

Mid-Peninsula Water District

NOTICE OF DETERMINATION OF APPROPRIATIONS LIMIT FOR FISCAL YEAR 2026/2027

State law (Section 7910 of the governmental Code) requires each local government agency to determine during each fiscal year the appropriations limit pursuant to Article XIII B of the California Constitution applicable during the following fiscal year. The limit must be adopted at a regularly scheduled meeting or a noticed special meeting and the documentation used for determining the limit must be made available for public review fifteen (15) days prior to such meeting.

Set out below is the methodology proposed to be used to calculate the Fiscal Year 2026/2027 appropriations limit for the District. The limit as set forth below will be considered and adopted at the regular meeting of the Board of Directors on June 25, 2026.

FY 2025-26	Appropriations Limit		\$ 4,583,681
	Change in Per Capita Personal Income		4.95%
	Per Capita converted to a Ratio		1.0495
	Change in population		-2.97%
	Population converted to a Ratio		0.9703
	Calculation of Factor	(1.0495 x 0.9703316)	<u>1.0184</u>
FY 2026-27	Appropriation Limit		<u>\$ 4,667,851</u>

The establishment of the appropriations limit for the following fiscal year is required by each agency per Article XIII B of the California Constitution-Gann Initiative. Because the District straddles multiple jurisdictions it uses the population change related to the County as a whole as it is representative of the Districts population change. The rates for the changes in population and per capita provided by the State of California Department of Finance is attached to this notice.

Dated and posted: June 4, 2026

May 1, 2026

Dear Fiscal Officer:

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, 2026, in conjunction with a change in the cost of living, or price factor, to calculate their appropriations limit for fiscal year 2026–27. Attachment A provides the change in California’s per capita personal income and an example for utilizing the factors to calculate the 2026–27 appropriations limit. Attachment B provides the city and unincorporated county population percentage change. Attachment C provides 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. 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, 2026.** 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.

/s Erika Li
Attachment

**May 2026
Attachment A**

- 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 2026–27 appropriation limit is:

Per Capita Personal Income	
Fiscal Year (FY)	Percentage change over prior year
2026-27	4.95

- B. Following is an example using sample population change and the change in California per capita personal income as growth factors in computing a 2026–27 appropriation limit.

2026–27:

Per Capita Cost of Living Change = 4.95 percent
Population Change = -0.14 percent

Per Capita Cost of Living converted to a ratio: $\frac{4.95 + 100}{100} = 1.0495$

Population converted to a ratio: $\frac{-0.14 + 100}{100} = 0.9986$

Calculation of factor for FY 2026–27: $1.0495 \times 0.9986 = 1.0480$

FISCAL YEAR 2026-27

Attachment B

Annual Percent Change in Population Minus Exclusions*

January 1, 2025 to January 1, 2026, and Total Population January 1, 2026

City	County	Percent Change 25-	Population Minus Exclusions 1-1-25	Population Minus Exclusions 1-1-26	Total Population 1-1-26
Atherton	San Mateo	1.06	7,012	7,086	7,086
Belmont	San Mateo	-0.40	28,243	28,129	28,129
Brisbane	San Mateo	-0.34	4,678	4,662	4,662
Burlingame	San Mateo	2.76	31,568	32,438	32,438
Colma	San Mateo	-0.35	1,410	1,405	1,405
Daly City	San Mateo	-0.31	102,215	101,898	101,898
East Palo Alto	San Mateo	1.08	29,148	29,462	29,462
Foster City	San Mateo	-0.56	32,547	32,364	32,364
Half Moon Bay	San Mateo	0.86	11,309	11,406	11,406
Hillsborough	San Mateo	-0.46	11,301	11,249	11,249
Menlo Park	San Mateo	1.41	33,190	33,657	33,785
Millbrae	San Mateo	-0.47	23,171	23,062	23,062
Pacifica	San Mateo	-0.46	37,241	37,068	37,073
Portola Valley	San Mateo	-0.07	4,328	4,325	4,325
Redwood City	San Mateo	-0.37	82,109	81,809	81,809
San Bruno	San Mateo	-0.37	42,567	42,411	42,411
San Carlos	San Mateo	-0.38	29,362	29,249	29,249
San Mateo	San Mateo	-0.33	104,361	104,020	104,020
South San Francisco	San Mateo	-0.29	65,431	65,239	65,239
Woodside	San Mateo	0.35	5,206	5,224	5,224
Unincorporated	San Mateo	0.02	61,874	61,886	61,886
Incorporated	San Mateo	-0.03	686,397	686,163	686,296
County Total	San Mateo	-0.03	748,271	748,049	748,182

*Exclusions include residents on federal military installations and group quarters residents in state mental institutions, state and federal correctional institutions and veteran homes.