


**EL DORADO COUNTY BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL
MEETING OF MAY 22, 2012**

AGENDA TITLE: GANN SPENDING LIMIT -- COMPLIANCE (2010-2011), COMPLIANCE (2011-2012) AND HEARING (2012-2013)

DEPARTMENT: AUDITOR-CONTROLLER	DEPT SIGNOFF:	<u>CAO USE ONLY</u>
CONTACT: Joe Harn/Bob Toscano		
DATE: 05/07/2012 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 2010-2011 Actual Revenues, (3) the schedule of Prop 4 Compliance for FY 2011-2012 Adopted Revenues, and (4) set a public hearing for June 12, 2012 at 9:00 a.m. for the discussion and adoption of the Appropriations Limit for Fiscal Year 2012-2013.

CAO RECOMMENDATIONS:

Financial impact? () Yes (X) No	Funding Source: () Gen Fund () Other Other: _____
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BUDGET SUMMARY:

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

CAO Office Use Only:

45'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: _____

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: Terri Daly, Board of Supervisors Acting Clerk

By: _____

12-0589 A 1 of 7



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 7, 2012

Board of Supervisors
330 Fair Lane
Placerville, California 95667

Subject: Gann Spending Limit-Compliance (2010/11), Compliance (2011/12)
& Hearing (2012/13)

Agenda Date: May 22, 2012

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 2010-2011 Actual Revenues, the schedule of Prop 4 Compliance for FY 2011-2012 Adopted Revenues and set a public hearing for June 12, 2012 at 9:00 a.m. for the discussion and adoption of the Appropriations Limit for Fiscal Year 2012-2013.

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 2012-2013 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 2010-2011 actual revenues. Attachment III presents the schedule detailing a projection of Proposition 4 compliance for Fiscal Year 2011-2012 adopted revenues.

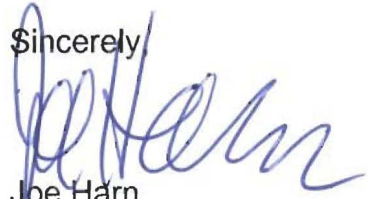
Fiscal Impact - There is no fiscal impact.

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

Action to be Taken Following Approval

Set June 12, 2012 at 9:00 a.m. for the public hearing.

Sincerely,

A handwritten signature in blue ink, appearing to read "Joe Harn", written over the word "Sincerely,".

Joe Harn
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	\$110,070,904	71%
2011-12	088-2011	\$ 160,862,272	\$108,192,216	67%(est)
2012-13	PROPOSED	\$167,135,901		

EL DORADO COUNTY
PROP 4 COMPLIANCE FY 2010-2011

ATTACHMENT II

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	59,984,289	51,714,582			4,648,794	1,094,401	20,524	2,473,285	32,704	
Property Tax - Current Unsecured	0110	1,374,371	1,195,554			100,195	24,310	443	53,158	710	
Supplemental Property Taxes	0140/0150	344,097	305,631			21,257	5,135	91	11,835	147	
Property Tax - Prior Secured	0120	(9,482)	(8,171)			(736)	(178)	(3)	(389)	(5)	
Property Tax - Prior Unsecured	0130	107,308	92,474			8,329	2,012	36	4,399	58	
Penalty & Cost	0360	505,583	366,610	85,533		2,979	720	96	14,440	6,208	28,997
Sales & Use Tax	0160	6,518,983	6,518,983								
Transportation Tax	0161	31,402	0	0	31,402						
In-Lieu Local Sales and Use Tax	0162	2,107,712	2,107,712								
Special Tax	0175	3,402,082	0						1,608,412	876,560	917,110
Public Utility Franchise	0250	1,014,857	0	1,014,857							
Garbage Franchises	0251	979,103	329,087								650,016
Cable Franchises	0252	484,209	484,209								
Hotel-Motel Occupancy Tax	0171	1,812,585	1,812,585								
Property Transfer Tax	0172	1,240,679	1,240,679								
Race Horse & Livestock Head Tax	0173	0	0								
Tax Losses Reserve	0178	3,609,648	3,609,648								
Taxes (s/total)		83,507,426	69,769,583	1,100,391	31,402	4,780,818	1,126,401	21,187	4,165,140	916,382	1,596,123
REV. FROM USE OF MONEY/PROPERTY											
Interest (Allocated)	0400	82,380	26,209	1,467	4,297	5,642	12,394	75	9,061	13,189	10,046
Rent - Land & Buildings	0420	94,639	72,155		22,483						
		177,019	98,364	1,467	26,780	5,642	12,394	75	9,061	13,189	10,046
AID FROM OTHER GOV. AGENCIES											
Highway Users Tax	052X	6,487,262	0		6,487,262						
Street & Highway (SB-300)	0523	1,670,968	0		1,670,968						
St Hwy Tax - Prop 116	0525	0	0								
Prop Tax In-lieu Vehicle License Fee	0179/540	16,628,134	16,628,134								
Aid for Agriculture	0720/721	219,721	219,721								
Homeowners' Prop. Tax Relief	0820	699,708	603,316			54,014	13,104	240	28,654	380	
Timber Tax	0174	10,177	8,854		952		372				
Unclaimed Gas Tax	0729	310,906	310,906								
Navigation & Ocean Development	0900	328,100	328,100								
Off Highway M.V. License Fees	0897	31,483	0	31,483							
Open Space Subvention	0882	0	0								
Aid From Other (s/total)		26,386,460	18,099,031	31,483	8,159,182	54,014	13,476	240	28,654	380	0
GRAND TOTAL -- F.Y.E. 2010-11 (Actual)		110,070,904	87,966,978	1,133,341	8,217,364	4,840,474	1,152,271	21,502	4,202,855	929,950	1,606,169
ADOPTED APPROPRIATIONS LIMIT 2010-11		155,347,438		[*]	[*]	[*]	[*]	[*]	[*]	[*]	[*]
AMOUNT UNDER(OVER) ADOPTED LIMIT		45,276,534									
PERCENT OF LIMIT USED		71%									

