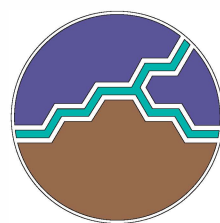




# Annual Comprehensive Financial Report

For the fiscal year ended June 30, 2021



CITY OF  
*Yuma*

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# Annual Comprehensive Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

## MISSION

*"We are a strong team dedicated to serving our community,  
building relationships and creating opportunities."*

## MAYOR AND CITY COUNCIL

**Douglas Nichols** | Mayor

**Leslie McClendon** | Deputy-Mayor

City Councilmembers

**Gary Knight**

**Chris Morris**

**Mike Shelton**

**Ema Lea Shoop**

**Karen Watts**

## ACTING CITY ADMINISTRATOR

**John D. Simonton**

## PREPARED BY THE FINANCE DEPARTMENT

**Douglas Allen** | Director of Finance

**Teresa Laurent** | Budget and Revenue Manager

**Robin R. Wilson** | Purchasing and Contracts Manager

**Lucy Zavala** | Principal Accountant

**Maura Luna** | Principal Accountant

**Ahlya Andrade** | Accountant

**Cindy Garcia** | Accountant

**Pat Wicks** | Finance Consultant

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## INTRODUCTORY SECTION

The *Introductory Section* is intended to familiarize the reader with the City's organization structure, nature and scope of provided services, and specifics of its operating environment. The information in this section should provide adequate background and sufficient context to assist the reader with the financial section of this ACFR. Unlike the *Financial Section*, this section is unaudited.



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March 29, 2022

Honorable Mayor and City Council,  
and Citizens of the City of Yuma

The Finance Department is pleased to present the Annual Comprehensive Financial Report (ACFR) of the City of Yuma, Arizona for the fiscal year ended June 30, 2021. The report includes the Independent Auditor's 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, 2021, 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, 2021, 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.

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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 ACFR 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 \$3.2 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. More and more companies are calling Yuma home as Yuma has become a strategic location for prominent manufacturing operations on the west coast.

**Economic Growth.** Under normal circumstances, Yuma's most reliable indicator of the condition of its economy is sales tax. General sales tax saw an increase of 15.6% 7.9% for fiscal years 2021 and 2020, respectively; which is robust in comparison to previous years. However, the continued unknown overall economic impact of the Coronavirus pandemic, the City anticipates growth, but at lower rates of 4%-6% in fiscal years 2022 and 2023.

**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. Unfortunately, with the Coronavirus pandemic, Canada has barred its citizens from travelling to the United States. The City anticipates that this will have a negative impact on sales tax collections.

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

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## LONG-TERM FINANCIAL PLANNING

**2021-2025 Strategic Plan.** Adopted April 21, 2021, the 2021-2025 Strategic Plan documents the long standing Yuma Vision of “Yuma is a thriving, safe and prosperous community with opportunities powered by innovation, partnerships, collaboration and robust education – a unique place that all generations are proud to share”.

In order for a program or project to be considered for funding, the strategic initiative must align with at least one of the five strategic outcomes:

**Safe and Prosperous:** Yuma is a safe and prosperous city that supports thriving businesses, access to education, and multi-generational opportunities.

**Active and Appealing:** Yuma plans and leverages its natural resources, public spaces and cultural amenities to support an active and appealing community.

**Connected and Engaged:** Yuma is connected and engage through active communication, forward-looking partnerships, and ongoing public involvement.

**Unique and Creative:** Yuma is a unique and creative community, built on our shared history, sense of place, and civic pride.

**Respected and Responsible:** Yuma is a trusted steward of City resources; relied upon to provide premier services and regional leadership.

Further and information, including specific programs and projects can be found on the City’s website on the City Administrators Office page at [yumaaz.gov](http://yumaaz.gov).

**Annual Budget.** 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. Each year in June, the budget is legally enacted through passage of an ordinance. The ordinance sets the maximum legal expenditure limit for the ensuing fiscal year. Additional expenditures may only be authorized if directly necessitated by a natural or man-made disaster as prescribed in the Arizona State Constitution, Article 9, Section 20. During fiscal year 2020, there were no such supplemental budgetary appropriations authorized. The expenditure appropriations in the adopted budget are by department; however, departmental appropriations may be amended during the year. On the recommendation of the City Manager and with the approval of the City Council, unexpended appropriations may be transferred from one department to another. 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,

Further information and adopted budget documents can be accessed via the City’s website on the Finance Department page at [yumaaz.gov](http://yumaaz.gov).

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## 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, 2020. This is the thirty-ninth 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 consolidated 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.

## ACKNOWLEDGMENTS

The presentation of this report would not have been possible without the efficient, effective, dedicated, and supportive services of the entire Finance Department. Their bestowed efforts to enhance procedures, ensure accuracy, improve systems, and conduct extensive research have allowed for the completion of this annual audit and report. Each member of the office has our sincere appreciation for the contributions made in the preparation of this report.

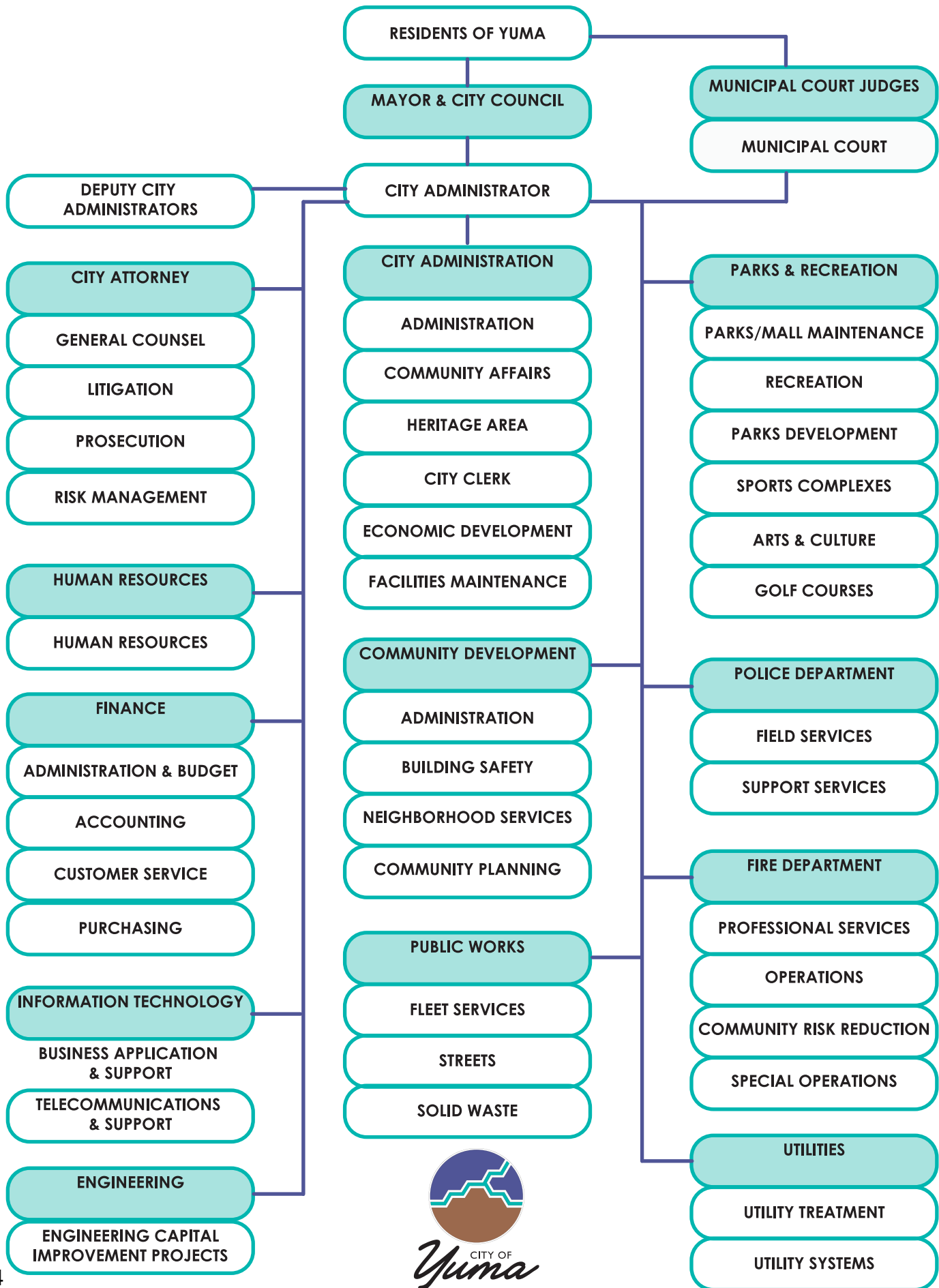
We would like to express our appreciation to all members of the City that assisted and contributed to the preparation of this report. Credit also must be given to the Mayor, City Council and the Administration for their unsurpassable support for maintaining and strengthening the utmost standards of professionalism in the management of the City.

Respectfully submitted,



Douglas W. Allen, CPA  
Director of Finance

# ORGANIZATION CHART





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Yuma  
Arizona**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2020

*Christopher P. Morill*

Executive Director/CEO





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## FINANCIAL SECTION

The **Financial Section** contains all financial statements and supplemental information required to be disclosed by Generally Accepted Accounting Principles (GAAP), as well as information on all individual funds not reported separately in the basic financial statements. Also in this section is other useful supplementary information that is not required by GAAP to represent a financial overview of the City.



## Independent Auditor's Report

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

### **Report on Audit of Financial Statements**

#### ***Opinions***

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 (City), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

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, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of City of Yuma, Arizona, and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for one year beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements. In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

### ***Other Matters***

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

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, and net pension liability information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

#### *Supplementary 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 Combining and Individual Fund Financial Statements and Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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.

#### *Other Information*

Management is responsible for the other information included in the annual report. The other information comprises the Introductory Section and Statistical Section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on other work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2022, 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 solely 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 effectiveness of the City of Yuma, Arizona's 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. PC*

Heinfeld, Meech & Co., P.C.  
Scottsdale, Arizona  
March 29, 2022

# City of Yuma, Arizona

## MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2021

---

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, 2021. 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

- The City's total assets and deferred outflows of resources exceeded its total liabilities and deferred inflows of resources by \$432.5 million at the close of the fiscal year. Of this amount, \$(99.0) million represents unrestricted net position that may be used to meet the City's ongoing obligations to citizens and creditors.
- On a government-wide basis, the City's total net position increased by \$34.7 million for the fiscal year, governmental activities increased \$19.4 million while business-type activities of the City increased \$15.3 million. Total revenues exceeded total expenses in the current year primarily due to an increase in city sales tax of \$7.4 million and combined operating grants and contributions and capital grants and contributions of \$5.6 million.
- The City's government-wide net position totaled \$432.5 million. Due to implementation of GASB pension standards, while the City has a total positive net position, it includes a deficit unrestricted net position of \$(200.0) million in governmental programs but a positive \$101.0 million in business-type activities, for a net \$(99.0) million in government-wide basis overall.

### 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 deferred outflows of resources, and liabilities and deferred inflows of resources, with the difference between the assets and outflows minus the liabilities and inflows 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 39-41 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.

**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 eighteen 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 four funds considered to be major funds. Data from the other fourteen 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 132.

**Major Funds:**

- General Fund
- City Road Tax Fund
- America Recovery Plan
- Debt Service

**Nonmajor Special Revenue:**

- Public Safety Tax
- Highway User Revenue
- Grants
- Community Redevelopment
- Two Percent Tax
- Yuma Mall Maintenance
- Maintenance Improvement Districts

**Nonmajor Capital Projects:**

- Capital Improvements
- Parks and Recreation
- Police Projects
- Fire Projects
- General Government Projects
- Transportation Projects
- Other Capital Projects



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 120 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, Wastewater, Solid Waste Authority, 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, 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 Course

**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 172.

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

The basic proprietary fund financial statements can be found beginning on pages 56 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 126 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 110 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 132.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

**Analysis 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 and deferred outflows exceeded liabilities and deferred inflows by \$432.5 million at the close of the fiscal year.

The following table is a condensed summary of the City's net position for governmental and business-type activities:

CONDENSED STATEMENT OF NET POSITION						(in millions)
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
<b>ASSETS</b>						
Current and other assets	\$ 259.6	\$ 105.2	\$ 121.4	\$ 108.1	\$ 381.1	\$ 213.3
Capital assets	295.7	303.5	248.7	255.8	544.5	559.3
<b>Total assets</b>	<b>555.4</b>	<b>408.7</b>	<b>370.2</b>	<b>363.9</b>	<b>925.6</b>	<b>772.6</b>
Total deferred outflows of resources	76.8	33.4	6.3	5.7	83.1	39.1
<b>LIABILITIES</b>						
Current and other liabilities	22.7	253.2	35.5	105.6	58.1	358.8
Long-term liabilities	436.2	32.6	78.0	15.9	514.2	48.5
<b>Total liabilities</b>	<b>458.9</b>	<b>285.8</b>	<b>113.4</b>	<b>121.5</b>	<b>572.4</b>	<b>407.3</b>
Total deferred inflows of resources	3.4	5.8	0.5	0.8	3.9	6.6
<b>NET POSITION</b>						
Net investment in capital assets	216.5	215.7	161.6	158.4	378.1	374.1
Restricted	153.4	17.4	-	-	153.4	17.4
Unrestricted	(200.0)	(82.6)	101.0	88.9	(99.0)	6.3
<b>Total net position</b>	<b>\$ 169.9</b>	<b>\$ 150.5</b>	<b>\$ 262.6</b>	<b>\$ 247.3</b>	<b>\$ 432.5</b>	<b>\$ 397.8</b>

The largest portion of the City of Yuma's net position reflects its investment in capital assets (e.g., land, buildings, machinery, water and sewer systems, streets and storm drains) 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.

Net position increased to \$432.5 million, up \$34.7 million from the prior year. Governmental activities increased \$19.4 million while business-type activities increased \$15.3 million. Capital asset acquisitions were lower than the depreciation expense this year attributing to the increase 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.

**Analysis of Changes in Net Position.** Total revenues exceeded total expenses in the current year, resulting in an increase in the City's total net position of \$34.7 million in fiscal year 2021 compared to \$21.8 million in fiscal year 2020. The reasons for this overall increase are explained in the governmental and business-type activities discussion herein and depicted in the table that follows.

CHANGES IN NET POSITION <span style="float: right;">(in millions)</span>						
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
<b>REVENUES</b>						
Program revenues:						
Charges for services	\$ 11.3	\$ 10.6	\$ 52.7	\$ 51.5	\$ 64.0	\$ 62.1
Operating grants and contributions	10.6	8.9	-	-	10.6	8.9
Capital grants and contributions	7.7	3.8	10.6	10.0	18.4	13.8
General revenues:						
Property taxes	14.5	13.7	-	-	14.5	13.7
Sales taxes	54.9	47.5	-	-	54.9	47.5
Franchise taxes	3.2	3.1	-	-	3.2	3.1
Intergovernmental, unrestricted	39.8	35.5	-	-	39.8	35.5
Unrestricted investment earnings	0.2	1.4	0.2	1.5	0.4	2.9
Gain (loss) on sale of asset	-	(0.3)	-	-	-	(0.3)
<b>Total revenues</b>	<b>142.2</b>	<b>124.2</b>	<b>63.6</b>	<b>63.0</b>	<b>205.8</b>	<b>187.2</b>
<b>EXPENSES</b>						
General government	15.3	11.0	-	-	15.3	11.0
Public safety	65.0	63.5	-	-	65.0	63.5
Streets	20.2	18.3	-	-	20.2	18.3
Parks, recreation and culture	11.3	14.7	-	-	11.3	14.7
Environmental health and protection	0.1	0.1	-	-	0.1	0.1
Community development and design	6.0	5.0	-	-	6.0	5.0
Interest on long-term debt	5.0	3.4	-	-	5.0	3.4
Water enterprise	-	-	22.0	22.8	22.0	22.8
Wastewater enterprise	-	-	17.9	18.2	17.9	18.2
Other enterprises	-	-	8.4	8.4	8.4	8.4
<b>Total expenses</b>	<b>122.8</b>	<b>116.0</b>	<b>48.2</b>	<b>49.4</b>	<b>171.1</b>	<b>165.4</b>
Increase (decrease) in net position before transfers	19.4	8.2	15.4	13.6	34.7	21.8
Transfers	0.0	0.1	(0.0)	(0.1)	-	-
<b>Increase (decrease) in net position</b>	<b>19.4</b>	<b>8.3</b>	<b>15.3</b>	<b>13.5</b>	<b>34.7</b>	<b>21.8</b>
Beginning net position - July 1	150.4	142.1	247.3	233.8	397.8	375.9
<b>Ending net position - June 30</b>	<b>\$ 169.9</b>	<b>\$ 150.4</b>	<b>\$ 262.6</b>	<b>\$ 247.3</b>	<b>\$ 432.5</b>	<b>\$ 397.7</b>

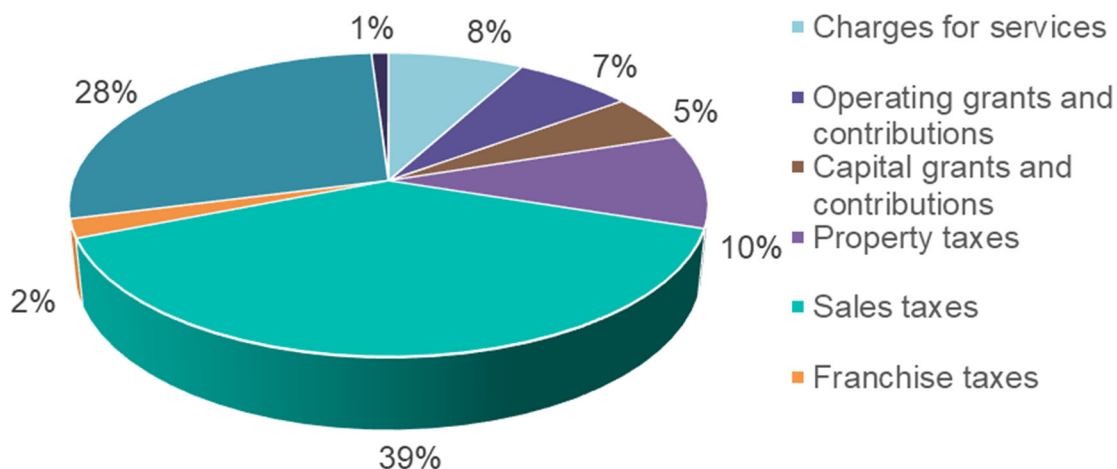
## Governmental Activities

### Revenues

Governmental activities revenues totaled \$142.2 million for fiscal year 2021, a sizable increase in comparison to 2020's \$124.2 million. The primary increase was in Sales Taxes of \$7.4 million or 15.6% and a notable increase in Grants and Contributions of \$5.6 million or 44.1%. Local sales taxes are 38.6% of total governmental revenues remain the largest revenue source for the City and are comprised of the 1% general sales tax along with a 0.5% road tax and a 0.2% 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 66.6% 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 7.9% of governmental revenues. Property taxes represent 10.2% 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:

- City Sales taxes increased 15.6% from 2020, which does reflect a continued improvement in the economy over previous years; even through the Coronavirus pandemic.
- Charges for services increased by \$0.7 million due primarily to 2020's reduced Recreation Fees, as the City was unable to provide many of these services during approximately 1/3 of the year due to COVID-19. The City reduced or eliminated on-site recreation activities such as Camp Awesome and Art Center and Parks and Recreation classes.
- Property taxes increased 5.8% to \$14.5 million as property values have increased, the City Council increased the property tax levy to the maximum allowable by state law, and the onset of new construction.

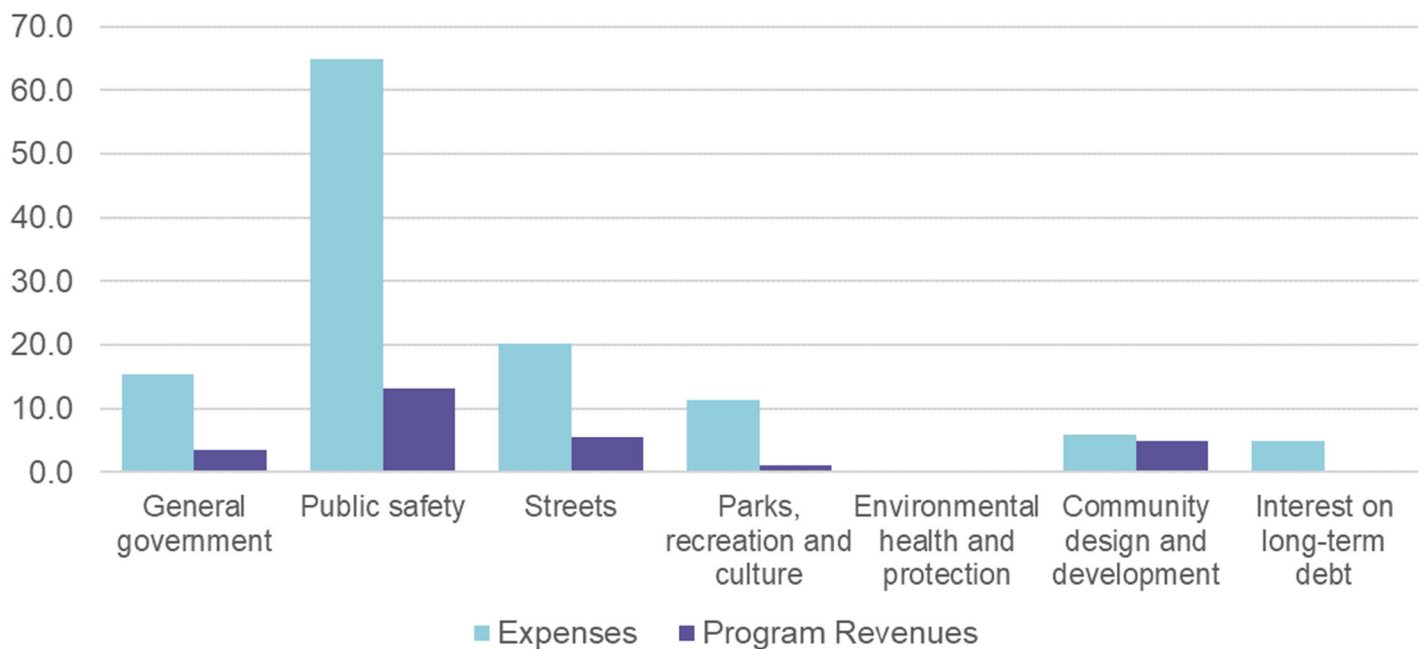
REVENUES - GOVERNMENTAL ACTIVITIES



Expenses

Governmental expenses totaled \$122.8 million for the fiscal year. Of the expenses, 52.9% or \$65.0 million is related to public safety for police, fire and municipal court services. Parks, recreation and culture expenses amounted to \$11.3 million, or 9.2% and Streets was \$20.2 million, or 16.4%, while community design and development expenses amounted to 4.9%. General government expenses came to \$15.3 million, or 12.5%. Interest on long-term debt was \$5.0 million, or 4.0% of governmental expenses. Overall, governmental activities expenses increased \$6.8 million from 2020, driven primarily by all City operations easing back into operations, expenses related to unfunded pension liability, pay increases for all personnel, and other miscellaneous items.

REVENUES AND EXPENSES  
GOVERNMENTAL ACTIVITIES



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.

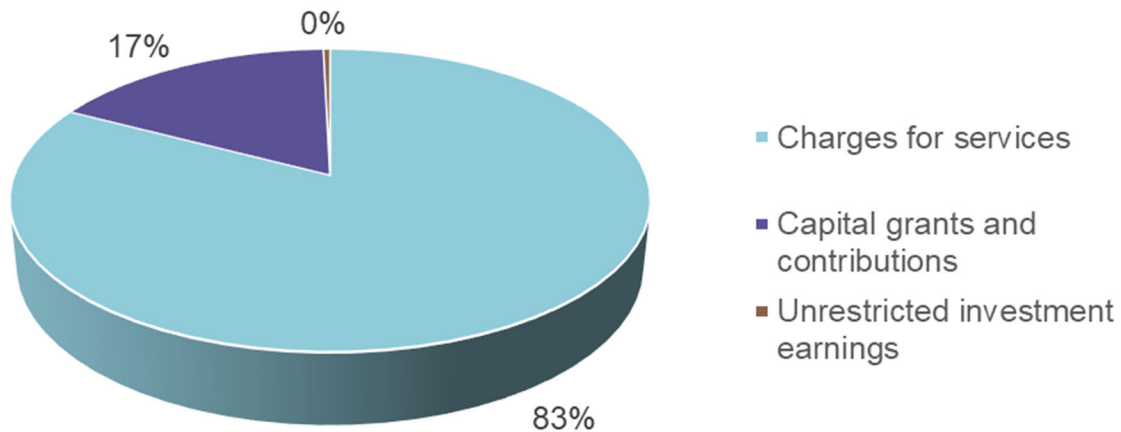
**Business-type activities**

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 \$52.6 million in charges for services, 84.4% 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 \$10.6 million in capital grants and contributions are comprised of capital grants for radio communications, 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 water, wastewater and radio communications funds. Finally, investment earnings make up 0.4% of revenues for the City’s business activities.

REVENUES - BUSINESS-TYPE ACTIVITIES



Expenses

Water and wastewater services account for 83% of the City’s business-type activities with solid waste, radio communication and golf courses making up the remaining 17%. Water expenses amounted to \$22.0 million while wastewater expenses totaled \$17.9 million. Solid Waste, Radio Communications, and Desert Hills Golf Courses recorded expenses of \$4.2 million, \$2.4 million and \$1.8 million, respectively, for a total of \$8.4 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, 2021, is \$202.2 million, an increase from 2020 of \$148.9 million. Of the \$202.2 million fund balance, \$155.3 million is either restricted or committed to a specific program and \$46.9 million is unassigned and available for general City operations. A review of some of the more significant funds follows.

General Fund

The fund balance of the General Fund increased by \$140.6 million for the fiscal year 2021. Revenues increased by \$9.7 million (12.5%). City sales taxes, the city’s largest source of General Fund revenues, increased \$3.9 million (15.9%) to \$28.2 million, which is an indicator of the strong economy.



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State-shared revenues, including income taxes, state sales tax and vehicle registration tax (auto lieu tax) increased 3.8% to \$30.9 million.

Total expenditures increased \$36.1 million to \$102.3. However, \$35 million of the \$36.1 million increase was for paying down the unfunded liability for the Public Safety pension.

#### 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 increased by \$4.9 million or 80% for the year. In the same manner as general sales tax in the General Fund, sales taxes increased in 2021 by \$1.9 million to \$14.1 million. Expenditures decreased by \$4.2 million from 2020, primarily due to fewer road-related CIP projects. The City expended approximately \$1.8 million in capital improvements in 2020, which was comprised of a combination of road repaving and improvements, and completion of the traffic signal upgrade project and the LED streetlight upgrade project.

#### American Rescue Plan Act (ARPA) Fund

The ARPA Fund reports all city activities related to the federal American Rescue Plan Act. Due to its high profile, it is reported separate from all other grants the city receives. The city received \$11.5 million in FY2021 and will receive another \$11.5 in FY2023; for a total of \$23.0 million. In the fourth quarter of FY2022, City Council will consider and approve specific programs and projects to be funded by ARPA.

#### Debt Service Fund

Other than expending \$0.2 million in bond issuance costs to refund a 2010 excise tax bond and pay down the unfunded liability of the Public Safety pensions, the Debt Service Fund expenditures remained relatively consistent at \$12.1 million.

#### Public Safety Tax Fund

The Public Safety Tax Fund accounts for the expenditure of the City's .02% sales tax specifically intended to procure public safety equipment. For FY21, the fund balance was \$4.3 million, an increase of \$1.6 million from FY20. Expenditures decreased by \$2.2 million to \$3.1 million.

#### Highway User Revenue Fund (HURF)

This fund, which accounts for the expenditure of state-shared gasoline taxes, showed a decrease in fund balance of \$0.6 million for the year, decreasing to \$4.6 million. The City's portion of those taxes increased by 5.8% for the fiscal year to \$8.9 million. All maintenance expenditures for streets and retention basins are made in the HURF Fund. Expenditures decreased by \$0.5 million to \$9.4 million.



### 2% Tax Fund

This fund, which accounts for the two-cent sales tax, showed an increase in fund balance of \$1.2 million, increasing to \$2.0 million. The tax portion of the revenue in this fund only showed a slight increase of \$0.9 million, while charges for services decreased by \$0.5 million. Operational expenditures decreased by \$1.4 million. This fund was hit the hardest by COVID-19, as hotels, restaurants, and bars were closed or at reduced occupancy for approximately four months by the end of the fiscal year.

### Grants Fund

The City continues to receive much needed assistance from both the state and federal levels. During 2020, revenues increased to \$7.9 million, which is an increase of \$5.5 million from FY2019. FY2021 had revenue increase by \$0.7 million from FY2020 with 94% of the grants being from the federal government.

### 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. Community Development Block Grant revenues increased to \$2.4 for 2021; compared to \$1.4 million in 2020, and \$1.6 million in 2019.

### Capital Projects Funds

In total, the Capital Projects fund balances have increased to \$11.1 million this year and the city continues to expend the proceeds of the 2007 and 2015 bond sales. Capital Project expenditures and transfers for debt service was \$0.9 million.

**Proprietary funds.** The City's enterprise funds posted an overall increase in net position of \$15.5 million for the fiscal year ended June 30, 2021. Results were overall positive between the various funds. Water, Wastewater, Solid Waste Funds, and Radio Communications posted increases while Desert Hills Golf Course Fund posted decreases in net position.

### Water Fund

Operating revenues for the Water Fund increased by \$0.6 million or 2.3% for the year ending June 30, 2020. Operating expenses decreased by 3.1%. Operating income increased to \$6.4 million, while capital contributions increased to \$4.4 million, leading to the fund's net position increase of \$8.6 million.

### Wastewater Fund

The Wastewater Fund operating revenues increased 2.6% from fiscal 2020. Operating expenses decreased by 1.2% with income from operations increasing to \$1.2 million. Capital contributions stayed flat at \$5.7 million. The overall increase in the fund's net position was \$6.3 million.

### Solid Waste Fund

Operating revenues increased 3.9% to \$5.0 million. Operating expenses increased 3.8% to \$4.3 million, with the fund's net position increasing to \$2.0 million.

## GENERAL FUND BUDGETARY HIGHLIGHTS

A detailed budgetary comparison schedule for the fiscal year ended June 30, 2021, can be found starting on page 120. A summary of that schedule follows:

<b>BUDGET AND ACTUAL - GENERAL FUND</b>				(in millions)
	Budget		Actual	Variance with Final
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 39.3	\$ 39.3	\$ 46.0	\$ 6.7
Intergovernmental	25.7	25.7	31.1	5.4
Other	8.5	8.5	10.5	2.0
<b>Total revenue</b>	<b>73.6</b>	<b>73.6</b>	<b>87.6</b>	<b>14.1</b>
<b>EXPENDITURES</b>				
Public safety	52.3	86.3	79.5	6.8
Parks and recreation	6.9	6.8	5.4	1.4
All other	14.9	16.5	17.4	(1.0)
<b>Total expenditures</b>	<b>74.1</b>	<b>109.6</b>	<b>102.3</b>	<b>7.2</b>
<b>Other financing sources (uses)</b>				
Bond proceeds	-	-	159.5	159.5
Transfers out	(4.6)	(4.6)	(4.1)	(0.5)
<b>Total other financing sources(uses)</b>	<b>(4.6)</b>	<b>(4.6)</b>	<b>155.4</b>	<b>(160.0)</b>
<b>Change in fund balance</b>	<b>\$ (5.2)</b>	<b>\$ (40.6)</b>	<b>\$ 140.6</b>	<b>\$ 181.3</b>

General Fund revenues ended the year \$14.1 million over budgeted revenue goals. Tax revenues exceeded revenue goals by \$6.7 and Intergovernmental taxes exceeded revenue goals by \$5.4 million.

Expenditures for the General Fund came in \$6.8 less than the maximum spending budget due to the City gradually easing back into operations after the peak of the COVID19 pandemic. Additionally, much of the contingency budget was not used.

Bonds were issued to fully pay the unfunded liability in the Public Safety pension in next fiscal year.

## CAPITAL ASSETS

At June 30, 2021, the City of Yuma's investment in capital assets in both governmental and business-type activities amounted to \$544.5 million, net of depreciation. This includes land, buildings, equipment, improvements and infrastructure (roadways and bridges). Capital assets for governmental activities decreased by 2.6% and business-type capital assets decreased by 2.8%. This decrease was due to fewer new assets being acquired and/or constructed than depreciation expense on existing assets.

<b>CHANGE IN CAPITAL ASSETS</b>							(in millions)
Assets by category	Governmental Activities			Business-type Activities			Total June 30, 2021
	July 1, 2020	Net Additions (Deletions)	June 30, 2021	July 1, 2020	Net Additions (Deletions)	June 30, 2021	
Land	\$ 51.5	\$ -	\$ 51.5	\$ 10.8	\$ -	\$ 10.8	\$ 62.3
Buildings	107.7	0.0	107.7	164.6	-	164.6	272.3
Improvements	70.0	0.9	70.9	302.2	3.1	305.4	376.2
Infrastructure	295.9	6.1	302.1				302.1
Equipment	69.6	0.1	69.7	15.3	0.5	15.8	85.5
Construction in progress	5.4	1.8	7.3	2.0	3.8	5.8	13.1
Accumulated depreciation	(296.6)	(16.7)	(313.3)	(239.2)	(14.5)	(253.7)	(567.0)
<b>Total</b>	<b>\$ 303.5</b>	<b>\$ (7.8)</b>	<b>\$ 295.7</b>	<b>\$ 255.8</b>	<b>\$ (7.1)</b>	<b>\$ 248.7</b>	<b>\$ 544.5</b>

Additional information on capital assets can be found in Note II-E starting on page 47.

## DEBT ADMINISTRATION

At June 30, 2021, after scheduled debt payments, governmental activity debt increased by \$169.1 million due to new the issuance of taxable bonds for the Public Safety pension, while business activity debt decreased by \$9.0 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 \$155.4 million. This City currently has no outstanding general obligation debt nor is there any debt outstanding for the other type of issuance. The current debt limit for the other type is \$46.6 million.

