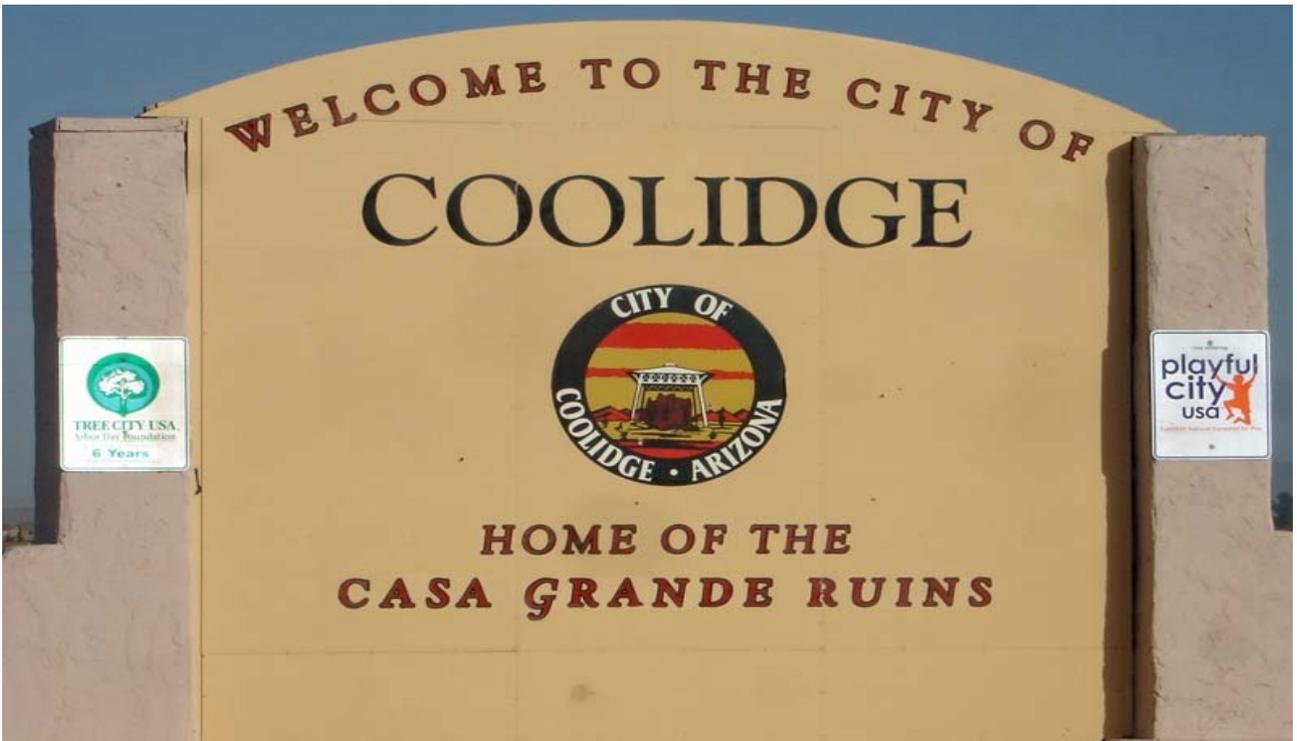




City of Coolidge, Arizona



Comprehensive Annual Financial Report Fiscal Year Ended June 30, 2010

City of Coolidge, Arizona



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2010

**Prepared by the Finance Department
Lisa Pannella, Finance Director**

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INTRODUCTORY SECTION





City of Coolidge

130 W. Central Avenue
Coolidge, Arizona 85228
(520) 723-5361

TDD: (520) 723-4653 / Fax: (520) 723-7910

December 13, 2010

To the Honorable Mayor, Members of Council, and Citizens of the City of Coolidge. We are pleased to submit to you the City of Coolidge Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2010.

The Primary purpose of this report is to provide the City Council, Coolidge citizens, legislative bodies, and investors and creditors with detailed information concerning the financial condition and performance of the City of Coolidge, Arizona. In addition, this report provides assurance that the City presents fairly its financial position as verified by independent auditors. These financial statements have been prepared by the Finance Department in accordance with generally accepted accounting principles (GAAP) for local governments promulgated by the Governmental Accounting Standards Board (GASB).

The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Coolidge for the fiscal year ending June 30, 2010, are free of material misstatement. The City of Coolidge financial statements have been audited by the independent audit firm of Colby and Powell, PLC Certified Public Accountants. This audit was conducted in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Coolidge's MD&A is in the financial section immediately following the independent Auditor's Report.

Police Dept./City Court	Library	Public Works	Parks & Recreation	Growth Management	Fire Department
110 W. Central Ave.	160 W. Central Av	411 S. 1 st St.	670 W. Pima Ave.	141 W. Main St.	103 W. Pinkley
(520) 723-3091	(520) 723-6030	(520) 723-4882	(520) 723-4551	(520) 723-6075	(520) 723-5361

PROFILE OF THE CITY

The City of Coolidge is an historic, beautiful, small town friendly city located at the center of the Arizona Sun Corridor. It was founded in 1925 and became incorporated on the 24th day of September, 1945. At the time of incorporation the City encompassed one square mile and claimed a population of 4,306. Presently the City covers approximately sixty two square miles with an approximate population of 12,159. The City of Coolidge, whose name honors the 30th U.S. President Calvin Coolidge, is situated halfway between the state's two largest metropolitan areas of Tucson and Phoenix. We are proud to have the Casa Grande Ruins National Monument, of the prehistoric HoHoKam people, nestled within the northern boundaries of the city. The Ruins include the Casa Grande (Spanish for "Big House"), a unique four-story caliche structure built in the early 1300's, and the surrounding walled neighborhood. It was the first historic site to receive protected status by the United States Government in 1892. Hundreds of thousands of people visit the "Ruins" each year.

The City of Coolidge operates under the Council-Manager form of government. The City Council, who has policy making and legislative authority, is comprised of one Mayor and six Council Members. The Mayor is elected every two years, while Council Members are elected to four year overlapping terms, on a non-partisan, at large basis. City Council is responsible for appointing the City Manager, Chief Fiscal Officer, City Magistrate and City Attorney. The City Manager is responsible for carrying out the policies and Ordinances of the City Council and for the general administrative supervision and control of the affairs of the city.

The City of Coolidge provides a full range of municipal services to include: police and fire protection; recreational and cultural events, library services, planning and zoning services, building code enforcement, sewer and sanitation services, airport, public transit system, Government television station, and construction and maintenance of streets.

In 2008 the City updated the Strategic Plan. This annual process endeavors a mission to provide exceptional quality services, in partnership with the community, while maintaining a financially sustainable city. This process provides a mechanism in which staff can identify major challenges, short and long term issues and projects, and goals and objectives that the City is expected to face in the next five to fifteen years, the role that city Government plays in responding to these issues and challenges, and the resources needed by the City government to fulfill their role.

The annual budget serves as the foundation for the City of Coolidge's financial planning and control. The initial budgetary goal of each department should be to request sufficient funds to carry out the responsibilities within general guidelines established by the City Council. The department is responsible for establishing priorities within its programs and justifying them to the City Manager. All departments evaluate their programs and services classifying their values and priorities. The Finance Director analyzes departmental budget requests, in comparison with estimated revenues, and presents recommendations for a balanced budget to the City Manager. The Manager then presents a proposed, balanced budget to City Council for review in March of each year. City Council budget sessions take place during the months of March, April and May affording the public input on the proposed budget. These sessions are also aired on the City's public television station. Once final additions and deletions are made, the Tentative Budget is adopted by City Council in June and the Final Budget in July.

FINANCIAL CONTROLS

Internal Controls

The management of the City of Coolidge is responsible for establishing and maintaining a system of internal controls. These controls are designed to provide reasonable, but not absolute, assurance regarding: (1) safeguarding of assets against loss from unauthorized use or disposition, and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. Reasonable assurance recognizes: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management.

Internal Controls encompass both internal and external audit functions and measure the procedures established within the City's automated accounting and budgeting system framework. They are subject to periodic evaluation by management and considered by the independent auditors as a basis for designing the city's auditing procedures for the purpose of expressing an opinion on the financial statements. All internal control evaluations occur within the above framework. The Finance Department staff believes the City's internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Controls

The City of Coolidge, like many cities in the State of Arizona, operates under the Local Alternative Expenditure Limitation – Pure Home Rule Option that must be adopted by the local voters every four years. This allows the Mayor and Council, as part of the annual budget process; to adopt an Alternative Expenditure Limitation equal to the total amount of budgeted expenditures/expenses as it appears on the annual budget to be adopted each year after a public hearing at which the citizens of the City of Coolidge may comment. No expenditures may be made in violation of such Alternative Expenditure Limitation, nor may any proposed expenditures be in excess of estimated available revenues. The City of Coolidge last adopted the Local Alternative Expenditure Limitation in March of 2010 to be used through June 30, 2014. Under the Local Alternative Expenditure Limitation the City is allowed to adjust the state imposed expenditure base (per Article IX, Section 20(1) of the Arizona Constitution) from \$62,237,198 to \$93,494,727 for fiscal year 2010/11.

The City maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated operating budget approved by the Mayor and Council. Activities of the general fund, special revenue fund, debt service fund, capital projects fund, and enterprise funds, are included in the annual appropriated budget. The legal level of budgetary control (i.e. the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level with any budget revisions requiring a transfer between funds approved by the City Council. The City additionally exercises management control and oversight of the budget at the department level within each fund.

MAJOR BUDGETARY INITIATIVES

The City of Coolidge had some positive budgetary initiatives to off set the burden of declining revenues experienced over the past three years. Those initiatives that had a significant impact on the current year's financial statements included:

- The Coolidge City Council placed a freeze on hiring. Employees who held positions that were designated as non-essential were offered positions in other departments at their current rate of pay, and provided with training to succeed in their new position. This enabled the City to reorganize without laying off staff and contributing to the City's unemployment rate.
- City Council also froze the Capital Projects Fund for projects listed in the Capital Improvement Plan unless funded by a grant or impact fees. This enabled the City to keep 100% of all City Sales Tax revenues in the General Fund.
- The Recreation department increased fees for afterschool and Summer programs which enabled the city to recover 35% of actual costs.
- There was no raise in salaries avoiding additional wage and fringe costs.
- The Solid Waste department privatized commercial pick up saving the City \$56,000 in tipping fees and the need to employ more crews.
- The Liquid Waste department raised rates by 10% to help cover the additional costs of service.

LOCAL ECONOMY

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Coolidge operates.

From Coolidge's founding until the early 1950's, the economy was mainly dependent on agriculture, and to a lesser extent, mining. Growth was relatively steady until the late 1940's. As water use reached an optimum and mechanical equipment replaced farm workers, it leveled off. The Coolidge economy diversified as manufacturers located in and near the City and greater emphasis was placed on winter tourism. Today it is a regional trade and service center for agricultural producers, providing equipment, supplies and personal services for farming. Community efforts and the completion of the 500 acre Pima-Coolidge Industrial Park just north of the city on the Gila River Indian Reservation have helped manufacturing grow. Government agencies, such as the Arizona Training Program, Central Arizona College, the Arizona State Prisons and the Pinal County Courthouse are also major sources of jobs.

The City of Coolidge experienced considerable growth from 2000 through 2009 with the City's population increasing by 68% since the 2000 Census. However, due to the downturn in the economy, the Recession, and housing foreclosures this past two years, the City has experienced a significant decline in building permits and growth showing a 7% drop in population. The unemployment rate, as of June 2010, was approximately 19.6% percent compared with the state's unemployment rate of 9.5% percent.

LONG TERM PLANNING

A major challenge confronting rapidly growing cities and towns today is developing programs in an era of budgetary constraints. Finances do not seem to increase at the same pace as the demands for effective services. Balancing these contradictory factors seems impossible at times. Sound budget and finance techniques are both a point of view and a process to obtain and make maximum use of all resources available. Sound administration of the local budget process is a necessity. The City of Coolidge is dedicated to enhancing the quality of life for its citizens and to providing municipal services in the most effective and efficient manner while exercising fiscal responsibility. The City has completed several major capital projects this past year and has plans for additional projects as follows:

- In order to upgrade the treatment capabilities and increase the area of service for the Waste Water Treatment Plant (WWTP), the City designed and began construction of Phase I, the conversion of our existing Waste Water Treatment Facility (lagoon) to a 2 MGD Water Reclamation Facility (WRF) (mechanical plant), in the amount of \$3,000,000 with \$2,200,000 in the form of a low interest loan and \$800,000 allocated from the American Recovery and Reinvestment Act (ARRA) as a forgivable loan. Construction is scheduled to be complete by December 31, 2010.
- The City built a Transit Facility with funding received through the existing 5311 Transportation Grant from the Arizona Department of Transportation in the amount of \$792,785 and \$1,500,000 from the American Recovery and Reinvestment Act (ARRA). This facility serves as a central hub between the neighboring communities of Casa Grande, Eloy, Florence, and the Gila River Indian Reservation. The City is currently operating a regional route between Casa Grande and Florence in a trial phase funded by the Arizona Department of Transportation (ADOT). ADOT is hoping this project will entice those communities to start community transportation within their cities that will connect to Coolidge and surrounding areas.
- The City has developed a new Industrial Park at the South end of town known as the "Randolph Industrial Park". The City expects this park to become a core employment center for the City. Currently there are two businesses in the Park. (1) An asphalt distribution center that serves not only Coolidge, but the entire central region of Pinal County employing 30-50 people. As part of the project they constructed 12,000 feet of rail siding that opens up substantial use for future businesses. (2) A \$500,000,000 dollar electricity peaking plant broke ground in August, 2009. It will be a three year construction project to begin operations in 2012. While it will create only 15 permanent jobs, it will create several hundred jobs during the construction phase over the three year period. In addition they will be financing a number of infrastructure improvements in the area alleviating the need to utilize City funds.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association (GFOA) last awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Coolidge for its comprehensive annual financial report for the fiscal year ended June 30, 2009. We believe that our current comprehensive annual financial report meets the program's requirements and we are submitting it to GFOA to determine its eligibility for the fiscal year 2009-10 certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance department, department directors, and administration. We would like to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Credit also must be given to the Mayor and Members of the City Council for their continued support in maintaining the highest standards and accountability in the management of the City of Coolidge's finances.

Respectfully submitted,



Lisa Pannella
Finance Director/CFO

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Coolidge
Arizona

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A stylized, handwritten signature in black ink, appearing to be "J. J.", positioned above the title "President".

President

A handwritten signature in black ink that reads "Jeffrey R. Egan", positioned above the title "Executive Director".

Executive Director

CITY OF COOLIDGE
LIST OF PRINCIPAL OFFICIALS

MAYOR

Thomas R. Shope

VICE MAYOR

Gilbert Lopez

COUNCIL MEMBERS

Judy Rotz-Lopez

Randall Rushing

Les Curry

Jon Thompson

Richard Lister

SENIOR MANAGEMENT STAFF

Robert Flatley
City Manager

Jill Dusenberry
Assistant City Manager

Don Peters
Public Works Director

Norma Ortiz
City Clerk

Mickey McHugh
Fire Chief

Lisa Pannella
Finance Director

Rachel Duran
Human Resource Analyst

Georgie Garcia
Magistrate

Robby Criswell
IT Manager

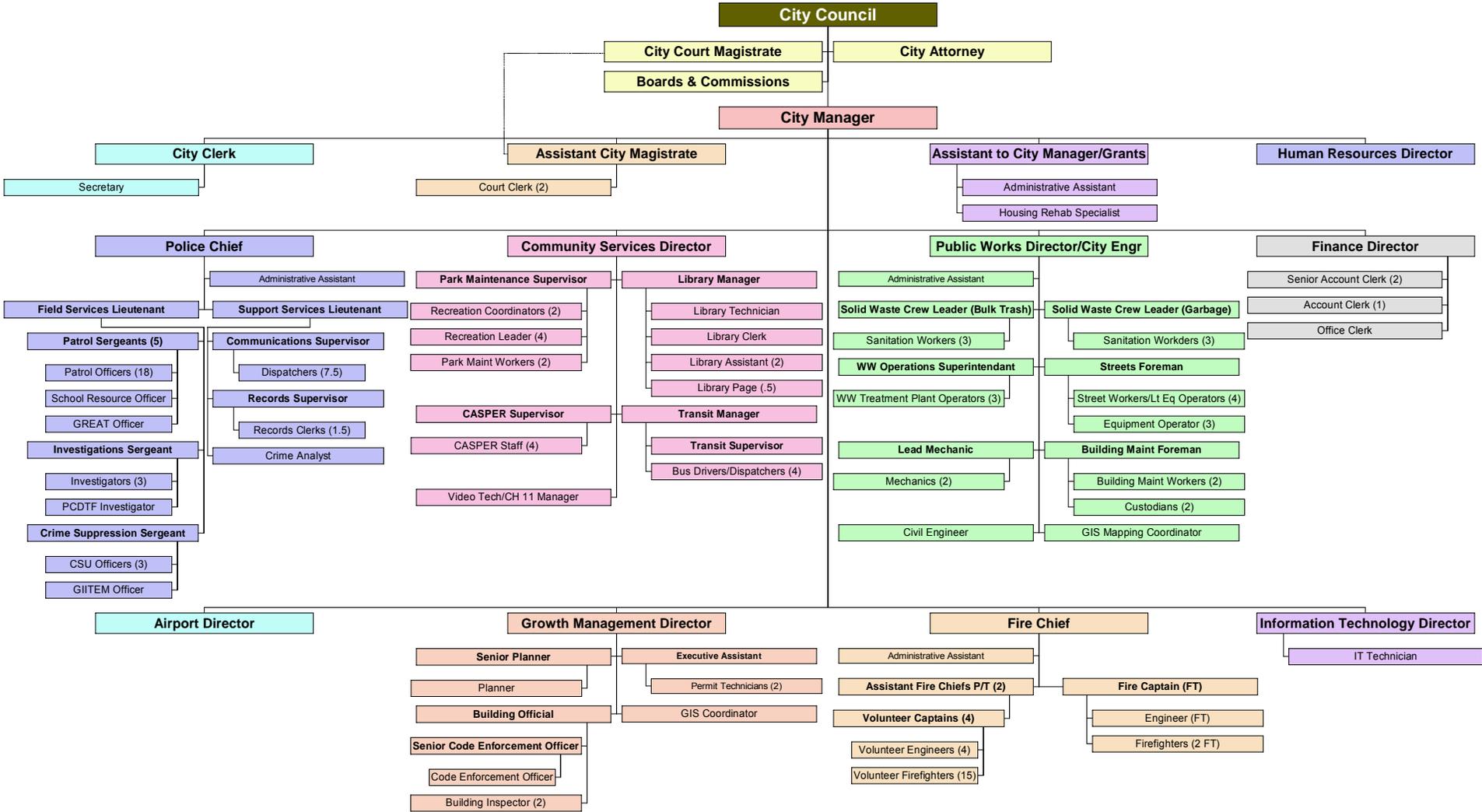
Joseph Brugman
Chief of Police

Adrianna Saavedra
Library Manager

Alton Bruce
Economic Development Director

Marcus Hoffman
Transit Manager

City of Coolidge



FINANCIAL SECTION





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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Coolidge, Arizona

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and aggregate remaining fund information of the City of Coolidge, Arizona as of and for the year ended June 30, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and aggregate remaining fund information of the City of Coolidge, Arizona as of June 30, 2010, and the respective changes in financial position and the cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and Grant Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 23, 2010, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5 through 13 and 69 through 72 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Coolidge, Arizona's basic financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules, capital assets schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and capital assets schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Colby & Powell, PLC

November 23, 2010

FINANCIAL SECTION

MANAGEMENT'S DISCUSSION & ANALYSIS



Management's Discussion and Analysis

The City of Coolidge, Arizona (City) is pleased to provide an overview of our financial activities for the fiscal year ended June 30, 2010. This Management's Discussion and Analysis (MD&A) is intended to provide an introduction to the basic financial statements that provides an objective and easy to read analysis of our financial activities based on currently known facts, decisions, and conditions.

