



Annual Expenditure Limitation Report
June 30, 2012

Town of Buckeye, Arizona



Independent Auditor's Report

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

We have audited the accompanying Annual Expenditure Limitation Report of the Town of Buckeye, Arizona for the year ended June 30, 2012. This report is the responsibility of the Town's management. Our responsibility is to express an opinion on this report 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 report is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the report. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall report presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Annual Expenditure Limitation Report was prepared for the purpose of complying with the uniform expenditure reporting system as discussed in Note 1, and is not intended to be a presentation in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the Annual Expenditure Limitation Report of the Town of Buckeye, Arizona for the year ended June 30, 2012, referred to above presents fairly, in all material respects, the information required by the uniform expenditure reporting system on the basis of accounting described in Note 1.

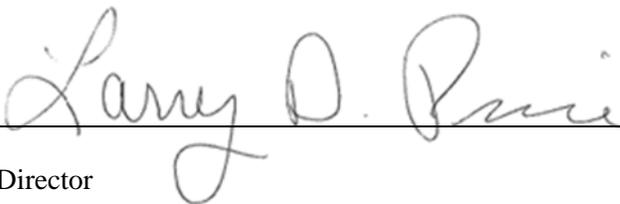
This report is intended solely for the information and use of management, and for filing with the Auditor General of the State of Arizona and is not intended to be, and should not be, used for anyone other than these specified parties.

Eide Bailly LLP
Phoenix, Arizona
November 26, 2012

Town of Buckeye, Arizona
Annual Expenditure Limitation Report - Part I
Year Ended June 30, 2012

1.	Economic Estimates Commission expenditure limitation	\$	-
2.	Voter-approved alternative expenditure limitation (Approved June 6, 2011)		174,826,977
3.	Enter applicable amount from Line 1 or Line 2		\$ 174,826,977
4.	Amount subject to the expenditure limitation (total amount from Part II, Line C)		66,862,665
5.	Board-authorized expenditures necessitated by a disaster declared by the Governor (Article IX, §20[2][a], Arizona Constitution)		-
6.	Board-authorized expenditures necessitated by a disaster not declared by the Governor (Article IX, §20[2][b], Arizona Constitution)		-
7.	Prior-year, voter-approved expenditures to exceed the expenditure limitation for the reporting fiscal year (Article IX, §20[2][c], Arizona Constitution)		-
8.	Subtotal		66,862,665
9.	Board-authorized excess expenditures for the previous fiscal year necessitated by a disaster not declared by the Governor and not approved by the voters (Article IX, §20[2][b], Arizona Constitution)		-
10.	Total adjusted amount subject to the expenditure limitation		<u>66,862,665</u>
11.	Amount under (in excess of) the expenditure limitation (If excess expenditures are reported, provide an explanation)		<u><u>\$ 107,964,312</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: Larry Price, Finance Director

Telephone Number: 623-349-6000

Date: November 26, 2012

Town of Buckeye, Arizona
Annual Expenditure Limitation Report – Part II
Year Ended June 30, 2012

Description	Governmental Funds	Enterprise Funds	Internal Service Funds	Fiduciary Funds	Total
A. Amounts reported on the Reconciliation, Line D	\$ 53,204,732	\$ 12,978,821	\$ 676,724	\$ 2,388	\$ 66,862,665
B. Less exclusions claimed:					
1. Bond proceeds	-	-	-	-	-
Debt service requirements on bonded indebtedness	-	-	-	-	-
Proceeds from other long-term obligations	-	-	-	-	-
Debt service requirements on other long-term obligations	-	-	-	-	-
2. Dividends, interest, and gains on the sale or redemption of investment securities	-	-	-	-	-
3. Trustee or custodian	-	-	-	-	-
4. Grants and aid from the federal government	-	-	-	-	-
5. Grants, aid, contributions, or gifts from a private agency, organization, or individual except amounts received in lieu of taxes	-	-	-	-	-
6. Amounts received from the State of Arizona	-	-	-	-	-
7. Quasi-external interfund transactions	-	-	-	-	-
8. Amounts accumulated for the purchase of land, and the purchase or construction of buildings or improvements	-	-	-	-	-
9. Highway user revenues in excess of those received in fiscal year 1979-80	-	-	-	-	-
10. Contracts with other political subdivisions	-	-	-	-	-
11. Refunds, reimbursements, and other recoveries	-	-	-	-	-
12. Voter-approved exclusions not identified above (attach resolution)	-	-	-	-	-
13. Prior years carryforward	-	-	-	-	-
14. Total exclusions claimed	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
C. Amounts subject to the expenditure limitation (If an individual fund category/type amount is negative, reduce exclusions claimed to net to zero.)	<u>\$ 53,204,732</u>	<u>\$ 12,978,821</u>	<u>\$ 676,724</u>	<u>\$ 2,388</u>	<u>\$ 66,862,665</u>

