

Attachment 1

Fiscal Year 2019 Appropriations Limit: Calculation

Based on the provisions in Article XIII B of the California Constitution as approved by the voters in November 1979, the appropriations limit for each succeeding year through 1987 is determined by the District's 1979 appropriations base times a cumulative composite factor. The base year was later revised to 1987. The cumulative composite factor consists of the product of:

- 1) The lesser of the relative year change in the all urban consumer price index (SF/Oakland/SJ CPI-U) or the California per capita personal income, and
- 2) At the District's discretion, the relative year-to-year change in District wide population, or the population for the District's county that has the highest assessed valuation. Election of the higher of the two growth factors results in a higher appropriations limit.

The District's appropriations limit for Fiscal Year 2019 is calculated on the basis of the urban consumer price index (CPI-U SF/Oakland/SJ) and District-wide population gains. Steps in the calculations are as follows:

Relevant data, percent change:

- CPI-U SF/Oakland/SJ, 3.5645% (applies this year per option 1 above)
- Population Change, District-wide, 0.9409% (applies this year per option 2 above)

District Population

	<u>As of 1/1/17</u>	<u>As of 1/1/18</u>	<u>% Change</u>
Alameda	1,645,359	1,660,202	0.9021%
Contra Costa	1,139,513	1,149,363	0.8644%
<u>San Francisco</u>	<u>874,228</u>	<u>883,963</u>	<u>1.1136%</u>
Total	3,659,100	3,693,528	0.9409%

FY19 Cumulative Adjustment Factor:

CPI-U SF/Oakland/Hayward	x	Population Factor	=	Current Adjustment Factor
(1 +3.5645%)	x	(1 + 0.9409%)	=	1.0454
Current Adjustment Factor	x	Prior Year Adjustment	=	Cumulative Adjustment Factor
1.0454	x	3.2830	=	3.4320

FY19 Appropriations Limit:

FY87 Appropriations Base	x	FY19 Cumulative Adj Fctr	=	FY19 Appropriations Limit
181,568,000	x	3.4320	=	<u>\$623,143,663</u>