

CITY OF BEVERLY HILLS

**INDEPENDENT ACCOUNTANT'S REPORT
ON APPLYING AGREED UPON PROCEDURES RELATED TO
ARTICLE XIII-B APPROPRIATIONS LIMIT CALCULATION**

For the fiscal year ended June 30, 2023

INDEPENDENT ACCOUNTANT'S REPORT
ON APPLYING AGREED UPON PROCEDURES

Management and the Honorable Mayor and City Council
City of Beverly Hills
Beverly Hills, California

We have performed the procedures enumerated below, related to City of Beverly Hills' compliance with Appropriations Limit under Section 1.5 of Article XIII B of the California Constitution during the year ended June 30, 2023. City of Beverly Hills' management is responsible for its compliance with those requirements.

The City of Beverly Hills has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of understanding compliance with Appropriations Limit under Section 1.5 of Article XIII B of the California Constitution during the year ended June 30, 2023. Additionally, the Mayor and the City Council have agreed to and acknowledged that the procedures performed are appropriate to meet their purposes. We make no representation regarding the appropriateness of the procedures either for the purpose for which this report has been requested or for any other purpose. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes. An agreed-upon procedures engagement involves performing specific procedures that the engaging party has agreed to and acknowledged to be appropriate for the intended purpose of the engagement and reporting on findings based on the procedures performed.

The procedures performed and associated findings are as follows:

1. We obtained the completed Worksheet setting forth the calculations necessary to establish the City's appropriations limit and compared the 2022-2023 limit and annual adjustment factors included in those worksheets to the limit and annual adjustment factors that were adopted by resolution of the Honorable Mayor and City Council. We compared the population and inflation options included in the aforementioned Worksheet to those that were selected by a recorded vote of the Honorable Mayor and City Council.

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

2. We recomputed the 2022-2023 Appropriations Limit by multiplying the 2021-2022 Appropriations Limit by the adjustment factors.

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

3. For the Worksheet, we agreed the Per Capita Income, County and City Population Factors to California State Department of Finance Worksheets.

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

(Continued)

We were engaged by the City of Beverly Hills to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the compliance with Section 1.5 of Article XIII B of the California Constitution. 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.

We are required to be independent of the City of Beverly Hills and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the City of Beverly Hills' Management and the Honorable Mayor and City Council and is not intended to be, and should not be, used by anyone other than these specified parties.


Crowe LLP

Costa Mesa, California
December 11, 2023

CITY OF BEVERLY HILLS
APPROPRIATIONS LIMIT CALCULATIONS
Year ended June 30, 2023

	<u>Amount</u>	<u>Source</u>
A. Last year's limit	\$ 265,717,378	
B. Adjustment factors:		
1. Per capita income change	1.0755	State Finance
2. Population change	0.9929	State Finance
Total adjustments [(B.1 × B.2) – 1.0]	0.06786	
C. Annual adjustment	<u>18,032,631</u>	A × B
D. This year's limit	<u>\$ 283,750,009</u>	A + C