

**EL DORADO COUNTY BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL
Meeting of May 24, 2011**

AGENDA TITLE: GANN SPENDING LIMIT -- COMPLIANCE (2009-2010), COMPLIANCE (2010-2011) AND HEARING (2011-2012)

DEPARTMENT: Auditor-Controller

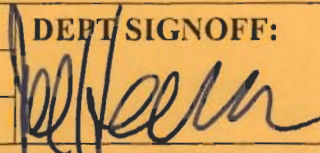
DEPT SIGNOFF:

CAO USE ONLY:

CONTACT: Bob Toscano

DATE: 5/03/2011

PHONE: 5458



DEPARTMENT SUMMARY AND REQUESTED BOARD ACTION:

Accept and file (1) the report of "Comparison of Actual Tax Proceeds to Adopted Appropriations Limit" for the prior fiscal periods, (2) the schedule of Prop 4 Compliance for FY 2009-2010 Actual Revenues, (3) the schedule of Prop 4 Compliance for FY 2010-2011 Adopted Revenues, and (4) set a public hearing for June 14, 2011 at 9:00 a.m. for the discussion and adoption of the Appropriations Limit for Fiscal Year 2011-2012.

CAO RECOMMENDATIONS:

Financial impact? () Yes (X) No

Funding Source: () Gen Fund () Other

BUDGET SUMMARY:

Other:

Total Est. Cost _____
Funding
 Budgeted _____
 New Funding _____
 Savings _____
 Other _____
 Total Funding _____
 Change in Net County Cost _____

CAO Office Use Only:

4/5's Vote Required () Yes () No
 Change in Policy () Yes () No
 New Personnel () Yes () No

CONCURRENCES:

Risk Management
 County Counsel
 Other

*Explain

BOARD ACTIONS:

Vote: Unanimous _____ Or

Ayes:

Noes:

Abstentions:

Absent:

Rev. 04/05

I hereby certify that this is a true and correct copy of an action taken and entered into the minutes of the Board of Supervisors

Date: _____

Attest: Suzanne Allen de Sanchez, Board of Supervisors Clerk

By: _____



County of El Dorado

OFFICE OF AUDITOR-CONTROLLER

360 FAIR LANE
PLACERVILLE, CALIFORNIA 95667-4193
Phone: (530) 621-5487 Fax: (530) 295-2535

JOE HARN, CPA
Auditor-Controller

BOB TOSCANO
Assistant Auditor-Controller

May 3, 2011

Board of Supervisors
330 Fair Lane
Placerville, California 95667

Subject: Gann Spending Limit-Compliance (2009/10), Compliance (2010/11)
& Hearing (2011/12)

Agenda Date: May 24, 2011

Dear Board Members:

Recommendation

Receive and file the report on "Comparison of Actual Tax Proceeds to Adopted Appropriations Limit", the schedule of Prop 4 Compliance for FY 2009-2010 Actual Revenues, the schedule of Prop 4 Compliance for FY 2010-2011 Adopted Revenues and set a public hearing for June 14, 2011 at 9:00 a.m. for the discussion and adoption of the Appropriations Limit for Fiscal Year 2011-2012.

Reason for Recommendation

In accordance with the provisions of the spending limitation legislation implementing Proposition 4 (1979 Gann Initiative), before considering the adoption of a budget for the next fiscal year, your Board should adopt a new appropriations limit. Government Code Section 7910 requires that the governing body of each local jurisdiction establish its appropriations limit by resolution for the following fiscal year at a regular or special meeting. The law provides that your Board should hold a hearing for the purpose of receiving testimony and other evidence regarding the appropriations limit, and that the data used in developing the proposed limit be available for more than fifteen (15) days prior to the hearing. The data used in developing the growth over the prior limit has been available and the proposed limit for Fiscal Year 2011-2012 has been computed.

Attachment I presents a comparison of the "adopted limits" and actual "tax proceeds" for prior fiscal periods and an estimate of the current fiscal period. Attachment II presents the schedule detailing the Proposition 4 compliance for Fiscal Year 2009-2010 actual revenues. Attachment III presents the schedule detailing a projection of Proposition 4 compliance for Fiscal Year 2010-2011 adopted revenues.

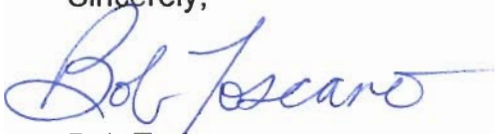
Fiscal Impact - There is no fiscal impact.

Net County Cost - There is no net county cost associated with this request.

