

City of Coolidge, Arizona
Home of the Casa Grande Ruins



Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 2019

City of Coolidge, Arizona



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2019

**Prepared by the Finance Department
Gabriel Garcia, Finance Director**

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INTRODUCTORY SECTION



City of Coolidge

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December 27, 2019

To the Honorable Mayor, Members of the City 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, 2019.

The primary purpose of this report is to provide the City Council, Coolidge Citizens, legislative bodies, 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, 2019, 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.

PROFILE OF THE CITY

Coolidge is in the center of the rapidly expanding growth corridor in Western Pinal County. It continues to be the commercial center of Arizona's cotton industry and is a business friendly City that attracts investment and new businesses. In 1925, after construction of the Coolidge Dam transformed the flat desert into rich farm and ranch land, R.J. Jones laid out an 80-acre site to found the City. The City's name honors President Calvin Coolidge, who dedicated the dam in 1930. Almost 100,000 people annually visit the Casa Grande Ruins National Monument in Coolidge to learn of the prehistoric Hohokam people who constructed the Casa Grande (Spanish for "Big House"), a four-story caliche structure built in the 1300's. Coolidge incorporated in September of 1945 and was primarily dependent on agriculture and some mining. At incorporation the City encompassed one square mile, presently Coolidge sits at over 76.8 square miles. Its economy has diversified to include manufacturing, tourism and regional trade services for agricultural producers and farm families. The Coolidge Industrial Park, the Union Pacific Railroad Industrial Park and Randolph Industrial Park have boosted the presence of manufacturing and the City is setting the stage for increased economic development in these industrial centers.

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: public safety, recreation, library, streets maintenance and construction, planning and zoning, building code enforcement, animal control, and public transit. The City also provides business-like enterprises that include liquid waste, solid waste and municipal airport services.

In 2014, the City updated the General Plan. This 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 is to request sufficient funds to carry-out the responsibilities within general guidelines established by the City Council. Each 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 City 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 available on the city's website and 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 September of 2015 to be used through June 30, 2019. 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 \$50,981,316 to \$63,255,265 for fiscal year 2018/2019.

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 has relied on fiscal conservativeness to endure times of economic decline over recent years however there are several initiatives that have a direct impact on the current year's financial statements such as:

- **Freeze on Capital Funds** – The City Council continued the freeze on 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 scrutinize the projects in the Capital Improvement Plan for necessity and timeframe for completion.

- **In Lieu Property Tax** - The city continues to receive roughly \$700,000 per year for “in lieu property tax” from the Salt River Project for the TransCanada Power Generating Station. The Salt River Project is considered property tax exempt, but has agreed to pay the City the equivalent of the property tax it would normally generate on a privately operated power station.
- **Public Safety Personnel Retirement System** – The overall pension liability continued to grow and the employer contribution rates are 41.5% for Police tier one and tier two and 39.39% for tier three. Tier one and two for fire are 16.42% and 10.71% for tier three. This was the first year the City had to participate in multi-tiered rate structure which affected general fund operations budgets.
- **Debt Reduction** – The City paid off two outstanding capital leases to free up additional capital for future years. The Council has shown support for being fiscally conservative.
- **Organizational Restructure** – The City began restructuring the management team and other positions within the City to better align with current needs and resources available.

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. Government agencies, such as the Pinal County, Arizona Training Program, Central Arizona College, and State/Private Correctional Facilities are also major sources of jobs.

The City of Coolidge experienced considerable growth from 2001 through 2010 with the City’s population increasing roughly 52% since the 2000 Census. However, as the City struggled from 2008 to 2016 from the downturn in the economy and slow recovery from the recession. The City showed significant growth in revenues related to housing and development with licenses and permits raising by \$201,130 and charges for services increasing \$77,176. Despite the uptick in revenues for development taxes including sales tax and property tax decreased by \$102,890. Revenues for sales tax showed a \$47,071 decrease as they are affected by online shopping and will hopefully see some relief with the implementation of the Wayfair legislation in fiscal 2020. Property taxes decreased slightly as the City lowered the primary tax rate from \$1.9082 to \$1.8759. Increased housing minimized the effect of lowering the tax rate however the decrease was \$55,819.

The unemployment rate, as of June 2019, has decreased from 7.0% to 6.5% which is still significantly higher than the state’s unemployment rate of 4.9% percent.

LONG TERM PLANNING

A major challenge confronting rapidly growing cities and towns today is developing programs in an era of budgetary constraints. It would appear that 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 completed several projects this year:

- **Debt payoff** - the City paid off two capital leases early totaling \$208,328 for a fire tender (\$141,798) and fire pumper (\$66,530).
- **Landmark Ranch Playground** – the City installed new playground equipment totaling \$55,551.
- **New World Upgrade** – the City began upgrade of a new Fire/Police platform that unifies reporting, communication and streamlines operations \$220,000.

Future Projects Include:

- **Wastewater Treatment Plant** - the City is continuing the design and permitting phase of upgrading the existing Wastewater Treatment Plant to a 4.0 MGD class A effluent facility.
- **Aquatics Center and Northern Avenue Improvements** – the voters recently approved a \$5 million General Obligation Bond to build a new aquatics facility including roadway improvements along Northern Avenue. The City plans to issue bonds in fiscal 2020 and begin construction.
- **Airport Power Upgrade** – the City is continuing to evaluate potential growth opportunities at the 2017 ADOT Airport of the Year, in order to do so improvements will need to be made to both the existing infrastructure, runways and electrical supplies to handle new loads required for expansion.
- **Airport Runway Grant** – the City received a \$8.5 million dollar FAA grant for runway 5-23 which is a complete reconstruction and lighting grant to include precision approach path indicator's, runway end identifier lights, runway lighting and reconstruction of the runway including blast pads.
- **Nikola Motors** – the City entered into a development agreement to bring Nikola Motors and it's nearly \$800 million manufacturing facility to the Coolidge Industrial Park to manufacture hydrogen fuel cell semi-trucks. Construction expected to commence in fiscal year 2020.
- **Utility Scale Solar Projects** – the City approved two 100 megawatt solar power facilities expected to break ground in early 2020.
- **Investment Policy** – the City implemented an investment policy that will allow increased interest income while focusing on safety, liquidity and return.

- **Debt Payoff** – the City plans to pay off the Greater Arizona Development Authority loan for the Police Department/Council Chambers in fiscal 2020. This loan was set to mature in 2023 however the City will satisfy its obligation and defease the bonds in December of 2019 roughly \$1,015,000.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) 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, 2018. This was the tenth consecutive year that the City of Coolidge has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the City of Coolidge had to publish an easily readable and efficiently organized comprehensive annual financial report which satisfied both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another 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,

Gabriel Garcia

Gabriel Garcia
Finance Director/CFO





Government Finance Officers Association

**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, 2018

Christopher P. Morrell

Executive Director/CEO

CITY OF COOLIDGE
LIST OF PRINCIPAL OFFICIALS

MAYOR

Jon Thompson

VICE MAYOR

Jacque Hendrie-Henry

COUNCIL MEMBERS

Ben Navarro Steve Hudson

Tina Kaufman Jimmy Walker

Tatiana Murrieta

SENIOR MANAGEMENT STAFF

Rick Miller
City Manager

Norma Ortiz
City Clerk & HR Director

Matt Rencher
Public Works Director

Gabriel Garcia
Finance Director

Mark Dillon
Fire Chief

Georgie Garcia
Magistrate

Robby Criswell
IT Director

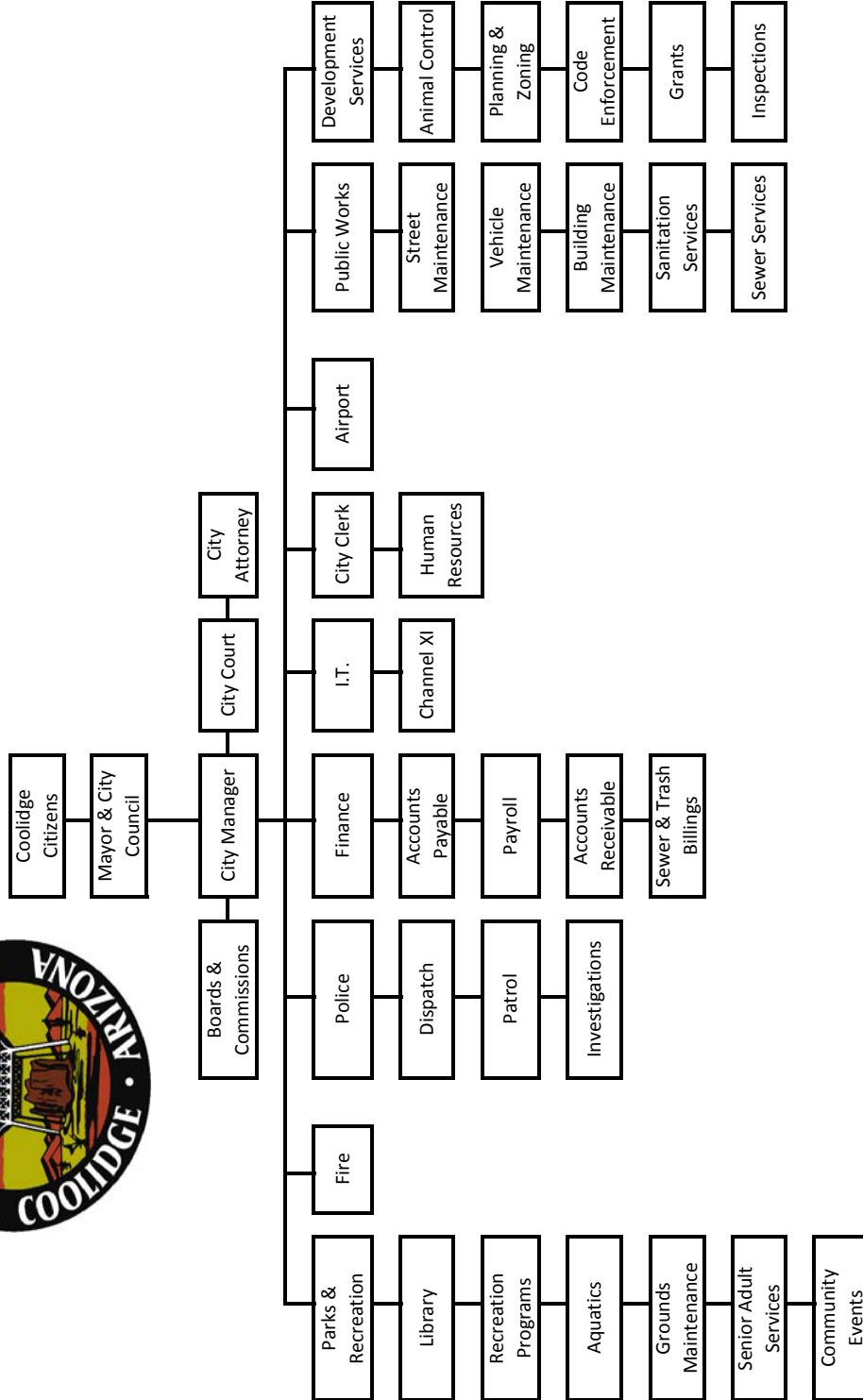
James Malinski
Chief of Police

Ricky LaPaglia
Library, Parks & Recreation Director

Gilbert Lopez
Grants & Development Services
Director



City Of Coolidge





FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

To the City Council
City of Coolidge, Arizona

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Coolidge, Arizona, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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, the aggregate remaining fund information, and the respective budgetary comparison for the general fund and grants fund of the City of Coolidge, Arizona, as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion & Analysis and net pension liability and other post-employment benefit plan information, as listed in the table of contents, 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.

Supplementary Other Information

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. 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 fund statements and schedules are management's responsibility and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, the combining and individual fund statements and schedules are fairly stated, in all material respects, in relation to the basic 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 them.

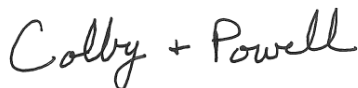
Other Reporting Required by Arizona Revised Statutes

In connection with our audit, nothing came to our attention that caused us to believe that the City failed to comply with the authorized transportation purposes, insofar as they relate to accounting matters, for Highway User Revenue Fund monies it received pursuant to Arizona Revised Statutes Title 28, Chapter 18, Article 2 and any other dedicated state transportation revenues received. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the City's noncompliance with the authorized transportation purposes referred to above, insofar as they relate to accounting matters.

The communication related to compliance over the use of highway user revenue fund and other dedicated state transportation revenue monies in the preceding paragraph is intended solely for the information and use of the members of the Arizona State Legislature, City Council, management, and other responsible parties within the City and is not intended to be and should not be used by anyone other than these specified parties.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2019, on our consideration of the City of Coolidge, Arizona'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 solely 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 effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Coolidge, Arizona's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Colby + Powell".

December 27, 2019

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, 2019. 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 and deferred outflows of resources of the City of Coolidge, Arizona exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$71,578,233 (net position).
- The City's total net position decreased \$316,646 from \$71,894,879 to \$71,578,233 during the fiscal year.
- As of the June 30, 2019, the City of Coolidge, Arizona's governmental funds reported combined ending fund balances of \$8,739,408, an increase of \$1,505,794 in comparison with the prior year largely due to increased licenses and permit revenue (\$201,130) and increased impact fees (\$589,417). There was also a decrease of expenditures in the road tax fund (\$440,975) as the City completed major roadwork in the prior year. At the end of the current fiscal year, unassigned fund balance for the general fund was \$4,870,099 or 50 percent of total general fund expenditures.
- General fund revenues (on a budgetary basis) were more than budgeted revenues by \$548,775 for fiscal year 2019. Additionally, budgetary basis expenditures were less than the budget by \$3,511,482 in the general fund.
- General fund revenues exceeded expenditures by \$1,111,028 which is a positive variance of \$4,060,257 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 37 and 38. 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 position presents information on all of the City of Coolidge, Arizona's assets, liabilities, and deferred inflows/outflows of resources with the difference between the two reported as net position. Over time, increases or decreases in net position 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 position changed during the most recent fiscal year. All changes in net position 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 services.

The government-wide financial statements can be found on pages 18-20 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 21-30 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, liquid waste impact fees 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 31-34 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 35-36 of this report.

Notes to the basic financial statements. The notes to the basic financial statements (pages 37-69) 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 pages 71-87.

The combining statements are presented on pages 89-92, immediately following the required supplementary information on pensions and other postemployment benefits.

Government-Wide Financial Analysis

Net position may serve over time as a useful indicator of a government's financial position. The following table reflects the Condensed Statement of Net Position of the City for June 30, 2019 showing that assets exceeded liabilities by \$71,578,233.

Condensed Statement of Net Position June 30, 2019 and 2018

	Government Activities		Business -type Activities		Totals	
	2019	2018	2019	2018	2019	2018
ASSETS						
Current and other assets	\$ 10,140,578	\$ 7,933,244	\$ 2,205,303	\$ 1,872,257	\$ 12,345,881	\$ 9,805,501
Capital assets						
Non-depreciable	1,785,647	1,294,274	1,947,960	1,571,672	3,733,607	2,865,946
Depreciable (net)	51,483,447	54,700,322	23,400,347	24,096,110	74,883,794	78,796,432
Total Assets	63,409,672	63,927,840	27,553,610	27,540,039	90,963,282	91,467,879
Deferred outflow s of resources	2,646,283	2,885,144	122,341	115,699	2,768,624	3,000,843
LIABILITIES						
Other liabilities	1,091,183	545,305	191,851	163,779	1,283,034	709,084
Non-current liabilities						
Due w ithin one year	696,329	788,162	152,461	186,655	848,790	974,817
Due in more than one year	16,123,828	17,541,595	2,013,380	2,274,335	18,137,208	19,815,930
Total liabilities	17,911,340	18,875,062	2,357,692	2,624,769	20,269,032	21,499,831
Deferred inflow s of resources	1,736,386	981,857	148,225	92,155	1,884,611	1,074,012
NET POSITION						
Invested in capital assets, net of related debt	49,964,342	52,073,197	24,063,974	24,223,422	74,028,316	76,296,619
Restricted	2,082,674	1,854,884	302,441	124,407	2,385,115	1,979,291
Unrestricted	(5,638,817)	(6,972,016)	803,619	590,985	(4,835,198)	(6,381,031)
Total net position	\$ 46,408,199	\$ 46,956,065	\$ 25,170,034	\$ 24,938,814	\$ 71,578,233	\$ 71,894,879

The net position of the City is \$46,408,199 in governmental activities and \$25,170,034 in business-type activities at June 30, 2019.

Net position consists of three components, the largest portion of the City of Coolidge, Arizona's net position (103%) 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. Additional information on the City's assets can be found in the Notes to the financial Statements on pages 48-49.

An additional portion of the City of Coolidge, Arizona's net position (3%) represents resources that are subject to external restrictions on how they may be used.

As illustrated in both the table above and the table below, the City's overall financial position showed a \$316,646 decrease in net position from \$71.9 million to \$71.6 million. This decrease can be attributed to continued investment in capital improvements in governmental activities and development in the business-type activities. Net position in governmental activities reported a \$547,866 decrease primarily in transfers out and the business-type activities reported an increase of \$231,220 primarily through increased transfers in for the airport. The net increase in the governmental and decrease business-type activities are discussed in more detail following the table below.

Changes in Net Position For the Fiscal Year Ended June 30, 2019 and 2018

	Government Activities		Business -type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Revenues						
Program Revenues						
Fees, Fines and charges for svcs	\$ 1,220,801	\$ 912,484	\$ 2,215,336	\$ 2,002,614	\$ 3,436,137	\$ 2,915,098
Operating grants and contributions	3,461,768	2,978,648			3,461,768	2,978,648
Capital grants and contributions	526,663	2,048,033			526,663	2,048,033
General Revenues						
Local Taxes	7,382,031	7,502,440			7,382,031	7,502,440
State shared revenues	3,599,329	3,480,556			3,599,329	3,480,556
Investment earnings	14,645	13,307	2,557	1,681	17,202	14,988
Miscellaneous	193,092	176,158		22,631	193,092	198,789
Total Revenues	16,398,329	17,111,626	2,217,893	2,026,926	18,616,222	19,138,552
Expenses						
General government	2,793,489	3,094,226			2,793,489	3,094,226
Public Safety	6,464,459	7,115,555			6,464,459	7,115,555
Highways and streets	4,951,187	4,964,760			4,951,187	4,964,760
Culture and recreation	1,271,022	1,275,939			1,271,022	1,275,939
Redevelopment and housing	902,873	688,882			902,873	688,882
Interest on long-term debt	73,173	69,441			73,173	69,441
Liquid Waste			1,166,621	1,099,835	1,166,621	1,099,835
Solid Waste			877,270	875,163	877,270	875,163
Municipal Airport			432,774	617,734	432,774	617,734
Total Expenses	16,456,203	17,208,803	2,476,665	2,592,732	18,932,868	19,801,535
Increase/Decrease in net position						
before transfers	(57,874)	(97,177)	(258,772)	(565,806)	(316,646)	(662,983)
Transfers In (Out)	(489,992)	(266,749)	489,992	266,749	-	-
Change in net position	(547,866)	(363,926)	231,220	(299,057)	(316,646)	(662,983)
Net position, beginning of year						
as restated	46,956,065	47,319,991	24,938,814	25,237,871	71,894,879	72,557,862
Net position, end of year	\$ 46,408,199	\$ 46,956,065	\$ 25,170,034	\$ 24,938,814	\$ 71,578,233	\$ 71,894,879

Changes in net position, shown above, illustrates the City's total revenues and expenses for the fiscal year ended June 30, 2019 compared to the same period ended June 30, 2018.

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 \$729,933 dollars. The City's fees, fines and charges for services reported a \$308,317 dollar increase. Operating grants and contributions increased by \$483,120 dollars over the prior year largely due to a decrease in grants received for the purposes of revenue for airport, streets and housing improvements. The capital grants and contributions reported a \$1,521,370 dollar decrease largely due to the recognition of a \$1,632,653 contribution from Arizona Department of Transportation for the completion of the Main Street Reconstruction project in the prior year.

General revenues, which include local taxes, impact fees, state shared revenues and investment earnings increased by \$16,635 dollars. Local taxes, including property and City sales taxes, decreased by \$120,409 due to the decrease in local taxes and impact of cyber shopping. State shared revenues increased by \$118,773 dollars due to increased revenue share by the State of Arizona.

Expenses decreased by \$752,601 dollars largely due to decreased spending in general government and public safety.

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. The capital grants for the airport vary from year-to-year based upon funding from various federal and state grants.

Business-type expenses increased in the Liquid Waste due to expenditures related to repairs and maintenance of existing infrastructure and investment in capital projects. Also, liquid waste impact fees increased as a result of increased building and economic development.

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, unassigned 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.

