

**City of Coolidge, Arizona**  
**Home of the Casa Grande Ruins**



**Comprehensive Annual Financial Report**  
**Fiscal Year Ended June 30, 2016**



# **City of Coolidge, Arizona**



## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**For the Fiscal Year Ended June 30, 2016**

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

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## **INTRODUCTORY SECTION**



# City of Coolidge

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January 23, 2016

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, 2016.

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, 2016, 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 72 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 airport, liquid and solid waste.

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 \$36,318,277 to \$43,481,880 for fiscal year 2015/16.

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 over \$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.
- **Phased Retirement Program** - The City entered into an agreement with SmartWorks Plus, a phased retirement program, which enables employees to retire but continue working with the City for a period of one year. Doing this helps the employee ease into retirement while allowing the City to save 20% on salary expense and 30% on benefit expense. Three employees took advantage of the program this past fiscal year for a total savings of approximately \$45,000.
- **Model City Tax Code Changes** – The changes to construction sales tax for remodels and the ability to perform sales tax audits at the City level is estimated to decrease revenues by a total of \$230,000 to the City’s general fund.
- **Public Safety Personnel Retirement System** – The overall pension liability continued to grow and the employer contribution rate rose to 36.46% which affected general fund operations budgets.

## **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 by 52% since the 2000 Census. However, due to the downturn in the economy and slow recovery from the recession between 2008 and 2015, the City has experienced a significant decline in building permits and new growth. The City has continued the struggle to rebound since the recession as sales tax collections have declined by an average of 4% each of the last two years. Reasons for the decrease in City sales tax collections can be attributed to the following:

1. Legislative impacts of construction sales tax.
2. The ability for the City to conduct and negotiate sales tax audits.
3. Lingering effects of the economic downturn and very slow growth.

The unemployment rate, as of June 2016, has increased from 6.5% to 7.4% which is higher than the state’s unemployment rate of 5.6% 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 has completed several major capital projects this past year to include:

- **Randolph Road:** to include paving a three lane industrial collector road extending from State Route 87 east to the Union Pacific Railroad utilizing a grant from the Arizona Commerce Authority (ACA) in the amount of \$369,156 and private sector donations from Stinger Welding in the amount of \$155,373 and City match in the amount of \$32,113 for a total project cost of \$556,642. This is the initial phase of a planned one mile roadway that will provide paved access to a large industrial area. Design began in May, 2014 and was completed in August of 2015.
- **Central Avenue Pavement Preservation:** The replacement of the asphalt surface, curbs/gutters, sidewalks, and landscaping on Central Avenue from Arizona Boulevard to Main Street utilizing an Arizona Department of Transportation grant in the amount of \$1,323,728 with a City match in the amount of \$404,963 for a total project cost of \$1,728,691. This project was completed in June of 2016.
- **Airport Runway 17-35 MRL & Signage:** Utilizing a grant from the Arizona Department of Transportation in the amount of \$366,044 and matching funds in the amount of \$40,671 from Airport fund revenues. The project began in December, 2014 and was completed in June of 2016 the total project cost was \$406,715.
- **Airport Fuel Tanks:** Remove Airport underground Jet A and low lead fuel tanks and replace with above ground fuel tanks utilizing the City's capital fund for \$500,548, this project was completed in October of 2015.

### **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.
- **Citywide "Signing" Project** - funded through the Highway Safety and Improvement Program (HSIP) through the Arizona Department of Transportation in the amount of \$151,200 for signs and materials. The sign inventory began in December, 2012 and is expected to be completed in March, 2016.
- **Randolph Road State Route 87 Turn Lane** – Construction and design of a left turn lane on State Route 87 at Randolph Road funded through ADOT in the amount of \$38,636 and \$106,364 of private sector contributions.

- **Main Street Reconstruction** - to replace existing asphalt surface on Main Street between Central Ave and Vah Ki Inn Road for \$2,100,417 of which \$1,332,653 in funding through the Arizona Department of Transportation (ADOT) Strategic Transportation Program (STP) and \$767,764 City match through proceeds from excise tax obligation. The design process was started in May, 2014 and construction is expected to be completed in 2018.
- **Airport Taxiway B and B Design**: Design and construction of a new taxiway utilizing Federal Aviation Administration grant in the amount of \$1,521,280, ADOT grant funding in the amount of \$74,677 and City match in the amount of \$74,677.
- **Library Patio Enclosure** – Expansion of the library to accommodate programming and increased usage utilizing Arizona State Library grant in the amount of \$36,150 and development impact fees in the amount of \$232,000 for a total project cost of \$268,150.
- **Palo Verde Sidewalk Design and Construction** – To provide a continuous pedestrian route between Arizona Boulevard and the Transit facility located at the southeast corner of 4th Street and Arizona Boulevard utilizing an Arizona Department of Transportation transit grant in the amount of \$198,000 and a City match in the amount of \$22,000 for a total project cost of \$220,000.

## **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, 2015. This was the seventh 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  
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, 2015**

Executive Director/CEO

**CITY OF COOLIDGE**  
**LIST OF PRINCIPAL OFFICIALS**

**MAYOR**

Jon Thompson

**VICE MAYOR**

Jacque Hendrie-Henry

**COUNCIL MEMBERS**

Gilbert Lopez      Steve Hudson

Robert Hudelson      Gary Lewis

Tatiana Murrieta

**SENIOR MANAGEMENT STAFF**

Rick Miller  
Interim-City Manager

Jill Dusenberry  
Grants Director

Susanna Struble  
Public Works Director

Norma Ortiz  
City Clerk

Rob Jarvis  
Fire Chief

Lisa Pannella  
Finance Director

James Henderson  
Human Resource Director

Georgie Garcia  
Magistrate

Robby Criswell  
IT Director

James Malinski  
Chief of Police

Joyce Baker  
Library Director

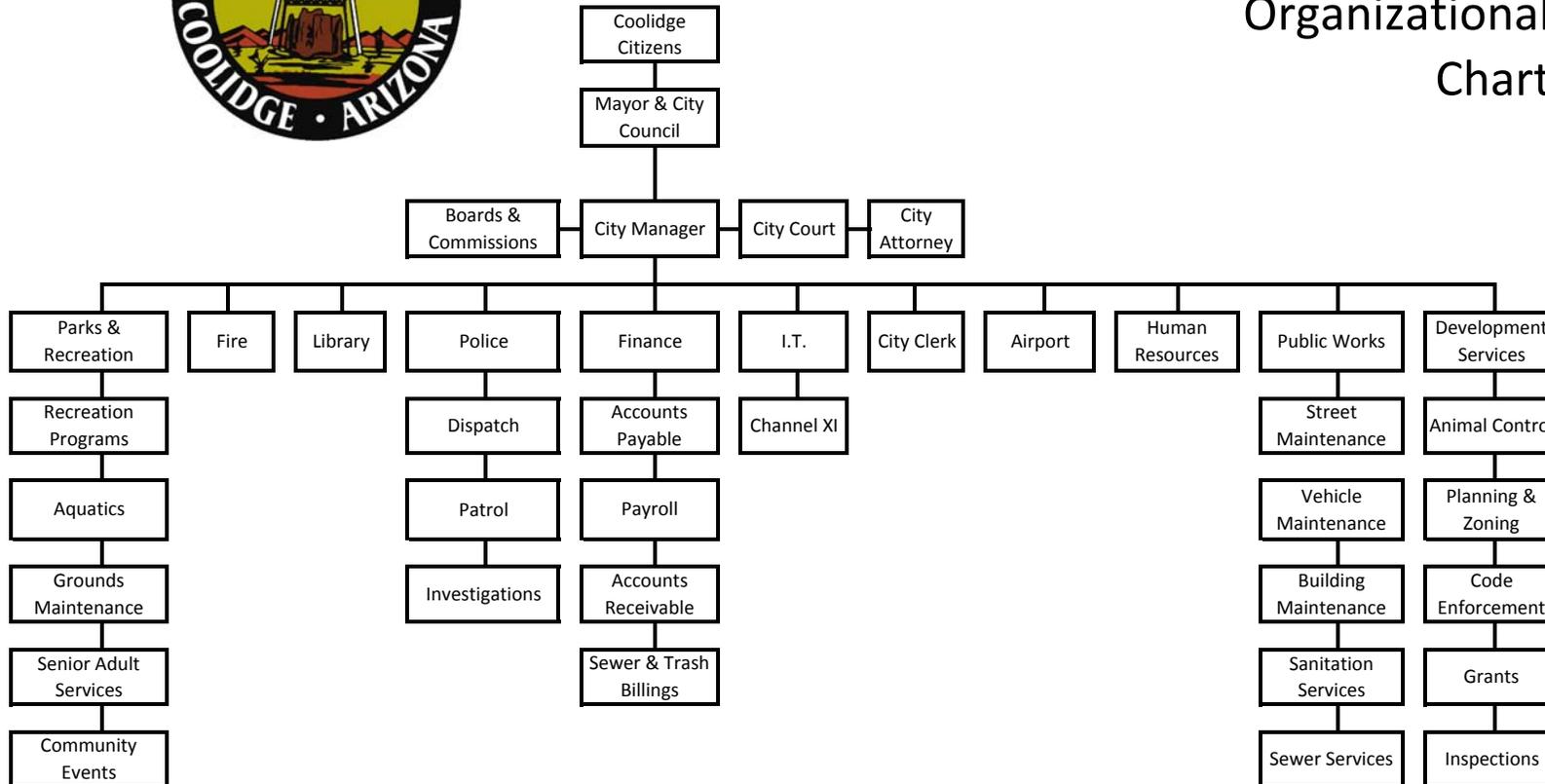
Rick Miller  
Economic Development Director

Ricky LaPaglia  
Parks & Recreation Director



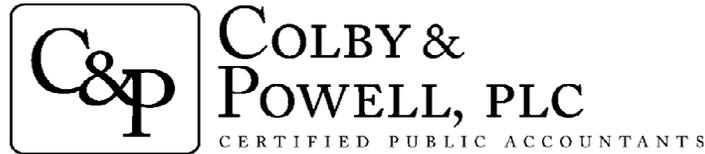
# City Of Coolidge Organizational Chart

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## **FINANCIAL SECTION**



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## **INDEPENDENT AUDITORS' REPORT**

To the City Council  
City of Coolidge, Arizona

We have audited the accompanying financial statements of the governmental activities, 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, 2016, 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, and the aggregate remaining fund information of the City of Coolidge, Arizona, as of June 30, 2016, 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 and Analysis on pages 6 through 16, Schedule of the City's Proportionate Share of the Net Pension Liability – Cost-Sharing Pension Plans on page 79, Schedule of Changes in the City's Net Pension Liability (Asset) and Related Ratios – Agent Pension Plans on page 80 through 81, Schedule of City Pension Contributions on page 82, and Schedule of Agent OPEB Plans' Funding Progress on page 84 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.

### *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 nonmajor fund financial statements, budgetary comparison schedules, and capital assets schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. 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 auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules, and capital assets schedules are fairly stated, in all material respects, in relation to the financial statements as a whole.

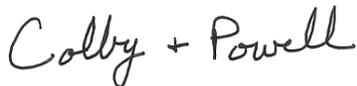
The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 23, 2017, 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 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 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.

#### **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 use highway user revenue fund monies received by the City pursuant to Arizona Revised Statutes Title 28, Chapter 18, Article 2 and any other dedicated state transportation revenues received by the City solely for the authorized transportation purposes, insofar as they relate to accounting matters. 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 use of highway user revenue fund monies and other dedicated state transportation revenues, insofar as they relate to accounting matters.



January 23, 2017

*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, 2016. This Management's Discussion and Analysis (MD&A) is intended to provide an introduction to the basic financial statements that provides an objective and easy to read analysis of our financial activities based on currently known facts, decisions, and conditions.

### **Financial Highlights**

- The assets of the City of Coolidge, Arizona exceeded its liabilities at the close of the recent fiscal year by \$75,309,748 (net position).
- The City's total net position decreased \$764,546 from \$76,074,294 to \$75,309,748. This decrease is the continued effects of the GASB 68 requirements to more accurately reflect the accounting and financial reporting for pensions. The City's net pension liability increased \$911,034 during the fiscal year with governmental net position decreasing \$855,795 and business-type decreasing \$55,239.
- As of the close of the current fiscal year, the City of Coolidge, Arizona's governmental funds reported combined ending fund balances of \$6,760,254, a decrease of \$900,750 in comparison with the prior year. At the end of the current fiscal year, unassigned fund balance for the general fund was \$3,423,144 or 36 percent of total general fund expenditures.
- General fund revenues (on a budgetary basis) were more than budgeted revenues by \$70,281 for fiscal year 2016. Additionally, budgetary basis expenditures were less than the budget by \$3,729,062 in the general fund.
- General fund expenditures exceeded revenues by \$25,273 which is a positive variance of \$3,799,343 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 page 41. 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, 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 31-38 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 39-40 of this report.

**Notes to the basic financial statements.** The notes to the basic financial statements (pages 41-76) 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 79-85.

The combining statements are presented on pages 87-90, 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, 2016 showing that assets exceeded liabilities by \$75,309,748.

### Condensed Statement of Net Position June 30, 2016 and 2015

	Government Activities		Business -type Activities		Totals	
	2016	2015	2016	2015	2016	2015
<b>ASSETS</b>						
Current and other assets	\$ 7,573,945	\$ 8,682,060	\$ 1,453,636	\$ 1,880,377	\$ 9,027,581	\$ 10,562,437
Capital assets						
Non-depreciable	1,461,154	1,669,687	1,659,327	1,634,785	3,120,481	3,304,472
Depreciable (net)	57,152,341	57,397,620	23,769,083	23,453,946	80,921,424	80,851,566
Total Assets	66,187,440	67,749,367	26,882,046	26,969,108	93,069,486	94,718,475
Deferred outflows of resources	2,509,663	2,300,197	115,872	129,245	2,625,535	2,429,442
<b>LIABILITIES</b>						
Other liabilities	616,377	838,109	139,896	99,321	756,273	937,430
Non-current liabilities						
Due within one year	690,614	923,412	182,958	169,600	873,572	1,093,012
Due in more than one year	15,282,078	14,832,317	2,643,763	2,731,967	17,925,841	17,564,284
Total liabilities	16,589,069	16,593,838	2,966,617	3,000,888	19,555,686	19,594,726
Deferred inflows of resources	743,915	1,311,155	85,672	167,742	829,587	1,478,897
<b>NET POSITION</b>						
Invested in capital assets, net of related debt	56,257,356	56,083,450	23,670,890	23,184,413	79,928,246	79,267,863
Restricted	2,099,583	2,402,506	136,686	137,586	2,236,269	2,540,092
Unrestricted	(6,992,820)	(6,341,385)	138,053	607,724	(6,854,767)	(5,733,661)
Total net position	\$ 51,364,119	\$ 52,144,571	\$ 23,945,629	\$ 23,929,723	\$ 75,309,748	\$ 76,074,294

The net position of the City is \$51,364,119 in governmental activities and \$23,945,629 in business-type activities at June 30, 2016.

Net position consists of three components, the largest portion of the City of Coolidge, Arizona's net position (106%) 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 54-55.

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 decrease in net position during this fiscal year as reflected by booking of the net pension liability of the City. The City's total net position decreased 764,546 from 76.1 million to 75.3 million. This decrease is the continued result of a GASB pronouncement that more accurately reflects the net pension liability of municipalities for financial statement reporting. Net position in governmental activities reported a \$780,452 decrease and the business-type activities reported a \$15,906 increase. The net decrease in the governmental and net increase in business-type activities are discussed in more detail following the table below.

### Changes in Net Position For the Fiscal Year Ended June 30, 2016 and 2015

	Government Activities		Business -type Activities		Totals	
	2016	2015	2016	2015	2016	2015
Revenues						
Program Revenues						
Fees, Fines and charges for svcs	\$ 827,976	\$ 791,514	\$ 2,106,041	\$ 2,027,126	\$ 2,934,017	\$ 2,818,640
Operating grants and contributions	3,418,148	3,406,637			3,418,148	3,406,637
Capital grants and contributions	2,225,648	4,776,109	437,783	100,878	2,663,431	4,876,987
General Revenues						
Local Taxes	6,713,953	6,856,542			6,713,953	6,856,542
State shared revenues	3,183,150	3,101,728			3,183,150	3,101,728
Investment earnings	10,964	9,044	2,229	1,522	13,193	10,566
Miscellaneous	48,620	130,605	81,957		130,577	130,605
Total Revenues	16,428,459	19,072,179	2,628,010	2,129,526	19,056,469	21,201,705
Expenses						
General government	2,965,310	3,756,244			2,965,310	3,756,244
Public Safety	6,940,532	6,839,973			6,940,532	6,839,973
Highways and streets	5,212,204	4,918,698			5,212,204	4,918,698
Culture and recreation	1,194,570	1,194,697			1,194,570	1,194,697
Redevelopment and housing	964,348	1,053,911			964,348	1,053,911
Interest on long-term debt	48,955	69,722			48,955	69,722
Liquid Waste			1,215,539	1,142,278	1,215,539	1,142,278
Solid Waste			979,909	959,881	979,909	959,881
Municipal Airport			299,648	192,884	299,648	192,884
Total Expenses	17,325,919	17,833,245	2,495,096	2,295,043	19,821,015	20,128,288
Increase/Decrease in net position before transfers	(897,460)	1,238,934	132,914	(165,517)	(764,546)	1,073,417
Transfers In (Out)	117,008	(86,961)	(117,008)	86,961	-	-
Change in net position	(780,452)	1,151,973	15,906	(78,556)	(764,546)	1,073,417
Net position, beginning of year as restated	52,144,571	50,992,598	23,929,723	24,008,279	76,074,294	75,000,877
Net position, end of year	\$ 51,364,119	\$ 52,144,571	\$ 23,945,629	\$ 23,929,723	\$ 75,309,748	\$ 76,074,294

Changes in net position, shown above, illustrates the City's total revenues and expenses for the fiscal year ended June 30, 2016 compared to the same period ended June 30, 2015.

## **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 \$2,502,488 dollars. The City's fees, fines and charges for services reported a \$36,462 dollar increase. Operating grants and contributions increased by \$11,511 dollars over the prior year largely due to grants received for the purposes of revenue for airport, streets and housing improvements. The capital grants and contributions reported a \$2,550,461 dollar decrease largely due to the one-time funding received from the Arizona Department of Transportation for the Coolidge Avenue reconstruction project.

General revenues, which include local taxes, impact fees, state shared revenues and investment earnings decreased by \$141,232 dollars. Local taxes, including property and City sales taxes, decreased by \$142,589 which can be directly allocated to legislation regarding the collection of construction transaction privilege tax and decreases in sales tax audit collections as municipalities cannot conduct and handle their own audits. State shared revenues increased by \$81,422 dollars due to increased revenue numbers from a small economic recovery for Arizona

Expenses decreased by \$507,326 dollars largely due to a \$790,934 reduction in general government spending as the City continues to focus on investment in capital projects including airport and streets.

