



A Tradition of Stewardship  
A Commitment to Service

# AUDITOR-CONTROLLER INTER-OFFICE MEMO

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Date: September 26, 2023

To: Board of Directors

From: Tracy A. Schulze  
Auditor-Controller

Subject: **2023-2024 Appropriations Limit for Lake Berryessa Resort Improvement District**

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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. 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	=	4.44%	+ 1 =	1.04440000
Population Change within Napa County Bordering Counties				
<u>Population January 1, 2023</u>	=	<u>1,330,809</u>	=	0.99439443
Population January 1, 2022		1,338,311		
Personal Income Growth Factor: 1.0444 multiplied by .99439443 =				<b>1.03854554</b>

Non-residential New Construction Calculation				
<u>Non-Residential New Construction</u>	=	<u>\$ 7,000</u>	+ 1 =	1.00244840
Assessed Value Growth		\$ 2,859,009		
Population Change within Napa County Bordering Counties				
<u>Population January 1, 2023</u>	=	<u>1,330,809</u>	=	0.99439443
Population January 1, 2022		1,338,311		
New Construction Growth Factor: 1.0024484 multiplied by .99439443 =				<b>0.99682910</b>

<u>Appropriation Limit Calculation Detail</u>	
2022 - 2023 Appropriation Limit	\$ 489,048
Multiplied by the Greater Growth Factor	<u>1.03854554</u>
2023 - 2024 Appropriation Limit	<u>\$ 507,899</u>

**Recommended Board Action**

Adopt the attached resolution establishing the appropriation limit for the Lake Berryessa Resort Improvement District using the California Per Capita Personal Income factor indicated above. On May 19, 2020, the District voted a new base limit for fiscal year 2020-2021 of \$430,000, to be adjusted annually through 2023-2024. The appropriation limit and revenue subject to the limit are as follows:

	<u>Appropriations Limit</u>	<u>Revenues Subject to Limit</u>
Lake Berryessa Resort Improvement District	\$ 507,889	\$ 404,520