



**City of Yuma, Arizona**  
**Annual Expenditure Limitation Report**  
Year Ended June 30, 2022

**CITY OF YUMA, ARIZONA  
ANNUAL EXPENDITURE LIMITATION REPORT  
YEAR ENDED JUNE 30, 2022**

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## INDEPENDENT ACCOUNTANT'S REPORT

The Auditor General of the State of Arizona

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

We have examined the accompanying Annual Expenditure Limitation Report of the City of Yuma, Arizona for the year ended June 30, 2022, and the related notes to the report. The City's management is responsible for presenting this report in accordance with the Uniform Expenditure Reporting System as described in Note 1. Our responsibility is to express an opinion on this report based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether this report is presented in accordance with the Uniform Expenditure Reporting System, in all material respects. An examination involves performing procedures to obtain evidence about the amounts and disclosures in the report. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of the report, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

In our opinion, the Annual Expenditure Limitation Report referred to above is presented, in all material respects, in accordance with the Uniform Expenditure Reporting System as described in Note 1.


*Heinfeld Meech & Co. PC*

Heinfeld, Meech & Co., P.C.  
Scottsdale, Arizona  
March 24, 2022

**CITY OF YUMA, ARIZONA**  
 Expenditure Limitation Report - Part I  
 Year Ended June 30, 2022

1.	Economic Estimates Commission expenditure limitation	\$ 155,831,186	
2.	Voter-approved alternative expenditure limitation (Approved _____)	-	
3.	Enter applicable amount from line 1 or line 2	\$ 155,831,186	
4.	Amount subject to the expenditure limitation (total amount from Part II, Line C)	129,115,290	
5.	Board-authorized expenditures necessitated by a disaster not declared by the Governor and not approved by the voters (Article IX, Section 20[2][a], Arizona Constitution)	-	
6.	Board-authorized expenditures necessitated by a disaster not declared by the Governor and approved by the voters (Article IX, Section 20[2][b], Arizona Constitution)	-	
7.	Prior-year voter-approved expenditures to exceed the expenditure limitation for the reporting fiscal year (Article IX, Section 20[2][c], Arizona Constitution)	-	
8.	Subtotal	129,115,290	
9.	Board-authorized excess expenditures for the previous fiscal year not approved by the voters (Article IX, Section 20[2][b], Arizona Constitution)	-	
10.	Total adjusted amount subject to the expenditure limitation	<u>129,115,290</u>	
11.	Amount under (in excess of) the expenditure limitation (If excess expenditures are reported, provide an explanation)	<u>\$ 26,715,896</u>	

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

Signature of Chief Fiscal Officer: 

