



City of Yuma, Arizona

# Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2013





City of Yuma  
Arizona

# Comprehensive Annual Financial Report

For the Fiscal Year Ended  
June 30, 2013

Prepared by:

## Finance Department

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Director

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Accounting Manager

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Budget Manager

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Linda Johnson

Norma Sanchez  
Accountants

### *About the Cover:*

The City of Yuma's newest neighborhood fire station, Station No. 1, 353 South 3rd Avenue, had its Grand Opening on Wednesday June 26, 2013. A flag raising ceremony and dedication of the station to E.F. Sanguinetti was followed by an open house. The new station replaces the previous station opened on this site in 1958. Some of the architectural aspects of the building were drawn from the 2nd Avenue Grammar School which occupied the same site from 1908 until it was destroyed by fire in 1952. It is the fourth Fire Station No. 1 since the department was founded in 1900. The building is being named for Mr. E. F. Sanguinetti who was instrumental in organizing and equipping this first official fire company in the City of Yuma.

## CITY COUNCIL

Alan L. Krieger, Mayor  
Leslie L. McClendon, Deputy Mayor  
Cody Beeson  
Paul B. Johnson  
Bobbi Lewis  
Jerry Stuart  
Edward C. Thomas

## City Administration

Gregory K. Wilkinson  
City Administrator

## City Departments

City Attorney  
Steven W. Moore

City Clerk  
Lynda L. Bushong

Community Development  
Laurie L. Lineberry

Finance  
Donald (Pat) Wicks

Fire Department  
Jack McArthur, Chief

Human Resources  
Jack Dodd

Information Technology  
Laura S. Neinast

Municipal Court  
Douglas S. Stanley, Judge

Parks and Recreation  
Rebecca J. Chavez

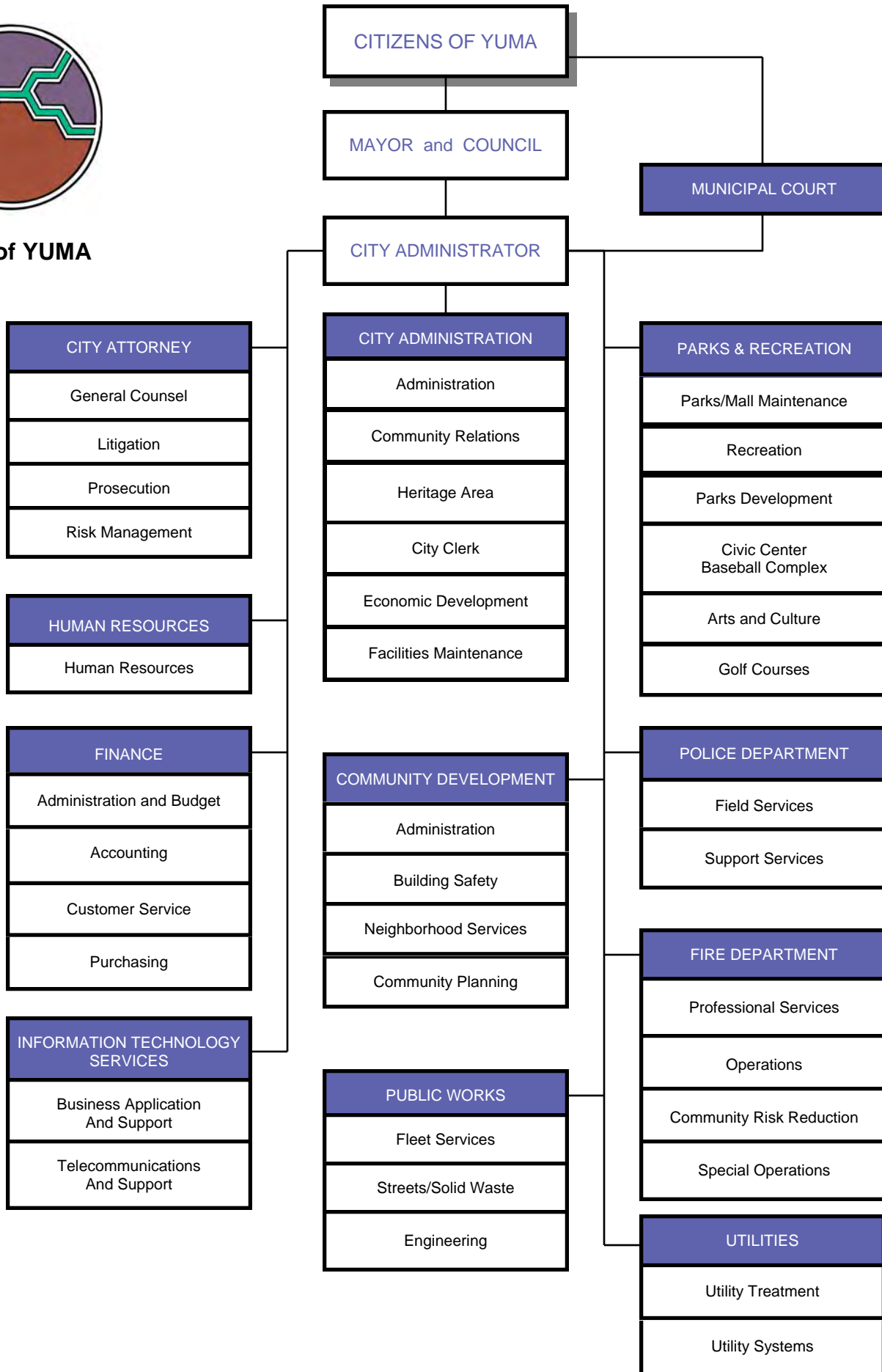
Police Department  
John J. Lekan, Chief

Public Works  
Joel Olea

Utilities  
Jay Simonton



**City of YUMA**



**CITY ATTORNEY**

- General Counsel
- Litigation
- Prosecution
- Risk Management

**HUMAN RESOURCES**

- Human Resources

**FINANCE**

- Administration and Budget
- Accounting
- Customer Service
- Purchasing

**INFORMATION TECHNOLOGY SERVICES**

- Business Application And Support
- Telecommunications And Support

**CITY ADMINISTRATION**

- Administration
- Community Relations
- Heritage Area
- City Clerk
- Economic Development
- Facilities Maintenance

**COMMUNITY DEVELOPMENT**

- Administration
- Building Safety
- Neighborhood Services
- Community Planning

**PUBLIC WORKS**

- Fleet Services
- Streets/Solid Waste
- Engineering

**MUNICIPAL COURT**

**PARKS & RECREATION**

- Parks/Mall Maintenance
- Recreation
- Parks Development
- Civic Center Baseball Complex
- Arts and Culture
- Golf Courses

**POLICE DEPARTMENT**

- Field Services
- Support Services

**FIRE DEPARTMENT**

- Professional Services
- Operations
- Community Risk Reduction
- Special Operations

**UTILITIES**

- Utility Treatment
- Utility Systems

**City of Yuma, Arizona**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**For the Year Ended June 30, 2013**

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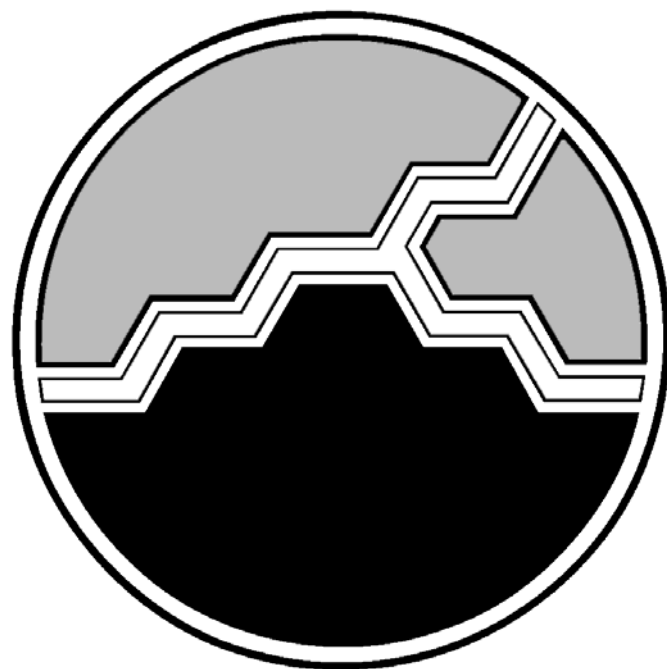
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# INTRODUCTORY SECTION







**FINANCE DEPARTMENT**  
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Yuma, Arizona 85364-1436  
(928) 373-5087  
Fax: (928) 373-5084

## City of YUMA

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October 18, 2013

To the Citizens, Honorable Mayor and City Council,  
and City Administrator

The Finance Department is pleased to present the Comprehensive Annual Financial Report (CAFR) of the City of Yuma, Arizona for the fiscal year ended June 30, 2013. The report includes the independent auditors' report as required by City Charter Article XIII, Section 12, and by Arizona Revised Statutes, Section 9-481. The report is prepared in conformity with generally accepted accounting principles and standards set forth by the Governmental Accounting Standards Board (GASB).

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including disclosures, rests with the City. Management of the City is responsible for establishing and maintaining internal controls to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles as they apply to governmental units. Internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived; and, 2) the calculation of costs and benefits requires estimates and judgments by management. To the best of our knowledge and belief, the enclosed data is accurate, in all material respects, and is reported in a manner designed to present fairly the financial position and results of operations as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Heinfeld, Meech & Co., P.C., a public accounting firm fully licensed and qualified to perform audits of local governments within the State of Arizona, have audited the City's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Yuma, Arizona for the fiscal year ended June 30, 2013, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that the City of Yuma's financial statements for the fiscal year ended June 30, 2013, are fairly presented in conformity with accounting principles generally accepted in the United States. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated "Single Audit" designed to meet the special needs of Federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of Federal awards. These reports are available in the City's separately issued Single Audit Reporting Package.

This report has been prepared using the financial reporting requirements as outlined in GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. This standard requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of *Management’s Discussion and Analysis (MD&A)*. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the independent auditors’ report.

## PROFILE OF THE CITY OF YUMA

The City of Yuma was incorporated in 1914 and adopted its first charter in June of that year. Yuma is the economic hub and county seat of Yuma County. The City is located along the Colorado River in southwestern Arizona and is equidistant from the major population centers of Phoenix, Arizona and San Diego, California.

The City operates under a council-manager form of government. The City Council consists of six members elected at large for staggered four-year terms. The elected Mayor is the seventh voting member of council, who, along with the remaining council members is elected on a non-partisan basis. The City Council is responsible for passing ordinances, adopting the budget, appointing members of commissions and hiring the City Administrator. The City Administrator carries out the policies and ordinances of the City Council, oversees the day-to-day operations of the City and appoints the various department heads.

The City provides a full range of municipal services. These include public safety (police, fire and municipal court), street construction and maintenance, water and wastewater utility services, sanitation and residential refuse collection, parks, recreation and culture, planning and zoning, and general administrative and support services.

This CAFR includes the financial activity of the primary government, which includes several enterprise activities, as well as its blended component units. Component units are legally separate units for which the primary government is financially accountable. Blended component units, while legally separate, are part of the City’s operations and are combined within the report. The Yuma Municipal Property Corporation and the City of Yuma Employee Benefits Trust have been included in the reporting entity. Conversely, the report does not include the City of Yuma Housing Authority as the City is not financially accountable for the authority, nor does the City directly or indirectly rely upon or benefit from the financial activity of the authority.

## ECONOMIC CONDITION AND OUTLOOK

**Industrial Expansion.** Yuma’s economy is based primarily in agriculture, tourism and government, although further diversification continues. Agriculture remains the Yuma area’s dominant industry, producing more than \$1 billion in revenues annually<sup>1</sup>. Several major agricultural companies maintain operations here. Their chief consumer products of packaged produce and salad mixes continue to be popular products for today’s convenience-minded customers. The Yuma area’s stable allocation of Colorado River water will assure that agriculture remains the foundation of Yuma’s economy.

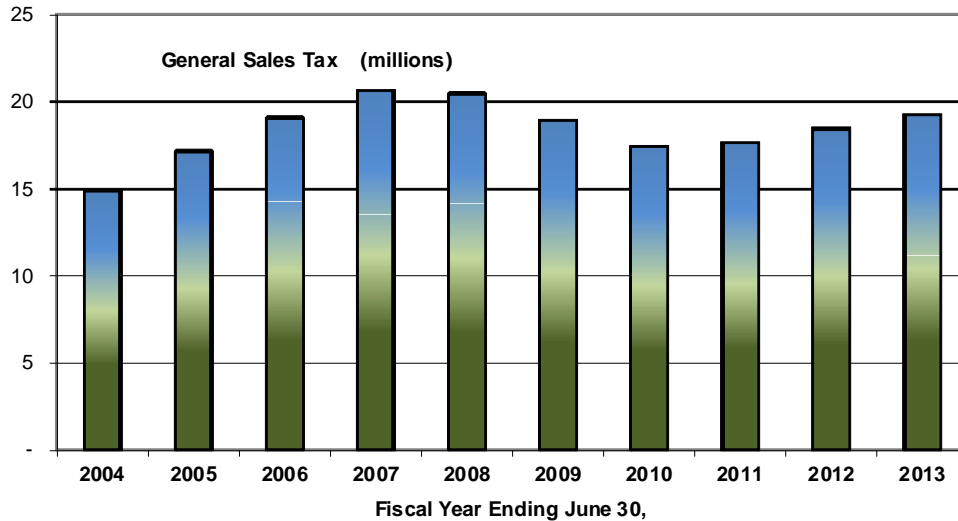
The United States Marine Corps Air Station (MCAS) and United States Army Yuma Proving Ground (YPG) help provide economic stability. These two installations continue to be cornerstones in the military’s flight training and equipment testing programs. Both should survive any continued base closure efforts by the federal government. In fact, both installations are enjoying new construction and expansion to meet their needs into the 21<sup>st</sup> century. MCAS is the home of one of the first squadrons of the new Joint Strike Fighter, the new generation aircraft being adopted by all military services.

Although manufacturing currently accounts for less than 10% of countywide employment, the City’s partnership with the Greater Yuma Economic Development Corporation continues to attract attention to the area. Several companies have located or expanded operations in Yuma in recent years.

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<sup>1</sup> Source: Greater Yuma Economic Development Corporation

**Economic Growth.** Yuma’s most reliable indicator of the condition of its economy is sales tax. The graph below reflects the last ten years of data. General sales tax saw an increase of 4.2% for fiscal year 2013. Tax data show that construction, an important segment of the sales tax measure, equaled the pace set in 2012, largely due to sizeable construction projects at Marine Corps Air Station-Yuma (MCAS) and the new Federal courthouse downtown. Projects at MCAS will continue into 2014 to be joined by major construction at Yuma Regional Medical Center. Overall, sales taxes are anticipated conservatively to grow 3% for fiscal year 2014.



Yuma has continued as a regional retail and services center during 2013. The retail classification of the sales tax showed a 4.9% increase, showing that retail sales continue to be relatively strong.

**Tourism.** Yuma has enjoyed an influx of seasonal residents for decades. Visitors from throughout the United States and Canada continue to call Yuma their winter home. This contributes to the strengthening of sales tax collections.

**LONG-TERM FINANCIAL PLANNING**

**Yuma Crossing National Heritage Area.** Plans to restore, preserve and interpret the Yuma Crossing National Heritage area began more than thirty years ago and work continued throughout 2013. The goal is to gain full economic and recreational benefit from the Colorado River for the Yuma area. The river, once the primary reason for Yuma’s existence, was ignored for years as community growth and new development moved away from the riverfront. Awareness of the river’s importance has re-emerged, culminating in the establishment of the Yuma Crossing National Heritage Area in 2000, the first such National Heritage Area west of the Mississippi River.

During fiscal year 2013, city and Federal funds combined to manage and improve both the West and East Wetlands to restore natural vegetation and wildlife habitat, and improve recreational opportunities for area residents. The City will also continue its focus in developing historic and cultural activities in these areas as these are so important in meeting the Council’s goals in enriching the area’s cultural attributes. Progress in providing opportunities for local residents and in attracting employers to the area to diversify the economy is dependent on continuing these plans.

**Downtown redevelopment.** Revitalization of the downtown area is a vital component of management of the Heritage Area. The new hotel and conference center are cornerstones of the public/private partnership that is developing the river area. The recent completion of the Judge John M. Roll U.S. Courthouse will add to the economic vitality of the area.

## FINANCIAL INFORMATION

**Budgetary Controls.** The annual budget serves as the foundation for City financial planning and control. The City maintains budgetary controls with the objectives to ensure compliance with legal provisions embodied in the annual appropriated budget, approved by the City Council. Activities of the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Fund, Enterprise Funds, and three of the City's Internal Service Funds are included in the annual appropriated budget. As with the governmental funds, the City's proprietary funds are presented on a current financial resources basis to account for capital and debt-related expenditures. The City maintains an encumbrance accounting system as one technique of accomplishing budgetary controls. Encumbered amounts lapse at year-end. However, encumbrances generally are re-appropriated as part of the following year's budget. As demonstrated by the budgetary schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management. In addition to budgetary schedules, Note I-D in the Notes to the Financial Statements beginning on page 33 describes in detail the budget process used by the City.

## AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ended June 30, 2012. This is the thirty first consecutive year the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized comprehensive annual financial report. The report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another award.

I wish to express my sincere thanks to the employees of the Accounting Division for their dedicated service in preparing this report. Their work, along with those services provided by other members of the Finance Department, has made this report possible. The cooperation and assistance of the accounting firm of Heinfeld, Meech & Co., P.C., also contributed significantly to its production. Finally, I wish to thank the Mayor and Council, City Administrator, and the City Staff for their continued support.

Respectfully submitted,



Donald (Pat) Wicks, CPA  
Finance Director



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

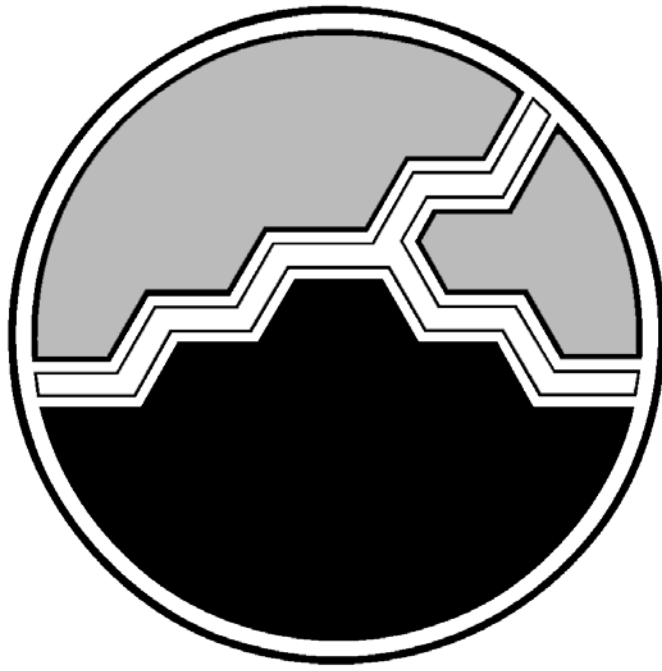
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**City of Yuma  
Arizona**

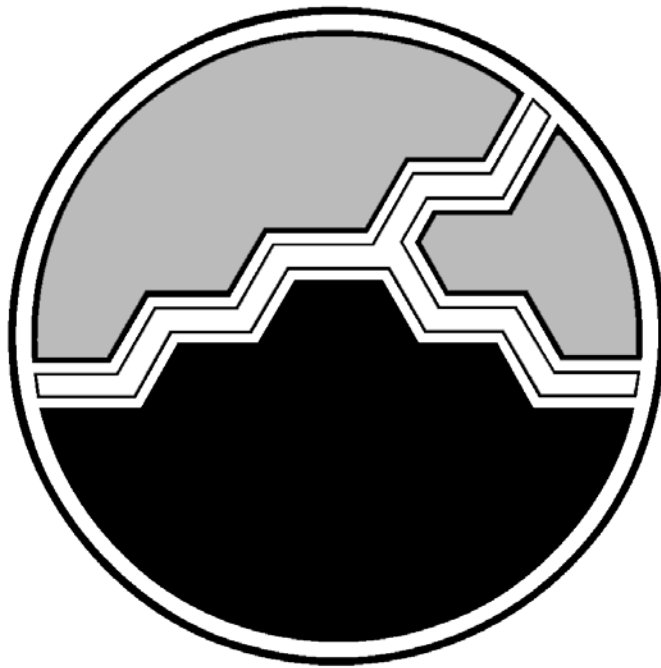
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2012**

Executive Director/CEO



# **FINANCIAL SECTION**





## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the City Council  
City of Yuma, Arizona

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Yuma, Arizona (the City), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Yuma, Arizona, as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### ***Change in Accounting Principle***

As described in Note 1, the City implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, for the year ended June 30, 2013, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 15 and pension and budgetary comparison information on pages 56 through 61 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated October 18, 2013, on our consideration of City of Yuma, Arizona's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Yuma, Arizona's internal control over financial reporting and compliance.



HEINFELD, MEECH & CO., P.C.  
CPAs and Business Consultants

October 18, 2013

# MANAGEMENT'S DISCUSSION AND ANALYSIS

## (Required Supplementary Information)

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As management of the City of Yuma, we offer readers of the City of Yuma's financial statements this narrative overview and analysis of the financial activities of the City of Yuma for the fiscal year ended June 30, 2013. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal in the introductory section of this report.

### FINANCIAL HIGHLIGHTS

- On a government-wide basis, the City's net position grew by \$5.0 million for the fiscal year, governmental activities increased \$3.3 million while business-type activities of the City increased \$1.7 million.
- The City's government-wide net position totaled \$485.6 million at June 30, 2013. Of this amount, \$82.6 million is available (unrestricted) to finance ongoing programs, \$39.1 million in governmental programs and \$43.5 million in business activities.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City of Yuma's basic financial statements. The City of Yuma's basic financial statements comprise three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of the City of Yuma's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (uncollected taxes and earned but unused vacation leave are two examples).

Both of the government-wide financial statements distinguish functions of the City of Yuma that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, streets, environmental health and protection, community design and development and parks, recreation and culture. The business-type activities of the City include water, wastewater, solid waste, radio communications and golf course operations.

The government-wide financial statements can be found on pages 20-21 of this report.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Yuma, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

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**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains eleven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the three funds considered to be major funds. Data from the other eight governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements beginning on page 66.

**Major Governmental Funds:**

General  
City Road Tax  
Debt Service

**Nonmajor Governmental Funds:**

Community Redevelopment  
Capital Projects

**Nonmajor Governmental Funds continued:**

Local Transportation Assistance  
Public Safety Tax  
Highway User Revenue  
Grants  
Two Percent Tax  
Yuma Mall Maintenance

The City adopts annual appropriated budgets for all of its governmental funds. Budgetary comparison statements have been provided to demonstrate compliance with these budgets. The basic governmental fund financial statements can be found starting on page 24 of this report.

**Proprietary funds.** The City of Yuma maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Yuma uses enterprise funds to account for its Water, Sewer, and Solid Waste Authority and for its Radio Communications and golf courses. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City of Yuma uses internal service funds to account for its equipment replacement and maintenance programs, liability insurance, and for its workers compensation and employee health insurance. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

**Major Enterprise Funds:**

Water Fund  
Wastewater Fund

**Nonmajor Enterprise Funds:**

Solid Waste  
Radio Communications  
Desert Hills Golf Courses

**Nonmajor Internal Service Funds:**

Equipment Replacement  
Equipment Maintenance  
Insurance Reserve  
Employee Benefits Trust  
Workers Compensation

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements group major and nonmajor proprietary funds in a manner similar to governmental fund statements. Conversely, the internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements, beginning on page 90.

The City adopts annual appropriated budgets for all of its proprietary funds with the exception of two internal service funds: Employee Benefits Trust and Workers Compensation. Budgetary comparison statements for the remaining proprietary funds are included within the report to demonstrate compliance with these budgets.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The basic proprietary fund financial statements can be found on pages 28-30 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 31 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City of Yuma's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found starting on page 56 of this report.

The combining statements referred to earlier in connection with nonmajor governmental, proprietary and internal service funds are presented immediately following the required supplementary information on pensions and budgets. Combining and individual fund statements and schedules can be found starting on page 66.

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

**Statement of Net Position.** As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Yuma, assets exceeded liabilities by \$485.6 million at the close of the fiscal year.

Net Position:	Governmental Activities		Business-type Activities		Total	
	June 30,					
	2012		2012		2012	
(millions)	2013	As restated	2013	As restated	2013	As restated
Current and other assets	\$ 92.1	\$ 96.8	\$ 73.2	\$ 68.2	\$ 165.3	\$ 165.0
Capital assets	316.0	317.4	321.9	334.3	637.9	651.7
Total assets	408.1	414.2	395.1	402.5	803.2	816.7
Long-term liabilities outstanding	122.3	130.3	173.7	183.1	296.0	313.4
Other liabilities	15.9	17.3	5.7	5.4	21.6	22.7
Total liabilities	138.2	147.6	179.4	188.5	317.6	336.1
Net position:						
Net Investment in capital assets	208.4	205.9	163.2	167.8	371.6	373.7
Restricted	22.4	24.8	9.0	7.4	31.4	32.2
Unrestricted	39.1	35.9	43.5	38.8	82.6	74.7
Total net position	\$ 269.9	\$ 266.6	\$ 215.7	\$ 214.0	\$ 485.6	\$ 480.6

The largest portion of the City of Yuma's net position reflects its investment in capital assets (e.g., land, buildings, machinery), less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to pay these liabilities. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position, including the City as a whole, as well as for its separate governmental and business-type activities. The same held true for the previous fiscal year. Net position rose to \$485.6 million, up \$5.0 million from the prior year. Governmental activities increased \$3.3 million while business-type activities increased \$1.7 million. Most of the increase would be attributable to a reduction in debt service as the Net Investment in capital assets is net of related debt. Capital asset acquisitions were lower than the depreciation expense this year attributing to the decrease in Capital assets in both governmental and business-type activities. Unrestricted net position are those assets available to finance programs in the upcoming fiscal year and would increase when the portion of taxes and other revenues exceed operating expenses but are not invested in capital assets.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

**Statement of Activities.** Already noted was the statement of activities' purpose in presenting information in how the government's net position changed during the most recent fiscal year. A chart of changes in net position follows.

Changes in Net Position Fiscal Year Ended June 30,  (millions)	Governmental activities		Business-type activities		Total	
	2013	2012	2013	2012	2013	2012
		As restated		As restated		As restated
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 12.4	\$ 8.2	\$ 43.6	\$ 41.6	\$ 56.0	\$ 49.8
Operating grants and contributions	4.0	2.4	-	1.5	4.0	3.9
Capital grants and contributions	1.7	17.9	7.8	10.3	9.5	28.2
General revenues:						
Property taxes	9.5	10.1	-	-	9.5	10.1
Sales taxes	37.6	36.3	-	-	37.6	36.3
Franchise taxes	3.0	3.1	-	-	3.0	3.1
Intergovernmental, unrestricted	26.0	23.9	-	-	26.0	23.9
Unrestricted investment earnings	0.8	0.9	-	0.1	0.8	1.0
<b>Total revenues</b>	<b>95.0</b>	<b>102.8</b>	<b>51.4</b>	<b>53.5</b>	<b>146.4</b>	<b>156.3</b>
<b>Expenses:</b>						
General government	10.3	12.5	-	-	10.3	12.5
Public safety	43.0	39.9	-	-	43.0	39.9
Streets	15.0	12.8	-	-	15.0	12.8
Parks, recreation and culture	12.8	14.2	-	-	12.8	14.2
Environmental health and protection	0.2	0.4	-	-	0.2	0.4
Community design and development	5.1	4.5	-	-	5.1	4.5
Interest on long-term debt	5.2	5.5	-	-	5.2	5.5
Water	-	-	23.2	23.4	23.2	23.4
Wastewater	-	-	16.2	16.2	16.2	16.2
Solid Waste	-	-	3.2	2.9	3.2	2.9
Radio Communications	-	-	4.7	2.2	4.7	2.2
Golf courses	-	-	2.5	2.4	2.5	2.4
<b>Total expenses</b>	<b>91.6</b>	<b>89.8</b>	<b>49.8</b>	<b>47.1</b>	<b>141.4</b>	<b>136.9</b>
Transfers	(0.1)	0.1	0.1	0.1	-	0.2
<b>Change in net position</b>	<b>\$ 3.3</b>	<b>\$ 13.1</b>	<b>\$ 1.7</b>	<b>\$ 6.5</b>	<b>\$ 5.0</b>	<b>\$ 19.6</b>

For the fiscal year, net position increased \$5.0 million, with \$3.3 of the increase coming from governmental activities. The increase in assets in governmental activities is related in great part to construction of capital assets, rather than accumulation of cash or other liquid assets. The reader should remember that the basis of accounting used in the government-wide statement of activities excludes capital expenditures while its revenues include general taxes whose primary purpose is for the construction of those very assets or their related debt service (i.e., public safety or road sales taxes).

# MANAGEMENT'S DISCUSSION AND ANALYSIS

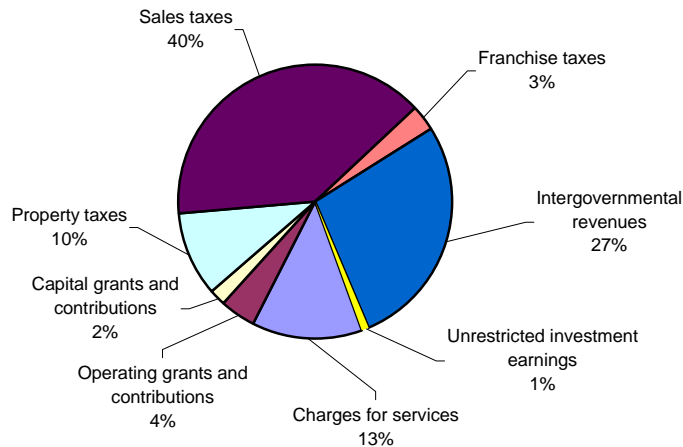
## Governmental Activities

### Revenues

Governmental activities revenues totaled \$95.0 million for fiscal year 2013, down from 2012, mostly in capital grants and contributions. Local sales taxes remain the largest revenue source for the City and are comprised of the 1% general sales tax along with a .5% road tax and a .2% public safety tax. State-shared revenues are the City's second largest revenue source. State-shared revenues include state sales tax, urban revenue sharing (income tax), auto in-lieu tax and highway user funds (gas tax). Sales taxes and state shared revenues account for 67% of governmental revenues for the year. Capital grants and contributions, the third segment of governmental activities revenues, include donations and capital asset contributions. Charges for services count building permits and inspections, fines, recreation fees, police services and civic center rental fees among its largest sources. The charges for services category amounts to 13% of governmental revenues. Property taxes represent 10% of governmental revenues. The large majority of property taxes are levied for general purposes with a small levy for downtown mall maintenance. No property taxes are levied for debt service. Various grants and contributions and franchise taxes account for most of the remaining governmental revenues. Some of the more significant changes in governmental activities revenues are noted:

- Sales taxes increased 3.6% from 2012 as the economy continues to improve.
- Capital grants and contributions decreased \$16.2 million or 91% due primarily to a one-time contribution in FY2012 of \$12.7 million from the Arizona Department of Transportation (ADOT). In addition many grants completed in FY2012.
- Intergovernmental revenues increased \$2.1 million or 8.8%. State-shared income taxes increased 21.0% from 2012, as anticipated, while state-shared gas tax increased a slight 2.8%. State-shared sales taxes increased by 4.5% because of the state's improving economic output.
- Charges for services increased by \$4.2 million (51.2%) primarily from the new Ambulance Service being active for a full year.
- Property taxes decreased 5.9% to \$9.5 million as the City Council opted not to increase the property tax rate to offset a decline in assessed valuation.

Revenues-  
Governmental Activities

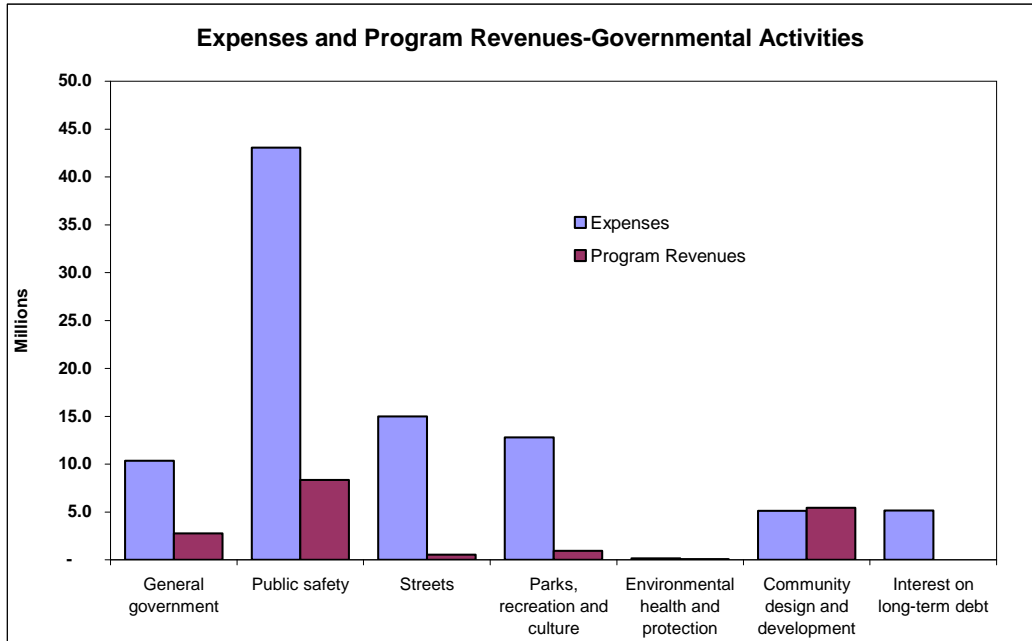


### Expenses

Governmental expenses totaled \$91.6 million for the fiscal year. Of the expenses, 46.9% or \$43 million is related to public safety for police, fire and municipal court services. Parks, recreation and culture expenses amounted to \$12.8 million, or 13.9% and environmental health and protection was \$0.2 million, 0.2%, while streets and community design and development expenses amounted to 16.4% and 5.6% respectively. General government expenses came to \$10.3 million, or 11.2%. Interest on long-term debt was \$5.2 million, or 5.7% of governmental expenses. Overall, governmental activities expenses increased \$1.8 million over 2012, led by an increase in

**MANAGEMENT’S DISCUSSION AND ANALYSIS**

Public Safety expenditures of \$3.1 million, mainly due to the City’s assumption of ambulance services in the Fire Department.