## **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. Largely due to Arizona State legislative changes regarding the collection of Solid Waste impact fees, the City's business-type activities has experienced a significant decrease in impact fee collections over the past ten fiscal years. 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 and Airport Funds due to expenditures related to repairs and maintenance of existing infrastructure and investment in capital projects; and increased in the Solid Waste Fund primarily due to an increase in garbage disposal fees.

## **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 held steady. As of the end of the current fiscal year the City's governmental funds reported combined ending fund balances of \$7,433,705, a decrease of \$227,299 in comparison with the prior year. Approximately 51% of this total amount \$3,423,144 constitutes General Fund balance. At fiscal year-end 2015-2016 fund balances were as follows:

<u>Fund</u>	<u>Balance</u>	<u>Increase (Decrease) From 2014-15</u>
General Fund	\$ 3,423,144	\$ (376,900)
Grants Fund	650,651	(68,226)
Impact Fee Fund	603,319	137,024
Capital Projects Fund	1,181,362	(225,832)
Road Tax Fund	698,332	(309,371)
Non-major Governmental Funds	<u>203,446</u>	<u>(57,445)</u>
Total	\$ 6,760,254	\$ (900,750)

The General Fund is the chief operating fund of the City of Coolidge, Arizona. At the end of the current fiscal year, the fund balance of the General Fund was \$3,423,144, a decrease of \$376,900 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 36 percent of total General Fund expenditures, while total fund balance represents 44 percent of total City expenditures.

The decrease to the General Fund balance during the current fiscal year can be attributed to the contribution of City Sales Tax to the streets program for equipment and repairs and maintenance of City streets. City Council has made streets and airport a priority for new and improved infrastructure.

The Grants Fund reported a \$68,226 decrease in fund balance as the City continues to search for grants to assist in the implementation of capital projects.

The Impact Fee Fund reported a \$137,024 fund balance increase due to economic growth affecting the Fire and Transportation Impact Fee funds. The restricted fund balance will be carried over to future years for planned capital projects.

The Capital Projects Fund reported a \$225,832 decrease in fund balance through the completion of capital projects. The fund balance in this fund is considered assigned to Capital projects by Council Resolution.

The Road Tax Fund reported a decrease of \$309,371 as Council has made road improvements a priority the fund balance will continue to decline. The restricted fund balance will be carried over to future years for planned construction projects.

The Non-Major Governmental Funds reported a \$57,445 decrease in fund balance due to decreases in revenues from both intergovernmental and licenses and permits coupled with an increase in debt service principal and increased transfers in from other funds.

## **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 93-94. 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 \$9,496,027, on a budgetary basis, were more than budgeted revenues of \$9,425,746 by \$70,281 and general fund expenditures of \$9,521,300 were less than the budgeted expenditures by \$3,729,062. The increase of actual revenues over budgeted revenues is primarily due to the increased collection of State Shared Revenues.

## Capital Assets and Debt Administration

The City's capital assets, for its governmental and business-type activities as of June 30, 2016, amounts to \$58,613,495 and \$25,428,410 respectively, (net of accumulated depreciation). Capital assets include land, buildings, and improvements, machinery and equipment, roads and improvements, vehicles and infrastructure. During fiscal year 2015-2016 the annual depreciation expense was \$3,507,936 and \$700,906 for the governmental and business-type capital assets, respectively. Additions to capital assets during the fiscal year totaled \$3,435,433 and \$1,147,977 for the governmental and business-type capital assets, respectively.

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

## Government Funds

- Infrastructure – Continued investment in streets to include Central Avenue Pavement Preservation (\$1,728,691), Randolph Road Improvements (\$556,641), annexation of Highway 87 Frontage near Stinger Welding (\$37,142) and the purchase of Ironwood Development property (\$22,667).

- Equipment – Purchase of four police department vehicles (\$103,987), streets equipment (\$342,456), parks maintenance vehicle and lawn mower (\$32,356) and office equipment (\$11,764).

### Business Funds

- Infrastructure –Completion of airport runway 17-35 MIRL and signage (\$405,435).
- Equipment – Purchase of roll off and roll off truck for solid waste (\$53,035) and installation of above ground fuel tanks (\$500,548).

The following table provides a breakdown of the capital assets of the City at June 30, 2016 and 2015.

### Capital Assets at June 30, 2016 and 2015 (Net of depreciation)

	Government Activities		Business -type Activities		Totals	
	2016	2015	2016	2015	2016	2015
Land	\$ 1,249,876	\$ 1,227,209	\$ 1,111,515	\$ 1,146,620	\$ 2,361,391	\$ 2,373,829
Construction in Progress	211,278	442,478	547,812	488,165	759,090	930,643
Airport hangar and other improvements			2,439	18,914	2,439	18,914
Buildings and improvements	10,809,153	11,121,612			10,809,153	11,121,612
Infrastructure and land improvements	43,455,633	43,338,597	3,670,981	3,298,654	47,126,614	46,637,251
Sewer treatment plant and collection system			19,054,948	19,545,864	19,054,948	19,545,864
Furniture, machinery, equipment and vehicles	2,887,555	2,937,411	1,040,715	590,514	3,928,270	3,527,925
Total Capital Assets	\$ 58,613,495	\$ 59,067,307	\$ 25,428,410	\$ 25,088,731	\$ 84,041,905	\$ 84,156,038

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

### **Long-term Debt**

At the end of the current fiscal year, the City of Coolidge, Arizona total Government and Business Type Activities long-term obligations outstanding were \$18,799,413. Of the long term debt \$13,450,711 represents net pension liability, and \$3,102,100 represents outstanding notes payable. The remaining balance represents compensated absences, capital leases, and the City's obligation related to the landfill closure and post-closure care costs. The City has no outstanding bonds.

The following schedule shows the outstanding debt of the City (both current and long-term) as of June 30, 2016 and 2015. Further detail on the City's outstanding debt may be found in Note 8 on page 58.

## Outstanding Debt at June 30, 2016 and 2015

	Governmental Activities		Business Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Notes Payable	\$ 1,670,000	\$ 1,875,000	\$ 1,272,408	\$ 1,375,295	\$ 2,942,408	\$ 3,250,295
Note Premium	159,692	199,680				
Capital leases	526,447	909,177	485,112	529,023	1,011,559	1,438,200
Landfill closure and post-closure costs	706,941	699,928			706,941	699,928
Compensated absences	473,385	491,512	54,717	38,004	528,102	529,516
Net Pension Liability	12,436,227	11,580,432	1,014,484	959,245	13,450,711	12,539,677
Total Outstanding Debt	\$ 15,972,692	\$ 15,755,729	\$ 2,826,721	\$ 2,901,567	\$ 18,639,721	\$ 18,457,616

### 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 92% 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 \$132,268 for fiscal year ending June 30, 2017 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 effective mid-year and the accumulation of sick leave for part-time employees.
- Uncertainty of State Shared Revenues due to slow growth and potential incorporation of neighboring areas.
- Continued effects of Transaction Privilege Tax legislation and the inability to complete tax audits internally.

## **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:

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City of Coolidge, Arizona  
Finance Department  
130 West Central Avenue  
Coolidge, AZ 85128  
E-mail at [gabeg@coolidgeaz.com](mailto:gabeg@coolidgeaz.com)

***FINANCIAL SECTION***

**BASIC FINANCIAL STATEMENTS**

CITY OF COOLIDGE, ARIZONA  
STATEMENT OF NET POSITION  
June 30, 2016

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ 5,718,660	\$ 1,317,492	\$ 7,036,152
Cash - restricted	-	17,410	17,410
Receivables (net of allowance for uncollectable)	301,970	118,734	420,704
Due from other governments	1,413,075	-	1,413,075
Net pension asset	140,240	-	140,240
Capital assets			
Land and construction in progress	1,461,154	1,659,327	3,120,481
Other capital assets (net of accumulated depreciation)	57,152,341	23,769,083	80,921,424
Total assets	<u>66,187,440</u>	<u>26,882,046</u>	<u>93,069,486</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions	<u>2,509,663</u>	<u>115,872</u>	<u>2,625,535</u>
<b>LIABILITIES</b>			
Accounts payable and other current liabilities	494,851	55,232	550,083
Accrued expenses and employee benefits	103,917	9,955	113,872
Customer deposits	-	74,709	74,709
Accrued interest payable	17,609	-	17,609
Noncurrent liabilities			
Due within one year			
Compensated absences	284,031	32,829	316,860
Capital leases	157,288	43,896	201,184
Loans payable	249,295	106,233	355,528
Due in more than one year			
Compensated absences	189,354	21,888	211,242
Capital leases	369,159	441,216	810,375
Loans payable	1,580,397	1,166,175	2,746,572
Landfill closure and post closure care	706,941	-	706,941
Net pension liability	12,436,227	1,014,484	13,450,711
Total liabilities	<u>16,589,069</u>	<u>2,966,617</u>	<u>19,555,686</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows related to pensions	<u>743,915</u>	<u>85,672</u>	<u>829,587</u>
<b>NET POSITION</b>			
Net investment in capital assets	56,257,356	23,670,890	79,928,246
Restricted for			
Highways and streets	698,332	-	698,332
Transit purposes	58,006	-	58,006
Court purposes	89,275	-	89,275
Grant purposes	650,651	-	650,651
Debt service	-	43,177	43,177
Development	-	26,867	26,867
Capital improvements	603,319	66,642	669,961
Unrestricted	(6,992,820)	138,053	(6,854,767)
Total net position	<u>\$ 51,364,119</u>	<u>\$ 23,945,629</u>	<u>\$ 75,309,748</u>

CITY OF COOLIDGE, ARIZONA  
STATEMENT OF ACTIVITIES  
Year Ended June 30, 2016

Functions / Programs	Expenses	Program Revenue	
		Charges for Services	Operating Grants and Contributions
Primary government:			
Governmental activities			
General government	\$ 2,965,310	\$ 100,570	\$ 3,745
Public safety	6,940,532	419,816	627,961
Highways and streets	5,212,204	51,436	2,240,037
Culture and recreation	1,194,570	102,677	47,138
Redevelopment and housing	964,348	153,477	499,267
Interest on long-term debt	48,955	-	-
Total governmental activities	<u>17,325,919</u>	<u>827,976</u>	<u>3,418,148</u>
Business-type activities			
Liquid waste	1,215,539	877,136	-
Solid waste	979,909	1,135,455	-
Liquid waste impact fees	-	9,026	-
Municipal airport	299,648	84,424	-
Total business-type activities	<u>2,495,096</u>	<u>2,106,041</u>	<u>-</u>
Total primary government	<u>\$ 19,821,015</u>	<u>\$ 2,934,017</u>	<u>\$ 3,418,148</u>

General revenue:  
Sales Taxes  
Property taxes  
Franchise tax  
State shared revenues-not restricted  
to specific programs  
Investment income  
Gain on disposal of capital assets  
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
\$ -	\$ (2,860,995)	\$ -	\$ (2,860,995)
110,077	(5,782,678)	-	(5,782,678)
2,115,571	(805,160)	-	(805,160)
-	(1,044,755)	-	(1,044,755)
-	(311,604)	-	(311,604)
-	(48,955)	-	(48,955)
<u>2,225,648</u>	<u>(10,854,147)</u>	<u>-</u>	<u>(10,854,147)</u>
-	-	(338,403)	(338,403)
-	-	155,546	155,546
-	-	9,026	9,026
<u>437,783</u>	<u>-</u>	<u>222,559</u>	<u>222,559</u>
<u>437,783</u>	<u>-</u>	<u>48,728</u>	<u>48,728</u>
<u>\$ 2,663,431</u>	<u>(10,854,147)</u>	<u>48,728</u>	<u>(10,805,419)</u>
	4,788,139	-	4,788,139
	1,612,172	-	1,612,172
	313,642	-	313,642
	3,183,150	-	3,183,150
	10,964	2,229	13,193
	-	81,957	81,957
	48,620	-	48,620
	<u>117,008</u>	<u>(117,008)</u>	<u>-</u>
	<u>10,073,695</u>	<u>(32,822)</u>	<u>10,040,873</u>
	(780,452)	15,906	(764,546)
	<u>52,144,571</u>	<u>23,929,723</u>	<u>76,074,294</u>
	<u>\$ 51,364,119</u>	<u>\$ 23,945,629</u>	<u>\$ 75,309,748</u>

CITY OF COOLIDGE, ARIZONA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2016

	<u>General</u>	<u>Grants</u>	<u>Impact Fees</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 2,957,292	\$ 174,644	\$ 603,319
Taxes receivable	89,196	-	-
Accounts receivable	55,353	-	-
Due from other governments	681,518	602,797	-
Total assets	<u>\$ 3,783,359</u>	<u>\$ 777,441</u>	<u>\$ 603,319</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
Liabilities			
Accounts payable	\$ 202,519	\$ 123,590	\$ -
Accrued payroll and employee benefits	83,013	3,200	-
Total liabilities	<u>285,532</u>	<u>126,790</u>	<u>-</u>
Deferred inflows of resources			
Unavailable revenue	<u>74,683</u>	<u>-</u>	<u>-</u>
Fund balances			
Restricted for			
Highways and streets	-	180,796	-
Transit purposes	-	16,788	-
Court purposes	-	-	-
Public safety purposes	-	441,423	-
Capital improvements	-	11,644	603,319
Assigned for			
Capital projects	-	-	-
Unassigned	3,423,144	-	-
Total fund balance	<u>3,423,144</u>	<u>650,651</u>	<u>603,319</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 3,783,359</u>	<u>\$ 777,441</u>	<u>\$ 603,319</u>

Capital Projects	Road Tax Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
\$ 1,080,155	\$ 718,375	\$ 184,875	\$ 5,718,660
157,421	-	-	246,617
-	-	-	55,353
-	50,644	78,116	1,413,075
<u>\$ 1,237,576</u>	<u>\$ 769,019</u>	<u>\$ 308,835</u>	<u>\$ 7,479,549</u>
\$ 56,214	\$ 70,687	\$ 41,841	\$ 494,851
-	-	17,704	103,917
<u>56,214</u>	<u>70,687</u>	<u>105,389</u>	<u>644,612</u>
-	-	-	74,683
-	698,332	-	879,128
-	-	58,006	74,794
-	-	89,275	89,275
-	-	-	441,423
-	-	-	614,963
1,181,362	-	56,165	1,237,527
-	-	-	3,423,144
<u>1,181,362</u>	<u>698,332</u>	<u>203,446</u>	<u>6,760,254</u>
<u>\$ 1,237,576</u>	<u>\$ 769,019</u>	<u>\$ 308,835</u>	<u>\$ 7,479,549</u>



CITY OF COOLIDGE, ARIZONA  
 RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION  
 GOVERNMENTAL FUNDS  
 June 30, 2016

Total governmental fund balances \$ 6,760,254

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	99,940,935	
Less accumulated depreciation	<u>(41,327,440)</u>	58,613,495

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		74,683
----------------	--	--------

Net pension assets held in trust for future benefits are not available  
 for City operations and, therefore, are not reported in the funds.

140,240

Interest payable on long-term debt is not reported in the  
 governmental funds.

(17,609)

Long-term liabilities are not due and payable in the  
 current period and therefore are not reported in the funds

Compensated absences	(473,385)	
Capital leases	(526,447)	
Landfill closure and postclosure care payable	(706,941)	
Loans payable	(1,829,692)	
Net pension liabilities	<u>(12,436,227)</u>	(15,972,692)

Deferred outflows and inflows of resources related to pensions are  
 applicable to future reporting periods and, therefore, are not reported  
 in the funds.

1,765,748

Net position of governmental activities

\$ 51,364,119

CITY OF COOLIDGE, ARIZONA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
Year Ended June 30, 2016

	General	Grants	Impact Fees
<b>Revenue</b>			
Taxes	\$ 5,508,184	\$ -	\$ -
Intergovernmental	3,183,150	2,046,611	-
Fines and forfeitures	293,462	23,836	-
Licenses and permits	197,277	-	-
Charges for services	249,379	-	156,979
Investment income	4,877	1,017	863
Miscellaneous	59,698	1,000	-
Total revenue	<u>9,496,027</u>	<u>2,072,464</u>	<u>157,842</u>
<b>Expenditures</b>			
Current			
General government	2,410,072	-	-
Public safety	5,607,638	898,417	-
Highways and streets	-	215,955	-
Culture and recreation	1,019,173	-	-
Redevelopment and housing	484,417	479,212	-
Capital outlay	-	547,106	11,685
Debt service			
Principal	-	-	225,650
Interest and debt cost	-	-	7,023
Total expenditures	<u>9,521,300</u>	<u>2,140,690</u>	<u>244,358</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(25,273)</u>	<u>(68,226)</u>	<u>(86,516)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	223,540
Transfers out	<u>(351,627)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(351,627)</u>	<u>-</u>	<u>223,540</u>
Net change in fund balances	(376,900)	(68,226)	137,024
Fund balance, beginning of year	<u>3,800,044</u>	<u>718,877</u>	<u>466,295</u>
Fund balance, end of year	<u>\$ 3,423,144</u>	<u>\$ 650,651</u>	<u>\$ 603,319</u>

Capital Projects	Road Tax Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
\$ 1,197,035	\$ -	\$ 5,591	\$ 6,710,810
-	485,422	910,833	6,626,016
-	-	6,627	323,925
-	-	51,436	248,713
-	-	-	406,358
2,715	1,327	170	10,969
-	-	5,599	66,297
<u>1,199,750</u>	<u>486,749</u>	<u>980,256</u>	<u>14,393,088</u>
257,197	-	-	2,667,269
-	-	-	6,506,055
-	894,142	1,436,076	2,546,173
-	-	-	1,019,173
-	-	719	964,348
452,331	10,775	-	1,021,897
131,664	25,416	205,000	587,730
8,237	4,395	78,546	98,201
<u>849,429</u>	<u>934,728</u>	<u>1,720,341</u>	<u>15,410,846</u>
<u>350,321</u>	<u>(447,979)</u>	<u>(740,085)</u>	<u>(1,017,758)</u>
-	138,608	682,640	1,044,788
<u>(576,153)</u>	<u>-</u>	<u>-</u>	<u>(927,780)</u>
<u>(576,153)</u>	<u>138,608</u>	<u>682,640</u>	<u>117,008</u>
(225,832)	(309,371)	(57,445)	(900,750)
<u>1,407,194</u>	<u>1,007,703</u>	<u>260,891</u>	<u>7,661,004</u>
<u>\$ 1,181,362</u>	<u>\$ 698,332</u>	<u>\$ 203,446</u>	<u>\$ 6,760,254</u>



CITY OF COOLIDGE, ARIZONA  
 RECONCILIATION OF THE STATEMENT OF REVENUES,  
 EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
 TO THE STATEMENT OF ACTIVITIES  
 June 30, 2016

Net change in fund balances - total governmental funds \$ (900,750)

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

Expenditures for capitalized assets	1,021,897	
Less current year depreciation	<u>(3,507,936)</u>	(2,486,039)

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 roads	2,032,227	
Property taxes	<u>3,144</u>	2,035,371

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.

