

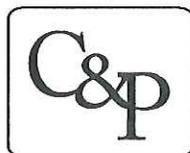
CITY OF COOLIDGE, ARIZONA

Annual Expenditure Limitation Report
and Independent Accountants' Report

June 30, 2014

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COLBY &
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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, 2014. This report is the responsibility of the City's management. 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 of the City of Coolidge, Arizona referred to above presents, in all material respects, the information prescribed by the uniform expenditure reporting system as described in **Note 1**.

Colby + Powell

December 2, 2014

CITY OF COOLIDGE, ARIZONA

Annual Expenditure Limitation Report - Part I
Year Ended June 30, 2014

1. Economic Estimates Commission expenditure limitation	\$	-	
2. Voter-approved alternative expenditure limitation (Approved March 9, 2010)		<u>39,528,982</u>	
3. Enter applicable amount from Line 1 or Line 2			\$ 39,528,982
4. Amount subject to the expenditure limitation (total amount from Part II, Line C)		17,178,867	
5. Board-authorized expenditures necessitated by a disaster declared by the Governor [Arizona Constitution, Article IX, §20(2)(a)]		-	
6. Board-authorized expenditures necessitated by a disaster not declared by the Governor [Arizona Constitution, Article IX, §20(2)(b)]		-	
7. Prior-year voter-approved expenditures to exceed the expenditure limitation for the reporting fiscal year [Arizona Constitution, Article IX, §20(2)(c)]		-	
8. Qualifying capital improvement expenditures repaid in accordance with A.R.S. §41-1279.07(1)		<u>-</u>	
9. Subtotal		17,178,867	
10. Board-authorized excess expenditures for the previous fiscal year not declared by the Governor and not approved by the voters [Arizona Constitution, Article IX, §20(2)(b)]		<u>-</u>	
11. Total adjusted amount subject to the expenditure limitation			<u>17,178,867</u>
12. Amount under (in excess of) the expenditure limitation (if excess expenditures are reported, provide an explanation.)			<u>\$ 22,350,115</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: _____

Telephone Number: _____

Date: _____

See accompanying notes to report.

CITY OF COOLIDGE, ARIZONA

Annual Expenditure Limitation Report - Part II
Year Ended June 30, 2014

<u>Description</u>	<u>Governmental Funds</u>	<u>Enterprise Funds</u>	<u>Fiduciary Funds</u>	<u>Total</u>
A. Amounts reported on the Reconciliation, Line D	\$ 15,336,015	\$ 1,797,730	\$ 45,122	\$ 17,178,867
B. Less exclusions claimed (Note 1)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
C. Amounts subject to the expenditure limitation (If an individual category/type amount is negative reduce exclusions claimed to net to Zero.)	<u>\$ 15,336,015</u>	<u>\$ 1,797,730</u>	<u>\$ 45,122</u>	<u>\$ 17,178,867</u>

See accompanying notes to report.

CITY OF COOLIDGE, ARIZONA

**Annual Expenditure Limitation Report - Reconciliation
Year Ended June 30, 2014**

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	\$ 15,336,015	\$ 2,199,885	\$ 45,122	\$ 17,581,022
B. Subtractions:				
1. Items not requiring use of working capital:				
Depreciation	-	(671,282)	-	(671,282)
Loss on disposal of capital assets	-	-	-	-
Bad debt expense	-	(25,263)	-	(25,263)
Other postemployment benefits expense	-	-	-	-
Claims incurred but not reported	-	-	-	-
Landfill closure and postclosure care costs	-	-	-	-
2. Expenditures of separate legal entities established under Arizona Revised Statutes	-	-	-	-
3. Present value of net minimum capital lease and installment purchase contract payments recorded as expenditures at inception of the agreements	-	-	-	-
4. Involuntary court judgments	-	-	-	-
5. Total Subtractions	-	(696,545)	-	(696,545)
C. Additions:				
1. Principal payments on long-term debt	-	96,513	-	96,513
2. Acquisition of capital assets	-	197,877	-	197,877
3. Other postemployment benefits paid in the current year but reported as expenses in previous years	-	-	-	-
4. Claims paid in the current year but reported as expenses incurred but not reported in previous years	-	-	-	-
5. Landfill closure and postclosure care costs paid in the current year but reported as expenses in previous years	-	-	-	-
6. Total additions	-	294,390	-	294,390
D. Amounts reported on Part II, Line A	\$ 15,336,015	\$ 1,797,730	\$ 45,122	\$ 17,178,867

See accompanying notes to report.

CITY OF COOLIDGE, ARIZONA

Notes to Annual Expenditure Limitation Report
Year Ended June 30, 2014

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>\$ 96,513</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	\$ 84,460
Solid waste - Equipment	9,995
Airport - Infrastructure	92,795
Airport - Equipment	<u>10,627</u>
	<u>\$ 197,877</u>