

**CITY OF LONG BEACH, CALIFORNIA**

**GANN LETTER**

**Fiscal Year Ended September 30, 2018**



**Fedak & Brown LLP**  
Certified Public Accountants



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## Independent Accountant's Report on Agreed-Upon Procedures Applied to the Appropriations Limit Worksheet

The Honorable Mayor and City Council  
City of Long Beach, California:

We have performed the procedures enumerated below to the accompanying Appropriations Limit Worksheet of the City of Long Beach, California (the City) for the year ended September 30, 2018. These procedures, which were agreed to by the City and the League of California Cities (as presented in the publication entitled *Agreed-upon Procedures Applied to the Appropriations Limitation Prescribe by Article XIII B of the California Constitution*), were performed solely to assist the City in evaluating whether it complied with 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 those parties specified in this report. 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.

1. We obtained the City's accompanying Appropriations Limit Worksheet for the year ended September 30, 2018 from the City of Long Beach and compared the limit and annual adjustment factors included in the worksheet to the limit and annual adjustment factors that were adopted by resolution of the City Council. We also compared the population and per capita income factor included in the aforementioned worksheet to those that were selected by a recorded vote by the City Council. No exceptions were noted as a result of these procedures.
2. For the accompanying Appropriations Limit Worksheet, we added the September 30, 2017 appropriations limit to (line A) to the annual permitted adjustment (line B) and compared the resulting amount to the September 30, 2018 appropriations limit (line C). No exceptions were noted as a result of these procedures.
3. We agreed the current year's information presented in the accompanying Appropriations Limit Worksheet to supporting worksheets above. No exceptions were noted as a result of this procedure.
4. We compared the September 30, 2018 appropriations limit presented in the accompanying Appropriations Limit Worksheet to the prior year appropriations limit adopted by the City Council for September 30, 2017. No exceptions were noted as a result of this procedure.

We were not engaged to, and did not perform an examination, the objective of which would be the expression of an opinion on compliance with Section 1.5 of Article XIII B of the California Constitution and 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 Appropriation limit for the base year, as defined by Article XIII B of the California Constitutions.

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

*Fedak & Brown LLP*

**Fedak & Brown LLP**  
Cypress, California  
February 21, 2019

**CITY OF LONG BEACH, CALIFORNIA**

**Appropriations Limit Worksheet  
September 30, 2018**

**A. Adopted Appropriations Limit at September 30, 2017** \$ 711,442,695

**B. Adjustment Factors:**

Per Capita Income 1.03690000

Population Increase 1.00090000

Total Adjustment Factor (1.03690000 x 1.00090000) 1.03783321

Annual Permitted Adjustment 26,916,161

**C. Adopted Appropriations Limit at September 30, 2018** \$ 738,358,856