

Town of Hayden, Arizona
Annual Expenditure Limitation Report
For the Year Ending June 30, 2019

❖ **Snyder & Butler, CPAs, PLLC**

**Town of Hayden, Arizona
Annual Expenditure Limitation Report
For the Year Ending June 30, 2019
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Independent Accountants' Report

The Auditor General of the State of Arizona

The Honorable Mayor and Town Council
of Hayden, Arizona

We have examined the accompanying annual budgeted expenditure limitation report of the Town of Hayden, Arizona for the year ended June 30, 2019, and the related notes to the report. The Town's management is responsible for presenting this report in accordance with the uniform expenditure reporting system as described in note 1. Our responsibility is to express an opinion on this report based on our examination.

We conducted our examination 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 this report is presented in accordance with the uniform expenditure reporting system in all material respects. An examination involves performing procedures to obtain evidence about the amounts and disclosures in the 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 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 budgeted expenditure limitation report referred to above is presented in accordance with the information prescribed by the uniform expenditure reporting system as described in note 1 in all material respects.



Tempe, Arizona
April 1, 2020

Town of Hayden, Arizona
Annual Expenditure Limitation Report-Part I
Year Ended June 30, 2019

1. Economic Estimates Commission expenditure limitation		
2. Voter-approved alternative expenditure limitation (Approved 9/19/16)	<u>\$ 8,750,000</u>	
3. Enter applicable amount from Line 1 or Line 2		<u>\$ 8,750,000</u>
4. Amount subject to the limitation (total amount from Part II, Line C)	<u>\$ 2,679,569</u>	
5. Amount under (in excess of) the expenditure limitation		<u>\$ 6,070,431</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 Financial Officer: *Laura E Romero*

Name and Title: Laura Romero, Town Clerk

Telephone Numb (520) 356-7801

Date: 4/1/2020

See Accompanying Notes.

Town of Hayden, Arizona
Annual Expenditure Limitation Report-Part II
Year Ended June 30, 2019

Description	Governmental <u>Funds</u>	Enterprise <u>Funds</u>	Fiduciary <u>Funds</u>	<u>Total</u>
A. Amounts reported on the Reconciliation, Line D	\$ 2,454,654	\$ 402,377	\$ 3,956	\$ 2,853,597
B. Less exclusions claimed:*				
C. Amounts subject to the expenditure limitation	<u>\$ 2,454,654</u>	<u>\$ 402,377</u>	<u>\$ 3,956</u>	<u>\$ 2,853,597</u>

* Exclusions are not applicable under state law because the Town's voters passed an Alternative Expenditure Limitation Proposition.

See Accompanying Notes.

Town of Hayden, Arizona
Annual Expenditure Limitation Report-Reconciliation
Year Ended June 30, 2019

Description	Governmental Funds	Enterprise Funds	Fiduciary Funds	Total
A.				
Total expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund financial statements	\$ 2,454,654	\$ 602,977	\$ 3,956	\$ 3,061,587
B. Subtractions:				
Items not requiring use of current financial resources:				
Depreciation		224,560		224,560
Pension expense	-	-		-
Total subtractions	<u>-</u>	<u>224,560</u>	<u>-</u>	<u>224,560</u>
C. Additions:				
Principal payments on long-term debt		7,390		7,390
Amounts paid in the current year but reported as expenses in previous years:				
Pension contributions		16,570		16,570
Total additions	<u>-</u>	<u>23,960</u>	<u>-</u>	<u>16,570</u>
D. Amounts reported on Part II, Line A	<u>\$ 2,454,654</u>	<u>\$ 402,377</u>	<u>\$ 3,956</u>	<u>\$ 2,853,597</u>

See Accompanying Notes.

Town of Hayden, Arizona
Notes to Annual Expenditure Limitation Report
Year Ended June 30, 2019

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 September 19, 2016, as authorized by the Arizona Constitution, Article IX, §20(9).

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; Statement of Revenues, Expenses, and Changes in Fund 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 - The addition of \$ 17,396 for pension contributions paid in the current year consists of the required pension contributions made to the Arizona State Retirement System from the Enterprise Funds. The Town did not have a recorded pension expense in the enterprise funds since the net change in pension liability was reported as pension revenue.

Note 3 - The addition of \$7,596 for principal payments on long-term debt in the Enterprise Funds consists of principal payments on the Municipal Water Corp liability.