

**CALCULATIONS FOR ALLOWABLE GROWTH RATE IN APPROPRIATIONS  
FOR FISCAL YEAR 2017/18 PER ARTICLE XIII-B  
OF THE CALIFORNIA CONSTITUTION**

Price Factor — Under the revisions implemented by Proposition 111, the City now has a choice for each year selecting the greater of:

- Increase in California Per Capita Income
- or
- Increase in Non-residential Assessed Valuation

The factors to choose from for the 2017/18 appropriation limit calculations are as follows:

Per Capita Personal Income	Non-residential AV growth
3.69%	1.58%

Population Factor — Under the Revisions implemented by Proposition 111, the City now has the choice for each year of selecting the greater of:

- Increase in City Population
- or
- Increase in County Population

The factors to choose from for the 2017/18 appropriation limit calculation are as follows:

City Population Increase	County Population Increase
2.99%	0.92%

Calculation of Appropriation Limitation

	2015/16 Factors:	
	- Per Capita Income Growth	x 1.0382
	- County Population Growth	<u>x 1.0118</u>
2015/16 Limit		<u>\$357,314,537</u>

	2016/17 Factors:	
	- Per Capita Income Growth	x 1.0537
	- City Population Growth	<u>x 1.0136</u>
2016/17 Limit		<u>\$381,622,760</u>

	2017/18 Factors:	
	- Per Capita Income Growth	x 1.0369
	- City Population Growth	<u>x 1.0299</u>
2017/18 Limit		<u>\$407,536,209</u>

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**2017/18 OPERATING BUDGET APPROPRIATIONS  
BASED UPON PROCEEDS OF TAXES**

Taxes

Property Tax	\$21,733,524
Sales & Use Tax	26,444,524
Transient Lodging Tax	1,343,000
Business License Tax	1,833,456
Other Taxes	<u>674,186</u>
Sub-total: Taxes	52,028,690

Revenue from Other Agencies

Motor Vehicle In Lieu	40,000
Homeowners Relief	83,140

Investment Earnings 1,169,683

Total: 2017/18 Proceeds of Taxes	<u>\$53,321,513</u>
2017/18 Appropriations Limit	\$407,536,209
2017/18 Operating Revenue based upon Proceeds of Taxes (13.08%)	\$53,321,513
2017/18 Appropriations Margin Limit (86.92%)	\$354,214,696

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