

RESOLUTION NO.

**A RESOLUTION OF THE CITY COUNCIL OF CITY OF
MORGAN HILL ADOPTING THE FISCAL YEAR 2015-16
OPERATING AND CAPITAL IMPROVEMENT PROGRAM
BUDGET AND ADOPTING THE FISCAL YEAR 2015-16
APPROPRIATIONS LIMIT**

WHEREAS, the City of Morgan Hill Budget for the 2015-16 fiscal year was prepared by City staff and reviewed by the City Manager;

WHEREAS, the City of Morgan Hill Budget for the 2015-16 fiscal year was distributed to the City Council on May 15, 2015, was reviewed at a budget workshop on May 29, 2015 and was further reviewed at a public hearing on June 3, 2015;

WHEREAS, in accordance with the State Revenue and Taxation Code Section 7910, the City of Morgan Hill's 2015-16 General Fund appropriations limit is \$90,540,443 as shown on Schedule A;

WHEREAS, in accordance with the State Revenue and Taxation Code Section 7910, the appropriations for the 2015-16 fiscal year, as shown on Schedule B, which are subject to the appropriations limit as set forth in Article XIII B of the California Constitution, do not exceed the limit as stated above;

WHEREAS, the annual adjustment factors that were selected to calculate the 2015-16 limit were: 1) California Per Capita Personal Income adjustment factor of 1.0382; and 2) City Population Growth factor of 1.0017;

WHEREAS, modifications and amendments to the Adopted 2015-16 City of Morgan Hill Budget can only be made in accordance with Fiscal Policy 4.E in the Adopted Budget document;

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Morgan Hill finds that the Capital Improvement Program is in conformity with the General Plan; and

BE IT FURTHER RESOLVED that the City Council of the City of Morgan Hill does hereby approve and adopt the City of Morgan Hill 2015-16 Budget of \$127,213,921 departmental appropriation levels as recommended in the Adopted Budget document, Appropriations Limit, and Appropriations Limit Adjustment Factors for Fiscal Year 2015-16.

PASSED AND ADOPTED by the City Council of Morgan Hill at a Regular Meeting held on the 17th Day of June, 2015 by the following vote.

AYES: COUNCIL MEMBERS:
NOES: COUNCIL MEMBERS:
ABSENT: COUNCIL MEMBERS:
ABSTAIN: COUNCIL MEMBERS:

ATTEST:

APPROVED:

IRMA TORREZ, CITY CLERK

STEVE TATE, MAYOR

• CERTIFICATION •

I, IRMA TORREZ, CITY CLERK OF THE CITY OF MORGAN HILL, CALIFORNIA, do hereby certify that the foregoing is a true and correct copy of Resolution No. _____ adopted by the City Council at a Regular Meeting held on June 17, 2015.

WITNESS MY HAND AND THE SEAL OF THE CITY OF MORGAN HILL

DATE: _____

IRMA TORREZ, City Clerk

SCHEDULE A

**CITY OF MORGAN HILL
SPENDING LIMIT CALCULATION
FISCAL YEAR 2015-16**

APPROPRIATIONS SUBJECT TO LIMIT

Fiscal Year 2015-16 General Fund Revenues	\$33,733,523
Less Non Proceeds of Tax	11,146,721
Total appropriations subject to limits	<u>\$22,586,802</u>

APPROPRIATIONS LIMIT

Fiscal year 2014-15 appropriations limit	\$87,061,053
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Plus Change Factor:

A. Cost of living adjustment - CPI	1.0382
B. Population Adjustment	1.0017

Total Change Factor	1.0400
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Increase in appropriations limit	<u>3,479,390</u>
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FISCAL YEAR 2015-16 APPROPRIATIONS LIMIT	<u>90,540,443</u>
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Remaining appropriations capacity	67,953,641
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Available capacity as a percent of appropriations limit	<u>75%</u>
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NOTES

- a. Cost of living adjustment is based on percentage change in California per capita income.
- b. Population adjustment is based on the greater of annual population change for the City of Morgan Hill or Santa Clara County.

SCHEDULE B

**CITY OF MORGAN HILL
SPENDING LIMIT CALCULATION
FISCAL YEAR 2015-16**

REVENUE SOURCE	PROCEEDS OF TAX	NON PROCEEDS OF TAX	TOTALS
Property Tax	\$ 9,032,581		\$ 9,032,581
Sales Tax	9,098,178		9,098,178
Transient Occupancy Tax	1,991,850		1,991,850
Franchise Revenue	1,776,150		1,776,150
Property Transfer Tax	457,960		457,960
Business License / Other Permits	215,083		215,083
Motor Vehicle in Lieu	15,000		15,000
Fines and Penalties		68,240	68,240
Use of Money and Property		885,440	885,440
Other Revenue / Other Agencies		810,602	810,602
Police and Fire Fees		604,129	604,129
Current Service Charges General Govt.		7,242,694	7,242,694
Transfers		1,535,616	1,535,616
Total	<u>\$ 22,586,802</u>	<u>\$ 11,146,721</u>	<u>\$ 33,733,523</u>
Percentage of Total	<u>67%</u>	<u>33%</u>	<u>100.00%</u>