

TOWN OF MAMMOTH, ARIZONA

Annual Expenditure Limitation Report
and Independent Accountants' Report
June 30, 2018

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INDEPENDENT ACCOUNTANTS' REPORT

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

We have examined the accompanying Annual Expenditure Limitation Report of the Town of Mammoth, Arizona for the year ended June 30, 2018, and the related notes to the report. The Town's management is responsible for presenting this report in accordance with the uniform expenditure reporting system as described in Note 1. Our responsibility is to express an opinion on this report based on our examination.

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

In our opinion, the annual expenditure limitation report referred to above is presented in accordance with the uniform expenditure reporting system as described in Note 1 in all material respects.

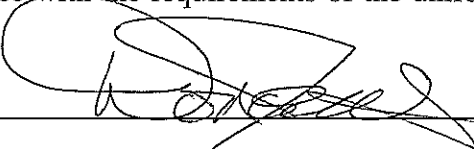
A handwritten signature in cursive script that reads 'Colby & Powell'.

May 17, 2019

TOWN OF MAMMOTH, ARIZONA
Annual Expenditure Limitation Report – Part I
Year Ended June 30, 2018

1. Economic Estimates Commission expenditure limitation	\$2,767,378
2. Amount subject to the expenditure limitation (total amount from Part II, Line C)	<u>1,425,206</u>
3. Amount under the expenditure limitation	<u><u>\$1,342,172</u></u>

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

Signature of Chief Fiscal Officer:  _____

Name and Title: Don Jones, Town Manager

Telephone Number: (520) 487-2331 Date: May 17, 2019

See accompanying notes to report.

TOWN OF MAMMOTH, ARIZONA
Annual Expenditure Limitation Report – Part II
Year Ended June 30, 2018

Description	Governmental funds	Enterprise funds	Total
A. Amounts reported on the reconciliation, line D	\$ 968,876	\$ 727,527	\$1,696,403
B. Less exclusions claimed:			
1. Debt service requirements	26,602	-	26,602
2. Dividends, interest, and gains on the sale or redemption of investment securities	414	-	414
3. Grants and aid from the federal government	-	244,181	244,181
Total exclusions claimed	<u>27,016</u>	<u>244,181</u>	<u>271,197</u>
C. Amounts subject to the expenditure limitation	<u>\$ 941,860</u>	<u>\$ 483,346</u>	<u>\$1,425,206</u>

See accompanying notes to report.

TOWN OF MAMMOTH, ARIZONA
Annual Expenditure Limitation Report – Reconciliation
Year Ended June 30, 2018

Description	Governmental funds	Enterprise funds	Total
A. Total expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund financial statements	\$ 968,876	\$ 517,130	\$1,486,006
B. Subtractions:			
1. Items not requiring use of current financial resources:			
a. Depreciation	-	25,131	25,131
Total subtractions	-	25,131	25,131
C. Additions:			
1. Capital asset acquisitions	-	235,528	235,528
Total additions	-	235,528	235,528
D. Amounts reported on part II, line A	<u>\$ 968,876</u>	<u>\$ 727,527</u>	<u>\$1,696,403</u>

See accompanying notes to report.

TOWN OF MAMMOTH, ARIZONA
Notes to Annual Expenditure Limitation Report
Year Ended June 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The annual expenditure limitation report (AELR) is presented as prescribed by the uniform expenditure reporting system (UERS), as required by Arizona Revised Statutes §41-1279.07. The AELR excludes expenditures, expenses, or deductions of certain revenues specified in the Arizona Constitution, Article IX, §20, from the total expenditures, expenses, or deductions reported in the fund financial statements.

In accordance with the UERS, a note to the AELR is presented below for any exclusion claimed on part II and each subtraction or addition in the reconciliation that cannot be traced directly to an amount reported in the fund financial statements. All references to financial statement amounts in the following notes refer to the statement of revenues, expenditures, and changes in fund balances for the governmental funds; statement of revenues, expenses, and changes in fund net position for the proprietary funds; and the statement of cash flows for the proprietary funds.

NOTE 2 – EXCLUSION FOR DEBT SERVICE REQUIREMENTS

The exclusion claimed for debt service requirements on other long-term obligations of \$26,602 is for the following:

	Governmental Funds	Enterprise Funds	Total
Note payable principal	\$ 9,555	\$ -	\$ 9,555
Note payable interest	1,990	-	1,990
Capital lease principal	10,798	-	10,798
Capital lease interest	4,259	-	4,259
	\$ 26,602	\$ -	\$ 26,602