Financial Highlights

- The assets of the City of Coolidge, Arizona exceeded its liabilities at the close of the most recent fiscal year by \$91,297,594 (net assets). Of this amount \$3,659,209 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of the close of the current fiscal year, the City of Coolidge, Arizona's governmental funds reported combined ending fund balances of \$6,200,267, a decrease of \$1,898,292 in comparison with the prior year.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$3,181,090 or 36 percent of total General Fund expenditures.
- General Fund revenues (on a budgetary basis) were less than budgeted revenues by \$4,118,335 for fiscal year 2010. Additionally, budgetary basis expenditures were less than the budget by \$4,110,624 in the General Fund.
- General Fund expenditures exceeded revenues by \$166,734; a negative variance of \$7,711 from the original budget.
- The City includes four separate legal entities in its report – a Municipal Property Corporation, an Industrial Development Authority and two Community Facilities Districts. Although legally separate, these "component units" are important because the city is financially accountable for them. A description of these blended component units is available in Note 1 on pages 43 and 44. Separate Financial Statements are not available for these entities.

Overview of the Financial Statements

The Annual Financial Report for the City of Coolidge, Arizona consists of this discussion and analysis, the basic financial statements and the required supplementary schedules presented after the basic financial statements. The basic financial statements include the government-wide financial statements, fund financial statements, including the budgetary statements for the General Fund and major special revenue funds, and notes to the basic financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Coolidge, Arizona's finances, in a manner similar to private-sector business.

The statement of net assets presents information on all of the City of Coolidge, Arizona's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or

decreases in net assets may serve as useful indicators of whether the financial position of the City of Coolidge, Arizona is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Coolidge, Arizona that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Coolidge, Arizona include general government, public safety, highways and streets, culture and recreation, and redevelopment and housing. The business-type activities include liquid waste, solid waste, and the municipal airport.

The government-wide financial statements can be found on pages 17-19 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Coolidge, Arizona, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Coolidge, Arizona can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Coolidge, Arizona adopts an annual appropriated budget for its General Fund by department and by fund for special revenue, debt service and capital project funds. A budgetary comparison statement has been provided for the General Fund and any major special revenue funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 20-29 of this report.

Proprietary funds. The City of Coolidge, Arizona maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City of Coolidge, Arizona uses enterprise funds to account for its liquid waste, solid waste, and municipal airport.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the liquid waste, solid waste, and airport funds, each of which are considered to be major funds of the City of Coolidge, Arizona.

The basic proprietary fund financial statements can be found on pages 30-37 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City of Coolidge, Arizona's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 38-39 of this report.

Notes to the basic financial statements. The notes to the basic financial statements (pages 43-62) provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements and should be read with the financial statements.

Required supplementary information other than MD&A. Governments have an option of including the budgetary comparison statements for the General fund and major special revenue funds as either part of the fund financial statements within the basic financial statements, or as required supplementary information after the footnotes. The City has chosen to present these budgetary statements as part of the basic financial statements. Additionally, governments are required to disclose certain information about employee pension funds. The City has disclosed this information on page 64-67.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on the public safety personnel retirement system schedule of funding progress.

Government-wide Financial Analysis

Net assets may serve over time as a useful indicator of a government's financial position. The following table reflects the condensed Statement of Net Assets of the City for June 30, 2010 showing that assets exceeded liabilities by \$91,297,594.

**Condensed Statement of Net Assets
June 30, 2010 and 2009**

	Government Activities		Business -type Activities		Totals	
	2010	2009	2010	2009	2010	2009
ASSETS						
Current and other assets	\$ 8,484,730	\$ 10,233,310	\$ 1,694,636	\$ 1,514,365	\$ 10,179,366	\$ 11,747,675
Capital assets						
Non-depreciable	4,542,941	3,073,287	2,668,916	1,220,124	7,211,857	4,293,411
Depreciable (net)	60,139,961	62,052,166	21,460,113	21,839,128	81,600,074	83,891,294
Total Assets	73,167,632	75,358,763	25,823,665	24,573,617	98,991,297	99,932,380
LIABILITIES						
Other liabilities	1,164,280	997,409	722,155	252,606	1,886,435	1,250,015
Non-current liabilities						
Due within one year	747,904	769,119	71,572	115,037	819,476	884,156
Due in more than one year	4,316,329	4,735,342	671,463	324,727	4,987,792	5,060,069
Total liabilities	6,228,513	6,501,870	1,465,190	692,370	7,693,703	7,194,240
NET ASSETS						
Invested in capital assets, net of related debt	60,590,221	60,576,123	23,426,566	22,659,188	84,016,787	83,235,311
Restricted	3,377,216	4,933,700	244,382	763,986	3,621,598	5,697,686
Unrestricted	2,971,682	3,347,070	687,527	458,073	3,659,209	3,805,143
Total net assets	\$ 66,939,119	\$ 68,856,893	\$ 24,358,475	\$ 23,881,247	\$ 91,297,594	\$ 92,738,140

The net assets of the City are \$66,939,119 in governmental activities and \$24,358,475 in business-type activities at June 30, 2010.

Net assets consist of three components, the largest portion of the City of Coolidge, Arizona's net assets (92%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment), less any related debt, used to acquire those assets, that is still outstanding. The City of Coolidge, Arizona uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Coolidge, Arizona's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The City's investment in capital assets, net of related debt increased \$781,476 largely due to continued construction on the wastewater treatment plant expansion.

An additional portion of the City of Coolidge, Arizona's net assets (4%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets \$3,659,209 may be used to meet the government's ongoing obligations to citizens and creditors. The unrestricted net assets changed from the prior year for the city as a whole; as, the governmental activities reported a \$375,388 decrease and the business-type activities reported a \$229,454 increase. The net decrease in the governmental activities and business-type activities, respectively, are discussed in more detail following the table below. However, generally the governmental activities decreased due to the decline in state shared revenues, permits and engineering fees, and community development grants. The business-type activities increased due to a loan for the first phase of the water reclamation facility discussed in more detail following the table below.

At the end of the current fiscal year, the City of Coolidge, Arizona is able to report positive balances in all three categories of net assets for the government as a whole.

**Changes in Net Assets
For the Fiscal Year Ended June 30, 2010 and 2009**

	Government Activities		Business -type Activities		Totals	
	2010	2009	2010	2009	2010	2009
Revenues						
Program Revenues						
Fees, Fines and charges for svcs	\$754,401	\$860,889	\$1,690,903	\$1,880,575	\$2,445,304	\$2,741,464
Operating grants and contributions	2,125,970	2,853,636	-	-	2,125,970	2,853,636
Capital grants and contributions	2,344,111	6,680,438	800,927	290,109	3,145,038	6,970,547
General Revenues						
Local Taxes	5,846,141	5,676,159	-	-	5,846,141	5,676,159
Impact fees	-	-	-	-	-	-
State shared revenues	2,168,886	2,411,507	-	-	2,168,886	2,411,507
Investment earnings	28,712	118,242	5,065	20,057	33,777	138,299
Miscellaneous	46,316	32,889	74,145	46,204	120,461	79,093
Total Revenues	13,314,537	18,633,760	2,571,040	2,236,945	15,885,577	20,870,705
Expenses						
General government	3,104,535	3,089,919	-	-	3,104,535	3,089,919
Public Safety	5,182,718	5,027,245	-	-	5,182,718	5,027,245
Highways and streets	3,819,264	3,953,393	-	-	3,819,264	3,953,393
Culture and recreation	954,825	925,084	-	-	954,825	925,084
Redevelopment and housing	1,883,403	2,257,917	-	-	1,883,403	2,257,917
Interest on long-term debt	173,270	226,066	-	-	173,270	226,066
Liquid Waste	-	-	1,202,275	1,109,793	1,202,275	1,109,793
Solid Waste	-	-	903,225	936,463	903,225	936,463
Municipal Airport	-	-	102,608	136,184	102,608	136,184
Cable Television	-	-	-	-	-	-
Total Expenses	15,118,015	15,479,624	2,208,108	2,182,440	17,326,123	17,662,064
Increase in net assets before transfers						
	(1,803,478)	3,154,136	362,932	54,505	(1,440,546)	3,208,641
Transfers						
	(114,296)	(70,914)	114,296	70,914	-	-
Change in net assets	(1,917,774)	3,083,222	477,228	125,419	(1,440,546)	3,208,641
Net assets, beginning of year						
	68,856,893	65,773,671	23,881,247	23,755,828	92,738,140	89,529,499
Net assets, end of year	\$66,939,119	\$68,856,893	\$24,358,475	\$23,881,247	\$91,297,594	\$92,738,140

Governmental Activities.

Program revenues, which include fines, fees and charges for services, operating grants and contributions and capital grants and contributions decreased over the prior fiscal year by \$5,170,481 dollars. The City's fees, fines and charges for services reported a \$106,488 dollar decrease. In prior years, the City experienced significant growth as a result of the construction market. A boom in new construction was experienced and as a result the City passed an ordinance in prior years requiring additional fees for new construction. The additional fees were applied in prior years and continue to be applied in the current year. However, the economy

realized a significant decrease in new construction over the past three years, resulting in a reported decrease in charges for services. Operating grants and contributions decreased by \$727,666 dollars over the prior year largely due to the decline in Community Development grants. The capital grants and contributions reported a \$4,336,327 dollar decrease largely due to the near completion of the Transit facility that was federally funded.

General revenues, which include local taxes, impact fees, state shared revenues and investment earnings decreased by \$148,742 dollars. Local taxes, including property and city sales taxes, increased by \$169,982; while, state shared revenues decreased by \$242,621 dollars. Certainly the Country's current Recession that began two years ago is the largest contributing factor impacting the growth of the City, city sales tax revenue, and consumer spending. The economic downturn has affected the state even more significantly than the city. In addition these revenues are distributed to the cities based on population. The State is currently using population estimates that are significantly lower than the City's actual population, thus the significant decrease in state shared revenues. The City is hopeful that the 2010 Census will result in a more accurate reflection of the City's population.

Expenses decreased by \$361,609 dollars largely due to General Government cuts in spending.

Business-type Activities.

As discussed above, the City imposes an impact fee to developers for new construction to assist the City in future development and growth. Although a portion of the impact fees are allocated to the governmental funds for capital outlay, a majority of the impact fees in prior years had been allocated to the Liquid Waste Fund. As discussed previously, the construction sector has experienced a significant decline accounting for a 98% decrease in impact fees. The capital grants for the airport vary from year-to-year based upon funding from various federal and state grants.

Investment earnings decreased due to the decline in interest gained on investments and decreased cash on hand.

Business-type expenses increased in the Liquid Waste Fund due to an increase in the number of customers and the cost of providing those services; and decreased in the Solid Waste Fund due to the City privatizing commercial pick up of solid waste. The Municipal Airport decreased due to loss of federal funding.

Financial Analysis of the City's Funds.

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of Government funds reported by the City include the General Fund, Grants Fund, Impact Fees Fund, Capital Projects Fund, Road Tax Fund, and Non-Major Governmental Funds.

As of the end of the current fiscal year the City’s governmental funds reported combined ending fund balances of \$6,200,267, a decrease of \$1,898,292 in comparison with the prior year. Approximately 51% of this total amount (3,181,090) constitutes General Fund balance, which is available for contribution to the designated, undesignated, and reserved fund balance. At fiscal year-end 2009-2010 fund balances were as follows:

<u>Fund</u>	<u>Balance</u>	<u>Increase (Decrease) From 2008-09</u>
General Fund	\$ 3,181,090	\$ (262,816)
Grants Fund	(282,140)	(617,260)
Impact Fees	(196,628)	(457,365)
Capital Projects Fund	1,617,555	(444,832)
Road Tax Fund	1,794,012	17,702
Non-major Governmental Funds	<u>86,378</u>	<u>(133,721)</u>
TOTAL	\$ 6,200,267	\$ (1,898,292)

The General Fund is the chief operating fund of the City of Coolidge, Arizona. At the end of the current fiscal year, the fund balance of the General Fund was \$3,181,090, while total fund balance for the City reached \$6,200,267. As a measure of the General Fund’s liquidity, it may be useful to compare both General Fund balance and total fund balance to total expenditures. General Fund balance represents 36 percent of total General Fund expenditures, while total fund balance represents 42 percent of total City expenditures.

The fund balance of the City of Coolidge, Arizona’s General Fund decreased by \$262,816 dollars during the current fiscal year largely due to the decrease in state shared revenues as previously discussed. Current year expenditures decreased by \$361,609, dollars largely due to decreased departmental spending.

The Grants Fund reported a \$617,260 dollar decrease largely due to a decrease in community development grants.

The Impact Fee Fund reported a \$457,365 dollar decrease due to the economic downturn and significant slowing in the construction sector.

The Capital Projects Fund reported a \$444,832 dollar decrease due to City Council suspending the deposit of 25% of all City Sales Tax to the Capital Fund for fiscal year 09/10 to avoid further cuts to the General Fund.

The Road Tax Fund reported an increase of \$17,702 due to unspent sales tax revenues received during the fiscal year. The funds will be carried over to future years for planned construction projects.

The Non-Major Governmental Funds reported a \$133,721 dollar decrease largely due to the loss of state shared Lottery funds used for transportation.

Budgetary Highlights

The City's annual budget is the legally adopted expenditure control document of the City. Budgetary comparison statements are required for the General Fund and all major special revenue funds and may be found on pages 27-29. These statements compare the original adopted budget, the budget if amended throughout the fiscal year, and the actual expenditures prepared on a budgetary basis. The City did not amend its budget during the fiscal year.

General Fund revenues of \$8,774,032 on a budgetary basis, were less than budgeted revenues of \$12,892,367 by \$4,118,335 and budgetary basis expenditures of \$8,940,766 were less than the budget by \$4,110,624. The excess of budgeted revenues over actual revenues is primarily due to the decline in the economy and the recession.

Capital Assets and Debt Administration

The City's capital assets for its governmental and business-type activities as of June 30, 2010 amounts to \$64,682,902 and \$24,129,029 respectively, (net of accumulated depreciation). Capital assets include land, buildings, and improvements, machinery and equipment, roads and improvements, vehicles and infrastructure. During fiscal year 2009-2010 the annual depreciation expense was \$3,007,965 and \$558,941 for the governmental and business-type capital assets, respectively. Additions to capital assets during the fiscal year totaled \$512,048 and \$186,193 for the governmental and business-type capital assets, respectively.

Major capital asset events during the current fiscal year included the following:

- Buildings and Improvements Government Funds – Construction of a Transit Facility in the amount of \$2,255,575, Fire Station Annex in the amount of \$129,473, and Design of the Downtown City Complex in the amount of \$188,984, all recorded as Construction in Progress.
- Buildings and Improvements Business - Construction of Phase I of the Water Reclamation Facility in the amount of \$1,336,378 recorded as Construction in progress.
- Equipment – Purchase of three Transit buses in the amount of \$365,724 dollars and a Fire Truck in the amount of \$490,953 dollars.

The following table provides a breakdown of the capital assets of the City at June 30, 2010 and 2009.

Capital Assets at June 30, 2010 and 2009
(Net of depreciation)

	Government Activities		Business -type Activities		Totals	
	2010	2009	2010	2009	2010	2009
Land	\$ 1,953,409	\$ 1,953,409	\$ 1,200,000	\$ 1,200,000	\$ 3,153,409	\$ 3,153,409
Construction in Progress	2,589,532	1,119,878	1,468,916	20,124	4,058,448	1,140,002
Airport hangar and other improvements		-		48,985	-	48,985
Buildings and improvements	9,281,877	9,526,585	48,824	-	9,330,701	9,526,585
Infrastructure and land improvements	48,318,911	50,463,948	1,248,462	1,287,368	49,567,373	51,751,316
Sewer treatment plant and collection system		-	19,585,489	19,851,754	19,585,489	19,851,754
Furniture, machinery, equipment and vehicles	2,539,173	2,061,633	577,338	651,021	3,116,511	2,712,654
Total Capital Assets	\$ 64,682,902	\$ 65,125,453	\$ 24,129,029	\$ 23,059,252	\$ 88,811,931	\$ 88,184,705

See Note 4. in the notes to the Basic Financial Statements for further information regarding capital assets.

Long-term Debt

At the end of the current fiscal year, the City of Coolidge, Arizona had total long-term obligations outstanding of \$5,807,268. Of the outstanding debt, \$3,492,463 represents outstanding notes payable. The remaining balance represents compensated absences, capital leases and the City's obligation related to the landfill closure and post-closure care costs. The City has no outstanding bonds.

The following schedule shows the outstanding debt of the City (both current and long-term) as of June 30, 2010 and 2009. Further detail on the City's outstanding debt may be found in Note 8 on pages 57.

Outstanding Debt at June 30, 2010 and 2009

	Governmental Activities		Business Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Notes Payable	\$2,790,000	\$2,950,000	\$702,463	\$400,064	3,492,463	3,350,064
Capital leases	1,302,681	1,599,330	-	-	1,302,681	1,599,330
Landfill closure and post-closure costs	650,309	642,662	-	-	650,309	642,662
Compensated absences	321,243	312,469	40,572	39,700	361,815	352,169
Total Outstanding Debt	\$5,064,233	\$5,504,461	\$743,035	\$439,764	\$5,807,268	\$5,944,225

Economic Factors and Next Year's Budgets and Rates

The City relies heavily on state shared revenues, impact fees and local sales tax. During the year, more than 75% of the City's general revenues were derived from state shared revenues, impact fees and local sales tax. The retail picture provides sufficient sales tax revenue to sustain the operational costs of the general government. However, based on an ordinance passed in 2005, the City has supplemented its capital revenues with impact fees. The impact fees are currently used and will be used in future fiscal years to assist the City in keeping up with capital

costs related to new growth. The retail picture will depend upon future development of housing, commercial and industrial businesses within the community.

The City's share of state shared revenues is being carefully watched over the next few years. The overall decline in the State's economy may lead to further reductions in state shared revenues. This has created a need to evaluate all of the City's programs and services. Increases in some programming and user fees have been implemented in order to generate additional revenues to cover the City's costs of providing services. The current picture, however, has shown a decrease in state shared revenues.

Other factors affecting next year's budget include:

- Declining revenues in Road Funds.
- The necessity to put all construction sales tax into a capital fund for ongoing debt service creating a large deficit in General Fund.
- Nationwide Recession affecting all aspects of Government.
- Maintaining current level of staff.