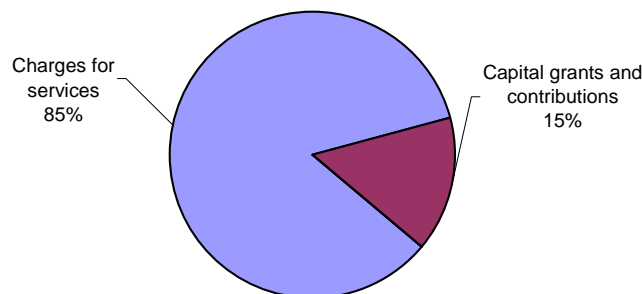
The chart above compares governmental activities with their respective program revenues, if any. Because the ultimate beneficiary of services of these types is often difficult to ascertain or the services apply to a broad spectrum of users (such as in fire protection), user fees are not created and general revenues provide the funding support for most of these services. Moreover, where ultimate users of the services are determinable, program revenues may generate only a portion of the funding, such as in recreation programs.

**Business-type activities**

Revenues

General revenues do not support the City’s business-type activities; thus, the largest source of revenues comes from charges for services. Of the \$43.6 million in charges for services, 83.5% comes from the City’s two utility operations, water and wastewater. The remaining charges are from solid waste, radio communications and the City’s two golf courses, Desert Hills and Desert Hills Par 3. The \$7.8 million in contributions are payments for capacity charges, development fees, and constructed additions to the City’s water and wastewater infrastructure by subdivision and other developers as well as grant funds for the radio communications fund. Finally, investment earnings make up less than 0.5% of revenues for the City’s business activities.

**Revenues-Business-type Activities**

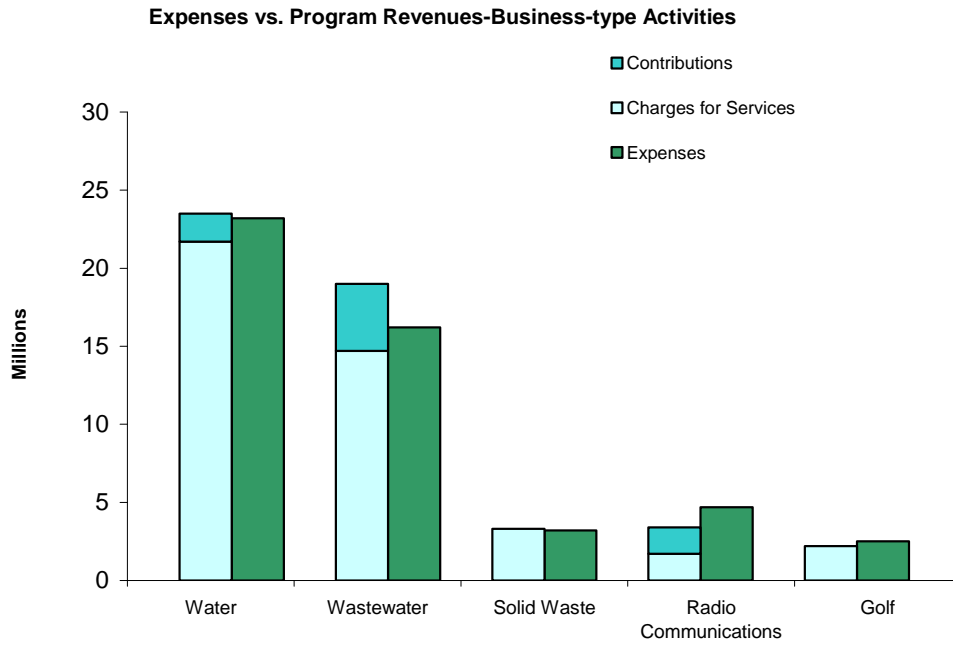




## MANAGEMENT'S DISCUSSION AND ANALYSIS

### Expenses

Water and wastewater services account for 79.3% of the City's business-type activities with solid waste and golf courses making up the remaining 20.7%. Water expenses amounted to \$23.2 million while wastewater expenses totaled \$16.2 million. Solid Waste, Radio Communications, and Desert Hills Golf Courses recorded expenses of \$3.2 million, \$4.7 million and \$2.5 million, respectively, for a total of \$10.4 million.



Because the City's business-type activities are supported by user charges, the chart above shows more reliance on program revenues. Moreover, for both water and wastewater, program revenues include capacity charges for new service and developer additions to the utility infrastructure.

### FINANCIAL ANALYSIS OF THE CITY'S FUNDS

**Governmental funds.** The combined fund balances of governmental funds for the fiscal year ended June 30, 2013, is \$49.5 million, a decrease from 2012 of \$4.7 million. A review of some of the more significant funds follows.

#### General Fund

The fund balance of the General Fund increased by \$1.3 million for the fiscal year. Revenues increased by \$6.0 million. Sales taxes, the city's largest source of General Fund revenues, increased \$0.8 million (4.2%) to \$19.2 million as the local economy continues to improve after the recession. State-shared income taxes showed an increase of 21.0%, as anticipated, up \$1.7 million to \$9.5 million, while state-shared vehicle registration tax (auto lieu tax) decreased 5.1% to \$2.9 million due to a census recalculation from 2010. State-shared sales taxes, on the other hand, increased \$0.3 million or 4.5%. Total expenditures increased \$2.9 million, or 5.4%, to \$57.2 million. Most of the increase occurred in General Government and in Public Safety expenditures. General Government expenditures rose as a result of new city-wide Information Technology projects. Public Safety expenditures increased in part due to the City operating ambulance services for a full year.

#### City Road Tax Fund

This fund accounts for the one-half cent sales tax for use on the City's roadways in conjunction with HURF. The fund balance grew by \$1.6 million for the year. In the same manner as general sales tax in the General Fund, sales taxes increased in 2013 to \$9.6 million. Operational expenditures decreased from 2012, as the fund had fewer capital improvement projects during the year.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

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### Debt Service

Debt Service Fund expenditures remained at \$13.5 million per debt retirement schedules. Fund balance reflects debt service reserves accumulated in accordance with the development agreement for the Yuma Palms regional center.

### Highway User Revenue Fund (HURF)

This fund, which accounts for the expenditure of state-shared gasoline taxes, showed a decrease in fund balance of \$0.3 million for the year. The City's portion of those taxes increased by 2.8% for the fiscal year to \$5.9 million. All maintenance expenditures for streets and retention basins are made in the HURF Fund. Expenditures remained steady from 2012 at \$6.0 million.

### Grants Fund

The City continues to receive much needed assistance from both the state and federal levels. During 2013, revenues decreased to \$3.5 million, due principally to reclassifying radio communication grants to the new Radio Communication Enterprise Fund. Again this year, Homeland Security was the primary source of grants, funding the Operation Stone Garden with continued Bureau of Reclamation funding for the Yuma Heritage Area.

### Community Redevelopment Fund

The City continued to utilize, in part, its Community Development Block Grant funding for eligible street infrastructure improvements and for affordable housing rehabilitation, and its U.S. Department of Housing and Urban Development Home Grant Programs to help with housing rehabilitation in the Yuma High revitalization area. Community Development Block Grant revenues increased to \$1.2 million for 2013.

### Capital Projects Fund

The Capital Projects Fund's fund balance dropped to \$15.5 million this year as the city continued to expend the proceeds of the 2007 bond sale. Capital expenditures decreased in 2013 to \$8.2 million.

**Proprietary funds.** The City's enterprise funds posted an overall increase in net position of \$1.7 million for the fiscal year ended June 30, 2013. Results were mixed between the various funds with the Water, Wastewater, and Solid Waste Funds posting increases in net position while the Radio Communications and Desert Hills Golf Course Funds showed the reverse.

### Water Enterprise Fund

Operating revenues for the Water Fund increased by \$0.6 million or 2.7% for the year ending June 30, 2013. Operating expenses increased by 2.3% with attendant improvements coming on line. With these changes, operating income rose 4.9% to \$3.4 million. Capital contributions, increasing to \$1.8 million, increased the fund's net position by \$92,918.

### Wastewater Enterprise Fund

The Wastewater Fund operating revenues increased 1.1% from fiscal 2012. Rate-based charges increased 2.0% to \$12.9 million. Operating expenses increased by 2% with income from operations decreasing to \$0.6 million. Capital contributions decreased by some \$3.9 million mostly due to the decrease of capacity charges for the Avenue B to C Colonia improvement district. Capital contributions led to the fund's net position increase of \$2.8 million.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### Radio Communications

With the reclassification of the Radio Communications fund to an enterprise fund, federal grants for the Yuma Regional Communications System were classified in the fund. This includes intergovernmental revenues and expenses of \$1.7 million. Operating revenues increased 22.9% to \$1.7 million due to other agencies purchasing more communication products through the YRCS. Operating expenses increased 480% to \$3.1 million, with the fund's net position decreasing to \$3.3 million.

### GENERAL FUND BUDGETARY HIGHLIGHTS

A detailed budgetary comparison schedule for the fiscal year ended June 30, 2013, can be found starting on page 57. A summary of that schedule follows:

	Budget		Actual	Variance with Final
	Original	Final		
<b>Revenues and Transfers In</b>				
Taxes	\$ 31,793,201	\$ 31,793,201	\$ 32,039,602	\$ 246,401
Intergovernmental	19,755,425	19,755,425	20,093,119	337,694
Other	5,434,455	5,434,455	9,058,512	3,624,057
Transfers In	557,323	557,323	503,084	(54,239)
<b>Total</b>	<b>57,540,404</b>	<b>57,540,404</b>	<b>61,694,317</b>	<b>4,153,913</b>
<b>Expenditures and Transfers Out</b>				
Expenditures	57,014,838	57,014,838	57,194,134	(179,296)
Transfers Out	4,462,813	4,462,813	3,241,211	1,221,602
<b>Total</b>	<b>61,477,651</b>	<b>61,477,651</b>	<b>60,435,345</b>	<b>1,042,306</b>
<b>Change in Fund Balance</b>	<b>\$ (3,937,247)</b>	<b>\$ (3,937,247)</b>	<b>\$ 1,258,972</b>	<b>\$ 5,196,219</b>

General Fund revenues and transfers ended the year \$4.2 million over expectations. Ambulance transport accounted for \$2.8 million of this as this was the first full year of transport so we were conservative in our budget. Building permits and fees accounted for \$0.7 million as construction increased more than anticipated. The important revenue sources of city and state sales taxes increased by 3.6% and 4.5%, respectively.

Expenditures for the fund came in at \$0.2 million over budget due to the ambulance transport being operational for a full year. There were sufficient ambulance revenues received to offset this budget deficit as mentioned above. General Government, Parks and Recreation, and Community Development showed savings of \$0.5 million, \$0.3 million, and \$0.2 million respectfully. Savings in budget occurred in most departments with the City's drive to reduce expenditures throughout the year. The City continued to target all areas of expenditure reduction, primarily personal services expenditures through attrition savings. Combined with discretionary spending reductions, such as travel and capital expenditures, the General Fund's anticipated reduction of fund balance was changed from a reduction of \$4.0 million to an increase of \$1.3 million.

### CAPITAL ASSETS

At June 30, 2013, the City of Yuma's investment in capital assets in both governmental and business-type activities amounted to \$638.0 million, net of depreciation. This includes land, buildings, equipment, and infrastructure (roadways and bridges). Capital assets for governmental activities decreased slightly while business-type capital assets decreased by 3.7%. These changes included the following:

- The Avenue 3E Bridge widening project, a major link to Marine Corps Air Station-Yuma and to local agriculture cooling plants from Interstate 8, neared completion.
- A number of major water and sewer lines were completed.
- The Fire Station #1 replacement project was completed.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

	Change in Capital Assets (In Millions)						Total
	Governmental Activities			Business-type Activities			
	July 1, 2012	Net Additions/ Deletions	June 30, 2013	July 1, 2012	Net Additions/ Deletions	June 30, 2013	
	(as restated)*			(as restated)*			
Land	\$ 56.8	\$ 2.0	\$ 58.8	\$ 10.5	\$ 0.1	\$ 10.6	\$ 69.4
Buildings	78.9	12.0	90.9	164.7	-	164.7	255.6
Improvements	41.3	3.7	45.0	228.3	39.8	268.1	313.1
Infrastructure	223.3	34.6	257.9	-	-	-	257.9
Equipment	47.9	2.7	50.6	11.7	0.5	12.2	62.8
Construction in Progress	62.6	(43.7)	18.9	39.8	(38.1)	1.7	20.6
Accumulated Depreciation	(193.4)	(12.7)	(206.1)	(120.7)	(14.6)	(135.3)	(341.4)
<b>Total</b>	<b>\$ 317.4</b>	<b>\$ (1.4)</b>	<b>\$ 316.0</b>	<b>\$ 334.3</b>	<b>\$ (12.3)</b>	<b>\$ 322.0</b>	<b>\$ 638.0</b>

Additional information on capital assets can be found in Note II-E starting on page 41.

### DEBT ADMINISTRATION

At June 30, 2013, after scheduled debt payments, governmental activity debt decreased to \$122.3 million while business activity debt decreased to \$173.7 million.

The state limits the amount a municipality may issue in general obligation debt to 20% of the City's secondary assessed valuation for combined water, wastewater, artificial light, parks, open space preserves, playgrounds and recreational facilities. Debt related to other projects is limited to 6% of the valuation. The current debt limitation for the former type is \$125.2 million. This City currently has no outstanding general obligation debt nor is there any debt outstanding for the other type of issuance.

The City's improvement district bonds were rated by Fitch Ratings as "A+". All other bonds are rated "AA-". The underlying ratings of Moody's Investor Services and Standard and Poor's are "Aa3" and "AA-", respectively. With the exception of the improvement district bonds, all City bond issues are insured, and while the city enjoys higher ratings, the guarantors can no longer provide "AAA" rating as a result of ratings downgrades of the insurance companies.

A summary of the City's long-term debt follows. Additional information on the City's long-term debt can be found in Note II-G on pages 44-48.

	Summary of Long-Term Debt (Millions)					
	Governmental activities		Business-type activities		Total	
	2013	2012	2013	2012	2013	2012
General Obligation Bonds	\$ -	\$ -	\$ -	\$ 1.4	\$ -	\$ 1.4
Yuma Municipal Property Corporation Bonds	112.2	119.1	110.3	113.8	222.5	232.8
Net Unamortized Premium/Issuance Costs	.9	1.0	3.0	3.2	3.8	4.0
Improvement Districts	3.5	4.6	-	-	3.5	4.6
Contracts Payable	-	-	59.4	63.9	59.4	63.9
Compensated Absences	5.8	5.7	1.0	.8	6.7	6.5
<b>Total Long-Term Debt</b>	<b>\$ 122.3</b>	<b>\$ 130.3</b>	<b>\$173.7</b>	<b>\$ 183.1</b>	<b>\$ 296.0</b>	<b>\$ 313.4</b>

## MANAGEMENT'S DISCUSSION AND ANALYSIS

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### ECONOMIC FACTORS

Yuma County's growth is sluggish but improving. The county grew by an estimated 4,040 residents to 200,870 with the City of Yuma representing 47.5% of the county's population. Since 2000, the City has grown by 28% to an estimated 90,660 for Census 2010. (City-reported errors provided to the Census Bureau were finally recorded during fiscal year 2013). The City's economy is based on a triad of agriculture, tourism and military/government spending. Agribusiness continues to lead the economy, contributing well over \$3 billion annually. The area's 85,000-plus winter visitors add over \$500 million to the mix, while two prominent military installations infuse some \$300 million to the economy.

Property taxes are limited constitutionally in Arizona, so other local revenues make up the most significant reflectors of the condition of the economy. Sales tax, the City's primary source of general revenues, posted a 3.6% increase this year, compared to its historic growth rate of 7%. This still compares more than favorably to the large metropolitan areas of the state. For fiscal year 2014, General Fund revenues were projected with a 4.5% increase.

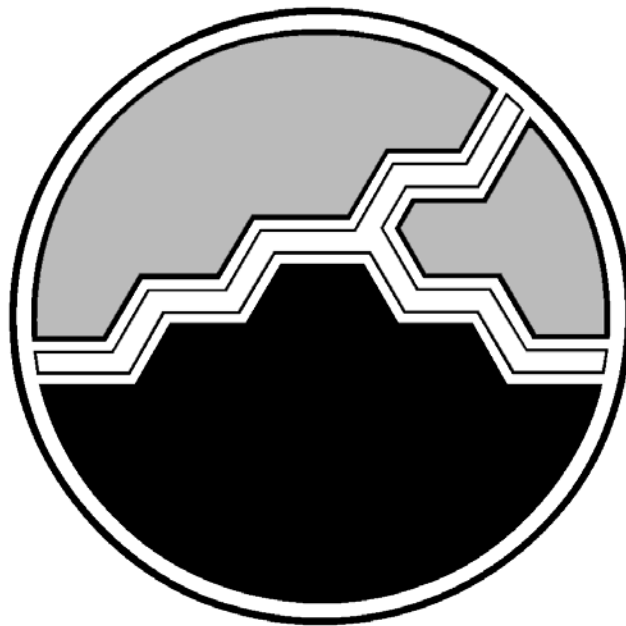
With sales tax statistics improving, the economy continues to strengthen. During 2013, the following major economic events occurred:

- The new F-35 Joint Strike Fighter began arriving in December 2012 and the new squadrons continue to grow. Additional construction projects necessitated by the new squadron will continue into 2014.
- Yuma Regional Medical Center (YRMC) continues to expand its footprint and its services as new construction projects were started. In addition to a new cancer center, the hospital will be replacing its overburdened emergency room with a new, much-expanded facility. In addition, YRMC added six newly-graduated physicians as it begins a new era in its history – a teaching hospital.
- According to the Yuma Sun, "At \$5.3 billion, - which is bigger than 40 countries – Yuma's metropolitan area would rank 152 out of 195 countries."

Not all economic statistics reflect positive results; however, in that Yuma County continues to suffer what appear to be higher unemployment figures than most of the state, according to the Arizona Department of Economic Security (DES). Seasonal farm employment continues to skew this statistic. The City combats this problem as the largest contributor to the Greater Yuma Economic Development Corporation whose two-fold mission is to encourage new employers to the area and to assist local employers in their expansion efforts.

### CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to familiarize our citizens, taxpayers and customers with the City's finances and to demonstrate the City's fiscal accountability for its operations. Questions concerning this report, or requests for additional financial information, should be directed to Mr. Donald (Pat) Wicks, Finance Director, One City Plaza, Yuma, AZ 85364, telephone (928) 373-5087. The reader may also visit the City's website at [www.yumaaz.gov](http://www.yumaaz.gov) for an electronic version of this report.



# **BASIC FINANCIAL STATEMENTS**





**GOVERNMENT-WIDE FINANCIAL  
STATEMENTS**

**City of Yuma, Arizona**  
**Statement of Net Position**  
June 30, 2013

<u>Assets</u>	Governmental Activities	Business-type Activities	Total
Cash and Investments	\$ 76,069,281	\$ 63,266,227	\$ 139,335,508
Receivables, Net	13,714,315	10,204,156	23,918,471
Internal Balances	713,379	(713,379)	-
Inventory, at cost	810,088	384,099	1,194,187
Prepaid Items	778,185	34,553	812,738
Capital Assets:			
Non-depreciable	77,707,920	12,315,629	90,023,549
Depreciable, Net	238,274,448	309,667,763	547,942,211
Total Assets	408,067,616	395,159,048	803,226,664
<u>Liabilities</u>			
Accounts Payable and Deposits	2,158,451	1,729,265	3,887,716
Accrued Liabilities	2,040,826	152,374	2,193,200
Accrued Interest Payable	2,586,210	3,732,352	6,318,562
Unearned Revenue	9,076,319	106,661	9,182,980
Noncurrent Liabilities:			
Due within one year			
Current portion of Accrued Compensated Absences	2,274,289	303,182	2,577,471
Current portion of Debt	8,400,000	8,218,724	16,618,724
Due in more than one year			
Accrued Compensated Absences	3,505,291	634,479	4,139,770
Debt	108,131,335	164,560,432	272,691,767
Total Liabilities	138,172,721	179,437,469	317,610,190
<u>Net Position</u>			
Net Investment in capital assets	208,428,445	163,246,020	371,674,465
Restricted for:			
General government projects	158,995	-	158,995
Debt Service	542,765	9,009,138	9,551,903
Streets	11,389,024	-	11,389,024
Public safety equipment and facilities	3,730,014	-	3,730,014
Parks, recreation and cultural facilities	6,530,787	-	6,530,787
Unrestricted	39,114,865	43,466,421	82,581,286
Total Net Position	\$ 269,894,895	\$ 215,721,579	\$ 485,616,474

The accompanying notes are an integral part of these financial statements.

**City of Yuma, Arizona**  
**Statement of Activities**  
For the Year Ended June 30, 2013

<b>Functions/Programs</b>	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Government Activities:							
General Government	\$ 10,344,547	\$ 2,011,250	\$ 747,455	\$ -	\$ (7,585,842)	\$ -	\$ (7,585,842)
Public Safety	43,050,518	6,672,514	1,669,116	-	(34,708,888)	-	(34,708,888)
Streets	14,980,358	-	-	537,286	(14,443,072)	-	(14,443,072)
Parks, Recreation and Culture	12,787,296	878,834	70,908	-	(11,837,554)	-	(11,837,554)
Environmental Health and Protection	156,481	-	19,167	40,109	(97,205)	-	(97,205)
Community Design and Development	5,134,031	2,798,593	1,473,036	1,166,890	304,488	-	304,488
Interest on Long-Term Debt	5,153,056	-	-	-	(5,153,056)	-	(5,153,056)
<b>Total Governmental Activities</b>	<b>91,606,287</b>	<b>12,361,191</b>	<b>3,979,682</b>	<b>1,744,285</b>	<b>(73,521,129)</b>	<b>-</b>	<b>(73,521,129)</b>
Business-type Activities:							
Water	23,226,596	21,696,314	-	1,805,011	-	274,729	274,729
Wastewater	16,164,925	14,710,937	-	4,277,510	-	2,823,522	2,823,522
Solid Waste	3,213,287	3,307,349	-	-	-	94,062	94,062
Radio Communications	4,663,454	1,714,068	-	1,693,625	-	(1,255,761)	(1,255,761)
Golf Courses	2,468,691	2,157,726	-	-	-	(310,965)	(310,965)
<b>Total Business-type Activities</b>	<b>49,736,953</b>	<b>43,586,394</b>	<b>-</b>	<b>7,776,146</b>	<b>-</b>	<b>1,625,587</b>	<b>1,625,587</b>
<b>Total</b>	<b>\$ 141,343,240</b>	<b>\$ 55,947,585</b>	<b>\$ 3,979,682</b>	<b>\$ 9,520,431</b>	<b>(73,521,129)</b>	<b>1,625,587</b>	<b>(71,895,542)</b>
General Revenues:							
Property taxes					9,549,431	-	9,549,431
Sales taxes					37,624,004	-	37,624,004
Franchise taxes					3,043,054	-	3,043,054
Intergovernmental, unrestricted					25,917,347	-	25,917,347
Unrestricted investment earnings					796,019	25,518	821,537
<b>Total general revenues</b>					<b>76,929,855</b>	<b>25,518</b>	<b>76,955,373</b>
Transfers					(122,167)	122,167	-
<b>Total general revenues and transfers</b>					<b>76,807,688</b>	<b>147,685</b>	<b>76,955,373</b>
Change in net position					3,286,559	1,773,272	5,059,831
Net position-beginning					266,608,336	213,948,307	480,556,643
Net position-ending					<b>\$ 269,894,895</b>	<b>\$ 215,721,579</b>	<b>\$ 485,616,474</b>

The accompanying notes are an integral part of these financial statements.



## **FUND FINANCIAL STATEMENTS**

**City of Yuma, Arizona**

Balance Sheet

Governmental Funds

June 30, 2013

<u>Assets</u>	General	City Road Tax	Debt Service	Other Nonmajor Governmental Funds	Total
Cash and Investments	\$ 15,657,504	\$ 5,716,533	\$ 618,797	\$ 25,740,436	\$ 47,733,270
Cash with Fiscal Agents	-	-	9,694,650	-	9,694,650
Receivables, Net of Allowances for Uncollectibles:					
Accounts Receivable	2,860,610	35,565	372	1,713,772	4,610,319
Intergovernmental	2,176,856	587,263	-	2,396,312	5,160,431
Special Assessments	20,169	-	3,460,000	-	3,480,169
Delinquent Property Taxes	375,542	-	-	3,859	379,401
Accrued Interest	10,132	2,749	348	9,491	22,720
Due from Other Funds	2,471,549	-	-	-	2,471,549
Inventory, at cost	49,932	-	-	16,030	65,962
Prepaid Items	137,400	2,265	350	450	140,465
Total Assets and Other Debits	<u>\$ 23,759,694</u>	<u>\$ 6,344,375</u>	<u>\$ 13,774,517</u>	<u>\$ 29,880,350</u>	<u>\$ 73,758,936</u>
<b><u>Liabilities and Fund Balances</u></b>					
Accounts Payable	\$ 903,392	\$ 106,750	\$ 192	\$ 431,234	\$ 1,441,568
Accrued Payroll, Taxes and Benefits Payable	860,631	36,358	-	94,059	991,048
Long-Term Debt - Current Portion	-	-	7,185,000	-	7,185,000
Due to Other Funds	-	-	-	877,024	877,024
Accrued Interest Payable	-	-	2,586,210	-	2,586,210
Deposits	345,717	-	-	-	345,717
Deferred Revenues	1,835,068	31,625	3,460,000	5,568,488	10,895,181
Total Liabilities	<u>3,944,808</u>	<u>174,733</u>	<u>13,231,402</u>	<u>6,970,805</u>	<u>24,321,748</u>
Fund Balances:					
Nonspendable:					
Inventory	49,932	-	-	16,030	65,962
Prepaid Items	137,400	2,265	350	450	140,465
Restricted for:					
General government projects	-	-	-	158,995	158,995
Debt Service	-	-	542,765	-	542,765
Streets	-	6,167,377	-	5,221,647	11,389,024
Public safety equipment and facilities	-	-	-	3,730,014	3,730,014
Parks, recreation and cultural facilities	-	-	-	6,530,787	6,530,787
Committed to:					
General government projects	-	-	-	352,174	352,174
Debt Service	934,983	-	-	-	934,983
Streets	-	-	-	2,876,062	2,876,062
Public safety equipment and facilities	-	-	-	1,158,621	1,158,621
Parks, recreation and cultural facilities	-	-	-	2,081,401	2,081,401
Sanitation facilities	-	-	-	529,345	529,345
Public works projects	-	-	-	254,019	254,019
Unassigned:	18,692,571	-	-	-	18,692,571
Total Fund Balances	<u>19,814,886</u>	<u>6,169,642</u>	<u>543,115</u>	<u>22,909,545</u>	<u>49,437,188</u>
Total Liabilities and Fund Balances	<u>\$ 23,759,694</u>	<u>\$ 6,344,375</u>	<u>\$ 13,774,517</u>	<u>\$ 29,880,350</u>	<u>\$ 73,758,936</u>

The accompanying notes are an integral part of these financial statements.

**City of Yuma, Arizona**  
 Reconciliation of the Balance Sheet-Governmental Funds to the Statement of Net Position  
 June 30, 2013

Amounts reported for governmental activities in the statement of net position are different because:

Total Fund Balances per the Balance Sheet-Governmental Funds:	\$ 49,437,188
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	309,005,624
Property tax revenue deferred to later years recognized in year levied in governmental activities.	1,818,862
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Compensated absences	(5,685,351)
MPC bonds payable	(104,980,000)
Improvement District #68	(2,510,000)
Improvement District #67	(950,000)
Net unamortized deferred charges or premiums are not recorded in the governmental funds	(906,335)
Net position of internal service funds that are used by management to charge the cost of equipment replacement and employee-related insurance to individual funds are included in governmental activities in the statement of net position	<u>24,664,907</u>
Net position - Governmental Activities per the Statement of Net Position	<u><u>\$ 269,894,895</u></u>

The accompanying notes are an integral part of these financial statements.

**City of Yuma, Arizona**  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2013

	General	City Road Tax	Debt Service	Other Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Taxes	\$ 32,039,602	\$ 9,622,796	\$ -	\$ 8,619,334	\$ 50,281,732
Licenses and Permits	1,723,236	-	-	-	1,723,236
Intergovernmental	20,093,119	-	-	10,686,829	30,779,948
Charges for Services	5,390,648	345	-	1,902,438	7,293,431
Fines and Forfeitures	1,526,176	-	-	-	1,526,176
Special Assessments	-	-	1,134,000	-	1,134,000
Use of Money and Property	171,466	430,155	174,605	42,480	818,706
Contributions and Donations	-	-	-	69,476	69,476
Miscellaneous	246,986	7,080	-	798,784	1,052,850
Total Revenues	<u>61,191,233</u>	<u>10,060,376</u>	<u>1,308,605</u>	<u>22,119,341</u>	<u>94,679,555</u>
<b>Expenditures:</b>					
<b>Current:</b>					
General Government	8,650,569	-	-	758,772	9,409,341
Public Safety	37,554,579	625,746	-	2,589,539	40,769,864
Streets	-	2,154,786	-	5,507,234	7,662,020
Parks, Recreation and Culture	7,466,207	-	-	3,497,694	10,963,901
Environmental Health and Protection	-	-	-	104,205	104,205
Community Design and Development	3,366,021	-	-	1,767,554	5,133,575
Capital Outlay	156,758	121,988	-	1,386,623	1,665,369
<b>Capital Projects:</b>					
General Government	-	-	-	159,991	159,991
Public Safety	-	-	-	3,690,160	3,690,160
Streets	-	581,790	-	4,020,511	4,602,301
Parks, Recreation and Culture	-	26,146	-	1,448,532	1,474,678
Environmental Health and Safety	-	141,245	-	58,109	199,354
<b>Debt Service</b>					
Principal	-	-	8,350,000	-	8,350,000
Interest and Fiscal Agent Fees	-	-	5,205,448	3,300	5,208,748
Total Expenditures	<u>57,194,134</u>	<u>3,651,701</u>	<u>13,555,448</u>	<u>24,992,224</u>	<u>99,393,507</u>
Revenues Over/(Under) Expenditures	3,997,099	6,408,675	(12,246,843)	(2,872,883)	(4,713,952)
<b>Other Financing Sources/(Uses):</b>					
Transfers In	503,084	-	12,246,869	22,073	12,772,026
Transfers Out	(3,241,211)	(4,810,470)	-	(4,841,762)	(12,893,443)
Total Other Financing Sources/(Uses)	<u>(2,738,127)</u>	<u>(4,810,470)</u>	<u>12,246,869</u>	<u>(4,819,689)</u>	<u>(121,417)</u>
Net Change in Fund Balances	1,258,972	1,598,205	26	(7,692,572)	(4,835,369)
Fund Balances - Beginning	18,555,914	4,571,437	543,089	30,602,117	54,272,557
Fund Balances - Ending	<u>\$ 19,814,886</u>	<u>\$ 6,169,642</u>	<u>\$ 543,115</u>	<u>\$ 22,909,545</u>	<u>\$ 49,437,188</u>

The accompanying notes are an integral part of these financial statements.



**City of Yuma, Arizona**  
 Reconciliation of the Statement of Revenues, Expenditures and Changes  
 in Fund Balances-Governmental Funds to the Statement of Activities  
 For the Year Ended June 30, 2013

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances-governmental funds	\$ (4,835,369)
Portions of revenues recorded on the statement of activities do not provide current financial resources and are not recorded as revenues in the funds:	
Property taxes revenue	(31,946)
Public safety ambulance revenue	699,237
Governmental funds report capital outlays as expenditures. In the statement of activities, however, the cost of those assets is allocated over their useful lives as depreciation	
Depreciation recorded in statement of activities	(11,732,707)
Capital outlay expenditures reported as additions to assets:	
Capital outlay expenditures-governmental funds	11,791,853
Infrastructure maintenance expenditures recorded as capital outlay but not capitalized as asset additions	(1,160,215)
Governmental funds report debt principal service payments as expenditures. The reduction in liability is recorded on the statement of net position in the government-wide statements	
	8,350,000
Increase in compensated absences expense not recorded in governmental funds	(104,125)
Investment earnings of the internal service funds are general revenues on the statement of activities	21,368
Interest payments accrued in government-wide statements are not recorded in governmental activities until paid	55,692
Net revenues of internal service funds in excess of expenses reduce governmental activities expenses on the statement of activities	552,673
Contributions of infrastructure assets are not recorded as revenues in the governmental funds	(319,902)
Change in net position of governmental activities	\$ 3,286,559

The accompanying notes are an integral part of these financial statements.

