

RESOLUTION NO. 2016-16

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ORLAND
APPROVING AND ADOPTING THE ANNUAL APPROPRIATIONS LIMIT
FOR THE FISCAL YEAR 2016-2017**

Whereas, Article XIII B. of the California Constitution requires that an annual appropriations limit be set by the legislative body of all California agencies receiving tax proceeds; and

Whereas, the City of Orland has complied with all the provisions of Article XIII B. in determining the appropriations limit for fiscal year 2016-2017.

NOW, THEREFORE, BE IT RESOLVED that the appropriations subject to limitation in fiscal year 2016-2017 shall be \$ 11,462,381 in the City of Orland.

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Passed and adopted this 17th day of October, 2016, by the City Council of the City of Orland by the following vote:

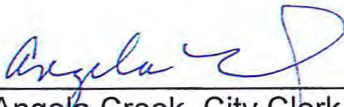
AYES: Councilmembers Gee, Edwards, Vice Mayor Hoffman and Mayor Roundy

NOES: None

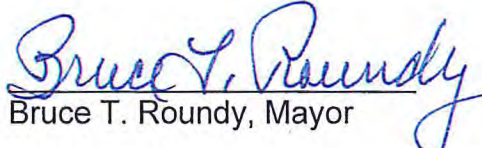
ABSENT: Councilmember Paschall

ABSTAIN: None

ATTEST:



Angela Crook, City Clerk


Bruce T. Roundy, Mayor

ROY R. SEILER

CERTIFIED PUBLIC ACCOUNTANT

201 C. North Tehama
Willows, CA 95988

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City of Orland,
Orland, California

I have compiled the recap of Appropriations Limitations Worksheets for the City of Orland, for the 2016-2017 fiscal year. I have not audited or reviewed the accompanying statement and, accordingly, do not express an opinion or provide any assurance about whether the statement is in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

I am not independent with respect to the City of Orland

September 21, 2016
Roy R. Seiler, CPA

**Appropriations Limit
City of Orland
Fiscal Year 2016-17**

Article XIII B Appropriations Limit (Gann Appropriation Limit)

Background and calculations

Article XIII B of the California State Constitution, more commonly known as the Gann or "Prop 4" Appropriation Limit, was adopted by California voters in 1980. The Gann Limit places limits on the amount of Tax proceeds that government agencies can receive and appropriate each year.

The Appropriation limit is based on actual appropriations during the 1978-79 fiscal year, and is adjusted each year using the growth in population and inflation. The City's limit is adopted each year via resolution by the City Council.

In 1990, Proposition 111 made changes to the manner in which the Appropriations Limit is calculated by allowing government agencies choice of annual growth factors. Proposition 111 also provides for the exclusion from the limit capital expenditures for fixed assets of \$100,000 or more in value that have an expected life of ten years or more.

See Accompanying Compilation Report

**CITY OF ORLAND
FISCAL YEAR 2016-7**

APPROPRIATIONS LIMIT GUIDELINES

WORKSHEET # 1

**USERS' FEES VERSUS COSTS
(Enterprise Funds)**

	Program Areas				TOTAL
	Water	Sewer	Sewer Industries	Building Inspection	
A. COSTS REASONABLE BORNE	1,070,626	904,269	59,724	149,969	2,184,588
B. FEES:	1,214,680	925,845	55,100	221,000	2,416,625
TOTAL FEE REVENUE	1,214,680	925,845	55,100	221,000	2,416,625
C. AMOUNT FEE EXCEEDS COST (i.e., TAX PROCEEDS)	144,054	21,576		71,031	236,661
D. AMOUNT OF FEE REVENUE LESS THAN COST			-4,624		-4,624

**E. Use the results to complete
Worksheet #2**

**CITY OF ORLAND
FISCAL YEAR 2016-7**

APPROPRIATIONS LIMIT GUIDELINES

WORKSHEET #2

CALCULATION OF PROCEEDS OF TAXES

REVENUES	PROCEEDS OF TAXES	NON-PROCEEDS OF TAXES	TOTAL
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TAXES:

PROPERTY TAX	908,002		908,002
SALES & USE TAX	1,750,961		1,750,961
BUSINESS LICENSE TAX	21,000		21,000
UTILITY USERS TAX	125,000		125,000
TRANSIENT OCCUPANCY TAX	68,000		68,000
SPECIAL POLICE OR FIRE	0		0
OTHER TAXES	0		0

