

**MEMORANDUM
OFFICE OF THE
AUDITOR-CONTROLLER
COUNTY OF PLACER**

TO: Board of Supervisors
FROM: Katherine J. Martinis *kjm*
DATE: September 26, 2006
SUBJECT: Appropriation Limit for Placer County Operating Funds

Action Requested/Recommendation

Approve the attached Resolution setting the appropriation limit for Placer County operating funds for 2006-2007 at \$594,126,916.

Background

Article XIIB of the California Constitution specifies that appropriations made by local governments may be increased annually by a factor comprised of the change in population combined with either the change in California per capita personal income or the change in the local assessment roll due to local non-residential construction. This year's computation includes an adjustment to reflect jurisdictional changes in the amount of \$4,914 that occurred during fiscal 2005-2006. Placer County's appropriations subject to the limit for operating funds have always been significantly under the limit. This year's appropriation limit is \$594,126,916. Appropriations subject to the limit are \$163,583,594. Therefore, the County is \$430,543,322 under the 2006-2007 limit.

Fiscal Impact

Approval of this resolution will have no fiscal impact on County operations.

KM:km

**Before the Board of Supervisors
County of Placer, State of California**

In the matter of: A RESOLUTION
SETTING THE 2006/2007 APPROPRIATIONS
LIMIT FOR PLACER COUNTY

Resol. No.

Ord. No.

First Reading:

The following RESOLUTION was passed by the Board of Supervisors of the County of Placer
at a regular meeting held September 26, 2006 by the following vote on roll call:

Ayes:

Noes:

Absent:

Signed and approved by me after its passage.

Chairperson, Board of Supervisors

Attest:
Clerk of said Board

WHEREAS, on September 26, 2006, the Board of Supervisors considered the appropriations limitation for Placer County; and

WHEREAS, the Board of Supervisors received testimony and other evidence regarding the appropriation limitation to be established for the County of Placer; and

WHEREAS, pursuant to section 3, sub-sec (b) article XIII B of the State Constitution, a one time adjustment has been included to reflect jurisdictional changes in the amount of \$4,914 that occurred during fiscal 2005/2006; and

WHEREAS, pursuant to section 8, sub-sec (e) (2) article XIII B of the State Constitution, the Board of Supervisors hereby elects its change in the cost of living pursuant to this paragraph to be the percentage change in California per capita personal income. THEREFORE, the selection is 3.96% increase for the 2006/2007 fiscal year; and

WHEREAS, pursuant to section 8, sub-sec (f) article XIII B of the State Constitution, the Board of Supervisors hereby elects its change in population to be the population of the incorporated area. THEREFORE, the selection is 3.81% increase for the 2006/2007 fiscal year.

NOW THEREFORE, Be it hereby resolved by the Board of Supervisors of the County of Placer, State of California, that Placer County's Appropriation Limit for the 2006/2007 fiscal year, as described in article XIII B of the State Constitution and implemented by Chapter 1205, Statutes of 1980, and Chapter 66, Statutes of 1989, is the sum of \$594,126,916. It has also been determined that \$163,583,594 of the county's 2006/2007 budgeted appropriations and provisions for reserves totaling \$688,657,878 is subject to the limitations, and is therefore \$430,543,322 under the limitation.

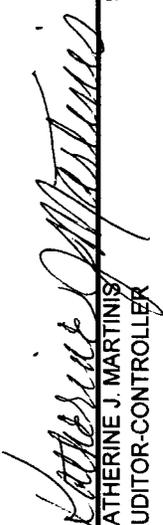
**PLACER COUNTY
APPROPRIATION LIMIT
2006-2007**