**City of Yuma, Arizona**  
**Statement of Net Position**  
Proprietary Funds  
June 30, 2013

<u>Assets</u>	Business-Type Activities-Enterprise Funds				Governmental Activities Internal Service Funds
	Water Fund	Wastewater Fund	Other Funds	Totals	Funds
Current Assets:					
Cash and Investments	\$ 16,759,502	\$ 12,201,396	\$ 1,314,754	\$ 30,275,652	\$ 18,641,361
Receivables, Net of Allowance for Uncollectibles:					
Accounts Receivable	5,173,779	3,072,143	706,782	8,952,704	51,765
Intergovernmental	1,410	141,382	1,087,729	1,230,521	8
Accrued Interest	6,320	13,510	1,101	20,931	9,502
Inventory, at cost	217,513	-	166,586	384,099	744,126
Prepaid Expenses	9,304	2,012	23,237	34,553	637,720
Total Unrestricted Current Assets	<u>22,167,828</u>	<u>15,430,443</u>	<u>3,300,189</u>	<u>40,898,460</u>	<u>20,084,482</u>
Restricted Assets:					
Cash and Investments:					
Cash with Fiscal Agents	11,773,379	3,516,724	-	15,290,103	-
Advancement for Future Expansion	2,872,358	14,410,687	-	17,283,045	-
Customer Deposits	417,427	-	-	417,427	-
Total Restricted Current Assets	<u>15,063,164</u>	<u>17,927,411</u>	<u>-</u>	<u>32,990,575</u>	<u>-</u>
Total Current Assets	<u>37,230,992</u>	<u>33,357,854</u>	<u>3,300,189</u>	<u>73,889,035</u>	<u>20,084,482</u>
Noncurrent Assets:					
Capital Assets:					
Land	1,867,721	8,726,156	-	10,593,877	219,610
Buildings	106,000,530	55,545,009	3,102,865	164,648,404	19,251
Improvements Other than Buildings	151,258,331	113,555,054	3,341,094	268,154,479	222,733
Equipment	2,809,780	1,840,679	7,551,823	12,202,282	27,736,777
Construction In Progress	803,671	918,081	-	1,721,752	-
Less Accumulated Depreciation	(75,474,704)	(50,360,130)	(9,502,568)	(135,337,402)	(21,221,627)
Total Capital Assets	<u>187,265,329</u>	<u>130,224,849</u>	<u>4,493,214</u>	<u>321,983,392</u>	<u>6,976,744</u>
Total Noncurrent Assets	<u>187,265,329</u>	<u>130,224,849</u>	<u>4,493,214</u>	<u>321,983,392</u>	<u>6,976,744</u>
Total Assets	<u>224,496,321</u>	<u>163,582,703</u>	<u>7,793,403</u>	<u>395,872,427</u>	<u>27,061,226</u>
<u>Liabilities</u>					
Current Liabilities Payable from Current Assets:					
Accounts Payable	627,228	150,039	463,260	1,240,527	371,166
Accrued Payroll and Related Taxes	69,406	51,846	31,122	152,374	14,859
Current Portion-Long-Term Contracts-Principal	47,421	215,750	-	263,171	-
Current Portion-Bonds Payable	2,760,450	824,550	-	3,585,000	-
Current Portion-Accrued Compensated Absences	141,790	96,972	64,420	303,182	31,652
Estimated Claims and Judgements	-	-	-	-	1,034,919
Due to Other Funds	-	-	-	-	1,594,525
Accrued Interest Payable	2,081,407	660,529	-	2,741,936	-
Unearned Revenue	-	-	66,651	66,651	-
Total Current Liabilities Payable from Current Assets	<u>5,727,702</u>	<u>1,999,686</u>	<u>625,453</u>	<u>8,352,841</u>	<u>3,047,121</u>
Current Liabilities Payable from Restricted Assets:					
Accounts Payable	58,463	12,888	-	71,351	-
Deposits	417,387	-	-	417,387	-
Unearned Revenue	17,400	22,610	-	40,010	-
Current Portion-Long-Term Contracts-Principal	2,215,350	2,155,203	-	4,370,553	-
Current Portion-Long-Term Contracts-Interest	575,485	414,931	-	990,416	-
Total Current Liabilities Payable from Restricted Assets	<u>3,284,085</u>	<u>2,605,632</u>	<u>-</u>	<u>5,889,717</u>	<u>-</u>
Total Current Liabilities	<u>9,011,787</u>	<u>4,605,318</u>	<u>625,453</u>	<u>14,242,558</u>	<u>3,047,121</u>
Noncurrent Liabilities:					
Long-Term Contracts Payable	29,608,177	25,201,894	-	54,810,071	-
Bonds Payable	82,201,350	24,553,650	-	106,755,000	-
Unamortized Premium/Issuance Costs	2,306,429	688,932	-	2,995,361	-
Accrued Compensated Absences	288,636	203,140	142,703	634,479	62,577
Total Noncurrent Liabilities	<u>114,404,592</u>	<u>50,647,616</u>	<u>142,703</u>	<u>165,194,911</u>	<u>62,577</u>
Total Liabilities	<u>123,416,379</u>	<u>55,252,934</u>	<u>768,156</u>	<u>179,437,469</u>	<u>3,109,698</u>
<u>Net Position</u>					
Net investment in capital assets	80,227,643	78,525,163	4,493,214	163,246,020	6,976,744
Restricted for:					
Debt Service	6,937,036	2,072,102	-	9,009,138	-
Unrestricted	13,915,263	27,732,504	2,532,033	44,179,800	16,974,784
Total Net Position	<u>\$ 101,079,942</u>	<u>\$ 108,329,769</u>	<u>\$ 7,025,247</u>	<u>216,434,958</u>	<u>\$ 23,951,528</u>
Adjustment to reflect consolidation of internal service fund activities related to enterprise funds				(713,379)	
Net position of business-type activities				<u>\$ 215,721,579</u>	

The accompanying notes are an integral part of these financial statements.

**City of Yuma, Arizona**  
Statement of Revenues, Expenses and Changes in Fund Net Position  
Proprietary Funds  
For the Year Ended June 30, 2013

	Business-Type Activities-Enterprise Funds				Governmental Activities Internal Service Funds
	Water Fund	Wastewater Fund	Other Funds	Totals	
Operating Revenues:					
Metered Water Sales	\$ 21,036,016	\$ -	\$ -	\$ 21,036,016	\$ -
Commercial Raw Water	196,847	-	-	196,847	-
Wastewater Charges	-	14,625,060	-	14,625,060	-
Meters, Connections and Services	340,614	27,512	-	368,126	-
Intergovernmental	-	-	1,693,625	1,693,625	-
Charges for Services	-	-	5,014,525	5,014,525	6,147,099
Green Fees and Concessions	-	-	1,893,929	1,893,929	-
Equipment Rental	-	-	257,207	257,207	1,359,535
Miscellaneous Charges	3	-	-	3	997,924
<b>Total Operating Revenues</b>	<b>21,573,480</b>	<b>14,652,572</b>	<b>8,859,286</b>	<b>45,085,338</b>	<b>8,504,558</b>
Operating Expenses:					
Operations and Maintenance	10,808,731	8,493,978	8,567,849	27,870,558	6,417,915
Depreciation	7,344,314	5,597,400	1,754,328	14,696,042	1,512,302
<b>Total Operating Expenses</b>	<b>18,153,045</b>	<b>14,091,378</b>	<b>10,322,177</b>	<b>42,566,600</b>	<b>7,930,217</b>
<b>Operating Income/(Loss)</b>	<b>3,420,435</b>	<b>561,194</b>	<b>(1,462,891)</b>	<b>2,518,738</b>	<b>574,341</b>
Non-Operating Revenues/(Expenses):					
Interest	10,180	13,416	1,922	25,518	21,368
Gain/(Loss) on Disposal of Assets	-	-	-	-	118,184
Interest and Fiscal Agent Fees	(5,195,198)	(2,115,007)	-	(7,310,205)	-
Miscellaneous Revenues	122,834	58,365	13,482	194,681	-
<b>Total Non-Operating Revenues/(Expenses)</b>	<b>(5,062,184)</b>	<b>(2,043,226)</b>	<b>15,404</b>	<b>(7,090,006)</b>	<b>139,552</b>
<b>Income/(Loss) before Contributions and Transfers</b>	<b>(1,641,749)</b>	<b>(1,482,032)</b>	<b>(1,447,487)</b>	<b>(4,571,268)</b>	<b>713,893</b>
Capital Contributions	1,805,011	4,277,510	-	6,082,521	-
Transfers In	-	-	255,206	255,206	-
Transfers Out	(70,344)	(36,928)	(25,767)	(133,039)	(750)
<b>Change in Net Position</b>	<b>92,918</b>	<b>2,758,550</b>	<b>(1,218,048)</b>	<b>1,633,420</b>	<b>713,143</b>
<b>Net Position - Beginning</b>	<b>100,987,024</b>	<b>105,571,219</b>	<b>8,243,295</b>		<b>23,238,385</b>
<b>Net Position - Ending</b>	<b>\$ 101,079,942</b>	<b>\$ 108,329,769</b>	<b>\$ 7,025,247</b>		<b>\$ 23,951,528</b>
Adjustment for consolidation of internal service fund activities related to enterprise funds				139,852	
Change in net position of business-type activities				<b>\$ 1,773,272</b>	

The accompanying notes are an integral part of these financial statements.

**City of Yuma, Arizona**  
**Statement of Cash Flows**  
**Proprietary Funds**  
For the Year Ended June 30, 2013

	Business-Type Activities-Enterprise Funds				Governmental Activities
	Water Fund	Wastewater Fund	Other Funds	Totals	Internal Service Funds
<b>Cash Flow from Operating Activities:</b>					
Cash Received from Customers	\$ 20,211,292	\$ 13,920,033	\$ 9,070,444	\$ 43,201,769	\$ 8,512,880
Cash Paid to Employees	(4,630,129)	(3,242,277)	(2,101,079)	(9,973,485)	(1,114,344)
Cash Paid to Suppliers	(6,397,165)	(5,281,020)	(6,821,735)	(18,499,920)	(2,677,914)
Cash Paid for Operating Expenses	-	-	-	-	(2,830,727)
Other Operating Activity Revenue	122,834	58,365	13,481	194,680	-
Net Cash Provided by Operating Activities	<u>9,306,832</u>	<u>5,455,101</u>	<u>161,111</u>	<u>14,923,044</u>	<u>1,889,895</u>
<b>Cash Flows from Noncapital Financing Activities:</b>					
Cash Received from Other Funds	-	-	255,206	255,206	772,712
Cash Paid to Other Funds	(70,344)	(36,928)	(25,767)	(133,039)	(750)
Net Cash Provided by/(Used for) Noncapital Financing Activities	<u>(70,344)</u>	<u>(36,928)</u>	<u>229,439</u>	<u>122,167</u>	<u>771,962</u>
<b>Cash Flow from Capital and Related Financing Activities:</b>					
Contributions of Capital	1,805,011	4,277,510	-	6,082,521	-
Acquisition and Construction of Assets	(860,388)	(550,767)	(515,095)	(1,926,250)	(1,477,254)
Proceeds from Sale of Capital Assets	-	-	-	-	118,183
Principal Payments on Bonds	(3,977,552)	(787,750)	-	(4,765,302)	-
WIFA - Contracted Loan	(2,262,771)	(2,294,966)	-	(4,557,737)	-
Interest and Fiscal Agent Fee Payments	(5,443,974)	(2,205,014)	-	(7,648,988)	-
Net Cash (Used for) Capital and Related Financing Activities	<u>(10,739,674)</u>	<u>(1,560,987)</u>	<u>(515,095)</u>	<u>(12,815,756)</u>	<u>(1,359,071)</u>
<b>Cash Flows from Investing Activities:</b>					
Receipt of Interest	11,621	10,195	1,837	23,653	20,470
Net Cash Provided by Investing Activities	<u>11,621</u>	<u>10,195</u>	<u>1,837</u>	<u>23,653</u>	<u>20,470</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	<u>(1,491,565)</u>	<u>3,867,381</u>	<u>(122,708)</u>	<u>2,253,108</u>	<u>1,323,256</u>
Cash and Cash Equivalents, July 1	<u>33,314,231</u>	<u>26,261,426</u>	<u>1,437,462</u>	<u>61,013,119</u>	<u>17,318,105</u>
Cash and Cash Equivalents, June 30	<u>\$ 31,822,666</u>	<u>\$ 30,128,807</u>	<u>\$ 1,314,754</u>	<u>\$ 63,266,227</u>	<u>\$ 18,641,361</u>
<b>Reconciliation of Operating Income/(Loss) to Net Cash Provided by Operating Activities:</b>					
Operating Income/(Loss)	\$ 3,420,435	\$ 561,194	\$ (1,462,891)	\$ 2,518,738	\$ 574,341
<b>Adjustments to Reconcile Operating Income/(Loss)</b>					
Depreciation and Amortization Expense	7,344,314	5,597,400	1,754,328	14,696,042	1,512,302
(Increase)/Decrease in Accounts Receivable	(1,386,487)	(652,880)	210,527	(1,828,840)	(83,175)
(Increase)/Decrease in Inventories	(7,712)	-	(100,796)	(108,508)	(34,607)
(Increase) in Deposits	13,000	-	-	13,000	-
(Increase)/Decrease in Prepaid Items	(8,547)	(320)	(23,098)	(31,965)	(42,454)
Increase/(Decrease) in Accounts Payable	(241,820)	(81,744)	(262,482)	(586,046)	259,724
Increase/(Decrease) in Accrued Payroll and Related Taxes	43,917	40,241	31,411	115,569	(10,602)
Increase/(Decrease) in Due from Other Gov't Units	-	-	(566)	(566)	-
(Decrease) in Claims Incurred but Not Reported	-	-	-	-	(285,634)
Increase/(Decrease) in Customer Dep/Unearned Rev	6,898	(67,155)	1,197	(59,060)	-
Other Operating Activity Revenue	122,834	58,365	13,481	194,680	-
Total Adjustments	<u>5,886,397</u>	<u>4,893,907</u>	<u>1,624,002</u>	<u>12,404,306</u>	<u>1,315,554</u>
Net Cash Provided by Operating Activities	<u>\$ 9,306,832</u>	<u>\$ 5,455,101</u>	<u>\$ 161,111</u>	<u>\$ 14,923,044</u>	<u>\$ 1,889,895</u>
<b>Noncash Transactions Affecting Financial Position</b>					
Purchase of Assets with Vendor Provided Financing	\$ 476,055	\$ 4,756	\$ -	\$ 480,811	\$ -
Contributions of Capital Assets	-	-	-	-	-
Total Noncash Transactions Affecting Financial Position	<u>\$ 476,055</u>	<u>\$ 4,756</u>	<u>\$ -</u>	<u>\$ 480,811</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

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## **I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Yuma (City) was incorporated April 14, 1914 under Arizona Revised Statute Chapter 9, Section 101, and adopted its first charter on June 11, 1914. The City presently operates under a charter that was last amended on January 2, 2002. The Charter provides for a Council-Manager form of government and provides such services as are authorized by the Charter. Among these services are general government services, public safety (police and fire), parks, recreation, culture, streets, environmental health and protection, and community design and development.

During the year ended June 30, 2013, the City implemented the provisions of GASB Statement 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. GASB Statement 63 establishes standards for reporting deferred outflows of resources, deferred inflows of resources, and Net Position. Amounts that are required to be reported as deferred outflows of resources will now be reported in a statement of financial position in a separate section following assets. Similarly, amounts that are required to be reported as deferred inflows of resources will be reported in a separate section following liabilities. The statement of net position reports all assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position.

The accounting policies of the City conform to generally accepted accounting principles (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. With respect to proprietary activities, the City has adopted GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB [Financial Accounting Standards Board] and AICPA Pronouncements*. This statement incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance that was included in pronouncements issued by the FASB, by the Accounting Principles Board and by the American Institute of Certified Public Accountants (AICPA) issued on or before November 30, 1989. No accounting changes were applied as a result of implementing this statement. The following is a summary of the more significant policies.

### **A. Reporting Entity**

The City is a municipal entity governed by an elected mayor and council. As required by generally accepted accounting principles, these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations and so data from these units are combined with data of the City, the primary government. The component units presented have a June 30 year-end.

#### **Blended Component Units**

**Yuma Municipal Property Corporation.** The Yuma Municipal Property Corporation's board members are appointed by the City Council. The Corporation was formed to finance the acquisition of certain improvements such as the Yuma Civic and Convention Center, Baseball Complex and Desert Hills Golf Course. The Corporation was also used to finance the acquisition of three public safety buildings, (the police headquarters, a fire station and the Municipal Court facility) and Public Works facilities, along with a clubhouse for the municipal golf course and the new Municipal Complex. The Corporation conducts no business other than with the City and that business is solely the retirement of debt related to the aforementioned acquisitions. Complete financial statements may be obtained at the City of Yuma, City Clerk's Office, One City Plaza, PO Box 13012, Yuma, AZ 85366-3012.

**City of Yuma Employee Benefits Trust.** The City of Yuma Employee Benefits Trust is responsible for providing health insurance for the City employees. The City Council appoints the Trust's Board of Directors. The Trust provides services entirely to the City and therefore has been included as an Internal Service Fund as of June 30, 1997 in accordance with the criteria established in GASB Statement No. 14, *The Financial Reporting Entity*. Complete financial statements may be obtained at the City of Yuma Employee Benefit Trust's administrative offices, One City Plaza, PO Box 13012, Yuma, AZ 85366-3012.

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

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**B. Government-wide and fund financial statements**

The government-wide financial statements report financial information on all the activities of the City of Yuma and its component units. These financial statements include the Statement of Net Position and the Statement of Activities, a statement showing changes in net position. Most interfund activities have been removed from these statements to avoid duplicating the information with some exceptions such as proprietary fund sales to governmental funds (i.e., water bills paid by a governmental fund). Eliminating these transactions would distort both the measurement of income generated in serving proprietary customers as well as the direct cost of governmental functions serving the citizenry. In these government-wide statements, governmental activities, normally supported by taxes and intergovernmental revenues, are separated from business-type activities that rely on fees and charges for services.

The statement of activities presents direct expenses of a given function or segment and the degree to which these expenses are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers who use or directly benefit from the services of the function; and 2) grants and contributions that are restricted to the operational or capital needs of a particular function. Taxes and other revenues that are identifiable with a particular function or segment are reported as general revenues.

In addition to government-wide presentations, fund financial statements are provided for all governmental and proprietary funds. The financial statements are segregated by their respective significance to City operations with individual major governmental and proprietary funds separated from nonmajor funds (aggregate nonmajor financial activity is reported as a column on the major funds presentation for both governmental and proprietary funds). The City uses GASB Statement No. 34 to determine which funds are to be presented as major funds. In addition to those minimum requirements, the City will, from time to time, include within its major funds presentations of other funds, that because of their significance preclude aggregate reporting outside the basic financial statements.

The City of Yuma reports the following funds:

**GOVERNMENTAL FUNDS**

General Fund – The General Fund is the general operating fund of the City. It is used to account for all financial resources except those for which another fund is required or used.

City Road Tax Fund – This fund accounts for the collection and expenditure of a local one-half percent transaction privilege tax approved by voters in 1994 for maintenance and construction of roadways.

Debt Service Fund – This fund accounts for and reports financial resources for, and the payment of, long-term debt principal, interest, and related costs of the City of Yuma Municipal Property Corporation, a blended component unit, and Special Assessment Improvement Districts. Pledged excise tax and other revenues are transferred to this fund along with property owner's revenue for payments of long-term bonded debt.

Other Nonmajor Governmental Funds – Other nonmajor governmental funds of the City of Yuma are aggregated and are presented in a combining statement in the Other Supplementary Information section. These include the Highway Users Revenue; Grants; Community Redevelopment; Local Transportation Assistance; Public Safety Tax; Two Percent Tax; and Yuma Mall Maintenance Special Revenue Funds along with the Capital Projects Funds.

**PROPRIETARY FUNDS**

Water Fund – The operations of the City's drinking water treatment and distribution system are accounted for in this enterprise fund.

Wastewater Fund – This enterprise fund accounts for the City's wastewater collection and treatment system.

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

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Other Nonmajor Enterprise Funds – Other nonmajor enterprise funds of the City of Yuma are aggregated along with the major enterprise funds and are also presented in a combining statement in the Other Supplementary Information section. These funds include the Solid Waste, Radio Communications, and Desert Hills Golf Course Funds.

Internal Service Funds – Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. They are also presented in the aggregate with major enterprise funds and are included in a combining internal service fund presentation in the Other Supplementary Information section. Because they service primarily governmental funds, they are not included within the business-type activities of the Statement of Net Position. Rather, they are combined with the governmental activities on that statement. Moreover, because of their essentially duplicative nature in accounting for their operations (revenues of the internal service funds are expenses of the operating funds), the operations of the internal service funds have been eliminated from the operations of the Statement of Activities. Internal service funds include the Equipment Replacement, Equipment Maintenance, Insurance Reserve, Workers Compensation and Employee Benefits Trust Funds.

**C. Measurement focus and basis of accounting**

The government-wide financial statements, as well as the proprietary fund financial statements, use the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred. Property taxes are recognized as revenue in the year levied. Grants are recognized as revenue when all eligibility requirements are met and the underlying expenses have been recorded.

Governmental fund financial statements are presented using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable *and* available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period (within 60 days). Grant revenues are recognized when all eligibility requirements are met, not necessarily when received. Grant monies that have been received but are as yet unearned are carried forward as deferred revenue. However, earned but not yet received grant monies are recognized as revenue and carried forward as receivables. This practice is defined and supported by GASB Statement 33, as it pertains to “government-mandated nonexchange transactions,” paragraphs 19-25. Expenditures are recorded when the liability is incurred with the exception of debt service. Debt service expenditures are recorded when the payment is due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Property taxes, along with franchise taxes, licenses and sales taxes are susceptible to accrual and have been recognized as revenues of the current period. Delinquent property taxes and property taxes for which there is an enforceable legal claim as of the fiscal year, but which were levied to finance operations of the subsequent fiscal year, have been recorded as deferred revenue. Grants and similar awards received before the eligibility requirements are met are also recorded as deferred revenue. Receivables that will not be collected within the available period have also been reported as deferred revenue on the governmental fund financial statements. All other revenue items are considered measurable and available only when cash is received.

Proprietary funds classify revenues and expenses as operating or nonoperating items. Operating revenues and expenses relate to the fund’s ongoing operations in providing goods and services. Operating revenues for the City’s proprietary funds are customer charges for sales and services. Operating expenses include the cost of sales or services, administrative expenses and depreciation. All other revenues and expenses are classified as nonoperating revenues and expenses.

**D. Budget Information**

- 1) The City follows these procedures in establishing the budgetary data reflected in the financial statements:
  - i. On or before the first Monday in June, the City Administrator submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

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- ii. Two public hearings are held prior to the budget's final adoption in order to obtain taxpayer comments.
- iii. On or before the third Monday in August, the budget is legally enacted through passage of an ordinance.
- iv. At any time during the fiscal year, the City Administrator may transfer part or all of any unencumbered appropriation balance among programs within a fund. Upon written request by the City Administrator, the Council may, by ordinance, transfer part or all of any unencumbered appropriation balance from one fund to another.
- v. Formal budgetary integration is employed as a management control device during the fiscal year for all funds with legally adopted budgets (only the Workers Compensation and Employee Benefits Trust Internal Service Funds are not budgeted). Appropriations not expended at fiscal year end lapse.
- vi. Budgetary amounts include those as originally adopted, and as amended by Council or City Administrator through the end of the fiscal year. Arizona State Statute does not allow supplemental budgets.
- vii. Expenditures incurred during the fiscal year may not legally exceed the publicly published budget. The maximum legal expenditure permitted for the fiscal year is the total adopted budget.

2) Budgetary Reporting and Budgetary Basis of Accounting:

The City has opted to display budgetary information schedules in a manner similar to its adopted budget; therefore, the information is displayed outside its basic financial statements. Budgetary comparisons are presented for the General Fund and the major Special Revenue Funds in the Required Supplementary Information section. Budgetary comparisons for the Debt Service Fund, the Capital Projects Fund, the nonmajor governmental funds and the proprietary funds are presented in the Other Supplementary Information sections. For proprietary funds, the budgetary comparison includes reconciliation to the accrual-based operating statements.

**E. Assets, Liabilities and Fund Equity Disclosures**

1) Transactions between Funds:

Interfund transactions consisting of identified services performed for other funds or costs billed to other funds are treated as expenditures in the fund receiving the services and as a reimbursement reducing expenditures in the fund performing the services. Exceptions to this include: (1) sales of water and wastewater treatment are treated as revenue by the Enterprise Fund, and in-lieu property taxes are recorded as revenues in the General Fund and expenses in the Enterprise Funds; (2) transfers are made in certain other funds to shift resources from a fund legally required to receive revenue to a fund authorized to expend the revenue; and (3) charges for services of the Internal Service Funds are recorded as expenditures in the funds receiving the service. For purposes of government-wide presentation, these latter transactions are eliminated.

2) Cash and Investments:

Cash balances of the City's funds are pooled and invested by the City. The policy of the City is to invest public funds in a manner which will provide the maximum security of principal invested and conform to all applicable State statutes and City ordinances while providing the highest yield and meeting the City's daily cash flows. Income earned or loss arising from the investment of the pooled cash is allocated on a monthly basis to the individual funds based upon average daily balance. The City considers short-term investments (including restricted assets) in the State of Arizona Local Government Investment Pool (LGIP), mutual fund-money market, U.S. Treasury bills and notes with original maturities of three months or less at acquisition date to be cash equivalents.

In accordance with GASB Statement 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, the City reports its investments at fair value based on quoted market information obtained from fiscal agents or other sources.



**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

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3) Inventories and Prepaid Items:

Inventories consist primarily of expendable supplies held for consumption. Prepaid items represent services for which payment is made in advance. Both inventories and prepaid items are accounted for using the consumption method; therefore, expenditures are recorded at the time inventories are used or the services incurred. Inventories are maintained on a perpetual inventory basis, verified through annual physical counts, and valued using the weighted average method. Nonspendable governmental fund balance for both inventories and prepaid items indicate that a portion of fund balance is not available for future expenditures.

4) Grants Revenue:

The City follows the policy that, grants and similar items are recognized as revenue or contributed revenue as soon as all eligibility requirements imposed by the provider have been met.

5) Unbilled Accounts Receivable:

The City records as receivables and as revenues the amount of water sales, sewer service charges and commercial refuse collection charges accrued but unbilled at fiscal year end. At June 30, 2013, the estimated amounts of unbilled revenues for the Water, Wastewater and Solid Waste Enterprise Funds are \$2,318,787, \$1,334,787, and \$263,049, respectively.

6) Capital Assets:

Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets include property, plant, equipment and infrastructure (e.g., roads, bridges and similar items) and are defined as assets with an individual cost of more than \$5,000 and a useful life exceeding one year. These assets are valued at cost or estimated historical cost if original cost is not available. Gifts or contributions are stated at fair market value at the date received. Depreciation and amortization have been provided over the estimated useful lives using the group life method on a straight-line basis and the following useful lives:

Buildings	33 to 100 years	Infrastructure	35 years
Improvements	20 to 50 years	Equipment	2 to 50 years

For proprietary fund assets constructed with bond proceeds, interest costs have been capitalized, net of interest revenue. Gains or losses are recognized when assets are retired from service or are otherwise disposed.

7) Contributions:

Contributions, as shown in the Enterprise Funds, represent sub-dividers' costs of installing water and sewer mains, water service connections installed at the customers' expense, transfers of equipment from other City funds, and contributions from customers to defray future expansion costs.

8) Long-term obligations:

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or bond discount. Bond issuance costs are reported as deferred charges and amortized over the life of the debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

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debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

9) Fund Balance Policies:

In the fund financial statements, fund balance is reported in classifications that comprise a hierarchy based on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The classifications of fund balance are Nonspendable, Restricted, Committed, Assigned, and Unassigned. Nonspendable and Restricted fund balances represent the restricted classifications and Committed, Assigned, and Unassigned represent the unrestricted classifications.

Nonspendable fund balance includes amounts that cannot be spent because either 1) it is not in a spendable form, such as inventory or prepaid items or 2) it is legally or contractually required to be maintained intact. Restricted fund balance is comprised of externally (outside the City) enforceable limitations imposed by creditors, grantors, contributors, laws and regulations of other governments, or laws through constitutional provisions or enabling legislation (changes in City Charter). Committed fund balance includes self-imposed limitations adopted at the highest level of decision making authority, namely, City Council. City Council approval is required to commit resources or to rescind the commitment. Assigned fund balance represents limitations imposed by management. Assigned fund balance items are submitted by the Finance Director for approval/nonapproval by the City Administrator. Unassigned fund balance represents the residual net resources in excess of the other classifications. The General Fund is the only fund that can report a positive unassigned fund balance and any governmental fund can report a negative unassigned fund balance.

When both restricted and unrestricted resources are available for specific expenditures, unrestricted resources are considered spent before restricted resources. Within unrestricted resources, committed and assigned are considered spent (if available) before unassigned amounts.

**F. Revenues, Expenditures, Expenses and Other Disclosures**

1) Property Tax Revenue Recognition:

Yuma County is responsible for billing and collecting property taxes. Collections by the County in one month are remitted to the City in the next month. For government-wide presentation, revenues equal the taxes levied for the fiscal year. No allowance for uncollectible taxes has been recorded as the City's experience shows that after five years the amount uncollected represents less than one-half percent of the original levy. For governmental fund statement purposes, revenues are recorded as received with the exception of taxes collected within 60 days by the County Treasurer and reported as current year revenues (County Treasurer collections for June of the current fiscal year). Delinquent property taxes (collections of noncurrent years) are recorded similarly. The balance of delinquent taxes is recorded in the property tax receivable account with a corresponding entry to the deferred revenue account.

2) Compensated Absences:

The City's administrative regulations provide permanent City employees with general and major illness leave in varying amounts based on years of service. In addition, employees may accrue hours worked on holidays for absences or payment in the future. General leave vests with the employee as it is earned. General and holiday leave with related benefits for the governmental funds, \$4,926,637, and for the internal service funds, \$75,981, are recorded in the governmental activities column of the government-wide financial statements. The amounts of general and holiday leave pay and related benefits attributable to the Water, Wastewater, Solid Waste, Radio Communications, and Desert Hills Enterprise Funds are \$352,868, \$247,647, \$75,254, \$32,273 and \$68,639 respectively, and are recorded in those funds and in the business-type activities of the government-wide statements and accrued as earned.

Major illness leave benefits provided for ordinary sick pay are not vested with the employee. Unused benefits are payable only upon the death or retirement of the employee. At June 30, 2013, the amount accumulated in sick pay and related benefits is \$7,815,941, including \$169,893 attributable to Internal Service Funds and \$1,297,778 to Enterprise Funds. Under GASB Statement No. 16, *Accounting for Compensated Absences*, the

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

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City uses the "termination payment" method to determine its provision for major illness leave liability. The portion of the major illness leave liability related to governmental fund types, \$758,715, is reported within the governmental activities column of the government-wide financial statements, as current amounts of that liability have been determined to be immaterial and are not recorded within the respective governmental funds. The provision for probable future major illness leave and related benefits attributable to the Equipment Maintenance and Insurance Reserve Internal Service Funds is \$17,473 and \$775 respectively and Water, Wastewater, Solid Waste, Radio Communications, and Desert Hills Golf Course Enterprise Funds of \$77,558, \$52,465, \$13,687, \$3,584 and \$13,687 respectively, are recorded in those funds and are accrued as earned.

**G. Investment Income**

Investment income is composed of interest and net changes in the fair value of applicable investments.

**H. Use of Estimates**

The preparation of financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**II. DETAIL NOTES ON ALL FUNDS**

**A. Cash and Investments**

The City maintains a cash and investments pool that is available to all funds. Each fund's portion of the cash and investment pool is shown in the accompanying balance sheet as "Cash and Investments", including the portion listed under "Restricted Assets". The City also records cash and investments, held by fiscal agents, which are restricted by bond indenture requirements for the payment of principal and interest at the end of the fiscal year.

**Deposits**

At June 30, 2013, the City's deposits had a carrying value of \$6,558,984 and a bank balance of \$10,522,789. The difference represents outstanding checks and other reconciling items. The main City checking account is fully collateralized and is disclosed with investments. All pledged bank collateral for demand deposits was held by an independent institution outside the bank's holding company.

**Custodial Credit Risk**

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City's deposits may not be covered. The City requires all demand deposits be covered by federal depository insurance or by pledged collateral held by the financial institution's trust department in the name of the City at 102% of market value. At June 30, 2013, there are no deposits exposed to custodial credit risk. Cash on hand at June 30, 2013 included petty cash and change funds balances of \$27,951 which are included as money market funds below.

**Investments**

The City adheres to State Law and its adopted Investment Policy to invest public funds in a manner which will provide the maximum security of principal invested while providing the highest yield which will also meet the daily cash flow needs of the City. Per GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, the City reports certain money market investments with a remaining maturity of one year or less at time of purchase at amortized cost instead of fair value. The difference between the fair value and amortized value for June 30, 2013 is \$914.

