

TOWN OF WICKENBURG, ARIZONA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE
YEAR ENDED JUNE 30, 2014

Prepared By
Finance Department

THIS PAGE BLANK

TOWN OF WICKENBURG, ARIZONA
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2014

INTRODUCTORY SECTION

LETTER OF TRANSMITTAL	1
GFOA CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING	5
LIST OF PRINCIPAL OFFICIALS	6
ORGANIZATIONAL CHART	7

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT	8
REQUIRED SUPPLEMENTARY INFORMATION	
MANAGEMENT'S DISCUSSION AND ANALYSIS	10
BASIC FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION	19
STATEMENT OF ACTIVITIES	20
BALANCE SHEET – GOVERNMENTAL FUNDS	21
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION	22
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES – GOVERNMENTAL FUNDS	23
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES	24
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – GENERAL FUND	25
STATEMENT OF NET POSITION – PROPRIETARY FUNDS	27
STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN FUND NET POSITION – PROPRIETARY FUNDS	29
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS	31
STATEMENT OF FIDUCIARY NET POSITION – FIDUCIARY FUNDS	35
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – FIDUCIARY FUNDS	36
NOTES TO BASIC FINANCIAL STATEMENTS	
NOTES TO BASIC FINANCIAL STATEMENTS	37
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE OF FUNDING PROGRESS	61

**TOWN OF WICKENBURG, ARIZONA
TABLE OF CONTENTS (CONTINUED)
YEAR ENDED JUNE 30, 2014**

FINANCIAL SECTION (CONTINUED)

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET	63
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES	65
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – CAPITAL IMPROVEMENT FUND	67
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – HURF FUND	68
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – GRANTS FUND	69
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – JCEF AND LCEF FUND	70
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – DEVELOPMENT FEES FUND	71
INTERNAL SERVICE FUNDS	
COMBINING STATEMENT OF NET POSITION	72
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND NET POSITION	73
COMBINING STATEMENT OF CASH FLOWS	74
AGENCY FUND	
COMBINING STATEMENT OF ASSETS AND LIABILITIES	75

STATISTICAL SECTION (UNAUDITED)

FINANCIAL TRENDS

NET POSITION BY COMPONENT	76
CHANGES IN NET POSITION	78
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE	82
FUND BALANCES OF GOVERNMENTAL FUNDS	83
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS	85

**TOWN OF WICKENBURG, ARIZONA
TABLE OF CONTENTS (CONTINUED)
YEAR ENDED JUNE 30, 2014**

STATISTICAL SECTION (UNAUDITED) (CONTINUED)

REVENUE CAPACITY

SALES TAX COLLECTIONS BY CATEGORY	87
DIRECT AND OVERLAPPING SALES TAX RATES	89
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY	90
PROPERTY TAX RATES – DIRECT AND OVERLAPPING GOVERNMENTS	91
PRINCIPAL PROPERTY TAXPAYERS	93
PROPERTY TAX LEVIES AND COLLECTIONS	94

DEBT CAPACITY

RATIO OF OUTSTANDING DEBT BY TYPE	96
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT	97
LEGAL DEBT MARGIN INFORMATION	98
CALCULATION OF LEGAL DEBT MARGIN	100
PLEGGED-REVENUE COVERAGE	101

DEMOGRAPHIC AND ECONOMIC INFORMATION

DEMOGRAPHIC AND ECONOMIC STATISTICS	103
PRINCIPAL EMPLOYERS	104

OPERATING INFORMATION

FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION	106
OPERATING INDICATORS BY FUNCTION	107
CAPITAL ASSETS STATISTICS BY FUNCTION	109

THIS PAGE BLANK

INTRODUCTORY SECTION

THIS PAGE BLANK



Town of Wickenburg

155 N. Tegner St., Ste. A, Wickenburg, AZ 85390

(928) 684-5451 • FAX (602) 506-1580

Voice & TTY (928) 684-5411

September 17, 2014

Honorable Mayor, Members of the Town Council, and Citizens of the Town of Wickenburg:

I am pleased to submit the Comprehensive Annual Financial Report (CAFR) of the Town of Wickenburg (Town) for fiscal year ended June 30, 2014. State law requires that every local government publish within six months of the close of each fiscal year, all audited financial statements. Financial statements are to be presented in conformity with the United States Generally Accepted Accounting Principles (GAAP), audited in accordance with Generally Accepted Auditing Standards (GAAS), by a licensed certified public accountant(s). Pursuant to that requirement, we believe to the best of our knowledge that the data presented herein is accurate in all material respects and is designed to enable the reader to gain the maximum understanding of the Town's financial affairs.

Management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive framework of internal controls intended to protect the Town's assets. Because the cost of internal controls should not outweigh their benefits, the Town's comprehensive internal control framework has been designed to provide a reasonable rather than absolute assurance that the financial statements are free of any material misstatements.

CliftonLarsonAllen LLP, a firm of licensed certified public accountants, has issued an unmodified opinion on the Town of Wickenburg's financial statements for the year ended June 30, 2014. Their independent auditors' report is located at the front of the financial section of this report.

The main focus of this report is to provide information on the financial position of the Town. While this transmittal letter should help to provide a broader context to the reader of this document by providing useful information to help assess the Town's financial condition, more in-depth information can be found in the notes to the financial statements. Following this letter is the independent auditors' report and Management's Discussion and Analysis (MD&A) which provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A is intended to complement this transmittal letter and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

The Town of Wickenburg, which was incorporated on June 19, 1909, is located in Northwest Maricopa County, in the Southwest section of the State, with an elevation of 2,049 feet. With approximately 24 square miles of land compared to only 13 square miles back in 2003, the Town continues to expand as annexation plans continue. The Town is empowered to levy a property tax on real property located within its boundaries and continues to keep that levy substantially below the maximum allowed. Based on the 2010 census, the population was 6,363 which was about a 4% increase from the 2005 mid-year census of 6,077.

The Town of Wickenburg operates under the Council-Manager form of government, with policymaking and legislative authority vested in the Town Council. The elected officers of the Town consist of a Mayor and six (6) Councilmembers. Commencing in 1996 the Mayor has been directly elected by the qualified electors of the Town. The term of Office of the Mayor and Councilmembers is four (4) years, with Councilmembers serving overlapping terms in the manner provided by State law.

Within twenty (20) days after an election where one or more Councilmembers is elected, the Vice Mayor shall be selected by a majority of the Council, from among its own members, for a term to run concurrent with that of the Mayor's term, if the Vice Mayor's term expires sooner, he/she shall serve until his/her successor is appointed and qualified. In the absence of the Mayor, the Vice Mayor shall perform the duties of the Mayor, and when so acting shall have all of the powers and be subject to all of the restrictions upon the Mayor. In the absence or disability of both the Mayor and Vice Mayor, the Council may designate another of its members to serve as acting Mayor who shall have all the powers, duties and responsibilities of the Mayor during such absence or disability.

The Town Council is responsible for the hiring of the Town Manager. The Town Manager is responsible for overseeing all local government related activities and implementation of the policies of the Town Council. With the exception of the Town Attorney and Magistrate, the Town Manager appoints all Department Heads subject to ratification by the Town Council. Together the Council, Management and Staff provide a full range of services including: water, electric, sanitation and wastewater; police and fire protection; a public library, community center, pool, and several parks; inspections, licenses and permits; construction and maintenance of streets and related infrastructure; programming of various recreational activities; and enforcement of both the Town Code and Local Tax Code.

LOCAL ECONOMY

Effective June 1, 2009 the General Sales Tax rate was increased from 1.7% to 2.2%. On October 1, 2009 tax on Rental and Leasing of Real Property was decreased from 2.2% to 1.7%. On April 1, 2010 a Bed tax of 2% was implemented on transient lodging. Effective September 1, 2012 Council authorized a local tiered rate of 1.69% for single item purchases of \$5,000 or more.

The economy in Wickenburg continues to improve as indicated by an increase in overall local sales tax collections of 7.84% from the prior fiscal year. The largest increase of 21.73% was seen in the Accommodations, Arts & Entertainment category, which accounts for 5.99% of overall collections. On the other hand, the construction category saw a 16.43% decrease from the prior fiscal year. Retail, which accounts for 42.56% of the total sales tax collected, showed an increase of 8.75% from the prior year.

Oddly, though construction sales tax decreased, another indication of an improving economy in the community is an increase of 80% in Building Permits & Plan Reviews.

LONG-TERM FINANCIAL PLANNING AND MAJOR INITIATIVES

Unassigned fund balance in the general fund at year end was 84.3% of total General Fund revenues. In an effort to maintain strong long-term financial plans, annually the Town Council has a Retreat with the Town Manager to create a Strategic Plan for the future of the Town. Department Heads are required to submit their budgets for the following fiscal year through "zero-based" budgeting for the majority of their line items, which requires them to extensively analyze and plan projected expenditures for the year in more depth. In order to tie the Councils Strategic Plan with the budget, staff also must submit a Five-Year Capital Improvement Plan.

For the upcoming year the Councils Strategic Plan continues to focus on five areas: Economic Development, the Downtown Area, Public Safety, Youth & Families, and Natural Resources & Recreation. Together it is our hope these initiatives will encourage forward thinking in how the Town plans and funds the upkeep and growth of the community.

RELEVANT FINANCIAL POLICIES

The Town of Wickenburg takes pride in having a comprehensive set of financial policies to assure financial stability and transparency of the Town's finances, by setting guidelines for fund balance which is an important measure of the economic stability of the Town. It is essential that the Town of Wickenburg maintain adequate levels of unassigned fund balance to mitigate financial risk that can occur from unforeseen revenue fluctuations, unanticipated expenditures, and similar circumstances. The fund balance also provides cash flow liquidity for general operations. Additionally the Town has a policy that nonrecurring (e.g., one-time) resources of inflows not be used for operating purposes.

The annual budget serves as the foundation for the Town of Wickenburg's financial planning and control. The component units of the budget consist of a fund (e.g., General Fund), department (e.g., Town Manager), and object (e.g., personnel costs). All Governmental and other funds of the Town have an annual appropriated budget. The Town of Wickenburg's financial planning and control begins with its annual budget which serves three purposes. First for the Town Council it serves as a policy tool and as an expression of goals and objectives. Second Management uses the budget as an operating guide and a control mechanism. And third for the citizens of Wickenburg it presents a picture of the local government operations and intentions of the year.

Annually each department director is required to submit requests for appropriation to the Finance Director. The Finance Director then compiles and presents the total budget request, which is prepared by fund and department, to the Town Manager. The Town Manager then uses these requests as the starting point for developing a draft budget to be presented to the Council for review. Once the Council has reviewed and adjusted the draft budget, it becomes the tentative budget. The Council is then required to hold public hearings on the tentative budget and to adopt the tentative budget no later than the third Monday in July of each year.

In order to ensure compliance with legal provisions applicable to the annual appropriated budget the Town of Wickenburg maintains several budgetary controls. The Town Manager may at any time transfer unencumbered non capital line item appropriations of \$5,000 or less between budget lines, however transfers greater than this amount, and all transfers from capital line items must be approved by the Town Council. The Council may also appropriate additional funds by use of contingency appropriations reserved to cover emergencies or other unexpected necessary expenditures. State law requires the Town to re-budget (re-appropriate) funds for the completion of contracts which were originally budgeted for and encumbered in a previous fiscal year.

AWARDS AND ACKNOWLEDGEMENTS

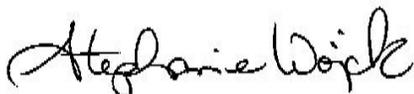
The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Wickenburg for its CAFR for fiscal year ended June 30, 2013 making this the third consecutive year the Town has achieved this prestigious award. Because of budget cuts the Town discontinued participating in this program effective fiscal year ending June 30, 2006 at which time ten consecutive awards had been achieved. In order to be awarded this certificate of achievement, the Town must publish an easily readable and efficiently organized CAFR that satisfies both GAAP and applicable program requirements. Achieving this certificate shows our commitment to encouraging transparency in government for the Town.

This Certificate of Achievement is valid for a period of one year only. We believe our current CAFR continues to meet the programs requirements, so we are therefore submitting it to the GFOA to determine its eligibility for another certificate.

The Town has also resumed submitting its annual budget for the GFOA's Distinguished Budget Presentation Award and is happy to report the award was received for fiscal year beginning July 1, 2013. To qualify for the Distinguished Budget Presentation Award the government's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communication device.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the Finance Department; and I wish to thank each member for their assistance in providing the data necessary to prepare this report. Credit is also due to the Mayor, Town Council, and Town Manager for their unfailing support in maintaining the highest standards of professionalism in the management of the town's finances.

Respectfully submitted,

A handwritten signature in black ink that reads "Stephanie Wojcik". The signature is written in a cursive, flowing style.

Stephanie Wojcik
Finance Director



Government Finance Officers Association

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

Presented to

**Town of Wickenburg
Arizona**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

**TOWN OF WICKENBURG, ARIZONA
LIST OF PRINCIPAL OFFICIALS
YEAR ENDED JUNE 30, 2014**

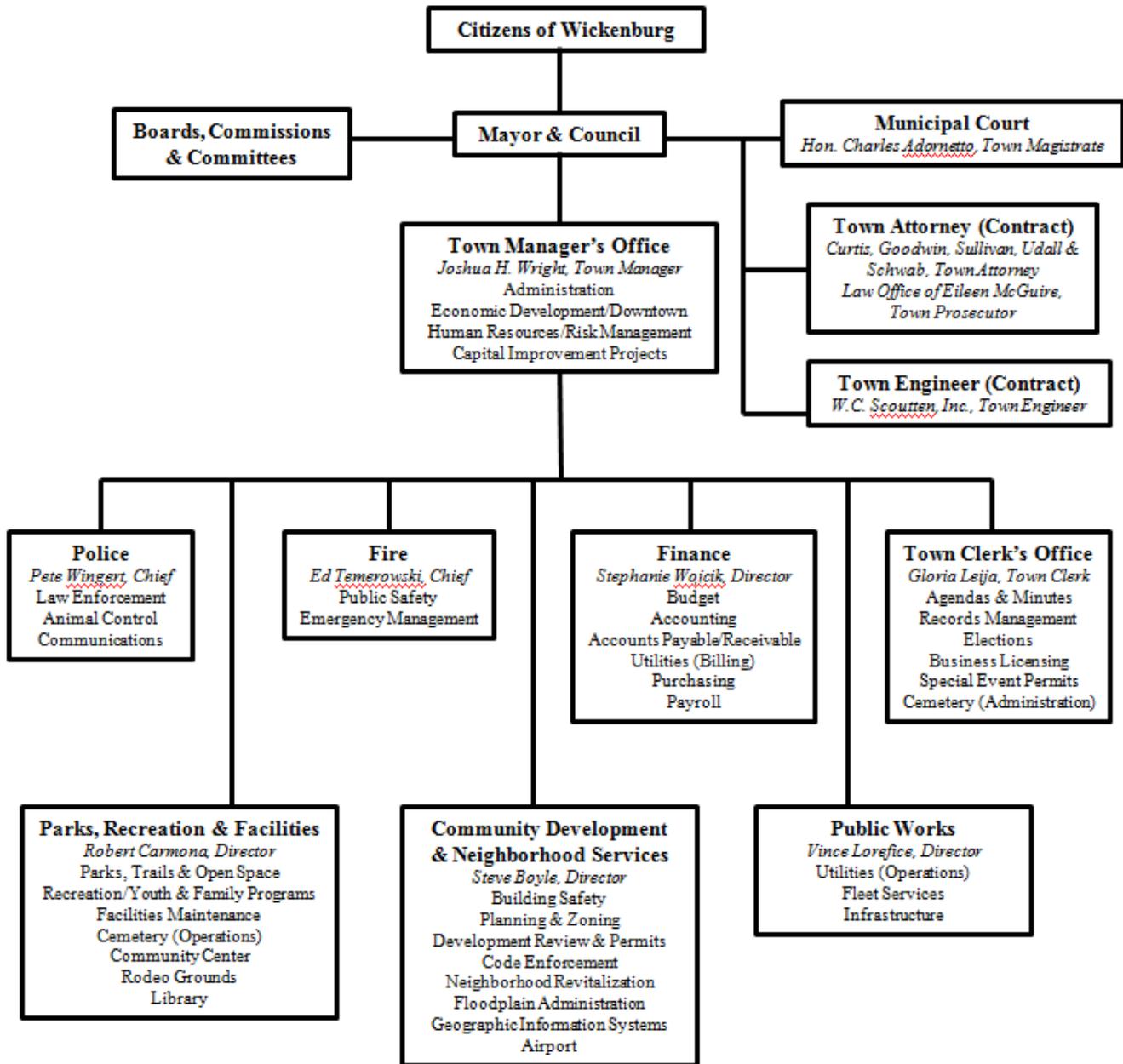
ELECTED OFFICIALS

Mayor	John Cook
Vice Mayor	Scott Stewart
Councilmember	Chris Band
Councilmember	Sam Crissman
Councilmember	Kelly Blunt
Councilmember	Royce Kardinal
Councilmember	Rubin Madrid

DEPARTMENT DIRECTORS

Town Manager	Joshua H. Wright
Finance Director	Stephanie Wojcik
Town Clerk	Gloria Leija
Public Works Director	Vincent Lorefice
Community Development Director	Steve Boyle
Parks, Recreation and Facilities Director	Robert Carmona
Chief of Police	Pete Wingert
Fire Chief	Ed Temerowski

**TOWN OF WICKENBURG, ARIZONA
ORGANIZATIONAL CHART
YEAR ENDED JUNE 30, 2014**



THIS PAGE BLANK

FINANCIAL SECTION

THIS PAGE BLANK

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and the Town Council
Town of Wickenburg, Arizona
Wickenburg, Arizona

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Wickenburg, Arizona (Town), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

The Honorable Mayor and the Town Council
Town of Wickenburg, Arizona

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Wickenburg, Arizona as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison schedule of the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the schedule of agent retirement plan's funding progress on pages 10 - 18 and 61 - 62 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual nonmajor fund financial statements and schedules and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

CliftonLarsonAllen LLP

Phoenix, Arizona
September 17, 2014

REQUIRED SUPPLEMENTARY INFORMATION

THIS PAGE BLANK

**TOWN OF WICKENBURG, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2014**

As the management of the Town of Wickenburg, Arizona (Town), we offer readers of the Town's basic financial statements this narrative overview and analysis of the financial activities of the Town of Wickenburg, Arizona for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which begins on page 1 of this report.

FINANCIAL HIGHLIGHTS

- ◆ The assets of the Town of Wickenburg, Arizona exceeded its liabilities at the close of the most recent fiscal year by \$70.4 million (Net Position). Of this amount \$11.5 million (unrestricted Net Position) may be used to meet the government's ongoing obligations to citizens and creditors.
- ◆ As of the close of the current fiscal year, the Town of Wickenburg, Arizona's governmental funds reported combined ending fund balances of \$8.0 million, a decrease of \$52,050 in comparison with the prior year.
- ◆ At the end of the current fiscal year, unassigned fund balance for the General Fund was \$5.7 million or 90 percent of total General Fund expenditures.
- ◆ Budgeted General Fund revenues were less than actual revenues (on a budgetary basis) by \$314,956 for fiscal year 2014. Additionally, budgeted expenditures were less than the budgetary basis expenditures in the General Fund by \$2.4 million.
- ◆ General Fund revenues were greater than expenditures by \$419,822; a positive variance of \$2.9 million from the final budget.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town of Wickenburg, Arizona's basic financial statements. The Town's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, including the budgetary statement for the General Fund and 3) notes 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 Town of Wickenburg, Arizona's finances, in a manner similar to private-sector business. The statement of net position presents information on all of the Town of Wickenburg, Arizona's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as useful indicators of whether the financial position of the Town of Wickenburg, Arizona 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 (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Town of Wickenburg, Arizona 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 Town of Wickenburg, Arizona include general government, public safety, streets and roads, and parks and recreation. The business-type activities include water, electric, sanitation, wastewater, and airport. The government-wide financial statements can be found on pages 19 - 20 of this report.

