



# BROWN ARMSTRONG

*Certified Public Accountants*

## **INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH THE PROPOSITION 111 2014-2015 APPROPRIATION LIMIT INCREMENT**

To Honorable Members of the City Council  
City of Fresno  
Fresno, California

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We have applied the procedures below to the Appropriations Limitation Worksheet for the City of Fresno (the City) for the year ended June 30, 2015. These procedures, which were suggested by the League of California Cities and presented in their Article XIII B Appropriation 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 sufficiency of the procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures for which this report has been requested or for any other purpose.

The following items are the procedures we performed:

- A. We obtained the Appropriations Limitation Worksheet and determined that the City calculated its 2014-2015 Appropriations Limit at \$490,915,967 and annual adjustment factors used 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.
- B. For the accompanying Appropriations Limitation Worksheet, we added last year's limit to the annual adjustment, and agreed the resulting amount to this year's limit.
- C. For the accompanying Appropriations Limitation Worksheet, we agreed the current year information to the appropriations supporting worksheets described in Letter A above.
- D. For the Appropriations Limitation Worksheet, we agreed the prior year appropriations limit to the prior appropriations limit as adopted by the City Council.

These agreed-upon procedures are substantially less in scope than an audit, the objective of which is the expression of an opinion on the Appropriations Limitation Worksheet. Accordingly, we do not express such an opinion.

Based on the application of the procedures referred to above, nothing came to our attention which caused us to believe that the City's Appropriation Limitation Worksheet was not computed in accordance with Article XIII B of the California Constitution, as interpreted in the California League of Cities Article XIII B Appropriations Limitation Uniform Guidelines. Had we performed additional procedures or had we made an audit of the Appropriations Limitations Worksheet and the other completed worksheets described above, matters might have come to our attention which would have been reported to you.

This report is intended for the information of management and the City's City Council, and is not intended to be, and should not be, used by anyone other than those specific parties; however, this restriction is not intended to limit the distribution of this report, which is a matter of public record.

BROWN ARMSTRONG  
ACCOUNTANCY CORPORATION

*Brown Armstrong  
Accountancy Corporation*

Bakersfield, California  
March 11, 2016

**CITY OF FRESNO  
APPROPRIATIONS LIMITATION WORKSHEET**

Appropriation Limit for Fiscal Year 2013-2014	\$ 485,733,146
Adjustment Factors	
Population Factor	1.0130
Inflation	0.9977
Total Adjustments	-
Annual Adjustment	<u>5,182,821</u>
Appropriation Limit for Fiscal Year 2014-2015	<u><u>\$ 490,915,967</u></u>