Financial Contact

The financial report is designed to provide a general overview of the City's finances for all of those with an interest in the government's finances and to demonstrate accountability for the use of public funds. Questions about any of the information provided in this report, or requests for additional financial information should be addressed to:

Lisa Pannella, Finance Director/CFO
City of Coolidge, Arizona
Accounting Department
130 West Central Avenue
Coolidge, AZ 85128

FINANCIAL SECTION

BASIC FINANCIAL STATEMENTS



CITY OF COOLIDGE, ARIZONA
STATEMENT OF NET ASSETS
June 30, 2010

ASSETS	Governmental Activities	Business-type Activities	Total
Cash and cash equivalents	\$ 5,491,391	\$ 678,873	\$ 6,170,264
Receivables (net of allowance for uncollectibles)	666,212	148,911	815,123
Due from other governments	2,194,138	999,841	3,193,979
Internal balances	132,989	(132,989)	-
Capital assets			
Land and construction in progress	4,542,941	2,668,916	7,211,857
Other capital assets (net of accumulated depreciation)	60,139,961	21,460,113	81,600,074
Total assets	73,167,632	25,823,665	98,991,297
LIABILITIES			
Accounts payable and other current liabilities	774,163	375,479	1,149,642
Accrued payroll and employee benefits	274,393	18,178	292,571
Retainages payable	-	325,556	325,556
Accrued interest payable	63,783	-	63,783
Deposits held for others	51,941	-	51,941
Unearned revenue	-	2,942	2,942
Noncurrent liabilities			
Due within one year			
Compensated absences	321,243	40,572	361,815
Capital leases	261,661	-	261,661
Current portion of loans payable	165,000	113,141	278,141
Due in more than one year			
Capital leases	1,041,020	-	1,041,020
Loans payable	2,625,000	589,322	3,214,322
Landfill closure and postclosure care payable	650,309	-	650,309
Total liabilities	6,228,513	1,465,190	7,693,703
NET ASSETS			
Invested in capital assets, net of related debt	60,590,221	23,426,566	84,016,787
Restricted for			
Highways and streets	1,794,012	-	1,794,012
Court purposes	51,927	-	51,927
Grant purposes	75,847	-	75,847
Debt service	-	43,177	43,177
Capital improvements	1,455,430	201,205	1,656,635
Unrestricted	2,971,682	687,527	3,659,209
Total net assets	\$ 66,939,119	\$ 24,358,475	\$ 91,297,594

See accompanying notes to financial statement.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF ACTIVITIES
Year Ended June 30, 2010

Functions/Programs	Expenses	Program Revenues		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 3,104,535	\$ 146,116	\$ 81,495	\$ 24,056
Public safety	5,182,718	25,516	332,201	103,439
Highways and streets	3,819,264	26,996	1,449,527	2,192,874
Public works	-	-	-	20,110
Culture and recreation	954,825	380,973	29,998	3,295
Redevelopment and housing	1,883,403	174,800	232,749	337
Interest on long-term debt	173,270	-	-	-
Total governmental activities	<u>15,118,015</u>	<u>754,401</u>	<u>2,125,970</u>	<u>2,344,111</u>
Business-type activities:				
Liquid waste	1,155,920	861,102	-	800,000
Solid waste	893,302	766,776	-	-
Liquid waste impact fees	46,355	-	-	-
Solid waste impact fees	9,923	-	-	927
Municipal airport	102,608	63,025	-	-
Total business-type activities	<u>2,208,108</u>	<u>1,690,903</u>	<u>-</u>	<u>800,927</u>
Total primary government	<u>\$ 17,326,123</u>	<u>\$ 2,445,304</u>	<u>\$ 2,125,970</u>	<u>\$ 3,145,038</u>

General revenues:
Sales taxes
Property taxes
Franchise taxes
State shared revenues-not restricted to specific programs
Investment income
Miscellaneous
Transfers in (out)
Total general revenues and transfers

Changes in net assets

Net assets, beginning of year

Net assets, end of year

See accompanying notes to financial statement.

Net (Expense) Revenue and Changes in Net Assets

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
\$ (2,852,868)	\$ -	\$ (2,852,868)
(4,721,562)	-	(4,721,562)
(149,867)	-	(149,867)
20,110	-	20,110
(540,559)	-	(540,559)
(1,475,517)	-	(1,475,517)
(173,270)	-	(173,270)
<u>(9,893,533)</u>	<u>-</u>	<u>(9,893,533)</u>
-	505,182	505,182
-	(126,526)	(126,526)
-	(46,355)	(46,355)
-	(8,996)	(8,996)
-	(39,583)	(39,583)
<u>-</u>	<u>283,722</u>	<u>283,722</u>
<u>(9,893,533)</u>	<u>283,722</u>	<u>(9,609,811)</u>
4,927,926	-	4,927,926
648,648	-	648,648
269,567	-	269,567
2,168,886	-	2,168,886
28,712	5,065	33,777
46,316	74,145	120,461
(114,296)	114,296	-
<u>7,975,759</u>	<u>193,506</u>	<u>8,169,265</u>
(1,917,774)	477,228	(1,440,546)
<u>68,856,893</u>	<u>23,881,247</u>	<u>92,738,140</u>
<u>\$ 66,939,119</u>	<u>\$ 24,358,475</u>	<u>\$ 91,297,594</u>

See accompanying notes to financial statement.

CITY OF COOLIDGE, ARIZONA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2010

ASSETS	General	Grants	Impact Fees
Cash and cash equivalents	\$ 2,573,979	\$ 2	\$ 3,116
Taxes receivable	55,916	-	-
Accounts receivable	505,000	-	-
Due from other governments	1,308,988	885,150	-
Due from other funds	-	-	-
Total assets	<u>\$ 4,443,883</u>	<u>\$ 885,152</u>	<u>\$ 3,116</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 485,891	\$ 110,102	\$ 3,116
Accrued payroll and employee benefits	229,852	13,603	-
Accrued liabilities	-	51,941	-
Due to other funds	-	354,730	196,628
Deferred revenue	547,050	636,916	-
Total liabilities	<u>1,262,793</u>	<u>1,167,292</u>	<u>199,744</u>
Fund balances			
Unreserved, reported in			
General fund	3,181,090	-	-
Special revenue funds	-	(282,140)	-
Capital improvements	-	-	(196,628)
Total fund balances	<u>3,181,090</u>	<u>(282,140)</u>	<u>(196,628)</u>
Total liabilities and fund balances	<u>\$ 4,443,883</u>	<u>\$ 885,152</u>	<u>\$ 3,116</u>

See accompanying notes to financial statement.

Capital Projects	Road Tax Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
\$ 933,208	\$ 1,734,217	\$ 246,869	\$ 5,491,391
-	-	61,814	117,730
-	43,482	-	548,482
-	-	-	2,194,138
684,347	25,303	-	709,650
<u>\$ 1,617,555</u>	<u>\$ 1,803,002</u>	<u>\$ 308,683</u>	<u>\$ 9,061,391</u>
\$ -	\$ 8,990	\$ 166,064	\$ 774,163
-	-	30,938	274,393
-	-	-	51,941
-	-	25,303	576,661
-	-	-	1,183,966
<u>-</u>	<u>8,990</u>	<u>222,305</u>	<u>2,861,124</u>
-	-	-	3,181,090
-	-	51,875	(230,265)
1,617,555	1,794,012	34,503	3,249,442
<u>1,617,555</u>	<u>1,794,012</u>	<u>86,378</u>	<u>6,200,267</u>
<u>\$ 1,617,555</u>	<u>\$ 1,803,002</u>	<u>\$ 308,683</u>	<u>\$ 9,061,391</u>

See accompanying notes to financial statement.



CITY OF COOLIDGE, ARIZONA
 RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
 GOVERNMENTAL FUNDS
 June 30, 2010

Total governmental fund balances		\$	6,200,267
Amounts reported for governmental activities in the Statement of Net Assets are different because:			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Governmental capital assets	\$	87,213,126	
Less accumulated depreciation		<u>(22,530,224)</u>	64,682,902
Certain revenues earned but not received within 60 days of year-end are deferred for the governmental statements, but are recognized as revenue for the government-wide statements.			
Grants		636,916	
Property taxes		42,050	
Developer contributions		<u>505,000</u>	1,183,966
Interest payable on long-term debt is not reported in the governmental funds.			
			(63,783)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.			
Compensated absences		(321,243)	
Capital leases		(1,302,681)	
Landfill closure and postclosure care payable		(650,309)	
Loans payable		<u>(2,790,000)</u>	<u>(5,064,233)</u>
Net assets of governmental activities			<u>\$ 66,939,119</u>

See accompanying notes to financial statement.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2010

REVENUES	General	Grants	Impact Fees
Taxes	\$ 5,833,894	\$ -	\$ -
Intergovernmental	2,168,886	2,637,870	-
Fines and forfeitures	266,124	-	-
Licenses and permits	205,140	-	-
Charges for services	256,699	20,110	125,395
Investment income	10,462	-	3,466
Miscellaneous	32,827	-	-
Total revenues	<u>8,774,032</u>	<u>2,657,980</u>	<u>128,861</u>
EXPENDITURES			
Current			
General government	2,794,304	-	-
Public safety	4,344,575	663,544	-
Highways and streets	-	311,790	-
Culture and recreation	764,592	20,902	-
Redevelopment and housing	1,026,162	310,289	-
Capital outlay	11,133	1,926,277	353,549
Debt service			
Principal retirement	-	-	176,360
Interest and debt cost	-	-	56,317
Total expenditures	<u>8,940,766</u>	<u>3,232,802</u>	<u>586,226</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(166,734)</u>	<u>(574,822)</u>	<u>(457,365)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	60,750	-
Transfers out	(96,082)	(103,188)	-
Total other financing sources and (uses)	<u>(96,082)</u>	<u>(42,438)</u>	<u>-</u>
Net change in fund balances	(262,816)	(617,260)	(457,365)
Fund balances, beginning of year	<u>3,443,906</u>	<u>335,120</u>	<u>260,737</u>
Fund balances, end of year	<u>\$ 3,181,090</u>	<u>\$ (282,140)</u>	<u>\$ (196,628)</u>

See accompanying notes to financial statement.

Capital Projects	Road Tax	Non-Major Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 12,175	\$ 5,846,069
-	548,533	725,379	6,080,668
-	-	5,830	271,954
-	-	-	205,140
-	-	29,486	431,690
7,405	7,084	295	28,712
44,153	477	4,994	82,451
<u>51,558</u>	<u>556,094</u>	<u>778,159</u>	<u>12,946,684</u>
-	-	-	2,794,304
-	-	1,827	5,009,946
-	-	1,280,455	1,592,245
-	-	-	785,494
-	-	3,774	1,340,225
136,670	106,989	32,166	2,566,784
42,200	74,684	160,000	453,244
2,355	5,735	124,031	188,438
<u>181,225</u>	<u>187,408</u>	<u>1,602,253</u>	<u>14,730,680</u>
<u>(129,667)</u>	<u>368,686</u>	<u>(824,094)</u>	<u>(1,783,996)</u>
-	-	690,373	751,123
<u>(315,165)</u>	<u>(350,984)</u>	-	<u>(865,419)</u>
<u>(315,165)</u>	<u>(350,984)</u>	<u>690,373</u>	<u>(114,296)</u>
(444,832)	17,702	(133,721)	(1,898,292)
<u>2,062,387</u>	<u>1,776,310</u>	<u>220,099</u>	<u>8,098,559</u>
<u>\$ 1,617,555</u>	<u>\$ 1,794,012</u>	<u>\$ 86,378</u>	<u>\$ 6,200,267</u>

See accompanying notes to financial statement.

CITY OF COOLIDGE, ARIZONA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2010

Net change in fund balances - total governmental funds \$ (1,898,292)

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives as depreciation expense. Also, assets contributed to the City are not reported in the fund statement and are reported in the Statement of Activities.

Contributions	\$ 6,267	
Expenditures for capitalized assets	2,571,343	
Loss on disposal of capitalized assets	(12,196)	
Less current year depreciation	<u>(3,007,965)</u>	(442,551)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds and revenues received in the current year that were accrued in the Statement of Activities in prior years are reported as revenues in the funds.

Grants	357,869	
Property taxes	<u>8,209</u>	366,078

Interest expense in the Statement of Activities differs from the amount reported in governmental funds because accrued interest was calculated for loans payable for the Statement of Activities, but is expensed when due for the governmental fund statements.

11,763

Repayment of long-term debt are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

Debt principal retirement	456,649	
Increase in landfill closure and postclosure care costs	<u>(7,647)</u>	449,002

Expenses reported in the Statement of Activities that do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated absences	(8,774)	
Developer agreement settlement	<u>(395,000)</u>	(403,774)

Change in net assets of governmental activities. \$ (1,917,774)

See accompanying notes to financial statement.

CITY OF COOLIDGE, ARIZONA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 6,168,833	\$ 6,168,833	\$ 5,833,894	\$ (334,939)
Intergovernmental	2,203,578	2,203,578	2,168,886	(34,692)
Fines and forfeits	130,000	130,000	266,124	136,124
License and permits	195,000	195,000	205,140	10,140
Charges for services	119,500	119,500	256,699	137,199
Contributions	623,648	623,648	-	(623,648)
Investment income	75,000	75,000	10,462	(64,538)
Miscellaneous	3,376,808	3,376,808	32,827	(3,343,981)
Total revenues	<u>12,892,367</u>	<u>12,892,367</u>	<u>8,774,032</u>	<u>(4,118,335)</u>
EXPENDITURES				
Current				
General government	4,977,063	4,977,063	2,794,304	2,182,759
Public safety	4,536,926	4,536,926	4,344,575	192,351
Culture and recreation	868,357	868,357	764,592	103,765
Redevelopment and housing	1,169,044	1,169,044	1,026,162	142,882
Capital outlay	1,500,000	1,500,000	11,133	1,488,867
Total Expenditures	<u>13,051,390</u>	<u>13,051,390</u>	<u>8,940,766</u>	<u>4,110,624</u>
Excess (deficiency) of revenues over expenditures	<u>(159,023)</u>	<u>(159,023)</u>	<u>(166,734)</u>	<u>(7,711)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(320,056)</u>	<u>(320,056)</u>	<u>(96,082)</u>	<u>223,974</u>
Total other financing sources (uses)	<u>(320,056)</u>	<u>(320,056)</u>	<u>(96,082)</u>	<u>223,974</u>
Net changes in fund balances	(479,079)	(479,079)	(262,816)	216,263
Fund balance, beginning of year	<u>3,479,079</u>	<u>3,479,079</u>	<u>3,443,906</u>	<u>(35,173)</u>
Fund balances, end of year	<u>\$ 3,000,000</u>	<u>\$ 3,000,000</u>	<u>\$ 3,181,090</u>	<u>\$ 181,090</u>

See accompanying notes to financial statement.



CITY OF COOLIDGE, ARIZONA
GRANTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 26,555,283	\$ 26,555,283	\$ 2,637,870	\$(23,917,413)
Charges for services	150,941	150,941	20,110	(130,831)
Contributions	9,947,002	9,947,002	-	(9,947,002)
Total revenues	<u>36,653,226</u>	<u>36,653,226</u>	<u>2,657,980</u>	<u>(33,995,246)</u>
EXPENDITURES				
Current:				
Public safety	1,382,954	1,382,954	663,544	719,410
Highways and streets	1,167,682	1,167,682	311,790	855,892
Culture and recreation	15,125	15,125	20,902	(5,777)
Redevelopment and housing	2,503,830	2,503,830	310,289	2,193,541
Capital outlay	<u>31,583,635</u>	<u>31,583,635</u>	<u>1,926,277</u>	<u>29,657,358</u>
Total expenditures	<u>36,653,226</u>	<u>36,653,226</u>	<u>3,232,802</u>	<u>33,420,424</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	(574,822)	(574,822)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	60,750	60,750
Transfers out	-	-	(103,188)	(103,188)
Total other financing sources (uses)	-	-	(42,438)	(42,438)
Net change in fund balance	-	-	(617,260)	(617,260)
Fund balance, beginning of year	-	-	335,120	335,120
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (282,140)</u>	<u>\$ (282,140)</u>

See accompanying notes to financial statement.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2010

	<u>Business-type Activities-Enterprise Funds</u>		
	<u>Liquid Waste</u>	<u>Solid Waste</u>	<u>Liquid Waste Impact Fees</u>
ASSETS			
Current assets			
Cash and cash equivalents	\$ 68,152	\$ 339,155	\$ 154,382
Accounts receivable, net	39,713	109,198	-
Due from other governments	994,513	-	-
Due from other funds	-	-	196,628
Total current assets	<u>1,102,378</u>	<u>448,353</u>	<u>351,010</u>
Noncurrent assets			
Capital assets			
Non-depreciable capital assets	2,536,378	-	-
Depreciable capital assets, net	19,829,808	334,046	-
Total capital assets, net	<u>22,366,186</u>	<u>334,046</u>	<u>-</u>
Total noncurrent assets	<u>22,366,186</u>	<u>334,046</u>	<u>-</u>
Total assets	<u>23,468,564</u>	<u>782,399</u>	<u>351,010</u>
LIABILITIES			
Current liabilities			
Accounts payable	301,620	25,870	47,536
Accrued payroll and benefits	4,434	12,929	-
Retainages payable	106,556	-	219,000
Due to other funds	329,617	-	-
Unearned revenue	-	-	-
Compensated absences	15,798	24,774	-
Loans payable	113,141	-	-
Total current liabilities	<u>871,166</u>	<u>63,573</u>	<u>266,536</u>
Noncurrent liabilities			
Loans payable	589,322	-	-
Total noncurrent liabilities	<u>589,322</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,460,488</u>	<u>63,573</u>	<u>266,536</u>
NET ASSETS			
Invested in capital assets, net of related debt	21,663,723	334,046	-
Restricted - Debt service	43,177	-	-
Restricted - Capital projects	-	-	84,474
Unrestricted	301,176	384,780	-
Total net assets	<u>\$ 22,008,076</u>	<u>\$ 718,826</u>	<u>\$ 84,474</u>

See accompanying notes to financial statement.

Business-type Activities-Enterprise Funds

<u>Solid Waste Impact Fees</u>	<u>Airport</u>	<u>Total</u>
\$ 116,731	\$ 453	\$ 678,873
-	-	148,911
-	5,328	999,841
-	-	196,628
<u>116,731</u>	<u>5,781</u>	<u>2,024,253</u>
-	132,538	2,668,916
-	1,296,259	21,460,113
-	1,428,797	24,129,029
-	1,428,797	24,129,029
<u>116,731</u>	<u>1,434,578</u>	<u>26,153,282</u>
-	453	375,479
-	815	18,178
-	-	325,556
-	-	329,617
-	2,942	2,942
-	-	40,572
-	-	113,141
-	4,210	1,205,485
-	-	589,322
-	-	589,322
-	4,210	1,794,807
-	1,428,797	23,426,566
-	-	43,177
116,731	-	201,205
-	1,571	687,527
<u>\$ 116,731</u>	<u>\$ 1,430,368</u>	<u>\$ 24,358,475</u>

See accompanying notes to financial statement.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
Year Ended June 30, 2010

	<u>Business-type Activities-Enterprise Funds</u>		
	<u>Liquid Waste</u>	<u>Solid Waste</u>	<u>Liquid Waste Impact Fees</u>
Operating revenues			
Charges for service	\$ 861,102	\$ 766,776	\$ -
Total operating revenues	<u>861,102</u>	<u>766,776</u>	<u>-</u>
Operating expenses			
Costs of sales and services	594,471	836,393	-
Depreciation	475,499	50,642	-
Total operating expenses	<u>1,069,970</u>	<u>887,035</u>	<u>-</u>
Operating loss	<u>(208,868)</u>	<u>(120,259)</u>	<u>-</u>
Nonoperating revenues (expenses)			
Investment income	639	1,307	2,585
Interest expense	(85,950)	-	-
Net developer revenues (expense)	-	-	(46,355)
Loss on capital assets	-	(6,267)	-
Miscellaneous	-	66,443	-
Total nonoperating revenues (expenses)	<u>(85,311)</u>	<u>61,483</u>	<u>(43,770)</u>
Income (loss) before capital contributions and transfers	<u>(294,179)</u>	<u>(58,776)</u>	<u>(43,770)</u>
Capital contributions	800,000	-	-
Transfers in	467,270	-	-
Transfers out	-	-	(467,270)
Change in net assets	973,091	(58,776)	(511,040)
Net assets, beginning of year	<u>21,034,985</u>	<u>777,602</u>	<u>595,514</u>
Net assets, end of year	<u>\$ 22,008,076</u>	<u>\$ 718,826</u>	<u>\$ 84,474</u>

See accompanying notes to financial statement.