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

The City's investment balances at June 30, 2013 were as follows:

Investment Type	Fair Value	Investment Maturities in Years			
		< 1 Year	1-2 Years	2-3 Years	3-5 Years
US Treasury Notes/Bills	\$ 6,000,372	\$ 6,000,372	\$ -	\$ -	\$ -
US Agencies:					
Federal Farm Credit Bank	3,491,702	-	-	3,491,702	-
Federal Home Loan Bank	11,282,867	4,298,095	4,998,866	1,985,906	-
Federal Home Loan Mtg. Corp.	22,021,874	6,097,500	5,988,452	3,988,480	5,947,442
Federal National Mtg. Assoc.	21,312,972	1,599,819	5,986,822	9,780,789	3,945,542
Money Market Funds	38,885,986	38,885,986	-	-	-
Wells Fargo-Bus Market Fund	12,087,987	12,087,987	-	-	-
State Investment Pool 5	17,665,727	17,665,727	-	-	-
<b>Total Value</b>	<b>\$ 132,749,487</b>	<b>\$ 86,635,486</b>	<b>\$ 16,974,140</b>	<b>\$ 19,246,877</b>	<b>\$ 9,892,984</b>

**Credit Risk**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's investment policy reduces exposure to investment credit risk by limiting authorized securities to the following:

1. Obligations of the United States Government, its agencies and instrumentalities, excluding mortgage-backed securities;
2. Fully insured or collateralized certificates of deposit and other evidence of deposit at banks and savings and loan associations;
3. Bankers acceptances issued by the ten largest domestic banks;
4. Commercial paper rated A-1/P-1;
5. Repurchase agreements whose underlying collateral consists of the foregoing, provided a signed PSA Master Repurchase Agreement is on file with the counter party bank or broker/dealer;
6. Money Market Funds whose portfolio consists of the foregoing;
7. The State of Arizona Local Government Investment Pool.

At June 30, 2013, all investments, with the exception of the State Investment Pool, are rated AAA or A-1 by Standard and Poor's and Aaa or P-1 by Moody's. The State Investment Pool 5 was rated AAA/s1+ by Standard and Poor's at year end.

**Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investments in a single issuer. The City reduces this risk by diversifying its investment portfolio. Diversification strategies are established and monitored on a monthly basis. The allowed diversification standard and actual percentage at year end by security type and issuer are as follows:

	Maximum %	Actual %
U. S. Treasuries and securities having principal and interest guaranteed by the U.S. Government .....	100%	4.52%
U. S. Government agencies, instrumentalities and government sponsored enterprises .....	No more than 80%	43.77%
Fully insured or collateralized CD's .....	No more than 30%	0%
Banker's Acceptances .....	No more than 25%	0%
A-1/P-1 Commercial Paper.....	No more than 35%	0%
Maximum per issuer.....	10% of total C. P	0%
Repurchase Agreements.....	100%	0%
Money Market Funds.....	100%	38.40%
State Investment Pool .....	100%	13.31%

**City of Yuma, Arizona**  
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**Interest Rate Risk**

Interest Rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with State law and its investment policy, the City sets a maximum maturity on any investment of five years. Unless matched to a specific requirement, no more than 25% of the portfolio may have maturities greater than three years. There are no investments with maturities greater than five years, and there are no holdings with a stated maturity beyond five years. The portfolio at June 30, 2013 had a weighted average maturity of 577 days. The policy does not set a maximum for this measurement.

**Custodial Credit Risk**

The custodial credit risk for investments is the risk that in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City reduces exposure to custodial credit risk in its safekeeping and collateralization policies. All security transactions are conducted on a delivery versus payment basis and are held by a third party custodian, in the City of Yuma's name. The custodian is required to issue a safekeeping receipt listing the specific instrument, rate, and maturity. Although there were no certificate of deposit or repurchase agreements at June 30, the collateralization level of at least 102% of market value is required for these securities.

**B. Property Tax**

The City's property tax is levied by the Yuma County Treasurer on or before the third Monday in August based upon the previous January 1 full cash value as determined by the Yuma County Assessor. Under Arizona law two assessed valuations are used. One is for primary taxes (used to fund operating expenditures) and the other is for secondary taxes (used to meet general obligation debt service requirements). The primary tax levy is limited to a two percent increase over the previous year with adjustments for growth and annexation. Secondary taxes are tied to the annual debt service requirements of voter-approved general obligation bonds. Taxes are due in two equal installments on October 1 and March 1 following the levy date and are delinquent on the first day of November and May, respectively. Liens are filed when taxes are delinquent for two years. Assessed values, levies and collections for fiscal year 2011-12 (Tax Year 2011) and fiscal year 2012-13 (Tax Year 2012), follow:

	<u>Tax Year 2011</u>	<u>Tax Year 2012</u>
Primary Assessed Valuation	\$ 636,293,155	\$ 602,696,459
Primary Tax Rate	1.5787	1.5787
Primary Tax Levy	\$ 10,045,160	\$ 9,514,752
Secondary Assessed Valuation	\$ 666,827,282	\$ 625,801,724
Secondary Tax Rate/Levy	None	None
Current Tax Collections	\$ 9,640,017	\$ 9,143,721
Delinquent Tax Collections	\$ 343,027	\$ 351,550
Delinquent Taxes Outstanding as of June 30	\$ 391,213	\$ 375,542

**C. Accounts Receivable**

Receivable balances are stated net of an allowance for doubtful accounts. Within the Solid Waste Enterprise Fund, an allowance account is established to record the estimated uncollectible refuse collection billings. Within the Water and Wastewater Enterprise Funds, allowance accounts have been established to record estimated uncollectible water and wastewater billings. No allowance account has been made for other types of receivables. The balances of these accounts are as follow:

**City of Yuma, Arizona**  
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	Accounts	Intergovern- mental	Special Assessment	Delinquent Property Taxes	Accrued Interest	Total
General	\$ 2,860,610	\$ 2,176,856	\$ 20,169	\$ 375,542	\$ 10,132	\$ 5,443,309
City Road Tax	35,565	587,263	-	-	2,749	625,577
Debt Service	372	-	3,460,000	-	348	3,460,720
Water	5,173,779	1,410	-	-	6,320	5,181,509
Wastewater	3,072,143	141,382	-	-	13,510	3,227,035
Other Funds-Governmental	1,713,772	2,396,312	-	3,859	9,491	4,123,434
Other Funds-Enterprise	706,782	1,087,729	-	-	1,101	1,795,612
Internal Service	51,765	8	-	-	9,502	61,275
<b>Total</b>	<b>\$13,614,788</b>	<b>\$ 6,390,960</b>	<b>\$ 3,480,169</b>	<b>\$ 379,401</b>	<b>\$ 53,153</b>	<b>\$ 23,918,471</b>

**Allowance Amount**

	<u>2013</u>	<u>2012</u>
Enterprise Funds:		
Solid Waste	\$ 16,153	\$ 13,046
Water	197,833	152,946
Wastewater	120,823	94,768

**D. Due from Other Governments (Intergovernmental Receivables)**

Amounts due from other government units at June 30, 2013, are as follows:

	<b>Agencies</b>				
	<u>Federal</u>	<u>State</u>	<u>County</u>	<u>Local</u>	<u>Total</u>
Governmental Funds					
Major Funds					
General	\$ -	\$1,940,568	\$ 178,449	\$ 57,839	\$2,176,856
City Road Tax	-	587,263	-	-	587,263
Non-major Funds					
Highway User Revenue	-	536,849	7,297	-	544,146
Public Safety Tax	-	234,825	-	-	234,825
Mall Maintenance	-	-	28,431	-	28,431
Grants	787,359	26,737	-	-	814,096
Community Redevelopment	119,992	-	-	-	119,992
Capital Projects	-	302,152	-	352,670	654,822
Enterprise Funds:					
Major Funds					
Water	-	1,410	-	-	1,410
Wastewater	58,007	-	-	83,375	141,382
Non-major Funds					
Solid Waste	-	1,554	-	-	1,554
Radio Communications	476,940	481,416	42,482	84,154	1,084,992
Desert Hills Golf Course	-	1,183	-	-	1,183
Internal Service Funds					
Equipment Maintenance	-	8	-	-	8
<b>Total</b>	<b>\$1,442,298</b>	<b>\$4,113,965</b>	<b>\$ 256,659</b>	<b>\$ 578,038</b>	<b>\$6,390,960</b>

**City of Yuma, Arizona**  
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**E. Capital Assets**

Capital asset activity for governmental activities for the year ended June 30, 2013, follows:

	Balance June 30, 2012 (as restated)	Increases	Decreases	Balance June 30, 2013
Capital Assets Not Being Depreciated:				
Land	\$ 56,809,690	\$ 2,275,418	\$ 319,902	\$ 58,765,206
Construction in Progress	62,629,744	7,159,346	50,846,376	18,942,714
Total Capital Assets Not Being Depreciated	119,439,434	9,434,764	51,166,278	77,707,920
Other Capital Assets:				
Buildings	78,866,309	12,055,569	-	90,921,878
Improvements	41,336,594	3,684,093	-	45,020,687
Infrastructure	223,331,449	34,601,211	-	257,932,660
Equipment	47,896,385	3,183,905	543,724	50,536,566
Total Other Capital Assets	391,430,737	53,524,778	543,724	444,411,791
Less Accumulated Depreciation for:				
Buildings	28,980,468	2,526,217	-	31,506,685
Improvements	28,829,915	2,709,601	-	31,539,516
Infrastructure	98,503,583	5,484,031	-	103,987,614
Equipment	37,122,092	2,525,160	543,724	39,103,528
Total Accumulated Depreciation	193,436,058	13,245,009	543,724	206,137,343
Other Capital Assets, Net	197,994,679	40,279,769	-	238,274,448
Total Capital Assets, Governmental Activities	\$ 317,434,113	\$ 49,714,533	\$51,166,278	\$ 315,982,368

Government activities capital assets net of accumulated depreciation at June 30, 2013, include:

General Capital Assets, Net	\$ 309,005,624
Internal Service Fund Capital Assets, Net	6,976,744
Total	<u>\$ 315,982,368</u>

Depreciation was charged to governmental functions as follows:

General Government	\$ 1,073,878
Public Safety	2,411,519
Parks, Recreation, and Culture	2,612,678
Environmental Health and Protection	14,156
Community Design and Development	32,224
Streets	5,588,252
Assets held by Internal Service Funds are charged based on usage of assets	1,512,302
Total	<u>\$ 13,245,009</u>

The June 30, 2012 capital asset balance above for governmental activities was restated for the reclassification of the Radio Communications Special Revenue fund into an Enterprise fund (decrease of \$3,465,325). The June 30, 2012 capital asset balance for business-type activities below was increased by the same amount.

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<b>Business-type activities:</b>	Balance June 30, 2012 (as restated)	Increases	Decreases	Balance June 30, 2013
Capital Assets Not Being Depreciated:				
Land	\$ 10,529,664	\$ 64,213	\$ -	\$ 10,593,877
Construction in Progress	39,751,873	478,229	38,508,350	1,721,752
Total Capital Assets Not Being Depreciated	<u>50,281,537</u>	<u>542,442</u>	<u>38,508,350</u>	<u>12,315,629</u>
Other Capital Assets:				
Buildings	164,648,404	-	-	164,648,404
Improvements	228,339,520	39,814,959	-	268,154,479
Equipment	11,727,233	529,635	54,586	12,202,282
Total Other Capital Assets	<u>404,715,157</u>	<u>40,344,594</u>	<u>54,586</u>	<u>445,005,165</u>
Less Accumulated Depreciation for:				
Buildings	8,224,683	3,301,158	-	11,525,841
Improvements	105,150,470	9,633,068	-	114,783,538
Equipment	7,320,791	1,761,818	54,586	9,028,023
Total Accumulated Depreciation	<u>120,695,944</u>	<u>14,696,044</u>	<u>54,586</u>	<u>135,337,402</u>
Other Capital Assets, Net	<u>284,019,213</u>	<u>25,648,550</u>	<u>-</u>	<u>309,667,763</u>
Total Capital Assets, Business-type activities	<u>\$ 334,300,750</u>	<u>\$26,190,992</u>	<u>\$38,508,350</u>	<u>\$ 321,983,392</u>

Depreciation was charged to programs as follows:

Water	\$ 7,344,315
Wastewater	5,597,400
Solid Waste	32,016
Radio Communications	1,541,775
Golf courses	180,538
Total	<u>\$ 14,696,044</u>

Construction in progress is comprised mainly of water projects (waterline replacements and water transmission lines) and wastewater projects (wastewater treatment plant upgrades and improvements, and collection facilities).

#### **F. Retirement Plans**

The City has adopted GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers* as amended by GASB Statement No. 50, *Pension Disclosures*, which requires the following disclosures.

**Plan Descriptions** - The City contributes to the three plans described below. Benefits are established by state statute and generally provide retirement, death, long-term disability, survivor and health insurance premium benefits.

The Arizona State Retirement System (ASRS) administers a cost-sharing multiple-employer defined benefit pension plan that covers general employees of the City. The ASRS is governed by the Arizona State Retirement System Board according to the provisions of A.R.S. Title 38, Chapter 5, Article 2.

The Public Safety Personnel Retirement System (PSPRS) is an agent multiple-employer defined benefit pension plan that covers public safety personnel who are regularly assigned hazardous duty as employees of the State of Arizona or one of its political subdivisions. The PSPRS, acting as a common investment and administrative agent, is governed by a five-member board, known as The Fund Manager, and 167 local boards according to the provisions of A.R.S. Title 38, Chapter 5, Article 4.



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The Elected Officials Retirement Plan (EORP) is a cost-sharing multiple-employer defined benefit pension plan that covers elected officials and judges of certain state and local governments. The EORP is governed by The Fund Manager of PSPRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 3.

Each plan issues a publicly available financial report that includes its financial statements and required supplementary information. A report may be obtained by writing or calling the applicable plan.

<u>ASRS</u>	<u>PSPRS and EORP</u>
3300 North Central Avenue	3010 E Camelback Rd., Ste 200
P.O. Box 33910	Phoenix, AZ 85016
Phoenix, AZ 85067-3910	
(602) 240-2200 or (800) 621-3778	(602) 255-5575

**Funding Policy** - The Arizona State Legislature establishes and may amend active plan members' and the City's contribution rate.

*Cost-sharing plans* - For the year ended June 30, 2013, active ASRS members and the City were required by statute to contribute at the actuarially determined rate of 11.14 percent (10.9 percent retirement and 0.24 percent long-term disability for members and 10.25 percent retirement, 0.65 percent health and 0.24 percent long-term disability for the City) of the members' annual covered payroll. The City's contributions to ASRS for the years ended June 30, 2013, 2012, and 2011 were \$2,982,796, \$2,929,058, and \$2,490,013, respectively, which were equal to the required contributions for the year. In addition, active EORP members and the City were required by statute to contribute 11.5 percent and 36.44 percent, respectively, of the members' annual covered payroll. The City's contributions to EORP for the years ended June 30, 2013, 2012 and 2011 were \$89,132, \$80,694, and \$70,831, respectively, which were equal to the required contributions for the year.

*Agent plans* - For the year ended June 30, 2013 active PSPRS members were required by statute to contribute 9.55 percent of the members' annual covered payroll, and the City was required to contribute at the actuarially determined rate of 26.19 percent for police and 34.15 percent for fire.

**Funded Status and Funding Progress** – Funding progress of the two agent plans as of June 30, 2012, the most recent valuation, appears below.

	<u>Actual Value of Plan Assets</u>	<u>Actuarial Accrued Liability</u>	<u>Funding Liability (Excess)</u>	<u>Funded Ratio</u>	<u>Annual Covered Payroll</u>	<u>Unfunded Liability as Percentage of Payroll</u>
<b>POLICE</b>	\$ 43,985,939	\$ 71,320,513	\$ 27,334,574	61.7%	\$ 9,175,414	297.9%
<b>FIRE</b>	30,455,972	57,516,428	27,060,456	53.0%	6,560,746	412.5%

The schedule of funding progress, presented as Required Supplementary Information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**Annual Pension Cost** - The City's pension cost for the two agent plans for the year ended June 30, 2012 (the date of the most recent actuarial report) follows:

**City of Yuma, Arizona**  
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	<u>Police</u>	<u>Fire</u>
Contribution Rates	26.19%	34.15%
Annual Pension Cost	\$2,237,780	\$1,881,117
Contributions Made	\$2,237,780	\$1,881,117
Actuarial Valuation Date	June 30, 2012	June 30, 2012
Actuarial Cost Method	Individual entry age	Individual entry age
Actuarial Assumptions:		
Investment Rate of Return	8.00%	8.00%
Projected Salary Increases	5.0%-9.0%	5.0%-9.0%
Inflation Projection	5%	5%
Cost-of-Living Adjustments	None	None
Amortization Method	Level Percent-of-pay closed	Level Percent-of-pay closed
Remaining Amortization Period	24 years (underfunded)	24 years (underfunded)
Asset Valuation Method	Smoothed market	Smoothed market

**Trend Information** - Information for each of the agent plans as of the most recent actuarial valuations follows:

		<u>Annual Pension</u>		<u>Net Pension</u>
		<u>Cost</u>	<u>Percent Contributed</u>	<u>Obligation</u>
<b>POLICE</b>	2010	\$ 1,847,772	100.0%	\$ -
	2011	2,115,546	100.0%	-
	2012	2,237,780	100.0%	-
<b>FIRE</b>	2010	1,557,575	100.0%	-
	2011	1,787,905	100.0%	-
	2012	1,881,117	100.0%	-

**G. Noncurrent Liabilities**

The following changes occurred in noncurrent liabilities during the fiscal year ended June 30, 2013:

	<u>Balance</u> <u>July 1, 2012</u> <u>(as restated)</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30,</u> <u>2013</u>	<u>Due</u> <u>Within</u> <u>One Year</u>
<b>Governmental activities:</b>					
Yuma Municipal Property Corporation	\$119,055,000	\$ -	\$ 6,890,000	\$ 112,165,000	\$ 7,185,000
Improvement District #67	1,860,000	-	910,000	950,000	950,000
Improvement District #68	2,765,000	-	255,000	2,510,000	265,000
Unamortized Discount/Issuance Costs	(810,830)	-	(66,830)	(744,000)	-
Unamortized Premium	1,772,858	-	122,523	1,650,335	-
Compensated Absences	5,683,228	1,184,412	1,088,060	5,779,580	2,274,289
Total Governmental Activity					
Noncurrent Liabilities	<u>\$130,325,256</u>	<u>\$1,184,412</u>	<u>\$ 9,198,753</u>	<u>\$ 122,310,915</u>	<u>\$10,674,289</u>
<b>Business-type activities:</b>					
General Obligation Bonds	\$ 1,420,000	\$ -	\$ 1,420,000	\$ -	\$ -
Yuma Municipal Property Corporation	113,765,000	-	3,425,000	110,340,000	3,585,000
Unamortized Discount/Issuance Costs	(531,533)	-	(26,576)	(504,957)	-
Unamortized Premium	3,684,545	-	184,227	3,500,318	-
Contracts Payable	63,921,836	-	4,478,041	59,443,795	4,633,724
Compensated Absences	856,493	242,972	161,804	937,661	303,183
Total Business-type Activity					
Noncurrent Liabilities	<u>\$183,116,341</u>	<u>\$ 242,972</u>	<u>\$ 9,642,496</u>	<u>\$ 173,716,817</u>	<u>\$ 8,521,907</u>

**City of Yuma, Arizona**  
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The City has adopted GASB Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*. The following disclosures are due in part to that statement.

**Contracts Payable**

**Business-type activities** – During fiscal year 2004, the City began construction of major additions to its utility infrastructure, including additional water and wastewater treatment plants. Financing for these additions comes from the Arizona Water Infrastructure Financing Authority (WIFA) in the form of 20-year loan contracts. The city pledged each system’s net revenues as collateral for the debt.

**Bonded Debt - Excluding Refunded Debt**

The following is a description of bonded indebtedness at June 30, 2013. In each instance, all bonds have been issued. For each issue, a number of covenants and restrictions are included in the bond indentures. The City is in compliance with these covenants and restrictions.

**Special Assessment Bonds** – Special assessment bonds are issued by the City on behalf of improvement districts created by property owners for a specific purpose. Property owners in the designated districts agree to be assessed for the principal and interest costs of repaying the bonds. As trustee for improvement districts, the City is responsible for collecting the assessments levied against the owners of the property within the improvement districts and for disbursing these amounts to retire the bonds issued to finance the improvements. Special assessment bonds are secured by liens against the property within each district. In the event of delinquency, the City may secure payment of the bonds through sale of the property. All activity related to these bonds is recorded in the City’s Debt Service Fund.

**Municipal Property Corporation Bonds** – In 1970, the City created the Municipal Property Corporation to finance the acquisition or construction of various City projects. Bonds are issued by the corporation and are repaid through unrestricted revenues, primarily excise taxes, by the City. For each issue, the City has pledged its excise tax collections as follows: *Excise Taxes* – transaction privilege taxes, license fees and franchise fees, along with transaction privilege taxes, income taxes and excise taxes imposed by the State and distributed to the City (except public safety and special sales taxes); *Public Safety Taxes* – a special two-tenths of one percent (.2%) privilege license tax approved by qualified voters in 1994 for public safety and criminal justice facilities and communication equipment; and *Special Sales Taxes* – a special two percent (2%) privilege license tax approved by qualified voters in 1993 on the gross proceeds of sales or gross income from the business of bars, restaurants and hotels. For each bond series, the corresponding pledged tax was:

<u>Issue</u>	<u>Pledged Tax</u>	<u>Project(s) funded</u>
2003 – Series A	Excise and Public Safety Taxes	Refunding 1995 issue
2003 – Series B	Excise Taxes	Art Center/Fire Station construction
2007 – Series B	Excise and Special Sales Taxes	Pool/water park/public safety facilities
2007 – Series D	Excise and Special Sales Taxes	Streets projects
2010 – Series B	Excise Taxes	Refunding 2001 issue

In addition to, or in lieu of, excise taxes, the City may use other operational revenues to repay the debt, as budgeted in each fund. These include payments from the Water, Wastewater, Solid Waste and Desert Hills Golf Course Enterprise Funds, and Highway User Revenue Special Revenue Fund, as determined by the projects acquired or constructed by the debt proceeds.

The Municipal Property Corporation issued a Utility Series in 2007. The water and wastewater system’s net revenues were pledged as collateral for this issue as additional parity obligations.

<u>Issue</u>	<u>Pledged Revenues</u>	<u>Project(s) funded</u>
2007 – Series Utilities	Net Utility System Revenues	Water treatment plant/water distribution

**City of Yuma, Arizona**  
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For the year ended June 30, 2013 the pledged revenues described above amounted to \$69,020,018 for governmental activities and \$42,513,368 for business-type activities. The bonded debt collateralized by such revenues is presented below. Total future pledged revenues are not determinable for comparison to total collateralized debt; however, for the year ended June 30, 2013 debt service for governmental activities totaled \$13,555,448 and for business-type activities \$15,686,579, or 20% and 37% of pledged revenues, respectively.

**Summary of Bonded Debt**

	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Authorized and Issued</u>	<u>Outstanding</u>	<u>Net Unamortized Premium/ (Issue Costs)</u>
Yuma Municipal Property						
Corporation Bonds:						
2003 - Series A Refunding	4.21%	2/18/2003	2015	14,640,000	4,475,000	-
2003 - Series B Refunding	3.67%	2/18/2003	2015	2,905,000	845,000	-
2003 - Series B Addition	4.18%	2/18/2003	2022	9,000,000	5,515,000	(21,546)
2007 - Series B	4.50%	11/20/2007	2027	30,785,000	24,935,000	(348,384)
2007 - Series D	4.50%	11/20/2007	2027	61,100,000	49,505,000	1,260,490
2007 - Series Utilities	4.50%	11/20/2007	2032	127,925,000	110,340,000	2,995,361
2010 - Series B Refunding	4.23%	6/29/2010	2025	29,530,000	26,890,000	15,775
Total MPC Bonds				<u>275,885,000</u>	<u>222,505,000</u>	<u>3,901,696</u>
Total Bonds Authorized and Issued				<u>\$ 275,885,000</u>	<u>\$ 222,505,000</u>	<u>\$ 3,901,696</u>

**Legal Debt Margin**

Under Arizona's Constitution, outstanding general obligation bonded debt for combined water, sewer, artificial light, parks, open space preserves, playgrounds and recreational facilities may not exceed 20% of a City's net secondary assessed valuation. Outstanding general obligation debt for all other purposes may not exceed 6% of a City's net secondary assessed valuation. The legal borrowing capacity of the City of Yuma at June 30, 2013 follows:

	<u>Water, Etc. (20%)</u>	<u>All Other (6%)</u>
Secondary Assessed Valuation	<u>\$625,801,724</u>	
Legal Limit	<u>\$ 125,160,345</u>	<u>\$ 37,548,103</u>
Outstanding G.O. Debt	<u>-</u>	<u>-</u>
Available Debt Margin	<u>\$ 125,160,345</u>	<u>\$ 37,548,103</u>

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Annual Debt Service Requirements to Maturity**

**BONDS AND IMPROVEMENT DISTRICTS**

July 1	Improvement District No. 67 Bonds					
	Principal	Interest	Total			
2013	950,000	35,150	985,150			
	<u>\$ 950,000</u>	<u>\$ 35,150</u>	<u>\$ 985,150</u>			
	Improvement District No. 68 Bonds			MPC Bonds 2003 Series		
2013	265,000	117,970	382,970	450,000	241,847	691,847
2014	280,000	105,515	385,515	470,000	224,973	694,973
2015	290,000	92,355	382,355	490,000	207,347	697,347
2016	305,000	78,725	383,725	515,000	182,847	697,847
2017	320,000	64,390	384,390	535,000	157,098	692,098
2018	335,000	49,350	384,350	560,000	134,628	694,628
2019	350,000	33,605	383,605	585,000	110,828	695,828
2020	365,000	17,155	382,155	610,000	85,672	695,672
2021	-	-	-	635,000	58,833	693,833
2022	-	-	-	665,000	30,258	695,258
	<u>\$ 2,510,000</u>	<u>\$ 559,065</u>	<u>\$ 3,069,065</u>	<u>\$ 5,515,000</u>	<u>\$ 1,434,331</u>	<u>\$ 6,949,331</u>
	MPC Bonds 2003 Refunding 1995A			MPC Bonds 2003 Refunding 1995B		
2013	1,425,000	173,203	1,598,203	270,000	35,375	305,375
2014	1,490,000	119,765	1,609,765	280,000	25,250	305,250
2015	1,560,000	62,400	1,622,400	295,000	14,750	309,750
	<u>\$ 4,475,000</u>	<u>\$ 355,368</u>	<u>\$ 4,830,368</u>	<u>\$ 845,000</u>	<u>\$ 75,375</u>	<u>\$ 920,375</u>
	MPC Bonds 2007 Series Utility			MPC Bonds 2007 Series B		
2013	3,585,000	5,382,538	8,967,538	1,230,000	1,064,970	2,294,970
2014	3,750,000	5,239,138	8,989,138	1,280,000	1,015,770	2,295,770
2015	3,920,000	5,089,138	9,009,138	1,335,000	964,570	2,299,570
2016	4,095,000	4,893,138	8,988,138	1,390,000	911,170	2,301,170
2017	4,270,000	4,688,388	8,958,388	1,445,000	855,570	2,300,570
2018	4,440,000	4,453,538	8,893,538	1,505,000	797,770	2,302,770
2019	4,620,000	4,231,538	8,851,538	1,565,000	737,570	2,302,570
2020	4,810,000	4,000,538	8,810,538	1,630,000	674,970	2,304,970
2021	5,015,000	3,802,125	8,817,125	1,700,000	606,510	2,306,510
2022	5,225,000	3,551,375	8,776,375	1,770,000	534,260	2,304,260
2023	5,450,000	3,290,125	8,740,125	1,850,000	458,150	2,308,150
2024	5,685,000	3,017,625	8,702,625	1,930,000	365,650	2,295,650
2025	5,930,000	2,733,375	8,663,375	2,010,000	281,212	2,291,212
2026	6,190,000	2,436,875	8,626,875	2,100,000	193,275	2,293,275
2027	6,460,000	2,127,375	8,587,375	2,195,000	98,775	2,293,775
2028	6,745,000	1,844,750	8,589,750	-	-	-
2029	7,050,000	1,507,500	8,557,500	-	-	-
2030	7,365,000	1,155,000	8,520,000	-	-	-
2031	7,695,000	786,750	8,481,750	-	-	-
2032	8,040,000	402,000	8,442,000	-	-	-
	<u>\$ 110,340,000</u>	<u>\$ 64,632,829</u>	<u>\$ 174,972,829</u>	<u>\$ 24,935,000</u>	<u>\$ 9,560,192</u>	<u>\$ 34,495,192</u>

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

**BONDS AND IMPROVEMENT DISTRICTS**

July 1	MPC Bonds 2007 Series D			MPC Bonds 2010 Refunding 2001		
	Principal	Interest	Total	Principal	Interest	Total
2013	2,435,000	2,348,825	4,783,825	1,375,000	1,155,081	2,530,081
2014	2,540,000	2,251,425	4,791,425	1,425,000	1,100,082	2,525,082
2015	2,655,000	2,149,825	4,804,825	1,465,000	1,057,331	2,522,331
2016	2,760,000	2,043,625	4,803,625	1,840,000	1,013,381	2,853,381
2017	2,870,000	1,905,625	4,775,625	1,910,000	939,781	2,849,781
2018	2,985,000	1,762,125	4,747,125	2,010,000	844,282	2,854,282
2019	3,110,000	1,612,875	4,722,875	2,110,000	743,781	2,853,781
2020	3,240,000	1,457,375	4,697,375	2,210,000	638,281	2,848,281
2021	3,375,000	1,323,725	4,698,725	2,305,000	549,881	2,854,881
2022	3,520,000	1,154,975	4,674,975	2,400,000	454,800	2,854,800
2023	3,670,000	978,975	4,648,975	2,500,000	352,800	2,852,800
2024	3,825,000	795,475	4,620,475	2,610,000	240,300	2,850,300
2025	3,995,000	604,225	4,599,225	2,730,000	122,850	2,852,850
2026	4,170,000	404,475	4,574,475	-	-	-
2027	4,355,000	195,975	4,550,975	-	-	-
	<u>\$ 49,505,000</u>	<u>\$ 20,989,525</u>	<u>\$ 70,494,525</u>	<u>\$ 26,890,000</u>	<u>\$ 9,212,631</u>	<u>\$ 36,102,631</u>

**CONTRACTS PAYABLE**

July 1	WIFA Loan #920069-03			WIFA Loan #910043-03		
	Principal	Interest	Total	Principal	Interest	Total
2013	518,032	199,468	717,500	2,370,953	912,937	3,283,890
2014	535,184	182,316	717,500	2,449,455	834,435	3,283,890
2015	552,904	164,596	717,500	2,530,557	753,333	3,283,890
2016	571,210	146,290	717,500	2,614,343	669,547	3,283,890
2017	590,123	127,377	717,500	2,700,904	582,986	3,283,890
2018	609,662	107,838	717,500	2,790,331	493,559	3,283,890
2019	629,848	87,652	717,500	2,882,719	401,171	3,283,890
2020	650,702	66,798	717,500	2,978,166	305,724	3,283,890
2021	672,247	45,253	717,500	3,076,773	207,117	3,283,890
2022	694,505	22,995	717,500	3,178,645	105,245	3,283,890
	<u>\$ 6,024,417</u>	<u>\$ 1,150,583</u>	<u>\$ 7,175,000</u>	<u>\$ 27,572,846</u>	<u>\$ 5,266,054</u>	<u>\$ 32,838,900</u>

WIFA Loan #920088-04

2013	1,744,727	937,033	2,681,760
2014	1,810,189	870,342	2,680,531
2015	1,878,108	801,150	2,679,258
2016	1,948,574	729,361	2,677,935
2017	2,021,685	654,879	2,676,564
2018	2,097,539	577,603	2,675,142
2019	2,176,238	497,427	2,673,665
2020	2,257,891	414,242	2,672,133
2021	2,342,607	327,937	2,670,544
2022	2,430,501	238,393	2,668,894
2023	2,521,694	145,490	2,667,184
2024	2,616,802	49,092	2,665,894
	<u>\$ 25,846,555</u>	<u>\$ 6,242,949</u>	<u>\$ 32,089,504</u>

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

**H. Interfund Transfers**

**INTERFUND TRANSFERS**

<i>Transfers Out</i>		<i>Transfers In</i>	
<b>Governmental funds - major funds:</b>			
<b>General Fund</b>	Radio Comm	\$ 125,500	<b>General Fund</b>
	Mall Maintenance	22,073	<b>Debt Service</b>
	Debt Service	3,219,138	
<b>City Road Tax</b>	Debt Service	4,810,470	
			Two Percent Tax \$ 503,084
			General Fund 3,219,138
			HURF 101,597
			Public Safety Tax 2,942,551
			Water 62,469
			Wastewater 32,053
			Solid Waste 21,017
			City Road Tax 4,810,470
			Impact Fee 1,057,574
<b>Nonmajor funds:</b>			
<b>Public Safety Tax</b>	Debt Service	2,942,551	<b>Mall Maintenance</b>
<b>Two Percent</b>	General Fund	503,084	General Fund
	Desert Hills Golf Course	104,706	
<b>HURF</b>	Debt Service	101,597	
	Radio Comm	6,750	
<b>Capital Improvement</b>	Debt Service	1,057,574	
<b>Total Governmental Activities</b>		<u>12,893,443</u>	<b>Total Governmental Activities</b>
			<u>12,772,026</u>
<b>Enterprise funds:</b>			
<b>Solid Waste</b>	Debt Service	21,017	<b>Radio Comm</b>
	Radio Comm	4,750	General Fund
<b>Water</b>	Debt Service	62,469	HURF
	Radio Comm	7,875	Water
<b>Wastewater</b>	Debt Service	32,053	Wastewater
	Radio Comm	4,875	Solid Waste
			Equip Maint
			Desert Hills Golf Course
			Two Percent Tax
<b>Total Enterprise Funds</b>		<u>133,039</u>	<b>Total Enterprise Funds</b>
			<u>255,206</u>
<b>Internal Service funds:</b>			
<b>Equipment Maint</b>	Radio Comm	750	
<b>Total Internal Service Funds</b>		<u>750</u>	<b>Total Internal Service Funds</b>
			-
<b>Total Transfers Out</b>		<u>\$ 13,027,232</u>	<b>Total Transfers In</b>
			<u>\$ 13,027,232</u>

The majority of the transfers listed above are for debt service requirements and are recognizable by the fund from which the transfer is made. This includes Enterprise Fund transfers to debt service as the majority of the related bond debt service is governmental in nature and is recorded in the Debt Service Fund rather than within the Enterprise Funds. As for the remaining transfers, they include operating subsidies from the Two Percent Tax Fund to the General Fund (\$503,084 per a riverfront development agreement).

