



STAFF REPORT

TO: Board of Commissioners
FROM: Linda Hendy, Accountant
DATE: July 26, 2022
SUBJECT: **2022-2023 Appropriations Limit**

Recommendation / Proposed Motion

- Recommendation: Review and approve the 2022-23 appropriations limit of \$30,381,277.
- Motion: Adopt Resolution 22-14 approving the 2022-23 appropriations limit.

Policy Implications

Government Code Division 9 Section 7910 requires, by resolution, establishment of the appropriations limit.

Fiscal Implications / Budget Status

None at this time.

Alternatives Considered

The following actions were considered but are not recommended at this time:

- None at this time.

Discussion

Article XIII B of the California State Constitution "Government Spending Limitation" places limits on the amount of tax proceeds that can be spent. Estimated District tax proceeds for fiscal year 2022-23, including estimated interest income on those proceeds, is \$4,147,041.

Appropriations that are funded by tax proceeds are restricted by an appropriations limit. The calculated appropriations limit is \$30,381,277. The appropriations limit is calculated based on actual appropriations during the 1978-79 fiscal years and increased/decreased each year using the growth of population and inflation. The Port San Luis Harbor District uses the growth of population in the unincorporated areas of San Luis Obispo (-0.24%) and the change in California's per capita personal income (7.55%), as published by the California Department of Finance.

The District is below the appropriations limit by \$26,234,237 (appropriations limit \$30,381,277 less tax proceeds of \$4,147,041).

Attachment(s): 1. Appropriations Limit Calculation
2. Proposed Resolution 22-14