**TOWN OF WICKENBURG, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2014**

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 Town of Wickenburg, Arizona, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town of Wickenburg, Arizona can be divided into three categories: governmental funds, proprietary funds and fiduciary 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 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. Since the governmental fund financial statements focus on near-term spendable resources, while the governmental activities on the government-wide financial statements have a longer term focus, a reconciliation of the differences between the two is provided with the fund financial statements.

The Town of Wickenburg, Arizona maintains six individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund and Capital Improvements Fund, which are considered to be major funds. Data from the other four governmental funds are combined into a single, aggregate presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 21 - 26 of this report.

Proprietary Funds – The Town of Wickenburg, Arizona maintains two different types of proprietary funds known as Enterprise and Internal Service Funds.

Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements only in more detail. The Town of Wickenburg, Arizona uses Enterprise Funds to account for its water, electric, sanitation, wastewater and airport operations, all of which are considered to be major funds.

Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the Town of Wickenburg, Arizona's various functions. The Town of Wickenburg, Arizona uses Internal Service Funds to account for its maintenance shop and fuel facility funds. Though combined into a single aggregate presentation in the financial statements, individual fund data can be found elsewhere in this report. The Internal Service Funds have been included within *governmental activities* and *business-type activities* in the government-wide financial statements based on the operations they benefit.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water, electric, sanitation, wastewater and airport funds, each of which are considered to be major funds of the Town of Wickenburg, Arizona. Conversely, 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 elsewhere in this report.

**TOWN OF WICKENBURG, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2014**

The basic Proprietary Fund financial statements can be found on pages 27 - 34 of this report.

Fiduciary Funds – Fiduciary Funds are used to account for resources held for the benefit of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Town of Wickenburg, Arizona's own programs. The accounting used for fiduciary Funds is much like that used for Proprietary Funds.

The basic Fiduciary Fund financial statements can be found on pages 35 - 36 of this report.

Notes to Basic Financial Statements

The notes to basic financial statements (pages 37 - 60) provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements and should be read with the financial statements.

Required Supplementary Information Other Than MD&A

Governments have an option of including the budgetary comparison statements for the General Fund and major Special Revenue Funds as either part of the fund financial statements within the basic financial statements or as required supplementary information after the footnotes. The Town has chosen to present these budgetary statements as part of the basic financial statements. Additionally, governments are required to disclose certain information about employee pension funds. The Town has disclosed this information on pages 61 - 62.

Government-Wide Financial Analysis

Net Position

Net position may serve over time as useful indicators of a government's financial position. The table below reflects the condensed Statement of Net Position of the Town for June 30, 2014 and 2013 showing that assets exceeded liabilities by \$70.4 million at June 30, 2014.

**Table A-1
The Town's Net Position**

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
ASSETS						
Current and Other Assets	\$ 8,966,834	\$ 9,083,404	\$ 5,339,417	\$ 5,450,399	\$ 14,306,251	\$ 14,533,803
Capital Assets	30,622,845	30,950,737	29,636,311	28,865,661	60,259,156	59,816,398
Total Assets	39,589,679	40,034,141	34,975,728	34,316,060	74,565,407	74,350,201
LIABILITIES						
Current Liabilities	841,164	753,680	504,181	460,702	1,345,345	1,214,382
Non-Current Liabilities						
Due within One Year	260,538	169,032	190,642	180,804	451,180	349,836
Due in More Than One Year	200,197	368,530	2,166,839	2,361,422	2,367,036	2,729,952
Total Liabilities	1,301,899	1,291,242	2,861,662	3,002,928	4,163,561	4,294,170
NET POSITION						
Net Investment in Capital Assets	30,577,575	30,862,241	27,302,707	26,367,047	57,880,282	57,229,288
Restricted	1,000,977	954,929	-	-	1,000,977	954,929
Unrestricted	6,709,228	6,925,729	4,811,359	4,946,085	11,520,587	11,871,814
Total Net Position	\$ 38,287,780	\$ 38,742,899	\$ 32,114,066	\$ 31,313,132	\$ 70,401,846	\$ 70,056,031

**TOWN OF WICKENBURG, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2014**

Net position consists of three components. The largest portion of the Town of Wickenburg, Arizona's net position (82.2%) reflects its investment in capital assets (e.g., land, buildings, infrastructure, furniture, equipment, etc.) less any related debt used to acquire those assets that is still outstanding. The Town of Wickenburg, Arizona uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town of Wickenburg, Arizona'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 liquidate these liabilities. The Town's net investment in capital assets increased \$0.7 million.

An additional portion of the Town of Wickenburg, Arizona's net position (1.4%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$11.5 million) may be used to meet the government's ongoing obligations to citizens and creditors. Restricted net position and unrestricted net position did not report a significant increase or decrease over the prior year. The decrease in unrestricted net position is largely due to normal Town operations and is discussed on the following pages in the discussion on changes in net position. At the end of the current fiscal year, the Town of Wickenburg, Arizona is able to report positive balances in all three categories of net position for the government as a whole.

The Town's net position increased by \$0.3 million during the current fiscal year. Key elements of this increase are presented in the following condensed statement of changes in net position:

**Table A-2
Changes in Net Position**

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
REVENUES						
Program Revenues:						
Charges for Services	\$ 1,604,168	\$ 1,625,391	\$ 5,999,188	\$ 6,043,773	\$ 7,603,356	\$ 7,669,164
Operating Grants and Contributions	392,081	366,631	-	-	392,081	366,631
Capital Grants and Contributions	44,830	103,071	730,760	278,442	775,590	381,513
General Revenues:						
Local Taxes	3,406,171	3,160,234	-	-	3,406,171	3,160,234
State Shared Revenues	1,490,138	1,373,873	-	-	1,490,138	1,373,873
Investment Earnings (Loss)	12,156	27,589	21,450	53,293	33,606	80,882
Other	144,720	47,477	36,522	37,716	181,242	85,193
Total Revenues	7,094,264	6,704,266	6,787,920	6,413,224	13,882,184	13,117,490
EXPENSES						
General Government	2,192,834	1,708,223	-	-	2,192,834	1,708,223
Public Safety	3,930,094	3,172,900	-	-	3,930,094	3,172,900
Streets	630,157	558,558	-	-	630,157	558,558
Parks and Recreation	1,407,316	1,539,873	-	-	1,407,316	1,539,873
Interest	3,982	5,843	-	-	3,982	5,843
Water	-	-	922,906	1,069,013	922,906	1,069,013
Electric	-	-	1,591,851	1,743,668	1,591,851	1,743,668
Sanitation	-	-	738,808	912,508	738,808	912,508
Wastewater	-	-	1,032,667	910,106	1,032,667	910,106
Airport	-	-	1,085,754	1,053,759	1,085,754	1,053,759
Total Expenses	8,164,383	6,985,397	5,371,986	5,689,054	13,536,369	12,674,451
Change in Nets Position						
Before Transfers	(1,070,119)	(281,131)	1,415,934	724,170	345,815	443,039
Transfers	615,000	663,061	(615,000)	(663,061)	-	-
Change in Net Position	(455,119)	381,930	800,934	61,109	345,815	443,039
Net Position - Beginning of Year, Restated						
	38,742,899	38,360,969	31,313,132	31,252,023	70,056,031	69,612,992
Net Position - End of Year	\$ 38,287,780	\$ 38,742,899	\$ 32,114,066	\$ 31,313,132	\$ 70,401,846	\$ 70,056,031

**TOWN OF WICKENBURG, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2014**

Governmental Activities – The governmental activities had a net decrease in the current year of \$0.5 million. The most significant activities accounting for this decrease were: creating a new department within the General Fund for public works and CIP, legal claims and other related expenditures, three new public safety personnel and related expenditures for equipment and training, and increased maintenance of streets. The majoring of the increase due to public safety also accounts for the increase in local tax revenue.

Capital grants and contributions decreased \$58,241. This decrease was not significant during the year.

Local taxes increased \$245,937. The increase was due to an increase in property tax rates from the prior year. For fiscal year 2013-2014 the property tax rate was 0.5270 compared to 0.04244 in the prior year. In addition, sales tax revenues increased as a result of the local economy improving slightly.

State shared revenues increased \$116,265. This increase was mainly the result of an overall increase in general State sales tax collected for the fiscal year due to the rebounding economy and an increase in State income taxes collected.

Overall, expenditures increased \$1,178,986. The majority of the increase was due to increases in staffing in the police and fire departments. Additional costs were incurred to hire three additional personnel along with the related equipment and training costs. Additional costs of \$432,192 were incurred for capital related items purchased by the governmental activities and transferred to the business-type activities.

Business-Type Activities – The Water Fund reported operating income of \$76,473. The operating income is mainly due to reallocating staff to the General Fund and reduced administrative and maintenance shop allocation costs.

The Electric Fund continues to report significant operating income. In the current year, the Electric Fund reported operating income of \$1.1 million. The net operating income is the result of electricity charges far exceeding the costs to operate the utilities. The Town has dedicated these excess operating revenues to subsidize capital projects of the Town. The \$0.8 million transfer out reflects this subsidy. Revenues remained relatively unchanged from the prior year; however, expenses decreased \$139,531 due to cost savings in the current year as the Town was able to purchase electricity at a cheaper rate.

The Sanitation Fund had reported operating income of \$106,858, which was more than the prior year. The increase in operating income was the result of a slight increase in revenue from refuse collection and a decrease in depreciation expense.

The Wastewater Fund reported an operating loss of \$79,529 in the current year. The operating loss was due to an increase in operating expenses as a result of an increase in administrative and public works allocations to each of the Enterprise Funds. The Wastewater Fund was affected significantly due to the current construction projects as well as prior year administrative costs charged to wastewater projects in prior years. Those administrative allocations are based on prior year expenses incurred; because the Wastewater Fund has had ongoing projects, the allocation of administrative and public works costs have increase in the Wastewater Fund. The operating loss was offset by a capital contribution of \$161,655 for capital assets acquired from the Capital Improvement Fund and transferred to the Wastewater Fund.

**TOWN OF WICKENBURG, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2014**

The Airport Fund realized a \$0.6 million operating loss. The loss was largely due an increase in administrative allocations to the Airport Fund. This operating loss increased from the prior year by \$51,849. The Airport Fund reported a decrease in operating revenue of \$19,288 and an increase in operating expense of \$32,561. The changes in revenues and expenditures were not significant to the Airport Fund. The Airport Fund reported a \$263,692 capital contribution for capital assets acquired from the Capital Improvement Fund and transferred to the Airport Fund.

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the Town's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of Governmental funds reported by the Town include the General Fund, Special Revenue Funds and Capital Projects Fund.

As of the end of the current fiscal year the Town's governmental funds reported combined ending fund balances of \$8.0 million, a decrease of \$52,050 in comparison with the prior year. Approximately 74% of this total amount (\$5.9 million) constitutes General Fund balance, which is available for contribution to the restricted, committed, assigned and unassigned fund balance. The table below presents fund balances at June 30, 2014.

**Table A-3
Fund Balances**

Fund	Balance	Increase (Decrease) From 2012-13
General Fund	\$ 5,923,445	\$ 419,822
Capital Improvement Fund	1,132,025	(515,583)
Nonmajor Governmental Funds	992,314	43,711

The General Fund is the chief operating fund of the Town of Wickenburg, Arizona. At the end of the current fiscal year, the fund balance of the General Fund was \$5.9 million, while total fund balance reached \$8.0 million. As a measure of the General Fund's liquidity, it may be useful to compare both General Fund balance and total fund balance to total fund expenditures. General Fund balance represents 94 percent of total General Fund expenditures, while total fund balance represents 110 percent of total expenditures.

The fund balance of the Town's General Fund increased by \$0.4 million. The increase was largely due to an increase in sales tax revenue (\$0.2 million), intergovernmental revenues (\$0.1 million), and contributions and donations (\$0.1 million).

The Capital Improvement Fund reported a decrease of \$0.5 million. The decrease was the result of \$0.4 million of assets recorded as an expenditure in the Capital Improvement fund and transferred to various Enterprise Funds, as well as a \$0.2 million transfer to the Airport Fund for future capital projects. This was offset by a \$0.3 million transfer into the Capital Improvement Fund from the Electric Fund

All non-major governmental funds of the Town are combined into one column on the governmental fund statements. The non-major governmental funds reported a \$43,711 increase largely due an increase in state grant funding and a decrease in highway and streets expenditures.

**TOWN OF WICKENBURG, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2014**

BUDGETARY HIGHLIGHTS

Budgeted General Fund revenues of \$6.4 million were less than actual revenues of \$6.7 million, while budgeted expenditures of \$9.0 million exceeded the budgetary basis (actual) expenditures by \$2.4 million, largely due to the budgeted contingencies reported in the General Services department.

Actual revenues and expenditures did not significantly vary from the budget, with the exception of the sales tax revenue and general services expenditures due to an increase in state shared revenue funding, additional public safety personnel, and reallocation of public works staff. The budget was amended to reflect lower than anticipated revenues and an increase in budgeted contingencies which was primarily due to projects being moved to the following fiscal year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Town's capital assets for its governmental activities and business-type activities as of June 30, 2014 amount to \$30.6 million and \$29.6 million, respectively (net of accumulated depreciation), a total net increase of \$0.4 million. For government-wide financial statement presentation, all depreciable capital assets were depreciated from acquisition date to the end of the current fiscal year. Governmental fund financial statements record capital asset purchases as expenditures. See Note 3.A.3. in the notes to the basic financial statements for further information regarding capital assets.

During the current fiscal year, the annual depreciation expense was \$1.1 million for governmental activities assets and \$1.2 million for business-type activities assets. Additions to capital assets during the fiscal year totaled \$0.8 million for governmental activities assets and \$2.0 million for business-type activities assets.

Major capital asset additions during the current fiscal year included the following:

Governmental Activities

- ◆ 2 Police Vehicles
- ◆ 4 General Government Vehicles
- ◆ Police Radios
- ◆ Town Hall Improvements
- ◆ Pedestrian Bridge Restrooms
- ◆ Downtown Streetscape Projects
- ◆ Information Technology Upgrades

Business-type Activities

- ◆ Airport Booster Station
- ◆ County Club Waterline
- ◆ Sols Wash Well
- ◆ Savage Street Electrical and Sewer Upgrades
- ◆ Airport Fuel Systems
- ◆ Airport Pavement Projects
- ◆ Madison Street Water Line
- ◆ Barnette Street Water Line
- ◆ Water and Sanitation Vehicles

**TOWN OF WICKENBURG, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2014**

The following table provides a breakdown of the capital assets of the Town at June 30, 2014 and 2013.

**Table A-4
Capital Assets (Net)**

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 17,044,213	\$ 17,044,213	\$ 4,853,140	\$ 4,853,140	\$ 21,897,353	\$ 21,897,353
Land Improvements	2,290,652	2,437,577	258,452	271,705	2,549,104	2,709,282
Buildings and Improvements	1,607,318	1,509,839	-	-	1,607,318	1,509,839
Infrastructure (Including Utilities)	7,348,794	7,773,952	14,460,947	13,717,944	21,809,741	21,491,896
Airport Runways and Hangars	-	-	8,010,157	8,492,082	8,010,157	8,492,082
Intangible Property	45,561	46,863	-	-	45,561	46,863
Furniture, Equipment and Vehicles	2,055,020	2,100,875	1,198,789	1,185,727	3,253,809	3,286,602
Construction in Progress	231,287	37,418	854,826	345,063	1,086,113	382,481
Total Capital Assets	\$ 30,622,845	\$ 30,950,737	\$ 29,636,311	\$ 28,865,661	\$ 60,259,156	\$ 59,816,398

Long-term Debt

The State imposes certain debt limitations on the Town of six percent (6%) and twenty percent (20%) of the outstanding assessed valuation of the Town. The Town's available debt margin at June 30, 2014 is \$3.5 million in the 6% capacity and \$11.7 million in the 20% capacity. Additional information on the debt limitations and capacities may be found in the statistical section of this report (page 100).

The following schedule shows the long-term obligations of the Town (both current and long-term) as of June 30, 2014 and 2013. Further detail on the Town's long-term obligations may be found in Note 3.C. and D. on pages 49 - 52.

**Table A-4
Outstanding Debt**

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Loans Payable	\$ -	\$ -	\$ 692,161	\$ 701,541	\$ 692,161	\$ 701,541
Notes Payable	-	-	1,641,443	1,797,073	1,641,443	1,797,073
Capital Leases	45,270	88,496	-	-	45,270	88,496
Compensated Absences	226,530	279,666	23,877	43,612	250,407	323,278
Other Postemployment Benefits	188,935	169,400	-	-	188,935	169,400
Total Outstanding Debt	\$ 460,735	\$ 537,562	\$ 2,357,481	\$ 2,542,226	\$ 2,818,216	\$ 3,079,788

ECONOMIC FACTORS

- ◆ A vibrant community rebounding from prior years.
- ◆ A continued effort to improve public safety.
- ◆ A five year capital improvement plan to identify and replace outdated equipment, add required infrastructure, and technology improvements.
- ◆ Growth due to town annexation.
- ◆ The success of a new gated community.

Each of these factors were considered in preparing the future years' budgets.

**TOWN OF WICKENBURG, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2014**

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all of those with an interest and to demonstrate accountability for the use of public funds. Questions about any of the information provided in this report, or requests for additional financial information should be addressed to:

Town of Wickenburg, Arizona
Finance Director
155 North Tegner, Suite A
Wickenburg, Arizona 85390
(928)684-5451

THIS PAGE BLANK

BASIC FINANCIAL STATEMENTS

TOWN OF WICKENBURG, ARIZONA
STATEMENT OF NET POSITION
JUNE 30, 2014

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 8,552,942	\$ 4,593,085	\$ 13,146,027
Accounts Receivable, Net:			
Accounts Receivable	42,993	407,502	450,495
Taxes Receivable	4,422	-	4,422
Intergovernmental Receivable	441,380	9,961	451,341
Internal Balances	(115,110)	115,110	-
Inventories	18,952	71,822	90,774
Restricted Cash and Investments	21,255	141,937	163,192
Capital Assets:			
Non-Depreciable	17,275,500	5,707,966	22,983,466
Depreciable (Net)	13,347,345	23,928,345	37,275,690
Total Assets	<u>39,589,679</u>	<u>34,975,728</u>	<u>74,565,407</u>
LIABILITIES			
Accounts Payable	626,804	282,981	909,785
Accrued Salaries and Benefits	193,105	23,956	217,061
Accrued Interest Payable	-	25,912	25,912
Intergovernmental Payable	-	29,335	29,335
Customer Deposits Payable	21,255	141,997	163,252
Noncurrent Liabilities:			
Due Within One Year	260,538	190,642	451,180
Due in More Than One Year	200,197	2,166,839	2,367,036
Total Liabilities	<u>1,301,899</u>	<u>2,861,662</u>	<u>4,163,561</u>
NET POSITION			
Net Investment in Capital Assets	30,577,575	27,302,707	57,880,282
Restricted for:			
Court Enhancement	112,083	-	112,083
Transit	18,774	-	18,774
Highways and Streets	335,256	-	335,256
Public Safety	9,128	-	9,128
Capital Outlay	525,736	-	525,736
Unrestricted	6,709,228	4,811,359	11,520,587
Total Net Position	<u>\$ 38,287,780</u>	<u>\$ 32,114,066</u>	<u>\$ 70,401,846</u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WICKENBURG, ARIZONA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2014**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Primary Government		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental Activities:							
General Government	\$ 2,192,834	\$ 1,205,683	\$ 5,637	\$ -	\$ (981,514)		\$ (981,514)
Public Safety	3,930,094	291,522	7,949	44,830	(3,585,793)		(3,585,793)
Highways and Streets	630,157	-	378,495	-	(251,662)		(251,662)
Parks and Recreation	1,407,316	106,963	-	-	(1,300,353)		(1,300,353)
Interest and Fiscal Charges	3,982	-	-	-	(3,982)		(3,982)
Total Governmental Activities	8,164,383	1,604,168	392,081	44,830	(6,123,304)		(6,123,304)
Business-Type Activities:							
Water	922,906	1,017,374	-	218,337		\$ 312,805	312,805
Electric	1,591,851	2,670,784	-	-		1,078,933	1,078,933
Sanitation	738,808	921,821	-	-		183,013	183,013
Wastewater	1,032,667	877,929	-	196,655		41,917	41,917
Airport	1,085,754	511,280	-	315,768		(258,706)	(258,706)
Total Business-Type Activities	5,371,986	5,999,188	-	730,760		1,357,962	1,357,962
Total Primary Government	\$ 13,536,369	\$ 7,603,356	\$ 392,081	\$ 775,590		1,357,962	(4,765,342)
General Revenues:							
Taxes							
Sales Taxes					3,155,627	-	3,155,627
Property Taxes					250,544	-	250,544
State Revenue Sharing - Unrestricted					709,237	-	709,237
State Sales Tax Revenue Sharing - Unrestricted					553,854	-	553,854
Auto Lieu Tax Revenue Sharing - Unrestricted					227,047	-	227,047
Investment Earnings					12,156	21,450	33,606
Other					144,720	36,522	181,242
Transfers					615,000	(615,000)	-
Total General Revenues and Transfers					5,668,185	(557,028)	5,111,157
Change in Net Position					(455,119)	800,934	345,815
Net Position - Beginning					38,742,899	31,313,132	70,056,031
Net Position - Ending					\$ 38,287,780	\$ 32,114,066	\$ 70,401,846

See accompanying Notes to Basic Financial Statements.

