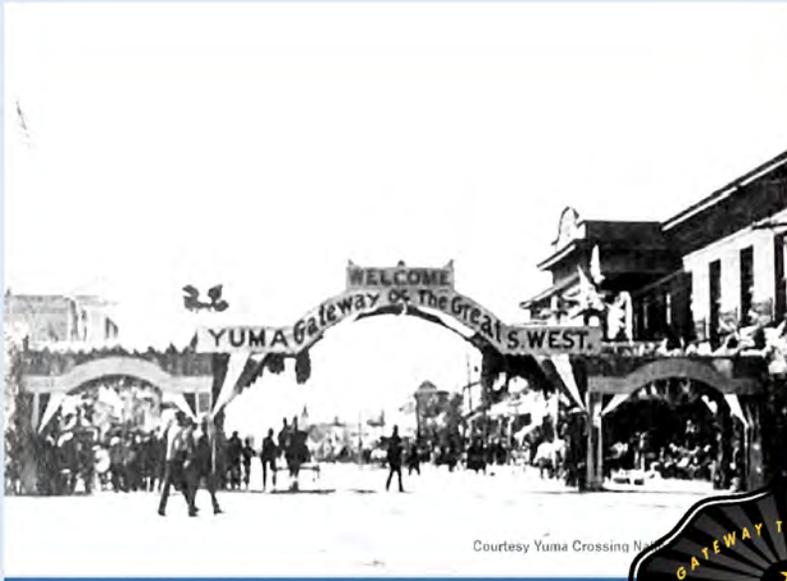


YUMA COUNTY



Courtesy Yuma Crossing National



Annual Expenditure Limitation Report For Fiscal Year End June 30, 2015

Yuma County Administration Building
198 S Main Street
Yuma, Arizona 85364



YUMA COUNTY

"Yuma County Government is dedicated to providing customer-focused services to enhance the health, safety, well-being, and future of our entire community."

Annual Expenditure Limitation Report

For the Fiscal Year
Ended June 30, 2015



INTERIM COUNTY ADMINISTRATOR
James W. Flory

Prepared by Yuma County Department of Financial Services

Chief Financial Officer
Scott G. Holt

Deputy Chief Financial Officer
Gilberto Villegas, Jr.

YUMA COUNTY
Annual Expenditure Limitation Report
For the Fiscal Year Ended
June 30, 2015

TABLE OF CONTENTS

	<u>Page</u>
Independent Accountants' Report	
Independent Accountants' Report on Annual Expenditure Limitation Report.....	1
Annual Expenditure Limitation Report	
Part I	3
Part II	4
Reconciliation	5
Notes	
Notes to Annual Expenditure Limitation Report	7

Independent Accountants' Report

Fester & Chapman P.C.

Certified
Public
Accountants

4001 North 3rd Street
Suite 275
Phoenix, AZ 85012-2086

Tel: (602) 264-3077
Fax: (602) 265-6241

Independent Accountants' Report

The Auditor General of the State of Arizona

The Board of Supervisors of
Yuma County, Arizona

We have examined the accompanying Annual Expenditure Limitation Report of Yuma County, Arizona (the County) for the year ended June 30, 2015. The County's management is responsible for this report. 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 and, accordingly, included examining, on a test basis, evidence supporting the amounts and disclosures in the report and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the Annual Expenditure Limitation Report referred to above presents, in all material respects, the information prescribed by the uniform expenditure reporting system as described in Note 1.

Fester & Chapman P.C.

January 28, 2016

YUMA COUNTY

Annual Expenditure Limitation Report
Year Ended June 30, 2015

Part I

1. Economic Estimates Commission expenditure limitation	\$	87,285,098
2. Amount subject to the expenditure limitation (total amount from Part II, Line C)		<u>69,042,534</u>
3. Amount under the expenditure limitation	\$	<u><u>18,242,564</u></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:

Scott G. Holt, Director - Financial Services

Telephone Number:

(928) 373-1012

Date: 28 January, 2016

See accompanying notes to report.

YUMA COUNTYAnnual Expenditure Limitation Report
Year Ended June 30, 2015**Part II**

Description	Governmental Funds	Internal Service Funds	Fiduciary Funds	Total
A. Amounts reported on the Reconciliation, Line D	\$ 105,676,432	\$ 15,124,402	\$ 359,497,930	\$ 480,298,764
B. Less exclusions claimed:				
Trustee or custodian (Note 2)	1,744,200	-	359,497,930	361,242,130
Grants and aid from the federal government (Note 3)	18,438,188	-	-	18,438,188
Amounts received from the State of Arizona (Note 3)	11,099,716	-	-	11,099,716
Quasi-external interfund transactions (Note 4)	-	12,450,471	-	12,450,471
Highway user revenues in excess of those received in fiscal year 1979-80 (Note 3)	8,025,725	-	-	8,025,725
Total exclusions claimed	39,307,829	12,450,471	359,497,930	411,256,230
C. Amounts subject to the expenditure limitation	\$ 66,368,603	\$ 2,673,931	\$ -	\$ 69,042,534

See accompanying notes to report.

