

Division: Business Services

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT BOARD OF EDUCATION

Agenda Item# 13.1e

<u>Meeting</u>	Date: September 21, 2023
<u>Subject</u> :	: Approve Resolution No. 3343: Estimate Gann Appropriation Limitation for 2023-24 and Gann Amendment Calculation for 2022-23
	Information Item Only Approval on Consent Agenda Conference (for discussion only) Conference/First Reading (Action Anticipated:) Conference/Action Action Public Hearing

Recommendation: Approve Resolution No. 3343 – Estimate Gann Appropriation Limitation for 2023-24 and the Gann Amendment Calculation for 2022-23.

Background/Rationale: The Gann Limit (named for Paul Gann, the author of Proposition No. 4, which amended the State Constitution to establish this limit), is intended to constrain the growth in state and local government spending by linking year-to-year changes in expenditures to changes in inflation and population. Inflation for these purposes is currently the annual percentage change in California per capita personal income. For school agencies, change in Average Daily Attendance is used as a measurement of the change in population. Established in 1979 following the enactment of Proposition 13 and subsequently amended by Proposition 111, the Gann Limit applies to the state of California, cities, counties and special districts as well as to school districts and county offices of education.

One of the provisions included in the Gann Limit (Proposition No. 4), is notification to the public prior to the adoption of the Gann Limitation for this district. This agenda item is official notice of the Board of Education's intent to adopt a resolution on September 21, 2023. Also, included with this agenda is Resolution No. 3343 relative to the 2023-24 Gann Appropriation Limitation and the worksheets for identifying the appropriation limitation.

<u>Financial Considerations</u>: Provide detailed calculations for Gann Appropriation Limitation.

LCAP Goal(s): Family and Community Engagement; Operational Excellence

Documents Attached:

- 1. Resolution No. 3343: Estimate Gann Appropriation Limitation for 2023-24
- 2. 2022-23 and 2023-24 Appropriations Limit Calculations

Estimated Time of Presentation: N/A

Submitted by: Jesse Castillo, Assistant Superintendent of Business

Services

Approved by: Lisa Allen, Interim Superintendent

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT BOARD OF EDUCATION

RESOLUTION NO. 3343

RESOLUTION TO ESTIMATE GANN APPROPRIATION LIMITATION FOR 2023-24

WHEREAS, the California electorate did adopt at the November election of 1979, Proposition No. 4, commonly called the "Gann Amendment"; and

WHEREAS, the provisions of that amendment establish maximum appropriation limitations, commonly called the "Gann Appropriation Limitations," for public agencies, including school districts; and

WHEREAS, the Sacramento City Unified School District must establish a revised Gann Appropriation Limitation for 2022-23 and a projected Gann Appropriation Limitation for 2023-24, in accordance with the provisions of the amendment and applicable statutory law; and

WHEREAS, the Board of Education finds that the proposed appropriations of the 2023-24 budget do not exceed the Gann Limitation;

NOW, THEREFORE, BE IT RESOLVED that the Sacramento City Unified School District Board of Education resolves the following:

- 1. Provide public notice that the attached Gann Appropriation Limitation calculations are made in accordance with the law and that this board does hereby declare that the proposed appropriation of the 2022-23 and 2023-24 actuals and budget does not exceed the limitations imposed by Proposition No. 4 of 1979.
- 2. That the Superintendent provides copies of the resolution, along with appropriate attachments, to interested citizens of this District.

PASSED AND ADOPTED by the Sacramento City Unified School District Board of Education on this 21st day of September, 2023 by the following vote:

AYES: NOES: ABSENT:	
ABSTAIN:	
ATTESTED TO:	
Lisa Allen Secretary of the Board of Education	Chinua Rhodes President of the Board of Education