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 bond, all City bond issues are insured.

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-F beginning on page 83.

SUMMARY OF LONG-TERM DEBT							(in millions)
Debt by Type	Governmental Activities		Business-type Activities		Total		
	2021	2020	2021	2020	2021	2020	
Yuma Municipal Property Corporation Bonds	\$ 76.2	\$ 84.4	\$ 69.4	\$ 73.8	\$ 145.6	\$ 158.2	
Private Placement	-	-	15.5	21.1	15.5	21.1	
Net unamortized premium	6.0	6.0	6.5	7.1	12.5	13.1	
Improvement districts	-	0.4	-	-	-	0.4	
Taxable bonds (Pension)	159.5	-	-	-	159.5	-	
Capital leases	1.9	2.7	0.1	0.2	2.1	2.9	
Pension liability	181.7	162.4	14.3	12.7	196.0	175.1	
Compensated absences	7.6	7.9	1.2	1.2	8.9	9.1	
<b>Total long-term debt</b>	<b>\$ 432.9</b>	<b>\$ 263.8</b>	<b>\$ 107.1</b>	<b>\$ 116.1</b>	<b>\$ 540.0</b>	<b>\$ 379.9</b>	

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Yuma County's growth continues to improve at a steady rate. The county grew to an estimated 213,787 with the City of Yuma continuing to represent 46% of the county's population. The City of Yuma has grown to an estimated 100,196 (2020 Census). Until COVID-19 and the temporary shutdown and/or reduced capacity of restaurants, bars, hotels, and other businesses, the City's economy was continuing to grow along with the population. The City's economy is primarily based on a triad of agriculture, tourism and military/government spending. Agribusiness continues to lead the economy, contributing \$3.2 billion annually.

Unfortunately, the area's 90,000-plus winter visitors has been reduced to approximately 60,000 due primarily to the fact that Canadians are not permitted to cross the border into the US due to the COVID-

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19 pandemic. However, events tourism remained steady and added by visitors from neighboring states with stricter COVID19 protocols than Arizona, such as California and Nevada residents visiting Yuma.

Two prominent military installations infuse some \$300 million to the economy, however, with the Coronavirus pandemic, military members are often not permitted to eat in local restaurants, are imposed with a curfew, or are quarantined entirely to the base, which has led and will continue to lead to a decrease in revenues for the City.

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, is on the rise, posting a 15.6% increase this year.

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 does skew this statistic; however, more and more farms are challenged to find seasonal workers with the border crisis. The City helps combat this problem as the largest contributor to, and a direct partner of, the GYEDC 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 City of Yuma's Financial Services Department, 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.



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## **BASIC FINANCIAL STATEMENTS**



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## GOVERNMENT-WIDE FINANCIAL STATEMENTS



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	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and Investments	\$247,282,257	\$118,194,807	\$365,477,064
Receivables, Net	9,373,774	5,531,629	14,905,403
Internal Balances	2,521,078	(2,521,078)	-
Inventory, at cost	448,186	238,427	686,613
Prepaid Items	21,758	3,861	25,619
Capital Assets:			
Non-depreciable	58,748,271	16,581,212	75,329,483
Depreciable, Net	237,000,633	232,162,476	469,163,109
<b>Total Assets</b>	<b>555,395,957</b>	<b>370,191,334</b>	<b>925,587,291</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Outflows Related to Pensions	74,736,854	2,582,443	77,319,297
Deferred Charges on Refunding Bond	2,031,603	3,760,025	5,791,628
<b>Total Deferred Outflows of Resources</b>	<b>76,768,457</b>	<b>6,342,468</b>	<b>83,110,925</b>
<b>LIABILITIES</b>			
Accounts Payable and Deposits	3,599,970	4,047,523	7,647,493
Accrued Liabilities	3,556,556	535,897	4,092,453
Accrued Interest Payable	1,547,603	1,601,421	3,149,024
Unearned Revenue	13,968,471	205,258	14,173,729
Noncurrent Liabilities:			
Due within one year			
Accrued Compensated Absences	2,645,563	390,643	3,036,206
Bonds Debt	13,935,000	10,352,000	24,287,000
Claims and Judgements	984,796	-	984,796
Capital Lease	788,744	54,285	843,029
Due in more than one year			
Accrued Compensated Absences	4,964,473	855,055	5,819,528
Pension	181,713,630	14,316,419	196,030,049
Debt	227,723,839	81,015,260	308,739,099
Claims and Judgements	2,320,538	-	2,320,538
Capital Lease	1,158,212	73,995	1,232,207
<b>Total Liabilities</b>	<b>458,907,395</b>	<b>113,447,756</b>	<b>572,355,151</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflows Related to Pension	3,331,178	459,158	3,790,336
Deferred Gains on Refunding Bond	71,296	-	71,296
<b>Total Deferred Inflows of Resources</b>	<b>3,402,474</b>	<b>459,158</b>	<b>3,861,632</b>
<b>NET POSITION</b>			
Net Investment in Capital Assets	216,506,016	161,627,239	378,133,255
Restricted			
Debt Service	4,836	-	4,836
Road Maintenance and Construction	15,565,650	-	15,565,650
Public Works Projects	2,066,873	-	2,066,873
PS Police equipment and facilities	6,097,042	-	6,097,042
PS Fire equipment and facilities	3,058,889	-	3,058,889
Parks, recreation and cultural facilities	4,057,880	-	4,057,880
Pension liability	122,386,492	-	122,386,492
Other purposes	117,626	-	117,626
Unrestricted	(200,006,759)	100,999,649	(99,007,110)
<b>Total Net Position</b>	<b>\$169,854,545</b>	<b>\$262,626,888</b>	<b>\$432,481,433</b>

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

**City of Yuma, Arizona**

**Statement of Activities**

For the Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b><u>GOVERNMENT ACTIVITIES:</u></b>				
General Government	\$ 15,296,755	\$ 2,650,579	\$ 133,326	\$ 737,410
Public Safety	64,966,028	5,708,949	8,108,114	786,486
Streets	20,195,408	-	-	5,494,491
Parks, Recreation and Culture	11,287,691	409,630	17,031	715,478
Environmental Health and Protection	133,007	-	-	-
Community Design and Development	6,006,534	2,500,511	2,355,950	-
Interest and issuance costs on Long-Term Debt	4,963,403	-	-	-
<b>Total Governmental Activities</b>	<b><u>122,848,826</u></b>	<b><u>11,269,669</u></b>	<b><u>10,614,421</u></b>	<b><u>7,733,865</u></b>
<b><u>BUSINESS-TYPE ACTIVITIES:</u></b>				
Water	21,977,565	26,218,678	-	4,259,100
Wastewater	17,856,103	18,264,517	-	5,674,732
Solid Waste	4,207,319	5,017,259	-	-
Radio Communications	2,396,611	2,232,094	-	688,842
Golf Courses	1,808,397	1,008,223	-	-
<b>Total Business-type Activities</b>	<b><u>48,245,995</u></b>	<b><u>52,740,771</u></b>	<b><u>-</u></b>	<b><u>10,622,674</u></b>
<b>Total Activities</b>	<b><u>\$171,094,821</u></b>	<b><u>\$ 64,010,440</u></b>	<b><u>\$ 10,614,421</u></b>	<b><u>\$18,356,539</u></b>

General Revenues:  
 Property taxes  
 Sales taxes  
 Franchise taxes  
 Intergovernmental, unrestricted  
 Unrestricted investment earnings  
**Total general revenues**  
 Transfers  
**Total general revenues and transfers**  
 Change in net position  
 Net position-beginning  
**Net position-ending**

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

**Net (Expense) Revenue and  
Changes in Net Position**

Governmental Activities	Business-type Activities	Total
\$ (11,775,440)	\$ -	\$ (11,775,440)
(50,362,479)	-	(50,362,479)
(14,700,917)	-	(14,700,917)
(10,145,552)	-	(10,145,552)
(133,007)	-	(133,007)
(1,150,073)	-	(1,150,073)
(4,963,403)	-	(4,963,403)
<b>(93,230,871)</b>	<b>-</b>	<b>(93,230,871)</b>
-	8,500,213	8,500,213
-	6,083,146	6,083,146
-	809,940	809,940
-	524,325	524,325
-	(800,174)	(800,174)
-	<b>15,117,450</b>	<b>15,117,450</b>
<b>(93,230,871)</b>	<b>15,117,450</b>	<b>(78,113,421)</b>
14,482,420	-	14,482,420
54,910,216	-	54,910,216
3,219,963	-	3,219,963
39,785,376	-	39,785,376
197,130	241,162	438,292
<b>112,595,105</b>	<b>241,162</b>	<b>112,836,267</b>
42,943	(42,943)	-
<b>112,638,048</b>	<b>198,219</b>	<b>112,836,267</b>
19,407,177	15,315,669	34,722,846
150,447,368	247,311,219	397,758,587
<b>\$ 169,854,545</b>	<b>\$ 262,626,888</b>	<b>\$ 432,481,433</b>



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## FUND FINANCIAL STATEMENTS





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GOVERNMENTAL  
FUNDS

**City of Yuma, Arizona**

**Balance Sheet**

June 30, 2021

	General	City Road Tax
<b>ASSETS</b>		
Cash and Investments	\$ 47,336,358	\$ 10,793,222
Cash with Fiscal Agents	122,386,492	-
Receivables, Net Allowances for Uncollectibles:		
Accounts Receivable	1,520,805	143,481
Intergovernmental	2,067,818	369,528
Special Assessments	20,169	-
Delinquent Property Taxes	776,713	-
Accrued Interest	-	12,395
Due from Other Funds	3,959,691	-
Inventory, at cost	15,059	-
Prepaid Items	13,688	-
<b>Total Assets</b>	<b>\$178,096,793</b>	<b>\$ 11,318,626</b>
<b>LIABILITIES</b>		
Accounts Payable	\$ 1,790,119	\$ 183,549
Accrued Payroll, Taxes and Benefits Payable	3,149,308	69,928
Long-Term Debt - Current Portion	-	-
Due to Other Funds	-	-
Accrued Interest Payable	-	-
Deposits	765,786	27,277
Unearned Revenues	9,017	35,000
<b>Total Liabilities</b>	<b>5,714,230</b>	<b>315,754</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Unavailable Revenues	2,502,568	-
<b>FUND BALANCES</b>		
Nonspendable:		
Inventory	15,059	-
Prepaid Items	13,688	-
Spendable:		
Restricted	122,386,492	11,002,872
Committed	-	-
Unassigned	47,464,756	-
<b>Total Fund Balances</b>	<b>169,879,995</b>	<b>11,002,872</b>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<b>\$178,096,793</b>	<b>\$ 11,318,626</b>

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

American Recovery Plan Act	Debt Service	Other Nonmajor Governmental Funds	Total Governmental Funds
\$ 11,535,831	\$ 2,490,963	\$ 23,228,849	\$ 95,385,223
-	6,835,194	-	129,221,686
-	27,840	1,237,512	2,929,638
-	-	3,009,510	5,446,856
-	-	-	20,169
-	-	13,174	789,887
-	-	8,398	20,793
-	-	-	3,959,691
-	-	9,092	24,151
-	-	8,070	21,758
<b>\$ 11,535,831</b>	<b>\$ 9,353,997</b>	<b>\$ 27,514,605</b>	<b>\$ 237,819,852</b>
\$ -	\$ -	\$ 665,456	\$ 2,639,124
-	-	285,619	3,504,855
-	7,775,000	-	7,775,000
-	26,558	1,924,432	1,950,990
-	1,547,603	-	1,547,603
-	-	70,294	863,357
11,535,831	-	2,388,623	13,968,471
<b>11,535,831</b>	<b>9,349,161</b>	<b>5,334,424</b>	<b>32,249,400</b>
-	-	821,223	3,323,791
-	-	9,092	24,151
-	-	8,070	21,758
-	4,836	21,818,533	155,212,733
-	-	110,619	110,619
-	-	(587,356)	46,877,400
-	<b>4,836</b>	<b>21,358,958</b>	<b>202,246,661</b>
<b>\$ 11,535,831</b>	<b>\$ 9,353,997</b>	<b>\$ 27,514,605</b>	<b>\$ 237,819,852</b>



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June 30, 2021

Amounts reported for governmental activities in the statement of Net Position (Exhibit A-1) are different than the Balance Sheet (Exhibit A-2) because:

Total fund balances - governmental funds (Exhibit B-1)		\$202,246,661
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in funds.		289,574,992
Revenues deferred to later years recognized in year received rather than year levied in governmental activities:		
Special assessment / loan principal	\$ 808,048	
Property tax	789,888	
Ambulance billings, net allowance for uncollectible	1,725,855	
Total		3,323,791
Liabilities due within one year that are not payable in the current current period and therefore are not reported in the funds:		(6,160,000)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Compensated absences	(7,529,378)	
Pension liability	(181,713,630)	
Bonds payable	(221,720,001)	
Leases payable	(1,946,956)	
Net amortized deferred charges or premiums are not recorded in the governmental funds	(6,003,838)	
Total		(418,913,803)
Difference between expected and actual experiences, assumption changes, and between projected and actual earnings		
Deferred outflows - pension related	74,736,854	
Deferred inflows - pension related	(3,331,178)	
Total		71,405,676
Deferred charges and gains on debt refunding are not recognized in the current period		1,960,307
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		26,416,921
Net position - governmental activities per the Statement of Net Position (Exhibit A-1)		<u>\$169,854,545</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**

For the Year Ended June 30, 2021

	General	City Road Tax
<b>REVENUES</b>		
Taxes	\$ 45,989,439	\$ 14,077,987
Licenses and Permits	2,768,894	-
Intergovernmental	31,104,538	-
Charges for Services	5,394,623	32,636
Fines and Forfeitures	930,712	-
Special Assessments	-	-
Interest and Rents	463,276	55,637
Contributions and Donations	-	-
Miscellaneous	960,178	6,151
<b>Total Revenues</b>	<b>87,611,660</b>	<b>14,172,411</b>
<b>EXPENDITURES</b>		
Current:		
General Government	11,337,534	-
Public Safety	79,522,095	689,533
Streets	-	2,275,633
Parks, Recreation and Culture	5,371,209	-
Environmental Health and Protection	-	-
Community Design and Development	3,543,326	-
Capital Outlay	70,619	-
Capital Projects:		
General Government	54,600	-
Public Safety	-	-
Streets	-	1,779,179
Parks, Recreation and Culture	-	-
Debt Service:		
Principal	331,186	51,996
Interest and Fiscal Agent Fees	-	-
Issuance Costs	2,100,611	-
<b>Total Expenditures</b>	<b>102,331,180</b>	<b>4,796,341</b>
Revenues Over/(Under) Expenditures	(14,719,520)	9,376,070
<b>OTHER FINANCING SOURCES (USES)</b>		
Issuance of Long-Term Debt	159,475,000	-
Premium on Issuance of Long-Term Debt	-	-
Payment to Refunded Bond Escrow	-	-
Capital Lease Agreements	-	-
Transfers In	-	-
Transfers Out	(4,111,671)	(4,477,314)
<b>Total Other Financing Sources/(Uses)</b>	<b>155,363,329</b>	<b>(4,477,314)</b>
Net Change in Fund Balances	140,643,809	4,898,756
Fund Balances - Beginning	29,236,186	6,104,116
<b>Fund Balances - Ending</b>	<b>\$169,879,995</b>	<b>\$ 11,002,872</b>

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



American Recovery Plan Act	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 12,546,844	\$ 72,614,270
-	-	-	2,768,894
-	-	19,522,095	50,626,633
-	-	2,359,569	7,786,828
-	-	-	930,712
-	365,000	-	365,000
-	9,306	146,369	674,588
-	-	186,023	186,023
-	-	77,724	1,044,053
-	<b>374,306</b>	<b>34,838,624</b>	<b>136,997,001</b>
-	-	44,209	11,381,743
-	-	10,404,690	90,616,318
-	-	8,380,716	10,656,349
-	-	4,999,962	10,371,171
-	-	75,603	75,603
-	-	2,375,192	5,918,518
-	-	1,059,055	1,129,674
-	-	249,232	303,832
-	-	695,097	695,097
-	-	387,644	2,166,823
-	-	99,832	99,832
-	8,140,000	405,562	8,928,744
-	3,213,522	-	3,213,522
-	155,865	-	2,256,476
-	<b>11,509,387</b>	<b>29,176,794</b>	<b>147,813,702</b>
-	(11,135,081)	5,661,830	(10,816,701)
-	11,765,000	-	171,240,000
-	1,009,182	-	1,009,182
-	(12,618,318)	-	(12,618,318)
-	-	-	-
-	10,979,050	93,473	11,072,523
-	-	(2,440,595)	(11,029,580)
-	<b>11,134,914</b>	<b>(2,347,122)</b>	<b>159,673,807</b>
-	(167)	3,314,708	148,857,106
-	5,003	18,044,250	53,389,555
<b>\$ -</b>	<b>\$ 4,836</b>	<b>\$ 21,358,958</b>	<b>\$ 202,246,661</b>

## City of Yuma, Arizona

### Reconciliation Statement of Revenues, Expenditures and Change in Fund Balance to Statement of Activities

June 30, 2021

Amounts reported for governmental activities in the Statement of Activities (Exhibit A-2) are different because:

Net change in fund balances - governmental funds (Exhibit B-3)		\$ 148,857,106
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets are allocated over their useful lives as depreciation		
Depreciation recorded in Statement of Activities	\$ (15,374,780)	
Capital outlay expenditures reported as additions to assets:		
Capital outlay expenditures-governmental funds	4,834,817	
Infrastructure maintenance expenditures recorded as capital outlay but not capitalized as asset additions	-	
Total		(10,539,963)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds		
Property taxes revenue	(58,126)	
Public safety ambulance revenue	215,308	
Total		157,182
Miscellaneous transactions involving capital assets, such as trades, sales and donations increase (decrease) net position		
Gain (loss) on sale of assets	(9,127)	
Contributions of infrastructure	5,284,952	
Total		5,275,825
Internal service funds are used by management to charge the costs of fleet management and risk management to individual funds		
Internal service investment earnings	45,700	
Net funds in excess of expenses	(1,015,159)	
Total		(969,459)
Sub-total adjustments to net change in fund balances governmental funds (Exhibit B-3)		<u>\$ 142,780,691</u>

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

Amounts reported for governmental activities in the Statement of Activities (Exhibit A-2) are different because:

Carried forward adjustments from the previous page \$ 142,780,691

Bond and other debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bond and other debt principal is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.

Issuance of taxable bonds	\$ (159,475,000)	
Issuance of refunding bonds, net deferred gain	(11,765,000)	
Bonds issued at premium	(1,009,182)	
Principal payments on:		
Special assessment debt	365,000	
Refunded bonds	12,618,318	
Excise tax bonds	7,775,000	
Leases	788,744	
Total	(150,702,120)	(150,702,120)

Loan / Special assessment payments are recorded as revenue in the funds, but a reduction of receivable in Statement of Activities (365,000)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Accrued interest on long-term debt	506,595	
Compensated absences	269,423	
Pension City contributions	26,880,818	
Pension on-behalf contributions	36,770	
Total	27,693,606	27,693,606

Change in net position of government activities (Exhibit A-2) \$ 19,407,177

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



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## PROPRIETARY FUNDS

City of Yuma, Arizona

Statement of Fund Net Position

June 30, 2021

	Business-Type Activities Enterprise Funds	
	Water Fund	Wastewater Fund
<b>ASSETS</b>		
Current Assets:		
Cash and Investments	\$ 40,363,599	\$ 35,583,730
Receivables, Net of Allowance for Uncollectibles:		
Accounts Receivable	2,969,817	1,647,771
Intergovernmental	1,456	319,257
Accrued Interest	5,595	19,369
Inventory, at cost	136,776	-
Prepaid Expenditures	2,411	1,450
<b>Total Unrestricted Current Assets</b>	<b>43,479,654</b>	<b>37,571,577</b>
Restricted Assets:		
Cash and Investments:		
Cash with Fiscal Agents	7,726,730	4,223,476
Advancement for Future Expansion	6,362,204	15,730,232
Customer Deposits	1,323,056	-
<b>Total Restricted Current Assets</b>	<b>15,411,990</b>	<b>19,953,708</b>
<b>Total Current Assets</b>	<b>58,891,644</b>	<b>57,525,285</b>
Noncurrent Assets:		
Capital Assets:		
Land	1,896,821	8,885,438
Buildings	106,000,530	55,545,009
Improvements Other than Buildings	169,176,001	132,833,136
Equipment	3,824,949	2,884,397
Construction In Progress	3,330,638	2,468,315
Less Accumulated Depreciation	(139,780,248)	(99,218,184)
Total Capital Assets	144,448,691	103,398,111
<b>Total Noncurrent Assets</b>	<b>144,448,691</b>	<b>103,398,111</b>
<b>Total Assets</b>	<b>203,340,335</b>	<b>160,923,396</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Pension Contributions - Current Year	455,554	324,490
Other Pension Items	764,876	544,819
Deferred Charges on Refunding	2,856,238	903,787
<b>Total Deferred Outflows of Resources</b>	<b>\$4,076,668</b>	<b>\$1,773,096</b>

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

Business-Type Activities Enterprise Funds		Governmental Activities Internal Service Funds
Other Funds	Totals	
\$ 6,881,780	\$ 82,829,109	\$ 22,675,348
496,441	5,114,029	158,921
71,128	391,841	12
795	25,759	7,498
101,651	238,427	424,035
-	3,861	-
<b>7,551,795</b>	<b>88,603,026</b>	<b>23,265,814</b>
-	11,950,206	-
-	22,092,436	-
-	1,323,056	-
-	<b>35,365,698</b>	-
<b>7,551,795</b>	<b>123,968,724</b>	<b>23,265,814</b>
-	10,782,259	219,610
3,102,865	164,648,404	19,251
3,341,093	305,350,230	222,733
9,106,710	15,816,056	33,756,379
-	5,798,953	-
(14,653,782)	(253,652,214)	(28,044,061)
896,886	248,743,688	6,173,912
<b>896,886</b>	<b>248,743,688</b>	<b>6,173,912</b>
<b>8,448,681</b>	<b>372,712,412</b>	<b>29,439,726</b>
183,914	963,958	-
308,790	1,618,485	-
-	3,760,025	-
<b>\$492,704</b>	<b>\$6,342,468</b>	<b>\$0</b>



**City of Yuma, Arizona**

**Statement of Fund Net Position**

June 30, 2021

	Business-Type Activities Enterprise Funds	
	Water	Wastewater
	Fund	Fund
<b><u>LIABILITIES</u></b>		
Current Liabilities Payable from Current Assets:		
Accounts Payable	\$ 836,123	\$ 981,610
Accrued Payroll and Related Taxes	236,035	199,025
Current Portion-Bonds Payable	6,481,272	3,870,728
Current Portion-Accrued Compensated Absences	171,137	148,640
Current Portion-Capital Leases	16,859	37,426
Current Portion-Estimated Claims and Judgements	-	-
Due to Other Funds	-	-
Accrued Interest Payable	1,203,050	398,371
Unearned Revenue	-	-
<b>Total Current Liabilities Payable from Current Assets</b>	<b>8,944,476</b>	<b>5,635,800</b>
Current Liabilities Payable from Restricted Assets:		
Accounts Payable	8,652	7,933
Deposits	1,368,806	-
Unearned Revenue	-	46,020
<b>Total Current Liabilities Payable from Restricted Assets</b>	<b>1,377,458</b>	<b>53,953</b>
<b>Total Current Liabilities</b>	<b>10,321,934</b>	<b>5,689,753</b>
Noncurrent Liabilities:		
Bonds Payable	61,719,480	19,295,780
Pension Liability	6,765,764	4,819,233
Accrued Compensated Absences	399,812	296,362
Estimated Claims and Judgements	-	-
Capital Leases	16,859	57,136
<b>Total Noncurrent Liabilities</b>	<b>68,901,915</b>	<b>24,468,511</b>
<b>Total Liabilities</b>	<b>79,223,849</b>	<b>30,158,264</b>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>		
Pension Investments - Projection/Actual difference	(238,902)	-
Other Pension Items	455,895	154,563
<b>Total Deferred Inflows of Resources</b>	<b>216,993</b>	<b>154,563</b>
<b><u>NET POSITION</u></b>		
Net investment in capital assets	79,689,525	81,040,828
Unrestricted	48,286,636	51,342,837
<b>Total Net Position</b>	<b>\$127,976,161</b>	<b>\$132,383,665</b>
Adjustment to reflect consolidation of internal service fund activities related to enterprise funds		
Net position of business-type activities		

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

Business-Type Activities Enterprise Funds		Governmental Activities Internal Service Funds
Other Funds	Totals	Funds
\$ 844,399	\$ 2,662,132	\$ 97,489
100,837	535,897	51,701
-	10,352,000	-
70,866	390,643	31,196
-	54,285	-
-	-	984,796
1,324,650	1,324,650	684,051
-	1,601,421	-
159,238	159,238	-
<b>2,499,990</b>	<b>17,080,266</b>	<b>1,849,233</b>
-	16,585	-
-	1,368,806	-
-	46,020	-
-	1,431,411	-
<b>2,499,990</b>	<b>18,511,677</b>	<b>1,849,233</b>
-	81,015,260	-
2,731,422	14,316,419	-
158,881	855,055	49,462
-	-	2,320,538
-	73,995	-
2,890,303	96,260,729	2,370,000
<b>5,390,293</b>	<b>114,772,406</b>	<b>4,219,233</b>
-	(238,902)	-
87,602	698,060	-
<b>87,602</b>	<b>459,158</b>	-
896,886	161,627,239	6,173,912
2,566,604	102,196,077	19,046,581
<b>\$ 3,463,490</b>	<b>263,823,316</b>	<b>\$ 25,220,493</b>
	(1,196,428)	
	<b>\$262,626,888</b>	

**City of Yuma, Arizona**

**Statement of Revenues, Expenses and Changes in Fund Net Position**

For the Year Ended June 30, 2021

	Business-Type Activities Enterprise Funds	
	Water Fund	Wastewater Fund
<b>OPERATING REVENUES</b>		
Metered Water Sales	\$ 25,590,121	\$ -
Commercial Raw Water	147,858	-
Wastewater Charges	-	18,105,679
Meters, Connections and Services	419,402	77,074
Charges for Services	-	-
Green Fees and Concessions	-	-
Equipment Rental	-	-
Miscellaneous Charges	-	-
<b>Total Operating Revenues</b>	<b>26,157,381</b>	<b>18,182,753</b>
<b>OPERATING EXPENSES</b>		
Operations and Maintenance	12,006,031	10,366,444
Depreciation	7,717,958	6,578,394
<b>Total Operating Expenses</b>	<b>19,723,989</b>	<b>16,944,838</b>
Operating Income/(Loss)	6,433,392	1,237,915
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
Interest	111,899	116,136
Gain/(Loss) on Disposal of Assets	-	(2,129)
Interest and Fiscal Agent Fees	(2,235,953)	(763,352)
Miscellaneous Revenues	61,297	81,764
<b>Total Non-Operating Revenues/(Expenses)</b>	<b>(2,062,757)</b>	<b>(567,581)</b>
Income/(Loss) before Contributions and Transfers	4,370,635	670,334
Capital Contributions	4,259,102	5,674,732
Transfers In	-	-
Transfers Out	(59,616)	(65,998)
Change in Net Position	8,570,121	6,279,068
Net Position - Beginning	119,406,040	126,104,597
<b>Net Position - Ending</b>	<b>\$127,976,161</b>	<b>\$132,383,665</b>

Adjustment for consolidation of internal service fund activities related to enterprise funds  
Change in net position of business-type activities

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

Business-Type Activities Enterprise Funds		Governmental Activities Internal Service Funds
Other Funds	Totals	
\$ -	\$ 25,590,121	\$ -
-	147,858	-
-	18,105,679	-
-	496,476	-
7,231,107	7,231,107	4,761,096
705,677	705,677	-
296,674	296,674	1,789,896
-	-	1,448,470
<b>8,233,458</b>	<b>52,573,592</b>	<b>7,999,462</b>
8,057,609	30,430,084	6,458,044
294,995	14,591,347	2,848,071
<b>8,352,604</b>	<b>45,021,431</b>	<b>9,306,115</b>
(119,146)	7,552,161	(1,306,653)
13,126	241,161	45,700
-	(2,129)	68,364
-	(2,999,305)	-
24,118	167,179	-
<b>37,244</b>	<b>(2,593,094)</b>	<b>114,064</b>
(81,902)	4,959,067	(1,192,589)
688,842	10,622,676	-
250,000	250,000	-
(167,329)	(292,943)	-
689,611	15,538,800	(1,192,589)
2,773,879		26,413,082
<b>\$ 3,463,490</b>		<b>\$ 25,220,493</b>
	(223,130)	
	<b>\$ 15,315,670</b>	

**City of Yuma, Arizona**

**Statement of Cash Flows**

For the Year Ended June 30, 2021

	Business-Type Activities Enterprise Funds	
	Water Fund	Wastewater Fund
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash Received from Customers	\$ 26,369,057	\$ 17,952,520
Cash Paid to Employees	(5,282,034)	(4,352,510)
Cash Paid to Suppliers	(6,764,517)	(5,410,649)
Cash Paid for Operating Expenses	-	-
Other Operating Activity Revenue	61,297	81,764
<b>Net Cash Provided by Operating Activities</b>	<b>14,383,803</b>	<b>8,271,125</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Cash Received from Other Funds	-	-
Cash Paid to Other Funds	(59,616)	(65,998)
Interfund Borrowing	-	-
<b>Net Cash Provided by/(Used for) Noncapital Financing Activities</b>	<b>(59,616)</b>	<b>(65,998)</b>
<b>CASH FLOWS FROM CAPITAL ARE RELATED FINANCING ACTIVITIES:</b>		
Contributions of Capital	3,335,689	3,707,031
Acquisition and Construction of Assets	(2,686,295)	(1,920,771)
Proceeds from Sale of Capital Assets	-	-
Principal Payments on Bonds	(6,279,987)	(3,782,013)
Capital Lease	(16,859)	(37,388)
Interest and Fiscal Agent Fee Payments	(2,514,536)	(843,987)
<b>Net Cash (Used for) Capital and Related Financing Activities</b>	<b>(8,161,988)</b>	<b>(2,877,128)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Receipt of Interest	117,235	121,680
<b>Net Cash Provided by Investing Activities</b>	<b>117,235</b>	<b>121,680</b>
Net Increase in Cash and Cash Equivalents	6,279,434	5,449,679
Cash and Cash Equivalents, July 1	49,496,155	50,087,759
<b>Cash and Cash Equivalents, June 30</b>	<b>\$ 55,775,589</b>	<b>\$ 55,537,438</b>

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

Business-Type Activities Enterprise Funds		Governmental Activities Internal Service Funds
Other Funds	Total	
\$ 8,337,999	\$ 52,659,576	\$ 8,007,686
(2,358,001)	(11,992,545)	(1,093,829)
(5,172,974)	(17,348,140)	(4,647,196)
	-	(21,887)
24,117	167,178	7,771
<b>831,141</b>	<b>23,486,069</b>	<b>2,252,545</b>
250,000	250,000	-
(177,307)	(302,921)	-
301,243	301,243	(412,296)
<b>373,936</b>	<b>248,322</b>	<b>(412,296)</b>
688,842	7,731,562	-
(7,715)	(4,614,781)	(341,091)
-	-	68,364
-	(10,062,000)	-
-	(54,247)	-
-	(3,358,523)	-
<b>681,127</b>	<b>(10,357,989)</b>	<b>(272,727)</b>
13,802	252,717	48,288
<b>13,802</b>	<b>252,717</b>	<b>48,288</b>
1,900,006	13,629,119	1,615,810
4,981,774	104,565,688	21,059,539
<b>\$ 6,881,780</b>	<b>\$118,194,807</b>	<b>\$ 22,675,349</b>

**City of Yuma, Arizona**

**Statement of Cash Flows**

For the Year Ended June 30, 2021

	Business-Type Activities Enterprise Funds	
	Water Fund	Wastewater Fund
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(used for) Operating Activities:		
Operating Income/(Loss)	\$ 6,433,392	\$ 1,237,915
<b>ADJUSTMENTS TO RECONCILE OPERATING INCOME / (LOSS)</b>		
Depreciation and Amortization Expense	7,717,958	6,578,394
(Increase)/Decrease in Accounts Receivable	(50,996)	(229,825)
(Increase)/Decrease in Inventories	(68,674)	-
(Increase)/Decrease in Prepaid Items	(1,870)	(1,048)
Increase/(Decrease) in Accounts Payable	(47,055)	522,603
Increase/(Decrease) in Accrued Payroll and Related Taxes	781	3,972
Increase in Claims Incurred but Not Reported	-	-
Increase/(Decrease) in Customer Dep/Unearned Revenue	230,378	-
Decrease in Pension Exp/Def Outflows/Inflows	108,593	77,350
Increase in Estimated Claims	-	-
Other Operating Activity Revenue	61,296	81,764
<b>Total Adjustments</b>	<b>7,950,411</b>	<b>7,033,210</b>
Net Cash Provided by Operating Activities	<u>\$ 14,383,803</u>	<u>\$ 8,271,125</u>
Noncash Transactions Affecting Financial Position		
Contributions of Capital Assets	\$ 666,324	\$ 2,473,798
<b>Total Noncash Transactions Affecting Financial Position</b>	<u><b>\$ 666,324</b></u>	<u><b>\$ 2,473,798</b></u>

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

Business-Type Activities Enterprise Funds		Governmental Activities
Other Funds	Total	Internal Service Funds
\$ (119,146)	\$ 7,552,161	\$ (1,306,653)
294,995	14,591,347	2,848,071
102,047	(178,774)	15,704
18,825	(49,849)	203,900
30	(2,888)	-
485,458	961,006	(798,615)
(13,686)	(8,933)	(10,544)
-	-	(30,558)
(7,832)	222,546	-
43,840	229,783	-
-	-	1,331,240
24,117	167,177	-
<b>950,287</b>	<b>15,933,908</b>	<b>3,559,198</b>
<u>\$ 831,141</u>	<u>\$ 23,486,069</u>	<u>\$ 2,252,545</u>
\$ -	\$ 3,140,122	\$ -
<b>\$ -</b>	<b>\$ 3,140,122</b>	<b>\$ -</b>





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## NOTES TO THE FINANCIAL STATEMENTS

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## I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Yuma (City) was incorporated April 14, 1914 under Arizona Revised Statute (A.R.S.) Title 9, 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 November 8, 2011. 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.