Action to be Taken Following Approval

Set June 14, 2011 at 9:00 a.m. for the public hearing.

Sincerely,

A handwritten signature in blue ink that reads "Bob Toscano". The signature is written in a cursive style with a long horizontal flourish extending to the right.

Bob Toscano
Assistant Auditor-Controller

Attachments (3)

EL DORADO COUNTY
COMPARISON OF
ACTUAL TAX PROCEEDS TO ADOPTED APPROPRIATIONS LIMIT
BY FISCAL YEAR

| FISCAL YEAR | RESOLUTION NUMBER | ADOPTED APPROPRIATIONS LIMIT | ACTUAL "PROCEEDS OF TAXES" | PERCENT OF LIMIT USED |
|--------------------|--------------------------|-------------------------------------|-----------------------------------|------------------------------|
| 1978-79 | 229-81 | \$ 15,777,741 | \$ 14,046,531 | 89% |
| 1979-80 | 229-81 | \$ 19,011,062 | \$ 14,790,834 | 78% |
| 1980-81 | 229-81 | \$ 23,156,903 | \$ 16,773,213 | 72% |
| 1981-82 | 229-81 | \$ 27,553,113 | \$ 17,775,527 | 65% |
| 1982-83 | 178-82 | \$ 30,922,859 | \$ 18,986,935 | 61% |
| 1983-84 | 155-83 | \$ 32,704,016 | \$ 22,547,449 | 69% |
| 1984-85 | 180-84 | \$ 34,957,323 | \$ 23,928,030 | 68% |
| 1985-86 | 136-85 | \$ 37,589,609 | \$ 26,188,456 | 70% |
| 1986-87 | 177-86 | \$ 40,164,497 | \$ 29,688,930 | 74% |
| 1987-88 | 177-91 | \$ 43,265,196 | \$ 32,488,897 | 75% |
| 1988-89 | 177-91 | \$ 47,749,477 | \$ 37,326,873 | 78% |
| 1989-90 | 177-91 | \$ 51,339,899 | \$ 40,668,914 | 79% |
| 1990-91 | 177-91 | \$ 56,802,464 | \$ 46,667,274 | 82% |
| 1991-92 | 177-91 | \$ 62,482,710 | \$ 48,267,936 | 77% |
| 1992-93 | 177-92 | \$ 67,606,292 | \$ 52,778,313 | 78% |
| 1993-94 | 210-93 | \$ 71,784,361 | \$ 45,016,076 | 63% |
| 1994-95 | 140-94 | \$ 73,902,000 | \$ 46,030,870 | 62% |

EL DORADO COUNTY
COMPARISON OF
ACTUAL TAX PROCEEDS TO ADOPTED APPROPRIATIONS LIMIT
BY FISCAL YEAR

| FISCAL YEAR | RESOLUTION NUMBER | ADOPTED APPROPRIATIONS LIMIT | ACTUAL "PROCEEDS OF TAXES" | PERCENT OF LIMIT USED |
|----------------|-------------------|------------------------------|----------------------------|-----------------------|
| 1995-96 | 153-95 | \$ 79,496,381 | \$ 47,307,876 | 60% |
| 1996-97 | 133-96 | \$ 84,377,459 | \$ 48,246,841 | 57% |
| 1997-98 | 155-97 | \$ 86,960,658 | \$ 51,897,497 | 60% |
| 1998-99 | 130-98 | \$ 92,801,832 | \$ 54,876,531 | 59% |
| 1999-00 | 144-99 | \$ 98,332,821 | \$ 60,860,652 | 62% |
| 2000-01 | 195A-2000 | \$ 104,272,123 | \$ 65,359,276 | 63% |
| 2001-02 | 149-2001 | \$ 114,209,256 | \$ 67,900,038 | 59% |
| 2002-03 | 127-2002 | \$ 114,129,310 | \$ 75,252,139 | 66% |
| 2003-04 | 121-2003 | \$ 118,466,224 | \$ 78,112,613 | 66% |
| 2004-05 | 155-2004 | \$ 124,010,443 | \$ 88,838,789 | 72% |
| 2005-06 | 159-2005 | \$ 132,790,382 | \$103,367,104 | 78% |
| 2006-07 | 182-2006 | \$ 140,186,806 | \$112,167,845 | 80% |
| 2007-08 | 128-2007 | \$ 148,065,304 | \$116,590,573 | 79% |
| 2008-09 | 157-2008 | \$ 156,120,057 | \$116,231,905 | 74% |
| 2009-10 | 120-2009 | \$ 158,243,290 | \$112,346,462 | 71% |
| 2010-11 | 069-2010 | \$ 155,347,438 | \$108,059,027 (est) | 70%(est) |
| 2011-12 | PROPOSED | \$ 160,862,272 | | |