**TOWN OF WICKENBURG, ARIZONA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014**

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Totals
ASSETS				
Cash and Investments	\$ 5,844,198	\$ 1,558,807	\$ 974,286	\$ 8,377,291
Restricted Cash and Investments	21,255	-	-	21,255
Receivables, Net:				
Accounts Receivable	39,387	-	688	40,075
Taxes Receivable	4,422	-	-	4,422
Intergovernmental Receivables	407,535	-	33,845	441,380
Total Assets	<u>\$ 6,316,797</u>	<u>\$ 1,558,807</u>	<u>\$ 1,008,819</u>	<u>\$ 8,884,423</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 184,201	\$ 426,782	\$ 13,189	\$ 624,172
Accrued Wages and Benefits	187,896	-	3,316	191,212
Customer Deposits Payable	21,255	-	-	21,255
Total Liabilities	<u>393,352</u>	<u>426,782</u>	<u>16,505</u>	<u>836,639</u>
Fund Balances:				
Restricted	8,663	-	992,314	1,000,977
Assigned	259,841	1,132,025	-	1,391,866
Unassigned	5,654,941	-	-	5,654,941
Total Fund Balances	<u>5,923,445</u>	<u>1,132,025</u>	<u>992,314</u>	<u>8,047,784</u>
Total Liabilities and Fund Balances	<u>\$ 6,316,797</u>	<u>\$ 1,558,807</u>	<u>\$ 1,008,819</u>	<u>\$ 8,884,423</u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WICKENBURG, ARIZONA
RECONCILIATION OF THE BALANCE SHEET
OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION
JUNE 30, 2014**

Total Fund Balances - Total Governmental Funds \$ 8,047,784

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

Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the governmental funds.

Governmental fund capital assets (excluding internal service funds)	\$ 47,015,854	
Less accumulated depreciation (excluding internal service funds)	<u>(16,504,307)</u>	30,511,547

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.

Compensated Absences		(224,324)
Capital Leases		(45,270)
Other Postemployment Benefits		(188,935)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.

Internal Service Fund Net Position		302,088
Less: Amount attributed to the Business-Type Activities		<u>(115,110)</u>
		<u>186,978</u>

Total Net Position of Governmental Activities		<u><u>\$ 38,287,780</u></u>
---	--	-----------------------------

TOWN OF WICKENBURG, ARIZONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Totals
REVENUES				
Taxes:				
Sales Taxes	\$ 3,155,627	\$ -	\$ -	\$ 3,155,627
Property Taxes	250,544	-	-	250,544
Intergovernmental	1,540,248	-	386,801	1,927,049
Fines and Forfeitures	166,240	-	-	166,240
Licenses and Permits	138,855	-	-	138,855
Charges for Services	1,144,041	-	-	1,144,041
Rents and Royalties	155,032	-	-	155,032
Investment Earnings	9,651	-	2,505	12,156
Other	144,720	-	-	144,720
Total Revenues	<u>6,704,958</u>	<u>-</u>	<u>389,306</u>	<u>7,094,264</u>
EXPENDITURES				
Current:				
General Government	1,724,631	75,471	-	1,800,102
Public Safety	3,262,092	-	4,989	3,267,081
Highways and Streets	-	-	317,261	317,261
Parks and Recreation	1,251,205	-	-	1,251,205
Debt Service				
Principal Retirement	43,226	-	-	43,226
Interest on Long-Term Debt	3,982	-	-	3,982
Capital Outlay	-	1,055,112	23,345	1,078,457
Total Expenditures	<u>6,285,136</u>	<u>1,130,583</u>	<u>345,595</u>	<u>7,761,314</u>
Excess (Deficiency) of Revenues Over Expenditures	419,822	(1,130,583)	43,711	(667,050)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	775,000	-	775,000
Transfers Out	-	(160,000)	-	(160,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>615,000</u>	<u>-</u>	<u>615,000</u>
Net Change in Fund Balances	419,822	(515,583)	43,711	(52,050)
FUND BALANCES				
Beginning of Year	5,503,623	1,647,608	948,603	8,099,834
End of Year	<u>\$ 5,923,445</u>	<u>\$ 1,132,025</u>	<u>\$ 992,314</u>	<u>\$ 8,047,784</u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WICKENBURG, ARIZONA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCES OF THE GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2014**

Net Change in Fund Balances - Total Governmental Funds \$ (52,050)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for capital assets (less internal service funds)	\$ 792,976	
Less current year depreciation (less internal service funds)	<u>(1,105,287)</u>	(312,311)

The issuance of long term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. The issuance of long-term debt increases long-term liabilities on the statement of net position and the repayment of principal on long-term debt reduces long-term debt on the statement of net position.

Principal payments on capital leases		43,226
--------------------------------------	--	--------

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.

Net change in other postemployment benefits		(19,535)
Net change in compensated absences (less internal service funds)		54,395

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenues of the internal service funds are reported with governmental activities and business-type activities.

Net revenues of the Internal Service Fund		(53,734)
Less: Amount attributable to the Business-Type Activities		<u>(115,110)</u>
		<u>(168,844)</u>

Change in Net Position of Governmental Activities		<u>\$ (455,119)</u>
---	--	---------------------

TOWN OF WICKENBURG, ARIZONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes:				
Sales Taxes	\$ 2,650,000	\$ 2,885,000	\$ 3,155,627	\$ 270,627
Property Taxes	310,000	261,000	250,544	(10,456)
Intergovernmental Revenue	2,118,851	1,514,909	1,540,248	25,339
Fines and Forfeitures	187,201	153,351	166,240	12,889
Licenses and Permits	102,412	123,510	138,855	15,345
Charges for Services	1,169,304	1,151,385	1,144,041	(7,344)
Rents and Royalties	151,418	155,411	155,032	(379)
Investment Earnings	8,821	4,921	9,651	4,730
Other	29,251	140,515	144,720	4,205
Total Revenues	<u>6,727,258</u>	<u>6,390,002</u>	<u>6,704,958</u>	<u>314,956</u>
EXPENDITURES				
Current:				
General Government:				
Finance	249,440	278,374	271,131	7,243
Town Manager	268,204	277,840	281,814	(3,974)
Town Attorney	175,000	238,000	226,118	11,882
Town Clerk	163,101	139,374	140,448	(1,074)
Planning and Zoning	198,456	193,482	193,523	(41)
Public Works	19,860	24,902	6,693	18,209
General Services	2,424,657	2,684,188	421,598	2,262,590
Town Court	235,835	227,336	183,306	44,030
Total General Government	<u>3,734,553</u>	<u>4,063,496</u>	<u>1,724,631</u>	<u>2,338,865</u>
Public Safety:				
Police Department	2,244,459	2,286,913	2,260,050	26,863
Fire	980,228	1,044,836	1,002,042	42,794
Total Public Safety	<u>3,224,687</u>	<u>3,331,749</u>	<u>3,262,092</u>	<u>69,657</u>
Parks and Recreation:				
Community Services	1,771,958	1,137,266	1,150,943	(13,677)
Library	136,663	76,236	68,856	7,380
Constellation and Rodeo Expense	81,179	72,158	31,406	40,752
Total Parks and Recreation	<u>1,989,800</u>	<u>1,285,660</u>	<u>1,251,205</u>	<u>34,455</u>
Debt Service:				
Principal	43,325	43,325	43,226	99
Interest	3,982	3,982	3,982	-
Total Debt Service	<u>47,307</u>	<u>47,307</u>	<u>47,208</u>	<u>99</u>
Total Expenditures	<u>8,996,347</u>	<u>8,728,212</u>	<u>6,285,136</u>	<u>2,443,076</u>
Excess (Deficiency) of Revenues Over Expenditures	(2,269,089)	(2,338,210)	419,822	2,758,032

(Continued)

TOWN OF WICKENBURG, ARIZONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (CONTINUED)
GENERAL FUND
YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
OTHER FINANCING SOURCES (USES)				
Transfers Out	\$ 1	\$ (29,500)	\$ -	\$ 29,500
Net Change in Fund Balance	(2,269,088)	(2,367,710)	419,822	2,787,532
FUND BALANCE				
Beginning of Year	2,269,088	2,367,710	5,503,623	3,135,913
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,923,445</u>	<u>\$ 5,923,445</u>

See accompanying Notes to Basic Financial Statements.

TOWN OF WICKENBURG, ARIZONA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2014

	Business-Type Activities			
	Water	Electric	Sanitation	Wastewater
ASSETS				
Current Assets:				
Cash and Investments	\$ 1,200,218	\$ 1,625,342	\$ 1,016,089	\$ 557,534
Receivables, Net:				
Accounts Receivable	88,238	197,830	52,219	65,655
Intergovernmental Receivable	5,348	-	-	-
Inventory	-	-	-	-
Restricted Cash and Investments	-	141,937	-	-
Total Current Assets	<u>1,293,804</u>	<u>1,965,109</u>	<u>1,068,308</u>	<u>623,189</u>
Noncurrent Assets:				
Capital Assets:				
Non-Depreciable	887,568	265,695	-	284,132
Depreciable (Net)	5,304,857	1,580,984	243,734	8,561,328
Total Noncurrent Assets	<u>6,192,425</u>	<u>1,846,679</u>	<u>243,734</u>	<u>8,845,460</u>
Total Assets	<u>7,486,229</u>	<u>3,811,788</u>	<u>1,312,042</u>	<u>9,468,649</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	24,431	227,481	8,625	21,123
Accrued Wages and Benefits	8,130	2,117	6,672	5,378
Intergovernmental Payable	78	29,225	-	-
Interest Payable	-	-	-	25,912
Customer Deposits Payable	-	141,937	-	-
Compensated Absences	6,984	148	6,056	5,592
Notes Payable	-	-	-	170,354
Total Current Liabilities	<u>39,623</u>	<u>400,908</u>	<u>21,353</u>	<u>228,359</u>
Noncurrent Liabilities:				
Compensated Absences	-	-	-	3,589
Notes Payable	-	-	-	2,163,250
Total Noncurrent Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,166,839</u>
Total Liabilities	<u>39,623</u>	<u>400,908</u>	<u>21,353</u>	<u>2,395,198</u>
NET POSITION				
Net Investment in Capital Assets	6,192,425	1,846,679	243,734	6,511,856
Unrestricted	1,254,181	1,564,201	1,046,955	561,595
Total Net Position	<u>\$ 7,446,606</u>	<u>\$ 3,410,880</u>	<u>\$ 1,290,689</u>	<u>\$ 7,073,451</u>

Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds
Net position of business-type activities

<u>Business-Type Activities</u>		Governmental
<u>Airport</u>	<u>Totals</u>	Activities - Internal Service Fund
\$ 193,902	\$ 4,593,085	\$ 175,651
3,560	407,502	2,918
4,613	9,961	-
71,822	71,822	18,952
-	141,937	-
<u>273,897</u>	<u>5,224,307</u>	<u>197,521</u>
4,270,571	5,707,966	-
8,237,442	23,928,345	111,298
<u>12,508,013</u>	<u>29,636,311</u>	<u>111,298</u>
12,781,910	34,860,618	308,819
1,321	282,981	2,632
1,659	23,956	1,893
32	29,335	-
-	25,912	-
60	141,997	-
1,508	20,288	2,206
-	170,354	-
<u>4,580</u>	<u>694,823</u>	<u>6,731</u>
-	3,589	-
-	2,163,250	-
-	<u>2,166,839</u>	-
<u>4,580</u>	<u>2,861,662</u>	<u>6,731</u>
12,508,013	27,302,707	111,298
269,317	4,696,249	190,790
<u>\$ 12,777,330</u>	<u>31,998,956</u>	<u>\$ 302,088</u>
	115,110	
	<u>\$ 32,114,066</u>	

TOWN OF WICKENBURG, ARIZONA
STATEMENT REVENUES, EXPENSES, AND CHANGE IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2014

	Business-Type Activities			
	Water	Electric	Sanitation	Wastewater
Operating Revenues:				
Charges for Services	\$ 1,017,374	\$ 2,670,784	\$ 921,821	\$ 877,929
Operating Expenses:				
Cost of Sales and Services	685,634	1,527,298	766,171	613,166
Depreciation	255,267	76,839	48,792	344,292
Total Operating Expenses	<u>940,901</u>	<u>1,604,137</u>	<u>814,963</u>	<u>957,458</u>
Operating Income (Loss)	76,473	1,066,647	106,858	(79,529)
Nonoperating Revenues (Expense):				
Investment Earnings	3,194	15,762	1,006	1,315
Interest Expense	-	-	-	(83,317)
Other	1,165	11,663	-	21,294
Total Nonoperating Revenues (Expenses)	<u>4,359</u>	<u>27,425</u>	<u>1,006</u>	<u>(60,708)</u>
Income (Loss) Before Contributions and Transfers	80,832	1,094,072	107,864	(140,237)
Capital Contributions	218,337	-	-	196,655
Transfers In	-	-	-	-
Transfers Out	-	(775,000)	-	-
Change in Net Position	299,169	319,072	107,864	56,418
Net Position				
Beginning of Year	7,147,437	3,091,808	1,182,825	7,017,033
End of Year	<u>\$ 7,446,606</u>	<u>\$ 3,410,880</u>	<u>\$ 1,290,689</u>	<u>\$ 7,073,451</u>

Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds
Change in net position of business-type activities

<u>Business-Type Activities</u>		Governmental
<u>Airport</u>	<u>Total</u>	Activities - Internal Service Fund
\$ 511,280	\$ 5,999,188	\$ 460,837
582,922	4,175,191	494,492
503,398	1,228,588	26,615
<u>1,086,320</u>	<u>5,403,779</u>	<u>521,107</u>
(575,040)	595,409	(60,270)
173	21,450	485
-	(83,317)	-
2,400	36,522	6,051
<u>2,573</u>	<u>(25,345)</u>	<u>6,536</u>
(572,467)	570,064	(53,734)
315,768	730,760	-
160,000	160,000	-
-	(775,000)	-
(96,699)	685,824	(53,734)
<u>12,874,029</u>		<u>355,822</u>
<u>\$ 12,777,330</u>		<u>\$ 302,088</u>
	<u>115,110</u>	
	<u>\$ 800,934</u>	

**TOWN OF WICKENBURG, ARIZONA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2014**

	Business-Type Activities			
	Water	Electric	Sanitation	Wastewater
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers	\$ 1,024,029	\$ 2,694,621	\$ 926,887	881,862
Payments to Suppliers	(503,904)	(1,326,511)	(528,060)	(497,494)
Payments to Employees	(219,812)	(75,662)	(251,678)	(139,913)
Other Receipts	1,165	11,663	-	21,294
Customer Deposits	-	4,209	-	-
Net Cash Flows from Operating Activities	<u>301,478</u>	<u>1,308,320</u>	<u>147,149</u>	<u>265,749</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers In	-	-	-	-
Transfers Out	-	(775,000)	-	-
Net Cash Flows from Noncapital Financing Activities	<u>-</u>	<u>(775,000)</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital Grants and Contributions	210,047	-	-	35,000
Purchases of Capital Assets	(1,146,031)	(239,497)	(90,168)	(43,712)
Principal Paid on Capital Debt	-	-	-	(165,010)
Interest Paid on Capital Debt	-	-	-	(85,772)
Net Cash Flows from Capital and Related Financing Activities	<u>(935,984)</u>	<u>(239,497)</u>	<u>(90,168)</u>	<u>(259,494)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Earnings	<u>3,194</u>	<u>15,762</u>	<u>1,006</u>	<u>1,315</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>(631,312)</u>	<u>309,585</u>	<u>57,987</u>	<u>7,570</u>
Cash and Cash Equivalents - Beginning of Year	1,831,530	1,457,694	958,102	549,964
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 1,200,218</u>	<u>\$ 1,767,279</u>	<u>\$ 1,016,089</u>	<u>\$ 557,534</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION				
Cash and Investments	\$ 1,200,218	\$ 1,625,342	\$ 1,016,089	\$ 557,534
Restricted Assets	-	141,937	-	-
Total Cash and Cash Equivalents	<u>\$ 1,200,218</u>	<u>\$ 1,767,279</u>	<u>\$ 1,016,089</u>	<u>\$ 557,534</u>

See accompanying Notes to Basic Financial Statements.

<u>Business-Type Activities</u>		Governmental
Airport	Total	Activities - Internal Service Fund
\$ 517,994	\$ 6,045,393	\$ 463,295
(565,446)	(3,421,415)	(419,531)
(49,293)	(736,358)	(67,635)
2,400	36,522	6,051
-	4,209	-
<u>(94,345)</u>	<u>1,928,351</u>	<u>(17,820)</u>
160,000	160,000	-
-	(775,000)	-
<u>160,000</u>	<u>(615,000)</u>	<u>-</u>
75,665	320,712	-
(47,638)	(1,567,046)	(11,034)
-	(165,010)	-
-	(85,772)	-
<u>28,027</u>	<u>(1,497,116)</u>	<u>(11,034)</u>
173	21,450	485
93,855	(162,315)	(28,369)
100,047	4,897,337	204,020
<u>\$ 193,902</u>	<u>\$ 4,735,022</u>	<u>\$ 175,651</u>
\$ 193,902	\$ 4,593,085	\$ 175,651
-	141,937	-
<u>\$ 193,902</u>	<u>\$ 4,735,022</u>	<u>\$ 175,651</u>

TOWN OF WICKENBURG, ARIZONA
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2014

	Business-Type Activities			
	Water	Electric	Sanitation	Wastewater
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 76,473	\$ 1,066,647	\$ 106,858	\$ (79,529)
Depreciation Expense	255,267	76,839	48,792	344,292
Nonoperating Receipts	1,165	11,663	-	21,294
Change in Assets/Liabilities:				
Receivables, Net	6,655	23,837	5,066	3,933
Inventory	-	-	-	-
Intergovernmental Payables	(62)	1,088	-	-
Accounts Payable	(29,144)	132,247	(13,220)	(15,594)
Accrued Wages and Benefits	(2,215)	(2,624)	(3,204)	268
Customer Deposits Payable	-	4,209	-	-
Compensated Absences	(6,661)	(5,586)	2,857	(8,915)
Net Cash Provided (Used) by Operating Activities	\$ 301,478	\$ 1,308,320	\$ 147,149	\$ 265,749
Non-Cash Activities				
Capital Contributions from Governmental Activities	\$ 6,845	\$ -	\$ -	\$ 161,655

<u>Business-Type Activities</u>		Governmental
<u>Airport</u>	<u>Total</u>	Activities - Internal Service Fund
\$ (575,040)	\$ 595,409	\$ (60,270)
503,398	1,228,588	26,615
2,400	36,522	6,051
6,714	46,205	2,458
(4,572)	(4,572)	32,201
-	1,026	-
(25,953)	48,336	(25,825)
138	(7,637)	(309)
-	4,209	-
(1,430)	(19,735)	1,259
<u>\$ (94,345)</u>	<u>\$ 1,928,351</u>	<u>\$ (17,820)</u>
\$ 263,692	\$ 432,192	\$ -

**TOWN OF WICKENBURG, ARIZONA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2014**

	Firemen Pension Trust	Agency Fund
Assets		
Current Assets		
Cash and Cash Equivalents	\$ -	\$ <u>223,347</u>
Liabilities		
Due to Other Entities	-	\$ <u>223,347</u>
Net Position		
Held In Trust	<u>\$ -</u>	

See accompanying Notes to Basic Financial Statements.

