



SPECIAL CITY COUNCIL MEETING

Tuesday, June 21, 2022

Special Meeting - 4:00 PM

City Hall – City Council Chambers

425 Webster Street, Colusa, CA 95932

AGENDA

Notice is hereby given that the City Council will hold a Special Meeting Tuesday, June 21, 2022, at 4:00 PM in the City Council Chambers, 425 Webster Street, Colusa, California. Any writings or documents pertaining to an open session item provided to a majority of the members of the legislative body less than 24 hours prior to the meeting shall be made available for public inspection at Colusa City Hall. Members of the public may address the City Council concerning any item described in this notice and agenda before consideration of that item. No City business other than that described in this notice and agenda shall be considered by the City Council.

Members of the public can view the regular meeting live through Zoom:

<https://us06web.zoom.us/j/83159051608>

phone: (346) 248-7799, (720) 707-2699, (646) 558-8656

Webinar ID: 831 5905 1608

CALL TO ORDER

ROLL CALL

PUBLIC COMMENTS *(The public may comment on items scheduled to be heard during the Special Meeting)*

COUNCIL CONSIDERATION

1. Consideration of the Resolution approving the Proposed Budget as recommended by City Manager and City Staff.

Recommendation:

- Council to adopt the Resolution on the Proposed Budget for Fiscal Year 2022-2023
- Council to adopt the Resolution establishing the Proposed Budget Appropriation Limit for the fiscal year 2022-2023 and the correction to 2021-2022 Appropriation

ADJOURNMENT

A handwritten signature in blue ink, appearing to read "Shelly Kittle", is written over a horizontal line.

SHELLY KITTLE, CITY CLERK

Americans with Disabilities Act

In compliance with the Americans with Disabilities Act, persons requiring accommodations for a disability at a public meeting should notify the City Clerk at least 48 hours prior to the meeting at (530) 458-4740 in order to allow the City sufficient time to make reasonable arrangements to accommodate participation in this meeting.



City of Colusa California

STAFF REPORT

DATE: June 21st, 2022

TO: Mayor and Members of the City Council

FROM: Ishrat Aziz-Khan, through Jesse Cain, City Manager

AGENDA ITEM:

Consideration of Resolution approving the Proposed budget as recommended by City Manager and City Staff.

- Resolution 22- Proposed Budget for Fiscal Year 2022-2023
- Resolution 22- Establishing the Proposed Budget Appropriation Limit for the fiscal year 2022-2023 and also the correction to 2021-2022 Appropriation

Recommendation:

Council to approve the proposed budget for the fiscal year 2022-2023, the appropriation (GANN) limit for the fiscal year 2022-2023, and the correction factor for the fiscal year 2021-2022.

The Budget was prepared before the completion of the fiscal year 2021-2022 and the annual audit. Therefore, the beginning fund balance contained the budgeted numbers not the audit numbers. The Mid-year budget will have audited fund balances and the updated operational cost for each department.

BUDGET IMPACT:

The general fund revenue increased by \$219,248 and the expenditure increased by \$276,486 from Mid-Year budget updates. The deficit increased by \$57,238 from Mid-Year. The Strike Team contributed 50K and the SLEFS contributed 60k to the General Fund to reduce the budget deficit. The Police Department agreed to freeze one police officer's position for six months. Water fund revenue increased by 14K but expenditures increased by 141k from Mid-Year budget. The budgeted fund balance is \$6,302,225.

Sewer Fund revenue increased by \$295,410 with the assumption that the sewer rate will be increased by 9% as suggested in the Sewer and Water Report. The expenditures decreased by \$183,073 from Mid -year budget.

ATTACHMENTS: Resolution 22- Proposed Budget for the fiscal year 2022-2023

Resolution 22- Establish the Proposed Budget Appropriation Limit for the 2022-23 fiscal year and correction to the fiscal year 2021-22.

RESOLUTION NO. 22-

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COLUSA ADOPTING THE PROPOSED BUDGET FOR THE FISCAL YEAR 2022-23

WHEREAS, the proposed budget for the City of Colusa is entitled "Purposed Budget 2022-2023"; and

WHEREAS, the proposed expenditures shown in the Proposed Budget 2022-23 are hereby appropriated to the departments, offices, and operations in the amount and for the objects and purposes as set forth in the budget document; and

WHEREAS, it is ordered that one copy of this resolution and the budget document be made available for public review at Colusa City Hall and that the budget document be certified by the City Clerk and filed in the Office of the City Clerk; and

WHEREAS, this resolution is required for the orderly operation and maintenance of municipal activities and the usual and current expenses of the City during the 2022-23 Fiscal Year.