			2022-23 Calculations		2023-24 Calculations			
		Extracted Data	Adjustments*	Entered Data/ Totals	Extracted Data	Adjustments*	Entered Data/ Totals	
A. PRI	OR YEAR DATA	Dutu	2021-22 Actual		Dutu	2022-23 Actual	101110	
	2021-22 Actual Appropriations Limit and Gann ADA are from district's prior year Gann data reported to the CDE)		2021 22 710100			2022 20 / 10 (1111)		
	. FINAL PRIOR YEAR APPROPRIATIONS LIMIT							
	(Preload/Line D11, PY column)	267,315,885.05		267,315,885.05			281,892,018.80	
:	PRIOR YEAR GANN ADA (Preload/Line B3, PY column)	34,268.48		34,268.48			33,601.89	
AD	USTMENTS TO PRIOR YEAR LIMIT	٨٨	ivetmente to 202	1 22	٨٨	iustmente to 202	1 22	
	USINIENTS TO PRIOR YEAR LIMIT District Lapses, Reorganizations and Other Transfers	Ad	justments to 202	1-22	Ad	justments to 2022	2-23	
	. Temporary Voter Approved Increases							
	Less: Lapses of Voter Approved Increases							
	TOTAL ADJUSTMENTS TO PRIOR YEAR LIMIT							
	(Lines A3 plus A4 minus A5)	0.00		0.00			0.00	
					1			
1	ADJUSTMENTS TO PRIOR YEAR ADA							
	(Only for district lapses, reorganizations and other transfers, and only if adjustments to the appropriations limit are entered in Line A3 above)							
B. CU	RRENT YEAR GANN ADA	:	2022-23 P2 Repor	t	2023-24 P2 Estimate			
	2-23 data should tie to Principal Apportionment Data Collection attendance reports and include ADA for charter schools reporting the district)							
	. Total K-12 ADA (Form A, Line A6)	33,601.89		33,601.89	33,692.93		33,692.93	
	. Total Charter Schools ADA (Form A, Line C9)	0.00		0.00	0.00		0.00	
;	. TOTAL CURRENT YEAR P2 ADA (Line B1 plus B2)			33,601.89			33,692.93	
	RRENT YEAR LOCAL PROCEEDS OF TAXES/STATE		2022-23 Actual			2023-24 Budget		
	RECEIVED ES AND SUBVENTIONS (Funds 01, 09, and 62)		I	l		I		
	. Homeowners' Exemption (Object 8021)	676,365.04		676,365.04	676,780.00		676,780.00	
	!: Timber Yield Tax (Object 8022)	10.54		10.54	0.00		0.00	
	Other Subventions/In-Lieu Taxes (Object 8029)	0.00		0.00	0.00		0.00	
	Secured Roll Taxes (Object 8041)	89,594,277.46		89,594,277.46	90,638,481.00		90,638,481.00	
		3,160,407.81		3,160,407.81	2,922,607.00		2,922,607.00	
	Prior Years' Taxes (Object 8043)	1,269,586.52		1,269,586.52	565,379.00		565,379.00	
	Supplemental Taxes (Object 8044)	3,087,414.46		3,087,414.46	4,137,666.00		4,137,666.00	
	Ed. Rev. Augmentation Fund (ERAF) (Object 8045)	21,732,318.38		21,732,318.38	17,357,503.00		17,357,503.00	
	Penalties and Int. from Delinquent Taxes (Object 8048)	0.00		0.00	0.00		0.00	
10		30,595.56		30,595.56	0.00		0.00	
	. Comm. Redevelopment Funds (objects 8047 & 8625)	13,400,480.90		13,400,480.90	11,753,321.00		11,753,321.00	
13		0.00		0.00	0.00		0.00	
13		0.00		0.00	0.00		0.00	
	Penalties and Int. from Delinguent Non-LCFF							
	Taxes (Object 8629) (Only those for the above taxes)	0.00		0.00	0.00		0.00	
15	i. Transfers to Charter Schools in Lieu of Property Taxes (Object 8096)							
16	. TOTAL TAXES AND SUBVENTIONS							
	(Lines C1 through C15)	132,951,456.67	0.00	132,951,456.67	128,051,737.00	0.00	128,051,737.00	
OTH	IER LOCAL REVENUES (Funds 01, 09, and 62)							
17	7. To General Fund from Bond Interest and Redemption							
	Fund (Excess debt service taxes) (Object 8914)	0.00		0.00	0.00		0.00	
18	TOTAL LOCAL PROCEEDS OF TAXES							
	(Lines C16 plus C17)	132,951,456.67	0.00	132,951,456.67	128,051,737.00	0.00	128,051,737.00	
19a	ELUDED APPROPRIATIONS Medicare (Extentionally, manufated amounts only from this 2001 & 2002 do not include possitional amounts)			4 606 346 57			5.169.963.45	
19a 19b				4,696,316.57			5, 169,963.45	
19b		16,912,303.37		16,912,303.37	18,493,200.00		18,493,200.00	
	IER EXCLUSIONS	10,512,500.01		10,512,500.07	10,400,200.00		10,433,200.00	
	. Americans with Disabilities Act							
	. Unreimbursed Court Mandated Desegregation Costs							
2	Other Unfunded Court-ordered or Federal Mandates							
23	. TOTAL EXCLUSIONS (Lines C19 through C22)	16,912,303.37	0.00	21,608,619.94	18,493,200.00	0.00	23,663,163.45	
QT.	TE AID RECEIVED (Funds 01, 09, and 62)							
	L CFF - CY (objects 8011 and 8012)	377,405,261.11		377,405,261.11	402,731,233.90		402,731,233.90	
	i. LCFF/Revenue Limit State Aid - Prior Years (Object 8019)	(829,029.11)		(829,029.11)	0.00		0.00	
	TOTAL STATE AID RECEIVED	(-20,020.11)		(==0,0±0.11)	0.00		0.00	
	(Lines C24 plus C25)	376,576,232.00	0.00	376,576,232.00	402,731,233.90	0.00	402,731,233.90	
_								
	TA FOR INTEREST CALCULATION	995 999 991 17		00E 200 001 1-	744 000 504 51		744 000 504 51	
	7. Total Revenues (Funds 01, 09 & 62; objects 8000-8799)	825,303,684.49		825,303,684.49	741,099,531.01		741,099,531.01	
	2 Dept of Education							

