

**AUBURN AREA RECREATION AND PARK DISTRICT
MEETING OF THE STANDING FINANCE COMMITTEE AGENDA
WEDNESDAY, DECEMBER 8, 2021, 2:00 PM**

Materials related to an item on this Agenda submitted to the District after distribution of the agenda packet are available for public inspection by contacting the District Administrator at kmuscott@auburnrec.com or by calling (530) 537-2186 (M-F).

Due to the current COVID-19 crisis, the public will not be allowed to physically attend the meeting. The public may participate in the meeting through Zoom. The link for this meeting is <https://us06web.zoom.us/j/84270646203>. The public can use this link and/or call 1 669 900 6833 Webinar ID: 842 7064 6203 to participate.

People using the Zoom website will be able to see and hear the Committee, and the Committee will be able to hear the public. The Committee will not receive any visual/video from the public. This is done to avoid inappropriate visual content at the meeting.

Questions and comments can be sent via email to the District Administrator no later than one hour before the meeting. These emails will be read aloud at the meeting and responded to accordingly. Emails can be sent during the meeting, and staff will work to ensure that all are read, however the best way to have your comment heard is through the Zoom meeting or the associated phone number.

If you are a person with a disability and need an accommodation to participate in the District's programs, services, activities and meetings, contact Kahl Muscott at (530) 537-2186 or kmuscott@auburnrec.com at least 48 hours in advance to request an auxiliary aid or accommodation.

1.0 CALL TO ORDER

Ainsleigh ____ Lynch ____

2.0 AGENDA REVIEW, CHANGES, AND APPROVAL

3.0 PUBLIC COMMENT – This is the time wherein any person may comment on any item not on the agenda within the subject matter jurisdiction of the Committee Chairperson, please state your name and address for the record (optional). There is a time limitation of three minutes.

4.0 BUSINESS

4.1 Approval of Minutes from November 10, 2021 Standing Finance Meeting (Pages 3 – 5)

Recommendation: Review and approve minutes.

**4.2 Review of Cash Requirements for November, 2021
(Pages 6 – 8)**

Recommendation: Review and approve cash requirements for November, 2021, forward to the consent calendar for review and approval.

**4.3 Review of Financials for November, 2021
(Page 9)**

Financials will be reviewed in January, 2022.

4.4 Resolution #2021-23: Transfer \$380,000 from the Contingency Fund to the California Employers' Pension Prefunding Trust (CEPPT) and Transfer \$23,000 from the Contingency Fund to prefund the CalPERS Unfunded Liability. (Pages 10 – 13)

Shall the Auburn Area Recreation and Park District (ARD) adopt Resolution #2021-23, transferring \$380,000 from the Annual Contingency Reserve Fund to the California Employers' Pension Prefunding Trust (CEPPT) and transferring \$23,000 from the Annual Contingency Reserve Fund directly to CalPERS to reduce our unfunded liability?

4.5 Resolution #2021-24: Appropriation / GANN Limits. (Pages 14 – 20)

Shall the Auburn Area Recreation and Park District (ARD) adopt Resolution 2021-24, establishing ARD's appropriation limit for FY 21/22?

Discussion Items:

1. County Mitigation Fund, current balance \$792,000.

5.0 ITEMS TO BE CONSIDERED AT FUTURE STANDING FINANCE MEETINGS

None.

6.0 PENDING ITEMS REQUIRING MORE DETAILED RESEARCH

Electric Vehicle Charging Stations

ADJOURNMENT

AUBURN AREA RECREATION AND PARK DISTRICT
This agenda is hereby certified to have been posted as follows:

12/3/2021
Date

1:05pm
Time

Cathy Wayford
Secretary to the Board

SECTION: 4.0

**ITEM: 4.1 APPROVAL OF MINUTES FROM NOVEMBER 10,
2021 STANDING FINANCE MEETING**

DESCRIPTION: SEE ATTACHED MINUTES

INFORMATION:

**STAFF
RECOMMENDATION: REVIEW AND APPROVE**

FISCAL IMPACT:

**Auburn Area Recreation and Park District
Minutes of the Acquisition & Development Committee Meeting
Tuesday, November 9 2021 at 10:00 AM
Canyon View Community Center, Board Room
471 Maidu Drive, Auburn, CA 95603**

1.0 CALL TO ORDER

The meeting of the Acquisition & Development Committee was called to order at 10:09 a.m.

