



Memo

To: Board of Directors
From: Josselyn Quine
Date: December 5, 2025
Subject: Resolution No. 512, Determining Appropriation Limitation

Attached is a draft of Resolution No. 512, determining the District's Appropriation Limitation to be \$2,183,276.00 for Fiscal Year 2025-26. 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.

2024-25 Calculation

1. Prior Year Appropriations Limit			\$2,045,415.00
2. Change in California per Capita Personal Income	6.44%	1.0644	
3. Change in County Population	0.28%	1.0028	
4. Calculation Factor (2 * 3)		<u>1.0674</u>	
2025-26 Proposed Appropriations Limit (1 * 4)			<u><u>\$2,183,276.00</u></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. 512 as presented.



May 2025

Dear Fiscal Officer:

Subject: Price Factor and Population Information

Appropriations Limit

California Revenue and Taxation Code Section 2227 requires the Department of 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, 2025, in conjunction with a change in the cost of living, or price factor, to calculate their appropriations limit for fiscal year 2025-26. 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 2025-26 appropriations limit. Attachment B provides the city and unincorporated county population percentage change along with 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, 2025.**

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 STEPHENSHAW
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 2025-26 appropriation limit is:

Per Capita Personal Income

Fiscal Year (FY)	Percentage change over prior year
2025-26	6.44

- B. Following is an example using sample population change and the change in California per capita personal income as growth factors in computing a 2025-26 appropriation limit.

2025-26:

Per Capita Cost of Living Change = 6.44 percent
 Population Change = 0.28 percent

Per Capita Cost of Living converted to a ratio: $\frac{6.44 + 100}{100} = 1.0644$

Population converted to a ratio: $\frac{0.28 + 100}{100} = 1.0028$

Calculation of factor for FY 2025-26: $1.0644 \times 1.0028 = 1.0674$

Crestline Village Water District

Appropriations Limit Calculations:

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%	1.0051	
4. Calculation Factor (2 * 3)			1.0426
2020-21 Appropriations Limit (1 * 4)			<u>\$1,648,000</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%	1.0017	
4. Calculation Factor (2 * 3)			1.0591
2021-22 Appropriations Limit (1 * 4)			<u>\$1,745,397</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%	1.0014	
4. Calculation Factor (2 * 3)			1.0770
2022-23 Proposed Appropriations Limit (1 * 4)			<u>\$1,879,793</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%	1.0012	
4. Calculation Factor (2 * 3)			1.0457
2023-24 Proposed Appropriations Limit (1 * 4)			<u>1,965,700.00</u>

2024-25 Calculation

1. Prior Year Appropriation Limit			1,965,700.00
2. Change in California per Capita Personal Income	3.62%	1.0362	
3. Change in County Population	0.42%	1.0042	
4. Calculation Factor (2 * 3)			1.0406
2024-25 Proposed Appropriations Limit (1 * 4)			<u>2,045,507.00</u>

2025-26 Calculation

1. Prior Year Appropriation Limit			2,045,415.00
2. Change in California per Capita Personal Income	6.44%	1.0644	
3. Change in County Population	0.28%	1.0028	
4. Calculation Factor (2 * 3)			1.0674
2025-26 Proposed Appropriations Limit (1 * 4)			<u>2,183,276.00</u>

RESOLUTION NO. 512

**RESOLUTION OF THE BOARD OF
DIRECTORS OF CRESTLINE VILLAGE
WATER DISTRICT DETERMINING THE
DISTRICT'S APPROPRIATION LIMITATION
FOR THE FISCAL YEAR 2025-26.**

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 \$2,183,276 as the District's appropriations limitation for the fiscal year 2025-26.

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: January 20, 2026

President, Crestline Village Water District

ATTEST:

Secretary, Crestline Village Water District