Business-type Activities-Enterprise Funds

<u>Solid Waste Impact Fees</u>	<u>Airport</u>	<u>Total</u>
\$ -	\$ 63,025	\$ 1,690,903
<u>-</u>	<u>63,025</u>	<u>1,690,903</u>
-	69,752	1,500,616
-	32,800	558,941
<u>-</u>	<u>102,552</u>	<u>2,059,557</u>
<u>-</u>	<u>(39,527)</u>	<u>(368,654)</u>
432	102	5,065
-	(56)	(86,006)
(8,996)	-	(55,351)
-	-	(6,267)
<u>-</u>	<u>7,702</u>	<u>74,145</u>
<u>(8,564)</u>	<u>7,748</u>	<u>(68,414)</u>
<u>(8,564)</u>	<u>(31,779)</u>	<u>(437,068)</u>
-	-	800,000
-	114,296	581,566
<u>-</u>	<u>-</u>	<u>(467,270)</u>
(8,564)	82,517	477,228
<u>125,295</u>	<u>1,347,851</u>	<u>23,881,247</u>
<u>\$ 116,731</u>	<u>\$ 1,430,368</u>	<u>\$ 24,358,475</u>

See accompanying notes to financial statement.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended June 30, 2010

	<u>Business-type Activities Enterprise Funds</u>		
	<u>Liquid Waste</u>	<u>Solid Waste</u>	<u>Liquid Waste Impact Fees</u>
Cash flows from operating activities:			
Received from customers	\$ 884,570	\$ 754,648	\$ -
Payments to suppliers	(996,656)	(303,918)	-
Payments to employees	(193,452)	(501,247)	-
Net cash provided (used) by operating activities	<u>(305,538)</u>	<u>(50,517)</u>	<u>-</u>
Cash flows from noncapital and related financing activities			
Payments (to) from other funds	329,617	-	(196,628)
Transfers in	467,270	-	-
Transfers out	-	-	(467,270)
Miscellaneous	-	66,443	-
Net cash provided (used) for noncapital and related financing activities	<u>796,887</u>	<u>66,443</u>	<u>(663,898)</u>
Cash flows from capital and financing activities			
Purchases of capital assets	(1,522,571)	-	693
Receipts from developers	-	-	-
Receipts from other governments	800,000	-	-
Principal paid on capital debt	-	-	-
Proceeds of capital debt	306,442	-	-
Interest paid on capital debt	(85,950)	-	-
Net cash provided (used) for capital and related financing activities	<u>(502,079)</u>	<u>-</u>	<u>693</u>
Cash flows from investing activities			
Investment income	639	1,307	2,585
Net cash provided by investing activities	<u>639</u>	<u>1,307</u>	<u>2,585</u>
Net change in cash and cash equivalents	(10,091)	17,233	(660,620)
Cash and cash equivalents, beginning of year	<u>78,243</u>	<u>321,922</u>	<u>815,002</u>
Cash and cash equivalents, end of year	<u>\$ 68,152</u>	<u>\$ 339,155</u>	<u>\$ 154,382</u>

See accompanying notes to financial statement.

Business-type Activities Enterprise Funds

<u>Solid Waste Impact Fees</u>	<u>Airport</u>	<u>Total</u>
\$ -	\$ 64,137	\$ 1,703,355
-	(34,209)	(1,334,783)
-	(37,607)	(732,306)
-	(7,679)	(363,734)
-	-	132,989
-	114,296	581,566
-	-	(467,270)
-	7,702	74,145
-	121,998	321,430
(9,923)	(112,414)	(1,644,215)
927	-	927
-	-	800,000
-	(4,043)	(4,043)
-	-	306,442
-	(56)	(86,006)
(8,996)	(116,513)	(626,895)
432	102	5,065
432	102	5,065
(8,564)	(2,092)	(664,134)
125,295	2,545	1,343,007
<u>\$ 116,731</u>	<u>\$ 453</u>	<u>\$ 678,873</u>

See accompanying notes to financial statement.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended June 30, 2010

	<u>Business-type Activities-Enterprise Funds</u>		
	<u>Liquid Waste</u>	<u>Solid Waste</u>	<u>Liquid Waste Impact Fees</u>
Reconciliation of operating loss to net cash provided (used) by operating activities			
Operating loss	\$ (208,868)	\$ (120,259)	\$ -
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:			
Depreciation	475,499	50,642	-
(Increase) decrease in:			
Accounts receivable	23,468	(12,128)	-
Due from other governments	(994,513)	-	-
Increase (decrease) in:			
Accounts payable	301,612	25,870	-
Accrued payroll and employee benefits	(488)	2,801	-
Retainages payable	106,556	-	-
Accrued liabilities	(8,194)	-	-
Compensated absences payable	(610)	2,557	-
Unearned revenue	-	-	-
Net cash provided (used) by operating activities	<u>\$ (305,538)</u>	<u>\$ (50,517)</u>	<u>\$ -</u>
Noncash investing, capital, and financing activities:			
Transfer of capital assets	\$ -	\$ 6,267	\$ -

See accompanying notes to financial statement.

<u>Business-type Activities-Enterprise Funds</u>		
<u>Solid Waste Impact Fees</u>	<u>Airport</u>	<u>Total</u>
\$ -	\$ (39,527)	\$ (368,654)
-	32,800	558,941
-	-	11,340
-	5,779	(988,734)
-	453	327,935
-	(1,442)	871
-	-	106,556
-	-	(8,194)
-	(1,075)	872
-	(4,667)	(4,667)
<u>\$ -</u>	<u>\$ (7,679)</u>	<u>\$ (363,734)</u>

\$ - \$ - \$ 6,267

See accompanying notes to financial statement.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
June 30, 2010

	<u>Pension Trust</u>
ASSETS	
Cash and cash equivalents	\$ 297,893
Total assets	<u>297,893</u>
LIABILITIES	
Total liabilities	<u>-</u>
NET ASSETS	
Held in trust for pension benefits	<u>\$ 297,893</u>

See accompanying notes to financial statement.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
Year Ended June 30, 2010

	<u>Pension Trust</u>
ADDITIONS	
Other revenue	\$ 5,566
Employer contributions	2,223
Employee contributions	<u>2,223</u>
Total other revenue	<u>10,012</u>
Investment income	
Net increase in fair value of investments	10,678
Interest on investments	<u>4,844</u>
Total investment income	<u>15,522</u>
Total additions	<u>25,534</u>
DEDUCTIONS	
Administration	3,118
Benefits	<u>2,531</u>
Total deductions	<u>5,649</u>
Net increase	19,885
Net assets, beginning of year	<u>278,008</u>
Net assets, end of year	<u><u>\$ 297,893</u></u>

See accompanying notes to financial statement.



FINANCIAL SECTION

NOTES TO FINANCIAL STATEMENTS



CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Coolidge, Arizona (City) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Reporting Entity

The City is a municipal government that is governed by a separately elected governing body. It is legally separate from and fiscally independent of other state and local governments. As required by accounting principles generally accepted in the United States of America, these financial statements present the City and its component units, entities for which the City is considered financially accountable. Blended component units, although legally separate entities, are in substance, part of the City's operations and so data from these units are combined with data from the City, the primary government.

Blended Component Units - *The City of Coolidge Municipal Property Corporation.* The Coolidge Municipal Property Corporation's (CMPC) board of directors consists of six members who are appointed by the Coolidge City Council. CMPC, which is a nonprofit corporation incorporated under the laws of the State of Arizona, was formed for the sole purpose of assisting the City in obtaining financing for various capital projects. All related receivables and payables between the City and the CMPC have been eliminated.

The City of Coolidge Industrial Development Authority. The Industrial Development Authority (IDA) board of directors consists of a seven-member board, which is appointed by the Coolidge City Council. The IDA, which is a nonprofit corporation incorporated under the laws of the State of Arizona, was formed to assist the City in obtaining financing for various capital projects and promoting economic development.

The Martin Valley Community Facilities District. The Martin Valley Community Facilities District (MVCFD) board of directors consists of a seven-member board comprised of all members of the City of Coolidge City Council. The MVCFD, which is a political subdivision under the laws of the State of Arizona, was formed to assist the developer with financing of public infrastructure.

The Sandia Community Facilities District. The Sandia Community Facilities District (SCFD) board of directors consists of a seven-member board comprised of all members of the City of Coolidge City Council. The SCFD, which is a political subdivision under the laws of the State of Arizona, was formed to assist the developer with financing of public infrastructure.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Separate financial statements of the blended component units are not prepared.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net assets and the statement of activities) present financial information about the City as a whole. For the most part, the effect of interfund activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the City. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, state-shared revenues, investment income and other items not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-wide Financial Statements - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the grantor or provider have been met. As a general rule, the effect on internal activity has been eliminated from the government-wide financial statements.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements - Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt services expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, licenses and permits, charges for service, special assessments and investment income associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Grants and similar awards are recognized as revenues as soon as all eligibility requirements imposed by the grantor or provider have been met. Miscellaneous revenue is not susceptible to accrual because generally they are not measurable until received in cash. Deferred revenues also arise when the City receives resources before it has legal claim to them, as when grant monies are received prior to meeting all eligibility requirements imposed by the provider.

Delinquent property taxes have been recorded as deferred revenue if not collected within 60 days. Receivables that will not be collected within the available period have also been reported as deferred revenue on the governmental fund financial statements.

The City reports the following major governmental funds:

General Fund - This fund is the general operating fund of the City. It accounts for all financial resources of the City, except those required to be accounted for in other funds.

Grants Fund - This fund accounts for the activity of various state and federal grants.

Impact Fees Fund - This fund accounts for the activity of the development fees assessed to offset the costs associated with providing necessary public services to new developments.

Capital Projects Fund - This fund accounts for the capital improvement, acquisitions and construction of various City projects funded by unrestricted resources.

Road Tax - Capital Projects Fund - This fund accounts for the capital improvement, acquisitions and construction of major roads through the use of county sales taxes.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City reports the following major proprietary funds:

Liquid Waste Fund - This fund accounts for the costs to operate, construct and finance the City's sewer utility operations.

Solid Waste Fund - This fund is used to account for the activities of the City's sanitation operations.

Liquid Waste Impact Fees Fund - This fund is used to account for monies collected from developers for the City's sewer utility operations.

Solid Waste Impact Fees Fund - This fund is used to account for monies collected from developers for the City's sanitation operations.

Municipal Airport Fund - This fund is used to account for the activities of the City's airport operations.

The City reports the following fiduciary fund:

Pension Trust Fund - This Pension Trust Fund is used to account for the City's Volunteer Firefighter's Relief and Pension Fund, a defined contribution plan for which the assets are held by the City in a trustee capacity.

Pursuant to GASB Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting, the City follows GASB guidance as applicable to its proprietary funds, and generally accepted accounting principles issued on or before November 30, 1989 that do not conflict with or contradict GASB Pronouncements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprises fund are charges to customers for wastewater and sanitation services, sales, and development fees. Operating expenses for these funds include the cost of sales and services, administrative expenses and depreciation. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources, as they are needed.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. The City's non-major funds are as follows:

Special Revenue Funds

Highway User Revenue Fund (HURF)
Local Transportation Assistance Fund (LTAF)
Court Surcharge Fund

Debt Service Fund

Capital Projects Funds

Sandia Community Facilities District Capital Projects
Martin Valley Community Facilities District Capital Projects

Fiduciary funds are reported by fund type.

D. Cash and Cash Equivalents

Cash represents amounts in demand deposits and amounts held in trust by financial institutions. The funds held in trust are available to the City upon demand. Cash equivalents are defined as short-term (original maturities of three months or less), highly liquid investments that are 1) readily convertible to known amounts of cash and 2) so near maturity that they present insignificant risk of changes in value because of changes in interest rates.

E. Investments

Arizona Revised Statutes (ARS) authorize the City to invest public monies in the State Treasurer's Local Government Investment Pool, interest-bearing savings account, certificates of deposit, and repurchase agreements in eligible depositories; bonds or other obligations of the U.S. government that are guaranteed as to principal and interest by the U.S. government; and bonds of the State of Arizona counties, cities, school districts, and special districts as specified by statute. The City has no formal policy relating to interest-rate risk or credit risk of investments, though in practice invests in highly liquid, low risk investments.

F. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of the interfund loans).

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

All trade and property tax receivables are shown net of allowance for uncollectibles. Trade accounts receivable in excess of 90 days comprise the trade accounts receivables allowance for uncollectibles.

Property taxes are levied by the City and collected by the Pinal County Treasurer. Property taxes are levied no later than the third Monday in August and are payable in two installments due October 1 of the current year and March 1 of the subsequent year. Taxes become delinquent after the first business day of November and May, respectively. Interest attaches on installments after the delinquent date. Pursuant to ARS, a lien against assessed real and personal property attaches on the first day of January preceding assessment and levy; however according to case law, an enforceable legal claim to the asset does not arise.

G. Prepaid Items

Certain payments to vendors reflect the cost applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

H. Capital Assets

Capital assets, which include land, buildings, improvements other than buildings, vehicles, machinery, equipment, construction in progress, intangibles and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized in the current year.

Certain capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Infrastructure	20-50
Buildings and improvements	20-50
Sewer collection system	20-50
Land improvements	20
Furniture, vehicles, machinery and equipment	5-20

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Compensated Absences

The City's employee vacation and sick leave policies provide for granting vacation and sick leave with pay. Sick leave and vacation benefits vest at the employee's current rate of pay. The current and long-term liabilities for accumulated vacation and sick leave are reported on the government-wide financial statements and in the proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee leave, resignation and retirements. Resources from the General Fund are generally used to liquidate the governmental funds liabilities compensated absences.

J. Long-term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net assets.

K. Fund Equity

In the fund financial statements, governmental funds report reservations of the fund balance for amounts that are not available for expenditures or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent management's intended use of resources and reflect actual plans approved by the government's senior management. At June 30, 2010, the City reserved fund balance for several various purposes.

L. Interfund Activity

Flows of cash from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers between governmental funds are eliminated in the Statement of Activities. Interfund transfers in the fund statements are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds.

M. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

N. Budgetary Data

According to the laws of the State of Arizona, all operating budgets must be approved by their governing board on or before the second Monday in August to allow sufficient time for legal announcements and hearings required for the adoption of the property tax levy on the third Monday in August.

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In April, the proposed budget for the following fiscal year is presented by the City Manager to the City Council. The budget includes proposed expenditures and the means of financing them. Public meetings are held to obtain citizen comment.

Prior to June 30, the City Council legally enacts the budget, through the passage of an ordinance. The ordinance sets the limit for expenditures for the year, within the voter mandated state expenditure limitation. Additional expenditures may be authorized if directly necessitated by a natural or man-made disaster as prescribed in the state constitution. There were no supplemental appropriations made during fiscal year 2010.

The maximum legal expenditure permitted for the year is the total budget as adopted. All funds of the City have legally adopted budgets except for the Court Surcharge. The City adopts the budget by fund for all funds.

The initial budget for the fiscal year may be amended during the year in a legally permissible manner.

The City Manager is generally authorized to transfer budgeted amounts within any specific department's expenditure appropriation and between departments within the same fund. Any budget revisions requiring a transfer between funds must be approved by the City Council.

All unencumbered expenditure appropriations expire at the end of the fiscal year.

Encumbered amounts are re-budgeted in the following year as deemed appropriate and necessary after review by the Finance staff. Budgetary carry forwards are approved by the City Council.

The City approves its annual budget consistent with GAAP. GASB Statement #34 requires that budgetary comparison statements for the General Fund and major revenue funds be presented in the annual financial statements. These statements must display original budget, amended budget and actual results (on a budgetary basis).

NOTE 2 CASH AND INVESTMENTS

At June 30, 2010, cash and cash equivalents are presented in the funds as follows:

	Governmental Activities	Business Activities	Fiduciary Fund	Total
Cash and cash equivalents	<u>\$ 5,491,391</u>	<u>\$ 678,873</u>	<u>\$ 297,893</u>	<u>\$ 6,468,157</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 2 CASH AND INVESTMENTS (Continued)

Deposits

At June 30, 2010, the City had \$27,418 of cash on hand. The carrying amount of the City's cash in bank totaled \$5,880,074 and the bank balance was \$6,045,599 on June 30, 2010. The City's deposits at June 30, 2010 were covered by Federal Depository Insurance to the extent of \$472,882. Deposits of \$5,572,717 were collateralized with securities held by the pledging financial institution or by its trust department or agent but not in the depositor-government's name. The City has entered into an agreement with their bank in which idle funds in their deposit accounts are swept into overnight investment purchases.

Investments

ARS authorize the City to invest public monies in the State Treasurer's Local Government Investment Pool, interest-bearing savings account, certificates of deposit, and repurchase agreements in eligible depositories; bonds or other obligations of the U.S. government that are guaranteed as to principal and interest by the U.S. government; and bonds of the State of Arizona counties, cities, school districts, and special districts as specified by statute.

The City invests in the Local Government Investment Pool 7 (LGIP), an investment pool managed by the State Treasurer's Office that allows governments within the State to pool their funds for investment purposes. The LGIP is not registered with the Securities Exchange Commission under the 1940 Investment Advisors Act. The State Board of Investment has oversight responsibilities of the investment pool in accordance with ARS 35-311. The pool's policy is to invest in fixed-rate securities with a final maturity less than 36 months from the settlement date of the purchase and variable-rate securities with final maturity less than 5 years. The dollar weighted average portfolio maturity is less than 240 days. The net asset value per share of the pool at June 30, 2010 was \$1.00. The Arizona State Treasurer issues a publicly available financial report that includes financial statements and required supplementary information. Copies may be obtained by contacting the Arizona State Treasurer, 1700 West Washington, Phoenix, Arizona 85007.

Funds held in the State Treasurer's Local Government Investment Pool represent a proportionate interest in the pool's portfolio; however, the City's portion is not identified with specific investments and is not subject to custodial credit risk. At June 30, 2010, the City's funds invested with the State Treasurer totaled \$313,105.

The City also owns investments that belong to the City's Volunteer Fire Department. These funds are held by Wilmington Trust and consist of multiple money market funds and mutual funds. The maturities of these investments are usually less than 30 days. The Fiduciary Fund investments have a value of \$247,559 at June 30, 2010.

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2010

NOTE 2 CASH AND INVESTMENTS (Continued)

Interest Rate Risk

Interest rate risk is the risk of changes in market interest rates that will adversely affect the fair value of an investment. The City does not have a formal policy regarding interest rate risk. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. All investments have maturities of less than 12 months.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. The City does not have a formal policy regarding credit risk. Credit risk is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the actual rating as of year-end for each investment type.