[*] Countywide Activities -- included with General Fund

2010_11P4 ACTUAL.xls

**EL DORADO COUNTY
PROP 4 COMPLIANCE FY 2011-2012**

ATTACHMENT III

Adopted Revenue

ACCOUNT TITLE	AMOUNT NUMBER	TOTAL PROCEEDS OF TAXES	GENERAL FUND	COUNTYWIDE SPECIAL REVENUE	ROAD FUNDS	ROAD 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	59,198,841	50,964,721			4,617,782	1,088,918	21,427	2,471,845	34,148	0
Property Tax - Current Unsecured	0110	1,284,347	1,160,649			99,560	24,138	0	0		0
Supplemental Property Taxes	0140/0150	351,426	301,199			37,427	12,800	0	0		0
Property Tax - Prior Secured	0120	(8,053)	(8,053)			0	0	0	0		0
Property Tax - Prior Unsecured	0130	95,123	91,133			3,290	700	0	0		0
Penalty & Cost	0360	472,874	363,840	80,000		2,994		0	12,000		14,040
Sales & Use Tax	0160	6,518,983	6,518,983								
Transportation Tax	0161	112,348	0	112,348		0	0				
In-Lieu Local Sales and Use Tax	0162	2,107,712	2,107,712								
Special Tax	0175	3,363,532	0						1,574,600	864,932	924,000
Public Utility Franchise	0250	1,000,000	301,657	0	698,343	0					
Garbage Franchises	0251	784,886	784,886								
Cable Franchises	0252	484,209	484,209								
Hotel-Motel Occupancy Tax	0171	1,812,585	1,812,585								
Property Transfer Tax	0172	1,240,679	1,240,679								
Race Horse & Livestock Head Tax	0173	0	0								
Tax Losses Reserve	0178	2,600,000	2,600,000								
Taxes (s/total)		81,419,492	68,724,200	192,348	698,343	4,761,053	1,126,556	21,427	4,058,445	899,080	938,040
REV. FROM USE OF MONEY/PROPERTY											
Interest (Allocated)	0400	35,481	20,468	0	2,206	6,000	0	0	4,727	0	2,081
Rent - Land & Buildings	0420	90,642	65,900	0	24,742	0	0	0	4,727	0	2,081
		126,123	86,368	0	26,948	6,000	0	0	4,727	0	2,081
AID FROM OTHER GOV. AGENCIES											
Highway Users Tax	052X	7,334,225	0	0	7,334,225	0					
Street & Highway (SB-300)	0523	1,680,000	0	0	1,680,000	0					
St Hwy Tax - Prop 116	0525	0	0	0	0	0					
Motor Vehicle In-lieu Tax	0540	0	0								
Prop Tax In-lieu Tax	0179	16,076,582	16,076,582								
Other State In-lieu Tax	0560	0	0								
Aid for Agriculture	0720	216,939	216,939								
Homeowners' Prop. Tax Relief	0820	699,049	603,316	0	0	53,711	13,022	0	29,000		0
Timber Tax	0174	9,354	8,854	0	500	0	0				
Unclaimed Gas Tax	0729	310,906	310,906								
Navigation & Ocean Development	0900	319,546	319,546								
Off Highway M.V. License Fees	0897	0	0	0							
Open Space Subvention	0882	0	0								
Aid From Other (s/total)		26,646,601	17,536,143	0	9,014,725	53,711	13,022	0	29,000	0	0
GRAND TOTAL -- F.Y.E. 2011-12 (Budget)		108,192,216	86,346,711	192,348	9,740,016	4,820,764	1,139,578	21,427	4,092,172	899,080	940,121
ADOPTED APPROPRIATIONS LIMIT 2011-12		160,862,272			[*]		[*]	[*]	[*]	[*]	[*]
AMOUNT UNDER(OVER) ADOPTED LIMIT		52,670,056									
PERCENT OF LIMIT USED		67%									

[*] Countywide Activities -- included with General Fund