Name and Title: Douglas W. Allen, Director of Finance

Telephone Number : (928)373-5087

Date: March 24,2023

See accompanying notes to the report

**CITY OF YUMA, ARIZONA**  
Annual Expenditure Limitation Report - Part II  
Year Ended June 30, 2022

Description	Governmental Funds	Enterprise Funds	Internal Service Funds	Total
A. Amounts Reported on Reconciliation line D	\$ 249,365,972	\$57,770,703	\$6,525,814	\$313,662,489
B. Less Exclusions Claimed:				
1. Bond Proceeds	110,469,668	-	-	110,469,668
Debt Service Requirements on Bonded Indebtedness	27,923,206	14,057,319	-	41,980,525
Proceeds of Other Long-Term Obligations	-	-	-	-
Debt Service Requirements on Other Long-Term Obligations	397,210	54,246	-	451,456
2. Dividends, Interest and Gains on Sale of Securities	-	-	-	-
3. Trustee or Custodian	-	-	-	-
4. Grants and Aid from Federal Government	5,576,564	-	-	5,576,564
5. Grants, Aid, Contributions or gifts from Private Agency, Organizations or Individuals except amounts received In Lieu of Taxes	133,309	-	-	133,309
6. Amounts Received from the State of Arizona	813,822	695,550	-	1,509,372
7. Quasi-External Interfund Transactions	242,000	1,126,871	6,525,814	7,894,685
8. Amounts Accumulated for Purchase of Land, and Purchase or Construction of Buildings or Improvements	7,171,738	-	-	7,171,738
9. Highway Users Revenues in Excess of Fiscal Year 1979-80	7,941,091	-	-	7,941,091
10. Contracts with Other Political Subdivisions	631,370	787,421	-	1,418,791
11. Refunds, reimbursements and other recoveries	-	-	-	-
12. Voter Approved Exclusions not Identified Above	-	-	-	-
13. Prior Years Carried Forward	-	-	-	-
14. Total Exclusions Claimed:	<u>161,299,978</u>	<u>16,721,407</u>	<u>6,525,814</u>	<u>184,547,199</u>
C. Amounts subject to the expenditure limitation	<u>\$ 88,065,994</u>	<u>\$41,049,296</u>	<u>\$ -</u>	<u>\$129,115,290</u>

See accompanying notes to the report

**CITY OF YUMA, ARIZONA**  
Annual Expenditure Limitation Report - Reconciliation  
Year Ended June 30, 2022

Description	Governmental Funds	Enterprise Funds	Internal Service Funds	Total
A. Total expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund-based financial statements	\$ 249,365,972	\$ 50,274,011	\$ 8,578,596	\$308,218,579
B Subtractions:				
1. Items not requiring the use of current financial resources:				
Depreciation	-	13,758,821	1,989,156	15,747,977
Loss on Disposal of Fixed Assets	-	-	-	-
Loss on Sale of Equipment	-	-	-	-
Claims incurred but not reported (IBNR)	-	-	3,388,760	3,388,760
Pension expense	-	320,310	-	320,310
2. Expenditures of separate legal entities established under Arizona Revised Statutes	-	-	-	-
3. Present Value of Net Minimum Capital Lease and Installment Purchase Contract Payments Recorded as Expenditures at the Inception of the Agreement	-	-	-	-
4. Involuntary court judgements	-	-	-	-
5. Total Subtractions	-	14,079,131	5,377,916	19,457,047
C. Additions:				
1. Principal Payment on Long-Term Debt	-	10,352,000	-	10,352,000
2. Acquisition of Capital Assets	-	10,093,074	19,800	10,112,874
3. Claims previously recognized as IBNR	-	-	3,305,334	3,305,334
4. Pension contributions	-	1,130,749	-	1,130,749
Total Additions	-	21,575,823	3,325,134	24,900,957
D. Amounts Reported on Part II, Line A	<u>\$ 249,365,972</u>	<u>\$ 57,770,703</u>	<u>\$ 6,525,814</u>	<u>\$313,662,489</u>

See accompanying notes to the report

**CITY OF YUMA, ARIZONA**  
Notes to the Annual Expenditure Limitation Report  
For the Year Ended June 30, 2022

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Annual Expenditure Limitation Report (AELR) is presented as prescribed by the *Uniform Expenditure Reporting System* (UERS), as required by Arizona Revised Statute Section 41-1279.07, which excludes expenditures, expenses or deductions of certain revenues specified in the Arizona Constitution, Article IX, Section 20 from the total expenditures, expenses or deductions reported in fund financial statements.

In accordance with the UERS requirements, a note to the AELR is presented below for any exclusion claimed on Part II and each subtraction or addition in the Reconciliation that cannot be traced directly to an amount reported in the fund financial statements. All references to financial statement amounts in the following notes refer to the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds, the Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds, and to the Statement of Cash Flows-Proprietary Funds. Other financial statement references (generally page numbers) refer to the City's Annual Comprehensive Financial Report (ACFR) for the year ended June 30, 2022.