9,258

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	382,730	
Debt principal repayments	244,988	
Increase in landfill closure and post closure care costs	<u>(7,013)</u>	620,705

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.

Decrease in compensated absences		18,127
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City pension 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 pensions liability is measured a year before  
 the City's report date. Pension expense, which is the change in the  
 net pension liability adjusted for changes in deferred outflows and  
 inflows of resources related to pensions, is reported in the  
 Statement of Activities.

City pension contributions	1,076,717	
Pension expense	<u>(1,153,841)</u>	<u>(77,124)</u>

Change in net position of governmental activities \$ (780,452)

CITY OF COOLIDGE, ARIZONA  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET  
TO ACTUAL  
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenue				
Taxes	\$ 5,449,378	\$ 5,449,378	\$ 5,508,184	\$ 58,806
Intergovernmental	3,157,397	3,157,397	3,183,150	25,753
Fines and forfeitures	245,000	245,000	293,462	48,462
Licenses and permits	144,780	144,780	197,277	52,497
Charges for services	261,191	261,191	249,379	(11,812)
Investment income	6,000	6,000	4,877	(1,123)
Miscellaneous	162,000	162,000	59,698	(102,302)
Total revenue	<u>9,425,746</u>	<u>9,425,746</u>	<u>9,496,027</u>	<u>70,281</u>
Expenditures				
Current				
General government	6,098,262	6,098,262	2,410,072	3,688,190
Public safety	5,585,779	5,585,779	5,607,638	(21,859)
Culture and recreation	1,081,890	1,081,890	1,019,173	62,717
Redevelopment and housing	484,431	484,431	484,417	14
Total expenditures	<u>13,250,362</u>	<u>13,250,362</u>	<u>9,521,300</u>	<u>3,729,062</u>
Excess (deficiency) of revenue over expenditures	<u>(3,824,616)</u>	<u>(3,824,616)</u>	<u>(25,273)</u>	<u>3,799,343</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(417,014)</u>	<u>(417,014)</u>	<u>(351,627)</u>	<u>65,387</u>
Total other financing sources (uses)	<u>(417,014)</u>	<u>(417,014)</u>	<u>(351,627)</u>	<u>65,387</u>
Net change in fund balance	(4,241,630)	(4,241,630)	(376,900)	3,864,730
Fund balance, beginning of year	<u>4,241,630</u>	<u>4,241,630</u>	<u>3,800,044</u>	<u>(441,586)</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,423,144</u>	<u>\$ 3,423,144</u>

CITY OF COOLIDGE, ARIZONA  
 GRANTS FUND  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET  
 TO ACTUAL  
 Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenue				
Intergovernmental	\$ 14,766,311	\$ 14,766,311	\$ 2,046,611	\$ (12,719,700)
Fines and forfeitures	139,623	139,623	23,836	(115,787)
Investment income	-	-	1,017	1,017
Miscellaneous	-	-	1,000	1,000
Total revenue	<u>14,905,934</u>	<u>14,905,934</u>	<u>2,072,464</u>	<u>(12,833,470)</u>
Expenditures				
Current				
Public safety	3,135,643	3,135,643	898,417	2,237,226
Highways and streets	1,700,264	1,700,264	215,955	1,484,309
Culture and recreation	6,727	6,727	-	6,727
Redevelopment and housing	10,063,300	10,063,300	479,212	9,584,088
Capital outlay	-	-	547,106	(547,106)
Total expenditures	<u>14,905,934</u>	<u>14,905,934</u>	<u>2,140,690</u>	<u>12,765,244</u>
Net change in fund balance	-	-	(68,226)	(68,226)
Fund balance, beginning of year	-	-	718,877	718,877
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 650,651</u>	<u>\$ 650,651</u>

CITY OF COOLIDGE, ARIZONA  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
June 30, 2016

	Business-type Activities--Enterprise Funds		
	Liquid Waste	Solid Waste	Liquid Waste Impact Fees
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$ 1,181,466	\$ 58,661	\$ 66,642
Cash - restricted	-	-	-
Accounts receivables, net	5,878	112,856	-
Total current assets	<u>1,187,344</u>	<u>171,517</u>	<u>66,642</u>
<b>Noncurrent assets</b>			
Non-depreciable capital assets	1,380,853	-	-
Depreciable assets, net	19,982,623	231,128	-
Total noncurrent assets	<u>21,363,476</u>	<u>231,128</u>	<u>-</u>
Total assets	<u>22,550,820</u>	<u>402,645</u>	<u>66,642</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions	<u>42,135</u>	<u>67,417</u>	<u>-</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts payable	23,598	27,570	-
Accrued payroll and benefits	3,605	4,788	-
Customer deposits	-	74,709	-
Compensated absences	14,762	18,067	-
Current portion of loans payable	106,233	-	-
Current portion of capital leases	-	-	-
Total current liabilities	<u>148,198</u>	<u>125,134</u>	<u>-</u>
<b>Noncurrent liabilities</b>			
Compensated absences	9,842	12,046	-
Loans payable	1,166,175	-	-
Capital leases	-	-	-
Net pension liability	368,903	590,245	-
Total noncurrent liabilities	<u>1,544,920</u>	<u>602,291</u>	<u>-</u>
Total liabilities	<u>1,693,118</u>	<u>727,425</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows related to pensions	<u>31,153</u>	<u>49,846</u>	<u>-</u>
<b>NET POSITION</b>			
Net investment in capital assets	20,091,068	231,128	-
Restricted for			
Debt service	43,177	-	-
Development	26,867	-	-
Capital projects	-	-	66,642
Unrestricted (deficit)	707,572	(538,337)	-
Total net position	<u>\$ 20,868,684</u>	<u>\$ (307,209)</u>	<u>\$ 66,642</u>

<u>Airport</u>	<u>Total</u>
\$ 10,723	\$ 1,317,492
17,410	17,410
-	118,734
<u>28,133</u>	<u>1,453,636</u>
278,474	1,659,327
<u>3,555,332</u>	<u>23,769,083</u>
<u>3,833,806</u>	<u>25,428,410</u>
<u>3,861,939</u>	<u>26,882,046</u>
<u>6,320</u>	<u>115,872</u>
4,064	55,232
1,562	9,955
-	74,709
-	32,829
-	106,233
<u>43,896</u>	<u>43,896</u>
<u>49,522</u>	<u>322,854</u>
-	21,888
-	1,166,175
441,216	441,216
<u>55,336</u>	<u>1,014,484</u>
<u>496,552</u>	<u>2,643,763</u>
<u>546,074</u>	<u>2,966,617</u>
<u>4,673</u>	<u>85,672</u>
3,348,694	23,670,890
-	43,177
-	26,867
-	66,642
(31,182)	138,053
<u>\$ 3,317,512</u>	<u>\$ 23,945,629</u>

CITY OF COOLIDGE, ARIZONA  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
Year Ended June 30, 2016

	Business-type Activities--Enterprise Funds		
	Liquid Waste	Solid Waste	Liquid Waste Impact Fees
Operating revenue			
Charges for service	\$ 877,136	\$ 1,135,455	\$ 9,026
Operating expenses			
Costs of services	612,184	923,399	-
Depreciation	562,975	56,510	-
Total operating expenses	<u>1,175,159</u>	<u>979,909</u>	<u>-</u>
Operating income (loss)	<u>(298,023)</u>	<u>155,546</u>	<u>9,026</u>
Nonoperating revenue (expenses)			
Investment revenue	1,937	193	99
Interest expense	(40,380)	-	-
Gain (Loss) on disposal of capital assets	84,533	-	-
Total nonoperating revenue (expenses)	<u>46,090</u>	<u>193</u>	<u>99</u>
Income (loss) before capital contributions, and transfers	(251,933)	155,739	9,125
Capital contributions	-	-	-
Transfers in	-	-	-
Transfers out	<u>(158,616)</u>	<u>(80,821)</u>	<u>-</u>
Change in net position	(410,549)	74,918	9,125
Total net position, beginning of year	<u>21,279,233</u>	<u>(382,127)</u>	<u>57,517</u>
Total net position, end of year	<u>\$ 20,868,684</u>	<u>\$ (307,209)</u>	<u>\$ 66,642</u>

<u>Airport</u>	<u>Total</u>
\$ 84,424	\$ 2,106,041
189,228	1,724,811
81,421	700,906
<u>270,649</u>	<u>2,425,717</u>
<u>(186,225)</u>	<u>(319,676)</u>
-	2,229
(28,999)	(69,379)
<u>(2,576)</u>	<u>81,957</u>
<u>(31,575)</u>	<u>14,807</u>
(217,800)	(304,869)
437,783	437,783
122,429	122,429
<u>-</u>	<u>(239,437)</u>
342,412	15,906
<u>2,975,100</u>	<u>23,929,723</u>
<u>\$ 3,317,512</u>	<u>\$ 23,945,629</u>

CITY OF COOLIDGE, ARIZONA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
Year Ended June 30, 2016

Business-type Activities--Enterprise Funds

	Liquid Waste	Solid Waste	Liquid Waste Impact Fees
Cash flows from operating activities:			
Received from customers	\$ 869,198	\$ 1,128,766	\$ 9,026
Payments to suppliers	(280,339)	(405,369)	-
Payments to employees	(271,083)	(502,471)	-
Net cash provided (used) by operating activities	<u>317,776</u>	<u>220,926</u>	<u>9,026</u>
Cash flows from noncapital and related financing activities:			
Transfers in	-	-	-
Transfers out	(158,616)	(80,821)	-
Received from other funds	22,721	-	-
Payment to other funds	-	(22,721)	-
Net cash provided (used) for noncapital and related financing activities	<u>(135,895)</u>	<u>(103,542)</u>	<u>-</u>
Cash flows from capital and financing activities:			
Contributions from grants	-	-	-
Interest paid	(40,380)	-	-
Purchase of capital assets	(53,720)	(58,916)	-
Proceeds from sale of capital assets	119,638	-	-
Principal payments on leases	-	-	-
Principal payments of notes payable	(102,887)	-	-
Net cash provided (used) for capital and related financing activities	<u>(77,349)</u>	<u>(58,916)</u>	<u>-</u>
Cash flows from investing activities:			
Investment income	1,937	193	99
Net cash provided (used) by investing activities	<u>1,937</u>	<u>193</u>	<u>99</u>
Net increase (decrease) in cash and cash equivalents	106,469	58,661	9,125
Cash and cash equivalents, beginning of year	<u>1,074,997</u>	<u>-</u>	<u>57,517</u>
Cash and cash equivalents, end of year	<u>\$ 1,181,466</u>	<u>\$ 58,661</u>	<u>\$ 66,642</u>

Airport	Total
\$ 84,424	\$ 2,091,414
(131,953)	(817,661)
(51,368)	(824,922)
(98,897)	448,831
122,429	122,429
-	(239,437)
-	22,721
-	(22,721)
122,429	(117,008)
437,783	437,783
(28,999)	(69,379)
(965,630)	(1,078,266)
-	119,638
(43,911)	(43,911)
-	(102,887)
(600,757)	(737,022)
-	2,229
-	2,229
(577,225)	(402,970)
605,358	1,737,872
\$ 28,133	\$ 1,334,902

CITY OF COOLIDGE, ARIZONA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
Year Ended June 30, 2016

	<u>Business-type Activities--Enterprise Funds</u>		
	<u>Liquid Waste</u>	<u>Solid Waste</u>	<u>Liquid Waste Impact Fees</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income (loss)	\$ (298,023)	\$ 155,546	\$ 9,026
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	562,975	56,510	-
Bad debt	31,799	36,585	-
Pension expense	25,281	40,450	-
Employer pension contributions	(15,632)	(66,124)	-
(Increase) decrease in:			
Accounts receivables	(7,938)	(36,675)	-
Increase (decrease) in:			
Accounts payable	3,407	887	-
Accrued payroll and benefits	1,454	1,501	-
Customer deposits	-	29,986	-
Compensated absences	14,453	2,260	-
Net cash provided (used) by operating activities	<u>\$ 317,776</u>	<u>\$ 220,926</u>	<u>\$ 9,026</u>

<u>Airport</u>	<u>Total</u>
\$ (186,225)	\$ (319,676)
81,421	700,906
-	68,384
3,792	69,523
(1,225)	(82,981)
-	(44,613)
2,840	7,134
500	3,455
-	29,986
-	16,713
<u>\$ (98,897)</u>	<u>\$ 448,831</u>

CITY OF COOLIDGE, ARIZONA  
 STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 June 30, 2016

	<u>Pension Trust</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 25,230
Investments	<u>269,901</u>
Total assets	<u>295,131</u>
<b>NET POSITION</b>	
Held in trust for investment trust participants	<u><u>\$ 295,131</u></u>

CITY OF COOLIDGE, ARIZONA  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
Year Ended June 30, 2016

	<u>Pension Trust</u>
Additions	
State fire insurance premiums	\$ 4,505
Contributions	5,652
Investment income:	
Interest and dividends	11,594
Unrealized gain/(loss)	<u>(5,600)</u>
Total additions	<u>16,151</u>
Deductions	
Professional/technical services	<u>1,771</u>
Change in net position	14,380
Net position, beginning of year	<u>280,751</u>
Net position, end of year	<u><u>\$ 295,131</u></u>

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

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.

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

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. For the most part, the effect of interfund activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the City. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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

C. Fund Balances - Governmental Funds

As of June 30, 2016, 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.

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

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  
YEAR ENDED JUNE 30, 2016

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  
YEAR ENDED JUNE 30, 2016

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

Fiduciary Fund

Pension trust fund – City's Volunteer Firefighter's Relief and Pension Fund

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  
YEAR ENDED JUNE 30, 2016

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

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 fair market value at the date of donation.

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

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:

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

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.

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

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 2016.

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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).

P. Impact of Recently Issued Accounting Principles

In February 2015, the GASB issued Statement 72, *Fair Value Measurement and Application*. This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The City implemented this standard during this fiscal period.

In June 2015, the GASB issued Statement 73, *Accounting and Financial Reporting for Pensions and Related Assets that are not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. The objective of this Statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. The City implemented this standard during this fiscal period.

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In June 2015, the GASB issued Statement 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits (pensions and OPEB) with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement is effective for fiscal years beginning after June 15, 2017. Upon implementation, it is anticipated that this Statement will cause a restatement of beginning net position of the Governmental Activities, Business-type Activities, and the proprietary funds.

In June 2015, the GASB issued Statement 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The objective of this Statement is to identify—in the context of the current governmental financial reporting environment—the hierarchy of generally accepted accounting principles (GAAP). The “GAAP hierarchy” consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The City implemented this standard during this fiscal period.

In March 2016, the GASB issued Statement 82, *Pension Issues—an amendment of GASB Statements No. 67, No. 68, and No. 73*. The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, *Financial Reporting for Pension Plans*, No. 68, *Accounting and Financial Reporting for Pensions*, and No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The requirements of this Statement are effective for reporting periods beginning after June 15, 2016, except for the requirements of this Statement for the selection of assumptions in a circumstance in which an employer’s pension liability is measured as of a date other than the employer’s most recent fiscal year-end. In that circumstance, the requirements for the selection of assumptions are effective for that employer in the first reporting period in which the measurement date of the pension liability is on or after June 15, 2017.

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension 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

At June 30, 2016, cash and cash equivalents are presented in the funds as follows:

	Governmental Activities	Business Activities	Fiduciary Fund	Total
Cash and cash equivalents	<u>\$ 5,718,660</u>	<u>\$ 1,334,902</u>	<u>\$ 25,230</u>	<u>\$ 7,078,792</u>

Deposits

At June 30, 2016, the City had \$6,325 of cash on hand. The carrying amount of the City's cash in bank totaled \$6,778,436 and the bank balance was \$6,979,051 on June 30, 2016. The City's deposits at June 30, 2016 were covered by Federal Depository Insurance to the extent of \$355,280. Deposits of \$6,623,771 were collateralized with securities held by the pledging financial institution or by its trust department or agent but not in the depositor-government's name.

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 2 CASH AND INVESTMENTS (Continued)

Investments

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

The City invests in the Local Government Investment Pool 7 (LGIP), an investment pool managed by the State Treasurer's Office that allows governments within the State to pool their funds for investment purposes. The LGIP is not registered with the Securities Exchange Commission under the 1940 Investment Advisors Act. The State Board of Investment has CITY oversight responsibilities of the investment pool in accordance with ARS 35-311. The pool's policy is to invest in fixed-rate securities with a final maturity less than 36 months from the settlement date of the purchase and variable-rate securities with final maturity less than 5 years. The dollar weighted average portfolio maturity is less than 240 days. The net asset value per share of the pool at June 30, 2016 was \$1.00. The Arizona State Treasurer issues a publicly available financial report that includes financial statements and required supplementary information. Copies may be obtained by contacting the Arizona State Treasurer, 1700 West Washington, Phoenix, Arizona 85007.

Funds held in the State Treasurer's Local Government Investment Pool represent a proportionate interest in the pool's portfolio; however, the City's portion is not identified with specific investments and is not subject to custodial credit risk. At June 30, 2016, the City's funds invested with the State Treasurer totaled \$322,545.

The City also owns investments that belong to the City's Volunteer Fire Department. These funds are held by Wilmington Trust and consist of multiple money market funds and mutual funds. The maturities of these investments are usually less than 30 days. The Fiduciary Fund investments have a value of \$269,901 at June 30, 2016.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City has a formal investment policy adopted by City Council. Per that policy the City maintains a list of financial institutions and depositories authorized to provide investment services. This list is evaluated annually for the financial institutions credit worthiness by the Finance Director.

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 2 CASH AND INVESTMENTS (Continued)

Interest Rate Risk

Interest rate risk is the risk of changes in market interest rates that will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City coordinates its investment maturities to closely match cash flow needs. All investments have maturities of less than 12 months.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. Credit risk is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City policy limits investments to those authorized by State statutes. Presented below is the actual rating as of year-end for each investment type.

Governmental funds		Ratings as of Year-End
<u>Investment Type</u>	<u>Total</u>	<u>Unrated</u>
LGIP	\$ 290,291	\$ 290,291
Proprietary funds		Ratings as of Year-End
<u>Investment Type</u>	<u>Total</u>	<u>Unrated</u>
LGIP	\$ 32,254	\$ 32,254
Fiduciary funds		Ratings as of Year-End
<u>Investment Type</u>	<u>Total</u>	<u>Unrated</u>
Money market funds	\$ 25,230	\$ 25,230
Mutual funds	269,901	269,901
	\$ 295,131	\$ 295,131

Restricted cash consists of \$17,410 being held by lessor, under a lease agreement, for the installation of above ground fuel tanks at the airport.