ROLL CALL

Directors Gray and Ferris were present.

2.0 ANNOUNCEMENTS, AGENDA REVIEW, CHANGES AND APPROVAL

The agenda was approved by the Committee.

3.0 PUBLIC COMMENT- This is the time wherein any person may comment on any item not on the agenda within the subject matter jurisdiction of the Committee. After you are recognized by the Committee Chairperson, please state your name and address for the record (optional). There is a time limitation of three minutes.

None.

4.0 BUSINESS

4.1 Approval of Minutes from the October 19, 2021 Acquisition & Development Meeting

The minutes from the October 19, 2021 Acquisition & Development Meeting were approved by the Committee.

4.2 DeWitt Theater Renovation Support Letter.

Directors Gray and Ferris reviewed and approved the motion to send the DeWitt Theater Renovation Support Letter to the next Board Meeting on Thursday, November 18, 2021.

Discussion Items:

- I. 2021 - 2022 Project Activity Report - see attachment.

5.0 ITEMS TO BE CONSIDERED AT FUTURE ACQUISITION & DEVELOPMENT MEETINGS

None.

6.0 **PENDING ITEMS REQUIRING MORE DETAILED RESEARCH**

None.

ADJOURNED

As there was no further business, the meeting was adjourned at 10:52 a.m.

Cathy Wayford
Board Secretary

11/10/2021
Date

SECTION: 4.0

**ITEM: 4.2 REVIEW OF CASH REQUIREMENTS FOR
NOVEMBER, 2021**

DESCRIPTION: SEE ATTACHMENT

INFORMATION:

**STAFF
RECOMMENDATION: REVIEW AND APPROVE, FORWARD TO THE
BOARD OF DIRECTORS FOR REVIEW AND
APPROVAL**

**SEE ATTACHED LISTING
OF EXPENSES: \$372,911.06**

Auburn Rec & Park
 VENDOR CHECK REGISTER REPORT
 Payables Management

Ranges:	From:	To:	From:	To:
Check Number	First	Last	Check Date	11/1/2021
Vendor ID	First	Last	Checkbook ID	COMM 1ST
Vendor Name	First	Last		11/30/2021
				COMM 1ST