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. 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 Unit

**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, Yuma, AZ 85364.

### B. Accounting Pronouncements

During the year ended June 30, 2021, the City implemented the provisions of GASB Statement No. 84, Fiduciary Activities. This Statement establishes criteria for identifying fiduciary activities for accounting and financial reporting purposes, and provides guidance as to how those activities should be reported.

Significant of the City's accounting policies are described on the following pages.

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### **C. 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.

American Rescue Plan Fund – This fund accounts for federal funds received under the American Rescue Plan Act (ARPA).

Debt Service Fund – This fund accounts for and reports financial resources for 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.

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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 Public Safety Tax, Highway Users Revenue, Grants, Community Redevelopment, Two Percent Tax, Yuma Mall Maintenance, Maintenance Improvement Districts, Capital Improvement Projects, Parks and Recreation Projects, Police Projects, Fire Projects, General Government Projects, Transportation Projects and Other Capital Projects.

## **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.

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, Employee Benefits Trust, and Workers Compensation Funds.

### **D. 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 unearned 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 unavailable revenue. Grants and similar awards received before the eligibility requirements are met are recorded as unearned revenue. Receivables that will not be collected within the available period have also been reported as unavailable 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.

#### **E. 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.
  - ii. Two public hearings are held prior to the budget's final adoption for 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 Employee Benefits Trust Internal Service Funds is 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.

**F. 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, radio and software annual maintenance fees are treated as revenue by the Enterprise Fund and expenses in the governmental funds, 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 expenses/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 provides the maximum security of principal invested, conforms to all applicable State statutes and City ordinances, delivers the highest yield, and meets 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 No. 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.

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, provided the revenue is received within 120 days of the end of the fiscal year. Any grant proceeds received after this period are considered unavailable revenue for the reporting period.

#### 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 billed subsequent to the fiscal year-end. At June 30, 2021, the estimated amounts of unbilled revenues for the Water, Wastewater and Solid Waste Enterprise Funds are \$1,150,780, \$678,137, and \$158,548, 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. Donated capital assets, donated works of art and similar items, and capital assets received in service concession arrangements are reported at acquisition value. The City books all acquired assets on a monthly basis and all CIP assets on a quarterly basis.

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

Gains or losses are recognized when assets are retired from service or are otherwise disposed.

#### 7) Capital Contributions:

Capital contributions, as shown in the Enterprise Funds, represent developers' 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 insurance premiums, are 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 insurance premium costs are reported as unamortized discounts 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 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) Pensions:

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plans' fiduciary net position and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

10) 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, and Unassigned. Nonspendable and Restricted fund balances represent the restricted classifications and Committed 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, through adoption of an ordinance, is required to commit resources or to rescind the commitment. 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 is considered spent (if available) before unassigned amounts.

The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented in the following table.

Fund Balances	General Fund	City Road Tax	Debt Service	Other Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:					
Inventory	\$ 15,059	\$ -	\$ -	\$ 9,092	\$ 24,151
Prepaid items	13,688	-	-	8,070	21,758
Restricted for:					
Debt service	-	-	4,836	-	4,836
Road maintenance and construction	-	11,002,872	-	4,562,778	15,565,650
PS-Police equipment and facilities	-	-	-	6,097,042	6,097,042
PS-Fire equipment and facilities	-	-	-	3,058,889	3,058,889
Parks, recreation and culture facilities	-	-	-	4,057,880	4,057,880
Transportation projects	-	-	-	2,066,873	2,066,873
General government projects	-	-	-	80,585	80,585
Arts and culture projects	-	-	-	1,318	1,318
Solid waste projects	-	-	-	2,774	2,774
Public works projects	-	-	-	36,611	36,611
Bonded capital improvements	-	-	-	1,853,784	1,853,784
PSPRS Unfunded Actuarial Accrued Liability	122,386,492	-	-	-	122,386,492
Committed to:					
Capital Improvement Plan	-	-	-	110,619	110,619
Unassigned	47,464,756	-	-	(587,356)	46,877,400
<b>Total Fund Balances</b>	<b>\$ 169,879,995</b>	<b>\$ 11,002,872</b>	<b>\$ 4,836</b>	<b>\$ 21,358,959</b>	<b>\$ 202,246,662</b>

## **G. 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 unavailable revenue account.

### 2) Compensated Absences:

The City's administrative regulations provide regular 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.

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.

Under GASB Statement No. 16, *Accounting for Compensated Absences*, the 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 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.

#### **H. Investment Income**

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

#### **I. 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. Primarily, the City uses estimates to determine useful lives of capital assets as well as the estimated claims and judgements in the Insurance Reserve Fund and the Workers Compensation Fund. Actual results could differ from those estimates.

#### **J. Tax Abatement**

The City of Yuma has entered into tax abatement agreements as defined by GASB Statement 77. The tax abatements include the abatement of excise tax under Arizona Revised Statutes 42-6201 through 42-6209 relating to Government Property Lease Excise Tax, as incentive to improve property in certain geographic/economic areas of the city. It is the City’s policy to review each agreement individually and in the aggregate annually. For the fiscal year ended June 30, 2021, each agreement and all agreements in the aggregate are deemed immaterial for financial reporting purposes.

#### **K. Deferred Outflows/Inflows of Resources**

In addition to the assets, the statement of financial position may report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position may report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

## 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, 2021, the City's deposits had a carrying value of \$17,187,174 and a bank balance of \$17,448,362. 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 are held by an independent institution outside the bank's holding company. Cash on hand at June 30, 2021 included petty cash and change fund balances of \$39,137.

#### 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, 2021, there are no deposits exposed to custodial credit risk.

#### 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 City's investment balances at June 30, 2021, were as follows:

Investment Type	Fair Value	Investment Maturities in Years			
		< 1 Year	1-2 Years	2-3 Years	3-5 Years
Commercial Paper	\$ 9,990,683	\$ 9,990,683	\$ -	\$ -	\$ -
US Agencies:					
Federal Farm Credit Bank	5,100,655	-	-	5,100,655	-
Federal Home Loan Bank	25,016,164	-	-	3,000,434	22,015,730
Federal Home Loan Mtg. Corp.	23,495,235	-	5,001,839	18,493,396	-
Federal National Mtg. Assoc.	-	-	-	-	-
Federal Agriculture Mtg. Corp.	-	-	-	-	-
Money Market Funds	152,422,762	152,422,762	-	-	-
Arizona State Investment Pool 5	132,264,391	132,264,391	-	-	-
<b>Total Value</b>	<b>\$348,289,890</b>	<b>\$294,677,836</b>	<b>\$ 5,001,839</b>	<b>\$ 26,594,485</b>	<b>\$ 22,015,730</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, 2021, all investments, with the exception of the State Investment Pool, are rated AA+ by Standard and Poor's and AAA 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%	-
U.S. Government agencies, instrumentalities and government sponsored enterprises	No more than 80%	15.4%
Fully insured or collateralized CDs	No more than 30%	-
Banker's acceptances	No more than 25%	-
A-1/P-1 Commercial paper	No more than 35%	2.9%
Maximum per issuer	10% of total C.P.	-
Repurchase agreements	100%	-
Money market funds	100%	43.7%
State investment pool	100%	38.0%

## 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 four years.

The portfolio at June 30, 2021, had a weighted average maturity of 894 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.

### Fair Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted process; Level 3 inputs are significant unobservable inputs.

The City has the following recurring fair value measurements as of June 30, 2021:

	June 30, 2021	Fair Value Measurements Using		
		Quoted Price Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobserved Inputs (Level 3)
Investments by fair value level:				
Commercial Paper	\$ 9,990,683	\$ -	\$ 9,990,683	\$ -
US Agencies:				
Federal Farm Credit Bank	5,100,655	5,100,655	-	-
Federal Home Loan Bank	25,016,164	25,016,164	-	-
Federal Home Loan Mtg. Corp.	23,495,235	23,495,235	-	-
Total investments by fair value level	<u>\$ 63,602,737</u>	<u>\$ 53,612,054</u>	<u>\$ 9,990,683</u>	<u>\$ -</u>
Investments measured at the net asset value (NAV)				
Money Market Funds	\$ 152,422,762			
Arizona State Investment Pool 5	132,264,391			
Total investments measured at the NAV	<u>284,687,153</u>			
Total investments measured at fair value	<u>\$ 348,289,890</u>			



**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 2018-19 (Tax Year 2018) and fiscal year 2019-20 (Tax Year 2019), follow:

	Tax Year 2019 (Fiscal Year 2020)	Tax Year 2020 (Fiscal Year 2021)
Net Limited Assessed Valuation	\$568,366,566	\$613,145,745
Primary Tax Rate	2.3185	2.3185
Primary Tax Levy	12,928,636	14,215,783
Net Full Cash Assessed Valuation	707,725,089	776,855,020
Secondary Tax Rate / Levy	-	-
Current Tax Collection	13,279,379	14,069,953
Delinquent Taxes:		
Collections	115,683	308,862
Outstanding as of June 30	843,505	776,733

**C. Receivables**

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 follows:

Fund	Accounts	Intergovern- mental	Special Assessment	Delinquent Property Taxes	Accrued Interest	Total
General Fund	\$ 1,520,805	\$ 2,067,818	\$ 20,169	\$ 776,713	\$ -	\$ 4,385,505
City Road Tax	143,481	369,528	-	-	12,395	525,404
Debt Service	27,840	-	-	-	-	27,840
Water	2,969,817	1,456	-	-	5,595	2,976,868
Wastewater	1,647,771	319,257	-	-	19,369	1,986,397
Other Funds:						
Governmental	1,237,512	3,009,510	-	13,174	8,398	4,268,594
Enterprise	496,441	71,128	-	-	795	568,364
Internal Service	158,921	12	-	-	7,498	166,431
<b>Total Receivables</b>	<b>\$ 8,202,588</b>	<b>\$ 5,838,709</b>	<b>\$ 20,169</b>	<b>\$ 789,887</b>	<b>\$ 54,050</b>	<b>\$ 14,905,403</b>
	Allowance Amount					
Enterprise Funds	2021	2020				
Water	\$ 259,397	\$ 208,298				
Wastewater	104,349	106,163				
Other Funds	13,625	14,619				

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

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

	Agencies				Total June 30, 2021
	Federal	State	County	Local	
<b>Governmental Funds</b>					
Major Funds:					
General	\$ -	\$ 1,547,554	\$ 242,871	\$ 277,393	\$ 2,067,818
City Road Tax	-	369,225	-	303	369,528
Nonmajor Funds:					
Highway User Revenue	-	791,353	-	-	791,353
Public Safety Tax	-	147,640	-	-	147,640
Two Percent Tax	-	251,617	-	-	251,617
Mall Maintenance	-	-	3,951	-	3,951
Capital Projects	-	251,955	-	1,685	253,640
Grants	1,228,452	13,683	-	-	1,242,135
Community Redevelopment	319,174	-	-	-	319,174
<b>Enterprise Funds:</b>					
Major Funds:					
Water	-	1,456	-	-	1,456
Wastewater	281,308	34	-	37,915	319,257
Nonmajor Funds:					
Solid Waste	-	3,021	-	-	3,021
Radio Communications	-	65,982	98	1,299	67,379
Desert Hills Golf Course	-	728	-	-	728
<b>Internal Service Funds</b>					
Equipment Maintenance	-	12	-	-	12
<b>Total</b>	<b>\$ 1,828,934</b>	<b>\$ 3,444,260</b>	<b>\$ 246,920</b>	<b>\$ 318,595</b>	<b>\$ 5,838,709</b>

**E. Capital Assets**

Capital asset activity for governmental activities for the year ended June 30, 2021, follows:

	Balance July 1, 2020	Increases	Decreases	Transfers	Balance June 30, 2021
	Capital Assets Not Being Depreciated				
Land	\$ 51,473,628	\$ -	-	-	\$ 51,473,628
Construction in progress	5,439,419	3,588,451	\$1,753,227	-	7,274,643
<b>Total Capital Assets Not Being Depreciated</b>	<b>56,913,047</b>	<b>3,588,451</b>	<b>1,753,227</b>	<b>-</b>	<b>58,748,271</b>
<b>Other Capital Assets</b>					
Buildings	107,674,490	20	-	-	107,674,510
Improvements	69,955,181	920,342	-	-	70,875,523
Infrastructure	295,942,386	6,117,837	-	-	302,060,223
Equipment	69,638,491	1,587,954	1,526,398	\$17,571	69,700,047
<b>Total Other Capital Assets</b>	<b>543,210,548</b>	<b>8,626,153</b>	<b>1,526,398</b>	<b>17,571</b>	<b>550,310,303</b>
<b>Less Accumulated Depreciation for:</b>					
Buildings	52,920,316	3,738,072			56,658,388
Improvements	46,274,124	1,699,179			47,973,303
Infrastructure	142,176,163	7,904,732			150,080,895
Equipment	55,232,972	4,880,869	1,516,757	17,571	58,597,084
<b>Total Accumulated Depreciation</b>	<b>296,603,575</b>	<b>18,222,852</b>	<b>1,516,757</b>	<b>17,571</b>	<b>313,309,670</b>
<b>Other Capital Assets, Net</b>	<b>246,606,973</b>	<b>(9,596,699)</b>	<b>9,641</b>	<b>-</b>	<b>237,000,633</b>
<b>Total Capital Assets, Governmental Activities</b>	<b>\$303,520,020</b>	<b>\$ (6,008,248)</b>	<b>\$1,762,868</b>	<b>\$ -</b>	<b>\$295,748,904</b>



June 30, 2021

Government activities capital assets net of accumulated depreciation at June 30, 2021 include:

Governmental Funds Capital Assets, Net	\$286,726,921
Internal Service Funds Capital Assets, Net	9,021,983
Total	<u>\$295,748,904</u>

Depreciation was charge to governmental functions as follows:

General Government and Unclassified	\$ 3,776,281
Public Safety	2,297,458
Streets	8,483,437
Parks, Recreation, and Culture	771,409
Environmental Health and Protection	34,399
Community Design and Development	11,797
Assets held by Internal Service Funds are charged based on usage of assets	2,848,071
Total	<u>\$ 18,222,852</u>

Capital asset activity for business-type activities for the year ended June 30, 2021, follows:

	Balance July 1, 2020	Increases	Decreases	Transfers	Balance June 30, 2021
Capital Assets Not Being Depreciated					
Land	\$ 10,782,259	-	-	-	\$ 10,782,259
Construction in progress	2,034,037	\$3,998,451	\$233,535	-	5,798,953
Total Capital Assets Not Being Depreciated	<u>12,816,296</u>	<u>3,998,451</u>	<u>233,535</u>	<u>-</u>	<u>16,581,212</u>
Other Capital Assets					
Buildings	164,648,404	-	-	-	164,648,404
Improvements	302,225,581	3,124,649	-	-	305,350,230
Equipment	15,300,445	620,930	\$87,746	(\$17,571)	15,833,629
Total Other Capital Assets	<u>482,174,430</u>	<u>3,745,579</u>	<u>87,746</u>	<u>(17,571)</u>	<u>485,832,263</u>
Less Accumulated Depreciation for:					
Buildings	34,632,295	3,300,658	-	-	37,932,953
Improvements	190,738,488	10,697,695	-	-	201,436,183
Equipment	13,788,676	592,993	81,018	(17,571)	14,300,651
Total Accumulated Depreciation	<u>239,159,459</u>	<u>14,591,346</u>	<u>81,018</u>	<u>(17,571)</u>	<u>253,669,787</u>
Other Capital Assets, Net	243,014,971	(10,845,767)	6,728	-	232,162,476
Total Capital Assets, Business-type Activities	<u>\$255,831,267</u>	<u>\$ (6,847,316)</u>	<u>\$ 240,263</u>	<u>\$ -</u>	<u>\$248,743,688</u>

Depreciation was charged to programs as follows:

Water	\$ 7,717,957
Wastewater	6,578,394
Solid Waste	258
Radio Communications	188,430
Gold Course	106,307
Total	<u>\$ 14,591,346</u>

Construction in progress is comprised mainly of Streets, Parks Projects as well as waterline replacements and water transmission lines and wastewater projects (wastewater treatment plant upgrades and improvements, and collection facilities). Estimated cost to complete these projects is \$8.6 million.

**F. Noncurrent Liabilities**

The following changes occurred in noncurrent liabilities during the fiscal year ended June 30, 2021:

	Balance July 1, 2020	Additions	Retirements	Balance June 30, 2021	Due Within One Year
<b>Governmental activities:</b>					
Yuma Municipal Property Corporation:					
2010-Series B Refunding	\$ 14,755,000	\$ -	\$ 14,755,000	\$ -	\$ -
2015 - Sr Lien Excise Revenue & Refunding	40,645,000	-	2,110,000	38,535,000	2,210,000
2015 - Sr Lien Road Tax Refunding	28,990,000	-	3,110,000	25,880,000	3,250,000
2021 - Sr. Lien Excise Revenue Refunding	-	11,765,000	-	11,765,000	2,315,000
2021 - Taxable Pledged Revenue	-	159,475,000	-	159,475,000	6,160,000
Improvement District #68	365,000	-	365,000	-	-
Unamortized Premium	5,993,050	1,009,182	998,394	6,003,838	-
Capital Lease	2,735,700	-	788,744	1,946,956	788,744
Pension Unfunded Actuarial Liability:					
Public Safety Personnel Retirement System	126,329,284	12,937,289	-	139,266,573	-
Arizona State Retirement System	33,703,391	4,306,281	-	38,009,672	-
Elected Official Retirement Plan	2,366,249	2,071,135	-	4,437,384	-
Estimated Claims and Judgements	2,004,650	3,305,334	2,004,650	3,305,334	984,796
Compensated Absences	7,883,969	837,961	1,111,894	7,610,036	2,645,563
<b>Total Noncurrent Liabilities</b>	<b>\$265,771,293</b>	<b>\$195,707,182</b>	<b>\$ 25,243,682</b>	<b>\$ 436,234,793</b>	<b>\$ 18,354,103</b>
<b>Business-type activities</b>					
Yuma Municipal Property Corporation:					
2015 - Sr Lien Utility Sys Revenue Refunding	\$ 73,765,000	\$ -	\$ 4,395,000	\$ 69,370,000	\$ 4,600,000
Private Placement Obligations					
2016 - Sr Lien Utility Sys Revenue Refunding	21,134,000	-	5,667,000	15,467,000	5,752,000
Unamortized Premium	7,123,930	-	593,670	6,530,260	-
Capital Lease	182,525	-	54,245	128,280	54,285
Pension Unfunded Actuarial Liability:					
Arizona State Retirement System	12,694,449	1,621,970	-	14,316,419	-
Compensated Absences	1,197,503	139,265	91,070	1,245,698	390,643
<b>Total Noncurrent Liabilities</b>	<b>\$116,097,407</b>	<b>\$ 1,761,235</b>	<b>\$ 10,800,985</b>	<b>\$ 107,057,657</b>	<b>\$ 10,796,928</b>

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.

In FY18 the City acquired 210 Motorola radios for the Police and Fire departments and in FY19 the City acquired Information Technology Infrastructure. In FY20, the City leased a number of vehicles in order to supplement its fleet, a new Audio/Visual system for the City Council Chambers, and launched a PC as a Service program through Dell. All of this equipment was acquired under the provisions of long-term lease agreements classified as a capital lease purchases.

These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of future minimum lease payments as of the inception date. Revenues from General Fund, Road Tax Fund, 2% Tax Fund, Public Safety Tax Fund, Water Fund and Wastewater Fund are used to pay these capital lease obligations.

	Governmental Activities	Business-Type Activities
Assets:		
Equipment	\$ 1,829,283	\$ 260,508
Less: Accumulated depreciation	(1,138,627)	(160,408)
Total	\$ 690,656	\$ 100,100

The future minimum lease obligations and the net present value of these minimum lease payments at year end were as follows:

Year Ending June 30:	Governmental Activities	Business-Type Activities
2022	\$ 783,629	\$ 54,285
2023	783,629	54,285
2024	252,904	19,710
2025	147,406	-
Total minimum lease payments	1,967,568	128,280
Less: amount representing interest	(20,612)	-
Present value of minimum lease payments	\$ 1,946,956	\$ 128,280
Due within one year	\$ 788,744	\$ 54,285

### **Bonded Debt**

The following is a description of bonded indebtedness at June 30, 2021. 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, city road and special sales taxes); *City Road Taxes* – a special one-half percent (.5%) privilege license tax approved by qualified voters in 1994 for maintenance and construction of roadways; *Public Safety*

**Refunding Bonds** – On February 19, 2021, the City issued \$11,765,000 in refunding bonds to refund Series 2010, Refunding Series 2001, and to pay costs associated with the issuance of the bonds. Interest rate on the refunding bonds 4.0% with maturity dates from July 1, 2021 to July 1, 2035. Debt service payments are scheduled semi-annually with the total annual amounts ranging from \$527,930 to \$5,493,159 (including interest). The City realized net present value savings of \$1,078,528 over the life of the issuance, as a result of the refunding.

**Pension Bonds** – On February 19, 2021, the City issued \$159,475,000 in taxable pledge revenue bonds to pay the balance of the net (unfunded) pension liability for Public Safety. Debt service payments are scheduled semi-annually with the total annual amounts ranging from \$3.7-\$11.6 million from July 15, 2021 to July 15, 2038. At the time of the issuance, the City's unfunded pension liability was \$79,870,606 for Police and \$65,503,782 for Fire. The City also established a \$12,000,000 pension reserve to mitigate future unfunded pension liabilities. The effective interest rate for the bonds range from 0.297% to 2.632%; the effective annual rate of growth of the unfunded pension liability was 7.3%.

*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>
2015 Sr Lien Excise Tax	Excise, Public Safety, Special Sales Taxes	Refunding 2003B & 2007B issues PAAC/Fleet Maintenance facility
2015 Sr Lien Road Tax	Excise and City Road Taxes	Refunding 2007D issue
2021 Sr Lien Excise Tax	Excise Taxes	Refunding 2010; refunding 2001
2021 Taxable Pledged Revenue	Excise Taxes	Public Safety Pension Funding

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, Highway User Revenue Special Revenue Fund, and Capital Projects Fund as determined by the projects acquired or constructed by the debt proceeds.

**Notes to the Financial Statements**

June 30, 2021

The Municipal Property Corporation issued a Utility Series in 2007, refunded in 2015. An additional Utility Series was funded in 2016 to pay of the remaining balance of WIFA Loan Contracts. The water and wastewater system's net revenues were pledged as collateral for each issue as additional parity obligations.

<u>Issue</u>	<u>Pledged Revenues</u>	<u>Project(s) funded</u>
2015 Sr Lien Utility	Net Utility System Revenues	Refunding 2007 Utility issue
2016 Sr Lien Utility	Net Utility System Revenues	Refunding WIFA Loan Contracts

For the year ended June 30, 2021, the pledged revenues described above amounted to \$97.8 million for governmental activities and \$29.4 million 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, 2021, debt service for governmental activities totaled \$12.1 million and for business-type activities \$13.1 million, or 12% and 45% of pledged revenues, respectively.

**Summary of Bonded Debt**

<u>Bond Type and Series</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Authorized and Issued</u>	<u>Outstanding</u>	<u>Net Unamortized Premium (Discount)</u>
Yuma Municipal Property Corporation Bonds:						
2015 - Sr Lien Excise Revenue & Refunding	3.5-5.0%	10/21/2015	2035	\$48,105,000	\$38,535,000	\$2,435,581
2015 - Sr Lien Road Tax Refunding	2.0-5.0%	10/21/2015	2027	40,280,000	25,880,000	2,760,911
2015 - Sr Lien Utility Sys Revenue Refunding	3.25-5.0%	10/21/2015	2032	89,675,000	69,370,000	6,530,270
2016 - Sr Lien Utility Sys Revenue Refunding	1.50%	11/8/2016	2024	37,835,000	15,467,000	-
2021 - Sr. Lien Excise Revenue Refunding	4.00%	2/19/2021	2025	11,765,000	11,765,000	807,346
Yuma City Bonds:						
2021 - Taxable Pledged Revenue	0.3-2.6%	2/19/2021	2038	159,475,000	159,475,000	-
<b>Total Bonded Debt</b>				<b>\$387,135,000</b>	<b>\$320,492,000</b>	<b>\$12,534,108</b>

**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, 2021, follows:

	<u>Water, Etc. (20%)</u>	<u>All Other (6%)</u>
Secondary Assessed Valuation	\$776,910,355	\$776,910,355
Legal Limit	155,382,071	46,614,621
Outstanding G.O. Debt	-	-
Available Debt Margin	<u>\$155,382,071</u>	<u>\$ 46,614,621</u>



**Annual Debt Service Requirements to Maturity**

Business Activities - Private Placement MPC Bonds 2016 WIFA Refunding				Business Activities - Bond MPC Bonds 2015 Utility Refunding 2007		
July 1	Principal	Interest	Total	Principal	Interest	Total
2021	\$5,752,000	\$188,865	\$5,940,865	\$4,600,000	\$2,855,838	\$7,455,838
2022	5,838,000	101,940	5,939,940	4,790,000	2,621,088	7,411,088
2023	1,924,000	43,725	1,967,725	4,990,000	2,376,588	7,366,588
2024	1,953,000	14,648	1,967,648	5,205,000	2,121,713	7,326,713
2025	-	-	-	5,425,000	1,855,962	7,280,962
2026-2030	-	-	-	30,745,000	5,131,459	35,876,459
2031-2035	-	-	-	13,615,000	445,330	14,060,330
<b>Total</b>	<b>\$15,467,000</b>	<b>\$349,178</b>	<b>\$15,816,178</b>	<b>\$69,370,000</b>	<b>\$17,407,978</b>	<b>\$86,777,978</b>

Governmental Activities - Bond MPC Bonds 2015 Excise				Governmental Activities - Bond MPC Bonds 2015 Road Refunding 2007		
July 1	Principal	Interest	Total	Principal	Interest	Total
2021	\$2,210,000	\$1,484,050	\$3,694,050	\$3,250,000	\$1,129,550	\$4,379,550
2022	2,320,000	1,370,800	3,690,800	3,390,000	963,550	4,353,550
2023	1,790,000	1,268,050	3,058,050	3,535,000	790,425	4,325,425
2024	1,870,000	1,176,550	3,046,550	3,685,000	609,925	4,294,925
2025	1,960,000	1,080,800	3,040,800	3,845,000	421,675	4,266,675
2026-2030	12,410,000	4,147,525	16,557,525	8,175,000	287,575	8,462,575
2031-2035	15,975,000	1,498,900	17,473,900	-	-	-
<b>Total</b>	<b>\$38,535,000</b>	<b>\$12,026,675</b>	<b>\$50,561,675</b>	<b>\$25,880,000</b>	<b>\$4,202,700</b>	<b>\$30,082,700</b>

Governmental Activities - Bond * 2021 Refunding MPC Bonds 2010				Governmental Activities - Bond ** Taxable 2021 Pledge Revenue		
July 1* July 15**	Principal	Interest	Total	Principal	Interest	Total
2021	\$2,315,000	\$361,553	\$2,676,553	\$6,160,000	\$2,638,766	\$8,798,766
2022	2,225,000	333,500	2,558,500	6,875,000	2,892,478	9,767,478
2023	2,315,000	242,700	2,557,700	7,755,000	2,858,740	10,613,740
2024	2,405,000	148,300	2,553,300	8,560,000	2,808,174	11,368,174
2025	2,505,000	50,100	2,555,100	8,680,000	2,735,555	11,415,555
2026-2030	-	-	-	45,350,000	11,717,201	57,067,201
2031-2035	-	-	-	50,430,000	6,637,747	57,067,747
2036-2038	-	-	-	25,665,000	822,039	26,487,039
<b>Total</b>	<b>\$11,765,000</b>	<b>\$1,136,153</b>	<b>\$12,901,153</b>	<b>\$159,475,000</b>	<b>\$33,110,700</b>	<b>\$192,585,700</b>

**G. Pensions and Other Postemployment Benefits**

The City has adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, which requires the following disclosures. The City also contributes to the Other Postemployment Benefit Plans, however, the plans are not described below based on their relative insignificance to the financial statements. The plans are component units of the State of Arizona.

**Plan Descriptions** - The City contributes to four plans, all of which are described below.

At June 30, 2021, the City reported the following aggregate amounts related to pensions for all plans to which it contributes:

Statement of Net Position and Statement of Activities	Governmental Activities	Business-Type Activities	Total
Net pension liabilities	\$181,713,630	\$14,316,419	\$196,030,049
Deferred outflows of resources related to pensions	74,736,854	2,582,443	77,319,297
Deferred inflows of resources related to pensions	3,331,178	459,158	3,790,336
Pension expense	22,885,938	1,193,876	24,079,814
Contributions	49,766,893	963,957	50,730,850

**Arizona State Retirement System**

**Plan Description** – City employees not covered by the other pension plans described below or the Elected Official Retirement Plan participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan, a cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plan, and a cost-sharing multiple-employer defined benefit long-term disability (OPEB) plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Articles 2 and 2.1. ASRS is a component unit of the State of Arizona. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on its Web site at [www.azasrs.gov](http://www.azasrs.gov).

**Benefits Provided** – The ASRS provides retirement, health insurance premium supplement, long-term disability, and survivor benefits. State statute establishes benefits terms. Retirement benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

ASRS	Retirement	
	Initial membership date:	
	Before July 1, 2011	On or after July 1, 2011
Years of service and age required to receive benefit	Sum of years + age equals 80 10 years age 62 5 years age 50* any years age 65	30 years age 55 25 years age 60 10 years age 62 5 years age 50* any years age 65
Final average salary is based on	Highest 36 months of last 120 months	Highest 60 months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	2.1% to 2.3%

\*With actuarially reduced benefits

Retirement benefits for members who joined the ASRS prior to September 13, 2013, are subject to automatic cost-of-living adjustments based on excess investment earning. Members with a membership date on or after September 13, 2013, are not eligible for cost-of-living adjustments. Survivor benefits are payable upon a member's death. For retired members, the survivor benefit is determined by the retirement benefit option chosen. For all other members, the beneficiary is entitled to the member's account balance that includes the member's contributions and employer's contributions, plus interest earned.

**Contributions** – In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2021, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.22 percent (12.04 percent for retirement & benefit support and 0.18 percent for long-term disability) of the members annual covered payroll, and the City was required by statute to contribute at the actuarially determined rate of 12.22 percent (11.65 percent for retirement, 0.39 percent for health insurance premium benefit, and 0.18 percent for long-term disability) of the active members' annual covered payroll. In addition, the City was required by statute to contribute at the actuarially determined rate of 10.21 percent (10.14 percent for retirement, 0.00 percent for health insurance premium benefit, and 0.07 percent for long-term disability) of annual covered payroll of retired members who worked for the City in positions that would typically be filled by an employee who contributes to the ASRS. The City's contributions to the pension plan for the year ended June 30, 2021 were \$3,523,235.

During fiscal year 2021, the City paid ASRS pension contributions with approximately 73 percent from the governmental funds and 27 percent from enterprise funds.

**Pension Liability** – At June 30, 2021, the City reported a liability of \$52,326,091 for its proportionate share of the ASRS' net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2019, to the measurement date of June 30, 2020. The City's proportion of the net assets/liability was based on the City's actual contributions to the applicable plan relative to the total of all participating employers' contributions to the plan for the year ended June 30, 2020.

The City's reported liability at June 30, 2021, increased by \$5,928,251 from the City's prior year liability of \$46,397,840 because of changes in the ASRS' net pension liability and the City's proportionate share of that liability. The ASRS' publicly available financial report provides details on the change in the net pension liability.

The City's proportion of the net pension liability was based on \$17,326,520,044. The City's proportion measured as of June 30, 2020, was 0.30200 percent, which was a decrease of 0.01686 percent from its proportion measured as of June 30, 2019.



**Pension Expense and Deferred Outflows/Inflows of Resources** – For the year ended June 30, 2021, the City recognized pension expense for ASRS of \$4,363,588. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

ASRS	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 473,380	\$ -
Changes of assumptions or other inputs	-	-
Net difference between projected and actual earnings on pension plan investments	5,046,913	-
Changes in proportion and differences between city contributions and proportionate share of contributions	394,721	1,678,212
City contributions subsequent to the measurement date	3,523,235	-
Total	<u>\$ 9,438,249</u>	<u>\$ 1,678,212</u>

The \$3,523,235 reported as deferred outflows of resources related to ASRS pensions resulting from city contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ASRS pension will be recognized in pension expense as follows:

Year Ending June 30	Deferred outflow/inflow amortization
2022	\$ 97,657
2023	752,639
2024	1,825,522
2025	1,560,984

**Actuarial Assumptions** – The significant actuarial assumptions used to measure the total pension liability are as follows:

Actuarial valuation date	June 30, 2019
Actuarial roll forward date	June 30, 2020
Actuarial cost method	Entry age normal
Asset valuation	Fair Value
Investment rate of return	7.50%
Projected salary increases	2.7-7.2%
Inflation	2.30%
Permanent benefit increase	Included
Mortality rates	2017 SRA Scale U-MP
Healthcare cost trend rate	Not Applicable

The actuarial assumptions used in June 30, 2019 valuation were based on results from an actuarial experience study for the 5-year period ended June 30, 2016. The purpose of the experience study was to review the actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study which recommended changes, and those changes were effective as of the June 30, 2017 actuarial valuation. The study did not include any analysis of the assumed investment rate of return.

The long-term expected rate of return on ASRS pension plan investments was determined to be 7.5 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. On June 29, 2018, the ASRS Board approved updated strategic asset allocation targets, to be effective July 2018.

The target allocation and best estimate of geometric real rates of return for each major asset class for all ASRS plans are summarized in the following table:

ASRS		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity	50%	6.39%
Credit	20%	5.44%
Interest rate sensitive bonds	10%	0.22%
Real Estate	20%	5.85%
Total	100%	

**Discount Rate** – The discount rate used to measure the ASRS total pension liability was 7.5 percent, the same rate that was used as of 6/30/2018. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board’s funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the City’s Proportionate Share of the ASRS Net pension Liability to Changes in the Discount Rate** – The following table presents the City’s proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.5 percent) or 1 percentage point higher (8.5 percent) than the current rate.

