

**FY2005-2006**  
**PROPOSITION 4**  
**APPROPRIATION LIMIT CALCULATION**

FY2004-2005 Appropriation Limit	\$263,573,544
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Adjustment Factors

Per Capita Personal Income Change	5.26%
Population Change (Stanislaus County)	1.95%
Per Capita converted to a ratio	1.0526
Population converted to a ratio	1.0195

Calculation of factor for FY2005-2006	1.0731
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Adjustment	<u>\$19,267,226</u>
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FY2005-2006 Appropriation Limit	<u><u>\$282,840,770</u></u>
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Article XIII B places a limit on most, but not all, government revenue sources. The limit applies to appropriations from proceeds of taxes from both the general fund and special funds of government entities. Proceeds of taxes include tax revenues, interest earnings on invested tax revenues, and any revenues collected by a regulatory license fee or user charge in excess of the amount needed to cover the cost of providing the regulation, product, or service.

Appropriations from nontax revenues, including the City's enterprise funds, are not subject to the limit. Enterprise fund expenditures for fiscal year 2004/05 are estimated to be \$102 million. We are significantly below the limit when we exclude these expenditures from the calculation.