Governmental funds		<u>Ratings as of Year-End</u>
<u>Investment Type</u>	<u>Total</u>	<u>Unrated</u>
LGIP	<u>\$ 280,243</u>	<u>\$ 280,243</u>
	<u>\$ 280,243</u>	<u>\$ 280,243</u>
Proprietary funds		<u>Ratings as of Year-End</u>
<u>Investment Type</u>	<u>Total</u>	<u>Unrated</u>
LGIP	<u>\$ 32,862</u>	<u>\$ 32,862</u>
	<u>\$ 32,862</u>	<u>\$ 32,862</u>
Fiduciary funds		<u>Ratings as of Year-End</u>
<u>Investment Type</u>	<u>Total</u>	<u>Unrated</u>
Money market funds	\$ 7,493	\$ 7,493
Mutual funds	240,066	240,066
	<u>\$ 247,559</u>	<u>\$ 247,559</u>

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2010

NOTE 3 RECEIVABLES

Receivables, net of allowance for uncollectibles, as of year-end for the City's individual major governmental funds and nonmajor governmental funds in the aggregate are as follows:

Governmental Activities:

	General Fund	Grants	Capital Projects Fund	Road Tax Capital Projects	Non-Major Governmental Fund	Total
Receivables:						
Taxes	\$ 55,916	\$ -	\$ -	\$ -	\$ 61,814	\$ 117,730
Accounts	505,000	-	-	43,482	-	548,482
	<u>560,916</u>	<u>-</u>	<u>-</u>	<u>43,482</u>	<u>61,814</u>	<u>666,212</u>
Less:						
Allowance	-	-	-	-	-	-
Net receivables	<u>\$ 560,916</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,482</u>	<u>\$ 61,814</u>	<u>\$ 666,212</u>

The following table summarizes the City's receivables for the enterprise funds as of June 30, 2010.

Business-type Activities:

	Liquid Waste Fund	Solid Waste Fund	Liquid Waste Impact Fees Fund	Solid Waste Impact Fees Fund	Airport Fund	Total
Receivables:						
Accounts	\$ 350,602	\$ 420,087	\$ -	\$ -	\$ -	\$ 770,689
Less:						
Allowance	(310,889)	(310,889)	-	-	-	(621,778)
Net receivables	<u>\$ 39,713</u>	<u>\$ 109,198</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 148,911</u>

Revenues of the Liquid Waste Fund and Solid Waste Fund are reported net of uncollectible amounts. Total uncollectible amounts related to liquid waste and solid waste revenues of the current period are \$17,249 and zero, respectively.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 4 CAPITAL ASSETS

A summary of capital assets activity for the fiscal year ended June 30, 2010 follows:

Governmental Activities	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Capital assets, not being depreciated:					
Land	\$ 1,953,409	\$ -	\$ -	\$ -	\$ 1,953,409
Construction in progress	1,119,878	2,059,295	-	(589,641)	2,589,532
Total capital assets not being depreciated	3,073,287	2,059,295	-	(589,641)	4,542,941
Capital assets, being depreciated:					
Infrastructure	64,194,053	66,726	-	85,182	64,345,961
Buildings and improvements	12,272,872	-	-	-	12,272,872
Vehicles, furniture and equipment	5,114,502	445,322	(20,613)	512,141	6,051,352
Total capital assets being depreciated	81,581,427	512,048	(20,613)	597,323	82,670,185
Less accumulated depreciation for:					
Infrastructure	(13,730,105)	(2,295,530)	-	(1,415)	(16,027,050)
Buildings and improvements	(2,746,287)	(244,708)	-	-	(2,990,995)
Vehicles, furniture and equipment	(3,052,869)	(467,727)	8,417	-	(3,512,179)
Total accumulated depreciation	(19,529,261)	(3,007,965)	8,417	(1,415)	(22,530,224)
Total capital assets, being depreciated, net	62,052,166	(2,495,917)	(12,196)	595,908	60,139,961
Governmental activities capital assets, net	\$ 65,125,453	\$ (436,622)	\$ (12,196)	\$ 6,267	\$ 64,682,902

Business-Type Activities	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Capital assets, not being depreciated:					
Land	\$ 1,200,000	\$ -	\$ -	\$ -	\$ 1,200,000
Construction in progress	20,124	1,448,792	-	-	1,468,916
Total capital assets not being depreciated	1,220,124	1,448,792	-	-	2,668,916
Capital assets, being depreciated:					
Land improvements	1,570,671	-	-	(7,682)	1,562,989
Airport hangar and improvements	115,160	-	-	-	115,160
Sewer treatment plant and collection system	21,842,351	171,774	-	-	22,014,125
Vehicles, machinery and equipment	1,120,406	14,419	-	-	1,134,825
Total capital assets being depreciated	24,648,588	186,193	-	(7,682)	24,827,099
Less accumulated depreciation for:					
Land improvements	(283,303)	(32,639)	-	1,415	(314,527)
Airport hangar and improvements	(66,175)	(161)	-	-	(66,336)
Sewer treatment plant and collection system	(1,990,597)	(438,039)	-	-	(2,428,636)
Vehicles, machinery and equipment	(469,385)	(88,102)	-	-	(557,487)
Total accumulated depreciation	(2,809,460)	(558,941)	-	1,415	(3,366,986)
Total capital assets, being depreciated, net	21,839,128	(372,748)	-	(6,267)	21,460,113
Business-Type activities capital assets, net	\$ 23,059,252	\$ 1,076,044	\$ -	\$ (6,267)	\$ 24,129,029

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 4 CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
General government	\$ 109,051
Public safety	381,409
Highway and streets	2,361,434
Culture and recreation	156,071
Total depreciation expense	<u>\$ 3,007,965</u>
Business-type activities	
Wastewater	\$ 475,499
Sanitation	50,642
Airport	32,800
Total depreciation expense	<u>\$ 558,941</u>

NOTE 5 LOANS PAYABLE

The City issued long-term loans payable to provide funds for the acquisition and construction of major capital facilities. The loans payable at June 30, 2010, are as follows:

Description	Interest Rate (Including Fees)	Maturity	Outstanding Principal June 30, 2010	Due Within One Year
Governmental activities:				
Greater Arizona Development Authority Note	2.00%	08/01/03 - 22	\$ 2,790,000	\$ 165,000
Total Governmental activities			<u>\$ 2,790,000</u>	<u>\$ 165,000</u>
Business-type activities:				
Water Infrastructure Finance Authority Note	3.75%	07/01/98 - 18	324,727	31,000
Water Infrastructure Finance Authority Note	2.97%	07/01/10 - 29	377,736	82,141
Total Business-type activities			<u>\$ 702,463</u>	<u>\$ 113,141</u>
Total			<u>\$ 3,492,463</u>	<u>\$ 278,141</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 5 LOANS PAYABLE (Continued)

Annual debt service requirements to maturity on the loans payable at June 30, 2010 are summarized as follows:

Fiscal year ending June 30,	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	165,000	117,950	113,141	80,570	\$ 278,141	\$ 198,520
2012	175,000	111,150	116,742	72,014	291,742	183,164
2013	180,000	104,050	120,459	68,238	300,459	172,288
2014	185,000	96,750	124,295	64,341	309,295	161,091
2015	195,000	89,150	70,169	26,517	265,169	115,667
2016-2020	1,105,000	311,854	157,657	12,094	1,262,657	323,948
2021-2025	785,000	56,993	-	-	785,000	56,993
Total	<u>\$2,790,000</u>	<u>\$ 887,897</u>	<u>\$ 702,463</u>	<u>\$ 323,774</u>	<u>\$3,492,463</u>	<u>\$1,211,671</u>

NOTE 6 CAPITAL LEASES

Leases at June 30, 2010, included the following:

Governmental activities:

Lease with option to purchase a grader. Semiannual installments of \$40,209 including interest of 4.276%, due through April 15, 2011. \$ 77,911

Lease with option to purchase the Kenilworth Sports Complex. Semiannual payments of approximately \$116,338 including interest of 4.15%, due through March 30, 2016. 1,224,770

Total Governmental Activities Capital Lease Obligation \$ 1,302,681

The minimum lease payments by year are:

Fiscal year ending June 30,	Governmental Activities
2011	\$ 313,091
2012	232,676
2013	232,677
2014	232,672
2015	232,675
Thereafter	<u>232,673</u>
Total minimum lease payments	1,476,464
Less: amount representing interest	<u>(173,783)</u>
Present value of future minimum lease payments	1,302,681
Less: current portion	<u>(261,661)</u>
Noncurrent portion	<u>\$ 1,041,020</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 6 CAPITAL LEASES (Continued)

Leased Capital Assets

The following is an analysis of the leased assets included in capital assets:

Asset	Governmental Activities
Land	\$ 2,500,000
Vehicles	-
Equipment	366,256
Subtotal	2,866,256
Less accumulated depreciation	(325,550)
Total	\$ 2,540,706

NOTE 7 LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require that the City place a final cover on its landfill and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. The estimated liabilities for landfill closure and post closure care are \$414,642 and \$235,667, respectively, which represent the estimated current costs that would be incurred if all equipment, facilities and services required to close, monitor and maintain the landfill were acquired as of June 30, 2010. However, the actual costs of closure and post closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

NOTE 8 CHANGES IN LONG-TERM LIABILITIES

Long-term liabilities activity for the year ended June 30, 2010 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Compensated absences	\$ 312,469	\$ 272,295	\$ (263,521)	\$ 321,243	\$ 321,243
Loans payable	2,950,000	-	(160,000)	2,790,000	165,000
Capital leases	1,599,330	-	(296,649)	1,302,681	261,661
Landfill closure and postclosure costs	642,662	7,647	-	650,309	-
Governmental activities long-term liabilities	\$ 5,504,461	\$ 279,942	\$ (720,170)	\$ 5,064,233	\$ 747,904
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities					
Compensated absences	\$ 39,700	\$ 39,835	\$ (38,963)	\$ 40,572	\$ 40,572
Loans payable	400,064	377,736	(75,337)	702,463	113,141
Business-type activities long-term liabilities	\$ 439,764	\$ 417,571	\$ (114,300)	\$ 743,035	\$ 153,713

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2010

NOTE 9 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At June 30, 2010, interfund balances were as follows:

Interfund receivable/payable:

Fund	Receivable Amount	Payable Amount
Grants Fund	\$ -	\$ 354,730
Impact Fees	-	196,628
Capital Projects	684,347	-
Road Tax Capital Projects	25,303	-
Non-Major Governmental Funds	-	25,303
Liquid Waste	-	329,617
Liquid Waste Impact Fees	196,628	-
Total	\$ 906,278	\$ 906,278

All interfund borrowing resulted from the borrowing of funds to cover cash deficit.

Interfund transfers:

Fund	Transfers Out	Transfers In
General Fund	\$ 96,082	\$ -
Grants	103,188	60,750
Capital Projects	315,165	-
Road Tax Capital Projects	350,984	-
Non-Major Governmental Funds	-	690,373
Liquid Waste Fund	-	467,270
Liquid Waste Impact Fees Fund	467,270	-
Airport	-	114,296
Total	\$ 1,332,689	\$ 1,332,689

NOTE 10 CONTINGENT LIABILITIES

Federal and State grants and loans- The City has received a number of grants and loans from both the Federal and State governments. Although the programs have been audited, not all audits have been approved as of June 30, 2010; however, the City expects no material disallowances of expenditures.

Lawsuits – The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City’s legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 11 RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The City's insurance protection is provided by the Arizona Municipal Risk Retention Pool, of which the City is a participating member.

The Arizona Municipal Risk Retention Pool is structured such that member premiums are based on an actuarial review that will provide adequate reserves to allow the pool to meet its expected financial obligations. The pool has authority to assess its members additional premiums should reserve and annual premiums be insufficient to meet the pool's obligations. The maximum liability for the City for the fiscal year is \$10,000 and the deductible is \$5,000 per occurrence.

The City is insured by the Workers' Compensation Insurance Fund for potential worker-related accidents.

NOTE 12 RETIREMENT PLANS

All full-time City employees are covered by one of two contributory retirement and pension plans, which are administered by the State of Arizona under State Statute.

Arizona State Retirement Plan

Plan Description - The *Arizona State Retirement System (ASRS)* administers a cost-sharing multiple-employer defined benefits pension plan that covers general employees of the City. The ASRS is governed by the Arizona State Retirement System Board according to the provisions of ARS Title 38, Chapter 5, Article 2. Benefits are established by state statute and generally provide retirement, death, long-term disability, survivor, and health insurance premium benefits. ASRS issues a publicly available report that includes financial statements and required supplementary information. The report may be obtained in writing at Arizona State

Retirement System, 3300 Central Avenue, P.O. Box 33910, Phoenix, Arizona 85067 or by calling 602-240-2200 or 1-800-621-3778.

Funding Policy - The Arizona State Legislature establishes and may amend active plan members' and the City's contribution rates. For the year ended June 30, 2010, active ASRS members and the City were each required by statute to contribute at the actuarially determined rate of 9.0 percent (8.6 percent retirement and .40 percent long-term disability) of the member's annual covered payroll. The City's contributions to ASRS for the years ended June 30, 2010, 2009, and 2008 were \$418,690, \$430,374, and \$444,812, respectively, which were equal to the required contributions for the year.

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2010

NOTE 12 RETIREMENT PLANS (Continued)

Arizona Public Safety Personnel Retirement System

Plan Description - The *Public Safety Personnel Retirement System* (PSPRS) is an agent multiple-employer defined benefit pension plan that covers public safety personnel who are regularly assigned hazardous duty as employees of the State of Arizona or one of its political subdivisions. The PSPRS acting as a common investment and administrative agent is governed by a five-member board, known as The Fund Manager, and 167 local boards according to the provisions of ARS Title 38, Chapter 5, Article 4. The City contributes to one PSPRS plan for police and one for firefighters. Benefits are established by state statute and generally provide retirement, death, long-term disability, survivor, and health insurance premium benefits. PSPRS issues a publicly available report that includes financial statements and required supplementary information. The report may be obtained in writing at PSPRS, 1020 East Missouri Avenue, Phoenix, Arizona 85014 or by calling 602-255-5575.

Funding Policy – The Arizona State Legislature establishes and may amend active plan members' and the City's contribution rates. For the year ended June 30, 2010, active PSPRS members were required by statute to contribute 7.65 percent of the members' annual covered payroll, and the City was required to contribute at the actuarially determined rate of 14.83% and 7.53% of the covered payroll to the Plan for the Police and Firefighters, respectively. The annual pension cost and related information was not yet available for the year ended June 30, 2010.

Annual Pension Cost - The City's pension cost for the agent plan for the year ended June 30, 2009, and related information follows:

Contribution Rates:	PSPRS – Police	PSPRS - Fire
City	14.83%	7.53%
Plan members	7.65%	7.65%
Annual pension cost	\$320,987	\$15,509
Contributions made	\$320,987	\$15,509
Actuarial valuation date	June 30, 2009	June 30, 2009
Actuarial cost method	Projected Unit Credit	Projected Unit Credit
Actuarial assumptions:		
Investment rate of return	8.5%	8.5%
Projected salary increases	5.5% - 8.5%	5.5% - 8.5%
Includes inflation at cost-of-living adjustment	5.0%	5.0%
Amortization method	Level Percent Open	Level Percent Open
Remaining amortization period	Open 20 Years	Open 20 Years
Asset valuation method	Smoothed Market	Smoothed Market
Post retirement benefit increases	Based on Income	Based on Income

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2010

NOTE 12 RETIREMENT PLANS (Continued)

Trend Information – The City joined the PSPRS for firefighters in 2007. Information for the PSPRS plan as of the most recent actuarial valuations follows:

Plan	Year Ended June 30,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PSPRS - Police	2009	\$ 320,987	100.0%	
	2008	236,833	100.0%	-
	2007	170,750	100.0%	-
PSPRS - Fire	2009	\$ 15,509	100.0%	-
	2008	13,903	100.0%	-
	2007	4,143	100.0%	-

Funding Progress - An analysis of funding progress for each of the agent plan as most recent actuarial valuations, June 30, 2009 follows:

PSPR - Coolidge Police Plan:

Valuation Date June 30,	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	Unfunded AAL as a Percent of Covered Payroll ((b-a)/c)
2009	\$4,126,077	\$6,108,449	1,982,372	67.5%	\$1,638,561	121.0%
2008	3,884,227	5,612,257	1,728,030	69.2%	1,734,347	99.6%
2007	3,633,892	5,789,982	2,156,090	62.8%	1,594,868	135.2%

PSPR - Coolidge Fire Plan:

Valuation Date June 30,	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	Unfunded AAL as a Percent of Covered Payroll ((b-a)/c)
2009	\$ 87,616	\$ 57,054	\$ (30,562)	153.6%	\$ 151,844	-20.1%
2008	37,115	27,481	(9,634)	135.1%	189,428	-5.1%
2007	8,279	870	(7,409)	951.6%	185,182	-4.0%

City of Coolidge Volunteer Fireman's Pension Plan

The City of Coolidge Part-time Firemen's Pension Plan is a single-employer defined contribution plan, which was approved by the City Council on January 1, 1988. The authority to establish and amend benefit provisions rests with the City Council.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 12 RETIREMENT PLANS (Continued)

The assets of the plan are valued annually and the earnings or loss is distributed among the participant's accounts in the plan. The only expenditures being made from this fund are administration fees, retirement payments, and refunds to those firefighters who leave the service of the Fire Department before becoming eligible for pension benefits. The cost of administering the plan is financed from investment earnings. Retirement with full benefits can be at age sixty-two (62) or twenty years of credited service. Volunteer fire fighters are 50% vested after 20 years of service with a 10% increase for each additional year. Fire fighters are fully vested after 25 years of service. As of June 30, 2010, there were 23 eligible employees participating in the plan. The plan is administered by the City and a board of trustees for the City's volunteer fire fighters.

Each participant must contribute 5% of covered compensation, which is equally matched by the City. Total covered compensation to volunteer fire fighters for the year ended June 30, 2010, was \$47,164 and the City's required and actual contributions amounted to \$2,223.

As of June 30, 2010, the plan's assets consisted of the following:

Cash	\$ 50,334
Money market funds	7,493
Mutual funds	240,066
	<u>\$ 297,893</u>

The plan has never had an actuarial valuation; however, benefits cannot exceed plan assets. The market values of mutual funds are determined from readily available market quotations.

The fund uses the accrual basis of accounting. Contributions are recognized when earned; benefits and refunds are expensed when incurred.

NOTE 13 DEFICIT FUND BALANCE

Grants Fund Deficit Fund Balance- At June 30, 2010, the Grants Fund contains a deficit fund balance of \$282,022 in the fund financial statements. Future revenues are expected to cover this deficit.

Impact Fees Fund Deficit Fund Balance- At June 30, 2010, the Impact Fees Fund contains a deficit fund balance of \$196,628 in the fund financial statements. Future revenues are expected to cover this deficit.