YUMA COUNTYAnnual Expenditure Limitation Report
Year Ended June 30, 2015**Reconciliation**

Description	Governmental Funds	Internal Service Funds	Fiduciary Funds	Total
A. Total expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund financial statements	\$ 150,351,722	\$ 15,168,402	\$ 359,497,930	\$ 525,018,054
B. Subtractions:				
Items not requiring use of working capital:				
Claims incurred but not reported (Note 5)	-	981,000	-	981,000
Expenditures of separate legal entities established under Arizona Revised Statutes (A.R.S.) (Note 6)	36,612,190	-	-	36,612,190
Long-term care contributions withheld by the State Treasurer (Note 7)	8,063,100	-	-	8,063,100
Total subtractions	44,675,290	981,000	-	45,656,290
C. Additions:				
Claims paid in the current year but reported as expenses incurred but not reported in previous years (Note 8)	-	937,000	-	937,000
Total additions	-	937,000	-	937,000
D. Amounts reported on Part II, Line A	\$ 105,676,432	\$ 15,124,402	\$ 359,497,930	\$ 480,298,764

See accompanying notes to report.

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**Notes to Annual
Expenditure Limitation Report**

Yuma County

Notes to Annual Expenditure Limitation Report
Year Ended June 30, 2015

Note 1 - Summary of Significant Accounting Policies

The Annual Expenditure Limitation Report (AELR) is presented as prescribed by the *Uniform Expenditure Reporting System* (UERS), as required by Arizona Revised Statutes 41-1279.07. The AELR 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 the 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 for the Governmental Funds, Statement of Revenues, Expenses, and Changes in Fund Net Position for the Proprietary Funds, Statement of Cash Flows for the Proprietary Funds, and the Statement of Changes in Fiduciary Net Position for the Fiduciary Funds.

Note 2 - Trustee or Custodian

The exclusion claimed for trustee or custodian in the Governmental Funds consists of \$1,325,100 in contributions by the County to the Arizona Health Care Cost Containment System for acute care; \$235,200 for Administrative Cost Contributions; and \$183,900 in Uncompensated Care Contributions. In the Fiduciary Funds, the exclusion consists of \$359,497,930 in distributions to investment pool participants.

Note 3 - Federal Grants and Aid, State of Arizona, and Highway User Revenue Fund Exclusion

The following schedule presents revenues from which exclusions have been claimed for federal grants and aid, amounts received from the State of Arizona, and highway user revenues in the Governmental Funds.

<u>Description</u>	<u>Amount</u>
Grants and aid from the federal government	\$ 18,438,188
Amounts received from the State of Arizona	11,099,716
Highway user revenues in excess of those received in fiscal year 1979-80	8,025,725
Other revenues (nonexcludable)	21,383,604
Total intergovernmental revenues as reported in the fund financial statements	<u>\$ 58,947,233</u>

Note 4 - Quasi-external Interfund Transactions

The amount reported as quasi-external interfund transactions in the internal service funds consists of employer and employees' medical contributions for health and other insurance which are reported as health services claims and health services other in the fund financial statements.

Note 5 - Claims Incurred but Not Reported

The subtraction of \$981,000 for claims incurred but not reported consists of the estimated costs of claims incurred and expensed in the current year but not yet paid in the Internal Service Funds.

Yuma County

Notes to Annual Expenditure Limitation Report Year Ended June 30, 2015

Note 6 - Separate Legal Entities

The subtraction of \$36,612,190 for separate legal entities established under Arizona Revised Statutes consists of expenditures of special assessment districts and municipal property corporations included within the County's reporting entity, but not included in the Economic Estimates Commission base limit calculations, and are reported in the Governmental Funds category in the fund financial statements:

Special Assessment Districts

General government	\$ 1,005,513
Capital outlay	68,542
Principal retirement	155,027
Interest and fiscal charges	90,792
Total	<u>\$ 1,319,874</u>

Municipal Property Corporations

Public safety	\$ 11,840,921
Culture and recreation	8,341,791
Health	3,971,766
Capital outlay	3,124,772
Principal retirement	5,749,348
Interest and fiscal charges	2,263,718
Total	<u>\$ 35,292,316</u>

Total health expenditures of the Health Services District as shown above have been reduced by \$2,971,978 in expenditures of grants and aid received from the federal government, which is reported in Note 3. Furthermore, the expenditures above are also reduced by the required continuation support and maintenance of effort contributions amounts of \$786,898 for the Health Services District and \$6,613,040 for the Jail District.

Note 7 - Long-term Care Contributions

The subtraction for long-term care contributions withheld by the State Treasurer consists of transaction privilege taxes withheld by the State Treasurer to meet the County's share of long-term care costs that was reported as revenue and an offsetting expenditure in the County's Governmental Funds. Consequently, this expenditure has been subtracted on the Reconciliation. The following schedule reflects the presentation of these payments as welfare expenditures in the General Fund.

Description	Amount
AHCCCS- Long term care	\$ 8,063,100
AHCCCS	1,325,100
Administration Costs	235,200
Uncompensated Care	183,900
Mental Health Services (nonexcludable)	1,087,028
Public Fiduciary (nonexcludable)	558,460
Other expenditures (nonexcludable)	44,029
Total welfare expenditures as reported in the General Fund	<u>\$ 11,496,817</u>

Yuma County

Notes to Annual Expenditure Limitation Report
Year Ended June 30, 2015

Note 8 - Claims Paid in Current Year but Reported as Expenses Incurred but Not Reported in Previous Years

The addition of \$ 937,000 for claims paid in the current year, but reported as expenses incurred but not reported in previous years, consists of cash payments in the current year for claims recognized as an expense in previous years in the Internal Service Funds.