Sorted By: Check Date

* Voided Checks

Check Number	Vendor ID	Vendor Check Name	Check Date	Checkbook ID	Audit Trail Code	Amount
22310	1099-256	Healing Pastures, Inc.	11/5/2021	COMM 1ST	PMCHK00002794	\$787.50
22311	1099-271	Kelpro Security	11/5/2021	COMM 1ST	PMCHK00002794	\$2,937.90
22312	1099-342	Susie Bell	11/5/2021	COMM 1ST	PMCHK00002794	\$120.00
22313	1099-374	Sarah Violet	11/5/2021	COMM 1ST	PMCHK00002794	\$75.00
22314	A0147	Michael V. Harms dba American	11/5/2021	COMM 1ST	PMCHK00002794	\$870.00
22315	A0170	AT&T Acct 088-034-5818-655	11/5/2021	COMM 1ST	PMCHK00002794	\$90.95
22316	B0069	Bidwell Water	11/5/2021	COMM 1ST	PMCHK00002794	\$180.70
22317	C0072	CIT Technology Fin. Serv., Inc	11/5/2021	COMM 1ST	PMCHK00002794	\$470.75
22318	C0113	Cooks Portable Toilets & Septi	11/5/2021	COMM 1ST	PMCHK00002794	\$1,619.12
22319	D0066	De Lage Landen Financial Servi	11/5/2021	COMM 1ST	PMCHK00002794	\$332.48
22320	E0008	Ewing Irrigation Products, Inc	11/5/2021	COMM 1ST	PMCHK00002794	\$238.62
22321	F0038	Fastenal Company	11/5/2021	COMM 1ST	PMCHK00002794	\$30.66
22322	H0060	HercRentals Inc.	11/5/2021	COMM 1ST	PMCHK00002794	\$1,838.02
22323	L0027	Pat Larson	11/5/2021	COMM 1ST	PMCHK00002794	\$20.66
22324	M0013	Meadow Vista Hardware	11/5/2021	COMM 1ST	PMCHK00002794	\$88.72
22325	N0048	Normac, Inc.	11/5/2021	COMM 1ST	PMCHK00002794	\$147.83
22326	P0023	PG&E	11/5/2021	COMM 1ST	PMCHK00002794	\$90.37
22327	S0067	Superfast Copy	11/5/2021	COMM 1ST	PMCHK00002794	\$7.19
22328	TEMPB	Andrea Berry	11/5/2021	COMM 1ST	PMCHK00002794	\$99.00
22329	TEMPG	Morgan Gordon	11/5/2021	COMM 1ST	PMCHK00002794	\$123.00
22330	TEMPJ	Lisa James	11/5/2021	COMM 1ST	PMCHK00002794	\$40.00
22331	TEMPL	Nicole Lotito	11/5/2021	COMM 1ST	PMCHK00002794	\$99.00
22332	TEMPS	Kate Stauffer	11/5/2021	COMM 1ST	PMCHK00002794	\$89.00
22333	V0007	Verizon Wireless	11/5/2021	COMM 1ST	PMCHK00002794	\$717.17
22334	W0001	Walker's Office Supplies, Inc.	11/5/2021	COMM 1ST	PMCHK00002794	\$467.08
22335	W0044	Wave	11/5/2021	COMM 1ST	PMCHK00002794	\$129.85
22336	Y0007	Michelle Yetka	11/5/2021	COMM 1ST	PMCHK00002794	\$25.00
22337	U0019	US Bank	11/5/2021	COMM 1ST	PMCHK00002795	\$10,814.39
22338	S1007	Stationary Engineers, Local 39	11/12/2021	COMM 1ST	PMCHK00002796	\$381.59
22339	1099-117	Juan Aceituno	11/19/2021	COMM 1ST	PMCHK00002797	\$390.00
22340	1099-218	Auburn Gymnastics Center	11/19/2021	COMM 1ST	PMCHK00002797	\$185.25
22341	1099-256	Healing Pastures, Inc.	11/19/2021	COMM 1ST	PMCHK00002797	\$90.00
22342	1099-269	Deborah Lynn	11/19/2021	COMM 1ST	PMCHK00002797	\$195.00
22343	1099-291	Isaac Humber	11/19/2021	COMM 1ST	PMCHK00002797	\$204.75
22344	1099-295	Juli Land-Marx	11/19/2021	COMM 1ST	PMCHK00002797	\$3,300.00
22345	1099-313	Alison Lloyd	11/19/2021	COMM 1ST	PMCHK00002797	\$1,146.00
22346	1099-363	Cheyenne Little	11/19/2021	COMM 1ST	PMCHK00002797	\$1,722.60
22347	1099-374	Sarah Violet	11/19/2021	COMM 1ST	PMCHK00002797	\$150.00
22348	1099-375	Jennifer Rogers	11/19/2021	COMM 1ST	PMCHK00002797	\$682.50
22349	1099-376	Britt, Joanna	11/19/2021	COMM 1ST	PMCHK00002797	\$741.00
22350	1099-378	Isaiah Baker	11/19/2021	COMM 1ST	PMCHK00002797	\$845.00
22351	1099-5	Daniel Crandall	11/19/2021	COMM 1ST	PMCHK00002797	\$386.40
22352	A0001	Recology Auburn Placer	11/19/2021	COMM 1ST	PMCHK00002797	\$1,137.10
22353	A0002	A&A Stepping Stone Mfg., Inc.	11/19/2021	COMM 1ST	PMCHK00002797	\$294.50
22354	A0013	AT&T	11/19/2021	COMM 1ST	PMCHK00002797	\$74.90
22355	A0027	Recology Auburn Placer	11/19/2021	COMM 1ST	PMCHK00002797	\$1,237.86
22356	A1010	Advantage Marketing and Print	11/19/2021	COMM 1ST	PMCHK00002797	\$45.05
22357	C0061	California Computer Services	11/19/2021	COMM 1ST	PMCHK00002797	\$2,304.00
22358	C0113	Cooks Portable Toilets & Septi	11/19/2021	COMM 1ST	PMCHK00002797	\$148.45
22359	D0010	Diamond Pacific	11/19/2021	COMM 1ST	PMCHK00002797	\$91.67
22360	D0025	Dawson Oil Company	11/19/2021	COMM 1ST	PMCHK00002797	\$3,951.60
22361	E0027	Eagle Ridge Construction & Roo	11/19/2021	COMM 1ST	PMCHK00002797	\$1,020.00
22362	F0041	Friends of ARD	11/19/2021	COMM 1ST	PMCHK00002797	\$273.33
22363	G0045	GSSA	11/19/2021	COMM 1ST	PMCHK00002797	\$614.10
22364	H0056	Humana Dental Ins. Co	11/19/2021	COMM 1ST	PMCHK00002797	\$2,344.86
22365	L0100	Lifeguard First Aid & Safety,	11/19/2021	COMM 1ST	PMCHK00002797	\$300.08