ASRS	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
City's proportionate share of the net pension liability	\$ 71,555,219	\$ 52,326,091	\$ 36,251,527

**Pension Plan Fiduciary Net Position** – Detailed information about the pension plan’s fiduciary net position is available in a separately issued ASRS financial report. The report is available on the ASRS website at [www.azasrs.gov](http://www.azasrs.gov)

**Public Safety Personnel Retirement System**

**Plan Description** – City public safety personnel who are regularly assigned hazardous duty participate in the Public Safety Personnel Retirement System (PSPRS) or employees who become members on or after July 1, 2017 may participate in the Public Safety Personnel Defined Contribution Retirement Plan (PSPDCRP). The PSPRS administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer cost-sharing defined benefit health insurance premium benefit (OPEB) plan (agent plans). The City has chosen not to report the OPEB portion due to immateriality. Employees who were PSPRS members before July 1, 2017, participate in the agent plans, and employees who became members on or after July 1, 2017, participate in either agent plans or cost sharing plans (PSPRS Tier 3 Risk Pool). A nine-member board known as the Board of Trustees and the participating local boards govern the PSPRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 4.

The PSPRS issue publicly available financial reports that include their financial statements and required supplementary information. The reports are available on the PSPRS Web site at [www.psprs.com](http://www.psprs.com).

**Benefits Provided** – The PSPRS provides retirement, health insurance premium supplement, disability, and survivor benefits. State statute establishes benefits terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

PSPRS	Initial membership date:	
	Before January 1, 2012	On or after January 1, 2012 and before 1-Jul-17
<b>Retirement and Disability</b> Years of service and age required to receive benefit	20 years any age 15 years age 62	25 years and age 52.5
Final average salary is based on	Highest 36 months of last 20 years	Highest 60 months of last 20 years
Normal Retirement	50% less 2.0% for each year of credited service less than 20 years OR plus 2.0% to 2.5% for each year of credited service over 20 years not to exceed 80%	1.5%-2.5% per year of credited service, not to exceed 80%
Accidental Disability Retirement	50% or normal retirement, whichever is greater	
Catastrophic Disability Retirement	90% for the first 60 months then reduced to either 62.5% or normal retirement, whichever is greater	
Ordinary Disability Retirement	Normal retirement calculated with actual years of credited service or 20 years of credited service whichever is greater, multiplied by years of credited service (not to exceed 20 years) divided by 20	
<b>Survivor Benefit</b>		
Retired Members	80% to 100% of retired member's pension benefit	
Active Members	80% of accidental disability retirement or 100% of average monthly compensation if death was the result of injuries received on the job	

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. In addition, from and after December 31, 2015 the Legislature may enact permanent one-time benefit increases after a Joint Legislative Budget Committee analysis of the increase's effects on the plan. PSPRS also provides temporary disability benefits of 50 percent of the member's compensation for up to 12 months.

**Employees Covered by Benefit Terms** – At June 30, 2021, the following employees were covered by the agent pension plans' benefit terms:

	PSPRS Police	PSPRS Fire
Inactive employees or beneficiaries currently receiving benefits	133	86
Inactive employees entitled to but not yet receiving benefits	48	16
Active employees	112	88
Total	293	190

**Contributions** – State statutes establish the pension contribution requirements for active PSPRS employees. In accordance with state statutes, annual actuarial valuations determine employer contribution requirements for PSPRS pension and health insurance premium benefits. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. Contributions rates for the year ended June 30, 2021, are indicated below. Rates are a percentage of active members' annual covered payroll.

PSPRS	Active member - Pension	City Pension
Police Tier 1 & 2	7.65%-11.65%	64.10%
Police Tier 3	9.94%	62.62%
Fire Tier 1 & 2	7.65%-11.65%	69.69%
Fire Tier 3	9.94%	65.28%

For the agent plans, the City's contributions to the pension plan benefit for the year ended June 30, 2021, were:

PSPRS	Amount
Police Tier 1 & 2	\$ 5,461,936
Police Tier 3	866,553
Police UAAL	19,713,851
Fire Tier 1 & 2	4,966,491
Fire Tier 3	759,295
Fire UAAL	15,286,149

During fiscal year 2021, all City paid PSPRS pension contributions were from governmental funds.

**Pension Liability (Asset)** – At June 30, 2021, the City reported the following net pension liabilities:

	<u>Net Pension Liability</u>
PSPRS Police	\$ 76,508,747
PSPRS Fire	62,757,826

The net pension liabilities were measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**Pension Actuarial Assumptions** – The total pension liability in the June 30, 2020, measurement was determined using the following actuarial assumptions:

Actuarial cost method	Entry age normal
Asset valuation method	Fair value of assets
Inflation	2.50%
Salary Increases	3.50% to 7.50% including inflation
Tier 1/2 Investment Rate of Return	7.30%
Tier 3 Investment Rate of Return	7.00%
Retirement Age	Experience-based table of rates that is specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period July 1, 2011 - June 30, 2016
Mortality	<p><b>Active Lives:</b> PubS-2010 Employee mortality, loaded 110% for males and females, projected with future mortality improvements reflected generationally using 75% of scale MP-2018, 100% of active deaths are assumed to be in the line of duty.</p> <p><b>Inactive Lives:</b> PubS-2010 Healthy Retiree mortality, loaded 110% for males and females, projected with future mortality improvements reflected generationally using 75% of scale MP-2018.</p> <p><b>Beneficiaries:</b> PubS-2010 Survivor mortality, projected with future mortality improvements reflected generationally using 75% of scale MP-2018.</p> <p><b>Disabled Lives:</b> PubS-2010 Disabled mortality, projected with future mortality improvements reflected generationally using 75% of scale MP-2018.</p>

Actuarial assumptions used in the June 30, 2020, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2016.

The long-term expected rate of return on PSPRS plan investments was determined to be 7.30 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<b>PSPRS</b>	<b>Target</b>	<b>Long-Term</b>
<b>Asset Class</b>	<b>Allocation</b>	<b>Expected Real</b>
<b>Asset Class</b>	<b>Allocation</b>	<b>Rate of Return</b>
U.S. public equity	23%	4.93%
International public entity	15%	6.09%
Global private equity	18%	8.42%
Other Assets		
(Capital Appreciation)	7%	5.61%
Core bonds	2%	0.22%
Private credit	22%	5.31%
Diversifying strategies	12%	3.22%
Cash - Mellon	1%	-0.60%
Total	<u>100%</u>	

**Pension Discount Rates** – The following discount rates were used to measure the total pension liabilities:

	<b>PSPRS</b>	<b>PSPRS</b>
	<b>Police</b>	<b>Fire</b>
Discount rates	<u>7.30%</u>	<u>7.30%</u>

The projection of cash flows used to determine the PSPRS discount rates assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the actuarially determined contribution rate and the member rate. Based on those assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

## Changes in Agent Plans Net Pension Liability (Asset)

PSPRS Yuma Police Department	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at June 30, 2020	\$ 122,040,346	\$ 52,205,888	\$ 69,834,458
Adjustment to the beginning of year	-	(47,508)	47,508
Changes for the year:			
Service cost	1,778,959	-	1,778,959
Interest on the total pension liability	8,767,069	-	8,767,069
Changes of benefit terms	-	-	-
Differences between expected and actual experience	3,293,433	-	3,293,433
Changes of assumptions	-	-	-
Contributions-employer	-	5,715,980	(5,715,980)
Contributions-employee	-	871,344	(871,344)
Net investment income	-	666,258	(666,258)
Benefit payments	(7,444,933)	(7,444,933)	-
Administrative expense	-	(54,337)	54,337
Other changes	-	13,435	(13,435)
Net changes	6,394,528	(279,761)	6,674,289
Adjustment to Beginning of Year	-	-	-
Balances at June 30, 2021	\$ 128,434,874	\$ 51,926,127	\$ 76,508,747

PSPRS Yuma Fire Department	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at June 30, 2020	\$ 94,261,928	\$ 37,767,102	\$ 56,494,826
Adjustment at beginning of year	-	2	(2)
Changes for the year:			
Service cost	1,476,341	-	1,476,341
Interest on the total pension liability	6,799,883	-	6,799,883
Changes of benefit terms	4,335,248	-	4,335,248
Differences between expected and actual experience	-	-	-
Changes of assumptions	-	-	-
Contributions-employer	-	5,136,594	(5,136,594)
Contributions-employee	-	760,572	(760,572)
Net investment income	-	491,372	(491,372)
Benefit payments	(5,178,376)	(5,178,376)	-
Administrative expense	-	(40,068)	40,068
Other changes	-	-	-
Net changes	7,433,096	1,170,096	6,263,000
Adjustment to Beginning of Year	-	-	-
Balances at June 30, 2021	\$ 101,695,024	\$ 38,937,198	\$ 62,757,826



**Sensitivity of the City's Net Pension Liability to Changes in the Discount Rate-**The following table presents the City's net pension liabilities calculated using the discount rates noted above, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate.

	1% Decrease (6.3%)	Current Discount Rate (7.3%)	1% Increase (8.3%)
PSPRS Police			
Net pension liability	\$ 93,641,886	\$ 76,508,747	\$ 62,579,561
PSPRS Fire			
Net pension liability	\$ 76,221,286	\$ 62,757,826	\$ 51,759,796

**Pension Plan Fiduciary Net Position-** Detailed information about the pension plans' fiduciary net position is available in the separately issued PSPRS financial report. The report is available on the PSPRS website at [www.psprs.com](http://www.psprs.com).

**Pension Expense** - For the year ended June 30, 2021, the City recognized the following pension expense:

	Pension Expense
PSPRS Police	\$ 11,032,437
PSPRS Fire	7,893,239

**Pension Deferred Outflows/Inflows of Resources-** At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

PSPRS Police	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,881,260	\$ 75,443
Changes of assumptions	4,302,098	-
Net difference between projected and actual earnings on pension plan investments	2,810,043	-
City contributions subsequent to the measurement date:		
Statutorily required contribution	6,328,489	-
Additional contributions	19,713,851	-
Total	<u>\$ 36,035,741</u>	<u>\$ 75,443</u>



PSPRS Fire	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,815,874	\$ 2,033,038
Changes of assumptions	3,697,090	-
Net difference between projected and actual earnings on pension plan investments	2,087,593	-
City contributions subsequent to the measurement date:		
Statutorily required contribution	5,725,785	
Additional contributions	15,286,149	
Total	<u>\$ 30,612,491</u>	<u>\$ 2,033,038</u>

The amounts reported as deferred outflows of resources related to pensions resulting from city contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (or an increase in the net pension asset) in the year ended June 30, 2022.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30	PSPRS Police	PSPRS Fire
2022	\$ 3,096,143	\$ 1,897,901
2023	3,389,876	2,042,863
2024	2,810,336	2,082,083
2025	621,603	1,544,672
2026	-	-
Thereafter	-	-

### **Elected Officials Retirement Plan**

**Plan Description** – Elected officials and judges participate in the Elected Officials Retirement Plan (EORP), ASRS, or the Elected Officials Defined Contribution Retirement System (EODCRS). EORP administers a cost-sharing multiple-employer defined benefit pension plan for elected officials and judges who were members of the plan on December 31, 2013. The EORP pension plan was closed to new members as of January 1, 2014. The PSPRS Board of Trustees governs the EORP according to the provisions of A.R.S. Title 38, Chapter 5, Article 3. The PSPRS issues a publicly available financial report that includes financial statements and required supplementary information for the EORP plans. The report is available on PSPRS’s website at [www.psprs.com](http://www.psprs.com).

**Benefits Provided** – The EORP provides retirement, health insurance premium supplement, disability, and survivor benefits. State statute establishes benefit terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average yearly compensation, and service credit as follows:

	Initial membership date:	
	Before January 1, 2012	On or after January 1, 2012
<b>Retirement and Disability</b>		
Years of service and age required to receive benefit	20 years, any age 10 years, age 62 5 years, age 65 any years and age if disabled	10 years, age 62 5 years, age 65 any years and age if disabled
Final average salary is based on	Highest 36 consecutive months of last 10 years	Highest 60 consecutive months of last 10 years
Benefit percent		
Normal Retirement	4% per year of service, not to exceed 80%	3% per year of service, not to exceed 75%
Disability Retirement	80% with 10 or more years of service 40% with 5 to 10 years of service 20% with less than 5 years of service	75% with 10 or more years of service 37.5% with 5 to 10 years of service 18.75% with less than 5 years of service
<b>Survivor Benefit</b>		
Retired Members	75% of retired member's benefit	50% of retired member's benefit
Active Members and Other Inactive Members	75% of disability member benefit	50% of disability member benefit

\*With reduced benefits of 0.25% for each month early retirement precedes the member's normal retirement age, with a maximum reduction of 30%.

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. In addition, the Legislature may enact permanent one-time benefit increases after a Joint Legislative Budget Committee analysis of the increase's effects on the plan.

Health insurance premium benefits are available to retired or disabled members with 5 years of credited service. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. For members with 8 or more years of service, benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents. For members with 5 to 7 years of service, the benefits are the same dollar amounts as above multiplied by a vesting fraction based on completed years of service.

**Contributions** – State statutes establish active member and employer contribution requirements. Statute also appropriates \$5 million annually through fiscal year 2043 for the EORP from the State of Arizona to supplement the normal cost plus and amount to amortize the unfunded accrued liability and designates a portion of certain court fees for the EORP. For the year ended June 30, 2021, statute required active EORP members to contribute 7.0 or 13.0 percent of the members' annual covered payroll and the City to contribute 61.43 percent of all active EORP members' annual covered payroll.

Also, statute required the City to contribute 49.39 percent to EORP of the annual covered payroll of elected officials and judges who were ASRS members and 55.43 percent to EORP of the annual covered payroll of elected officials and judges who were EODCRS members, in addition to the City's required contributions to ASRS and EODCRS for these elected officials and judges. During fiscal year 2021, the City paid for EORP pension contributions 100% from the General Fund. The City's contributions to the pension plan for the year ended June 30, 2021 was \$153,341.

**Pension Liability** – At June 30, the City reported a liability for its proportionate share of the EORP's net pension liability that reflected an increase for the City's proportionate share of the State's appropriation for EORP. The amount the City recognized as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the City were as follows:

City's proportionate share of the EORP net pension liability	\$ 4,437,384
State's proportionate share of the EORP net pension liability associated with the City	36,770
<b>Total</b>	<b><u>\$ 4,474,154</u></b>

The net pension liability was measured as of June 30, 2020, and the total liability used to calculate the net asset or net liability was determined by an actuarial valuation as of that date.

The City's proportion of the net pension liability was based on the City's actual contributions to the plan relative to the total of all participating employers' required contributions for the year ended June 30, 2020. The City's proportion measured as of June 30, 2020 was 0.657428 percent, which is 0.300628 or 84% higher than its proportion measured as of June 30, 2019.

**Pension expense and deferred outflows/inflows of resources** – For the year ended June 30, 2021, the City recognized total pension expense for EORP of (\$790,552) for the City's proportionate share of the State's appropriation to EORP and designated court fees. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

EORP	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 3,642
Changes of assumptions or other inputs	-	-
Net difference between projected and actual earnings on pension plan investments	85,512	-
Changes in proportion and differences between city contributions and proportionate share of contributions	993,962	-
City contributions subsequent to the measurement date	153,341	-
<b>Total</b>	<b><u>\$ 1,232,815</u></b>	<b><u>\$ 3,642</u></b>

The amounts reported as deferred outflows of resources related to EORP pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net liability in the year ending June 30, 2022.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to EORP pensions will be recognized in pension expense as follows:

Year ending June 30	Net Outflow/ (Inflow)
2022	\$ 1,002,033
2023	27,560
2024	26,963
2025	19,277

**Actuarial assumptions** – The significant actuarial assumptions used to measure the total pension liability are as follows:

Actuarial valuation date	June 30, 2020
Actuarial cost method	Entry age normal
Price inflation	2.50%
Salary Increases	3.75%
Asset Valuation Method	Fair Value
Investment rate of return	7.30%
Retirement Age	Experience-Based Table
Mortality rates	PUBG-2010 Mortality Tables with MP-2019 improvement scale with adjustments to match current experience.
Assumed Future Benefit Increase	1.75% of benefit

Actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2017.

The long-term expected rate of return on EORP pension plan investments was determined to be 7.30 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Real Return Geometric Basis	Long-Term Expected Geometric Real Rate of Return
U.S. equity	23%	4.93%	1.13%
International Public Equity	15%	6.09%	0.91%
Global Private Equity	18%	8.42%	1.52%
Other Assets			
(Capital Appreciation)	7%	5.61%	0.39%
Core Bonds	2%	0.22%	0.00%
Private Credit	22%	5.31%	1.17%
Diversifying Strategies	12%	3.22%	0.39%
Short-term investments	1%	-0.60%	-0.01%
Total	100%		5.50%
Inflation			2.40%
Expected Geometric Nominal Rate			7.91%

**Discount rate** – At June 30, 2020, the discount rate used to measure the EORP total pension liability was 7.30 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate, employer contributions will be made at the actuarially determined rates, and State contributions will be made as currently required by statute. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the City’s proportionate share of EORP net pension liability to changes in the discount rate** – The following table presents the City’s proportionate share of the net pension liability calculated using the discount rate of 7.3 percent, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.3 percent) or 1 percentage point higher (8.3 percent) than the current rate:

EORP	1% Decrease	Current Single Discount Rate	1% Increase
City's proportionate share of the net pension liability	6.3%	7.3%	8.3%
	\$ 5,062,131	\$ 4,437,384	\$ 3,903,207

**Pension plan fiduciary net position** – Detailed information about the pension plan’s fiduciary net position is available in the separately issued EORP financial report.

**H. Interfund Transfers**

Transfers Out	Transfers In			Total
	Debt Service	Mall Maintenance	Desert Hills Golf Course	
General Fund	\$ 4,018,198	\$ 93,473	\$ -	\$ 4,111,671
City Road Tax	4,477,314	-	-	4,477,314
Public Safety Tax	947,771	-	-	947,771
Two Percent	570,941	-	250,000	820,941
Highway User Revenue	116,742	-	-	116,742
Capital Projects	555,141	-	-	555,141
Desert Hills Golf Course	2,101	-	-	2,101
Solid Waste	165,228	-	-	165,228
Water	59,616	-	-	59,616
Wastewater	65,998	-	-	65,998
<b>Total</b>	<b>\$ 10,979,050</b>	<b>\$ 93,473</b>	<b>\$ 250,000</b>	<b>\$ 11,322,523</b>

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.

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.

**I. Interfund Receivables and Payables**

Interfund balances for major and nonmajor funds at June 30, 2021, follow:

Due from	Due to General Fund
Debt Service	\$ 26,558
Community Redevelopment	142,140
Grants	1,764,123
Improvement Districts	18,169
Desert Hills Golf Course	1,324,650
Equipment Maintenance	684,051
<b>Total</b>	<b>\$ 3,959,691</b>

Because they serve primarily governmental funds, the interfund activity noted above in the Internal Service Equipment Maintenance Fund is 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 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, Public Employee Fidelity Bonds, Crime, Cyber Security, Excess Workers Compensation, Liability, Environmental, and Miscellaneous (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 three participating entities and provides benefits through a self-funding trust agreement with its members. The consortium purchases insurance for claims in excess of \$210,000 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. As the City is self-insured up to \$300,000 for liability claims, with an aggregate maximum of \$2,000,000, the Insurance Reserve Fund manages these claims. Claims exceeding this self-insured limit are covered under the City's Liability Insurance. For the Workers Compensation Fund, the stop-loss thresholds are \$700,000 for public safety employees and \$600,000 for all other employees, after which the City's Excess Workers Compensation Insurance becomes liable for 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 for the past two years are presented below.

Insurance Reserve Fund				
Fiscal Year	Beginning of Year Liability	Claims and Changes in Estimates	Claim Payments	End of Year Liability
2020-21	\$355,459	\$1,430,438	\$99,397	\$1,686,500
2019-20	1,094,439	355,460	1,094,440	355,459
Workers Compensation Fund				
Fiscal Year	Beginning of Year Liability	Claims and Changes in Estimates	Claim Payments	End of Year Liability
2020-21	\$1,649,392	\$1,027,207	\$1,057,765	\$1,618,834
2019-20	1,400,930	1,330,234	1,081,772	1,649,392

**K. Construction Commitments**

The City has active construction projects as of June 30, 2021. At year-end the government's commitments with contractors for specific projects are as follows:

Construction Commitments	Original Contract	Spent to Date	Remaining Commitment
General Government	\$1,243,201	\$570,459	\$672,742
Public Safety	487,015	389,141	97,874
Parks and Recreation	138,769	90,532	48,237
Environmental Health	1,060,775	683,489	377,286
Streets	1,550,852	323,279	1,227,573
Wastewater	9,920,729	3,783,395	6,137,334
Total	\$14,401,341	\$5,840,295	\$8,561,046

**L. Deficits in Fund Equity**

At June 30, 2021, no funds, as shown in the basic financial statements, were in a deficit position. The Equipment Maintenance Internal Service Fund, as shown in the Combining Statement of Net Position in Other Supplementary Information, has a deficit balance of \$78,262 June 30, 2021. This has decreased by \$203,964 from the previous fiscal year as the City has appropriately adjusted the internal charges for this fund in order to better cover the expenditures. This was intended to be a gradual approach beginning with Budget Year 2020; the City believes that the deficit will be eliminated in FY2022. The Desert Hills Golf Course Fund, as shown in the Combining Statement of Fund Net Position in Other Supplementary Information, has a deficit balance of \$1,492,763 at June 30, 2021. While the City has been working diligently to expand its tournament base through a variety of new advertising campaigns to increase its revenue, the COVID-19 pandemic forced closure of the golf course for over a quarter of the year, and during its popular season. The Grants Fund is showing a deficit balance of \$553,894 due to expenditures relating to COVID-19 that have been submitted to Arizona Department of Emergency and Military Affairs under a COVID-19 related grant but have not yet been approved for reimbursement. Maintenance Improvement Districts closed the year with a deficit balance of \$33,462; which will be paid with district assessments.

**M. Excess of Expenditures Over Appropriations**

The City's expenditures exceeded appropriations in four funds. The Debt Service Fund exceeded appropriations by \$65,128 primarily due to issuance costs of refunding the 2010 excise tax bond at a lower interest rate. The fund was not significantly impaired by the excess expenditures. The Maintenance Improvement Districts Fund exceed appropriations by \$33,462 due to new districts incurring costs before special assessments were levied; the excess will be paid with future district assessments. The Insurance Reserve Fund and Worker's Compensation Fund exceeded appropriations by \$697,161 and \$24,378, respectively due to unexpected claims and judgements. Neither fund was significantly impaired by the excess expenses.



**N. Subsequent Events**

On December 15, 2021, City Council approves an Ordinance to move forward with the \$71,040,000 Utility System Revenue Obligation Series 2021 to expand the capacity at the Desert Dunes Wastewater Treatment Plant.

**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 one pending matter may have a material adverse effect on the City's financial position at June 30, 2021. As such, the City has recorded a liability of \$250,000 in the Insurance Reserve Fund that is expected to be paid out in FY 2022.

**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.

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## REQUIRED SUPPLEMENTAL INFORMATION



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## GENERAL EMPLOYEES' RETIREMENT FUNDS

**City of Yuma, Arizona**

**Schedule of the City's Proportionate Share of the Net Pension Liability**

June 30, 2021

Arizona State Retirement System	Reporting Fiscal Year (Measurement Date)		
	2021 (2020)	2020 (2019)	2019 (2018)
City's proportion of the net pension liability	0.30200%	0.31886%	0.31025%
City's proportionate share of the net pension liability	\$ 52,326,091	\$ 46,397,840	\$ 43,268,957
City's covered payroll	\$ 33,050,148	\$ 32,377,692	\$ 30,840,431
City's proportionate share of the net pension liability as a percentage of its covered payroll	158.32%	143.30%	140.30%
Plan fiduciary net position as a percentage of the total pension liability	69.33%	73.24%	73.40%
From ASRS GASB68 & 75 Reporting - page 132			
Plan pension liability	56,494,106		
Plan fiduciary net position	39,167,586		
Plan fiduciary net position as a percentage of the total pension liability	69.33%		

Elected Officials Retirement Plan	Reporting Fiscal Year (Measurement Date)		
	2021 (2020)	2020 (2019)	2019 (2018)
City's proportion of the net pension liability	0.657428%	0.356800%	0.461140%
City's proportionate share of the net pension liability	\$ 4,437,384	\$ 2,366,249	\$ 2,905,818
City's covered payroll	\$ 249,040	\$ 247,298	\$ 247,328
City's proportionate share of the net pension liability as a percentage of its covered payroll	1781.80%	956.84%	1174.88%
Plan fiduciary net position as a percentage of the total pension liability	29.80%	30.14%	30.40%

Note: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as available

Reporting Fiscal Year (Measurement Date)				
2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2012
0.312690%	0.307830%	0.313750%	0.313640%	
\$ 48,711,007	\$ 49,686,854	\$ 48,871,806	\$ 46,324,403	Information
\$ 30,307,677	\$ 28,462,610	\$ 28,442,751	\$ 27,663,180	not available
160.72%	174.57%	171.83%	167.46%	
69.92%	67.06%	63.85%	69.49%	

Reporting Fiscal Year (Measurement Date)				
2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2012
0.313770%	0.038265%			
\$ 3,822,739	\$ 2,912,340	Information	Information	Information
\$ 248,957	\$ 247,464	not available	not available	not available
1535.50%	1176.87%			
19.70%	23.42%			

City of Yuma, Arizona

Schedule of the City's Proportionate Share of the Net Pension Liability

June 30, 2021

<b><u>PSPRS Police</u></b>	<b><u>Reporting Fiscal Year (Measurement Date)</u></b>		
	<b><u>2021</u></b> <b><u>(2020)</u></b>	<b><u>2020</u></b> <b><u>(2019)</u></b>	<b><u>2019</u></b> <b><u>(2018)</u></b>
<b><u>TOTAL PENSION LIABILITY</u></b>			
Service cost	\$ 1,778,959	\$ 2,037,864	\$ 1,865,115
Interest on the total pension liability	8,767,069	8,416,772	8,066,846
Changes of benefit terms	-	-	-
Differences between expected and actual experience	3,293,433	537,676	(18,200)
Changes of assumptions or other inputs	-	2,691,789	-
Benefit payments, including refunds of employee contributions	(7,444,933)	(6,692,093)	(5,888,584)
Net change in total pension liability	6,394,528	6,992,008	4,025,177
Total pension liability - beginning	122,040,346	115,048,338	111,023,161
<b>Total pension liability - ending (a)</b>	<b>\$ 128,434,874</b>	<b>\$ 122,040,346</b>	<b>\$ 115,048,338</b>
<b><u>PLAN FIDUCIARY NET POSITION</u></b>			
Contributions - employer	\$ 5,715,980	\$ 5,577,447	\$ 4,161,523
Contributions - employee	871,344	906,329	1,052,451
Net investment income	666,258	2,663,690	3,273,094
Benefity payments, including refunds of employee contributions	(7,444,933)	(6,692,093)	(5,888,584)
Administrative expense	(54,337)	(47,310)	(50,516)
Other changes	13,435	-	(145,591)
Net change in plan fiduciary net position	(232,253)	2,408,063	2,402,377
Plan fiduciary net position - beginning	52,205,888	49,797,986	47,395,609
Adjustment to beginning of year	(47,508)	(161)	-
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 51,926,127</b>	<b>\$ 52,205,888</b>	<b>\$ 49,797,986</b>
<b>City's net pension liability - ending (a) - (b)</b>	<b>\$ 76,508,747</b>	<b>\$ 69,834,458</b>	<b>\$ 65,250,352</b>

<b><u>PSPRS Police</u></b>	<b><u>Reporting Fiscal Year (Measurement Date)</u></b>		
	<b><u>2021</u></b> <b><u>(2020)</u></b>	<b><u>2020</u></b> <b><u>(2019)</u></b>	<b><u>2019</u></b> <b><u>(2018)</u></b>
Plan fiduciary net position as a percentage of the total pension liability	40.43%	42.78%	43.28%
Covered payroll	\$ 9,569,156	\$ 10,011,096	\$ 10,587,032
City's net pension liability as a percentage of covered payroll	799.53%	697.57%	616.32%

Note: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as available

Reporting Fiscal Year (Measurement Date)				
2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2012
\$ 2,537,434	\$ 2,001,398	\$ 2,064,841	\$ 2,043,247	Information not available
7,469,258	7,036,487	6,836,389	5,718,621	
1,361,581	2,526,647	-	2,022,309	
192,540	29,904	(500,429)	(53,936)	
3,881,385	3,687,996	-	9,770,998	
(5,480,859)	(5,713,372)	(5,926,760)	(4,619,148)	
9,961,339	9,569,060	2,474,041	14,882,091	
101,061,822	91,492,762	89,018,721	74,136,630	
<b>\$ 111,023,161</b>	<b>\$ 101,061,822</b>	<b>\$ 91,492,762</b>	<b>\$ 89,018,721</b>	
\$ 4,860,230	\$ 4,511,261	\$ 3,321,709	\$ 3,099,353	
1,256,377	1,286,467	1,313,708	1,103,885	
4,981,294	242,213	1,497,736	5,100,174	
(5,480,859)	(5,713,372)	(5,926,760)	(4,619,148)	
(44,476)	(35,254)	(36,917)	(41,075)	
(24,290)	(102,489)	(106,535)	(80,531)	
5,548,276	188,826	62,941	4,562,658	
41,847,333	41,658,507	41,595,566	37,032,908	
-	-	-	-	
<b>\$ 47,395,609</b>	<b>\$ 41,847,333</b>	<b>\$ 41,658,507</b>	<b>\$ 41,595,566</b>	
<b>\$ 63,627,552</b>	<b>\$ 59,214,489</b>	<b>\$ 49,834,255</b>	<b>\$ 47,423,155</b>	

Reporting Fiscal Year (Measurement Date)				
2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2012
42.69%	41.41%	45.53%	46.73%	Information not available
\$ 11,327,294	\$ 10,739,726	\$ 10,916,220	\$ 10,475,959	
597.30%	589.66%	481.89%	464.63%	



City of Yuma, Arizona

Schedule of the City's Proportionate Share of the Net Pension Liability

June 30, 2021

<b><u>PSPRS Fire</u></b>	<b><u>Reporting Fiscal Year (Measurement Date)</u></b>		
	<b><u>2021 (2020)</u></b>	<b><u>2020 (2019)</u></b>	<b><u>2019 (2018)</u></b>
<b><u>TOTAL PENSION LIABILITY</u></b>			
Service cost	\$ 1,476,341	\$ 1,579,025	\$ 1,558,380
Interest on the total pension liability	6,799,883	6,634,098	6,356,400
Changes of benefit terms	-	-	-
Differences between expected and actual experience	4,335,248	(1,504,948)	(769,630)
Changes of assumptions or other inputs	-	1,568,402	-
Benefit payments, including refunds of employee contributions	(5,178,376)	(4,171,191)	(4,213,435)
Net change in total pension liability	7,433,096	4,105,386	2,931,715
Total pension liability - beginning	94,261,928	90,156,542	87,224,827
<b>Total pension liability - ending (a)</b>	<b>\$ 101,695,024</b>	<b>\$ 94,261,928</b>	<b>\$ 90,156,542</b>
<b><u>PLAN FIDUCIARY NET POSITION</u></b>			
Contributions - employer	\$ 5,136,594	\$ 5,431,590	\$ 3,369,308
Contributions - employee	760,572	570,661	732,048
Net investment income	491,372	1,858,386	2,216,964
Benefity payments, including refunds of employee contributions	(5,178,376)	(4,171,191)	(4,213,435)
Administrative expense	(40,068)	(33,294)	(34,442)
Other changes	-	(90,731)	375
Net change in plan fiduciary net position	1,170,094	3,565,421	2,070,818
Plan fiduciary net position - beginning	37,767,102	34,219,258	32,148,440
Adjustment to beginning of year	2	(17,577)	-
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 38,937,198</b>	<b>\$ 37,767,102</b>	<b>\$ 34,219,258</b>
<b>City's net pension liability - ending (a) - (b)</b>	<b>\$ 62,757,826</b>	<b>\$ 56,494,826</b>	<b>\$ 55,937,284</b>

<b><u>PSPRS Fire</u></b>	<b><u>Reporting Fiscal Year (Measurement Date)</u></b>		
	<b><u>2021 (2020)</u></b>	<b><u>2020 (2019)</u></b>	<b><u>2019 (2018)</u></b>
Plan fiduciary net position as a percentage of the total pension liability	38.29%	40.07%	37.96%
Covered payroll	\$ 7,823,750	\$ 7,780,952	\$ 7,779,859
City's net pension liability as a percentage of covered payroll	802.15%	726.07%	719.00%

Note: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as available

Reporting Fiscal Year (Measurement Date)				
2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2012
\$ 1,753,544	\$ 1,504,175	\$ 1,443,632	\$ 1,511,371	Information not available
5,828,117	5,580,799	5,332,981	4,671,699	
752,016	3,597,460	-	1,370,597	
447,610	(2,260,983)	894,372	(1,120,811)	
3,928,814	2,732,266	-	6,122,119	
(4,633,460)	(4,692,861)	(4,395,817)	(3,798,443)	
8,076,641	6,460,856	3,275,168	8,756,532	
79,148,186	72,687,330	69,412,162	60,655,630	
<b>\$ 87,224,827</b>	<b>\$ 79,148,186</b>	<b>\$ 72,687,330</b>	<b>\$ 69,412,162</b>	
\$ 3,870,770	\$ 3,700,007	\$ 2,750,517	\$ 2,603,104	
949,203	947,173	899,220	754,968	
3,407,616	166,820	1,040,382	3,516,237	
(4,633,460)	(4,692,861)	(4,395,817)	(3,798,443)	
(30,552)	(24,404)	(25,761)	(28,319)	
362	(227,494)	(251,349)	949	
3,563,939	(130,759)	17,192	3,048,496	
28,584,501	28,715,260	28,698,068	25,649,572	
-	-	-	-	
<b>\$ 32,148,440</b>	<b>\$ 28,584,501</b>	<b>\$ 28,715,260</b>	<b>\$ 28,698,068</b>	
<b>\$ 55,076,387</b>	<b>\$ 50,563,685</b>	<b>\$ 43,972,070</b>	<b>\$ 40,714,094</b>	