**NOTE 2 - BOND PROCEEDS**

**Bonded Indebtedness**

Interest earnings	MPC2015			Governmental
	General Fund	Excise	MPC07D	Funds Total
Proceeds carried forward from FY 2021	\$ 122,386,492	\$ 886,820	\$ 132,411	\$ 123,405,723
New proceeds	-	-	-	-
Interest earnings	12,104	-	-	12,104
Available excludable interest	-	-	-	-
Miscellaneous revenue: Refund of prior year expenditures	-	-	-	-
Less capital expenditures - current fiscal year	-	51,279	44,000	95,279
Less expenditure for Public Safety System UAAL	110,374,389	-	-	110,374,389
Less expenditure of bond issuance costs	-	-	-	-
Net expended proceeds	<u>110,374,389</u>	<u>51,279</u>	<u>44,000</u>	<u>110,469,668</u>
Carryforward to future fiscal years (Note 13)	<u>\$ 12,024,207</u>	<u>\$ 835,541</u>	<u>\$ 88,411</u>	<u>\$ 12,948,159</u>
Carried forward as interest	\$ 12,104			
Carried forward as bond proceeds	12,012,103			
Net expended proceeds	\$ 110,374,389	\$ 51,279	\$ 44,000	\$ 110,469,668
Less expenditures excluded as debt service	-	-	-	-
Refunds of excludable revenues from prior years (previous)	-	-	-	-
Net excluded expenditures	<u>\$ 110,374,389</u>	<u>\$ 51,279</u>	<u>\$ 44,000</u>	<u>\$ 110,469,668</u>

**NOTE 3 – DEBT SERVICE**

The exclusion claimed for debt service requirements on bonded indebtedness includes the Debt Service Funds, as shown in the governmental fund-based financial statements as well as Enterprise Funds principal retirement and interest expenditures from the Statement of Cash Flows and the Statement of Revenues, Expenses and Changes in Fund Net Position, respectively:

Bonded Debt:	ACFR Page	Principal	Interest	Total
Governmental Funds:				
MPC and Special Assessment				
District Debt Service Fund	168	\$ 20,970,000	\$ 6,953,206	\$ 27,923,206
Enterprise Funds				
Water Fund	62	6,481,272	2,297,619	8,778,891
Wastewater Fund	62	3,870,728	1,407,700	5,278,428
Total Enterprise Funds		<u>10,352,000</u>	<u>3,705,319</u>	<u>14,057,319</u>
		<u>\$ 31,322,000</u>	<u>\$ 10,658,525</u>	<u>\$ 41,980,525</u>

**CITY OF YUMA, ARIZONA**  
Notes to the Annual Expenditure Limitation Report  
For the Year Ended June 30, 2022

**Other Long-Term Obligations:**

In prior fiscal years, the City incurred additional long term debt through finance purchases to obtain radio and vehicular equipment. For the year ended June 30, 2022, the following lease payments were made:

Financed Purchases	<u>ACFR Page</u>	<u>Principal</u>
Governmental Funds:		
General Fund	131	\$ 345,214
Road Tax	133	51,996
Total Governmental Funds		<u>397,210</u>
Enterprise Funds		
Water Fund	62	16,858
Wastewater Fund	62	37,388
Total Enterprise Funds		<u>54,246</u>
		<u>\$ 451,456</u>

**NOTE 4 - INTEREST INCOME**

The exclusion claimed for dividends, interest, and gains on sale of securities is entirely from interest on investments. Portions of selected funds revenues have been carried forward to future fiscal years as they were not expended during fiscal year 2021-2022. The following table presents the sources of these revenues:

	<u>ACFR Page</u>	<u>Governmental Funds</u>	<u>Enterprise Funds</u>	<u>Internal Service Funds</u>
<b>Governmental Funds</b>				
General Fund	130	\$ -	\$ -	\$ -
Less restricted interest		-		
Total General Fund		<u>-</u>		
Special Revenue Funds				
Highway Users Revenue	146	-		
Plus amount brought forward from prior years		731,695		
Less amount expended		-	-	-
Amount carried forward		<u>731,695</u>		
Road Tax	133	-		
Plus amount brought forward from prior years		2,403,437		
Amount carried forward		<u>2,403,437</u>		
Public Safety Tax	146	-		
Plus amount brought forward from prior years		222,934		
Amount carried forward		<u>222,934</u>		
Two Percent Tax	147	-	-	-
Total Special Revenue Funds		<u>-</u>		
Capital Projects Funds (Combined)	149	-		
Plus amount brought forward from prior years		1,402,935		
Less overstated carryforward		-		-
Less amount expended		-		
Amount carried forward		<u>1,402,935</u>		



**CITY OF YUMA, ARIZONA**  
Notes to the Annual Expenditure Limitation Report  
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<b>NOTE 4 - INTEREST INCOME Continued</b>	<b>ACFR</b>	<b>Governmental</b>	<b>Enterprise</b>	<b>Service</b>
<b>Enterprise Funds</b>	<b>Page</b>	<b>Funds</b>	<b>Funds</b>	<b>Funds</b>
Water	<b>60</b>		-	
Less bond fund interest received			-	
Total operational interest excluded			-	
Amount brought forward (bond fund balance)			619,064	
Plus bond fund interest			-	
Bond interest expended and excluded (Note 13)			-	
Amount carried forward (ending bond fund balance)			<u>619,064</u>	
Wastewater	<b>60</b>		-	
Solid Waste	<b>171</b>		-	
Radio Communication	<b>171</b>		-	
Desert Hills Golf Course	<b>171</b>	-	-	
<b>Internal Service Funds</b>				
Equipment Replacement	<b>184</b>			\$ -
Plus amount brought forward from prior years				<u>475,268</u>
Amount carried forward				<u>475,268</u>
Insurance Reserve	<b>185</b>			-
Plus amount brought forward from prior years				<u>171,853</u>
Amount carried forward				<u>171,853</u>
Employee Benefits	<b>185</b>			1,013
Plus amount brought forward from prior years				<u>17,710</u>
Amount carried forward				<u>18,723</u>
Workers Compensation	<b>185</b>			-
Amount brought forward				<u>207,481</u>
Amount carried forward				<u>207,481</u>
Amount carried forward				<u>\$ 873,325</u>
Total Excludable Interest		<u>\$ -</u>	<u>\$ -</u>	

**NOTE 5 - FEDERAL GRANTS AND AID**

During the year the City of Yuma received from the Federal government \$5,576,564. These revenues were expended as follow:

<b>Federal Revenues Received:</b>	<b>ACFR</b>	<b>Governmental</b>
Major Funds:	<b>Page</b>	<b>Funds</b>
American Rescue Plan Act (ARPA) Fund	<b>51</b>	\$ 1,061,260
Non-major Special Revenue Funds:		
Grant Fund	<b>154</b>	2,434,950
Community Redevelopment Fund	<b>155</b>	<u>2,080,354</u>
Total Federal Revenues		<u>\$ 5,576,564</u>

**CITY OF YUMA, ARIZONA**  
Notes to the Annual Expenditure Limitation Report  
For the Year Ended June 30, 2022

**NOTE 6 - GRANTS OR AID FROM PRIVATE AGENCIES, ORGANIZATIONS, INDIVIDUALS**

<b>Fund:</b>	<b>ACFR Page</b>	<b>Governmental Funds</b>
Grant Fund	<b>154</b>	<b>\$ 133,309</b>

**NOTE 7 - AMOUNTS RECEIVED FROM THE STATE**

During the year the City of Yuma received from the State of Arizona \$1,509,372. These revenues were expended as follow:

<b>State Revenues Received:</b>	<b>ACFR Page</b>	<b>Governmental Funds</b>
General Fund		
Smart and Safet AZ	<b>130</b>	\$ 603,119
Grant Fund	<b>154</b>	210,703
Total Governments Funds		<b>813,822</b>
Enterprise Funds:		
Radio Communicaton Fund	<b>179</b>	695,550
Total State Revenues		<b>\$ 1,509,372</b>

**NOTE 8 - QUASI-EXTERNAL INTERFUND TRANSACTIONS**

Quasi-external interfund transactions occur between internal service funds and operating funds (internal charges), between and within Enterprise Funds and operating funds (water, wastewater and solid waste charges), and from the General Fund and Enterprise funds (public enterprise in-lieu revenue). Internal service fund revenues that are derived from internal charges to other funds are excludable in the fund recording the revenues. Other Internal Services fund revenues only excludable if they are derived from an excludable source. Those other excludable revenues are reported elsewhere. When revenues of an internal services funds exceed expenses of the fund, the revenues are carried forward to future years for exclusion when the expenses are made. This is particularly evident in the Equipment Replacement and Insurance Reserve funds where costs are allocated over equipment lives or reserves are built for future risk-related expenses. A recap of excludable revenues of internal service funds follow:

<b>Governmental Funds:</b>	<b>ACFR Page</b>	
General Fund in-lieu revenue from Water Fund	<b>130</b>	<b>\$ 242,000</b>
<b>Enterprise Funds charges to other funds:</b>		
Total Enterprise Fund Charges		<b>\$ 1,126,871</b>

**CITY OF YUMA, ARIZONA**

Notes to the Annual Expenditure Limitation Report  
For the Year Ended June 30, 2022

**NOTE 8- QUASI-EXTERNAL INTERFUND TRANSACTIONS Concluded**

**Internal Service Funds:**

		<u>Equipment Replacement</u>	<u>Equipment Maintenance</u>	<u>Insurance Reserve</u>	<u>Workers Compensation</u>	<u>Employee Benefits</u>	<u>Total</u>
Expenses:							
Expenses per financial statement	<b>184-185</b>	\$ 2,000,692	\$ 2,676,074	\$ 1,931,100	\$ 1,970,730	\$ -	
Less depreciation	<b>184-185</b>	1,977,193	11,963	-	-	-	
Less (plus) change in IBNR	<b>108</b>	-	-	(721,525)	804,951	-	
Plus capital outlay	<b>186</b>	<u>19,799</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Net expenditures		<u>43,298</u>	<u>2,664,111</u>	<u>2,652,625</u>	<u>1,165,779</u>	<u>-</u>	
Excludable Revenues:							
Carryforward from previous report		1,478,012	690,516	3,744,626	4,594,252	-	
Charges per financial statement	<b>184-185</b>	2,980,929	2,729,437	440,533	1,563,672	-	
Interest income	<b>184-185</b>	-	-	-	-	1,013	
Less: Miscellaneous revenues included in charges		-	-	-	-	-	
Less: Revenues from external agencies		<u>56,701</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Net excludable revenues		<u>4,515,642</u>	<u>3,419,953</u>	<u>4,185,159</u>	<u>6,157,924</u>	<u>1,013</u>	
Exclusion: Lesser of expenditures or net revenues		43,298	2,664,111	2,652,625	1,165,780	1,013	
Reduced by:							
Interest revenues excluded in Note 4	<b>184-185</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,013)</u>	
Net exclusion		<u>\$ 43,298</u>	<u>\$ 2,664,111</u>	<u>\$ 2,652,625</u>	<u>\$ 1,165,780</u>	<u>\$ -</u>	<u>\$ 6,525,814</u>
Carryforward:							
Net excludable revenues less exclusion		<u>\$ 4,472,344</u>	<u>\$ 755,842</u>	<u>\$ 1,532,534</u>	<u>\$ 4,992,144</u>	<u>\$ -</u>	<u>\$ 11,752,864</u>
Total Exclusions:							
			Governmental Funds	Enterprise Funds	Internal Service Funds	Total	
In-lieu			\$ 242,000	\$ -	\$ -	\$ 242,000	
Enterprise Charges			-	1,126,871	-	1,126,871	
Internal Service Fund charges			-	-	6,525,814	6,525,814	
			<u>\$ 242,000</u>	<u>\$ 1,126,871</u>	<u>\$ 6,525,814</u>	<u>\$ 7,894,685</u>	