Auburn Rec & Park
 VENDOR CHECK REGISTER REPORT
 Payables Management

* Voided Checks

Check Number	Vendor ID	Vendor Check Name	Check Date	Checkbook ID	Audit Trail Code	Amount
22366	M0013	Meadow Vista Hardware	11/19/2021	COMM 1ST	PMCHK00002797	\$68.60
22367	M0019	Kahl Muscott	11/19/2021	COMM 1ST	PMCHK00002797	\$212.24
22368	M0098	Meadow Vista County Water Dist	11/19/2021	COMM 1ST	PMCHK00002797	\$1,165.23
22369	P0005	Placer County Water Agency	11/19/2021	COMM 1ST	PMCHK00002797	\$91.47
22370	P0007	Pacific Gas & Electric Company	11/19/2021	COMM 1ST	PMCHK00002797	\$429.26
22371	S0025	Sierra Pacific Turf Supply, In	11/19/2021	COMM 1ST	PMCHK00002797	\$194.39
22372	S0094	Manouch Shirvanioun	11/19/2021	COMM 1ST	PMCHK00002797	\$44.60
22373	S0143	SMOA	11/19/2021	COMM 1ST	PMCHK00002797	\$659.00
22374	S0154	Mike Scheele	11/19/2021	COMM 1ST	PMCHK00002797	\$151.20
22375	S1000	State Of California/DOJ	11/19/2021	COMM 1ST	PMCHK00002797	\$106.00
22376	S1018	Sierra-Sacramento Valley EMS A	11/19/2021	COMM 1ST	PMCHK00002797	\$100.00
22377	TEMP2	Morgan Zerwas	11/19/2021	COMM 1ST	PMCHK00002797	\$140.00
22378	W0001	Walker's Office Supplies, Inc.	11/19/2021	COMM 1ST	PMCHK00002797	\$982.15
22379	W0043	West Coast Fire Protection Sys	11/19/2021	COMM 1ST	PMCHK00002797	\$660.00
22380	W0044	Wave	11/19/2021	COMM 1ST	PMCHK00002797	\$1,123.83
REMIT000000000000025	A0051	Anderson's Sierra Pipe Co.	11/19/2021		PMCHK00002797	\$0.00
22381	M0013	Meadow Vista Hardware	11/24/2021	COMM 1ST	PMCHK00002798	\$104.81
22382	S1007	Stationary Engineers, Local 39	11/24/2021	COMM 1ST	PMCHK00002798	\$382.07
Total Checks: 74						
Total Amount of Checks:						\$53,462.60

SECTION: 4.0

ITEM: 4.3

**FINANCIALS WILL BE REVIEWED IN
JANUARY, 2022**

DESCRIPTION:

SEE ATTACHMENT - NONE

INFORMATION:

**REVIEW AND APPROVE, FORWARD TO THE
CONSENT CALENDAR FOR REVIEW AND
APPROVAL**

FISCAL IMPACT:

NONE

Item 4.4 Cover sheet: Resolution #2021-23: Transfer \$380,000 from the Contingency Fund to the California Employers' Pension Prefunding Trust (CEPPT) and Transfer \$23,000 from the Contingency Fund to prefund the CalPERS Unfunded Liability.

Auburn Area Recreation and Park District Finance Committee, November, 2021; December, 2021.

The Issue

Shall the Auburn Area Recreation and Park District (ARD) adopt Resolution #2021-23, transferring \$380,000 from the Annual Contingency Reserve Fund to the California Employers' Pension Prefunding Trust (CEPPT) and transferring \$23,000 from the Annual Contingency Reserve Fund directly to CalPERS to reduce our unfunded liability?