The City of Coolidge's overall financial position has improved. As of the end of the current fiscal year the City's governmental funds reported combined ending fund balances of \$8,739,408, an increase of \$1,505,794 in comparison with the prior year. Approximately 56% of this total amount \$4,870,099 constitutes General Fund balance. At fiscal year-end 2018-2019 fund balances were as follows:

<u>Fund</u>	<u>Balance</u>	<u>Increase (Decrease) From 2017-2018</u>
General Fund	\$ 4,870,099	\$ 1,108,826
Grants Fund	481,857	49,653
Impact Fee Fund	746,470	368,258
Capital Projects Fund	1,622,589	112,796
Road Tax Fund	855,063	65,913
Non-major Governmental Funds	<u>163,330</u>	<u>-199,652</u>
Total	\$ 8,739,408	\$ 1,505,794

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 \$4,870,099, an increase of \$1,108,826 over the prior year. This fund balance is available for contribution to the assigned, and unassigned fund balances. 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 50 percent of total General Fund expenditures, while total fund balance represents 61 percent of total City expenditures.

The increase to the General Fund balance during the current fiscal year can be attributed to increases in licenses and permits and charges for services.

The Grants Fund reported a \$49,653 increase in fund balance as the City continues to seek grant funds to supplement necessary programming and equipment needs such as transportation, housing, equipment and overtime for public safety. Grant funds are carried over to be spent based on allowable costs and projects in future years.

The Impact Fee Fund reported a \$368,258 fund balance increase due to an increase in building permits and construction around the City. The restricted fund balance will be carried over to future years for future planned capital projects.

The Capital Projects Fund reported a \$112,796 fund balance increase as Council has made it a priority to be fiscally conservative with long term purchases and has focused primarily on street improvements. The assigned balance will be carried over to future years for planned capital projects.

The Road Tax Fund reported an increase of \$65,913 as Council has made road improvements a high priority and has been utilizing the Pinal County Excise Tax

Obligation to allow for project acceleration. The restricted fund balance will be carried over to future years for planned construction projects.

The Non-Major Governmental Funds reported a \$199,652 decrease in fund balance due to increased principal expenditures in debt services as the City retired debt early.

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 29-30 and 94-96. 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 \$10,915,404, on a budgetary basis, were more than budgeted revenues of \$10,366,629 by \$548,775 and general fund expenditures of \$9,804,376 were less than the budgeted expenditures of \$13,315,858 by \$3,511,482. The increase in actual revenues over budgetary revenues largely due to positive variances of \$224,201 in licenses and permits and \$206,846 in charges for services. The decrease in actual expenditures compared to budgeted expenditures can be attributed to non-utilization of contingency in the General fund leading to a \$3,256,026 positive variance and \$357,267 savings in public safety expenditures through attrition and staffing vacancies. The increase of actual revenues over budgeted revenues is primarily due to the increased collection of licenses and permits and charges for services. The decrease of actual expenditures over budgeted expenditures is primarily due to savings in the public safety expenditures and the non-use of carryover funds for current expenditures.

Capital Assets and Debt Administration

The City's capital assets, for its governmental and business-type activities as of June 30, 2019, amounts to \$53,269,094 and \$25,348,307 respectively, (net of accumulated depreciation). Capital assets include land, buildings, and improvements, machinery and equipment, roads and improvements, vehicles and infrastructure. During fiscal year 2018-2019 the annual depreciation expense was \$3,591,120 and \$758,726 for the governmental and business-type capital assets, respectively. Additions to capital assets during the fiscal year totaled \$880,428 and \$439,251 (inclusive of work in process) for the governmental and business-type capital assets, respectively.

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

Government Funds

- Infrastructure – Library patio improvement \$6,500.
- Equipment – Purchase playground equipment \$54,551, courts security equipment \$29,578, mobile radio replacement for police department \$72,949, three license plate readers \$71,408, contraband test kit \$15,000, dual purpose police dog \$12,122, air conditioner replacement \$22,524, and transit van \$49,248, Chevy Silverado \$43,168 utility cart \$5,654.

Business Funds

- Infrastructure – Phone line extension \$6,835, McClellan Meadows lift station \$18,741.
- Equipment – camel truck repairs \$28,528, Ricoh copy machine \$8,859.

The following table provides a breakdown of the capital assets of the City at June 30, 2019 and 2018.

Capital Assets at June 30, 2019 and 2018 (Net of depreciation)

	Government Activities		Business -type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Land	\$ 1,287,774	\$ 1,287,774	\$ 1,153,218	\$ 1,153,218	\$ 2,440,992	\$ 2,440,992
Construction in Progress	497,873	6,500	794,742	418,454	1,292,615	424,954
Airport hangar and other improvements			31,797	33,516	31,797	33,516
Buildings and improvements	9,870,320	10,189,092			9,870,320	10,189,092
Infrastructure and land improvements	39,172,133	41,891,553	4,165,589	4,332,116	43,337,722	46,223,669
Sewer treatment plant and collection system			18,363,396	18,852,179	18,363,396	18,852,179
Furniture, machinery, equipment and vehicles	2,440,994	2,619,677	839,565	878,299	3,280,559	3,497,976
Total Capital Assets	<u>\$ 53,269,094</u>	<u>\$ 55,994,596</u>	<u>\$ 25,348,307</u>	<u>\$ 25,667,782</u>	<u>\$ 78,617,401</u>	<u>\$ 81,662,378</u>

See Note 5 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 total Government and Business Type Activities long-term obligations outstanding were \$18,985,998. Of the long term debt \$13,156,416 represents net pension liability, and \$1,958,230 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 following schedule shows the outstanding debt of the City (both current and long-term) as of June 30, 2019 and 2018. Further detail on the City's outstanding debt may be found in Note 10 on page 53.

Outstanding Debt at June 30, 2019 and 2018

	Governmental Activities		Business Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Notes Payable	\$ 1,015,000	\$ 1,245,000	\$ 943,230	\$ 1,056,488	\$ 1,958,230	\$ 2,301,488
Bond Payable	2,233,000	2,383,000	-	-	2,233,000	2,383,000
Note Premium	56,752	85,071	-	-	56,752	85,071
Capital leases	-	208,328	341,103	391,243	341,103	599,571
Landfill closure and post-closure costs	729,117	725,229	-	-	729,117	725,229
Compensated absences	467,556	405,140	43,824	38,764	511,380	443,904
Net Pension Liability	12,318,732	13,277,989	837,684	974,495	13,156,416	14,252,484
Total Outstanding Debt	\$ 16,820,157	\$ 18,329,757	\$ 2,165,841	\$ 2,460,990	\$ 18,985,998	\$ 20,790,747

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 98% of the City's general revenues were derived from state shared revenues 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. However, new State legislation prohibits the collection of impact fees for certain categories of public service, beginning in January of 2012, which will surely reduce the funds available for capital projects. 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 estimated to increase by \$254,646 for fiscal year ending June 30, 2020 based on the 2010 Census figures. 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.

Other factors affecting next year's budget include:

- Increase in minimum wage and the accumulation of sick leave for part-time employees.
- Economic development and new home builds increasing.
- Expiration of agreement for fire coverage thus decreasing revenues.
- Legislation affecting taxability of particular retail sales tax and changes to the model city tax code as they align with Arizona Tax Code.
- Unknown effects of health insurance regulations and impacts to municipal employers.

- Public Safety Retirement System changes to employer contributions.
- Passage of General Obligation Bonds up to \$5 million for expansion of City Pool and roadway improvements along Northern Avenue.
- Continued efforts to improve economic development opportunities and encourage workforce development in the City.

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:

Gabriel Garcia, Finance Director/CFO
City of Coolidge, Arizona
Finance Department
130 West Central Avenue
Coolidge, AZ 85128
E-mail at gabeg@coolidgeaz.com

FINANCIAL SECTION

BASIC FINANCIAL STATEMENTS

CITY OF COOLIDGE, ARIZONA
STATEMENT OF NET POSITION
June 30, 2019

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 8,097,252	\$ 2,040,598	\$ 10,137,850
Receivables (net of allowance for uncollectable)	480,447	162,581	643,028
Due from other governments	1,268,216	-	1,268,216
Net pension and other postemployment benefits asset	294,633	2,124	296,757
Capital assets			
Land and construction in progress	1,785,647	1,947,960	3,733,607
Other capital assets (net of accumulated depreciation)	51,483,447	23,400,347	74,883,794
Total assets	<u>63,409,642</u>	<u>27,553,610</u>	<u>90,963,252</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions and other postemployment benefits	<u>2,646,283</u>	<u>122,341</u>	<u>2,768,624</u>
LIABILITIES			
Accounts payable and other current liabilities	886,657	29,490	916,147
Accrued expenses and employee benefits	182,754	12,412	195,166
Customer deposits	-	149,949	149,949
Accrued interest payable	21,772	-	21,772
Noncurrent liabilities			
Due within one year			
Compensated absences	280,535	26,294	306,829
Capital leases	-	52,407	52,407
Loans payable	262,794	73,760	336,554
Bonds payable	153,000	-	153,000
Due in more than one year			
Compensated absences	187,021	17,530	204,551
Capital leases	-	288,696	288,696
Loans payable	808,958	869,470	1,678,428
Bonds payable	2,080,000	-	2,080,000
Landfill closure and post closure care	729,117	-	729,117
Net pension liability and other postemployment liability	<u>12,318,732</u>	<u>837,684</u>	<u>13,156,416</u>
Total liabilities	<u>17,911,340</u>	<u>2,357,692</u>	<u>20,269,032</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions and other postemployment benefits	<u>1,736,386</u>	<u>148,225</u>	<u>1,884,611</u>
NET POSITION			
Net investment in capital assets	49,964,342	24,063,974	74,028,316
Restricted for			
Highways and streets	855,063	-	855,063
Transit purposes	53,163	-	53,163
Court purposes	112,239	-	112,239
Grant purposes	308,760	-	308,760
Debt service	-	43,177	43,177
Development	-	14,563	14,563
Capital improvements	753,449	244,701	998,150
Unrestricted	<u>(5,638,817)</u>	<u>803,619</u>	<u>(4,835,198)</u>
Total net position	<u>\$ 46,408,199</u>	<u>\$ 25,170,034</u>	<u>\$ 71,578,233</u>

See accompanying notes to financial statements.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF ACTIVITIES
Year Ended June 30, 2019

Functions / Programs	Expenses	Program Revenue	
		Charges for Services	Operating Grants and Contributions
Primary government:			
Governmental activities			
General government	\$ 2,793,489	\$ 251,026	\$ 61,852
Public safety	6,464,459	402,541	591,081
Highways and streets	4,951,187	32,791	2,157,812
Culture and recreation	1,271,022	97,760	188,482
Redevelopment and housing	902,873	436,683	462,541
Interest on long-term debt	73,173	-	-
Total governmental activities	16,456,203	1,220,801	3,461,768
Business-type activities			
Liquid waste	1,158,047	877,850	-
Solid waste	877,270	1,108,725	-
Liquid waste impact fees	8,574	186,458	-
Municipal airport	432,774	42,303	-
Total business-type activities	2,476,665	2,215,336	-
Total primary government	\$ 18,932,868	\$ 3,436,137	\$ 3,461,768

General revenue:

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

Change in net position

Net position, beginning of year

Net position, end of year

Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-type Activities	Totals
\$ -	\$ (2,480,611)	\$ -	\$ (2,480,611)
238,625	(5,232,212)	-	(5,232,212)
288,038	(2,472,546)	-	(2,472,546)
-	(984,780)	-	(984,780)
-	(3,649)	-	(3,649)
-	(73,173)	-	(73,173)
<u>526,663</u>	<u>(11,246,971)</u>	<u>-</u>	<u>(11,246,971)</u>
-	-	(280,197)	(280,197)
-	-	231,455	231,455
-	-	177,884	177,884
-	-	(390,471)	(390,471)
<u>-</u>	<u>-</u>	<u>(261,329)</u>	<u>(261,329)</u>
<u>\$ 526,663</u>	<u>(11,246,971)</u>	<u>(261,329)</u>	<u>(11,508,300)</u>
	5,436,704	-	5,436,704
	1,608,702	-	1,608,702
	336,625	-	336,625
	3,599,329	-	3,599,329
	14,645	2,557	17,202
	193,092	-	193,092
	(489,992)	489,992	-
	<u>10,699,105</u>	<u>492,549</u>	<u>11,191,654</u>
	(547,866)	231,220	(316,646)
	<u>46,956,065</u>	<u>24,938,814</u>	<u>71,894,879</u>
	<u>\$ 46,408,199</u>	<u>\$ 25,170,034</u>	<u>\$ 71,578,233</u>

See accompanying notes to financial statements.

CITY OF COOLIDGE, ARIZONA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2019

	General	Grants	Impact Fees
ASSETS			
Cash and cash equivalents	\$ 4,321,810	\$ 218,769	\$ 746,470
Taxes receivable	56,471	-	-
Accounts receivable	205,952	-	-
Due from other governments	760,047	331,324	-
Due from other funds	-	-	-
Total assets	<u>\$ 5,344,280</u>	<u>\$ 550,093</u>	<u>\$ 746,470</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 289,972	\$ 55,729	\$ -
Accrued payroll and employee benefits	147,113	12,507	-
Due to other funds	-	-	-
Total liabilities	<u>437,085</u>	<u>68,236</u>	<u>-</u>
Deferred inflows of resources			
Unavailable revenue	37,096	-	-
Total deferred inflows of resources	<u>37,096</u>	<u>-</u>	<u>-</u>
Fund balances			
Restricted for			
Highways and streets	-	-	-
Transit purposes	-	53,163	-
Court purposes	-	-	-
Public safety purposes	-	308,760	-
Capital improvements	-	6,979	746,470
Assigned for			
Capital projects	-	-	-
Unassigned	4,870,099	112,955	-
Total fund balance	<u>4,870,099</u>	<u>481,857</u>	<u>746,470</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 5,344,280</u>	<u>\$ 550,093</u>	<u>\$ 746,470</u>

See accompanying notes to financial statements.

Capital Projects	Road Tax Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
\$ 1,845,656	\$ 894,746	\$ 69,801	\$ 8,097,252
194,466	-	-	250,937
-	-	23,558	229,510
-	50,942	125,903	1,268,216
-	-	98,678	98,678
<u>\$ 2,040,122</u>	<u>\$ 945,688</u>	<u>\$ 317,940</u>	<u>\$ 9,944,593</u>
\$ 417,533	\$ 90,625	\$ 32,798	\$ 886,657
-	-	23,134	182,754
-	-	98,678	98,678
<u>417,533</u>	<u>90,625</u>	<u>154,610</u>	<u>1,168,089</u>
-	-	-	37,096
<u>-</u>	<u>-</u>	<u>-</u>	<u>37,096</u>
-	855,063	-	855,063
-	-	-	53,163
-	-	112,239	112,239
-	-	-	308,760
-	-	-	753,449
1,622,589	-	51,091	1,673,680
-	-	-	4,983,054
<u>1,622,589</u>	<u>855,063</u>	<u>163,330</u>	<u>8,739,408</u>
<u>\$ 2,040,122</u>	<u>\$ 945,688</u>	<u>\$ 317,940</u>	<u>\$ 9,944,593</u>

See accompanying notes to financial statements.



CITY OF COOLIDGE, ARIZONA
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
June 30, 2019

Total governmental fund balances		\$	8,739,408
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Amounts reported for governmental activities in the Statement of
Net Position are different because:

Capital assets used in governmental activities are not
financial resources and therefore, are reported in the
governmental funds.

Governmental capital assets	105,118,535	
Less accumulated depreciation	<u>(51,849,441)</u>	53,269,094

Certain revenues earned but not received within 60 days of
year-end are unavailable for the governmental statements,
but are recognized as revenue for government-wide
statements.

Property taxes		37,096
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Interest payable on long-term debt is not reported in the
governmental funds.

	(21,772)
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Net pension/OPEB assets held in trust for future benefits
are not available for City operations and, therefore, are not
reported in the funds

294,633

Long-term liabilities, such as net pension/OPEB liabilities
and bonds payable, are not due and payable in the
current period and ,therefore, are not reported as
liabilities in the funds

Compensated absences	(467,556)	
Landfill closure and postclosure care payable	(729,117)	
Loans payable	(1,071,752)	
Bonds payable	(2,233,000)	
Net pension liabilities	<u>(12,318,732)</u>	(16,820,157)

Deferred outflows and inflows of resources related to pensions/OPEB
and deferred charges or credits on debt refundings are applicable to
future reporting periods and, therefore, are not reported in the funds.

<u>909,897</u>

Net position of governmental activities		\$	<u><u>46,408,199</u></u>
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CITY OF COOLIDGE, ARIZONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2019

	General	Grants	Impact Fees
Revenue			
Taxes	\$ 6,070,421	\$ -	\$ -
Intergovernmental	3,599,329	1,620,805	-
Fines and forfeitures	212,108	7,150	-
Licenses and permits	333,201	-	-
Charges for services	462,285	-	611,192
Investment income	5,192	286	684
Miscellaneous	232,868	97,300	-
Total revenue	<u>10,915,404</u>	<u>1,725,541</u>	<u>611,876</u>
Expenditures			
Current			
General government	2,660,825	-	6,150
Public safety	5,426,096	229,980	6,860
Highways and streets	-	591,685	10,289
Culture and recreation	1,126,510	-	5,550
Redevelopment and housing	590,945	462,541	-
Capital outlay	-	391,682	-
Debt service			
Principal	-	-	-
Interest and debt cost	-	-	-
Total expenditures	<u>9,804,376</u>	<u>1,675,888</u>	<u>28,849</u>
Excess (deficiency) of revenue over (under) expenditures	<u>1,111,028</u>	<u>49,653</u>	<u>583,027</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	<u>(2,202)</u>	<u>-</u>	<u>(214,769)</u>
Total other financing sources (uses)	<u>(2,202)</u>	<u>-</u>	<u>(214,769)</u>
Net change in fund balances	1,108,826	49,653	368,258
Fund balance, beginning of year	<u>3,761,273</u>	<u>432,204</u>	<u>378,212</u>
Fund balance, end of year	<u>\$ 4,870,099</u>	<u>\$ 481,857</u>	<u>\$ 746,470</u>

See accompanying notes to financial statements.

Capital Projects	Road Tax Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
\$ 1,353,142	\$ -	\$ 5,909	\$ 7,429,472
-	584,969	1,124,785	6,929,888
-	-	7,753	227,011
-	-	32,791	365,992
-	-	-	1,073,477
2,478	5,850	155	14,645
6,297	-	39,292	375,757
<u>1,361,917</u>	<u>590,819</u>	<u>1,210,685</u>	<u>16,416,242</u>
-	-	-	2,666,975
-	-	-	5,662,936
-	273,484	1,495,146	2,370,604
-	-	-	1,132,060
-	-	7,024	1,060,510
401,244	43,163	-	836,089
208,328	-	380,000	588,328
4,945	-	98,009	102,954
<u>614,517</u>	<u>316,647</u>	<u>1,980,179</u>	<u>14,420,456</u>
<u>747,400</u>	<u>274,172</u>	<u>(769,494)</u>	<u>1,995,786</u>
-	-	569,842	569,842
<u>(634,604)</u>	<u>(208,259)</u>	<u>-</u>	<u>(1,059,834)</u>
<u>(634,604)</u>	<u>(208,259)</u>	<u>569,842</u>	<u>(489,992)</u>
112,796	65,913	(199,652)	1,505,794
<u>1,509,793</u>	<u>789,150</u>	<u>362,982</u>	<u>7,233,614</u>
<u>\$ 1,622,589</u>	<u>\$ 855,063</u>	<u>\$ 163,330</u>	<u>\$ 8,739,408</u>

See accompanying notes to financial statements.



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, 2019

Net change in fund balances - total governmental funds \$ 1,505,794

Amounts reported for governmental activities in the
Statement of Activities are difference 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 statements and are reported in the Statement of Activities

Capital outlay	836,089	
Depreciation expense	<u>(3,591,120)</u>	(2,755,031)

In the Statement of Activities, only the gain/loss on the sale of capital
assets is reported whereas in the governmental funds, the proceeds
from the sale increase financial resources. Thus, the change in net
differ from the change in fund balance by the book value of the capital
assets sold

(14,810)

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.

Donated asset	44,339	
Property taxes	<u>(47,442)</u>	(3,103)

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.

1,462

Debt proceeds provide current financial resources to governmental
funds, but issuing debt increases long-term liabilities in the Statement
of Net Position. Repayment of long-term debt are expenditure in the
governmental funds, but the repayment reduces long-term
liabilities in the Statement of Net Position.

Capital leases repayments	208,328	
Debt principal repayments	408,319	
Increase in landfill closure and post closure care costs	<u>(3,888)</u>	612,759

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.

Increase in compensated absences		(62,416)
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City pension/OPEB contributions are reported as expenditures in the
governmental funds when made. However, they are reported as
deferred outflows of resources in the Statement of Net Position
because the reported net pension/OPEB liability is measured a year
before the City's report date. Pension/OPEB expense, which is the
change in the net pension/OPEB liability adjusted for changes in deferred
outflows and inflows of resources related to pensions, is reported in
the Statement of Activities.