OTHER SUPPLEMENTARY INFORMATION

COMBINING FUND FINANCIAL STATEMENTS

CITY OF COOLIDGE, ARIZONA
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 June 30, 2010

	Special Revenue		
	Highway User Fund	LTAF	Court Surcharge
ASSETS			
Cash and cash equivalents	\$ -	\$ 159,886	\$ 51,875
Taxes receivable	61,814	-	-
Total assets	<u>\$ 61,814</u>	<u>\$ 159,886</u>	<u>\$ 51,875</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 15,865	\$ 150,199	\$ -
Accrued payroll and employee benefits	20,646	9,687	-
Due to other funds	25,303	-	-
Total liabilities	<u>61,814</u>	<u>159,886</u>	<u>-</u>
Fund balances			
Unreserved, reported in:			
Special revenue	-	-	51,875
Capital Improvements	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>51,875</u>
Total liabilities and fund balances	<u>\$ 61,814</u>	<u>\$ 159,886</u>	<u>\$ 51,875</u>

Debt Service	Capital Projects		Total Non-Major Governmental Funds
	Sandia CFD	Martin Valley CFD	
\$ -	\$ 9,286	\$ 25,822	\$ 246,869
-	-	-	61,814
<u>\$ -</u>	<u>\$ 9,286</u>	<u>\$ 25,822</u>	<u>\$ 308,683</u>
\$ -	\$ -	\$ -	\$ 166,064
-	135	470	30,938
-	-	-	25,303
<u>-</u>	<u>135</u>	<u>470</u>	<u>222,305</u>
-	-	-	51,875
-	9,151	25,352	34,503
<u>-</u>	<u>9,151</u>	<u>25,352</u>	<u>86,378</u>
<u>\$ -</u>	<u>\$ 9,286</u>	<u>\$ 25,822</u>	<u>\$ 308,683</u>

CITY OF COOLIDGE, ARIZONA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 Year Ended June 30, 2010

	Special Revenue			
	Highway User Fund	LTAF	Court Surcharge	Debt Service
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	678,138	46,813	428	-
Fines and forfeitures	-	-	5,830	-
Charges for services	9,800	19,686	-	-
Investment income	-	56	184	-
Miscellaneous	502	-	-	-
Total revenues	<u>688,440</u>	<u>66,555</u>	<u>6,442</u>	<u>-</u>
EXPENDITURES				
Current				
Public safety	-	-	1,827	-
Highway and streets	1,094,352	186,103	-	-
Community development	-	-	-	-
Capital outlay	-	31,134	-	-
Debt service				
Principal retirement	-	-	-	160,000
Interest and debt costs	-	-	-	124,031
Total expenditures	<u>1,094,352</u>	<u>217,237</u>	<u>1,827</u>	<u>284,031</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(405,912)</u>	<u>(150,682)</u>	<u>4,615</u>	<u>(284,031)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>350,984</u>	<u>55,358</u>	<u>-</u>	<u>284,031</u>
Total other financing sources (uses)	<u>350,984</u>	<u>55,358</u>	<u>-</u>	<u>284,031</u>
Net change in fund balances	(54,928)	(95,324)	4,615	-
Fund balances, beginning of year	<u>54,928</u>	<u>95,324</u>	<u>47,260</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 51,875</u>	<u>\$ -</u>

Capital Projects		Total Non-Major Government Funds
Sandia CFD	Martin Valley CFD	
\$ 5,290	\$ 6,885	\$ 12,175
-	-	725,379
-	-	5,830
-	-	29,486
18	37	295
-	4,492	4,994
<u>5,308</u>	<u>11,414</u>	<u>778,159</u>
-	-	1,827
-	-	1,280,455
1,921	1,853	3,774
261	771	32,166
-	-	160,000
-	-	124,031
<u>2,182</u>	<u>2,624</u>	<u>1,602,253</u>
<u>3,126</u>	<u>8,790</u>	<u>(824,094)</u>
-	-	690,373
-	-	690,373
3,126	8,790	(133,721)
<u>6,025</u>	<u>16,562</u>	<u>220,099</u>
<u>\$ 9,151</u>	<u>\$ 25,352</u>	<u>\$ 86,378</u>



OTHER SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULES

MAJOR GOVERNMENTAL FUNDS

CITY OF COOLIDGE, ARIZONA
GENERAL GOVERNMENT IMPACT FEES
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-BUDGET
AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 1,565,576	\$ 1,565,576	\$ 125,395	\$ (1,440,181)
Investment income	18,000	18,000	3,466	(14,534)
Miscellaneous	250,529	250,529	-	(250,529)
Total revenues	<u>1,834,105</u>	<u>1,834,105</u>	<u>128,861</u>	<u>(1,705,244)</u>
EXPENDITURES				
Current				
Highways and streets	150,000	150,000	-	150,000
Capital outlay	1,472,427	1,472,427	353,549	1,118,878
Debt service				
Principal retirement	176,360	176,360	176,360	-
Interest and debt cost	56,317	56,317	56,317	-
Total expenditures	<u>1,855,104</u>	<u>1,855,104</u>	<u>586,226</u>	<u>1,268,878</u>
Excess (deficiency) of revenues over (under) expenditures	(20,999)	(20,999)	(457,365)	(436,366)
Fund balance, beginning of year	<u>1,558,507</u>	<u>1,558,507</u>	<u>260,737</u>	<u>(1,297,770)</u>
Fund balance, end of year	<u>\$ 1,537,508</u>	<u>\$ 1,537,508</u>	<u>\$ (196,628)</u>	<u>\$ (1,734,136)</u>

CITY OF COOLIDGE, ARIZONA
 CAPITAL IMPROVEMENT PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-BUDGET
 AND ACTUAL
 Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Investment income	\$ 12,000	\$ 12,000	\$ 7,405	\$ (4,595)
Miscellaneous	44,153	44,153	44,153	-
Total revenues	<u>56,153</u>	<u>56,153</u>	<u>51,558</u>	<u>(4,595)</u>
EXPENDITURES				
Current				
Capital outlay	1,635,200	1,635,200	136,670	1,498,530
Debt service				
Principal retirement	45,847	45,847	42,200	3,647
Interest and debt cost	2,355	2,355	2,355	-
Total expenditures	<u>1,683,402</u>	<u>1,683,402</u>	<u>181,225</u>	<u>1,502,177</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,627,249)</u>	<u>(1,627,249)</u>	<u>(129,667)</u>	<u>1,497,582</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(510,270)</u>	<u>(510,270)</u>	<u>(315,165)</u>	<u>195,105</u>
Total other financing sources (uses)	<u>(510,270)</u>	<u>(510,270)</u>	<u>(315,165)</u>	<u>195,105</u>
Net change in fund balance	(2,137,519)	(2,137,519)	(444,832)	1,692,687
Fund balance, beginning of year	<u>2,137,519</u>	<u>2,137,519</u>	<u>2,062,387</u>	<u>(75,132)</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,617,555</u>	<u>\$ 1,617,555</u>

CITY OF COOLIDGE, ARIZONA
ROAD TAX CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-BUDGET
AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 705,982	\$ 705,982	\$ 548,533	\$ (157,449)
Investment income	18,000	18,000	7,084	(10,916)
Miscellaneous	-	-	477	477
Total revenues	<u>723,982</u>	<u>723,982</u>	<u>556,094</u>	<u>(167,888)</u>
EXPENDITURES				
Capital outlay	1,931,855	1,931,855	106,989	1,824,866
Debt service				
Principal retirement	74,683	74,683	74,684	(1)
Interest and debt cost	5,735	5,735	5,735	-
Total expenditures	<u>2,012,273</u>	<u>2,012,273</u>	<u>187,408</u>	<u>1,824,865</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,288,291)</u>	<u>(1,288,291)</u>	<u>368,686</u>	<u>1,656,977</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(439,584)</u>	<u>(439,584)</u>	<u>(350,984)</u>	<u>88,600</u>
Total other financing sources (uses)	<u>(439,584)</u>	<u>(439,584)</u>	<u>(350,984)</u>	<u>88,600</u>
Net change in fund balance	(1,727,875)	(1,727,875)	17,702	1,745,577
Fund balance, beginning of year	<u>1,727,875</u>	<u>1,727,875</u>	<u>1,776,310</u>	<u>48,435</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,794,012</u>	<u>\$ 1,794,012</u>

OTHER SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULES

NON-MAJOR GOVERNMENTAL FUNDS
AND ENTERPRISE FUNDS

CITY OF COOLIDGE, ARIZONA
HIGHWAY USER FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-BUDGET
AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 691,690	\$ 691,690	\$ 678,138	\$ (13,552)
Charges for services	-	-	9,800	9,800
Investment income	100	100	-	(100)
Miscellaneous	200	200	502	302
Total revenues	<u>691,990</u>	<u>691,990</u>	<u>688,440</u>	<u>(3,550)</u>
EXPENDITURES				
Current				
Highways and streets	<u>1,131,574</u>	<u>1,131,574</u>	<u>1,094,352</u>	<u>37,222</u>
Total expenditures	<u>1,131,574</u>	<u>1,131,574</u>	<u>1,094,352</u>	<u>37,222</u>
Excess (deficiency) of revenues over (under) expenditures	(439,584)	(439,584)	(405,912)	33,672
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>439,584</u>	<u>439,584</u>	<u>350,984</u>	<u>(88,600)</u>
Total other financing sources (uses)	<u>439,584</u>	<u>439,584</u>	<u>350,984</u>	<u>(88,600)</u>
Net change in fund balance	-	-	(54,928)	(54,928)
Fund balance, beginning of year	-	-	54,928	54,928
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF COOLIDGE, ARIZONA
 LTAF FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-BUDGET
 AND ACTUAL
 Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 53,702	\$ 53,702	\$ 46,813	\$ (6,889)
Charges for Services	22,000	22,000	19,686	(2,314)
Investment income	-	-	56	56
Total revenues	<u>75,702</u>	<u>75,702</u>	<u>66,555</u>	<u>(9,147)</u>
EXPENDITURES				
Current				
Highways and streets	257,856	257,856	186,103	71,753
Capital outlay	226,220	226,220	31,134	195,086
Total expenditures	<u>484,076</u>	<u>484,076</u>	<u>217,237</u>	<u>266,839</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(408,374)</u>	<u>(408,374)</u>	<u>(150,682)</u>	<u>257,692</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>408,374</u>	<u>408,374</u>	<u>55,358</u>	<u>(353,016)</u>
Total other financing sources (uses)	<u>408,374</u>	<u>408,374</u>	<u>55,358</u>	<u>(353,016)</u>
Net change in fund balance	-	-	(95,324)	(95,324)
Fund balance, beginning of year	-	-	95,324	95,324
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF COOLIDGE, ARIZONA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-BUDGET
AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Debt Service				
Principal retirement	160,019	160,019	160,000	19
Interest and debt costs	124,031	124,031	124,031	-
Total expenditures	284,050	284,050	284,031	19
Excess (deficiency) of revenues over (under) expenditures	(284,050)	(284,050)	(284,031)	19
OTHER FINANCING SOURCES (USES)				
Transfers in	284,050	284,050	284,031	(19)
Total other financing sources (uses)	284,050	284,050	284,031	(19)
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -

CITY OF COOLIDGE, ARIZONA
SANDIA COMMUNITY FACILITIES DISTRICT CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-BUDGET
AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 5,198	\$ 5,198	\$ 5,290	\$ 92
Investment income	50	50	18	(32)
Contributions	10,913	10,913	-	(10,913)
Total revenues	<u>16,161</u>	<u>16,161</u>	<u>5,308</u>	<u>(10,853)</u>
EXPENDITURES				
Current:				
Highways and streets	3,198	3,198	1,921	1,277
Capital outlay	12,963	12,963	261	12,702
Total expenditures	<u>16,161</u>	<u>16,161</u>	<u>2,182</u>	<u>13,979</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	3,126	3,126
Fund balance, beginning of year	-	-	6,025	6,025
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,151</u>	<u>\$ 9,151</u>

CITY OF COOLIDGE, ARIZONA
MARTIN VALLEY COMMUNITY FACILITIES DISTRICT CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-BUDGET
AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 7,193	\$ 7,193	\$ 6,885	\$ (308)
Investment income	20	20	37	17
Contributions	92,398	92,398	-	(92,398)
Miscellaneous	-	-	4,492	4,492
Total revenues	<u>99,611</u>	<u>99,611</u>	<u>11,414</u>	<u>(88,197)</u>
EXPENDITURES				
Current				
Community development	7,000	7,000	1,853	5,147
Capital outlay	40,000	40,000	771	39,229
Debt service				
Principal retirement	<u>52,611</u>	<u>52,611</u>		<u>52,611</u>
Total expenditures	<u>99,611</u>	<u>99,611</u>	<u>2,624</u>	<u>96,987</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	8,790	8,790
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>16,562</u>	<u>16,562</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,352</u>	<u>\$ 25,352</u>

CITY OF COOLIDGE, ARIZONA
LIQUID WASTE ENTERPRISE FUND
SCHEDULE OF OPERATIONS-BUDGET AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Operating revenues				
Charges for service	\$ 787,179	\$ 787,179	\$ 861,102	\$ 73,923
Total operating revenues	<u>787,179</u>	<u>787,179</u>	<u>861,102</u>	<u>73,923</u>
Operating expenses				
Costs of sales and services	781,973	781,973	594,471	187,502
Depreciation	10,593	10,593	475,499	(464,906)
Total operating expenses	<u>792,566</u>	<u>792,566</u>	<u>1,069,970</u>	<u>(277,404)</u>
Operating income (loss)	<u>(5,387)</u>	<u>(5,387)</u>	<u>(208,868)</u>	<u>(203,481)</u>
Nonoperating revenues (expenses)				
Investment income	746	746	639	(107)
Grant revenues	-	-	-	-
Interest expense	(159,279)	(159,279)	(85,950)	73,329
Miscellaneous	100	100	-	(100)
Total nonoperating revenues (expenses)	<u>(158,433)</u>	<u>(158,433)</u>	<u>(85,311)</u>	<u>73,122</u>
Income (loss) before capital contributions and transfers	<u>(163,820)</u>	<u>(163,820)</u>	<u>(294,179)</u>	<u>(130,359)</u>
Transfers in	<u>-</u>	<u>-</u>	<u>467,270</u>	<u>467,270</u>
Change in net assets	<u>(163,820)</u>	<u>(163,820)</u>	<u>973,091</u>	<u>1,136,911</u>
Net assets, beginning of year	<u>163,820</u>	<u>163,820</u>	<u>21,034,985</u>	<u>20,871,165</u>
Net assets, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,008,076</u>	<u>\$ 22,008,076</u>

CITY OF COOLIDGE, ARIZONA
SOLID WASTE ENTERPRISE FUND
SCHEDULE OF OPERATIONS-BUDGET AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues				
Charges for service	\$ 926,104	\$ 926,104	\$ 766,776	\$ (159,328)
Total operating revenues	<u>926,104</u>	<u>926,104</u>	<u>766,776</u>	<u>(159,328)</u>
Operating expenses				
Costs of sales and services	1,192,271	1,192,271	836,393	355,878
Depreciation	-	-	50,642	(50,642)
Total operating expenses	<u>1,192,271</u>	<u>1,192,271</u>	<u>887,035</u>	<u>305,236</u>
Operating income (loss)	<u>(266,167)</u>	<u>(266,167)</u>	<u>(120,259)</u>	<u>145,908</u>
Nonoperating revenues (expenses)				
Investment income	4,024	4,024	1,307	(2,717)
Loss on contributed assets	-	-	(6,267)	(6,267)
Miscellaneous	<u>65,286</u>	<u>65,286</u>	<u>66,443</u>	<u>1,157</u>
Total nonoperating revenues (expenses)	<u>69,310</u>	<u>69,310</u>	<u>61,483</u>	<u>(7,827)</u>
Change in net assets	(196,857)	(196,857)	(58,776)	138,081
Net assets, beginning of year	<u>196,857</u>	<u>196,857</u>	<u>777,602</u>	<u>580,745</u>
Net assets, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 718,826</u>	<u>\$ 718,826</u>

CITY OF COOLIDGE, ARIZONA
LIQUID WASTE IMPACT FEES ENTERPRISE FUND
SCHEDULE OF OPERATIONS-BUDGET AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues				
Charges for service	\$ -	\$ -	\$ -	\$ -
Total operating revenues	-	-	-	-
Operating expenses				
Total operating expenses	-	-	-	-
Operating income	-	-	-	-
Nonoperating revenues (expenses)				
Investment income	10,000	10,000	2,585	(7,415)
Interest expense	-	-	-	-
Net developer revenues (expense)	(348,614)	(348,614)	(46,355)	302,259
Miscellaneous			-	-
Total nonoperating revenues (expenses)	(338,614)	(338,614)	(43,770)	294,844
Income (loss) before capital contributions and transfers	(338,614)	(338,614)	(43,770)	294,844
Transfers out	-	-	(467,270)	(467,270)
Change in net assets	(338,614)	(338,614)	(511,040)	(172,426)
Net assets, beginning of year	338,614	338,614	595,514	256,900
Net assets, end of year	\$ -	\$ -	\$ 84,474	\$ 84,474

CITY OF COOLIDGE, ARIZONA
SOLID WASTE IMPACT FEES ENTERPRISE FUND
SCHEDULE OF OPERATIONS-BUDGET AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues				
Charges for service	\$ -	\$ -	\$ -	\$ -
Total operating revenues	-	-	-	-
Operating expenses				
Total operating expenses	-	-	-	-
Operating income (loss)	-	-	-	-
Nonoperating revenues (expenses)				
Investment income	1,500	1,500	432	(1,068)
Net developer revenues (expense)	(103,413)	(103,413)	(8,996)	94,417
Total nonoperating revenues (expenses)	(101,913)	(101,913)	(8,564)	93,349
Change in net assets	(101,913)	(101,913)	(8,564)	93,349
Net assets, beginning of year	101,913	101,913	125,295	23,382
Net assets, end of year	\$ -	\$ -	\$ 116,731	\$ 116,731

CITY OF COOLIDGE, ARIZONA
AIRPORT ENTERPRISE FUND
SCHEDULE OF OPERATIONS-BUDGET AND ACTUAL
Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Operating revenues				
Charges for service	\$ 63,142	\$ 63,142	\$ 63,025	\$ (117)
Total operating revenues	<u>63,142</u>	<u>63,142</u>	<u>63,025</u>	<u>(117)</u>
Operating expenses				
Costs of sales and services	206,244	206,244	69,752	136,492
Depreciation	-	-	32,800	(32,800)
Total operating expenses	<u>206,244</u>	<u>206,244</u>	<u>102,552</u>	<u>103,692</u>
Operating income (loss)	<u>(143,102)</u>	<u>(143,102)</u>	<u>(39,527)</u>	<u>103,575</u>
Nonoperating revenues (expenses)				
Investment income	700	700	102	(598)
Interest expense	(4,099)	(4,099)	(56)	4,043
Miscellaneous	8,599	8,599	7,702	(897)
Total nonoperating revenues (expenses)	<u>5,200</u>	<u>5,200</u>	<u>7,748</u>	<u>2,548</u>
Income (loss) before capital contributions and transfers	<u>(137,902)</u>	<u>(137,902)</u>	<u>(31,779)</u>	<u>106,123</u>
Transfers in	137,902	137,902	11,108	(126,794)
Transfers out	-	-	103,188	103,188
Change in net assets	-	-	82,517	82,517
Net assets, beginning of year	-	-	1,347,851	1,347,851
Net assets, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,430,368</u>	<u>\$ 1,430,368</u>



CAPITAL ASSETS



CITY OF COOLIDGE
CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE BY SOURCE
June 30, 2010

Governmental funds capital assets

Land	\$ 1,953,409
Buildings and improvements	12,272,872
Vehicles, machinery and equipment	6,051,352
Infrastructure	64,345,961
Construction in progress	2,589,532