Base Year Prop 111	7/1/1990	1991-1992 Adjusted Limit	117,951,183.19
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Year	PC/INRC		Population	Limit	Less		Adjusted Limit	Appropriation Subject to Limit	Over(Under) Limit
	PC/INRC	Population			R&T Sec 99.1 Bd of Sp Res 142	Trial Court Adj.			
1992-1993	107.12%	105.82%	133,702,837.13	N/A		133,702,837.13	66,643,969.00	67,058,868.13	
1993-1994	105.45%	104.68%	147,587,956.98	N/A		147,587,956.98	72,700,079.00	74,887,877.98	
1994-1995	103.60%	104.49%	159,766,383.88	N/A		159,766,383.88	58,024,527.00	101,741,856.88	
1995-1996	107.53%	104.29%	179,166,874.99	33,118.00		179,133,756.99	62,578,051.00	116,555,705.99	
1996-1997	110.28%	104.43%	206,300,114.94	N/A		206,300,114.94	68,330,607.00	137,969,507.94	
1997-1998	110.26%	103.15%	234,631,701.69	N/A		234,631,701.69	70,913,486.00	163,718,215.69	
1998-1999	107.98%	104.01%	263,514,859.48	N/A		263,514,859.48	73,091,558.34	190,423,301.14	
1999-2000	104.94%	105.50%	291,741,780.68	7,751.00		291,734,029.68	79,939,284.00	211,794,745.68	
2000-2001	105.14%	104.40%	320,225,241.79	17,671.00		320,207,570.79	87,374,858.00	232,832,712.79	
2001-2002	108.20%	105.91%	366,940,648.96	3,874.00		366,936,774.96	99,205,459.00	267,731,315.96	
2002-2003	105.21%	106.61%	411,572,362.30	18,289.00		411,554,073.30	110,928,775.00	300,625,298.30	
2003-2004	104.84%	106.10%	457,793,161.17	2,809.00		457,790,352.17	117,297,889.00	340,492,463.17	
2004-2005	103.93%	105.31%	501,045,511.35	362,619.50		500,682,891.85	130,734,955.00	369,947,936.85	
2005-2006	105.26%	104.44%	550,418,447.21	(97,842.00)		550,516,289.21	145,734,668.00	404,781,621.21	
2006-2007	103.96%	103.81%	594,122,001.84	(4,914.00)		594,126,915.84	163,583,594.00	430,543,321.84	

2006-2007 - Cost of Living * Population - Used Per Capita Personal Income and Incorporated Population Change

Year	PC/INRC	Population	Limit	R&T Sec 99.1 Bd of Sp Res 142	Trial Court Adj.	Adjusted Limit	Appropriation Subject to Limit	Over(Under) Limit
1992-1993	107.12% * 105.82%	133,702,837.13	1,133,543,841			133,702,837.13	66,643,969.00	67,058,868.13
1993-1994	105.45% * 104.68%	147,587,956.98	1,103,850,600			147,587,956.98	72,700,079.00	74,887,877.98
1994-1995	103.60% * 104.49%	159,766,383.88	1,082,516,400			159,766,383.88	58,024,527.00	101,741,856.88
1995-1996	107.53% * 104.29%	179,166,874.99	1,121,430,370			179,133,756.99	62,578,051.00	116,555,705.99
1996-1997	110.28% * 104.43%	206,300,114.94	1,151,654,040			206,300,114.94	68,330,607.00	137,969,507.94
1997-1998	110.26% * 103.15%	234,631,701.69	1,137,331,900			234,631,701.69	70,913,486.00	163,718,215.69
1998-1999	107.98% * 104.01%	263,514,859.48	1,123,099,980			263,514,859.48	73,091,558.34	190,423,301.14
2000-2001	105.14% * 104.40%	320,225,241.79	1,109,287,750			320,207,570.79	87,374,858.00	232,832,712.79
2001-2002	108.20% * 105.91%	366,940,648.96	1,110,928,775			366,936,774.96	99,205,459.00	267,731,315.96
2002-2003	105.21% * 106.61%	411,572,362.30	1,117,297,889			411,554,073.30	110,928,775.00	300,625,298.30
2003-2004	104.84% * 106.10%	457,793,161.17	1,130,734,955			457,790,352.17	117,297,889.00	340,492,463.17
2004-2005	103.93% * 105.31%	501,045,511.35	1,145,734,668			500,682,891.85	130,734,955.00	369,947,936.85
2005-2006	105.26% * 104.44%	550,418,447.21	1,145,734,668			550,516,289.21	145,734,668.00	404,781,621.21
2006-2007	103.96% * 103.81%	594,122,001.84	1,103,583,594			594,126,915.84	163,583,594.00	430,543,321.84


 KATHERINE J. MARTINIS
 AUDITOR-CONTROLLER
 9/18/2006