Reporting Fiscal Year (Measurement Date)				
2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2012
36.86%	36.12%	39.51%	41.34%	Information not available
\$ 7,384,578	\$ 7,592,493	\$ 7,516,425	\$ 7,294,375	
767.63%	672.98%	569.09%	569.78%	

**City of Yuma, Arizona**

**Schedule of City Pension Contributions**

June 30, 2021

**Arizona State Retirement System**

	Reporting Fiscal Year			
	2021	2020	2019	2018
Statutorily required contribution	\$ 3,523,235	\$ 3,784,242	\$ 3,619,826	\$ 3,361,607
City's contributions in relation to the statutorily required contribution	3,523,235	3,784,242	3,619,826	3,361,607
City's contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 30,242,361	\$ 33,050,148	\$ 32,377,693	\$ 30,840,431
City's contributions as a percentage of covered payroll	11.65%	11.45%	11.18%	10.90%

**Elected Officials Retirement Plan**

	Reporting Fiscal Year			
	2021	2020	2019	2018
Statutorily required contribution	\$ 153,341	\$ 152,985	\$ 152,088	\$ 58,122
City's contributions in relation to the statutorily required contribution	153,341	152,985	152,088	58,122
City's contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 249,619	\$ 249,040	\$ 247,298	\$ 247,328
City's contributions as a percentage of covered payroll	61.43%	61.43%	61.50%	23.50%

**PSPRS Police**

	Reporting Fiscal Year			
	2021	2020	2019	2018
Statutorily required contribution	\$ 6,328,489	\$ 5,747,235	\$ 5,406,993	\$ 5,656,651
City's contributions in relation to the statutorily required contribution	26,042,339	5,747,235	5,406,993	5,656,651
City's contribution deficiency (excess)	\$ (19,713,850)	\$ -	\$ -	\$ -
City's covered payroll	\$ 40,627,674	\$ 9,569,156	\$ 10,011,096	\$ 10,587,032
City's contributions as a percentage of covered payroll	64.10%	60.06%	54.01%	53.43%

**PSPRS Fire**

	Reporting Fiscal Year			
	2021	2020	2019	2018
Statutorily required contribution	\$ 5,725,785	\$ 5,234,089	\$ 5,382,085	\$ 4,625,904
City's contributions in relation to the statutorily required contribution	21,011,935	5,234,089	5,382,085	4,625,904
City's contribution deficiency (excess)	\$ (15,286,150)	\$ -	\$ -	\$ -
City's covered payroll	\$ 30,259,123	\$ 7,823,750	\$ 7,780,952	\$ 7,779,859
City's contributions as a percentage of covered payroll	69.44%	66.90%	69.17%	59.46%

Note: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as available

Reporting Fiscal Year					
2017	2016	2015	2014	2013	2012
\$ 3,288,383	\$ 3,129,314	\$ 3,145,752	\$ 2,960,244	\$ 2,982,796	\$ 2,670,832
3,288,383	3,129,314	3,145,752	2,960,244	2,982,796	2,670,832
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 30,307,677	\$ 28,462,610	\$ 28,442,751	\$ 27,663,180	\$ 27,365,079	\$ 26,665,390
10.85%	10.99%	11.06%	10.70%	10.90%	10.02%

Reporting Fiscal Year					
2017	2016	2015	2014	2013	2012
\$ 58,505	\$ 58,154	Information Not Available	Information Not Available	Information Not Available	Information Not Available
58,505	58,154	Information Not Available	Information Not Available	Information Not Available	Information Not Available
\$ -	\$ -				
\$ 248,957	\$ 247,464				
23.50%	23.50%				

Reporting Fiscal Year					
2017	2016	2015	2014	2013	2012
\$ 4,871,869	\$ 4,514,793	\$ 3,301,671	\$ 3,099,836	\$ 2,542,704	\$ 2,129,675
4,871,869	4,514,793	3,301,671	3,099,836	2,542,704	2,129,675
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 11,327,294	\$ 10,739,726	\$ 10,916,220	\$ 10,475,959	\$ 9,771,656	\$ 9,362,181
43.01%	42.04%	30.25%	29.59%	26.02%	22.75%

Reporting Fiscal Year					
2017	2016	2015	2014	2013	2012
\$ 3,723,304	\$ 3,543,790	\$ 2,608,314	\$ 2,441,615	\$ 2,475,800	\$ 1,920,172
3,723,304	3,543,790	2,608,314	2,441,615	2,475,800	1,920,172
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 7,384,578	\$ 7,592,493	\$ 7,516,425	\$ 7,294,375	\$ 7,250,887	\$ 6,327,761
50.42%	46.67%	34.70%	33.47%	34.14%	30.35%



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## BUDGETARY COMPARISON SCHEDULES

**City of Yuma, Arizona**

**Budgetary Comparison Schedule**

For the Year Ended June 30, 2021

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Property Tax - Primary	\$14,215,309	\$14,215,309	\$14,069,953	(\$145,356)
Property Tax - Delinquent	227,002	227,002	308,862	81,860
City Sales Tax	21,508,400	21,508,400	28,160,761	6,652,361
Public Enterprise In-Lieu	229,900	229,900	229,900	-
Franchise Tax	3,116,000	3,116,000	3,219,963	103,963
<b>Total Taxes</b>	<b>39,296,611</b>	<b>39,296,611</b>	<b>45,989,439</b>	<b>6,692,828</b>
Business Licenses	246,150	246,150	281,677	35,527
Liquor Licenses	27,630	27,630	36,765	9,135
Building Permits	1,600,740	1,600,740	2,395,869	795,129
Alcohol Permits	7,830	7,830	5,275	(2,555)
Animal Licenses	67,500	67,500	49,308	(18,192)
<b>Total Licenses</b>	<b>1,949,850</b>	<b>1,949,850</b>	<b>2,768,894</b>	<b>819,044</b>
State Shared Sales Tax	8,075,000	8,075,000	11,659,856	3,584,856
State Shared Income Tax	14,220,248	14,220,248	14,046,299	(173,949)
State Shared Auto Lieu Tax	3,400,000	3,400,000	5,195,063	1,795,063
Smart and Safe AZ	-	-	169,140	169,140
Other Governmental Charges	36,000	36,000	34,180	(1,820)
<b>Total Intergovernmental</b>	<b>25,731,248</b>	<b>25,731,248</b>	<b>31,104,538</b>	<b>5,373,290</b>
Building Inspection Fees	413,190	413,190	524,520	111,330
Recreation Fees	336,150	336,150	156,904	(179,246)
Police Services	675,000	675,000	573,310	(101,690)
Fire Ambulance Services	3,651,300	3,651,300	3,820,482	169,182
Arizona Avenue Rentals	-	-	88,450	88,450
Other Charges	59,400	59,400	230,957	171,557
<b>Total Charges for Services</b>	<b>5,135,040</b>	<b>5,135,040</b>	<b>5,394,623</b>	<b>259,583</b>
City Court Fines	891,900	891,900	930,712	38,812
<b>Total Fines and Forfeitures</b>	<b>891,900</b>	<b>891,900</b>	<b>930,712</b>	<b>38,812</b>
Interest	225,000	225,000	92,746	(132,254)
Rental Receipts	220,005	220,005	370,530	150,525
<b>Total Interest and Rentals</b>	<b>445,005</b>	<b>445,005</b>	<b>463,276</b>	<b>18,271</b>
Sales of Surplus Property	9,000	9,000	38,258	29,258
Other	94,590	94,590	921,920	827,330
<b>Total Miscellaneous</b>	<b>103,590</b>	<b>103,590</b>	<b>960,178</b>	<b>856,588</b>
<b>Total Revenues</b>	<b>\$73,553,244</b>	<b>\$73,553,244</b>	<b>\$87,611,660</b>	<b>\$14,058,416</b>

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

<b>EXPENDITURES</b>	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
Mayor and Council	\$ 986,004	\$ 986,004	\$ 849,829	\$ 136,175
City Administrator's Office	2,553,423	3,004,983	2,632,763	372,220
City Attorney's Office	1,420,766	1,420,766	1,202,357	218,409
Information Technology	2,977,180	3,042,180	2,628,654	413,526
Facilities Maintenance	4,935,015	5,690,811	5,253,673	437,138
Finance Department	2,263,057	2,363,057	2,092,111	270,946
General Government	2,141,739	2,141,739	746,805	1,394,934
Human Resources	1,321,894	1,321,894	1,142,051	179,843
Intragovernmental Charges	(5,107,254)	(4,910,227)	(5,210,709)	300,482
Budget Only-Operation Efficiency	(3,233,235)	(3,233,235)	-	(3,233,235)
<b>Total General Government</b>	<b>10,258,589</b>	<b>11,827,972</b>	<b>11,337,534</b>	<b>490,438</b>
Police Department	31,686,450	51,645,990	48,095,335	3,550,655
Fire Department	18,592,260	32,597,980	29,376,712	3,221,268
Municipal Court	2,047,520	2,050,089	2,050,048	41
<b>Total Public Safety</b>	<b>52,326,230</b>	<b>86,294,059</b>	<b>79,522,095</b>	<b>6,771,964</b>
Parks and Recreation Dept.	6,939,302	6,800,184	5,371,209	1,428,975
<b>Total Parks and Recreation</b>	<b>6,939,302</b>	<b>6,800,184</b>	<b>5,371,209</b>	<b>1,428,975</b>
Building Safety	2,626,118	2,614,118	2,354,505	259,613
Engineering	486,626	486,626	391,640	94,986
Planning & Nighborhood Svs.	860,356	860,356	797,181	63,175
<b>Total Comm. Development</b>	<b>3,973,100</b>	<b>3,961,100</b>	<b>3,543,326</b>	<b>417,774</b>
Principal	321,197	314,945	331,186	(16,241)
Issuance Costs	-	-	2,100,611	(2,100,611)
<b>Total Debt Service</b>	<b>321,197</b>	<b>314,945</b>	<b>2,431,797</b>	<b>(2,116,852)</b>
City Administrator's Office	-	8,440	8,232	208
Information Technology	89,001	24,001	10,542	13,459
Facilities Maintenance	-	16,794	16,792	2
Finance Department	100,000	-	-	-
Parks and Recreation Dept.	9,831	123,147	26,180	96,967
Police Department	8,500	8,500	-	8,500
Fire Department	-	46,098	13,965	32,133
Municipal Court	5,000	9,631	9,631	-
Planning & Nighborhood Svs.	60,000	72,000	(14,723)	86,723
Capital Projects	55,000	55,000	54,600	400
<b>Total Capital Outlay</b>	<b>327,332</b>	<b>363,611</b>	<b>125,219</b>	<b>238,392</b>
<b>Total Expenditures</b>	<b>\$ 74,145,750</b>	<b>\$ 109,561,871</b>	<b>\$ 102,331,180</b>	<b>\$ 7,230,691</b>



**City of Yuma, Arizona**

**Budgetary Comparison Schedule**

For the Year Ended June 30, 2021

**General Fund**

**Exhibit E-1**

*Concluded*

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues Over / (Under)				
Expenditures	(\$592,506)	(\$36,008,627)	(\$14,719,520)	\$6,827,725
<b><u>OTHER FINANCING SOURCES (USES)</u></b>				
Issuance of Long-Term Debt	-	-	159,475,000	(159,475,000)
Transfers Out	(4,613,456)	(4,613,456)	(4,111,671)	(501,785)
<b>Total Other Fin. Sources (Uses)</b>	<b>(4,613,456)</b>	<b>(4,613,456)</b>	<b>155,363,329</b>	<b>(159,976,785)</b>
Net Change in Fund Balance	(\$5,205,962)	(\$40,622,083)	140,643,809	\$181,265,892
<b><u>FUND BALANCE</u></b>				
Beginning July 1, 2020			29,236,186	
Ending June 30, 2021			169,879,995	
<i>Less Fund Balance that is:</i>				
Nonspendable			(28,747)	
Restricted			(122,386,492)	
<b>Ending Unassigned Balance</b>			<b>\$47,464,756</b>	

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

**City of Yuma, Arizona**

**Road Tax Fund**

**Budgetary Comparison Schedule**

**Exhibit E-2**

For the Year Ended June 30, 2021

<b>REVENUE</b>	<b>Budget</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
Taxes				
Special Road Sales Tax	\$10,752,092	\$10,752,092	\$14,077,987	\$ 3,325,895
Use of Money and Property				
Rent	143,456	143,456	33,513	(109,943)
Interest	196,000	196,000	22,124	(173,876)
Charges For Services				
Developer Charges	20,000	20,000	32,636	12,636
Miscellaneous				
Other	51,500	51,500	6,151	(45,349)
<b>Total Revenues</b>	<b>11,163,048</b>	<b>11,163,048</b>	<b>14,172,411</b>	<b>3,009,363</b>
<b>EXPENDITURES</b>				
Current:				
Public Safety				
Traffic Signals and Signs	904,395	904,395	689,533	214,862
Streets				
Engineering	2,315,930	2,315,930	1,895,176	420,754
Street Maintenance	13,190	13,190	13,190	-
Pathways and Trails	360,567	360,567	298,318	62,249
Right-Of-Way Management	29,078	29,078	68,949	(39,871)
Budget Only - Operation Efficiency	(91,266)	(91,266)		
Capital Outlay				
Debt Service				
Leases	52,717	52,717	51,996	721
Capital Projects				
Streets	6,646,500	6,646,500	1,779,179	4,867,321
<b>Total Expenditures</b>	<b>10,231,111</b>	<b>10,231,111</b>	<b>4,796,341</b>	<b>5,526,036</b>
Revenues Over / (Under)				
Expenditures	931,937	931,937	9,376,070	(8,444,133)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(4,489,179)	(4,489,179)	(4,477,314)	(11,865)
<b>Total Other Fin. Sources (Uses)</b>	<b>(4,489,179)</b>	<b>(4,489,179)</b>	<b>(4,477,314)</b>	<b>(11,865)</b>
<b>Net Change in Fund Balances</b>	<b>\$ (3,557,242)</b>	<b>\$ (3,557,242)</b>	<b>4,898,756</b>	<b>\$ (8,455,998)</b>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			6,104,116	
Ending June 30, 2021			<b>\$11,002,872</b>	

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

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>EXPENDITURES</b>				
Current				
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balances	\$ -	\$ -	-	\$ -
<b>FUND BALANCE</b>				
Beginning July 1, 2020			-	
Ending June 30, 2021			<b>\$ -</b>	

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

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NOTES TO  
REQUIRED SUPPLEMENTAL  
INFORMATION

## **A. Pension Plan Schedule Note**

### **Actuarial Assumptions for Valuations Performed.**

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated, which is the most recent actuarial valuation. The actuarial assumptions used are disclosed in the notes to the financial statements.

### **Factors that Affect Trends.**

The actuarial assumptions used in the June 30, 2019, valuation for ASRS were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.

The actuarial assumptions used in the June 30, 2020, valuation for PSPRS were based on the results of an actuarial experience study for the 5-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The PSPRS Board adopted the experience study recommended changes which were applied to the June 30, 2017 actuarial valuation.

Arizona courts have ruled that provisions of a 2011 law that changed the mechanism for funding permanent pension benefit increases and increased employee pension contribution rates were unconstitutional or a breach of contract because those provisions apply to individuals who were members as of the law's effective date. As a result, the PSPRS changed benefit terms to reflect the prior mechanism for funding permanent benefit increases for those members and revised actuarial assumptions to explicitly value future permanent benefit increases. PSPRS also reduced those members' employee contribution rates. These changes are reflected in the plan's OR plans' pension liabilities for fiscal year 2015 (measurement date 2014) for members who were retired as of the law's effective date and fiscal year 2018 (measurement date 2017) for members who retired or will retire after the law's effective date. These changes also increased the PSPRS-required pension contributions beginning in fiscal year 2016 for members who were retired as of the law's effective date. These changes increased the PSPRS-required contributions beginning in fiscal year 2019 for members who retired or will retire after the law's effective date.

PSPRS allowed the City to phase in the increased contributions for members who were retired as of the law's effective date over three years. As a result, the City's pension contributions were less than the actuarially determined contributions for 2016 and 2017.

The City refunded excess employee contributions to PSPRS members. PSPRS allowed the City to reduce its actual employer contributions for the refund amounts. As a result, the City's pension contributions were less than the actuarially or statutorily determined contributions for 2018 and 2019.

## **B. 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.



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## OTHER SUPPLEMENTAL INFORMATION





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GOVERNMENTAL  
FUNDS

City of Yuma, Arizona

Combining Balance Sheet

June 30, 2021

	Special Revenue		
	Public Safety Tax	Highway Users Revenue	Grants
<b>ASSETS</b>			
Cash and Investments	\$ 4,153,695	\$ 4,085,771	\$ 454,596
Cash with Fiscal Agents			
Receivables (Net of Allowances for Uncollectibles):			
Accounts Receivable	-	60,774	82,299
Intergovernmental	147,640	791,353	1,242,135
Special Assessments		-	-
Delinquent Property Taxes	-	-	-
Accrued Interest	(353)	2,046	123
Due From Other Funds	-	-	-
Inventory, at cost	-	-	-
Prepaid Items	-	-	-
<b>Total Assets</b>	<b>\$ 4,300,982</b>	<b>\$ 4,939,944</b>	<b>\$ 1,779,153</b>
<b>LIABILITIES</b>			
Accounts Payable	\$ 4,735	\$ 246,816	\$ 14,420
Accrued Payroll, Taxes and Benefits Payable	-	130,350	46,928
Due to Other Funds	-	-	1,764,123
Accrued Interest Payable	-	-	-
Deposits	-	-	-
Unearned Revenues	-	-	507,576
<b>Total Liabilities</b>	<b>4,735</b>	<b>377,166</b>	<b>2,333,047</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable Revenues	-	-	-
<b>FUND BALANCES</b>			
Nonspendable:			
Inventory	-	-	-
Prepaid Items	-	-	-
Spendable			
Restricted	4,296,247	4,562,778	-
Committed			
Unassigned	-	-	(553,894)
<b>Total Fund Balances</b>	<b>4,296,247</b>	<b>4,562,778</b>	<b>(553,894)</b>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 4,300,982	\$ 4,939,944	\$ 1,779,153

**Nonmajor Governmental Funds**

**Exhibit F-1**

Special Revenue Funds

Special Revenue				Total
Community Redevelopment	Two Percent Tax	Yuma Mall Maintenance	Maintenance Improvement Districts	Nonmajor Special Revenue Funds
\$ 81,917	\$ 1,830,829	\$ 3,702	\$ -	\$ 10,610,510
817,500	130,926	495	-	1,091,994
319,174	251,617	3,951	-	2,755,870
-	-	13,174	-	-
-	4,453	-	-	13,174
-	-	-	-	6,269
-	9,092	-	-	-
-	8,070	-	-	9,092
-	-	-	-	8,070
<b>\$ 1,218,591</b>	<b>\$ 2,234,987</b>	<b>\$ 21,322</b>	<b>\$ -</b>	<b>\$ 14,494,979</b>
\$ 256,049	\$ 48,656	\$ 3,007	\$ 15,293	\$ 588,976
12,353	90,847	5,141	-	285,619
142,140	-	-	18,169	1,924,432
-	-	-	-	-
-	70,294	-	-	70,294
-	74,812	-	-	582,388
<b>410,542</b>	<b>284,609</b>	<b>8,148</b>	<b>33,462</b>	<b>3,451,709</b>
808,049	-	13,174	-	821,223
-	9,092	-	-	9,092
-	8,070	-	-	8,070
-	1,933,216	-	-	10,792,241
-	-	-	(33,462)	-
-	<b>1,950,378</b>	-	<b>(33,462)</b>	<b>(587,356)</b>
<b>\$ 1,218,591</b>	<b>\$ 2,234,987</b>	<b>\$ 21,322</b>	<b>\$ -</b>	<b>\$ 14,494,979</b>

**City of Yuma, Arizona**

**Combining Balance Sheet**

June 30, 2021

	Capital Projects Funds		
	Capital Improvement Projects	Parks and Recreation	Police Projects
<b>ASSETS</b>			
Cash and Investments	\$ 3,392,305	\$ 2,124,430	\$ 2,928,028
Cash with Fiscal Agents			
Receivables (Net of Allowances for Uncollectibles):			
Accounts Receivable	145,518	-	-
Intergovernmental	253,640	-	-
Delinquent Property Taxes	-	-	-
Accrued Interest	-	1,246	284
Inventory, at cost	-	-	-
Prepaid Items	-	-	-
<b>Total Assets</b>	<b>\$ 3,791,463</b>	<b>\$ 2,125,676</b>	<b>\$ 2,928,312</b>
<b>LIABILITIES</b>			
Accounts Payable	\$ 20,825	\$ 1,012	\$ 53,455
Accrued Payroll, Taxes and Benefits Payable	-	-	-
Due to Other Funds	-	-	-
Deposits	-	-	-
Unearned Revenues	1,806,235	-	-
<b>Total Liabilities</b>	<b>1,827,060</b>	<b>1,012</b>	<b>53,455</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable Revenues	-	-	-
<b>FUND BALANCES</b>			
Nonspendable:			
Inventory	-	-	-
Prepaid Items	-	-	-
Spendable			
Restricted	1,853,784	2,124,664	2,874,857
Committed	110,619	-	-
Unassigned	-	-	-
<b>Total Fund Balances</b>	<b>1,964,403</b>	<b>2,124,664</b>	<b>2,874,857</b>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<b>\$ 3,791,463</b>	<b>\$ 2,125,676</b>	<b>\$ 2,928,312</b>

**Nonmajor Governmental Funds**

**Exhibit F-2**

Capital Project Funds

Capital Project Funds				Total Nonmajor Capital Projects	Total Nonmajor Governmental Funds
Fire Projects	General Government Project	Transportation Projects	Other Capital Projects		
\$ 1,985,124	\$ 80,619	\$ 2,067,364	\$ 40,469	\$ 12,618,339	\$ 23,228,849
-	-	-	-	145,518	1,237,512
-	-	-	-	253,640	3,009,510
-	-	-	-	-	13,174
85	(10)	290	234	2,129	8,398
-	-	-	-	-	9,092
-	-	-	-	-	8,070
<b>\$ 1,985,209</b>	<b>\$ 80,609</b>	<b>\$ 2,067,654</b>	<b>\$ 40,703</b>	<b>\$ 13,019,626</b>	<b>\$ 27,514,605</b>
\$ 382	\$ 24	\$ 781	\$ 1	\$ 76,480	\$ 665,456
-	-	-	-	-	285,619
-	-	-	-	-	1,924,432
-	-	-	-	-	70,294
-	-	-	-	1,806,235	2,388,623
<b>382</b>	<b>24</b>	<b>781</b>	<b>1</b>	<b>1,882,715</b>	<b>5,334,424</b>
-	-	-	-	-	821,223
-	-	-	-	-	9,092
-	-	-	-	-	8,070
1,984,827	80,585	2,066,873	40,702	11,026,292	21,818,533
-	-	-	-	110,619	110,619
-	-	-	-	-	(587,356)
<b>1,984,827</b>	<b>80,585</b>	<b>2,066,873</b>	<b>40,702</b>	<b>11,136,911</b>	<b>21,358,958</b>
<b>\$ 1,985,209</b>	<b>\$ 80,609</b>	<b>\$ 2,067,654</b>	<b>\$ 40,703</b>	<b>\$ 13,019,626</b>	<b>\$ 27,514,605</b>

**City of Yuma, Arizona**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**

For the Year Ended June 30, 2021

	Special Revenue		
	Public Safety Tax	Highway User Revenue	Grants
<b>REVENUE:</b>			
Taxes	\$ 5,629,280	\$ -	\$ -
Intergovernmental	-	8,884,158	8,281,987
Charges for Services	-	-	-
Interest and Rents	8,715	11,715	-
Contributions/Donations	-	-	186,023
Miscellaneous	3,727	48,119	-
<b>Total Revenues</b>	<b>5,641,722</b>	<b>8,943,992</b>	<b>8,468,010</b>
<b>EXPENDITURES:</b>			
Current:			
General Government	-	-	20,575
Public Safety	1,846,513	506,439	8,051,738
Streets	-	8,380,716	-
Parks, Recreation and Culture	-	-	132,370
Environmental Health and Protection	-	75,603	-
Community Design and Development	-	-	-
Capital Outlay	423,547	226,971	292,749
Capital Projects			
General Government	-	-	220,437
Public Safety	425,908	-	-
Streets	-	188,531	-
Parks, Recreation and Culture	-	-	-
Debt Service:			
Leases	356,074	-	-
<b>Total Expenditures</b>	<b>3,052,042</b>	<b>9,378,260</b>	<b>8,717,869</b>
Revenues Over/(Under) Expenditures	2,589,680	(434,268)	(249,859)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	-	-
Transfers Out	(947,771)	(116,742)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(947,771)</b>	<b>(116,742)</b>	<b>-</b>
Net Changes in Fund Balances	1,641,909	(551,010)	(249,859)
Fund Balances, Beginning	2,654,338	5,113,788	(304,035)
<b>Fund Balances, Ending</b>	<b>\$ 4,296,247</b>	<b>\$ 4,562,778</b>	<b>\$ (553,894)</b>

**Nonmajor Governmental Funds**

**Exhibit F-3**

Special Revenue Funds

Special Revenue				Total
Community Redevelopment	Two Percent Tax	Yuma Mall Maintenance	Maintenance Improvement Districts	Nonmajor Special Revenue Funds
\$ -	\$ 6,812,288	\$ 105,276	\$ -	\$ 12,546,844
2,355,950	-	-	-	19,522,095
-	243,040	-	-	243,040
-	3,093	-	-	23,523
-	-	-	-	186,023
7,921	9,686	8,271	-	77,724
<b>2,363,871</b>	<b>7,068,107</b>	<b>113,547</b>	<b>-</b>	<b>32,599,249</b>
-	23,634	-	-	44,209
-	-	-	-	10,404,690
-	-	-	-	8,380,716
-	4,867,592	-	-	4,999,962
-	-	-	-	75,603
2,129,848	4,862	207,020	33,462	2,375,192
-	115,788	-	-	1,059,055
-	-	-	-	220,437
-	-	-	-	425,908
143,491	-	-	-	332,022
90,532	9,300	-	-	99,832
-	49,488	-	-	405,562
<b>2,363,871</b>	<b>5,070,664</b>	<b>207,020</b>	<b>33,462</b>	<b>28,823,188</b>
-	1,997,443	(93,473)	(33,462)	3,776,061
-	-	93,473	-	93,473
-	(820,941)	-	-	(1,885,454)
<b>-</b>	<b>(820,941)</b>	<b>93,473</b>	<b>-</b>	<b>(1,791,981)</b>
-	1,176,502	-	(33,462)	1,984,080
-	773,876	-	-	8,237,967
<b>\$ -</b>	<b>\$ 1,950,378</b>	<b>\$ -</b>	<b>\$ (33,462)</b>	<b>\$ 10,222,047</b>



**City of Yuma, Arizona**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**

For the Year Ended June 30, 2021

	Capital Projects Funds		
	Capital Improvement Projects	Parks and Recreation	Police Projects
<b>REVENUE:</b>			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Charges for Services	-	710,136	345,737
Interest and Rentals	102,774	5,342	6,654
Contributions and Donations	-	-	-
Miscellaneous	-	-	-
<b>Total Revenues</b>	<b>102,774</b>	<b>715,478</b>	<b>352,391</b>
<b>EXPENDITURES:</b>			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Streets	-	-	-
Parks, Recreation and Culture	-	-	-
Environmental Health and Protection	-	-	-
Community Design and Development	-	-	-
Capital Outlay	-	-	-
Capital Projects			
General Government	28,795	-	-
Public Safety	-	-	269,189
Streets	55,622	-	-
Parks, Recreation and Culture	-	-	-
Debt Service:			
Leases	-	-	-
<b>Total Expenditures</b>	<b>84,417</b>	<b>-</b>	<b>269,189</b>
Revenues Over/(Under) Expenditures	18,357	715,478	83,202
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	-	-
Transfers Out	-	(555,141)	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>(555,141)</b>	<b>-</b>
Net Changes in Fund Balances	18,357	160,337	83,202
Fund Balances, Beginning	1,946,046	1,964,327	2,791,655
<b>Fund Balances, Ending</b>	<b>\$ 1,964,403</b>	<b>\$ 2,124,664</b>	<b>\$ 2,874,857</b>

**Nonmajor Governmental Funds**

**Exhibit F-4**

Capital Project Funds

Capital Project Funds				Total	Total
Fire Projects	General Government Project	Transportation Projects	Other Capital Projects	Nonmajor Capital Projects	Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,546,844
-	-	-	-	-	19,522,095
430,146	20,303	610,207	-	2,116,529	2,359,569
3,949	158	3,876	93	122,846	146,369
-	-	-	-	-	186,023
-	-	-	-	-	77,724
<b>434,095</b>	<b>20,461</b>	<b>614,083</b>	<b>93</b>	<b>2,239,375</b>	<b>34,838,624</b>
-	-	-	-	-	44,209
-	-	-	-	-	10,404,690
-	-	-	-	-	8,380,716
-	-	-	-	-	4,999,962
-	-	-	-	-	75,603
-	-	-	-	-	2,375,192
-	-	-	-	-	1,059,055
-	-	-	-	28,795	249,232
-	-	-	-	269,189	695,097
-	-	-	-	55,622	387,644
-	-	-	-	-	99,832
-	-	-	-	-	405,562
-	-	-	-	<b>353,606</b>	<b>29,176,794</b>
434,095	20,461	614,083	93	1,885,769	5,661,830
-	-	-	-	-	93,473
-	-	-	-	(555,141)	(2,440,595)
-	-	-	-	<b>(555,141)</b>	<b>(2,347,122)</b>
434,095	20,461	614,083	93	1,330,628	3,314,708
1,550,732	60,124	1,452,790	40,609	9,806,283	18,044,250
<b>\$ 1,984,827</b>	<b>\$ 80,585</b>	<b>\$ 2,066,873</b>	<b>\$ 40,702</b>	<b>\$ 11,136,911</b>	<b>\$ 21,358,958</b>



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## BUDGETARY COMPARISON SCHEDULES

**City of Yuma, Arizona**

**Budgetary Comparison Schedule**

For the Year Ended June 30, 2021

**Public Safety Tax Fund**

**Exhibit G-1**

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Taxes:				
Public Safety Sales Tax	\$ 4,298,450	\$ 4,298,450	\$ 5,629,280	\$ 1,330,830
Interest and Rents:				
Interest	64,400	64,400	8,715	(55,685)
Miscellaneous				
Other	6,000	6,000	3,727	(2,273)
<b>Total Revenues</b>	<b>4,368,850</b>	<b>4,368,850</b>	<b>5,641,722</b>	<b>1,272,872</b>
<b>EXPENDITURES</b>				
Current:				
Public Safety				
Police Support Services	1,076,968	1,011,862	1,009,861	2,001
Fire Support Services	1,038,659	1,044,659	836,652	208,007
Capital Outlay	515,501	465,501	423,547	41,954
Capital Projects:				
Public Safety	751,000	751,000	425,908	325,092
Debt Service:				
Leases	597,841	597,841	356,074	241,767
<b>Total Expenditures</b>	<b>3,979,969</b>	<b>3,870,863</b>	<b>3,052,042</b>	<b>818,821</b>
Transfers Out	947,371	947,371	947,771	(400)
<b>Total Other Financing</b>				
<b>Sources (Uses)</b>	<b>947,371</b>	<b>947,371</b>	<b>947,771</b>	<b>(400)</b>
<b>Net Changes in Fund Balances</b>	<b>\$ (558,490)</b>	<b>\$ (449,384)</b>	1,641,909	<b>\$ 2,091,293</b>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			2,654,338	
Ending June 30, 2021			<b>\$ 4,296,247</b>	

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

City of Yuma, Arizona

Budgetary Comparison Schedule

For the Year Ended June 30, 2021

Highway User Revenue Fund

Exhibit G-2

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Intergovernmental				
State Gasoline Tax	\$ 7,055,000	\$ 7,055,000	\$ 8,884,158	\$ 1,829,158
Use of Money and Property				
Interest	91,000	91,000	11,715	(79,285)
Miscellaneous				
Engineering Oversight Fees	-	-	-	-
Other	2,430	2,430	48,119	45,689
<b>Total Revenues</b>	<b>7,148,430</b>	<b>7,148,430</b>	<b>8,943,992</b>	<b>1,795,562</b>
<b>EXPENDITURES</b>				
Current:				
Public Safety	523,074	523,074	506,439	16,635
Streets				
Street Maintenance	4,649,774	5,201,985	5,099,355	102,630
Street Lighting	1,073,185	1,073,185	914,626	158,559
Street Sweeping	616,219	616,219	606,454	9,765
Storm Drain Maintenance	294,811	294,811	256,961	37,850
Curbs, Gutters, and Sidewalks	472,189	472,189	390,388	81,801
Retention Basin Maintenance	1,234,522	1,232,052	1,112,932	119,120
Code Enforcement	79,121	79,121	75,603	3,518
Capital Outlay	415,600	465,859	226,971	238,888
Capital Projects				
Streets	1,299,864	1,315,874	188,531	1,127,343
<b>Total Expenditures</b>	<b>10,658,359</b>	<b>11,274,369</b>	<b>9,378,260</b>	<b>1,896,109</b>
Transfers Out	128,484	128,484	116,742	11,742
<b>Total Other Financing</b>				
<b>Sources (Uses)</b>	<b>128,484</b>	<b>128,484</b>	<b>116,742</b>	<b>11,742</b>
<b>Net Changes in Fund Balances</b>	<b>\$(3,638,413)</b>	<b>\$(4,254,423)</b>	<b>(551,010)</b>	<b>\$ (112,289)</b>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			5,113,788	
Ending June 30, 2021			<b>\$ 4,562,778</b>	

