CITY OF SANTA CLARITA, CALIFORNIA

Independent Accountants' Report on Applying
Agreed-Upon Procedures Related to the
Article XIII-B Appropriations Limit Calculation

For the Fiscal Year Ended June 30, 2017

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES RELATED TO THE ARTICLE XIII-B APPROPRIATIONS LIMIT CALCULATION

To the Honorable Mayor and Members of the City Council
 of the City of Santa Clarita
Santa Clarita, California

We have performed the procedures enumerated below, which were agreed to by the City of Santa Clarita, California (City) (the specified party), to the Appropriations Limit Calculation of the City prepared in accordance with Article XIII-B of the California Constitution for the fiscal year ended June 30, 2017. The City's management is responsible for the Appropriations Limit Calculation. The sufficiency of the procedures is solely the responsibility of the City. 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 associated findings are as follows:

1. We obtained the completed worksheets setting forth the calculations necessary to establish the City's appropriation limit and compared the 2016-2017 limit and annual adjustment factors included in those worksheets to the limit and annual adjustment factors that were adopted by resolution of the City Council. We also compared the population and inflation options included in the aforementioned worksheets to those that were selected by a recorded vote of the City Council. Refer to Attachment A for completed worksheets.

    Findings: No exceptions were found as a result of this procedure.

2. We added last year's limit to the annual adjustment amount and compared the resulting amount to the 2016-17 appropriations limit.

    Findings: No exceptions were found as a result of this procedure.

3. We compared the current year information to the worksheets described in No. 1 above.

    Findings: No exceptions were found as result of this procedure.

4. We compared the prior year appropriations limit to the prior year appropriations limit adopted by the City Council.

    Findings: No exceptions were found as result of this procedure.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the America Institute of Certified Public Accountants. We were not engaged to, and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the City's Appropriations Limit Calculation. Accordingly, we do not express such an opinion or conclusion. 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 appropriation limit for the base year, as defined by Article XIII-B of the California Constitution.

This report is intended solely for the 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.

Vavrinek, Trine, Day & Co LLP

Rancho Cucamonga, California
December 28, 2017

CITY OF SANTA CLARITA, CALIFORNIA

ATTACHMENT A – APPROPRIATIONS LIMIT CALCULATIONS
JUNE 30, 2017

		Amount	Source
A.	Appropriations Limit FY 2015-2016	$ 336,642,584	Prior year appropriations limit adopted by the City
B.	Calculation Factors:		
	1 Population Increase %	1.01720	State Department of Finance
	2 Inflation Increase %	1.05370	State Department of Finance
	3 Total Adjustment %	1.07182	(B.1 x B.2)
C.	Annual Adjustment Increase	24,178,896	[(B.3-1)xA)]
D.	Other Adjustments:		
	1 Loss Responsbility (-)	-	
	2 Transfer to Private (-)	-	
	3 Transfer for Fees (-)	-	
	4 Assumed Responsbility (+)	-	
		-	
E.	Total Adjustments	24,178,896	(C+D)
F.	Appropriations Limit FY 2016-2017	$ 360,821,480	(A+E)