

DEPARTMENT: Auditor

BY: Christopher Ebie  
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**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 2005-06 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.: 06-411 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: [Signature]