

**TOWN OF YOUNTVILLE
 APPROPRIATIONS LIMITATION SUMMARY
 for Fiscal Year 2008-09**

Proceeds of Taxes		\$ 5,078,413
Less: Exclusions from Limitation		(783,200)
Appropriations Subject to Limitation		\$ 4,295,213
Current Year Limit - Before Override		<u>\$ 4,660,749</u>
Under (Over) Limit		\$ 365,536
Available Capacity as % of Limit		7.84%
Current Year Limit - With Override	\$ 900,000	<u>\$ 5,560,749</u>
Under (Over) Limit		\$ 1,265,536
Available Capacity as % of Limit		22.76%

Background:

In November, 1979, the voters of the State of California approved Proposition 4, commonly known as the Gann Initiative. The Proposition created Article XIII B of the State Constitution placing limits on the amount of revenue which can be spent by all entities of government. Prop 4 became effective for the 1980/81 fiscal year, but the formula for calculating the limits was based on the 1978/79 "base year" revenues.

In June 1990 the voters approved Prop 111, which provided adjustment formulas for local agencies to utilize in adjusting their annual Appropriations Limit. Prop. 111 required an annual review of Limit calculations.

The Appropriations Limitations imposed by Propositions 4 and 111 creates a restriction on the amount of revenue which may be appropriated in any fiscal year. The Limit is based on actual appropriations during the 1978/79 fiscal year, and is increased each year using the growth of population and inflation. Not all revenues are restricted by the Limit, only those which are referred to as "Proceeds of Taxes."

The voters may approve an override to the calculated limit if approved by a majority vote in a regular election. Yountville voters have approved an override to their limit 6 times, most recently in 2007, in the annual amount of \$900,000.

TOWN OF YOUNTVILLE
APPROPRIATIONS LIMITATION SUMMARY
for Fiscal Year 2008-09

Appropriations Subject to Limit

Estimated fund revenues:	\$ 5,882,700
Less: Non-proceeds of tax	(804,287)
Plus: User fees in excess of costs	0
Less: Exclusions	(783,200)
 Total appropriations subject to limit:	 \$ 4,295,213

Appropriation Limit Calculation

Appropriation limit - Prior Year, 2007-08	\$ 4,086,902
 Adjustment Factors	
Per Capital Income Growth adjustment (1)	1.0429
Population adjustment (2)	1.0935
Change Factor (1) x (2)	1.1404
Plus: Increase in appropriation limit, utilizing change factor	\$ 573,847
 Fiscal Year Appropriation Limit - 2008-09	 \$ 4,660,749
Plus: Voter Approved Override Amount	\$ 900,000
 Fiscal Year Appropriation Limit with Override - 2008-09	 \$ 5,560,749

Appropriation Limit Calculation Factors
Based on State-provided per capita income growth (1)
Based on annual population change for Napa County (2)
Based on Non-Residential assessed valuation growth (3)
Based on annual population change for Town (4)

Remaining Appropriation Capacity

	Limit	Subject to Limit	Under (Over)	% Capacity
Without Override	\$ 4,660,749	\$ 4,295,213	\$ 365,536	7.84%
With Override	\$ 5,560,749	\$ 4,295,213	\$ 1,265,536	22.76%

TOWN OF YOUNTVILLE
APPROPRIATIONS LIMITATION SUMMARY
for Fiscal Year 2008-09

General Fund Revenue Source	Proceeds of Taxes	Non Proceeds of Taxes	TOTAL
Secured property tax	443,000		443,000
Unsecured property tax	16,000		16,000
Homeowner property tax	3,000		3,000
Retail sales/use tax	675,000		675,000
Transient occupancy tax	3,555,000		3,555,000
Business license tax	6,000		6,000
Real property transfer tax	24,000		24,000
Vehicle license in-lieu tax	332,500		332,500
Public Safety Sales Tax		17,000	17,000
Licenses & permits		274,000	274,000
Franchise fees		71,500	71,500
Fines & forfeitures		11,000	11,000
Rents		142,400	142,400
Other revenue-other agencies		2,600	2,600
Charges for current services		235,800	235,800
Other revenue		46,200	46,200
Subtotal	\$ 5,054,500	\$ 800,500	\$ 5,855,000
Percent of Total	86.3%	13.7%	100.0%
Interest Earnings	\$ 23,913	\$ 3,787	\$ 27,700
Total General Fund	\$ 5,078,413	\$ 804,287	\$ 5,882,700