EL DORADO COUNTY

ATTACHMENT II

PROP 4 COMPLIANCE FY 2009-2010

Actual Revenue

| ACCOUNT TITLE | AMOUNT NUMBER | TOTAL PROCEEDS OF TAXES | GENERAL FUND | COUNTYWIDE SPECIAL REVENUE | ROAD FUND | ROAD DISTRICT FUND | CAPITAL OUTLAY FUND | COUNTY SERVICE AREA #2 | COUNTY SERVICE AREA #7 | COUNTY SERVICE AREA #9 | COUNTY SERVICE AREA #10 |
|----------------------------------|---------------|-------------------------|-------------------|----------------------------|-----------|--------------------|---------------------|------------------------|------------------------|------------------------|-------------------------|
| TAXES | | | | | | | | | | | |
| Property Tax - Current Secured | 0100 | 63,571,153 | 54,715,797 | | | | | | | | |
| Property Tax - Current Unsecured | 0110 | 1,422,982 | 1,237,386 | | | | | | | | |
| Supplemental Property Taxes | 0140/0150 | 580,505 | 515,244 | | | | | | | | |
| Property Tax - Prior Secured | 0120 | (9,924) | (8,539) | | | | | | | | |
| Property Tax - Prior Unsecured | 0130 | 44,079 | 38,103 | | | | | | | | |
| Penalty & Cost | 0360 | 537,575 | 396,461 | 86,457 | | | | | | | |
| Sales & Use Tax | 0160 | 6,142,430 | 6,142,430 | | | | | | | | |
| Transportation Tax | 0161 | 220,526 | | 220,526 | | | | | | | |
| In-Lieu Local Sales and Use Tax | 0162 | 1,841,824 | 1,841,824 | | | | | | | | |
| Special Tax | 0175 | 3,441,645 | | | | | | | | | |
| Public Utility Franchise | 0250 | 989,430 | | 989,430 | | | | | | | |
| Garbage Franchises | 0251 | 939,980 | 670,882 | | | | | | | | |
| Cable Franchises | 0252 | 510,136 | 510,136 | | | | | | | | |
| Hotel/Motel Occupancy Tax | 0171 | 1,731,032 | 1,731,032 | | | | | | | | |
| Property Transfer Tax | 0172 | 1,230,381 | 1,230,381 | | | | | | | | |
| Race Horse & Livestock Head Tax | 0173 | 0 | 0 | | | | | | | | |
| Tax Losses Reserve | 0178 | 3,871,824 | 3,871,824 | | | | | | | | |
| | | 87,065,478 | 72,892,960 | 1,296,413 | 0 | 5,139,717 | 1,198,202 | 22,436 | 4,326,948 | 980,063 | 1,208,739 |

REV. FROM USE OF MONEY/PROPERTY

| | | | | | | | | | | | |
|-------------------------|------|----------------|---------------|--------------|---------------|--------------|--------------|-----------|--------------|---------------|--------------|
| Interest (Allocated) | 0400 | 68,883 | 24,728 | 1,697 | 1,374 | 2,982 | 9,185 | 58 | 8,584 | 12,418 | 7,857 |
| Rent - Land & Buildings | 0420 | 95,695 | 70,963 | | 24,732 | | | | | | 0 |
| | | 164,577 | 95,691 | 1,697 | 26,105 | 2,982 | 9,185 | 58 | 8,584 | 12,418 | 7,857 |

AID FROM OTHER GOV. AGENCIES

| | | | | | | | | | | | |
|--------------------------------------|------|-------------------|-------------------|---------------|------------------|---------------|---------------|------------|---------------|------------|----------|
| Highway Users Tax | 052X | 3,957,071 | 0 | | 3,957,071 | | | | | | |
| Street & Highway (SB-300) | 0523 | 1,788,897 | 0 | | 1,788,897 | | | | | | |
| SI Hwy Tax - Prop 116 | 0525 | 0 | 0 | | | | | | | | |
| Prop Tax In-lieu Vehicle License Fee | 0179 | 17,394,699 | 17,394,699 | | | | | | | | |
| Aid for Agriculture | 0820 | 287,435 | 287,435 | | | | | | | | |
| Homeowners' Prop. Tax Relief | 0729 | 699,445 | 602,939 | | | | | | | | |
| Timber Tax | 0174 | 203,294 | 7,381 | | 195,603 | 54,186 | 13,092 | 232 | 28,622 | 374 | |
| Unclaimed Gas Tax | 0900 | 353,272 | 353,272 | | | | | | | | |
| Navigation & Ocean Development | 0897 | 359,696 | 359,696 | | | | | | | | |
| Off Highway M.V. License Fees | 0897 | 72,597 | 0 | 72,597 | 0 | | | | | | |
| Open Space Subvention | 0882 | 1 | 1 | | | | | | | | |
| Aid From Other (s/total) | | 25,116,406 | 19,005,423 | 72,597 | 5,941,571 | 54,186 | 13,402 | 232 | 28,622 | 374 | 0 |