THEREFORE, BE IT RESOLVED AND ORDERED by the City Council of the City of Colusa, after consideration and review of Policy 11-08, said Proposed Budget for Fiscal Year 2022-23 is hereby adopted as proposed.

1. Recitals Made Findings. The above recitals are hereby declared to be true and correct and findings of the City Council of the City of Colusa.
2. Effective Date. This Resolution shall be effective July 1st, 2022.

PASSED AND ADOPTED as a Resolution of the City Council of the City of Colusa, at its Special Meeting duly held on the 21st day of June 2022, by the following vote.

AYES:

NOES:

ABSENT:

ABSTAIN:

THOMAS REISCHE, MAYOR

Attest:

Shelly Kittle, City Clerk

RESOLUTION NO. 22-____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COLUSA ESTABLISHING A PROPOSED BUDGET APPROPRIATION LIMIT FOR THE 2022-2023 FISCAL YEAR AND CORRECTION TO THE FISCAL YEAR 2021-2022

WHEREAS, Article XIII (B) of the California Constitution Proposition 4 establishes expenditure limits for cities;

WHEREAS, State-implementing legislation (Government Code Section 7910) requires the City of Colusa to annual adopt a resolution establishing it Appropriations Limit for the following year; and

WHEREAS, the City selected the Department of Finance population percentage change and the change in California per Capita Personal Income factors to compute the Appropriations Limit; and

WHEREAS, the City Finance Department has made the calculations specified in said Law and concludes that the appropriations subject to limitation is \$11,317,838 for the fiscal year 2022-2023 and \$10,479,313 for the fiscal year 2021-2022.

NOW, THEREFORE, the City Council finds and determines as follows:

Section 1.

The recitals set for are true and correct statements and herby incorporated.

Section 2.

The City Council hereby authorizes and approves that the Proposed Budget Appropriations Limit for the City of Colusa is established at \$11,317,838 by using the Department of Finance population change and the change in California per Capita Personal Income factors; and

Section 3.

That this Resolution shall take effect immediately upon adoption.

PASSED AND ADOPTED by the City Council of the City of Colusa on the 21st day of June 2022 by the following vote:

AYES:

NOES:

ABSENT:

THOMAS REISCHE, MAYOR

Shelly Kittle, City Clerk

ATTACHMENT A
City of Colusa
Gann Appropriation Limit
Calculation for FY 2022-23
Proposed Budget

Gann Appropriations Limit

The Gann Limit was approved on November 6, 1979, by California voters. Under the Gann Limit, a maximum amount is established for tax-funded government services. That amount is to be adjusted each year depending on changes in population, inflation, and the transfer of financial responsibility for various government activities from one level of government to another. Any significant amount of state tax revenue received above that Gann Limit is to lead to future tax rebates or tax cuts.

<u>Population</u>	<u>Percent Change</u>	<u>Factor</u>
Population 1/1/2020: 6,356		
Population 1/1/2021: 6,383	0.42	1.0042
<u>Per Capita Personal Income</u>		
State of California	7.55	1.0755
<u>Growth Factor</u>		
Population percentage increase multiplied by the Per Capita Personal Income percentage increase (1.0042*1.0755)		1.08002
<u>Calculation of FY 2022-2023 Appropriation Limit</u>		
FY 2021-2022 Appropriation Limit		\$10,479,313
Growth Factor		1.0800
<i>FY 2022-23 Appropriation Limit</i>		<u><i>\$11,317,838</i></u>

ATTACHMENT A

City of Colusa Gann Appropriation Limit Calculation for FY 2021-22 Proposed Budget

Gann Appropriations Limit

The Gann Limit was approved on November 6, 1979 by California voters. Under the Gann Limit, a maximum amount is established for tax-funded government services. That amount is to be adjusted each year depending on changes in population, inflation and the transfer of financial responsibility for various government activities from one level of government to another. Any significant amount of state tax revenue received above that Gann Limit is to lead to future tax rebates or tax cuts.

<u>Population</u>	<u>Percent Change</u>	<u>Factor</u>
Population 1/1/2020: 6188		
Population 1/1/2021: 6,268	1.29	1.0129
<u>Per Capita Personal Income</u>		
State of California	5.73	1.0573
<u>Growth Factor</u>		
Population percentage increase multiplied by the Per Capita Personal Income percentage increase (1.0129*1.0573)		1.0573
<u>Calculation of FY 2021-2022 Appropriation Limit</u>		
FY 2020-2021 Appropriation Limit		\$9,785,162
Growth Factor		1.0709
<i>FY 2021-22 Appropriation Limit</i>		<u><i>\$10,479,313</i></u>