Total governmental funds capital assets \$ 87,213,126

Investment in governmental funds capital assets by source

Government funds	\$ 87,213,126
------------------	---------------

Total governmental funds capital assets \$ 87,213,126

CITY OF COOLIDGE
 CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
 SCHEDULE BY FUNCTION AND ACTIVITY
 June 30, 2010

Function and Activity	Land	Buildings and Improvements	Vehicles, Machinery and Equipment
General Government	\$ 736,615	\$ 1,290,251	\$ 1,271,063
Highways and Streets	788,046	3,931,588	2,940,877
Public Safety	102,154	126,756	1,657,467
Culture and Recreation	326,594	6,924,277	181,945
Total governmental funds capital assets	\$ 1,953,409	\$ 12,272,872	\$ 6,051,352

	Construction in Progress		Total
Infrastructure			
\$ -	\$ 2,444,559	\$ 5,742,488	
64,185,508	15,500	71,861,519	
160,453	129,473	2,176,303	
-	-	7,432,816	
<u>\$ 64,345,961</u>	<u>\$ 2,589,532</u>	<u>\$ 87,213,126</u>	

CITY OF COOLIDGE
 CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
 SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
 Year Ended June 30, 2010

Function and Activity	Governmental Funds Capital Assets			Governmental Funds Capital Assets June 30, 2010
	July 1, 2009	Additions	Deductions	
General Government	\$ 3,257,344	\$ 2,851,789	\$ 551,425	\$ 5,742,488
Highways and Streets	67,989,499	144,688	77,500	71,861,519
Public Safety	5,804,694	688,007	511,566	2,176,303
Culture and Recreation	7,603,177	14,419	-	7,432,816
Total governmental funds capital assets	<u>\$ 84,654,714</u>	<u>\$ 3,698,903</u>	<u>\$ 1,140,491</u>	<u>\$ 87,213,126</u>

STATISTICAL SECTION



STATISTICAL SECTION

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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

City of Coolidge
Net Assets by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2010	2009	2008	2007
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$ 60,590,221	\$ 60,576,123	\$ 56,207,935	\$ 22,099,389
Restricted	3,377,216	4,933,700	5,314,529	302,185
Unrestricted	<u>2,971,682</u>	<u>3,347,070</u>	<u>4,251,207</u>	<u>9,136,231</u>
Total Governmental Activities Net Assets	<u>66,939,119</u>	<u>68,856,893</u>	<u>65,773,671</u>	<u>31,537,805</u>
Business-type Activities				
Invested in Capital Assets, Net of Related Debt	23,426,566	22,659,188	22,457,036	11,307,071
Restricted	244,382	763,986	869,853	-
Unrestricted	<u>687,527</u>	<u>458,073</u>	<u>428,939</u>	<u>2,279,036</u>
Total Business-type Activities Net Assets	<u>24,358,475</u>	<u>23,881,247</u>	<u>23,755,828</u>	<u>13,586,107</u>
Primary Government				
Invested in Capital Assets, Net of Related Debt	84,016,787	83,235,311	78,664,971	33,406,460
Restricted	3,621,598	5,697,686	6,184,382	302,185
Unrestricted	<u>3,659,209</u>	<u>3,805,143</u>	<u>4,680,146</u>	<u>11,415,267</u>
Total Primary Government Net Assets	<u>\$ 91,297,594</u>	<u>\$ 92,738,140</u>	<u>\$ 89,529,499</u>	<u>\$ 45,123,912</u>

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004.

Table 1

Fiscal Year		
2006	2005	2004
\$ 19,795,743	\$ 20,115,262	\$ 17,484,497
291,447	330,576	-
<u>6,579,524</u>	<u>937,586</u>	<u>1,384,788</u>
<u>26,666,714</u>	<u>21,383,424</u>	<u>18,869,285</u>
7,220,556	4,026,363	2,783,987
-	-	-
<u>4,960,256</u>	<u>1,592,875</u>	<u>589,093</u>
<u>12,180,812</u>	<u>5,619,238</u>	<u>3,373,080</u>
27,016,299	24,141,625	20,268,484
291,447	330,576	-
<u>11,539,780</u>	<u>2,530,461</u>	<u>1,973,881</u>
<u>\$ 38,847,526</u>	<u>\$ 27,002,662</u>	<u>\$ 22,242,365</u>

City of Coolidge
Changes in Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	2010	2009	Fiscal Year 2008
Expenses			
Governmental Activities:			
General Government	\$ 3,104,535	\$ 3,089,919	\$ 3,258,080
Public safety	5,182,718	5,027,245	4,795,539
Highways and streets	3,819,264	3,953,393	4,755,972
Transportation	-	-	-
Culture and recreation	954,825	925,084	951,912
Redevelopment and housing	1,883,403	2,257,917	2,023,618
Interest on Long-term Debt	173,270	226,066	313,485
Total Governmental Activities Expenses	<u>\$ 15,118,015</u>	<u>\$ 15,479,624</u>	<u>\$ 16,098,606</u>
Business-type Activities			
Liquid waste	\$ 1,155,920	\$ 1,086,783	\$ 935,975
Solid waste	893,302	909,606	952,094
Liquid waste impact fees	46,355	23,010	18,904
Solid waste impact fees	9,923	26,857	19,064
Other enterprise funds [†]	102,608	136,184	124,050
Total Business-type Activities Expenses	<u>\$ 2,208,108</u>	<u>\$ 2,182,440</u>	<u>\$ 2,050,087</u>
Total Primary Government Expenses	<u>\$ 17,326,123</u>	<u>\$ 17,662,064</u>	<u>\$ 18,148,693</u>

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004.

[†] Other enterprise funds consist primarily of the Municipal Airport and (Cable Television through fiscal year 2007).

Table 2

				Fiscal Year			
2007		2006		2005		2004	
\$	3,622,686	\$	3,844,106	\$	2,572,541	\$	1,556,409
	3,877,332		3,075,765		2,755,774		2,696,908
	1,927,366		1,727,973		1,434,374		1,122,987
	-		-		-		289,306
	1,758,037		1,268,431		849,190		935,767
	565,959		-		-		-
	232,185		164,264		178,771		209,739
<u>\$</u>	<u>11,983,565</u>	<u>\$</u>	<u>10,080,539</u>	<u>\$</u>	<u>7,790,650</u>	<u>\$</u>	<u>6,811,116</u>
\$	534,890	\$	399,020	\$	441,007	\$	421,886
	790,003		674,740		598,502		556,257
	-		-		-		-
	-		-		-		-
	92,681		181,373		115,114		188,568
<u>\$</u>	<u>1,417,574</u>	<u>\$</u>	<u>1,255,133</u>	<u>\$</u>	<u>1,154,623</u>	<u>\$</u>	<u>1,166,711</u>
<u>\$</u>	<u>13,401,139</u>	<u>\$</u>	<u>11,335,672</u>	<u>\$</u>	<u>8,945,273</u>	<u>\$</u>	<u>7,977,827</u>

continued

City of Coolidge
Changes in Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year		
	2010	2009	2008
Program Revenue			
Governmental Activities:			
Fees, Fines and Charges for Services:			
General Government	\$ 146,116	\$ 194,339	\$ 78,650
Public safety	25,516	46,480	57,871
Highway and streets	26,996	19,100	26,190
Transportation	-	-	-
Culture and recreation	380,973	297,968	281,668
Redevelopment and housing	174,800	303,002	796,488
Interest on long-term debt	-	-	-
Operating Grants and Contributions	2,125,970	2,853,636	1,678,488
Capital Grants and Contributions	2,344,111	6,680,438	8,523,642
Total Governmental Activities Program Revenues	<u>\$ 5,224,482</u>	<u>\$ 10,394,963</u>	<u>\$ 11,442,997</u>
Business-type Activities			
Charges for Services:			
Liquid waste	\$ 861,102	\$ 899,488	\$ 721,406
Solid waste	766,776	916,157	998,075
Liquid waste impact fees	-	-	-
Solid waste impact fees	-	-	-
Other enterprise funds ⁺	63,025	64,930	50,856
Operating Grants and Contributions	-	-	-
Capital Grants and Contributions	800,927	290,109	9,529,705
Total Business-type Activities Revenues	<u>2,491,830</u>	<u>2,170,684</u>	<u>11,300,042</u>
Total Primary Government Revenues	<u>\$ 7,716,312</u>	<u>\$ 12,565,647</u>	<u>\$ 22,743,039</u>
Net (Expense)/Revenue			
Governmental Activities	\$ (9,893,533)	\$ (5,084,661)	\$ (4,655,609)
Business-type Activities	283,722	(11,756)	9,249,955
Total Primary Government Net Revenue	<u>\$ (9,609,811)</u>	<u>\$ (5,096,417)</u>	<u>\$ 4,594,346</u>

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004.

⁺ Other enterprise funds consist primarily of the Municipal Airport and (Cable Television through fiscal year 2007).

Table 2

Fiscal Year			
2007	2006	2005	2004
\$ 1,892,118	\$ 2,404,493	\$ 1,261,274	\$ 315,329
136,008	53,590	82,911	60,862
47,621	30,868	93,074	-
-	-	-	-
118,573	82,423	62,768	-
-	-	-	-
-	-	-	-
1,611,661	1,317,004	1,210,747	1,756,245
<u>1,856,872</u>	<u>1,281,692</u>	<u>320,397</u>	<u>630,389</u>
<u>\$ 5,662,853</u>	<u>\$ 5,170,070</u>	<u>\$ 3,031,171</u>	<u>\$ 2,762,825</u>
\$ 568,928	\$ 461,190	\$ 411,154	\$ 379,863
929,452	818,449	733,889	711,239
-	-	-	-
-	-	-	-
54,954	66,663	63,737	208,987
-	-	-	-
-	<u>763,704</u>	<u>221,832</u>	<u>132,634</u>
<u>1,553,334</u>	<u>2,110,006</u>	<u>1,430,612</u>	<u>1,432,723</u>
<u>\$ 7,216,187</u>	<u>\$ 7,280,076</u>	<u>\$ 4,461,783</u>	<u>\$ 4,195,548</u>
\$ (6,320,712)	\$ (4,910,469)	\$ (4,759,479)	\$ (4,048,291)
135,760	854,873	275,989	266,012
<u>\$ (6,184,952)</u>	<u>\$ (4,055,596)</u>	<u>\$ (4,483,490)</u>	<u>\$ (3,782,279)</u>

continued

City of Coolidge
Changes in Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2010	2009	2008	2007
Governmental Revenues and Other Changes in Net Assets				
Governmental Activities				
Sales taxes	\$ 4,927,926	\$ 4,785,811	\$ 5,289,729	\$ 7,374,385
Property taxes	648,648	621,989	596,476	392,270
Sales taxes, levied for capital projects	-	-	-	-
Franchise taxes	269,567	268,359	276,939	251,512
Impact Fees	-	-	-	532,101
State shared revenues-not restricted* to specific programs	2,168,886	2,411,507	4,107,361	2,218,331
Investment income	28,712	118,242	282,126	437,553
Miscellaneous	46,316	32,889	169,007	-
Transfers in (out)	<u>(114,296)</u>	<u>(70,914)</u>	<u>(45,019)</u>	<u>(14,349)</u>
Total Governmental Activities	<u>\$ 7,975,759</u>	<u>\$ 8,167,883</u>	<u>\$ 10,676,619</u>	<u>\$ 11,191,803</u>
Business-type activities				
Impact Fees	\$ -	\$ -	\$ -	\$ 1,094,736
Investment income	5,065	20,057	63,820	160,450
Miscellaneous	74,145	46,204	12,056	-
Transfers in (out)	<u>114,296</u>	<u>70,914</u>	<u>45,019</u>	<u>14,349</u>
Total Business-type Activities	<u>\$ 193,506</u>	<u>\$ 137,175</u>	<u>\$ 120,895</u>	<u>\$ 1,269,535</u>
Changes in Net Assets				
Governmental Activities	\$ (1,917,774)	\$ 3,083,222	\$ 6,021,010	\$ 4,871,091
Business-type Activities	<u>477,228</u>	<u>125,419</u>	<u>9,370,850</u>	<u>1,405,295</u>
Total Primary Government	<u>\$ (1,440,546)</u>	<u>\$ 3,208,641</u>	<u>\$ 15,391,860</u>	<u>\$ 6,276,386</u>

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004

* State shared revenue-not restricted to specific programs was broken out for the years ended 2004-2007 and included State revenue sharing, State sales tax revenue sharing, and Auto lieu tax revenue sharing.

Table 2

Fiscal Year		
2006	2005	2004
\$ 5,881,020	\$ 3,550,009	\$ 1,605,582
342,879	337,436	308,630
-	-	535,194
211,025	179,702	170,195
1,372,499	601,184	-
2,119,892	1,813,995	1,722,835
172,420	27,003	28,613
-	-	150,120
94,024	117,085	74,147
<u>\$ 10,193,759</u>	<u>\$ 6,626,414</u>	<u>\$ 4,595,316</u>
\$ 5,668,242	\$ 1,585,052	\$ -
132,483	14,549	5,255
-	-	26,509
(94,024)	(117,085)	(74,147)
<u>\$ 5,706,701</u>	<u>\$ 1,482,516</u>	<u>\$ (42,383)</u>
\$ 5,283,290	\$ 1,866,935	\$ 547,025
6,561,574	1,758,505	223,629
<u>\$ 11,844,864</u>	<u>\$ 3,625,440</u>	<u>\$ 770,654</u>

concluded

City of Coolidge
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2010	2009	2008	2007	2006
General Fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	<u>3,181,090</u>	<u>3,443,906</u>	<u>5,210,254</u>	<u>5,926,985</u>	<u>4,286,441</u>
Total General Fund	<u>\$ 3,181,090</u>	<u>\$ 3,443,906</u>	<u>\$ 5,210,254</u>	<u>\$ 5,926,985</u>	<u>\$ 4,286,441</u>
All Other Governmental Funds					
Reserved	-	-	-	-	-
Unreserved, Reported in:					
Special Revenue Funds	(230,265)	532,632	1,764,768	1,855,617	2,064,023
Capital Projects Funds	<u>3,249,442</u>	<u>4,122,021</u>	<u>3,188,892</u>	<u>2,603,255</u>	<u>1,454,501</u>
Total All Other Governmental Funds	<u>\$ 3,019,177</u>	<u>\$ 4,654,653</u>	<u>\$ 4,953,660</u>	<u>\$ 4,458,872</u>	<u>\$ 3,518,524</u>

Table 3

Fiscal Year				
2005	2004	2003	2002	2001
\$ -	\$ -	\$ -	\$ -	\$ -
<u>1,184,937</u>	<u>240,493</u>	<u>790,485</u>	<u>904,590</u>	<u>1,098,421</u>
<u>\$ 1,184,937</u>	<u>\$ 240,493</u>	<u>\$ 790,485</u>	<u>\$ 904,590</u>	<u>\$ 1,098,421</u>
-	-	184,000	184,000	184,000
996,436	535,127	273,089	302,892	369,200
<u>978,245</u>	<u>1,451,139</u>	<u>3,863,529</u>	<u>721,918</u>	<u>840,749</u>
<u>\$ 1,974,681</u>	<u>\$ 1,986,266</u>	<u>\$ 4,320,618</u>	<u>\$ 1,208,810</u>	<u>\$ 1,393,949</u>

City of Coolidge
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2010	2009	2008	2007
Revenues				
Taxes*	\$ 5,846,069	\$ 5,675,326	\$ 6,145,070	\$ 8,016,742
Intergovernmental	6,080,668	5,957,770	6,091,908	5,207,664
Fines and forfeits	271,954	188,310	163,586	120,204
Licenses and permits	205,140	331,254	837,581	1,667,286
Charges for services	431,690	413,699	1,211,551	239,978
Investment income	28,712	118,242	282,126	437,553
Contributions	-	-	300,017	479,200
Impact Fees	-	-	-	532,101
Miscellaneous	82,451	71,965	98,886	166,852
Total Revenues	<u>12,946,684</u>	<u>12,756,566</u>	<u>15,130,725</u>	<u>16,867,580</u>
Expenditures				
General Government	2,794,304	2,919,227	3,139,750	3,766,760
Public Safety	5,009,946	5,039,661	4,849,279	3,855,302
Highways and streets	1,592,245	1,536,435	2,078,617	1,869,810
Transportation	-	-	-	-
Culture and recreation	785,494	780,092	992,596	1,749,837
Redevelopment and housing	1,340,225	2,062,057	1,929,594	565,959
Capital outlay	2,566,784	1,733,953	1,585,902	4,337,591
Debt Service:	-	-	-	-
Principal retirement	453,244	488,622	906,574	761,151
Interest and debt cost	188,438	128,941	240,024	232,185
Total Expenditures	<u>14,730,680</u>	<u>14,688,988</u>	<u>15,722,336</u>	<u>17,138,595</u>
Excess of Revenues over (under) Expenditures	<u>(1,783,996)</u>	<u>(1,932,422)</u>	<u>(591,611)</u>	<u>(271,015)</u>
Other financing sources (uses)				
Transfer in	751,123	889,558	385,326	555,473
Transfer out	(865,419)	(1,022,491)	(430,345)	(569,822)
Proceeds of long-term debt	-	-	-	2,866,256
Total Other Financing Sources and (Uses)	<u>(114,296)</u>	<u>(132,933)</u>	<u>(45,019)</u>	<u>2,851,907</u>
Net Change in Fund Balances	<u>\$ (1,898,292)</u>	<u>\$ (2,065,355)</u>	<u>\$ (636,630)</u>	<u>\$ 2,580,892</u>
Debt Service as a Percentage of Noncapital Expenditures				
	5.28%	4.77%	8.11%	7.76%

* Taxes consists of Sales taxes, Property taxes and Franchise taxes

** Prior to implementation of GASB 34 in 2004, the Capital outlay number from the CAFR may not include all capital asset purchases.

