

**Independent Accountant’s Report on Agreed-Upon Procedures  
Applied to Appropriations Limit Worksheet**

The Honorable City Council  
of the City of Fresno  
Fresno, California

We have performed the procedures enumerated below to the accompanying Appropriations Limit Worksheet of the City of Fresno, California (City), for the year ended June 30, 2014. These procedures, which were agreed to by the City and recommended by the League of California Cities (League), as presented in the League publication entitled *Article XIII B Appropriations Limitation Uniform Guidelines*, were performed solely to assist the City in meeting the requirements of Section 1.5 of Article XIII B of the California Constitution. The City’s management is responsible for the Appropriations Limit Worksheet. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the City and the League. Consequently, we make no representation regarding the sufficiency of the procedures described below, either for the purpose for which this report has been requested, or for any other purpose.

The procedures performed and our findings were as follows:

1. We obtained the completed worksheets supporting the computation of the limit to determine that the limit and annual adjustment factors were adopted by resolution of the City Council. We also determined that the population and inflation options were selected by a recorded vote of the City Council.

Finding: No exceptions were noted as a result of these procedures.

2. For the accompanying Appropriations Limit Worksheet, we multiplied the Fiscal Year 2012-2013 Appropriations Limit, As Adjusted, by the Total Adjustment Percentage (rounded), and compared the resulting amount to This Year’s Limit, As Originally Adopted.

Finding: No exceptions were noted as a result of these procedures.

3. We agreed the current year information presented in the accompanying Appropriations Limit Worksheet to the appropriate supporting worksheets described in Number 1 above.

Finding: No exceptions were noted as a result of this procedure.

4. We agreed the prior year appropriations limit presented in the accompanying Appropriations Limit Worksheet to the prior year appropriations limit adopted by the City Council.

Finding: In previous years, the City used incorrect population growth factors, as such, the 2012-2013 appropriations limit was increased by \$12,880 from the City Council's original limit adopted for fiscal year 2012-2013. This adjustment was noted in our report dated April 22, 2014, related to procedures performed on the 2012-2013 appropriations limit.

We were not engaged to and did not perform an examination of the Appropriations Limit Worksheet, the objective of which would be the expression of an opinion on the accompanying Appropriations Limit Worksheet. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you. No procedures have been performed with respect to the determination of the appropriations limit for the base year, as defined by Article XIII B of the California Constitution.

This report is intended solely for the information and use of the City Council and management of the City and is not intended to be, and should not be, used by anyone other than these specified parties.



Newport Beach, California  
April 1, 2015

**CITY OF FRESNO  
 APPROPRIATIONS LIMIT WORKSHEET  
 FISCAL YEAR 2013-2014  
 BUDGET**

	<b>Amount</b>
Appropriations limit, fiscal year 2012-2013, as originally adopted	\$ 457,849,695
Adjustment to original limit	12,880
Appropriations limit, fiscal year 2012-2013, as adjusted	457,862,575
Adjustment factors (rounded):	
Population growth	1.0512
Inflation	1.0092
Total adjustment percentage (rounded)	1.0609
Appropriations limit, fiscal year 2013-2014, as calculated	\$ 485,733,146
Appropriations limit, fiscal year 2013-2014, as originally adopted	(485,733,146)
Over/(Under)statement of Appropriations Limit, fiscal year 2013-2014	\$ -