Interfund activity is eliminated within the governmental activities column of the Statement of Activities. Only transfers between governmental and business-type activities appear on that statement. The net transfers of \$122,167 are for debt service (\$115,539), Radio Maintenance \$133,000 and a CIP project funded by Two Percent Tax \$104,076.

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

**I. Interfund Receivables and Payables**

Interfund balances at June 30, 2013, follow:

	<b>Interfund Receivable</b>
	<b>Major Funds</b>
<b>Interfund Payable</b>	<b>General</b>
<b>Nonmajor Governmental Funds:</b>	
Community Redevelopment Fund	\$ 100,909
Grants Fund	748,992
Yuma Mall Maintenance Fund	27,123
<b>Internal Service Funds:</b>	
Equipment Maintenance	481,161
Workers Compensation	1,113,364
<b>Total Receivable</b>	<b>\$ 2,471,549</b>

Because they serve primarily governmental funds, the interfund activity noted above in the Internal Service Equipment Maintenance, Insurance Reserve and Workers Compensation Funds are combined within the governmental activities for government-wide reporting. As such, the interfund activity is eliminated in the governmental activities column of the Statement of Net Position. The internal balances amount appearing on that statement, \$713,379, represents net balances allocated to business-type activities for consolidation of internal service funds net profits.

**J. Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; job-related illnesses and injuries to employees; and natural disasters. The City purchases commercial insurance for Property Insurance, Public Employee Fidelity Bonds, Crime Insurance, Excess Workers Compensation, and Miscellaneous Insurance (i.e. surety bonds, special event insurance as needed, and fine arts coverage.) The City retains all the risk not covered by commercial carriers and has effectively managed risk through various employee education and prevention programs. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The City provides health benefits to its employees and their dependents through the Yuma Area Benefit Consortium (trust). The trust is comprised of four participating entities and provides benefits through a self-funding trust agreement with its members. The consortium purchases insurance for claims in excess of \$100,000 per individual per plan year. A third-party administrator provides claim processing and record keeping services. The City is responsible for paying premiums while employees must contribute for costs of dependent coverage. The trust sets rates through projection of claims cost and administrative expenses, along with a determination of sufficient fund balance to maintain rate stability and trust integrity. Should the consortium become insolvent or otherwise unable to discharge its liabilities, the participating entities shall be assessed a pro rata share. This assessment may not exceed the amount of each participating entity's annual contribution. Benefit payments to beneficiaries are limited to the amount in the trust. Should the assessment not yield sufficient funds to pay outstanding claims, the trust's obligation to pay claims is limited to the amount in the trust after assessment and the trustees and the participating entities have no further obligation of any type.

The City uses two Internal Service Funds, Insurance Reserve Fund and Workers Compensation Fund, to account for the financing of its risk of loss relating to claims. Charges assessed to the funds are based on historical claims, exposure to risk, and funding necessary reserves. Annually, the City estimates the liabilities for unpaid claims using a historical cost information method. Claims and expenses are recognized when it is probable that a loss has been incurred, and the amount of the loss can be reasonably estimated. Claims accounted for include, reported and paid claims, reported but unpaid claims, and incurred but not reported (IBNR) claims. The funds' claims liabilities are presented below.



**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

Fiscal Year	Insurance Reserve Fund				Workers Compensation Fund			
	Beginning of Year Liability	Claims and Changes In Estimates	Claim Payments	End of Year Liability	Beginning of Year Liability	Claims and Changes In Estimates	Claim Payments	End of Year Liability
2012-13	\$ 72,477	\$ 249,826	\$ 256,757	\$ 65,546	\$ 1,248,076	\$ 370,420	\$ 649,123	\$ 969,373
2011-12	60,112	528,959	516,594	72,477	998,021	1,234,436	984,381	1,248,076
2010-11	48,058	437,591	425,537	60,112	1,017,121	545,050	564,150	998,021

**K. Construction Commitments**

The City has active construction projects as of June 30, 2013. At year-end the government's commitments with contractors for specific projects are as follows:

Construction Commitments	Original Contract	Spent to Date	Remaining Commitment
Public Safety	\$ 3,496,536	\$ 3,232,479	\$ 264,057
Streets	1,281,020	421,364	859,656
Water System	1,782,908	483,408	1,299,500
	<u>\$ 6,560,464</u>	<u>\$ 4,137,251</u>	<u>\$ 2,423,213</u>

**L. Radio Communications Enterprise Fund**

Since its inception in 2006, the Radio Communications Fund has been reported as a component of the General Fund and in 2010 was reclassified as a Special Revenue fund. The fund was created to account for the expenditures of the Yuma Regional Communications System Council which was created in 2005 to oversee the county-wide communication project. Various Yuma County entities pay into this fund for the maintenance and replacement of their radios, thus creating a fund balance. In addition the Council oversees many federal grants awarded for the creation of the county-wide radio communications system. In order to better account for the activity of this fund, the Radio Communications Fund is being reclassified as an Enterprise Fund. In the fiscal year ending June 30, 2013, the Radio Communications Enterprise Fund was created to account more appropriately for the proceeds, expenditures, and assets of the YRCS. Prior year balances have been restated as follows:

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

<i>Balance Sheet</i>	Nonmajor Governmental Funds			Other Enterprise Funds		
	Original	Change	Restated	Original	Change	Restated
<b>Current Assets</b>						
Cash and Investments	\$ 8,141,964	\$ (861,175)	\$ 7,280,789	\$ 1,333,026	\$ 861,175	\$ 2,194,201
Accounts Receivable	146,011	(94,896)	51,115	514,610	94,896	609,506
Intergovernmental	299,732	(54,534)	245,198	616	54,534	55,150
Delinquent Property Taxes	20,134	-	20,134	-	-	-
Accrued Interest	3,945	(445)	3,500	570	445	1,015
Inventory, at cost	15,036	-	15,036	65,790	-	65,790
Prepaid Items	820	-	820	139	-	139
<b>Total Current Assets</b>	<b>8,627,642</b>	<b>(1,011,050)</b>	<b>7,616,592</b>	<b>1,914,751</b>	<b>1,011,050</b>	<b>2,925,801</b>
<b>Noncurrent Assets</b>						
Buildings	-	-	-	3,102,865	-	3,102,865
Improvements Other than Buildings	-	-	-	3,066,405	-	3,066,405
Equipment	-	-	-	660,423	6,481,011	7,141,434
Construction in Progress	-	-	-	169,982	-	169,982
Less Accumulated Depreciation	-	-	-	(4,732,553)	(3,015,686)	(7,748,239)
<b>Total Noncurrent Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,267,122</b>	<b>3,465,325</b>	<b>5,732,447</b>
<b>Total Assets</b>	<b>\$ 8,627,642</b>	<b>\$ (1,011,050)</b>	<b>\$ 7,616,592</b>	<b>\$ 4,181,873</b>	<b>\$ 4,476,375</b>	<b>\$ 8,658,248</b>
<b>Current Liabilities Payable from</b>						
<b>Current Assets</b>						
Accounts Payable	\$ 65,877	\$ (4,012)	\$ 61,865	\$ 134,933	\$ 4,012	\$ 138,945
Accrued Payroll	19,245	(3,467)	15,778	22,317	3,467	25,784
Current Portion-Accrued						
Compensated Absences	-	-	-	49,052	5,828	54,880
Unearned Revenue	-	-	-	69,169	-	69,169
Deferred Revenues	139,671	-	139,671	-	-	-
<b>Total Current Liabilities Payable</b>	<b>224,793</b>	<b>(7,479)</b>	<b>217,314</b>	<b>275,471</b>	<b>13,307</b>	<b>288,778</b>
<b>from Current Assets</b>	<b>224,793</b>	<b>(7,479)</b>	<b>217,314</b>	<b>275,471</b>	<b>13,307</b>	<b>288,778</b>
<b>Total Current Liabilities</b>	<b>224,793</b>	<b>(7,479)</b>	<b>217,314</b>	<b>275,471</b>	<b>13,307</b>	<b>288,778</b>
<b>Noncurrent Liabilities</b>						
Accrued Compensated Absences	-	-	-	117,202	8,973	126,175
<b>Total Noncurrent Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>117,202</b>	<b>8,973</b>	<b>126,175</b>
<b>Total Liabilities</b>	<b>224,793</b>	<b>(7,479)</b>	<b>217,314</b>	<b>392,673</b>	<b>22,280</b>	<b>414,953</b>
<b>Fund Balance</b>	<b>8,402,849</b>	<b>(1,003,571)</b>	<b>7,399,278</b>			
<b>Total Liabilities and Fund Balance</b>	<b>\$ 8,627,642</b>	<b>\$ (1,011,050)</b>	<b>\$ 7,616,592</b>			
<b>Enterprise Funds Net Position</b>						
Net Investment in Capital Assets				2,267,122	3,465,324	5,732,446
Unrestricted				1,522,078	988,771	2,510,849
<b>Total Net Position</b>				<b>\$ 3,789,200</b>	<b>\$ 4,454,095</b>	<b>\$ 8,243,295</b>

**M. Deficits in Fund Equity**

At June 30, 2013, no funds, as shown in the basic financial statements, were in a deficit position. The Workers Compensation Internal Service Fund, as shown in the Combining Statement of Net Position in Other Supplementary Information, has a deficit balance of \$213,705 at June 30, 2013. The City intends to adjust its internal charges in future fiscal years to eliminate this deficit.

**City of Yuma, Arizona**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2013

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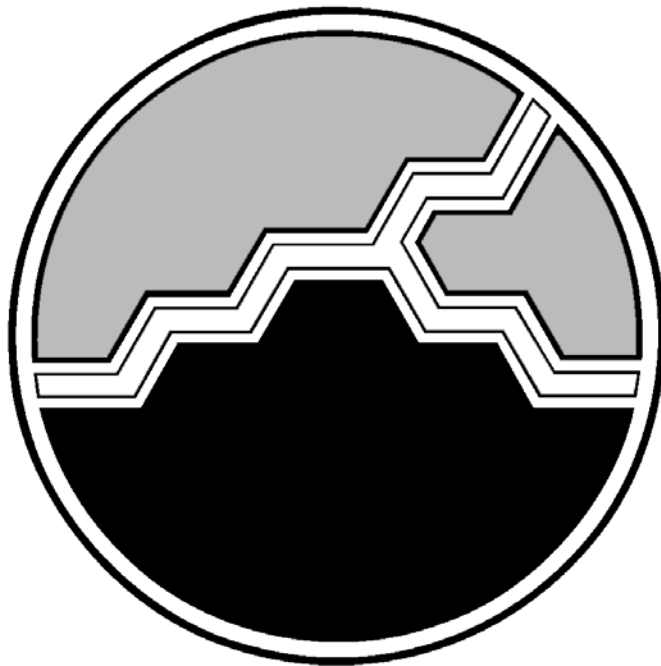
**III. CONTINGENT LIABILITIES**

**A. Pending Litigation**

The City is contingently liable in respect to lawsuits and other claims incidental to the ordinary course of its operations. It is the opinion of the City management, based on the advice of the City Attorney, that such matters will not have a material adverse effect on the City's financial position at June 30, 2013.

**B. Compliance**

The City participates in federally-funded and state-funded programs administered by various government agencies. The programs included in these financial statements may be subject to program compliance and/or financial monitoring by the granting agency or its representatives. The amount, if any, of expenditures that may be disallowed by the granting agencies cannot be determined at this time.



**REQUIRED SUPPLEMENTARY  
INFORMATION**

**Schedule of Funding Progress  
Public Safety Personnel Retirement System**

	<b>Actual Value of Plan Assets</b>	<b>Actuarial Accrued Liability</b>	<b>Funding Liability (Excess)</b>	<b>Funded Ratio</b>	<b>Annual Covered Payroll</b>	<b>Unfunded Liability as Percentage of Payroll</b>
<b>POLICE</b>						
2010	\$41,763,616	\$ 58,600,342	\$ 16,836,726	71.3%	\$ 9,412,636	178.9%
2011	43,968,517	64,818,702	20,850,185	67.8%	9,350,250	223.0%
2012	43,985,939	71,320,513	27,334,574	61.7%	9,175,414	297.9%
<b>FIRE</b>						
2010	29,389,749	48,361,082	18,971,333	60.8%	5,913,555	320.8%
2011	30,253,905	52,542,833	22,288,928	57.6%	5,973,174	373.2%
2012	30,455,972	57,516,428	27,060,456	53.0%	6,560,746	412.5%

Note: 2012 is the most recent actuarial valuation report available.

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 General Fund  
 (Non-GAAP Budgetary Basis)  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 11,166,915	\$ 11,166,915	\$18,555,914	\$ 7,388,999
Resources (inflows)				
Taxes:				
Property Tax - Primary	9,514,752	9,514,752	9,143,721	(371,031)
Property Tax - Delinquent	325,000	325,000	351,550	26,550
City Sales Tax	18,709,449	18,709,449	19,248,864	539,415
Public Enterprise In-Lieu	242,000	242,000	252,413	10,413
Franchise Tax	3,002,000	3,002,000	3,043,054	41,054
<b>Total Taxes</b>	<b>31,793,201</b>	<b>31,793,201</b>	<b>32,039,602</b>	<b>246,401</b>
Licenses:				
Business Licenses	305,000	305,000	261,323	(43,677)
Liquor Licenses	35,000	35,000	32,955	(2,045)
Building Permits	748,400	748,400	1,334,051	585,651
Alcohol Permits	12,000	12,000	10,364	(1,636)
Animal Licenses	105,000	105,000	84,543	(20,457)
<b>Total Licenses</b>	<b>1,205,400</b>	<b>1,205,400</b>	<b>1,723,236</b>	<b>517,836</b>
Intergovernmental				
Sales Tax - State	7,500,000	7,500,000	7,600,328	100,328
State Revenue Sharing	9,505,425	9,505,425	9,506,288	863
Auto Lieu Tax	2,700,000	2,700,000	2,948,529	248,529
Other Governmental Charges	50,000	50,000	37,974	(12,026)
<b>Total Intergovernmental</b>	<b>19,755,425</b>	<b>19,755,425</b>	<b>20,093,119</b>	<b>337,694</b>
Charges for Services:				
Building Inspection Fees	275,100	275,100	412,580	137,480
Developer Charges	-	-	4,440	4,440
Recreation Fees	525,655	525,655	478,911	(46,744)
Police Services	515,000	515,000	617,079	102,079
Fire Ambulance Services	1,000,000	1,000,000	3,830,022	2,830,022
Other Charges	35,000	35,000	47,616	12,616
<b>Total Charges for Services</b>	<b>2,350,755</b>	<b>2,350,755</b>	<b>5,390,648</b>	<b>3,039,893</b>
Fines and Forfeitures:				
City Court Fines	1,480,000	1,480,000	1,526,176	46,176
<b>Total Fines and Forfeitures</b>	<b>1,480,000</b>	<b>1,480,000</b>	<b>1,526,176</b>	<b>46,176</b>
Use of Money and Property:				
Interest	100,000	100,000	14,717	(85,283)
Rental Receipts	155,300	155,300	156,749	1,449
<b>Total Use of Money and Property</b>	<b>255,300</b>	<b>255,300</b>	<b>171,466</b>	<b>(83,834)</b>
Miscellaneous				
Sales of Surplus Property	1,000	1,000	22,177	21,177
Other	142,000	142,000	224,809	82,809
<b>Total Miscellaneous</b>	<b>143,000</b>	<b>143,000</b>	<b>246,986</b>	<b>103,986</b>
<b>Total Revenues</b>	<b>56,983,081</b>	<b>56,983,081</b>	<b>61,191,233</b>	<b>4,208,152</b>
Transfers In	557,323	557,323	503,084	(54,239)
<b>Amounts Available for Appropriation</b>	<b>68,707,319</b>	<b>68,707,319</b>	<b>80,250,231</b>	<b>11,542,912</b>

Continued on next page

See accompanying notes to this schedule

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 General Fund  
 (Non-GAAP Budgetary Basis)  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Charges to Appropriations (outflows):</b>				
<b>General Government:</b>				
Mayor and Council	231,030	231,030	236,958	(5,928)
Elections	120,000	100,000	43,779	56,221
City Administrator	523,146	523,146	569,090	(45,944)
Strategic Communications	647,081	591,581	496,328	95,253
Neighborhood Services	719,291	719,291	661,100	58,191
Economic Development	343,906	343,906	326,718	17,188
Facilities Maintenance	858,212	879,112	906,151	(27,039)
General Government	1,700,518	1,689,598	1,543,585	146,013
City Clerk	234,703	254,703	284,824	(30,121)
City Attorney	1,109,791	1,104,091	971,800	132,291
City Prosecutor	226,152	231,852	236,353	(4,501)
Finance-Administration	329,607	332,037	306,372	25,665
Accounting	962,599	973,709	831,152	142,557
Customer Services	108,187	108,187	111,861	(3,674)
Information Technology Services	2,621,894	2,604,214	2,622,588	(18,374)
Purchasing	425,086	426,636	402,084	24,552
Human Resources	883,403	900,783	853,916	46,867
Intragovernmental Charges	(2,882,833)	(2,882,833)	(2,754,090)	(128,743)
Total General Government Operating Expenditures	9,161,773	9,131,043	8,650,569	480,474
Capital Outlay	61,400	113,030	81,242	31,788
Total General Government Expenditures	9,223,173	9,244,073	8,731,811	512,262
<b>Public Safety:</b>				
Police Administration - Field Operations	16,567,491	16,547,295	16,760,579	(213,284)
Police Animal Control	699,995	699,995	633,888	66,107
Police Support Services	2,299,662	2,298,031	1,896,107	401,924
Police Communication Center	1,908,031	1,908,031	1,900,464	7,567
Police 911 Administration	35,013	35,013	22,544	12,469
Fire Administration	887,212	887,212	831,191	56,021
Fire Training	417,901	417,901	438,249	(20,348)
Fire Suppression	8,694,890	8,776,273	9,426,089	(649,816)
Fire Suppression - Ambulance	1,801,061	1,801,061	2,900,230	(1,099,169)
Community Risk Reduction	410,113	297,579	284,255	13,324
Facilities Maintenance	1,151,541	1,134,440	1,011,575	122,865
Fire Special Operations	42,591	42,591	22,548	20,043
Municipal Court	1,498,855	1,498,855	1,426,860	71,995
Total Public Safety Operating Expenditures	36,414,356	36,344,277	37,554,579	(1,210,302)
Capital Outlay	15,000	75,079	59,012	16,067
Total Public Safety Expenditures	36,429,356	36,419,356	37,613,591	(1,194,235)

Continued on next page

See accompanying notes to this schedule



**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 General Fund  
 (Non-GAAP Budgetary Basis)  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Parks, Recreation and Culture:</b>				
Parks and Recreation Administration	528,619	528,619	537,544	(8,925)
Parks Maintenance	4,241,176	4,241,176	4,228,899	12,277
Parks Development	160,656	160,656	142,559	18,097
Recreation Administration	586,230	587,330	587,218	112
Senior Adult Activities	72,196	72,196	55,914	16,282
Adult Activities	197,032	202,232	209,080	(6,848)
Youth Activities	217,583	217,583	235,235	(17,652)
Aquatics	419,412	418,312	315,345	102,967
Yuma Readiness Center	75,424	75,424	72,837	2,587
Facilities Maintenance	1,284,360	1,273,460	1,210,319	63,141
Intragovernmental Charges	-	-	(128,743)	128,743
<b>Total Parks, Recreation and Culture</b>				
Operating Expenditures	7,782,688	7,776,988	7,466,207	310,781
Capital Outlay	11,317	6,117	16,504	(10,387)
<b>Total Parks, Recreation and Culture Expenditures</b>	<b>7,794,005</b>	<b>7,783,105</b>	<b>7,482,711</b>	<b>300,394</b>
<b>Community Design and Development:</b>				
Community Development Administration	452,022	452,022	437,767	14,255
Development Engineering	417,151	417,151	387,191	29,960
Planning and Neighborhood Services	2,280,550	2,310,550	2,166,886	143,664
Heritage Area Development	388,581	388,581	374,177	14,404
<b>Total Community Design and Development</b>				
Operating Expenditures	3,538,304	3,568,304	3,366,021	202,283
Capital Outlay	30,000	-	-	-
<b>Total Community Design and Development</b>				
Expenditures	3,568,304	3,568,304	3,366,021	202,283
Total Operating Expenditures	56,897,121	56,820,612	57,037,376	(216,764)
Capital Outlay	117,717	194,226	156,758	37,468
<b>Total Expenditures</b>	<b>57,014,838</b>	<b>57,014,838</b>	<b>57,194,134</b>	<b>(179,296)</b>
Transfers Out	4,462,813	4,462,813	3,241,211	1,221,602
<b>Total Charges to Appropriations</b>	<b>61,477,651</b>	<b>61,477,651</b>	<b>60,435,345</b>	<b>1,042,306</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 7,229,668</b>	<b>\$ 7,229,668</b>	<b>\$ 19,814,886</b>	<b>\$ 12,585,218</b>
				Concluded

See accompanying notes to this schedule

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 City Road Tax Fund  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 3,042,920	\$ 3,049,488	\$ 4,571,437	\$ 1,521,949
Resources (inflows)				
Taxes				
Special Road Sales Tax	9,353,130	9,353,130	9,622,796	269,666
Use of Money and Property				
Rent	114,140	114,140	419,567	305,427
Interest	15,000	15,000	10,588	(4,412)
Charges For Services				
Developer Charges	-	-	345	345
Miscellaneous				
Other	-	-	7,080	7,080
Total Revenues	<u>9,482,270</u>	<u>9,482,270</u>	<u>10,060,376</u>	<u>578,106</u>
Amounts Available for Appropriation	<u>12,525,190</u>	<u>12,531,758</u>	<u>14,631,813</u>	<u>2,100,055</u>
Charges to Appropriations (outflows):				
Current:				
Public Safety				
Traffic Signals, Signs, and Striping	734,509	731,510	625,746	105,764
Streets				
Engineering	1,202,366	1,204,166	1,174,185	29,981
Street Maintenance	826,845	826,845	645,102	181,743
Pathways and Trails	244,468	244,468	201,779	42,689
Right-Of-Way Management	32,500	32,500	133,720	(101,220)
Capital Outlay	161,000	162,199	121,988	40,211
Capital Projects				
Parks, Recreation and Culture	124,854	124,854	26,146	98,708
Streets	1,982,262	1,974,934	581,790	1,393,144
Environmental, Health and Safety	530,000	537,328	141,245	396,083
Total Expenditures	<u>5,838,804</u>	<u>5,838,804</u>	<u>3,651,701</u>	<u>2,187,103</u>
Transfers Out	<u>4,808,908</u>	<u>4,808,908</u>	<u>4,810,470</u>	<u>(1,562)</u>
Total Charges to Appropriations	<u>10,647,712</u>	<u>10,647,712</u>	<u>8,462,171</u>	<u>2,185,541</u>
Budgetary Fund Balance, June 30	<u>\$ 1,877,478</u>	<u>\$ 1,884,046</u>	<u>\$ 6,169,642</u>	<u>\$ 4,285,596</u>

**City of Yuma, Arizona**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
For the Year Ended June 30, 2012

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**A. Budgetary Reporting and Budgetary Basis of Accounting**

Budgets are adopted on a basis substantially consistent with generally accepted accounting principles (GAAP), with the exception of the Enterprise Funds and Internal Service Funds for which budgets are adopted. As such, reconciliations between budgetary schedules and financial statements are not necessary for governmental funds. For Enterprise Funds and Internal Service Funds, expenditures related to debt service and to capital acquisition are budgeted in the same manner as governmental funds. Depreciation is not budgeted. Reconciliations from budgetary schedules and financial statements of these funds are presented on the face of the respective budgetary statements.

**B. Excess of Expenditures Over Appropriations**

The City's expenditures exceeded appropriations in two funds. The General Fund expenditures exceeded appropriations by \$179,296 due to this being the first full year of providing ambulance service. There were sufficient ambulance revenues received to offset this budget deficit. The Equipment Maintenance Fund had expenditures exceed appropriations by \$193,250 after providing unplanned repair services during the year with attendant auto parts purchases. In each case, the fund was not significantly impaired by the excess expenditures.



**OTHER SUPPLEMENTARY  
INFORMATION**



# NONMAJOR GOVERNMENTAL FUNDS

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## Special Revenue Funds

Special Revenue Funds account for the proceeds of special revenue sources that are used to finance projects or activities as required by law or contractual agreements.

**Local Transportation Assistance** To record the receipts and uses of monies originating from Arizona Lottery sales. These monies are restricted to transportation uses.

**Public Safety Tax** To account for the two-tenths percent sales tax designated for public safety and criminal justice facilities and equipment.

**Highway Users Revenue.** To account for the state-shared gasoline taxes designated for maintenance and construction of roadways.

**Grants Fund.** The Grant Fund accounts for all of the federal and state grants provided to the City with the exception of the grants received for the Yuma Regional Communication System (recorded in Radio Communications Enterprise Fund), the Community Development Block Grant and the Economic Development grant.

**Community Redevelopment Fund** This fund accounts for the financial activities of Community Development Block Grant and the Economic Development Grant.

**Two Percent Tax** To record the financial activities of the Two Percent Special Revenue Excise Tax on hotel, motel, restaurant and bar sales. This tax can finance the operations of the Art Center, the Civic and Convention Center, Baseball Complex, Golf Courses, the Yuma Crossing Area and Convention and Tourism.

**Yuma Mall Maintenance** To record the special maintenance levy for the Yuma Downtown Mall District. The assessment supports cleaning, maintenance, landscaping and utility costs of common areas. Costs in excess of the assessment are financed by a transfer from the General Fund.

## Capital Projects Fund

The Capital Projects Fund is used to account for and report financial resources to be used for acquisition or construction of capital facilities and other capital assets (other than those financed by General, Special Revenue, or Proprietary Funds).

**City of Yuma, Arizona**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2013**

<u>Assets</u>	Special Revenue			
	Local Transportation Assistance	Public Safety Tax	Highway Users Revenue	Grants
Cash and Investments	\$ 143	\$ 384,272	\$ 133,896	\$ 279,071
Receivables (Net of Allowances for Uncollectibles):				
Accounts Receivable	-	2,598	10,350	20,563
Intergovernmental	-	234,825	544,146	814,096
Delinquent Property Taxes	-	-	-	-
Accrued Interest	-	521	171	93
Inventory, at cost	-	-	-	-
Prepaid Items	-	-	-	-
<b>Total Assets</b>	<b>\$ 143</b>	<b>\$ 622,216</b>	<b>\$ 688,563</b>	<b>\$ 1,113,823</b>
 <b><u>Liabilities and Fund Balances</u></b>  				
Liabilities:				
Accounts Payable	\$ -	\$ 8,481	\$ 207,275	\$ 41,225
Accrued Payroll, Taxes and Benefits Payable	-	1,128	32,777	24,207
Due to Other Funds	-	-	-	748,992
Deferred Revenues	-	-	24,890	299,399
<b>Total Liabilities</b>	<b>-</b>	<b>9,609</b>	<b>264,942</b>	<b>1,113,823</b>
Fund Balances:				
Nonspendable:				
Inventory	-	-	-	-
Prepaid Items	-	-	-	-
Restricted for:				
General government projects	-	-	-	-
Streets	-	-	423,621	-
Public safety equipment and facilities	-	612,607	-	-
Recreation facilities	-	-	-	-
Committed to:				
General government projects	-	-	-	-
Public safety equipment and facilities	-	-	-	-
Parks, recreation and cultural facilities	-	-	-	-
Streets	143	-	-	-
Sanitation facilities	-	-	-	-
Public works projects	-	-	-	-
<b>Total Fund Balances</b>	<b>143</b>	<b>612,607</b>	<b>423,621</b>	<b>-</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 143</b>	<b>\$ 622,216</b>	<b>\$ 688,563</b>	<b>\$ 1,113,823</b>



Special Revenue				Total
Community Redevelopment	Two Percent Tax	Yuma Mall Maintenance	Capital Projects	Nonmajor Governmental Funds
\$ -	\$ 6,036,475	\$ 505	\$ 18,906,074	\$ 25,740,436
1,005,116	545,899	790	128,456	1,713,772
119,992	-	28,431	654,822	2,396,312
-	-	3,859	-	3,859
-	3,463	-	5,243	9,491
-	16,030	-	-	16,030
-	450	-	-	450
<u>\$ 1,125,108</u>	<u>\$ 6,602,317</u>	<u>\$ 33,585</u>	<u>\$ 19,694,595</u>	<u>\$ 29,880,350</u>
\$ 15,227	\$ 61,550	\$ 1,303	\$ 96,173	\$ 431,234
11,076	23,571	1,300	-	94,059
100,909	-	27,123	-	877,024
997,896	128,925	3,859	4,113,519	5,568,488
<u>1,125,108</u>	<u>214,046</u>	<u>33,585</u>	<u>4,209,692</u>	<u>6,970,805</u>
-	16,030	-	-	16,030
-	450	-	-	450
-	-	-	158,995	158,995
-	-	-	4,798,026	5,221,647
-	-	-	3,117,407	3,730,014
-	6,371,791	-	158,996	6,530,787
-	-	-	352,174	352,174
-	-	-	1,158,621	1,158,621
-	-	-	2,081,401	2,081,401
-	-	-	2,875,919	2,876,062
-	-	-	529,345	529,345
-	-	-	254,019	254,019
-	6,388,271	-	15,484,903	22,909,545
<u>\$ 1,125,108</u>	<u>\$ 6,602,317</u>	<u>\$ 33,585</u>	<u>\$ 19,694,595</u>	<u>\$ 29,880,350</u>

**City of Yuma, Arizona**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds  
For the Year Ended June 30, 2013

	Special Revenue			
	Local Transportation Assistance	Public Safety Tax	Highway User Revenue	Grants
Revenues:				
Taxes	\$ -	\$ 3,847,810	\$ -	\$ -
Intergovernmental	-	-	5,862,202	3,376,975
Charges for Services	-	-	-	-
Use of Money and Property	-	4,268	745	12
Contributions/Donations	-	-	-	69,476
Miscellaneous	-	5,419	80,030	15,766
<b>Total Revenues</b>	<b>-</b>	<b>3,857,497</b>	<b>5,942,977</b>	<b>3,462,229</b>
Expenditures:				
Current:				
General Government	-	-	-	747,468
Public Safety	-	824,466	426,469	1,338,604
Streets	-	-	5,507,234	-
Parks, Recreation and Culture	-	-	-	70,906
Environmental Health and Protection	-	-	85,038	19,167
Community Design and Development	-	-	-	298,318
Capital Outlay	-	1,056,109	-	330,514
Capital Projects				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets	-	-	-	617,143
Parks, Recreation and Culture	-	-	-	-
Environmental, Health and Safety	-	-	-	40,109
Debt Service:				
Interest and Fiscal Agent Fees	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>1,880,575</b>	<b>6,018,741</b>	<b>3,462,229</b>
Revenues Over/(Under) Expenditures	-	1,976,922	(75,764)	-
Other Financing Sources/(Uses):				
Transfers In	-	-	-	-
Transfers Out	-	(2,942,551)	(233,847)	-
<b>Total Other Financing Sources/(Uses)</b>	<b>-</b>	<b>(2,942,551)</b>	<b>(233,847)</b>	<b>-</b>
Net Changes in Fund Balances	-	(965,629)	(309,611)	-
Fund Balances, Beginning	143	1,578,236	733,232	-
Fund Balances, Ending	\$ 143	\$ 612,607	\$ 423,621	\$ -

Special Revenue				Total
Community Redevelopment	Two Percent Tax	Yuma Mall Maintenance	Capital Projects	Nonmajor Governmental Funds
\$ -	\$ 4,652,121	\$ 119,403	\$ -	\$ 8,619,334
1,207,608	-	-	240,044	10,686,829
-	487,862	-	1,414,576	1,902,438
18,442	4,689	-	14,324	42,480
-	-	-	-	69,476
24,699	37,780	6,825	628,265	798,784
<u>1,250,749</u>	<u>5,182,452</u>	<u>126,228</u>	<u>2,297,209</u>	<u>22,119,341</u>
-	11,304	-	-	758,772
-	-	-	-	2,589,539
-	-	-	-	5,507,234
-	3,426,788	-	-	3,497,694
-	-	-	-	104,205
1,250,749	-	218,487	-	1,767,554
-	-	-	-	1,386,623
-	70,182	-	89,809	159,991
-	-	-	3,690,160	3,690,160
-	3,601	-	3,399,767	4,020,511
-	425,229	-	1,023,303	1,448,532
-	-	-	18,000	58,109
-	-	-	3,300	3,300
<u>1,250,749</u>	<u>3,937,104</u>	<u>218,487</u>	<u>8,224,339</u>	<u>24,992,224</u>
-	1,245,348	(92,259)	(5,927,130)	(2,872,883)
-	-	22,073	-	22,073
-	(607,790)	-	(1,057,574)	(4,841,762)
-	(607,790)	22,073	(1,057,574)	(4,819,689)
-	637,558	(70,186)	(6,984,704)	(7,692,572)
-	5,750,713	70,186	22,469,607	30,602,117
<u>\$ -</u>	<u>\$ 6,388,271</u>	<u>\$ -</u>	<u>\$15,484,903</u>	<u>\$ 22,909,545</u>