**City of Yuma, Arizona**

**Budgetary Comparison Schedule**

For the Year Ended June 30, 2021

**Grants Fund**

**Exhibit G-3**

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Intergovernmental:				
Federal Government	\$28,956,677	\$ 28,896,678	\$ 7,981,555	\$(20,915,123)
State Government	851,000	851,000	223,148	(627,852)
County Government	240,000	240,000	77,284	(162,716)
Contributions/Donations	8,815,091	8,875,140	186,023	(8,689,117)
<b>Total Revenues</b>	<b>38,972,768</b>	<b>38,972,818</b>	<b>8,468,010</b>	<b>(30,504,808)</b>
<b>EXPENDITURES</b>				
Current:				
General Government	135,000	149,198	20,575	128,623
Public Safety	10,567,752	7,119,766	8,051,738	(931,972)
Parks, Recreation and Culture	5,015,728	2,509,227	132,370	2,376,857
Environmental Health and Protect	200,000	200,000	-	200,000
Capital Outlay	-	1,057,952	292,749	765,203
Capital Projects:				
General Government	-	1,827,700	220,437	1,607,263
Streets	23,054,288	20,366,288	-	20,366,288
Parks, Recreation and Culture	-	1,463,000	-	1,463,000
<b>Total Expenditures</b>	<b>38,972,768</b>	<b>34,693,131</b>	<b>8,717,869</b>	<b>25,975,262</b>
<b>Net Changes in Fund Balances</b>	<b>\$ -</b>	<b>\$ 4,279,687</b>	<b>(249,859)</b>	<b>\$ (4,529,546)</b>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			(304,035)	
Ending June 30, 2021			<b>\$ (553,894)</b>	

City of Yuma, Arizona

Budgetary Comparison Schedule

For the Year Ended June 30, 2021

Community Redevelopment Fund

Exhibit G-4

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Intergovernmental:				
Federal Government	\$ 2,065,733	\$ 2,065,733	\$ 2,355,950	\$ 290,217
Miscellaneous:				
Other	1,297,570	1,297,570	7,921	(1,289,649)
<b>Total Revenues</b>	<b>3,363,303</b>	<b>3,363,303</b>	<b>2,363,871</b>	<b>(999,432)</b>
<b>EXPENDITURES</b>				
Current:				
Community Development	2,990,303	4,695,478	2,129,848	2,565,630
Capital Outlay	-	-	-	-
Capital Projects				
General Government	373,000	(373,000)	-	(373,000)
Public Safety	-	-	-	-
Streets	-	393,432	143,491	249,941
Parks, Recreation and Culture	-	363,501	90,532	272,969
Debt Service				
Principal	-	-	-	-
Interest and Fiscal Agent Fees	-	-	-	-
<b>Total Expenditures</b>	<b>3,363,303</b>	<b>5,079,411</b>	<b>2,363,871</b>	<b>2,715,540</b>
<b>Net Changes in Fund Balances</b>	<b>\$ -</b>	<b>\$ (1,716,108)</b>	<b>-</b>	<b>\$ (3,714,972)</b>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			-	
Ending June 30, 2021			<b>\$ -</b>	



City of Yuma, Arizona

Budgetary Comparison Schedule

For the Year Ended June 30, 2021

Two Percent Tax Fund

Exhibit G-5

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Taxes				
Two Percent Tax	\$ 4,871,250	\$ 4,871,250	\$ 6,812,288	\$ 1,941,038
Charges for Services				
Concessions	310,575	310,575	72,535	(238,040)
Recreation Fees	171,077	171,077	170,505	(572)
Interest and Rents				
Interest	26,250	26,250	3,093	(23,157)
Miscellaneous	6,375	6,375	9,686	3,311
<b>Total Revenues</b>	<b>5,385,527</b>	<b>5,385,527</b>	<b>7,068,107</b>	<b>1,682,580</b>
<b>EXPENDITURES</b>				
Current:				
Parks, Recreation and Culture				
Administration	318,577	318,577	422,032	(103,455)
Outside Agencies	622,024	622,024	907,359	(285,335)
Civic and Convention Center	2,275,834	2,192,607	1,639,635	552,972
Baseball Complex	726,418	724,245	571,884	152,361
Art Center	1,142,873	1,142,873	995,117	147,756
Heritage Events	144,234	144,234	102,645	41,589
Heritage Area Development	293,239	293,239	228,920	64,319
General Government	23,635	(107,904)	23,634	(131,538)
Golf Course	-	2,000	4,862	(2,862)
Budget Only - Operation Efficiency	(131,539)	(131,539)	-	(131,539)
Capital Outlay	23,855	107,255	115,788	(8,533)
Capital Projects:				
Parks, Recreation and Culture	75,000	75,000	9,300	65,700
Debt Service:				
Leases	33,717	33,717	49,488	(15,771)
<b>Total Expenditures</b>	<b>5,547,867</b>	<b>5,416,328</b>	<b>5,070,664</b>	<b>345,664</b>
Transfers Out	(957,966)	(957,966)	(820,941)	(137,025)
<b>Total Other Financing</b>				
<b>Sources (Uses)</b>	<b>(957,966)</b>	<b>(957,966)</b>	<b>(820,941)</b>	<b>(137,025)</b>
<b>Net Changes in Fund Balances</b>	<b>\$ 795,626</b>	<b>\$ 927,165</b>	<b>2,818,384</b>	<b>\$ 1,473,941</b>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			773,876	
Ending June 30, 2021			<b>\$ 3,592,260</b>	

City of Yuma, Arizona

Yuma Mall Maintenance Fund

Budgetary Comparison Schedule

Exhibit G-6

For the Year Ended June 30, 2021

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Taxes				
Mall Assessments	\$ 110,000	\$ 110,000	\$ 101,022	\$ (8,978)
Property Tax - Delinquent	5,000	5,000	4,254	(746)
Miscellaneous				
Other	2,500	2,500	8,271	5,771
<b>Total Revenues</b>	<b>117,500</b>	<b>117,500</b>	<b>113,547</b>	<b>(3,953)</b>
<b>EXPENDITURES</b>				
Community Design and Development				
Mall Maintenance	238,978	223,150	207,020	16,130
Capital Outlay	-	15,828	-	15,828
<b>Total Expenditures</b>	<b>238,978</b>	<b>238,978</b>	<b>207,020</b>	<b>31,958</b>
Transfers In	-	-	93,473	93,473
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>93,473</b>	<b>93,473</b>
<b>Net Changes in Fund Balances</b>	<b>\$ (121,478)</b>	<b>\$ (121,478)</b>	<b>-</b>	<b>\$ 57,562</b>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			-	
Ending June 30, 2021			\$ -	

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Taxes				
District Assessments	\$ -	\$ -	\$ -	\$ -
Miscellaneous				
Other	-	-	-	-
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>EXPENDITURES</b>				
Community Design and Development				
District Maintenance	-	-	33,462	(33,462)
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>33,462</b>	<b>(33,462)</b>
Transfers In	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Changes in Fund Balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(33,462)</b>	<b>\$ 33,462</b>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			-	
Ending June 30, 2021			<b>\$ (33,462)</b>	

**City of Yuma, Arizona**

**Budgetary Comparison Schedule**

For the Year Ended June 30, 2021

**Capital Improvements Fund**

**Exhibit G-8**

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Interest and Rentals				
Interest	\$ 102,500	\$ 102,500	\$ 102,774	\$ 274
Total Revenues	<u>102,500</u>	<u>102,500</u>	<u>102,774</u>	<u>274</u>
<b>EXPENDITURES</b>				
Capital Projects:				
General Government	209,000	70,000	28,795	41,205
Streets	564,000	309,000	55,622	253,378
Leases				
Total Expenditures	<u>773,000</u>	<u>379,000</u>	<u>84,417</u>	<u>294,583</u>
<b>Net Changes in Fund Balances</b>	<u>\$ (670,500)</u>	<u>\$ (276,500)</u>	18,357	<u>\$ 294,309</u>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			1,946,046	
Ending June 30, 2021			<u>\$ 1,964,403</u>	

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Charges for Services:				
Development Fees	\$ 445,500	\$ 445,500	\$ 710,136	\$ 264,636
Interest and Rentals:				
Interest	32,500	32,500	5,342	(27,158)
Total Revenues	<u>478,000</u>	<u>478,000</u>	<u>715,478</u>	<u>237,478</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	<u>(555,141)</u>	<u>(555,141)</u>	<u>(555,141)</u>	<u>-</u>
<b>Net Changes in Fund Balances</b>	<u>\$ (77,141)</u>	<u>\$ (77,141)</u>	160,337	<u>\$ 237,478</u>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			1,964,327	
Ending June 30, 2021			<u>\$ 2,124,664</u>	

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b><u>REVENUE:</u></b>				
Charges for Services:				
Development Fees	\$ 289,800	\$ 289,800	\$ 345,737	\$ 55,937
Interest and Rentals:				
Interest	33,000	33,000	6,654	(26,346)
Total Revenues	<u>322,800</u>	<u>322,800</u>	<u>352,391</u>	<u>29,591</u>
<b><u>EXPENDITURES</u></b>				
Capital Projects:				
Public Safety	350,000	350,000	269,189	80,811
Total Expenditures	<u>350,000</u>	<u>350,000</u>	<u>269,189</u>	<u>80,811</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>				
Transfers Out				
Net Changes in Fund Balances	<u>\$ (27,200)</u>	<u>\$ (27,200)</u>	83,202	<u>\$ 110,402</u>
<b><u>FUND BALANCE</u></b>				
Beginning July 1, 2020			2,791,655	
Ending June 30, 2021			<u>\$ 2,874,857</u>	

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Charges for Services:				
Development Fees	\$ 178,425	\$ 178,425	\$ 430,146	\$ 251,721
Interest and Rentals:				
Interest	15,500	15,500	3,949	(11,551)
Total Revenues	<u>193,925</u>	<u>193,925</u>	<u>434,095</u>	<u>240,170</u>
<b>EXPENDITURES</b>				
Capital Projects:				
Public Safety	350,000	350,000	-	350,000
Total Expenditures	<u>350,000</u>	<u>350,000</u>	<u>-</u>	<u>350,000</u>
<b>Net Changes in Fund Balances</b>	<u>\$ (156,075)</u>	<u>\$ (156,075)</u>	434,095	<u>\$ 590,170</u>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			1,550,732	
Ending June 30, 2021			<u>\$ 1,984,827</u>	

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Charges for Services:				
Development Fees	\$ 9,742	\$ 9,742	\$ 20,303	\$ 10,561
Interest and Rentals:				
Interest	600	600	158	(442)
Total Revenues	<u>10,342</u>	<u>10,342</u>	<u>20,461</u>	<u>10,119</u>
<b>EXPENDITURES</b>				
Capital Projects:				
General Government	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Changes in Fund Balances</b>	<u>\$ 10,342</u>	<u>\$ 10,342</u>	20,461	<u>\$ 10,119</u>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			60,124	
Ending June 30, 2021			<u>\$ 80,585</u>	



	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Charges for Services:				
Development Fees	\$ 224,550	\$ 224,550	\$ 610,207	\$ 385,657
Interest and Rentals:				
Interest	15,000	15,000	3,876	(11,124)
Total Revenues	<u>239,550</u>	<u>239,550</u>	<u>614,083</u>	<u>374,533</u>
<b>EXPENDITURES</b>				
Capital Projects:				
Public Works	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Changes in Fund Balances</b>	<u>\$ 239,550</u>	<u>\$ 239,550</u>	614,083	<u>\$ 374,533</u>
<b>FUND BALANCE</b>				
Beginning July 1, 2020			1,452,790	
Ending June 30, 2021			<u>\$ 2,066,873</u>	

**City of Yuma, Arizona**

**Budgetary Comparison Schedule**

For the Year Ended June 30, 2021

**Other Improvement Projects Fund**

**Exhibit G-14**

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b><u>REVENUE:</u></b>				
Interest	\$ 350	\$ 350	\$ 93	\$ (257)
Total Revenues	<u>350</u>	<u>350</u>	<u>93</u>	<u>(257)</u>
<b><u>EXPENDITURES</u></b>				
Capital Projects:				
Transportation	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Changes in Fund Balances</b>	<b><u>\$ 350</u></b>	<b><u>\$ 350</u></b>	<b>93</b>	<b><u>\$ (257)</u></b>
<b><u>FUND BALANCE</u></b>				
Beginning July 1, 2020			40,609	
Ending June 30, 2021			<b><u>\$ 40,702</u></b>	



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MAJOR FUNDS  
NOT INCLUDED IN  
REQUIRED SUPPLEMENTAL  
INFORMATION

<b>REVENUE</b>	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
Special Assessments	\$ 365,000	\$ 365,000	\$ 365,000	\$ -
Interest and Rentals	8,578	8,578	9,306	728
<b>Total Revenues</b>	<b>373,578</b>	<b>373,578</b>	<b>374,306</b>	<b>728</b>
<b>EXPENDITURES</b>				
Debt Service:				
Principal	8,130,000	8,130,000	8,140,000	(10,000)
Interest and Fiscal Agent Fees	3,314,259	3,314,259	3,213,522	100,737
Issuance Costs	-	-	155,865	(155,865)
<b>Total Expenditures</b>	<b>11,444,259</b>	<b>11,444,259</b>	<b>11,509,387</b>	<b>(65,128)</b>
Revenues Over / (Under) Expenditures	(11,070,681)	(11,070,681)	(11,135,081)	64,400
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of Long-Term Debt	8,130,000	8,130,000	11,765,000	(3,635,000)
Premium on Issuance of Long-Term Debt	3,308,559	3,308,559	1,009,182	2,299,377
Payment to Refunded Bond Escrow	5,700	5,700	(12,618,318)	12,624,018
Transfers In	-	-	10,979,050	(10,979,050)
<b>Total Other Fin. Sources (Uses)</b>	<b>11,444,259</b>	<b>11,444,259</b>	<b>11,134,914</b>	<b>309,345</b>
Net Change in Fund Balances	\$ 373,578	\$ 373,578	(167)	\$ 373,745
<b>FUND BALANCE</b>				
Beginning July 1, 2020			5,003	
Ending June 30, 2021			<b>\$ 4,836</b>	

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## ENTERPRISE FUNDS

June 30, 2021

	Business-type Activities Enterprise Funds			Total Nonmajor Proprietary Funds
	Solid Waste	Radio Communication	Desert Hills Golf Course	
<b>ASSETS</b>				
Current Assets:				
Cash and Investments	\$2,576,290	\$ 4,303,367	\$ 2,123	\$ 6,881,780
Receivables, Net of Allowance for Uncollectibles:				
Accounts Receivable	448,086	-	48,355	496,441
Intergovernmental	3,021	67,379	728	71,128
Accrued Interest	547	248	-	795
Inventory, at cost	-	77,255	24,396	101,651
<b>Total Current Assets</b>	<b>3,027,944</b>	<b>4,448,249</b>	<b>75,602</b>	<b>7,551,795</b>
Noncurrent Assets:				
Capital Assets:				
Buildings	-	-	3,102,865	3,102,865
Improvements Other than Buildings	50,738	-	3,290,355	3,341,093
Equipment	301,894	8,466,023	338,793	9,106,710
Gross Capital Assets	352,632	8,466,023	6,732,013	15,550,668
Accumulated Depreciation	(352,632)	(8,514,403)	(5,786,747)	(14,653,782)
Capital Assets, Net of Depreciation	-	(48,380)	945,266	896,886
<b>Total Noncurrent Assets</b>	<b>-</b>	<b>(48,380)</b>	<b>945,266</b>	<b>896,886</b>
<b>Total Assets</b>	<b>3,027,944</b>	<b>4,399,869</b>	<b>1,020,868</b>	<b>8,448,681</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension Contributions - Current Year	64,828	40,870	78,216	183,914
Other Pension Items	108,845	68,620	131,325	308,790
<b>Total Deferred Outflows of Resources</b>	<b>173,673</b>	<b>109,490</b>	<b>209,541</b>	<b>492,704</b>
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts Payable	116,484	713,093	14,822	844,399
Accrued Payroll and Related Taxes	45,263	22,146	33,428	100,837
Current Portion-Accrued				
Compensated Absences	25,010	21,541	24,315	70,866
Due to Other Funds	-	-	1,324,650	1,324,650
Unearned Revenue	-	58,570	100,668	159,238
<b>Total Current Liabilities</b>	<b>186,757</b>	<b>815,350</b>	<b>1,497,883</b>	<b>2,499,990</b>
Noncurrent Liabilities:				
Pension Liability	962,800	606,983	1,161,639	2,731,422
Accrued Compensated Absences	68,396	64,091	26,394	158,881
<b>Total Long-Term Liabilities</b>	<b>1,031,196</b>	<b>671,074</b>	<b>1,188,033</b>	<b>2,890,303</b>
<b>Total Liabilities</b>	<b>1,217,953</b>	<b>1,486,424</b>	<b>2,685,916</b>	<b>5,390,293</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Other Pension Items	30,879	19,467	37,256	87,602
<b>Total Deferred Inflows of Resources</b>	<b>30,879</b>	<b>19,467</b>	<b>37,256</b>	<b>87,602</b>
<b>NET POSITION</b>				
Net investment in capital assets	-	(48,380)	945,266	896,886
Unrestricted (deficit)	1,952,785	3,051,848	(2,438,029)	2,566,604
<b>Total Net Position</b>	<b>\$1,952,785</b>	<b>\$ 3,003,468</b>	<b>\$(1,492,763)</b>	<b>\$ 3,463,490</b>

For the Year Ended June 30, 2021

	Business-type Activities Enterprise Funds			Total Nonmajor Proprietary Funds
	Solid Waste	Radio Communication	Desert Hills Golf Course	
<b>OPERATING REVENUES</b>				
Charges for Services	\$ 5,000,126	\$ 2,230,981	\$ -	\$ 7,231,107
Green Fees	-	-	482,735	482,735
Cart and Club Rental	-	-	296,674	296,674
Pro Shop Sales	-	-	203,379	203,379
Restaurant Sales	-	-	19,563	19,563
<b>Total Operating Revenues</b>	<b>5,000,126</b>	<b>2,230,981</b>	<b>1,002,351</b>	<b>8,233,458</b>
<b>OPERATING EXPENSES</b>				
Operations and Maintenance	4,254,686	2,208,993	1,593,930	8,057,609
Depreciation and Amortization	258	188,430	106,307	294,995
<b>Total Operating Expenses</b>	<b>4,254,944</b>	<b>2,397,423</b>	<b>1,700,237</b>	<b>8,352,604</b>
Operating Income/(Loss)	745,182	(166,442)	(697,886)	(119,146)
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Interest	5,427	7,550	149	13,126
Miscellaneous Revenues	17,133	1,113	5,872	24,118
<b>Net Non-Operating Revenues</b>	<b>22,560</b>	<b>8,663</b>	<b>6,021</b>	<b>37,244</b>
Income/(Loss) before Contributions and Transfers	767,742	(157,779)	(691,865)	(81,902)
Capital Contributions	-	688,842	-	688,842
Transfers In	-	-	250,000	250,000
Transfers Out	(165,228)	-	(2,101)	(167,329)
Change in Net Position	602,514	531,063	(443,966)	689,611
Net Position - Beginning	1,350,271	2,472,405	(1,048,797)	2,773,879
<b>Net Position - Ending</b>	<b>\$ 1,952,785</b>	<b>\$ 3,003,468</b>	<b>\$ (1,492,763)</b>	<b>\$ 3,463,490</b>



For the Year Ended June 30, 2021

	Business-type Activities Enterprise Funds			Total Nonmajor Proprietary Funds
	Solid Waste	Radio Communication	Desert Hills Golf Course	
<b>Cash Flow from Operating Activities:</b>				
Cash Received from Customers	\$4,980,190	\$2,318,415	\$1,039,394	\$8,337,999
Cash Paid to Employees	(1,117,066)	(459,703)	(781,232)	(2,358,001)
Cash Paid to Suppliers	(3,173,482)	(1,192,305)	(807,187)	(5,172,974)
Other Operating Activity Revenue	17,133	1,112	5,872	24,117
Net Cash Provided by/(used for) Operating Activities	706,775	667,519	(543,153)	831,141
<b>Cash Flows from Noncapital Financing Activities:</b>				
Cash Received from Other Funds	-	-	250,000	250,000
Cash Paid to Other Funds	(165,229)	(9,977)	(2,101)	(177,307)
Interfund Borrowing	-	-	301,243	301,243
Net Cash Flows Provided by/ (Used for) Noncapital Financing Activities	(165,229)	(9,977)	549,142	373,936
<b>Cash Flow from Capital and Related Financing Activities:</b>				
Contributions of Capital	-	688,842	-	688,842
Acquisition and Construction of Assets Financing Activities	-	-	(7,715)	(7,715)
	-	688,842	(7,715)	681,127
<b>Cash Flows from Investing Activities:</b>				
Receipt of Interest	5,700	7,953	149	13,802
Net Cash Provided by Investing Activities	5,700	7,953	149	13,802
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>	547,246	1,354,337	(1,577)	1,900,006
Cash and Cash Equivalents, July 1	2,029,044	2,949,030	3,700	4,981,774
Cash and Cash Equivalents, June 30	\$2,576,290	\$4,303,367	\$ 2,123	\$6,881,780
<b>Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(used for) Operating Activities:</b>				
Operating Income/(Loss)	\$ 745,182	\$ (166,442)	\$ (697,886)	\$ (119,146)
<b>Adjustments to Reconcile Operating Income/(Loss)</b>				
Depreciation and Amortization Expense	258	188,430	106,307	294,995
(Increase)/Decrease in Accounts Receivable	(19,937)	84,941	37,043	102,047
Decrease in Inventories	-	-	18,825	18,825
Decrease in Prepaid Items	-	30	-	30
Increase (Decrease) in Accounts Payable	(38,092)	548,967	(25,417)	485,458
Increase / (Decrease) in Accrued Wages and Taxes Payable	(13,222)	(1,755)	1,291	(13,686)
Increase (Decrease) in Customer Deposits	-	2,493	-	2,493
(Decrease) in Unearned Revenue	-	-	(7,832)	(7,832)
Increase in Pension Reporting	15,453	9,742	18,645	43,840
Increase in Other Operating Activity Revenue	17,133	1,113	5,871	24,117
Total Adjustments	(38,407)	833,961	154,733	950,287
Net Cash Provided by/(used for) Operating Activities	\$ 706,775	\$ 667,519	\$ (543,153)	\$ 831,141

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## BUDGETARY COMPARISON SCHEDULES

## City of Yuma, Arizona

### Budgetary Comparison Schedule

For the Year Ended June 30, 2021

<b>INFLOW OF RESOURCES:</b>	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
Inside City	\$19,743,750	\$ 19,743,750	\$ 23,122,780	\$ 3,379,030
Outside City	2,319,885	2,319,885	2,467,341	147,456
Commercial Raw Water	119,700	119,700	147,858	28,158
Meters, Connections and Services	1,206,640	1,206,640	419,402	(787,238)
<b>Total Operating Revenues</b>	<b>23,389,975</b>	<b>23,389,975</b>	<b>26,157,381</b>	<b>2,767,406</b>
Interest	814,500	814,500	111,899	(702,601)
Miscellaneous	58,950	58,950	61,297	2,347
<b>Total NonOperating Revenues</b>	<b>873,450</b>	<b>873,450</b>	<b>173,196</b>	<b>(700,254)</b>
Capital Contributions:				
System Development	135,000	135,000	194,408	59,408
Capacity Rights	2,160,000	2,160,000	3,141,281	981,281
Issuance of Long-Term Debt	-	-	-	-
Issuance of Capital Lease	16,860	16,860	-	(16,860)
<b>Other Financing Sources</b>	<b>2,311,860</b>	<b>2,311,860</b>	<b>3,335,689</b>	<b>1,023,829</b>
<b>Total Inflow of Resources</b>	<b>26,575,285</b>	<b>26,575,285</b>	<b>29,666,266</b>	<b>3,090,981</b>
<b>USE OF RESOURCES:</b>				
Administration	2,800,995	2,787,008	2,995,562	(208,554)
Treatment	7,059,047	7,059,047	6,170,027	889,020
Water Transmission	1,965,439	1,965,439	1,522,560	442,879
Customer Services	950,830	950,830	895,436	55,394
Water Transfer	42,750	42,750	27,718	15,032
Laboratory	306,348	306,348	267,546	38,802
Facilities Maintenance	-	-	1,189	(1,189)
Infrastructure Maintenance	-	-	17,400	(17,400)
<b>Total Operating Expenses</b>	<b>13,125,409</b>	<b>13,111,422</b>	<b>11,897,438</b>	<b>1,213,984</b>
Interest and Fiscal Agent Fees	2,408,213	2,408,213	2,408,213	-
<b>Total Non-operating Expenses</b>	<b>2,408,213</b>	<b>2,408,213</b>	<b>2,408,213</b>	<b>-</b>
Capital Outlay	1,003,500	1,017,487	309,538	707,949
Capital Projects	10,246,500	10,246,500	2,376,757	7,869,743
Debt Service:				
Principal Retirement	6,481,272	6,481,272	6,481,272	-
Leases	16,860	16,860	16,859	1
Transfers Out	77,445	77,445	59,616	17,829
<b>Other Financing Uses</b>	<b>17,748,132</b>	<b>17,762,119</b>	<b>9,184,426</b>	<b>8,577,693</b>
<b>Total Use of Resources</b>	<b>33,281,754</b>	<b>33,281,754</b>	<b>23,490,077</b>	<b>9,791,677</b>
<b>Inflows of Resources Over (Under)</b>				
<b>Uses of Resources</b>	<b>\$ (6,706,469)</b>	<b>\$ (6,706,469)</b>	<b>\$ 6,176,189</b>	<b>\$ (6,700,696)</b>

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Reconciliation to Change in Net Position:</b>				
<b>Inflow of Resources Over (Under) Uses of Resources</b>			<b>\$6,176,189</b>	
Capital Outlay			309,538	
Capital Projects			2,376,757	
Principal Retirement			6,498,131	
Issuance of Long-Term Debt			-	
Issuance of Capital Leases			-	
Payment to Refunded Bond Escrow			-	
Capital Contributions for Developer Additions to System			923,413	
Debt Issuance Costs Deferred				
Amortization of Deferred Charges on Refunding			172,260	
Amortization of Bond Premium			-	
Pension Contributions in excess of Expense			(108,593)	
Loss on Disposal of Assets			-	
Depreciation and Amortization			(7,717,958)	
<b>Change in Net Position</b>			<b>\$ 8,570,121</b>	

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**

For the Year Ended June 30, 2021

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>INFLOW OF RESOURCES:</b>				
Inside City	\$12,834,225	\$ 12,834,225	\$ 14,820,364	\$ 1,986,139
Outside City	1,044,000	1,044,000	1,090,690	46,690
Contractual/Industrial Services	2,099,250	2,099,250	2,194,625	95,375
Meters, Connections and Services	50,400	50,400	77,074	26,674
<b>Total Operating Revenues</b>	<b>16,027,875</b>	<b>16,027,875</b>	<b>18,182,753</b>	<b>2,154,878</b>
Interest	879,470	879,470	116,136	(763,334)
Miscellaneous	24,300	24,300	81,764	57,464
<b>Total NonOperating Revenues</b>	<b>903,770</b>	<b>903,770</b>	<b>197,900</b>	<b>(705,870)</b>
Capital Contributions:				
Capacity Rights	2,520,000	2,520,000	3,458,574	938,574
Wastewater Interceptor	171,000	171,000	233,097	62,097
Wastewater Trunk Line Charges	13,500	13,500	15,360	1,860
Issuance of Capital Lease	16,860	16,860	-	(16,860)
<b>Other Financing Sources</b>	<b>2,721,360</b>	<b>2,721,360</b>	<b>3,707,031</b>	<b>985,671</b>
<b>Total Inflow of Resources</b>	<b>19,653,005</b>	<b>19,653,005</b>	<b>22,087,684</b>	<b>2,434,679</b>
<b>USE OF RESOURCES:</b>				
Administration	2,025,895	2,025,895	1,940,227	85,668
Treatment	7,005,199	6,997,428	6,350,464	646,964
Pretreatment	469,222	469,222	437,596	31,626
Collection	1,425,801	1,425,801	1,340,124	85,677
Laboratory	314,844	314,844	219,801	95,043
Facilities Maintenance	-	-	882	(882)
<b>Total Operating Expenses</b>	<b>11,240,961</b>	<b>11,233,190</b>	<b>10,289,094</b>	<b>944,096</b>
Interest and Fiscal Agent Fees	797,930	797,930	797,931	(1)
<b>Total Non-operating Expenses</b>	<b>797,930</b>	<b>797,930</b>	<b>797,931</b>	<b>(1)</b>
Capital Outlay	329,000	336,771	299,076	37,695
Capital Projects	8,193,000	8,193,000	1,621,694	6,571,306
Debt Service:				
Principal Retirement	3,870,728	3,870,728	3,870,728	-
Leases	16,860	16,860	37,388	(20,528)
Transfers Out	65,970	65,970	65,998	(28)
<b>Other Financing Uses</b>	<b>12,409,588</b>	<b>12,417,359</b>	<b>5,828,886</b>	<b>6,588,473</b>
<b>Total Use of Resources</b>	<b>24,448,479</b>	<b>24,448,479</b>	<b>16,915,911</b>	<b>7,532,568</b>
<b>Inflows of Resources Over (Under)</b>				
<b>Uses of Resources</b>	<b>(\$4,795,474)</b>	<b>(\$4,795,474)</b>	<b>\$5,171,773</b>	<b>(\$5,097,889)</b>

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Reconciliation to Change in Net Position:</b>				
<b>Inflow of Resources Over (Under) Uses of Resources</b>			<b>\$5,171,773</b>	
Capital Outlay			299,076	
Capital Projects			1,621,694	
Principal Retirement			3,908,116	
Issuance of Long-Term Debt			-	
Issuance of Capital Leases			-	
Payment to Refunded Bond Escrow			-	
Amortization of Deferred Charges on Refunding			34,579	
Amortization of Bond Premium				
Capital Contributions for Subdivider Additions to System			1,967,701	
Pension Contributions in excess of Expense			(77,350)	
Loss on Disposal of Assets			(2,129)	
Depreciation and Amortization			(6,578,394)	
<b>Change in Net Position</b>			<b>\$ 6,279,068</b>	

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.

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>INFLOW OF RESOURCES:</b>				
Charges for Service				
Collection Fees	\$ 4,252,800	\$ 4,252,800	\$ 5,000,126	\$ 747,326
Interest	28,800	28,800	5,427	(23,373)
Miscellaneous				
Other	10,080	10,080	17,133	7,053
<b>Total Inflow of Resources</b>	<b>4,291,680</b>	<b>4,291,680</b>	<b>5,022,686</b>	<b>731,006</b>
<b>USE OF RESOURCES:</b>				
Environmental Health and Protection				
Residential Services	3,568,455	3,568,455	3,519,139	49,316
Uncontained Waste	471,082	471,082	390,108	80,974
Recycling	300,811	300,811	329,986	(29,175)
<b>Total Expenses</b>	<b>4,340,348</b>	<b>4,340,348</b>	<b>4,239,233</b>	<b>101,115</b>
Capital Outlay	100,383	100,383	-	100,383
Transfers Out	176,950	176,950	165,228	11,722
<b>Other Financing Uses</b>	<b>277,333</b>	<b>277,333</b>	<b>165,228</b>	<b>112,105</b>
<b>Total Use of Resources</b>	<b>4,617,681</b>	<b>4,617,681</b>	<b>4,404,461</b>	<b>213,220</b>
<b>Inflows of Resources Over (Under) Uses of Resources</b>	<b>(\$326,001)</b>	<b>(\$326,001)</b>	<b>618,225</b>	<b>\$517,786</b>
<b>Reconciliation to Change in Net Position:</b>				
Pension Contributions in excess of Expense			(15,453)	
Depreciation and Amortization			(258)	
Change in Net Position			\$ 602,514	

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

For the Year Ended June 30, 2021

Radio Communication Fund

Exhibit I-4

<b>INFLOW OF RESOURCES:</b>	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
Charges for Service				
Radio Equipment Fees	\$ 1,015,200	\$ 1,015,200	\$ 1,106,513	\$ 91,313
Software Fees	988,000	988,000	1,054,665	66,665
911 Admin Fees	97,914	97,914	69,803	(28,111)
Intergovernmental:				
State Government	-	655,000	688,842	33,842
Budget Authority Reserve	1,000,000	345,000	-	(345,000)
Use of Money and Property				
Interest	25,000	25,000	7,550	(17,450)
Miscellaneous				
Other	-	-	1,113	1,113
<b>Total Inflow of Resources</b>	<b>3,126,114</b>	<b>3,126,114</b>	<b>2,928,486</b>	<b>(197,628)</b>
<b>USE OF RESOURCES:</b>				
Environmental Health				
Radio Communications	880,398	1,712,260	804,267	907,993
Radio Software	1,286,751	1,364,457	709,677	654,780
911 Administration	90,500	185,106	25,895	159,211
Public Safety	1,000,000	905,394	659,412	245,982
<b>Total Expenses</b>	<b>3,257,649</b>	<b>4,167,217</b>	<b>2,199,251</b>	<b>1,967,966</b>
Capital Outlay	901,575	(7,993)	-	(7,993)
<b>Other Financing Uses</b>	<b>901,575</b>	<b>(7,993)</b>	<b>-</b>	<b>(7,993)</b>
<b>Total Use of Resources</b>	<b>4,159,224</b>	<b>4,159,224</b>	<b>2,199,251</b>	<b>1,959,973</b>
<b>Inflows of Resources Over (Under)</b>				
<b>Uses of Resources</b>	<b>(\$1,033,110)</b>	<b>(\$1,033,110)</b>	<b>729,235</b>	<b>(\$2,157,601)</b>
<b>Reconciliation to Change in Net Position:</b>				
Pension Contributions in excess of Expense			(9,742)	
Depreciation and Amortization			(188,430)	
Change in Net Position			<u>\$ 531,063</u>	

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.



	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>INFLOW OF RESOURCES:</b>				
Green Fees	\$ 569,280	\$ 569,280	\$ 482,735	\$ (86,545)
Cart and Club Rental	157,040	157,040	296,674	139,634
Pro Shop Sales	143,200	143,200	203,379	60,179
Restaurant Sales	45,000	45,000	19,563	(25,437)
Miscellaneous	4,960	4,960	5,872	912
<b>Total Inflow of Resources</b>	<b>919,480</b>	<b>919,480</b>	<b>1,008,372</b>	<b>88,892</b>
Transfers In	-	-	250,000	250,000
<b>Other Financing Sources</b>	<b>-</b>	<b>-</b>	<b>250,000</b>	<b>250,000</b>
<b>Total Inflow of Resources</b>	<b>919,480</b>	<b>919,480</b>	<b>1,258,372</b>	<b>338,892</b>
<b>USE OF RESOURCES:</b>				
Maintenance	1,170,209	1,170,209	1,025,154	145,055
Concession	507,829	507,829	548,115	(40,286)
Restaurant	800	800	440	360
Facility Maintenance	(36,743)	(36,743)	1,576	(38,319)
<b>Total Expenses</b>	<b>1,650,095</b>	<b>1,650,095</b>	<b>1,583,000</b>	<b>67,095</b>
Transfers Out	25,625	25,625	2,101	23,524
<b>Other Financing Uses</b>	<b>25,625</b>	<b>25,625</b>	<b>2,101</b>	<b>23,524</b>
<b>Total Use of Resources</b>	<b>1,675,720</b>	<b>1,675,720</b>	<b>1,585,101</b>	<b>90,619</b>
<b>Inflows of Resources Over (Under) Uses of Resources</b>	<b>(\$756,240)</b>	<b>(\$756,240)</b>	<b>(326,729)</b>	<b>\$248,273</b>

## Reconciliation to Change in Net Assets:

Pension Contributions in excess of Expense	(18,645)
Depreciation and Amortization	(106,307)
Change in Net Position	<u>\$ (443,966)</u>

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.

