



ANNUAL EXPENDITURE LIMITATION REPORT

Year Ended June 30, 2015



TOWN OF MARANA, ARIZONA
EXPENDITURE LIMITATION REPORT
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HENRY & HORNE, LLP
Certified Public Accountants

INDEPENDENT ACCOUNTANTS' REPORT

The Auditor General of the State of Arizona and
The Honorable Mayor and Town Council
of the Town of Marana, Arizona

We have examined the accompanying Annual Expenditure Limitation Report of Town of Marana, Arizona for the year ended June 30, 2015. This report is the responsibility of the Town's management. Our responsibility is to express an opinion on this report based on our examination.

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

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

Henry & Horne LLP

Casa Grande, Arizona
December 11, 2015

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TOWN OF MARANA, ARIZONA
ANNUAL EXPENDITURE LIMITATION REPORT-PART I
YEAR ENDED JUNE 30, 2015

1. Economic Estimates Commission expenditure limitation	\$ 15,483,813
2. Voter-approved alternative expenditure limitation (Approved May 21, 2013) See Note 1	<u>116,995,119</u>
3. Enter applicable amount from Line 1 or Line 2	<u>\$ 116,995,119</u>
4. Amount subject to the expenditure limitation (total amount from Part II, Line C)	<u>64,285,807</u>
5. Amount under the expenditure limitation	<u><u>\$ 52,709,312</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

Signature of Chief Fiscal Officer:



Name and Title:

Erik Montague, Finance Director

Telephone Number:

(520)382-1900

Date:

12/21/15

TOWN OF MARANA, ARIZONA
ANNUAL EXPENDITURE LIMITATION REPORT-PART II
YEAR ENDED JUNE 30, 2015

Description	Governmental Funds	Enterprise Funds
A. Amounts reported on the Reconciliation, Line D	\$ 54,716,391	\$ 6,142,007
B. Less exclusions claimed:		
1. Bond proceeds		
Debt service requirements on bonded indebtedness	-	-
Proceeds from other long-term obligations	-	-
Debt service requirements on other long-term	-	-
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, or individual, except amounts received in lieu of taxes	-	-
6. Amounts received from the State of Arizona	-	-
7. Quasi-external interfund 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 carryforward	-	-
14 Total exclusions claimed	<u>-</u>	<u>-</u>
C. Amounts subject to the expenditure limitation	<u>\$ 54,716,391</u>	<u>\$ 6,142,007</u>

TOWN OF MARANA, ARIZONA
ANNUAL EXPENDITURE LIMITATION REPORT-RECONCILIATION
YEAR ENDED JUNE 30, 2015

Description	Governmental Funds	Enterprise Funds
Total expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items		
A. reported within the fund financial statements	\$ 54,716,391	\$ 8,869,848
B. Deductions:		
1. Items not requiring use of working capital:		
Depreciation	-	4,420,409
Loss on disposal of capital assets	-	32,202
Bad debt expense	-	-
2. Expenditures of separate legal entities established under Arizona Revised Statutes	-	-
3. Present value of net minimum capital lease and installment purchase contract payments recorded as expenditures at inception of the agreements	-	-
4. Involuntary court judgments	-	-
5. Total subtractions	<u>-</u>	<u>4,452,611</u>
C. Additions:		
1. Principal payments on long-term debt	-	201,047
2. Acquisition of capital assets	-	1,523,723
3. Claims paid in the current year but reported as expenses incurred but not reported in previous years	-	-
4. Landfill closure and postclosure care costs paid in the current year but reported as expenses in previous years	-	-
5. Total additions	<u>-</u>	<u>1,724,770</u>
D. Amounts reported on Part II, Line A	<u>\$ 54,716,391</u>	<u>\$ 6,142,007</u>

<u>Internal Service Funds</u>	<u>Fiduciary Funds</u>	<u>Total</u>
\$ 3,427,409	\$ -	\$ 67,013,648
-	-	4,420,409
-	-	32,202
-	-	-
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>4,452,611</u>
-	-	201,047
-	-	1,523,723
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>1,724,770</u>
<u>\$ 3,427,409</u>	<u>\$ -</u>	<u>\$ 64,285,807</u>

TOWN OF MARANA, ARIZONA
ANNUAL EXPENDITURE LIMITATION REPORT
Year Ended June 30, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Annual Expenditure Limitation Report (AELR) is presented as prescribed by the Uniform Expenditure Reporting System (UERS), as required by Arizona Revised Statutes §41-1279.07, and in accordance with the voter-approved alternative expenditure limitation adopted May 21, 2013, as authorized by the Arizona Constitution, Article IX, §20 (9).

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

NOTE 2 RECONCILIATION DEDUCTIONS AND ADDITIONS

The deductions for depreciation and bad debt expense and the additions for principal payments and the acquisition of capital assets are all provided in the Statement of Revenues, Expenses, and Changes in Fund Net Position for the proprietary funds and the Statement of Cash Flows for the proprietary funds.

The addition of principal payments on long-term debt in the Enterprise Funds consists of \$201,047 paid on bonds and loans payable, during the current fiscal year. The addition for the acquisition of capital assets consists of \$1,523,723 paid for various capital assets in the Enterprise Funds.