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Debt Service Fund  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 540,201	\$ 540,201	\$ 543,089	\$ 2,888
Resources (inflows):				
Special Assessments:				
Principal Payments	1,215,000	1,215,000	1,134,000	(81,000)
Use of Money and Property:				
Interest	153,120	153,120	174,605	21,485
Total Revenues	<u>1,368,120</u>	<u>1,368,120</u>	<u>1,308,605</u>	<u>(59,515)</u>
Transfers In	<u>12,238,199</u>	<u>12,238,199</u>	<u>12,246,869</u>	<u>8,670</u>
Amounts Available for Appropriation	<u>14,146,520</u>	<u>14,146,520</u>	<u>14,098,563</u>	<u>(47,957)</u>
Charges to Appropriations (outflows):				
Debt Service:				
Bond Principal	8,400,000	8,400,000	8,350,000	50,000
Bond Interest	5,172,422	5,172,422	5,195,248	(22,826)
Fiscal Agent Fees	-	-	10,200	(10,200)
Total Expenditures	<u>13,572,422</u>	<u>13,572,422</u>	<u>13,555,448</u>	<u>16,974</u>
Total Charges to Appropriations	<u>13,572,422</u>	<u>13,572,422</u>	<u>13,555,448</u>	<u>16,974</u>
Budgetary Fund Balance, June 30	<u>\$ 574,098</u>	<u>\$ 574,098</u>	<u>\$ 543,115</u>	<u>\$ (30,983)</u>

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Capital Projects Fund  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 9,446,169	\$ 9,440,601	\$ 22,469,607	\$ 13,029,006
Resources (inflows):				
Intergovernmental				
Arizona Department of Transportation	-	-	240,044	240,044
Charges for Services				
Developer Charges	1,209,764	1,209,764	1,414,576	204,812
Use of Money and Property				
Interest	29,750	29,750	14,324	(15,426)
Miscellaneous	17,120,057	17,120,057	628,265	(16,491,792)
Total Revenues	<u>18,359,571</u>	<u>18,359,571</u>	<u>2,297,209</u>	<u>(16,062,362)</u>
Amounts Available for Appropriation	<u>27,805,740</u>	<u>27,800,172</u>	<u>24,766,816</u>	<u>(3,033,356)</u>
Charges to Appropriations (outflows):				
Capital Outlay:				
General Government	6,650,300	5,396,096	89,809	5,306,287
Public Safety	5,368,200	5,893,484	3,690,160	2,203,324
Streets	11,222,076	9,835,394	3,399,767	6,435,627
Parks, Recreation and Culture	1,046,112	3,161,214	1,023,303	2,137,911
Environmental Health and Safety	1,639,294	1,639,794	18,000	1,621,794
Debt Service:				
Fiscal Agent Fees	-	-	3,300	(3,300)
Total Expenditures	<u>25,925,982</u>	<u>25,925,982</u>	<u>8,224,339</u>	<u>17,701,643</u>
Transfers Out	-	-	1,057,574	(1,057,574)
Total Charges to Appropriations	<u>25,925,982</u>	<u>25,925,982</u>	<u>9,281,913</u>	<u>16,644,069</u>
Budgetary Fund Balance, June 30	<u>\$ 1,879,758</u>	<u>\$ 1,874,190</u>	<u>\$ 15,484,903</u>	<u>\$ 13,610,713</u>

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Local Transportation Assistance Special Revenue Fund  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive
	Original	Final		(Negative)
Budgetary Fund Balance, July 1	\$ 1,045	\$ 1,045	\$ 143	\$ (902)
Amounts Available for Appropriation	1,045	1,045	143	(902)
Charges to Appropriations (outflows):				
Current:				
Total Charges to Appropriations	-	-	-	-
Budgetary Fund Balance, June 30	<u>\$ 1,045</u>	<u>\$ 1,045</u>	<u>\$ 143</u>	<u>\$ (902)</u>

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Public Safety Tax Special Revenue Fund  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,532,090	\$ 1,532,090	\$ 1,578,236	\$ 46,146
Resources (inflows):				
Taxes				
Public Safety Sales Tax	3,739,977	3,739,977	3,847,810	107,833
Use of Money and Property				
Interest	4,000	4,000	4,268	268
Miscellaneous				
Other	-	-	5,419	5,419
Total Revenues	<u>3,743,977</u>	<u>3,743,977</u>	<u>3,857,497</u>	<u>113,520</u>
Amounts Available for Appropriation	<u>5,276,067</u>	<u>5,276,067</u>	<u>5,435,733</u>	<u>159,666</u>
Charges to Appropriations (outflows):				
Current:				
Public Safety				
Police Support Services	173,178	174,323	201,186	(26,863)
Fire Support Services	479,520	524,520	523,534	986
Facility Maintenance	111,500	111,500	99,746	11,754
Capital Outlay	1,262,477	1,216,332	1,056,109	160,223
Capital Projects:				
Public Safety	50,000	50,000	-	50,000
Total Expenditures	<u>2,076,675</u>	<u>2,076,675</u>	<u>1,880,575</u>	<u>196,100</u>
Transfers Out	2,938,679	2,938,679	2,942,551	(3,872)
Total Charges to Appropriations	<u>5,015,354</u>	<u>5,015,354</u>	<u>4,823,126</u>	<u>192,228</u>
Budgetary Fund Balance, June 30	<u>\$ 260,713</u>	<u>\$ 260,713</u>	<u>\$ 612,607</u>	<u>\$ 351,894</u>

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Highway User Revenue Fund  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 296,791	\$ 296,791	\$ 733,232	\$ 436,441
Resources (inflows):				
Intergovernmental				
State Gasoline Tax	6,375,161	6,375,161	5,862,202	(512,959)
Use of Money and Property				
Interest	2,400	2,400	745	(1,655)
Miscellaneous				
Other	25,000	25,000	80,030	55,030
Total Revenues	<u>6,402,561</u>	<u>6,402,561</u>	<u>5,942,977</u>	<u>(459,584)</u>
Amounts Available for Appropriation	<u>6,699,352</u>	<u>6,699,352</u>	<u>6,676,209</u>	<u>(23,143)</u>
Charges to Appropriations (outflows):				
Current:				
Public Safety				
Traffic Signals, Signs, and Striping	486,481	486,481	426,469	60,012
Streets				
Street Maintenance	2,804,041	2,754,041	2,655,764	98,277
Street Lighting	753,223	898,623	881,065	17,558
Street Sweeping	456,874	456,874	418,743	38,131
Storm Drain Maintenance	293,180	293,180	335,211	(42,031)
Curbs, Gutters, and Sidewalks	349,400	349,400	333,504	15,896
Retention Basin Maintenance	1,149,266	1,053,866	882,947	170,919
Environmental Health				
Lot Cleaning	78,566	78,566	85,038	(6,472)
Total Expenditures	<u>6,371,031</u>	<u>6,371,031</u>	<u>6,018,741</u>	<u>352,290</u>
Transfers Out	<u>108,165</u>	<u>108,165</u>	<u>233,847</u>	<u>(125,682)</u>
Total Charges to Appropriations	<u>6,479,196</u>	<u>6,479,196</u>	<u>6,252,588</u>	<u>226,608</u>
Budgetary Fund Balance, June 30	<u>\$ 220,156</u>	<u>\$ 220,156</u>	<u>\$ 423,621</u>	<u>\$ 203,465</u>



**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Grants Fund  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive
	Original	Final		(Negative)
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (inflows):				
Intergovernmental				
Federal Government	2,139,398	2,462,898	3,003,642	540,744
State Government	111,325	571,325	373,333	(197,992)
Budget Authority Reserve	13,092,263	11,347,093	-	(11,347,093)
Use of Money and Property				
Interest	-	-	12	12
Contributions/Donations	84,917	84,917	69,476	(15,441)
Other - Rebates	-	-	15,766	15,766
Total Revenues	<u>15,427,903</u>	<u>14,466,233</u>	<u>3,462,229</u>	<u>(11,004,004)</u>
Amounts Available for Appropriation	<u>15,427,903</u>	<u>14,466,233</u>	<u>3,462,229</u>	<u>(11,004,004)</u>
Charges to Appropriations (outflows):				
Current:				
General Government	1,087,585	1,108,105	747,468	360,637
Public Safety	1,201,333	1,452,458	1,338,604	113,854
Parks, Recreation and Culture	68,594	66,525	70,906	(4,381)
Environmental Health and Protection	20,520	323,500	19,167	304,333
Community Design & Development	-	462,069	298,318	163,751
Capital Outlay	-	424,096	330,514	93,582
Capital Projects				
General Government	8,293,000	6,547,830	-	6,547,830
Streets	1,724,524	2,876,396	617,143	2,259,253
Parks, Recreation and Culture	474,739	474,739	-	474,739
Environmental Health and Protection	2,600,000	2,600,000	40,109	2,559,891
Total Expenditures	<u>15,470,295</u>	<u>16,335,718</u>	<u>3,462,229</u>	<u>12,873,489</u>
Total Charges to Appropriations	<u>15,470,295</u>	<u>16,335,718</u>	<u>3,462,229</u>	<u>12,873,489</u>
Budgetary Fund Balance, June 30	<u>\$ (42,392)</u>	<u>\$ (1,869,485)</u>	<u>\$ -</u>	<u>\$ 1,869,485</u>

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Community Redevelopment Fund  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (inflows):				
Intergovernmental				
Federal Government	1,834,420	1,834,420	1,207,608	(626,812)
Use of Money and Property				
Rental Receipts	-	-	18,442	18,442
Miscellaneous				
Loan Repayments	-	-	18,206	18,206
Other	31,355	31,355	6,493	(24,862)
Total Revenues	<u>1,865,775</u>	<u>1,865,775</u>	<u>1,250,749</u>	<u>(615,026)</u>
Amounts Available for Appropriation	<u>1,865,775</u>	<u>1,865,775</u>	<u>1,250,749</u>	<u>(615,026)</u>
Charges to Appropriations (outflows):				
Current:				
Community Design and Development	1,841,192	1,836,824	1,250,749	586,075
Capital Outlay	-	4,368	-	4,368
Total Expenditures	<u>1,841,192</u>	<u>1,841,192</u>	<u>1,250,749</u>	<u>590,443</u>
Total Charges to Appropriations	<u>1,841,192</u>	<u>1,841,192</u>	<u>1,250,749</u>	<u>590,443</u>
Budgetary Fund Balance, June 30	<u>\$ 24,583</u>	<u>\$ 24,583</u>	<u>\$ -</u>	<u>\$ (24,583)</u>

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Two Percent Tax Special Revenue Fund  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 2,900,704	\$ 3,095,704	\$ 5,750,713	\$ 2,655,009
Resources (inflows):				
Taxes				
Two Percent Tax	4,474,740	4,474,740	4,652,121	177,381
Use of Money and Property				
Rents and Concessions	405,000	405,000	362,143	(42,857)
Recreation Fees	81,000	81,000	125,719	44,719
Interest	14,000	14,000	4,689	(9,311)
Miscellaneous				
Other	20	20	37,780	37,760
Total Revenues	<u>4,974,760</u>	<u>4,974,760</u>	<u>5,182,452</u>	<u>207,692</u>
Amounts Available for Appropriation	<u>7,875,464</u>	<u>8,070,464</u>	<u>10,933,165</u>	<u>2,862,701</u>
Charges to Appropriations (outflows):				
Current:				
Parks, Recreation and Culture				
Administration	54,338	54,338	54,845	(507)
Outside Agencies	835,000	835,000	820,418	14,582
Civic and Convention Center	949,592	949,592	905,976	43,616
Baseball Complex	489,055	489,055	459,270	29,785
Art Center	582,352	582,352	561,358	20,994
Heritage Events	83,507	82,907	79,557	3,350
Facilities Maintenance	624,546	624,546	545,364	79,182
General Government	61,304	61,304	11,304	50,000
Capital Outlay	10,600	11,200	-	11,200
Capital Projects:				
General Government	430,986	378,891	70,182	308,709
Parks, Recreation and Culture	1,006,096	1,080,024	425,229	654,795
Streets	85,000	63,167	3,601	59,566
Total Expenditures	<u>5,212,376</u>	<u>5,212,376</u>	<u>3,937,104</u>	<u>1,275,272</u>
Transfers Out	<u>767,323</u>	<u>767,323</u>	<u>607,790</u>	<u>159,533</u>
Total Charges to Appropriations	<u>5,979,699</u>	<u>5,979,699</u>	<u>4,544,894</u>	<u>1,434,805</u>
Budgetary Fund Balance, June 30	<u>\$ 1,895,765</u>	<u>\$ 2,090,765</u>	<u>\$ 6,388,271</u>	<u>\$ 4,297,506</u>

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Yuma Mall Maintenance Special Revenue Fund  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ 70,186	\$ 70,186
Resources (inflows):				
Taxes				
Mall Assessments	106,546	106,546	99,987	(6,559)
Property Tax - Delinquent	-	-	19,416	19,416
Miscellaneous				
Other	3,500	3,500	6,825	3,325
Total Revenues	<u>110,046</u>	<u>110,046</u>	<u>126,228</u>	<u>16,182</u>
Transfers In	<u>65,930</u>	<u>65,930</u>	<u>22,073</u>	<u>(43,857)</u>
Amounts Available for Appropriation	<u>175,976</u>	<u>175,976</u>	<u>218,487</u>	<u>42,511</u>
Charges to Appropriations (outflows):				
Current:				
Community Design and Development				
Mall Maintenance	220,052	220,052	218,487	1,565
Total Expenditures	<u>220,052</u>	<u>220,052</u>	<u>218,487</u>	<u>1,565</u>
Total Charges to Appropriations	<u>220,052</u>	<u>220,052</u>	<u>218,487</u>	<u>1,565</u>
Budgetary Fund Balance, June 30	<u>\$ (44,076)</u>	<u>\$ (44,076)</u>	<u>\$ -</u>	<u>\$ 44,076</u>

# NONMAJOR ENTERPRISE FUNDS

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Enterprise funds are used to account for activities that are financed and operated in a manner similar to private businesses. The intent of the City Council is that the costs of providing the goods or services be recovered primarily through user charges. Enterprise funds are designed so that creditors, legislators and the general public can evaluate the performance of the municipal enterprise on the same basis as commercial enterprises in the same industry.

**Solid Waste** To record the financial activities of the city-owned and operated residential garbage collection service.

**Radio Communication.** To record the financial activities of the Radio Communication Fund.

**Desert Hills Golf Course** To account for the financial activity of the operation of the Desert Hills and Desert Hills Par 3 Municipal Golf Courses.

**City of Yuma, Arizona**  
**Combining Statement of Net Position**  
**Nonmajor Proprietary Funds**  
**June 30, 2013**

<u>Assets</u>	Enterprise Funds			Total Nonmajor Proprietary Funds
	Solid Waste	Radio Communication	Desert Hills Golf Course	
<b>Current Assets:</b>				
Cash and Investments	\$ 650,739	\$ 198,201	\$ 465,814	\$ 1,314,754
Receivables, Net of Allowance for Uncollectibles:				
Accounts Receivable	689,854	11,281	5,647	706,782
Intergovernmental	1,554	1,084,992	1,183	1,087,729
Accrued Interest	404	428	269	1,101
Inventory, at cost	-	98,002	68,584	166,586
Prepaid Expenses	389	22,848	-	23,237
<b>Total Current Assets</b>	<u>1,342,940</u>	<u>1,415,752</u>	<u>541,497</u>	<u>3,300,189</u>
<b>Noncurrent Assets:</b>				
<b>Capital Assets:</b>				
Buildings	-	-	3,102,865	3,102,865
Improvements Other than Buildings	50,738	-	3,290,356	3,341,094
Equipment	331,523	6,891,400	328,900	7,551,823
<b>Gross Capital Assets</b>	<u>382,261</u>	<u>6,891,400</u>	<u>6,722,121</u>	<u>13,995,782</u>
Less Accumulated Depreciation	(254,196)	(4,557,461)	(4,690,911)	(9,502,568)
<b>Capital Assets Net     of Depreciation</b>	<u>128,065</u>	<u>2,333,939</u>	<u>2,031,210</u>	<u>4,493,214</u>
<b>Total Noncurrent Assets</b>	<u>128,065</u>	<u>2,333,939</u>	<u>2,031,210</u>	<u>4,493,214</u>
<b>Total Assets</b>	<u>1,471,005</u>	<u>3,749,691</u>	<u>2,572,707</u>	<u>7,793,403</u>
<b>Liabilities</b>				
<b>Current Liabilities:</b>				
Accounts Payable	69,958	360,059	33,243	463,260
Accrued Payroll and Related Taxes	11,219	4,831	15,072	31,122
Current Portion-Accrued				
Compensated Absences	22,749	14,483	27,188	64,420
Unearned Revenue	-	-	66,651	66,651
<b>Total Current Liabilities Payable     from Current Assets</b>	<u>103,926</u>	<u>379,373</u>	<u>142,154</u>	<u>625,453</u>
<b>Noncurrent Liabilities:</b>				
Accrued Compensated Absences	66,192	21,374	55,137	142,703
<b>Total Long-Term Liabilities</b>	<u>66,192</u>	<u>21,374</u>	<u>55,137</u>	<u>142,703</u>
<b>Total Liabilities</b>	<u>170,118</u>	<u>400,747</u>	<u>197,291</u>	<u>768,156</u>
<b>Net Position</b>				
Net investment in capital assets	128,065	2,333,939	2,031,210	4,493,214
Unrestricted (deficit)	1,172,822	1,015,005	344,206	2,532,033
<b>Total Net Position</b>	<u>\$ 1,300,887</u>	<u>\$ 3,348,944</u>	<u>\$ 2,375,416</u>	<u>\$ 7,025,247</u>

**City of Yuma, Arizona**  
Combining Statement of Revenues, Expenses and Changes in Fund Net Position  
Nonmajor Proprietary Funds  
For the Year Ended June 30, 2013

	Enterprise Funds			Total Nonmajor Proprietary Funds
	Solid Waste	Radio Communication	Desert Hills Golf Course	
Operating Revenues:				
Intergovernmental	\$ -	\$ 1,693,625	\$ -	\$ 1,693,625
Charges for Services	3,301,166	1,713,359	-	5,014,525
Green Fees	-	-	1,169,777	1,169,777
Cart and Club Rental	-	-	257,207	257,207
Pro Shop Sales	-	-	246,035	246,035
Restaurant Sales	-	-	478,117	478,117
Total Operating Revenues	<u>3,301,166</u>	<u>3,406,984</u>	<u>2,151,136</u>	<u>8,859,286</u>
Operating Expenses:				
Operations and Maintenance	3,154,456	3,122,232	2,291,161	8,567,849
Depreciation and Amortization	32,016	1,541,775	180,537	1,754,328
Total Operating Expenses	<u>3,186,472</u>	<u>4,664,007</u>	<u>2,471,698</u>	<u>10,322,177</u>
Operating Income/(Loss)	<u>114,694</u>	<u>(1,257,023)</u>	<u>(320,562)</u>	<u>(1,462,891)</u>
Non-Operating Revenues/(Expenses):				
Interest	1,016	663	243	1,922
Miscellaneous Revenues	6,183	709	6,590	13,482
Net Non-Operating Revenues	<u>7,199</u>	<u>1,372</u>	<u>6,833</u>	<u>15,404</u>
Income/(Loss) before Transfers	121,893	(1,255,651)	(313,729)	(1,447,487)
Transfers In	-	150,500	104,706	255,206
Transfers Out	<u>(25,767)</u>	<u>-</u>	<u>-</u>	<u>(25,767)</u>
Change in Net Position	96,126	(1,105,151)	(209,023)	(1,218,048)
Net Position-beginning	<u>1,204,761</u>	<u>4,454,095</u>	<u>2,584,439</u>	<u>8,243,295</u>
Net Position-ending	<u>\$ 1,300,887</u>	<u>\$ 3,348,944</u>	<u>\$ 2,375,416</u>	<u>\$ 7,025,247</u>

**City of Yuma, Arizona**  
Combining Statement of Cash Flows  
Nonmajor Proprietary Funds  
For the Year Ended June 30, 2013

	Enterprise Funds			Total Nonmajor Proprietary Funds
	Solid Waste	Radio Communication	Desert Hills Golf Course	
Cash Flow from Operating Activities:				
Cash Received from Customers	\$ 3,114,441	\$ 3,799,960	\$ 2,156,043	\$ 9,070,444
Cash Paid to Employees	(790,752)	(339,307)	(971,020)	(2,101,079)
Cash Paid to Suppliers	(2,394,512)	(3,108,388)	(1,318,835)	(6,821,735)
Other Operating Activity Revenue	6,182	709	6,590	13,481
Net Cash Provided by Operating Activities	<u>(64,641)</u>	<u>352,974</u>	<u>(127,222)</u>	<u>161,111</u>
Cash Flows from Noncapital Financing Activities:				
Cash Received from Other Funds	-	150,500	104,706	255,206
Cash Paid to Other Funds	<u>(25,767)</u>	<u>-</u>	<u>-</u>	<u>(25,767)</u>
Net Cash Provided (Used for) Noncapital Financing Activities	<u>(25,767)</u>	<u>150,500</u>	<u>104,706</u>	<u>229,439</u>
Cash Flow from Capital and Related Financing Activities:				
Acquisition and Construction of Assets	<u>-</u>	<u>(410,389)</u>	<u>(104,706)</u>	<u>(515,095)</u>
Net Cash Used for Capital and Related Financing Activities	<u>-</u>	<u>(410,389)</u>	<u>(104,706)</u>	<u>(515,095)</u>
Cash Flows from Investing Activities:				
Receipt of Interest	<u>889</u>	<u>680</u>	<u>268</u>	<u>1,837</u>
Net Cash Provided by Investing Activities	<u>889</u>	<u>680</u>	<u>268</u>	<u>1,837</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	(89,519)	93,765	(126,954)	(122,708)
Cash and Cash Equivalents, July 1	<u>740,258</u>	<u>104,436</u>	<u>592,768</u>	<u>1,437,462</u>
Cash and Cash Equivalents, June 30	<u><u>\$ 650,739</u></u>	<u><u>\$ 198,201</u></u>	<u><u>\$ 465,814</u></u>	<u><u>\$ 1,314,754</u></u>
Reconciliation of Operating Income/(Loss) to Net Cash Provided by Operating Activities:				
Operating (Loss)	\$ 114,694	\$ (1,257,023)	\$ (320,562)	\$ (1,462,891)
Adjustments to Reconcile Operating Income/(Loss)				
Depreciation and Amortization Expense	32,016	1,541,775	180,537	1,754,328
(Increase)Decrease in Accounts Receivables	(186,726)	392,976	4,277	210,527
(Increase)/Decrease in Inventories	-	(98,002)	(2,794)	(100,796)
(Increase)Decrease in Prepaid Items	(389)	(22,848)	139	(23,098)
Increase/(Decrease) in Accounts Payable	(25,527)	(227,035)	(9,920)	(262,482)
Increase(decrease) in Accrued Wages and Taxes Payable	(4,891)	22,422	13,880	31,411
Increase(Decrease) in Due from Other Gov't Units	-	-	(566)	(566)
Increase(decrease) in Unearned Revenue	-	-	1,197	1,197
Other Operating Activity Revenue	6,182	709	6,590	13,481
Total Adjustments	<u>(179,335)</u>	<u>1,609,997</u>	<u>193,340</u>	<u>1,624,002</u>
Net Cash Provided by Operating Activities	<u><u>\$ (64,641)</u></u>	<u><u>\$ 352,974</u></u>	<u><u>\$ (127,222)</u></u>	<u><u>\$ 161,111</u></u>



**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Water Enterprise Fund  
 (Non-GAAP Budgetary Basis)  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Resources (inflows):				
Inside City	\$ 18,911,391	\$ 18,911,391	\$ 18,678,730	\$ (232,661)
Outside City	2,231,100	2,231,100	2,357,286	126,186
Commercial Raw Water	210,000	210,000	196,847	(13,153)
Meters, Connections and Services	269,700	269,700	340,614	70,914
Capital Contributions:				
System Development	75,000	75,000	110,603	35,603
Capacity Rights	700,000	700,000	1,694,408	994,408
Interest	41,000	41,000	10,180	(30,820)
Miscellaneous	40,000	40,000	122,837	82,837
Total Revenues	<u>22,478,191</u>	<u>22,478,191</u>	<u>23,511,505</u>	<u>1,033,314</u>
Amounts Available for Appropriation	<u>22,478,191</u>	<u>22,478,191</u>	<u>23,511,505</u>	<u>1,033,314</u>
Charges to Appropriations (outflows):				
Current:				
Administration	2,127,848	2,123,896	2,218,651	(94,755)
Treatment	6,978,460	6,884,412	5,780,599	1,103,813
Water Transmission	1,632,052	1,619,435	1,524,860	94,575
Customer Services	1,279,019	1,281,019	981,095	299,924
Water Transfer	49,552	49,552	31,202	18,350
Laboratory	286,523	286,523	206,791	79,732
Facilities Maintenance	128,968	128,968	65,533	63,435
Capital Outlay:				
Capital Outlay	42,010	150,627	109,333	41,294
Capital Projects	6,906,300	6,906,300	1,227,113	5,679,187
Debt Service:				
Principal Retirement	5,023,209	5,023,209	5,023,221	(12)
Interest and Fiscal Agent Fees	5,281,055	5,281,055	5,316,589	(35,534)
Total Expenditures	<u>29,734,996</u>	<u>29,734,996</u>	<u>22,484,987</u>	<u>7,250,009</u>
Transfers Out	<u>62,358</u>	<u>62,358</u>	<u>70,344</u>	<u>(7,986)</u>
Total Charges to Appropriations	<u>29,797,354</u>	<u>29,797,354</u>	<u>22,555,331</u>	<u>7,242,023</u>
Excess/(Deficiency) of Resources				
Over Charges to Appropriations	<u>\$ (7,319,163)</u>	<u>\$ (7,319,163)</u>	<u>956,174</u>	<u>\$ 8,275,337</u>
Reconciliation to Change in Net Assets:				
Capital Outlay			109,333	
Capital Projects			1,227,113	
Principal Retirement			5,023,221	
Amortization of Debt Issuance Costs			141,855	
Amortization of Bond Premium			(20,464)	
Depreciation and Amortization			<u>(7,344,314)</u>	
Change in Net Assets			<u>\$ 92,918</u>	

NOTE: This exhibit is prepared on the modified accrual basis to correspond with the City's budget practices. It is not intended to present the operations in accordance with generally accepted accounting principles.

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Wastewater Enterprise Fund  
 (Non-GAAP Budgetary Basis)  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>Resources (inflows):</b>				
Inside City	\$ 11,967,100	\$ 11,967,100	\$ 11,956,911	\$ (10,189)
Outside City	910,000	910,000	1,059,295	149,295
Contractual/Industrial Services	1,496,400	1,496,400	1,608,854	112,454
Meters, Connections and Services	12,600	12,600	27,512	14,912
<b>Capital Contributions:</b>				
Capacity Rights	3,000,000	3,000,000	4,113,507	1,113,507
Wastewater Interceptor	115,000	115,000	149,003	34,003
Wastewater Trunk Line Charges	15,000	15,000	15,000	-
Interest	33,400	33,400	13,416	(19,984)
Miscellaneous	14,880	14,880	58,365	43,485
Total Revenues	<u>17,564,380</u>	<u>17,564,380</u>	<u>19,001,863</u>	<u>1,437,483</u>
Amounts Available for Appropriation	<u>17,564,380</u>	<u>17,564,380</u>	<u>19,001,863</u>	<u>1,437,483</u>
<b>Charges to Appropriations (outflows):</b>				
<b>Current:</b>				
Administration	1,361,009	1,361,009	1,288,559	72,450
Treatment	6,685,495	6,685,495	5,680,073	1,005,422
Pretreatment	442,617	442,617	376,541	66,076
Collection	1,073,252	1,075,952	949,943	126,009
Laboratory	305,768	305,768	136,167	169,601
Facilities Maintenance	123,459	123,459	62,695	60,764
<b>Capital Outlay:</b>				
Capital Outlay	57,622	54,922	9,914	45,008
Capital Projects	2,799,000	2,799,000	537,983	2,261,017
<b>Debt Service:</b>				
Principal Retirement	3,195,503	3,195,503	3,195,503	-
Interest and Fiscal Agent Fees	2,150,921	2,150,921	2,151,266	(345)
Total Expenditures	<u>18,194,646</u>	<u>18,194,646</u>	<u>14,388,644</u>	<u>3,806,002</u>
Transfers Out	32,877	32,877	36,928	(4,051)
Total Charges to Appropriations	<u>18,227,523</u>	<u>18,227,523</u>	<u>14,425,572</u>	<u>3,801,951</u>
Excess/(Deficiency) of Resources				
Over Charges to Appropriations	<u>\$ (663,143)</u>	<u>\$ (663,143)</u>	<u>4,576,291</u>	<u>\$ 5,239,434</u>
<b>Reconciliation to Change in Net Assets:</b>				
Capital Outlay			9,914	
Capital Projects			537,983	
Principal Retirement			3,195,503	
Amortization of Debt Issuance Costs			36,259	
Depreciation and Amortization			<u>(5,597,400)</u>	
Change in Net Assets			<u>\$ 2,758,550</u>	

NOTE: This exhibit is prepared on the modified accrual basis to correspond with the City's budget practices. It is not intended to present the operations in accordance with generally accepted accounting principles.

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Solid Waste Enterprise Fund  
 (Non-GAAP Budgetary Basis)  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Resources (inflows):				
Charges for Service				
Collection Fees	\$ 3,093,500	\$ 3,093,500	\$ 3,301,166	\$ 207,666
Interest	1,400	1,400	1,016	(384)
Miscellaneous				
Other	3,500	3,500	6,183	2,683
Total Revenues	<u>3,098,400</u>	<u>3,098,400</u>	<u>3,308,365</u>	<u>209,965</u>
Amounts Available for Appropriation	<u>3,098,400</u>	<u>3,098,400</u>	<u>3,308,365</u>	<u>209,965</u>
Charges to Appropriations (outflows):				
Current:				
Environmental Health and Protection				
Residential Services	2,784,766	2,784,766	2,785,027	(261)
Uncontained Waste	345,568	345,568	314,847	30,721
Recycling	68,131	68,131	54,582	13,549
Total Expenditures	<u>3,198,465</u>	<u>3,198,465</u>	<u>3,154,456</u>	<u>44,009</u>
Transfers Out	<u>26,379</u>	<u>26,379</u>	<u>25,767</u>	<u>612</u>
Total Charges to Appropriations	<u>3,224,844</u>	<u>3,224,844</u>	<u>3,180,223</u>	<u>44,621</u>
Excess/(Deficiency) of Resources				
Over Charges to Appropriations	<u>\$ (126,444)</u>	<u>\$ (126,444)</u>	<u>128,142</u>	<u>\$ 254,586</u>
Reconciliation to Change in Net Assets:				
Depreciation and Amortization			<u>(32,016)</u>	
Change in Net Assets			<u>\$ 96,126</u>	

NOTE: This exhibit is prepared on the modified accrual basis to correspond with the City's budget practices. It is not intended to present the operations in accordance with generally accepted accounting principles.

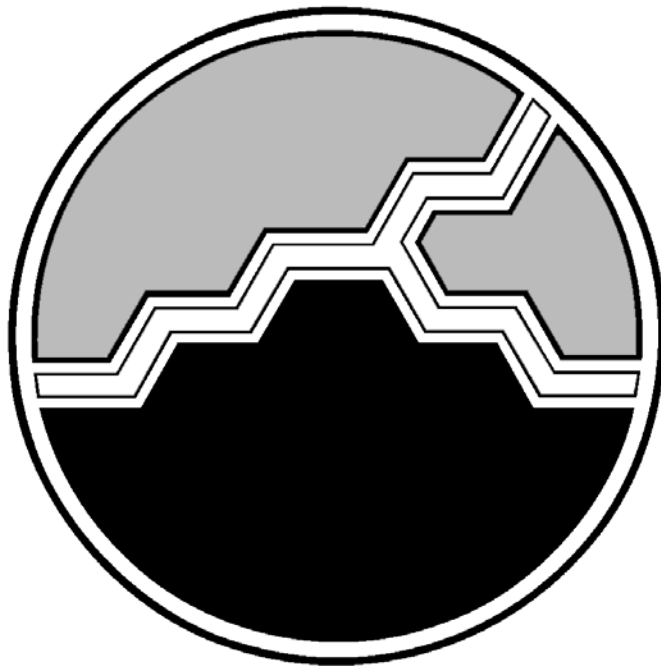
**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Radio Communication Enterprise Fund  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Resources (inflows):</b>				
Charges for Service				
Radio Equipment Fees	428,120	428,120	1,713,359	1,285,239
Intergovernmental				
Federal Government	3,178,262	4,139,932	1,618,566	(2,521,366)
State Government	-	-	75,059	75,059
Use of Money and Property				
Interest	-	-	663	663
Miscellaneous				
Other	-	-	709	709
Total Revenues	<u>3,606,382</u>	<u>4,568,052</u>	<u>3,408,356</u>	<u>(1,159,696)</u>
Transfers In	<u>136,950</u>	<u>136,950</u>	<u>150,500</u>	<u>13,550</u>
Amounts Available for Appropriation	<u>3,743,332</u>	<u>4,705,002</u>	<u>3,558,856</u>	<u>(1,146,146)</u>
<b>Charges to Appropriations (outflows):</b>				
Current:				
Environmental Health				
Radio Communications	819,131	840,631	1,761,514	(920,883)
Public Safety	678,923	933,423	1,360,718	(427,295)
Capital Outlay	<u>2,723,697</u>	<u>2,733,846</u>	<u>410,391</u>	<u>2,323,455</u>
Total Expenditures	<u>4,221,751</u>	<u>4,507,900</u>	<u>3,532,623</u>	<u>975,277</u>
Total Charges to Appropriations	<u>4,221,751</u>	<u>4,507,900</u>	<u>3,532,623</u>	<u>975,277</u>
Excess/(Deficiency) of Resources				
Over Charges to Appropriations	<u>\$ (478,419)</u>	<u>\$ 197,102</u>	<u>\$ 26,233</u>	<u>\$ (170,869)</u>
<b>Reconciliation to Change in Net Assets:</b>				
Capital Outlay			410,391	
Depreciation and Amortization			<u>(1,541,775)</u>	
Change in Net Assets			<u>\$ (1,105,151)</u>	

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Desert Hills Golf Course Enterprise Fund  
 (Non-GAAP Budgetary Basis)  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Resources (inflows):</b>				
Green Fees	\$ 1,216,500	\$ 1,216,500	\$ 1,169,777	\$ (46,723)
Cart and Club Rental	331,550	331,550	257,207	(74,343)
Pro Shop Sales	216,500	216,500	246,035	29,535
Restaurant Sales	522,700	522,700	478,117	(44,583)
Interest	500	500	243	(257)
Miscellaneous	200	200	6,590	6,390
Total Revenues	<u>2,287,950</u>	<u>2,287,950</u>	<u>2,157,969</u>	<u>(129,981)</u>
Transfers In	<u>210,000</u>	<u>210,000</u>	<u>104,706</u>	<u>(105,294)</u>
Amounts Available for Appropriation	<u>2,497,950</u>	<u>2,497,950</u>	<u>2,262,675</u>	<u>(235,275)</u>
<b>Charges to Appropriations (outflows):</b>				
Current:				
Maintenance	1,231,693	1,251,693	1,138,704	112,989
Concession	581,672	601,672	621,694	(20,022)
Restaurant	619,655	579,655	530,763	48,892
Capital Outlay:				
Capital Projects	<u>210,000</u>	<u>210,000</u>	<u>104,706</u>	<u>105,294</u>
Total Expenditures	<u>2,643,020</u>	<u>2,643,020</u>	<u>2,395,867</u>	<u>247,153</u>
Total Charges to Appropriations	<u>2,643,020</u>	<u>2,643,020</u>	<u>2,395,867</u>	<u>247,153</u>
<b>Excess/(Deficiency) of Resources</b>				
Over Charges to Appropriations	<u>\$ (145,070)</u>	<u>\$ (145,070)</u>	<u>(133,192)</u>	<u>\$ 11,878</u>
<b>Reconciliation to Change in Net Assets:</b>				
Capital Projects			104,706	
Depreciation and Amortization			<u>(180,537)</u>	
Change in Net Assets			<u>\$ (209,023)</u>	

NOTE: This exhibit is prepared on the modified accrual basis to correspond with the City's budget practices. It is not intended to present the operations in accordance with generally accepted accounting principles.