**CITY OF YUMA, ARIZONA**  
Notes to the Annual Expenditure Limitation Report  
For the Year Ended June 30, 2022

**NOTE 9 - AMOUNTS ACCUMULATED FOR PURCHASE OF LAND AND PURCHASE OR CONSTRUCTION OF BUILDINGS OR IMPROVEMENTS**

In 1993, the qualified voters of the City of Yuma approved a transportation excise tax of one-half percent for the construction or improvement of roads within the city limits. Voter-approved revenues of this nature are excludable and are included within the report for the fiscal year ended June 30, 2022. The revenues and expenditures are accounted for in the Road Tax Fund.

	<b>ACFR Page</b>	<b>Amount</b>
Road tax revenues current year	<b>133</b>	\$ 15,681,499
Carryforward voter approved sales tax (excludes Interest)		8,599,435
Total available excludable revenues		24,280,934
Interest carried forward to FY22 (Note 4)	\$ 2,403,437	
Voter approved sales tax carried forward to FY 23	9,821,135	(9,821,135)
Road tax fund balance June 30 2022	\$ 12,224,572	
Voter approved sales tax expended		14,459,799
Capital projects expenditures (excludable)	<b>133</b>	6,787,098
Debt service payment (financed purchases)	<b>133</b>	51,996
Transferred to Debt Service Fund and excluded	<b>133</b>	4,454,812
Net available revenues expended are not excludable		\$ 3,165,893
Increase in revenues carried forward		
Revenues carried forward to FY 2023		\$ 9,821,135
Less balance of revenues from prior year		(8,599,435)
Increase (decrease) in revenues carried forward		\$ 1,221,700

Similar to Road Tax, in 1994, the voters approved an excise tax addition of two-tenths percent for the acquisition or financing of public safety and criminal justice facilities and a public safety communication system. Voter-approved revenues of this nature are excludable and are included within the report for the year ended June 30, 2022.

	<b>ACFR Page</b>	<b>Amount</b>
Public safety tax revenues in current fiscal year	<b>152</b>	\$ 6,270,467
Net fund balance of excludable Public Safety Tax revenues brought forward		4,073,313
Total available excludable revenues		10,343,780
Interest carried forward to FY22-Note 4	\$ (46,879)	
Voter approved sales tax carried forward to FY 23	5,186,368	(5,186,368)
Public safety tax fund balance June 30 2022	\$ 5,139,489	
Voter approved sales tax expended		5,157,412
Capital projects expenditures (excludable)	<b>152</b>	384,640
Debt service payment (financed purchases)-Note 4	<b>152</b>	356,927
Transferred to Debt Service Fund and excluded	<b>152</b>	947,645
Net available revenues expended are not excludable		\$ 3,468,200
Increase in revenues carried forward		
Revenues carried forward to FY 2023		\$ 5,186,368
Less balance of revenues from prior year		(4,073,313)
Increase in revenues carried forward		\$ 1,113,055

Exclusions for amounts accumulated for buildings and improvements

Road Tax	\$ 6,787,098
Public Safety Tax	384,640
Total Amounts Accumulated for Land	\$ 7,171,738

**CITY OF YUMA, ARIZONA**  
Notes to the Annual Expenditure Limitation Report  
For the Year Ended June 30, 2022

**NOTE 10 - HIGHWAY USER REVENUE FUNDS**

The following table presents Highway User Revenue Fund (HURF) information used in the report.

