

SANTA BARBARA COUNTY BOARD AGENDA LETTER



Clerk of the Board of Supervisors
105 E. Anapamu Street, Suite 407
Santa Barbara, CA 93101
(805) 568-2240

Agenda Number:
Prepared on: 10/13/04
Department Name: Auditor-Controller
Department No.: 061
Agenda Date: 11/02/04
Placement: Administrative
Estimate Time:
Continued Item: NO
If Yes, date from:

TO: Board of Supervisors

FROM: Robert W. Geis, CPA
Auditor-Controller

STAFF CONTACT: Mike Struven
Division Chief, Financial Reporting

SUBJECT: Proposition 4/111 Appropriations Limit

Recommendation(s):

That the Board of Supervisors:

- A. Accept the KPMG LLP Independent Auditors' Report on the Appropriations Limit Worksheet for the year ended June 30, 2004.
- B. Accept the report of the Proposition 4/111 Appropriation Limits (GANN Initiative) as shown in Exhibits I through IV.
- C. Set November 23, 2004 as the date to adopt the following ten resolutions:
 - Adopt a Resolution establishing an appropriation limit for FY 2004-05 for the County of Santa Barbara;
 - Adopt a Resolution establishing an appropriation limit for FY 2004-05 for Santa Barbara County Service Area No. 3;
 - Adopt a Resolution establishing an appropriation limit for FY 2004-05 for Santa Barbara County Service Area No. 4;
 - Adopt a Resolution establishing an appropriation limit for FY 2004-05 for Santa Barbara County Service Area No. 5;
 - Adopt a Resolution establishing an appropriation limit for FY 2004-05 for Santa Barbara County Service Area No. 12;
 - Adopt a Resolution establishing an appropriation limit for FY 2004-05 for Santa Barbara County Service Area No. 32;
 - Adopt a Resolution establishing an appropriation limit for FY 2004-05 for Santa Barbara County Service Area No. 41;

- Adopt a Resolution establishing an appropriation limit for FY 2004-05 for the Santa Barbara County Fire Protection District;
 - Adopt a Resolution establishing an appropriation limit for FY 2004-05 for the Santa Barbara County North County Lighting District;
 - Adopt a Resolution establishing an appropriation limit for FY 2004-05 for the Santa Barbara County Flood Control and Water Conservation Districts.
- D. Select the change in the local assessment roll due to the addition of non-residential new construction as the price factor in determining the fiscal year 2004-2005 limit for Santa Barbara County and the special districts, and ratify selections by recorded vote.
- The price factor selected for the County of Santa Barbara's prior year limit is being revised as a base for the 2004-2005 limit.
- E. Select the change in population within Santa Barbara County and all contiguous counties as the population factor in determining the fiscal year 2004-2005 limit for Santa Barbara County, and the change in population within Santa Barbara County for the special districts, and ratify selections by recorded vote.

Alignment with Board Strategic Plan:

The recommendation(s) are primarily aligned with actions required by law or by routine business necessity.

Executive Summary and Discussion:

Propositions 4 and 111 require that appropriation limits be calculated based on fiscal year 1978-1979 tax proceeds adjusted annually for population and price changes. Each year, the tax proceeds must be less than or equal to the established limits.

The County of Santa Barbara and the special districts are in compliance with the provisions of appropriation limit guidelines for fiscal year 2003-2004.

The County of Santa Barbara's appropriations limit for fiscal year 2004-2005 is based on a recalculation of the fiscal year 2003-2004 limit; the California per capita personal income factor was selected in error and is herein changed to the higher, change in the local assessment roll due to the addition of non-residential new construction price factor.

Based on preliminary calculations, the County of Santa Barbara and the special districts will be in compliance with the provisions of the appropriation limit guidelines for fiscal year 2004-2005.

Additional information on Proposition 4 and 111, and all documentation used to determine the appropriation limits are available for review in the Auditor-Controller's Office.

Mandates and Service Levels:

No change in programs or service levels.

Fiscal and Facilities Impacts:

None

Special Instructions:

Signed copies of resolutions and minute order to Auditor's office.

Concurrence:

County Counsel