City pension/OPEB contributions	1,295,652	
Pension/OPEB expense	<u>(1,128,173)</u>	<u>167,479</u>

Change in net position of governmental activities		<u>\$ (547,866)</u>
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CITY OF COOLIDGE, ARIZONA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET
TO ACTUAL
Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenue				
Taxes	\$ 5,982,360	\$ 5,982,360	\$ 6,070,421	\$ 88,061
Intergovernmental	3,567,574	3,567,574	3,599,329	31,755
Fines and forfeitures	278,256	278,256	212,108	(66,148)
Licenses and permits	109,000	109,000	333,201	224,201
Charges for services	255,439	255,439	462,285	206,846
Investment income	3,000	3,000	5,192	2,192
Contributions	5,000	5,000	-	(5,000)
Miscellaneous	166,000	166,000	232,868	66,868
Total revenue	<u>10,366,629</u>	<u>10,366,629</u>	<u>10,915,404</u>	<u>548,775</u>
Expenditures				
Current				
General government	5,916,851	5,916,851	2,660,825	3,256,026
Public safety	5,783,363	5,783,363	5,426,096	357,267
Culture and recreation	1,132,355	1,132,355	1,126,510	5,845
Redevelopment and housing	483,289	483,289	590,945	(107,656)
Total expenditures	<u>13,315,858</u>	<u>13,315,858</u>	<u>9,804,376</u>	<u>3,511,482</u>
Excess (deficiency) of revenue over expenditures	<u>(2,949,229)</u>	<u>(2,949,229)</u>	<u>1,111,028</u>	<u>4,060,257</u>
OTHER FINANCING SOURCES (USES)				
Capital lease agreement	5,000	5,000	-	(5,000)
Transfers out	<u>(173,475)</u>	<u>(173,475)</u>	<u>(2,202)</u>	<u>171,273</u>
Total other financing sources (uses)	<u>(168,475)</u>	<u>(168,475)</u>	<u>(2,202)</u>	<u>166,273</u>
Net change in fund balance	(3,117,704)	(3,117,704)	1,108,826	4,226,530
Fund balance, beginning of year	<u>3,117,704</u>	<u>3,117,704</u>	<u>3,761,273</u>	<u>643,569</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,870,099</u>	<u>\$ 4,870,099</u>

See accompanying notes to financial statements.

CITY OF COOLIDGE, ARIZONA
GRANTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET
TO ACTUAL
Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenue				
Intergovernmental	\$ 2,381,886	\$ 2,381,886	\$ 1,620,805	\$ 1,620,805
Fines and forfeitures	121,194	121,194	7,150	7,150
Investment income	-	-	286	286
Miscellaneous	-	-	97,300	97,300
Total revenue	<u>2,503,080</u>	<u>2,503,080</u>	<u>1,725,541</u>	<u>1,725,541</u>
Expenditures				
Current				
Public safety	1,670,260	1,670,260	229,980	1,440,280
Highways and streets	-	-	591,685	(591,685)
Culture and recreation	6,727	6,727	-	6,727
Redevelopment and housing	826,093	826,093	462,541	363,552
Capital outlay	-	-	391,682	(391,682)
Total expenditures	<u>2,503,080</u>	<u>2,503,080</u>	<u>1,675,888</u>	<u>827,192</u>
Net change in fund balance	-	-	49,653	2,552,733
Fund balance, beginning of year	-	-	432,204	432,204
			-	
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 481,857</u>	<u>\$ 2,984,937</u>

See accompanying notes to financial statements.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2019

	Business-type Activities--Enterprise Funds				
	Liquid Waste	Solid Waste	Liquid Waste Impact Fees	Airport	Total
ASSETS					
Current assets					
Cash and cash equivalents	\$ 1,218,544	\$ 577,353	\$ 244,701	\$ -	\$ 2,040,598
Accounts receivables, net	15,460	147,121	-	-	162,581
Due from other funds	138,000	-	-	-	138,000
Total current assets	1,372,004	724,474	244,701	-	2,341,179
Noncurrent assets					
Net other postemployment benefits asset	772	1,236	-	116	2,124
Non-depreciable capital assets	1,380,853	-	-	567,107	1,947,960
Depreciable assets, net	18,545,417	99,801	-	4,755,129	23,400,347
Total noncurrent assets	19,927,042	101,037	-	5,322,352	25,350,431
Total assets	21,299,046	825,511	244,701	5,322,352	27,691,610
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows related to pensions and other postemployment benefits	44,488	71,180	-	6,673	122,341
LIABILITIES					
Current liabilities					
Accounts payable	19,693	8,614	-	1,183	29,490
Accrued payroll and benefits	4,606	4,806	-	3,000	12,412
Customer deposits	-	149,949	-	-	149,949
Due to other funds	-	-	-	138,000	138,000
Compensated absences	16,049	2,649	-	7,596	26,294
Current portion of loans payable	73,760	-	-	-	73,760
Current portion of capital leases	-	-	-	52,407	52,407
Total current liabilities	114,108	166,018	-	202,186	482,312
Noncurrent liabilities					
Compensated absences	10,699	1,766	-	5,065	17,530
Loans payable	869,470	-	-	-	869,470
Capital leases	-	-	-	288,696	288,696
Net pension and other postemployment benefits liability	304,612	487,380	-	45,692	837,684
Total noncurrent liabilities	1,184,781	489,146	-	339,453	2,013,380
Total liabilities	1,298,889	655,164	-	541,639	2,495,692
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows related to pensions and other postemployment benefits	53,900	86,240	-	8,085	148,225
NET POSITION					
Net investment in capital assets	18,983,040	99,801	-	4,981,133	24,063,974
Restricted for					
Debt service	43,177	-	-	-	43,177
Development	14,563	-	-	-	14,563
Capital projects	-	-	244,701	-	244,701
Unrestricted (deficit)	949,965	55,486	-	(201,832)	803,619
Total net position	\$ 19,990,745	\$ 155,287	\$ 244,701	\$ 4,779,301	\$ 25,170,034

See accompanying notes to financial statements.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
Year Ended June 30, 2019

	Business-type Activities--Enterprise Funds				
	Liquid Waste	Solid Waste	Liquid Waste Impact Fees	Airport	Total
Operating revenue					
Charges for service	\$ 877,850	\$ 1,108,725	\$ 186,458	\$ 42,303	\$ 2,215,336
Operating expenses					
Costs of services	593,248	846,541	8,574	216,622	1,664,985
Depreciation	534,947	30,729	-	193,050	758,726
Total operating expenses	1,128,195	877,270	8,574	409,672	2,423,711
Operating income (loss)	(250,345)	231,455	177,884	(367,369)	(208,375)
Nonoperating revenue (expenses)					
Investment revenue	1,725	682	150	-	2,557
Interest expense	(29,852)	-	-	(23,102)	(52,954)
Total nonoperating revenue (expenses)	(28,127)	682	150	(23,102)	(50,397)
Income (loss) before capital contributions, and transfers	(278,472)	232,137	178,034	(390,471)	(258,772)
Transfers in	-	-	-	576,032	576,032
Transfers out	(39,005)	(47,035)	-	-	(86,040)
Change in net position	(317,477)	185,102	178,034	185,561	231,220
Total net position, beginning of year	20,308,222	(29,815)	66,667	4,593,740	24,938,814
Total net position, end of year	\$ 19,990,745	\$ 155,287	\$ 244,701	\$ 4,779,301	\$ 25,170,034

See accompanying notes to financial statements.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended June 30, 2019

	Business-type Activities--Enterprise Funds				
	Liquid Waste	Solid Waste	Liquid Waste Impact Fees	Airport	Total
Cash flows from operating activities:					
Received from customers	\$ 867,765	\$ 1,101,601	\$ 186,458	\$ 42,303	\$ 2,198,127
Payments to suppliers	(331,173)	(665,357)	(8,574)	(85,978)	(1,091,082)
Payments to employees	(276,016)	(216,425)	-	(133,555)	(625,996)
Net cash provided (used) by operating activities	260,576	219,819	177,884	(177,230)	481,049
Cash flows from noncapital and related financing activities					
Transfers in	-	-	-	576,032	576,032
Transfers out	(39,005)	(47,035)	-	-	(86,040)
Received from other funds	-	-	-	50,728	50,728
Payment to other funds	(50,728)	-	-	-	(50,728)
Net cash provided (used) for noncapital and related financing activities	(89,733)	(47,035)	-	626,760	489,992
Cash flows from capital and financing activities					
Interest paid	(29,852)	-	-	(23,102)	(52,954)
Purchase of capital assets	(62,963)	-	-	(376,288)	(439,251)
Principal payments on leases	-	-	-	(50,140)	(50,140)
Principal payments of notes payable	(113,258)	-	-	-	(113,258)
Net cash provided (used) for capital and related financing activities	(206,073)	-	-	(449,530)	(655,603)
Cash flows from investing activities					
Investment income	1,725	682	150	-	2,557
Net increase (decrease) in cash and cash equivalents	(33,505)	173,466	178,034	-	317,995
Cash and cash equivalents, beginning of year	1,252,049	403,887	66,667	-	1,722,603
Cash and cash equivalents, end of year	\$ 1,218,544	\$ 577,353	\$ 244,701	\$ -	\$ 2,040,598

See accompanying notes to financial statements.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended June 30, 2019

	Business-type Activities--Enterprise Funds				
	Liquid Waste	Solid Waste	Liquid Waste Impact Fees	Airport	Total
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ (250,345)	\$ 231,455	\$ 177,884	\$ (367,369)	\$ (208,375)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation	534,947	30,729	-	193,050	758,726
Provision for uncollectible accounts	6,929	16,287	-	-	23,216
Change in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:					
Net pension and other postemployment benefits asset	452	725	-	68	1,245
Accounts receivables	(10,085)	(29,429)	-	-	(39,514)
Deferred outflows of resources related to pensions and other postemployment benefits	(2,415)	(3,864)	-	(362)	(6,641)
Accounts payable	8,542	(3,950)	-	(627)	3,965
Accrued payroll and benefits	164	1,495	-	143	1,802
Customer deposits	-	22,305	-	-	22,305
Compensated absences	1,747	1,041	-	2,272	5,060
Net pension and other postemployment benefits liability	(49,749)	(79,599)	-	(7,463)	(136,811)
Deferred inflows of resources related to pensions and other postemployment benefits	20,389	32,624	-	3,058	56,071
Net cash provided (used) by operating activities	<u>\$ 260,576</u>	<u>\$ 219,819</u>	<u>\$ 177,884</u>	<u>\$ (177,230)</u>	<u>\$ 481,049</u>

See accompanying notes to financial statements.

CITY OF COOLIDGE, ARIZONA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2019

	Pension Trust
ASSETS	
Cash and cash equivalents	\$ 10,417
Investments - mutual funds	<u>262,078</u>
Total assets	<u>272,495</u>
NET POSITION RESTRICTED FOR PENSIONS	
Held in trust for investment trust participants	<u><u>\$ 272,495</u></u>

CITY OF COOLIDGE, ARIZONA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
Year Ended June 30, 2019

	Pension Trust
	<hr/>
Additions	
State fire insurance premiums	\$ 4,046
Contributions	2,926
Investment income:	
Interest and dividends	11,578
Unrealized gain/(loss)	<u>(307)</u>
Total additions	<hr/> 18,243 <hr/>
Deductions	
Professional/technical services	<hr/> 2,250 <hr/>
Change in net position	15,993
Net position, beginning of year	<hr/> 256,502 <hr/>
Net position, end of year	<hr/> <u>\$ 272,495</u> <hr/>

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 City's management has operational responsibility for IDA.

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 City's management has operational responsibility for MVCFD.

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. The City's management has operational responsibility for SCFD.

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 position and the statement of activities) present financial information about the City as a whole. These statements report the financial activities of the overall government, except for fiduciary activities. They also distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes and intergovernmental revenues. Business-type activities are financed in whole or in part by fees charged to external parties.

A statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities and each segment of its business-type activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The City does not allocate indirect expenses to programs or functions. Program revenues include charges to customers for goods or services, operating grants, capital grants and contributions. Revenues that are not classified as program revenues, including internally dedicated resources and all taxes, are reported as general revenues.

Generally, the effect of interfund activity has been eliminated from the government-wide financial statements to minimize the double counting of internal activities. Charges for interfund services provided and used are not eliminated if the prices approximate their external exchange values.

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. Fund Balances - Governmental Funds

As of June 30, 2019, fund balances of the governmental funds are classified as follows:

Nonspendable - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed - amounts that can be used only for specific purposes pursuant to constraints imposed internally by formal action of the Council. Formal action by the City Council through resolution is required to establish, modify, or rescind committed fund balance.

Assigned - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the City's adopted policy, only City Council or the City's Finance Director may assign amounts for specific purposes.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Balances - Governmental Funds (Continued)

Unassigned - all other spendable amounts. The general fund is the only fund that reports a positive unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless City Council or the City's Finance Director has provided otherwise in its commitment or assignment actions.

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

Government-wide Financial Statements - The government-wide financial statements and fiduciary funds 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.

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 service 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.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus, Basis of Accounting and Financial Statement
Presentation (Continued)

Delinquent property taxes have been recorded as unavailable revenue if not collected within 60 days. Receivables that will not be collected within the available period have also been reported as unavailable 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.

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.

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.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus, Basis of Accounting and Financial Statement
Presentation (Continued)

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.

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)
Transit Fund
Court Surcharge Fund

Debt Service Fund

Capital Projects Funds

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

E. 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.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. 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's interest rate policy is to coordinate its investment maturities to closely match cash flow needs. The City's credit risk policy is to hold investments as authorized by the Arizona Revised Statutes.

G. 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).

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.

H. Prepaid Items

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

I. 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 acquisition value at the date of donation.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Capital Assets (continued)

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:

Assets	Estimated Useful Life (years)
Infrastructure	20-50
Buildings and improvements	20-50
Sewer collection system	20-50
Land improvements	20
Furniture, vehicles, machinery and equipment	5-20

J. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future periods) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position and or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

K. 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 position.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. 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.

M. 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.

N. 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.

O. 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.

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 2019.

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.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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).

Q. Postemployment Benefits

For purposes of measuring the net pension and other postemployment benefits (OPEB) assets and liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the plans' fiduciary net position and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2 CASH AND INVESTMENTS

Arizona Revised Statutes (A.R.S.) authorize the City to invest public monies in the State Treasurer's investment pool; obligations issued or guaranteed by the United States or any of the senior debt of its agencies, sponsored agencies, corporations, sponsored corporations, or instrumentalities; specified state and local government bonds, notes, and other evidences of indebtedness; interest-earning investments such as savings accounts, certificates of deposit and repurchase agreements in eligible depositories; specified commercial paper issued by corporations organized and doing business in the United States; specified bonds, debentures, notes, and other evidences of indebtedness that are denominated in United States dollars; and certain open-end and closed-end mutual funds, including exchange traded funds. In addition, the City Treasurer may invest trust funds in certain fixed income securities of corporations doing business in the United States or District of Columbia.

Credit risk

Statutes have the following requirements for credit risk:

1. Commercial paper must be of prime quality and be rated within the top two ratings by a nationally recognized rating agency.
2. Specified bonds, debentures, notes, and other evidences of indebtedness that are denominated in United States dollars must be rated "A" or better at the time of purchase by at least two nationally recognized rating agencies.
3. Fixed income securities must carry one of the two highest ratings by Moody's investor's service and Standard and Poor's rating service. If only one of the above-mentioned services rates the security, it must carry the highest rating of that service.

Custodial credit risk

Statutes require collateral for deposits at 102 percent of all deposits federal depository insurance does not cover.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 2 CASH AND INVESTMENTS (Continued)

Concentration of credit risk

Statutes do not include any requirements for concentration of credit risk

Interest rate risk

Statutes require that public monies invested in securities and deposits have a maximum maturity of 5 years. The maximum maturity for investments in repurchase agreements is 180 days.

Foreign currency risk

Statutes do not allow foreign investments unless the investment is denominated in United States dollars.

The City's investment policy states that the City will conform with Arizona Revised Statutes. The City does not have a formal investment policy with respect to custodial credit risk, concentration of credit risk, or foreign currency risk.

Deposits—At June 30, 2019, the carrying amount of the City's total cash in bank was \$9,800,674, and the bank balances were \$9,953,754. Of the bank balances, \$2,052,146 was covered by federal depository insurance or similar insurance. The remainder was covered by collateral held by the pledging financial institution in the City's name.

Investments—The City reported investments in the State Treasurer's Investment Pool 7 with a reported amount of \$335,602. The State Treasurer's Investment Pool 7 is unrated.

The City's Pension Trust Fund had investments in mutual funds of \$262,078 at June 30, 2019, categorized within the fair value hierarchy established by generally accepted accounting principles as Level 1. Investments categorized as Level 1 are valued using prices quoted in active market for those investments.

The State Board of Investment provides oversight for the State Treasurer's pools. The fair value of a participant's position in the pool approximates the value of that participant's pool shares and the participant's shares are not identified with specific investments.

A reconciliation of cash, deposits, and investments to amounts shown on the statements of net position follows:

	Governmental activities	Business-type activities	Pension trust funds	Total
Cash and cash equivalents:				
Cash on hand	\$ 10,300	\$ 1,692	\$ -	\$ 11,992
Amount of deposits	7,781,825	2,008,432	10,417	9,800,674
State Treasurer's investment pool 7	335,602	-	-	335,602
Total	<u>\$ 8,127,727</u>	<u>\$ 2,010,124</u>	<u>\$ 10,417</u>	<u>\$ 10,148,268</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

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:

	General Fund	Grants	Capital Projects Fund	Road Tax Capital Projects	Non-Major Governmental Fund	Total
Receivables:						
Taxes	\$ 56,471	\$ -	\$ 194,466	-	\$ -	\$ 250,937
Accounts	205,952	-	-	-	23,558	229,510
	<u>262,423</u>	<u>-</u>	<u>194,466</u>	<u>-</u>	<u>23,558</u>	<u>480,447</u>
Less:						
Allowance	-	-	-	-	-	-
Net Receivables	<u>\$ 262,423</u>	<u>\$ -</u>	<u>\$ 194,466</u>	<u>\$ -</u>	<u>\$ 23,558</u>	<u>\$ 480,447</u>

The following table summarizes the City's receivables for the enterprise funds as of June 30, 2019.

	Liquid Waste Fund	Solid Waste Fund	Liquid Waste Impact Fees Fund	Airport Fund	Total
Receivables:					
Accounts	309,203	589,405	\$ -	\$ -	\$ 898,608
Less:					
Allowance	(293,743)	(442,284)	-	-	(736,027)
Net Receivables	<u>\$ 15,460</u>	<u>\$ 147,121</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 162,581</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 \$6,929 and \$16,287 respectively.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 4 CAPITAL ASSETS

A summary of capital assets activity for the fiscal year ended June 30, 2019 follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 1,287,774	\$ -	\$ -	\$ 1,287,774
Construction in progress	6,500	497,873	(6,500)	497,873
Total capital assets not being	1,294,274	497,873	(6,500)	1,785,647
Capital assets being depreciated:				
Infrastructure	77,610,919	-	-	77,610,919
Buildings and improvements	15,613,124	6,500	-	15,619,624
Vehicles, furniture and equipment	9,966,655	382,555	(246,865)	10,102,345
Total capital assets being depreciated	103,190,698	389,055	(246,865)	103,332,888
Less accumulated depreciation for:				
Infrastructure	(35,719,366)	(2,719,420)	-	(38,438,786)
Buildings and improvements	(5,424,032)	(325,272)	-	(5,749,304)
Vehicles, furniture and equipment	(7,346,978)	(546,428)	232,055	(7,661,351)
Total accumulated depreciation	(48,490,376)	(3,591,120)	232,055	(51,849,441)
Total capital assets, being depreciated, net	54,700,322	(3,202,065)	(14,810)	51,483,447
Governmental activities capital assets, net	\$ 55,994,596	\$ (2,704,192)	\$ (21,310)	\$ 53,269,094
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 1,153,218	\$ -	\$ -	\$ 1,153,218
Construction in progress	418,454	376,288	-	794,742
Total capital assets not being	1,571,672	376,288	-	1,947,960
Capital assets being depreciated:				
Land improvements	5,134,534	-	-	5,134,534
Airport hangar and improvements	115,160	-	-	115,160
Sewer treatment plant and collection system	25,200,599	25,576	-	25,226,175
Vehicles, machinery and equipment	2,241,300	37,387	-	2,278,687
Total capital assets being depreciated	32,691,593	62,963	-	32,754,556
Less accumulated depreciation for:				
Land improvements	(802,418)	(166,527)	-	(968,945)
Airport hangar and improvements	(81,644)	(1,719)	-	(83,363)
Sewer treatment plant and collection system	(6,348,420)	(514,359)	-	(6,862,779)
Vehicles, machinery and equipment	(1,363,001)	(76,121)	-	(1,439,122)
Total accumulated depreciation	(8,595,483)	(758,726)	-	(9,354,209)
Total capital assets, being depreciated, net	24,096,110	(695,763)	-	23,400,347
Business-type activities capital assets, net	\$ 25,667,782	\$ (319,475)	\$ -	\$ 25,348,307

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 4 CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs as follows:

Governmental activities:

General government	\$ 299,702
Public safety	406,703
Highways and streets	2,710,496
Culture and recreation	174,219
Total depreciation expense	<u>\$ 3,591,120</u>

Business-type activities:

Wastewater	\$ 534,947
Sanitation	30,729
Airport	193,050
Total depreciation expense	<u>\$ 758,726</u>

NOTE 5 LOANS PAYABLE

Loans payable from direct borrowing and direct placements - The City issued long-term loans payable to provide funds for the acquisition and construction of major capital facilities. Loans payable from direct borrowings and direct placements payable at June 30, 2019, are as follows:

Description	Interest Rate (Including Fees)	Maturity	Outstanding Principal June 30, 2019	Due Within One Year
Governmental activities:				
Greater Arizona Development Authority Note	2.00%	03/01/14-2023	\$ 1,015,000	\$ 240,000
Premium amortization			56,752	22,794
Total Governmental activities			<u>\$ 1,071,752</u>	<u>\$ 262,794</u>
Business-type activities:				
Water Infrastructure Finance Authority Note	2.97%	07/01/10 - 29	943,230	73,760
Total Business-type activities			<u>\$ 943,230</u>	<u>\$ 73,760</u>
Total			<u>\$ 2,014,982</u>	<u>\$ 336,554</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 5 LOANS PAYABLE (Continued)

Annual debt service requirements to maturity on the loans payable at June 30, 2019 are summarized as follows:

Fiscal year ending June 30,	Governmental Activities			Business-type Activities		Total	
	Principal	Premium Amortization	Interest	Principal	Interest	Principal	Interest
2020	240,000	22,794	18,256	73,766	26,900	313,766	45,156
2021	250,000	18,114	13,136	75,956	24,679	325,956	37,815
2022	255,000	11,843	8,032	78,210	22,391	333,210	30,423
2023	270,000	4,001	2,749	80,531	20,035	350,531	22,784
2024	-	-	-	82,921	17,609	82,921	17,609
2025-2029	-	-	-	453,018	49,066	453,018	49,066
2030-2033	-	-	-	98,828	742	98,828	742
Total	<u>\$ 1,015,000</u>	<u>\$ 56,752</u>	<u>\$ 42,173</u>	<u>\$ 943,230</u>	<u>\$ 161,422</u>	<u>\$ 1,958,230</u>	<u>\$ 203,595</u>

NOTE 6 CAPITAL LEASES

Leases at June 30, 2019, included the following:

Business activities:

Lease with option to purchase equipment (Fuel Tanks). Annual installments of \$66,463 plus interest at 4.43%, due through April 2025.