**TOWN OF WICKENBURG, ARIZONA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2014**

	Firemen Pension Trust
Additions:	
Contributions:	
State Insurance Premium	\$ 7,330
Investment Earnings	4
Total Additions	7,334
 Deductions	
Benefits	17,929
 Change in Net Position	 (10,595)
 Net Position, Beginning of Year	 10,595
Net Position, End of Year	\$ -

See accompanying Notes to Basic Financial Statements.

THIS PAGE BLANK

NOTES TO BASIC FINANCIAL STATEMENTS

THIS PAGE BLANK

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the Town of Wickenburg, Arizona (Town) have been prepared in conformity with accounting principles generally accepted in the United States of America applicable to governmental units adopted by the Governmental Accounting Standards Board (GASB). A summary of the Town's more significant accounting policies follows.

A. Reporting Entity

The Town is a municipal government that is governed by a separately elected governing body. It is legally separate from and fiscally independent of other state and local governments. The accompanying financial statements present the Town and its component unit, an entity for which the Town is considered to be financially accountable.

The Town reports the following blended component unit:

The Town of Wickenburg, Arizona Public Facilities Municipal Property Corporation (APFMPC). The APFMPC is a legal separate entity comprised of a five member board approved by the Mayor and ratified by the Town Council. The APFMPC was formed to fund the construction of the wastewater treatment facility through a USDA loan. The APFMPC provides a financial benefit to the Town through its ability to issue debt. The Town appoints a majority of APFMPC's voting governing body. A financial burden to the Town exists because the Town has an obligation to pay the debt of the APFMPC. APFMPC provides services entirely to the Town.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. The effect of interfund activity has been removed from these statements. *Governmental activities*, which are normally supported by taxes and intergovernmental revenues are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment 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 or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds even though the latter are excluded from the government-wide financial statements. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements and the proprietary and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported 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 to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting, except expenditures related to compensated absences and claims and judgments, which are recorded only when payment is due.

Property taxes, intergovernmental grants and aid, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The Town reports the following major governmental funds:

The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund.

The *Capital Improvements Fund* is a capital projects fund used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

The Town reports the following major proprietary funds:

The *Water Fund* accounts for the activities necessary to provide water services to the citizens of the Town.

The *Electric Fund* accounts for the activities necessary to provide electricity to the citizens of the Town.

The *Sanitation Fund* accounts for the activities necessary to provide trash collections to the citizens of the Town.

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The *Wastewater Fund* accounts for the activities necessary to provide wastewater services to the citizens of the Town.

The *Airport Fund* accounts for the transactions related to operating the municipal airport.

Additionally, the government reports the following fund types:

The *Internal Service Funds* account for operations that provide services to other departments or agencies of the government, or to other governments, on a cost-reimbursement basis.

The *Fire Pension Fund* accounts for the Town's Volunteer Firefighters' Relief and Pension Fund, a defined contribution plan for which the assets are held by the Town in a trustee capacity. Contributions are made on behalf of the volunteers from a state agency and payments are made to an insurance carrier.

The *Agency Fund* accounts for funds held by the Town on-behalf of Southwest Gas which controls the use of the funds for various capital expenditures incurred by Southwest Gas to provide services to the Town. Any related capital is not the property of the Town.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the internal service fund are charges to other funds. Operating expenses for the internal service fund include the cost fuel and maintenance of Town Vehicles. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, for governmental activities it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed. For business-type activities, the use of restricted resources is governed by the applicable loan covenants.

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, and Net Position or Equity

1. Deposits and Investments

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits, cash and investments held by the State Treasurer, and highly liquid investments with maturities of three months or less from the date of acquisition.

Cash and investments are pooled except for funds required to be held by fiscal agents or restricted under provisions of bond indentures. Interest earned from investments purchased with such pooled monies are allocated to each of the funds based on the average daily cash balances. State statutes authorize the Town to invest in obligations of the U.S. Treasury and U.S. agencies, certificates of deposit in eligible depositories, repurchase agreements, obligations of the State of Arizona or any of its counties or incorporated cities, town's or duly organized school districts, improvement districts in this state and the State Treasurer's Local Government Investment Pool. Investments are stated at fair value.

2. Accounts and Property Tax Receivables

All trade and property taxes receivables are shown net of an allowance for uncollectibles.

Maricopa County levies real and personal property taxes on or before the third Monday in August that become due and payable in two equal installments. The first installment is due on the first day of October and becomes delinquent after the first business day of November. The second installment is due on the first day of March of the next year and becomes delinquent after the first business day of May. However, a lien against real and personal property attaches on the first day of January preceding assessment and levy thereof.

3. Intergovernmental Receivables

Intergovernmental receivables include amounts due from other government agencies and include Town sales tax (\$333,699), Highway User Revenue fuel tax (\$33,845), State sales tax (\$47,026), auto lieu (\$9,721) and miscellaneous grants (\$17,089) in the governmental funds and governmental activities column of the government-wide financial statements. Enterprise funds and business-type activities report \$9,961 in federal grants receivable.

4. Inventories

Inventories are recorded as expenditures at the time of purchase in the governmental funds, and are recorded as an asset and expense when consumed in the government-wide and proprietary fund financial statements.

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, and Net Position or Equity (Continued)

5. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental and business-type activities column in the government-wide financial statements and in the proprietary funds financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Infrastructure assets acquired prior to 1980 are not reported in the governmental activities column in the government-wide financial statements.

Property, plant and equipment purchased or acquired is carried at historical cost or estimated historical cost. Contributed assets are recorded at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Depreciation on all assets is provided on a straight-line basis over the following estimated useful lives:

Land Improvements	10-40 Years
Buildings and Improvements	10-40 Years
Utility Components	5-40 Years
Infrastructure	5-40 Years
Furniture and Equipment	3-10 Years
Vehicles	4-20 Years

6. Compensated Absences

The liability for compensated absences reported in the government-wide and proprietary fund financial statements consists of unpaid, accumulated leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included.

7. Long-Term Obligations

In the government-wide financial statements, and proprietary 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 statements of net position.

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, and Net Position or Equity (Continued)

8. Net Position

In the government-wide financial statements, net position is reported in three categories: net investment in capital assets; restricted net position; and unrestricted net position. Net investment in capital assets is separately reported because capital assets make up a significant portion of total net position. Restricted net position accounts for the portion of net position restricted by parties outside the Town. Unrestricted net position is the remaining net position not included in the previous two categories.

None of the restricted net position is restricted by enabling legislation.

9. Fund Balances

Fund balances of the governmental funds are reported separately within classifications based on a hierarchy of the constraints placed on the use of those resources. The classifications are based on the relative strength of the constraints that control how the specific amounts can be spent. The classifications are nonspendable, restricted, committed, assigned and unassigned fund balance.

The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form such as inventories, or are legally or contractually required to be maintained intact.

Restricted fund balances are those that have externally imposed restrictions on their usage by creditors (such as through debt covenants), grantors, contributors, or laws and regulations. The committed fund balances are self-imposed limitations approved by the Town's Council, which is the highest level of decision-making authority within the Town. Only the Town Council can remove or change the constraints placed on committed fund balances. The Town Council must commit fund balances before the end of the fiscal year through formal council action. Assigned fund balances are resources constrained by the Town's intent to be used for specific purposes, but are neither restricted nor committed. The Town Council has authorized, through the adoption of a fund balance policy, the Town Manager to make assignments of resources for a specific purpose. The unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not reported in the other classifications. Also, deficits in fund balances of the other governmental funds are reported as unassigned.

When an expenditure is incurred, it is the Town's policy to use restricted fund balance first, then committed, assigned and unassigned fund balances as resources are available.

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The Town Council follows these procedures in establishing the budgetary data reflected in the financial statements:

1. In accordance with Arizona Revised Statutes, the Town Manager submits a proposed budget for the fiscal year commencing the following July 1 to the Town Council. The operating budget includes proposed expenditures and the means of financing them for the upcoming year.
2. Public hearings are conducted to obtain taxpayer comment.
3. Prior to the third Monday in August, the expenditure limitation for the Town is legally enacted through passage of an ordinance. To ensure compliance with the expenditure limitation, a uniform expenditure report must be filed with the State each year. This report, issued under a separate cover, reconciles total Town expenditures from the audited basic financial statements to total expenditures for reporting in accordance with the State's uniform expenditure reporting system (A.R.S. §41-1279.07).
4. Expenditures may not legally exceed the expenditure limitation described below of all fund types as a whole. The Town legally adopts a budget by department for the General Fund and in total by fund for other funds. The Town Manager, subject to Town Council approval, may at any time transfer any unencumbered appropriation balance or portion thereof between departments in the General and Town Council approval is required for any transfers between funds. The adopted budget cannot be amended in any way without Town Council approval.
5. Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, and Capital Projects Funds on essentially the same modified accrual basis of accounting used to record actual revenues and expenditures.

The Town is subject to the State of Arizona's Spending Limitation Law for Towns and Cities. This law does not permit the Town to spend more than budgeted revenues plus the unrestricted cash balance from the prior fiscal year. The limitation is applied to the total of the combined funds. The Town complied with this law during the year.

No supplementary budgetary appropriations were necessary during the year.

**TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

B. Overexpenditures

The Town reported overexpenditures in the following funds:

	<u>Amount of Overexpenditure</u>
General Fund:	
Town Manager	\$ 3,974
Town Clerk	1,074
Planning and Zoning	41
Community Services	13,677

Cash was available to meet the overexpenditures listed above.

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Assets

1. Deposits and Investments

Deposits and investments at June 30, 2014 consist of the following:

Deposits:	
Cash on Hand	\$ 990
Cash in Bank	929,506
Investments:	
State Treasurer's Investment Pool	<u>12,602,070</u>
Total Deposits and Investments	13,532,566
Less:	
Restricted Assets	(163,192)
Fiduciary Funds	<u>(223,347)</u>
Total Cash and Investments	<u><u>\$ 13,146,027</u></u>

Deposits

The Town's deposits at June 30, 2014 had a carrying value of \$929,506 and a bank balance of \$990,200. Of the bank balance, \$250,000 was covered by federal depository insurance and \$740,200 was covered by collateral held by the Town's custodial bank in the Town's name. Therefore, the Town's deposits were not exposed to any custodial credit risk.

**TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Assets (Continued)

1. Deposits and Investments (Continued)

Investments

The State Board of Deposit provides oversight for the State Treasurer’s pools, and the Local Government Investment Pool Advisory Committee provides consultation and advice to the Treasurer. The fair value of a participant’s position in the pool approximates the value of that participant’s pool shares. The shares are not identified with specific investments and are not subject to custodial credit risk.

Interest Rate Risk – In accordance with its investment policy, the Town manages its exposure to declines in fair value by limiting the average maturity of its investments to six months or less. The Town’s investment in the State Treasurer Pool includes \$10,513,994 invested in State of Arizona Pool 5, which has a weighted average maturity of 44 days and \$2,088,076 invested in the State of Arizona Pool 7, which has a weighted average maturity of 40 days.

Credit Risk – The Town does not have a policy relating to credit risk. The Town’s investment in the State Treasurer’s Investment Pool 5 maintains an AA rating from Standard and Poor’s and the Town’s investment in the State Treasurer’s Investment Pool 7 is invested in securities backed by the U.S. Government and has a weighted average rating of AA+.

Concentration of Credit Risk – The Town’s investment policy does not address concentration of credit risk. The Town currently only invests in the State Treasurer’s Investment Pools.

2. Restricted Assets

Restricted assets in the Governmental Activities and Business-Type Activities at June 30, 2014 consisted of the following:

	Governmental Activities	Business-Type Activities	Total
Customer Deposits	\$ 21,255	\$ 141,937	\$ 163,192

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Assets (Continued)

3. Capital Assets

Capital asset activity for the year ended June 30, 2014 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 17,044,213	\$ -	\$ -	\$ 17,044,213
Construction in Progress	37,418	231,288	(37,419)	231,287
Total Capital Assets, Not Being Depreciated	17,081,631	231,288	(37,419)	17,275,500
Capital Assets, Being Depreciated:				
Land and Improvements	3,977,515	23,348	-	4,000,863
Buildings and Improvements	4,541,997	206,195	-	4,748,192
Infrastructure	15,569,000	-	-	15,569,000
Intangible Property	52,070	-	-	52,070
Furniture and Equipment	2,551,706	185,917	-	2,737,623
Vehicles	3,058,359	194,681	(102,147)	3,150,893
Total Capital Assets, Being Depreciated	29,750,647	610,141	(102,147)	30,258,641
Accumulated Depreciation for:				
Land and Improvements	(1,539,938)	(170,273)	-	(1,710,211)
Buildings and Building Improvements	(3,032,158)	(108,716)	-	(3,140,874)
Infrastructure	(7,795,048)	(425,158)	-	(8,220,206)
Intangible Property	(5,207)	(1,302)	-	(6,509)
Furniture and Equipment	(1,410,705)	(236,485)	-	(1,647,190)
Vehicles	(2,098,485)	(189,968)	102,147	(2,186,306)
Total Accumulated Depreciation	(15,881,541)	(1,131,902)	102,147	(16,911,296)
Total Capital Assets, Being Depreciated, Net Governmental Activities	13,869,106	(521,761)	-	13,347,345
Capital Assets, Net	<u>\$ 30,950,737</u>	<u>\$ (290,473)</u>	<u>\$ (37,419)</u>	<u>\$ 30,622,845</u>

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Assets (Continued)

3. Capital Assets (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 4,853,140	\$ -	\$ -	\$ 4,853,140
Construction in Progress	345,063	1,330,866	(821,103)	854,826
Total Capital Assets, Not Being Depreciated	5,198,203	1,330,866	(821,103)	5,707,966
Capital Assets, Being Depreciated:				
Land Improvements	810,403	-	-	810,403
Wells, Waterlines and Improvements	5,515,921	1,041,473	-	6,557,394
Electric Meters and Wires	1,989,189	-	-	1,989,189
Sewer Treatment Plant	7,564,450	-	-	7,564,450
Sewer Lines and Mains	3,533,528	246,686	-	3,780,214
Airport Runways and Hangars	13,398,531	-	-	13,398,531
Furniture, Equipment and Vehicles	5,831,141	201,316	(130,608)	5,901,849
Total Capital Assets, Being Depreciated	38,643,163	1,489,475	(130,608)	40,002,030
Accumulated Depreciation for:				
Land Improvements	(538,698)	(13,253)	-	(551,951)
Wells, Waterlines and Improvements	(1,661,691)	(178,990)	-	(1,840,681)
Electric Meters and Wires	(436,831)	(60,908)	-	(497,739)
Sewer Treatment Plant	(1,990,462)	(186,327)	-	(2,176,789)
Sewer Lines and Mains	(796,160)	(118,931)	-	(915,091)
Airport Runways and Hangars	(4,906,449)	(481,925)	-	(5,388,374)
Furniture, Equipment and Vehicles	(4,645,414)	(188,254)	130,608	(4,703,060)
Total Accumulated Depreciation	(14,975,705)	(1,228,588)	130,608	(16,073,685)
Total Capital Assets, Being Depreciated, Net	23,667,458	260,887	-	23,928,345
Business-Type Activities Capital Assets, Net	\$ 28,865,661	\$ 1,591,753	\$ (821,103)	\$ 29,636,311

**TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Assets (Continued)

3. Capital Assets (Continued)

Depreciation expense was charged to functions/programs as follows:

Governmental Activities:	
General Government	\$ 288,402
Public Safety	236,142
Highways and Streets	312,864
Internal Service	26,615
Culture and Recreation	267,879
Total Depreciation Expense, Governmental Activities	<u>\$ 1,131,902</u>
Business-Type Activities:	
Water	\$ 255,267
Electric	76,839
Sanitation	48,792
Wastewater	344,292
Airport	503,398
Total Depreciation Expense, Business-Type Activities	<u>\$ 1,228,588</u>

4. Construction Commitments

The Town has active construction projects at June 30, 2014. At fiscal year end the Town's commitments with contractors were as follows:

Project	Governmental Activities	
	Spent-to-Date	Remaining Commitment
Pedestrian Bridge	\$ 85,664	\$ 560,332
Telephone System	8,949	100,000
Downtown Streetscape	136,674	40,000
Total	<u>\$ 231,287</u>	<u>\$ 700,332</u>
Project	Business-Type Activities	
	Spent-to-Date	Remaining Commitment
Airport Fuel System	\$ 263,613	\$ 102,762
Airport Mid-Field Apron	47,718	3,170,868
County Club Waterline	209,593	412,465
Monte Vista Well	58,206	540,822
Savage/Frontier St. Electric Upgrades	265,695	132,803
Total	<u>\$ 844,825</u>	<u>\$ 4,359,720</u>

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Interfund Transfers

Interfund transfers for the year ended June 30, 2014 consisted of the following:

	Transfers Out		
Transfers In	Capital Improvement Fund	Electric Fund	Total
Capital Improvements Fund	\$ -	\$ 775,000	\$ 775,000
Airport Fund	160,000	-	160,000
	\$ 160,000	\$ 775,000	\$ 935,000

The Capital Improvements Fund transferred \$160,000 to the Airport Fund to construction and design projects paid for within the Airport Fund. The Electric fund transferred \$775,000 to the Capital Improvements Fund, in accordance with Town policy, in which excess revenues from the Electric Fund are used for future capital.

C. Obligations Under Capital Leases

The Town has entered into a lease agreement as lessee for financing the acquisition of vehicles. The lease agreement qualifies as a capital lease for accounting purposes and; therefore, has been recorded at the present value of the future minimum lease payments as of the inception date in the governmental activities.

The assets acquired through capital leases are as follows:

	Governmental Activities
Asset:	
Vehicles	\$ 175,169
Less: Accumulated Depreciation	(105,101)
Total	\$ 70,068

**TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Obligations Under Capital Leases (Continued)

Current year amortization expense is included in depreciation expense.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2014, were as follows:

Year Ending June 30,	Governmental Activities
2015	\$ 47,307
Less: Amount Representing Interest	(2,037)
Present Value of Minimum Lease Payments	\$ 45,270

D. Long-Term Obligations

The Town has a loan and notes payable issued to provide funds for the acquisition and construction of major capital facilities. The USDA Loan payable is a federal loan coupled with federal grant revenues. The loan, along with the USDA grant, is being used for improvements to the wastewater treatment facility. The loan provides for funds to be drawn as utilized. As of June 30, 2014, the Town has drawn down all available funds of the original July 2006 issue. The Town has pledged wastewater charges for services, miscellaneous revenues and interest revenues to repay \$742,000 in USDA loans through August 2046. Annual principal and interest payments on the loan are expected to require less than 5.0 percent of net revenues. The total principal and interest remaining to be paid on the loan is \$1,311,037. Principal and interest paid for the current year and total pledged revenues were \$40,877 and \$900,538, respectively.

The Water Infrastructure Authority (WIFA) note payable was issued to provide funding for improvements to the wastewater treatment facility. The note provides for funds to be drawn as utilized. As of June 30, 2014, the Town has drawn down all available funds of the original January 2003 issue. The Town has pledged wastewater charges for services, miscellaneous revenues and interest revenues to repay \$3,000,000 in WIFA notes through July 2022. Annual principal and interest payments on the note are expected to require approximately 24.0 percent of net revenues. The total principal and interest remaining to be paid on the loan is \$1,311,036. Principal and interest paid for the current year and total pledged revenues were \$207,450 and \$900,528, respectively.

