

**RESOLUTION NO. \_\_\_\_\_ (2022 SERIES)**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN LUIS  
OBISPO, CALIFORNIA, APPROVING AN AMENDMENT TO THE 2022-  
2023 BUDGET ALLOCATION**

**WHEREAS**, the City Council adopted Ordinance 1348 (1999 Series) establishing an Affordable Housing Fund (AHF) for the collection and distribution of in-lieu housing fees to promote affordable housing in San Luis Obispo at the sole discretion of the City Council; and

**WHEREAS**, in accordance with the San Luis Obispo City Charter Section 802, the City Manager submitted the 2019-2021 Financial Plan to Council for its review and consideration on June 4, 2019, approving the ongoing transfer of \$40,000 from the AHF to General Fund to support the operating expenses of the San Luis Obispo County Housing Trust Fund; and

**WHEREAS**, the City Manager submitted the Fiscal Year 2022-23 Supplemental Budget to Council approving and appropriating the 2022-23 budget allocation including operating expenditures, debt service, and capital improvement plan budget (R-11332) on June 7, 2022; and

**WHEREAS**, the \$40,000 was transferred from the Affordable housing fund to the General Fund in FY 2022-23; and

**WHEREAS**, the \$40,000 was not allocated to the operating expenditure budget so the balance currently resides in the General Fund Undesignated Fund Balance; and

**WHEREAS**, the voters approved the Gann Spending-Limitation Initiative on November 6, 1979 and Proposition 111 on June 5, 1990, which establish and define annual appropriation limits on state and local government agencies; and

**WHEREAS**, regulations require that the governing body of each local agency establish its appropriations limit and annual factors by resolution.

**WHEREAS**, the required calculations to determine the City's appropriations limit, and estimated appropriations subject to limitation for fiscal year 2022-23, were performed by the Department of Finance and approved by Council on June 7, 2022 (R-11332); and

**WHEREAS**, in reviewing the calculations for the appropriation limit, staff found that the incorrect Consumer Price Index was applied; and

**WHEREAS**, the Finance Department re-calculated the City's appropriations limit for 2022-23 and the City appropriated proceeds of taxes remain well below the appropriation limit; and

**NOW, THEREFORE, BE IT RESOLVED** by the Council of the City of San Luis Obispo as follows:

**SECTION 1.** The 2022-23 budget is hereby amended to appropriate \$40,000 of the City's General Fund Undesignated balance into operating budget operating budget for the Housing Trust Fund.

**SECTION 2.** The City's appropriation limit and annual adjustment factors for fiscal year 2022-23 are adopted as follows:

Appropriations Limit 2021-22	\$79,470,558
<i>Consumer Price Index (revised from 7.5%)</i>	7.55%
Population Factor: County Population Growth	0.28%
Compounded Percentage Factor (multiplicative not additive)	1.025%
<b><i>Appropriations Limit 2022-23 (revised)</i></b>	<b><i>\$85,706,220</i></b>

Upon motion of \_\_\_\_\_, seconded by \_\_\_\_\_, and on the following roll call vote:

AYES:

NOES:

ABSENT:

The foregoing resolution was adopted this \_\_\_\_\_ day of \_\_\_\_\_ 2022.

\_\_\_\_\_  
Mayor Erica A. Stewart

ATTEST:

\_\_\_\_\_  
Teresa Purrington  
City Clerk

APPROVED AS TO FORM:

\_\_\_\_\_  
J. Christine Dietrick  
City Attorney

**IN WITNESS WHEREOF**, I have hereunto set my hand and affixed the official seal of the City of San Luis Obispo, California, on \_\_\_\_\_.

\_\_\_\_\_  
Teresa Purrington, City Clerk

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