



AUDITOR-CONTROLLER INTER-OFFICE MEMO

A Tradition of Stewardship
A Commitment to Service

Date: September 24, 2024
To: Board of Directors
From: Tracy A. Schulze *TS*
Auditor-Controller
Subject: **2024-2025 Appropriations Limit for Napa Berryessa Resort Improvement District**

Article XIII B of the California Constitution requires the District to establish an annual appropriation limit. On June 5, 1990 the voters of California passed Proposition 111 that amended Article XIII B of the State's Constitution relating to the calculation of a jurisdiction's appropriation limit.

One of the changes to Article XIII B requires the Board of Supervisors to select one of two methodologies to determine the cost-of-living factor used in calculating the appropriation limit. The Board may select one of the following:

- The percentage change in California per capita personal income from the preceding year; or
- The percentage change in the local assessment roll from the preceding year due to the addition of local non-residential new construction.

Each year we calculate the appropriation limit using both factors and recommend to the Board the factor that is most beneficial to the District. When multiplied by the population change from the preceding year, the California per capita personal income growth factor is 1.04 versus the non-residential new construction growth factor of 1.00. Therefore, I am recommending the District's appropriations limit be calculated using change in the California per capita personal income from the preceding year.

Cumulative Growth Factor Calculation Detail

California Per Capita Personal Income Calculation				
California per capita personal income change	=	3.62%	+ 1 =	1.03620000
Population Change within Napa County Incorporated				
Population January 1, 2024	=	111,570	=	1.00473686
Population January 1, 2023		111,044		
Personal Income Growth Factor: 1.0362 multiplied by 1.00473686 =				1.04110834

Non-residential New Construction Calculation				
Non-Residential New Construction	=	\$ -	+ 1 =	1.00000000
Assessed Value Growth		\$ 5,246,432		
Population Change within Napa County Incorporated				
Population January 1, 2024	=	111,570	=	1.00473686
Population January 1, 2023		111,044		
New Construction Growth Factor: 1. multiplied by 1.00473686 =				1.00473686

<u>Appropriation Limit Calculation Detail</u>		
2023 - 2024 Appropriation Limit		\$ 409,648
Multiplied by the Greater Growth Factor		1.04110834
2024 - 2025 Appropriation Limit		<u>\$ 426,488</u>

Recommended Board Action

Adopt the attached resolution establishing the appropriations limit for Napa Berryessa Resort Improvement District using the percentage change in California per capita personal income. The appropriations limit and revenues subject to the limit are as follows:

	<u>Appropriations Limit</u>	<u>Revenues Subject to Limit</u>
Napa Berryessa Resort Improvement District	\$426,488	\$55,535