		2022-23 Calculations			2023-24 Calculations		
		Extracted Data	Adjustments*	Entered Data/ Totals	Extracted Data	Adjustments*	Entered Data/ Totals
28.	Total Interest and Return on Investments						
	(Funds 01, 09, and 62; objects 8660 and 8662)	10,459,511.38		10,459,511.38	1,250,000.00		1,250,000.00
	D. APPROPRIATIONS LIMIT CALCULATIONS		2022-23 Actual			2023-24 Budget	
	IMINARY APPROPRIATIONS LIMIT						
	Revised Prior Year Program Limit (Lines A1 plus A6)			267,315,885.05			281,892,018.80
	Inflation Adjustment			1.0755			1.0444
3.	Program Population Adjustment (Lines B3 divided by [A2 plus A7]) (Round to four decimal places)			0.9805			1.0027
4	PRELIMINARY APPROPRIATIONS LIMIT			0.9605			1.0027
٠.	(Lines D1 times D2)			281,892,018.80			295,202,926.10
APPR	OPRIATIONS SUBJECT TO THE LIMIT			201,002,010.00			200,202,020:10
	Local Revenues Excluding Interest (Line C18)			132,951,456.67			128,051,737.00
6.	Preliminary State Aid Calculation						
	Minimum State Aid in Local Limit (Greater of \$120 times Line B3 or \$2,400; but not greater than Line C26 or less than zero)			4,032,226.80			4,043,151.60
	b. Maximum State Aid in Local Limit (Lesser of Line C26 or Lines D4 minus D5 plus C23; but not less than zero)			170,549,182.07			190,814,352.55
	c. Preliminary State Aid in Local Limit (Greater of Lines D6a or D6b)			170,549,182.07			190,814,352.55
7.	Local Revenues in Proceeds of Taxes						
	Interest Counting in Local Limit (Line C28 divided by [Lines C27 minus C28] times [Lines D5 plus D6c])			3,895,798.10			538,734.70
	b. Total Local Proceeds of Taxes (Lines D5 plus D7a)			136,847,254.77			128,590,471.70
	State Aid in Proceeds of Taxes (Greater of Line D6a, or Lines D4 minus D7b plus C23; but not greater than Line C26 or						.,,
8. 9.	less than zero) Total Appropriations Subject to the Limit			166,653,383.97			190,275,617.86
	a. Local Revenues (Line D7b)			136,847,254.77			
	b. State Subventions (Line D8)			166,653,383.97			
	c. Less: Excluded Appropriations (Line C23)			21,608,619.94			
	d. TOTAL APPROPRIATIONS SUBJECT TO THE LIMIT						
	(Lines D9a plus D9b minus D9c)			281,892,018.80			
10.	Adjustments to the Limit Per						
	Government Code Section 7902.1						
	(Line D9d minus D4)			0.00			
SUMM	ARRY Adjusted Appropriations Limit		2022-23 Actual			2023-24 Budget	
""	(Lines D4 plus D10)			281,892,018.80			295,202,926.10
12.	Appropriations Subject to the Limit			201,002,010.00			200,202,020.10
	(Line D9d)			281,892,018.80			
"* Please pro	vide below an explanation for each entry in the adjustments column."						
Cindy Tao			916-643-7837				
Gann Contact Person			Contact Phone N	lumber			
Jonao							