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 3 RECEIVABLES

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

Governmental Activities:

	General Fund	Grants	Capital Projects Fund	Road Tax Capital Projects	Non-Major Governmental Fund	Total
Receivables:						
Taxes	\$ 89,196	\$ -	\$ 157,421	-	\$ -	\$ 246,617
Accounts	55,353	-	-	-	-	55,353
	<u>144,549</u>	<u>-</u>	<u>157,421</u>	<u>-</u>	<u>-</u>	<u>301,970</u>
Less:						
Allowance	-	-	-	-	-	-
Net Receivables	<u>\$ 144,549</u>	<u>\$ -</u>	<u>\$ 157,421</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 301,970</u>

The following table summarizes the City's receivables for the enterprise funds as of June 30, 2016.

Business-type Activities:

	Liquid Waste Fund	Solid Waste Fund	Liquid Waste Impact Fees Fund	Airport Fund	Total
Receivables:					
Accounts	325,344	536,489	\$ -	\$ -	\$ 861,833
Less:					
Allowance	(319,466)	(423,633)	-	-	(743,099)
Net Receivables	<u>\$ 5,878</u>	<u>\$ 112,856</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 118,734</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 \$31,799 and \$36,585, respectively.

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 4 CAPITAL ASSETS

A summary of capital assets activity for the fiscal year ended June 30, 2016 follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 1,227,209	\$ 22,667	\$ -	\$ 1,249,876
Construction in progress	442,478	150,109	(381,309)	211,278
Total capital assets not being	<u>1,669,687</u>	<u>172,776</u>	<u>(381,309)</u>	<u>1,461,154</u>
Capital assets being depreciated:				
Infrastructure	71,143,373	2,687,532	-	73,830,905
Buildings and improvements	15,584,234	-	-	15,584,234
Vehicles, furniture and equipment	8,508,571	575,125	(19,054)	9,064,642
Total capital assets being depreciated	<u>95,236,178</u>	<u>3,262,657</u>	<u>(19,054)</u>	<u>98,479,781</u>
Less accumulated depreciation for:				
Infrastructure	(27,804,776)	(2,570,496)	-	(30,375,272)
Buildings and improvements	(4,462,622)	(312,459)	-	(4,775,081)
Vehicles, furniture and equipment	(5,571,160)	(624,981)	19,054	(6,177,087)
Total accumulated depreciation	<u>(37,838,558)</u>	<u>(3,507,936)</u>	<u>19,054</u>	<u>(41,327,440)</u>
Total capital assets, being depreciated, net	<u>57,397,620</u>	<u>(245,279)</u>	<u>-</u>	<u>57,152,341</u>
Governmental activities capital assets, net	<u>\$ 59,067,307</u>	<u>\$ (72,503)</u>	<u>\$ (381,309)</u>	<u>\$ 58,613,495</u>
<b>Business-type activities:</b>				
Capital assets not being depreciated:				
Land	\$ 1,146,620	\$ -	\$ (35,105)	\$ 1,111,515
Construction in progress	488,165	129,357	(69,710)	547,812
Total capital assets not being	<u>1,634,785</u>	<u>129,357</u>	<u>(104,815)</u>	<u>1,659,327</u>
Capital assets being depreciated:				
Land improvements	3,788,618	405,434	(22,075)	4,171,977
Airport hangar and improvements	115,160	-	-	115,160
Sewer treatment plant and collection system	24,399,432	-	-	24,399,432
Vehicles, machinery and equipment	1,566,130	613,186	-	2,179,316
Total capital assets being depreciated	<u>29,869,340</u>	<u>1,018,620</u>	<u>(22,075)</u>	<u>30,865,885</u>
Less accumulated depreciation for:				
Land improvements	(489,964)	(30,531)	19,499	(500,996)
Airport hangar and improvements	(96,246)	(16,475)	-	(112,721)
Sewer treatment plant and collection system	(4,853,569)	(490,915)	-	(5,344,484)
Vehicles, machinery and equipment	(975,616)	(162,985)	-	(1,138,601)
Total accumulated depreciation	<u>(6,415,395)</u>	<u>(700,906)</u>	<u>19,499</u>	<u>(7,096,802)</u>
Total capital assets, being depreciated, net	<u>23,453,945</u>	<u>317,714</u>	<u>(2,576)</u>	<u>23,769,083</u>
Business-type activities capital assets, net	<u>\$ 25,088,730</u>	<u>\$ 447,071</u>	<u>\$ (107,391)</u>	<u>\$ 25,428,410</u>

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 4 CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
General government	\$ 306,515
Public safety	387,864
Highways and streets	2,663,748
Culture and recreation	149,809
Total depreciation expense	<u>\$ 3,507,936</u>
Business-type activities:	
Wastewater	\$ 562,975
Sanitation	56,510
Airport	81,421
Total depreciation expense	<u>\$ 700,906</u>

NOTE 5 LOANS PAYABLE

The City issued long-term loans payable to provide funds for the acquisition and construction of major capital facilities. The loans payable at June 30, 2016, are as follows:

<u>Description</u>	<u>Interest Rate (Including Fees)</u>	<u>Maturity</u>	<u>Outstanding Principal June 30, 2016</u>	<u>Due Within One Year</u>
Governmental activities:				
Greater Arizona Development Authority Note	2.00%	03/01/14-2023	\$ 1,670,000	\$ 210,000
Premium amortization			159,692	39,295
Total Governmental activities			<u>\$ 1,829,692</u>	<u>\$ 249,295</u>
Business-type activities:				
Water Infrastructure Finance Authority Note	3.75%	07/01/98 - 18	\$ 120,392	\$ 38,663
Water Infrastructure Finance Authority Note	2.97%	07/01/10 - 29	1,152,016	67,570
Total Business-type activities			<u>\$ 1,272,408</u>	<u>\$ 106,233</u>
Total			<u>\$ 3,102,100</u>	<u>\$ 355,528</u>

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 5 LOANS PAYABLE (Continued)

Annual debt service requirements to maturity on the loans payable at June 30, 2016 are summarized as follows:

Fiscal year ending June 30,	Governmental Activities			Business-type Activities		Total	
	Principal	Premium Amortization	Interest	Principal	Interest	Principal	Interest
2017	\$ 210,000	\$ 39,295	\$ 33,005	\$ 106,233	\$ 36,978	\$ 316,233	\$ 69,983
2018	215,000	34,538	28,187	109,687	33,466	324,687	61,653
2019	230,000	28,319	23,281	113,257	29,838	343,257	53,119
2020	240,000	22,794	18,076	73,766	26,900	313,766	44,976
2021	250,000	18,114	13,136	75,956	24,679	325,956	37,815
2022-2026	525,000	16,632	10,781	414,962	87,687	939,962	98,468
2027-2031	-	-	-	378,547	22,156	378,547	22,156
Total	<u>\$ 1,670,000</u>	<u>\$ 159,692</u>	<u>\$ 126,466</u>	<u>\$ 1,272,408</u>	<u>\$ 261,704</u>	<u>\$ 2,942,408</u>	<u>\$ 388,170</u>

NOTE 6 CAPITAL LEASES

Leases at June 30, 2016, included the following:

Governmental activities:

Lease with option to purchase equipment (Zipper). Semiannual installments of \$13,876 including interest of 2.9%, due through February 2018.	\$ 53,074
Lease with option to purchase equipment (Mini Pumper). Annual installments of \$67,308 plus interest at 2.58%, due through January 2019.	195,044
Lease with option to purchase equipment (Fire Tender). Annual installments of \$36,296.42 including interest at 1.902%, due through February 2020.	<u>278,329</u>
	<u>\$ 526,447</u>

Business activities:

Lease with option to purchase equipment (Fuel Tanks). Annual installments of \$66,463 plus interest at 4.43%, due through April 2025.	<u>\$ 485,112</u>
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CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 6 CAPITAL LEASES (CONTINUED)

The minimum lease payments by year are:

Fiscal year ending June 30,	Governmental Activities	Business Activities
2017	\$ 167,078	\$ 66,462
2018	167,076	66,462
2019	139,900	66,462
2020	72,593	66,462
2021	-	66,462
2022-2026	-	254,777
Total minimum lease payments	546,647	587,087
Less: amount representing interest	(20,200)	(101,975)
Present value of future minimum lease payments	526,447	485,112
Less: current portion	(157,288)	(43,896)
Noncurrent portion	<u>\$ 369,159</u>	<u>\$ 441,216</u>

Leased Capital Assets

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

Asset	Governmental Activities	Business-type Activities
Equipment	\$ 797,346	\$ 500,548
Less accumulated depreciation	(150,693)	(16,958)
Total	<u>\$ 646,653</u>	<u>\$ 483,590</u>

NOTE 7 LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require that the City place a final cover on its landfill when it stopped accepting waste in 1993 and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. The City reached 100 percent capacity in 1993. The City started installing its final cover in 2000. The estimated liabilities for landfill closure and post closure care are \$449,248 and \$257,693, 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, 2016. 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.

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 8 CHANGES IN LONG-TERM LIABILITIES

Long-term liabilities activity for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental activities:</b>					
Compensated absences	\$ 491,512	\$ 171,856	\$ (189,983)	\$ 473,385	\$ 284,031
Loans payable	1,875,000	-	(205,000)	1,670,000	210,000
Loan premium	199,680	-	(39,988)	159,692	39,295
Capital leases	909,177	-	(382,730)	526,447	157,288
Landfill closure and postclosure costs	699,928	7,013	-	706,941	-
Net pension liability	11,580,432	855,795	-	12,436,227	-
Governmental activities long-term liabilities	<u>\$ 15,755,729</u>	<u>\$ 1,034,664</u>	<u>\$ (817,701)</u>	<u>\$ 15,972,692</u>	<u>\$ 690,614</u>
<b>Business-type activities:</b>					
Compensated absences	\$ 38,004	\$ 54,933	\$ (38,220)	\$ 54,717	\$ 32,829
Notes payable	1,375,295	-	(102,887)	1,272,408	106,233
Capital leases	529,023	-	(43,911)	485,112	43,896
Net pension liability	959,245	55,239	-	1,014,484	-
Business-type activities long-term liabilities	<u>\$ 2,901,567</u>	<u>\$ 110,172</u>	<u>\$ (185,018)</u>	<u>\$ 2,826,721</u>	<u>\$ 182,958</u>

NOTE 9 INTERFUND TRANSFERS

Interfund transfers – During the year ended June 30, 2016, the City transferred funds to cover shared expenses and interfund borrowings. Transfers made between funds during the year are as follows:

Fund	Transfers	
	Out	In
General Fund	\$ 351,627	\$ -
Impact Fees Fund	-	223,540
Capital Projects Fund	576,153	-
Road Tax Capital Projects Fund	-	138,608
Non-Major Governmental Funds	-	682,640
Liquid Waste Fund	158,616	-
Solid Waste Fund	80,821	-
Airport	-	122,429
Total	<u>\$ 1,167,217</u>	<u>\$ 1,167,217</u>

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 10      CONTINGENT LIABILITIES

Federal and State grants and loans- The City has received a number of grants and loans from both the Federal and State governments. Although the programs have been audited, not all audits have been approved as of June 30, 2016; 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 11      RISK MANAGEMENT

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

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

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

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 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, 2016, the City reported the following aggregate amounts related to pensions for all plans to which it contributes:

Statement of Net Position and Statement of Activities	Governmental Activities	Business-type Activities	Total
Net pension assets	\$ 140,240	\$ -	\$ 140,240
Net pension liabilities	12,436,227	1,014,484	13,450,711
Deferred outflows of resources	2,509,663	115,872	2,625,535
Deferred inflows of resources	743,915	85,672	829,587
Pension expense	1,153,841	69,523	1,223,364

The City reported \$1,071,570 of pension 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 Web site at [www.azasrs.gov](http://www.azasrs.gov).

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 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	Retirement	
	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 survivor benefit is determined by the retirement benefit option chosen. 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.

**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. For the year ended June 30, 2016, active ASRS members were required by statute to contribute at the actuarially determined rate of 11.47 percent (11.35 percent for retirement and 0.12 percent for long-term disability) of the members’ annual covered payroll, and the City was required by statute to contribute at the actuarially determined rate of 11.47 percent (10.85 percent for retirement, 0.50 percent for health insurance premium benefit, and 0.12 percent for long-term disability) of the active members’ annual covered payroll. The City’s contributions to the pension plan for the year ended June 30,

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

2016, were \$488,594. The City's contributions for the current and two preceding years for OPEB, all of which were equal to the required contributions, were as follows:

<b>ASRS</b>	<b>Health Benefit Supplement Fund</b>	<b>Long-term Disability Fund</b>
Year ended June 30,		
2016	\$ 21,268	\$ 5,104
2015	25,740	5,235
2014	25,167	10,067

During fiscal year 2016, 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.

**Pension Liability** – At June 30, 2016, the City reported a liability of \$7,378,067 for its proportionate share of the ASRS' net pension liability. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2014, to the measurement date of June 30, 2015. The City's proportion of the net pension 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, 2015. The City's proportion measured as of June 30, 2015, was .047370 percent, which was an increase of .000838 from its proportion measured as of June 30, 2014.

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

**Pension Expense and Deferred Outflows/Inflows of Resources** – For the year ended June 30, 2016, the City recognized pension expense for ASRS of \$517,928. At June 30, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>ASRS</b>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 201,331	\$ 386,618
Net difference between projected and actual earnings on pension plan investments	-	236,451
Changes in proportion and differences between City contributions and proportionate share of contributions	179,193	-
City contributions subsequent to the measurement date	<u>488,594</u>	<u>-</u>
 Total	 <u>\$ 869,118</u>	 <u>\$ 623,069</u>

The \$488,594 reported as deferred outflows of resources related to ASRS pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ASRS pensions will be recognized in pension expense as follows:

Year ended June 30,	
2016	\$ (48,598)
2017	(202,401)
2018	(162,234)
2019	170,688
2020	-
Thereafter	-

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

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

**ASRS**

Actuarial valuation date	June 30, 2014
Actuarial roll forward date	June 30, 2015
Actuarial cost method	Entry age normal
Investment rate of return	8%
Projected salary increases	3 - 6.75%
Inflation	3%
Permanent benefit increase	Included
Mortality rates	1994 GAM Scale BB

Actuarial assumptions used in the June 30, 2014, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2012.

The long-term expected rate of return on ASRS pension plan investments was determined to be 8.79 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension 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 arithmetic real rates of return for each major asset class are summarized in the following table:

**ASRS**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Equity	58%	6.79%
Fixed income	25%	3.70%
Real estate	10%	4.25%
Multi-asset class	5%	3.41%
Commodities	2%	3.93%
Total	<u>100%</u>	

**Discount Rate** – The discount rate used to measure the ASRS total pension liability was 8 percent, which is less than the long-term expected rate of return of 8.79 percent. 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 pension plan's 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 pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

**Sensitivity of the City’s Proportionate Share of the ASRS Net Pension Liability to Changes in the Discount Rate** – The following table presents the City’s proportionate share of the net pension liability calculated using the discount rate of 8 percent, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (7 percent) or 1 percentage point higher (9 percent) than the current rate:

ASRS	1% Decrease (7%)	Current Discount Rate (8%)	1% Increase (9%)
City's proportionate share of the net pension liability	\$ 9,667,789	\$ 7,378,067	\$ 5,808,857

**Pension Plan Fiduciary Net Position** – Detailed information about the pension 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). The PSPRS administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer defined benefit health insurance premium benefit (OPEB) plan (agent plans). A seven-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.

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](http://www.psprs.com).

**Benefits Provided** – The PSPRS provide retirement, health insurance premium supplement, disability, and survivor benefits. State statute establishes benefits terms.

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

Retirement, disability, and survivor benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

	<b>Initial membership date:</b>	
	<b>Before January 1, 2012</b>	<b>On or after January 1, 2012</b>
<b>Retirement and Disability</b>		
Years of service and age required to receive benefit	20 years any age 15 years age 62	25 years and age 52.5
Final average salary is based on	Highest 36 months of last 20 years	Highest 60 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%	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	
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	
<b>Survivor Benefit</b>		
Retired Members	80% of retired member's pension benefit	
Active Members	80% if accidental disability retirement benefit or 100% of average monthly compensation if death was result of injuries received on the job	

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

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

**Employees Covered by Benefit Terms** – At June 30, 2016, the following employees were covered by the agent pension plans’ benefit terms:

<b>PSPRS</b>	<u><b>PSPRS Police</b></u>	<u><b>PSPRS Fire</b></u>
Inactive employees or beneficiaries currently receiving benefits	13	-
Inactive employees entitled to but not yet receiving benefits	9	1
Active employees	26	4
Total	<u>48</u>	<u>5</u>

**Contributions and Annual OPEB Cost** – 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, 2016, are indicated below. Rates are a percentage of active members’ annual covered payroll.

<b>PSPRS</b>	<u><b>PSPRS Police</b></u>	<u><b>PSPRS Fire</b></u>
Active Members - Pension	11.65%	11.65%
City-		
Pension	36.46%	13.13%
Health insurance premium benefit	0.00%	0.00%

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

For the agent plans, the City's contributions to the pension plan and annual OPEB cost and contributions for the health insurance premium benefit for the year ended June 30, 2016, were:

Pension	<u>PSPRS Police</u>	<u>PSPRS Fire</u>
Contributions Made	\$ 651,612	\$ 43,585
<b>Health Insurance Premium Benefit</b>		
Annual OPEB cost	-	-
Contributions made	-	-

During fiscal year 2015, the City paid for 100 percent of PSPRS pension and OPEB contributions from the General Fund.

**Net Pension Liability (Asset)** – At June 30, 2016, the City reported the following net pension liability (asset):

	<u>Net Pension Liability (Asset)</u>
PSPRS Police	\$ 6,072,644
PSPRS Fire	\$ (140,240)

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

In May 2016 voters approved Proposition 124 that authorized certain statutory adjustments to PSPRS' automatic cost-of-living adjustments. The statutory adjustments change the basis for future cost-of-living adjustments from excess investment earnings to the change in the consumer price index, limited to a maximum annual increase of 2 percent. The change in the City's net pension liability as a result of the statutory adjustments is not known.

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

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

Actuarial valuation date	June 30, 2015
Actuarial cost method	Entry age normal
Discount rate	7.85%
Projected salary increases	4.0%-80%
Inflation	4.0%
Permanent benefit increase	Included
Mortality rates	RP-2000 mortality table (adjusted by 105% for both males and females)

Actuarial assumptions used in the June 30, 2015, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2011.