Background

On March 25, 2021 the Auburn Area Recreation and Park District approved setting up a California Employers' Pension Prefunding Trust (CEPPT) for future payments to the CalPERS Retirement plan.

In March, 2021 the Board of Directors approved the revision of the District Policy Manual to include:

5. Unfunded CalPERS Pension Funding GASB 68: Contributions or Prefunding may occur at any time but will be included in the budget each fiscal year at an amount that represents at least \$60,000. Staff is to allocate 40% to directly Prefund CalPERS. Staff is to allocate 60% to a section 115 Trust. The CalPERS UAL peaks in the year 2032 with an additional required payment of \$142,000. This required allocation should continue until ARD has reduced its peak to less than an annual \$100,000 (or until 90% funded, whichever is first). This will prevent the District from over funding. Once that has been achieved, 100% of the \$60,000 will be put into a section 115 Trust.

ARD is currently estimated at 82% funded in the CalPERS Classic Plan and 90% funded in the CalPERS Pepra Plan.

In June, 2021 the District deposited the first contribution of \$68,089 (60% of the 2021-22 budgeted amount of \$113,482) into the CEPPT.

The CEPPT can operate as a contingency fund, as well. The District is allowed to draw from the CEPPT at any time, as long as the draws do not exceed the annual expense for retirement funding to CalPERS. The District's annual contribution to CalPERS is currently approximately \$380,000.

The District currently has \$473,000 in the Contingency Fund Reserves. The District Policy Manual states:

1. Contingency: Contributions to this fund may occur at any time but will be maintained at \$450,000. Any monies from this fund that are spent for Board approved expenditures shall be replenished prior to any other reserve being funded.

The District was able to rely on the Contingency Fund during the budgeting process for 2020-21. In an effort to increase the Contingency Fund for the unknown COVID year to come, the District moved residuals from the 2019-20 year end. When all was said and done, the Contingency Fund ended last fiscal year with more than the prior year. (2019-20 ended at \$450,000 and 2020-21 ended at \$473,000)

The District has earned an average of approximately 1.19% on the \$68,000 in CEPPT earning us \$806 in interest (less fees) since its first deposit made on June 23, 2021.

Currently, Placer County Treasury is earning approximately .027% on our funds in the Treasury in the last 5 months, earning us \$103 on \$380,000. If the \$380,000 in Contingency funds were in the CEPPT, we would have earned an additional \$4,501 for the Pension Trust Fund, if in Strategy 1 or \$3,303 if in Strategy 2 (a lower risk fund) at CalPERS.

For actual risk experience at least 3 years of performance is needed to calculate a statistically significant standard deviation. The 10-year expected standard deviation for CEPPT Strategy 1 is 8.2% and for CEPPT Strategy 2 is 5.2%. These utilize 2019 capital market assumptions. CalPERS' Strategy markers have been on target historically for their CERBT (OPEB – Health Insurance Trust), so we should be fairly safe in these assumptions.

Recommendation for the Finance Committee:

1) Staff recommends that the ARD Finance Committee provide a positive recommendation to adopt Resolution #2021-23, a resolution that authorizes the following:

A) Moving \$380,000 of the \$473,000 in the Contingency Fund to the CEPPT Strategy 2 CalPERS Trust Fund where it is more likely to earn more interest. The fund will show the District in a stronger position since it will be reflected as money saved for Unfunded Retirement Liability, and it will still give us the safety net of a contingency fund if needed.

B) Sending the remaining \$23,000 directly to CalPERS to reduce the current Unfunded Liability.

2) Staff further recommends the following change to District Policy:

C) Reduce the required Contingency balance to be maintained at \$70,000. This will insure a \$450,000 balance between the \$380,000 retained in the CEPPT and the \$70,000 in the Contingency Fund. The proposed change to policy would read as follows:

a. Contingency: Contributions to this fund may occur at any time but will be maintained at ~~\$450,000~~ \$70,000. Any monies from this fund that are spent for Board approved expenditures shall be replenished prior to any other reserve being funded.

Fiscal Impact

Potential higher earnings in interest, estimated at \$15,000 annually.