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## INTERNAL SERVICE FUNDS

**City of Yuma, Arizona**

**Combining Statement of Fund Net Position**

June 30, 2021

	Equipment Replacement	Equipment Maintenance
<b>ASSETS</b>		
Current Assets:		
Cash and Investments	\$ 12,353,675	\$ -
Accounts Receivable	3,963	-
Intergovernmental Receivable	-	12
Accrued Interest	6,968	-
Inventory, at cost	-	424,035
Total Current Assets	12,364,606	424,047
Noncurrent Assets:		
Capital Assets:		
Land	-	219,610
Buildings	-	19,251
Improvements Other than Buildings	-	222,733
Equipment	33,510,890	245,489
Less Accumulated Depreciation	(27,679,513)	(364,548)
Total Noncurrent Assets	5,831,377	342,535
<b>Total Assets</b>	<b>\$ 18,195,983</b>	<b>\$ 766,582</b>
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts Payable	\$ 840	\$ 28,434
Accrued Payroll, Taxes and Benefits Payable	-	51,701
Current Portion - Accrued Compensated Absences	-	31,196
Current Portion - Estimated Claims and Judgements	-	-
Due to Other Funds	-	684,051
Total Current Liabilities Payable	840	795,382
Noncurrent Liabilities:		
Estimated Claims and Judgements	-	-
Accrued Compensated Absences	-	49,462
Total Long-Term Liabilities	-	49,462
<b>Total Liabilities</b>	<b>840</b>	<b>844,844</b>
<b>NET POSITION</b>		
Net investment in capital assets	5,831,377	342,535
Unrestricted (deficit)	12,363,766	(420,797)
<b>Total Net Position</b>	<b>\$ 18,195,143</b>	<b>\$ (78,262)</b>

Insurance Reserve	Employee Benefits Trust	Workers Compensation	Totals
\$ 4,369,482	\$ 294,648	\$ 5,657,543	\$ 22,675,348
1,738	-	153,220	158,921
-	-	-	12
(789)	184	1,135	7,498
-	-	-	424,035
<u>4,370,431</u>	<u>294,832</u>	<u>5,811,898</u>	<u>23,265,814</u>
-	-	-	219,610
-	-	-	19,251
-	-	-	222,733
-	-	-	33,756,379
-	-	-	(28,044,061)
-	-	-	<u>6,173,912</u>
<b>\$ 4,370,431</b>	<b>\$ 294,832</b>	<b>\$ 5,811,898</b>	<b>\$ 29,439,726</b>
\$ 27,165	\$ 111	\$ 40,939	\$ 97,489
-	-	-	51,701
-	-	-	31,196
586,500	-	398,296	984,796
-	-	-	684,051
<u>613,665</u>	<u>111</u>	<u>439,235</u>	<u>1,849,233</u>
1,100,000	-	1,220,538	2,320,538
-	-	-	49,462
<u>1,100,000</u>	<u>-</u>	<u>1,220,538</u>	<u>2,370,000</u>
<b>1,713,665</b>	<b>111</b>	<b>1,659,773</b>	<b>4,219,233</b>
-	-	-	6,173,912
2,656,766	294,721	4,152,125	19,046,581
<u><b>\$ 2,656,766</b></u>	<u><b>\$ 294,721</b></u>	<u><b>\$ 4,152,125</b></u>	<u><b>\$ 25,220,493</b></u>

**City of Yuma, Arizona**

**Combining Statement of Revenues, Expenses and Changes in Net Position**

For the Year Ended June 30, 2021

	Equipment Replacement	Equipment Maintenance
<b><u>OPERATING REVENUES</u></b>		
Charges For Services	\$ -	\$ 2,847,754
Contributions		
City	-	-
Equipment Rental	1,789,896	-
Miscellaneous	361	7,409
<b>Total Operating Revenues</b>	<b><u>1,790,257</u></b>	<b><u>2,855,163</u></b>
<b><u>OPERATING EXPENSES</u></b>		
Claims Incurred	-	-
Premiums to Insurance Carriers	-	-
Administration	23,499	2,637,039
Depreciation	2,833,911	14,160
<b>Total Operating Expenses</b>	<b><u>2,857,410</u></b>	<b><u>2,651,199</u></b>
<b>Operating Income/(Loss)</b>	<b><u>(1,067,153)</u></b>	<b><u>203,964</u></b>
<b><u>NON-OPERATING REVENUE / (EXPENSES)</u></b>		
Interest	26,353	-
Gain on the Sale of Assets	68,364	-
<b>Total Non-Operating Revenues</b>	<b><u>94,717</u></b>	<b><u>-</u></b>
<b>Income/(Loss) before transfers</b>	<b><u>(972,436)</u></b>	<b><u>203,964</u></b>
Transfers In	-	-
Transfers Out	-	-
Net Transfers	-	-
<b>Change in Net Position</b>	<b><u>(972,436)</u></b>	<b><u>203,964</u></b>
Net Position, Beginning	19,167,579	(282,226)
<b>Net Position, Ending</b>	<b><u>\$ 18,195,143</u></b>	<b><u>\$ (78,262)</u></b>

Insurance Reserve	Employee Benefits Trust	Workers Compensation	Totals
\$ 1,913,342	\$ -	\$ -	\$ 4,761,096
-	-	1,430,657	1,430,657
-	-	-	1,789,896
5,801	-	4,242	17,813
<b>1,919,143</b>	<b>-</b>	<b>1,434,899</b>	<b>7,999,462</b>
1,430,438	-	1,027,207	2,457,645
907,700	-	178,531	1,086,231
199,630	-	54,000	2,914,168
-	-	-	2,848,071
<b>2,537,768</b>	<b>-</b>	<b>1,259,738</b>	<b>9,306,115</b>
<b>(618,625)</b>	<b>-</b>	<b>175,161</b>	<b>(1,306,653)</b>
8,620	736	9,991	45,700
-	-	-	68,364
<b>8,620</b>	<b>736</b>	<b>9,991</b>	<b>114,064</b>
<b>(610,005)</b>	<b>736</b>	<b>185,152</b>	<b>(1,192,589)</b>
-	-	-	-
-	-	-	-
-	-	-	-
<b>(610,005)</b>	<b>736</b>	<b>185,152</b>	<b>(1,192,589)</b>
3,266,771	293,985	3,966,973	26,413,082
<b>\$ 2,656,766</b>	<b>\$ 294,721</b>	<b>\$ 4,152,125</b>	<b>\$ 25,220,493</b>

**City of Yuma, Arizona**

**Combining Statement of Cash Flows**

For the Year Ended June 30, 2021

	Equipment Replacement	Equipment Maintenance
Cash Flows from Operating Activities:		
Cash Received from Customers	\$ 1,789,896	\$ 2,847,756
Cash Paid to Employees	-	(1,093,829)
Cash Paid to Suppliers	(760,068)	(1,349,040)
Cash Paid For Operating Expenses	-	-
Other Operating Activity Revenue	362	7,409
Net Cash Flows Provided by Operating Activities	<u>1,030,190</u>	<u>412,296</u>
Cash Flows from Noncapital Financing Activities:		
Cash Received from Other Funds	-	-
Cash Paid to Other Funds	-	-
Interfund Borrowing	-	(412,296)
Net Cash Flows (Used for) Noncapital Financing Activities	<u>-</u>	<u>(412,296)</u>
Cash Flows from Capital and Related Financing Activities:		
Proceeds from Sale of Capital Assets	68,364	-
Payments for Capital Acquisitions	(341,091)	-
Net Cash Flows Used for Capital and Related Financing Activities	<u>(272,727)</u>	<u>-</u>
Cash Flows from Investing Activities:		
Receipt of Interest	27,720	-
Net Cash Flows Provided by Investing Activities	<u>27,720</u>	<u>-</u>
Net Increase in Cash and Cash Equivalents	785,183	-
Cash and Cash Equivalents, July 1	11,568,492	-
Cash and Cash Equivalents, June 30	<u>\$ 12,353,675</u>	<u>\$ -</u>
Reconciliation of Operation Income/(Loss) to Net Cash Provided by Operating Activities:		
Operating Income/(Loss)	\$ (1,067,153)	\$ 203,964
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided by Operating Activities:		
Depreciation Expense	2,833,911	14,160
(Increase)/Decrease in Accounts Receivable	-	-
Decrease in Inventory	-	203,900
(Decrease) in Claims Incurred	-	816
Increase/(Decrease) in Accounts Payable	(736,568)	(10,544)
(Decrease) in Payroll Liabilities	-	-
Increase in Estimated Claims	-	-
Total Adjustments	<u>2,097,343</u>	<u>208,332</u>
Net Cash Provided by Operating Activities	<u>\$ 1,030,190</u>	<u>\$ 412,296</u>

Insurance Reserve	Employee Benefits Trust	Workers Compensation	Totals
\$ 1,919,143	\$ -	\$ 1,450,891	\$ 8,007,686
-	-	-	(1,093,829)
(2,538,088)	-	-	(4,647,196)
1,349,272	-	(1,371,159)	(21,887)
-	-	-	7,771
730,327	-	79,732	2,252,545
-	-	-	-
-	-	-	-
			(412,296)
-	-	-	(412,296)
-	-	-	68,364
-	-	-	(341,091)
-	-	-	(272,727)
9,409	803	10,356	48,288
9,409	803	10,356	48,288
739,736	803	90,088	1,615,810
3,629,746	293,845	5,567,456	21,059,539
<u>\$ 4,369,482</u>	<u>\$ 294,648</u>	<u>\$ 5,657,544</u>	<u>\$ 22,675,349</u>
\$ (618,625)	\$ -	\$ 175,161	\$ (1,306,653)
-	-	-	2,848,071
(323)	34	15,993	15,704
-	-	-	203,900
-	-	(30,558)	(30,558)
18,035	(34)	(80,864)	(798,615)
-	-	-	(10,544)
1,331,240	-	-	1,331,240
1,348,952	-	(95,429)	3,559,198
<u>\$ 730,327</u>	<u>\$ -</u>	<u>\$ 79,732</u>	<u>\$ 2,252,545</u>





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## BUDGETARY COMPARISON SCHEDULES



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	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>INFLOW OF RESOURCES:</b>				
Charges for Services	\$2,071,900	\$2,071,900	\$1,789,896	(\$282,004)
Interest	-	-	26,353	26,353
Miscellaneous	-	-	361	361
<b>Total Inflow of Resources</b>	<b>2,071,900</b>	<b>2,071,900</b>	<b>1,816,610</b>	<b>(255,290)</b>
<b>USE OF RESOURCES:</b>				
Current:				
Administration	23,499	23,499	23,499	-
<b>Total Expenses</b>	<b>23,499</b>	<b>23,499</b>	<b>23,499</b>	<b>-</b>
Capital Outlay	3,500,000	1,500,000	341,091	1,158,909
<b>Other Financing Uses</b>	<b>3,500,000</b>	<b>1,500,000</b>	<b>341,091</b>	<b>1,158,909</b>
<b>Total Use of Resources</b>	<b>3,523,499</b>	<b>1,523,499</b>	<b>364,590</b>	<b>1,158,909</b>
<b>Inflows of Resources Over (Under)</b>				
Uses of Resources	<u><b>(\$1,451,599)</b></u>	<u><b>\$548,401</b></u>	<u><b>1,452,020</b></u>	<u><b>(\$1,414,199)</b></u>
<b>Reconciliation to Change in Net Position:</b>				
Capital Outlay			341,093	
Gain on Sale of Asset			68,364	
Depreciation and Amortization			(2,833,911)	
Change in Net Position			<u><b>\$ (972,434)</b></u>	

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**

For the Year Ended June 30, 2021

**Equipment Maintenance Fund**

**Exhibit K-2**

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>INFLOW OF RESOURCES:</b>				
Charges for Services	\$3,009,428	\$3,009,428	\$2,847,754	(\$161,674)
Miscellaneous	-	-	7,409	7,409
<b>Total Inflow of Resources</b>	<b>3,009,428</b>	<b>3,009,428</b>	<b>2,855,163</b>	<b>(154,265)</b>
<b>USE OF RESOURCES:</b>				
Current:				
Administration	2,811,038	2,811,038	2,637,039	173,999
<b>Total Expenses</b>	<b>2,811,038</b>	<b>2,811,038</b>	<b>2,637,039</b>	<b>173,999</b>
Transfers Out	3,991	3,991	-	3,991
<b>Other Financing Uses</b>	<b>3,991</b>	<b>3,991</b>	<b>-</b>	<b>177,990</b>
<b>Total Use of Resources</b>	<b>2,815,029</b>	<b>2,815,029</b>	<b>2,637,039</b>	<b>351,989</b>
<b>Inflows of Resources Over (Under)</b>				
<b>Uses of Resources</b>	<b>\$194,399</b>	<b>\$194,399</b>	<b>218,124</b>	<b>(\$506,254)</b>
<b>Reconciliation to Change in Net Position:</b>				
Depreciation and Amortization			(14,160)	
Change in Net Position			\$ 203,964	

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**

For the Year Ended June 30, 2021

**Insurance Reserve Fund**

**Exhibit K-3**

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>INFLOW OF RESOURCES:</b>				
Charges for Services	\$ 1,937,973	\$ 1,937,973	\$ 1,913,342	\$ (24,631)
Interest	-	-	8,620	8,620
Miscellaneous	-	-	5,801	5,801
<b>Total Inflow of Resources</b>	<b>1,937,973</b>	<b>1,937,973</b>	<b>1,927,763</b>	<b>(10,210)</b>
<b>USE OF RESOURCES:</b>				
Current:				
Claims Incurred	392,000	392,000	1,430,438	(1,038,438)
Premiums to Insurance Carriers	968,607	968,607	907,700	60,907
Administration	480,000	480,000	199,630	280,370
<b>Total Use of Resources</b>	<b>1,840,607</b>	<b>1,840,607</b>	<b>2,537,768</b>	<b>(697,161)</b>
<b>Inflows of Resources Over (Under)</b>				
<b>Uses of Resources</b>	<b>\$ 97,366</b>	<b>\$ 97,366</b>	<b>(610,005)</b>	<b>\$ 686,951</b>
<b>Reconciliation to Change in Net Position:</b>				
Change in Net Position			<b>\$ (610,005)</b>	

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.

	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>INFLOW OF RESOURCES:</b>				
Contributions - City	\$ 17,018	\$ 17,018	\$ 1,430,657	\$ 1,413,639
Interest	-	-	9,991	9,991
Miscellaneous	-	-	4,242	4,242
<b>Total Inflow of Resources</b>	<b>17,018</b>	<b>17,018</b>	<b>1,444,890</b>	<b>1,427,872</b>
<b>USE OF RESOURCES:</b>				
Current:				
Claims Incurred	975,000	975,000	1,027,207	(52,207)
Premiums to Insurance Carriers	218,360	218,360	178,531	39,829
Administration	42,000	42,000	54,000	(12,000)
<b>Total Use of Resources</b>	<b>1,235,360</b>	<b>1,235,360</b>	<b>1,259,738</b>	<b>(24,378)</b>
<b>Inflows of Resources Over (Under)</b>				
<b>Uses of Resources</b>	<b><u>\$(1,218,342)</u></b>	<b><u>\$(1,218,342)</u></b>	<b><u>185,152</u></b>	<b><u>\$ 1,452,250</u></b>
<b>Reconciliation to Change in Net Position:</b>				
Change in Net Position			<u>\$ 185,152</u>	

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.

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## STATISTICAL SECTION

The **Statistical Section** should assist the reader of this ACFR with understanding the environment in which the City operates. This section discloses economic, financial, and demographic information that is interesting and relevant to assessing the City's financial condition. Unlike the *Financial Section*, this section is unaudited.





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## FINANCIAL TRENDS

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

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**City of Yuma, Arizona**

**Net Position by Component**

Last Ten Fiscal Years (in millions)

**Financial Trends**

**Table A-1**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
		As restated								
<b>Governmental activities</b>										
Net investment in capital assets	\$ 209,377	\$ 208,428	\$ 197,997	\$ 194,763	\$ 193,687	\$ 194,292	\$ 197,164	\$ 206,885	\$ 215,714	\$ 216,506
Restricted	24,835	22,456	19,166	23,223	49,652	38,057	26,147	19,572	17,648	153,355
Unrestricted	36,851	39,115	43,244	(68,462)	(91,649)	(91,026)	(82,363)	(84,372)	(82,915)	(200,007)
<b>Total governmental activities net position</b>	<b>\$ 271,063</b>	<b>\$ 269,999</b>	<b>\$ 260,407</b>	<b>\$ 149,524</b>	<b>\$ 151,690</b>	<b>\$ 141,323</b>	<b>\$ 140,948</b>	<b>\$ 142,085</b>	<b>\$ 150,447</b>	<b>\$ 169,855</b>
<b>Business-type activities</b>										
Net investment in capital assets	\$ 164,295	\$ 163,246	\$ 159,458	\$ 147,573	\$ 152,343	\$ 150,899	\$ 154,181	\$ 156,204	\$ 158,391	\$ 161,627
Restricted	7,357	9,009	9,009	9,009	2,715	-	-	-	-	-
Unrestricted	37,842	43,362	46,877	44,607	49,657	60,405	68,015	77,629	88,920	101,000
<b>Total business-type activities net position</b>	<b>\$ 209,494</b>	<b>\$ 215,617</b>	<b>\$ 215,344</b>	<b>\$ 201,189</b>	<b>\$ 204,715</b>	<b>\$ 211,304</b>	<b>\$ 222,196</b>	<b>\$ 233,833</b>	<b>\$ 247,311</b>	<b>\$ 262,627</b>
<b>Primary government</b>										
Net investment in capital assets	\$ 373,672	\$ 371,674	\$ 357,455	\$ 342,336	\$ 346,030	\$ 345,191	\$ 351,345	\$ 363,089	\$ 374,105	\$ 378,133
Restricted	32,192	31,465	28,175	32,232	52,367	38,057	26,147	19,572	17,648	153,355
Unrestricted	74,693	82,477	90,121	(23,855)	(41,992)	(30,621)	(14,348)	(6,743)	6,005	(99,007)
<b>Total primary government net position</b>	<b>\$ 480,557</b>	<b>\$ 485,616</b>	<b>\$ 475,751</b>	<b>\$ 350,713</b>	<b>\$ 356,405</b>	<b>\$ 352,627</b>	<b>\$ 363,144</b>	<b>\$ 375,918</b>	<b>\$ 397,758</b>	<b>\$ 432,481</b>

Source: The source of this information is the City financial records.

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Expenses</b>										
Governmental activities:										
General government	\$ 12,534	\$ 10,345	\$ 10,335	\$ 9,056	\$ 9,102	\$ 8,741	\$ 11,532	\$ 10,664	\$ 10,991	\$ 15,297
Public Safety	41,735	43,051	46,585	55,785	55,883	68,133	62,157	61,366	63,540	64,966
Streets	12,741	14,980	25,265	14,964	12,272	16,063	15,301	17,312	18,272	20,195
Parks, Recreation and Culture	14,226	12,787	13,606	14,364	14,219	14,892	14,967	14,580	14,692	11,288
Environmental Health and Protection	804	156	89	178	686	26	95	208	124	133
Community Design and Development	4,521	5,134	5,167	4,439	4,331	4,524	4,391	5,212	4,933	6,007
Interest on Long-Term Debt	5,461	5,153	4,781	4,462	4,505	4,400	4,087	3,733	3,361	4,963
Total governmental activities expenses	92,022	91,606	105,828	103,248	100,998	116,779	112,530	113,075	115,913	122,849
Business-type activities:										
Water	23,353	23,227	24,762	25,259	23,337	22,821	22,204	22,398	22,792	21,978
Wastewater	16,191	16,165	17,073	17,253	16,643	16,478	17,293	17,415	18,170	17,856
Solid Waste	2,948	3,213	3,085	3,070	3,347	3,728	3,772	3,706	3,991	4,207
Radio Communications	-	4,663	4,153	2,623	2,184	2,313	1,845	2,042	2,531	2,397
Golf Courses	2,403	2,469	3,474	2,518	1,864	1,681	1,736	1,861	1,930	1,808
Total business-type activities expenses	44,895	49,737	52,547	50,723	47,375	47,021	46,850	47,422	49,414	48,246
Total primary government expenses	\$ 136,917	\$ 141,343	\$ 158,375	\$ 153,971	\$ 148,373	\$ 163,800	\$ 159,380	\$ 160,497	\$ 165,327	\$ 171,095
<b>Program Revenues</b>										
Governmental activities:										
Charges for Services	\$ 8,715	\$ 12,361	\$ 11,770	\$ 10,039	\$ 14,759	\$ 13,161	\$ 15,098	\$ 12,178	\$ 10,634	\$ 11,270
Operating Grants and Contributions	3,965	3,980	3,305	3,519	2,528	1,876	1,943	3,882	8,890	10,614
Capital Grants and Contributions	19,145	1,744	577	1,481	609	1,817	5,016	1,904	3,849	7,734
Total governmental activities program revenues	31,825	18,085	15,652	15,039	17,896	16,854	22,057	17,964	23,373	29,618
Business-type activities:										
Charges for Services	41,155	43,587	44,383	42,771	44,510	47,420	48,731	50,495	51,491	52,741
Capital Grants and Contributions	9,071	7,776	7,044	5,748	6,405	5,911	8,233	6,634	9,980	10,623
Total business-type activities program revenues	50,226	51,363	51,427	48,519	50,915	53,331	56,964	57,129	61,471	63,363
Total primary government program revenues	\$ 82,051	\$ 69,448	\$ 67,079	\$ 63,558	\$ 68,811	\$ 70,185	\$ 79,021	\$ 75,093	\$ 84,844	\$ 92,981

Source: The source of this information is the City financial records.

**City of Yuma, Arizona**

**Changes in Net Position**

Last Ten Fiscal Years (in millions)

**Financial Trends**

**Table A-2**

*Concluded*

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Net (expense)/revenue										
Governmental activities	\$ (60,197)	\$ (73,521)	\$ (90,176)	\$ (88,209)	\$ (83,100)	\$ (99,927)	\$ (90,473)	\$ (95,111)	\$ (92,542)	\$ (93,231)
Business-type activities	5,331	1,626	(1,120)	(2,204)	3,540	6,322	10,114	9,707	12,054	15,117
Total primary government net expense	<u>\$ (54,866)</u>	<u>\$ (71,895)</u>	<u>\$ (91,296)</u>	<u>\$ (90,413)</u>	<u>\$ (79,660)</u>	<u>\$ (93,605)</u>	<u>\$ (80,359)</u>	<u>\$ (85,404)</u>	<u>\$ (80,488)</u>	<u>\$ (78,113)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes	\$ 10,099	\$ 9,549	\$ 9,451	\$ 9,650	\$ 10,955	\$ 12,354	\$ 12,520	\$ 13,048	\$ 13,725	\$ 14,482
Sales taxes	36,304	37,624	37,994	38,283	40,149	41,653	42,999	44,320	47,456	54,910
Franchise taxes	3,059	3,043	3,010	3,095	3,163	3,067	3,266	3,195	3,072	3,220
Shared revenues	23,936	25,917	26,552	29,441	30,272	31,713	32,644	33,580	35,449	39,785
Grants and contributions not restricted to specific programs	-	-	-	-	-	-	-	-	-	-
Unrestricted investment earnings	930	796	545	269	449	687	1,022	2,027	1,404	197
Gain from/(loss on) sale of capital assets	-	-	-	-	-	-	-	-	(280)	-
Transfers	(37)	(122)	(730)	(1,323)	280	85	78	78	79	43
Total governmental activities	<u>74,291</u>	<u>76,807</u>	<u>76,822</u>	<u>79,415</u>	<u>85,268</u>	<u>89,559</u>	<u>92,529</u>	<u>96,248</u>	<u>100,905</u>	<u>112,638</u>
Business-type activities:										
Investment earnings	89	26	222	165	265	353	856	2,007	1,502	241
Transfers	37	122	730	1,323	(280)	(85)	(78)	(78)	(79)	(43)
Total business-type activities	<u>126</u>	<u>148</u>	<u>952</u>	<u>1,488</u>	<u>(15)</u>	<u>268</u>	<u>778</u>	<u>1,929</u>	<u>1,423</u>	<u>198</u>
Total primary government	<u>\$ 74,417</u>	<u>\$ 76,955</u>	<u>\$ 77,774</u>	<u>\$ 80,903</u>	<u>\$ 85,253</u>	<u>\$ 89,827</u>	<u>\$ 93,307</u>	<u>\$ 98,177</u>	<u>\$ 102,328</u>	<u>\$ 112,836</u>
<b>Change in Net Position</b>										
Governmental activities	\$ 14,095	\$ 3,391	\$ (13,354)	\$ (8,794)	\$ 2,166	\$ (10,368)	\$ 2,056	\$ 1,137	\$ 8,363	\$ 19,407
Business-type activities	5,457	1,669	(168)	(715)	3,526	6,590	10,892	11,636	13,477	15,316
Total primary government	<u>\$ 19,552</u>	<u>\$ 5,060</u>	<u>\$ (13,522)</u>	<u>\$ (9,509)</u>	<u>\$ 5,692</u>	<u>\$ (3,778)</u>	<u>\$ 12,948</u>	<u>\$ 12,773</u>	<u>\$ 21,840</u>	<u>\$ 34,723</u>

Source: The source of this information is the City financial records.

**City of Yuma, Arizona**

**Fund Balances of Governmental Funds**

Last Ten Fiscal Years (in millions)

**Financial Trends**

**Table A-3**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Nonspendable	\$ 169	\$ 187	\$ 178	\$ 144	\$ 127	\$ 118	\$ 87	\$ 65	\$ 33	\$ 29
Restricted	-	-	-	-	-	-	-	-	-	122,386
Committed	1,864	935	-	-	-	-	-	-	-	-
Assigned	868	-	-	-	-	-	-	-	-	-
Unassigned	15,655	18,693	17,732	17,348	18,218	17,436	20,915	20,855	29,202	47,465
<b>Total General Fund</b>	<b>\$ 18,556</b>	<b>\$ 19,815</b>	<b>\$ 17,910</b>	<b>\$ 17,492</b>	<b>\$ 18,345</b>	<b>\$ 17,554</b>	<b>\$ 21,002</b>	<b>\$ 20,920</b>	<b>\$ 29,235</b>	<b>\$ 169,880</b>
All other										
Nonspendable	18	19	16	20	17	66	14	24	11	17
Restricted	24,834	22,456	19,167	20,280	47,003	35,877	34,501	22,302	16,475	32,826
Committed	11,235	7,252	7,018	7,847	8,655	(5,530)	6,277	7,076	7,971	111
Assigned	633	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	(164)	(304)	(587)
<b>Total all other governmental funds</b>	<b>\$ 36,720</b>	<b>\$ 29,727</b>	<b>\$ 26,201</b>	<b>\$ 28,147</b>	<b>\$ 55,675</b>	<b>\$ 30,413</b>	<b>\$ 40,792</b>	<b>\$ 29,238</b>	<b>\$ 24,153</b>	<b>\$ 32,367</b>

Source: The source of this information is the City financial records.

**City of Yuma, Arizona**

**Changes in Fund Balances of Governmental Funds**

Last Ten Fiscal Years (in millions)

**Financial Trends**

**Table A-4**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Revenues</b>										
Taxes	\$ 49,450	\$ 50,282	\$ 50,425	\$ 50,991	\$ 54,166	\$ 57,022	\$ 58,720	\$ 60,353	\$ 64,055	\$ 72,614
Licenses and permits	1,288	1,723	1,880	1,858	1,932	2,064	2,261	2,088	2,221	2,769
Intergovernmental	33,173	30,780	30,254	32,951	32,947	34,489	35,120	37,336	44,578	50,627
Charges for services	4,160	7,293	7,086	6,846	7,965	9,152	7,741	8,257	8,203	7,787
Fines and forfeitures	1,550	1,526	1,210	1,162	1,298	1,229	1,141	1,008	1,011	931
Special assessments	1,089	1,134	1,183	280	290	305	320	335	350	365
Interest and rents	1,365	819	971	643	766	889	1,261	2,015	1,480	675
Contributions and donations	47	69	88	1,021	436	170	497	219	183	186
Miscellaneous	493	1,053	456	555	899	1,447	1,573	619	470	1,044
<b>Total revenues</b>	<b>92,615</b>	<b>94,679</b>	<b>93,553</b>	<b>96,307</b>	<b>100,699</b>	<b>106,767</b>	<b>108,634</b>	<b>112,230</b>	<b>122,551</b>	<b>136,997</b>
<b>Expenditures</b>										
General government	9,451	9,409	8,964	7,566	7,875	7,923	8,185	9,306	9,889	11,382
Public Safety	38,475	40,769	42,938	45,692	47,635	51,846	50,260	54,396	55,379	90,616
Streets	7,945	7,662	7,592	7,718	7,551	8,259	7,896	9,111	8,492	10,656
Parks, Recreation and Culture	10,688	10,964	11,200	12,117	12,593	13,182	13,629	14,031	13,694	10,371
Environmental Health and Protection	733	104	72	70	20	50	58	75	76	76
Community Design and Development	4,458	5,134	5,096	4,288	4,237	4,485	4,641	5,407	4,866	5,919
Capital Outlay	12,666	11,792	8,702	5,502	9,321	23,878	10,089	20,227	15,930	4,395
Debt Service										
Principal	8,010	8,350	8,700	8,080	6,565	6,790	7,095	7,804	8,490	8,929
Interest and fiscal agent fees	5,516	5,209	4,885	4,566	3,777	4,720	4,407	4,052	3,681	3,214
Issuance Cost	-	-	-	-	914	-	-	-	-	2,256
<b>Total expenditures</b>	<b>97,942</b>	<b>99,393</b>	<b>98,149</b>	<b>95,599</b>	<b>100,488</b>	<b>121,133</b>	<b>106,260</b>	<b>124,409</b>	<b>120,497</b>	<b>147,814</b>
Excess of revenues over (under) expenditures	(5,327)	(4,714)	(4,596)	708	211	(14,366)	2,374	(12,179)	2,054	(10,817)
<b>Other financing sources (uses)</b>										
Proceeds from long-term debt	-	-	-	-	97,386	-	-	-	-	172,249
Sale of real property	-	-	-	-	-	-	-	-	61	-
Payment to Refunded Bond Escrow	-	-	-	-	(72,265)	-	-	-	-	(12,618)
Capital Lease Agreements	-	-	-	-	-	-	1,032	1,180	1,617	-
Transfers in	14,522	12,772	13,474	14,416	13,551	11,255	11,244	11,191	11,189	11,073
Transfers out	(14,559)	(12,893)	(14,204)	(13,595)	(10,502)	(11,886)	(11,881)	(11,829)	(11,689)	(11,030)
<b>Total other financing sources (uses)</b>	<b>(37)</b>	<b>(121)</b>	<b>(730)</b>	<b>821</b>	<b>28,170</b>	<b>(631)</b>	<b>395</b>	<b>542</b>	<b>1,178</b>	<b>159,674</b>
<b>Net change in fund balances</b>	<b>\$ 5,364</b>	<b>\$ (4,835)</b>	<b>\$ (5,326)</b>	<b>\$ 1,529</b>	<b>\$ 3,299</b>	<b>\$ (14,996)</b>	<b>\$ 2,768</b>	<b>\$ (11,637)</b>	<b>\$ 3,232</b>	<b>\$ 148,857</b>
Debt service as a percentage of noncapital expenditures	15.9%	15.5%	15.2%	14.0%	11.3%	11.8%	12.0%	11.4%	11.6%	8.5%

Source: The source of this information is the City financial records.



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## REVENUE CAPACTIY

These schedules contain information to help the reader assess the City's most significant local revenue source  
- sales tax.

**City of Yuma, Arizona**  
**Tax Revenue by Source**  
**Last Ten Fiscal Years**

**Revenue Capacity**  
**Table B-1**

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
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
2014	9,339,855	19,517,306	9,756,994	3,901,471	4,576,061	3,009,904	242,000	81,320	50,424,911
2015	9,508,914	19,536,924	9,766,802	3,905,392	4,832,187	3,095,540	242,000	103,350	50,991,109
2016	10,757,040	20,531,463	10,263,987	4,104,199	5,007,109	3,162,691	242,000	97,151	54,165,640
2017	12,188,601	21,207,119	10,601,757	4,239,261	5,354,285	3,066,678	251,067	103,720	57,012,488
2018	12,351,625	21,798,752	10,897,505	4,357,520	5,703,452	3,265,901	242,000	100,217	58,716,972
2019	12,723,949	22,528,500	11,262,335	4,503,402	5,783,438	3,194,590	242,000	110,360	60,348,574
2020	13,402,065	24,312,176	12,154,021	4,859,956	5,887,893	3,072,824	242,000	124,312	64,055,247
2021	14,378,815	28,160,761	14,077,987	5,629,280	6,812,288	3,219,963	229,900	105,276	72,614,270

Source: The source of this information is the City financial records.

Fiscal Year	State Shared Sales Tax	State Shared Income Tax	Auto In-Lieu	Highway Users (Gas Tax)	Local Transportation Assistance	Grants and Others*	Total
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
2014	7,507,882	9,656,745	3,111,124	6,276,058	-	3,702,063	30,253,872
2015	8,285,303	10,974,954	3,271,810	6,908,773	-	3,510,123	32,950,963
2016	8,576,180	10,915,452	3,558,978	7,221,111	-	2,674,791	32,946,512
2017	8,902,248	11,517,228	3,759,665	7,533,420	-	2,776,788	34,489,349
2018	9,121,308	11,755,011	3,940,686	7,826,949	-	2,475,809	35,119,763
2019	9,626,546	11,565,280	4,139,938	8,248,413	-	3,756,182	37,336,359
2020	10,116,140	12,660,922	4,286,918	8,385,373	-	9,128,410	44,577,763
2021	11,659,856	14,046,299	5,195,063	8,884,158	-	10,841,257	50,626,633

Source: The source of this information is the City financial records.