The long-term expected rate of return on PSPRS pension plan investments was determined to be 7.85 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension 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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Short term investments	2%	0.75%
Absolute return	5%	4.11%
Risk parity	4%	5.13%
Fixed Income	7%	2.92%
Real assets	8%	4.77%
GTAA	10%	4.38%
Private Equity	11%	9.50%
Real estate	10%	4.48%
Credit opportunities	13%	7.08%
Non-U.S. equity	14%	8.25%
U.S. equity	16%	6.23%
Total	<u>100%</u>	

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

**Pension Discount Rates** – The discount rate used to measure the PSPRS total pension liability was 7.85 percent. The projection of cash flows used to determine the discount rates 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 pension 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 pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Changes in the Net Pension Liability (Asset)**

	Increase (Decrease)		
	Total Pension Liability (Asset) (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
<b>PSPRS Police</b>			
Balances at June 30, 2015	\$ 10,576,311	\$ 4,921,806	\$ 5,654,505
Changes for the year			
Service Cost	269,661	-	269,661
Interest on the total pension liability	821,813	-	821,813
Differences between expected and actual experience in the measurement of the pension liability	105,542	-	105,542
Contributions-employer	-	426,541	(426,541)
Contributions-employee	-	190,449	(190,449)
Net investment income	-	180,905	(180,905)
Benefit payments, including refunds of employee contributions	(484,369)	(484,369)	-
Administrative expense	-	(4,789)	4,789
Other changes	-	(14,229)	14,229
Net changes	712,647	294,508	418,139
Balances at June 30, 2016	\$ 11,288,958	\$ 5,216,314	\$ 6,072,644
<b>PSPRS Fire</b>			
Balances at June 30, 2015	\$ 182,815	\$ 313,256	\$ (130,441)
Changes for the year			
Service Cost	35,035	-	35,035
Interest on the total pension liability	15,726	-	15,726
Differences between expected and actual experience in the measurement of the pension liability	14,533	-	14,533
Contributions-employer	-	35,935	(35,935)
Contributions-employee	-	27,932	(27,932)
Net investment income	-	12,165	(12,165)
Administrative expense	-	(687)	687
Other changes	-	(252)	252
Net changes	65,294	75,093	(9,799)
Balances at June 30, 2016	\$ 248,109	\$ 388,349	\$ (140,240)

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

**Sensitivity of the City’s Net Pension Liability to Changes in the Discount Rate** – The following table presents the City’s net pension liabilities calculated using the discount rates noted above, as well as what the City’s net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

<b>PSPRS</b>	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
PSPRS Police			
Rate	6.85%	7.85%	8.85%
Net pension liability (asset)	\$ 7,456,296	\$ 6,072,644	\$ 4,926,877
PSPRS Fire			
Rate	6.85%	7.85%	8.85%
Net pension liability (asset)	\$ (90,557)	\$ (140,240)	\$ (180,301)

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

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

**Pension Expense** – For the year ended June 30, 2016, the City recognized the following pension expense:

	<u>Pension Expense</u>	
PSPRS Police	\$	718,925
PSPRS Fire	\$	(1,180)

**Pension Deferred Outflows/Inflows of Resources** – At June 30, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>PSPRS Police</b>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 88,553	\$ (43,952)
Changes of assumptions or other inputs	850,805	-
Net difference between projected and actual earnings on pension plan investments	167,933	(153,898)
City contributions subsequent to the measurement date	606,612	-
Total	<u>\$ 1,713,903</u>	<u>\$ (197,850)</u>

<b>PSPRS Fire</b>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 15,988	\$ -
Changes of assumptions or other inputs	302	-
Net difference between projected and actual earnings on pension plan investments	11,917	(8,668)
City contributions subsequent to the measurement date	40,717	-
Total	<u>\$ 68,924</u>	<u>\$ (8,668)</u>

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

The amounts reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	PSPRS Police	PSPRS Fire
2017	\$ 189,703	\$ 2,113
2018	189,703	2,113
2019	189,705	2,115
2020	241,004	5,004
2021	95,718	2,024
Thereafter	3,608	6,170

**Agent Plan OPEB Actuarial Assumptions** – The health insurance premium benefit contribution requirements for the year ended June 30, 2016, were established by the June 30, 2014, actuarial valuations, and those actuarial valuations were based on the following actuarial methods and assumptions.

Actuarial valuations involve estimates of the reported amounts' value and assumptions about the probability of events in the future. Amounts determined regarding the plans' funded status and the annual required contributions are subject to continual revision as actual results are compared to past expectations and new estimates are made. The required schedule of funding progress for the health insurance premium benefit presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of the plans' assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Projections of benefits are based on (1) the plans as understood by the City and plans' members and include the types of benefits in force at the valuation date, and (2) the pattern of sharing benefit costs between the City and plans' members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

The actuarial methods and assumptions used to establish the fiscal year 2015 contribution requirements are as follows:

Actuarial valuation date	June 30, 2014
Actuarial cost method	Entry age normal
Amortization method	Level percent closed for unfunded actuarial accrued liability, open for excess
Remaining amortization period	22 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	7-year smoothed market value; 20% corridor
Actuarial assumptions:	
Investment rate of return	7.85%
Projected salary increases	4.5%-8.5%
Wage growth	4.5%

**Agent Plan OPEB Trend Information** – Annual OPEB cost information for the health insurance premium benefit for the current and two preceding years:

Year ended June 30,	Annual OPEB Cost	Percentage of Annual Cost Contributed	Net OPEB Obligation
PSPRS Police			
2016	\$ -	100%	\$ -
2015	23,523	100%	-
2014	22,796	100%	-
PSPRS Fire			
2016	\$ -	100%	\$ -
2015	1,401	100%	-
2014	1,084	100%	-

CITY OF COOLIDGE, ARIZONA  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2016

NOTE 12 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS - Continued

**Agent Plan OPEB Funded Status** – The health insurance premium benefit plans' funded status as of the most recent valuation date, June 30, 2016, along with the actuarial assumptions and methods used in those valuations follow.

	<u>PSPRS Police</u>	<u>PSPRS Fire</u>
Actuarial value of assets (a)	\$ 347,706	\$ 15,099
Actuarial accrued liability (b)	\$ 274,550	\$ 18,609
Unfunded actuarial accrued liability (funding excess) (b) - (a)	\$ (73,156)	\$ 3,510
Funded ratio (a)/(b)	126.65%	81.14%
Annual covered payroll (c)	\$ 1,787,196	\$ 331,947
Unfunded actuarial accrued liability (funding excess) as a percentage of covered payroll (b) - (a) / (c)	0.00%	1.06%

The actuarial methods and assumptions for the most recent valuation date are as follows:

Actuarial valuation date	June 30, 2015
Actuarial cost method	Entry age normal
Amortization method	Level percent closed for unfunded actuarial accrued liability, open for excess
Remaining amortization period	21 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	7-year smoothed market value; 20% corridor
Actuarial assumptions:	
Investment rate of return	7.85%
Projected salary increases	4%-8%
Wage growth	4%

CITY OF COOLIDGE, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 12 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, 2016, there were 25 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, 2016, was \$36,005 and the City’s required and actual contributions amounted to \$2,826.

As of June 30, 2016, the plan’s assets consisted of the following:

Money market funds	\$ 25,230
Mutual funds	<u>269,901</u>
	<u>\$ 295,131</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 Liability  
 Cost-Sharing Pension Plans  
 June 30, 2016

**Arizona State Retirement System**

	Reporting Fiscal Year (Measurement Date)		
	2016 (2015)	2015 (2014)	2014 through 2006
City's proportion of the net pension liability	0.047370%	0.046532%	Information not available
City's proportionate share of the net pension liability	\$ 7,378,067	\$ 6,885,172	
City's covered-employee payroll	\$ 4,362,755	\$ 4,194,542	
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	169.11%	164.15%	
Plan fiduciary net position as a percentage of the total pension liability	68.35%	69.49%	

CITY OF COOLIDGE, ARIZONA  
Required Supplementary Information  
Schedule of Changes in the City's  
Net Pension Liability (Asset) and Related Ratios  
Agent Pension Plans  
June 30, 2016

**PSPRS Police**

	Reporting Fiscal Year (Measurement Date)		
	2016 (2015)	2015 (2014)	2014 through 2006
Total pension liability			Information not available
Service cost	\$ 269,661	\$ 274,282	
Interest on the total pension liability	821,813	692,377	
Changes of benefit terms	-	237,141	
Differences between expected and actual experience in the measurement of the pension liability	105,542	(63,784)	
Changes of assumptions or other inputs	-	1,234,699	
Benefit payments, including refunds of employee contributions	(484,369)	(962,705)	
Net change in total pension liability	712,647	1,412,010	
Total pension liability - beginning	10,576,311	9,164,301	
Total pension liability - ending (a)	<u>\$ 11,288,958</u>	<u>\$ 10,576,311</u>	
Plan fiduciary net position			
Contributions - employer	\$ 426,541	\$ 351,195	
Contributions - employee	190,449	158,597	
Net investment income	180,905	622,292	
Benefit payments, including refunds of employee contributions	(484,369)	(962,705)	
Administrative expense	(4,789)	-	
Other changes	(14,229)	(267,658)	
Net change in plan fiduciary net position	294,508	(98,279)	
Plan fiduciary net position - beginning	4,921,806	5,020,085	
Plan fiduciary net position - ending (b)	<u>\$ 5,216,314</u>	<u>\$ 4,921,806</u>	
City's net pension liability (asset) - ending (a) - (b)	<u>\$ 6,072,644</u>	<u>\$ 5,654,505</u>	
Plan fiduciary net position as a percentage of the total pension liability	46.21%	46.54%	
Covered-employee payroll	\$ 1,592,879	\$ 1,431,955	
City's net pension liability (asset) as a percentage of covered-employee payroll	381.24%	394.88%	

CITY OF COOLIDGE, ARIZONA  
Required Supplementary Information  
Schedule of Changes in the City's  
Net Pension Liability (Asset) and Related Ratios  
Agent Pension Plans  
June 30, 2016

**PSPRS Fire**

	Reporting Fiscal Year (Measurement Date)		
	2016 (2015)	2015 (2014)	2014 through 2006
Total pension liability			Information not available
Service cost	\$ 35,035	\$ 32,174	
Interest on the total pension liability	15,726	11,890	
Changes of benefit terms	-	(859)	
Differences between expected and actual experience in the measurement of the pension liability	14,533	3,850	
Changes of assumptions or other inputs	-	384	
Benefit payments, including refunds of employee contributions	-	-	
Net change in total pension liability	65,294	47,439	
Total pension liability - beginning	182,815	135,376	
Total pension liability - ending (a)	<u>\$ 248,109</u>	<u>\$ 182,815</u>	
Plan fiduciary net position			
Contributions - employer	\$ 35,935	\$ 29,331	
Contributions - employee	27,932	17,779	
Net investment income	12,165	35,053	
Benefit payments, including refunds of employee contributions	-	-	
Administrative expense	(687)	-	
Other changes	(252)	-	
Net change in plan fiduciary net position	75,093	82,163	
Plan fiduciary net position - beginning	313,256	238,927	
Plan fiduciary net position - ending (b)	<u>\$ 388,349</u>	<u>\$ 321,090</u>	
City's net pension liability (asset) - ending (a) - (b)	<u>\$ (140,240)</u>	<u>\$ (138,275)</u>	
Plan fiduciary net position as a percentage of the total pension liability	156.52%	175.64%	
Covered-employee payroll	\$ 259,053	\$ 171,777	
City's net pension liability (asset) as a percentage of covered-employee payroll	-54.14%	-80.50%	

CITY OF COOLIDGE, ARIZONA  
 Required Supplementary Information  
 Schedule of City's Pension Contributions  
 June 30, 2016

**Arizona State Retirement System**

	<b>Reporting Fiscal Year</b>			<b>2013 through 2006</b>
	<b>2016</b>	<b>2015</b>	<b>2014</b>	
Statutorily required contribution	\$ 488,594	\$ 475,104	\$ 448,816	Information not available
City's contributions in relation to the statutorily required contribution	<u>(488,594)</u>	<u>(475,104)</u>	<u>(448,816)</u>	
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
City's covered-employee payroll	\$ 4,503,171	\$ 4,362,755	\$ 4,194,542	
City's contributions as a percentage of covered-employee payroll	10.85%	10.89%	10.70%	

**PSPRS Police**

	<b>Reporting Fiscal Year</b>			<b>2013 through 2006</b>
	<b>2016</b>	<b>2015</b>	<b>2014</b>	
Actuarially determined contribution	\$ 616,967	\$ 426,541	\$ 351,195	Information not available
City's contributions in relation to the actuarially determined contribution	<u>(616,967)</u>	<u>(426,541)</u>	<u>(351,195)</u>	
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
City's covered-employee payroll	\$ 1,692,174	\$ 1,592,879	\$ 1,431,955	
City's contributions as a percentage of covered-employee payroll	36.46%	26.78%	24.53%	

**PSPRS Fire**

	<b>Reporting Fiscal Year</b>			<b>2013 through 2006</b>
	<b>2016</b>	<b>2015</b>	<b>2014</b>	
Actuarially determined contribution	\$ 35,551	\$ 35,935	\$ 29,331	Information not available
City's contributions in relation to the actuarially determined contribution	<u>(35,551)</u>	<u>(35,935)</u>	<u>(29,331)</u>	
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
City's covered-employee payroll	\$ 288,798	\$ 259,053	\$ 171,777	
City's contributions as a percentage of covered-employee payroll	12.31%	13.87%	17.08%	

CITY OF COOLIDGE, ARIZONA  
 Required Supplementary Information  
 Notes to Pension Plan Schedules  
 June 30, 2016

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 closed for unfunded actuarial accrued liability, open for excess
Remaining amortization period as of the 2014 actuarial valuation	22 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	7-year smoothed market value; 80%/120% corridor
Actuarial assumptions:	
Investment rate of return	In 2013 actuarial valuation, the investment rate of return was decreased from 8.0% to 7.85%
Projected salary increases	In 2014 actuarial valuation, projected salary increases were decreased from 4.5% - 8.5% to 4.0% - 8.0%. In 2013 actuarial valuation, projected salary increases were decreased from 5.0% - 9.0% to 4.5% - 8.5%.
Wage growth	In 2014 actuarial valuation, wage growth was decreased from 4.5% to 4.0%. In 2013 actuarial valuation, wage growth was decreased from 5.0% to 4.5%
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	RP-2000 mortality table (adjusted by 105% for both males and females)

CITY OF COOLIDGE, ARIZONA  
 Required Supplementary Information  
 Schedule of Agent OPEB Plans' Funding Progress  
 June 30, 2016

**Health Insurance Premium Benefit - PSPRS Police**

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (b)	Funding (Liability) Excess (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	Unfunded Liability as Percentage of Covered Payroll ((a-b)/c)
06/30/16	\$ 347,706	\$ 274,550	\$ (73,156)	126.6 %	\$1,787,196	0.00 %
06/30/15	347,790	240,044	(107,746)	144.9 %	1,592,879	0.00 %
06/30/14	316,856	228,035	(88,821)	139.0 %	1,431,955	0.00 %

**Health Insurance Premium Benefit - PSPRS Fire**

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (b)	Funding (Liability) Excess (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	Unfunded Liability as Percentage of Covered Payroll ((a-b)/c)
06/30/16	\$ 15,099	\$ 18,609	\$ 3,510	81.1%	\$ 331,947	1.06%
06/30/15	10,919	9,366	(1,553)	116.6%	259,053	0.00%
06/30/14	-	6,998	6,998	0.0%	171,777	4.07%

CITY OF COOLIDGE, ARIZONA  
Required Supplementary Information  
Notes to Schedule of Agent OPEB Plans' Funding Progress  
June 30, 2016

NOTE 4      FACTORS THAT AFFECT THE IDENTIFICATION OF TRENDS

Beginning in fiscal year 2014, PSPRS established separate funds for pension benefits and health insurance premium benefits. Previously, the plan recorded both pension and health insurance premium contributions in the same Pension Fund. During fiscal year 2014, the plan transferred prior-year health insurance premium benefit contributions that exceeded benefit payments from the plan's Pension Fund to the new Health Insurance Fund.