GRAND TOTAL -- F.Y.E. 2009-10 (Actual)

| | | | | | | | | | | | |
|--|--|--------------------|-------------------|------------------|------------------|------------------|------------------|---------------|------------------|----------------|------------------|
| | | 112,346,462 | 91,994,074 | 1,370,707 | 5,967,676 | 5,196,885 | 1,220,789 | 22,725 | 4,364,154 | 992,855 | 1,216,596 |
|--|--|--------------------|-------------------|------------------|------------------|------------------|------------------|---------------|------------------|----------------|------------------|

ADOPTED APPROPRIATIONS LIMIT 2009-10

| | | | | | | | | | | | |
|--|--|--------------------|--|--|--|--|--|--|--|--|--|
| | | 158,243,290 | | | | | | | | | |
|--|--|--------------------|--|--|--|--|--|--|--|--|--|

AMOUNT UNDER(OVER) ADOPTED LIMIT

| | | | | | | | | | | | |
|--|--|-------------------|--|--|--|--|--|--|--|--|--|
| | | 45,896,828 | | | | | | | | | |
|--|--|-------------------|--|--|--|--|--|--|--|--|--|

PERCENT OF LIMIT USED

| | | | | | | | | | | | |
|--|--|------------|--|--|--|--|--|--|--|--|--|
| | | 71% | | | | | | | | | |
|--|--|------------|--|--|--|--|--|--|--|--|--|

[*] Countywide Activities -- Included with General Fund

2009_10P4 ACTUAL.XIS

EL DORADO COUNTY

ATTACHMENT III

PROP 4 COMPLIANCE FY 2010-2011

Adopted Revenue

| ACCOUNT TITLE | AMOUNT NUMBER | TOTAL PROCEEDS OF TAXES | GENERAL FUND | COUNTYWIDE SPECIAL REVENUE | ROAD FUNDS | DISTRICT TAX FUND | CAPITAL OUTLAY FUND | COUNTY SERVICE AREA #2 | COUNTY SERVICE AREA #7 | COUNTY SERVICE AREA #9 | COUNTY SERVICE AREA #10 |
|----------------------------------|---------------|-------------------------|-------------------|----------------------------|------------|-------------------|---------------------|------------------------|------------------------|------------------------|-------------------------|
| TAXES | | | | | | | | | | | |
| Property Tax - Current Secured | 0100 | 59,635,875 | 51,312,474 | | 0 | 4,608,505 | 1,100,000 | 22,285 | 2,557,000 | 35,611 | 0 |
| Property Tax - Current Unsecured | 0110 | 1,293,085 | 1,166,840 | | 0 | 99,245 | 27,000 | 0 | 0 | 0 | 0 |
| Supplemental Property Taxes | 0140/0150 | 351,385 | 300,000 | | 0 | 38,585 | 12,800 | 0 | 0 | 0 | 0 |
| Property Tax - Prior Secured | 0120 | (8,540) | (8,540) | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Property Tax - Prior Unsecured | 0130 | 42,093 | 38,103 | | 0 | 3,290 | 700 | 0 | 0 | 0 | 0 |
| Penalty & Cost | 0360 | 536,948 | 414,111 | 95,000 | 0 | 3,087 | 0 | 0 | 12,000 | 0 | 12,750 |
| Sales & Use Tax | 0160 | 6,081,006 | 6,081,006 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Transportation Tax | 0161 | 290,293 | 290,293 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| In-Lieu Local Sales and Use Tax | 0162 | 1,823,406 | 1,823,406 | | 0 | 0 | 0 | 0 | 1,571,300 | 865,596 | 894,000 |
| Special Tax | 0175 | 3,330,896 | 0 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Public Utility Franchise | 0250 | 986,838 | 0 | 986,838 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Garbage Franchises | 0251 | 746,056 | 746,056 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Cable Franchises | 0252 | 511,636 | 511,636 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Hotel/Motel Occupancy Tax | 0171 | 1,717,929 | 1,717,929 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Property Transfer Tax | 0172 | 1,230,381 | 1,230,381 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Race Horse & Livestock Head Tax | 0173 | 0 | 0 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Tax Losses Reserve | 0178 | 2,600,000 | 2,600,000 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | | 81,169,287 | 67,933,402 | 1,372,131 | 0 | 4,752,712 | 1,140,500 | 22,285 | 4,140,300 | 901,207 | 906,750 |