\$ 341,103

The minimum lease payments by year are:

Fiscal year ending June 30,	Business Activities
2020	66,462
2021	66,462
2022	66,462
2023	66,462
2004	66,462
2025-2029	55,386
Total minimum lease payments	387,696
Less: amount representing interest	(46,593)
Present value of future minimum lease payments	341,103
Less: current portion	(52,407)
Noncurrent portion	<u>\$ 288,696</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 6 CAPITAL LEASES (Continued)

Leased Capital Assets

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

Asset	Business-type Activities
Equipment	\$ 500,548
Less accumulated depreciation	(92,041)
Total	<u>\$ 408,507</u>

NOTE 7 BONDS PAYABLE

In November 2016 the City issued \$2,550,000 of pledged excise tax revenue obligation series 2016 bonds at a stated interest rate of 1.95% to finance the acquisition, construction, installation and equipping of certain street and sidewalk improvements, and other projects for the City. The bonds are secured and payable from pledged excise tax. The bonds mature in July 2031.

A summary of the long-term bond payable at June 30, 2019 is as follows:

Description	Interest Rate	Maturity	Outstanding Principal June 30, 2019	Due Within One Year
City of Coolidge Excise Tax Revenue Obligation, Series 2016	1.95%	7/1/2031	2,233,000	153,000

Annual debt service requirements to maturity on governmental bonds payable at June 30, 2019 is as follows:

Fiscal year ending June 30,	Principal	Interest
2020	153,000	42,052
2021	155,000	39,049
2022	159,000	35,987
2023	162,000	32,858
2024	165,000	29,669
2025-2029	873,000	98,388
2030-2033	566,000	16,692
Total	<u>\$ 2,233,000</u>	<u>\$ 294,695</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 8 LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require that the City place a final cover on its landfill site when it stopped accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although the City reached 100 percent capacity in 1993, the final cover has not yet been installed as of June 30, 2019. The City does not plan to apply the final cover in the next fiscal year. The estimated liabilities for landfill closure and post closure care are \$460,520 and \$264,709, 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, 2019. 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 9 CHANGES IN LONG-TERM LIABILITIES

Long-term liabilities activity for the year ended June 30, 2019 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Compensated absences	\$ 405,140	\$ 298,656	\$ (236,240)	\$ 467,556	\$ 280,535
Loans payable from direct borrowings and direct placement	1,245,000		(230,000)	1,015,000	240,000
Loan premium	85,071	-	(28,319)	56,752	22,794
Bond payable	2,383,000	-	(150,000)	2,233,000	153,000
Capital leases	208,328	-	(208,328)	-	-
Landfill closure and postclosure costs	725,229	3,888	-	729,117	-
Net pension and other postemployment benefits liability	13,277,989	-	(959,257)	12,318,732	-
Governmental activities long-term liabilities	<u>\$ 18,329,757</u>	<u>\$ 302,544</u>	<u>\$ (1,812,144)</u>	<u>\$ 16,820,157</u>	<u>\$ 696,329</u>
Business-type activities:					
Compensated absences	\$ 38,764	\$ 28,733	\$ (23,673)	\$ 43,824	\$ 26,294
Loans payable from direct borrowings and direct placement	1,056,488		(113,258)	943,230	73,766
Capital leases	391,243	-	(50,140)	341,103	52,407
Net pension and other postemployment benefits liability	974,495	-	(136,811)	837,684	-
Business-type activities long-term liabilities	<u>\$ 2,460,990</u>	<u>\$ 28,733</u>	<u>\$ (323,882)</u>	<u>\$ 2,165,841</u>	<u>\$ 152,467</u>

The City's outstanding notes from direct borrowings and direct placements related to governmental activities of \$1,015,000 are secured by pledged revenues from State-Shared Revenues and a Limited Sales Tax.

The City's outstanding notes from direct borrowings and direct placements related to business-type activities of \$943,230 are secured by a lien on and pledge of the net revenues of the Liquid Waste system.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 10 INTERFUND TRANSFERS

Interfund transfers – During the year ended June 30, 2019, the City transferred funds to cover shared expenses. Transfers made between funds during the year are as follows:

Fund	Transfers Out	Transfers In
Capital Projects Fund	\$ 634,604	\$ -
Airport	-	576,032
Non-Major Governmental Funds	-	569,842
Impact Fees Fund	214,769	-
Road Tax Capital Projects Fund	208,259	-
Solid Waste Fund	47,035	-
Liquid Waste Fund	39,005	-
General Fund	2,202	-
Total	<u>\$ 1,145,874</u>	<u>\$ 1,145,874</u>

NOTE 11 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, 2019; 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.

NOTE 12 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.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

The City contributes to the pension plans described below. The plans are component units of the State of Arizona.

At June 30, 2019, the City reported the following aggregate amounts related to pensions and other postemployment benefits (OPEB) for all plans to which it contributes:

Statement of Net Position and Statement of Activities	Governmental Activities	Business-type Activities	Total
Net pension and OPEB asset	\$ 294,633	\$ 2,124	\$ 296,757
Net pension and OPEB liability	12,318,732	837,684	13,156,416
Deferred outflows of resources related to pensions and OPEB	2,646,283	122,341	2,768,624
Deferred inflows of resources related to pensions and OPEB	1,736,386	148,225	1,884,611
Pension and OPEB expense	1,128,705	(10,709)	1,117,996

The City reported \$1,295,652 of pension and OPEB contributions as expenditures in the governmental funds related to all pension plans to which it contributes.

A. Arizona State Retirement System

Plan Description – City employees not covered by the other pension plans described below participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan, a cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plan, and a cost-sharing multiple-employer defined benefit long-term disability (OPEB) plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Articles 2 and 2.1. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on its website at www.azasrs.gov.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Benefits Provided – The ASRS provides retirement, health insurance premium supplement, long-term disability, and survivor benefits. State statute establishes benefits terms. Retirement benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

ASRS	Initial membership date:	
	Before July 1, 2011	On or after July 1, 2011
Years of service and age required to receive benefit	Sum of years and age equals 80 10 years age 62 5 years age 50* any years age 65	30 years age 55 25 years age 60 10 years age 62 5 years age 50* any years age 65
Final average salary is based on	Highest 36 months of last 120 months	Highest 60 months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	2.1% to 2.3%

*With actuarially reduced benefits.

Retirement benefits for members who joined the ASRS prior to September 13, 2013, are subject to automatic cost-of-living adjustments based on excess investment earning. Members with a membership date on or after September 13, 2013, are not eligible for cost-of-living adjustments. Survivor benefits are payable upon a member's death. For retired members, the retirement benefit option chosen determines the survivor benefit. For all other members, the beneficiary is entitled to the member's account balance that includes the member's contributions and employer's contributions, plus interest earned.

Health insurance premium benefits are available to retired or disabled members with 5 years of credited service. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. For members with 10 or more years of service, benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents. For members with 5 to 9 years of service, the benefits are the same dollar amounts as above multiplied by a vesting fraction based on completed years of service.

Active members are eligible for a monthly long-term disability benefit equal to two-thirds of monthly earnings. Members receiving benefits continue to earn service credit up to their normal retirement dates. Members with long-term disability commencement dates after June 30, 1999, are limited to 30 years of service or the service on record as of the effective disability date if their service is greater than 30 years.

Contributions – In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

For the year ended June 30, 2019, statute required active ASRS members to contribute at the actuarially determined rate of 11.80 percent (11.64 percent for retirement and 0.16 percent for long-term disability) of the members' annual covered payroll, and statute required the City to contribute at the actuarially determined rate of 11.80 percent (11.18 percent for retirement, 0.46 percent for health insurance premium benefit, and 0.16 percent for long-term disability) of the active members' annual covered payroll. In addition, the City was required by statute to contribute at the actuarially determined rate of 10.53 percent (10.41 percent for retirement, 0.06 percent for health insurance premium benefit, and 0.06 percent for long-term disability) of annual covered payroll of retired members who worked for the City in positions that an employee who contributes to the ASRS would typically fill. The City's contributions to the pension, health insurance premium benefit, and long-term disability plans for the year ended June 30, 2019, were \$500,827, \$18,858, and \$6,947, respectively.

During fiscal year 2019, the City paid for ASRS pension and OPEB contributions as follows: 86.25 percent from the General Fund, 5 percent from the Liquid Waste Fund, 8 percent from the Solid Waste Fund, and 0.75 percent from the Airport Fund.

Liability – At June 30, 2019, the City reported the following assets and liabilities for its proportionate share of the ASRS' net pension/OPEB asset or liability.

	Net Pension/OPEB
	<u>(Asset) Liability</u>
Pension	\$ 6,069,508
Health insurance premium benefit	(15,448)
Long-term disability	22,739

The net asset and net liabilities were measured as of June 30, 2018. The total liability used to calculate the net asset or net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2017, to the measurement date of June 30, 2018. The total liabilities as of June 30, 2018, reflect changes in actuarial assumptions based on the results of an actuarial experience study for the 5-year period ended June 30, 2016, including decreasing the discount rate from 8 percent to 7.5 percent, changing the projected salary increases from 3-6.75 percent to 2.7-7.2 percent, decreasing the inflation rate from 3 percent to 2.3 percent, and changing the mortality rates.

The City's proportion of the net asset or net liability was based on the City's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2018. The City's proportions measured as of June 30, 2018, and the change from its proportions measured as of June 30, 2017, were:

	<u>Proportion</u>	<u>Increase/(Decrease)</u>
	<u>June 30, 2018</u>	<u>From June 30, 2017</u>
Pension	0.04352%	-0.00187%
Health insurance premium benefit	0.04290%	-0.00213%
Long-term disability	0.04352%	-0.00160%

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Expense – For the year ended June 30, 2019, the City recognized the following pension and OPEB expense.

	Pension/OPEB Expense
Pension	\$ (101,354)
Health insurance premium benefit	15,335
Long-term disability	8,136

Deferred Outflows/Inflows of Resources – At June 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Pension		Health Insurance Premium Benefit	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 167,210	\$ 33,460	\$ -	\$ 14,258
Changes of assumptions or other inputs	160,610	538,145	29,791	-
Net difference between projected and actual earnings on pension plan investments	-	145,957	-	30,859
Changes in proportion and differences between City contributions and proportionate share of contributions	-	312,362	-	161
City contributions subsequent to the measurement date	500,827	-	18,858	-
Total	<u>\$ 828,647</u>	<u>\$ 1,029,924</u>	<u>\$ 48,649</u>	<u>\$ 45,278</u>

	Long-Term Disability	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 582	\$ -
Changes of assumptions or other inputs	4,925	-
Net difference between projected and actual earnings on pension plan investments	-	2,203
Changes in proportion and differences between City contributions and proportionate share of contributions	-	599
City contributions subsequent to the measurement date	6,947	-
Total	<u>\$ 12,454</u>	<u>\$ 2,802</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

The amounts reported as deferred outflows of resources related to ASRS pensions and OPEB resulting from City contributions subsequent to the measurement date will be recognized as an increase of the net asset or a reduction of the net liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized as expenses as follows:

Year Ended June 30,	Pension	Health Insurance Premium Benefit	Long-Term Disability
2020	\$ (146,913)	\$ (6,019)	\$ (18)
2021	(268,329)	(6,020)	(18)
2022	(221,406)	(6,020)	(17)
2023	(65,456)	560	573
2024	-	2,012	681
Thereafter	-	-	1,504

Actuarial Assumptions – The significant actuarial assumptions used to measure the total pension/OPEB liability are as follows:

ASRS

Actuarial valuation date	June 30, 2017
Actuarial roll forward date	June 30, 2018
Actuarial cost method	Entry age normal
Investment rate of return	7.5%
Projected salary increases	2.7 - 7.2% for pensions/not applicable for OPEB
Inflation	2.3%
Permanent benefit increase	Included for pensions/not applicable for OPEB
Mortality rates	2017 SRA Scale U-MP for pensions and health insurance premium benefit
Recovery rates	2012 GLDT for long-term disability
Healthcare cost trend rate	Not applicable

Actuarial assumptions used in the June 30, 2017, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2016.

The long-term expected rate of return on ASRS plan investments was determined to be 7.50 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Geometric Real Rate of Return
Equity	50%	5.50%
Fixed income	30%	3.83%
Real estate	20%	5.85%
Total	100%	

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Discount Rate – At June 30, 2018, the discount rate used to measure the ASRS total pension/OPEB liability was 7.5 percent, which was a decrease of .05 from the discount rate used at June 30, 2017. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board's funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension/OPEB liability.

Sensitivity of the City's Proportionate Share of the ASRS Net Pension/OPEB (Asset) Liability to Changes in the Discount Rate – The following table presents the City's proportionate share of the net pension/OPEB liability calculated using the discount rate of 7.5 percent, as well as what the City's proportionate share of the net pension/OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.5 percent) or 1 percentage point higher (8.5 percent) than the current rate:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
City's proportionate share of the			
Net pension liability	\$ 8,652,224	\$ 6,069,508	\$ 3,911,691
Net insurance premium benefit			
liability (asset)	54,735	(15,448)	(75,230)
Net long-term disability liability	25,770	22,739	19,799

Plan Fiduciary Net Position – Detailed information about the plan's fiduciary net position is available in the separately issued ASRS financial report.

B. Public Safety Personnel Retirement System

Plan Descriptions – City police and fire employees participate in the Public Safety Personnel Retirement System (PSPRS) or employees who became members on or after July 1, 2017, may participate in the Public Safety Personnel Defined Contribution Retirement Plan (PSPDCRP). The PSPRS administers agent and cost-sharing multiple-employer defined benefit pension plans and agent and cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plans. A nine-member board known as the Board of Trustees and the participating local boards govern the PSPRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 4. Employees who were PSPRS members before July 1, 2017, participate in the agent plans, and those who became PSPRS members on or after July 1, 2017, participate in the cost-sharing plans (PSPRS Tier 3 Risk Pool).

The PSPRS issue publicly available financial reports that include their financial statements and required supplementary information. The reports are available on the PSPRS Web site at www.psprs.com.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS – Continued

Benefits Provided – The PSPRS provide retirement, health insurance premium supplement, disability, and survivor benefits. State statute establishes benefits terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

	Before January 1, 2012	On or after January 1, 2012 and before July 1, 2017
Retirement and Disability		
Years of service and age required to receive benefit	20 years of service, any age 15 years of service, age 62	25 years of service or 15 years credited service, age 52.5
Final average salary is based on	Highest 36 consecutive months of last 20 years	Highest 36 consecutive months of last 20 years
Benefit percent		
Normal Retirement	50% less 2.0% for each year of credited service less than 20 years OR plus 2.0% to 2.5% for each year of credited services over 20 years, not to exceed 80%	1.5% to 2.5% per year of credited service, not to exceed 80%
Accidental Disability Retirement	50% or normal retirement, whichever is greater	
Catastrophic Disability Retirement	90% for the first 60 months then reduced to either 62.5% or normal	
Ordinary Disability Retirement	Normal retirement calculated with actual years of credited service or 20 years of credited service, whichever is greater, multiplied by years of credited service (not to exceed 20 years) divided by 20	
Survivor Benefit		
Retired Members	80% to 100% of retired member's pension benefit	
Active Members	80% to 100% of accidental disability retirement benefit or 100% of average monthly compensation if death was result of injuries received on the job	

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. PSPRS also provides temporary disability benefits of 50 percent of the member's compensation for up to 12 months.

Health insurance premium benefits are available to retired or disabled members with 5 years of credited service. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. Benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents.

Employees Covered by Benefit Terms – At June 30, 2019, the following employees were covered by the agent pension plans' benefit terms:

	PSPRS Police		PSPRS Fire	
	Pension	Health	Pension	Health
Inactive employees or beneficiaries				
currently receiving benefits	16	16	-	-
Inactive employees entitled to but				
not yet receiving benefits	8	-	2	-
Active employees	22	22	5	5
Total	46	38	7	5

Contributions – State statutes establish the pension contribution requirements for active PSPRS employees. In accordance with state statutes, annual actuarial valuations determine employer contribution requirements for PSPRS pension and health insurance premium benefits. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. Contributions rates for the year ended June 30, 2018, are indicated below. Rates are a percentage of active members' annual covered payroll.

	Active Member- Pension	City-Pension	City-Health Insurance Premium Benefit
PSPRS Police	7.65%-11.65%	41.47%	0.03%
PSPRS Fire	7.65%-11.65%	15.87%	0.55%
PSPRS Tier 3 Risk Pool	9.94%	19.13%	0.26%

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS – Continued

In addition, statute required the City to contribute at the actuarially determined rate indicated below of annual covered payroll of retired members who worked for the City in positions that an employee who contributes to the PSPRS would typically fill and employees participating in the PSPRS Tier 3 Risk Pool and PSPDCRP members in addition to the County's required contributions to the PSPRS Tier 3 risk Pool and PSPDCRP.

	<u>Pension</u>	<u>Health Insurance Premium Benefit</u>
PSPRS Police	29.45%	-

The City's contributions to the plans for the year ended June 30, 2019, were:

	<u>Pension</u>	<u>Health Insurance Premium Benefit</u>
PSPRS Police	\$ 757,573	\$ 510
PSPRS Fire	48,515	1,681

During fiscal year 2019, the City paid for 100 percent of PSPRS pension and OPEB contributions from the General Fund.

Liability – At June 30, 2019, the City reported the following net liability:

	<u>Net Pension (Asset) Liability</u>	<u>Net OPEB (Asset) Liability</u>
PSPRS Police	\$ 7,064,169	\$ (83,366)
PSPRS Fire	(194,127)	(3,816)

The net assets and net liabilities were measured as of June 30, 2018, and the total liability used to calculate the net asset or liability was determined by an actuarial valuation as of that date.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions – The significant actuarial assumptions used to measure the total pension/OPEB liability are as follows:

PSPRS

Actuarial valuation date	June 30, 2018
Actuarial cost method	Entry age normal
Investment rate of return	7.4%
Wage inflation	3.5% for pensions/not applicable for OPEB
Price inflation	2.5% for pensions/not applicable for OPEB
Cost-of-living adjustment	Included for pensions/not applicable for OPEB
Mortality rates	RP-2014 tables using MP-2016 improvement scale with adjustments to match current experience.
Healthcare cost trend rate	Not applicable.

Actuarial assumptions used in the June 30, 2018, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2016.