Compensated absences are paid by the applicable fund where each employee is regularly paid, primarily the General Fund for the governmental activities. The other postemployment benefits are paid entirely from the General Fund.

**TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Long-Term Obligations (Continued)

The Town has the following loans and notes outstanding at June 30, 2014:

Description	Original Issue	Interest Rate	Maturity	Balance - End of Year
Business-Type Activities:				
Loans Payable:				
USDA Loan Payable	\$ 742,000	4.50%	7/1/14 - 47	<u>\$ 692,161</u>
Notes Payable				
Water Infrastructure Finance Authority (WIFA) of Arizona	\$ 3,000,000	3.16%	7/1/14 - 22	<u>\$ 1,641,443</u>

Changes in long-term obligations for the year ended June 30, 2014 are as follows:

	July 1, 2013	Additions	Retirements	June 30, 2014	Due within One Year
Governmental Activities:					
Other Liabilities:					
Capital Leases	\$ 88,496	\$ -	\$ (43,226)	\$ 45,270	\$ 45,270
Compensated Absences	279,666	289,479	(342,615)	226,530	215,268
Other Postemployment Benefits	169,400	48,578	(29,043)	188,935	-
Total Governmental Activities	<u>\$ 537,562</u>	<u>\$ 338,057</u>	<u>\$ (414,884)</u>	<u>\$ 460,735</u>	<u>\$ 260,538</u>
Business-Type Activities:					
Loans and Notes Payable:					
Loans Payable	\$ 701,541	\$ -	\$ (9,380)	\$ 692,161	\$ 9,811
Notes Payable	1,797,073	-	(155,630)	1,641,443	160,543
Total Loans and Notes Payable	2,498,614	-	(165,010)	2,333,604	170,354
Other Liabilities:					
Compensated Absences	43,612	36,520	(56,255)	23,877	20,288
Total Business-Type Activities Liabilities	<u>\$ 2,542,226</u>	<u>\$ 36,520</u>	<u>\$ (221,265)</u>	<u>\$ 2,357,481</u>	<u>\$ 190,642</u>

**TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Long-Term Obligations (Continued)

Debt service requirements on long-term debt at June 30, 2014 are as follows:

<u>Years Ended June 30,</u>	<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2015	\$ 170,354	\$ 77,699
2016	175,873	72,020
2017	181,573	66,154
2018	187,459	60,097
2019	193,539	53,843
2020-2024	853,735	174,679
2025-2029	84,265	119,524
2030-2034	105,482	98,306
2035-2039	132,042	71,746
2040-2044	165,289	38,498
2045-2047	83,993	4,317
	<u>\$ 2,333,604</u>	<u>\$ 836,883</u>

E. Fund Balance Classifications

Fund balance classifications reported in the governmental funds include the following:

	<u>General Fund</u>	<u>Capital Improvements Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
Restricted				
Court Enhancement	\$ -	\$ -	\$ 112,083	\$ 112,083
Maintenance of Highways and Streets	-	-	335,256	335,256
Police Grants	8,663	-	465	9,128
Transit Grants	-	-	18,774	18,774
Capital Outlay	-	-	525,736	525,736
Assigned				
Cemetery Operations	182,880	-	-	182,880
Court Enhancement	32,970	-	-	32,970
Computer and Reading Program	-	-	-	-
Rodeo Grounds Operations	39,775	-	-	39,775
Miscellaneous Programs	4,216	-	-	4,216
Capital Outlay	-	1,132,025	-	1,132,025
Unassigned	5,654,941	-	-	5,654,941
	<u>\$ 5,923,445</u>	<u>\$ 1,132,025</u>	<u>\$ 992,314</u>	<u>\$ 8,047,784</u>

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 4 OTHER INFORMATION

A. Risk Management

The Town of Wickenburg, Arizona is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The Town's insurance protection is provided by the Arizona Municipal Risk Retention Pool, of which the Town is a participating member. The limit for basic coverage is for \$2,000,000 per occurrence on a claims made basis. Excess coverage is for an additional \$10,000,000 per occurrence on a follow form, claims made basis. No significant reduction in insurance coverage occurred during the year and no settlements exceeded insurance coverage during any of the past three fiscal years. The Town is self-insured for claims of \$25,000 or less.

The Arizona Municipal Risk Retention Pool is structured such that member premiums are based on an actuarial review that will provide adequate reserves to allow the pool to meet its expected financial obligations. The pool has the authority to assess its members additional premiums should reserves and annual premiums be insufficient to meet the pool's obligations.

The Town is also insured by Arizona Municipal Workers Compensation Fund for potential worker related accidents.

B. Contingent Liabilities

The Town is a defendant in various lawsuits. In the opinion of the Town's attorney no determination of liability can be made or any loss will be covered by insurance.

C. Retirement Plans

Firefighters' Relief and Pension Plan

The Town of Wickenburg, Arizona's Volunteer Firefighters' Relief and Pension Fund is a defined contribution pension plan administered by the Town and a board of trustees for the Town's volunteer firefighters.

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. According to state statute, a volunteer firefighter who has served for 25 years or more or has reached 60 years of age and has served 20 years or more shall be eligible to receive a monthly retirement not to exceed \$150 per month, as determined by the board of trustees. Such pension, if paid, may be increased or decreased in amount, or discontinued at the discretion of the board of trustees. Pension and relief benefits may only be paid from the income of the trust fund. However, a firefighter who leaves the service without being eligible for retirement benefits is entitled to all previous deductions from his salary plus interest at a rate determined by the board of trustees. As established by state statute, in lieu of another acceptable pension plan, all volunteer firefighters must participate in the pension plan from the date they enter service.

**TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Retirement Plans (Continued)

Firefighters' Relief and Pension Plan (Continued)

The State of Arizona is required by statute to contribute a portion of the annual tax received on fire insurance premiums. During the fiscal year ended June 30, 2014, the State contribution was \$7,330. No employer or employee contributions were required during the fiscal year. On-behalf payments of fringe benefits and salaries for the governmental employees were recognized as revenues and expenses during the period incurred. The Firefighters' Relief and Pension Fund was discontinued during the current year as the Town did not have any volunteer firefighters. During the year all volunteer firefighters became full-time employees of the Town and were no longer eligible to participate in the volunteer firefighter plan and became eligible for the Public Safety Personnel Retirement System (PSPRS). The Town made a payment to PSPRS in the current year to transfer the balance to PSPRS and close out the fund.

No pension provisions changed during the year that affected the required contributions made by the Town or its volunteer firefighters during the year.

The Firefighters' Relief and Pension Fund held no securities of the Town or other related parties during the fiscal year or as of the close of the fiscal year.

Arizona State Retirement System

Plan Description

The Town contributes to a cost-sharing multiple-employer defined benefit pension plan administered by the Arizona State Retirement System. Benefits are established by state statute and generally provide retirement, death, long-term disability, survivor, and health insurance premium benefits. The system is governed by the Arizona State Retirement System Board according to the provisions of A.R.S. Title 38, Chapter 5, Article 2.

The System issues a comprehensive annual financial report that includes financial statements and required supplementary information. The most recent report may be obtained by writing the System, 3300 North Central Avenue, P.O. Box 33910, Phoenix, AZ 85067-3910 or by calling (602) 240-2000 or (800) 621-3778.

**TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Retirement Plans (Continued)

Arizona State Retirement System (Continued)

Funding Policy

The Arizona State Legislature establishes and may amend active plan members' and The Town's contribution rate. For the year ended June 30, 2014, active plan members and the Town were each required by statute to contribute at the actuarially determined rate of 11.54 percent (10.65 percent retirement, 0.65 percent for health insurance premium, and 0.24 percent long-term disability) of the members' annual covered payroll. The Town's contributions to the System for the years ended June 30, 2014 and prior two fiscal years were equal to one hundred percent of the Town's required contributions and are as follows:

<u>Years Ended June 30,</u>	<u>Retirement Fund</u>	<u>Health Benefit Supplement Fund</u>	<u>Long-Term Disability Fund</u>
2014	\$ 199,911	\$ 12,201	\$ 4,505
2013	189,854	12,040	4,445
2012	186,479	11,903	4,534

Public Safety Personnel Retirement System (PSPRS)

Plan Description

The Town contributes to the Public Safety Personnel Retirement System (PSPRS) and the Arizona Corrections Officers Retirement Plan (ACORP), agent multiple-employers, public employee retirement systems that act as common investment and administrative agents to provide retirement and death and disability benefits for public safety personnel and dispatchers who are regularly assigned hazardous duty in the employ of the State of Arizona or a political subdivision thereof. All benefit provisions and other requirements are established by State statute. The Public Safety Personnel Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for PSPRS and ACORP. Those reports may be obtained by writing to Public Safety Personnel, 3010 E. Camelback Road, Suite 200 Phoenix, AZ 85016 or by calling (602) 255-5575.

**TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Retirement Plans (Continued)

Public Safety Personnel Retirement System (PSPRS) (Continued)

Funding Policy

Covered employees are required to contribute 7.65 percent of their annual salary to the PSPRS and ACORP. The Town is required to contribute the remaining amounts necessary to fund the PSPRS and ACORP, as determined by the actuarial basis specified by statute. The current rate is 23.09 percent for police, 12.90 percent for firefighters and 15.57 percent for dispatchers, of annual covered payroll.

The calculations are based on the OPEB benefits provided under terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between employer and plan members. The actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future.

The disclosures presented for the OPEB plan reflect a long-term perspective.

Annual Pension Cost

During the year ended June 30, 2014 the Town of Wickenburg, Arizona's annual pension cost of \$225,255 for police, \$58,595 for firefighters and \$28,849 for dispatchers was equal to the Town of Wickenburg, Arizona's required and actual contributions.

Three-Year Trend Information

Police

Fiscal Year Ended June 30,	Annual Pension Cost (APC)	Percent Contributed	Net Pension Obligation
2012	\$ 182,236	100.0 %	\$ -
2013	213,458	100.0	-
2014	225,255	100.0	-

Fiscal Year Ended June 30,	Annual OPEB Cost	Percent Contributed	OPEB Benefit Obligation
2012	\$ 14,076	100.0 %	\$ -
2013	14,083	100.0	-
2014	13,111	100.0	-

**TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Retirement Plans (Continued)

Public Safety Personnel Retirement System (PSPRS) (Continued)

Three-Year Trend Information

Fire

Fiscal Year Ended June 30,	Annual Pension Cost (APC)	Percent Contributed	Net Pension Obligation
2012	\$ 43,452	100.0 %	\$ -
2013	55,796	100.0	-
2014	58,595	100.0	-

Fiscal Year Ended June 30,	Annual OPEB Cost	Percent Contributed	OBEB Benefit Obligation
2012	\$ 4,247	100.0 %	\$ -
2013	4,622	100.0	-
2014	4,605	100.0	-

ACORP Dispatchers

Fiscal Year Ended June 30,	Annual Pension Cost (APC)	Percent Contributed	Net Pension Obligation
2012	\$ 18,209	100.0 %	\$ -
2013	24,685	100.0	-
2014	28,849	100.0	-

Fiscal Year Ended June 30,	Annual OPEB Cost	Percent Contributed	OBEB Benefit Obligation
2012	\$ 4,215	100.0 %	\$ -
2013	2,248	100.0	-
2014	1,938	100.0	-

Historical trend information is presented in order for a reader to assess the progress made in accumulating sufficient assets to pay pension benefits as they become payable.

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Retirement Plans (Continued)

Public Safety Personnel Retirement System (PSPRS) (Continued)

The required contribution for the annual pension cost and OPEB cost were determined as part of the June 30, 2012 actuarial valuation using an entry age actuarial funding method. Significant actuarial assumptions used in determining the entry age actuarial accrued liability include (a) a rate of return on the investment of present and future assets of 8.0% per year compounded annually, (b) projected salary increases of 5.0% per year compounded annually, and (c) additional projected salary increases of 5.0% to 9.0% per year attributable to seniority/merit. Although no specific price inflation assumption was required, a price inflation assumption on the order of 3.0% to 4.0% would be consistent with the other economic assumptions. There was no specific healthcare cost trend rate assumption used for the OPEB plan.

The actuarial value of the Town of Wickenburg, Arizona's assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a seven-year period. The Town of Wickenburg, Arizona's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at June 30, 2014, was 24 years.

The preceding methods comply with the financial reporting standards established by the Governmental Accounting Standards Board.

Funded Status and Funding Progress

As of June 30, 2013, the plan was 59.4, 109.5 and 64.8 percent funded for police, fire and dispatchers, respectively. The actuarial accrued liability for benefits was \$4.3 million, \$814K and \$654K, for police, fire and dispatchers, respectively. The actuarial value of assets was \$2.6 million, \$892K and \$423K, resulting in an unfunded actuarial accrued liability of (UAAL) of \$1.7 million, \$0K and \$230K, respectively. The covered payroll (annual payroll of active employees covered by the plan) was \$971K, \$503K, and \$172K, for police, fire and dispatchers; and the ratio of the UAAL to the covered payroll was 180.0%, 0.0% and 133.9%, respectively.

As of June 30, 2013, the most recent actuarial valuation date, the other postemployment benefits (health insurance subsidy) was 0 percent funded for police, fire and dispatchers, respectively. The actuarial accrued liability for benefits was \$145K, \$44K and \$21K, for police, fire and dispatchers, respectively. The actuarial value of assets was \$-0-, resulting in an unfunded actuarial accrued liability of (UAAL) of \$145K, \$44K and \$21K, respectively. The covered payroll (annual payroll of active employees covered by the plan) was \$971K, \$503K, and \$172K, for police, fire and dispatchers; and the ratio of the UAAL to the covered payroll was 14.9%, 8.7% and 12.2%, respectively.

TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Retirement Plans (Continued)

Public Safety Personnel Retirement System (PSPRS) (Continued)

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

D. Postemployment Benefits Other Than Pension Benefits

Plan Description

The Town provides \$1,200 annually toward other postemployment insurance (medical) benefits for all eligible employees. Currently, seven retired employees participate in the plan; and two employees may become eligible upon retirement. The plan has been discontinued; however, employees who had 10 years or more of service with the Town prior to July 1, 2002 were grandfathered into the plan. Upon retirement, the employee must have more than 25 years of service with the Town to be eligible and must participate in one of the Arizona State sponsored insurance plans. The plan is not accounted for as a trust fund and an irrevocable trust has not been established for the plan.

Benefits Provided

The Town provides postretirement insurance (medical) benefits (OPEB), in accordance with the Towns retirement policy. The Town currently has seven employees utilizing the benefits and two employees who may become eligible after 25 years of service.

Funding Policy

For each eligible retiree, the Town makes annual contributions capped at \$1,200. The expenditures are recorded on a pay-as-you-go basis and net of any subsidies received from the Arizona State Retirement System or Public Safety Personnel Retirement Program. During the year ended June 30, 2014 the Town had made \$8,400 of contributions to this program.

Assumptions

An actuarial report was not conducted for this plan. Therefore, to accurately measure the liability of the postemployment benefits, the Town was required to make some assumptions. The Town made the assumption that each member participating would have an average life-span of 84 years for females and 80 years for males. This assumption is consistent with the actuarial performed for the Public Safety Personnel Retirement System. The Town also made the assumption that the average retirement age of the participating employees would be when the employee turns 62 years of age. Lastly, the assumption was made that the two remaining eligible employees will stay employed at the Town until they reach 25 years of service. There was no specific healthcare cost trend rate assumptions used for this analysis.

**TOWN OF WICKENBURG, ARIZONA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 4 OTHER INFORMATION (CONTINUED)

D. Postemployment Benefits Other Than Pension Benefits (Continued)

The Town elected to record the entire liability in prior years. This liability represents the estimated benefits to be paid to all eligible employees. Because the liability is not material to the financial statements all required disclosures of GASB Statement Number 45 have been excluded. This does not represent a material departure from Generally Accepted Accounting Principles.

REQUIRED SUPPLEMENTARY INFORMATION

THIS PAGE BLANK

**TOWN OF WICKENBURG, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
JUNE 30, 2014**

**Public Safety Personnel Retirement System
Police**

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2011	\$ 2,218,386	\$ 3,746,757	59.2 %	\$ (1,528,371)	\$ 874,887	(174.7)%
2012	2,416,139	4,045,905	59.7	(1,629,766)	936,356	(174.1)
2013	2,552,736	4,299,974	59.4	(1,747,238)	970,576	(180.0)

Other Postemployment Benefits (Health Insurance Subsidy)

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2011	\$ -	\$ 149,177	- %	\$ (149,177)	\$ 874,887	(17.1)%
2012	-	148,497	-	(148,497)	936,356	(15.9)
2013	-	144,625	-	(144,625)	970,576	(14.9)

Fire

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2011	\$ 540,132	\$ 574,850	94.0 %	\$ (34,718)	\$ 423,500	(8.2)%
2012	725,485	728,440	99.6	(2,955)	444,373	(0.7)
2013	891,513	814,125	109.5	77,388	503,155	15.4

Other Postemployment Benefits (Health Insurance Subsidy)

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2011	\$ -	\$ 32,187	- %	\$ (32,187)	\$ 423,500	(7.6)%
2012	-	36,386	-	(36,386)	444,373	(8.2)
2013	-	43,951	-	(43,951)	503,155	(8.7)

**TOWN OF WICKENBURG, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
SCHEDULE OF FUNDING PROGRESS
JUNE 30, 2014**

**Public Safety Personnel Retirement System
ACORP**

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2011	\$ 379,854	\$ 554,674	68.5 %	\$ (174,820)	\$ 172,761	(101.2)%
2012	397,001	620,959	63.9	(223,958)	179,348	(124.9)
2013	423,471	653,599	64.8	(230,128)	171,828	(133.9)

Other Postemployment Benefits (Health Insurance Subsidy)

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2011	\$ -	\$ 22,648	- %	\$ (22,648)	\$ 172,761	(13.1)%
2012	-	19,406	-	(19,406)	179,348	(10.8)
2013	-	20,973	-	(20,973)	171,828	(12.2)

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

THIS PAGE BLANK

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Highway User Revenue Fund (HURF) - Used to account for the Town's share of motor fuel tax revenues and lottery proceeds.

Grants Fund - Used to account for the activities of various grants and contributions received by the Town.

Judicial Court Enhancement Fund (JCEF) and Local Court Enhancement Fund (LCEF) - Used to account for court funds received to improve the Town court.

CAPITAL PROJECTS FUND

Development Fees Fund - Used to account for monies collected from developers to fund acquisition or construction of major capital facilities.