Town of Buckeye, Arizona
Annual Expenditure Limitation Report – Reconciliation
Year Ended June 30, 2012

Description	Governmental Funds	Enterprise Funds	Internal Service Funds	Fiduciary Funds	Total
A. Total expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund financial statements	\$ 68,311,547	\$ 20,714,867	\$ 676,724	\$ 2,388	\$ 89,705,526
B. Subtractions:					
1. Items not requiring use of working capital:					
Depreciation	-	9,009,268	-	-	9,009,268
Loss on disposal of capital assets	-	-	-	-	-
Bad debt expense	-	-	-	-	-
Landfill closure and postclosure care costs	-	-	-	-	-
2. Expenditures of separate legal entities established under Arizona Revised Statutes	15,106,815	-	-	-	15,106,815
3. Present value of net minimum capital lease and installment purchase contract payments recorded as expenditures at inception of the agreements	-	-	-	-	-
4. Charges to other funds in excess of Internal Service Fund expenses	-	-	-	-	-
5. Involuntary court judgments	-	-	-	-	-
6. Total subtractions	<u>\$ 15,106,815</u>	<u>\$ 9,009,268</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,116,083</u>
C. Additions:					
1. Principal payments on long-term debt	-	481,510	-	-	481,510
2. Acquisition of capital assets	-	791,712	-	-	791,712
3. Claims paid in the current year but reported as expenses incurred but not reported in previous years	-	-	-	-	-
4. Landfill closure and postclosure care costs paid in the current year but recorded as expenses in previous years	-	-	-	-	-
5. Total additions	<u>\$ -</u>	<u>\$ 1,273,222</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,273,222</u>
D. Amounts reported on Part II, Line A	<u>\$ 53,204,732</u>	<u>\$ 12,978,821</u>	<u>\$ 676,724</u>	<u>\$ 2,388</u>	<u>\$ 66,862,665</u>

Note 1 - Summary of Significant Accounting Policies

The Annual Expenditure Limitation Report (AELR) is presented on the basis of accounting prescribed by the *Uniform Expenditure Reporting System* (UERS), as required by Arizona Revised Statutes §41-1279.07, and in accordance with the voter-approved alternative expenditure limitation adopted March 8, 2008, as authorized by the Arizona Constitution, Article IX, §20(9).

In accordance with the UERS requirements, a note to the AELR is presented below for any exclusion claimed on Part II and each deduction or addition in the Reconciliation that cannot be traced directly to an amount reported in the basic 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, Changes in Fund Net Assets and Statement of Cash Flows for the Proprietary and Internal Service funds, and the Statement of Fiduciary Net assets for the Fiduciary Funds.

Note 2 - Separate Legal Entities

The deduction of \$15,106,815 for separate legal entities established under Arizona Revised Statutes consists of expenditures of community facilities districts (CFD) included within the Town’s reporting entity, but not included in the Economic Estimates Commission base limit calculations and are reported in the following categories in the basic financial statements.

	CFD
General government	\$ 1,797,313
Principal	5,950,000
Interest	7,359,502
Issuance costs	-
Capital outlay	-
	\$ 15,106,815