The long-term expected rate of return on PSPRS plan investments was determined to be 7.4 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Geometric Real Rate of Return
Short term investments	2%	0.25%
Risk parity	4%	5.00%
Fixed Income	5%	1.25%
Real assets	9%	4.52%
GTS	12%	3.96%
Private credit	16%	6.75%
Real estate	10%	3.75%
Private equity	12%	5.83%
Non-U.S. equity	14%	8.70%
U.S. equity	16%	7.60%
Total	100%	

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Discount Rates – At June 30, 2018, the discount rate used to measure the PSPRS total pension/OPEB liabilities was 7.4 percent, which was the same as the discount rate used as of June 30, 2017. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the actuarially determined contribution rate and the member rate. Based on those assumptions, the plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension/OPEB liability.

Changes in the Net Pension/OPEB Liability (Asset)

PSPRS Police	Pension		
	Increase (Decrease)		
	Total Pension Liability (Asset) (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances at June 30, 2018	\$ 12,768,589	\$ 5,632,738	\$ 7,135,851
Changes for the year			
Service Cost	285,512	-	285,512
Interest on the total liability	929,527	-	929,527
Differences between expected and actual experience in the measurement of the liability	(308,611)	-	(308,611)
Contributions-employer	-	673,601	(673,601)
Contributions-employee	-	152,712	(152,712)
Net investment income	-	383,914	(383,914)
Benefit payments, including refunds of employee contributions	(700,352)	(700,352)	-
Hall/Parker Settlement	-	(214,065)	214,065
Administrative expense	-	(6,543)	6,543
Other changes	-	(11,509)	11,509
Net changes	206,076	277,758	(71,682)
Balances at June 30, 2019	\$ 12,974,665	\$ 5,910,496	\$ 7,064,169

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

PSPRS Police OPEB

	Health Insurance Premium Benefit Increase (Decrease)		
	Total Pension Liability (Asset) (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances at June 30, 2018	\$ 273,440	\$ 345,318	\$ (71,878)
Changes for the year			
Service Cost	5,225	-	5,225
Interest on the total liability	19,998	-	19,998
Differences between expected and actual experience in the measurement of the liability	(12,340)	-	(12,340)
Contributions-employer	-	945	(945)
Net investment income	-	23,787	(23,787)
Benefit payments, including refunds of employee contributions	(11,628)	(11,628)	-
Administrative expense	-	(362)	362
Other changes	-	1	(1)
Net changes	1,255	12,743	(11,488)
Balances at June 30, 2019	\$ 274,695	\$ 358,061	\$ (83,366)

PSPRS Fire

	Pension Increase (Decrease)		
	Total Pension Liability (Asset) (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances at June 30, 2018	\$ 759,843	\$ 733,668	\$ 26,175
Changes for the year			
Service Cost	76,565	-	76,565
Interest on the total liability	58,942	-	58,942
Differences between expected and actual experience in the measurement of the liability	(239,710)	-	(239,710)
Contributions-employer	-	69,426	(69,426)
Contributions-employee	-	33,559	(33,559)
Net investment income	-	51,825	(51,825)
Benefit payments, including refunds of employee contributions	(3,234)	(3,234)	-
Hall/Parker Settlement	-	(37,229)	37,229
Administrative expense	-	(1,489)	1,489
Other changes	-	7	(7)
Net changes	(107,437)	112,865	(220,302)
Balances at June 30, 2019	\$ 652,406	\$ 846,533	\$ (194,127)

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

PSPRS Fire OPEB

	Health Insurance Premium Benefit Increase (Decrease)		
	Total Pension Liability (Asset) (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances at June 30, 2018	\$ 21,179	\$ 17,953	\$ 3,226
Changes for the year			
Service Cost	1,713	-	1,713
Interest on the total liability	1,631	-	1,631
Differences between expected and actual experience in the measurement of the liability	(7,536)	-	(7,536)
Contributions-employer	-	1,591	(1,591)
Net investment income	-	1,279	(1,279)
Administrative expense	-	(19)	19
Other changes	-	(1)	1
Net changes	(4,192)	2,850	(7,042)
Balances at June 30, 2019	\$ 16,987	\$ 20,803	\$ (3,816)

Sensitivity of the City's Net Pension/OPEB Liability to Changes in the Discount Rate –

The following table presents the City's net pension/OPEB (assets) liabilities calculated using the discount rate of 7.4 percent, as well as what the City's net pension/OPEB (asset) liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.4 percent) or 1 percentage point higher (8.4 percent) than the current rate:

	1% Decrease (6.4%)	Current Discount Rate (7.4%)	1% Increase (8.4%)
PSPRS Police			
Net pension (asset) liability	\$ 8,859,973	\$ 7,064,169	\$ 5,604,193
Net OPEB (asset) liability	(50,232)	(83,366)	(111,008)
PSPRS Fire			
Net pension (asset) liability	(83,139)	(194,127)	(281,563)
Net OPEB (asset) liability	(670)	(3,816)	(6,356)

Plan Fiduciary Net Position – Detailed information about the plans' fiduciary net position is available in the separately issued PSPRS financial reports.

Expense – For the year ended June 30, 2019, the City recognized the following pension and OPEB expense:

	Pension Expense	OPEB Expense
PSPRS Police	\$ 1,116,514	\$ (6,737)
PSPRS Fire	85,014	1,088

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Deferred Outflows/Inflows of Resources – At June 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

PSPRS Police

	Pension		Health Insurance Premium Benefit	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 37,586	\$ 515,143	\$ -	\$ 17,659
Changes of assumptions or other inputs	762,967	-	-	5,709
Net difference between projected and actual earnings on pension plan investments	83,466	-	-	7,073
City contributions subsequent to the measurement date	757,573		510	
Total	<u>\$ 1,641,592</u>	<u>\$ 515,143</u>	<u>\$ 510</u>	<u>\$ 30,441</u>

PSPRS Fire

	Pension		Health Insurance Premium Benefit	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 141,770	\$ 253,207	\$ -	\$ 6,814
Changes of assumptions or other inputs	39,293	-	-	723
Net difference between projected and actual earnings on pension plan investments	5,513	-	-	279
City contributions subsequent to the measurement date	48,515		1,681	
Total	<u>\$ 235,091</u>	<u>\$ 253,207</u>	<u>\$ 1,681</u>	<u>\$ 7,816</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

The amounts reported as deferred outflows of resources related to pensions and OPEB resulting from City contributions subsequent to the measurement date will be recognized as an increase in the net asset or a reduction of the net liability in the year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized as expenses as follows:

PSPRS Police					
		Pension		Health	
Year Ended June 30,					
	2020	\$	286,264	\$	(7,176)
	2021		140,977		(7,176)
	2022		(25,537)		(7,175)
	2023		(24,034)		(4,458)
	2024		(8,794)		(4,456)
	Thereafter		-		-

PSPRS Fire					
		Pension		Health	
Year Ended June 30,					
	2020	\$	3,794	\$	(889)
	2021		812		(889)
	2022		(6,098)		(891)
	2023		(1,075)		(770)
	2024		(2,316)		(790)
	Thereafter		(61,748)		(3,587)

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Pension Trust Fund – City’s Volunteer Fireman’s Relief and Pension Plan

The City of Coolidge Part-time Firemen’s Investment 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.

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, 2019, there were 19 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, 2019, was \$36,485 and the City’s required and actual contributions amounted to \$1,797.

As of June 30, 2019, the plan’s assets consisted of the following:

Money market funds	\$ 10,417
Mutual funds	262,078
	<u>\$ 272,495</u>

The plan has never had an actuarial valuation; however, benefits cannot exceed plan assets. The fair 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.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PROPORTIONATE
SHARE OF THE NET PENSION/OPEB LIABILITY
COST-SHARING PENSION PLANS
June 30, 2019

ASRS-Pension

	Reporting Fiscal Year (Measurement Date)	
	2019 (2018)	2018 (2017)
City's proportion of the net pension liability	0.043520%	0.045390%
City's proportionate share of the net pension liability	\$ 6,069,508	\$ 7,070,877
City's covered payroll	\$ 4,323,366	\$ 4,426,994
City's proportionate share of the net pension liability as a percentage of its covered payroll	140.39%	159.72%
Plan fiduciary net position as a percentage of the total pension liability	73.40%	69.92%

	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2010
	0.047270%	0.047370%	0.046532%	Information not available
\$	7,629,853	\$ 7,378,067	\$ 6,885,172	
\$	4,426,074	\$ 4,362,755	\$ 4,194,542	
	172.38%	169.11%	164.15%	
	67.06%	68.35%	69.49%	

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PROPORTIONATE
SHARE OF THE NET PENSION/OPEB LIABILITY
COST-SHARING PENSION PLANS
June 30, 2019

ASRS-Health Insurance Premium Benefit

	Reporting Fiscal Year (Measurement Date)		
	2019 (2018)	2018 (2017)	2017 through 2010
City's proportion of the net OPEB (asset)	0.042900%	0.045030%	Information not available
City's proportionate share of the net OPEB (asset)	(15,448)	(24,514)	
City's covered payroll	4,323,366	4,426,994	
City's proportionate share of the net OPEB (asset) as a percentage of its covered payroll	-0.36%	-0.55%	
Plan fiduciary net position as a percentage of the total OPEB liability	102.20%	103.57%	

ASRS-Long-Term Disability

	Reporting Fiscal Year (Measurement Date)		
	2019 (2018)	2018 (2017)	2017 through 2010
City's proportion of the net OPEB (asset)	0.043520%	0.045120%	Information not available
City's proportionate share of the net OPEB (asset)	22,739	16,355	
City's covered payroll	4,323,366	4,426,994	
City's proportionate share of the net OPEB (asset) as a percentage of its covered payroll	0.53%	0.37%	
Plan fiduciary net position as a percentage of the total OPEB liability	77.83%	84.44%	



CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION/OPEB LIABILITY (ASSET) AND RELATED RATIOS
AGENT PLANS
June 30, 2019

PSPRS Police

	Reporting Fiscal Year (Measurement Date)	
	2019 (2018)	2018 (2017)
Total pension liability		
Service cost	\$ 285,512	\$ 388,656
Interest on the total pension liability	929,527	879,725
Changes of benefit terms	-	211,102
Differences between expected and actual experience in the measurement of the pension liability	(308,611)	(188,089)
Changes of assumptions or other inputs	-	363,893
Benefit payments, including refunds of employee contributions	(700,352)	(844,071)
Net change in total pension liability	206,076	811,216
Total pension liability - beginning	12,768,589	11,957,373
Total pension liability - ending (a)	<u>\$ 12,974,665</u>	<u>\$ 12,768,589</u>
Plan fiduciary net position		
Contributions - employer	\$ 673,601	\$ 647,191
Contributions - employee	152,712	195,135
Net investment income	383,914	596,306
Benefit payments, including refunds of employee contributions	(700,352)	(844,071)
Hall/Parker Settlement	(214,065)	-
Administrative expense	(6,543)	(5,676)
Other changes	(11,509)	(20,467)
Net change in plan fiduciary net position	277,758	568,418
Plan fiduciary net position - beginning	5,632,738	5,064,320
Plan fiduciary net position - ending (b)	<u>\$ 5,910,496</u>	<u>\$ 5,632,738</u>
City's net pension liability (asset) - ending (a) - (b)	<u>\$ 7,064,169</u>	<u>\$ 7,135,851</u>
Plan fiduciary net position as a percentage of the total pension liability	45.55%	44.11%
Covered payroll	\$ 1,451,508	\$ 1,738,951
City's net pension liability (asset) as a percentage of covered payroll	486.68%	410.35%

See accompanying notes to pension/OPEB schedules.

2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2010
\$ 334,563	\$ 269,661	\$ 274,282	Information not available
862,355	821,813	692,377	
179,887	-	237,141	
(239,382)	105,542	(63,784)	
472,637	-	1,234,699	
(941,645)	(484,369)	(962,705)	
668,415	712,647	1,412,010	
11,288,958	10,576,311	9,164,301	
<u>\$ 11,957,373</u>	<u>\$ 11,288,958</u>	<u>\$ 10,576,311</u>	
\$ 632,418	\$ 426,541	\$ 351,195	
202,170	190,449	158,597	
30,292	180,905	622,292	
(941,645)	(484,369)	(962,705)	
-	-	-	
(4,759)	(4,789)	-	
(70,470)	(14,229)	(267,658)	
(151,994)	294,508	(98,279)	
5,216,314	4,921,806	5,020,085	
<u>\$ 5,064,320</u>	<u>\$ 5,216,314</u>	<u>\$ 4,921,806</u>	
<u>\$ 6,893,053</u>	<u>\$ 6,072,644</u>	<u>\$ 5,654,505</u>	
42.35%	46.21%	46.54%	
\$ 1,787,196	\$ 1,592,879	\$ 1,431,955	
385.69%	381.24%	394.88%	

See accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION/OPEB LIABILITY (ASSET) AND RELATED RATIOS
AGENT PLANS
June 30, 2019

PSPRS Fire

	Reporting Fiscal Year (Measurement Date)	
	2019 (2018)	2018 (2017)
Total pension liability		
Service cost	\$ 76,565	\$ 103,893
Interest on the total pension liability	58,942	51,532
Changes of benefit terms	-	(2,917)
Differences between expected and actual experience in the measurement of the pension liability	(239,710)	(49,077)
Changes of assumptions or other inputs	-	21,263
Benefit payments, including refunds of employee contributions	(3,234)	-
Net change in total pension liability	(107,437)	124,694
Total pension liability - beginning	759,843	635,149
Total pension liability - ending (a)	<u>\$ 652,406</u>	<u>\$ 759,843</u>
Plan fiduciary net position		
Contributions - employer	\$ 69,426	\$ 62,001
Contributions - employee	33,559	38,584
Net investment income	51,825	71,068
Benefit payments, including refunds of employee contributions	(3,234)	-
Hall/Parker Settlement	(37,229)	-
Administrative expense	(1,489)	(1,029)
Other changes	7	7
Net change in plan fiduciary net position	112,865	170,631
Plan fiduciary net position - beginning	733,668	563,037
Plan fiduciary net position - ending (b)	<u>\$ 846,533</u>	<u>\$ 733,668</u>
City's net pension liability (asset) - ending (a) - (b)	<u>\$ (194,127)</u>	<u>\$ 26,175</u>
Plan fiduciary net position as a percentage of the total pension liability	129.76%	96.56%
Covered payroll	\$ 335,957	\$ 455,872
City's net pension liability (asset) as a percentage of covered payroll	-57.78%	5.74%

See accompanying notes to pension/OPEB schedules.

2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2010
\$ 70,140	\$ 35,035	\$ 32,174	Information not available
22,230	15,726	11,890	
66,493	-	(859)	
195,658	14,533	3,850	
32,519	-	384	
-	-	-	
387,040	65,294	47,439	
248,109	182,815	135,376	
<u>\$ 635,149</u>	<u>\$ 248,109</u>	<u>\$ 182,815</u>	
\$ 47,704	\$ 35,935	\$ 29,331	
33,645	27,932	17,779	
2,688	12,165	35,053	
-	-	-	
-	-	-	
(788)	(687)	-	
91,439	(252)	-	
174,688	75,093	82,163	
388,349	313,256	231,093	
<u>\$ 563,037</u>	<u>\$ 388,349</u>	<u>\$ 313,256</u>	
<u>\$ 72,112</u>	<u>\$ (140,240)</u>	<u>\$ (130,441)</u>	
88.65%	156.52%	171.35%	
\$ 331,947	\$ 259,053	\$ 171,777	
21.72%	-54.14%	-75.94%	

See accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION/OPEB LIABILITY (ASSET) AND RELATED RATIOS
AGENT PLANS
June 30, 2019

PSPRS OPEB - Police

	Reporting Fiscal Year (Measurement Date)		
	2019 (2018)	2018 (2017)	2017 through 2010
Total OPEB liability			Information not available
Service cost	\$ 5,225	\$ 7,130	
Interest on the total OPEB liability	19,998	20,403	
Changes of benefit terms	-	1,942	
Differences between expected and actual experience in the measurement of the OPEB liability	(12,340)	(10,387)	
Changes of assumptions or other inputs	-	(8,039)	
Benefit payments, including refunds of employee contributions	(11,628)	(12,159)	
Net change in total OPEB liability	1,255	(1,110)	
Total OPEB liability - beginning	273,440	274,550	
Total OPEB liability - ending (a)	<u>\$ 274,695</u>	<u>\$ 273,440</u>	
Plan fiduciary net position			
Contributions - employer	\$ 945	\$ -	
Contributions - employee	-	-	
Net investment income	23,787	37,178	
Benefit payments, including refunds of employee contributions	(11,628)	(12,159)	
Administrative expense	(362)	(329)	
Other changes	1	-	
Net change in plan fiduciary net position	12,743	24,690	
Plan fiduciary net position - beginning	345,318	320,628	
Plan fiduciary net position - ending (b)	<u>\$ 358,061</u>	<u>\$ 345,318</u>	
City's net OPEB liability (asset) - ending (a) - (b)	<u>\$ (83,366)</u>	<u>\$ (71,878)</u>	
Plan fiduciary net position as a percentage of the total OPEB liability	130.35%	126.29%	
Covered payroll	\$ 1,451,508	\$ 1,738,951	
City's net OPEB liability (asset) as a percentage of covered payroll	-5.74%	-4.13%	

See accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION/OPEB LIABILITY (ASSET) AND RELATED RATIOS
AGENT PLANS
June 30, 2019

PSPRS OPEB - Fire

	Reporting Fiscal Year (Measurement Date)		
	2019 (2018)	2018 (2017)	2017 through 2010
Total OPEB liability			Information not available
Service cost	\$ 1,713	\$ 1,960	
Interest on the total OPEB liability	1,631	1,469	
Changes of benefit terms	-	-	
Differences between expected and actual experience in the measurement of the OPEB liability	-	-	
Changes of assumptions or other inputs	(7,536)	(859)	
Benefit payments, including refunds of employee contributions	-	-	
Net change in total OPEB liability	(4,192)	2,570	
Total OPEB liability - beginning	21,179	18,609	
Total OPEB liability - ending (a)	<u>\$ 16,987</u>	<u>\$ 21,179</u>	
Plan fiduciary net position			
Contributions - employer	\$ 1,591	\$ 2,308	
Contributions - employee	-	-	
Net investment income	1,279	1,737	
Benefit payments, including refunds of employee contributions	-	-	
Administrative expense	(19)	(15)	
Other changes	(1)	-	
Net change in plan fiduciary net position	2,850	4,030	
Plan fiduciary net position - beginning	17,953	13,923	
Plan fiduciary net position - ending (b)	<u>\$ 20,803</u>	<u>\$ 17,953</u>	
City's net OPEB liability (asset) - ending (a) - (b)	<u>\$ (3,816)</u>	<u>\$ 3,226</u>	
Plan fiduciary net position as a percentage of the total OPEB liability	122.46%	84.77%	
Covered payroll	\$ 335,957	\$ 455,872	
City's net OPEB liability (asset) as a percentage of covered payroll	-1.14%	0.71%	

See accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY'S PENSION/OPEB CONTRIBUTIONS
June 30, 2019

ASRS-Pension

	Reporting Fiscal Year	
	2019	2018
Statutorily required contribution	\$ 500,827	\$ 471,557
City's contributions in relation to the statutorily required contribution	(500,827)	(471,557)
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 4,488,201	\$ 4,323,366
City's contributions as a percentage of covered payroll	11.18%	10.91%

ASRS-Health Insurance Premium Benefit

	Reporting Fiscal Year	
	2019	2018
Statutorily required contribution	\$ 18,858	\$ 18,414
City's contributions in relation to the statutorily required contribution	(18,858)	(18,414)
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 4,488,201	\$ 4,323,366
City's contributions as a percentage of covered payroll	0.46%	0.43%

ASRS-Long-Term Disability

	Reporting Fiscal Year	
	2019	2018
Statutorily required contribution	\$ 6,947	\$ 6,905
City's contributions in relation to the statutorily required contribution	(6,947)	(6,905)
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 4,488,201	\$ 4,323,366
City's contributions as a percentage of covered payroll	0.16%	0.16%

2017	2016	2015	2014	2013 through 2010
\$ 477,230	\$ 480,229	\$ 475,104	\$ 448,816	Information not available
(477,230)	(480,229)	(475,104)	(448,816)	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
\$ 4,426,994	\$ 4,426,074	\$ 4,362,755	\$ 4,194,542	
10.78%	10.85%	10.89%	10.70%	

2017	2016 through 2010
\$ 24,241	Information not available
(24,241)	
<u>\$ -</u>	
\$ 4,426,994	
0.55%	

2017	2016 through 2010
\$ 6,136	Information not available
(6,136)	
<u>\$ -</u>	
\$ 4,426,994	
0.14%	

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY'S PENSION/OPEB CONTRIBUTIONS
June 30, 2019

PSPRS Police

	Reporting Fiscal Year	
	2019	2018
Actuarially determined contribution	\$ 757,573	\$ 673,601
City's contributions in relation to the actuarially determined contribution	(757,573)	(673,601)
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,891,686	\$ 1,451,508
City's contributions as a percentage of covered payroll	40.05%	46.41%

