

**Guideline**  
**for Calculation of**  
**Maximum Allowable Annual Appropriation of Net Appreciation**  
**(pursuant to N-PCL §1507(a)(2), as amended)**

Net Appreciation Previous Year #1 .....

Net Appreciation Previous Year #2 .....

Net Appreciation Previous Year #3 .....

**SUM:** .....

**Average Net Appreciation:**  $SUM \div 3 =$  ..... (“ANA”)  
(for immediately previous three years)

**Maximum Allowable Annual Appropriation:**  $ANA \times 60\% =$  ..... (“MAAA”)

**Appropriation Must Be Limited as Follows:**

- a.) If the PM principal, evaluated at market, exceeds the AHDV by an amount greater than or equal to the MAAA, the full amount of the MAAA may be appropriated.
- b.) If the PM principal, evaluated at market, exceeds the AHDV, but by an amount less than the MAAA, only that lesser amount may be appropriated.
- c.) If the PM principal, evaluated at market, is less than or equal to the AHDV, no appropriation may be made.