

**REPORT TO CITY COUNCIL AND
REDEVELOPMENT AGENCY**

DATE: JUNE 28, 2006

**TO: HONORABLE MAYOR/CHAIR AND MEMBERS OF THE CITY
COUNCIL/REDEVELOPMENT AGENCY**

FROM: GREG RAMIREZ, CITY MANAGER/EXECUTIVE DIRECTOR

**BY: NATHAN HAMBURGER, ASSISTANT TO THE CITY MANAGER
GEORGETTE HOLT, FINANCE OFFICER**

**SUBJECT: APPROVE RESOLUTION NO. 06-1423 ESTABLISHING FISCAL YEAR
2006-07 APPROPRIATIONS LIMITATIONS, RESOLUTION NO. 06-1424
ADOPTING THE ANNUAL BUDGET FOR FISCAL YEAR 2006-07, AND
REDEVELOPMENT AGENCY RESOLUTION NO. 06-44 ADOPTING
THE ANNUAL BUDGET FOR FISCAL YEAR 2006-07**

Article XIII-b of the California State Constitution, known as Proposition 4, the Gann Initiative, was passed by the citizens of California on November 6, 1979. Proposition 4 placed limitations on the amount of annual appropriations for state and local governments. The legislation also provided a method to calculate the annual appropriation limit using a growth factor comprised of the Consumer Price Index (CPI) for California per capital income and the percentage change in population.

The City of Agoura Hills appropriation limit for fiscal year 2006-07 is in the amount of \$12,207,704.

RECOMMENDATION

The City Council held a budget workshop May 24, 2006 on budget matters. All concerns have been incorporated into a final budget. It would be appropriate to approve Resolution No. 06-1423 Establishing the Appropriations Limit for Fiscal Year 2006-07, and Resolution No. 06-1424 and the Agoura Hills Redevelopment Agency Resolution No. 06-44 adopting the Annual Budgets for Fiscal Year 2006-07.

Attachments