	<b>ACFR Page</b>	<b>Amount</b>
Highway user revenues received in current fiscal year	<b>153</b>	\$ 9,463,229
Plus: Carryforward from prior years		3,831,083
Less: Amount equal to 1979-80 revenues received		(951,904)
Revenues available for exclusion		\$ 12,342,408
Expenditures of HURF in current fiscal year	<b>153</b>	\$ 8,910,466
Less: Interest revenues (Note 4)	<b>153</b>	-
Less: Expenditures of non-HURF revenues	<b>153</b>	(17,471)
Less: Amount equal to 1979-80 revenues expended		(951,904)
Excludable revenues expended in current fiscal year		\$ 7,941,091
Excluded expenditures limited to revenues available for exclusion		\$ 7,941,091
Carryforward to future years		
Revenues available for exclusion		\$ 12,342,408
Less: Excludable revenues expended in current fiscal year		(7,941,091)
Net unexpended highway user revenues		4,401,317
Less: Interest excluded in Note 4		-
Less: Transfer to debt service and excluded therein	<b>153</b>	(116,726)
Highway user revenues carried forward to future fiscal years		4,284,591
Less: Carryforward from prior years		(3,831,083)
Increase (reduction) in unexpended HURF revenues		\$ 453,508

**NOTE 11 - CONTRACTS WITH OTHER POLITICAL SUBDIVISIONS**

The City of Yuma is party to the following contracts with political subdivisions:

	<b>ACFR Page</b>	<b>Amount</b>
Contract:		
General Fund:		
Police Services to Other Subdivisions	<b>130</b>	\$ 608,654
Grants Fund:		
County Government	<b>154</b>	22,716
Enterprise Funds (services billed to other political subdivisions)		
Radio Communications Enterprise Fund:		
Charges for Services	<b>179</b>	\$ 2,254,887
Plus: Carryforward from prior years		3,568,809
Total available excludable revenues		5,823,696
Less carryforward balance (ending fund balance Fund 405t-Radio Communication Fund)		(5,036,275)
Total Radio Fund		\$ 787,421
Total Expenditures of Contracts With Other Political Subdivisions		\$ 1,418,791

**CITY OF YUMA, ARIZONA**  
Notes to the Annual Expenditure Limitation Report  
For the Year Ended June 30, 2022

**NOTE 12 - RECONCILIATION**

Items appearing within the Annual Expenditure Limitation Report - Reconciliation:

<b>Principal Payments on Long-Term Enterprise Debt</b>	<b>ACFR Page</b>	<b>Amount</b>
Water Fund	<b>62</b>	\$ 6,481,272
Wastewater Fund	<b>62</b>	3,870,728
Total Principal Payments		<u>\$ 10,352,000</u>
 <b>Acquisition of Capital Assets</b>		
<b>Enterprise Funds</b>		
(Total Capital Outlay Expenditures)		
Water Fund	<b>62</b>	\$ 6,340,056
Wastewater Fund	<b>62</b>	3,753,018
Desert Hills Golf Course Fund	<b>180</b>	-
Total Enterprise		<u>10,093,074</u>
<b>Internal Service Funds</b>		
Equipment Replacement Fund	<b>186</b>	19,800
Equipment Maintenance Fund	<b>186</b>	-
Total Internal Service Fund		<u>19,800</u>
Total Acquisition of Fixed Assets		<u>\$ 10,112,874</u>

**Incurred but Not Reported Claims**

	FYE June 30,		Change	
	2021	2022		
Internal Service Funds				
Insurance Reserve Fund	\$ 1,686,500	\$ 964,975	\$ (721,525)	<b>183</b>
Workers Compensation Fund	1,618,834	2,423,785	804,951	<b>183</b>
	<u>\$ 3,305,334</u>	<u>\$ 3,388,760</u>	<u>\$ 83,426</u>	