**TOWN OF WICKENBURG, ARIZONA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2014**

	Special Revenue			
	HURF	Grants	JCEF and LCEF	Total Special Revenue
ASSETS				
Cash and Investments	\$ 317,916	\$ 18,551	\$ 112,083	\$ 448,550
Receivables, Net:				
Accounts Receivable	-	688	-	688
Intergovernmental Receivable	33,845	-	-	33,845
Total Assets	\$ 351,761	\$ 19,239	\$ 112,083	\$ 483,083
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 13,189	\$ -	\$ -	\$ 13,189
Accrued Wages and Benefits	3,316	-	-	3,316
Total Liabilities	16,505	-	-	16,505
 Fund Balances:				
Restricted	335,256	19,239	112,083	466,578
Total Fund Balances	335,256	19,239	112,083	466,578
 Total Liabilities and Fund Balances	\$ 351,761	\$ 19,239	\$ 112,083	\$ 483,083

<u>Capital Projects</u>	
<u>Development Fees</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 525,736	\$ 974,286
-	688
-	33,845
<u>\$ 525,736</u>	<u>\$ 1,008,819</u>

\$ -	\$ 13,189
-	3,316
-	16,505

<u>525,736</u>	<u>992,314</u>
<u>525,736</u>	<u>992,314</u>
<u>\$ 525,736</u>	<u>\$ 1,008,819</u>

**TOWN OF WICKENBURG, ARIZONA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCES
YEAR ENDED JUNE 30, 2014**

	Special Revenue			
	HURF	Grants	JCEF and LCEF	Total Special Revenue
REVENUES				
Intergovernmental Revenue	\$ 359,721	\$ 23,763	\$ 3,317	\$ 386,801
Investment Earnings	1,075	-	204	1,279
Total Revenues	360,796	23,763	3,521	388,080
EXPENDITURES				
Current				
Public Safety	-	4,989	-	4,989
Highways and Streets	317,261	-	-	317,261
Capital Outlay	-	-	-	-
Total Expenditures	317,261	4,989	-	322,250
Excess (Deficiency) of Revenues Over Expenditures	43,535	18,774	3,521	65,830
FUND BALANCES				
Beginning of Year	291,721	465	108,562	400,748
End of Year	\$ 335,256	\$ 19,239	\$ 112,083	\$ 466,578

<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
Development Fees	
\$ -	\$ 386,801
1,226	2,505
<u>1,226</u>	<u>389,306</u>
-	4,989
-	317,261
23,345	23,345
<u>23,345</u>	<u>345,595</u>
(22,119)	43,711
547,855	948,603
<u>\$ 525,736</u>	<u>\$ 992,314</u>

TOWN OF WICKENBURG, ARIZONA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL IMPROVEMENT FUND
YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Other	\$ 1,629,206	\$ 1,647,046	\$ -	\$ (1,647,046)
EXPENDITURES				
Current				
General Government	75,471	75,471	75,471	-
Capital Outlay	2,168,735	2,186,575	1,055,112	1,131,463
Total Expenditures	<u>2,244,206</u>	<u>2,262,046</u>	<u>1,130,583</u>	<u>1,131,463</u>
Excess (Deficiency) of Revenues Over Expenditures	(615,000)	(615,000)	(1,130,583)	(515,583)
OTHER FINANCING SOURCES (USES)				
Transfers In	775,000	775,000	775,000	-
Transfers Out	(160,000)	(160,000)	(160,000)	-
Total Other Financing Sources (Uses)	<u>615,000</u>	<u>615,000</u>	<u>615,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	(515,583)	(515,583)
Fund Balances - Beginning of Year	-	-	1,647,608	1,647,608
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,132,025</u>	<u>\$ 1,132,025</u>

**TOWN OF WICKENBURG, ARIZONA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
HURF FUND
YEAR ENDED JUNE 30, 2014**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental Revenue	\$ 358,933	\$ 347,640	\$ 359,721	\$ 12,081
Investment Earnings	487	288	1,075	787
Total Revenues	<u>359,420</u>	<u>347,928</u>	<u>360,796</u>	<u>12,868</u>
EXPENDITURES				
Current:				
Highways and Streets	<u>605,513</u>	<u>608,704</u>	<u>317,261</u>	<u>291,443</u>
Excess (Deficiency) of Revenues Over Expenditures	(246,093)	(260,776)	43,535	304,311
Fund Balances - Beginning of Year	<u>246,093</u>	<u>260,776</u>	<u>291,721</u>	<u>30,945</u>
FUND BALANCES - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 335,256</u></u>	<u><u>\$ 335,256</u></u>

TOWN OF WICKENBURG, ARIZONA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
GRANTS FUND
YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental Revenue	\$ 1,890,993	\$ 1,909,767	\$ 23,763	\$ (1,886,004)
Investment Earnings	3	-	-	-
Total Revenues	<u>1,890,996</u>	<u>1,909,767</u>	<u>23,763</u>	<u>(1,886,004)</u>
EXPENDITURES				
Current:				
General Government	3	-	-	-
Public Safety	1,861,453	1,891,453	4,989	1,886,464
Highways and Streets	-	18,774	-	18,774
Capital Outlay	30,000	-	-	-
Total Expenditures	<u>1,891,456</u>	<u>1,910,227</u>	<u>4,989</u>	<u>1,905,238</u>
Excess (Deficiency) of Revenues Over Expenditures	(460)	(460)	18,774	19,234
Fund Balances - Beginning of Year	460	460	465	5
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,239</u>	<u>\$ 19,239</u>

**TOWN OF WICKENBURG, ARIZONA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
JCEF AND LCEF FUND
YEAR ENDED JUNE 30, 2014**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental Revenue	\$ 3,666	\$ 3,194	\$ 3,317	\$ 123
Investment Earnings	180	101	204	103
Total Revenues	<u>3,846</u>	<u>3,295</u>	<u>3,521</u>	<u>226</u>
EXPENDITURES				
Current:				
General Government	<u>108,684</u>	<u>111,845</u>	<u>-</u>	<u>111,845</u>
Excess (Deficiency) of Revenues Over Expenditures	(104,838)	(108,550)	3,521	112,071
Fund Balances - Beginning of Year	<u>104,838</u>	<u>108,550</u>	<u>108,562</u>	<u>12</u>
FUND BALANCES - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 112,083</u></u>	<u><u>\$ 112,083</u></u>

TOWN OF WICKENBURG, ARIZONA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
DEVELOPMENT FEES FUND
YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Investment Earnings	\$ 645	\$ 503	\$ 1,226	\$ 723
EXPENDITURES				
Capital Outlay	547,612	548,356	23,345	525,011
Excess (Deficiency) of Revenues Over Expenditures	(546,967)	(547,853)	(22,119)	525,734
Fund Balances - Beginning of Year	546,967	547,853	547,855	2
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ 525,736	\$ 525,736

INTERNAL SERVICE FUNDS

Maintenance Shop Fund - accounts for transactions relating to the accumulation of and costs associated with the maintenance shop.

Fuel Facility Fund - accounts for transactions relating to fuel usage by the Town's various departments.

THIS PAGE BLANK

**TOWN OF WICKENBURG, ARIZONA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2014**

	Maintenance Shop	Fuel Facility	Totals
ASSETS			
Current Assets:			
Cash and Investments	\$ 27,401	\$ 148,250	\$ 175,651
Receivables, Net:			
Accounts Receivable	-	2,918	2,918
Inventory	-	18,952	18,952
Total Current Assets	<u>27,401</u>	<u>170,120</u>	<u>197,521</u>
Noncurrent Assets:			
Capital Assets:			
Depreciable (Net)	85,989	25,309	111,298
Total Noncurrent Assets	<u>85,989</u>	<u>25,309</u>	<u>111,298</u>
Total Assets	113,390	195,429	308,819
LIABILITIES			
Current Liabilities:			
Accounts Payable	2,632	-	2,632
Accrued Wages and Benefits	1,893	-	1,893
Compensated Absences	2,206	-	2,206
Total Liabilities	<u>6,731</u>	<u>-</u>	<u>6,731</u>
NET POSITION			
Investment in Capital Assets	85,989	25,309	111,298
Unrestricted	20,670	170,120	190,790
Total Net Position	<u>\$ 106,659</u>	<u>\$ 195,429</u>	<u>\$ 302,088</u>

**TOWN OF WICKENBURG, ARIZONA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGE IN FUND NET POSITION
YEAR ENDED JUNE 30, 2014**

	Maintenance Shop	Fuel-Facility	Totals
Operating Revenues:			
Charges for Services	\$ 108,056	\$ 352,781	\$ 460,837
Operating Expenses:			
Cost of Sales and Services	137,649	356,843	494,492
Depreciation	13,787	12,828	26,615
Total Operating Expenses	<u>151,436</u>	<u>369,671</u>	<u>521,107</u>
Operating Income (Loss)	(43,380)	(16,890)	(60,270)
Nonoperating Revenue			
Investment Earnings	85	400	485
Other Income	1,608	4,443	6,051
Total Nonoperating Revenues (Expenses)	<u>1,693</u>	<u>4,843</u>	<u>6,536</u>
Change in Net Position	(41,687)	(12,047)	(53,734)
Net Position			
Beginning of Year	148,346	207,476	355,822
End of Year	<u>\$ 106,659</u>	<u>\$ 195,429</u>	<u>\$ 302,088</u>

**TOWN OF WICKENBURG, ARIZONA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2014**

	Maintenance Shop	Fuel-Facility	Totals
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 108,056	\$ 355,239	\$ 463,295
Payments to Suppliers	(68,656)	(350,875)	(419,531)
Payments to Employees	(67,635)	-	(67,635)
Nonoperating Receipts	1,608	4,443	6,051
Net Cash Flows from Operating Activities	<u>(26,627)</u>	<u>8,807</u>	<u>(17,820)</u>
Cash Flows from Capital and Financing Activities			
Purchases of Capital Assets	(11,034)	-	(11,034)
Cash Flows from Investing Activities:			
Investment Earnings	<u>85</u>	<u>400</u>	<u>485</u>
Net Change in Cash and Cash Equivalents	(37,576)	9,207	(28,369)
Cash and Cash Equivalents, Beginning of Year	64,977	139,043	204,020
Cash and Cash Equivalents, End of Year	<u>\$ 27,401</u>	<u>\$ 148,250</u>	<u>\$ 175,651</u>
Reconciliation of Operating Income (Loss) to			
Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ (43,380)	\$ (16,890)	\$ (60,270)
Depreciation Expense	13,787	12,828	26,615
Nonoperating Receipts	1,608	4,443	6,051
Change in Assets/Liabilities:			
Receivables, Net	-	2,458	2,458
Inventory	-	32,201	32,201
Accounts Payable	408	(26,233)	(25,825)
Accrued Wages and Benefits	(309)	-	(309)
Compensated Absences	1,259	-	1,259
Net Cash Provided (Used) by Operating Activities	<u>\$ (26,627)</u>	<u>\$ 8,807</u>	<u>\$ (17,820)</u>

THIS PAGE BLANK

AGENCY FUND

Southwest Gas Fund - accounts for funds held by the Town on-behalf of Southwest Gas which controls the use of the funds for various capital expenditures incurred by Southwest Gas to provide services to the Town. Any related capital is not the property of the Town.

THIS PAGE BLANK

**TOWN OF WICKENBURG, ARIZONA
 AGENCY FUNDS
 COMBINING STATEMENT OF ASSETS AND LIABILITIES
 YEAR ENDED JUNE 30, 2014**

	Balance July 1, 2013	Additions	Deletions	Balance June 30, 2014
Assets:				
Cash and Investments	\$ 203,730	\$ 19,617	\$ -	\$ 223,347
Liabilities:				
Due to Southwest Gas	\$ 203,730	\$ 19,617	\$ -	\$ 223,347

THIS PAGE BLANK

STATISTICAL SECTION (UNAUDITED)

This section of the Town of Wickenburg, Arizona's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Financial Trends

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

Revenue Capacity

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

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

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

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

See the table of contents for page numbers of the schedules that encompass the above sections.

**TOWN OF WICKENBURG, ARIZONA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year			
	2005	2006	2007	2008
Governmental Activities:				
Net Investment in Capital Assets	\$ 9,671,064	\$ 10,349,366	\$ 10,554,472	\$ 30,644,847
Restricted	463,013	522,096	608,916	442,910
Unrestricted	4,291,919	5,153,375	8,070,720	9,623,924
Total Governmental Activities Net Position	<u>\$ 14,425,996</u>	<u>\$ 16,024,837</u>	<u>\$ 19,234,108</u>	<u>\$ 40,711,681</u>
Business-Type Activities:				
Net Investment in Capital Assets	\$ 8,141,297	\$ 11,166,140	\$ 16,972,894	\$ 18,225,257
Unrestricted	2,474,552	2,944,724	3,385,207	2,893,969
Total Business-Type Activities Net Position	<u>\$ 10,615,849</u>	<u>\$ 14,110,864</u>	<u>\$ 20,358,101</u>	<u>\$ 21,119,226</u>
Primary Government:				
Net Investment in Capital Assets	\$ 17,812,361	\$ 21,515,506	\$ 27,527,366	\$ 48,870,104
Restricted	463,013	522,096	608,916	442,910
Unrestricted	6,766,471	8,098,099	11,455,927	12,517,893
Total Primary Government Net Position	<u>\$ 25,041,845</u>	<u>\$ 30,135,701</u>	<u>\$ 39,592,209</u>	<u>\$ 61,830,907</u>

Source: The Town's Finance Department.

Fiscal Year

2009	2010	2011	2012	2013	2014
\$ 31,049,610	\$ 31,549,248	\$ 31,012,482	\$ 30,450,042	\$ 30,862,241	\$ 30,577,575
458,880	922,832	1,071,246	1,086,520	954,929	1,000,977
10,473,418	6,433,345	6,646,058	6,824,407	6,925,729	6,709,228
<u>\$ 41,981,908</u>	<u>\$ 38,905,425</u>	<u>\$ 38,729,786</u>	<u>\$ 38,360,969</u>	<u>\$ 38,742,899</u>	<u>\$ 38,287,780</u>
\$ 24,303,687	\$ 24,684,190	\$ 26,168,876	\$ 26,250,840	\$ 26,367,047	\$ 27,302,707
431,417	3,031,742	3,336,449	5,001,183	4,946,085	4,811,359
<u>\$ 24,735,104</u>	<u>\$ 27,715,932</u>	<u>\$ 29,505,325</u>	<u>\$ 31,252,023</u>	<u>\$ 31,313,132</u>	<u>\$ 32,114,066</u>
\$ 55,353,297	\$ 56,233,438	\$ 57,181,358	\$ 56,700,882	\$ 57,229,288	\$ 57,880,282
458,880	922,832	1,071,246	1,086,520	954,929	1,000,977
10,904,835	9,465,087	9,982,507	11,825,590	11,871,814	11,520,587
<u>\$ 66,717,012</u>	<u>\$ 66,621,357</u>	<u>\$ 68,235,111</u>	<u>\$ 69,612,992</u>	<u>\$ 70,056,031</u>	<u>\$ 70,401,846</u>

**TOWN OF WICKENBURG, ARIZONA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year			
	2005	2006	2007	2008
Expenses				
Governmental Activities:				
General Government	\$ 1,687,981	\$ 2,237,314	\$ 2,283,650	\$ 2,297,534
Public Safety	1,764,572	1,980,580	2,618,068	2,832,843
Highways and Streets	535,891	678,058	596,797	617,680
Culture and Recreation	1,333,716	1,256,979	1,369,617	1,428,928
Interest	-	-	-	-
Total Governmental Activities	<u>5,322,160</u>	<u>6,152,931</u>	<u>6,868,132</u>	<u>7,176,985</u>
Business-Type Activities:				
Water	645,360	719,087	852,409	1,099,883
Electric	1,426,725	1,732,514	1,923,687	1,951,198
Sanitation	700,069	711,906	984,373	852,460
Wastewater	578,573	670,357	739,521	822,291
Ambulance	-	-	-	-
Airport	605,304	409,181	278,270	534,421
Total Business-Type Activities	<u>3,956,031</u>	<u>4,243,045</u>	<u>4,778,260</u>	<u>5,260,253</u>
Total Primary Government Expenses	<u>\$ 9,278,191</u>	<u>\$ 10,395,976</u>	<u>\$ 11,646,392</u>	<u>\$ 12,437,238</u>
Program Revenues				
Governmental Activities:				
Fines, Fees and Charges for Services:				
General Government	\$ 1,313,627	\$ 1,458,414	\$ 1,679,420	\$ 1,785,338
Public Safety	70,895	89,577	200,564	291,061
Parks and Recreation	108,149	105,065	114,525	89,221
Operating Grants and Contributions	511,906	484,340	716,735	536,395
Capital Grants and Contributions	1,490,895	798,909	1,222,717	1,942,841
Total Governmental Activities Program Revenues	<u>3,495,472</u>	<u>2,936,305</u>	<u>3,933,961</u>	<u>4,644,856</u>
Business-Type Activities:				
Charges for Services:				
Water	611,049	677,444	742,389	1,042,272
Electric	2,304,809	2,349,201	2,684,382	2,749,267
Sanitation	745,791	938,152	965,647	976,284
Wastewater	532,149	685,302	737,652	854,334
Ambulance	-	-	-	-
Airport	400,307	311,140	72,055	74,787
Operating Grants and Contributions	-	-	-	-
Capital Grants and Contributions	503,358	2,851,064	5,956,425	1,405,408
Total Business-Type Activities Program Revenues	<u>5,097,463</u>	<u>7,812,303</u>	<u>11,158,550</u>	<u>7,102,352</u>
Total Primary Government Program Revenues	<u>\$ 8,592,935</u>	<u>\$ 10,748,608</u>	<u>\$ 15,092,511</u>	<u>\$ 11,747,208</u>

Source: The Town's Finance Department.

Fiscal Year

2009	2010	2011	2012	2013	2014
\$ 2,156,263	\$ 2,448,439	\$ 1,805,845	\$ 1,692,571	\$ 1,708,223	\$ 2,192,834
2,952,753	3,024,310	2,864,629	3,043,032	3,172,900	3,930,094
591,034	654,264	818,492	579,698	558,558	630,157
1,392,640	1,412,673	1,232,216	1,386,769	1,539,873	1,407,316
-	8,764	14,042	9,123	5,843	3,982
<u>7,092,690</u>	<u>7,548,450</u>	<u>6,735,224</u>	<u>6,711,193</u>	<u>6,985,397</u>	<u>8,164,383</u>
830,036	934,325	879,729	932,002	1,069,013	922,906
2,022,286	1,820,299	1,636,855	1,718,652	1,743,668	1,591,851
951,155	844,027	871,199	898,147	912,508	738,808
934,673	757,093	705,241	869,533	910,106	1,032,667
-	-	-	-	-	-
582,215	828,897	860,037	912,464	1,053,759	1,085,754
<u>5,320,365</u>	<u>5,184,641</u>	<u>4,953,061</u>	<u>5,330,798</u>	<u>5,689,054</u>	<u>5,371,986</u>
<u>\$ 12,413,055</u>	<u>\$ 12,733,091</u>	<u>\$ 11,688,285</u>	<u>\$ 12,041,991</u>	<u>\$ 12,674,451</u>	<u>\$ 13,536,369</u>
\$ 1,424,338	\$ 1,353,865	\$ 1,244,450	\$ 1,055,427	\$ 1,223,612	\$ 1,205,683
240,122	241,708	255,538	253,854	265,231	291,522
76,897	96,071	158,465	219,180	136,548	106,963
462,105	412,415	393,616	343,058	366,631	392,081
94,700	15,612	-	14,468	103,071	44,830
<u>2,298,162</u>	<u>2,119,671</u>	<u>2,052,069</u>	<u>1,885,987</u>	<u>2,095,093</u>	<u>2,041,079</u>
1,000,735	981,830	990,288	1,075,723	1,020,224	1,017,374
2,989,839	2,800,247	2,747,183	2,834,863	2,690,431	2,670,784
989,213	984,410	988,572	986,863	936,586	921,821
610,817	724,361	826,827	887,806	865,964	877,929
-	-	-	-	-	-
182,982	330,119	413,640	469,814	530,568	511,280
-	-	75,837	521,378	-	-
12,937	202,119	629,442	851,855	278,442	730,760
<u>5,786,523</u>	<u>6,023,086</u>	<u>6,671,789</u>	<u>7,628,302</u>	<u>6,322,215</u>	<u>6,729,948</u>
<u>\$ 8,084,685</u>	<u>\$ 8,142,757</u>	<u>\$ 8,723,858</u>	<u>\$ 9,514,289</u>	<u>\$ 8,417,308</u>	<u>\$ 8,771,027</u>

(Continued)

**TOWN OF WICKENBURG, ARIZONA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year			
	2005	2006	2007	2008
(Concluded)				
Net (Expense)/Revenue				
Governmental Activities	\$ (1,826,688)	\$ (3,216,626)	\$ (2,934,171)	\$ (2,532,129)
Business-Type Activities	1,141,432	3,569,258	6,380,290	1,842,099
Total Primary Government Net Expense	<u>\$ (685,256)</u>	<u>\$ 352,632</u>	<u>\$ 3,446,119</u>	<u>\$ (690,030)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Taxes:				
Sales Taxes	\$ 2,074,090	\$ 2,657,966	\$ 2,953,746	\$ 3,286,921
Property Taxes	248,001	285,444	327,745	364,889
State Revenue Sharing	467,176	532,082	689,956	855,216
State Sales Tax Revenue Sharing	470,798	544,642	1,169,325	558,500
Auto Lieu Tax Revenue Sharing	217,068	243,966	251,201	256,080
Investment Earnings	68,951	137,134	242,645	239,332
Other	33,756	128,759	96,762	26,578
Transfers	2,067,533	285,474	412,062	1,380,478
Total Governmental Activities	<u>5,647,373</u>	<u>4,815,467</u>	<u>6,143,442</u>	<u>6,967,994</u>
Business-Type Activities:				
Investment Earnings	94,078	199,118	247,729	275,948
Other	9,099	12,113	31,280	23,556
Transfers	<u>(2,067,533)</u>	<u>(285,474)</u>	<u>(412,062)</u>	<u>(1,380,478)</u>
Total Business-Type Activities	<u>(1,964,356)</u>	<u>(74,243)</u>	<u>(133,053)</u>	<u>(1,080,974)</u>
Total Primary Government	<u>\$ 3,683,017</u>	<u>\$ 4,741,224</u>	<u>\$ 6,010,389</u>	<u>\$ 5,887,020</u>
Change in Net Position				
Governmental Activities	\$ 3,820,685	\$ 1,598,841	\$ 3,209,271	\$ 4,435,865
Business-Type Activities	(822,924)	3,495,015	6,247,237	761,125
Total Primary Government	<u>\$ 2,997,761</u>	<u>\$ 5,093,856</u>	<u>\$ 9,456,508</u>	<u>\$ 5,196,990</u>

Source: The Town's Finance Department.