Attachments

Resolution 2021-23

Hypothetical CEPPT Funding Scenarios

RESOLUTION NUMBER 2020 - 23

A RESOLUTION OF THE GOVERNING BOARD OF DIRECTORS OF THE AUBURN AREA RECREATION AND PARK DISTRICT APPROVING THE TRANSFER OF FUNDS IN THE AMOUNT OF \$380,000 FROM THE CONTINGENCY FUND RESERVE TO THE CALIFORNIA EMPLOYERS' PENSION PREFUNDING TRUST (CEPPT) AND \$23,000 FROM THE CONTINGENCY FUND TO PREFUND THE CALPERS UNFUNDED LIABILITY.

WHEREAS, in June, 2021 the Auburn Area Recreation & Park District ("District") Board of Directors established a CEPPT with CalPERS in the amount of \$68,089 for the purpose of pre-funding pension obligations, and;

WHEREAS, the District desires a transfer of \$380,000 from the Contingency Reserve as an additional contribution to the CEPPT to be invested in CalPERS Strategy 2, a conservative fund, and;

WHEREAS, the District desires transferring funds from the Contingency Reserve and making a payment in the amount of \$23,000 to the District's CalPERS Unfunded Pension Liability, and:

THEREFORE, the Auburn Area Recreation and Park District Board of Directors does hereby resolve the following:

That the Auburn Area Recreation and Park District Board of Directors hereby transfers \$380,000 from the Contingency Reserve Fund and send it to the CEPPT at CalPERS and hereby transfers \$23,000 from the Contingency Reserve Fund for a prefunding payment to the District's CalPERS Unfunded Pension Liability.

APPROVED, PASSED, AND ADOPTED ON December 16, 2021 by the following roll call vote:

Ayes:

Noes:

Absent:

Abstain:

H. Gordon Ainsleigh
Chairman of the Governing Board

ATTEST:

Clerk to the Governing Board

Auburn Area Recreation and Park District - CEPPT Investment Performance Simulation*

CEPPT Strategy 1 vs Strategy 2 with \$380,000 Contribution and CEPPT Strategy 1 vs Strategy 2 with \$380,000 + Actual Contribution of \$68,089			
	CEPPT Strategy 1	CEPPT Strategy 2	CEPPT Strategy 1
	6/23/2021	6/23/2021	6/23/2021
Initial Contribution Date			
Initial Contribution	380,000	380,000	448,089
Additional Contributions	-	-	448,089
Total Disbursements	-	-	-
CEPPT Fees	(389)	(387)	(457)
Investment Earnings	4,890	3,690	5,766
Ending Assets as of 11/30/2021	384,501	383,302	453,396

*Results shown are simulated calculations for discussion only.

CEPPT Strategy 1 vs Strategy 2 with Actual Contribution of \$68,089	
	CEPPT Strategy 2
	6/23/2021
Initial Contribution Date	
Initial Contribution	68,089
Additional Contributions	
Total Disbursements	
CEPPT Fees	(70)
Investment Earnings	876
Ending Assets as of 11/30/2021	68,895

Item #4.5 Cover Sheet: Resolution 2021-24 Appropriation / GANN Limits.

Auburn Area Recreation and Park District (ARD) Standing Finance Committee, December, 2021.

The Issue

Shall the Auburn Area Recreation and Park District (ARD) adopt Resolution 2021-24, establishing ARD’s appropriation limit for FY 21/22?

Background

Voters approved Proposition 4 in November of 1979, an initiative that added Article XIII B to the California Constitution. This constitutional amendment, also 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 laws to establish the process for calculating state and local government appropriations limits and appropriations subject to limitation under Article XIII B of the California Constitution.

The calculation of the District for fiscal year July 2021 – June 2022 is calculated on an annual basis by Placer County. The change in population within Placer County, as provided by the State Department of Finance, and the change in the local assessment roll from the preceding year for the jurisdiction due to the addition of local nonresidential new construction, are the factors used to calculate your appropriation limit.

Proceeds of taxes which exceed the limit in one year may be carried over to the succeeding year. The portion of carried-over revenue which cannot be included within the following year’s limit is considered excess revenue and must be returned within the next two fiscal years.

The GANN Limit for Fiscal year 2021 – 2022 is \$7,491,010.38, which increased by 7.32% from last fiscal year.

Recommendation for the Standing Finance Committee:

Staff recommends that the Standing Finance Committee review and recommend adoption of resolution 2021-24 establishing the District’s appropriation limit of \$7,491,010.38 for Fiscal year 2021/2022.