REV. FROM USE OF MONEY/PROPERTY

| | | | | | | | | | | | |
|-------------------------|------|----------------|---------------|----------|---------------|--------------|--------------|----------|--------------|----------|--------------|
| Interest (Allocated) | 0400 | 32,966 | 19,144 | 0 | 1,613 | 3,000 | 2,199 | 0 | 4,575 | 0 | 2,436 |
| Rent - Land & Buildings | 0420 | 85,244 | 60,502 | 0 | 24,742 | 0 | 0 | 0 | 4,575 | 0 | 2,436 |
| | | 118,210 | 79,646 | 0 | 26,355 | 3,000 | 2,199 | 0 | 4,575 | 0 | 2,436 |

AID FROM OTHER GOV. AGENCIES

| | | | | | | | | | | | |
|--------------------------------|------|-------------------|-------------------|---------------|------------------|---------------|----------|----------|---------------|----------|----------|
| Highway Users Tax | 052X | 7,039,970 | 0 | 0 | 7,039,970 | 0 | 0 | 0 | 0 | 0 | 0 |
| Street & Highway (SB-300) | 0523 | 1,750,280 | 0 | 0 | 1,750,280 | 0 | 0 | 0 | 0 | 0 | 0 |
| SI Hwy Tax - Prop 116 | 0525 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Motor Vehicle In-lieu Tax | 0540 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Prop Tax In-lieu Tax | 0179 | 16,312,749 | 16,312,749 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other State In-lieu Tax | 0560 | 0 | 0 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Aid for Agriculture | 0720 | 187,588 | 187,588 | | 0 | 52,019 | 0 | 0 | 29,000 | 0 | 0 |
| Homeowners' Prop. Tax Relief | 0820 | 683,958 | 602,939 | 0 | 500 | 0 | 0 | 0 | 0 | 0 | 0 |
| Timber Tax | 0174 | 7,881 | 7,381 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Unclaimed Gas Tax | 0729 | 349,558 | 349,558 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Navigation & Ocean Development | 0900 | 379,546 | 379,546 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Off Highway M.V. License Fees | 0897 | 60,000 | 0 | 60,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Open Space Subvention | 0882 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | | 26,771,530 | 17,839,761 | 60,000 | 8,790,750 | 52,019 | 0 | 0 | 29,000 | 0 | 0 |

GRAND TOTAL -- F.Y.E. 2010-11 (Budget)

| | | | | | | | | | | | |
|--|--|--------------------|-------------------|------------------|------------------|------------------|------------------|---------------|------------------|----------------|----------------|
| | | 108,059,027 | 85,852,809 | 1,432,131 | 8,817,105 | 4,807,731 | 1,142,699 | 22,285 | 4,173,875 | 901,207 | 909,186 |
|--|--|--------------------|-------------------|------------------|------------------|------------------|------------------|---------------|------------------|----------------|----------------|

ADOPTED APPROPRIATIONS LIMIT 2010-11

| | | | | | | | | | | | |
|--|--|--------------------|-------------------|------------------|------------------|------------------|------------------|---------------|------------------|----------------|----------------|
| | | 155,347,438 | 85,852,809 | 1,432,131 | 8,817,105 | 4,807,731 | 1,142,699 | 22,285 | 4,173,875 | 901,207 | 909,186 |
|--|--|--------------------|-------------------|------------------|------------------|------------------|------------------|---------------|------------------|----------------|----------------|

AMOUNT UNDER(OVER) ADOPTED LIMIT

| | | | | | | | | | | | |
|--|--|-------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| | | 47,288,411 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
|--|--|-------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|

PERCENT OF LIMIT USED

| | | | | | | | | | | | |
|--|--|------------|--|--|--|--|--|--|--|--|--|
| | | 70% | | | | | | | | | |
|--|--|------------|--|--|--|--|--|--|--|--|--|

[*] Countywide Activities -- Included with General Fund