FROM STATE:

MOTOR VEHICLE IN LIEU	588,845		588,845
TRAILER COACH IN LIEU	0		0
OFF-HIGHWAY VEHICLES	0		0
GASOLINE TAX		249,627	249,627
CIGARETTE TAX	0		0
HOMEOWNERS' RELIEF TAX	7,500		7,500
WILLIAMSON OPEN SPACE	0		0
MANDATED COST REIMBURSE		0	0
POST REIMBURSEMENTS		0	0
LIQUOR LICENSE TAX	0		0
HIGHWAY CARRIERS	0		0
PROP 172 - PUBLIC SAFETY	16,000		16,000
BUSINESS LICENSES	0		0
LIBRARY GRANTS	0	0	0
REAL PROP TRANSFER TAX	16,000	0	16,000
PUBLIC SAFETY GRANTS	0	100,000	100,000

APPROPRIATIONS LIMIT GUIDELINES
WORKSHEET # 2
CONTINUED

OTHER GOVERNMENTS:

COUNTY LIBRARY ALLOCATION		64,800	64,800
COMMUNITY DEVELOPMENT		0	0
OTS GRANTS - FEDERAL		0	0
WILLOWS CA LIBRARY REIMBURSEMENTS	0	0	0

LOCALLY RAISED:

SPECIAL BEN ASSESSMENTS		57,500	57,500
LOCAL LIBRARY FINES AND FEES		4,500	4,500
OTHER MISCELLANEOUS REVENUES		8,000	8,000
DONATIONS AND CONTRIBUTIONS			0
PARKS AND RECREATION FEES		75,000	75,000
DEVELOPMENT FEES	0	0	0
RENTS, ROYALTIES, PENALTIES		42,000	42,000
FINES AND FORFEITURES		30,000	30,000

USER FEES (From Worksheet # 1)	215,085	-4,624	210,461
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SUB-TOTAL (To Worksheet # 3)	3,716,393	626,803	4,343,196
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INTEREST EARNINGS (From Worksheet # 3)	12,000	0	12,000
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TOTAL REVENUE (Use for Worksheet #4)	3,728,393	626,803	4,355,196
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TOTAL OF THESE FUNDS	3,728,393	626,803	4,355,196
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OTHER FUNDS NOT INCLUDED			
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GRAND TOTAL	3,728,393	626,803	4,355,196
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**CITY OF ORLAND
FISCAL YEAR 2016-17**

APPROPRIATIONS LIMIT GUIDELINES

WORKSHEET #3

INTEREST EARNINGS PRODUCED BY TAXES

	<u>AMOUNT</u>	<u>SOURCES</u>
A. TAX PROCEEDS NOT INCLUDING INTEREST	3,716,393	(WORKSHEET #2)
B. MINUS EXCLUSIONS	0	(WORKSHEET #7)
C. NET INVESTED TAXES	3,716,393	(A-B)
D. TOTAL REVENUES NOT INCLUDING INTEREST	4,355,196	(WORKSHEET #2)
E. TAX PROCEEDS AS A PERCENT OF TOTAL	85.33%	
F. INTEREST EARNINGS	12,000	
G. AMOUNT OF INTEREST EARNED FROM TAXES	10,240	(E*F)
H. AMOUNT OF INTEREST EARNED FROM NON-TAXES	1,760	(F-G)

CITY OF ORLAND
FISCAL YEAR 2016-7

APPROPRIATIONS LIMIT GUIDELINES

WORKSHEET #4

APPROPRIATIONS SUBJECT TO LIMITATION

	AMOUNT	SOURCES
A. PROCEEDS OF TAXES	3,728,393	(WORKSHEET #2)
B. EXCLUSIONS	0	(WORKSHEET #7)
C. APPROPRIATIONS SUBJECT TO LIMITATIONS	3,728,393	(A-B)
D. CURRENT YEAR LIMIT	11,462,381	(WORKSHEET #6)
E. OVER/(UNDER) LIMIT	-7,733,988	(C-D)

