

RESOLUTION NO. 26-4950

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MURRIETA, CALIFORNIA, APPROVING THE “GANN” APPROPRIATIONS LIMIT FOR FISCAL YEAR 2026/27

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 2026/27 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	4.95%
County of Riverside Population Change	0.36%

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 2026/2027 is calculated to be \$280,313,414 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 16th day of June, 2026.

Jon Levell, Mayor

ATTEST:

Cristal McDonald, City Clerk

APPROVED AS TO FORM:

Tiffany 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. 26-4950 was duly passed and adopted by the City Council of the City of Murrieta at the regular meeting thereof, held on the 16th day of June, 2026, 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
CITY OF MURRIETA
NON TAX REVENUES VERSUS COSTS
WORKSHEET #1
2026/27

NonTax Revenues:

Licenses and Permits	\$	1,983,698	
Intergovernmental		5,676,400	
Charges for Services		6,461,590	
Use of Money & Property		653,900	
Fines & Forfeitures		400,250	
Other Revenue		1,238,718	
Total Non Tax Revenues		<u> </u>	\$ 16,414,556

COSTS TO PROVIDE SERVICES:

General Fund	\$	70,730,030	
Measure T		16,858,859	
Public Safety-Fire		25,377,020	
Community Services		5,460,111	
Local Zones		3,631,746	
Lighting & Landscaping Districts		5,330,416	
Library		3,412,550	
Traffic Safety		14,050	
Crime Prevention		134,130	
Total Costs to Provide Services		<u> </u>	\$ 130,948,912

NonTax Revenues in Excess of (Less Than) Costs to Provide Services \$ (114,534,356)

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
 2026/27**

BUDGETED PROCEEDS OF TAXES:

Property tax	\$ 33,954,700	
Assessments	11,655,660	
Sales tax	55,071,017	
Transient Occupancy Tax	2,663,600	
Business License tax	1,281,500	
Prop Tax in Lieu of Vehicle License	11,555,300	
Motor Vehicle License fees	5,386,800	
Franchise tax	162,500	
Property transfer tax	<u>710,100</u>	
Subtotal	\$ 122,441,177	To worksheet #3
Interest earnings on proceeds of taxes	<u>4,792,600</u>	From worksheet #3
Total proceeds of taxes	127,233,777	To worksheet #4
Non-proceeds of taxes	<u>17,057,056</u>	
Total budgeted revenue	<u><u>\$ 144,290,833</u></u>	

**CITY OF MURRIETA
 INTEREST EARNINGS PRODUCED BY TAXES
 WORKSHEET #3
 2026/27**

Proceeds of taxes excluding interest	\$ 122,441,177	From worksheet #2
Total revenues	\$ 138,855,733	
Percent applicable to proceeds of taxes	88.18%	
Total interest	<u>5,435,100</u>	
Interest applicable to proceeds of taxes	<u>\$ 4,792,600</u>	To worksheet #2

**CITY OF MURRIETA
 APPROPRIATIONS SUBJECT TO LIMITATION
 WORKSHEET #4
 2026/27**

Appropriation Limit	<u>\$ 280,313,414</u>	From worksheet #6
Appropriations subject to the limit	<u>127,233,777</u>	From worksheet #2
Amount under the appropriation limit	<u><u>\$ 153,079,637</u></u>	54.61%

**CITY OF MURRIETA
POPULATION INCREASES
WORKSHEET #5
2026/27**

County of Riverside Population January 1, 2025	2,497,829	
County of Riverside Population January 1, 2026	2,506,824	
Percent increase	0.36%	To worksheet #6

**CITY OF MURRIETA
COMPUTATION OF APPROPRIATION LIMIT
WORKSHEET #6
2026/27**

2025/26 Limit		\$	266,134,260
Add: Change in CCPI			4.95% <u>13,173,646</u>
	Subtotal	\$	<u>279,307,906</u>
Add: Population Increase of (from worksheet #5)			0.36% <u>1,005,508</u>
	Total	\$	<u><u>280,313,414</u></u>

**CITY OF MURRIETA
COMPUTATION OF APPROPRIATION LIMIT
WORKSHEET #7
2026/27**

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
2025-26 Secured Roll	20,142,134,858
2024-25 Secured Roll	18,995,105,887
	1,147,028,971 (A)
2025-26 Non-Residential New Construction	252,479,921
2024-25 Non-Residential New Construction	229,754,584
	22,725,337 (B)
Percent increase (decrease)	1.98% (B) / (A)
Annual Adjustment Factor	1.0198

**CITY OF MURRIETA
COMPUTATION OF APPROPRIATION LIMIT
WORKSHEET #8
2026/27**

Annual Adjustment Factor

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

1.04950	x	1.0033	1.0529634
1.04950	x	1.0036	1.0532782
1.01981	x	1.0033	1.0231777
1.01981	x	1.0036	1.0234837

**CITY OF MURRIETA
COMPUTATION OF APPROPRIATION LIMIT
WORKSHEET #9
2026/27**

Calculation of the Fiscal Year 2025/26 Limit

Prior year FY 2025/26 Limit	\$ 266,134,260
Recommended Adjustment Factor (Largest Allowable Increase)	1.0532782
New FY 2026/27 Limit	\$280,313,414