

CITY OF COSTA MESA  
CALCULATION OF APPROPRIATIONS LIMIT  
FOR FISCAL YEAR 2004-2005

EXHIBIT A

The City's Appropriations Limit for FY 04-05 is calculated as follows:

Step 1	Appropriations Limit for FY 03-04	\$ 126,092,564
Step 2	Multiply the FY 03-04 Appropriations Limit by the cumulative growth factors for changes in the California per capita personal income and the population change for the City of Costa Mesa.	1.0477 *
	Appropriations Limit for FY 04-05	<u>\$ 132,103,689</u>

\*CALCULATION OF CUMULATIVE GROWTH FACTORS:

Personal Income Factor	1.0328
Orange County Population Change	1.0142
Costa Mesa Population Change	1.0144
(1.0328 x 1.0144) =	1.0477
Per capita converted to ratio (3.28+100/100)	1.0328
OC Population converted to ratio (1.42+100/100)	1.0142
CM Population converted to ratio (1.44+100/100)	1.0144