

DRAFT 6/14/22 

**RESOLUTION NO. \_\_\_\_\_**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY  
OF SUNNYVALE ESTABLISHING THE APPROPRIATIONS  
LIMIT FOR FISCAL YEAR 2022/2023 PURSUANT TO  
ARTICLE XIII B OF THE CALIFORNIA CONSTITUTION**

WHEREAS, Article XIII B of the California Constitution (enacted with the passage of Proposition 4 in 1979; with modifications under Proposition 111, passed by the voters of California in June 1990; and implemented by California Government Code Sections 7900 *et seq.*), specifies that appropriations of governmental entities may increase by an amount adjusted by the cost of living and change in population from the prior year; and

WHEREAS, California Government Code Section 7910 provides for the annual establishment by local jurisdictions of their appropriations limit for each fiscal year, and further provides that upon establishment of such appropriations limit any judicial action or proceeding to attack, review, set aside, void, or annul such action by the City Council must be commenced within forty-five (45) days of the effective date of the resolution establishing the appropriations limit; and

WHEREAS, pursuant to Government Code Section 7910, in Report to Council (RTC) No. 22-0217, dated June 7, 2022, the Director of Finance has computed the appropriations limit applicable to the City of Sunnyvale for the fiscal year 2022/2023, and transmitted the same with suggested modifications to the City Council in RTC No. 22-0218, dated June 21, 2022; and

WHEREAS, documentation used in determining the appropriations limit has been made available to the public for a period of not less than fifteen (15) days prior to City Council consideration of this resolution.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SUNNYVALE AS FOLLOWS:

1. Pursuant to the appropriations limit formula set forth by Government Code Sections 7900-7914, the City Council does hereby establish the appropriations limit for fiscal year 2022/2023 for the City of Sunnyvale as \$291,983,171.00, as documented in Exhibit A, attached hereto and incorporated herein by reference as though fully set forth.
2. Pursuant to Government Code Section 7910, no judicial action or proceeding to attack, review, set aside, void, or annul the action of the City Council in establishing the appropriations limit for fiscal year 2022/2023 shall be brought unless such action or proceeding shall have been commenced within forty-five (45) days of the date of adoption of this resolution.

Adopted by the City Council at a regular meeting held on June 21, 2022, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

RECUSAL:

ATTEST:

APPROVED:

---

DAVID CARNAHAN  
City Clerk  
(SEAL)

---

LARRY KLEIN  
Mayor

APPROVED AS TO FORM:

---

JOHN A. NAGEL  
City Attorney

## EXHIBIT A

### CITY OF SUNNYVALE APPROPRIATIONS LIMIT FY 2022/23 Recommended Budget

|                            | AMOUNT                | SOURCE                      |
|----------------------------|-----------------------|-----------------------------|
| A. LAST YEAR'S LIMIT       | \$ 269,920,441        | Prior Year                  |
| B. ADJUSTMENT FACTORS      |                       |                             |
| 1. Population              | 1.0058                | State Department of Finance |
| 2. Inflation               | 1.0755                | State Department of Finance |
|                            | 1.0817                | (B1*B2)                     |
| <b>Total Adjustment %</b>  | 0.0817                | (B1*B2-1)                   |
| C. ANNUAL ADJUSTMENT       | \$ 22,062,730         | (B*A)                       |
| D. OTHER ADJUSTMENTS:      |                       |                             |
| Lost Responsibility (-)    | 0                     |                             |
| Transfer to private (-)    | 0                     |                             |
| Transfer to fees (-)       | 0                     |                             |
| Assumed Responsibility (+) | 0                     |                             |
| Sub-total                  | 0                     |                             |
| E. TOTAL ADJUSTMENTS       | \$ 22,062,730         | (C+D)                       |
| F. THIS YEAR'S LIMIT       | <u>\$ 291,983,171</u> | (A+E)                       |

CITY OF SUNNYVALE  
CALCULATION OF APPROPRIATIONS LIMIT  
FY 2022/23 Recommended Budget

