

**ALBANY UNIFIED SCHOOL DISTRICT
BOARD AGENDA BACKUP**

Regular Meeting of September 12, 2023

ITEM: RESOLUTION 2023-24-02: THE ADOPTION OF ANNUAL APPROPRIATIONS LIMITS (GANN LIMIT)

PREPARED BY: JACKIE KIM, CHIEF BUSINESS OFFICIAL

TYPE OF ITEM: CONSENT

PURPOSE: To approve Resolution 2023-24-02: The Adoption of Annual Appropriations Limits.

BACKGROUND INFORMATION: In November of 1979, California voters approved Proposition 4, an initiative that added Article XIII B to the California Constitution. This constitutional amendment, known as the Gann Initiative, placed limits on the growth of expenditures for publicly funded programs. Division 9 of Title 1, beginning with Section 7900 of the Government Code, was then added to law to specify the process for calculating state and local government appropriation limits and appropriations subject to limitation under Article XIII B of the Constitution. These constitutional and statutory sections explain and define the appropriations limit and appropriations subject to limitation as they apply to state and local government, and require that each entity of government formally "adopt" its appropriations limit for a given fiscal year.

Education Code Sections 42132 and 1629 specify that by September 15, county office and district governing boards shall adopt a resolution identifying their estimated appropriations limits for the current year and their actual appropriations limit for the preceding year. The documentation supporting the adopted resolution shall be made available to the public and is included for review.

DETAILS:

The Gann Limit calculations reflect the following limitations, which have not been exceeded:

2022-23 Actual	\$ 29,978,169.66
2023-24 Budget	\$ 30,958,537.35

KEY QUESTIONS/ANSWERS:

1. What is the Gann Limit?
 - a. School agencies are required to perform Gann Limit calculations by the California State Constitution. It is important that school agencies complete these calculations to identify how much state aid counts toward the local agency's Gann Limit, so that the state of California knows how much state aid counts toward its own Gann Limit.

FINANCIAL INFORMATION: No Financial Impact

STRATEGIC GOALS ADDRESSED:



Objective #3: Communicate and Lead Together.

Goal: All stakeholders will collaborate and communicate about decisions that guide the sites and district.

RECOMMENDATION: To approve Resolution 2023-24-02: the adoption of annual appropriations limits (Gann Limit)