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ADOPTION OF RESOLUTION
ADOPTING AN APPROPRIATION
SPENDING LIMIT FOR 1985-86
IN COMPLIANCE WITH
PROPOSITION 4 ARTICLE
XIII B OF THE STATE
CONSTITUTION

RESOLUTION NO. 85-65

Council was apprised that Article XIII B of the California State Constitution specifies that appropriations made by governmental entities may increase annually by the change in population and the change in either the U. S. Consumer Price Index, or California per Capita Personal Income Index, whichever is less.

The California Department of Finance is responsible for furnishing local jurisdictions the necessary data to establish appropriation limits.

The State has reported to us the U. S. Consumer Price Index as being 3.74%, which is less than the California per Capita Personal Income Index, and that Lodi's population increase as 4.04%. The ratio of that formula is as follows:

$$1.0374 \text{ (U.S. CPI)} \times 1.0404 \text{ (population increase)}$$
$$= 1.0793 \text{ (change factor)}$$

This change factor of 1.0793, applied to the 1984-85 appropriation limit of \$12,130,783, then sets Lodi's 1985-86 appropriation limit at \$13,092,754.

The Lodi City Council adopted Resolution No. 85-65 establishing an appropriations spending limit for 1985-86 in compliance with Proposition 4, Article XIII B of the State Constitution in the amount of \$13,092,754.