PSPRS Fire

	Reporting Fiscal Year	
	2019	2018
Actuarially determined contribution	\$ 48,515	\$ 69,426
City's contributions in relation to the actuarially determined contribution	(48,515)	(69,426)
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 305,705	\$ 335,957
City's contributions as a percentage of covered payroll	15.87%	20.67%

2017	2016	2015	2014	2013 through 2010
\$ 647,191	\$ 632,418	\$ 426,541	\$ 351,195	Information not available
(647,191)	(632,418)	(426,541)	(351,195)	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
<u>\$ 1,738,951</u>	<u>\$ 1,787,196</u>	<u>\$ 1,592,879</u>	<u>\$ 1,431,955</u>	
37.22%	35.39%	26.78%	24.53%	

2017	2016	2015	2014	2013 through 2010
\$ 62,001	\$ 47,704	\$ 35,935	\$ 29,331	Information not available
(62,001)	(47,704)	(35,935)	(29,331)	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
<u>\$ 455,872</u>	<u>\$ 331,947</u>	<u>\$ 259,053</u>	<u>\$ 171,777</u>	
13.60%	14.37%	13.87%	17.08%	

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY'S PENSION/OPEB CONTRIBUTIONS
June 30, 2019

PSPRS OPEB - Police

	Reporting Fiscal Year	
	2019	2018
Actuarially determined contribution	\$ 510	\$ 945
City's contributions in relation to the actuarially determined contribution	(510)	(945)
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	<u>\$ 1,891,686</u>	<u>\$ 1,451,508</u>
City's contributions as a percentage of covered payroll	0.03%	0.07%

PSPRS OPEB - Fire

	Reporting Fiscal Year	
	2019	2018
Actuarially determined contribution	\$ 1,681	\$ 1,591
City's contributions in relation to the actuarially determined contribution	(1,681)	(1,591)
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	<u>\$ 305,705</u>	<u>\$ 335,957</u>
City's contributions as a percentage of covered payroll	0.55%	0.47%

2017	2016 through 2010
\$ -	Information not available
-	
<u>\$ -</u>	
<u>\$ 1,738,951</u>	
0.00%	

2017	2016 through 2010
\$ 2,308	Information not available
(2,308)	
<u>\$ -</u>	
<u>\$ 455,872</u>	
0.51%	

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO PENSION/OPEB PLAN SCHEDULES
June 30, 2019

NOTE 1 ACTUARIALLY DETERMINED CONTRIBUTION RATES

Actuarial determined contribution rates for PSPRS are calculated as of June 30 two years prior to the end of the fiscal year in which contributions are made. The actuarial methods and assumptions used to establish the contribution requirements are as follows:

Actuarial cost method	Entry age normal
Amortization method	Level percent-of-pay, closed
Remaining amortization period as of the 2017 actuarial valuation	19 years
Asset valuation method	7-year smoothed market value; 80%/120% market corridor
Actuarial assumptions:	
Investment rate of return	In the 2017 actuarial valuation, the investment rate of return was decreased from 7.5% to 7.4%. In the 2016 actuarial valuation, the investment rate of return was decreased from 7.85% to 7.5%. In the 2013 actuarial valuation, the investment rate of return was decreased from 8.0% to 7.85%.
Projected salary increases	In the 2017 actuarial valuation, projected salary increases were decreased from 4.0%–8.0% to 3.5%–7.5% for PSPRS. In the 2014 actuarial valuation, projected salary increases were decreased from 4.5%–8.5% to 4.0%–8.0% for PSPRS. In the 2013 actuarial valuation, projected salary increases were decreased from 5.0%–9.0% to 4.5%–8.5% for PSPRS.
Wage growth	In the 2017 actuarial valuation, wage growth was decreased from 4% to 3.5% for PSPRS. In the 2014 actuarial valuation, wage growth was decreased from 4.5% to 4.0% for PSPRS. In the 2013 actuarial valuation, wage growth was decreased from 5.0% to 4.5% for PSPRS.
Retirement age	Experience-based table of rates that is specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period July 1, 2006 - June 30, 2011.
Mortality	In the 2017 actuarial valuation, changed to RP-2014 tables, with 75% of MP-2016 fully generational projection scales. RP-2000 mortality table (adjusted by 105% for both males and females)

NOTE 2 FACTORS THAT AFFECT THE IDENTIFICATION OF TRENDS

Arizona courts have ruled that provisions of a 2011 law that changed the mechanism for funding permanent pension benefit increases and increased employee pension contribution rates were unconstitutional or a breach of contract because those provisions apply to individuals who were members as of the law's effective date. As a result, the PSPRS changed benefit terms to reflect the prior mechanism for funding permanent benefit increases for those members and revised actuarial assumptions to explicitly value future permanent benefit increases. PSPRS also reduced those members' employee contribution rates. These changes are reflected in the plans' pension liabilities for fiscal year 2015 (measurement date 2014) for members who were retired as of the law's effective date and fiscal year 2018 (measurement date 2017) for members who retired or will retire after the law's effective date. These changes also increased the PSPRS-required pension contributions beginning in fiscal year 2019 for members who were retired as of the law's effective date. These changes will increase the PSPRS-required contributions beginning in fiscal year 2019 for members who retired or will retire after the law's effective date. PSPRS allowed the City to phase in the increased contributions for members who were retired as of the law's effective date over 3 years. As a result, the City's pension contributions were less than the actuarially determined contributions for 2016 and 2017. Also, the City refunded excess employee contributions to PSPRS members. PSPRS allowed the City to reduce its actual employer contributions for the refund amounts. As a result, the City's pension contributions were less than the actuarially or statutorily determined contributions for 2018 and 2019.

OTHER SUPPLEMENTARY INFORMATION

COMBINING FUND FINANCIAL STATEMENTS

CITY OF COOLIDGE, ARIZONA
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 June 30, 2019

	Special Revenue		
	Highway User Fund	Transit	Court Surcharge
ASSETS			
Cash and cash equivalents	\$ -	\$ 5,149	\$ 13,561
Accounts receivable - net	-	23,558	-
Due from other governments	125,903	-	-
Due from other funds	-	-	98,678
Total assets	<u>\$ 125,903</u>	<u>\$ 28,707</u>	<u>\$ 112,239</u>
LIABILITIES			
Accounts payable	\$ 24,317	\$ 8,481	\$ -
Accrued payroll and employee benefits	14,222	8,912	-
Due to other funds	87,364	11,314	-
Total liabilities	<u>125,903</u>	<u>28,707</u>	<u>-</u>
FUND BALANCES			
Restricted for			
Court purposes	-	-	112,239
Assigned for			
Capital projects	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>112,239</u>
Total liabilities and fund balance	<u>\$ 125,903</u>	<u>\$ 28,707</u>	<u>\$ 112,239</u>

Debt Service	Capital Projects		Total Non-Major Governmental Funds
	Sandia CFD	Martin Valley CFD	
\$ -	\$ 13,840	\$ 37,251	\$ 69,801
-	-	-	23,558
-	-	-	125,903
-	-	-	98,678
<u>\$ -</u>	<u>\$ 13,840</u>	<u>\$ 37,251</u>	<u>\$ 317,940</u>
 \$ -	 \$ -	 \$ -	 \$ 32,798
-	-	-	23,134
-	-	-	98,678
<u>-</u>	<u>-</u>	<u>-</u>	<u>154,610</u>
 -	 -	 -	 112,239
<u>-</u>	<u>13,840</u>	<u>37,251</u>	<u>51,091</u>
<u>-</u>	<u>13,840</u>	<u>37,251</u>	<u>163,330</u>
<u>\$ -</u>	<u>\$ 13,840</u>	<u>\$ 37,251</u>	<u>\$ 317,940</u>

CITY OF COOLIDGE, ARIZONA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 Year Ended June 30, 2019

REVENUE	Special Revenue		
	Highway User Fund	Transit	Court Surcharge
Taxes	\$ -	\$ -	\$ -
Intergovernmental	1,030,553	94,232	-
Fines and forfeitures	-	-	7,753
Charges for services	-	32,791	-
Investment income	-	5	139
Miscellaneous	34,253	5,039	-
Total revenue	<u>1,064,806</u>	<u>132,067</u>	<u>7,892</u>
EXPENDITURES			
Current			
Highways and streets	1,157,177	337,969	-
Redevelopment and housing	-	-	-
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Debt issuance costs	-	-	-
Total expenditures	<u>1,157,177</u>	<u>337,969</u>	<u>-</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(92,371)</u>	<u>(205,902)</u>	<u>7,892</u>
OTHER FINANCING SOURCES (USES)			
Transfers	44,939	46,894	-
Total other financing sources (uses)	<u>44,939</u>	<u>46,894</u>	<u>-</u>
Net change in fund balances	(47,432)	(159,008)	7,892
Fund balance, beginning of year	<u>47,432</u>	<u>159,008</u>	<u>104,347</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 112,239</u>

Debt Service	Capital Projects		Total Non-Major Governmental Funds
	Sandia CFD	Martin Valley CFD	
\$ -	\$ 1,932	\$ 3,977	\$ 5,909
-	-	-	1,124,785
-	-	-	7,753
-	-	-	32,791
-	5	6	155
-	-	-	39,292
-	1,937	3,983	1,210,685
-	-	-	1,495,146
-	2,550	4,474	7,024
380,000	-	-	380,000
98,009	-	-	98,009
-	-	-	-
478,009	2,550	4,474	1,980,179
(478,009)	(613)	(491)	(769,494)
478,009	-	-	569,842
478,009	-	-	569,842
-	(613)	(491)	(199,652)
-	14,453	37,742	362,982
\$ -	\$ 13,840	\$ 37,251	\$ 163,330

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, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenue				
Charges for services	\$ 60,000	\$ 60,000	\$ 611,193	\$ 551,193
Investment income	562	562	684	122
Total revenue	<u>60,562</u>	<u>60,562</u>	<u>611,877</u>	<u>551,315</u>
Expenditures				
Current				
General government	6,169	6,169	6,151	18
Public safety	10,150	10,150	6,859	3,291
Total expenditures	<u>230,576</u>	<u>230,576</u>	<u>28,849</u>	<u>38,749</u>
Net change in fund balance	(170,014)	(170,014)	368,259	538,273
Fund balance, beginning of year	<u>170,014</u>	<u>170,014</u>	<u>378,212</u>	<u>208,198</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 746,471</u>	<u>\$ 746,471</u>

CITY OF COOLIDGE, ARIZONA
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenue				
Taxes	\$ 1,316,000	\$ 1,316,000	\$ 1,353,142	\$ 37,142
Investment income	1,600	1,600	2,480	880
Total revenue	<u>1,317,600</u>	<u>1,317,600</u>	<u>1,361,919</u>	<u>44,319</u>
Expenditures				
Current				
General government	-	-	120,338	(120,338)
Capital outlay	1,542,907	1,542,907	280,906	1,262,001
Debt service				
Principal	139,901	139,901	207,287	(67,386)
Interest and debt cost	-	-	5,986	(5,986)
Total expenditures	<u>1,682,808</u>	<u>1,682,808</u>	<u>614,517</u>	<u>1,068,291</u>
Excess (deficiency) of revenue over expenditures	<u>(365,208)</u>	<u>(365,208)</u>	<u>747,402</u>	<u>1,112,610</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(538,731)</u>	<u>(538,731)</u>	<u>(634,604)</u>	<u>(95,873)</u>
Net change in fund balance	(903,939)	(903,939)	112,798	1,016,737
Fund balance, beginning of year	<u>903,939</u>	<u>903,939</u>	<u>1,509,792</u>	<u>605,853</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,622,590</u>	<u>\$ 1,622,590</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, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenue				
Intergovernmental	\$ 480,500	\$ 480,500	\$ 584,969	\$ 104,469
Investment income	1,200	1,200	5,852	4,652
Total revenue	<u>481,700</u>	<u>481,700</u>	<u>590,821</u>	<u>109,121</u>
Expenditures				
Current				
Highways and streets	230,114	230,114	371,376	(141,262)
Capital outlay	815,000	815,000	(54,729)	869,729
Debt service				
Principal	29,811	29,811	(2,893)	32,704
Interest and debt cost	-	-	2,893	(2,893)
Total expenditures	<u>1,074,925</u>	<u>1,074,925</u>	<u>316,647</u>	<u>758,278</u>
Excess (deficiency) of revenue over expenditures	<u>(593,225)</u>	<u>(593,225)</u>	<u>274,174</u>	<u>867,399</u>
OTHER FINANCING SOURCES (USES)				
Face amount of loan issuance	650,000	650,000	-	650,000
Transfers	<u>(391,520)</u>	<u>(391,520)</u>	<u>(208,259)</u>	<u>(183,261)</u>
Total other financing sources (uses)	<u>258,480</u>	<u>258,480</u>	<u>(208,259)</u>	<u>466,739</u>
Net change in fund balance	<u>(334,745)</u>	<u>(334,745)</u>	<u>65,915</u>	<u>400,660</u>
Fund balance, beginning of year	<u>334,745</u>	<u>334,745</u>	<u>789,151</u>	<u>454,406</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 855,066</u>	<u>\$ 855,066</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, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenue				
Intergovernmental	\$ 1,004,940	\$ 1,004,940	\$ 1,030,553	\$ 25,613
Miscellaneous	-	-	34,253	34,253
Total revenue	<u>1,004,940</u>	<u>1,004,940</u>	<u>1,064,806</u>	<u>59,866</u>
Expenditures				
Current				
Highways and streets	<u>1,239,704</u>	<u>1,239,704</u>	<u>1,157,177</u>	<u>82,527</u>
Total expenditures	<u>1,239,704</u>	<u>1,239,704</u>	<u>1,157,177</u>	<u>82,527</u>
Excess (deficiency) of revenue over expenditures	<u>(234,764)</u>	<u>(234,764)</u>	<u>(92,371)</u>	<u>142,393</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>234,764</u>	<u>234,764</u>	<u>44,939</u>	<u>(189,825)</u>
Net change in fund balance	-	-	(47,432)	(47,432)
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>47,432</u>	<u>(47,432)</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (94,864)</u>

CITY OF COOLIDGE, ARIZONA
TRANSIT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenue				
Intergovernmental	\$ 70,674	\$ 70,674	\$ 94,232	\$ 23,558
Charges for services	34,075	34,075	32,791	(1,284)
Investment income	-	-	5	5
Contributions	6,500	6,500	-	(6,500)
Miscellaneous	200	200	5,039	4,839
Total revenue	<u>111,449</u>	<u>111,449</u>	<u>132,067</u>	<u>20,618</u>
Expenditures				
Current				
Highways and streets	<u>391,285</u>	<u>391,285</u>	<u>337,969</u>	<u>53,316</u>
Total expenditures	<u>391,285</u>	<u>391,285</u>	<u>337,969</u>	<u>53,316</u>
Excess (deficiency) of revenue over expenditures	<u>(279,836)</u>	<u>(279,836)</u>	<u>(205,902)</u>	<u>73,934</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>230,346</u>	<u>230,346</u>	<u>46,894</u>	<u>(183,452)</u>
Net change in fund balance	(49,490)	(49,490)	(159,008)	(109,518)
Fund balance, beginning of year	<u>49,490</u>	<u>49,490</u>	<u>159,008</u>	<u>208,498</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 98,980</u>

CITY OF COOLIDGE, ARIZONA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenue				
Investment income	\$ -	\$ -	\$ -	\$ -
Total revenue	-	-	-	-
Expenditures				
Debt service				
Principal	472,731	472,731	401,314	71,417
Interest and debt cost	-	-	76,695	(76,695)
Total expenditures	472,731	472,731	478,009	(5,278)
Excess (deficiency) of revenue over expenditures	(472,731)	(472,731)	(478,009)	(5,278)
OTHER FINANCING SOURCES (USES)				
Transfers	472,731	472,731	478,009	5,278
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, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenue				
Taxes	\$ -	\$ -	\$ 1,933	\$ 1,933
Investment income	-	-	5	5
Total revenue	-	-	1,938	1,938
Expenditures				
Current				
Redevelopment and housing	15,530	15,530	2,549	12,981
Total expenditures	15,530	15,530	2,549	12,981
Excess (deficiency) of revenue over expenditures	(15,530)	(15,530)	(611)	14,919
Net change in fund balance	(15,530)	(15,530)	(611)	14,919
Fund balance, beginning of year	15,530	15,530	14,452	(1,078)
Fund balance, end of year	\$ -	\$ -	\$ 13,841	\$ 13,841

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, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenue				
Taxes	\$ -	\$ -	\$ 3,976	\$ 3,976
Investment income	-	-	6	6
Total revenue	-	-	3,982	3,982
Expenditures				
Current				
Redevelopment and housing	39,169	39,169	4,474	34,695
Total expenditures	39,169	39,169	4,474	34,695
Excess (deficiency) of revenue over expenditures	(39,169)	(39,169)	(492)	38,677
Net change in fund balance	(39,169)	(39,169)	(492)	38,677
Fund balance, beginning of year	39,169	39,169	37,744	(1,425)
Fund balance, end of year	\$ -	\$ -	\$ 37,252	\$ 37,252

CITY OF COOLIDGE, ARIZONA
LIQUID WASTE ENTERPRISE FUND
SCHEDULE OF OPERATIONS - BUDGET AND ACTUAL
Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operating Revenue				
Charges for services	\$ 881,993	\$ 881,993	\$ 877,847	\$ (4,146)
Total operating revenue	<u>881,993</u>	<u>881,993</u>	<u>877,847</u>	<u>(4,146)</u>
Operating Expenses				
Costs of services	2,006,893	2,006,893	593,248	1,413,645
Depreciation	-	-	534,947	(534,947)
Total operating expenses	<u>2,006,893</u>	<u>2,006,893</u>	<u>1,128,195</u>	<u>878,698</u>
Operating income (loss)	<u>(1,124,900)</u>	<u>(1,124,900)</u>	<u>(250,348)</u>	<u>874,552</u>
Nonoperating revenue (expenses)				
Investment revenue	1,820	1,820	1,725	(95)
Interest expense	(143,153)	(143,153)	(29,852)	113,301
Total nonoperation revenue (expenses)	<u>(141,333)</u>	<u>(141,333)</u>	<u>(28,127)</u>	<u>113,206</u>
Income (loss) before capital contributions, and transfers	(1,266,233)	(1,266,233)	(278,475)	987,758
Transfers out	<u>(39,005)</u>	<u>(39,005)</u>	<u>(39,005)</u>	<u>-</u>
Change in net position	(1,305,238)	(1,305,238)	(317,480)	987,758
Total net position, beginning of year	<u>1,305,238</u>	<u>1,305,238</u>	<u>20,308,224</u>	<u>19,002,986</u>
Total net position, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,990,744</u>	<u>\$ 19,990,744</u>

CITY OF COOLIDGE, ARIZONA
SOLID WASTE ENTERPIRSE FUND
SCHEDULE OF OPERATIONS - BUDGET AND ACTUAL
Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operating revenue				
Charges for service	\$ 1,119,400	\$ 1,119,400	\$ 1,108,726	\$ (10,674)
Total operating revenue	<u>1,119,400</u>	<u>1,119,400</u>	<u>1,108,726</u>	<u>(10,674)</u>
Operating expenses				
Costs of services	1,330,836	1,330,836	846,541	484,295
Depreciation	-	-	30,729	(30,729)
Total operating expenses	<u>1,330,836</u>	<u>1,330,836</u>	<u>877,270</u>	<u>453,566</u>
Operating income (loss)	<u>(211,436)</u>	<u>(211,436)</u>	<u>231,456</u>	<u>442,892</u>
Nonoperating revenue (expenses)				
Investment revenue	<u>400</u>	<u>400</u>	<u>682</u>	<u>282</u>
Income (loss) before capital contributions, and transfers	(211,036)	(211,036)	232,138	443,174
Transfers out	<u>(47,035)</u>	<u>(47,035)</u>	<u>(47,035)</u>	<u>-</u>
Change in net position	(258,071)	(258,071)	185,103	443,174
Total net position, beginning of year, as restated	<u>258,071</u>	<u>258,071</u>	<u>(29,816)</u>	<u>(287,887)</u>
Total net position, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 155,287</u>	<u>\$ 155,287</u>

CITY OF COOLIDGE, ARIZONA
LIQUID WASTE IMPACT FEES ENTERPIRSE FUND
SCHEDULE OF OPERATIONS - BUDGET AND ACTUAL
Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operating revenue				
Charges for service	\$ 70,336	\$ 70,336	\$ 184,391	\$ 114,055
Total operating revenue	<u>70,336</u>	<u>70,336</u>	<u>184,391</u>	<u>114,055</u>
Operating expenses				
Costs of services	122,500	122,500	8,574	113,926
Depreciation	-	-	-	-
Total operating expenses	<u>122,500</u>	<u>122,500</u>	<u>8,574</u>	<u>113,926</u>
Operating income (loss)	<u>(52,164)</u>	<u>(52,164)</u>	<u>175,817</u>	<u>227,981</u>
Nonoperating revenue (expenses)				
Investment revenue	<u>100</u>	<u>100</u>	<u>149</u>	<u>49</u>
Change in net position	(52,064)	(52,064)	175,966	228,030
Total net position, beginning of year	<u>52,064</u>	<u>52,064</u>	<u>66,667</u>	<u>14,603</u>
Total net position, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 242,633</u>	<u>\$ 242,633</u>