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

Fiscal Year	Federal					State of Arizona					
	Justice	Interior	Housing/Urban Development (CDBG)	Other HUD	Other	Parks	Commerce	Transportation	Other	Local Government	Total
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
2014	700,071	64,489	1,249,005	93,283	1,465,997	10,000	-	62,592	29,549	27,077	3,702,063
2015	799,620	-	941,585	-	1,517,358	-	-	5,599	185,812	60,149	3,510,123
2016	502,853	-	769,760	-	966,898	20,355	-	53,175	103,619	258,131	2,674,791
2017	175,143	-	608,000	223,685	1,049,438	324,488	-	-	353,926	42,109	2,776,788
2018	65,558	-	741,903	332,928	1,013,257	199,879	-	-	103,687	18,597	2,475,809
2019	15,049	-	823,594	807,913	1,946,584	30,958	-	-	87,303	44,781	3,756,182
2020	210,839	-	919,426	493,029	7,234,730	28,880	-	-	187,701	53,805	9,128,410
2021	223,148	-	1,704,710	651,240	7,981,555	34,180	-	-	169,140	77,284	10,841,257

Source: The source of this information is the City financial records.

## DEBT CAPACITY

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.

**City of Yuma, Arizona****Direct and Overlapping Sales Tax Rates  
Last Ten Fiscal Years****Debt Capacity****Table C-1**

<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>
2012	1.70%	2.00%	1.10%	6.60%
2013	1.70%	2.00%	1.10%	6.60%
2014	1.70%	2.00%	1.10%	5.60%
2015	1.70%	2.00%	1.112%	5.60%
2016	1.70%	2.00%	1.112%	5.60%
2017	1.70%	2.00%	1.112%	5.60%
2018	1.70%	2.00%	1.112%	5.60%
2019	1.70%	2.00%	1.112%	5.60%
2020	1.70%	2.00%	1.112%	5.60%
2021	1.70%	2.00%	1.112%	5.60%

Source: Arizona Department of Revenue

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	Excise Tax Revenue Bonds	Special Assessment Bonds	Capital Leases Payable	Utility Revenue Bonds	General Obligation Bonds	Long-term Contracts Payable	Capital Leases Payable			
2012	-	\$ 120,017,028 **	\$ 4,625,000	-	\$ 116,931,350 **	\$ 1,406,662 **	\$ 63,921,836	-	\$ 306,901,876	5.64%	\$ 1,528
2013	-	113,071,335 **	3,460,000	-	113,335,361 **	-	59,443,795	-	289,310,491	5.36%	1,446
2014	-	106,355,784 **	2,245,000	-	109,791,531 **	-	54,810,083	-	273,202,398	4.94%	1,358
2015	-	98,766,464	1,965,000	-	105,872,834	-	50,015,230	-	256,619,528	3.98%	1,256
2016	-	111,010,000	1,675,000	-	89,675,000	-	45,053,649	-	247,413,649	2.60%	1,227
2017	-	104,735,000	1,370,000	-	123,755,000	-	-	-	229,860,000	2.06%	1,108
2018	-	98,250,000	1,050,000	-	114,233,000	-	-	-	213,533,000	2.11%	1,007
2019	-	98,134,659	715,000	\$ 1,828,510	112,404,580	-	-	\$ 134,867	213,217,616	3.67%	995
2020	-	90,383,050	365,000	2,735,700	102,022,920	-	-	182,525	195,689,195	4.54%	898
2021	-	241,658,838	-	1,946,956	91,367,270	-	-	128,279	335,101,343	N/A	N/A

Source: The source of this information is the City financial records.

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 for personal income and population data.

\*\*Revised due to GASB65 implementation in FY2014 - removed amortized debt issuance costs - revised all years.



Fiscal Year	Population *	Assessed Value	General Obligation Debt (Business-type Activities)	Ratio of General Bonded Debt to Assessed Value	General Bonded Debt per Capita
2012	93,814	\$ 666,827,282	\$ 1,420,000	0.2%	\$ 15
2013	93,013	625,801,724	-	0.0%	-
2014	91,923	632,734,838	-	0.0%	-
2015	93,400	615,552,203	-	0.0%	-
2016	94,139	591,748,335	-	0.0%	-
2017	94,906	656,438,950	-	0.0%	-
2018	95,502	692,885,013	-	0.0%	-
2019	97,908	658,235,505	-	0.0%	-
2020	98,285	707,725,089	-	0.0%	-
2021	100,196	776,910,355	-	0.0%	-

Source: Yuma County Assessor  
US Census Bureau

\* Actual 2010 & 2020 Census, projected by US Census Bureau all other years

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

<u>2021</u> <u>Jurisdiction</u>	<u>Debt</u> <u>Outstanding</u>	<u>Allocable to City of Yuma</u>	
		<u>Percent</u>	<u>Amount</u>
City of Yuma	\$243,605,794	100.00%	<u>\$243,605,794</u>
Total Direct Debt			<u>\$243,605,794</u>
Yuma County	11,459,000	47.30%	5,420,107
Yuma County Jail District	3,786,992	47.30%	1,791,247
Yuma County Library District	31,925,000	47.30%	15,100,525
Yuma County Special Assessment District	2,382,579	47.30%	1,126,960
Arizona Western College	60,545,000	46.14%	27,935,463
Yuma Union High School District No. 70	50,469,077	52.30%	26,395,327
Crane Elementary School District No. 13	8,175,000	69.46%	<u>5,678,355</u>
Total Overlapping Debt			<u>\$ 83,447,984</u>
Total Direct and Overlapping Debt			<u>\$327,053,778</u>

Source: Yuma County Finance Department Financial Statements  
 Arizona Western College Financial Statements  
 Crane Elementary School District No. 13 Financial Statements  
 Yuma Union High School Dist No. 70 Financial Statements

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

**City of Yuma, Arizona**

**Debt Capacity**

**Legal Debt Margin Information**

**Table C-5**

Last Ten Fiscal Years (in millions)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Debt Limit</b>										
Water, Sewer, Lights, Parks (20%)	\$ 133,365	\$ 125,160	\$ 126,547	\$ 123,110	\$ 118,350	\$ 131,288	\$ 138,577	\$ 131,647	\$ 131,647	\$ 155,382
All Others (6%)	40,010	37,548	37,964	36,933	35,505	39,386	41,573	39,494	39,494	46,615
<b>Total net debt applicable to limit</b>										
Water, Sewer, Lights, Parks (20%)	1,420	-	-	-	-	-	-	-	-	-
All Others (6%)	-	-	-	-	-	-	-	-	-	-
<b>Legal debt margin</b>										
Water, Sewer, Lights, Parks (20%)	\$ 131,945	\$ 125,160	\$ 126,547	\$ 123,110	\$ 118,350	\$ 131,288	\$ 138,577	\$ 131,647	\$ 131,647	\$ 155,382
All Others (6%)	40,010	37,548	37,964	36,933	35,505	39,386	41,573	39,494	39,494	46,615
<b>Total net debt applicable to the limit as a percentage of debt limit</b>										
Water, Sewer, Lights, Parks (20%)	1.06%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	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 2021**

	General Obligation Bonds	
	Water, Sewer, Lights, Parks (20%)	All Others (6%)
2021 Tax Year Secondary Assessed Valuation	\$ 776,910	\$ 155,382
Outstanding General Obligation Debt:	-	-
Total General Obligation Debt	-	-
	<b>\$ 155,382</b>	<b>\$ 46,615</b>

(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.

Source: The source of this information is the City financial records.

City of Yuma, Arizona

Schedule of Debt Service Requirements to Maturity and Coverage

Last Ten Fiscal Years (in millions)

Debt Capacity

Table C-6

	2021 Ref 2010B Ref 2001B	2015 Excise Rev Ref 2003/2007B	2015 Road Tax Ref 2007D	2021 Excise Rev Pension		2015 & 2016 Utility System Revenue
2020-21 Pledged Taxes	\$ 63,553,232	\$ 74,301,081	\$ 75,707,253	\$ 75,707,253		\$ -
2020-21 Net Revenue	-	-	-	-		29,381,475
Total Taxes/Net Revenue	<u>\$ 63,553,232</u>	<u>\$ 74,301,081</u>	<u>\$ 75,707,253</u>	<u>\$ 75,707,253</u>		<u>\$ 29,381,475</u>
2021-22 Debt related to pledge:					<b>Total</b>	
2021 Series Tax-exempt	\$ 2,603,000	\$ -	\$ -	\$ -	\$ 2,603,000	\$ -
2015 Excise Rev & Refunding	-	3,748,800	-	-	3,748,800	-
2015 Road Tax Refunding	-	-	4,438,300	-	4,438,300	-
2021 Series Taxable	-	-	-	8,798,765	8,798,765	-
2015 Utility System Rev Refunding	-	-	-	-	-	7,530,837
2016 Utility System Rev Refunding	-	-	-	-	-	5,983,725
Total Debt	<u>\$ 2,603,000</u>	<u>\$ 3,748,800</u>	<u>\$ 4,438,300</u>	<u>\$ 8,798,765</u>	<u>\$ 19,588,865</u>	<u>\$ 13,514,562</u>
Coverage	24.4	19.8	17.1	8.6		2.2
<b>Required Coverage</b>	<b>3.0</b>	<b>1.5</b>	<b>1.5</b>	<b>1.5</b>		<b>1.2</b>
<i>Collective Coverage</i>						
Total 2020-21 Taxes/Net Revenue	<u>\$ 63,553,232</u>	<u>\$ 74,301,081</u>	<u>\$ 75,707,253</u>	<u>\$ 75,707,253</u>		<u>\$ 29,381,475</u>
Total 2021-22 Debt	<u>\$ 19,588,865</u>	<u>\$ 19,588,865</u>	<u>\$ 19,588,865</u>	<u>\$ 13,514,562</u>		<u>\$ 13,514,562</u>
Coverage	3.2	3.8	3.9	5.6		2.2
<b>Required Coverage</b>	<b>3.0</b>	<b>1.5</b>	<b>1.5</b>	<b>1.5</b>		<b>1.2</b>

**2010B Refunding Series, 2015 Excise Revenue & Refunding, and 2015 Road Tax Refunding Series:** Bond covenants require that each series cover both its related debt and the collective debt for the succeeding year.

**2015 & 2016 Utilities System Revenue Refunding:** 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.

Source: The source of this information is the City financial records.

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Local Taxes</b>										
Sales Tax (1%)	\$18,470,938	\$19,248,864	\$19,517,306	\$19,536,924	\$20,531,463	\$21,207,119	\$21,798,752	\$22,528,500	\$24,312,176	\$28,160,761
Franchise Fee	3,058,634	3,043,054	3,009,904	3,095,540	3,162,691	3,066,678	3,265,901	3,194,590	3,072,824	3,219,963
<b>Intergovernmental Revenues:</b>										
State Revenue Sharing	7,854,670	9,506,288	9,656,745	10,974,954	10,915,452	11,517,228	11,755,011	11,565,280	12,660,922	14,046,299
State Sales Tax	7,272,049	7,600,328	7,507,882	8,285,303	8,576,180	8,902,248	9,121,308	9,626,546	10,116,140	11,659,856
Auto In-Lieu Tax	3,108,562	2,948,529	3,111,124	3,271,810	3,558,978	3,759,665	3,940,686	4,139,938	4,286,918	5,195,063
Emergency Services and Other	34,252	37,974	23,913	44,062	196,457	31,057	26,679	37,261	45,169	34,180
<b>Licenses:</b>										
Business Licenses	288,133	261,323	250,365	250,957	246,528	250,890	266,406	265,997	257,584	281,677
Liquor Licenses	31,670	32,955	32,560	33,310	33,090	30,140	31,020	31,545	29,940	36,765
<b>Fees for Services:</b>										
Building Permits and Inspection Fees	1,170,037	1,751,071	2,036,965	1,829,085	1,916,567	2,099,156	2,264,803	2,249,730	2,464,471	2,920,389
Recreation Fees	546,940	478,911	513,535	544,212	487,166	465,281	416,337	374,633	186,285	156,904
Police Services and Other Public Safety Fees	1,043,802	4,447,101	3,190,974	4,283,521	4,427,053	5,032,589	4,348,741	5,042,300	4,622,722	4,624,749
<b>Interest and Rentals</b>										
Investment Income	53,277	14,717	99,738	47,095	64,755	95,984	217,389	519,226	487,339	92,746
<b>Fines, Forfeitures and Penalties:</b>										
City Court Fines	1,549,889	1,526,176	1,209,502	1,161,809	1,298,418	1,228,496	1,140,437	1,007,966	1,010,742	930,712
<i>Total Series B Pledged Taxes</i>	<u>44,482,853</u>	<u>50,897,291</u>	<u>50,160,513</u>	<u>53,358,582</u>	<u>55,414,798</u>	<u>57,686,531</u>	<u>58,593,470</u>	<u>60,583,512</u>	<u>63,553,232</u>	<u>71,360,064</u>
<b>Additional Excise Series Pledged Taxes</b>										
City Public Safety Taxes (.2%)	3,692,304	3,847,810	3,901,471	3,905,392	4,104,199	4,239,261	4,357,520	4,503,402	4,859,956	5,629,280
City Special Taxes (2%)	4,665,296	4,652,121	4,576,061	4,832,187	5,007,109	5,354,285	5,703,452	5,783,438	5,887,893	6,812,288
<i>Total Excise Series Pledged Taxes</i>	<u>49,148,149</u>	<u>55,549,412</u>	<u>54,736,574</u>	<u>58,190,769</u>	<u>64,526,106</u>	<u>67,280,077</u>	<u>68,654,442</u>	<u>70,870,352</u>	<u>74,301,081</u>	<u>83,801,632</u>
<b>Additional Road Tax Series Pledged Taxes</b>										
City Road Tax (.5%)	9,233,899	9,622,796	9,756,994	9,766,802	10,263,987	10,601,757	10,897,505	11,262,335	12,154,021	14,077,987
<i>Total Road Tax Series Pledged Taxes</i>	<u>\$53,716,752</u>	<u>\$60,520,087</u>	<u>\$59,917,507</u>	<u>\$63,125,384</u>	<u>\$65,678,785</u>	<u>\$68,288,288</u>	<u>\$69,490,975</u>	<u>\$71,845,847</u>	<u>\$75,707,253</u>	<u>\$85,438,051</u>
<i>Gross Excise Tax Pledged Revenues</i>	<u>\$62,074,352</u>	<u>\$69,020,018</u>	<u>\$68,395,039</u>	<u>\$71,862,963</u>	<u>\$74,790,093</u>	<u>\$77,881,834</u>	<u>\$79,551,947</u>	<u>\$82,132,687</u>	<u>\$86,455,102</u>	<u>\$97,879,619</u>

The Excise Series Pledged Taxes consist of the Excise Taxes, City Public Safety Taxes, and the City Special Taxes

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

Source: The source of this information is the City financial records

City of Yuma, Arizona

Debt Capacity

Pledged Utility Revenue Collections

Table C-8

Last Ten Fiscal Years (in millions)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Revenues</b>										
Water Services and Fees	\$20,709,880	\$21,232,863	\$21,808,662	\$20,532,303	\$20,999,187	\$22,253,718	\$23,774,086	\$24,022,726	\$24,314,126	\$25,590,121
Water Non-Rate Revenues	526,605	584,234	750,368	1,159,802	1,760,295	1,814,365	1,973,068	2,692,541	2,181,115	934,864
Water Capacity Fees	796,569	1,694,408	2,208,533	1,808,894	2,468,247	2,356,164	2,844,682	2,249,008	2,688,781	3,141,281
Wastewater Services & Charges	12,695,024	13,016,206	13,138,029	12,715,664	13,054,338	14,141,449	14,622,123	15,157,721	15,470,458	15,911,054
Wastewater Non-Rate Revenues	2,271,792	1,872,150	2,006,388	2,097,533	2,478,731	2,978,665	2,739,188	3,693,913	3,302,648	2,718,056
Wastewater Capacity Fees	7,734,514	4,113,507	2,590,632	2,971,288	2,967,309	2,697,843	3,265,751	2,644,046	3,103,944	3,458,574
<b>Total Revenues</b>	<b>\$44,734,384</b>	<b>\$42,513,368</b>	<b>\$42,502,612</b>	<b>\$41,285,484</b>	<b>\$43,728,107</b>	<b>\$46,242,204</b>	<b>\$49,218,898</b>	<b>\$50,459,955</b>	<b>\$51,061,072</b>	<b>\$51,753,950</b>
<b>Operation and Maintenance Expenses</b>										
Water Personnel Expenses	\$4,410,289	\$4,674,042	\$4,701,853	\$5,117,665	\$5,086,242	\$5,317,124	\$5,599,289	\$5,762,931	\$5,750,313	\$5,282,034
Water Operating Expenses	6,012,925	6,134,689	6,351,040	6,719,414	6,036,712	6,257,214	6,385,247	6,653,517	6,732,644	6,723,997
Wastewater Personnel Expenses	2,996,794	3,282,518	3,413,097	3,806,736	3,831,682	3,984,355	4,123,627	4,425,751	4,723,514	4,352,510
Wastewater Operating Expenses	5,253,208	5,211,460	5,546,584	5,578,954	5,470,374	5,546,650	5,952,725	5,961,232	5,991,132	6,013,934
<b>Total Operation and Maintenance Expenses</b>	<b>\$18,673,216</b>	<b>\$19,302,709</b>	<b>\$20,012,574</b>	<b>\$21,222,769</b>	<b>\$20,425,010</b>	<b>\$21,105,343</b>	<b>\$22,060,888</b>	<b>\$22,803,430</b>	<b>\$23,197,603</b>	<b>\$22,372,475</b>
<b>Net Revenues</b>	<b>\$26,061,168</b>	<b>\$23,210,659</b>	<b>\$22,490,038</b>	<b>\$20,062,715</b>	<b>\$23,303,097</b>	<b>\$25,136,861</b>	<b>\$27,158,010</b>	<b>\$27,656,525</b>	<b>\$27,863,469</b>	<b>\$29,381,475</b>
<b>Debt Service</b>	<b>\$15,628,871</b>	<b>\$15,686,579</b>	<b>\$15,710,379</b>	<b>\$15,722,017</b>	<b>\$13,965,217</b>	<b>\$13,613,630</b>	<b>\$13,428,917</b>	<b>\$13,386,053</b>	<b>\$13,572,898</b>	<b>\$13,558,144</b>
<b>Revenue Debt Service Coverage</b>	1.67	1.48	1.43	1.28	1.67	1.85	2.02	2.07	2.05	2.17
<b>Revenue Debt Service Coverage without Capacity Fees</b>	1.12	1.11	1.13	0.97	1.28	1.48	1.57	1.70	1.63	1.68

Source: The source of this information is the City financial records

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## DEMOGRAPHIC AND ECONOMIC INFORMATION

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.



Calendar Year	Population Metropolitan Area	Personal Income (in Thousands)	Per Capita Personal Income	Unemployment Rate	Building Permits			
					Commercial		Residential	
					No.	Value	No.	Value
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
2013	200,022	5,399,670	27	28.70%	21	28,859,856	378	61,650,122
2014	201,201	5,529,669	27.5	23.30%	27	23,994,422	321	58,424,149
2015	204,275	6,449,702	31.6	21.80%	148	47,907,579	271	73,948,000
2016	201,631	6,436,250	31.3	20.40%	160	15,400,222	448	82,887,676
2017	207,534	4,738,209	22.8	20.50%	186	37,751,401	548	97,990,751
2018	212,128	4,497,114	21.2	17.00%	232	44,304,062	968	88,070,389
2019	214,182	7,818,246	36.5	16.50%	375	48,184,539	1,075	94,687,797
2020	217,824	8,887,228	40.8	N/A	271	48,117,083	1,134	119,058,095

Note: Unemployment rate and population presented represents the Yuma Metropolitan Statistical Area and it reflects revised inputs, reestimation, and new statewide controls through 2018.

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)  
 2018 data: US Census Bureau ACS S1901

**City of Yuma, Arizona**

**Principal Employers**

Current Year and Ten Years Ago

**Demographic & Economic Information**

**Table D-2**

Employer	2011			2020		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Marine Corps Air Station	6,599	1	10.12%	6,686	1	8.01%
Yuma Union High School District	965	8	1.48%	3,100	2	3.72%
U. S. Army Yuma Proving Ground	2,800	2	4.29%	2,382	3	2.85%
Yuma Regional Medical Center	2,078	3	3.19%	2,300	4	2.76%
Yuma County	1,661	4	2.55%	1,437	5	1.72%
Yuma School District #1	1,260	5	1.93%	1,400	6	1.68%
City of Yuma	890	9	1.36%	1,274	7	1.53%
TRAX				1,125	8	1.35%
Arizona Western College				987	9	1.18%
Quechan Paradise Casino	850	10	1.30%	N/A	-	0.00%
Growers Company				-	-	-
Salyer American Fresh				-	-	-
All other employers				61,316		73.49%
<b>Total</b>			<b>27.75%</b>	<b>83,437</b>		<b>100.00%</b>

2020 Source: Greater Yuma Economic Development Corporation and Estimates

Note: Figures presented represent the Yuma Metropolitan Statistical Area.

**City of Yuma, Arizona**

**Taxable Sales by Category**

Last Ten Fiscal Years (in millions)

**Demographic & Economic Information**

**Table D-3**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Mining	\$ 44	\$ 20	\$ 24	\$ 34	\$ 38	\$ 68	\$ 83	\$ 66	\$ 126	\$ 85
Construction	190,490	190,260	174,693	138,657	111,924	106,814	122,990	127,861	193,897	187,608
Manufacturing	38,167	50,539	43,626	51,945	55,173	52,315	51,971	55,240	61,770	69,598
Transportation, Communications, and Utilities	194,646	197,687	206,056	205,300	205,077	210,261	210,856	203,863	195,751	206,433
Wholesale Trade	38,720	36,578	39,897	42,766	51,912	52,872	61,924	69,519	76,524	87,904
Retail Trade	987,416	1,036,092	1,068,106	1,110,680	1,172,122	1,191,484	1,222,220	1,273,342	1,406,646	1,671,789
Restaurants and Bars	168,358	172,056	174,309	200,951	194,761	224,191	220,133	226,771	223,294	268,322
Finance, Insurance and Real Estate	129,208	129,208	131,450	114,418	151,109	158,526	161,734	161,186	74,841	153,344
Hotels and Other Lodging Accommodation	33,368	32,054	29,049	32,624	33,051	37,630	41,178	42,225	48,829	44,982
Services	45,804	51,404	49,649	49,819	54,437	60,651	62,996	67,925	75,869	101,095
Arts, Entertainment, Government and All Others Not Specified	20,670	22,871	34,656	27,236	23,332	25,774	23,548	24,606	18,554	24,837
<b>Total Taxable Sales</b>	<b>\$1,846,891</b>	<b>\$1,918,769</b>	<b>\$1,951,516</b>	<b>\$1,974,430</b>	<b>\$2,052,936</b>	<b>\$2,120,585</b>	<b>\$2,179,633</b>	<b>\$2,252,604</b>	<b>\$2,376,101</b>	<b>\$2,815,996</b>
City direct sales tax rate	1.70%	1.70% Revised	1.70%	1.70%	1.70%	1.70%	1.70%	1.70%	1.70%	1.70%

Source: Arizona Department of Revenue

## OPERATING INFORMATION

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.

**City of Yuma, Arizona**

**Full-Time Equivalents by City Government Function  
Last Ten Fiscal Years**

**Operating Information**

**Table E-1**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Function										
General government	201	192	198	205	208	208	206	216	233	227
Public Safety										
Police	249	258	259	272	276	277	278	276	279	288
Fire	131	125	125	125	131	131	125	134	137	138
Public Works										
Engineering	32	32	24	35	28	28	28	28	27	27
Maintenance	46	46	52	47	48	48	54	52	52	53
Solid Waste	13	13	13	13	13	13	13	14	15	16
Water	73	76	76	69	77	77	77	79	80	79
Wastewater	49	52	52	52	53	53	52	57	55	57
Parks and recreation	116	116	117	124	119	120	123	122	111	108
Total	<u>910</u>	<u>910</u>	<u>916</u>	<u>942</u>	<u>953</u>	<u>955</u>	<u>956</u>	<u>978</u>	<u>989</u>	<u>993</u>

Source: City of Yuma Annual Budget, Fiscal Year 2020-2021

**City of Yuma, Arizona**

**Operating Indicators by Function**

**Last Ten Fiscal Years**

**Operating Information**

**Table E-2**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Police</b>										
Calls for service*	NA	76,080	89,027	93,463	90,694	91,603	103,871	103,072	102,723	84,856
Case reports	NA	14,651	12,855	12,905	12,185	12,371	12,899	11,266	10,696	9,676
<b>Fire</b>										
Number of calls answered*	12,037	12,664	12,529	13,191	13,888	14,205	15,200	15,268	15,921	17,498
Inspections*	NA	1,399	1,460	883	2,448	2,438	1,730	2,096	1,458	2,014
<b>Streets</b>										
Streets slurry sealed (miles)	10	24	30	30	23	33	27	24	29	48
<b>Solid Waste</b>										
Refuse collected (tons)	32,177	32,010	26,650	26,848	25,622	30,710	26,019	27,269	29,063	30,465
<b>Parks and recreation</b>										
Ramada rentals	2,327	2,551	2,097	2,171	1,946	1,625	1,693	1,676	974	630
<b>Water</b>										
Connections	29,009	27,396	29,361	29,945	30,400	30,921	33,277	32,191	32,715	33,591
Daily treatment capacity (million gallons)	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0
Annual quantity processed (billion gallons)	8.3	8.1	7.1	8.0	7.8	7.8	8.4	8.1	8.3	9.1
<b>Wastewater</b>										
Daily processing capacity (million gallons)	15.6	15.6	15.6	15.6	15.6	15.6	15.6	15.6	15.6	15.6

Source: Various city departments.

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

\*Numbers presented are for calendar year.

**City of Yuma, Arizona**

**Capital Assets by Function**

**Last Ten Fiscal Years**

**Operating Information**

**Table E-3**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Public Safety										
Police stations	1	2	2	2	2	2	2	2	2	2
Police vehicles	156	172	179	181	194	181	186	169	183	186
Fire stations	6	6	6	6	6	6	6	6	6	
Streets										
Streets (miles)	420	421	442	448	450	454	457	409	410	410
Streetlights	5,753	5,764	6,757	6,757	6,773	6,795	6,848	6,894	6,932	7,319
Traffic Signals	50	79	79	79	79	81	81	81	77	75
Solid Waste										
Collection trucks	11	11	11	11	11	11	11	11	13	13
Parks and Recreation										
Parks acreage	607	607	620	633	682	682	682	682	682	682
Parks/Athletic Fields	79	79	80	84	90	96	96	96	96	96
Swimming pools	4	4	4	4	4	4	4	4	4	4
Tennis courts	9	9	9	9	9	9	9	9	9	9
Community centers	9	9	9	9	9	9	9	9	9	9
Water										
Water mains (miles)	525	525	527	527	527	530	533	542	556	564
Fire hydrants	3,573	3,646	3,754	3,790	3,831	3,859	3,876	3,996	4,046	4,090
Wastewater										
Sanitary sewers (miles)	341	350	350	350	362	356	368	379	385	392
Manholes	n/a	n/a	5,318	5,318	5,376	5,510	5,643	5,782	5,887	6,013

Sources: Various city departments.

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

CUSTOMER CLASSES - WATER							
Fiscal Year	Residential		Mulit-Family		Commercial		Total
	Inside	Outside	Inside	Outside	Inside	Outside	
2016	22,446	2,661	507	186	2,337	287	28,424
2017	22,985	2,657	508	185	2,339	283	28,957
2018	23,557	2,676	514	185	2,362	300	29,594
2019	24,054	2,673	517	186	2,371	316	30,117
2020	24,810	2,571	596	195	2,675	317	31,164

CUSTOMER CLASSES -WASTEWATER							
Fiscal Year	Residential		Mulit-Family		Commercial		Total
	Inside	Outside	Inside	Outside	Inside	Outside	
2016	20,424	1,299	477	104	1,672	49	24,025
2017	20,939	1,301	478	103	1,667	47	24,535
2018	21,493	1,316	484	105	1,680	47	25,125
2019	21,981	1,317	487	106	1,683	48	25,622
2020	22,770	1,195	547	116	1,709	41	26,378

Source: City of Yuma Utility Management System, 2020 represents the most current information available



FISCAL YEAR 2020							
Meter Size	Residential		Multifamily		Commercial		Total
	Inside	Outside	Inside	Outside	Inside	Outside	
5/8"	17,500	2,277	94	116	725	131	20,843
3/4"	4,850	201	36	14	428	28	5,557
1"	2,564	108	228	36	866	51	3,853
1 1/2"	30	1	51	4	265	4	355
2"	11	-	248	25	557	27	868
3"	-	-	2	-	18	82	102
4"	-	-	-	-	8	-	8
6"	-	-	6	-	5	1	12
8"	-	-	-	-	2	-	2
<b>Total</b>	<b>24,955</b>	<b>2,587</b>	<b>665</b>	<b>195</b>	<b>2,874</b>	<b>324</b>	<b>31,600</b>

FISCAL YEAR 2019							
Meter Size	Residential		Multifamily		Commercial		Total
	Inside	Outside	Inside	Outside	Inside	Outside	
5/8"	17,256	2,372	77	113	676	126	20,620
3/4"	4,292	192	26	12	334	27	4,883
1"	2,465	108	195	35	691	49	3,543
1 1/2"	29	1	38	3	209	5	285
2"	12	-	179	23	432	26	672
3"	-	-	-	-	12	82	94
4"	-	-	1	-	9	-	10
6"	-	-	1	-	6	1	8
8"	-	-	-	-	2	-	2
<b>Total</b>	<b>24,054</b>	<b>2,673</b>	<b>517</b>	<b>186</b>	<b>2,371</b>	<b>316</b>	<b>30,117</b>

Source: City of Yuma Utility Management System, 2020 represents the most current information available

FISCAL YEAR 2018							
Meter Size	Residential		Mulit-Family		Commercial		Total
	Inside	Outside	Inside	Outside	Inside	Outside	
5/8"	17,224	2,378	76	112	680	127	20,597
3/4"	3,905	191	26	12	327	27	4,488
1"	2,388	106	195	35	686	49	3,459
1 1/2"	28	1	38	3	208	5	283
2"	12	-	177	23	433	27	672
3"	-	-	-	-	13	64	77
4"	-	-	1	-	8	-	9
6"	-	-	1	-	5	1	7
8"	-	-	-	-	2	-	2
Total	23,557	2,676	514	185	2,362	300	29,594

FISCAL YEAR 2017							
Meter Size	Residential		Mulit-Family		Commercial		Total
	Inside	Outside	Inside	Outside	Inside	Outside	
5/8"	17,212	2,363	75	113	685	125	20,573
3/4"	3,373	188	26	11	314	26	3,938
1"	2,360	105	195	35	672	49	3,416
1 1/2"	28	1	36	3	209	5	282
2"	12	-	174	23	432	27	668
3"	-	-	-	-	13	50	63
4"	-	-	1	-	7	-	8
6"	-	-	1	-	5	1	7
8"	-	-	-	-	2	-	2
Total	22,985	2,657	508	185	2,339	283	28,957

Source: City of Yuma Utility Management System

Number of Accounts by Meter Size  
Last Five Fiscal Years

Table E-5  
Concluded

FISCAL YEAR 2016							
Meter Size	Residential		Mulit-Family		Commercial		Total
	Inside	Outside	Inside	Outside	Inside	Outside	
5/8"	17,194	2,368	74	115	692	125	20,568
3/4"	2,883	184	25	11	306	27	3,436
1"	2,329	108	196	34	668	49	3,384
1 1/2"	28	1	36	3	210	5	283
2"	12	-	174	23	435	28	672
3"	-	-	-	-	12	52	64
4"	-	-	1	-	7	-	8
6"	-	-	1	-	5	1	7
8"	-	-	-	-	2	-	2
Total	22,446	2,661	507	186	2,337	287	28,424

Source: City of Yuma Utility Management System

**Schedule of Water Rates**

	Base Charge			Residential Usage Charge		Multi-family Usage Charge		Commercial & Irrigation Usage Charge	
	Inside the City,	Outside the City,		Inside the City,	Outside the City,	Inside the City,	Outside the City,	Inside the City,	Outside the City,
	\$/mo	\$/mo		\$/100cuft	\$/100cuft	\$/100cuft	\$/100cuft	\$/100cuft	\$/100cuft
5/8" Meter	\$ 17.82	\$ 23.70	0-10 hcf	\$ 1.56	\$ 2.07	\$ 1.56	\$ 2.07	\$ 1.75	\$ 2.29
3/4" Meter	17.82	23.70	11-30 hcf	1.83	2.43	1.83	2.43	1.75	2.29
1" Meter	21.56	28.67	31+ hcf	2.10	2.79	2.10	2.79	1.75	2.29
1 1/2" Meter	27.93	37.15							
2" Meter	34.26	45.57							
3" Meter	62.09	82.58							
4" Meter	93.72	124.65							
6" Meter	172.79	229.81							
8" Meter	251.83	334.93							

**Schedule of Wastewater Rates**

	Residential Usage Charge		Multifamily Usage Charge		Commercial Usage Charge		Industrial Usage Charge	
	Inside the City,	Outside the City,	Inside the City,	Outside the City,	Inside the City,	Outside the City,	Inside the City,	Outside the City,
	\$/100cuft	\$/100cuft	\$/100cuft	\$/100cuft	\$/100cuft	\$/100cuft	\$/100cuft	\$/100cuft
Base Charge	\$ 36.91	\$ 49.12	\$ 4.74	\$ 6.30	\$ 4.74	\$ 6.30	\$ 2.10	\$ 2.77
Per HCF	-	-	2.10	2.77	2.10	2.77	-	-
BOD per LB	-	-	-	-	-	-	0.30	0.40
TSS per LB	-	-	-	-	-	-	0.30	0.40

Source: City of Yuma Utility Rate Schedules



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*Yuma*