

DEPARTMENT: Auditor

BY: Ken Hawkins  
PHONE: 209 966-7606

**RECOMMENDED ACTION AND JUSTIFICATION:** Adoption of this resolution by the Board of Supervisors designating the method by which the appropriation limits are to be computed for the fiscal year 2004-05 for each jurisdiction is to be the percentage change in California per capita personal income in conjunction with the annual percentage change in population of Mariposa County. The other method is the percentage change in the jurisdiction's assessed valuation which is attributable to nonresidential new construction along with the change in population factor. Assessed valuations due to nonresidential new construction is not easily accessible from our records at this time.

**BACKGROUND AND HISTORY OF BOARD ACTIONS:** In November 1979, California voters passed Proposition 4, which added Article XIII B to the State Constitution. This article established limits on the appropriation of proceeds of taxes. What this essentially means is that if our tax revenues increase and exceed the appropriation limit as calculated each fiscal year then the excess revenue is to be returned to the taxpayers. In June of 1990, the voters passed Proposition 111 which updated the cost of living and population factors that counties can use in calculating the limit.

**ALTERNATIVES AND CONSEQUENCES OF NEGATIVE ACTION:** Article XIII B of the California Constitution specifies that appropriation limit calculations be calculated by one of the two methods above. Failure to do so would be prohibitive to the adoption of the appropriation limits resolution that is subsequent to this resolution.

Financial Impact? ( ) Yes (X) No	Current FY Cost	
Annual Recurring Cost: Budgeted In	Current FY? ( ) Yes ( ) No ( ) Partially Funded	
Amount in Budget: _____		List Attachments, number pages consecutively
Additional Funding Needed: _____		_____
Source:		_____
Internal Transfer		_____
Unanticipated Revenue	_____ 4/5's vote	_____
Transfer Between Funds	_____ 4/5's vote	_____
Contingency	_____ 4/5's vote	_____
( ) General ( ) Other		_____

**CLERK'S USE ONLY:**

Res. No.: 05-432 Ord. No. \_\_\_\_\_  
Vote - Ayes: 5 Noes: \_\_\_\_\_  
Absent: \_\_\_\_\_  
 Approved  
 Minute Order Attached ( ) No Action Necessary

**COUNTY ADMINISTRATIVE OFFICER:**

Requested Action Recommended  
 No Opinion  
Comments: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

The foregoing instrument is a correct copy of the original on file in this office.  
Date: \_\_\_\_\_  
Attest: MARGIE WILLIAMS, Clerk of the Board  
County of Mariposa, State of California  
By: \_\_\_\_\_  
Deputy

CAO: RCH