TOWN OF PARKER, ARIZONA

ANNUAL EXPENDITURE LIMITATION REPORT
JUNE 30, 2019

WITH REPORT OF CERTIFIED PUBLIC ACCOUNTANT

CERTIFIED PUBLIC ACCOUNTANTS
AND BUSINESS STRATEGISTS

TOWN OF PARKER, ARIZONA

ANNUAL EXPENDITURE LIMITATION REPORT
JUNE 30, 2019

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CERTIFIED PUBLIC ACCOUNTANTS
AND BUSINESS STRATEGISTS

THE WESLEY PEACHTREE GROUP
CERTIFIED PUBLIC ACCOUNTANTS
AND BUSINESS STRATEGISTS

INDEPENDENT ACCOUNTANTS' REPORT

The Auditor General of the State of Arizona and The Honorable Mayor and Town Council
Town of Parker, Arizona

We have examined the accompanying Annual Expenditure Limitation Report of the Town of Parker, Arizona (the "Town"), for the year ended June 30, 2019, and the related notes to the report. The Town's management is responsible for presenting this report in accordance with the uniform expenditure reporting system as described in *Note 1*. Our responsibility is to express an opinion on this report based on our examination.

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

In our opinion, the Annual Expenditure Limitation Report referred to above is presented in accordance with the uniform expenditure reporting system as described in *Note 1* in all material respects.

The Wesley Peachtree Group

June 1, 2020

Certified Public Accountants

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Member of American Institute of Certified Public Accountants

TOWN OF PARKER, ARIZONA

ANNUAL EXPENDITURE LIMITATION REPORT – PART I
YEAR ENDED JUNE 30, 2019

1. Economic Estimates Commission expenditure limitation	N/A	
2. Voter-approved alternative expenditure limitation	$ 17,556,885	
3. Enter applicable amount from line 1 or line 2		17,556,885
4. Amount subject to the expenditure limitation (total amount from Part II, Line C)		6,650,107
11. Amount under (in excess of) the expenditure limitation (If excess expenditures are reported, provide an explanation)		**$ 10,906,778**

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: Lori Wedemeyer

Name and Title: Lori Wedemeyer, Town Manager

Telephone Number: (928) 669-9265 Date: 4/16/2020

See accompanying notes to report.

TOWN OF PARKER, ARIZONA

ANNUAL EXPENDITURE LIMITATION REPORT – PART II
YEAR ENDED JUNE 30, 2019

CERTIFIED PUBLIC ACCOUNTANTS AND BUSINESS STRATEGISTS

Description	Governmental Funds	Enterprise Funds	Total
A. Amounts reported on the Reconciliation Line D	$ 6,193,327	$ 456,780	$ 6,650,107
B. Less exclusions claimed:	$ -	$ -	$ -
C. Amount subject to the expenditure limitation	$ 6,193,327	$ 456,780	$ 6,650,107
(If an individual fund type amount is negative, reduce exclusions claimed to net to zero)	$ 6,193,327	$ 456,780	$ 6,650,107

See accompanying notes to report.

TOWN OF PARKER, ARIZONA

ANNUAL EXPENDITURE LIMITATION REPORT – RECONCILIATION
YEAR ENDED JUNE 30, 2019

Description	Governmental Funds	Enterprise Funds	Total
A. Total expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund financial statements	$ 6,193,327	$ 577,645	$ 6,770,972
B. Subtractions:			
1. Items not requiring use of working capital:			
a. Depreciation	-	155,967	155,967
b. Pension expense	-	22,586	22,586
2. Total subtractions	-	178,553	178,553
C. Additions:			
1. Principal payments on long-term debt	-	40,000	40,000
2. Pension contributions paid in the current year	-	17,688	17,688
	-	57,688	57,688
D. Amounts reported on Part II, Line A	**$ 6,193,327**	**$ 456,780**	**$ 6,650,107**

See accompanying notes to report.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The Annual Expenditure Limitation Report (AELR) is presented as prescribed by the *Uniform Expenditure Reporting System* (UERS), as required by Arizona Revised Statutes §41-1279.07, and in accordance with the voter-approved alternative expenditure limitation adopted July 19, 2016, as authorized by the Arizona Constitution, Article IX, §20 (9).

In accordance with the UERS requirements, a note to the AELR is presented below for any exclusion claimed in 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 and the Statement of Revenues, Expenses, and Changes in Net Position for the Proprietary Funds, and the Statement of Cash Flows for the Proprietary Funds.

NOTE 2. RECONCILIATION SUBTRACTIONS AND ADDITIONS:

The deduction for depreciation of $155,967 and the addition of $40,000 for principal payments on long-term debt for a revenue bond payable are all provided in the Statement of Cash Flows for the proprietary funds and the financial statement footnotes 7 and 8.

The subtraction of $22,586 for pension expense consists of the change in the net pension liability recognized in the current year in the proprietary fund. The addition of $17,688 for pension contributions paid in the current year consists of the required pension contributions made to the Arizona State Retirement System from the Enterprise Funds.

NOTE 3. EXCLUSIONS:

Exclusions from local revenues, including those enumerated in the Constitution, may be taken against alternative expenditure limitations only if such exclusions are specifically identified in the resolution and the publicity pamphlet. The government's most current resolution specifies exclusions that may be taken, however no exclusions are reported within this document.