Fiscal Year

2009	2010	2011	2012	2013	2014
\$ (4,794,528)	\$ (5,428,779)	\$ (4,683,155)	\$ (4,825,206)	\$ (4,890,304)	\$ (6,123,304)
466,158	838,445	1,718,728	2,297,504	633,161	1,357,962
<u>\$ (4,328,370)</u>	<u>\$ (4,590,334)</u>	<u>\$ (2,964,427)</u>	<u>\$ (2,527,702)</u>	<u>\$ (4,257,143)</u>	<u>\$ (4,765,342)</u>
\$ 2,868,333	\$ 2,745,028	\$ 2,651,164	\$ 2,679,830	\$ 2,920,165	\$ 3,155,627
367,374	9,832	9,757	9,938	240,069	250,544
908,276	784,604	591,491	537,042	649,967	709,237
483,506	445,963	466,798	497,207	520,823	553,854
208,281	203,588	199,200	213,782	203,083	227,047
(4,154)	11,368	9,409	11,607	27,589	12,156
131,381	267,888	21,892	72,882	47,477	144,720
1,101,758	(2,115,975)	557,805	599,107	663,061	615,000
<u>6,064,755</u>	<u>2,352,296</u>	<u>4,507,516</u>	<u>4,621,395</u>	<u>5,272,234</u>	<u>5,668,185</u>
(10,557)	11,279	9,570	17,423	53,293	21,450
28,664	15,129	41,097	31,630	37,716	36,522
(1,101,758)	2,115,975	(557,805)	(599,107)	(663,061)	(615,000)
<u>(1,083,651)</u>	<u>2,142,383</u>	<u>(507,138)</u>	<u>(550,054)</u>	<u>(572,052)</u>	<u>(557,028)</u>
<u>\$ 4,981,104</u>	<u>\$ 4,494,679</u>	<u>\$ 4,000,378</u>	<u>\$ 4,071,341</u>	<u>\$ 4,700,182</u>	<u>\$ 5,111,157</u>
\$ 1,270,227	\$ (3,076,483)	\$ (175,639)	\$ (203,811)	\$ 381,930	\$ (455,119)
(617,493)	2,980,828	1,211,590	1,747,450	61,109	800,934
<u>\$ 652,734</u>	<u>\$ (95,655)</u>	<u>\$ 1,035,951</u>	<u>\$ 1,543,639</u>	<u>\$ 443,039</u>	<u>\$ 345,815</u>

THIS PAGE BLANK

**TOWN OF WICKENBURG, ARIZONA
 GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
 LAST TEN FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (UNAUDITED)**

<u>Fiscal Year</u>	<u>Sales Taxes</u>	<u>Property Taxes</u>	<u>Total</u>
2005	\$ 2,074,090	\$ 247,850	\$ 2,321,940
2006	2,657,966	285,444	2,943,410
2007	3,546,469	327,745	3,874,214
2008	3,286,921	364,889	3,651,810
2009	2,868,333	358,742	3,227,075
2010	2,745,028	29,081	2,774,109
2011	2,651,164	9,757	2,660,921
2012	2,679,830	9,938	2,689,768
2013	2,920,165	240,069	3,160,234
2014	3,155,627	250,544	3,406,171

Source: The Town's Finance Department.

**TOWN OF WICKENBURG, ARIZONA
 FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (UNAUDITED)**

	Fiscal Year			
	2005	2006	2007	2008
General Fund:				
Unreserved	\$ 1,385,668	\$ 2,267,364	\$ 3,512,474	\$ 3,996,286
Nonspendable				
Restricted				
Assigned				
Unassigned				
Total General Fund	<u>\$ 1,385,668</u>	<u>\$ 2,267,364</u>	<u>\$ 3,512,474</u>	<u>\$ 3,996,286</u>
All Other Governmental Funds:				
Reserved	\$ 5,640	\$ -	\$ -	\$ -
Unreserved, Reported In:				
Special Revenue Funds	658,444	718,852	1,094,991	940,750
Capital Projects Funds	2,678,221	2,659,821	4,058,580	5,320,793
Debt Service Funds	36,545	29,059	20,966	15,809
Restricted				
Assigned				
Total All Other Governmental Funds	<u>\$ 3,378,850</u>	<u>\$ 3,407,732</u>	<u>\$ 5,174,537</u>	<u>\$ 6,277,352</u>

Source: The Town's Finance Department.

Note: 2011 was the first year the Town implemented GASB Statement No. 54.

Fiscal Year

2009	2010	2011	2012	2013	2014
\$ 4,169,876	\$ 4,321,874				
				\$ 6,326	\$ 8,663
		\$ 103,164	\$ 284,577	258,505	259,841
		4,653,920	4,992,109	5,238,792	5,654,941
<u>\$ 4,169,876</u>	<u>\$ 4,321,874</u>	<u>\$ 4,757,084</u>	<u>\$ 5,276,686</u>	<u>\$ 5,503,623</u>	<u>\$ 5,923,445</u>
\$ -	\$ -				
828,555	918,159				
6,036,102	2,371,945				
10,931	4,673				
		\$ 1,071,246	\$ 1,086,520	\$ 948,603	\$ 992,314
		2,161,796	1,813,041	1,647,608	1,132,025
<u>\$ 6,875,588</u>	<u>\$ 3,294,777</u>	<u>\$ 3,233,042</u>	<u>\$ 2,899,561</u>	<u>\$ 2,596,211</u>	<u>\$ 2,124,339</u>

TOWN OF WICKENBURG, ARIZONA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	Fiscal Year				
	2005	2006	2007	2008	2009
Revenues					
Taxes	\$ 2,321,940	\$ 2,938,071	\$ 3,283,049	\$ 3,650,097	\$ 3,227,075
Intergovernmental	2,163,190	2,588,494	3,860,209	3,617,807	2,066,368
Fines and Forfeitures	203,777	200,541	161,151	221,539	319,793
Licenses and Permits	204,908	181,053	211,045	218,691	184,702
Charges for Services	1,007,256	1,126,254	1,228,912	1,227,322	1,035,041
Rents and Royalties	102,877	137,086	185,289	188,570	173,327
Contributions and Donations	994,653	15,445	189,725	531,225	110,882
Investment Earnings	60,723	123,987	228,141	233,815	(1,862)
Other	41,868	136,881	304,874	336,076	137,199
Total Revenues	<u>7,101,192</u>	<u>7,447,812</u>	<u>9,652,395</u>	<u>10,225,142</u>	<u>7,252,525</u>
Expenditures					
General Government	3,078,919	2,291,109	2,077,471	2,949,794	2,528,094
Public Safety	1,658,947	1,830,130	2,499,704	3,115,667	2,851,393
Highways and Streets	372,077	857,369	412,789	649,234	359,643
Parks and Recreation	1,139,550	1,159,791	1,280,195	1,627,083	1,392,821
Principal Expense	-	-	-	-	-
Interest Expense	-	-	-	-	-
Capital Outlay	1,030,800	678,669	782,383	1,846,725	450,506
Total Expenditures	<u>7,280,293</u>	<u>6,817,068</u>	<u>7,052,542</u>	<u>10,188,503</u>	<u>7,582,457</u>
Excess of Revenues Over (Under) Expenditures	(179,101)	630,744	2,599,853	36,639	(329,932)
Other Financing Sources (Uses)					
Transfers In	2,207,776	537,080	623,017	1,667,527	1,265,080
Transfers Out	(140,243)	(251,606)	(210,955)	(117,539)	(163,322)
Proceeds from Sale of Capital Assets	-	-	-	-	-
Capital Lease Proceeds	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>2,067,533</u>	<u>285,474</u>	<u>412,062</u>	<u>1,549,988</u>	<u>1,101,758</u>
Net Change in Fund Balance	<u>\$ 1,888,432</u>	<u>\$ 916,218</u>	<u>\$ 3,011,915</u>	<u>\$ 1,586,627</u>	<u>\$ 771,826</u>
Debt Service as Percentage of Noncapital Expenditures	0%	0%	0%	0%	0%

Source: The Town's Finance Department.

Fiscal Year

2010	2011	2012	2013	2014
\$ 2,774,109	\$ 2,660,921	\$ 2,689,768	\$ 3,160,234	\$ 3,406,171
1,855,682	1,633,271	1,605,557	1,843,575	1,927,049
307,518	229,554	168,396	194,159	166,240
150,471	127,221	93,747	98,818	138,855
1,028,744	1,098,069	1,099,047	1,181,328	1,144,041
171,605	195,639	189,520	151,086	155,032
31,694	17,834	-	-	-
9,160	9,411	11,608	27,589	12,156
278,208	29,862	72,882	47,477	144,720
6,607,191	6,001,782	5,930,525	6,704,266	7,094,264
2,098,924	1,646,024	1,418,615	1,514,059	1,800,102
3,337,153	2,842,246	2,868,072	3,087,562	3,267,081
527,992	512,460	298,645	487,522	317,261
1,375,764	1,140,260	1,249,848	1,389,644	1,251,205
-	114,581	166,708	41,365	43,226
-	14,042	9,123	5,843	3,982
971,603	91,668	145,245	917,745	1,078,457
8,311,436	6,361,281	6,156,256	7,443,740	7,761,314
(1,704,245)	(359,499)	(225,731)	(739,474)	(667,050)
1,684,503	1,374,468	1,625,941	1,100,052	775,000
(3,800,478)	(816,663)	(1,026,834)	(436,991)	(160,000)
-	-	-	-	-
391,407	175,169	-	-	-
(1,724,568)	732,974	599,107	663,061	615,000
\$ (3,428,813)	\$ 373,475	\$ 373,376	\$ (76,413)	\$ (52,050)

0%

2%

3%

0%

0%

TOWN OF WICKENBURG, ARIZONA
SALES TAX COLLECTIONS BY CATEGORY
LAST TEN FISCAL YEARS
(UNAUDITED)

Sales Category:	Fiscal Year				
	2005	2006	2007	2008	2009
Construction	\$ 277,202	\$ 353,631	\$ 436,062	\$ 280,395	\$ 366,976
Mining & Manufacturing	66,555	67,074	72,149	70,709	79,001
Transportation, Communications and Utilities	112,260	184,348	244,914	274,774	269,512
Wholesale Trade	92,018	208,190	169,383	164,757	127,359
Retail Trade	1,086,774	1,127,349	1,152,515	1,131,392	1,084,494
Restaurants and Bars	197,993	230,073	674,419	674,184	627,680
Real Estate, Rental and Leases, Finance and Insurance	140,865	157,898	260,382	139,049	193,931
Accommodations, Arts & Entertainment	72,320	74,509	254,503	282,200	223,365
Services & Administration	52,714	64,719	52,940	59,022	58,356
Other	11,954	28,206	41,401	70,183	70,867
Total	<u>\$ 2,110,655</u>	<u>\$ 2,495,997</u>	<u>\$ 3,358,668</u>	<u>\$ 3,146,665</u>	<u>\$ 3,101,541</u>
City Sales Tax Rate	1.19% for single items over \$10,000, otherwise 1.7%				

Source: Arizona Department of Revenue.

Fiscal Year				
2010	2011	2012	2013	2014
\$ 265,769	\$ 118,702	\$ 106,240	\$ 135,618	\$ 113,335
75,351	67,597	68,919	72,745	79,924
385,351	358,528	349,500	329,482	338,625
167,282	214,173	252,588	380,625	431,051
1,161,454	1,115,003	1,137,218	1,168,892	1,271,164
317,394	264,990	263,358	253,770	295,742
210,937	209,630	213,920	208,725	196,213
124,509	130,625	152,034	146,950	178,881
57,122	56,634	63,878	67,081	5,873
24,987	41,514	16,795	5,584	-
<u>\$ 2,790,156</u>	<u>\$ 2,577,396</u>	<u>\$ 2,624,450</u>	<u>\$ 2,769,472</u>	<u>\$ 2,910,808</u>
1.19% for single items over \$10,000, otherwise 2.2%	1.19% for single items over \$10,000, otherwise 2.2%	1.19% for single items over \$10,000, otherwise 2.2%	1.69% for single items over \$5,000, otherwise 2.2%	1.69% for single items over \$5,000, otherwise 2.2%

**TOWN OF WICKENBURG, ARIZONA
 DIRECT AND OVERLAPPING SALES TAX RATES
 LAST TEN FISCAL YEARS
 (UNAUDITED)**

Fiscal Year	City Direct Rate	Maricopa County
2005	1.19% for single items over \$10,000, otherwise 1.7%	0.70
2006	1.19% for single items over \$10,000, otherwise 1.7%	0.70
2007	1.19% for single items over \$10,000, otherwise 1.7%	0.70
2008	1.19% for single items over \$10,000, otherwise 1.7%	0.70
2009	1.19% for single items over \$10,000, otherwise 1.7%	0.70
2010	1.19% for single items over \$10,000, otherwise 2.2%	0.70
2011	1.19% for single items over \$10,000, otherwise 2.2%	0.70
2012	1.19% for single items over \$10,000, otherwise 2.2%	0.70
2013	1.69% for single items over \$5,000, otherwise 2.2%	0.70
2014	1.69% for single items over \$5,000, otherwise 2.2%	0.70

Source: The Town's Finance Department and Maricopa County Treasurer.

TOWN OF WICKENBURG, ARIZONA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

Assessed Value							
Fiscal Year	Residential	Commercial, Industrial and Military	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Estimated Actual Taxable Value
2005	\$ 22,040,684	\$ 29,187,401	\$ (7,085,685)	\$ 44,142,400	0.6142	\$ 362,852,359	12.165 %
2006	28,174,764	30,426,392	(7,969,316)	50,631,840	0.5833	434,124,156	11.663
2007	29,055,746	45,382,592	(11,155,290)	63,283,048	0.5250	549,269,223	11.521
2008	47,041,623	55,100,884	(14,522,433)	87,620,074	0.4772	764,745,522	11.457
2009	55,467,072	64,160,819	(18,528,239)	101,099,652	0.0114	908,071,598	11.133
2010	53,720,619	75,517,476	(22,205,465)	107,032,630	0.0109	958,703,780	11.164
2011	45,239,260	77,954,772	(23,141,850)	100,052,182	0.0142	924,274,983	10.825
2012	32,555,222	60,651,279	(21,079,190)	72,127,311	0.0483	697,884,951	10.335
2013	27,927,849	52,650,738	(19,063,286)	61,515,301	0.4244	600,658,951	10.241
2014	23,660,538	51,944,390	(17,135,937)	58,468,991	0.5270	575,328,725	10.163

Source: The Maricopa County Treasurer.

**TOWN OF WICKENBURG, ARIZONA
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(UNAUDITED)**

Year	Town			Total Town Rate
	Basic Rate	General Obligation Debt Service Rate	Redevelopment Debt Service Rate	
2005	0.6142	-	-	0.6142
2006	0.5833	-	-	0.5833
2007	0.5250	-	-	0.5250
2008	0.4772	-	-	0.4772
2009	0.0114	-	-	0.0114
2010	0.0109	-	-	0.0109
2011	0.0142	-	-	0.0142
2012	0.0483	-	-	0.0483
2013	0.4083	-	-	0.4083
2014	0.5270	-	-	0.5270

Source: The Maricopa County Treasurer.

Overlapping Rates

<u>School District</u>	<u>Community College</u>	<u>County</u>	<u>Rate Total</u>
5.7053	1.0315	2.1444	9.4954
5.7482	1.0646	1.6800	9.0761
6.3518	0.9760	1.4958	9.3486
4.6976	0.9386	1.3956	7.5090
4.5499	0.8844	1.6906	7.1363
3.5599	0.9728	1.0508	5.5944
4.4520	1.2082	1.2407	6.9151
3.4020	0.2215	1.4679	5.1397
3.7838	0.2444	1.4637	5.9002
3.9198	0.2363	1.5157	6.1988

THIS PAGE BLANK

**TOWN OF WICKENBURG, ARIZONA
PRINCIPAL PROPERTY TAXPAYERS
JUNE 30, 2014 AND NINE YEARS PRIOR
(UNAUDITED)**

Taxpayer	Fiscal Year			Fiscal Year		
	2014			2005		
	Taxable Assessed Value	Rank	% of Assessed Value	Taxable Assessed Value	Rank	% of Assessed Value
Arizona Public Service	\$ 2,036,248	1	3.31%	\$ 886,530	1	2.31%
BNSF Railway Company	1,005,458	2	1.63%			0.00%
Southwest Gas Corporation	903,502	3	1.47%	386,347	9	1.01%
GVD Commercial Properties	643,093	4	1.05%	762,665	2	1.99%
Paradise Plaza LLC	489,782	5	0.80%	425,000	7	1.11%
Remuda Ranch Company	473,095	6	0.77%	233,377	12	0.61%
Guru Nanak Investments LLC	352,980	7	0.57%			0.00%
Los Vierjos Inn LLC	341,905	8	0.56%	455,977	6	1.19%
Schuck Keith/Cynthia Trust	307,082	9	0.50%			0.00%
Snedecor William/Roberta Trust	271,529	10	0.44%			0.00%
Wickenburg Holdings	249,394	11	0.41%			0.00%
Hill K Kenneth Tr	243,110	12	0.40%			0.00%
Schuck-Powell, Jacquelynn J TR	239,165	13	0.39%			0.00%
Ranch on Jefferson	238,306	14	0.39%			0.00%
Qwest Corporation	237,485	15	0.39%	755,020	3	1.97%
Rancho Grande Wickenburg LLC	-		0.00%	378,760	10	0.99%
Green Real Estate	-		0.00%	478,619	5	1.25%
Benner-Nawman, Inc.	-		0.00%	344,173	11	0.90%
Meadows Holdings	-		0.00%	526,625	4	1.37%
ASR Properties Inc	-		0.00%	388,028	8	1.01%
Bromm Wickenburg LLC	-		0.00%	229,392	13	0.60%
Security Title TR 006-54596-0	-		0.00%	224,233	14	0.59%
Wickenburg Investment LLC	-		0.00%	211,562	15	0.55%
	<u>\$ 8,032,134</u>		<u>13.06%</u>	<u>\$ 6,686,308</u>		<u>17.45%</u>

Source: The Maricopa County Treasurer.