|                                                                                                              | FY 2021/2022          | FY 2022/2023          |
|--------------------------------------------------------------------------------------------------------------|-----------------------|-----------------------|
| <b>Appropriations:</b>                                                                                       |                       |                       |
| 1001/035. General Fund                                                                                       | \$ 189,009,193        | \$ 202,839,588        |
| 2020/070. Housing Fund                                                                                       | 1,540,638             | 1,724,528             |
| 2060/071. Home Fund                                                                                          | 99,310                | 2,081,013             |
| 2080/072. Redevelopment Housing Fund                                                                         | 1,305,944             | 2,801,782             |
| 20408/110. Community Development Block Grant Fund                                                            | 1,373,927             | 1,783,827             |
| 2100/141. Park Dedication Fund                                                                               | 10,653,073            | 21,994,117            |
| 2200/175. Public Safety Forfeiture Fund                                                                      | -                     | -                     |
| 2220/190. Police Services Augmentation Fund                                                                  | 332,132               | 406,735               |
| 2300/210. Employment Development Fund                                                                        | 10,500,000            | 10,500,000            |
| 2400/245. Parking District Fund                                                                              | 179,822               | 200,100               |
| 2500/280. Gas Tax Fund                                                                                       | 1,500,000             | 1,250,000             |
| 2521/282. RMRA (SBI)                                                                                         | -                     | 3,335,704             |
| 2560/287. 2016 Measure B Santa Clara VTA Fund                                                                | -                     | 3,224,977             |
| 2580/290. VRF Local Road Improvement Fund                                                                    | -                     | 139,445               |
| 1040/295. Youth and Neighborhood Services Fund                                                               | 807,331               | 999,521               |
| 3100/385. Capital Projects Fund                                                                              | 4,283,343             | 4,238,051             |
| 3200/610. Infrastructure Renovation and Replacement Fund                                                     | 82,502,174            | 4,209,572             |
| <b>Total Appropriations</b>                                                                                  | <b>304,086,887</b>    | <b>261,728,960</b>    |
| <b>Appropriation Adjustments:</b>                                                                            |                       |                       |
| Current Non-Tax Revenues                                                                                     | (137,481,031)         | (123,998,118)         |
| Prior Non-Tax Revenues                                                                                       | -                     | -                     |
| Debt Service Appropriation                                                                                   | -                     | -                     |
| Qualified Capital Outlay                                                                                     | (1,166,250)           | (1,281,250)           |
| <b>Total Appropriation Adjustments</b>                                                                       | <b>(138,647,281)</b>  | <b>(125,279,368)</b>  |
| <b>Appropriations Subject to Limit</b>                                                                       | <b>165,439,607</b>    | <b>136,449,592</b>    |
| Growth Rate Factor                                                                                           | 1.0632                | 1.0817 (1)            |
| <b>Total Allowable Appropriations Limit</b><br><i>(Prior Year Appropriations Limit x Growth Rate Factor)</i> | <b>269,920,441</b>    | <b>291,983,171</b>    |
| <b>Amount Under (Over) Allowable Appropriations Limit</b>                                                    | <b>\$ 104,480,834</b> | <b>\$ 155,533,579</b> |

CITY OF SUNNYVALE  
CALCULATION OF APPROPRIATIONS LIMIT  
FY 2022/23 Recommended Budget

|                                       | <u>FY 2021/2022</u>   | <u>FY 2022/2023</u>   |
|---------------------------------------|-----------------------|-----------------------|
| <b>Revenues:</b>                      |                       |                       |
| <b>Tax Revenues:</b>                  |                       |                       |
| Property Tax                          | \$ 94,860,330         | \$ 110,225,171        |
| Sales Tax                             | 27,782,519            | 29,876,069            |
| Other Taxes                           | 23,366,221            | 28,937,546            |
| Unrestricted State Subventions        | 295,940               | 118,955               |
| Interest Income                       | 2,680,182             | 5,175,120             |
| <b>Total Tax Revenues</b>             | <u>148,985,192</u>    | <u>174,332,861</u>    |
| <b>Non-Tax Revenues:</b>              |                       |                       |
| Federal Grants                        | 26,864,423            | 16,188,486            |
| Restricted State Shared Revenues      | 3,589,590             | 4,447,916             |
| State Grants/Reimbursements           | 3,372,380             | 4,182,082             |
| Other Intergovernmental Contributions | 10,066,315            | 4,984,261             |
| Franchise Fees                        | 7,356,348             | 7,507,779             |
| Permits and Licenses                  | 1,955,653             | 1,992,514             |
| Service and Development Fees          | 75,711,320            | 67,600,506            |
| Rents and Concessions                 | 3,165,480             | 6,989,808             |
| Fines and Forfeitures                 | 528,883               | 792,211               |
| Housing Loan Repayments               | -                     | 558,140               |
| Revenue from Sale of Property         | -                     | -                     |
| Miscellaneous                         | -                     | 653,679               |
| Inter-Fund Loan Repayments            | 1,210,562             | 4,419,817             |
| Interest Income                       | 2,451,484             | 3,680,919             |
| <b>Total Non-Tax Revenues</b>         | <u>136,272,438</u>    | <u>123,998,118</u>    |
| <b>Total Revenues</b>                 | <u>\$ 285,257,630</u> | <u>\$ 298,330,979</u> |

(1) The 2022/23 rate will be available after May 7, 2022