Fiscal Impact

None

Attachments

GANN Limit historical report
Tax Revenue Report for 2020/2021
Resolution 2021-22

RESOLUTION NUMBER 2021-24

A RESOLUTION OF THE GOVERNING BOARD OF DIRECTORS OF THE
AUBURN AREA RECREATION AND PARK DISTRICT ADOPTING THE FISCAL
YEAR 2021/2022 "GANN" APPROPRIATION LIMIT.

WHEREAS, in November of 1979, the California electorate did adopt Proposition 4, commonly called the GANN Amendment, which added Article XIII-B to the California Constitution; and,

WHEREAS, the provisions of that Article establish maximum appropriation limitations, commonly called "GANN Limits," for public agencies, including special districts; and,

WHEREAS, the District must establish a revised Appropriations Limit for the 2021/2022 fiscal year in accordance with the provisions of Article XIII-B and applicable statutory law; and,

WHEREAS, the change in population within Placer County and the change in the local assessment roll from the preceding year for the jurisdiction due to the addition of local nonresidential new construction, were the factors used to calculate this appropriation limit;

**NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE AUBURN AREA
RECREATION AND PARK DISTRICT DOES HEREBY RESOLVE, DECLARE,
AND DETERMINE:**

1. That the appropriation limit for Fiscal Year 2021/2022 for the District is \$7,491,010.38;
2. That total qualifying appropriations in the Final Budget when adopted will not be in excess of the appropriation limit as already adopted.

APPROVED, PASSED, AND ADOPTED ON December 16, 2021 by the following roll call vote:

Ayes:

Noes:

Absent:

Abstain:

H. Gordon Ainsleigh
Chairman of the Governing Board

ATTEST:

Clerk to the Governing Board



MEMORANDUM
OFFICE OF THE
AUDITOR-CONTROLLER
COUNTY OF PLACER

DATE: **October 14, 2021**

TO: **Independent Special Districts**

FROM: **Andrew C. Sisk, Auditor-Controller** *ACS*

SUBJECT: **Limitations of Government Appropriations for FY 2020/21**

We have measured (tested) the appropriation limit for the fiscal year ended June 30, 2021 to assist you in meeting the requirements of Article XIII B, Section 1.5 of the California Constitution. The accompanying worksheet of the Limitations of Government Appropriations is based on actual revenues realized during the fiscal year.

If you have any questions, please contact Joe Alire at (530) 889-4198 or Darlene Justice at (530) 889-4201.

ACS:ja

Attachment

AUBURN AREA PARK & RECREATION DISTRICT (Fund 30150)
GANN INITIATIVE - PROP 111
LIMITATIONS OF GOVERNMENT APPROPRIATIONS
PURSUANT TO ARTICLE XIII B OF THE STATE CONSTITUTION

FY 2020/2021

REVENUE SOURCE	TAX REVENUE	NON-TAX REVENUE
Taxes	\$ 3,638,809	
HOPTR	21,980	
Direct Charges		\$ 26,532
Park & Recreation Services		3,322,720
	<u>3,660,789</u>	<u>3,349,252</u>
SUBTOTAL		
	3,660,789	3,349,252
INTEREST %	52.22%	47.78%
Interest Revenue Subject to LIMIT	16,243	16,243
INTEREST APPORTION	<u>8,482</u>	<u>7,761</u>
REVENUE SUBJECT TO LIMIT	3,669,271	<u>\$ 3,357,013</u>
APPROPRIATION LIMIT 20/21	<u>6,980,333</u>	
AMOUNT (OVER)/UNDER LIMIT	<u>\$ 3,311,062</u>	

Proceeds of taxes which exceed the limit in one year may be carried over to the succeeding year. The portion of carried-over revenue which cannot be included within the following year's limit is considered excess revenue and must be returned within the next two fiscal years.