# INTERNAL SERVICE FUNDS

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Internal Service Funds are used to account for the financing of goods and services provided by one department to other departments of the City and to other governmental units, on a cost-reimbursement basis.

**Equipment Replacement** To account for the associated costs of purchasing vehicles and equipment for rental to other departments.

**Equipment Maintenance** To record the financial activity of fleet maintenance operations.

**Insurance Reserve** To record the financial activity related to insurance and risk retention for liability and casualty issues.

**Employee Benefits Trust** To record the financial activity of a self-funded insurance trust fund that covers eligible employees and dependent health, life, and dental claims.

**Workers Compensation** To record the financial activity of a self-funded worker's compensation insurance trust fund.

**City of Yuma, Arizona**  
Combining Statement of Net Position  
Internal Service Funds  
June 30, 2013

<b><u>Assets</u></b>	Equipment Replacement	Equipment Maintenance	Insurance Reserve	Employee Benefits Trust	Workers Compensation	Totals
<b>Current Assets:</b>						
Cash and Investments	\$ 15,787,938	\$ 82	\$ 769,150	\$ 276,936	\$ 1,807,255	\$ 18,641,361
Accounts Receivable	-	9,967	40,563	-	1,235	51,765
Intergovernmental Receivable	-	8	-	-	-	8
Accrued Interest	9,049	29	256	168	-	9,502
Inventory, at cost	-	744,126	-	-	-	744,126
Prepaid Items	-	120	545,641	-	91,959	637,720
Total Current Assets	<u>15,796,987</u>	<u>754,332</u>	<u>1,355,610</u>	<u>277,104</u>	<u>1,900,449</u>	<u>20,084,482</u>
<b>Noncurrent Assets:</b>						
<b>Capital Assets:</b>						
Land	-	219,610	-	-	-	219,610
Buildings	-	19,251	-	-	-	19,251
Improvements Other than Buildings	-	222,733	-	-	-	222,733
Equipment	27,499,278	237,499	-	-	-	27,736,777
Less Accumulated Depreciation	(21,022,530)	(199,097)	-	-	-	(21,221,627)
Total Noncurrent Assets	<u>6,476,748</u>	<u>499,996</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,976,744</u>
Total Assets	<u>22,273,735</u>	<u>1,254,328</u>	<u>1,355,610</u>	<u>277,104</u>	<u>1,900,449</u>	<u>27,061,226</u>
<b><u>Liabilities</u></b>						
<b>Liabilities:</b>						
<b>Current Liabilities:</b>						
Accounts Payable	16,814	288,699	34,143	93	31,417	371,166
Accrued Payroll, Taxes and Benefits Payable	-	13,606	1,253	-	-	14,859
Current Portion-Accrued Compensated Absences	-	27,889	3,763	-	-	31,652
Estimated Claims and Judgements	-	-	65,546	-	969,373	1,034,919
Due to Other Funds	-	481,161	-	-	1,113,364	1,594,525
Total Current Liabilities Payable	<u>16,814</u>	<u>811,355</u>	<u>104,705</u>	<u>93</u>	<u>2,114,154</u>	<u>3,047,121</u>
<b>Noncurrent Liabilities:</b>						
Accrued Compensated Absences	-	60,499	2,078	-	-	62,577
Total Long-Term Liabilities	<u>-</u>	<u>60,499</u>	<u>2,078</u>	<u>-</u>	<u>-</u>	<u>62,577</u>
Total Liabilities	<u>16,814</u>	<u>871,854</u>	<u>106,783</u>	<u>93</u>	<u>2,114,154</u>	<u>3,109,698</u>
<b><u>Net Position</u></b>						
Net investment in capital assets	6,476,748	499,996	-	-	-	6,976,744
Unrestricted (deficit)	15,780,173	(117,522)	1,248,827	277,011	(213,705)	16,974,784
Total Net Position	<u>\$ 22,256,921</u>	<u>\$ 382,474</u>	<u>\$ 1,248,827</u>	<u>\$ 277,011</u>	<u>\$ (213,705)</u>	<u>\$ 23,951,528</u>



**City of Yuma, Arizona**  
Combining Statement of Revenues, Expenses and Changes in Fund Net Position  
Internal Service Funds  
For the Year Ended June 30, 2013

	Equipment Replacement	Equipment Maintenance	Insurance Reserve	Employee Benefits Trust	Workers Compensation	Totals
<b>Operating Revenues:</b>						
Charges For Services	\$ -	\$ 3,701,030	\$ 2,446,069	\$ -	\$ -	\$ 6,147,099
Contributions						
City	-	-	-	-	870,296	870,296
Equipment Rental	1,359,535	-	-	-	-	1,359,535
Miscellaneous	162	13,681	100,352	7,719	5,714	127,628
<b>Total Operating Revenues</b>	<b>1,359,697</b>	<b>3,714,711</b>	<b>2,546,421</b>	<b>7,719</b>	<b>876,010</b>	<b>8,504,558</b>
<b>Operating Expenses:</b>						
Claims Incurred	-	-	256,757	-	649,123	905,880
Premiums to Insurance Carriers	-	-	554,868	30,540	191,042	776,450
Administration	12,582	3,826,139	862,543	6,943	27,378	4,735,585
Depreciation	1,488,957	23,345	-	-	-	1,512,302
<b>Total Operating Expenses</b>	<b>1,501,539</b>	<b>3,849,484</b>	<b>1,674,168</b>	<b>37,483</b>	<b>867,543</b>	<b>7,930,217</b>
<b>Operating Income/(Loss)</b>	<b>(141,842)</b>	<b>(134,773)</b>	<b>872,253</b>	<b>(29,764)</b>	<b>8,467</b>	<b>574,341</b>
<b>Non-Operating Revenue/(Expenses):</b>						
Interest	13,586	13	852	227	6,690	21,368
Gain on the Sale of Assets	118,184	-	-	-	-	118,184
<b>Total Non-Operating Revenues</b>	<b>131,770</b>	<b>13</b>	<b>852</b>	<b>227</b>	<b>6,690</b>	<b>139,552</b>
<b>Income/(Loss) before</b>						
<b>Transfers</b>	<b>(10,072)</b>	<b>(134,760)</b>	<b>873,105</b>	<b>(29,537)</b>	<b>15,157</b>	<b>713,893</b>
<b>Transfers Out</b>	<b>-</b>	<b>(750)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(750)</b>
<b>Change in Net Position</b>	<b>(10,072)</b>	<b>(135,510)</b>	<b>873,105</b>	<b>(29,537)</b>	<b>15,157</b>	<b>713,143</b>
Net Position, Beginning	22,266,993	517,984	375,722	306,548	(228,862)	23,238,385
Net Position, Ending	<u>\$ 22,256,921</u>	<u>\$ 382,474</u>	<u>\$ 1,248,827</u>	<u>\$ 277,011</u>	<u>\$ (213,705)</u>	<u>\$ 23,951,528</u>

**City of Yuma, Arizona**  
Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ended June 30, 2013

	Equipment Replacement	Equipment Maintenance	Insurance Reserve	Employee Benefits Trust	Workers Compensation	Totals
<b>Cash Flows from Operating Activities:</b>						
Cash Received from Customers	\$ 1,359,535	\$ 3,713,312	\$ 2,555,161	\$ 7,719	\$ 877,153	\$ 8,512,880
Cash Paid to Employees	-	(1,040,032)	(74,312.00)	-	-	(1,114,344)
Cash Paid to Suppliers	-	(2,640,416)	-	(37,498)	-	(2,677,914)
Cash Paid For Operating Expenses	(12,420)	-	(1,641,644)	-	(1,176,663)	(2,830,727)
Net Cash Flows Provided by/(Used for) Operating Activities	1,347,115	32,864	839,205	(29,779)	(299,510)	1,889,895
<b>Cash Flows from Noncapital Financing Activities:</b>						
Cash Received from Other Funds	-	-	(70,651)	-	843,363	772,712
Cash Paid to Other Funds	-	(750)	-	-	-	(750)
Net Cash Flows Provided by/(Used for) Noncapital Financing Activities	-	(750)	(70,651)	-	843,363	771,962
<b>Cash Flows from Capital and Related Financing Activities:</b>						
Proceeds from Sale of Capital Assets	118,183	-	-	-	-	118,183
Payments for Capital Acquisitions	(1,445,239)	(32,015)	-	-	-	(1,477,254)
Net Cash Flows Used for Capital and Related Financing Activities	(1,327,056)	(32,015)	-	-	-	(1,359,071)
<b>Cash Flows from Investing Activities:</b>						
Receipt of Interest	12,964	(17)	596	237	6,690	20,470
Net Cash Flows Provided by Investing Activities	12,964	(17)	596	237	6,690	20,470
Net Increase/(Decrease) in Cash and Cash Equivalent:	33,023	82	769,150	(29,542)	550,543	1,323,256
Cash and Cash Equivalents, July 1, 2012	15,754,915	-	-	306,478	1,256,712	17,318,105
Cash and Cash Equivalents, June 30, 2013	<u>\$ 15,787,938</u>	<u>\$ 82</u>	<u>\$ 769,150</u>	<u>\$ 276,936</u>	<u>\$ 1,807,255</u>	<u>\$ 18,641,361</u>
<b>Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:</b>						
Operating Income/(Loss)	\$ (141,842)	\$ (134,773)	\$ 872,253	\$ (29,764)	\$ 8,467	\$ 574,341
<b>Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:</b>						
Depreciation Expense	1,488,957	23,345	-	-	-	1,512,302
(Increase)/Decrease in Accounts Receivable	-	(93,057)	8,739	-	1,143	(83,175)
(Increase)/Decrease in Inventory	-	(34,607)	-	-	-	(34,607)
(Increase)/Decrease in Prepaid Items	-	4,895	(24,774)	-	(22,575)	(42,454)
Increase/(Decrease) in Accounts Payable	-	277,663	(10,082)	(15)	(7,842)	259,724
Increase/(Decrease) in Payroll Liabilities	-	(10,602)	-	-	-	(10,602)
Increase/(Decrease) in Claims Incurred but Not Reported	-	-	(6,931)	-	(278,703)	(285,634)
Total Adjustments	1,488,957	167,637	(33,048)	(15)	(307,977)	1,315,554
Net Cash Provided by/(Used for) Operating Activities	<u>\$ 1,347,115</u>	<u>\$ 32,864</u>	<u>\$ 839,205</u>	<u>\$ (29,779)</u>	<u>\$ (299,510)</u>	<u>\$ 1,889,895</u>

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Equipment Replacement Internal Service Fund  
 (Non-GAAP Budgetary Basis)  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Resources (inflows):</b>				
Charges for Services	\$ 1,364,582	\$ 1,364,582	\$ 1,359,535	\$ (5,047)
Interest	55,000	55,000	13,586	(41,414)
Miscellaneous	-	-	162	162
Total Revenues	<u>1,419,582</u>	<u>1,419,582</u>	<u>1,373,283</u>	<u>(46,299)</u>
Amounts Available for Appropriation	<u>1,419,582</u>	<u>1,419,582</u>	<u>1,373,283</u>	<u>(46,299)</u>
<b>Charges to Appropriations (outflows):</b>				
Current				
Administration	12,582	12,582	12,582	-
Capital Outlay	3,250,179	3,230,179	1,448,762	1,781,417
Total Expenditures	<u>3,262,761</u>	<u>3,242,761</u>	<u>1,461,344</u>	<u>1,781,417</u>
Total Charges to Appropriations	<u>3,262,761</u>	<u>3,242,761</u>	<u>1,461,344</u>	<u>1,781,417</u>
<b>Excess of Resources Over</b>				
Charges to Appropriations	<u>\$ (1,843,179)</u>	<u>\$ (1,823,179)</u>	<u>(88,061)</u>	<u>\$ 1,735,118</u>
<b>Reconciliation to Change in Net Position:</b>				
Capital Outlay			1,448,762	
Gain on Sale of Assets			118,184	
Depreciation and Amortization			<u>(1,488,957)</u>	
Change in Net Position			<u>\$ (10,072)</u>	

NOTE: This exhibit is prepared on the modified accrual basis to correspond with the City's budget practices. It is not intended to present the operations in accordance with generally accepted accounting principles.

**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Equipment Maintenance Internal Service Fund  
 (Non-GAAP Budgetary Basis)  
 For the Year Ended June 30, 2013

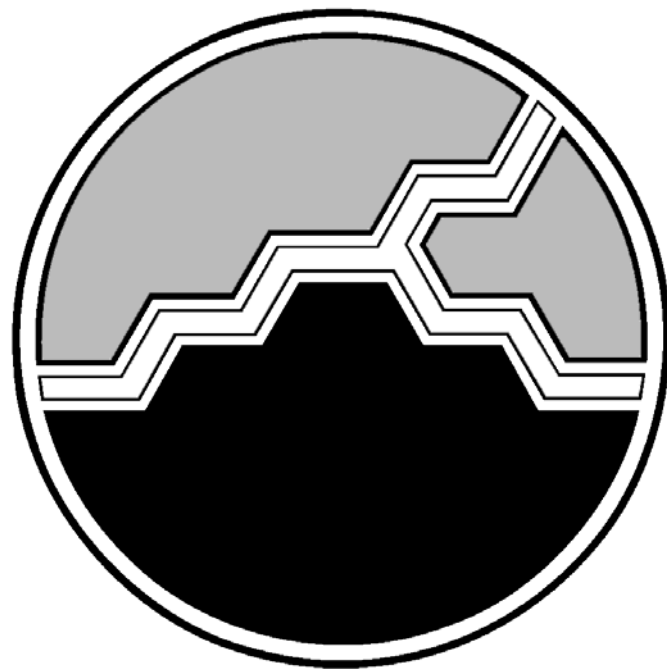
	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Resources (inflows):				
Charges for Services	\$ 3,700,098	\$ 3,700,098	\$ 3,701,030	\$ 932
Miscellaneous	-	-	13,681	13,681
Interest	1,000	1,000	13	(987)
Total Revenues	<u>3,701,098</u>	<u>3,701,098</u>	<u>3,714,724</u>	<u>13,626</u>
Amounts Available for Appropriation	<u>3,701,098</u>	<u>3,701,098</u>	<u>3,714,724</u>	<u>13,626</u>
Charges to Appropriations (outflows):				
Current				
Administration	3,629,754	3,629,754	3,826,139	(196,385)
Capital Outlay	35,000	35,000	32,015	2,985
Total Expenditures	<u>3,664,754</u>	<u>3,664,754</u>	<u>3,858,154</u>	<u>(193,400)</u>
Transfers Out	900	900	750	150
Total Charges to Appropriations	<u>3,665,654</u>	<u>3,665,654</u>	<u>3,858,904</u>	<u>(193,250)</u>
Excess of Resources Over				
Charges to Appropriations	<u>\$ 35,444</u>	<u>\$ 35,444</u>	<u>(144,180)</u>	<u>\$ (179,624)</u>
Reconciliation to Change in Net Position:				
Capital Outlay			32,015	
Depreciation and Amortization			(23,345)	
Change in Net Position			<u>\$ (135,510)</u>	

NOTE: This exhibit is prepared on the modified accrual basis to correspond with the City's budget practices. It is not intended to present the operations in accordance with generally accepted accounting principles.

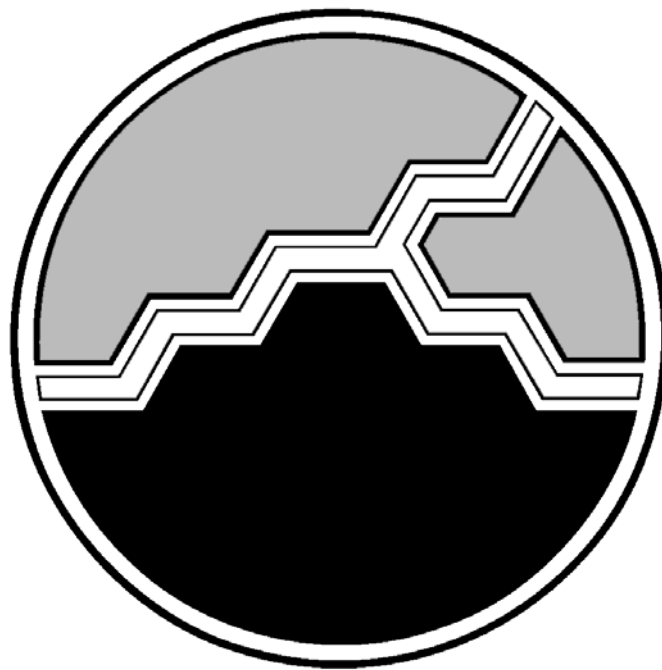
**City of Yuma, Arizona**  
 Budgetary Comparison Schedule  
 Insurance Reserve Internal Service Fund  
 (Non-GAAP Budgetary Basis)  
 For the Year Ended June 30, 2013

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Resources (inflows):</b>				
Charges for Services	\$ 2,446,069	\$ 2,446,069	\$ 2,446,069	\$ -
Property Damage Restitution	5,000	5,000	-	(5,000)
Miscellaneous	15,000	15,000	100,352	85,352
Interest	500	500	852	352
Total Revenues	<u>2,466,569</u>	<u>2,466,569</u>	<u>2,547,273</u>	<u>80,704</u>
Amounts Available for Appropriation	<u>2,466,569</u>	<u>2,466,569</u>	<u>2,547,273</u>	<u>80,704</u>
<b>Charges to Appropriations (outflows):</b>				
Current				
Premiums to Insurance Carriers	585,116	585,116	554,868	30,248
Claims Incurred	369,000	369,000	256,757	112,243
Administration	862,121	862,121	862,543	(422)
Total Expenditures	<u>1,816,237</u>	<u>1,816,237</u>	<u>1,674,168</u>	<u>142,069</u>
Total Charges to Appropriations	<u>1,816,237</u>	<u>1,816,237</u>	<u>1,674,168</u>	<u>142,069</u>
<b>Excess of Resources Over</b>				
Charges to Appropriations	<u>\$ 650,332</u>	<u>\$ 650,332</u>	<u>\$ 873,105</u>	<u>\$ 222,773</u>
<b>Reconciliation to Change in Net Position:</b>				
Change in Net Position			<u>\$ 873,105</u>	

NOTE: This exhibit is prepared on the modified accrual basis to correspond with the City's budget practices. It is not intended to present the operations in accordance with generally accepted accounting principles.



# **STATISTICAL SECTION**





## STATISTICAL SECTION

This part of the City of Yuma's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial condition.

<b>Contents</b>	<b>Page</b>
Financial Trends	100
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
Revenue Capacity	108
These schedules contain information to help the reader assess the City's most significant local revenue source - sales tax.	
Debt Capacity	110
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and its ability to issue additional debt in the future.	
Demographic and Economic Information	116
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	
Operating Information	119
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the respective year.

**City of Yuma, Arizona**

**Net Position by Component  
Last Ten Fiscal Years  
(amounts expressed in thousands)**

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Governmental activities</b>										
Net investment in capital assets	\$ 95,005	\$ 111,268	\$ 130,176	\$ 160,214	\$ 169,403	\$ 129,228	\$ 192,145	\$ 196,837	\$ 209,377	\$ 208,428
Restricted	-	330	24,820	12,991	17,952	70,389	14,762	15,773	24,835	22,456
Unrestricted	55,748	57,707	42,605	43,638	45,354	38,439	40,261	44,357	36,851	39,115
<b>Total governmental activities net position</b>	<b>\$ 150,753</b>	<b>\$ 169,305</b>	<b>\$ 197,601</b>	<b>\$ 216,844</b>	<b>\$ 232,709</b>	<b>\$ 238,056</b>	<b>\$ 247,168</b>	<b>\$ 256,967</b>	<b>\$ 271,063</b>	<b>\$ 269,999</b>
<b>Business-type activities</b>										
Net investment in capital assets	\$ 86,266	\$ 105,944	\$ 119,734	\$ 154,054	\$ 151,032	\$ 158,367	\$ 160,883	\$ 166,782	\$ 164,295	\$ 163,246
Restricted	-	-	-	-	151	1,952	3,754	5,556	7,357	9,009
Unrestricted	31,537	27,122	26,569	7,587	24,079	27,344	29,027	31,699	37,842	43,362
<b>Total business-type activities net position</b>	<b>\$ 117,803</b>	<b>\$ 133,066</b>	<b>\$ 146,303</b>	<b>\$ 161,641</b>	<b>\$ 175,262</b>	<b>\$ 187,663</b>	<b>\$ 193,664</b>	<b>\$ 204,037</b>	<b>\$ 209,494</b>	<b>\$ 215,617</b>
<b>Primary government</b>										
Net investment in capital assets	\$ 181,271	\$ 217,212	\$ 249,910	\$ 314,268	\$ 320,435	\$ 287,595	\$ 353,028	\$ 363,619	\$ 373,672	\$ 371,674
Restricted	-	330	24,820	12,991	18,103	72,341	18,516	21,329	32,192	31,465
Unrestricted	87,284	84,829	69,174	51,225	69,433	65,783	69,288	76,056	74,693	82,477
<b>Total primary government net position</b>	<b>\$ 268,556</b>	<b>\$ 302,371</b>	<b>\$ 343,904</b>	<b>\$ 378,485</b>	<b>\$ 407,971</b>	<b>\$ 425,719</b>	<b>\$ 440,832</b>	<b>\$ 461,004</b>	<b>\$ 480,557</b>	<b>\$ 485,616</b>

City of Yuma, Arizona

Changes in Net Position  
Last Ten Fiscal Years  
(amounts expressed in thousands)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Expenses</b>										
Governmental activities:										
General government	\$ 7,059	\$ 7,117	\$ 9,124	\$ 10,919	\$ 11,875	\$ 11,559	\$ 10,563	\$ 9,684	\$ 12,534	\$ 10,345
Public Safety	26,988	30,707	33,057	36,067	38,511	41,080	39,224	40,232	41,735	43,051
Streets	8,654	9,061	12,326	13,384	18,943	15,966	13,969	14,536	12,741	14,980
Parks, Recreation and Culture	9,475	9,841	12,173	15,400	14,353	16,282	13,863	13,804	14,226	12,787
Environmental Health and Protection	2,994	3,608	3,410	2,098	4,604	4,969	4,905	1,538	804	156
Community Design and Development	5,551	5,438	6,529	6,791	5,807	5,486	4,981	5,007	4,521	5,134
Interest on Long-Term Debt	2,972	3,042	2,899	2,948	5,331	6,592	6,291	5,803	5,461	5,153
Total governmental activities expenses	<u>63,693</u>	<u>68,814</u>	<u>79,518</u>	<u>87,607</u>	<u>99,424</u>	<u>101,934</u>	<u>93,796</u>	<u>90,604</u>	<u>92,022</u>	<u>91,606</u>
Business-type activities:										
Water	10,884	11,456	13,010	14,562	18,389	20,754	20,277	20,555	23,353	23,227
Wastewater	7,341	8,750	10,403	11,538	13,270	13,859	13,673	13,882	16,191	16,165
Solid Waste	-	-	-	-	-	-	-	2,902	2,948	3,213
Radio Communications	-	-	-	-	-	-	-	-	-	4,663
Golf Courses	2,493	2,514	2,641	2,676	2,889	2,819	2,496	2,377	2,403	2,469
Total business-type activities expenses	<u>20,718</u>	<u>22,720</u>	<u>26,054</u>	<u>28,776</u>	<u>34,548</u>	<u>37,432</u>	<u>36,446</u>	<u>39,716</u>	<u>44,895</u>	<u>49,737</u>
Total primary government expenses	<u>\$ 84,411</u>	<u>\$ 91,534</u>	<u>\$ 105,572</u>	<u>\$ 116,383</u>	<u>\$ 133,972</u>	<u>\$ 139,366</u>	<u>\$ 130,242</u>	<u>\$ 130,320</u>	<u>\$ 136,917</u>	<u>\$ 141,343</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges for Services										
Building Inspection Fees	\$ 926	\$ 1,023	\$ 1,019	\$ 985	\$ 710	\$ 390	\$ 384	\$ 333	\$ 307	\$ 413
Developer Charges	365	3,995	3,520	4,517	6,657	4,911	2,674	4,369	1,589	1,419
Ambulance Services	-	-	-	-	-	-	-	-	477	3,830
Police Services	488	605	698	805	764	865	821	471	567	617
Other Charges	7,374	8,768	8,968	8,407	8,916	7,607	7,491	6,936	5,775	6,082
Operating Grants and Contributions	3,290	3,568	2,840	2,661	2,294	1,807	3,659	4,968	3,965	3,980
Capital Grants and Contributions	3,703	1,747	5,679	5,341	5,000	4,783	5,944	3,245	19,145	1,744
Total governmental activities program revenues	<u>16,146</u>	<u>19,706</u>	<u>22,724</u>	<u>22,716</u>	<u>24,341</u>	<u>20,363</u>	<u>20,973</u>	<u>20,322</u>	<u>31,825</u>	<u>18,085</u>
Business-type activities:										
Charges for Services										
Metered Water Sales	10,481	12,297	14,797	17,522	21,027	22,463	21,651	21,598	20,710	21,233
Wastewater Charges	7,613	8,000	9,081	10,387	13,126	13,372	13,699	14,854	14,485	14,625
Radio Communications	-	-	-	-	-	-	-	-	-	1,714
Solid Waste Charges	-	-	-	-	-	-	-	3,147	3,266	3,301
Green Fees and Concessions	1,992	1,994	2,191	2,189	2,140	2,027	1,964	1,890	1,919	2,152
Other Charges	1,023	1,221	1,393	1,390	1,181	1,098	1,041	961	775	562
Capital Grants and Contributions	8,923	11,657	11,025	11,249	8,874	9,924	3,969	7,391	9,071	7,776
Total business-type activities program revenues	<u>30,032</u>	<u>35,169</u>	<u>38,487</u>	<u>42,737</u>	<u>46,348</u>	<u>48,884</u>	<u>42,324</u>	<u>49,841</u>	<u>50,226</u>	<u>51,363</u>
Total primary government program revenues	<u>\$ 46,178</u>	<u>\$ 54,875</u>	<u>\$ 61,211</u>	<u>\$ 65,453</u>	<u>\$ 70,689</u>	<u>\$ 69,247</u>	<u>\$ 63,297</u>	<u>\$ 70,163</u>	<u>\$ 82,051</u>	<u>\$ 69,448</u>

Continued on next page

City of Yuma, Arizona

Changes in Net Position  
Last Ten Fiscal Years  
(amounts expressed in thousands)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Net (expense)/revenue										
Governmental activities	\$ (47,547)	\$ (49,109)	\$ (56,794)	\$ (64,891)	\$ (75,083)	\$ (81,571)	\$ (72,823)	\$ (70,282)	\$ (60,197)	\$ (73,521)
Business-type activities	9,314	12,449	12,434	13,961	11,800	11,452	5,878	10,125	5,331	1,626
Total primary government net expense	<u>\$ (38,233)</u>	<u>\$ (36,659)</u>	<u>\$ (44,361)</u>	<u>\$ (50,930)</u>	<u>\$ (63,283)</u>	<u>\$ (70,119)</u>	<u>\$ (66,945)</u>	<u>\$ (60,157)</u>	<u>\$ (54,866)</u>	<u>\$ (71,895)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes	\$ 5,953	\$ 6,076	\$ 6,832	\$ 7,430	\$ 8,250	\$ 8,856	\$ 9,498	\$ 9,986	\$ 10,099	\$ 9,549
Sales taxes	28,529	32,795	36,557	39,616	39,478	36,857	34,177	34,644	36,304	37,624
Franchise taxes	1,936	2,105	3,116	2,678	2,893	3,013	3,010	3,002	3,059	3,043
Shared revenues	24,021	25,462	28,226	30,558	32,788	31,330	28,239	25,379	23,936	25,917
Grants and contributions not restricted to specific programs	5,198	1,673	7,826	115	2,600	3,895	5,776	5,929	-	-
Unrestricted investment earnings	292	1,370	2,190	4,097	4,842	2,872	1,139	1,001	930	796
Gain from sale of fixed assets	920	307	348	-	-	-	-	259	-	-
Transfers	(473)	(2,124)	(4)	(363)	(96)	95	95	126	(37)	(17)
Total governmental activities	<u>66,376</u>	<u>67,664</u>	<u>85,091</u>	<u>84,131</u>	<u>90,755</u>	<u>86,918</u>	<u>81,934</u>	<u>80,326</u>	<u>74,291</u>	<u>76,912</u>
Business-type activities:										
Investment earnings	125	691	798	1,016	1,916	1,045	217	130	89	26
Transfers	473	2,124	4	363	96	(95)	(95)	(126)	37	17
Total business-type activities	<u>598</u>	<u>2,815</u>	<u>802</u>	<u>1,379</u>	<u>2,012</u>	<u>950</u>	<u>122</u>	<u>4</u>	<u>126</u>	<u>43</u>
Total primary government	<u>\$ 66,974</u>	<u>\$ 70,479</u>	<u>\$ 85,893</u>	<u>\$ 85,510</u>	<u>\$ 92,767</u>	<u>\$ 87,868</u>	<u>\$ 82,056</u>	<u>\$ 80,330</u>	<u>\$ 74,417</u>	<u>\$ 76,955</u>
<b>Change in Net Position</b>										
Governmental activities	\$ 18,830	\$ 18,553	\$ 28,296	\$ 19,243	\$ 15,865	\$ 5,347	\$ 9,112	\$ 10,044	\$ 14,095	\$ 3,391
Business-type activities	9,912	15,264	13,236	15,338	13,620	12,402	6,000	10,128	5,457	1,669
Total primary government	<u>\$ 28,742</u>	<u>\$ 33,817</u>	<u>\$ 41,532</u>	<u>\$ 34,581</u>	<u>\$ 29,485</u>	<u>\$ 17,749</u>	<u>\$ 15,112</u>	<u>\$ 20,172</u>	<u>\$ 19,552</u>	<u>\$ 5,060</u>

Concluded

City of Yuma, Arizona

Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(amounts expressed in thousands)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund										
Reserved	\$ 101	\$ 296	\$ 614	\$ 309	\$ 277	\$ 262	\$ 156	\$ -	\$ -	\$ -
Unreserved	17,436	19,704	21,125	19,893	18,608	15,493	18,796	-	-	-
Nonspendable	-	-	-	-	-	-	-	103	169	187
Committed	-	-	-	-	-	-	-	2,383	1,864	935
Assigned	-	-	-	-	-	-	-	88	868	-
Unassigned	-	-	-	-	-	-	-	19,060	15,655	18,693
Total General Fund	<u>\$ 17,537</u>	<u>\$ 20,000</u>	<u>\$ 21,739</u>	<u>\$ 20,202</u>	<u>\$ 18,885</u>	<u>\$ 15,755</u>	<u>\$ 18,952</u>	<u>\$ 21,634</u>	<u>\$ 18,556</u>	<u>\$ 19,815</u>
All other										
Governmental funds										
Reserved	\$ 63	\$ 339	\$ 535	\$ 513	\$ 543	\$ 552	\$ 553	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	13,407	17,036	19,908	12,892	8,791	6,876	7,848	-	-	-
Capital projects funds	6,920	1,104	5,976	926	67,732	47,349	31,267	-	-	-
Nonspendable	-	-	-	-	-	-	-	141	18	19
Restricted	-	-	-	-	-	-	-	2,388	24,834	22,456
Committed	-	-	-	-	-	-	-	34,441	11,235	7,252
Assigned	-	-	-	-	-	-	-	2,037	633	-
Total all other governmental funds	<u>\$ 20,390</u>	<u>\$ 18,479</u>	<u>\$ 26,418</u>	<u>\$ 14,331</u>	<u>\$ 77,066</u>	<u>\$ 54,777</u>	<u>\$ 39,668</u>	<u>\$ 39,007</u>	<u>\$ 36,720</u>	<u>\$ 29,727</u>

Notes: For FY 2011 GASB Statement No 54 was implemented. See Note I-E, Sec 9 of the Notes to Basic Financial Statements.

