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INDEPENDENT ACCOUNTANTS' REPORT ON AGREED-UPON PROCEDURES
APPLIED TO APPROPRIATIONS LIMIT TESTING

To the Board of Directors
Cosumnes Community Services District
Elk Grove, California

We have performed the procedures enumerated below to the accompanying calculation of the Appropriations Limit of the Cosumnes Community Services District (the District) for the year ended June 30, 2023. The District is responsible for complying with the Appropriations Limit Calculation. The District and the League of California Cities (as presented in the publication entitled *Agreed-Upon Procedures applied to the Appropriations Limitation Prescribed by Article XIII-B of the California Constitution*) have agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose to assist the District in meeting the requirements of Section 1.5 of Article XIIIIB of the California Constitution. 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.

The procedures performed and our findings were as follows:

1. We obtained the District's calculation of the Appropriations Limit and compared the limit and annual adjustment factors included in the calculation to the limit and annual adjustment factors that were adopted by resolution of the Board of Directors.

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

2. We compared the methodology used to determine the cost-of-living adjustment component to Article XIIIIB, which states that the District may annually adjust the component for either the change in California per capita personal income or, the percentage change in the District's assessed valuation which is attributable to non-residential new construction. We recalculated the factor based on the above information.

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

3. We compared the methodology used to determine the population adjustment component to Article XIIIIB which states that the District may annually choose to adjust the component for either the change in population in the County in which the District is located, or the change in population within the unincorporated area of the County in which the District is located. We recalculated the factor based on the above information.

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

4. We compared the prior year Appropriations Limit presented in the accompanying Appropriations Limit Calculation to the prior year Appropriations Limit adopted by the Board of Directors for the prior year.

To the Board of Directors

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

5. We recalculated the Appropriations Limit by multiplying the product of the two above factors by the prior year Appropriations limit.

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

6. We compared the District's budgeted and actual revenues to the computed Appropriations Limit.

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

We were engaged by the District 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 are 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 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 Appropriations Limit for the base year, as defined by *Article XIII-B* of the California Constitution.

We are required to be independent of the District 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 use of the Board of Directors and management of the District and is not intended to be and should not be used by anyone other than those specified parties. However, this report is a matter of public record and its distribution is not limited.

Richardson & Company, LLP

December 21, 2023

COSUMNES COMMUNITY SERVICES DISTRICT
APPROPRIATIONS LIMIT CALCULATION
For the Year Ended June 30, 2023

	City of Elk Grove Amount	City of Galt Amount	District's Total Amount	Source
A. Appropriations limit for the year ended June 30, 2022	\$ 189,099,537	\$ 6,961,669	\$ 196,061,206	Prior year schedule
B. Calculation Factors:				
1. Population increase % (larger of City or County increase)	1.0011	0.9943		State Department of Finance
2. Inflation increase %	1.0755	1.0755		State Department of Finance
3. Total adjustment factor %	1.0767	1.0694		B1 * B2
C. Annual Adjustment Increase	14,500,730	482,928	14,983,658	[(B3-1)A]
D. Other Adjustments:				
Loss responsibility (-)				N/A
Transfers to private (-)				N/A
Transfers to fees (-)				N/A
Assumed responsibility (+)				N/A
E. Total Adjustments	<u>14,500,730</u>	<u>482,928</u>	<u>14,983,658</u>	(C+D)
F. Appropriations limit for the year ending June 30, 2023	<u>\$ 203,600,267</u>	<u>\$ 7,444,597</u>	<u>\$ 211,044,864</u>	(A+E)