



Memo

To: Board of Directors
From: Josselyn Quine
Date: February 14, 2025
Subject: Resolution No. 508, Determining Appropriation Limitation

Attached is a draft of Resolution No. 508, determining the District's Appropriation Limitation to be \$1,965,611.19 for Fiscal Year 2023-24. This is a resolution that is adopted annually. The calculations are based on last year's appropriation limitation and data supplied by the State Department of Finance.

2022-23 Calculation

1. Prior Year Appropriations Limit			\$1,745,397
2. Change in California per Capita Personal Income	4.44%	1.0444	
3. Change in County Population	0.12%	<u>1.0012</u>	
4. Calculation Factor (2 * 3)			<u>1.0456</u>
2023-24 Proposed Appropriations Limit (1 * 4)			<u>\$1,965,611.19</u>

The District selects the change in population within the Unincorporated Areas of the County of San Bernardino as the "change in population" factor used in determining the annual appropriation limitation.

We recommend that the Board adopt Resolution No. 508 as presented.

Crestline Village Water District

Appropriations Limit Calculations:

2019-20 Calculation

1. Prior Year Appropriations Limit			1,514,046
2. Change in California per Capita Personal Income	3.85%	1.0385	
3. Change in County Population	0.53%	<u>1.0053</u>	
4. Calculation Factor (2 * 3)			<u>1.0440</u>
2019-20 Appropriation Limit (1 * 4)			<u><u>\$1,580,664</u></u>

2020-21 Calculation

1. Prior Year Appropriations Limit			1,580,664
2. Change in California per Capita Personal Income	3.73%	1.0373	
3. Change in County Population	0.51%	<u>1.0051</u>	
4. Calculation Factor (2 * 3)			<u>1.0426</u>
2020-21 Appropriations Limit (1 * 4)			<u><u>\$1,648,000</u></u>

2021-22 Calculation

1. Prior Year Appropriations Limit			1,648,000
2. Change in California per Capita Personal Income	5.73%	1.0573	
3. Change in County Population	0.17%	<u>1.0017</u>	
4. Calculation Factor (2 * 3)			<u>1.0591</u>
2021-22 Appropriations Limit (1 * 4)			<u><u>\$1,745,397</u></u>

2022-23 Calculation

1. Prior Year Appropriations Limit			1,745,397
2. Change in California per Capita Personal Income	7.55%	1.0755	
3. Change in County Population	0.14%	<u>1.0014</u>	
4. Calculation Factor (2 * 3)			<u>1.0770</u>
2022-23 Proposed Appropriations Limit (1 * 4)			<u><u>\$1,879,793</u></u>

2023-24 Calculation

1. Prior Year Appropriation Limit			1,879,793.00
2. Change in California per Capita Personal Income	4.44%	1.0444	
3. Change in County Population	0.12%	<u>1.0012</u>	
4. Calculation Factor (2 * 3)			<u>1.0456</u>
2023-24 Proposed Appropriations Limit (1 * 4)			<u><u>1,965,611.19</u></u>

Dear Fiscal Officer:

Subject: Price Factor and Population Information

Appropriations Limit

California Revenue and Taxation Code section 2227 requires the Department of Finance (Finance) to transmit an estimate of the percentage change in population to local governments. Each local jurisdiction must use their percentage change in population factor for January 1, 2023, in conjunction with a change in the cost of living, or price factor, to calculate their appropriations limit for fiscal year 2023-24. Attachment A provides the change in California's per capita personal income and an example for utilizing the price factor and population percentage change factor to calculate the 2023-24 appropriations limit. Attachment B provides the city and unincorporated county population percentage change. Attachment C provides the population percentage change for counties and their summed incorporated areas. The population percentage change data excludes federal and state institutionalized populations and military populations.

Population Percent Change for Special Districts

Some special districts must establish an annual appropriations limit. California Revenue and Taxation Code section 2228 provides additional information regarding the appropriations limit. Article XIII B, section 9(C) of the California Constitution exempts certain special districts from the appropriations limit calculation mandate. The code section and the California Constitution can be accessed at the following website: <http://leginfo.legislature.ca.gov/faces/codes.xhtml>.

Special districts required by law to calculate their appropriations limit must present the calculation as part of their annual audit. Any questions special districts have on this requirement should be directed to their county, district legal counsel, or the law itself. No state agency reviews the local appropriations limits.

Population Certification

The population certification program applies only to cities and counties. California Revenue and Taxation Code section 11005.6 mandates Finance to automatically certify any population estimate that exceeds the current certified population with the State Controller's Office. **Finance will certify the higher estimate to the State Controller by June 1, 2023.**

Please Note: The prior year's city population estimates may be revised. The per capita personal income change is based on historical data.

If you have any questions regarding this data, please contact the Demographic Research Unit at (916) 323-4086.

