



**City of Maricopa, Arizona**  
**Annual Expenditure Limitation Report**  
June 30, 2016

**CITY OF MARICOPA, ARIZONA  
ANNUAL EXPENDITURE LIMITATION REPORT  
YEAR ENDED JUNE 30, 2016**

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**INDEPENDENT ACCOUNTANT'S REPORT**

The Auditor General of the State of Arizona and  
The Honorable Mayor and City Council  
of the City of Maricopa, Arizona

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

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

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

*Heinfeld, Meech & Co., P.C.*

Heinfeld, Meech & Co., P.C.  
Tucson, Arizona  
February 28, 2017

**CITY OF MARICOPA, ARIZONA  
ANNUAL EXPENDITURE LIMITATION REPORT - PART I  
YEAR ENDED JUNE 30, 2016**

|   |  |                              |
|---|--|------------------------------|
| 1. Economic Estimates Commission expenditure limitation   |  | <u>\$ 376,254,200</u>        |
| 2. Voter approved alternative limitation  |  | <u>-</u>                     |
| 3. Enter applicable amount from Line 1 or Line 2  |  | <u>\$ 376,254,200</u>        |
| 4. Amount subject to the expenditure limitation (total amount from Part II, Line C)   |  | <u>\$ 57,243,248</u>         |
| 5. Board-authorized expenditures necessitated by a disaster declared by the Governor [Article IX, §20(2)(a), Arizona Constitution]  |  | <u>-</u>                     |
| 6. Board-authorized expenditures necessitated by a disaster not declared by the Governor [Article IX, §20(2)(c), Arizona Constitution]  |  | <u>-</u>                     |
| 7. Prior-year voter approved expenditures to exceed the expenditure limitation for the reporting fiscal year [Article IX §20(2)(c), Arizona Constitution]   |  | <u>-</u>                     |
| 8. Subtotal   |  | <u>\$ 57,243,248</u>         |
| 9. Board-authorized excess expenditures for the previous fiscal year necessitated by a disaster not declared by the Governor and not approved by the voters [Article IX, §20(2)(b), Arizona Constitution] |  | <u>\$ -</u>                  |
| 10. Total adjusted amount subject to the expenditure limitation   |  | <u>\$ 57,243,248</u>         |
| 11. Amount under (in excess of) the expenditure limitation (If excess expenditures are reported, provide an explanation.)   |  | <u><u>\$ 319,010,952</u></u> |

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

Signature of Chief Fiscal Officer: *Brenda K. Hasler*

Name and Title: Brenda K. Hasler, CPA - Financial Services Director

Telephone Number: (520) 316-6853

Date: February 28, 2017

**CITY OF MARICOPA, ARIZONA  
ANNUAL EXPENDITURE LIMITATION REPORT - PART II  
YEAR ENDED JUNE 30, 2016**

| Description   | Governmental<br>Funds | Enterprise<br>Funds | Internal<br>Service<br>Funds | Fiduciary<br>Funds | Total         |
|---|-----------------------|---------------------|------------------------------|--------------------|---------------|
| A. Amounts reported on the Reconciliation, Line D   | \$ 57,243,248         | \$ -                | \$ -                         | \$ -               | \$ 57,243,248 |
| B. Less exclusions claimed:   |                       |                     |                              |                    |               |
| 1. Proceeds from other long-term obligations  | -                     | -                   | -                            | -                  | -             |
| Debt service requirements on other long-term obligations  | -                     | -                   | -                            | -                  | -             |
| 2. Dividends, interest, and gains on the sale or redemption of investment securities  | -                     | -                   | -                            | -                  | -             |
| 3. Trustee or custodian   | -                     | -                   | -                            | -                  | -             |
| 4. Grants and aid from the federal government   | -                     | -                   | -                            | -                  | -             |
| 5. Grants, aid, contributions, or gifts from a private agency, organization, individual except amounts received in lieu of taxes                      | -                     | -                   | -                            | -                  | -             |
| 6. Amounts received from the state  | -                     | -                   | -                            | -                  | -             |
| 7. Quasi-external fund transactions   | -                     | -                   | -                            | -                  | -             |
| 8. Amounts accumulated for the purchase of land, and the purchase or construction of buildings or improvements  | -                     | -                   | -                            | -                  | -             |
| 9. Highway user revenues in excess of those received in fiscal year 1979-80   | -                     | -                   | -                            | -                  | -             |
| 10. Contracts with other political subdivisions   | -                     | -                   | -                            | -                  | -             |
| 11. Refunds, reimbursements, and other recoveries   | -                     | -                   | -                            | -                  | -             |
| 12. Voter approved exclusions not identified above (attach resolution)  | -                     | -                   | -                            | -                  | -             |
| 13. Prior years carry forward   | -                     | -                   | -                            | -                  | -             |
| 14. Total exclusions claimed  | -                     | -                   | -                            | -                  | -             |
| C. Amounts subject to the expenditure limitation (If an individual fund category/ type amount is negative, reduce exclusions claimed to net to zero.) | \$ 57,243,248         | \$ -                | \$ -                         | \$ -               | \$ 57,243,248 |

