

CITY OF COOLIDGE, ARIZONA

**Annual Expenditure Limitation Report
and Independent Accountants' Report**

June 30, 2016

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CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT ACCOUNTANTS' REPORT

The Auditor General of the State of Arizona

The Honorable Mayor and City Council of the
City of Coolidge, Arizona

We have examined the accompanying Annual Expenditure Limitation Report of the City of Coolidge, Arizona, for the year ended June 30, 2016. The City's management is responsible for this report. Our responsibility is to express an opinion on this report based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the amounts and disclosures in the report and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion

In our opinion, the Annual Expenditure Limitation Report referred to above presents, in all material respects, the information prescribed by the uniform expenditure reporting system as described in **Note 1**.

Colby + Powell

January 23, 2017

CITY OF COOLIDGE, ARIZONA

Annual Expenditure Limitation Report - Part I
Year Ended June 30, 2016

1. Economic Estimates Commission expenditure limitation	\$ 37,585,507
2. Amount subject to the expenditure limitation (total amount from Part II, Line C)	<u>18,333,034</u>
3. Amount under (in excess of) the expenditure limitation (if excess expenditures are reported, provide an explanation.)	<u>\$ 19,252,473</u>

I hereby certify, to the best of my knowledge and belief, that the information contained in this report is accurate and in accordance with the requirements of the uniform expenditure reporting system.

Signature of Chief Fiscal Officer: 

Name and Title: Gabriel Garcia, Finance Director / CFO

Telephone Number: (520) 723-6008 Date: 1/23/2017

See accompanying notes to report.

CITY OF COOLIDGE, ARIZONA

Annual Expenditure Limitation Report - Part II
Year Ended June 30, 2016

Description	Governmental Funds	Enterprise Funds	Fiduciary Funds	Total
A. Amounts reported on the Reconciliation, Line D	\$ 15,410,846	\$ 2,920,417	\$ 1,771	\$ 18,333,034
B. Less exclusions claimed (Note 1)	-	-	-	-
C. Amounts subject to the expenditure limitation (If an individual category/type amount is negative reduce exclusions claimed to net to Zero.)	\$ 15,410,846	\$ 2,920,417	\$ 1,771	\$ 18,333,034

See accompanying notes to report.

CITY OF COOLIDGE, ARIZONA

Annual Expenditure Limitation Report - Reconciliation
Year Ended June 30, 2016

Description	Governmental Funds	Enterprise Funds	Fiduciary Funds	Total
A. Total expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund financial statements	\$ 15,410,846	\$ 2,495,096	\$ 1,771	\$ 17,907,713
B. Subtractions:				
Items not requiring use of working capital:				
Depreciation	-	(700,906)	-	(700,906)
Bad debt expense	-	(68,384)	-	(68,384)
Pension Expense	-	(69,523)	-	(69,523)
Total Subtractions	-	(838,813)	-	(838,813)
C. Additions:				
Principal payments on long-term debt	-	102,887	-	102,887
Acquisition of capital assets	-	1,078,266	-	1,078,266
Pension contributions paid in the current year	-	82,981	-	82,981
Total additions	-	1,264,134	-	1,264,134
D. Amounts reported on Part II, Line A	\$ 15,410,846	\$ 2,920,417	\$ 1,771	\$ 18,333,034

See accompanying notes to report.

CITY OF COOLIDGE, ARIZONA

Notes to Annual Expenditure Limitation Report
Year Ended June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Annual Expenditure Limitation Report (AELR) is presented as prescribed by the *Uniform Expenditure Reporting System (UERS)*, as required by **Arizona Revised Statutes §41-1279.07**, and in accordance with the voter-approved alternative expenditure limitation adopted March 9, 2010, as authorized by the **Arizona Constitution, Article IX, §20(9)**.

In accordance with the UERS requirements, a note to the AELR is presented below for any exclusion claimed on **Part II** and each subtraction or addition in the **Reconciliation** that cannot be traced directly to an amount reported in the fund financial statements. All references to financial statement amounts in the following notes refer to the Statement of Revenues, Expenditures, and Changes in Fund Balances for the Governmental Funds; Statement of Revenues, Expenses, and Changes in Fund Net Position for the Proprietary Funds; Statement of Cash Flows for the Proprietary Funds; and the Statement of Changes in Fiduciary Net Position for the Fiduciary Funds.

NOTE 2 – LONG-TERM DEBT PRINCIPAL PAYMENTS

The addition for principal payments on long-term debt in the enterprise funds consists of the following debt payments:

Note Payable - Liquid waste fund	<u>\$ 102,887</u>
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NOTE 3 – CAPITAL ASSET ACQUISITION

Capital asset acquisitions presented as additions in the enterprise funds are as follows:

Liquid waste - Infrastructure	\$ 53,720
Solid waste - Equipment	58,916
Airport - Infrastructure	<u>965,630</u>
	<u>\$1,078,266</u>