**TOWN OF WICKENBURG, ARIZONA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Taxes Collected</u>	<u>Delinquent Tax Collections</u>
2005	\$ 248,153	\$ 242,219	97.61 %	5,874
2006	285,562	280,884	98.36	4,610
2007	332,323	319,913	96.27	12,339
2008	363,366	346,324	95.31	16,904
2009	376,851	347,821	92.30	28,857
2010	10,000	9,368	93.68	627
2011	10,000	9,297	92.97	697
2012	10,031	9,663	96.33	363
2013	249,512	238,427	95.56	10,932
2014	246,744	240,701	97.55	-

Source: The Maricopa County Treasurer.

<u>Total Tax Collections</u>	<u>Ratio of Total Tax Collections to Total Tax Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Ratio of Delinquent Taxes to Tax Levy</u>
\$ 248,093	99.98 %	\$ 60	0.02
285,494	99.98	68	0.02
332,252	99.98	71	0.02
363,228	99.96	138	0.04
376,678	99.95	173	0.05
9,995	99.95	5	0.05
9,994	99.94	6	0.06
10,026	99.95	5	0.05
249,359	99.94	153	0.06
240,701	97.55	6,043	2.45

TOWN OF WICKENBURG, ARIZONA
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Governmental Activities	Business-type Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	Capital Leases	Water Revenue Bonds	Term Notes and Loans	Capital Leases			
2005	\$ -	\$ 88,000	\$ 201,637	\$ 26,295	\$ 688,034	0.35 %	\$ 111
2006	-	-	868,056	386,471	1,603,709	0.81	258
2007	-	-	3,153,172	315,266	3,821,878	1.92	608
2008	-	-	3,253,507	241,138	3,836,707	1.92	610
2009	-	-	3,113,396	163,969	3,277,365	1.64	521
2010	235,981	-	2,963,245	83,633	3,282,859	1.65	522
2011	296,569	-	2,813,273	-	3,109,842	1.56	495
2012	129,861	-	2,658,449	-	2,788,310	1.40	438
2013	88,496	-	2,498,614	-	2,587,110	1.30	407
2014	45,270	-	2,333,604	-	2,378,874	1.40	364

Source: The Town's Finance Department.

TOWN OF WICKENBURG, ARIZONA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2014
(UNAUDITED)

Governmental Unit	Outstanding Debt	Estimated Percentage Applicable (1)	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes			
Maricopa County	\$ 108,975,028	0.15 %	\$ 16,346,254
Maricopa County Community College District	713,194,164	0.15 %	106,979,125
Wickenburg Unified School District No. 9	11,045,000	42.75 %	<u>472,173,750</u>
Subtotal, Overlapping Debt			595,499,129
Town of Wickenburg, Arizona Direct Debt			<u>45,270</u>
			<u><u>\$ 595,544,399</u></u>

Source: Maricopa County Treasurer's Office.

- (1) Proportion applicable to the Town of Wickenburg, Arizona, is computed on the ratio of secondary assessed valuation for 2013-14.

Note: The above schedule only includes direct debt of the Town and overlapping governments that are paid with property tax revenues (general obligation bonded debt). General obligation bonded debt is paid from property tax allocations calculated from the secondary assessed valuation and therefore has an impact on overlapping governments.

**TOWN OF WICKENBURG, ARIZONA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)**

	Fiscal Year				
	2005	2006	2007	2008	2009
20% Debt Limit	\$ 9,298,657	\$ 10,126,368	\$ 12,656,610	\$ 17,524,015	\$ 20,219,930
Total Applicable to Limit	-	-	-	-	-
Legal Debt Margin	<u>\$ 9,298,657</u>	<u>\$ 10,126,368</u>	<u>\$ 12,656,610</u>	<u>\$ 17,524,015</u>	<u>\$ 20,219,930</u>
 Total Net Debt Applicable to the Limit as a Percentage of the Debt Limit	 -	 -	 -	 -	 -

	Fiscal Year				
	2005	2006	2007	2008	2009
6% Debt Limit	\$ 2,789,597	\$ 3,037,910	\$ 3,796,983	\$ 5,257,205	\$ 6,065,979
Total Applicable to Limit	-	-	-	-	-
Legal Debt Margin	<u>\$ 2,789,597</u>	<u>\$ 3,037,910</u>	<u>\$ 3,796,983</u>	<u>\$ 5,257,205</u>	<u>\$ 6,065,979</u>
 Total Net Debt Applicable to the Limit as a Percentage of the Debt Limit	 -	 -	 -	 -	 -

Source: The Town's Finance Department and the Maricopa County Assessor's Office.

Note: The Town did not have any debt subject to the debt limit.

Fiscal Year

2010	2011	2012	2013	2014
\$ 21,406,526	\$ 20,010,436	\$ 14,425,462	\$ 12,303,060	\$ 11,693,798
-	-	-	-	-
<u>\$ 21,406,526</u>	<u>\$ 20,010,436</u>	<u>\$ 14,425,462</u>	<u>\$ 12,303,060</u>	<u>\$ 11,693,798</u>

- - - - -

Fiscal Year

2010	2011	2012	2013	2014
\$ 6,421,958	\$ 6,003,131	\$ 4,327,639	\$ 3,690,918	\$ 3,508,139
-	-	-	-	-
<u>\$ 6,421,958</u>	<u>\$ 6,003,131</u>	<u>\$ 4,327,639</u>	<u>\$ 3,690,918</u>	<u>\$ 3,508,139</u>

- - - - -

THIS PAGE BLANK

TOWN OF WICKENBURG, ARIZONA
CALCULATION OF LEGAL DEBT MARGIN
JUNE 30, 2014
(UNAUDITED)

Net Secondary Assessed Valuation		<u>\$ 58,468,991</u>
Water, Sewer, Light, Parks, Open Space and Recreational Facility Bonds		
<hr/>		
Debt Limit - 20% of Secondary Net Assessed Valuation		\$ 11,693,798
Debt Applicable to Limit		
General Obligation Bonds Outstanding	\$ -	
Less Amount Set Aside for Repayment of Debt	-	
Net Debt Applicable to Limit	<u>-</u>	<u>-</u>
20% Legal Debt Margin		<u>\$ 11,693,798</u>
<hr/> <u>All Other General Obligation Bonds</u> <hr/>		
Debt Limit - 6% of Secondary Net Assessed Valuation		\$ 3,508,139
Debt Applicable to Limit		
General Obligation Bonds Outstanding	\$ -	
Less Amount Set Aside for Repayment of Debt	-	
Net Debt Applicable to Limit	<u>-</u>	<u>-</u>
All Other General Obligation Bonds Debt Margin		<u>3,508,139</u>
Total Legal Debt Margin		<u>\$ 15,201,938</u>

Source: Maricopa County Assessor's Office.

Note: The Town did not have any debt subject to the debt limit.

**TOWN OF WICKENBURG, ARIZONA
 PLEDGED-REVENUE COVERAGE
 LAST TEN FISCAL YEARS
 (UNAUDITED)**

Loans Water Revenue Bonds						
Fiscal Year	Pledged Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2005	\$ 611,049	\$ 644,446	\$ (33,397)	\$ 88,000	\$ 914	(0.38)
2006	677,444	719,087	(41,643)	-	-	N/A
2007	742,389	852,409	(110,020)	-	-	N/A
2008	1,042,272	1,099,883	(57,611)	-	-	N/A
2009	1,000,735	830,036	170,699	-	-	N/A
2010	981,830	934,325	47,505	-	-	N/A
2011	990,288	879,729	110,559	-	-	N/A
2012	1,075,723	932,002	143,721	-	-	N/A
2013	1,028,440	1,069,013	(40,573)	-	-	N/A
2014	1,021,733	940,901	80,832	-	-	N/A

Source: Town of Wickenburg Internal Records.

Note: Pledged revenue includes operating revenues and unrestricted interest and other income.

Water Infrastructure Finance Authority Bonds and USDA Loan

		Less:				
Pledged Revenue	Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage	
\$ 532,149	\$ 576,495	\$ (44,346)	\$ 103,773	\$ 19,678	(0.36)	
685,302	668,388	16,914	121,368	1,969	0.14	
737,652	722,030	15,622	125,200	17,491	0.11	
854,334	757,878	96,456	134,801	64,413	0.48	
610,817	822,501	(211,684)	140,111	112,172	(0.84)	
724,361	656,174	68,187	150,151	100,919	0.27	
826,827	574,624	252,203	149,972	130,617	0.90	
887,806	775,735	112,071	154,824	93,798	0.45	
880,626	821,465	59,161	159,835	88,523	0.24	
900,538	957,458	(56,920)	165,010	83,197	(0.23)	

THIS PAGE BLANK

**TOWN OF WICKENBURG, ARIZONA
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS
 (UNAUDITED)**

Fiscal Year	Population	Personal Income (Thousands of Dollars)	Per Capita Personal Income	Median Age	Percent of High School Graduates (1)	School Enrollment	Unemployment Rate
2005	6,224	\$ 197,400,384	\$ 31,716	48.0	29%	1,432	2.3 %
2006	6,224	197,400,384	31,716	48.0	-	1,536	2.3
2007	6,285	199,335,060	31,716	48.0	-	1,470	1.6
2008	6,285	199,335,060	31,716	48.0	-	1,470	1.6
2009	6,285	199,335,060	31,716	48.0	-	1,470	1.6
2010	6,285	199,335,060	31,716	48.0	-	1,470	1.6
2011	6,285	199,335,060	31,716	48.0	-	1,516	3.8
2012	6,363	199,335,060	31,327	52.7	-	1,516	8.1
2013	6,363	199,335,060	31,327	52.7	-	1,516	8.1
2014	6,532	170,517,860	26,105	52.7	-	1,353	6.8

Sources: Annual CAFR, www.census.gov,
<http://commerce.state.az.us/doclib/COMMUNE/wickenburg.pdf#search='u.s.%20wickenburg'>, and
<http://www.city-data.com/city/Wickenburg-Arizona.html>

(1) Information was not available for all years.

**TOWN OF WICKENBURG, ARIZONA
PRINCIPAL EMPLOYERS
LAST TEN FISCAL YEARS
(UNAUDITED)**

Employer	Fiscal Year					
	2005			2006		
	Employees	Rank	Percentage of Total	Employees	Rank	Percentage of Total
Basha's	60	8	1.71%	61	8	1.74%
Bear Cat	48	9	1.37%	45	9	1.29%
Benner Nawman	45	10	1.29%	34	10	0.97%
Jones Ford	N/A		N/A	N/A		N/A
Los Cab	150	4	4.29%	150	4	4.29%
Meadows	153	3	4.37%	170	3	4.86%
Remuda Ranch	360	1	10.29%	425	1	12.14%
Rosewood	N/A		N/A	N/A		N/A
Safeway	80	6	2.29%	80	6	2.29%
Town of Wickenburg	79	7	2.26%	76	7	2.17%
Wickenburg Comm. Hospital	85	5	2.43%	112	5	3.20%
Wickenburg Unified School District	180	2	5.14%	220	2	6.29%
	<u>1,240</u>		<u>35.43%</u>	<u>1,373</u>		<u>39.23%</u>

Employer	Fiscal Year					
	2010			2011		
	Employees	Rank	Percentage of Total	Employees	Rank	Percentage of Total
Basha's	60	8	1.71%	61	8	1.74%
Bear Cat	48	9	1.37%	45	9	1.29%
Benner Nawman	45	10	1.29%	34	10	0.97%
Jones Ford	N/A		N/A	N/A		N/A
Los Cab	150	4	4.29%	150	4	4.29%
Meadows	153	3	4.37%	170	3	4.86%
Remuda Ranch	360	1	10.29%	425	1	12.14%
Rosewood	N/A		N/A	N/A		N/A
Safeway	80	6	2.29%	80	6	2.29%
Town of Wickenburg	79	7	2.26%	76	7	2.17%
Wickenburg Comm. Hospital	85	5	2.43%	112	5	3.20%
Wickenburg Unified School District	180	2	5.14%	220	2	6.29%
	<u>1,240</u>		<u>35.43%</u>	<u>1,373</u>		<u>39.23%</u>

Source: The Wickenburg Sun and Maricopa Association of Governments (MAG) Socioeconomic Projects of Population, Housing and Employment by Municipal Planning Area and Regional Analysis Zone, May 2013.

Note: The total for each year was set at 3,500 based on the 2010 population from the MAG report noted above as the population for each year was not available.

Fiscal Year								
2007			2008			2009		
Employees	Rank	Percentage of Total	Employees	Rank	Percentage of Total	Employees	Rank	Percentage of Total
60	8	1.71%	60	8	1.71%	57	8	1.63%
48	9	1.37%	48	9	1.37%	45	9	1.29%
34	10	0.97%	22	10	0.63%	19	10	0.54%
N/A		N/A	N/A		N/A	N/A		N/A
165	4	4.71%	150	4	4.29%	150	4	4.29%
167	3	4.77%	182	3	5.20%	186	3	5.31%
451	1	12.89%	496	1	14.17%	492	1	14.06%
N/A		N/A	N/A		N/A	N/A		N/A
110	5	3.14%	96	6	2.74%	90	6	2.57%
87	7	2.49%	87	7	2.49%	84	7	2.40%
104	6	2.97%	116	5	3.31%	119	5	3.40%
271	2	7.74%	255	2	7.29%	264	2	7.54%
<u>1,497</u>		<u>42.77%</u>	<u>1,512</u>		<u>43.20%</u>	<u>1,506</u>		<u>43.03%</u>

Fiscal Year								
2012			2013			2014		
Employees	Rank	Percentage of Total	Employees	Rank	Percentage of Total	Employees	Rank	Percentage of Total
60	8	1.71%	60	8	1.71%	60	9	1.71%
48	9	1.37%	48	9	1.37%	N/A		N/A
34	10	0.97%	22	10	0.63%	N/A		N/A
N/A		N/A	N/A		N/A	55	10	1.57%
165	4	4.71%	150	4	4.29%	140	5	4.00%
167	3	4.77%	182	3	5.20%	260	1	7.43%
451	1	12.89%	496	1	14.17%	136	6	3.89%
N/A		N/A	N/A		N/A	170	4	4.86%
110	5	3.14%	96	6	2.74%	98	7	2.80%
87	7	2.49%	87	7	2.49%	88	8	2.51%
104	6	2.97%	116	5	3.31%	190	3	5.43%
271	2	7.74%	255	2	7.29%	254	2	7.26%
<u>1,497</u>		<u>42.77%</u>	<u>1,512</u>		<u>43.20%</u>	<u>1,451</u>		<u>41.46%</u>

THIS PAGE BLANK

TOWN OF WICKENBURG, ARIZONA
FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS
(UNAUDITED)

Function	Full Time Equivalent Employees									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Mayor & Council	7	7	7	7	7	7	7	7	7	7
Management Services	3	3	3	2	2	2	2	2	2	2
Finance	2	2	2	4	4	4	4	4	4	4
Planning	3	3	3	2	2	1	1	1	1	1
Building	1	1	2	1	1	1	1	1	1	1
Court	4	4	4	3	3	4	4	4	4	4
Clerk	2	2	2	2	2	2	2	2	2	2
Attorney	-	-	-	-	-	-	-	-	-	-
Airport	-	-	-	-	-	-	-	-	1	1
Police										
Officers	11	13	14	14	14	13	14	15	17	17
Dispatchers	6	6	6	6	6	5	6	6	5	5
Other	2	2	2	3	3	2	2	2	2	2
Fire										
Firefighters	1	1	7	10	10	10	10	10	13	13
Ambulance	-	-	-	-	-	-	-	-	-	-
PW & CIP Admin	-	-	-	-	-	-	-	-	3	3
Refuse Collection	4	4	4	4	4	4	5	5	4	4
Other Public Works										
Electric	2	2	2	2	2	-	1	1	1	1
Streets	3	5	5	4	4	2	2	2	2	1
Maintenance Shop	2	2	2	1	1	1	1	1	1	1
Parks and Recreation	12	12	13	11	11	12	10	9	10	11
Library	6	6	6	6	6	4	4	4	4	2
Water	4	4	4	5	5	6	5	5	5	3
Wastewater	5	4	3	4	4	2	2	2	2	2
Total	80	83	91	91	91	82	83	83	91	87

Source: The Town of Wickenburg's Internal Records.

**TOWN OF WICKENBURG, ARIZONA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS
(UNAUDITED)**

Function	Fiscal Year				
	2005	2006	2007	2008	2009
General Government					
Building Permits Issued	193	200	296	91	133
Building Inspection Conducted	1,737	1,800	2,008	667	868
Police					
Physical Arrests	235	238	302	243	291
Parking Violations	9	18	18	24	9
Traffic Violations	3,701	3,857	2,943	2,673	2,765
Fire					
Emergency Responses	156	212	320	689	681
Fires Extinguished	81	150	169	104	86
Inspections	22	16	20	24	32
Refuse Collection					
Refuse Collections (Tons/Day)	25	26	29	30	27
Recyclables Collected (Tons/Day)	-	-	1	1	1
Other Public Works					
Street Resurfacing (Miles)	2	2	3	-	1
Potholes Repaired	60	60	75	55	125
Parks and Recreation					
Community Center Admissions	425	450	445	296	278
Library					
Volumes in Collection	41,996	42,920	43,627	40,717	40,802
Total Volumes Borrowed	144,513	134,687	137,684	115,945	121,862
Water					
New Connections	41	30	17	21	5
Water Main Breaks	3	3	5	1	4
Average Daily Consumption (Thousand of Gallons)	307	627	568	1,423	1,468
Wastewater					
Average Daily Sewage Treatment (Thousands of Gallons)	360	247	302	462	477

Source: The Town of Wickenburg's Internal Records.

Fiscal Year				
2010	2011	2012	2013	2014
151	154	135	135	222
817	702	811	756	351
210	310	338	395	283
6	-	-	8	7
1,897	1,906	1,911	1,911	1,016
918	995	745	836	969
170	68	40	84	72
27	52	26	24	18
25	14	12	12	11
1	1	2	2	7
3	3	-	-	
150	13	14	10	97
248	274	356	364	331
42,497	42,042	41,278	42,487	44,435
133,651	101,513	72,656	65,915	19,122
8	9	3	4	1
-	-	2	6	-
955	1,778	1,103	1,315	1,067
464	501	467	388	340

**TOWN OF WICKENBURG, ARIZONA
CAPITAL ASSETS STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS
(UNAUDITED)**

Function	Fiscal Year				
	2005	2006	2007	2008	2009
Police					
Stations	1	1	1	1	1
Patrol Units	13	13	19	19	19
Fire Stations	1	1	1	1	1
Refuse Collection					
Collection Trucks	4	4	4	4	5
Other Public Works					
Streets (Miles)	45	45	75	78	78
Highways (Miles)	6	6	7	7	7
Streetlights	167	167	190	190	200
Traffic Signals	3	3	3	3	3
Parks and Recreation					
Acreage	363	363	363	363	363
Playgrounds	3	3	3	3	3
Baseball and Softball Diamonds	5	5	5	5	5
Community Centers	1	1	1	1	1
Water					
Water Mains (Miles)	41.0	41.0	60.0	63.2	63.4
Fire Hydrants	480.0	480.0	500.0	557.0	563.0
Storage Capacity (Thousands of Gallons)	4.4	4.4	4.4	4.3	4.3
Wastewater					
Sanitary Sewers (Miles)	38.0	38.0	40.5	43.0	44.1
Storm Sewers (Miles)	4.5	4.5	4.5	4.5	4.5
Maximum Daily Treatment Capacity (Thousands of Gallons)	800,000	800,000	1,200,000	1,200,000	1,200,000

Source: The Town of Wickenburg's Internal Records.

Fiscal Year

2010	2011	2012	2013	2014
1	1	1	1	1
22	22	19	20	23
1	1	1	1	1
6	6	6	6	6
79	79	79	79	77
7	7	7	7	7
200	200	200	200	338
3	3	3	3	3
403	403	403	403	403
5	5	5	5	5
5	5	5	5	5
1	1	1	1	1
64.5	64.5	64.5	64.5	55.3
570.0	570.0	570.0	570.0	484.0
4.3	4.3	4.3	4.3	4.3
44.1	44.1	44.1	44.1	33.4
4.5	4.5	4.5	4.5	4.5
800,000	800,000	800,000	800,000	800,000

THIS PAGE BLANK