSHEET #8
2024/25**

Annual Adjustment Factor

Based on the actual data, the four alternative adjustment factors are as follows:

1.0362	x	1.0055	1.0418991
1.0362	x	0.9983	1.0344385
1.0244	x	1.0055	1.0300265
1.0244	x	0.9983	1.0226509

**CITY OF MURRIETA
COMPUTATION OF APPROPRIATION LIMIT
WORKSHEET #9
2024/25**

Calculation of the Fiscal Year 2024/25 Limit

Prior year FY 2023/24 Limit	\$	238,926,077
Recommended Adjustment Factor (Largest Allowable Increase)		1.0418991
New FY 2024/25 Limit		<u><u>\$248,936,865</u></u>