Table 4

Fiscal Year						
2006	2005	2004	2003	2002	2001	
\$ 6,437,813	\$ 4,050,749	\$ 2,619,601	\$ 2,512,621	\$ 2,645,554	\$ 2,360,412	
4,718,588	3,331,401	4,242,103	4,802,510	4,416,683	4,170,109	
87,957	58,607	60,862	34,997	49,118	54,329	
2,099,540	1,142,703	227,828	98,376	73,505	73,542	
166,709	195,443	87,501	107,552	85,162	86,281	
172,420	27,003	28,613	35,823	47,236	127,543	
-	13,738	-	-	-	-	
1,372,499	601,184	-	-	-	-	
217,168	103,274	150,120	63,937	149,495	143,543	
<u>15,272,694</u>	<u>9,524,102</u>	<u>7,416,628</u>	<u>7,655,816</u>	<u>7,466,753</u>	<u>7,015,759</u>	
4,430,279	2,632,451	1,494,394	1,247,021	1,256,983	1,179,577	
3,026,564	3,122,149	2,737,747	2,764,862	2,795,946	2,628,222	
1,160,771	1,294,253	1,062,714	1,109,615	1,336,722	1,585,280	
-	-	387,649	304,009	239,600	207,865	
1,230,097	859,001	1,435,408	2,157,850	1,576,573	938,370	
-	-	-	-	-	-	
401,048	225,219	3,020,433	629,017	678,069	214,093	
308,348	396,484	249,266	437,220	265,000	255,000	
164,264	178,771	209,739	36,684	31,849	45,262	
<u>10,721,371</u>	<u>8,708,328</u>	<u>10,597,350</u>	<u>8,686,278</u>	<u>8,180,742</u>	<u>7,053,669</u>	
<u>4,551,323</u>	<u>815,774</u>	<u>(3,180,722)</u>	<u>(1,030,462)</u>	<u>(713,989)</u>	<u>(37,910)</u>	
836,782	991,721	649,623	1,036,815	757,601	691,870	
(742,758)	(874,636)	(575,476)	(1,033,444)	(755,582)	(620,067)	
-	-	222,231	4,024,794	333,000	-	
<u>94,024</u>	<u>117,085</u>	<u>296,378</u>	<u>4,028,165</u>	<u>335,019</u>	<u>71,803</u>	
<u>\$ 4,645,347</u>	<u>\$ 932,859</u>	<u>\$ (2,884,344)</u>	<u>\$ 2,997,703</u>	<u>\$ (378,970)</u>	<u>\$ 33,893</u>	
4.58%	6.78%	6.06%	Not Available**	Not Available**	Not Available**	

Table 5

City of Coolidge
Sales Tax Revenue by Industry
Current Year and Ten Years Ago
(Unaudited)

Industry	Fiscal Year					
	2010*			2001		
	Tax Paid	Rank	Percentage of Total	Tax Paid	Rank	Percentage of Total
Retail Trade	\$ 2,327,812	1	49.62%	\$ 1,171,613	1	62.27%
Construction	1,207,744	2	25.74%	165,344	3	8.79%
Communications & Utilities	533,994	3	11.38%	192,880	2	10.25%
Restaurants/Bars	271,275	4	5.78%	105,807	4	5.62%
Real Estate, Rental, Leasing & Fire Insurance	210,408	5	4.48%	52,240	6	2.78%
Manufacture	60,325	6	1.29%	20,948	7	1.11%
Accommodation	32,323	7	0.69%	22,709	8	1.21%
Wholesale Trade	22,478	8	0.48%	145,881	5	7.75%
Mining	2,394	9	0.05%	-	N/A	0.00%
All Other	22,674	10	0.48%	4,097	9	0.22%
Total	\$ 4,691,427		100.00%	\$ 1,881,519		100.00%

Source: Arizona Department of Revenue

Table 6

City of Coolidge
Direct and Overlapping Sales Tax Rates
As of June 30, 2010
(Unaudited)

Type of Tax	Rates		
	City	State and Pinal County	Combined
Privilege tax, except retail, utilities and telecommunication	3.00%	6.70%	9.70%
Retail	3.00%	6.70%	9.70%
Retail - privilege tax for single item over \$5,000	1.50%	6.70%	8.20%
Hotel/Motel	6.00%	6.70%	12.70%
Restaurant/Bar	3.00%	6.70%	9.70%
Utilities/Telecommunications	3.00%	6.70%	9.70%
Construction	4.00%	6.70%	10.70%

Sources: City of Coolidge Department of Finance, Arizona Department of Revenue

Table 7

City of Coolidge
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended June 30	Governmental Activities			Business-type Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	Revenue Bonds	Loans	Capital Leases*	Loans				
2010	\$ -	\$ 2,790,000	\$ 1,302,681	\$ 702,463		4,795,144	69.51%	\$ 394.37
2009	\$ -	\$ 2,950,000	\$ 1,599,330	\$ 400,064		4,949,394	76.50%	378.60
2008	-	3,105,000	1,837,912	559,457		5,502,369	91.10%	446.95
2007	-	3,255,000	2,594,486	672,632		6,522,118	107.95%	556.45
2006	-	3,447,250	297,131	804,687		4,549,068	90.96%	457.19
2005	-	3,663,168	389,561	928,165		4,980,894	110.67%	608.91
2004	-	3,872,269	576,944	1,349,374		5,798,587	141.17%	700.31
2003	280,000	4,156,572	319,675	1,435,010		6,191,257	162.67%	748.64
2002	545,000	313,155	360,751	1,515,406		2,734,312	76.08%	331.23
2001	800,000	-	332,183	1,590,905		2,723,088	85.01%	340.39

Note The City of Coolidge did not issue general obligation bonds in fiscal year 2010 and the nine years preceding 2010.

* In fiscal year 2010 a loan for a facility valued at \$2,200,000 was acquired.

Table 8

City of Coolidge
Direct and Overlapping Governmental Activities Debt
As of June 30, 2010
(Unaudited)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (a)	Estimated Share of Overlapping Debt
Debt repaid with property taxes and special assessment liens			
Coolidge Unified School District	\$ 34,545,000	14.0574%	\$ 4,856,132
Central Arizona College	-	1.8223%	-
Pinal County Arizona	-	1.8223%	-

(a) Proportion applicable to the City of Coolidge, Arizona is computed on the ratio of secondary assessed valuation for 2009-2010.

Sources: Pinal County Department of Finance, Pinal County Assessor's Office and Official Statements.

City of Coolidge
 Legal Debt Margin Information
 Last Ten Fiscal Years
 (Unaudited)

	Fiscal Year			
	2001	2002	2003	2004
Secondary Assessed Value	\$ 15,719,755	\$ 18,633,358	\$ 20,011,676	\$ 21,896,574
<u>20% Limitation</u>				
Debt Limit Equal to 20% of Assessed Valuation	\$ 3,143,951	\$ 3,726,672	\$ 4,002,335	\$ 4,379,315
Total Debt Applicable to 20% Limit	-	-	-	-
Legal 20% Debt Margin (Available Borrowing Capacity)	<u>\$ 3,143,951</u>	<u>\$ 3,726,672</u>	<u>\$ 4,002,335</u>	<u>\$ 4,379,315</u>
Total Net Debt Applicable to the 20% Limit as a Percentage of 20% Debt Limit	0.00%	0.00%	0.00%	0.00%
<u>6% Limitation</u>				
Debt Limit Equal to 6% of Assessed Valuation	\$ 943,185	\$ 1,118,001	\$ 1,200,701	\$ 1,313,794
Total Debt Applicable to 6% Limit	-	-	-	-
Legal 6% Debt Margin (Available Borrowing Capacity)	<u>\$ 943,185</u>	<u>\$ 1,118,001</u>	<u>\$ 1,200,701</u>	<u>\$ 1,313,794</u>
Total Net Debt Applicable to the 20% Limit as a Percentage of 6% Debt Limit	0.00%	0.00%	0.00%	0.00%

Sources: Pinal County Assessor's Office.

Table 9

Fiscal year					
2005	2006	2007	2008	2009	2010
\$ 22,346,612	\$ 26,631,947	\$ 40,203,602	\$ 83,001,211	\$ 64,841,251	\$ 61,937,311
\$ 4,469,322	\$ 5,326,389	\$ 8,040,720	\$ 16,600,242	\$ 12,968,250	\$ 12,387,462
-	-	-	-	-	-
<u>\$ 4,469,322</u>	<u>\$ 5,326,389</u>	<u>\$ 8,040,720</u>	<u>\$ 16,600,242</u>	<u>\$ 12,968,250</u>	<u>\$ 12,387,462</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
\$ 1,340,797	\$ 1,597,917	\$ 2,412,216	\$ 4,980,073	\$ 3,890,475	\$ 3,716,239
-	-	-	-	-	-
<u>\$ 1,340,797</u>	<u>\$ 1,597,917</u>	<u>\$ 2,412,216</u>	<u>\$ 4,980,073</u>	<u>\$ 3,890,475</u>	<u>\$ 3,716,239</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

City of Coolidge
Pledged-Revenue Coverage
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended June 30	Revenue Bonds					
	Operating Revenue*	Less: Operating Expenses	Net Operating Revenue	Debt Service		Percent Coverage
				Principal	Interest	
2010	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2003	1,199,355	1,076,797	122,558	280,000	7,630	42.61%
2002	1,166,026	1,092,557	73,469	265,000	22,349	25.57%
2001	1,139,029	980,937	158,092	255,000	36,131	54.30%

Note The City of Coolidge did not have pledged revenue debt in the fiscal year ended 2010 and the five years preceding it. Information regarding debt can be found in the "Ratios of Outstanding Debt by Type" Table of the Statistical Section of the CAFR, and the Notes to the Financial Statements.

* The nature of the revenue pledged for the above revenue bond was sales taxes.

Table 11

City of Coolidge
Demographic and Economic Statistics
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	City Population*	County Population*	County Personal Income ⁺ (in thousands)	County Per Capita Personal Income	School Enrollment	Education Level in Years of Schooling	City Unemployment Rate
2001	8,000	186,440	3,203,163	17	2,564	13 to 16	9.7%
2002	8,255	190,140	3,594,050	19	2,594	13 to 16	13.0%
2003	8,270	202,940	3,806,125	19	2,703	13 to 16	12.4%
2004	8,280	217,465	4,107,473	19	2,825	13 to 16	10.7%
2005	8,180	246,660	4,500,589	18	3,127	13 to 16	10.0%
2006	9,950	299,875	5,001,332	17	3,715	13 to 16	8.8%
2007	11,721	327,670	6,041,934	18	4,317	13 to 16	8.3%
2008	12,311	350,558	6,040,001	17	4,682	13 to 16	12.2%
2009	13,073	368,244	6,469,477	18	4,365	13 to 16	20.2%
2010	12,159	356,303	6,898,954	19	4,470	13 to 16	19.6%

Sources: Population, County Per Capita Income and City Unemployment Rate - Arizona Department of Commerce, Arizona Department of Economic Security, and Arizona Workforce Informer. School Enrollment - Arizona Department of Education ADMS 46-1 100th day counts.

* 2010 amounts estimated based on a nine year trend

+ 2009-2010 amounts estimated based on an eight year trend

Table 12

City of Coolidge
Principal Employers
Current Year and Ten Years Ago
(Unaudited)

Major Employer ¹	Fiscal Year			Fiscal Year		
	2010			2001		
	Employees	Rank	Percentage of Total City Employment*	Employees	Rank	Percentage of Total City Employment*
Coolidge Schools	519	1	41.69%	427	2	54.39%
Wal Mart	180	2	14.46%	120	3	15.29%
City of Coolidge	170	3	13.65%	130	1	16.56%
Bright International	130	4	10.44%	30	6	3.82%
Imagine Schools	60	5	4.82%	Not open	4	0.00%
Safeway	60	6	4.82%	Unavailable	5	0.00%
McDonalds	45	6	3.61%	38	5	4.84%
Taco Bell/KFC	28	7	2.25%	Not open	8	0.00%
Garrett Motors	27	8	2.17%	34	7	4.33%
Shopes IGA	26	9	2.09%	6	38	0.76%
Total	<u>1,245</u>			<u>785</u>		

¹Source: Census and CAAG

Table 13

City of Coolidge
 Full-time Equivalent City Government Employees by Function
 Last Ten Fiscal Years
 (Unaudited)

Fiscal Year	Function/Program						Total
	General Government	Public Safety	Highways and Streets	Transportation	Culture and Recreation	Redevelopment and Housing	
2001	19.70	69.00	11.36	3.29	20.97	5.20	129.52
2002	21.44	70.00	11.97	4.06	22.05	5.33	134.85
2003	23.34	74.24	11.83	4.04	21.66	6.31	141.42
2004	24.24	71.00	9.83	4.66	19.31	4.47	133.51
2005	25.40	70.50	10.33	4.51	23.04	6.50	140.28
2006	26.80	70.50	11.62	4.66	24.06	9.54	147.18
2007	33.80	81.75	13.21	8.19	30.02	14.98	181.95
2008	37.40	87.65	12.59	7.23	39.58	16.12	200.57
2009	30.75	83.67	12.30	7.16	34.67	12.62	181.17
2010	32.00	80.00	10.50	6.16	29.55	12.50	170.71

Source: City Budget

City of Coolidge
 Operating Indicators by Function
 Last Ten Fiscal Years
 (Unaudited)

Function	Fiscal Year		
	2010	2009	2008
General Government			
# Registered voters*	5,233	-	4,345
# Votes cast last primary election*	827	-	548
<i>City Court</i>			
Charges filed/charges adjudicated (resolved)	4,317	1,368	2,254
<i>Communications & Public Information</i>			
News releases/media updates	21	20	16
Traffic construction alerts	5	3	2
Total newsletter pages sent to citizens	17	20	16
Web pages created/updated	72	59	42
Number of visits to website	436,367	143,322	243,644
Number of web pages viewed	436,480	25,608	23,652
Number of graphics/photography projects completed	65	61	48
Police			
# Total arrests	1,212	1,492	1,651
# Moving violations citations	1,411	1,639	1,957
Total calls for service	26,154	28,546	33,237
Total 911 calls	5,894	7,311	7,154
Total Part I Crimes	542	791	720
<i>n/a = not available</i>			
Fire			
# All Emergency Responses	872	834	847
# Fire/Haz Mat Responses	84	128	110
# Emergency Medical Responses	513	475	486
# Other Responses (False Alarms, Mutual Aid, Extrication, rescue, etc.)	275	231	251
Financial Services			
# accounts payable checks issued	7,362	7,670	9,099
# purchase orders	37	116	237
Planning and Development			
Customer wait-time (in minutes) at One Stop Shop	1	<1	<1
Total Number of Permits Issued	306	300	588

* Voter registration is taken every two years.

All years denoted with a "-" indicate that the records for that specific statistic was not determined in that fiscal year.

Table 14

Fiscal Year						
2007	2006	2005	2004	2003	2002	2001
-	3,645	-	4,515	-	3,375	-
-	566	-	154	-	710	-
2,119	2,261	2,063	1,192	3,172	3,520	2,820
10	6	-	-	-	-	-
2	-	-	-	-	-	-
52	52	52	52	52	52	52
20	10	-	-	-	-	-
212,010	197,687	-	-	-	-	-
19,465	18,236	-	-	-	-	-
29	12	12	10	7	7	7
1,624	1,325	1,207	1,514	1,725	1,648	<i>n/a</i>
1,712	1,330	1,119	917	1,917	2,715	<i>n/a</i>
32,367	26,160	24,989	23,932	26,149	26,813	21,009
5,923	5,130	3,448	3,328	3,458	2,577	<i>n/a</i>
850	819	713	737	612	567	507
434	314	258	237	280	263	205
187	124	92	84	97	135	94
72	-	-	-	-	-	-
175	190	166	153	183	128	111
8,445	7,424	6,789	6,579	6,865	6,769	6,959
304	209	-	-	-	-	-
5	5	4	<1	<1	<1	<1
684	1,078	838	360	275	233	206

continued

Operating Indicators by Function
Last Ten Fiscal Years
(Unaudited)

Function	Fiscal Year		
	2010	2009	2008
Human Resources			
# of new hires (FT & PT)	46	55	40
# of new hires (Vol)	3	-	-
HR Operating cost as percentage of city payroll	0.01%	0.02%	0.00%
Parks, Recreation and Library			
# attending Park & Recreation facilities annually (Acquatics)	207,738	206,100	201,978
# of square feet of medians and rights of way maintained	1,606,233	2,637,329	2,637,329
# of Library visits annually	94,660	90,854	62,077
# of Library materials checked out annually	95,001	88,039	60,636
Economic Vitality			
Sales Tax growth (% annual change)	-3%	-9%	-23%
Construction Tax (% annual change)	-4%	-21%	-38%
Municipal Services			
# of homes serviced by Residential Refuse Collection	3,517	3,587	3,505
# of citizens serviced by Household Hazardous Waste collection program			
Tons of refuse and garbage hauled to transfer station/landfill	6,105	9,535	9,348
Transit Services			
Passenger Trips	21,397	19,613	21,184
Project Miles	68,651	87,197	65,573
Vehicle Service Hours	7,113	5,819	5,645
Wastewater			
Sewer Service Connections	3,498	3,737	3,603
Sewage Treated (millions gallons per day)	0.67	0.74	0.87
Sewage Treated (millions gallons per year)	221	270	318
Other Public Works			
Street resurfacing (miles)		-	-
Potholes repaired (estimate)	5,200	5,200	5,200
Streets/Roads Maintained (miles)	194	194	180
Citizen & Neighborhood Resources			
# of new Code Enforcement cases processed per year	415	859	1,101
Neighborhood Revitalization			
# Home Emergency Repair (roofs, heating, air conditioning, etc.)	9	12	3
# Houses rehabilitated or replaced	3	7	4

All years denoted with a "-" indicate that the records for that specific statistic was not determined in that fiscal year.

Table 14

Fiscal Year						
2007	2006	2005	2004	2003	2002	2001
44	26	57	51	32	28	17
1	1	3	4	-	4	5
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
197,939	193,981	190,102	186,300	182,574	178,923	175,345
2,637,329	1,812,020	1,812,020	1,812,020	1,812,020	1,812,020	1,812,020
21,744	25,497	19,381	18,993	20,967	29,400	28,000
35,010	33,230	27,939	26,546	33,940	32,278	35,640
21%	41%	30%	4%	-7%	12%	16%
148%	371%	15%	-1%	86%	-38%	57%
3,155	2,872	2,357	2,242	2,169	2,181	2,148
8,528	7,128	6,644	-	-	-	-
23,170	21,962	21,962	21,754	22,293	22,630	22,721
65,324	64,212	65,154	62,935	61,741	68,148	43,363
5,122	5,172	5,177	4,794	4,774	4,758	3,135
3,258	3,001	2,479	2,353	2,344	2,324	2,309
0.73	0.70	0.69	0.71	0.66	0.77	0.66
266	256	252	259	241	281	241
3	-	5	-	8	7.0	5
5,200	4,500	4,500	4,000	4,000	3,500	3,500
160	100	90	79	59	56	50
537	512	582	-	-	-	-
13	10	-	-	-	-	-
2	5	-	-	-	-	-

concluded

City of Coolidge
 Capital Asset Statistics by Function
 Last Ten Fiscal Years
 (Unaudited)

Function	Fiscal Year				
	2010	2009	2008	2007	2006
Public Safety					
Police:					
Stations	1	1	1	1	1
Police Vehicles	32	40	40	37	30
Fire Stations					
Stations	3	2	2	2	1
Fire Apparatus	6	5	5	5	5
Other Vehicles	3	3	3	3	2
Highways and Streets					
Street (miles)	194	194	194	194	180
Streetlights	780	772	760	726	680
Traffic signals	7	7	7	6	6
Culture and Recreation					
Parks	12	13	12	12	11
Parks Acreage	91	201	186	186	165
Swimming Pools	1	1	1	1	1
Tennis Courts	8	8	8	8	8
Community Centers	2	2	2	2	2
Libraries	1	1	1	1	1
Transit					
Buses	8	5	5	6	5
Bus Stops	120	120	120	65	65
Wastewater					
Sanitary Sewers (miles)	73	73	73	73	40
Storm Sewers (miles)	3	3	3	3	3
Treatment capacity (thousands of gallons)	2.0 MGD	2.0 MGD	2.0 MGD	2.0 MGD	2.0 MGD

Table 15

Fiscal Year				
2005	2004	2003	2002	2001
1	1	1	1	1
29	33	51	48	47
1	1	1	1	1
5	5	5	5	5
2	2	2	2	2
160	100	90	79	59
618	609	609	609	609
6	6	4	3	3
10	10	10	9	9
161	161	161	159	159
1	1	1	1	1
8	8	8	8	4
2	2	1	1	1
1	1	1	1	1
4	5	4	4	2
65	65	65	65	65
37	37	37	37	37
2	2	2	2	2
1.35 MGD	1. MGD	1.35 MGD	1.35 MGD	1.35 MGD