**CITY OF MARICOPA, ARIZONA**  
**ANNUAL EXPENDITURE LIMITATION REPORT - RECONCILIATION**  
**YEAR ENDED JUNE 30, 2016**

| Description  | Governmental<br>Funds | Enterprise<br>Funds | Internal<br>Service<br>Funds | Fiduciary<br>Funds | Total                |
|--|-----------------------|---------------------|------------------------------|--------------------|----------------------|
| <b>A. Total</b>  |                       |                     |                              |                    |                      |
| Expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund-based financial statements | \$ 57,243,248         | \$ -                | \$ -                         | \$ -               | \$ 57,243,248        |
| <b>B. Subtractions</b>   |                       |                     |                              |                    |                      |
| 1. Items not requiring use of working capital  | -                     | -                   | -                            | -                  | -                    |
| 2. Expenditures of separate legal entities established under Arizona Revised Statutes  | -                     | -                   | -                            | -                  | -                    |
| 3. Contributions to fire districts   | -                     | -                   | -                            | -                  | -                    |
| 6. Present value of net minimum capital lease payments   | -                     | -                   | -                            | -                  | -                    |
| 7. Involuntary court judgments   | -                     | -                   | -                            | -                  | -                    |
| <b>5. Total subtractions</b>   | <b>\$ -</b>           | <b>\$ -</b>         | <b>\$ -</b>                  | <b>\$ -</b>        | <b>\$ -</b>          |
| <b>C. Additions:</b>   |                       |                     |                              |                    |                      |
| 1. Principal payments on long-term debt  | -                     | -                   | -                            | -                  | -                    |
| 2. Acquisition of capital assets   | -                     | -                   | -                            | -                  | -                    |
| 3. Claims paid in the current year but reported as expenses incurred but not reported in previous years  | -                     | -                   | -                            | -                  | -                    |
| 4. Landfill closure and post closure care costs recorded as expended in previous years   | -                     | -                   | -                            | -                  | -                    |
| <b>5. Total additions</b>  | <b>\$ -</b>           | <b>\$ -</b>         | <b>\$ -</b>                  | <b>\$ -</b>        | <b>\$ -</b>          |
| <b>D. Amounts reported on Part II, Line A</b>  | <b>\$ 57,243,248</b>  | <b>\$ -</b>         | <b>\$ -</b>                  | <b>\$ -</b>        | <b>\$ 57,243,248</b> |

**CITY OF MARICOPA, ARIZONA  
 NOTES TO ANNUAL EXPENDITURE LIMITATION REPORT  
 YEAR ENDED JUNE 30, 2016**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Annual Expenditure Limitation Report (AELR) is presented as prescribed by the *Uniform Expenditure Reporting System (UERS)*, as required by Arizona Revised Statutes §41-1279.07. The AELR which excludes expenditures, expenses, or deductions of certain revenues specified in the Arizona Constitution, Article IX, §20 from the total expenditures, expenses, or deductions reported in the fund financial statements.

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

**NOTE 2 – CARRYFORWARD SUMMARY**

The following excludable revenue items are being carried forward to a subsequent year.

|                                  | Investment<br>Income |
|----------------------------------|----------------------|
| Beginning carryforward exclusion | \$ 11,576,758        |
| Current year excludable revenue  | 771,820              |
| Total excludable revenue         | 12,348,578           |
| Exclusions used                  |                      |
| Ending carry forward exclusions  | \$ 12,348,578        |