AUBURN AREA PARK & RECREATION DISTRICT (Fund 30150)
GANN INITIATIVE - PROP 111
LIMITATIONS OF GOVERNMENT APPROPRIATIONS
PURSUANT TO ARTICLE XIII B OF THE STATE CONSTITUTION

FY 2020/2021

REVENUE SOURCE	TAX REVENUE	NON-TAX REVENUE
Taxes	\$ 3,638,809	
HOPTR	21,980	
Direct Charges		\$ 26,532
Park & Recreation Services		<u>3,322,720</u>
SUBTOTAL	<u>3,660,789</u>	<u>3,349,252</u>
INTEREST %	52.22%	47.78%
Interest Revenue Subject to LIMIT	16,243	16,243
INTEREST APPORTION	<u>8,482</u>	<u>7,761</u>
REVENUE SUBJECT TO LIMIT	3,669,271	<u>\$ 3,357,013</u>
APPROPRIATION LIMIT 20/21	<u>6,980,333</u>	
AMOUNT (OVER)/UNDER LIMIT	<u>\$ 3,311,062</u>	

Proceeds of taxes which exceed the limit in one year may be carried over to the succeeding year. The portion of carried-over revenue which cannot be included within the following year's limit is considered excess revenue and must be returned within the next two fiscal years.



MEMORANDUM
OFFICE OF THE
AUDITOR-CONTROLLER
COUNTY OF PLACER

DATE: October 14, 2021

TO: Independent Special Districts of Placer County

FROM: Andrew C. Sisk, Auditor-Controller *ACS*

SUBJECT: Fiscal Year 2021/2022 Appropriation Limit

The calculation of your District's appropriation limit for fiscal year 2021/22 is attached. The change in population within Placer County, as provided by the State Department of Finance, and the change in California per capita personal income, are the factors used to calculate your appropriation limit.

If you have any questions, please contact Joe Aire at (530) 889-4198 or Darlene Justice at (530) 889-4201.

ACS:ja

Attachment

GANN LIMIT
AUBURN AREA RECREATION & PARK DISTRICT (Fund 30150)

1986/87 BASE YEAR LIMITATION (Prop 111 7/1/90) \$ 634,432.00

	PCI/LNRC	POP RATIO	% FACTOR	LIMITATION
1987/88	1.0350	1.0357	1.0719	680,047.66
1988/89	1.0474	1.0445	1.0940	743,972.14
1989/90	1.0520	1.0501	1.1047	821,866.02
1990/91	1.0421	1.0561	1.1006	904,545.74
1991/92	1.0414	1.0539	1.0975	992,738.95
1992/93	0.9936	1.0391	1.0324	1,024,903.69
1993/94	1.0272	1.0379	1.0661	1,092,649.82
1994/95	1.0071	1.0320	1.0393	1,135,590.96
1995/96	1.0472	1.0415	1.0907	1,238,589.06
1996/97	1.0467	1.0321	1.0803	1,338,047.76
1997/98	1.0467	1.0164	1.0639	1,423,549.01
1998/99	1.0415	1.0261	1.0687	1,521,346.83
1999/00	1.0453	1.0297	1.0763	1,637,425.59
2000/01	1.0491	1.0300	1.0806	1,769,402.09
2001/02	1.0782	1.0355	1.1165	1,975,537.43
2002/03	0.9873	1.0395	1.0263	2,027,494.06
2003/04	1.0484	1.0610	1.1124	2,255,384.39
2004/05	1.0393	1.0531	1.0945	2,468,518.21
2005/06	1.0393	1.0531	1.0945	2,701,793.18
2006/07	1.0396	1.0381	1.0792	2,915,775.20
2007/08	1.0866	1.0284	1.1175	3,258,378.79
2008/09	1.2195	1.0277	1.2533	4,083,726.14
2009/10	1.0062	1.0203	1.0266	4,192,353.26
2010/11	0.9746	1.0209	0.9950	4,171,391.49
2011/12	1.0251	1.0181	1.0437	4,353,681.30
2012/13	1.0377	1.0117	1.0498	4,570,494.63
2013/14	1.0512	1.0072	1.0588	4,839,239.71
2014/15	1.0147	1.0168	1.0317	4,992,643.61
2015/16	1.0382	1.0076	1.0461	5,222,804.48
2016/17	1.0537	1.0096	1.0638	5,556,019.41
2017/18	1.0369	1.0176	1.0551	5,862,156.08
2018/19	1.0367	1.0166	1.0539	6,178,126.29
2019/20	1.0404	1.0185	1.0596	6,546,342.62
2020/21	1.0459	1.0195	1.0663	6,980,332.73
2021/22	1.0573	1.0150	1.0732	7,491,010.38

Note The Appropriation Limit is calculated pursuant to Article XIII B Section 8(e) (2) of the State Constitution.