JOE SPEPHENSHAW
Director
By:

Erika Li
Chief Deputy Director

Attachment

- A. **Price Factor:** Article XIII B specifies that local jurisdictions select their cost of living factor to compute their appropriation limit by a vote of their governing body. The cost of living factor provided here is per capita personal income. If the percentage change in per capita personal income is selected, the percentage change to be used in setting the fiscal year 2023-24 appropriation limit is:

Per Capita Personal Income

Fiscal Year (FY)	Percentage change over prior year
2023-24	4.44

- B. Following is an example using sample population change and the change in California per capita personal income as growth factors in computing a 2023-24 appropriation limit.

2023-24:

Per Capita Cost of Living Change = 4.44 percent
Population Change = -0.35 percent

Per Capita Cost of Living converted to a ratio: $\frac{4.44 + 100}{100} = 1.0444$

Population converted to a ratio: $\frac{-0.35 + 100}{100} = 0.9965$

Calculation of factor for FY 2023-24: $1.0444 \times 0.9965 = 1.0407$

Attachment B
Annual Percent Change in Population Minus Exclusions*
January 1, 2022 to January 1, 2023 and Total Population, January 1, 2023

County City	<u>Percent Change</u>	<u>--- Population Minus Exclusions ---</u>		<u>Total Population</u>
	2022-2023	1-1-22	1-1-23	1-1-2023
San Bernardino				
Adelanto	0.65	36,420	36,656	36,656
Apple Valley	-0.37	75,277	74,996	74,996
Barstow	-1.96	24,768	24,283	24,918
Big Bear Lake	-0.43	4,935	4,914	4,914
Chino	0.69	88,564	89,171	93,137
Chino Hills	-0.70	77,601	77,058	77,058
Colton	-0.67	53,513	53,154	53,154
Fontana	0.58	212,616	213,851	213,851
Grand Terrace	-0.73	12,908	12,814	12,814
Hesperia	0.19	99,855	100,041	100,041
Highland	-0.53	56,283	55,984	55,984
Loma Linda	-0.03	25,198	25,191	25,228
Montclair	-0.51	37,688	37,494	37,494
Needles	-0.77	4,793	4,756	4,756
Ontario	1.14	178,682	180,717	180,717
Rancho Cucamonga	-0.31	174,090	173,545	173,545
Redlands	-0.40	72,259	71,972	71,972
Rialto	-0.41	103,406	102,985	102,985
San Bernardino	1.25	219,218	221,949	223,230
Twentynine Palms	-0.94	15,687	15,539	25,929
Upland	-0.50	78,771	78,376	78,376
Victorville	0.90	132,189	133,384	137,193
Yucaipa	-0.46	54,242	53,991	53,991
Yucca Valley	-0.35	21,712	21,635	21,635
Unincorporated	-0.45	290,306	289,011	297,482
County Total	0.12	2,150,981	2,153,467	2,182,056

*Exclusions include residents on federal military installations and group quarters residents in state mental institutions, state and federal correctional institutions and veteran homes.

RESOLUTION NO. 508

**RESOLUTION OF THE BOARD OF
DIRECTORS OF CRESTLINE VILLAGE
WATER DISTRICT DETERMINING THE
DISTRICT'S APPROPRIATION LIMITATION
FOR THE FISCAL YEAR 2023-24.**

WHEREAS, Article XIII B of the California Constitution provided for the establishment of annual appropriations limits on local government entities; and

WHEREAS, pursuant to Government Code Section 7910, the governing body of each local agency is required each year to establish its appropriations limitation and make other necessary determinations by resolution for the following fiscal year in accordance with the procedures set forth therein and in Article XIII B of the California Constitution; and

WHEREAS, in calculating annual appropriations subject to limitation, Article XIII B Section 1 directs the District to adjust its prior year appropriations limitation for the change in the cost of living and the change in population; and

WHEREAS, Article XIII B Section 8(e) (2) defines "change in the cost of living" as either (A) the percentage change in California per capita personal income from the preceding year, or (B) the percentage change in the local assessment roll from the preceding year for the District due to the addition of local nonresidential new construction, and directs the District to select its change in the cost of living annually by a recorded vote of its governing body; and

WHEREAS, Government Code Section 7901(a) defines "change in population" and provides that the District may choose to use either (A) the change in population within its jurisdiction, or (B) within the county in which it is located, and directs the District to select its change in population annually by a recorded vote of its governing body.

NOW, THEREFORE, the Board of Directors of the Crestline Village Water District DOES HEREBY RESOLVE, DETERMINE, AND ORDER as follows:

SECTION 1. The Board of Directors establishes the amount of \$1,965,611.19 as the District's appropriations limitation for the fiscal year 2023-24.

SECTION 2. The Board of Directors selects the percentage change in California per capita personal income from the preceding year as the "change in the cost of living" factor used in determining the District's annual appropriations limitation.

SECTION 3. The Board of Directors selects the change in population within the County of San Bernardino as the "change in population" factor used in determining the District's annual appropriations limitation.

SECTION 4. As provided in Government Code Section 7910, any challenge to the appropriations limitation herein established or any other determinations made herein must be brought within sixty (60) days of the effective date of this resolution.

Dated: February 18, 2025

President, Crestline Village Water District

ATTEST:

Secretary, Crestline Village Water District