CITY OF COOLIDGE, ARIZONA
AIRPORT ENTERPRISE FUND
SCHEDULE OF OPERATIONS - BUDGET AND ACTUAL
Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operating revenue				
Charges for service	\$ 43,008	\$ 43,008	\$ 42,302	\$ (706)
Total operating revenue	<u>43,008</u>	<u>43,008</u>	<u>42,302</u>	<u>(706)</u>
Operating expenses				
Costs of services	297,433	297,433	216,623	80,810
Depreciation	-	-	193,050	(193,050)
Total operating expenses	<u>297,433</u>	<u>297,433</u>	<u>409,673</u>	<u>(112,240)</u>
Operating income (loss)	<u>(254,425)</u>	<u>(254,425)</u>	<u>(367,371)</u>	<u>(112,946)</u>
Nonoperating revenue (expenses)				
Interest expense	(66,643)	(66,643)	(23,102)	43,541
Income (loss) before capital contributions, and transfers	(321,068)	(321,068)	(390,473)	(69,405)
Transfers in	<u>318,568</u>	<u>318,568</u>	<u>576,032</u>	<u>257,464</u>
Change in net position	(2,500)	(2,500)	185,559	188,059
Total net position, beginning of year, as restated	<u>2,500</u>	<u>2,500</u>	<u>4,593,741</u>	<u>4,591,241</u>
Total net position, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,779,300</u>	<u>\$ 4,779,300</u>

OTHER SUPPLEMENTARY INFORMATION

CAPITAL ASSETS

CITY OF COOLIDGE
CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE BY SOURCE
June 30, 2019

Governmental funds capital assets

Land	\$ 1,287,774
Buildings and improvements	15,619,624
Vehicles, machinery and equipment	10,102,345
Infrastructure	77,610,919
Construction in progress	<u>497,873</u>
Total governmental funds capital assets	<u>\$ 105,118,535</u>

Investment in governmental funds capital assets by source

Government funds	<u>\$ 105,118,535</u>
Total governmental funds capital assets	<u>\$ 105,118,535</u>

CITY OF COOLIDGE
CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
June 30, 2019

Function and Activity	Land	Buildings and Improvements	Vehicles, Machinery and Equipment	Infrastructure	Construction in Progress	Total
General Government	\$ 776,963	\$ 3,302,269	\$ 822,846	\$ -	\$ -	\$ 4,902,078
Highways and Streets	65,713	1,082,799	3,328,250	77,064,667	-	81,541,429
Public Safety	118,504	4,076,494	5,497,045	192,405	497,873	10,382,321
Culture and Recreation	326,594	7,158,062	454,204	353,847	-	8,292,707
Total governmental funds capital assets	<u>\$ 1,287,774</u>	<u>\$ 15,619,624</u>	<u>\$ 10,102,345</u>	<u>\$ 77,610,919</u>	<u>\$ 497,873</u>	<u>\$ 105,118,535</u>

CITY OF COOLIDGE
CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
June 30, 2019

Function and Activity	Governmental Funds Capital Assets July 01, 2018	Additions	Deductions	Governmental Funds Capital Assets June 30, 2019
General Government	\$ 4,872,500	\$ 29,578	\$ -	\$ 4,902,078
Highways and Streets	81,547,929	-	(6,500)	81,541,429
Public Safety	9,832,847	796,339	(246,865)	10,382,321
Culture and Recreation	8,231,696	61,011	-	8,292,707
Total governmental funds capital assets	<u>\$ 104,484,972</u>	<u>\$ 886,928</u>	<u>\$ (253,365)</u>	<u>\$ 105,118,535</u>

STATISTICAL SECTION

STATISTICAL SECTION

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These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	113
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Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue sources, property tax and sale and use taxes.	115
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Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	123
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Economic and Demographic Information

These schedules offer economic and demographic indicators to help the Reader understand the environment within which the City's financial activities take place.	132
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Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	135
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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 Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year		
	2019	2018	2017
Governmental Activities			
Net Investment in Capital Assets	\$ 49,964,342	\$ 52,073,197	\$ 53,069,698
Restricted	2,142,816	1,854,884	1,965,669
Unrestricted	<u>(5,698,959)</u>	<u>(6,972,016)</u>	<u>(7,759,744)</u>
Total Governmental Activities Net Position	<u>46,408,199</u>	<u>46,956,065</u>	<u>47,275,623</u>
Business-type Activities			
Net Investment in Capital Assets	24,066,098	24,223,422	24,803,982
Restricted	302,441	124,407	124,683
Unrestricted	<u>801,495</u>	<u>590,985</u>	<u>308,732</u>
Total Business-type Activities Net Position	<u>25,170,034</u>	<u>24,938,814</u>	<u>25,237,397</u>
Primary Government			
Net Investment in Capital Assets	74,030,440	76,296,619	77,873,680
Restricted	2,445,257	1,979,291	2,090,352
Unrestricted	<u>(4,897,464)</u>	<u>(6,381,031)</u>	<u>(7,451,012)</u>
Total Primary Government Net Position	<u>\$ 71,578,233</u>	<u>\$ 71,894,879</u>	<u>\$ 72,513,020</u>

Source: City of Coolidge

In fiscal year 2015; beginning net position was restated due to the implementation of GASB Statement No. 68

In fiscal year 2018; beginning net position was restated due to the implementation of GASB Statement No. 75

Table 1

Fiscal Year						
2016	2015	2014	2013	2012	2011	2010
\$ 56,257,356	\$ 56,083,450	\$ 53,694,745	\$ 55,668,079	\$ 57,354,851	\$ 58,981,146	\$ 60,590,221
2,099,583	2,402,506	1,974,832	1,907,475	2,460,226	2,896,898	3,377,216
(6,992,820)	(6,341,385)	5,070,031	4,541,654	4,926,034	4,718,631	2,971,682
<u>51,364,119</u>	<u>52,144,571</u>	<u>60,739,608</u>	<u>62,117,208</u>	<u>64,741,111</u>	<u>66,596,675</u>	<u>66,939,119</u>
23,670,890	23,184,413	24,160,069	23,827,841	23,009,425	23,137,047	23,426,566
136,686	137,586	165,517	167,019	232,058	271,287	244,382
138,053	607,724	667,991	376,411	584,748	709,301	687,527
<u>23,945,629</u>	<u>23,929,723</u>	<u>24,993,577</u>	<u>24,371,271</u>	<u>23,826,231</u>	<u>24,117,635</u>	<u>24,358,475</u>
79,928,246	79,267,863	77,854,814	79,495,920	80,364,276	82,118,193	84,016,787
2,236,269	2,540,092	2,140,349	2,074,494	2,692,284	3,168,185	3,621,598
(6,854,767)	(5,733,661)	5,738,022	4,918,065	5,510,782	5,427,932	3,659,209
<u>\$ 75,309,748</u>	<u>\$ 76,074,294</u>	<u>\$ 85,733,185</u>	<u>\$ 86,488,479</u>	<u>\$ 88,567,342</u>	<u>\$ 90,714,310</u>	<u>\$ 91,297,594</u>

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

	Fiscal Year			
	2019	2018	2017	2016
Expenses				
Governmental Activities:				
General Government	\$ 2,793,489	\$ 3,094,226	\$ 3,142,157	\$ 2,965,310
Public safety	6,464,459	7,115,555	7,135,145	6,940,532
Highways and streets	4,951,187	4,964,760	6,176,392	5,212,204
Transportation	-	-	-	-
Culture and recreation	1,271,022	1,275,939	1,299,193	1,194,570
Redevelopment and housing	902,873	688,882	603,152	964,348
Interest on Long-term Debt	73,173	69,441	67,563	48,955
Total Governmental Activities Expenses	<u>\$ 16,456,203</u>	<u>\$ 17,208,803</u>	<u>\$ 18,423,602</u>	<u>\$ 17,325,919</u>
Business-type Activities				
Liquid waste	\$ 1,158,047	\$ 1,098,000	\$ 1,133,496	\$ 1,215,539
Solid waste	877,270	875,163	915,091	979,909
Liquid waste impact fees	8,574	1,835	-	-
Solid waste impact fees	-	-	-	-
Other enterprise funds ⁺	432,774	617,734	377,774	299,648
Total Business-type Activities Expenses	<u>\$ 2,476,665</u>	<u>\$ 2,592,732</u>	<u>\$ 2,426,361</u>	<u>\$ 2,495,096</u>
Total Primary Government Expenses	<u>\$ 18,932,868</u>	<u>\$ 19,801,535</u>	<u>\$ 20,849,963</u>	<u>\$ 19,821,015</u>

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

Source: City of Coolidge

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

Table 2

Fiscal Year					
2015	2014	2013	2012	2011	2010
\$ 3,756,244	\$ 3,044,700	\$ 2,508,220	\$ 2,501,833	\$ 2,885,857	\$ 3,104,535
6,839,973	5,857,764	5,895,157	5,900,691	5,061,857	5,182,718
4,918,698	4,803,538	4,298,605	4,421,687	4,463,941	3,819,264
-	-	-	-	-	-
1,194,697	1,090,040	1,036,188	1,053,273	901,294	954,825
1,053,911	992,036	710,347	916,594	1,506,637	1,883,403
69,722	111,078	129,105	139,697	166,222	173,270
<u>\$ 17,833,245</u>	<u>\$ 15,899,156</u>	<u>\$ 14,577,622</u>	<u>\$ 14,933,775</u>	<u>\$ 14,985,808</u>	<u>\$ 15,118,015</u>
\$ 1,142,278	\$ 1,113,447	\$ 1,110,775	\$ 1,120,950	\$ 1,030,066	\$ 1,155,920
959,881	959,575	1,063,751	1,041,663	1,042,725	893,302
-	3,990	380	-	5,051	46,355
-	-	-	-	470	9,923
192,884	122,873	121,826	114,103	64,943	102,608
<u>\$ 2,295,043</u>	<u>\$ 2,199,885</u>	<u>\$ 2,296,732</u>	<u>\$ 2,276,716</u>	<u>\$ 2,143,255</u>	<u>\$ 2,208,108</u>
<u>\$ 20,128,288</u>	<u>\$ 18,099,041</u>	<u>\$ 16,874,354</u>	<u>\$ 17,210,491</u>	<u>\$ 17,129,063</u>	<u>\$ 17,326,123</u>

continued

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

	Fiscal Year			
	2019	2018	2017	2016
Program Revenue				
Governmental Activities:				
Fees, Fines and Charges for Services:				
General Government	\$ 251,026	\$ 151,468	\$ 74,234	\$ 100,570
Public safety	402,541	513,562	414,890	419,816
Highway and streets	32,791	39,456	39,924	51,436
Transportation	-	-	-	-
Culture and recreation	97,760	97,325	96,161	102,677
Redevelopment and housing	436,683	110,673	91,193	153,477
Interest on long-term debt	-	-	-	-
Operating Grants and Contributions	3,461,768	2,978,648	2,881,798	3,418,148
Capital Grants and Contributions	526,663	2,048,033	545,255	2,225,648
Total Governmental Activities Program Revenues	<u>\$ 5,209,232</u>	<u>\$ 5,939,165</u>	<u>\$ 4,143,455</u>	<u>\$ 6,471,772</u>
Business-type Activities				
Charges for Services:				
Liquid waste	\$ 877,850	\$ 877,971	\$ 867,099	\$ 877,136
Solid waste	1,108,725	1,080,305	1,146,462	1,135,455
Liquid waste impact fees	186,458	1,693	-	9,026
Solid waste impact fees	-	-	-	-
Other enterprise funds ⁺	42,303	42,645	48,086	84,424
Operating Grants and Contributions	-	-	-	-
Capital Grants and Contributions	-	-	1,515,001	437,783
Total Business-type Activities Revenues	<u>2,215,336</u>	<u>2,002,614</u>	<u>3,576,648</u>	<u>2,543,824</u>
Total Primary Government Revenues	<u>\$ 7,424,568</u>	<u>\$ 7,941,779</u>	<u>\$ 7,720,103</u>	<u>\$ 9,015,596</u>
Net (Expense)/Revenue				
Governmental Activities	\$ (11,246,971)	\$ (11,269,638)	\$ (14,280,147)	\$ (10,854,147)
Business-type Activities	(261,329)	(590,118)	1,150,287	48,728
Total Primary Government Net Revenue	<u>\$ (11,508,300)</u>	<u>\$ (11,859,756)</u>	<u>\$ (13,129,860)</u>	<u>\$ (10,805,419)</u>

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

Source: City of Coolidge

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

Table 2

Fiscal Year					
2015	2014	2013	2012	2011	2010
\$ 59,230	\$ 107,107	\$ 80,878	\$ 266,048	\$ 154,360	\$ 146,116
456,827	460,374	440,238	352,314	444,401	25,516
58,740	90,663	95,249	66,212	18,272	26,996
-	-	-	-	-	-
95,440	93,968	103,583	107,561	117,708	380,973
121,277	81,388	112,186	115,924	77,722	174,800
-	-	-	-	-	-
3,406,637	2,151,450	2,214,444	2,472,170	2,858,145	2,125,970
4,776,109	1,966,407	219,014	1,251,550	1,919,637	2,344,111
<u>\$ 8,974,260</u>	<u>\$ 4,951,357</u>	<u>\$ 3,265,592</u>	<u>\$ 4,631,779</u>	<u>\$ 5,590,245</u>	<u>\$ 5,224,482</u>
\$ 857,995	\$ 994,391	\$ 832,203	\$ 840,139	\$ 914,912	\$ 861,102
1,122,502	1,031,434	850,001	860,889	811,908	766,776
5,656	-	12,203	-	-	-
-	-	50	-	-	-
40,973	63,110	68,094	40,494	42,266	63,025
-	-	-	-	-	-
100,878	57,032	1,140,935	250,158	20,033	800,927
<u>2,128,004</u>	<u>2,145,967</u>	<u>2,903,486</u>	<u>1,991,680</u>	<u>1,789,119</u>	<u>2,491,830</u>
<u>\$ 11,102,264</u>	<u>\$ 7,097,324</u>	<u>\$ 6,169,078</u>	<u>\$ 6,623,459</u>	<u>\$ 7,379,364</u>	<u>\$ 7,716,312</u>
\$ (8,858,985)	\$ (10,947,799)	\$ (11,312,030)	\$ (10,301,996)	\$ (9,395,563)	\$ (9,893,533)
(167,039)	(53,918)	606,754	(285,036)	(354,136)	283,722
<u>\$ (9,026,024)</u>	<u>\$ (11,001,717)</u>	<u>\$ (10,705,276)</u>	<u>\$ (10,587,032)</u>	<u>\$ (9,749,699)</u>	<u>\$ (9,609,811)</u>

continued

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

	Fiscal Year			
	2019	2018	2017	2016
Governmental Revenues and Other Changes in Net Position				
Governmental Activities				
Sales taxes	\$ 5,436,704	\$ 5,483,772	\$ 4,915,030	\$ 4,788,139
Property taxes	1,608,702	1,664,521	1,691,080	1,612,172
Sales taxes, levied for capital projects	-	-	-	-
Franchise taxes	336,625	354,147	309,864	313,642
Impact Fees	-	-	-	-
State shared revenues-not restricted* to specific programs	3,599,329	3,480,556	3,296,361	3,183,150
Investment income	14,645	13,307	10,648	10,964
Miscellaneous	193,092	176,158	107,802	48,620
Transfers in (out)	(489,992)	(266,749)	(139,134)	117,008
Total Governmental Activities	<u>\$ 10,699,105</u>	<u>\$ 10,905,712</u>	<u>\$ 10,191,651</u>	<u>\$ 10,073,695</u>
Business-type activities				
Investment income	2,557	1,681	2,347	2,229
Miscellaneous	-	22,631	-	81,957
Transfers in (out)	489,992	266,749	139,134	(117,008)
Total Business-type Activities	<u>\$ 492,549</u>	<u>\$ 291,061</u>	<u>\$ 141,481</u>	<u>\$ (32,822)</u>
Changes in Net Position				
Governmental Activities	\$ (547,866)	\$ (363,926)	\$ (4,088,496)	\$ (780,452)
Business-type Activities	231,220	(299,057)	1,291,768	15,906
Total Primary Government	<u>\$ (316,646)</u>	<u>\$ (662,983)</u>	<u>\$ (2,796,728)</u>	<u>\$ (764,546)</u>

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

Source: City of Coolidge

Table 2

Fiscal Year					
2015	2014	2013	2012	2011	2010
\$ 5,057,608	\$ 5,424,593	\$ 4,779,474	\$ 4,836,847	\$ 6,037,445	\$ 4,927,926
1,483,083	1,472,607	755,791	707,216	699,862	648,648
-	-	-	-	-	-
315,851	309,842	304,603	294,566	282,896	269,567
-	-	-	-	-	-
3,101,728	2,920,381	2,671,289	2,442,437	1,947,219	2,168,886
9,044	10,721	13,347	16,081	13,528	28,712
130,605	106,792	100,450	140,834	114,123	46,316
(86,961)	(674,737)	63,173	8,451	(41,954)	(114,296)
<u>\$ 10,010,958</u>	<u>\$ 9,570,199</u>	<u>\$ 8,688,127</u>	<u>\$ 8,446,432</u>	<u>\$ 9,053,119</u>	<u>\$ 7,975,759</u>
1,522	1,487	1,459	2,083	1,306	5,065
-	-	-	-	70,036	74,145
86,961	674,737	(63,173)	(8,451)	41,954	114,296
<u>\$ 88,483</u>	<u>\$ 676,224</u>	<u>\$ (61,714)</u>	<u>\$ (6,368)</u>	<u>\$ 113,296</u>	<u>\$ 193,506</u>
\$ 1,151,973	\$ (1,377,600)	\$ (2,623,903)	\$ (1,855,564)	\$ (342,444)	\$ (1,917,774)
(78,556)	622,306	545,040	(291,404)	(240,840)	477,228
<u>\$ 1,073,417</u>	<u>\$ (755,294)</u>	<u>\$ (2,078,863)</u>	<u>\$ (2,146,968)</u>	<u>\$ (583,284)</u>	<u>\$ (1,440,546)</u>

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

	Fiscal Year				
	2019	2018	2017	2016	2015
General Fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	<u>4,870,099</u>	<u>3,761,273</u>	<u>2,627,838</u>	<u>3,423,144</u>	<u>3,800,044</u>
Total General Fund	<u>\$ 4,870,099</u>	<u>\$ 3,761,273</u>	<u>\$ 2,627,838</u>	<u>\$ 3,423,144</u>	<u>\$ 3,800,044</u>
All Other Governmental Funds					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved Reported in:					
Special Revenue Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Restricted Reported in:					
Special Revenue Funds	748,706	803,891	550,638	797,932	928,508
Capital Projects Funds	2,677,155	2,677,155	2,762,854	2,483,013	2,881,192
Assigned Reported in:					
Special Revenue Funds					
Capital Projects Funds	51,091	52,195	55,386	56,165	51,260
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total All Other Governmental Funds	<u>\$ 3,476,952</u>	<u>\$ 3,533,241</u>	<u>\$ 3,368,878</u>	<u>\$ 3,337,110</u>	<u>\$ 3,860,960</u>

GASB Statement NO. 54 established new categories for reporting fund balance for Fiscal Year 2011.

Fund balances are now reported as Restricted, Assigned, or Unassigned per the City's Fund Balance Policy.