***OTHER SUPPLEMENTARY INFORMATION***

**COMBINING FUND FINANCIAL STATEMENTS**

CITY OF COOLIDGE, ARIZONA  
 COMBINING BALANCE SHEET  
 NON-MAJOR GOVERNMENTAL FUNDS  
 June 30, 2016

	Special Revenue		
	Highway User Fund	Transit	Court Surcharge
<b>ASSETS</b>			
Cash and cash equivalents	\$ -	\$ 39,515	\$ 89,275
Due from other governments	78,036	-	-
Due from other funds	-	45,844	-
Total assets	<u>\$ 78,036</u>	<u>\$ 85,359</u>	<u>\$ 89,275</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 22,365	\$ 19,476	\$ -
Accrued payroll and employee benefits	9,827	7,877	-
Due to other funds	45,844	-	-
Total liabilities	<u>78,036</u>	<u>27,353</u>	<u>-</u>
<b>FUND BALANCES</b>			
Restricted for			
Transit purposes	-	58,006	-
Court purposes	-	-	89,275
Assigned for			
Capital projects	-	-	-
Total fund balance	<u>-</u>	<u>58,006</u>	<u>89,275</u>
Total liabilities and fund balance	<u>\$ 78,036</u>	<u>\$ 85,359</u>	<u>\$ 89,275</u>

Debt Service	Capital Projects		Total Non-Major Governmental Funds
	Sandia CFD	Martin Valley CFD	
\$ -	\$ 16,526	\$ 39,559	\$ 184,875
-	-	80	78,116
-	-	-	45,844
<u>\$ -</u>	<u>\$ 16,526</u>	<u>\$ 39,639</u>	<u>\$ 308,835</u>
\$ -	\$ -	\$ -	\$ 41,841
-	-	-	17,704
-	-	-	45,844
<u>-</u>	<u>-</u>	<u>-</u>	<u>105,389</u>
-	-	-	58,006
-	-	-	89,275
-	16,526	39,639	56,165
-	16,526	39,639	203,446
<u>\$ -</u>	<u>\$ 16,526</u>	<u>\$ 39,639</u>	<u>\$ 308,835</u>

CITY OF COOLIDGE, ARIZONA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NON-MAJOR GOVERNMENTAL FUNDS  
 Year Ended June 30, 2016

REVENUE	Special Revenue		
	Highway User Fund	Transit	Court Surcharge
Taxes	\$ -	\$ -	\$ -
Intergovernmental	887,275	23,558	-
Fines and forfeitures	-	-	6,627
Charges for services	-	51,436	-
Investment income	-	-	147
Miscellaneous	375	5,201	-
Total revenue	<u>887,650</u>	<u>80,195</u>	<u>6,774</u>
EXPENDITURES			
Current			
Highways and streets	1,095,815	340,261	-
Redevelopment and housing	-	-	-
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Total expenditures	<u>1,095,815</u>	<u>340,261</u>	<u>-</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(208,165)</u>	<u>(260,066)</u>	<u>6,774</u>
OTHER FINANCING SOURCES (USES)			
Transfers	<u>208,165</u>	<u>190,942</u>	<u>-</u>
Net change in fund balances	-	(69,124)	6,774
Fund balance, beginning of year	<u>-</u>	<u>127,130</u>	<u>82,501</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ 58,006</u>	<u>\$ 89,275</u>

Debt Service	Capital Projects		Total Non-Major Governmental Funds
	Sandia CFD	Martin Valley CFD	
\$ -	1,924	3,667	\$ 5,591
-	-	-	910,833
-	-	-	6,627
-	-	-	51,436
13	5	5	170
-	-	23	5,599
<u>13</u>	<u>1,929</u>	<u>3,695</u>	<u>980,256</u>
-	-	-	1,436,076
-	383	336	719
205,000	-	-	205,000
78,546	-	-	78,546
<u>283,546</u>	<u>383</u>	<u>336</u>	<u>1,720,341</u>
<u>(283,533)</u>	<u>1,546</u>	<u>3,359</u>	<u>(740,085)</u>
<u>283,533</u>	<u>-</u>	<u>-</u>	<u>682,640</u>
-	1,546	3,359	(57,445)
-	14,980	36,280	260,891
<u>\$ -</u>	<u>\$ 16,526</u>	<u>\$ 39,639</u>	<u>\$ 203,446</u>



***OTHER SUPPLEMENTARY INFORMATION***

**BUDGETARY COMPARISON SCHEDULES**

**MAJOR GOVERNMENTAL FUNDS**

CITY OF COOLIDGE, ARIZONA  
GENERAL GOVERNMENT IMPACT FEES  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET  
AND ACTUAL  
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenue				
Charges for services	\$ 62,471	\$ 62,471	\$ 156,979	\$ 94,508
Investment income	669	669	863	194
Total revenue	<u>63,140</u>	<u>63,140</u>	<u>157,842</u>	<u>94,702</u>
Expenditures				
Current				
General government	394,158	394,158	-	394,158
Public safety	82,885	82,885	-	82,885
Capital outlay	45,755	45,755	11,685	34,070
Debt service				
Principal	232,673	232,673	225,650	7,023
Interest and debt cost	-	-	7,023	(7,023)
Total expenditures	<u>755,471</u>	<u>755,471</u>	<u>244,358</u>	<u>511,113</u>
Excess (deficiency) of revenue over expenditures	<u>(692,331)</u>	<u>(692,331)</u>	<u>(86,516)</u>	<u>605,815</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>227,396</u>	<u>227,396</u>	<u>223,540</u>	<u>3,856</u>
Total other financing sources (uses)	<u>227,396</u>	<u>227,396</u>	<u>223,540</u>	<u>3,856</u>
Net change in fund balance	(464,935)	(464,935)	137,024	601,959
Fund balance, beginning of year	<u>464,935</u>	<u>464,935</u>	<u>466,295</u>	<u>1,360</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 603,319</u>	<u>\$ 603,319</u>

CITY OF COOLIDGE, ARIZONA  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET  
AND ACTUAL  
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenue				
Taxes	\$ 1,231,385	\$ 1,231,385	\$ 1,197,035	\$ (34,350)
Investment income	1,500	1,500	2,715	1,215
Total revenue	<u>1,232,885</u>	<u>1,232,885</u>	<u>1,199,750</u>	<u>(33,135)</u>
Expenditures				
Current				
General government	-	-	257,197	(257,197)
Capital outlay	1,690,623	1,690,623	452,331	1,238,292
Debt service				
Principal	143,836	143,836	131,664	12,172
Interest and debt cost	-	-	8,237	(8,237)
Total expenditures	<u>1,834,459</u>	<u>1,834,459</u>	<u>849,429</u>	<u>985,030</u>
Excess (deficiency) of revenue over expenditures	<u>(601,574)</u>	<u>(601,574)</u>	<u>350,321</u>	<u>951,895</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(721,088)</u>	<u>(721,088)</u>	<u>(576,153)</u>	<u>144,935</u>
Total other financing sources (uses)	<u>(721,088)</u>	<u>(721,088)</u>	<u>(576,153)</u>	<u>144,935</u>
Net change in fund balance	(1,322,662)	(1,322,662)	(225,832)	1,096,830
Fund balance, beginning of year	<u>1,322,662</u>	<u>1,322,662</u>	<u>1,407,194</u>	<u>84,532</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,181,362</u>	<u>\$ 1,181,362</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, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Intergovernmental	\$ 440,500	\$ 440,500	\$ 485,422	\$ 44,922
Investment income	1,200	1,200	1,327	127
Total revenue	<u>441,700</u>	<u>441,700</u>	<u>486,749</u>	<u>45,049</u>
Expenditures				
Current				
Highways and streets	10,305	10,305	894,142	(883,837)
Capital outlay	1,033,500	1,033,500	10,775	1,022,725
Debt service				
Principal	29,811	29,811	25,416	4,395
Interest and debt cost	-	-	4,395	(4,395)
Total expenditures	<u>1,073,616</u>	<u>1,073,616</u>	<u>934,728</u>	<u>138,888</u>
Excess (deficiency) of revenue over expenditures	<u>(631,916)</u>	<u>(631,916)</u>	<u>(447,979)</u>	<u>183,937</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>(13,135)</u>	<u>(13,135)</u>	<u>138,608</u>	<u>(151,743)</u>
Total other financing sources (uses)	<u>(13,135)</u>	<u>(13,135)</u>	<u>138,608</u>	<u>(151,743)</u>
Net change in fund balance	(645,051)	(645,051)	(309,371)	335,680
Fund balance, beginning of year	<u>645,051</u>	<u>645,051</u>	<u>1,007,702</u>	<u>362,651</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 698,331</u>	<u>\$ 698,331</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, 2016

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenue				
Intergovernmental	\$ 848,105	\$ 848,105	\$ 887,275	\$ 39,170
Miscellaneous	500	500	375	(125)
Total revenue	<u>848,605</u>	<u>848,605</u>	<u>887,650</u>	<u>39,045</u>
Expenditures				
Current				
Highways and streets	1,206,023	1,206,023	1,095,815	110,208
Total expenditures	<u>1,206,023</u>	<u>1,206,023</u>	<u>1,095,815</u>	<u>110,208</u>
Excess (deficiency) of revenue over expenditures	<u>(357,418)</u>	<u>(357,418)</u>	<u>(208,165)</u>	<u>149,253</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>357,418</u>	<u>357,418</u>	<u>208,165</u>	<u>(149,253)</u>
Total other financing sources (uses)	<u>357,418</u>	<u>357,418</u>	<u>208,165</u>	<u>(149,253)</u>
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF COOLIDGE, ARIZONA  
TRANSIT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET  
AND ACTUAL  
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Intergovernmental	\$ 94,232	\$ 94,232	\$ 23,558	\$ (70,674)
Charges for services	61,000	61,000	51,436	(9,564)
Contributions	7,150	7,150	-	(7,150)
Miscellaneous	-	-	5,201	5,201
Total revenue	<u>162,382</u>	<u>162,382</u>	<u>80,195</u>	<u>(82,187)</u>
Expenditures				
Current				
Highways and streets	419,648	419,648	340,261	79,387
Total expenditures	<u>419,648</u>	<u>419,648</u>	<u>340,261</u>	<u>79,387</u>
Excess (deficiency) of revenue over expenditures	<u>(257,266)</u>	<u>(257,266)</u>	<u>(260,066)</u>	<u>(2,800)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>170,619</u>	<u>170,619</u>	<u>190,942</u>	<u>20,323</u>
Total other financing sources (uses)	<u>170,619</u>	<u>170,619</u>	<u>190,942</u>	<u>20,323</u>
Net change in fund balance	(86,647)	(86,647)	(69,124)	17,523
Fund balance, beginning of year	<u>86,647</u>	<u>86,647</u>	<u>127,130</u>	<u>213,777</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,006</u>	<u>\$ 231,300</u>

CITY OF COOLIDGE, ARIZONA  
DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET  
AND ACTUAL  
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Investment income	\$ -	\$ -	\$ 13	\$ 13
Total revenue	<u>-</u>	<u>-</u>	<u>13</u>	<u>13</u>
Expenditures				
Debt service				
Principal	283,550	283,550	205,000	78,550
Interest and debt cost	-	-	78,546	(78,546)
Total expenditures	<u>283,550</u>	<u>283,550</u>	<u>283,546</u>	<u>4</u>
Excess (deficiency) of revenue over expenditures	<u>(283,550)</u>	<u>(283,550)</u>	<u>(283,533)</u>	<u>17</u>
OTHER FINANCING SOURCES (USES)				
Transfers	<u>283,550</u>	<u>283,550</u>	<u>283,533</u>	<u>(17)</u>
Total other financing sources (uses)	<u>283,550</u>	<u>283,550</u>	<u>283,533</u>	<u>(17)</u>
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2016

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenue				
Taxes	\$ 8,909	\$ 8,909	\$ 1,924	\$ (6,985)
Investment income	20	20	5	(15)
Total revenue	<u>8,929</u>	<u>8,929</u>	<u>1,929</u>	<u>(7,000)</u>
Expenditures				
Current				
Redevelopment and housing	<u>22,357</u>	<u>22,357</u>	<u>383</u>	<u>21,974</u>
Total expenditures	<u>22,357</u>	<u>22,357</u>	<u>383</u>	<u>21,974</u>
Excess (deficiency) of revenue over expenditures	<u>(13,428)</u>	<u>(13,428)</u>	<u>1,546</u>	<u>14,974</u>
Net change in fund balance	(13,428)	(13,428)	1,546	14,974
Fund balance, beginning of year	<u>13,428</u>	<u>13,428</u>	<u>14,980</u>	<u>1,552</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,526</u>	<u>\$ 16,526</u>

CITY OF COOLIDGE, ARIZONA  
MARTIN VALLEY COMMUNITY FACILITIES DISTRICT CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET  
AND ACTUAL  
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenue				
Taxes	\$ 3,670	\$ 3,670	\$ 3,667	\$ (3)
Investment income	20	20	5	(15)
Miscellaneous	-	-	23	23
Total revenue	<u>3,690</u>	<u>3,690</u>	<u>3,695</u>	<u>5</u>
Expenditures				
Current				
Redevelopment and housing	36,514	36,514	336	36,178
Total expenditures	<u>36,514</u>	<u>36,514</u>	<u>336</u>	<u>36,178</u>
Excess (deficiency) of revenue over expenditures	<u>(32,824)</u>	<u>(32,824)</u>	<u>3,359</u>	<u>36,183</u>
Net change in fund balance	(32,824)	(32,824)	3,359	36,183
Fund balance, beginning of year	<u>32,824</u>	<u>32,824</u>	<u>36,280</u>	<u>3,456</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,639</u>	<u>\$ 39,639</u>

CITY OF COOLIDGE, ARIZONA  
LIQUID WASTE ENTERPISE FUND  
SCHEDULE OF OPERATIONS - BUDGET AND ACTUAL  
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Operating Revenue				
Charges for services	\$ 849,421	\$ 849,421	\$ 877,136	\$ 27,715
Total operating revenue	<u>849,421</u>	<u>849,421</u>	<u>877,136</u>	<u>27,715</u>
Operating Expenses				
Costs of services	1,538,460	1,538,460	612,184	926,276
Depreciation	-	-	562,975	(562,975)
Total operating expenses	<u>1,538,460</u>	<u>1,538,460</u>	<u>1,175,159</u>	<u>363,301</u>
Operating income (loss)	<u>(689,039)</u>	<u>(689,039)</u>	<u>(298,023)</u>	<u>391,016</u>
Nonoperating revenue (expenses)				
Investment revenue	1,270	1,270	1,937	667
Interest expense	(143,265)	(143,265)	(40,380)	102,885
Gain on disposal of captial asset	-	-	84,533	
Total nonoperation revenue (expenses)	<u>(141,995)</u>	<u>(141,995)</u>	<u>46,090</u>	<u>103,552</u>
Income (loss) before capital contributions, and transfers	(831,034)	(831,034)	(251,933)	494,568
Transfers out	<u>(38,978)</u>	<u>(38,978)</u>	<u>(158,616)</u>	<u>(119,638)</u>
Change in net position	(870,012)	(870,012)	(410,549)	374,930
Total net position, beginning of year	<u>870,012</u>	<u>870,012</u>	<u>21,279,233</u>	<u>20,409,221</u>
Total net position, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,868,684</u>	<u>\$ 20,784,151</u>

CITY OF COOLIDGE, ARIZONA  
SOLID WASTE ENTERPIRSE FUND  
SCHEDULE OF OPERATIONS - BUDGET AND ACTUAL  
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenue				
Charges for service	\$ 1,332,614	\$ 1,332,614	\$ 1,135,455	\$ (197,159)
Total operating revenue	<u>1,332,614</u>	<u>1,332,614</u>	<u>1,135,455</u>	<u>(197,159)</u>
Operating expenses				
Costs of services	1,214,711	1,214,711	923,399	291,312
Depreciation	-	-	56,510	(56,510)
Total operating expenses	<u>1,214,711</u>	<u>1,214,711</u>	<u>979,909</u>	<u>234,802</u>
Operating income (loss)	<u>117,903</u>	<u>117,903</u>	<u>155,546</u>	<u>37,643</u>
Nonoperating revenue (expenses)				
Investment revenue	210	210	193	(17)
Total nonoperating revenue (expenses)	<u>210</u>	<u>210</u>	<u>193</u>	<u>(17)</u>
Income (loss) before capital contributions, and transfers	118,113	118,113	155,739	37,626
Transfers out	<u>(80,821)</u>	<u>(80,821)</u>	<u>(80,821)</u>	<u>-</u>
Change in net position	37,292	37,292	74,918	37,626
Total net position, beginning of year	<u>(37,292)</u>	<u>(37,292)</u>	<u>(382,127)</u>	<u>(344,835)</u>
Total net position, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (307,209)</u>	<u>\$ (307,209)</u>

CITY OF COOLIDGE, ARIZONA  
LIQUID WASTE IMPACT FEES ENTERPIRSE FUND  
SCHEDULE OF OPERATIONS - BUDGET AND ACTUAL  
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenue				
Charges for service	\$ 70,323	\$ 70,323	\$ 9,026	\$ (61,297)
Total operating revenue	<u>70,323</u>	<u>70,323</u>	<u>9,026</u>	<u>(61,297)</u>
Operating expenses				
Costs of services	122,500	122,500	-	122,500
Depreciation	-	-	-	-
Total operating expenses	<u>122,500</u>	<u>122,500</u>	<u>-</u>	<u>122,500</u>
Operating income (loss)	<u>(52,177)</u>	<u>(52,177)</u>	<u>9,026</u>	<u>61,203</u>
Nonoperating revenue (expenses)				
Investment revenue	113	113	99	(14)
Total nonoperating revenue (expenses)	<u>113</u>	<u>113</u>	<u>99</u>	<u>(14)</u>
Income (loss) before capital contributions, and transfers	<u>(52,064)</u>	<u>(52,064)</u>	<u>9,125</u>	<u>61,189</u>
Change in net position	(52,064)	(52,064)	9,125	61,189
Total net position, beginning of year	<u>52,064</u>	<u>52,064</u>	<u>57,517</u>	<u>5,453</u>
Total net position, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 66,642</u>	<u>\$ 66,642</u>

CITY OF COOLIDGE, ARIZONA  
 AIRPORT ENTERPRISE FUND  
 SCHEDULE OF OPERATIONS - BUDGET AND ACTUAL  
 Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Operating revenue				
Charges for service	\$ 69,301	\$ 69,301	\$ 84,424	\$ 15,123
Total operating revenue	<u>69,301</u>	<u>69,301</u>	<u>84,424</u>	<u>15,123</u>
Operating expenses				
Costs of services	804,277	804,277	189,228	615,049
Depreciation	-	-	81,421	(81,421)
Total operating expenses	<u>804,277</u>	<u>804,277</u>	<u>270,649</u>	<u>533,628</u>
Operating income (loss)	<u>(734,976)</u>	<u>(734,976)</u>	<u>(186,225)</u>	<u>548,751</u>
Nonoperating revenue (expenses)				
Interest expense	(33,232)	(33,232)	(28,999)	4,233
Loss on disposal of capital asset	-	-	(2,576)	(2,576)
Total nonoperating revenue (expenses)	<u>(33,232)</u>	<u>(33,232)</u>	<u>(31,575)</u>	<u>1,657</u>
Income (loss) before capital contributions, and transfers	(768,208)	(768,208)	(217,800)	550,408
Capital contributions from grants	536,155	536,155	437,783	(98,372)
Transfers in	<u>232,053</u>	<u>232,053</u>	<u>122,429</u>	<u>(109,624)</u>
Change in net position	-	-	342,412	342,412
Total net position, beginning of year	<u>-</u>	<u>-</u>	<u>2,975,100</u>	<u>2,975,100</u>
Total net position, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,317,512</u>	<u>\$ 3,317,512</u>



***OTHER SUPPLEMENTARY INFORMATION***

**CAPITAL ASSETS**



CITY OF COOLIDGE  
 CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS  
 SCHEDULE BY SOURCE  
 June 30, 2016

**Governmental funds capital assets**

Land	\$ 1,249,876
Buildings and improvements	15,584,234
Vehicles, machinery and equipment	9,064,642
Infrastructure	73,830,905
Construction in progress	<u>211,278</u>
<b>Total governmental funds capital assets</b>	<b><u><u>\$ 99,940,935</u></u></b>

**Investment in governmental funds capital assets by source**

Government funds	<u>\$ 99,940,935</u>
<b>Total governmental funds capital assets</b>	<b><u><u>\$ 99,940,935</u></u></b>

CITY OF COOLIDGE  
 CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS  
 SCHEDULE BY FUNCTION AND ACTIVITY  
 June 30, 2016

Function and Activity	Land	Buildings and Improvements	Vehicles, Machinery and Equipment
General Government	\$ 761,732	\$ 3,342,010	\$ 1,817,984
Highways and Streets	43,046	1,081,738	3,850,264
Public Safety	118,504	4,046,429	3,125,775
Culture and Recreation	326,594	7,114,057	270,619
Total governmental funds capital assets	<u>\$ 1,249,876</u>	<u>\$ 15,584,234</u>	<u>\$ 9,064,642</u>

Infrastructure	Construction in Progress	Total
\$ -	\$ -	\$ 5,921,726
73,638,500	211,278	78,824,826
192,405	-	7,483,113
-	-	7,711,270
<u>\$ 73,830,905</u>	<u>\$ 211,278</u>	<u>\$ 99,940,935</u>

