

1 [California Constitution Appropriations Limit for FY2022-2023]

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3 **Resolution establishing the appropriations limit established at \$10,609,128,182 for**  
4 **Fiscal Year (FY) 2022-2023 pursuant to California Constitution, Article XIII B; due to**  
5 **the addition of local non-residential new construction and the percent change in**  
6 **population within the San Francisco Metropolitan Area from the previous year for the**  
7 **purpose of computation of its Appropriations Limit.**

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9 WHEREAS, Article XIII B of the California Constitution provides that the annual  
10 appropriations of the City and County of San Francisco, which are subject to said Article,  
11 may not exceed the Appropriations Limit for the prior year, with adjustments as provided in  
12 said Article XIII B; and

13 WHEREAS, The California Government Code, Section 7901, defines the terms, and  
14 Section 7902(b) sets forth the equations to be used to determine the City and County of San  
15 Francisco's annual Appropriations Limit, according to the following formula:

16 (b) "...the appropriations limit of the state and each local jurisdiction shall equal the  
17 appropriations limit for the prior fiscal year multiplied by the product of the change in  
18 cost of living, as defined in paragraph (2) of subdivision (e) of Section 8 of Article XIII  
19 B of the California Constitution, and the change in population of the local jurisdiction  
20 for the calendar year preceding the beginning of the fiscal year for which the  
21 appropriations limit is to be determined, and adjusted for other changes required or  
22 permitted by Article XIII B of the California Constitution;" and

23 WHEREAS, Article XIII B, Section 8(e)(2) of the California Constitution authorizes the  
24 calculation of the cost of living, either the use of the percentage change in California per-  
25 capita personal income from the preceding year, or the use of the percentage change in the

1 local assessment roll from the preceding year for the jurisdiction due to the addition of local  
2 non-residential new construction; and

3 WHEREAS, The change in California per-capita personal income in fiscal year 2021-  
4 22 was 7.55%, while the percentage change in the local assessment roll in 2021 due to the  
5 addition of local non-residential new construction was 10.65%; and

6 WHEREAS, Chapter 1222 of the California State Statutes of 1980 allows the City and  
7 County of San Francisco to use the greater of its percentage change in population from the  
8 preceding year or the percentage change of the Metropolitan Statistical Area population;  
9 and

10 WHEREAS, The percentage change in population of the City and County of San  
11 Francisco was -0.79%; and

12 WHEREAS, The percentage change in population during calendar year 2021 for the  
13 San Francisco Metropolitan Statistical Area was -0.67%; and

14 WHEREAS, Article XIII B, Section 4 of the California Constitution authorizes voters to  
15 approve an increase in the Appropriations Limit for up to four years; and

16 WHEREAS, Voters approved seven measures, the Traffic Congestion Mitigation Tax  
17 (Proposition D-November 2019), the Vacancy Tax (Proposition D-March 2020), the Parcel  
18 Tax for San Francisco Unified School District (Proposition J-November 2020), the Real  
19 Estate Transfer Tax (Proposition I-November 2020), the Executive Compensation Tax  
20 (Proposition L-November 2020), the Business Tax Overhaul (Proposition F-November 2020)  
21 and the Residential Vacancy Tax (Proposition M-November 2022), that increased the  
22 Appropriations Limit by the aggregate sum collected by the levy of these taxes; and

23 WHEREAS, The aggregate sum collected by the levy of these taxes through fiscal  
24 year 2022-23 is projected to be \$1,420,220,941; and  
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1 WHEREAS, Article XIII B, Sections 8(h) and 10.5 of the California Constitution  
2 establish that the Base Appropriations Limit for a local government is equal to the  
3 appropriations subject to limitation in fiscal year 1986-87; and  
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5 WHEREAS, The Base Appropriations Limit for fiscal year 2021-22 is \$8,360,345,577;  
6 and

7 WHEREAS, The resulting calculation establishing the City and County of San  
8 Francisco's fiscal year 2022-23 Appropriations Limit is:

9  $\$8,360,345,577 \times 0.9933 \times 1.10650 + \$1,420,220,941 = \$10,608,963,481$ ; and

10 WHEREAS, This matter has been considered at a regularly scheduled meeting of the  
11 Board of Supervisors for the City and County of San Francisco; and

12 WHEREAS, The documentation used to determine the Appropriations Limit for the  
13 City and County of San Francisco for FY2022-2023 was available for public inspection in  
14 the Office of the Clerk of the Board of Supervisors for at least 15 days prior to said regularly  
15 scheduled meeting; now, therefore, be it

16 RESOLVED, That the City and County of San Francisco elects to use the percentage  
17 change in the local assessment roll from 2021 due to the addition of local non-residential  
18 new construction and the percent change in population within the San Francisco  
19 Metropolitan Area from the previous year for the purpose of computation of its  
20 Appropriations Limit pursuant to Article XIII B of the California Constitution for FY 2022-  
21 2023; and, be it

22 FURTHER RESOLVED, That the net appropriations limit for FY 2022-2023 is  
23 established at \$10,609,128,182.  
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Recommended:

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Ben Rosenfield  
Controller



City and County of San Francisco

Tails  
Resolution

City Hall  
1 Dr. Carlton B. Goodlett Place  
San Francisco, CA 94102-4689

File Number: 230121

Date Passed: March 21, 2023

Resolution establishing the appropriations limit established at \$10,609,128,182 for Fiscal Year (FY) 2022-2023 pursuant to California Constitution, Article XIII B; due to the addition of local non-residential new construction and the percent change in population within the San Francisco Metropolitan Area from the previous year for the purpose of computation of its Appropriations Limit.


March 15, 2023 Budget and Finance Committee - RECOMMENDED


March 21, 2023 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 230121

I hereby certify that the foregoing  
Resolution was ADOPTED on 3/21/2023 by  
the Board of Supervisors of the City and  
County of San Francisco.

  
\_\_\_\_\_  
Angela Calvillo  
Clerk of the Board

  
\_\_\_\_\_  
London N. Breed  
Mayor

3/28/23  
\_\_\_\_\_  
Date Approved