See Accompanying Accountant's Report

**CITY OF ORLAND
FISCAL YEAR 2016-7**

APPROPRIATIONS LIMIT GUIDELINES

WORKSHEET #5

POPULATION INCREASE

LIMITATION COMPUTATION:

	CITY		COUNTY	
	POPULATION	PERCENT	POPULATION	PERCENT
1996-1997	1/1/1995	5599	26219	
	1/1/1996	5632	26487	1.02%
1997-1998	1/1/1996	5632	26487	
	1/1/1997	5668	26813	1.23%
1998-1999	1/1/1997	5668	26813	
	1/1/1998	5767	26966	0.70%
1999-2000	1/1/1998	5767	26966	
	1/1/1999	5796	26943	-0.01%
2000-2001	1/1/1999	5796	26943	
	1/1/2000	6381	26991	0.10%
2001-2002	1/1/2000	6381	26679	
	1/1/2001	6371	26713	0.13%
2002-2003	1/1/2001	6371	26713	
	1/1/2002	6161	27143	0.07%
2003-2004	1/1/2002	6319	26635	
	1/1/2003	6381	26952	1.19%
2004-2005	1/1/2003	6458	27273	
	1/1/2004	6529	27630	1.31%
2005-2006	1/1/2004	6544	27698	
	1/1/2005	6675	28081	1.38%
2006-2007	1/1/2005	6692	28155	
	1/1/2006	6992	28540	1.37%
2007-2008	1/1/2006	6949	28364	
	1/1/2007	7189	28791	1.51%
2008-2009	1/1/2007	7169	28709	
	1/1/2008	7353	29085	1.31%
2009-2010	1/1/2008	7322	28960	
	1/1/2009	7413	29096	0.56%
2010-2011	1/1/2009	7413	29096	
	1/1/2010	7501	29434	0.76%
2011-2012	1/1/2010	7287	28004	
	1/1/2011	7501	28153	0.53%
2012-2013	1/1/2011	7458	27985	
	1/1/2012	7541	28012	0.10%
2013-2014	1/1/2012	7569	28116	
	1/1/2013	7626	28247	0.47%
2014-2015	1/1/2013	7597	28136	
	1/1/2014	7683	28353	0.42%
2015-2016	1/1/2014	7777	28596	
	1/1/2015	7814	28630	0.12%
2016-2017	1/1/2015	7672	28481	
	1/1/2016	7672	28572	0.32%

**CITY OF ORLAND
FISCAL YEAR 2016-7**

APPROPRIATIONS LIMIT GUIDELINES

WORKSHEET #6

APPROPRIATIONS LIMIT COMPUTATION

	<u>Amount</u>	<u>Source</u>
A. LAST YEAR'S LIMIT	10,843,521	
B. ADJUSTMENT FACTORS		
1. Population Ratio	1.0032	Worksheet #5 State Finance or Assessor
2. Inflation Ratio	1.0537	
Total Adjustment Factor	1.0571	
		(B1 * B2)
C. ANNUAL ADJUSTMENT	618,860	(B*A)-A
D. OTHER ADJUSTMENTS		
1. Lost Responsibility	0	
2. Transfers to Private	0	
3. Transfers to Fees	0	
4. Assumed Responsibility	0	
Subtotal	0	
E. TOTAL ADJUSTMENT	618,860	(C+D)
F. THIS YEAR'S APPROPRIATION LIMIT	11,462,381	(A+E)
Subject Appropriation for GANN	4355196	
Appropriations Remaining or (over limit) of Prop 4 GANN Appropriation	7,107,185	
Percentage Remaining or (over limit) of Prop 4 GANN Appropriation	62.00%	

See Accompanying Accountant's Report

**CITY OF ORLAND
FISCAL YEAR 2016-17**

APPROPRIATIONS LIMIT GUIDELINES

WORKSHEET # 7

EXCLUDED APPROPRIATIONS

<u>EXCLUSION CATEGORY</u>	<u>AMOUNT</u>
A. COURT ORDERS	<input type="text" value="0"/>
B. FEDERAL MANDATES	<input type="text" value="0"/>
C. QUALIFIED CAPITAL OUTLAY	<input type="text" value="0"/>
D. QUALIFIED DEBT SERVICE	<input type="text" value="0"/>
TOTAL EXCLUDABLE	<input type="text" value="0"/>