CITY OF COOLIDGE  
 CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS  
 SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY  
 June 30, 2016

Function and Activity	Governmental Funds Capital Assets			Governmental Funds Capital Assets
	July 01, 2015	Additions	Deductions	June 30, 2016
General Government	\$ 5,821,785	\$ 99,941	\$ -	\$ 5,921,726
Highways and Streets	76,026,039	2,798,787	-	78,824,826
Public Safety	7,379,126	123,041	(19,054)	7,483,113
Culture and Recreation	7,678,915	32,355	-	7,711,270
Total governmental funds capital assets	<u>\$ 96,905,865</u>	<u>\$ 3,054,124</u>	<u>\$ (19,054)</u>	<u>\$ 99,940,935</u>

## **STATISTICAL SECTION**

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

	Fiscal Year			
	2016	2015	2014	2013
<b>Governmental Activities</b>				
Net Investment in Capital Assets	\$ 56,257,356	\$ 56,083,450	\$ 53,694,745	\$ 55,668,079
Restricted	2,099,583	2,402,506	1,974,832	1,907,475
Unrestricted	<u>(6,992,820)</u>	<u>(6,341,385)</u>	<u>5,070,031</u>	<u>4,541,654</u>
Total Governmental Activities Net Position	<u>51,364,119</u>	<u>52,144,571</u>	<u>60,739,608</u>	<u>62,117,208</u>
<b>Business-type Activities</b>				
Net Investment in Capital Assets	23,670,890	23,184,413	24,160,069	23,827,841
Restricted	136,686	137,586	165,517	167,019
Unrestricted	<u>138,053</u>	<u>607,724</u>	<u>667,991</u>	<u>376,411</u>
Total Business-type Activities Net Position	<u>23,945,629</u>	<u>23,929,723</u>	<u>24,993,577</u>	<u>24,371,271</u>
<b>Primary Government</b>				
Net Investment in Capital Assets	79,928,246	79,267,863	77,854,814	79,495,920
Restricted	2,236,269	2,540,092	2,140,349	2,074,494
Unrestricted	<u>(6,854,767)</u>	<u>(5,733,661)</u>	<u>5,738,022</u>	<u>4,918,065</u>
Total Primary Government Net Position	<u>\$ 75,309,748</u>	<u>\$ 76,074,294</u>	<u>\$ 85,733,185</u>	<u>\$ 86,488,479</u>

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

Table 1

Fiscal Year					
2012	2011	2010	2009	2008	2007
\$ 57,354,851	\$ 58,981,146	\$ 60,590,221	\$ 60,576,123	\$ 56,207,935	\$ 22,099,389
2,460,226	2,896,898	3,377,216	4,933,700	5,314,529	302,185
<u>4,926,034</u>	<u>4,718,631</u>	<u>2,971,682</u>	<u>3,347,070</u>	<u>4,251,207</u>	<u>9,136,231</u>
<u>64,741,111</u>	<u>66,596,675</u>	<u>66,939,119</u>	<u>68,856,893</u>	<u>65,773,671</u>	<u>31,537,805</u>
23,009,425	23,137,047	23,426,566	22,659,188	22,457,036	11,307,071
232,058	271,287	244,382	763,986	869,853	-
<u>584,748</u>	<u>709,301</u>	<u>687,527</u>	<u>458,073</u>	<u>428,939</u>	<u>2,279,036</u>
<u>23,826,231</u>	<u>24,117,635</u>	<u>24,358,475</u>	<u>23,881,247</u>	<u>23,755,828</u>	<u>13,586,107</u>
80,364,276	82,118,193	84,016,787	83,235,311	78,664,971	33,406,460
2,692,284	3,168,185	3,621,598	5,697,686	6,184,382	302,185
<u>5,510,782</u>	<u>5,427,932</u>	<u>3,659,209</u>	<u>3,805,143</u>	<u>4,680,146</u>	<u>11,415,267</u>
<u>\$ 88,567,342</u>	<u>\$ 90,714,310</u>	<u>\$ 91,297,594</u>	<u>\$ 92,738,140</u>	<u>\$ 89,529,499</u>	<u>\$ 45,123,912</u>

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

	Fiscal Year			
	2016	2015	2014	2013
<b>Expenses</b>				
<b>Governmental Activities:</b>				
General Government	\$ 2,965,310	\$ 3,756,244	\$ 3,044,700	\$ 2,508,220
Public safety	6,940,532	6,839,973	5,857,764	5,895,157
Highways and streets	5,212,204	4,918,698	4,803,538	4,298,605
Transportation	-	-	-	-
Culture and recreation	1,194,570	1,194,697	1,090,040	1,036,188
Redevelopment and housing	964,348	1,053,911	992,036	710,347
Interest on Long-term Debt	48,955	69,722	111,078	129,105
Total Governmental Activities Expenses	<u>\$ 17,325,919</u>	<u>\$ 17,833,245</u>	<u>\$ 15,899,156</u>	<u>\$ 14,577,622</u>
<b>Business-type Activities</b>				
Liquid waste	\$ 1,215,539	\$ 1,142,278	\$ 1,113,447	\$ 1,110,775
Solid waste	979,909	959,881	959,575	1,063,751
Liquid waste impact fees	-	-	3,990	380
Solid waste impact fees	-	-	-	-
Other enterprise funds <sup>+</sup>	299,648	192,884	122,873	121,826
Total Business-type Activities Expenses	<u>\$ 2,495,096</u>	<u>\$ 2,295,043</u>	<u>\$ 2,199,885</u>	<u>\$ 2,296,732</u>
Total Primary Government Expenses	<u>\$ 19,821,015</u>	<u>\$ 20,128,288</u>	<u>\$ 18,099,041</u>	<u>\$ 16,874,354</u>

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

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

Table 2

Fiscal Year			Fiscal Year		
2012	2011	2010	2009	2008	2007
\$ 2,501,833	\$ 2,885,857	\$ 3,104,535	\$ 3,089,919	\$ 3,258,080	\$ 3,622,686
5,900,691	5,061,857	5,182,718	5,027,245	4,795,539	3,877,332
4,421,687	4,463,941	3,819,264	3,953,393	4,755,972	1,927,366
-	-	-	-	-	-
1,053,273	901,294	954,825	925,084	951,912	1,758,037
916,594	1,506,637	1,883,403	2,257,917	2,023,618	565,959
139,697	166,222	173,270	226,066	313,485	232,185
<u>\$ 14,933,775</u>	<u>\$ 14,985,808</u>	<u>\$ 15,118,015</u>	<u>\$ 15,479,624</u>	<u>\$ 16,098,606</u>	<u>\$ 11,983,565</u>
\$ 1,120,950	\$ 1,030,066	\$ 1,155,920	\$ 1,086,783	\$ 935,975	\$ 534,890
1,041,663	1,042,725	893,302	909,606	952,094	790,003
-	5,051	46,355	23,010	18,904	-
-	470	9,923	26,857	19,064	-
114,103	64,943	102,608	136,184	124,050	92,681
<u>\$ 2,276,716</u>	<u>\$ 2,143,255</u>	<u>\$ 2,208,108</u>	<u>\$ 2,182,440</u>	<u>\$ 2,050,087</u>	<u>\$ 1,417,574</u>
<u>\$ 17,210,491</u>	<u>\$ 17,129,063</u>	<u>\$ 17,326,123</u>	<u>\$ 17,662,064</u>	<u>\$ 18,148,693</u>	<u>\$ 13,401,139</u>

continued

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

	Fiscal Year			
	2016	2015	2014	2013
Program Revenue				
Governmental Activities:				
Fees, Fines and Charges for Services:				
General Government	\$ 100,570	\$ 59,230	\$ 107,107	\$ 80,878
Public safety	419,816	456,827	460,374	440,238
Highway and streets	51,436	58,740	90,663	95,249
Transportation	-	-	-	-
Culture and recreation	102,677	95,440	93,968	103,583
Redevelopment and housing	153,477	121,277	81,388	112,186
Interest on long-term debt	-	-	-	-
Operating Grants and Contributions	3,418,148	3,406,637	2,151,450	2,214,444
Capital Grants and Contributions	2,225,648	4,776,109	1,966,407	219,014
Total Governmental Activities Program Revenues	<u>\$ 6,471,772</u>	<u>\$ 8,974,260</u>	<u>\$ 4,951,357</u>	<u>\$ 3,265,592</u>
Business-type Activities				
Charges for Services:				
Liquid waste	\$ 877,136	\$ 857,995	\$ 994,391	\$ 832,203
Solid waste	1,135,455	1,122,502	1,031,434	850,001
Liquid waste impact fees	9,026	5,656	-	12,203
Solid waste impact fees	-	-	-	50
Other enterprise funds <sup>+</sup>	84,424	40,973	63,110	68,094
Operating Grants and Contributions	-	-	-	-
Capital Grants and Contributions	437,783	100,878	57,032	1,140,935
Total Business-type Activities Revenues	<u>2,543,824</u>	<u>2,128,004</u>	<u>2,145,967</u>	<u>2,903,486</u>
Total Primary Government Revenues	<u>\$ 9,015,596</u>	<u>\$ 11,102,264</u>	<u>\$ 7,097,324</u>	<u>\$ 6,169,078</u>
Net (Expense)/Revenue				
Governmental Activities	\$ (10,854,147)	\$ (8,858,985)	\$ (10,947,799)	\$ (11,312,030)
Business-type Activities	48,728	(167,039)	(53,918)	606,754
Total Primary Government Net Revenue	<u>\$ (10,805,419)</u>	<u>\$ (9,026,024)</u>	<u>\$ (11,001,717)</u>	<u>\$ (10,705,276)</u>

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

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

Table 2

Fiscal Year			Fiscal Year		
2012	2011	2010	2009	2008	2007
\$ 266,048	\$ 154,360	\$ 146,116	\$ 194,339	\$ 78,650	\$ 1,892,118
352,314	444,401	25,516	46,480	57,871	136,008
66,212	18,272	26,996	19,100	26,190	47,621
-	-	-	-	-	-
107,561	117,708	380,973	297,968	281,668	118,573
115,924	77,722	174,800	303,002	796,488	-
-	-	-	-	-	-
2,472,170	2,858,145	2,125,970	2,853,636	1,678,488	1,611,661
1,251,550	1,919,637	2,344,111	6,680,438	8,523,642	1,856,872
<u>\$ 4,631,779</u>	<u>\$ 5,590,245</u>	<u>\$ 5,224,482</u>	<u>\$ 10,394,963</u>	<u>\$ 11,442,997</u>	<u>\$ 5,662,853</u>
\$ 840,139	\$ 914,912	\$ 861,102	\$ 899,488	\$ 721,406	\$ 568,928
860,889	811,908	766,776	916,157	998,075	929,452
-	-	-	-	-	-
-	-	-	-	-	-
40,494	42,266	63,025	64,930	50,856	54,954
-	-	-	-	-	-
250,158	20,033	800,927	290,109	9,529,705	-
<u>1,991,680</u>	<u>1,789,119</u>	<u>2,491,830</u>	<u>2,170,684</u>	<u>11,300,042</u>	<u>1,553,334</u>
<u>\$ 6,623,459</u>	<u>\$ 7,379,364</u>	<u>\$ 7,716,312</u>	<u>\$ 12,565,647</u>	<u>\$ 22,743,039</u>	<u>\$ 7,216,187</u>
\$ (10,301,996)	\$ (9,395,563)	\$ (9,893,533)	\$ (5,084,661)	\$ (4,655,609)	\$ (6,320,712)
(285,036)	(354,136)	283,722	(11,756)	9,249,955	135,760
<u>\$ (10,587,032)</u>	<u>\$ (9,749,699)</u>	<u>\$ (9,609,811)</u>	<u>\$ (5,096,417)</u>	<u>\$ 4,594,346</u>	<u>\$ (6,184,952)</u>

continued

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

	Fiscal Year			
	2016	2015	2014	2013
<b>Governmental Revenues and Other Changes in Net Position</b>				
Governmental Activities				
Sales taxes	\$ 4,788,139	\$ 5,057,608	\$ 5,424,593	\$ 4,779,474
Property taxes	1,612,172	1,483,083	1,472,607	755,791
Sales taxes, levied for capital projects	-	-	-	-
Franchise taxes	313,642	315,851	309,842	304,603
Impact Fees	-	-	-	-
State shared revenues-not restricted* to specific programs	3,183,150	3,101,728	2,920,381	2,671,289
Investment income	10,964	9,044	10,721	13,347
Miscellaneous	48,620	130,605	106,792	100,450
Transfers in (out)	117,008	(86,961)	(674,737)	63,173
<b>Total Governmental Activities</b>	<b>\$ 10,073,695</b>	<b>\$ 10,010,958</b>	<b>\$ 9,570,199</b>	<b>\$ 8,688,127</b>
Business-type activities				
Impact Fees	\$ -	\$ -	\$ -	\$ -
Investment income	2,229	1,522	1,487	1,459
Miscellaneous	81,957	-	-	-
Transfers in (out)	(117,008)	86,961	674,737	(63,173)
<b>Total Business-type Activities</b>	<b>\$ (32,822)</b>	<b>\$ 88,483</b>	<b>\$ 676,224</b>	<b>\$ (61,714)</b>
<b>Changes in Net Position</b>				
Governmental Activities	\$ (780,452)	\$ 1,151,973	\$ (1,377,600)	\$ (2,623,903)
Business-type Activities	15,906	(78,556)	622,306	545,040
<b>Total Primary Government</b>	<b>\$ (764,546)</b>	<b>\$ 1,073,417</b>	<b>\$ (755,294)</b>	<b>\$ (2,078,863)</b>

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

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

Table 2

Fiscal Year					
2012	2011	2010	2009	2008	2007
\$ 4,836,847	\$ 6,037,445	\$ 4,927,926	\$ 4,785,811	\$ 5,289,729	\$ 7,374,385
707,216	699,862	648,648	621,989	596,476	392,270
-	-	-	-	-	-
294,566	282,896	269,567	268,359	276,939	251,512
-	-	-	-	-	532,101
2,442,437	1,947,219	2,168,886	2,411,507	4,107,361	2,218,331
16,081	13,528	28,712	118,242	282,126	437,553
140,834	114,123	46,316	32,889	169,007	-
8,451	(41,954)	(114,296)	(70,914)	(45,019)	(14,349)
<u>\$ 8,446,432</u>	<u>\$ 9,053,119</u>	<u>\$ 7,975,759</u>	<u>\$ 8,167,883</u>	<u>\$ 10,676,619</u>	<u>\$ 11,191,803</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,094,736
2,083	1,306	5,065	20,057	63,820	160,450
-	70,036	74,145	46,204	12,056	-
(8,451)	41,954	114,296	70,914	45,019	14,349
<u>\$ (6,368)</u>	<u>\$ 113,296</u>	<u>\$ 193,506</u>	<u>\$ 137,175</u>	<u>\$ 120,895</u>	<u>\$ 1,269,535</u>
\$ (1,855,564)	\$ (342,444)	\$ (1,917,774)	\$ 3,083,222	\$ 6,021,010	\$ 4,871,091
(291,404)	(240,840)	477,228	125,419	9,370,850	1,405,295
<u>\$ (2,146,968)</u>	<u>\$ (583,284)</u>	<u>\$ (1,440,546)</u>	<u>\$ 3,208,641</u>	<u>\$ 15,391,860</u>	<u>\$ 6,276,386</u>

concluded

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

	Fiscal Year				
	2016	2015	2014	2013	2012
General Fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Restricted	-	-	-	-	-
Assigned	-	-	-	818,216	1,176,292
Unassigned	<u>3,423,144</u>	<u>3,800,044</u>	<u>4,829,748</u>	<u>3,868,150</u>	<u>4,203,097</u>
<b>Total General Fund</b>	<b><u>\$ 3,423,144</u></b>	<b><u>\$ 3,800,044</u></b>	<b><u>\$ 4,829,748</u></b>	<b><u>\$ 4,686,366</u></b>	<b><u>\$ 5,379,389</u></b>
All Other Governmental Funds					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved Reported in:					
Special Revenue Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Restricted Reported in:					
Special Revenue Funds	797,932	928,508	650,332	764,850	530,638
Capital Projects Funds	2,483,013	2,881,192	2,592,146	2,050,640	1,929,588
Assigned Reported in:					
Special Revenue Funds	-	-	-	-	-
Capital Projects Funds	56,165	51,260	47,596	45,112	653,179
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total All Other Governmental Funds</b>	<b><u>\$ 3,337,110</u></b>	<b><u>\$ 3,860,960</u></b>	<b><u>\$ 3,290,074</u></b>	<b><u>\$ 2,860,602</u></b>	<b><u>\$ 3,113,405</u></b>

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.