Source: City of Coolidge

Table 3

Fiscal Year				
2014	2013	2012	2011	2010
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	3,181,090
-	-	-	-	-
-	818,216	1,176,292	270,029	-
4,829,748	3,868,150	4,203,097	5,394,109	-
<u>\$ 4,829,748</u>	<u>\$ 4,686,366</u>	<u>\$ 5,379,389</u>	<u>\$ 5,664,138</u>	<u>\$ 3,181,090</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	(230,265)
-	-	-	-	3,249,442
650,332	764,850	530,638	367,514	-
2,592,146	2,050,640	1,929,588	2,416,631	-
				-
47,596	45,112	653,179	101,304	-
-	-	-	-	-
<u>\$ 3,290,074</u>	<u>\$ 2,860,602</u>	<u>\$ 3,113,405</u>	<u>\$ 2,885,449</u>	<u>\$ 3,019,177</u>

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

	Fiscal Year			
	2019	2018	2017	2016
Revenues				
Taxes*	\$ 7,429,472	\$ 7,501,393	\$ 6,907,165	\$ 6,710,810
Intergovernmental	6,929,888	6,945,741	6,714,584	6,626,016
Fines and forfeits	227,011	288,410	313,569	323,925
Licenses and permits	365,992	171,527	173,451	248,713
Charges for services	1,073,477	407,214	286,203	406,358
Investment income	14,645	13,307	10,340	10,969
Contributions	-	2,674	-	-
Impact Fees	-	-	-	-
Miscellaneous	375,757	147,661	60,117	66,297
Total Revenues	16,416,242	15,477,927	14,465,429	14,393,088
Expenditures				
General Government	2,666,975	2,800,181	2,859,493	2,667,269
Public Safety	5,662,936	6,209,947	6,332,918	6,506,055
Highways and streets	2,370,604	2,336,503	3,415,305	2,546,173
Transportation	-	-	-	-
Culture and recreation	1,132,060	1,113,841	1,121,064	1,019,173
Redevelopment and housing	1,060,510	740,675	603,152	964,348
Capital outlay	836,089	794,671	2,116,712	1,021,897
Debt Service:				
Principal retirement	588,328	327,833	582,286	587,730
Interest and debt cost	102,954	86,774	119,226	98,201
Debt issuance cost	-	-	53,533	-
Total Expenditures	14,420,456	14,410,425	17,203,689	15,410,846
Excess of Revenues over (under) Expenditures	1,995,786	1,067,502	(2,738,260)	(1,017,758)
Other financing sources (uses)				
Face amount of loan proceeds	-	-	2,550,000	-
Capital Lease Agreements	-	-	-	-
Loan Premium	-	-	-	-
Transfer in	569,842	802,806	1,118,750	1,044,788
Transfer out	(1,059,834)	(1,069,555)	(1,257,884)	(927,780)
Debt Service Principal	-	-	-	-
Total Other Financing Sources and (Uses)	(489,992)	(266,749)	2,410,866	117,008
Net Change in Fund Balances	\$ 1,505,794	\$ 800,753	\$ (327,394)	\$ (900,750)
Debt Service as a Percentage of Noncapital Expenditures	5.76%	-0.46%	-0.83%	4.77%

Note: Taxes consists of Sales taxes, Property taxes and Franchise taxes

Source: City of Coolidge

Table 4

Fiscal Year					
2015	2014	2013	2012	2011	2010
\$ 6,838,109	\$ 7,210,953	\$ 5,790,671	\$ 5,974,331	\$ 7,060,301	\$ 5,846,069
6,669,404	7,442,155	5,100,205	5,920,328	7,079,949	6,080,668
299,864	311,363	275,791	332,160	242,598	271,954
222,106	203,549	218,389	197,113	111,167	205,140
369,263	327,933	367,123	188,339	574,849	431,690
9,057	10,941	20,417	16,081	13,528	28,712
-	14,802	27,402	150,775	525,717	-
-	-	-	-	-	-
63,276	79,875	43,368	125,419	47,616	82,451
<u>14,471,079</u>	<u>15,601,571</u>	<u>11,843,366</u>	<u>12,904,546</u>	<u>15,655,725</u>	<u>12,946,684</u>
3,267,085	2,765,525	2,273,784	2,262,925	2,435,724	2,794,304
6,133,110	5,448,528	5,463,294	5,479,771	4,646,790	5,009,946
2,336,161	2,439,948	1,950,523	1,998,605	2,035,519	1,592,245
-	-	-	-	-	-
998,677	944,927	891,075	899,145	739,544	785,494
1,011,905	992,036	710,347	916,594	1,500,298	1,340,225
1,333,597	1,966,407	1,174,094	893,924	1,310,535	2,566,784
340,606	592,154	379,490	366,460	426,661	453,244
91,171	139,930	137,248	152,366	169,380	188,438
-	46,560	-	-	-	-
<u>15,512,312</u>	<u>15,336,015</u>	<u>12,979,855</u>	<u>12,969,790</u>	<u>13,264,451</u>	<u>14,730,680</u>
<u>(1,041,233)</u>	<u>265,556</u>	<u>(1,136,489)</u>	<u>(65,244)</u>	<u>2,391,274</u>	<u>(1,783,996)</u>
-	1,910,000	-	-	-	-
669,376	-	-	-	-	-
-	237,035	-	-	-	-
1,058,457	1,157,437	1,091,541	1,019,171	2,268,337	751,123
(1,145,418)	(1,087,174)	(1,028,368)	(1,010,720)	(2,310,291)	(865,419)
-	(1,910,000)	127,490	-	-	-
<u>582,415</u>	<u>307,298</u>	<u>190,663</u>	<u>8,451</u>	<u>(41,954)</u>	<u>(114,296)</u>
<u>\$ (458,818)</u>	<u>\$ 572,854</u>	<u>\$ (945,826)</u>	<u>\$ (56,793)</u>	<u>\$ 2,349,320</u>	<u>\$ (1,898,292)</u>
3.05%	5.31%	4.38%	4.30%	4.97%	5.28%

Table 5

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

Industry	Fiscal Year					
	2019*			2010		
	Tax Paid	Rank	Percentage of Total	Tax Paid	Rank	Percentage of Total
Retail Trade	\$ 3,328,190	1	61.64%	\$ 2,327,812	1	49.62%
Construction	394,071	3	7.30%	1,207,744	2	25.74%
Communications & Utilities	715,009	2	13.24%	533,994	3	11.38%
Restaurants/Bars	340,901	4	6.31%	271,275	4	5.78%
Real Estate, Rental, Leasing & Fire Insurance	286,943	5	5.31%	210,408	5	4.48%
Manufacture	52,692	7	0.98%	60,325	6	1.29%
Wholesale Trade	37,662	8	0.70%	22,478	8	0.48%
All Other	244,315	6	4.52%	57,391	7	1.22%
Total	<u>\$ 5,399,783</u>		<u>100.00%</u>	<u>\$ 4,691,427</u>		<u>100.00%</u>

Source: Arizona Department of Revenue

Table 6

City of Coolidge
Direct and Overlapping Sales Tax Rates
As of June 30, 2019
(Unaudited)

Type of Tax	Rates		
	City	State and Pinal County	Combined
Privilege tax, except retail, utilities and telecommunication	3.00%	7.20%	10.20%
Retail	3.00%	7.20%	10.20%
Retail - privilege tax for single item over \$10,000	1.50%	7.20%	8.70%
Hotel/Motel	6.00%	7.20%	13.20%
Restaurant/Bar	3.00%	7.20%	10.20%
Utilities/Telecommunications	3.00%	7.20%	10.20%
Construction	4.00%	7.20%	11.20%

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	Capital Leases*				
2019	\$ 2,233,000	\$ 1,071,752	\$ -	\$ 943,230	\$ 341,103	\$ 4,589,085	44.97%	388.08	
2018	\$ 2,383,000	\$ 1,330,071	\$ 208,328	\$ 1,056,488	\$ 391,243	\$ 5,369,130	47.75%	444.69	
2017	\$ 2,550,000	\$ 1,345,775	\$ 369,161	\$ 1,166,175	\$ 439,215	\$ 5,870,326	47.78%	494.05	
2016	\$ -	\$ 1,829,695	\$ 526,447	\$ 1,757,520	\$ 485,112	\$ 4,598,774	34.51%	386.87	
2015	\$ -	\$ 2,074,680	\$ 909,176	\$ 1,904,319	\$ 525,438	\$ 5,413,613	37.68%	443.41	
2014	\$ -	\$ 2,147,035	\$ 545,407	\$ 1,474,942	\$ -	\$ 4,167,384	31.27%	345.15	
2013	\$ -	\$ 2,270,000	\$ 777,560	\$ 1,571,456	\$ -	\$ 4,619,016	37.60%	378.33	
2012	\$ -	\$ 2,450,000	\$ 849,560	\$ 1,691,914	\$ -	\$ 4,991,474	44.39%	419.91	
2011	\$ -	\$ 2,625,000	\$ 1,041,020	\$ 1,808,656	\$ -	\$ 5,474,676	53.65%	448.41	
2010	\$ -	\$ 2,790,000	\$ 1,302,681	\$ 702,463	\$ -	\$ 4,795,144	52.33%	403.39	

Note: The City of Coolidge did not issue general obligation bonds in fiscal years preceeding 2018.

Source: City of Coolidge

Table 8

City of Coolidge
Direct and Overlapping Governmental Activities Debt
As of June 30, 2019
(Unaudited)

Jurisdiction	Net Assessed Limited Property Valuation	General Obligation Bonded Debt Outstanding	Net Debt Outstanding	Percentage Applicable to the City of Coolidge	Estimated Share of Overlapping Debt
Coolidge Unified School District	\$ 96,819,276	\$ 13,556,750	\$ -	47.20%	\$ 6,399,395
Central Arizona College	2,355,433,455	76,760,000	-	1.94%	1,488,811
Pinal County Arizona	2,355,433,455	-	-	0.00%	-
Subtotal, overlapping debt		90,316,750		49.14%	7,888,206
City of Coolidge	<u>45,703,051</u>		<u>3,304,752</u>	100%	<u>3,304,752</u>
Total direct and overlapping debt					11,192,958

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			
	2010	2011	2012	2013
Secondary Assessed Value	\$ 61,937,311	\$ 45,965,151	\$ 44,433,513	\$ 41,049,162
<u>20% Limitation</u>				
Debt Limit Equal to 20% of Assessed Valuation	\$ 12,387,462	\$ 9,193,030	\$ 8,886,703	\$ 8,209,832
Total Debt Applicable to 20% Limit	-	-	-	-
Legal 20% Debt Margin (Available Borrowing Capacity)	<u>\$ 12,387,462</u>	<u>\$ 9,193,030</u>	<u>\$ 8,886,703</u>	<u>\$ 8,209,832</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	\$ 3,716,239	\$ 2,757,909	\$ 2,666,011	\$ 2,462,950
Total Debt Applicable to 6% Limit	-	-	-	-
Legal 6% Debt Margin (Available Borrowing Capacity)	<u>\$ 3,716,239</u>	<u>\$ 2,757,909</u>	<u>\$ 2,666,011</u>	<u>\$ 2,462,950</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					
2014	2015	2016	2017	2018	2019
\$ 41,249,290	\$ 41,950,010	\$ 52,418,173	\$ 59,404,008	\$ 59,406,279	\$ 62,953,883
\$ 8,249,858	\$ 8,390,002	\$ 10,483,635	\$ 11,880,802	\$ 11,881,256	\$ 12,590,777
-	-	-	-	-	-
<u>\$ 8,249,858</u>	<u>\$ 8,390,002</u>	<u>\$ 10,483,635</u>	<u>\$ 11,880,802</u>	<u>\$ 11,881,256</u>	<u>\$ 12,590,777</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
\$ 2,474,957	\$ 2,517,001	\$ 3,145,090	\$ 3,564,240	\$ 3,564,377	\$ 3,777,233
-	-	-	-	-	-
<u>\$ 2,474,957</u>	<u>\$ 2,517,001</u>	<u>\$ 3,145,090</u>	<u>\$ 3,564,240</u>	<u>\$ 3,564,377</u>	<u>\$ 3,777,233</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Table 10

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	
2019	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note The City of Coolidge did not have pledged revenue debt in the fiscal year ended 2019 and the nine 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
2010	12,159	356,303	9,163,740	26	4,470	13 to 16	19.6%
2011	11,825	375,770	10,204,342	27	5,033	13 to 16	20.4%
2012	12,074	382,992	11,244,944	29	3,743	13 to 16	16.2%
2013	11,882	387,365	12,285,546	32	3,660	13 to 16	16.0%
2014	11,887	389,350	13,326,148	34	3,660	13 to 16	6.5%
2015	12,209	401,918	14,366,750	36	3,660	13 to 16	6.5%
2016	12,311	413,312	11,255,255	27	3,232	13 to 16	7.4%
2017	12,528	418,540	11,689,781	28	2,127	13 to 16	5.7%
2018	12,698	430,237	11,923,577	28	4,261	13 to 16	7.0%
2019	12,993	438,842	12,162,048	28	3,500	13 to 16	6.5%

Sources: Central Arizona Governments, Bureau of Economic Analysis, Arizona Department of Commerce, Bureau of Labor and Statistics, Arizona Department of Education, US Census Bureau.

⁺ 2019 amount estimated as data was not available at time of publishing (2% increase)

Table 12

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

Major Employer ¹	Fiscal Year			Fiscal Year		
	2019			2010		
	Employees	Rank	Percentage of Total City Employment*	Employees	Rank	Percentage of Total City Employment*
Coolidge Schools	495	1	36.11%	519	1	42.33%
City of Coolidge	212	2	15.46%	170	3	13.87%
Wal Mart	207	3	15.10%	180	2	14.68%
Bright International	132	4	9.63%	130	4	10.60%
Imagine Schools	89	5	6.49%	60	8	0.00%
Safeway	77	6	5.62%	60	8	0.00%
McDonalds	57	7	4.16%	45	5	3.67%
Garrett Motors	42	8	3.06%	27	8	0.00%
Shopes IGA	30	9	2.19%	26	6	2.12%
Crop Production Services	30	10	2.19%	9	7	0.73%
Total	<u>1,371</u>			<u>1,226</u>		

¹Source: Employer Data, Census and CAG

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	
2010	32.00	80.00	10.50	6.16	29.55	12.50	170.71
2011	31.60	80.50	10.90	10.30	26.66	7.10	167.06
2012	31.65	78.50	10.15	10.50	26.66	7.20	164.66
2013	34.15	79.60	10.15	11.50	24.93	6.20	166.53
2014	31.65	80.75	10.10	11.50	26.23	5.20	165.43
2015	33.10	78.75	9.75	12.50	26.53	5.05	165.68
2016	34.70	79.00	10.75	12.50	26.53	4.30	167.78
2017	35.40	77.75	11.05	12.50	26.91	4.60	168.21
2018	35.40	77.75	11.05	12.50	26.91	5.02	168.63
2019	35.90	77.75	11.05	12.50	26.91	5.02	169.13

Source: City Budget

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

Function	Fiscal Year		
	2019	2018	2017
General Government			
# Registered voters*	6,538	5,973	6,084
# Votes cast last primary election*	0	1,490	0
<i>City Court</i>			
Charges filed/charges adjudicated (resolved)	5,688	5,468	4,884
<i>Communications & Public Information</i>			
News releases/media updates	31	18	21
Traffic construction alerts	10	12	10
Total newsletter pages sent to citizens	16	16	16
Web pages created/updated	124	107	110
Number of visits to website	559,274	701,243	663,826
Number of web pages viewed	561,768	703,156	668,830
Number of graphics/photography projects completed	124	101	97
Police			
# Total arrests	925	1,216	1,104
# Moving violations citations	924	985	1,046
Total calls for service	26,200	26,188	26,917
Total 911 calls	7,272	7,223	8,562
Total Part I Crimes	473	503	646
Fire			
# All Emergency Responses	1,919	1,756	1,638
# Fire/Haz Mat Responses	277	205	150
# Emergency Medical Responses	1,243	1,159	1,143
# Other Responses (False Alarms, Mutual Aid, Extrication, rescue, etc.)	399	387	345
Financial Services			
# accounts payable checks issued	2,910	2,884	3,004
# purchase orders	35	17	71
Planning and Development			
Customer wait-time (in minutes) at One Stop Shop	2	2	1
Total Number of Permits Issued	489	239	271

* 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.

Source: City of Coolidge

Table 14

Fiscal Year						
2016	2015	2014	2013	2012	2011	2010
5,780	5,457	5,373	5,320	5,525	-	5,233
1,439	-	1,421	-	893	-	827
4,256	4,125	4,347	2,732	3,639	3,696	4,317
20	21	22	21	22	24	21
6	7	3	5	3	2	5
16	16	16	16	16	16	17
117	111	105	109	102	91	72
731,456	581,872	444,079	409,164	501,743	252,823	436,367
733,145	583,095	445,665	410,124	502,668	253,120	436,480
94	91	92	87	83	78	65
1,212	1,132	1,322	1,160	1,179	1,216	1,212
1,172	923	962	1,291	1,256	1,081	1,411
29,195	26,205	26,118	24,167	22,892	23,222	26,154
8,837	9,039	7,455	7,899	2,925	3,561	5,894
635	593	663	718	734	748	542
1,061	881	885	796	811	849	872
88	121	87	139	197	166	84
594	497	565	430	475	507	513
379	263	233	227	139	176	275
3,024	3,150	4,499	6,663	6,466	7,004	7,362
66	68	63	54	69	64	37
1	1	1	1	1	1	1
212	236	402	222	231	234	306

Continued

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

Function	Fiscal Year		
	2019	2018	2017
Human Resources			
# of new hires (FT & PT)	39	72	57
# of new hires (Vol)	0	4	0
HR Operating cost as percentage of city payroll	0.01%	0.01%	0.01%
Parks, Recreation and Library			
# attending Park & Recreation facilities annually (Aquatics)	217,323	217,371	217,212
# of square feet of medians and rights of way maintained	1,606,233	1,606,233	1,606,233
# of Library visits annually	57,349	66,498	74,530
# of Library materials checked out annually	74,183	63,652	65,388
Economic Vitality			
Sales Tax growth (% annual change)	-1%	3%	3%
Construction Tax (% annual change)	-44%	182%	-6%
Municipal Services			
# of homes serviced by Residential Refuse Collection	3,075	3,850	3,800
Tons of refuse and garbage hauled to transfer station/landfill	5,800	5,500	5,300
Transit Services			
Passenger Trips	31,669	31,452	36,673
Project Miles	197,311	203,487	221,611
Vehicle Service Hours	14,384	14,886	15,022
Wastewater			
Sewer Service Connections	3,724	3,717	3,714
Sewage Treated (millions gallons per day)	0.68	1	0.65
Sewage Treated (millions gallons per year)	249	196	196
Other Public Works			
Street resurfacing (miles)	3.5	3.50	5.38
Potholes repaired (estimate)	4,600	4,200	4,900
Streets/Roads Maintained (miles)	221	219	215
Citizen & Neighborhood Resources			
# of new Code Enforcement cases processed per year	169	60	432
# of Animal control calls for service	875	1,181	928
Neighborhood Revitalization			
# Home Emergency Repair (roofs, heating, air conditioning, etc.)	1	0	0
# Houses rehabilitated or replaced	3	2	3

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

Source: City of Coolidge

Table 14

Fiscal Year						
<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
67 4 0.01%	63 - 0.01%	50 7 0.01%	64 - 0.01%	52 3 0.01%	55 4 0.01%	46 3 0.01%
217,093 1,606,233 79,159 72,112	217,391 1,606,233 80,106 76,598	217,389 1,606,233 86,869 84,852	217,354 1,606,233 85,515 84,411	217,026 1,606,233 87,554 89,531	212,771 1,606,233 95,273 102,603	207,738 1,606,233 94,660 95,001
-4% 5%	-3% -50%	10% 68%	-1% -37%	-22% -77%	27% 87%	-3% -4%
3,800 5,180	3,600 6,190	3,591 6,080	3,513 6,480	3,597 6,630	3,593 5,757	3,517 6,105
49,144 225,018 15,266	56,450 204,491 13,688	53,861 224,534 14,616	52,277 272,966 14,674	35,851 202,884 11,558	39,602 229,317 10,938	21,397 68,651 7,113
3,714 0.65 196	3,713 0.65 196	3,713 0.65 196	3,713 0.63 179	3,763 0.62 227	3,736 0.66 240	3,498 0.67 221
12.98 5,200 212	6.90 4,500 211	7.72 5,000 194	5.10 6,000 194	0.25 6,000 194	1.00 5,200 194	0.00 5,200 194
284 1,155	432 823	527 519	307 1,370	313 1,116	134 -	415 -
1 4	- 6	- 5	- 4	1 5	2 9	9 3

Concluded

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

Function	Fiscal Year				
	2019	2018	2017	2016	2015
Public Safety					
Police:					
Stations	1	1	1	1	1
Police Vehicles	36	36	37	36	31
Fire Stations					
Stations	3	3	3	3	3
Fire Apparatus	6	7	7	8	7
Other Vehicles	2	2	2	3	3
Highways and Streets					
Street (miles)	221	219	215	212	211
Streetlights	792	788	785	781	781
Traffic signals (City does not own)	7	7	7	7	7
Culture and Recreation					
Parks	12	12	12	12	12
Parks Acreage	91	91	91	91	91
Swimming Pools (City does not own)	1	1	1	1	1
Tennis Courts (City does not own)	8	8	8	8	8
Community Centers	1	1	1	1	1
Libraries	1	1	1	1	1
Transit					
Buses	11	11	11	11	11
Bus Stops	41	41	41	41	41
Wastewater					
Sanitary Sewers (miles)	73	73	73	73	73
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

Source: City of Coolidge

Table 15

Fiscal Year				
2014	2013	2012	2011	2010
1	1	1	1	1
38	29	28	30	32
3	3	3	3	3
6	6	6	6	6
3	3	3	3	3
194	194	194	194	194
781	781	781	781	780
7	7	7	7	7
12	12	12	12	12
91	91	91	91	91
1	1	1	1	1
4	8	8	8	8
1	1	1	1	2
1	1	1	1	1
11	7	7	8	8
41	133	133	131	120
73	73	73	73	73
3	3	3	3	3
2.0 MGD	2.0 MGD	2.0 MGD	2.0 MGD	2.0 MGD