**Pension expense adjustment**

	Contributions	Expense	Net	
Enterprise Funds				
Water Fund	\$ 534,378	\$ 151,375	\$ 383,003	<b>175</b>
Wastewater Fund	380,636	107,823	272,813	<b>177</b>
Solid Waste Fund	76,044	21,541	54,503	<b>178</b>
Radio Communication Fund	47,941	13,580	34,361	<b>179</b>
Desert Hills Golf Course Fund	91,750	25,991	65,759	<b>180</b>
Total pension expense adjustment	<u>\$ 1,130,749</u>	<u>\$ 320,310</u>		

**CITY OF YUMA, ARIZONA**  
Notes to the Annual Expenditure Limitation Report  
For the Year Ended June 30, 2022

**NOTE 13 - CARRYFORWARDS**

"Carryforwards" are excludable revenues that are not expended during the reported fiscal year but carried forward to future fiscal years. Notes 4 (interest Income) and 10 (Highway User Revenue Funds) list excludable revenues that have been carried forward. Conversely, during the year the City expended the proceeds of bonds issued in prior fiscal years which are included in the "balance from prior fiscal year". The expenditure of these excludable revenues is reported separately in Part II of the AELR.

	General Fund	Special Revenue Funds			Capital Projects Funds	Enterprise Funds		Internal Service Funds
		HURF	Road Tax	Public Safety		Radio	Water	
Carryforward balances from prior fiscal year	\$ 122,386,492	\$ 4,562,778	\$ 11,002,872	\$ 4,296,247	\$ 2,477,789	\$ 3,568,809	\$ 619,064	\$ 11,379,718
Additions to carryforwards:								
Net increase of voter-approved sales taxes (Note 9)	-	-	1,221,700	1,113,055	-	-	-	-
Bond proceeds	-	-	-	-	-	-	-	-
Quasi-external interfund transactions	-	-	-	-	-	-	-	1,245,458
HURF revenues (Note 10)	-	453,508	-	-	-	-	-	-
Statewide radio project	-	-	-	-	-	1,467,466	-	-
Interest revenues (see Note 4):								
General Fund	12,104	-	-	-	-	-	-	-
HURF	-	-	-	-	-	-	-	-
City Road Tax	-	-	-	-	-	-	-	-
Public Safety Tax	-	-	-	-	-	-	-	-
Capital Projects Fund	-	-	-	-	-	-	-	-
Water/Wastewater revenue bond funds	-	-	-	-	-	-	-	-
Internal service funds	-	-	-	-	-	-	-	1,013
Total additions to carryforwards	12,104	453,508	1,221,700	1,113,055	-	1,467,466	-	1,246,471
Expenditure of carryforwards:								
HURF	-	-	-	-	-	-	-	-
Bond proceeds	(110,374,389)	-	-	-	(95,279)	-	-	-
Total expenditures of carryforwards	(110,374,389)	-	-	-	(95,279)	-	-	-
Total revenues carried forward to future years	\$ 12,024,207	\$ 5,016,286	\$ 12,224,572	\$ 5,409,302	\$ 2,382,510	\$ 5,036,275	\$ 619,064	\$ 12,626,189
Recap of carryforwards by type:								
Interest	\$ -	\$ 731,695	\$ 2,403,437	\$ 222,934	\$ 1,402,935	\$ -	\$ 619,064	\$ 873,325
HURF revenues	-	4,284,591	-	-	-	-	-	-
Accumulation of voter-approved sales taxes	-	-	9,821,135	5,186,368	-	-	-	-
Quasi-external transactions	-	-	-	-	-	-	-	11,752,864
Contracts with other political subdivision	-	-	-	-	-	5,036,275	-	-
Bond proceeds	12,024,207	-	-	-	923,953	-	-	-
Total revenues carried forward to future years	\$ 12,024,207	\$ 5,016,286	\$ 12,224,572	\$ 5,409,302	\$ 2,326,888	\$ 5,036,275	\$ 619,064	\$ 12,626,189