

TOWN OF HUACHUCA CITY, ARIZONA
ANNUAL EXPENDITURE LIMITATION REPORT
JUNE 30, 2023
WITH REPORT OF
CERTIFIED PUBLIC ACCOUNTANTS

TOWN OF HUACHUCA CITY, ARIZONA
ANNUAL EXPENDITURE LIMITATION REPORT

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HINTONBURDICK
CPAs & ADVISORS

Independent Accountants' Report on AELR

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

We have examined the accompanying Annual Expenditure Limitation Report of the Town of Huachuca City, Arizona, for the year ended June 30, 2023. This report is the responsibility of the Town of Huachuca City, Arizona's management. Our responsibility is to express an opinion on this report based on our examination.

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

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

HintonBurdick, PLLC

HintonBurdick, PLLC
Gilbert, Arizona
August 23, 2024

TOWN OF HUACHUCA CITY, ARIZONA
Annual Expenditure Limitation Report – Part I
Year Ended June 30, 2023

1. Economic Estimates Commission expenditure limitation	N/A
2. Voter-approved alternative expenditure limitation (Approved June 25, 2020)	<u>7,797,167</u>
3. Enter applicable amount from line 1 or line 2	\$ 7,797,167
4. Amount subject to the expenditure limitation (total amount from Part II, Line C)	<u>5,106,163</u>
5. Amount under (in excess of) the expenditure limitation (If excess expenditures are reported, provide an explanation)	<u>\$ 2,691,004</u>

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

Signature of Chief Fiscal Officer: 

Name and Title: Brandy Thorpe

Telephone Number: (520) 456-1354 Date: 9/30/2024

See accompanying notes to report.

TOWN OF HUACHUCA CITY, ARIZONA
Annual Expenditure Limitation Report – Part II
Year Ended June 30, 2023

Description	Governmental Funds	Enterprise Funds	Total
A. Amounts reported on the Reconciliation Line D	<u>\$ 2,713,916</u>	<u>\$ 2,390,450</u>	<u>\$ 5,106,163</u>
B. Less exclusions claimed:			
14. Total exclusions claimed	<u>-</u>	<u>-</u>	<u>-</u>
C. Amount subject to the expenditure limitation (If an individual fund type amount is negative, reduce) exclusions claimed to net to zero.)	<u>\$ 2,713,916</u>	<u>\$ 2,390,450</u>	<u>\$ 5,106,163</u>
	<u>\$ 2,713,916</u>	<u>\$ 2,390,450</u>	<u>\$ 5,106,163</u>

See accompanying notes to report.

TOWN OF HUACHUCA CITY, ARIZONA
Annual Expenditure Limitation Report – Reconciliation
Year Ended June 30, 2023

Description	Governmental Funds	Enterprise Funds	Fiduciary Funds	Total
A. Total expenditures (and expenses) and applicable other financing uses reported within the financial statements	<u>\$ 2,713,916</u>	<u>\$ 2,648,859</u>	<u>\$ 1,797</u>	<u>\$ 5,364,572</u>
B. Subtractions:				
1. Items not requiring use of working capital:				
Depreciation	-	253,735	-	253,735
Landfill closure and postclosure care costs	-	180,559	-	180,559
5. Total subtractions	<u>-</u>	<u>434,294</u>	<u>-</u>	<u>434,294</u>
C. Additions:				
1. Principal payments on long-term debt	-	107,685	-	107,685
2. Acquisition of capital assets	-	68,200	-	68,200
4. Total additions	<u>-</u>	<u>175,885</u>	<u>-</u>	<u>175,885</u>
D. Amounts reported on Part II, Line A	<u>2,713,916</u>	<u>2,390,450</u>	<u>1,797</u>	<u>5,106,163</u>

See accompanying notes to report.

TOWN OF HUACHUCA CITY, ARIZONA
Notes to Annual Expenditure Limitation Report
Year Ended June 30, 2023

Note 1. Summary of Significant Accounting Policies

The Annual Expenditure Limitation Report (AELR) is presented on the basis of accounting 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 plan extended June 25, 2020 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 in part II and each deduction or addition in the Reconciliation that cannot be traced directly to an amount reported in the annual 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.

Note 2. Reconciliation

The addition of \$107,685 for principal payments on long-term debt in the Enterprise Funds consists of principal payments on notes payable as listed in the long-term debt footnote. The addition of \$68,200 for acquisition of capital assets consists of improvements in the water fund.

Note 3. Exclusions

Exclusions from local revenues, including those enumerated in the Constitution, may be taken against alternative expenditure limitations only if such exclusions are specifically identified in the resolution and the publicity pamphlet. The City's most current resolution does not specify any exclusions and therefore, no exclusions are reported within this document.