Table 3

Fiscal Year				
2011	2010	2009	2008	2007
\$ -	\$ -	\$ -	\$ -	\$ -
-	3,181,090	3,443,906	5,210,254	5,926,985
-	-	-	-	-
270,029	-	-	-	-
<u>5,394,109</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 5,664,138</u>	<u>\$ 3,181,090</u>	<u>\$ 3,443,906</u>	<u>\$ 5,210,254</u>	<u>\$ 5,926,985</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	(230,265)	532,632	1,764,768	1,855,617
-	3,249,442	4,122,021	3,188,892	2,603,255
367,514	-	-	-	-
2,416,631	-	-	-	-
101,304	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 2,885,449</u>	<u>\$ 3,019,177</u>	<u>\$ 4,654,653</u>	<u>\$ 4,953,660</u>	<u>\$ 4,458,872</u>

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

	Fiscal Year			
	2016	2015	2014	2013
<b>Revenues</b>				
Taxes*	\$ 6,710,810	\$ 6,838,109	\$ 7,210,953	\$ 5,790,671
Intergovernmental	6,626,016	6,669,404	7,442,155	5,100,205
Fines and forfeits	323,925	299,864	311,363	275,791
Licenses and permits	248,713	222,106	203,549	218,389
Charges for services	406,358	369,263	327,933	367,123
Investment income	10,969	9,057	10,941	20,417
Contributions	-	-	14,802	27,402
Impact Fees	-	-	-	-
Miscellaneous	66,297	63,276	79,875	43,368
Total Revenues	<u>14,393,088</u>	<u>14,471,079</u>	<u>15,601,571</u>	<u>11,843,366</u>
<b>Expenditures</b>				
General Government	2,667,269	3,267,085	2,765,525	2,273,784
Public Safety	6,506,055	6,133,110	5,448,528	5,463,294
Highways and streets	2,546,173	2,336,161	2,439,948	1,950,523
Transportation	-	-	-	-
Culture and recreation	1,019,173	998,677	944,927	891,075
Redevelopment and housing	964,348	1,011,905	992,036	710,347
Capital outlay	1,021,897	1,333,597	1,966,407	1,174,094
Debt Service:				
Principal retirement	587,730	340,606	592,154	379,490
Interest and debt cost	98,201	91,171	139,930	137,248
Debt issuance cost	-	-	46,560	-
Total Expenditures	<u>15,410,846</u>	<u>15,512,312</u>	<u>15,336,015</u>	<u>12,979,855</u>
Excess of Revenues over (under) Expenditures	<u>(1,017,758)</u>	<u>(1,041,233)</u>	<u>265,556</u>	<u>(1,136,489)</u>
<b>Other financing sources (uses)</b>				
Face amount of loan proceeds	-	-	1,910,000	-
Capital Lease Agreements	-	669,376	-	-
Loan Premium	-	-	237,035	-
Transfer in	1,044,788	1,058,457	1,157,437	1,091,541
Transfer out	(927,780)	(1,145,418)	(1,087,174)	(1,028,368)
Debt Service Principal	-	-	(1,910,000)	127,490
Total Other Financing Sources and (Uses)	<u>117,008</u>	<u>582,415</u>	<u>307,298</u>	<u>190,663</u>
Net Change in Fund Balances	<u>\$ (900,750)</u>	<u>\$ (458,818)</u>	<u>\$ 572,854</u>	<u>\$ (945,826)</u>
Debt Service as a Percentage of Noncapital Expenditures	4.77%	3.05%	5.48%	4.38%

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

Table 4

Fiscal Year						
2012	2011	2010	2009	2008	2007	
\$ 5,974,331	\$ 7,060,301	\$ 5,846,069	\$ 5,675,326	\$ 6,145,070	\$ 8,016,742	
5,920,328	7,079,949	6,080,668	5,957,770	6,091,908	5,207,664	
332,160	242,598	271,954	188,310	163,586	120,204	
197,113	111,167	205,140	331,254	837,581	1,667,286	
188,339	574,849	431,690	413,699	1,211,551	239,978	
16,081	13,528	28,712	118,242	282,126	437,553	
150,775	525,717	-	-	300,017	479,200	
-	-	-	-	-	532,101	
125,419	47,616	82,451	71,965	98,886	166,852	
<u>12,904,546</u>	<u>15,655,725</u>	<u>12,946,684</u>	<u>12,756,566</u>	<u>15,130,725</u>	<u>16,867,580</u>	
2,262,925	2,435,724	2,794,304	2,919,227	3,139,750	3,766,760	
5,479,771	4,646,790	5,009,946	5,039,661	4,849,279	3,855,302	
1,998,605	2,035,519	1,592,245	1,536,435	2,078,617	1,869,810	
-	-	-	-	-	-	
899,145	739,544	785,494	780,092	992,596	1,749,837	
916,594	1,500,298	1,340,225	2,062,057	1,929,594	565,959	
893,924	1,310,535	2,566,784	1,733,953	1,585,902	4,337,591	
366,460	426,661	453,244	488,622	906,574	761,151	
152,366	169,380	188,438	128,941	240,024	232,185	
-	-	-	-	-	-	
<u>12,969,790</u>	<u>13,264,451</u>	<u>14,730,680</u>	<u>14,688,988</u>	<u>15,722,336</u>	<u>17,138,595</u>	
<u>(65,244)</u>	<u>2,391,274</u>	<u>(1,783,996)</u>	<u>(1,932,422)</u>	<u>(591,611)</u>	<u>(271,015)</u>	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
1,019,171	2,268,337	751,123	889,558	385,326	555,473	
(1,010,720)	(2,310,291)	(865,419)	(1,022,491)	(430,345)	(569,822)	
-	-	-	-	-	2,866,256	
<u>8,451</u>	<u>(41,954)</u>	<u>(114,296)</u>	<u>(132,933)</u>	<u>(45,019)</u>	<u>2,851,907</u>	
<u>\$ (56,793)</u>	<u>\$ 2,349,320</u>	<u>\$ (1,898,292)</u>	<u>\$ (2,065,355)</u>	<u>\$ (636,630)</u>	<u>\$ 2,580,892</u>	
4.30%	4.99%	5.28%	4.77%	8.11%	7.76%	

Table 5

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

Industry	Fiscal Year					
	2016*			2007		
	Tax Paid	Rank	Percentage of Total	Tax Paid	Rank	Percentage of Total
Retail Trade	\$ 2,954,106	1	61.16%	\$ 2,441,115	2	38.47%
Construction	252,384	5	5.23%	2,542,796	1	40.07%
Communications & Utilities	741,175	2	15.35%	446,105	4	7.03%
Restaurants/Bars	286,708	4	5.94%	250,330	5	3.94%
Real Estate, Rental, Leasing & Fire Insurance	291,562	3	6.04%	536,399	3	8.45%
Manufacture	89,087	7	1.84%	50,858	7	0.80%
Wholesale Trade	34,512	8	0.71%	23,792	8	0.37%
All Other	180,359	6	3.73%	54,753	6	0.86%
Total	<u>\$ 4,829,893</u>		<u>100.00%</u>	<u>\$ 6,346,148</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, 2016  
(Unaudited)

Type of Tax	Rates		
	City	State and Pinal County	Combined
Privilege tax, except retail, utilities and telecommunication	3.00%	6.70%	9.70%
Retail	3.00%	6.70%	9.70%
Retail - privilege tax for single item over \$10,000	1.50%	6.70%	8.20%
Hotel/Motel	6.00%	6.70%	12.70%
Restaurant/Bar	3.00%	6.70%	9.70%
Utilities/Telecommunications	3.00%	6.70%	9.70%
Construction	4.00%	6.70%	10.70%

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

Table 7

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

Fiscal Year Ended June 30	Governmental Activities			Business-type Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	Revenue Bonds	Loans	Capital Leases*	Loans				
2016	\$ -	\$ 1,670,000	\$ 526,447	\$ 1,757,520	\$ 3,953,967	29.67%	332.63	
2015	\$ -	\$ 1,875,000	\$ 909,176	\$ 1,904,319	\$ 4,688,495	32.63%	384.02	
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	
2009	\$ -	\$ 2,950,000	\$ 1,599,330	\$ 400,064	\$ 4,949,394	60.93%	416.55	
2008	\$ -	\$ 3,105,000	\$ 1,837,912	\$ 559,457	\$ 5,502,369	77.69%	455.72	
2007	\$ -	\$ 3,255,000	\$ 2,594,486	\$ 672,632	\$ 6,522,118	107.95%	551.55	

Note: The City of Coolidge did not issue general obligation bonds in fiscal year 2016 and the nine years preceding 2016.

Table 8

City of Coolidge  
Direct and Overlapping Governmental Activities Debt  
As of June 30, 2016  
(Unaudited)

Governmental Unit	Bonded Debt Outstanding	Estimated Percentage Applicable (a)	Estimated Share of Overlapping Debt
<b>Debt repaid with property taxes and special assessment liens</b>			
Coolidge Unified School District	\$ 16,304,080	17.9012%	\$ 2,918,625
Central Arizona College	82,770,000	1.8975%	1,570,534
Pinal County Arizona	-	1.8975%	-
Subtotal, overlapping debt			<u>4,489,159</u>
City direct debt	3,953,967	100%	<u>3,953,967</u>
Total direct and overlapping debt			<u><u>\$ 8,443,126</u></u>

(a) Proportion applicable to the City of Coolidge, Arizona is computed on the ratio of secondary assessed valuation for 2015-2016.

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			
	2007	2008	2009	2010
Secondary Assessed Value	\$ 40,203,602	\$ 83,001,211	\$ 64,841,251	\$ 61,937,311
<b>20% Limitation</b>				
Debt Limit Equal to 20% of Assessed Valuation	\$ 8,040,720	\$ 16,600,242	\$ 12,968,250	\$ 12,387,462
Total Debt Applicable to 20% Limit	-	-	-	-
Legal 20% Debt Margin (Available Borrowing Capacity)	<u>\$ 8,040,720</u>	<u>\$ 16,600,242</u>	<u>\$ 12,968,250</u>	<u>\$ 12,387,462</u>
Total Net Debt Applicable to the 20% Limit as a Percentage of 20% Debt Limit	0.00%	0.00%	0.00%	0.00%
<b>6% Limitation</b>				
Debt Limit Equal to 6% of Assessed Valuation	\$ 2,412,216	\$ 4,980,073	\$ 3,890,475	\$ 3,716,239
Total Debt Applicable to 6% Limit	-	-	-	-
Legal 6% Debt Margin (Available Borrowing Capacity)	<u>\$ 2,412,216</u>	<u>\$ 4,980,073</u>	<u>\$ 3,890,475</u>	<u>\$ 3,716,239</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					
2011	2012	2013	2014	2015	2016
\$ 45,965,151	\$ 44,433,513	\$ 41,049,162	\$ 41,249,290	\$ 41,950,010	\$ 52,418,173
\$ 9,193,030	\$ 8,886,703	\$ 8,209,832	\$ 8,249,858	\$ 8,390,002	\$ 10,483,635
-	-	-	-	-	-
<u>\$ 9,193,030</u>	<u>\$ 8,886,703</u>	<u>\$ 8,209,832</u>	<u>\$ 8,249,858</u>	<u>\$ 8,390,002</u>	<u>\$ 10,483,635</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
\$ 2,757,909	\$ 2,666,011	\$ 2,462,950	\$ 2,474,957	\$ 2,517,001	\$ 3,145,090
-	-	-	-	-	-
<u>\$ 2,757,909</u>	<u>\$ 2,666,011</u>	<u>\$ 2,462,950</u>	<u>\$ 2,474,957</u>	<u>\$ 2,517,001</u>	<u>\$ 3,145,090</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

Fiscal Year Ended June 30	Revenue Bonds					Percent Coverage
	Operating Revenue*	Less: Operating Expenses	Net Operating Revenue	Debt Service		
				Principal	Interest	
2016	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note The City of Coolidge did not have pledged revenue debt in the fiscal year ended 2016 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 <sup>+</sup> (in thousands)	County Per Capita Personal Income	School Enrollment	Education Level in Years of Schooling	City Unemployment Rate
2006	9,950	299,875	5,001,332	17	3,715	13 to 16	8.8%
2007	11,721	327,670	6,041,934	18	4,317	13 to 16	8.3%
2008	12,311	350,558	7,082,536	20	4,682	13 to 16	12.2%
2009	13,073	368,244	8,123,138	22	4,365	13 to 16	20.2%
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%

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

\* 2012 amounts estimated based on a nine year trend

+ 2008-2012 amounts estimated based on an eight year trend

Table 12

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

Major Employer <sup>1</sup>	Fiscal Year			Fiscal Year		
	2016		Percentage of Total City Employment*	2007		Percentage of Total City Employment*
	Employees	Rank		Employees	Rank	
Coolidge Schools	308	1	27.77%	440	1	42.51%
Wal Mart	196	2	17.67%	200	3	19.32%
City of Coolidge	132	3	11.90%	181	2	17.49%
Bright International	139	5	12.53%	30	6	2.90%
Imagine Schools	97	4	8.75%	Not open	9	0.00%
Safeway	68	6	6.13%	63	10	0.00%
McDonalds	65	7	5.86%	42	4	4.06%
Garrett Motors	39	8	3.52%	41	7	3.96%
Shopes IGA	33	10	2.98%	28	5	2.71%
Crop Production Services	32	9	2.89%	10	8	0.97%
Total	<u>1,109</u>			<u>1,035</u>		

<sup>1</sup>Source: 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	
2007	33.80	81.75	13.21	8.19	30.02	14.98	181.95
2008	37.40	87.65	12.59	7.23	39.58	16.12	200.57
2009	30.75	83.67	12.30	7.16	34.67	12.62	181.17
2010	32.00	80.00	10.50	6.16	29.55	12.50	170.71
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

Source: City Budget

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

Function	Fiscal Year		
	2016	2015	2014
<b>General Government</b>			
# Registered voters*	5,780	5,457	5,373
# Votes cast last primary election*	1,439	-	1,421
<i>City Court</i>			
Charges filed/charges adjudicated (resolved)	4,256	4,125	4,347
<i>Communications &amp; Public Information</i>			
News releases/media updates	20	21	22
Traffic construction alerts	6	7	3
Total newsletter pages sent to citizens	16	16	16
Web pages created/updated	117	111	105
Number of visits to website	731,456	581,872	444,079
Number of web pages viewed	733,145	583,095	445,665
Number of graphics/photography projects completed	94	91	92
<b>Police</b>			
# Total arrests	1,212	1,132	1,322
# Moving violations citations	1,172	923	962
Total calls for service	29,195	26,205	26,118
Total 911 calls	8,837	9,039	7,455
Total Part I Crimes	635	593	663
<i>n/a = not available</i>			
<b>Fire</b>			
# All Emergency Responses	1,061	881	885
# Fire/Haz Mat Responses	88	121	87
# Emergency Medical Responses	594	497	565
# Other Responses (False Alarms, Mutual Aid, Extrication, rescue, etc.)	379	263	233
<b>Financial Services</b>			
# accounts payable checks issued	3,024	3,150	4,499
# purchase orders	66	68	63
<b>Planning and Development</b>			
Customer wait-time (in minutes) at One Stop Shop	1	1	1
Total Number of Permits Issued	212	236	402

\* Voter registration is taken every two years.

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

Table 14

Fiscal Year						
2013	2012	2011	2010	2009	2008	2007
5,320	5,525	-	5,233	-	4,345	-
-	893	-	827	-	548	-
2,732	3,639	3,696	4,317	1,368	2,254	2,119
21	22	24	21	20	16	10
5	3	2	5	3	2	2
16	16	16	17	20	16	52
109	102	91	72	59	42	20
409,164	501,743	252,823	436,367	143,322	243,644	212,010
410,124	502,668	253,120	436,480	25,608	23,652	19,465
87	83	78	65	61	48	29
1,160	1,179	1,216	1,212	1,492	1,651	1,624
1,291	1,256	1,081	1,411	1,639	1,957	1,712
24,167	22,892	23,222	26,154	28,546	33,237	32,367
7,899	2,925	3,561	5,894	7,311	7,154	5,923
718	734	748	542	791	720	850
796	811	849	872	834	847	434
139	197	166	84	128	110	187
430	475	507	513	475	486	72
227	139	176	275	231	251	175
6,663	6,466	7,004	7,362	7,670	9,099	8,445
54	69	64	37	116	237	304
1	1	1	1	<1	<1	5
222	231	234	306	300	588	684

continued

Table 14

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

Function	Fiscal Year		
	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Human Resources</b>			
# of new hires (FT & PT)	67	63	50
# of new hires (Vol)	4	-	7
HR Operating cost as percentage of city payroll	0.01%	0.01%	0.01%
<b>Parks, Recreation and Library</b>			
# attending Park & Recreation facilities annually (Aquatics)	217,093	217,391	217,389
# of square feet of medians and rights of way maintained	1,606,233	1,606,233	1,606,233
# of Library visits annually	79,159	80,106	86,869
# of Library materials checked out annually	72,112	76,598	84,852
<b>Economic Vitality</b>			
Sales Tax growth (% annual change)	-4%	-3%	10%
Construction Tax (% annual change)	5%	-50%	68%
<b>Municipal Services</b>			
# of homes serviced by Residential Refuse Collection	3,800	3,600	3,591
Tons of refuse and garbage hauled to transfer station/landfill	5,180	6,190	6,080
<b>Transit Services</b>			
Passenger Trips	49,144	56,450	53,861
Project Miles	225,018	204,491	224,534
Vehicle Service Hours	15,266	13,688	14,616
<b>Wastewater</b>			
Sewer Service Connections	3714	3,713	3,713
Sewage Treated (millions gallons per day)	0.65	0.65	0.65
Sewage Treated (millions gallons per year)	196	196	196
<b>Other Public Works</b>			
Street resurfacing (miles)	12.98	6.90	7.72
Potholes repaired (estimate)	5,200	4,500	5,000
Streets/Roads Maintained (miles)	212	211	194
<b>Citizen &amp; Neighborhood Resources</b>			
# of new Code Enforcement cases processed per year	284	432	527
# of Animal control calls for service	1,155	823	519
<b>Neighborhood Revitalization</b>			
# Home Emergency Repair (roofs, heating, air conditioning, etc.)	1	-	-
# Houses rehabilitated or replaced	4	6	5

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

Table 14

Fiscal Year						
<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
64	52	55	46	55	40	44
-	3	4	3	-	-	1
0.01%	0.01%	0.01%	0.01%	0.02%	0.00%	0.00%
217,354	217,026	212,771	207,738	206,100	201,978	197,939
1,606,233	1,606,233	1,606,233	1,606,233	2,637,329	2,637,329	2,637,329
85,515	87,554	95,273	94,660	90,854	62,077	21,744
84,411	89,531	102,603	95,001	88,039	60,636	35,010
-1%	-22%	27%	-3%	-9%	-23%	21%
-37%	-77%	87%	-4%	-21%	-38%	148%
3,513	3,597	3,593	3,517	3,587	3,505	3,155
6,480	6,630	5,757	6,105	9,535	9,348	8,528
52,277	35,851	39,602	21,397	19,613	21,184	23,170
272,966	202,884	229,317	68,651	87,197	65,573	65,324
14,674	11,558	10,938	7,113	5,819	5,645	5,122
3,713	3,763	3,736	3,498	3,737	3,603	3,258
0.63	0.62	0.66	0.67	0.74	0.87	0.73
179	227	240	221	270	318	266
5.10	0.25	1	-	-	-	3
6,000	6,000	5,200	5,200	5,200	5,200	5,200
194	194	194	194	194	180	160
307	313	134	415	859	1,101	537
1,370	1,116	-	-	-	-	-
-	1	2	9	12	3	13
4	5	9	3	7	4	2

concluded

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

Function	Fiscal Year				
	2016	2015	2014	2013	2012
<b>Public Safety</b>					
Police:					
Stations	1	1	1	1	1
Police Vehicles	36	31	38	29	28
Fire Stations					
Stations	3	3	3	3	3
Fire Apparatus	8	7	6	6	6
Other Vehicles	3	3	3	3	3
<b>Highways and Streets</b>					
Street (miles)	212	211	194	194	194
Streetlights	781	781	781	781	781
Traffic signals (City does not own)	7	7	7	7	7
<b>Culture and Recreation</b>					
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	4	8	8
Community Centers	1	1	1	1	1
Libraries	1	1	1	1	1
<b>Transit</b>					
Buses	11	11	11	7	7
Bus Stops	41	41	41	133	133
<b>Wastewater</b>					
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

Table 15

Fiscal Year				
2011	2010	2009	2008	2007
1	1	1	1	1
30	32	40	40	37
3	3	2	2	2
6	6	5	5	5
3	3	3	3	3
194	194	194	194	194
781	780	772	760	726
7	7	7	7	6
12	12	13	12	12
91	91	201	186	186
1	1	1	1	1
8	8	8	8	8
1	2	2	2	2
1	1	1	1	1
8	8	5	5	6
131	120	120	120	65
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