City of Yuma, Arizona

Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(amounts expressed in thousands)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Revenues</b>										
Taxes	\$ 36,411	\$ 41,078	\$ 46,474	\$ 49,686	\$ 50,503	\$ 48,569	\$ 46,561	\$ 47,606	\$ 49,450	\$ 50,282
Licenses and permits	3,016	3,416	3,836	2,845	2,068	1,363	1,413	1,292	1,288	1,723
Intergovernmental	31,041	30,729	36,044	37,916	39,238	37,064	36,984	32,510	33,173	30,780
Charges for services	3,905	7,937	7,737	8,804	11,599	8,913	7,007	7,055	4,160	7,293
Fines and forfeitures	726	806	863	1,039	1,143	1,238	1,437	1,484	1,550	1,526
Special Assessments	-	-	649	679	914	949	817	1,039	1,089	1,134
Use of money and property	1,154	1,971	2,809	4,374	5,358	3,309	1,752	1,665	1,365	819
Contributions and donations	33	84	80	78	65	97	85	77	47	69
Miscellaneous	480	1,152	548	624	633	1,646	763	2,442	493	1,053
Total revenues	<u>76,766</u>	<u>87,173</u>	<u>99,040</u>	<u>106,045</u>	<u>111,521</u>	<u>103,148</u>	<u>96,819</u>	<u>95,170</u>	<u>92,615</u>	<u>94,679</u>
<b>Expenditures</b>										
General government	5,409	5,033	7,185	7,641	9,723	9,575	7,740	6,969	9,451	9,409
Public Safety	25,751	29,296	31,862	35,014	37,874	37,908	35,234	36,285	38,475	40,769
Streets	4,767	4,899	5,626	7,155	8,913	9,716	8,195	8,186	7,945	7,662
Parks, Recreation and Culture	7,828	8,534	9,727	11,022	11,547	11,857	10,619	10,171	10,688	10,964
Environmental Health and Protection	3,062	3,014	3,365	3,551	4,757	4,781	4,480	1,556	733	104
Community Design and Development	5,429	5,344	6,422	6,698	5,726	5,370	4,870	4,899	4,458	5,134
Capital Outlay	19,655	21,151	22,688	41,449	51,148	35,734	25,249	13,659	12,666	11,792
Debt Service										
Principal	3,825	3,447	4,209	3,837	8,312	7,075	6,315	7,680	8,010	8,350
Interest and fiscal agent fees	2,962	3,032	2,890	2,939	5,885	6,646	6,764	5,858	5,516	5,209
Total expenditures	<u>78,688</u>	<u>83,750</u>	<u>93,974</u>	<u>119,306</u>	<u>143,885</u>	<u>128,662</u>	<u>109,466</u>	<u>95,263</u>	<u>97,942</u>	<u>99,393</u>
Excess of revenues over (under) expenditures	(1,922)	3,423	5,066	(13,261)	(32,364)	(25,514)	(12,647)	(93)	(5,327)	(4,714)
<b>Other financing sources (uses)</b>										
Proceeds from long-term debt	7,280	-	3,875	-	93,686	-	30,017	-	-	-
Sale of real property	920	307	742	-	-	-	-	-	-	-
Payment to Refunded Bond Escrow	-	-	-	-	-	-	(29,378)	-	-	-
Transfers in	21,609	20,219	25,016	38,410	29,685	16,213	14,564	14,675	14,522	12,772
Transfers out	(22,082)	(23,398)	(25,021)	(38,773)	(29,589)	(16,118)	(14,468)	(14,548)	(14,559)	(12,789)
Total other financing sources (uses)	<u>7,727</u>	<u>(2,872)</u>	<u>4,612</u>	<u>(363)</u>	<u>93,782</u>	<u>95</u>	<u>735</u>	<u>127</u>	<u>(37)</u>	<u>(17)</u>
Net change in fund balances	<u>\$ 5,805</u>	<u>\$ 551</u>	<u>\$ 9,678</u>	<u>\$ 13,624</u>	<u>\$ 61,418</u>	<u>\$ 25,419</u>	<u>\$ (11,912)</u>	<u>\$ 34</u>	<u>\$ 5,364</u>	<u>\$ (4,731)</u>
Debt service as a percentage of noncapital expenditures	11.5%	10.4%	10.0%	8.7%	15.3%	14.8%	15.5%	16.6%	15.9%	15.5%

**City of Yuma, Arizona**

**Governmental Funds Tax Revenues by Source  
Last Ten Fiscal Years**

Fiscal Year	Property Tax	General Sales Tax	City Road Sales Tax	Public Safety Sales Tax	Two Percent Tax	Utility Franchise	Public Enterprise In-Lieu	Mall District Levy	Total
2004	\$ 5,857,825	\$ 14,849,984	\$ 7,423,730	\$ 2,968,482	\$3,044,645	\$ 1,935,952	\$ 242,000	\$ 88,411	\$ 36,411,029
2005	6,084,442	17,165,647	8,581,364	3,431,379	3,374,350	2,105,116	242,000	93,863	41,078,161
2006	6,699,038	19,087,873	9,542,314	3,815,628	3,866,902	3,116,225	244,610	101,821	46,474,411
2007	7,278,233	20,672,520	10,334,503	4,132,396	4,232,008	2,678,454	244,610	113,345	49,686,069
2008	8,026,861	20,479,641	10,238,080	4,093,839	4,424,358	2,893,077	242,000	105,394	50,503,250
2009	8,545,562	18,961,780	9,479,279	3,790,422	4,383,419	3,013,453	242,000	154,174	48,570,089
2010	9,256,633	17,461,635	8,729,333	3,490,546	4,253,079	3,009,794	242,000	117,798	46,560,818
2011	9,740,940	17,635,454	8,816,228	3,525,292	4,425,556	3,001,939	242,000	218,925	47,606,334
2012	9,944,517	18,470,938	9,233,899	3,692,304	4,665,296	3,058,634	242,000	142,151	49,449,739
2013	9,495,271	19,248,864	9,622,796	3,847,810	4,652,121	3,043,054	252,413	119,403	50,281,732

**City of Yuma, Arizona**  
**Governmental Funds Intergovernmental Shared Revenues**  
**Last Ten Fiscal Years**

Fiscal Year	Sales Tax	Revenue Sharing	Auto In-Lieu	Highway Users	Local Transportation Assistance	Grants and Others*	Total
2004	\$ 6,535,654	\$ 7,002,250	\$ 2,852,832	\$ 7,198,891	\$ 431,754	\$ 7,019,763	\$ 31,041,144
2005	7,196,762	7,141,392	3,067,961	7,627,177	428,520	5,230,199	30,692,011
2006	8,292,930	8,133,573	3,391,236	7,980,673	427,528	7,818,092	36,044,032
2007	8,437,831	10,079,129	3,476,885	8,137,895	425,850	7,357,643	37,915,233
2008	8,183,395	12,518,215	3,518,863	8,144,889	423,058	6,448,868	39,237,288
2009	7,105,468	13,355,612	3,445,491	7,029,312	394,161	5,734,617	37,064,661
2010	6,553,759	11,530,342	3,302,490	6,626,027	226,308	8,744,867	36,983,793
2011	6,856,996	8,692,400	3,250,436	6,503,532	75,764	7,131,364	32,510,492
2012	7,272,049	7,854,670	3,108,562	5,700,428	-	9,237,197	33,172,906
2013	7,600,328	9,506,288	2,948,529	5,862,202	-	4,862,601	30,779,948

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\*See 'Intergovernmental Revenues - Grants and Others' for detail information.



**City of Yuma, Arizona**

**Intergovernmental Revenues - Grants and Other  
Last Ten Fiscal Years**

Fiscal Year	Federal					State of Arizona					
	Justice	Interior	Housing/Urban Development (CDBG)	Other HUD	Other	Parks	Commerce	Transportation	Other	Local Government	Total
2004	\$ 3,462,972	\$ 575,124	\$ 1,349,178	\$ 405,814	\$ 896,311	\$ 87,359	\$ -	\$ 31,059	\$ 151,489	\$ 60,457	\$ 7,019,763
2005	1,233,650	465,209	594,924	80,301	2,485,908	79,123	-	-	291,084	-	5,230,199
2006	925,898	1,404,369	1,044,705	251,898	3,264,509	120,555	13,000	376,323	388,547	28,288	7,818,092
2007	524,591	417,782	1,334,775	-	4,090,532	432,498	130,213	233,689	59,422	134,141	7,357,643
2008	1,001,408	621,480	899,272	-	1,335,165	505,838	1,844,645	214,649	26,411	-	6,448,868
2009	583,702	1,469,327	1,121,334	-	2,176,628	-	297,024	5,393	81,210	-	5,734,617
2010	252,169	1,446,751	1,167,310	-	5,336,400	5,607	1,840	-	533,859	931	8,744,867
2011	271,296	741,740	1,059,135	255,855	4,165,343	-	-	-	637,996	-	7,131,364
2012	373,294	635,092	786,120	87,292	2,501,119	5,125	-	2,893,392	1,588,327	367,436	9,237,197
2013	459,826	726,689	1,207,608	-	1,855,100	10,400	296,263	240,044	66,670	-	4,862,601

City of Yuma, Arizona

**Taxable Sales by Category  
Last Ten Fiscal Years  
(amounts expressed in thousands)**

	Fiscal Years									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Mining	\$ -	\$ 1	\$ 3	\$ 25	\$ 155	\$ 6	\$ 82	\$ 6	\$ 44	\$ 20
Construction	166,117	228,801	235,643	254,740	249,315	207,592	118,996	121,132	190,490	190,260
Manufacturing	28,969	53,176	60,054	57,632	59,931	48,964	44,764	50,676	38,167	50,539
Transportation, Communications, and Utilities	121,936	145,454	173,224	186,420	207,693	206,089	207,112	197,764	194,646	197,687
Wholesale Trade	23,625	29,635	35,498	34,732	22,480	33,785	35,334	42,580	38,720	36,578
Retail Trade	823,785	925,936	1,024,886	1,088,053	1,089,001	1,001,579	962,699	973,426	987,416	1,036,092
Restaurants and Bars	110,633	123,683	143,594	157,866	162,560	162,404	157,024	160,742	168,358	172,056
Finance, Insurance and Real Estate	69,235	97,875	117,161	143,725	132,593	115,857	116,046	123,876	129,208	129,208
Hotels and Other Lodging	30,785	34,930	37,333	39,360	33,642	36,093	29,502	29,507	33,368	32,054
Services	66,721	44,921	48,639	58,050	52,012	50,858	43,356	45,208	45,804	51,404
Arts, Entertainment, Government and All Others Not Specified	43,029	31,963	32,542	46,423	38,503	32,743	31,055	18,434	20,670	22,871
	<u>\$ 1,484,835</u>	<u>\$ 1,716,375</u>	<u>\$ 1,908,577</u>	<u>\$ 2,067,026</u>	<u>\$ 2,047,885</u>	<u>\$ 1,895,970</u>	<u>\$ 1,745,970</u>	<u>\$ 1,763,351</u>	<u>\$ 1,846,891</u>	<u>\$ 1,918,769</u>
City direct sales tax rate	1.70%	1.70%	1.70%	1.70%	1.70%	1.70%	1.70%	1.70%	1.70%	1.70%

Source: Arizona Department of Revenue

Note: During fiscal 2004, the Department of Revenue implemented a new collection system with a revised reporting scheme. Accordingly, certain classifications have been combined for comparison purposes.

**City of Yuma, Arizona**

**Direct and Overlapping Sales Tax Rates  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>City Sales Tax Rate</u>	<u>City Hospitality Sales Tax Rate</u>	<u>Yuma County</u>	<u>Arizona State</u>
2004	1.70%	2.00%	1.50%	5.60%
2005	1.70%	2.00%	1.60%	5.60%
2006	1.70%	2.00%	1.60%	5.60%
2007	1.70%	2.00%	1.10%	5.60%
2008	1.70%	2.00%	1.10%	5.60%
2009	1.70%	2.00%	1.10%	5.60%
2010	1.70%	2.00%	1.10%	6.60%
2011	1.70%	2.00%	1.10%	6.60%
2012	1.70%	2.00%	1.10%	6.60%
2013	1.70%	2.00%	1.10%	5.60%

Source: Arizona Department of Revenue

**City of Yuma, Arizona**

**Ratio of Outstanding Debt by Type  
Last Ten Fiscal Years**

Fiscal Year	Governmental Activities				Business-Type Activities			Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	Municipal Property Corporation Bonds	Special Assessment Bonds	Long-term Contracts Payable	Municipal Property Corporation Bonds	General Obligation Bonds	Long-term Contracts Payable			
2004	\$ -	\$ 63,440,000	\$ 7,280,000	\$ 2,515,000	\$ -	\$ 10,505,000	\$ 33,790,746	\$ 117,530,746	3.30%	\$ 667
2005	-	60,420,000	7,280,000	1,723,000	-	9,575,000	61,072,113	140,070,113	3.67%	773
2006	-	57,765,000	10,475,000	924,000	-	8,585,000	74,110,111	151,859,111	3.73%	810
2007	-	55,035,000	9,765,000	117,000	-	7,535,000	84,154,117	156,606,117	3.63%	822
2008	-	144,100,000	8,820,000	-	127,925,000	6,420,000	80,379,511	367,644,511	7.89%	1,892
2009	-	136,850,000	7,840,000	-	123,090,000	5,250,000	76,473,462	349,503,462	7.22%	1,808
2010	-	130,955,000	6,815,000	-	120,130,000	4,040,000	72,431,684	334,371,684	6.69%	1,708
2011	-	125,665,000	5,745,000	-	117,025,000	2,765,000	68,249,441	319,449,441	6.03%	1,623
2012	-	119,055,000	4,625,000	-	113,765,000	1,420,000	63,921,846	302,786,846	5.56%	1,507
2013	-	112,165,000	3,460,000	-	110,340,000	-	59,443,795	285,408,795	NA	NA

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

\*See the Schedule of Demographic and Economic Statistics on page 116 for personal income and population data.

**City of Yuma, Arizona**

**Ratio of General Bonded Debt to Assessed Value and General Bonded Debt Per Capita  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Population</u>	<u>Assessed Value</u>	<u>General Obligation Debt (Business-type Activities)</u>	<u>Ratio of General Bonded Debt to Assessed Value</u>	<u>General Bonded Debt per Capita</u>
2004	83,330	\$ 322,623,524	\$ 10,505,000	3.3%	126
2005	86,070	329,526,546	9,575,000	2.9%	111
2006	88,775	367,376,807	8,585,000	2.3%	97
2007	92,160	468,531,273	7,535,000	1.6%	82
2008	93,212	572,280,942	6,420,000	1.1%	69
2009	93,719	699,754,765	5,250,000	0.8%	56
2010	90,660	747,149,498	4,040,000	0.5%	45
2011	Revised 94,536	733,033,525	2,765,000	0.4%	29
2012	96,176 *	666,827,282	1,420,000	0.2%	15
2013	95,429 *	625,801,724	-	0.0%	-

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Source: Yuma County Assessor  
U.S. Department of Commerce

\* Estimated projections by US Dept of Commerce

NOTE: General obligation debt issued for utility system improvements is paid through user charges. No property taxes are levied for this purpose.

**City of Yuma, Arizona**

**Computation of Direct and Overlapping Debt  
June 30, 2013**

Jurisdiction	Debt Outstanding	Allocable to City of Yuma	
		Percent	Amount
City of Yuma	\$ 285,408,795	100.00%	\$ 285,408,795
Yuma County	7,500,000	50.90%	3,817,500
Yuma County Library District	45,540,000	50.90%	23,179,860
Yuma County Community College District	62,590,000	50.90%	31,858,310
Yuma Union High School District No. 70	22,135,000	55.00%	12,174,250
Yuma School District No. 1	3,000,000	57.00%	1,710,000
Yuma School District No. 13	11,245,000	65.00%	<u>7,309,250</u>
Total Overlapping Debt			<u><u>\$ 80,049,170</u></u>

Source: Yuma County Finance Department  
 Yuma County Assessor's Office  
 Arizona Western College  
 (School district percent estimated)

Note: Valuation applicable percentage obtained from Yuma County Treasurer's Office

**City of Yuma, Arizona**

**Legal Debt Margin Information  
June 30, 2013  
(amounts expressed in thousands)**

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Debt Limit										
Water, Sewer, Lights, Parks (20%)	\$ 64,525	\$ 65,905	\$ 73,475	\$ 572,281	\$ 114,456	\$ 139,951	\$ 149,430	\$ 146,607	\$ 133,365	\$ 125,160
All Others (6%)	19,357	19,772	22,043	114,456	34,337	41,985	44,829	43,982	40,010	37,548
Total net debt applicable to limit										
Water, Sewer, Lights, Parks (20%)	10,505	9,575	8,585	7,535	6,420	5,250	4,040	2,765	1,420	-
All Others (6%)	-	-	-	-	-	-	-	-	-	-
Legal debt margin										
Water, Sewer, Lights, Parks (20%)	\$ 54,950	\$ 57,320	\$ 67,890	\$ 86,171	\$ 108,036	\$ 134,701	\$ 145,390	\$ 143,842	\$ 131,945	\$ 125,160
All Others (6%)	19,357	19,772	22,043	28,112	34,337	41,985	44,829	-	40,010	37,548
Total net debt applicable to the limit as a percentage of debt limit										
Water, Sewer, Lights, Parks (20%)	16.28%	14.53%	11.68%	1.32%	5.61%	3.75%	2.70%	1.89%	1.06%	0.00%
All Others (6%)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2013			
General Obligation Bonds			
	Water, Sewer, Lights, Parks (20%)	All Others (6%)	
2012 Tax Year Secondary Assessed Valuation	\$ 625,802	\$ 125,160	\$ 37,548
Outstanding General Obligation Debt:			
Project 1997	-	-	-
Total General Obligation Debt	-	-	-
	<u>\$ 125,160</u>	<u>\$ 37,548</u>	

(1) Under the Arizona Constitution, cities may issue General Obligation Bonds for purposes of water, sewer, artificial light and parks, open space preserves, playgrounds and recreational facilities up to an amount not exceeding 20% of secondary assessed valuation.

(2) Under the Arizona Constitution, cities may issue General Obligation Bonds for all purposes other than those listed in (1) above up to an amount not to exceed 6% of secondary assessed valuation.

City of Yuma, Arizona

Schedule of Municipal Property Corporation Debt Service Requirements to Maturity and Coverage

	<i>Series 2007, 2003 Refunding 1995, and 2010 Refunding 2001 Covenants</i>						<b>2007</b>
	<b>2003 Ref</b>	<b>2003 Ref</b>	<b>2010B Ref</b>	<b>2007</b>	<b>2007</b>		<b>Series Utilities</b>
	<b>1995A</b>	<b>1995B</b>	<b>2001B</b>	<b>Series B</b>	<b>Series D</b>		
2012-13 Pledged Taxes	\$ 54,745,101	\$ 50,897,291	\$ 50,897,291	\$ 50,897,291	\$ 60,520,087		\$ -
2012-13 Net Revenue	-	-	-	-	-		23,210,659
Total Taxes/Net Revenue	<u>54,745,101</u>	<u>50,897,291</u>	<u>50,897,291</u>	<u>50,897,291</u>	<u>60,520,087</u>		<u>23,210,659</u>
2013-14 Debt related to pledge:						Total	
2003 Ref 1995 Series A	\$ 1,609,765	\$ -	\$ -	\$ -	\$ -	\$ 1,609,765	\$ -
2003 Ref 1995 Series B	-	305,250	-	-	-	305,250	-
2003 Series B	-	694,973	-	-	-	694,973	-
2007 Series B	-	-	-	2,295,770	-	2,295,770	-
2010 Series B	-	-	2,525,082	-	-	2,525,082	-
Total Series A-B						<u>7,430,840</u>	
2007 Series D (highest year)	-	-	-	-	4,804,825	4,804,825	-
WIFA Loans (Parity Obligations)	-	-	-	-	-	-	6,681,932
2007 Series Utilities	-	-	-	-	-	-	8,989,138
Total Debt	<u>\$ 1,609,765</u>	<u>\$ 1,000,223</u>	<u>\$ 2,525,082</u>	<u>\$ 2,295,770</u>	<u>\$ 4,804,825</u>	<u>\$ 12,235,665</u>	<u>\$ 15,671,070</u>
Coverage	34.0	50.9	20.2	22.2	12.6		1.5
<b>Required Coverage</b>	<b>4.0</b>	<b>3.0</b>	<b>3.0</b>	<b>3.0</b>	<b>1.5</b>		<b>1.2</b>
<i>Collective Coverage</i>							
Total 2012-13 Taxes/Net Revenue	<u>\$ 54,745,101</u>	<u>\$ 50,897,291</u>	<u>\$ 50,897,291</u>	<u>\$ 50,897,291</u>	<u>\$ 60,520,087</u>		<u>\$ 23,210,659</u>
Total 2013-14 Debt	<u>\$ 7,430,840</u>	<u>\$ 7,430,840</u>	<u>\$ 7,430,840</u>	<u>\$ 7,430,840</u>	<u>\$ 12,235,665</u>		<u>\$ 15,671,070</u>
Coverage	7.4	6.8	6.8	6.8	4.9		1.5
<b>Required Coverage</b>	<b>4.0</b>	<b>3.0</b>	<b>3.5</b>	<b>3.0</b>	<b>3.0</b>		<b>1.2</b>

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**2003A, 2003B, 2007B, 2003B Refunding and 2010B Refunding Series:** Bond covenants require that each series cover both its related debt and the collective debt for the succeeding year. For **2007D Series**, coverage requirements are measured against the maximum annual debt service.

**2007 Series Utilities:** Net Revenue is comprised of all income, monies, and receipts from ownership and operation of utility system to include interest income minus operation and maintenance expenses.



**City of Yuma, Arizona**

**Pledged Tax Collections  
Last Ten Fiscal Years**

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Local Taxes</b>										
Sales Tax (1%)	\$14,849,984	\$17,165,647	\$19,087,873	\$20,672,520	\$20,479,641	\$18,961,780	\$17,461,635	\$17,635,454	\$18,470,938	\$19,248,864
Franchise Fee	2,177,952	2,347,116	3,360,835	2,923,064	3,135,077	3,255,453	3,251,794	3,243,939	3,058,634	3,043,054
<b>Intergovernmental Revenues:</b>										
State Revenue Sharing	7,002,250	7,141,392	8,133,573	10,079,129	12,518,215	13,355,612	11,530,342	8,692,400	7,854,670	9,506,288
State Sales Tax	6,535,654	7,196,762	8,292,930	8,437,831	8,183,395	7,105,468	6,553,759	6,856,996	7,272,049	7,600,328
Auto In-Lieu Tax	2,852,832	3,067,961	3,391,236	3,476,885	3,518,863	3,445,491	3,302,490	3,250,436	3,108,562	2,948,529
Emergency Services and Other	36,132	36,573	28,288	112,747	133,560	189,929	44,700	55,745	34,252	37,974
<b>Licenses:</b>										
Business Licenses	291,080	300,290	300,596	315,968	332,122	319,631	315,580	302,668	288,133	261,323
Liquor Licenses	32,115	32,965	36,600	38,880	34,700	35,715	34,130	35,131	31,670	32,955
<b>Fees for Services:</b>										
Building Permits and Inspection Fees	3,608,965	4,096,137	4,508,571	3,465,837	2,401,049	1,386,593	1,435,276	1,319,507	1,170,037	1,751,071
Recreation Fees	381,442	431,931	453,273	485,647	546,680	563,437	628,264	609,192	546,940	478,911
Police Services and Other Public Safety Fees	544,869	647,381	774,246	1,335,542	1,852,400	1,226,013	1,447,064	603,253	1,043,802	4,447,101
<b>Use of Money and Property:</b>										
Investment Income	70,322	318,886	556,095	1,038,848	1,021,862	504,146	166,500	108,396	53,277	14,717
<b>Fines, Forfeitures and Penalties:</b>										
City Court Fines	725,948	805,772	863,316	1,038,871	1,143,006	1,237,672	1,436,928	1,484,105	1,549,889	1,526,176
<i>Total Series B Pledged Taxes</i>	<u>39,109,545</u>	<u>43,588,813</u>	<u>49,787,432</u>	<u>53,421,769</u>	<u>55,300,570</u>	<u>51,586,940</u>	<u>47,608,462</u>	<u>44,197,222</u>	<u>44,482,853</u>	<u>50,897,291</u>
<b>Additional Series A Pledged Taxes</b>										
City Public Safety Taxes (.2%)	2,968,482	3,431,379	3,815,628	4,132,396	4,093,839	3,790,422	3,490,546	3,525,292	3,692,304	3,847,810
<i>Total Series A Pledged Taxes</i>	<u>42,078,027</u>	<u>47,020,192</u>	<u>53,603,060</u>	<u>57,554,165</u>	<u>59,394,409</u>	<u>55,377,362</u>	<u>51,099,008</u>	<u>47,722,514</u>	<u>48,175,157</u>	<u>54,745,101</u>
<b>Additional Series C Pledged Taxes</b>										
City Special Taxes (2%)	3,044,645	3,374,350	3,866,902	4,232,008	4,424,358	4,383,419	4,253,079	4,425,556	4,665,296	4,652,121
<i>Total Series C Pledged Taxes</i>	<u>42,154,190</u>	<u>46,963,163</u>	<u>53,654,334</u>	<u>57,653,777</u>	<u>59,724,928</u>	<u>55,970,359</u>	<u>51,861,541</u>	<u>48,622,778</u>	<u>49,148,149</u>	<u>55,549,412</u>
<b>Additional Series D Pledged Taxes</b>										
City Road Tax (.5%)	7,423,730	8,581,364	9,542,314	10,334,503	10,238,080	9,479,279	8,729,333	8,816,228	9,233,899	9,622,796
<i>Total Series D Pledged Taxes</i>	<u>\$46,533,275</u>	<u>\$52,170,177</u>	<u>\$59,329,746</u>	<u>\$63,756,272</u>	<u>\$65,538,650</u>	<u>\$61,066,219</u>	<u>\$56,337,795</u>	<u>\$53,013,450</u>	<u>\$53,716,752</u>	<u>\$60,520,087</u>
 <i>Gross Excise Tax Pledged Revenues</i>	<u>\$52,546,402</u>	<u>\$58,975,906</u>	<u>\$67,012,276</u>	<u>\$72,120,676</u>	<u>\$74,056,847</u>	<u>\$69,240,060</u>	<u>\$64,081,420</u>	<u>\$60,964,298</u>	<u>\$62,074,352</u>	<u>\$69,020,018</u>

The Series C Pledged Taxes consist of the Excise Taxes and the City Special Taxes.  
The Series D Pledged Taxes consist of the Excise Taxes and the City Road Tax.

**City of Yuma, Arizona**

**Demographic and Economic Statistics  
Last Ten Calendar Years**

Building Permits

Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate	Building Permits			
					Commercial		Residential	
					No.	Value	No.	Value
2003	170,604	\$ 3,268,426	\$19	17.00%	999	\$ 141,020,407	685	\$ 98,696,100
2004	176,083	3,563,282	20	15.60%	1,300	146,866,298	942	153,018,563
2005	181,277	3,814,418	21	16.00%	1,022	97,832,497	1,655	202,887,750
2006	187,555	4,074,587	22	14.70%	1,057	229,391,979	1,568	148,285,471
2007	190,557	4,320,000	23	13.90%	1,141	105,194,398	801	61,578,063
2008	194,322	4,661,000	24	17.10%	740	101,217,617	972	50,218,987
2009	193,299	4,840,484	25	21.30%	510	17,348,000	748	48,260,000
2010	195,751	4,994,489	26	26.30%	546	33,118,172	759	40,924,654
2011	196,830	5,300,165	27	27.10%	610	52,240,172	782	26,660,688
2012	200,870	5,441,761	27	28.40%	325	19,892,725	787	24,553,421

Note: Unemployment rate and population presented represents the Yuma Metropolitan Statistical Area and it reflects revised inputs, reestimation, and new statewide controls through 2010.

Source: U.S. Department of Commerce Bureau of Economic Analysis  
 U.S. Department of Labor Bureau of Labor Statistics  
 Building permits: Department of Community Development (calendar year basis)

**City of Yuma, Arizona**

**Principal Employers  
Current Year and Eight Fiscal Years Ago**

Employer	2004			2012		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Marine Corps Air Station	6,043	1	9.67%	6,825	1	10.75%
U. S. Army Yuma Proving Ground	1,176	5	1.88%	2,185	2	3.44%
Yuma Regional Medical Center	1,500	2	2.40%	1,967	3	3.10%
Yuma School District #1	1,200	4	1.92%	1,500	4	2.36%
Yuma County	1,100	6	1.76%	1,400	5	2.21%
United States Border Patrol	-	-	-	1,000	6	1.58%
Walmart	-	-	-	1,000	* 7	1.58%
Yuma Union High School District	690	10	1.10%	950	* 8	1.50%
City of Yuma	864	9	1.38%	876	9	1.38%
Quechan Paradise Casino	-	-	-	850	* 10	1.34%
Growers Company	1,500	2	2.40%			
Salyer American Fresh	1,000	7	1.60%			
<b>Total</b>			<b>24.11%</b>			<b>29.23%</b>

Source: Greater Yuma Economic Development Corporation

Note: Figures presented represent the Yuma Metropolitan Statistical Area. Data for 2013 is not available.

Data from nine years prior as required for this table is not available.

United States Border Patrol data not available for 2004.

Walmart and Quechan Paradise Casino added in for 2010 due to Salyer and Growers dropping from list.

\*Estimated-data not reported

City of Yuma, Arizona

Full-time Equivalent City Government Employees by Function  
Last Ten Fiscal Years

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General government	195	195	208	226	228	241	235	192	201	192
Public Safety										
Police	229	237	252	267	269	266	267	239	249	258
Fire	105	105	110	122	122	122	133	129	131	125
Streets										
Engineering	25	30	32	37	44	44	41	33	32	32
Maintenance	48	50	52	51	47	56	56	46	46	46
Solid Waste	13	15	15	16	16	17	17	13	13	13
Parks and recreation	129	128	136	141	145	133	133	116	116	116
Water	55	59	64	73	75	76	80	73	73	76
Wastewater	41	45	48	52	52	47	51	49	49	52
Total	840	864	917	985	998	1,002	1,013	890	910	910

City of Yuma, Arizona

Operating Indicators by Function  
Last Ten Fiscal Years

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Police										
Calls for service*	87,770	86,802	88,013	87,797	81,347	84,332	83,226	76,232	NA	76,080
Case reports*	15,804	16,644	17,019	15,281	13,746	13,740	13,434	13,535	NA	14,651
Fire										
Number of calls answered*	9,205	10,032	10,094	10,862	11,455	11,045	11,565	12,067	12,037	12,664
Inspections*	1,182	1,774	1,850	2,030	2,059	2,322	745	864	NA	1,399
Streets										
Streets slurry sealed (miles)	19	24	19	9	22	11	2	15	10	24
Solid Waste										
Refuse collected (tons)	27,781	33,003	33,965	34,938	34,919	33,996	33,288	32,638	32,177	32,010
Parks and recreation										
Ramada rentals	5,519	3,285	3,122	3,247	3,160	2,673	2,519	2,554	2,327	2,551
Water										
Connections	23,622	24,831	25,971	26,686	27,174	27,622	28,058	28,984	29,009	27,396
Daily treatment capacity (million gallons)	45.0	45.0	48.0	48.0	48.0	60.0	64.0	65.0	65.0	65.0
Annual quantity processed (billion gallons)	9.3	9.1	9.3	9.5	9.5	8.2	7.5	8.4	8.3	8.1
Wastewater										
Daily processing capacity (million gallons)	12.3	15.6	15.6	15.6	15.6	15.6	15.6	15.6	15.6	15.6

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Source: Various city departments.

Note: Indicators are not available for the general government function.

\*Numbers presented are for calendar year.

Due to a software conversion in 2013 the water connection data isn't fully verified

**City of Yuma, Arizona**

**Capital Asset Statistics by Function  
Last Ten Fiscal Years**

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	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Function										
Public Safety										
Police stations	1	1	1	1	1	1	1	1	1	2
Police vehicles	123	127	134	143	150	163	164	163	198	198
Fire stations	5	6	6	6	6	6	6	6	6	6
Streets										
Streets (miles)	300	361	361	361	361	384	389	395	420	421
Streetlights	4,500	5,042	5,298	5,303	5,375	5,463	5,606	5,750	5,753	5,764
Traffic Signals	32	36	38	40	42	42	49	50	50	79
Solid Waste										
Collection trucks	10	10	12	13	13	13	13	13	11	11
Parks and Recreation										
Parks acreage	553	553	578	592	607	607	607	607	607	607
Parks/Athletic Fields	25	25	25	27	32	79*	79	79	79	79
Swimming pools	3	3	3	3	3	4	4	4	4	4
Tennis courts	1	1	1	1	1	2	9	9	9	9
Community centers	7	9	9	9	9	9	9	9	9	9
Water										
Water mains (miles)	437	448	470	493	501	501	507	520	525	525
Fire hydrants	2,600	2,850	3,000	3,150	3,267	3,400	3,438	3,450	3,573	3,646
Wastewater										
Sanitary sewers (miles)	266	275	290	310	320	320	342	340	341	350

Sources: Various city departr

Note: No capital asset indicators are available for the general government function.

\*Change in the inventory of athletic fields from counting athletic complexes versus individual fields.