

**CITY OF PALM DESERT
FISCAL YEAR 2023-2024**

APPROPRIATIONS LIMIT CALCULATION

Article XIII B of the California Constitution requires adoption of an annual appropriation limit. The original base year limit was adopted in FY 1978-79 and has been adjusted annually for increase by a factor comprised of the percentage change in population combined with either the percentage change in California per capita personal income or the percentage change in local assessment roll due to the addition of local nonresidential new construction. The changes in the local assessment roll due to additional local nonresidential new construction for current and prior periods have not been available from the County Assessor's office.

On November 1988, voters approved Proposition R which increased the limit to \$25,000,000. It expired in November 1992. The FY 1993-94 limit was calculated with prior years re-calculated to reflect the expiration of the \$25,000,000 limit.

	AMOUNT	SOURCE
A. 2022-23 APPROPRIATION LIMIT	166,412,854	PRIOR YEAR'S CALCULATION
B. ADJUSTMENT FACTORS		
1. POPULATION %		
POPULATION % CHANGE	(0.0002)	STATE DEPT OF FINANCE
POPULATION CONVERTED TO RATIO $(-0.02+100)/100$	0.999998	CALCULATED
2. INFLATION %		
USING % CHANGES IN CALIF PER CAPITA PERSONAL INCOME		
PER CAPITA % CHANGE	4.44	STATE DEPT OF FINANCE
PER CAPITA CONVERTED TO RATIO $(7.55+100)/100$	1.0444	CALCULATED
3. CALCULATION OF FACTOR FOR FY 23-24	1.0444	B1*B2
C. 2023-24 APPROPRIATIONS LIMIT BEFORE ADJUSTMENTS	173,801,207	B3*A
D. OTHER ADJUSTMENTS	0	CALCULATED
E. 2023-2024 APPROPRIATIONS LIMIT	173,801,207	C+D
F. APPROPRIATIONS SUBJECT TO LIMIT	67,650,499	CALCULATED
G. OVER/(UNDER) LIMIT	(106,150,708)	F-E