(excludes interfund transfers & reserve fund interest)

Exclusions from Limitation

Qualified Capital Outlay	
CIP Project (CF04)	\$ 592,300
CIP Projects (ST51,ST05,CP09,CP12)	\$ 154,600
FLSA Overtime	\$ 6,600
FICA/Medicare	\$ 29,700
Total Exclusions	\$ 783,200

TOWN OF YOUNTVILLE
APPROPRIATIONS LIMITATION SUMMARY
for Fiscal Year 2008-09

Fiscal Year	PCG or AV-C	Population Factor	Change Rate	Current Adjustment	Appropriation Limit	Approved Override
1978/79					322,414	
1979/80	1.1017	1.0158	1.1191	38,402	360,816	
1980/81	1.1211	0.9808	1.0996	35,928	396,744	
1981/82	1.0912	0.9866	1.0766	30,382	427,126	
1982/83	1.0679	1.0561	1.1278	54,591	481,716	
1983/84	1.0235	1.0210	1.0450	21,674	503,390	
1984/85	1.0474	0.9977	1.0450	22,648	526,038	
1985/86	1.0374	1.0210	1.0592	31,134	557,172	300,000
1986/87	1.0230	1.0026	1.0257	14,297	571,469	300,000
1987/88#	1.0348	1.0196	1.0551	31,478	602,947	500,000
1988/89*	1.0466	1.0104	1.0575	34,660	637,607	500,000
1989/90*	1.0519	1.0171	1.0699	44,561	682,168	500,000
1990/91@	1.0421	1.0560	1.1005	68,529	750,697	500,000
1991/92@	1.0414	1.0294	1.0720	54,063	804,760	700,000
1992/93+	1.0096	1.0209	1.0307	24,707	829,466	700,000
1993/94@	1.0272	1.0283	1.0563	46,674	876,140	700,000
1994/95+	1.0129	1.0143	1.0274	23,993	900,133	700,000
1995/96+	1.3503	1.0176	1.3741	336,708	1,236,841	300,000
1996/97+	1.0936	1.0149	1.1099	135,922	1,372,764	300,000
1997/98*	1.0467	1.0224	1.0701	96,294	1,469,058	300,000
1998/99#	1.0725	1.0461	1.1219	179,140	1,648,198	300,000
1999/00#	1.3604	1.0390	1.4135	681,457	2,329,655	900,000
2000/01+	1.0696	1.0277	1.0992	231,167	2,560,821	900,000
2001/02*	1.0782	1.0076	1.0864	221,240	2,782,062	900,000
2002/03+	1.0109	1.0648	1.0764	212,441	2,994,502	900,000
2003/04*	1.0231	1.0134	1.0368	110,226	3,104,729	900,000
2004/05+	1.0500	1.0115	1.0621	192,695	3,297,423	900,000
2005/06+	1.1027	1.0117	1.1156	381,187	3,678,611	900,000
2006/07*	1.0396	1.0110	1.0510	187,741	3,866,351	900,000
2007/08*	1.0442	1.0123	1.0570	220,551	4,086,902	900,000
2008/09*	1.0429	1.0935	1.1404	573,847	4,660,749	900,000

Adjustment Factors Utilized

California per capita income and County population *
Non-residential assessed valuation and County population +
Non-residential assessed valuation and Town population #
California per capita income and Town population @