



To The Honorable City Council of  
the City of Tustin, California

**Independent Accountant's Report on Agreed-Upon Procedures  
Applied to Appropriations Limit Worksheets**

We have performed the procedures enumerated below to the accompanying Appropriations Limit worksheet No. 6 of the City of Tustin, California (City), for the year ended June 30, 2010. These procedures, which were agreed to by the City and the League of California Cities (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 No. 6. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the 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.

The procedures performed and our findings were as follows:

1. We obtained the completed worksheets No. 1 through No. 7 (or other alternative computations) and compared the 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.

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

2. For the accompanying Appropriations Limit worksheet No. 6, we added line A, last year's limit, to line E, total adjustments, and compared the resulting amount to line F, this year's limit.

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

3. We compared the current year information presented in the accompanying Appropriations Limit worksheet No. 6 to the other worksheets described in No. 1 above.

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

4. We compared the prior year appropriations limit presented in the accompanying Appropriations Limit worksheet No. 6 to the prior year appropriations limit adopted by the City Council during the prior year.

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

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We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on the accompanying Appropriations Limit worksheet No. 6. 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 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.

Certified Public Accountants  
Newport Beach, California

*Macias Fini & O'Connell LLP*

January 24, 2011

**CITY OF TUSTIN**  
**APPROPRIATIONS LIMIT WORKSHEET NO. 6**  
**FY 2009 - 2010**  
**BUDGET**

	AMOUNT
A. LAST YEAR'S LIMIT	\$62,622,954
B. ADJUSTMENT FACTORS	
1. Population %	1.47%
2. Inflation %	0.62%
Total Adjustment %	2.10%
C. ANNUAL ADJUSTMENT \$	\$1,314,527
D. OTHER ADJUSTMENTS:	
Assumed Responsibility - Booking Fees	
Property Tax Collections (Lost Responsibility) (Transfer to Private) (Transfer to Fees)	-
Sub-total	-
E. TOTAL ADJUSTMENTS	\$1,314,527
F. CURRENT YEAR LIMIT	\$63,937,481