

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

**TOWN OF HUACHUCA CITY, ARIZONA**

**YEAR ENDED JUNE 30, 2016**

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Independent Accountants' Report

The Auditor General of the State of Arizona and  
The Honorable Mayor and Town Council  
of the 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, 2016. 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. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Annual Expenditure Limitation Report is in accordance with the criteria, in all material respects. An examination involves performing procedures to obtain evidence about the Annual Expenditure Limitation Report. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of the Annual Expenditure Limitation Report, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, the Annual Expenditure Limitation Report of the Town of Huachuca City, Arizona for the year ended June 30, 2016 is presented in accordance with the information prescribed by the uniform expenditure reporting system as described in Note 1, in all material respects.

This report is intended solely for the information and use of management and for filing with the Auditor General of the State of Arizona, and is not intended to be and should not be used by anyone other than these specified parties.

*BeachFleischman PC*

Tucson, Arizona  
April 27, 2017

**TOWN OF HUACHUCA CITY, ARIZONA**  
**ANNUAL EXPENDITURE LIMITATION REPORT – PART I**  
**YEAR ENDED JUNE 30, 2016**

1. Voter-approved alternative expenditure limitation (approved May 21, 2013)	\$ 11,735,000
2. Amount subject to the expenditure limitation (total amount from Part II, Line C)	<u>4,406,579</u>
3. Amount under the expenditure limitation	<u>\$ 7,328,421</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: Tammy J Mitchell

Name and Title: Tammy J Mitchell, Town Clerk

Telephone Number: 520-456-1356 Date: 4/27/2017

**TOWN OF HUACHUCA CITY, ARIZONA**  
**ANNUAL EXPENDITURE LIMITATION REPORT – PART II**  
**YEAR ENDED JUNE 30, 2016**

<u>Description</u>	<u>Governmental Funds</u>	<u>Enterprise Funds</u>	<u>Total</u>
A. Amounts reported on the Reconciliation, Line D	\$ 2,336,615	\$ 2,069,964	\$ 4,406,579
B. Less exclusions claimed:	<u>-</u>	<u>-</u>	<u>-</u>
C. Amount subject to the expenditure limitation	<u>\$ 2,336,615</u>	<u>\$ 2,069,964</u>	<u>\$ 4,406,579</u>

**TOWN OF HUACHUCA CITY, ARIZONA**  
**ANNUAL EXPENDITURE LIMITATION REPORT – RECONCILIATION**  
**YEAR ENDED JUNE 30, 2016**

<u>Description</u>	<u>Governmental Funds</u>	<u>Enterprise Funds</u>	<u>Total</u>
A. Total expenditures/expenses/deductions and applicable other financing uses, special items and extraordinary items reported in the basic financial statements	\$ 2,336,615	\$ 2,086,215	\$ 4,422,830
B. Subtractions:			
1. Items not requiring use of working capital			
Depreciation	-	260,189	260,189
Landfill closure and post closure care costs	-	16,237	16,237
Total subtractions	<u>-</u>	<u>276,426</u>	<u>276,426</u>
C. Additions:			
1. Principal payments on long-term debt	-	101,039	101,039
2. Acquisition of capital assets	-	159,136	159,136
Total additions	<u>-</u>	<u>260,175</u>	<u>260,175</u>
D. Amounts reported on Part II, Line A	<u>\$ 2,336,615</u>	<u>\$ 2,069,964</u>	<u>\$ 4,406,579</u>

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

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 adopted May 21, 2013, as authorized by the Arizona Constitution Article IX, §20(9).